

**ATTACHMENTS FOR: AGENDA NO. 14/24  
COUNCIL MEETING**

**Meeting Date:** Tuesday 26 November 2024  
**Location:** Council Chambers, Level 1A, 1 Pope Street, Ryde and Online  
**Time:** 6.00pm

**ATTACHMENTS FOR COUNCIL MEETING**

**Item**

**3 2023/24 DRAFT FINANCIAL STATEMENTS**

Attachment 1 Draft Annual Financial Statements for the year ended  
30 June 2024



City of Ryde

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# DRAFT Annual Financial Statements

for the year ended  
30 June 2024

Council of the  
City of Ryde





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# DRAFT General Purpose Financial Statements

for the year ended  
30 June 2024

Council of the  
City of Ryde

# Council of the City of Ryde

## General Purpose Financial Statements

for the year ended 30 June 2024

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### Overview

Council of the City of Ryde is constituted under the Local Government Act 1993 (NSW) and has its principal place of business at:

Council of the City of Ryde  
Level 1, Building 0  
Binary Centre  
3 Richardson Place  
North Ryde NSW 2113

Council's guiding principles are detailed in Chapter 3 of the LGA and includes:

- principles applying to the exercise of functions generally by council,
- principles to be applied when making decisions,
- principles of community participation,
- principles of sound financial management, and
- principles for strategic planning relating to the development of an integrated planning and reporting framework.

A description of the nature of Council's operations and its principal activities are provided in Note B1-2.

Through the use of the internet, we have ensured that our reporting is timely, complete and available at minimum cost. All press releases, financial statements and other information are publicly available on our website: [www.ryde.nsw.gov.au](http://www.ryde.nsw.gov.au).

# Council of the City of Ryde

## General Purpose Financial Statements

for the year ended 30 June 2024

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### Statement by Councillors and Management made pursuant to Section 413 (2c) of the *Local Government Act 1993* (NSW)

The attached general purpose financial statements have been prepared in accordance with:

- the *Local Government Act 1993* and the regulations made thereunder,
- the Australian Accounting Standards and other pronouncements of the Australian Accounting Standards Board
- the Local Government Code of Accounting Practice and Financial Reporting.

To the best of our knowledge and belief, these statements:

- present fairly the Council's operating result and financial position for the year
- accord with Council's accounting and other records.

We are not aware of any matter that would render these statements false or misleading in any way.

Signed in accordance with a resolution of Council made on 22 October 2024.

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Clr Trenton Brown  
**Mayor**  
dd MMMM yyyy

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Clr Sophie Lara-Watson  
**Deputy Mayor**  
dd MMMM yyyy

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Wayne Rylands  
**Chief Executive Officer**  
dd MMMM yyyy

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Christine Joyce  
**Responsible Accounting Officer**  
dd MMMM yyyy

## Council of the City of Ryde

### Income Statement

for the year ended 30 June 2024

| Original<br>unaudited<br>budget<br>2024    | \$ '000  | Notes | Actual<br>2024 <sup>1</sup> | Restated<br>Actual<br>2023 |
|--|--|-------|-----------------------------|----------------------------|
| <b>Income from continuing operations</b>   |  |       |                             |                            |
| 109,718                                    | Rates and annual charges   | B2-1  | 110,190                     | 103,730                    |
| 18,410                                     | User charges and fees  | B2-2  | 18,144                      | 17,123                     |
| 7,092                                      | Other revenues   | B2-3  | 6,866                       | 6,677                      |
| 6,040                                      | Grants and contributions provided for operating purposes   | B2-4  | 6,596                       | 8,544                      |
| 13,286                                     | Grants and contributions provided for capital purposes   | B2-4  | 54,691                      | 22,586                     |
| 5,477                                      | Interest and investment income   | B2-5  | 13,625                      | 7,606                      |
| 5,442                                      | Other income   | B2-6  | 5,672                       | 7,425                      |
| 1,226                                      | Net gain from the disposal of assets   | B4-1  | -                           | -                          |
| <b>166,691</b>                             | <b>Total income from continuing operations</b>   |       | <b>215,784</b>              | <b>173,691</b>             |
| <b>Expenses from continuing operations</b> |  |       |                             |                            |
| 64,275                                     | Employee benefits and on-costs   | B3-1  | 60,119                      | 55,293                     |
| 53,163                                     | Materials and services   | B3-2  | 57,018                      | 52,672                     |
| 108  | Borrowing costs  | B3-3  | 521                         | 113                        |
|  | Depreciation, amortisation and impairment of non-financial assets                                      |       |                             |                            |
| 28,820                                     |  | B3-4  | 29,321                      | 28,209                     |
| 6,864                                      | Other expenses   | B3-5  | 7,192                       | 8,901                      |
| -  | Net loss from the disposal of assets   | B4-1  | 2,220                       | 2,021                      |
| <b>153,230</b>                             | <b>Total expenses from continuing operations</b>   |       | <b>156,391</b>              | <b>147,209</b>             |
| <b>13,461</b>                              | <b>Operating result from continuing operations</b>   |       | <b>59,393</b>               | <b>26,482</b>              |
| <b>13,461</b>                              | <b>Net operating result for the year attributable to Council</b>                                       |       | <b>59,393</b>               | <b>26,482</b>              |
| <b>177</b>                                 | <b>Net operating result for the year before grants and contributions provided for capital purposes</b> |       | <b>4,702</b>                | <b>3,896</b>               |

(1) The restated value refers to adjustments in the Materials and Services in line with the correction of errors (increase). The details of this correction can be found in Note F3-1

The above Income Statement should be read in conjunction with the accompanying notes.

## Council of the City of Ryde

### Statement of Comprehensive Income

for the year ended 30 June 2024

| \$ '000  | Notes | 2024          | Restated<br>2023 |
|--|-------|---------------|------------------|
| <b>Net operating result for the year – from Income Statement</b>                       |       | <b>59,393</b> | 26,482           |
| <b>Other comprehensive income:</b>   |       |               |                  |
| Amounts which will not be reclassified subsequently to the operating result            |       |               |                  |
| Gain (loss) on revaluation of infrastructure, property, plant and equipment            | C1-6  | <b>17,007</b> | 337,035          |
| <b>Total items which will not be reclassified subsequently to the operating result</b> |       | <b>17,007</b> | 337,035          |
| <b>Total other comprehensive income for the year</b>                                   |       | <b>17,007</b> | 337,035          |
| <b>Total comprehensive income for the year attributable to Council</b>                 |       | <b>76,400</b> | 363,517          |

The above Statement of Comprehensive Income should be read in conjunction with the accompanying notes.

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## Council of the City of Ryde

## Statement of Financial Position

as at 30 June 2024

| \$ '000  | Notes | 2024 <sup>1</sup> | Restated<br>2023 | Restated<br>1 July 2022 |
|--|-------|-------------------|------------------|-------------------------|
| <b>ASSETS</b>  |       |                   |                  |                         |
| <b>Current assets</b>                                |       |                   |                  |                         |
| Cash and cash equivalents                            | C1-1  | 23,423            | 28,561           | 22,874                  |
| Investments  | C1-2  | 171,004           | 105,492          | 84,243                  |
| Receivables  | C1-4  | 11,918            | 11,957           | 13,401                  |
| Inventories  | C1-5  | 700               | 775              | 759                     |
| Other  | C1-8  | 2,271             | 1,818            | 1,570                   |
| <b>Total current assets</b>                          |       | <b>209,316</b>    | <b>148,603</b>   | <b>122,847</b>          |
| <b>Non-current assets</b>                            |       |                   |                  |                         |
| Investments  | C1-2  | 116,100           | 113,644          | 112,789                 |
| Receivables  | C1-4  | 1,372             | 612              | 1,812                   |
| Infrastructure, property, plant and equipment (IPPE) | C1-6  | 1,787,898         | 1,765,539        | 1,425,309               |
| Investment property                                  | C1-7  | 181,425           | 180,625          | 181,370                 |
| Right of use assets                                  | C2-1  | 4,269             | 6,863            | 4,437                   |
| <b>Total non-current assets</b>                      |       | <b>2,091,064</b>  | <b>2,067,283</b> | <b>1,725,717</b>        |
| <b>Total assets</b>                                  |       | <b>2,300,380</b>  | <b>2,215,886</b> | <b>1,848,564</b>        |
| <b>LIABILITIES</b>                                   |       |                   |                  |                         |
| <b>Current liabilities</b>                           |       |                   |                  |                         |
| Payables   | C3-1  | 28,848            | 26,475           | 29,985                  |
| Contract liabilities                                 | C3-2  | 7,010             | 12,571           | 5,578                   |
| Lease liabilities                                    | C2-1  | 2,330             | 2,275            | 2,254                   |
| Borrowings   | C3-3  | 47                | 369              | 352                     |
| Employee benefit provisions                          | C3-4  | 14,857            | 14,800           | 16,491                  |
| Provisions   | C3-5  | 246               | -                | -                       |
| <b>Total current liabilities</b>                     |       | <b>53,338</b>     | <b>56,490</b>    | <b>54,660</b>           |
| <b>Non-current liabilities</b>                       |       |                   |                  |                         |
| Contract liabilities                                 | C3-2  | 19,017            | 5,284            | 5,461                   |
| Lease liabilities                                    | C2-1  | 2,102             | 4,550            | 1,981                   |
| Borrowings   | C3-3  | -                 | 47               | 415                     |
| Employee benefit provisions                          | C3-4  | 825               | 817              | 865                     |
| <b>Total non-current liabilities</b>                 |       | <b>21,944</b>     | <b>10,698</b>    | <b>8,722</b>            |
| <b>Total liabilities</b>                             |       | <b>75,282</b>     | <b>67,188</b>    | <b>63,382</b>           |
| <b>Net assets</b>                                    |       | <b>2,225,098</b>  | <b>2,148,698</b> | <b>1,785,182</b>        |
| <b>EQUITY</b>  |       |                   |                  |                         |
| Accumulated surplus                                  |       | 1,372,719         | 1,313,326        | 1,286,845               |
| IPPE revaluation reserve                             |       | 852,379           | 835,372          | 498,337                 |
| <b>Total equity</b>                                  |       | <b>2,225,098</b>  | <b>2,148,698</b> | <b>1,785,182</b>        |

(1) The opening balances for the Revaluation Reserve and IPPE have been adjusted in line with the correction of errors detailed in Note F3-1

The above Statement of Financial Position should be read in conjunction with the accompanying notes.

## Council of the City of Ryde

## Statement of Changes in Equity

for the year ended 30 June 2024

|   | Notes | 2024                |                          |                  | 2023                |                          |                  |
|---|-------|---------------------|--------------------------|------------------|---------------------|--------------------------|------------------|
|   |       | Accumulated surplus | IPPE revaluation reserve | Total equity     | Accumulated surplus | IPPE revaluation reserve | Total equity     |
| \$ '000   |       |                     |                          |                  | Restated            | Restated                 | Restated         |
| Opening balance at 1 July   |       | 1,313,326           | 835,372                  | 2,148,698        | 1,301,668           | 498,337                  | 1,800,005        |
| Correction of prior period errors   | F3-1  | -                   | -                        | -                | (14,824)            | -                        | (14,824)         |
| <b>Restated opening balance</b>   |       | <b>1,313,326</b>    | <b>835,372</b>           | <b>2,148,698</b> | <b>1,286,844</b>    | <b>498,337</b>           | <b>1,785,181</b> |
| Net operating result for the year   |       | 59,393              | -                        | 59,393           | 31,118              | -                        | 31,118           |
| Correction of prior period errors   | F3-1  | -                   | -                        | -                | (4,636)             | -                        | (4,636)          |
| <b>Other comprehensive income</b>   |       |                     |                          |                  |                     |                          |                  |
| Gain (loss) on revaluation of infrastructure, property, plant and equipment | C1-6  | -                   | 17,007                   | 17,007           | -                   | 337,035                  | 337,035          |
| <b>Other comprehensive income</b>   |       | <b>-</b>            | <b>17,007</b>            | <b>17,007</b>    | <b>-</b>            | <b>337,035</b>           | <b>337,035</b>   |
| <b>Total comprehensive income</b>   |       | <b>59,393</b>       | <b>17,007</b>            | <b>76,400</b>    | <b>26,482</b>       | <b>337,035</b>           | <b>363,517</b>   |
| <b>Closing balance at 30 June <sup>1</sup></b>                              |       | <b>1,372,719</b>    | <b>852,379</b>           | <b>2,225,098</b> | <b>1,313,326</b>    | <b>835,372</b>           | <b>2,148,698</b> |

(1) The opening balances for the Revaluation Reserve and IPPE have been adjusted in line with the correction of errors detailed in Note F3-1

The above Statement of Changes in Equity should be read in conjunction with the accompanying notes.

## Council of the City of Ryde

## Statement of Cash Flows

for the year ended 30 June 2024

| Original<br>unaudited<br>budget<br>2024     | \$ '000   | Notes | Actual<br>2024   | Restated<br>Actual<br>2023 |
|---|---|-------|------------------|----------------------------|
| <b>Cash flows from operating activities</b> |   |       |                  |                            |
| <i>Receipts:</i>                            |   |       |                  |                            |
| 109,718                                     | Rates and annual charges                        |       | <b>110,384</b>   | 105,311                    |
| 19,888                                      | User charges and fees                           |       | <b>19,511</b>    | 19,254                     |
| 5,477                                       | Interest received                               |       | <b>11,595</b>    | 6,247                      |
| 6,040                                       | Grants and contributions                        |       | <b>68,019</b>    | 38,361                     |
| –   | Bonds, deposits and retentions received         |       | <b>1,127</b>     | –                          |
| 12,780                                      | Other   |       | <b>20,656</b>    | 13,310                     |
| <i>Payments:</i>                            |   |       |                  |                            |
| (64,345)                                    | Payments to employees                           |       | <b>(60,243)</b>  | (57,385)                   |
| (60,852)                                    | Payments for materials and services             |       | <b>(60,464)</b>  | (49,637)                   |
| (108)                                       | Borrowing costs                                 |       | <b>(521)</b>     | (113)                      |
| –   | Bonds, deposits and retentions refunded         |       | <b>–</b>         | (980)                      |
| (7,446)                                     | Other   |       | <b>(11,664)</b>  | (8,509)                    |
| 21,152                                      | <b>Net cash flows from operating activities</b> | F1-1  | <b>98,400</b>    | 65,859                     |
| <b>Cash flows from investing activities</b> |   |       |                  |                            |
| <i>Receipts:</i>                            |   |       |                  |                            |
| 105,492                                     | Sale of investments                             |       | –                | 101                        |
| –   | Sale of investment property                     |       | –                | 745                        |
| 1,226                                       | Proceeds from sale of IPPE                      |       | <b>2,299</b>     | 1,987                      |
| <i>Payments:</i>                            |   |       |                  |                            |
| (171,004)                                   | Purchase of investments                         |       | <b>(20,593)</b>  | (11,668)                   |
| –   | Acquisition of term deposits                    |       | <b>(47,000)</b>  | (11,000)                   |
| –   | Purchase of investment property                 |       | <b>(121)</b>     | –                          |
| (52,424)                                    | Payments for IPPE                               |       | <b>(35,620)</b>  | (37,733)                   |
| (116,710)                                   | <b>Net cash flows from investing activities</b> |       | <b>(101,035)</b> | (57,568)                   |
| <b>Cash flows from financing activities</b> |   |       |                  |                            |
| <i>Payments:</i>                            |   |       |                  |                            |
| (369)                                       | Repayment of borrowings                         |       | <b>(369)</b>     | (351)                      |
| (2,275)                                     | Principal component of lease payments           |       | <b>(2,134)</b>   | (2,253)                    |
| (2,644)                                     | <b>Net cash flows from financing activities</b> |       | <b>(2,503)</b>   | (2,604)                    |
| <b>(98,202)</b>                             | <b>Net change in cash and cash equivalents</b>  |       | <b>(5,138)</b>   | <b>5,687</b>               |
| –   | Cash and cash equivalents at beginning of year  |       | <b>28,561</b>    | 22,874                     |
| <b>(98,202)</b>                             | <b>Cash and cash equivalents at end of year</b> | C1-1  | <b>23,423</b>    | <b>28,561</b>              |

The above Statement of Cash Flows should be read in conjunction with the accompanying notes.

# Council of the City of Ryde

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# Council of the City of Ryde

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## A About Council and these financial statements

### A1-1 Basis of preparation

These financial statements were authorised for issue by Council on 22 October 2024. Council has the power to amend and reissue these financial statements in cases where critical information is received from public submissions or where the Office of Local Government (OLG) directs Council to amend the financial statements.

The material accounting policy information related to these consolidated financial statements are set out below. Accounting policies have been consistently applied to all the years presented, unless otherwise stated.

These general purpose financial statements have been prepared in accordance with Australian Accounting Standards and Australian Accounting Interpretations, the *Local Government Act 1993* (Act) and *Local Government (General) Regulation 2021* (Regulation), and the Local Government Code of Accounting Practice and Financial Reporting. Council is a not for-profit entity. The financial statements are presented in Australian dollars and are rounded to the nearest thousand dollars.

#### **Historical cost convention**

These financial statements have been prepared under the historical cost convention, as modified by the revaluation of certain infrastructure, property, plant and equipment and investment property.

#### **Significant accounting estimates and judgements**

The preparation of financial statements requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Council's accounting policies. Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that may have a financial impact on the Council and that are believed to be reasonable under the circumstances.

#### **Critical accounting estimates and assumptions**

Council makes estimates and assumptions concerning the future.

The resulting accounting estimates will, by definition, seldom equal the related actual results.

The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year include:

- i. estimated fair values of investment property – refer Note C1-7
- ii. estimated fair values of infrastructure, property, plant and equipment – refer Note C1-6
- iii. employee benefit provisions – refer Note C3-4.

#### **Significant judgements in applying the Council's accounting policies**

- i. Impairment of receivables – refer Note C1-4.
- ii. Determination of whether performance obligations are sufficiently specific and whether the contract is within the scope of AASB 15 *Revenue from Contracts with Customers* and / or AASB 1058 *Income of Not-for-Profit Entities* – refer to Notes B2-2 – B2-4.
- iii. Determination of the lease term, discount rate (when not implicit in the lease) and whether an arrangement contains a lease – refer to Note C2-1.

### **Monies and other assets received by Council**

#### **The Consolidated Fund**

In accordance with the provisions of Section 409(1) of the *Local Government Act 1993*, all money and property received by Council is held in the Council's Consolidated Fund unless it is required to be held in the Council's Trust Fund.

The Consolidated Fund has been included in the financial statements of the Council.

#### **Volunteer services**

Council offers a variety of services, events and programs that are fulfilled with the generosity of volunteers who offer their time and skills. Such services include bushcare, events, libraries and community services. The nature of such activities would not be purchased if not donated, and is not reliably measured. As such, Council does not recognise these services in the income statement.

## A1-1 Basis of preparation (continued)

### New accounting standards and interpretations issued but not yet effective

#### New accounting standards and interpretations issued but not yet effective

Certain new accounting standards and interpretations (ie. pronouncements) have been published by the Australian Accounting Standards Board that are not mandatory for the 30 June 2024 reporting period.

Council has elected not to apply any of these pronouncements in these financial statements before their operative dates.

As at the date of authorisation of these financial statements Council does not consider that any of these new (and still to be applied) standards and interpretations are likely to have a material impact on the Council's future financial statements, financial position, financial performance or cash flows.

#### **AASB 2022-10 Amendments to Australian Accounting Standards – Fair Value Measurement of Non-Financial Assets of Not-for-Profit Public Sector Entities**

This Standard amends AASB 13, including adding authoritative implementation guidance and providing related illustrative examples, for application by not-for-profit public sector entities.

In particular, this standard provides guidance on:

- (a) highest and best use
- (b) financially feasible uses
- (c) use of assumptions
- (d) nature of costs to include in the replacement cost of a reference asset and on the identification of economic obsolescence when using the cost approach.

The standard applies prospectively to annual periods beginning on or after 1 January 2024; i.e. Council's financial statements for the year ended 30 June 2025, with earlier application not permitted.

#### **AASB 18 Presentation and Disclosure in Financial Statements**

This Standard replaces AASB101 Presentation of Financial Statements. The Standard aims to improve how entities communicate in their financial statements, with a focus on information about financial performance in the statement of profit and loss.

The key presentation and disclosure requirements established by AASB18 are:

- > the presentation of newly defined subtotals in the statement of profit and loss;
- > the disclosure of management-defined performance measures; and
- > enhanced requirements for grouping information (i.e. aggregation and disaggregation).

These new requirements will enable investors and other financial statement users to make more informed decisions, including better allocations of capital, that will contribute to long-term financial stability.

For not-for-profit private sector entities, not-for-profit public sector entities and superannuation entities applying AASB1056, AASB 18 applies to annual reporting periods beginning on or after 1 January 2028. Earlier application is not permitted for these entities.

### New accounting standards adopted during the year

During the year Council adopted all accounting standards and interpretations (as issued by the Australian Accounting Standards Board) which were mandatorily effective from the first time at 30 June 2024.

The following new standard is effective for the first time at 30 June 2024:

- **AASB 2021-2 Amendments to Australian Accounting Standards – Disclosure of Accounting Policies and Definition of Accounting Estimates**

The most significant change introduced by this standard is to remove the requirement to disclose significant accounting policies and instead require disclosure of material accounting policy information.

## A1-1 Basis of preparation (continued)

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*“Accounting policy information is material if, when considered together with other information included in an entity’s financial statements, it can reasonably be expected to influence decisions that the primary users of general purpose financial statements make on the basis of those financial statements.”*

In applying the new requirements, Council has after taking into account the various specific facts and circumstances applied professional judgement to ensure it discloses only material accounting policies as opposed to significant accounting policies throughout these financial statements.

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## B Financial Performance

### B1 Functions or activities

#### B1-1 Functions or activities – income, expenses and assets

Income, expenses and assets have been directly attributed to the following functions or activities. Details of those functions or activities are provided in Note B1-2.

|  | Income         |                | Expenses       |                  | Operating result |                  | Grants and contributions |               | Carrying amount of assets |                  |
|--|----------------|----------------|----------------|------------------|------------------|------------------|--------------------------|---------------|---------------------------|------------------|
|  | 2024           | 2023           | 2024           | 2023<br>Restated | 2024             | 2023<br>Restated | 2024                     | 2023          | 2024                      | 2023<br>Restated |
| <b>\$ '000</b>                         |                |                |                |                  |                  |                  |                          |               |                           |                  |
| <b>Functions or activities</b>         |                |                |                |                  |                  |                  |                          |               |                           |                  |
| Catchment Waterway                     | 720            | 126            | 7,541          | 6,577            | (6,821)          | (6,451)          | 706                      | 126           | 275,157                   | 263,313          |
| City Development                       | 46,137         | 19,225         | 5,810          | 6,070            | 40,327           | 13,155           | 43,551                   | 16,832        | -                         | -                |
| City Economy                           | 352            | 260            | 746            | 1,332            | (394)            | (1,072)          | 352                      | 261           | -                         | -                |
| City Sports and Recreation             | 9,434          | 11,268         | 20,822         | 21,655           | (11,388)         | (10,387)         | 1,296                    | 2,922         | 948,026                   | 963,241          |
| Community Connectedness and Engagement | 376            | 532            | 5,586          | 5,501            | (5,210)          | (4,969)          | 25                       | 210           | -                         | -                |
| Community Inclusion and Wellbeing      | 1,820          | 1,515          | 5,196          | 5,117            | (3,376)          | (3,602)          | 955                      | 752           | 25,048                    | 23,155           |
| Community Safety and Amenity           | 7,730          | 6,890          | 6,188          | 5,724            | 1,542            | 1,166            | -                        | -             | -                         | -                |
| Governance & Corporate Services        | 6,669          | 3,567          | 28,198         | 28,693           | (21,529)         | (25,126)         | 82                       | 109           | 385,453                   | 319,064          |
| Library                                | 594            | 502            | 7,407          | 7,106            | (6,813)          | (6,604)          | 533                      | 434           | 7,365                     | 7,882            |
| Paths and Cycleways                    | 678            | 321            | 4,108          | 2,651            | (3,430)          | (2,330)          | 390                      | 60            | 84,123                    | 81,242           |
| Resilience and Sustainability          | 315            | 357            | 3,799          | 3,508            | (3,484)          | (3,151)          | 220                      | 291           | -                         | -                |
| Roads                                  | 7,904          | 2,247          | 14,309         | 12,316           | (6,405)          | (10,069)         | 6,642                    | 1,756         | 296,852                   | 287,204          |
| Service Delivery Support               | 965            | 944            | 9,626          | 7,691            | (8,661)          | (6,747)          | 3                        | -             | -                         | -                |
| Strategic Property                     | 3,117          | 2,947          | 6,647          | 6,946            | (3,530)          | (3,999)          | -                        | -             | 208,845                   | 207,936          |
| Traffic and Transport                  | 4,046          | 6,198          | 4,985          | 3,986            | (939)            | 2,212            | 2,328                    | 1,546         | 69,511                    | 62,849           |
| Waste and Recycling                    | 27,929         | 26,019         | 25,423         | 22,336           | 2,506            | 3,683            | 49                       | 176           | -                         | -                |
| General purpose income                 | 96,998         | 90,773         | -              | -                | 96,998           | 90,773           | 4,155                    | 5,655         | -                         | -                |
| <b>Total functions and activities</b>  | <b>215,784</b> | <b>173,691</b> | <b>156,391</b> | <b>147,209</b>   | <b>59,393</b>    | <b>26,482</b>    | <b>61,287</b>            | <b>31,130</b> | <b>2,300,380</b>          | <b>2,215,886</b> |

## B1-2 Components of functions or activities

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Details relating to the Council's functions or activities as reported in B1-1 are as follows:

### Catchments and Waterways

Improving the health of the city's waterways and foreshore areas and managing the city's stormwater networks to reduce flooding and risk of inundation for private properties.

### City Development

Creating a vibrant and liveable city environment that balances development, land use, amenity and sustainable growth.

### City Economy

Supporting an economically diverse and resilient City economy that is globally competitive.

### City Sports and Recreation

Providing community sporting and recreation facilities, parks and open spaces so residents of all ages can access leisure, lifestyle and recreation opportunities that enhance and maintain their connections with the community.

### Community Connectedness and Engagement

Supporting residents to become connected, engaged and informed and have opportunities to celebrate our culture, build their connections within the community, and contribute to decisions that affect the City.

### Community Inclusion and Wellbeing

Working to increase social and community wellbeing and empowering people to fully participate in community life.

### Community Safety and Amenity

Ensuring high standards of public health, safety and amenity are maintained across the City of Ryde.

### Governance and Corporate Services

Providing specialist and corporate services to enable the effective governance and operation of the Council organisation.

### Library

Providing high quality, contemporary library services and accessible public spaces so residents have opportunities to participate and engage with others in lifelong learning, recreation and cultural opportunities.

### Paths and Cycleways

Building the City's network of paths and cycleways to increase the walkability of our suburbs, improve conditions for cyclists, and connect residents with activity centres and public transport connections.

### Resilience and Sustainability

Protecting and enhancing our natural areas and ecosystems, and improving the overall environmental performance of the City's built environment, managing risk and building resilience as we adapt and grow through changing climate.

### Roads

Maintaining the City's extensive network of local and regional road assets to ensure that they remain safe and are in serviceable condition and meet community expectations Paths and cycleways.

### Service Delivery Support

Providing a broad range of key support Council functions that underpin delivery across all of the programs.

### Strategic Property Management

Developing and managing Council's portfolio of properties and buildings to maximise their return on investment for the community.

### Traffic and Transport

Building a sustainable, safe, convenient and accessible transport system for the City by improving mobility, connectivity, and access for all types of transport.

### Waste and Recycling

Providing comprehensive and convenient waste disposal and resource recovery services for residents and businesses.

## B2 Sources of income

### B2-1 Rates and annual charges

| \$ '000   | 2024           | 2023           |
|---|----------------|----------------|
| <b>Ordinary rates</b>   |                |                |
| Residential   | 36,822         | 36,060         |
| Business  | 22,234         | 20,221         |
| Less: pensioner rebates (mandatory)                                 | (633)          | (668)          |
| <b>Rates levied to ratepayers</b>                                   | <b>58,423</b>  | <b>55,613</b>  |
| Pensioner rate subsidies received                                   | 347            | 369            |
| <b>Total ordinary rates</b>   | <b>58,770</b>  | <b>55,982</b>  |
| <b>Special rates</b>  |                |                |
| Environmental   | 8,370          | 8,012          |
| Infrastructure special rate levy                                    | 14,210         | 13,584         |
| Macquarie park  | 1,857          | 1,781          |
| <b>Total special rates</b>  | <b>24,437</b>  | <b>23,377</b>  |
| <b>Annual charges (pursuant to s496, 496A, 496B, 501 &amp; 611)</b> |                |                |
| Domestic waste management services                                  | 26,094         | 23,508         |
| Stormwater management services                                      | 1,161          | 1,145          |
| Section 611 charges   | 251            | 243            |
| Non-rateable waste management charges                               | 82             | 79             |
| Less: pensioner rebates (mandatory)                                 | (413)          | (398)          |
| Less: pensioner rebates (Council policy)                            | (418)          | (426)          |
| <b>Annual charges levied</b>  | <b>26,757</b>  | <b>24,151</b>  |
| Pensioner annual charges subsidies received:                        |                |                |
| – Domestic waste management   | 226            | 220            |
| <b>Total annual charges</b>   | <b>26,983</b>  | <b>24,371</b>  |
| <b>Total rates and annual charges</b>                               | <b>110,190</b> | <b>103,730</b> |

Council has used 2022 year valuations provided by the NSW Valuer General in calculating its rates.

#### Material accounting policy information

Rates and annual charges are recognised as revenue at the beginning of the rating period to which they relate. Prepaid rates are recognised as a financial liability until the beginning of the rating period.

Pensioner rebates relate to reductions in rates and certain annual charges for eligible pensioners' place of residence in the local government council area.

Pensioner rate subsidies are received from the NSW Government to provide a contribution towards the pensioner rebates and are recognised within the underlying revenue item based on their substance.

## B2-2 User charges and fees

| \$ '000  | Timing * | 2024          | 2023          |
|--|----------|---------------|---------------|
| <b>Specific user charges (per s502 - specific 'actual use' charges)</b>      |          |               |               |
| Aquatic centre   | 2        | 5,937         | 6,234         |
| Commercial waste service   | 2        | 1,406         | 1,315         |
| Road restorations  | 2        | 1,007         | 253           |
| Hall hire  | 2        | 1,421         | 1,432         |
| Sports facility rental   | 2        | 357           | 364           |
| Gutter crossings   | 2        | 147           | 125           |
| <b>Total specific user charges</b>   |          | <b>10,275</b> | <b>9,723</b>  |
| <b>Other user charges and fees</b>   |          |               |               |
| <b>(i) Fees and charges – statutory and regulatory functions (per s608)</b>  |          |               |               |
| Regulatory/ statutory fees   | 2        | 3,758         | 3,390         |
| Section 10.7 certificates (EP&A Act)   | 2        | 523           | 452           |
| Section 603 certificates   | 2        | 332           | 248           |
| Tree Preservation  | 2        | 59            | 49            |
| Private works – section 67   | 2        | 1             | 1             |
| Other  | 2        | 39            | 47            |
| <b>Total fees and charges – statutory/regulatory</b>                         |          | <b>4,712</b>  | <b>4,187</b>  |
| <b>(ii) Fees and charges – other (incl. general user charges (per s608))</b> |          |               |               |
| Road activity and hoarding   | 2        | 1,093         | 1,106         |
| Parking fees   | 2        | 1,405         | 1,490         |
| Environmental planning   | 2        | 233           | 204           |
| Stalls and vending permits   | 2        | 156           | 109           |
| Outdoor dining   | 2        | 139           | 149           |
| Home maintenance and modification  | 2        | 78            | 120           |
| Other  | 2        | 53            | 35            |
| <b>Total fees and charges – other</b>  |          | <b>3,157</b>  | <b>3,213</b>  |
| <b>Total other user charges and fees</b>                                     |          | <b>7,869</b>  | <b>7,400</b>  |
| <b>Total user charges and fees</b>   |          | <b>18,144</b> | <b>17,123</b> |
| <b>Timing of revenue recognition for user charges and fees</b>               |          |               |               |
| User charges and fees recognised at a point in time (2)                      |          | 18,144        | 17,123        |
| <b>Total user charges and fees</b>   |          | <b>18,144</b> | <b>17,123</b> |

### Material accounting policy information

Revenue arising from user charges and fees is recognised when or as the performance obligation is completed and the customer receives the benefit of the goods / services being provided.

The performance obligation relates to the specific services which are provided to the customers and generally the payment terms are within 14 days of the provision of the service or in some cases the customer is required to pay on arrival or a deposit in advance. There is no material obligation for Council in relation to refunds or returns.

Permits are all either short term or low value and all revenue from permits is recognised at the time that the permit is granted rather than the time of the license.

(\*) Timing refers to the revenue recognition pattern for the material streams of Council revenue identified in AASB15 and AASB1058

## B2-3 Other revenues

| \$ '000                           | Timing * | 2024                | 2023                |
|-----------------------------------|----------|---------------------|---------------------|
| Fines – parking                   | 2        | 4,629               | 3,963               |
| Fines – other                     | 2        | 67                  | 18                  |
| Materials recycling               | 2        | 379                 | 662                 |
| Other rebates                     | 2        | 258                 | 405                 |
| Recoveries – other                | 2        | 204                 | 136                 |
| Legal fees recovery – other       | 2        | 225                 | 164                 |
| Sundry sales                      | 2        | 246                 | 276                 |
| Sale of abandoned vehicles        | 2        | 72                  | 37                  |
| JV agreement Porters Creek        | 2        | 181                 | 637                 |
| Events and functions              | 2        | 278                 | 187                 |
| Other                             | 2        | 327                 | 192                 |
| <b><u>Total other revenue</u></b> |          | <b><u>6,866</u></b> | <b><u>6,677</u></b> |

### Timing of revenue recognition for other revenue

Other revenue recognised at a point in time (2)

|                                   |                     |                     |
|-----------------------------------|---------------------|---------------------|
|                                   | 6,866               | 6,677               |
| <b><u>Total other revenue</u></b> | <b><u>6,866</u></b> | <b><u>6,677</u></b> |

### Material accounting policy information for other revenue

Where the revenue relates to a contract with customer, the revenue is recognised when or as the performance obligation is completed and the customer receives the benefit of the goods / services being provided.

Where the revenue relates to a contract which is not enforceable or does not contain sufficiently specific performance obligations then revenue is recognised when an unconditional right to a receivable arises or the cash is received, whichever is earlier. The only exception is revenue relating to infringement fines. This is recognised as revenue upon payment of the infringement rather than at the time of the infringement being issued.

(\*) Timing refers to the revenue recognition pattern for the material streams of Council revenue identified in AASB15 and AASB1058

## B2-4 Grants and contributions

| \$ '000  | Timing * | Operating<br>2024 | Operating<br>2023 | Capital<br>2024 | Capital<br>2023 |
|--|----------|-------------------|-------------------|-----------------|-----------------|
| <b>General purpose grants and non-developer contributions (untied)</b>     |          |                   |                   |                 |                 |
| <b>General purpose (untied)</b>  |          |                   |                   |                 |                 |
| <b>Current year allocation</b>   |          |                   |                   |                 |                 |
| Financial assistance   | 2        | 165               | 1,190             | –               | –               |
| <b>Payment in advance - future year allocation <sup>1</sup></b>            |          |                   |                   |                 |                 |
| Financial assistance   | 2        | 3,990             | 4,465             | –               | –               |
| <b>Amount recognised as income during current year</b>                     |          | <b>4,155</b>      | <b>5,655</b>      | <b>–</b>        | <b>–</b>        |
| <b>Special purpose grants and non-developer contributions (tied)</b>       |          |                   |                   |                 |                 |
| <b>Cash contributions</b>  |          |                   |                   |                 |                 |
| Economic development   | 2        | 3                 | 236               | –               | –               |
| Street & traffic lighting  | 2        | 389               | 378               | –               | –               |
| Transport  | 2        | 550               | 545               | 6,493           | 1,208           |
| Waste Management   | 2        | –                 | 176               | –               | –               |
| Other specific grants  | 2        | 49                | 54                | 79              | 313             |
| Transport (roads to recovery)  | 2        | –                 | –                 | 690             | 162             |
| Environmental programs   | 2        | 208               | –                 | 153             | –               |
| Community and Recreation   | 2        | 1,241             | 1,452             | 1,537           | 2,881           |
| Other contributions  | 2        | 1                 | 48                | 399             | 169             |
| <b>Total special purpose grants and non-developer contributions – cash</b> |          | <b>2,441</b>      | <b>2,889</b>      | <b>9,351</b>    | <b>4,733</b>    |
| <b>Non-cash contributions</b>  |          |                   |                   |                 |                 |
| Infrastructure dedications (excluding s7.11 and s7.4)                      |          | –                 | –                 | 1,237           | –               |
| <b>Total other contributions – non-cash</b>                                |          | <b>–</b>          | <b>–</b>          | <b>1,237</b>    | <b>–</b>        |
| <b>Total special purpose grants and non-developer contributions (tied)</b> |          | <b>2,441</b>      | <b>2,889</b>      | <b>10,588</b>   | <b>4,733</b>    |
| <b>Total grants and non-developer contributions</b>                        |          | <b>6,596</b>      | <b>8,544</b>      | <b>10,588</b>   | <b>4,733</b>    |
| <b>Comprising:</b>   |          |                   |                   |                 |                 |
| – Commonwealth funding   |          | 4,805             | 5,655             | 1,039           | –               |
| – State funding  |          | 1,789             | 2,889             | 8,314           | 4,733           |
| – Other funding  |          | 2                 | –                 | 1,235           | –               |
|  |          | <b>6,596</b>      | <b>8,544</b>      | <b>10,588</b>   | <b>4,733</b>    |

(\*) Timing refers to the revenue recognition pattern for the material streams of Council revenue identified in AASB15 and AASB1058

(1) The Payment in advance received relating to the Financial Assistance Grant (FAG) in the current year equates to 85% of the estimated grant for the future year. The prior year reflected 100% of the estimated FAG funding.

## B2-4 Grants and contributions (continued)

## Developer contributions

| \$ '000   | Notes | Timing * | Operating<br>2024 | Operating<br>2023 | Capital<br>2024 | Capital<br>2023 |
|---|-------|----------|-------------------|-------------------|-----------------|-----------------|
| <b>Developer contributions:</b>                                   |       |          |                   |                   |                 |                 |
| <b>(s7.4 &amp; s7.11 - EP&amp;A Act, s64 of the LGA):</b>         |       |          |                   |                   |                 |                 |
|   | F4    |          |                   |                   |                 |                 |
| <b>Cash contributions</b>   |       |          |                   |                   |                 |                 |
| S 7.11 – contributions towards amenities/services                 |       | 2        | –                 | –                 | 43,215          | 16,538          |
| S 7.4 – contributions using planning agreements                   |       | 2        | –                 | –                 | 352             | 21              |
| S 7.12 – fixed development consent levies                         |       | 2        | –                 | –                 | 336             | 294             |
| Other developer contributions                                     |       |          | –                 | –                 | 200             | 1,000           |
| <b>Total developer contributions – cash</b>                       |       |          | <b>–</b>          | <b>–</b>          | <b>44,103</b>   | <b>17,853</b>   |
| <b>Total developer contributions</b>                              |       |          | <b>–</b>          | <b>–</b>          | <b>44,103</b>   | <b>17,853</b>   |
| <b>Total contributions</b>  |       |          | <b>–</b>          | <b>–</b>          | <b>44,103</b>   | <b>17,853</b>   |
| <b>Total grants and contributions</b>                             |       |          | <b>6,596</b>      | <b>8,544</b>      | <b>54,691</b>   | <b>22,586</b>   |
| <b>Timing of revenue recognition for grants and contributions</b> |       |          |                   |                   |                 |                 |
| Grants and contributions recognised at a point in time (2)        |       |          | 6,596             | 8,544             | 54,691          | 22,586          |
| <b>Total grants and contributions</b>                             |       |          | <b>6,596</b>      | <b>8,544</b>      | <b>54,691</b>   | <b>22,586</b>   |

(\*) Timing refers to the revenue recognition pattern for the material streams of Council revenue identified in AASB15 and AASB1058

## B2-4 Grants and contributions (continued)

### Unspent grants and contributions

Certain grants and contributions are obtained by Council on the condition they be spent in a specified manner or in a future period but which are not yet spent in accordance with those conditions are as follows:

| \$ '000   | Operating<br>2024 | Operating<br>2023 | Capital<br>2024 | Capital<br>2023 |
|---|-------------------|-------------------|-----------------|-----------------|
| <b>Unspent grants and contributions</b>   |                   |                   |                 |                 |
| Unspent funds at 1 July   | 479               | 742               | 13,781          | 8,841           |
| <b>Add:</b> Funds recognised as revenue in the reporting year but not yet spent in accordance with the conditions         | -                 | -                 | -               | -               |
| <b>Add:</b> Funds received and not recognised as revenue in the current year  | 54                | 203               | 13,673          | 6,828           |
| <b>Less:</b> Funds recognised as revenue in previous years that have been spent during the reporting year                 | -                 | -                 | -               | -               |
| <b>Less:</b> Funds received in prior year but revenue recognised and funds spent in current year                          | (112)             | (466)             | (5,169)         | (1,888)         |
| <b>Unspent funds at 30 June</b>   | <b>421</b>        | <b>479</b>        | <b>22,285</b>   | <b>13,781</b>   |
| <br>  |                   |                   |                 |                 |
| Unspent funds at 1 July   | -                 | -                 | 79,598          | 20,798          |
| <b>Add:</b> contributions recognised as revenue in the reporting year but not yet spent in accordance with the conditions | -                 | -                 | 47,473          | 17,678          |
| <b>Less:</b> contributions recognised as revenue in previous years that have been spent during the reporting year         | -                 | -                 | (1,124)         | (1,611)         |
| Add: Reimbursement of Reserve funding   | -                 | -                 | -               | 42,733          |
| <b>Unspent contributions at 30 June</b>   | <b>-</b>          | <b>-</b>          | <b>125,947</b>  | <b>79,598</b>   |

### Material accounting policy information

#### Grants and contributions – enforceable agreement with sufficiently specific performance obligations

Grant and contribution revenue from an agreement which is enforceable and contains sufficiently specific performance obligations is recognised as or when control of each performance obligations is transferred.

The performance obligations vary according to the agreement. Payment terms vary depending on the terms of the grant, cash is received upfront for some grants and on the achievement of certain payment milestones for others.

Performance obligations may be satisfied either at a point in time or over time and this is reflected in the revenue recognition pattern. Point in time recognition occurs when the beneficiary obtains control of the goods / services at a single time (e.g. completion of the project when a report / outcome is provided), whereas over time recognition is where the control of the services is ongoing throughout the project (e.g. provision of community health services through the year).

Where control is transferred over time, generally the input methods being either costs or time incurred are deemed to be the most appropriate methods to reflect the transfer of benefit.

#### Capital grants

Capital grants received by Council under an enforceable contract for the acquisition or construction of infrastructure, property, plant and equipment to identified specifications which will be under Council's control on completion are recognised as revenue as and when the obligation to construct or purchase is completed.

For construction projects, this is generally as the construction progresses in accordance with costs incurred since this is deemed to be the most appropriate measure of the completeness of the construction project.

For acquisitions of assets, the revenue is recognised when the asset is acquired and controlled by the Council.



## B2-4 Grants and contributions (continued)

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### **Developer contributions**

Council has obligations to provide facilities from contribution revenues levied on developers under the provisions of sections 7.4, 7.11 and 7.12 of the *Environmental Planning and Assessment Act 1979* (EP&A Act).

While Council generally incorporates these amounts as part of a Development Consents Order, such developer contributions are only recognised as income upon receipt by Council, due to the possibility that individual development consents may not be acted upon by the applicant and, accordingly, would not be payable to Council.

Developer contributions may only be expended for the purposes for which the contributions were required.

### **Other grants and contributions**

Assets, including cash, received from other grants and contributions are recognised at fair value when the asset is received. Council considers whether there are any related liability or equity items associated with the asset which are recognised in accordance with the relevant accounting standard.

Once the assets and liabilities have been recognised then income is recognised for any remaining asset value at the time that the asset is received.

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## B2-5 Interest and investment income

| \$ '000  | 2024          | 2023         |
|--|---------------|--------------|
| <b>Interest on financial assets measured at amortised cost</b>   |               |              |
| – Overdue rates and annual charges (incl. special purpose rates) | 275           | 157          |
| – Cash and investments   | 12,975        | 7,102        |
| <b>Amortisation of premiums and discounts</b>                    |               |              |
| – Debt securities at amortised cost                              | 375           | 347          |
| <b>Total interest and investment income (losses)</b>             | <b>13,625</b> | <b>7,606</b> |
| <b>Interest and investment income is attributable to:</b>        |               |              |
| <b>Unrestricted investments/financial assets:</b>                |               |              |
| General Council cash and investments                             | 9,633         | 5,761        |
| <b>Restricted investments/funds – external:</b>                  |               |              |
| Developer contributions  |               |              |
| – Section 7.11   | 3,992         | 1,845        |
| <b>Total interest and investment income</b>                      | <b>13,625</b> | <b>7,606</b> |

## B2-6 Other income

| \$ '000  | Notes | 2024         | 2023         |
|--|-------|--------------|--------------|
| <b>Fair value increment on investment properties</b>                               |       |              |              |
| Fair value increment on investment properties                                      |       | 679          | –            |
| <b>Total fair value increment on investment properties</b>                         | C1-7  | <b>679</b>   | <b>–</b>     |
| <b>Rental income</b>   |       |              |              |
| <b>Investment properties</b>   |       |              |              |
| Lease income (excluding variable lease payments not dependent on an index or rate) |       | 652          | 627          |
| <b>Total Investment properties</b>   |       | <b>652</b>   | <b>627</b>   |
| <b>Other lease income</b>  |       |              |              |
| Commercial buildings   |       | 1,068        | 955          |
| Affordable housing   |       | 729          | 684          |
| Leaseback fees - council vehicles  |       | 810          | 705          |
| Advertising on Structures  |       | 620          | 3,677        |
| Community facilities   |       | 286          | 280          |
| Communications facilities  |       | 145          | 127          |
| Other  |       | 683          | 370          |
| <b>Total other lease income</b>  |       | <b>4,341</b> | <b>6,798</b> |
| <b>Total rental income</b>   | C2-2  | <b>4,993</b> | <b>7,425</b> |
| <b>Total other income</b>  |       | <b>5,672</b> | <b>7,425</b> |

## B3 Costs of providing services

### B3-1 Employee benefits and on-costs

| \$ '000                                  | 2024          | 2023          |
|--|---------------|---------------|
| Salaries and wages                       | 51,429        | 48,416        |
| Employee leave entitlements (ELE)        | 5,455         | 5,329         |
| Superannuation                           | 6,124         | 4,832         |
| Workers' compensation insurance          | 526           | 736           |
| Fringe benefit tax (FBT)                 | 378           | 371           |
| Other                                    | 419           | 350           |
| <b>Total employee costs <sup>1</sup></b> | <b>64,331</b> | <b>60,034</b> |
| Less: capitalised costs                  | (4,212)       | (4,741)       |
| <b>Total employee costs expensed</b>     | <b>60,119</b> | <b>55,293</b> |

#### Material accounting policy information

Employee benefit expenses are recorded when the service has been provided by the employee.

All employees of the Council are entitled to benefits on retirement, disability or death. Council contributes to various defined benefit plans and defined contribution plans on behalf of its employees.

Contributions to defined contribution plans are recognised as an expense as they become payable. Prepaid contributions are recognised as an asset to the extent that a cash refund or a reduction in the future payments is available.

Council participates in a defined benefit plan under the Local Government Superannuation Scheme, however, sufficient information to account for these plans as a defined benefit is not available and therefore Council accounts for its obligations to defined benefit plans on the same basis as its obligations to defined contribution plans, i.e. as an expense when it becomes payable – refer to Note D3-1 for more information.

Council has one employee in the State Superannuation Scheme

(1) Training costs have been reclassified to material and services.

### B3-2 Materials and services

| \$ '000   | Notes | 2024   | 2023<br>Restated |
|---|-------|--------|------------------|
| Raw materials and consumables <sup>1</sup>      |       | 5,799  | 8,119            |
| Contractor Costs                                |       |        |                  |
| – Waste disposal, collection and recycling      |       | 18,771 | 14,088           |
| – Building cleaning and maintenance             |       | 1,893  | 1,837            |
| – Parks maintenance                             |       | 2,313  | 1,746            |
| – Temporary and agency staff                    |       | 1,263  | 1,525            |
| – Roads and footpaths maintenance               |       | 762    | 910              |
| – Electrical                                    |       | 606    | 668              |
| – Events  |       | 920    | 1,052            |
| – Construction recycling                        |       | 171    | 379              |
| – Security                                      |       | 326    | 373              |
| – Repairs and maintenance                       |       | 564    | 489              |
| – Labour hire                                   |       | 157    | 512              |
| – Parking meter                                 |       | 469    | 385              |
| – Other contractor costs                        |       | 4,324  | 4,151            |
| Consultancy Costs                               |       |        |                  |
| – Consultants fees – town planning              |       | 27     | 183              |
| – Consultants fees – project development design |       | 2      | 92               |
| – Consultants fees – risk management            |       | 229    | 68               |
| – Consultants fees – other consultancy costs    |       | 876    | 701              |
| Audit Fees                                      | E2-1  | 144    | 101              |
| Infringement notice contract costs (SEINS)      |       | 732    | 640              |

continued on next page ...

### B3-2 Materials and services (continued)

| \$ '000   | Notes | 2024          | 2023<br>Restated |
|---|-------|---------------|------------------|
| Computer software charges                           |       | 3,984         | 3,032            |
| Insurance   |       | 1,861         | 1,722            |
| Street lighting                                     |       | 1,739         | 1,675            |
| Electricity and heating                             |       | 1,648         | 1,515            |
| Election expenses                                   |       | –             | 427              |
| Membership fees                                     |       | 537           | 470              |
| Property lease costs                                |       | 564           | 492              |
| Library books                                       |       | 485           | 531              |
| Councillor and Mayoral fees and associated expenses | E1-2  | 548           | 529              |
| Property rates and levies                           |       | 435           | 468              |
| Advertising   |       | 336           | 502              |
| Printing and stationery                             |       | 538           | 540              |
| Postage   |       | 356           | 339              |
| Vehicle Registration                                |       | 268           | 239              |
| Archival and Storage Costs                          |       | 253           | 169              |
| Water rates   |       | 489           | 358              |
| Communications costs                                |       | 192           | 594              |
| Valuation fees                                      |       | 219           | 200              |
| Office expenses (including computer expenses)       |       | 235           | 242              |
| Bank fees and charges                               |       | 147           | 148              |
| Hire and rentals expense                            |       | 155           | 82               |
| Other expenses                                      |       | 1,015         | 704              |
| Panel membership                                    |       | 115           | 170              |
| <b>Legal expenses:</b>                              |       |               |                  |
| – Legal expenses: planning and development          |       | 330           | 464              |
| – Legal expenses: other                             |       | 645           | 663              |
| <b>Total materials and services</b>                 |       | <b>57,442</b> | <b>54,294</b>    |
| Less: capitalised costs                             |       | (424)         | (1,622)          |
| <b>Total materials and services</b>                 |       | <b>57,018</b> | <b>52,672</b>    |

#### Material accounting policy information

Expenses are recorded on an accruals basis as the Council receives the goods or services.

(1) The restated value refers to adjustments in prior years. The details of this correction can be found in Note F3-1

### B3-3 Borrowing costs

|                                       |            |            |
|---------------------------------------|------------|------------|
| Interest on leases                    | 291        | 86         |
| Interest on loans                     | 11         | 27         |
| Interest on advances                  | 216        | –          |
| Other debts                           | 3          | –          |
| <b>Total borrowing costs expensed</b> | <b>521</b> | <b>113</b> |

#### Material accounting policy information

Borrowing costs incurred for the construction of any qualifying asset are capitalised during the period of time that is required to complete and prepare the asset for its intended use or sale. Other borrowing costs are expensed as incurred.

## B3-4 Depreciation, amortisation and impairment of non-financial assets

| \$ '000   | Notes | 2024          | 2023          |
|---|-------|---------------|---------------|
| <b>Depreciation and amortisation</b>  |       |               |               |
| Plant and equipment   |       | 2,278         | 2,103         |
| Office equipment  |       | 1,264         | 2,078         |
| <b>Infrastructure:</b>  | C1-6  |               |               |
| – Buildings – non-specialised   |       | 4,236         | 4,095         |
| – Buildings – specialised   |       | 1,630         | 1,599         |
| – Roads, bridges and other road assets  |       | 7,872         | 7,359         |
| – Stormwater drainage   |       | 3,854         | 3,176         |
| – Bridges   |       | 294           | 277           |
| – Footpaths   |       | 1,964         | 1,847         |
| – Other open space/recreational assets  |       | 3,050         | 2,757         |
| – Other structures  |       | 544           | 501           |
| Right of use assets   | C2-1  | 2,335         | 2,417         |
| <b>Total gross depreciation and amortisation costs</b>                          |       | <b>29,321</b> | <b>28,209</b> |
| <b>Total depreciation and amortisation costs</b>                                |       | <b>29,321</b> | <b>28,209</b> |
| <b>Total depreciation, amortisation and impairment for non-financial assets</b> |       | <b>29,321</b> | <b>28,209</b> |

### Material accounting policy information

#### Depreciation and amortisation

Depreciation and amortisation are calculated using the straight line method to allocate their cost, net of their residual values, over their estimated useful lives.

#### Impairment of non-financial assets

Council assets held at fair value that are not held primarily for their ability to generate net cash flow, and that are deemed to be specialised, are not tested for impairment since these assets are assessed on an annual basis to ensure that the carrying amount is not materially different from fair value and therefore an impairment loss would be captured during this assessment.

Other non-financial assets that do not meet the criteria above are tested for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs to sell and value in use.

For the purposes of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash inflows that are largely independent of the cash inflows from other assets or groups of assets (cash-generating units).

Impairment losses for revalued assets are firstly offset against the amount in the revaluation surplus for the class of asset, with only the excess to be recognised in the Income Statement.

## B3-5 Other expenses

| \$ '000   | Notes | 2024         | 2023         |
|---|-------|--------------|--------------|
| <b>Impairment of receivables</b>                                |       |              |              |
| Other   |       | 232          | 61           |
| <b>Total impairment of receivables</b>                          | C1-4  | <b>232</b>   | <b>61</b>    |
| <b>Fair value decrement on investments</b>                      |       |              |              |
| Fair value decrement on investments through profit and loss     |       | –            | 911          |
| <b>Total Fair value decrement on investments</b>                | C1-7  | <b>–</b>     | <b>911</b>   |
| <b>Other</b>  |       |              |              |
| Contributions/levies to other levels of government              |       |              |              |
| – Contribution to Dept of Planning                              |       | 306          | 296          |
| – Emergency services levy (includes FRNSW, SES, and RFS levies) |       | 3,271        | 2,526        |
| – Waste levy  |       | 2,848        | 4,424        |
| – Other contributions/levies                                    |       | 16           | 8            |
| Contributions & donations - community grants                    |       | 519          | 675          |
| <b>Total other</b>  |       | <b>6,960</b> | <b>7,929</b> |
| <b>Total other expenses</b>                                     |       | <b>7,192</b> | <b>8,901</b> |

### Material accounting policy information

Other expenses are recorded on an accruals basis when Council has an obligation for the expenses.

Impairment expenses are recognised when identified.

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## B4 Gains or losses

### B4-1 Gain or loss from the disposal, replacement and de-recognition of assets

| \$ '000   | Notes | 2024           | 2023           |
|---|-------|----------------|----------------|
| <b>Gain (or loss) on disposal of property (excl. investment property)</b>     |       |                |                |
| Proceeds from disposal – property   |       | 572            | –              |
| Less: carrying amount of property assets sold/written off                     |       | (192)          | (1,708)        |
| <b>Gain (or loss) on disposal</b>   |       | <b>380</b>     | <b>(1,708)</b> |
| <b>Gain (or loss) on disposal of plant and equipment</b>                      |       |                |                |
|   | C1-6  |                |                |
| Proceeds from disposal – plant and equipment                                  |       | 1,727          | 1,987          |
| Less: carrying amount of plant and equipment assets sold/written off          |       | (958)          | (898)          |
| <b>Gain (or loss) on disposal</b>   |       | <b>769</b>     | <b>1,089</b>   |
| <b>Gain (or loss) on disposal of Roads, bridges and footpaths</b>             |       |                |                |
|   | C1-6  |                |                |
| Less: carrying amount of Roads, bridges and footpaths assets sold/written off |       | (2,413)        | (1,023)        |
| <b>Gain (or loss) on disposal</b>   |       | <b>(2,413)</b> | <b>(1,023)</b> |
| <b>Gain (or loss) on disposal of investments</b>                              |       |                |                |
|   | C1-2  |                |                |
| Proceeds from disposal/redemptions/maturities – financial assets <sup>1</sup> |       | –              | 101            |
| <b>Gain (or loss) on disposal</b>   |       | <b>–</b>       | <b>101</b>     |
| <b>Gain (or loss) on disposal of Traffic Facilities &amp; Structures</b>      |       |                |                |
| Less: carrying amount of Road ancillary assets sold/written off               |       | (61)           | (15)           |
| <b>Gain (or loss) on disposal</b>   |       | <b>(61)</b>    | <b>(15)</b>    |
| <b>Gain (or loss) on disposal of Recreation &amp; Land Improvements</b>       |       |                |                |
| Less: carrying amount of Park assets sold/written off                         |       | (191)          | (302)          |
| <b>Gain (or loss) on disposal</b>   |       | <b>(191)</b>   | <b>(302)</b>   |
| <b>Gain (or loss) on disposal of Drainage assets</b>                          |       |                |                |
| Less: carrying amount of drainage assets sold/written off                     |       | (243)          | (24)           |
| <b>Gain (or loss) on disposal</b>   |       | <b>(243)</b>   | <b>(24)</b>    |
| <b>Gain (or loss) on disposal of Kerb and gutter</b>                          |       |                |                |
| Less: carrying amount of kerb and gutter assets sold/written off              |       | (461)          | (139)          |
| <b>Gain (or loss) on disposal</b>   |       | <b>(461)</b>   | <b>(139)</b>   |
| <b>Net gain (or loss) from disposal of assets</b>                             |       | <b>(2,220)</b> | <b>(2,021)</b> |

(1) This does not include investments that are rolled over, in full, with the same authorised deposit-taking institution.

## B5 Performance against budget

### B5-1 Material budget variations

Council's original budget was adopted by the Council on 27 June 2023 and is not required to be audited. The original projections on which the budget was based have been affected by a number of factors. These include state and federal government decisions, including new grant programs, changing economic activity, environmental factors, and by decisions made by Council.

While these General Purpose Financial Statements include the original budget adopted by Council, the Act requires Council to review its financial budget on a quarterly basis, so it is able to manage the variation between actuals and budget that invariably occur during the year.

**Material variations of more than 10%** between original budget and actual results or where the variance is considered material by nature are explained below.

**Variation Key:** **F** = Favourable budget variation, **U** = Unfavourable budget variation.

| \$ '000  | 2024<br>Budget | 2024<br>Actual | 2024<br>Variance |                 |
|--|----------------|----------------|------------------|-----------------|
| <b>Revenues</b>  |                |                |                  |                 |
| <b>Capital grants and contributions</b>  | 13,286         | 54,691         | 41,405           | 312% <b>F</b>   |
| Mainly due to greater than anticipated Section 7.11 contributions received as a result of increased development. These contributions are reliant on developer activity, and timing of receipts are outside of Council's control. |                |                |                  |                 |
| <b>Interest and investment revenue</b>   | 5,477          | 13,625         | 8,148            | 149% <b>F</b>   |
| Higher than anticipated cash holdings due to increased developer contributions. Higher returns on longer term investments.   |                |                |                  |                 |
| <b>Net gains from disposal of assets</b>   | 1,226          | -              | (1,226)          | (100)% <b>U</b> |
| The budget is based on Plant and Equipment sales and does not consider the disposal of infrastructure assets as a result of the capital works program.   |                |                |                  |                 |
| <b>Expenses</b>  |                |                |                  |                 |
| <b>Borrowing costs</b>   | 108            | 521            | (413)            | (382)% <b>U</b> |
| Balance reflects higher borrowing costs as a result of the remeasure of the right of use asset.  |                |                |                  |                 |
| <b>Net losses from disposal of assets</b>  | -              | 2,220          | (2,220)          | ∞ <b>U</b>      |
| Unbudgeted loss due to the disposal of infrastructure assets as a result of the works undertaken in the capital works program.   |                |                |                  |                 |
| <b>Statement of cash flows</b>   |                |                |                  |                 |
| <b>Cash flows from operating activities</b>  | 21,152         | 98,400         | 77,248           | 365% <b>F</b>   |
| Higher than anticipated receipt of grants and contributions received during the year.  |                |                |                  |                 |
| <b>Cash flows from investing activities</b>  | (116,710)      | (101,035)      | 15,675           | (13)% <b>F</b>  |
| A number of Council projects were deferred or delayed during the year which resulted in the variance from budget for the statement of cash flows.  |                |                |                  |                 |



## C Financial position

### C1 Assets we manage

#### C1-1 Cash and cash equivalents

| \$ '000                                | 2024          | 2023          |
|--|---------------|---------------|
| <b>Cash assets</b>                     |               |               |
| Cash on hand and at bank               | 2,520         | 3,747         |
| Cash equivalent assets                 |               |               |
| – Deposits at call <sup>1</sup>        | 20,903        | 24,814        |
| <b>Total cash and cash equivalents</b> | <b>23,423</b> | <b>28,561</b> |

(1) Includes term deposits with a term of less than 3 months

#### Reconciliation of cash and cash equivalents

|   |               |               |
|---|---------------|---------------|
| Total cash and cash equivalents per Statement of Financial Position | 23,423        | 28,561        |
| <b>Balance as per the Statement of Cash Flows</b>                   | <b>23,423</b> | <b>28,561</b> |

#### C1-2 Financial investments

| \$ '000  | 2024<br>Current | 2024<br>Non-current | 2023<br>Current | 2023<br>Non-current |
|--|-----------------|---------------------|-----------------|---------------------|
| <b>Debt securities at amortised cost</b>                   |                 |                     |                 |                     |
| Long term deposits <sup>2</sup>                            | 134,000         | –                   | 87,000          | –                   |
| NCD's, FRN's (with maturities > 3 months)                  | 8,900           | 80,024              | 3,000           | 53,093              |
| Fixed bonds  | 28,104          | 36,076              | 15,492          | 60,551              |
| <b>Total</b>   | <b>171,004</b>  | <b>116,100</b>      | <b>105,492</b>  | <b>113,644</b>      |
| <b>Total financial investments</b>                         | <b>171,004</b>  | <b>116,100</b>      | <b>105,492</b>  | <b>113,644</b>      |
| <b>Total cash assets, cash equivalents and investments</b> | <b>194,427</b>  | <b>116,100</b>      | <b>134,053</b>  | <b>113,644</b>      |

(2) Does not include term deposits with a term of less than 3 months

#### Material accounting policy information

Financial instruments are recognised initially on the date that the Council becomes party to the contractual provisions of the instrument.

On initial recognition, all financial instruments are measured at fair value plus transaction costs (except for instruments measured at fair value through profit or loss where transaction costs are expensed as incurred).

#### Financial assets

All recognised financial assets are subsequently measured in their entirety at either amortised cost or fair value, depending on the classification of the financial assets.

#### Classification

On initial recognition, Council classifies its financial assets into the following categories – those measured at:

- amortised cost

Financial assets are not reclassified subsequent to their initial recognition.

## C1-2 Financial investments (continued)

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### Amortised cost

Council's financial assets measured at amortised cost comprise trade and other receivables, term deposits and cash and cash equivalents in the Statement of Financial Position. Term deposits with an initial term of more than 3 months are classified as investments rather than cash and cash equivalents.

Subsequent to initial recognition, these assets are carried at amortised cost using the effective interest rate method less provision for impairment.

Interest income, impairment and gains or loss on de-recognition are recognised in profit or loss.

### Recognition and de-recognition

Regular purchases and sales of financial assets are recognised on trade-date: the date on which Council commits to purchase or sell the asset. Investments are initially recognised at fair value plus transaction costs for all financial assets not carried at fair value through profit or loss. Financial assets carried at fair value through profit or loss are initially recognised at fair value and transaction costs are expensed in the income statement. Financial assets are derecognised when the rights to receive cash flows from the financial assets have expired or have been transferred and Council has transferred substantially all the risks and rewards of ownership.

When securities classified as available-for-sale are sold, the accumulated fair value adjustments recognised in equity are included in the Income Statement as gains and losses from investment securities.

### Investment Policy

Council has an approved investment policy complying with Section 625 of the Local Government Act 1993 (NSW) and Clause 212 of the Local Government (General) Regulation 2021 (NSW).

Investments are placed and managed in accordance with that policy and having particular regard to authorised investments prescribed under the Ministerial Local Government Investment Order. Council maintains an investment policy that complies with the Act and ensures that it, or its representatives, exercise the care, diligence and skill that a prudent person would exercise in investing Council funds.

### Impairment of financial assets

Council assesses at the end of each reporting period whether there is objective evidence that a financial asset or group of financial assets is impaired. A financial asset or a group of financial assets is impaired and impairment losses are incurred only if there is objective evidence of impairment as a result of one or more events that occurred after the initial recognition of the asset (a 'loss event') and that loss event (or events) has an impact on the estimated future cash flows of the financial asset or group of financial assets that can be reliably estimated.

## C1-3 Restricted and allocated cash, cash equivalents and investments

| \$ '000  | 2024             | 2023             |
|--|------------------|------------------|
| (a) Externally restricted cash, cash equivalents and investments                         |                  |                  |
| <b>Total cash, cash equivalents and investments</b>                                      | <b>310,527</b>   | 247,697          |
| Less: Externally restricted cash, cash equivalents and investments                       | <u>(195,217)</u> | <u>(130,599)</u> |
| <b>Cash, cash equivalents and investments not subject to external restrictions</b>       | <b>115,310</b>   | 117,098          |
| <b>External restrictions</b>   |                  |                  |
| <b>External restrictions – included in liabilities</b>                                   |                  |                  |
| External restrictions included in cash, cash equivalents and investments above comprise: |                  |                  |
| Specific purpose unexpended grants – general fund  | <u>22,706</u>    | 14,260           |
| <b>External restrictions – included in liabilities</b>                                   | <b>22,706</b>    | 14,260           |
| <b>External restrictions – other</b>   |                  |                  |
| External restrictions included in cash, cash equivalents and investments above comprise: |                  |                  |
| Developer contributions – general  | <b>126,380</b>   | 79,599           |
| Stormwater management  | <b>1,086</b>     | 1,009            |
| Macquarie park special rate  | <b>5,417</b>     | 3,706            |
| Infrastructure special rate reserve  | <b>15,359</b>    | 9,818            |
| Domestic waste management  | <b>24,269</b>    | 22,207           |
| <b>External restrictions – other</b>   | <b>172,511</b>   | 116,339          |
| <b>Total external restrictions</b>   | <b>195,217</b>   | 130,599          |

Cash, cash equivalents and investments subject to external restrictions are those which are only available for specific use by Council due to a restriction placed by legislation or third-party contractual agreement.

## C1-3 Restricted and allocated cash, cash equivalents and investments (continued)

| \$ '000  | 2024             | 2023             |
|--|------------------|------------------|
| <b>(b) Internal allocations</b>  |                  |                  |
| <b>Cash, cash equivalents and investments not subject to external restrictions</b> | <b>115,310</b>   | <b>117,098</b>   |
| Less: Internally restricted cash, cash equivalents and investments                 | <u>(106,941)</u> | <u>(108,600)</u> |
| <b>Unrestricted and unallocated cash, cash equivalents and investments</b>         | <b>8,369</b>     | <b>8,498</b>     |
| <b>Internal allocations</b>  |                  |                  |
| At 30 June, Council has internally allocated funds to the following:               |                  |                  |
| Plant and vehicle replacement  | 7,667            | 7,440            |
| Employees leave entitlement  | 5,315            | 4,556            |
| Incomplete/carry over works and projects   | 608              | 601              |
| Refundable deposits  | 18,790           | 17,652           |
| Asset replacement reserve  | 12,449           | 10,588           |
| Investment property reserve  | 17,482           | 21,632           |
| Ryde Central reserve   | 8,927            | 9,375            |
| Accommodation reserve  | 11,639           | 16,488           |
| Workers compensation   | 3,000            | 3,000            |
| Council election reserve   | 1,205            | 845              |
| Asset expansion reserve  | 6,832            | 4,779            |
| Affordable housing reserve   | 2,037            | 1,521            |
| Information Technology Reserve   | 2,395            | 2,195            |
| Other  | 8,595            | 7,928            |
| <b>Total internal allocations <sup>1</sup></b>                                     | <b>106,941</b>   | <b>108,600</b>   |

(1) Internal allocations include those assets, the use of which are only restricted by a resolution or policy of Council, these are restricted for prudent financial management purposes.

## C1-4 Receivables

| \$ '000   | 2024          |              | 2023          |             |
|---|---------------|--------------|---------------|-------------|
|   | Current       | Non-current  | Current       | Non-current |
| Rates and annual charges <sup>1</sup>               | 1,896         | 1,350        | 2,658         | 590         |
| Interest and extra charges                          | 517           | –            | 373           | –           |
| User charges and fees <sup>2</sup>                  | 3,510         | –            | 4,243         | –           |
| Government grants and subsidies                     | 1,544         | –            | 1,065         | –           |
| Net GST receivable                                  | 1,066         | –            | 1,628         | –           |
| Accrued revenues                                    |               |              |               |             |
| – Interest on investments                           | 3,595         | –            | 2,084         | –           |
| Fines   | 405           | –            | 408           | –           |
| Asset sales   | 108           | –            | –             | –           |
| Community Recycle Centre                            | –             | 22           | –             | 22          |
| <b>Total</b>  | <b>12,641</b> | <b>1,372</b> | <b>12,459</b> | <b>612</b>  |
| <b>Less: provision for impairment</b>               |               |              |               |             |
| User charges and fees                               | (723)         | –            | (502)         | –           |
| <b>Total provision for impairment – receivables</b> | <b>(723)</b>  | <b>–</b>     | <b>(502)</b>  | <b>–</b>    |
| <b>Total net receivables</b>                        | <b>11,918</b> | <b>1,372</b> | <b>11,957</b> | <b>612</b>  |

(1) Rates and annual charges are secured by underlying properties

(2) User fees and charges are unsecured. A provision for impairment (doubtful debts) has already been provided

| \$ '000  | 2024       | 2023       |
|--|------------|------------|
| <b>Movement in provision for impairment of receivables</b> |            |            |
| Balance at the beginning of the year                       | 502        | 510        |
| + new provisions recognised during the year                | 231        | 73         |
| – amounts already provided for and written off this year   | (5)        | (6)        |
| – amounts provided for but recovered during the year       | (3)        | (26)       |
| – previous impairment losses reversed                      | (2)        | (49)       |
| <b>Balance at the end of the year</b>                      | <b>723</b> | <b>502</b> |

## C1-4 Receivables (continued)

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### Material accounting policy information

Receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. They are included in current assets, except for those with maturities greater than 12 months after the reporting date which that are classified as non-current assets.

Receivables are recognised initially at fair value and subsequently measured at amortised cost using the effective interest method, less provision for impairment. Receivables are generally due for settlement within 14 days.

Cash flows relating to short-term receivables are not discounted if the effect of discounting is immaterial.

### Impairment

Impairment of financial assets measured at amortised cost is recognised on an expected credit loss (ECL) basis.

When determining whether the credit risk of a financial asset has increased significantly since initial recognition, and when estimating ECL, the Council considers reasonable and supportable information that is relevant and available without undue cost or effort. This includes both quantitative and qualitative information and analysis based on Council's historical experience and informed credit assessment, and including forward-looking information.

When considering the ECL for rates debtors, Council takes into account that unpaid rates represent a charge against the rateable property that will be recovered when the property is next sold. For non-rates debtors, Council uses the presumption that an asset which is more than 30 days past due has seen a significant increase in credit risk.

Credit losses are measured as the present value of the difference between the cash flows due to the entity in accordance with the contract, and the cash flows expected to be received. This is applied using a probability weighted approach.

On initial recognition of the asset, an estimate of the expected credit losses for the next 12 months is recognised. Where the asset has experienced significant increase in credit risk then the lifetime losses are estimated and recognised.

Council uses the simplified approach for trade receivables where the expected lifetime credit losses are recognised on day 1.

There has been no change in the estimation techniques or significant assumptions made during the current reporting period.

A debt write-off is only considered after all attempts and appropriate measures of collecting the debt have failed, and where atleast one of the following conditions is satisfied: the debt cannot be proven; the debt is of a size that makes the use of external debt collection agency economically unviable; the debtor and/or their assets cannot be located; the debt is statute barred (the age of the claim is beyond legislatively time constraints); the debtor has been declared bankrupt (personal) or in liquidation (corporate) or the company is deregistered; or the debtor is deceased.

## C1-5 Inventories

| \$ '000                          | 2024<br>Current | 2024<br>Non-current | 2023<br>Current | 2023<br>Non-current |
|----------------------------------|-----------------|---------------------|-----------------|---------------------|
| <b>(i) Inventories at cost</b>   |                 |                     |                 |                     |
| Stores and materials             | 700             | -                   | 775             | -                   |
| <b>Total inventories at cost</b> | <b>700</b>      | <b>-</b>            | <b>775</b>      | <b>-</b>            |
| <b>Total inventories</b>         | <b>700</b>      | <b>-</b>            | <b>775</b>      | <b>-</b>            |

### Current assets not anticipated to be settled within the next 12 months

The following inventories and other assets, even though classified as current are not expected to be recovered in the next 12 months;

| \$ '000                           | 2024       | 2023       |
|-----------------------------------|------------|------------|
| Stores and materials <sup>1</sup> | 447        | 447        |
|                                   | <b>447</b> | <b>447</b> |

(1) This represents a stockpile of material that is held at Porters Creek, made from recycled building materials and it will take more than 12 months for this to be used.

### Material accounting policy information

Raw materials and stores are stated at the lower of cost and net realisable value. Costs are assigned to individual items of inventory on the basis of weighted average costs. Costs of purchased inventory are determined after deducting rebates and discounts. 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.

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## C1-6 Infrastructure, property, plant and equipment

| By aggregated asset class                                  | At 1 July 2023                 |   |                              | Asset movements during the reporting period |                      |                             |                      |               |                                      |   | At 30 June 2024       |   |                     |
|--|--------------------------------|---|------------------------------|---|----------------------|-----------------------------|----------------------|---------------|--------------------------------------|---|-----------------------|---|---------------------|
|  | Gross carrying amount Restated | Accumulated depreciation and impairment | Net carrying amount Restated | Additions renewals <sup>1</sup>             | Additions new assets | Carrying value of disposals | Depreciation expense | WIP transfers | Asset revaluation – gross book value | Asset revaluation – accumulated depreciation and impairment | Gross carrying amount | Accumulated depreciation and impairment | Net carrying amount |
| <b>\$ '000</b>   |                                |   |                              |   |                      |                             |                      |               |                                      |   |                       |   |                     |
| Capital work in progress                                   | 35,067                         | –                                       | 35,067                       | 11,734                                      | 8,202                | –                           | –                    | (14,549)      | –                                    | –   | 40,454                | –                                       | 40,454              |
| Plant and equipment  | 30,037                         | (18,932)                                | 11,105                       | –   | 3,679                | (958)                       | (2,278)              | –             | –                                    | –   | 31,118                | (19,570)                                | 11,548              |
| Office equipment   | 17,863                         | (14,344)                                | 3,519                        | –   | –                    | –                           | (1,264)              | –             | –                                    | –   | 17,863                | (15,608)                                | 2,255               |
| Leased plant and equipment                                 | 163                            | (163)                                   | –                            | –   | –                    | –                           | –                    | –             | –                                    | –   | 163                   | (163)                                   | –                   |
| <b>Land:</b>   |                                |   |                              |   |                      |                             |                      |               |                                      |   |                       |   |                     |
| – Operational land   | 594,860                        | –                                       | 594,860                      | –   | –                    | (192)                       | –                    | –             | –                                    | –   | 594,668               | –                                       | 594,668             |
| – Community land   | 150,313                        | –                                       | 150,313                      | –   | –                    | –                           | –                    | –             | (11,274)                             | –   | 139,039               | –                                       | 139,039             |
| – Crown land   | 66,565                         | –                                       | 66,565                       | –   | –                    | –                           | –                    | –             | (4,992)                              | –   | 61,573                | –                                       | 61,573              |
| – Land under roads (post 30/6/08)                          | 1,234                          | –                                       | 1,234                        | –   | –                    | –                           | –                    | –             | –                                    | –   | 1,234                 | –                                       | 1,234               |
| <b>Infrastructure:</b>                                     |                                |   |                              |   |                      |                             |                      |               |                                      |   |                       |   |                     |
| <b>Buildings</b>   |                                |   |                              |   |                      |                             |                      |               |                                      |   |                       |   |                     |
| – Buildings – non-specialised                              | 173,157                        | (70,672)                                | 102,485                      | 1,197                                       | –                    | –                           | (4,230)              | 6,267         | 8,312                                | (3,595)   | 188,933               | (78,497)                                | 110,436             |
| – Buildings – specialised                                  | 70,048                         | (25,347)                                | 44,701                       | 337   | –                    | –                           | (1,630)              | 91            | 3,362                                | (1,295)   | 73,837                | (28,271)                                | 45,566              |
| Roadside structures  | 24,516                         | (6,317)                                 | 18,199                       | 24  | 14                   | (55)                        | (811)                | 13            | 878                                  | (210)   | 25,333                | (7,281)                                 | 18,052              |
| - Foreshore Assets   | 18,190                         | (5,563)                                 | 12,627                       | 92  | –                    | –                           | (207)                | –             | 655                                  | (208)   | 18,940                | (5,981)                                 | 12,959              |
| - Carparks   | 19,919                         | (7,149)                                 | 12,770                       | –   | 26                   | (11)                        | (336)                | –             | 716                                  | (269)   | 20,639                | (7,743)                                 | 12,896              |
| – Traffic facilities and devices                           | 29,489                         | (7,019)                                 | 22,470                       | –   | 201                  | (6)                         | (655)                | 48            | 1,061                                | (276)   | 30,792                | (7,949)                                 | 22,843              |
| – Kerb and guttering                                       | 138,097                        | (61,564)                                | 76,533                       | 522   | 202                  | (461)                       | (1,366)              | 983           | 4,945                                | (2,256)   | 144,022               | (64,920)                                | 79,102              |
| – Other structures   | –                              | –                                       | –                            | –   | –                    | –                           | –                    | –             | –                                    | –   | –                     | –                                       | –                   |
| – Bridges  | 21,336                         | (5,873)                                 | 15,463                       | –   | –                    | –                           | (294)                | –             | 768                                  | (222)   | 22,106                | (6,391)                                 | 15,715              |
| – Roads  | 293,454                        | (113,104)                               | 180,350                      | 5,913                                       | 394                  | (2,162)                     | (5,041)              | 1,517         | 10,385                               | (4,152)   | 306,687               | (119,483)                               | 187,204             |
| – Footpaths and cycleways                                  | 151,889                        | (70,655)                                | 81,234                       | 973   | 920                  | (240)                       | (1,964)              | 354           | 5,442                                | (2,596)   | 158,843               | (74,720)                                | 84,123              |
| – Stormwater drainage                                      | 393,856                        | (143,184)                               | 250,672                      | 1,575                                       | 29                   | (243)                       | (3,854)              | 5,128         | 14,153                               | (5,277)   | 414,036               | (151,853)                               | 262,183             |
| – Recreation and land improvements                         | 109,126                        | (23,864)                                | 85,262                       | 555   | 268                  | (191)                       | (3,056)              | 148           | 3,920                                | (968)   | 113,785               | (27,847)                                | 85,938              |
| <b>Other assets:</b>                                       |                                |   |                              |   |                      |                             |                      |               |                                      |   |                       |   |                     |
| – Heritage collections                                     | 110                            | –                                       | 110                          | –   | –                    | –                           | –                    | –             | –                                    | –   | 110                   | –                                       | 110                 |
| <b>Total infrastructure, property, plant and equipment</b> | <b>2,339,289</b>               | <b>(573,750)</b>                        | <b>1,765,539</b>             | <b>22,922</b>                               | <b>13,935</b>        | <b>(4,519)</b>              | <b>(26,986)</b>      | <b>–</b>      | <b>38,331</b>                        | <b>(21,324)</b>   | <b>2,404,175</b>      | <b>(616,277)</b>                        | <b>1,787,898</b>    |

(1) Renewals are defined as the replacement of existing assets (as opposed to the acquisition of new assets).



## C1-6 Infrastructure, property, plant and equipment (continued)

| By aggregated asset class                                  | At 1 July 2022                                 |   |                                 | Asset movements during the reporting period |                                  |                             |                      |               |                                      |   | At 30 June 2023                                |   |                                 |
|--|--|---|---------------------------------|---|----------------------------------|-----------------------------|----------------------|---------------|--------------------------------------|---|--|---|---------------------------------|
|  | Gross carrying amount <sup>2</sup><br>Restated | Accumulated depreciation and impairment | Net carrying amount<br>Restated | Additions renewals <sup>1</sup><br>Restated | Additions new assets<br>Restated | Carrying value of disposals | Depreciation expense | WIP transfers | Asset revaluation - gross book value | Asset revaluation - accumulated depreciation and impairment | Gross carrying amount <sup>2</sup><br>Restated | Accumulated depreciation and impairment | Net carrying amount<br>Restated |
| <b>\$ '000</b>   |  |   |                                 |   |                                  |                             |                      |               |                                      |   |  |   |                                 |
| Capital work in progress (restated)                        | 19,669   | –                                       | 19,669                          | 4,181                                       | 15,025                           | –                           | –                    | (3,808)       | –                                    | –   | 35,067   | –                                       | 35,067                          |
| Plant and equipment  | 29,455   | (18,570)                                | 10,885                          | –   | 3,221                            | (898)                       | (2,103)              | –             | –                                    | –   | 30,037   | (18,932)                                | 11,105                          |
| Office equipment   | 17,863   | (12,266)                                | 5,597                           | –   | –                                | –                           | (2,078)              | –             | –                                    | –   | 17,863   | (14,344)                                | 3,519                           |
| Leased plant and equipment                                 | 163  | (163)                                   | –                               | –   | –                                | –                           | –                    | –             | –                                    | –   | 163  | (163)                                   | –                               |
| <b>Land:</b>   |  |   |                                 |   |                                  |                             |                      |               |                                      |   |  |   |                                 |
| – Operational land   | 420,396  | –                                       | 420,396                         | –   | –                                | –                           | –                    | –             | 174,464                              | –   | 594,860  | –                                       | 594,860                         |
| – Community land   | 104,671  | –                                       | 104,671                         | –   | –                                | –                           | –                    | –             | 45,642                               | –   | 150,313  | –                                       | 150,313                         |
| – Crown land   | 46,203   | –                                       | 46,203                          | –   | –                                | –                           | –                    | –             | 20,362                               | –   | 66,565   | –                                       | 66,565                          |
| – Land under roads (post 30/6/08)                          | 1,234  | –                                       | 1,234                           | –   | –                                | –                           | –                    | –             | –                                    | –   | 1,234  | –                                       | 1,234                           |
| <b>Infrastructure:</b>                                     |  |   |                                 |   |                                  |                             |                      |               |                                      |   |  |   |                                 |
| – Buildings – non-specialised                              | 158,034  | (65,894)                                | 92,140                          | 433   | 709                              | (1,708)                     | (4,095)              | 1,314         | 15,729                               | (2,037)   | 173,157  | (70,672)                                | 102,485                         |
| – Buildings – specialised                                  | 68,494   | (23,418)                                | 45,076                          | –   | –                                | –                           | (1,599)              | –             | 1,554                                | (330)   | 70,048   | (25,347)                                | 44,701                          |
| – Roads  | 279,367  | (105,088)                               | 174,279                         | 4,320                                       | –                                | (943)                       | (4,806)              | 330           | 11,693                               | (4,523)   | 293,454  | (113,104)                               | 180,350                         |
| – Traffic facilities and devices                           | 25,028   | (5,332)                                 | 19,696                          | 466   | 27                               | (14)                        | (570)                | 21            | 3,965                                | (1,121)   | 29,489   | (7,019)                                 | 22,470                          |
| – Bridges  | 20,282   | (5,677)                                 | 14,605                          | 1,350                                       | –                                | –                           | (277)                | –             | (296)                                | 81  | 21,336   | (5,873)                                 | 15,463                          |
| – Footpaths and cycleways                                  | 142,059  | (64,870)                                | 77,189                          | 620   | 382                              | (76)                        | (1,847)              | 208           | 8,922                                | (4,164)   | 151,889  | (70,655)                                | 81,234                          |
| – Kerb and guttering                                       | 120,229  | (52,781)                                | 67,448                          | 612   | –                                | (139)                       | (1,202)              | 274           | 17,237                               | (7,697)   | 138,097  | (61,564)                                | 76,533                          |
| – Carparks   | 17,801   | (6,098)                                 | 11,703                          | 40  | –                                | (3)                         | (303)                | –             | 2,083                                | (750)   | 19,919   | (7,149)                                 | 12,770                          |
| – Foreshore Assets   | 17,291   | (5,089)                                 | 12,202                          | –   | –                                | –                           | (198)                | –             | 899                                  | (276)   | 18,190   | (5,563)                                 | 12,627                          |
| Roadside structures  | 23,301   | (5,221)                                 | 18,080                          | –   | 5                                | (2)                         | (781)                | –             | 1,212                                | (315)   | 24,516   | (6,317)                                 | 18,199                          |
| – Stormwater drainage                                      | 317,424  | (111,148)                               | 206,276                         | 617   | –                                | (23)                        | (3,176)              | 428           | 75,452                               | (28,902)  | 393,856  | (143,184)                               | 250,672                         |
| – Recreation and land improvements                         | 97,561   | (19,711)                                | 77,850                          | 1,004                                       | 83                               | (302)                       | (2,757)              | 1,233         | 9,715                                | (1,564)   | 109,126  | (23,864)                                | 85,262                          |
| <b>Other assets:</b>                                       |  |   |                                 |   |                                  |                             |                      |               |                                      |   |  |   |                                 |
| – Heritage collections                                     | 110  | –                                       | 110                             | –   | –                                | –                           | –                    | –             | –                                    | –   | 110  | –                                       | 110                             |
| <b>Total infrastructure, property, plant and equipment</b> | <b>1,926,635</b>                               | <b>(501,326)</b>                        | <b>1,425,309</b>                | <b>13,643</b>                               | <b>19,452</b>                    | <b>(4,108)</b>              | <b>(25,792)</b>      | <b>–</b>      | <b>388,633</b>                       | <b>(51,598)</b>   | <b>2,339,289</b>                               | <b>(573,750)</b>                        | <b>1,765,539</b>                |

(1) Renewals are defined as the replacement of existing assets (as opposed to the acquisition of new assets).

(2) The restated value refers to the adjustment of prior period Capital Works in Progress correction of errors. The details of this correction can be found in Note F3-1

## C1-6 Infrastructure, property, plant and equipment (continued)

### Material accounting policy information

#### Initial recognition of infrastructure, property, plant and equipment (IPPE)

IPPE is measured initially at cost. Cost includes the fair value of the consideration given to acquire the asset (net of discounts and rebates) and any directly attributable cost of bringing the asset to working condition for its intended use (inclusive of import duties and taxes).

When infrastructure, property, plant and equipment is acquired by Council at significantly below fair value, the assets are initially recognised at their fair value at acquisition date.

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

#### Useful lives of IPPE

Land is not depreciated. Depreciation on other assets is calculated using the straight-line method to allocate their cost, net of their residual values, over their estimated useful lives as follows:

| Asset Category   | Useful Life (Years) | Depreciation Rate |
|--|---------------------|-------------------|
| Drainage assets  | 40 - 200            | 0.50% - 2.50%     |
| Land Improvements                                      | 25 - 25             | 4.00% - 4.00%     |
| Other assets - traffic facilities, roadside structures | 20 - 150            | 0.67% - 5.00%     |
| Other structures                                       | 20 - 150            | 0.67% - 5.00%     |
| Road assets – roads, bridges and footpaths             | 15 - 100            | 1.00% - 6.67%     |
| Plant & Equipment                                      | 5 - 50              | 2.00% - 20.00%    |
| Buildings - Specialised/Non Specialised                | 40-100              | 1.00% - 2.50%     |
| Office Equipment                                       | 5-10                | 10.00% - 20.00%   |

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at each reporting date.

#### Revaluation model

Infrastructure, property, plant and equipment are held at fair value. Comprehensive valuations are performed at least every 5 years, however the carrying amount of assets is assessed by Council at each reporting date to confirm that it is not materially different from current fair value.

Increases in the carrying amounts arising on revaluation are credited to the IPPE revaluation reserve. To the extent that the increase reverses a decrease previously recognising profit or loss relating to that asset class, the increase is first recognised as profit or loss. Decreases that reverse previous increases of assets in the same class are first charged against IPPE revaluation reserve to the extent of the remaining reserve attributable to the class; all other decreases are charged to the Income Statement.

#### Land under roads

Land under roads is land under roadways and road reserves including land under footpaths, nature strips and median strips.

Council has elected not to recognise land under roads acquired before 1 July 2008 in accordance with AASB 1051 Land Under Roads.

#### Crown land (reserves)

Crown land (reserves) under Council's care and control are recognised as assets of the Council. While ownership of the land remains with the Crown, Council retains operational control of the land and is responsible for their maintenance and use in accordance with the specific purposes to which the lands are dedicated. Maintenance costs incurred by Council and revenues relating to the Crown lands are recognised within Council's Income Statement.

Improvements on Crown lands are also recorded as assets, while maintenance costs incurred by Council relating to the lands are recognised within Council's Income Statement.

Councils does not have any Rural Fire Services assets.

## C1-7 Investment properties

| \$ '000 | 2024 | 2023 |
|---------|------|------|
|---------|------|------|

### Owned investment property

|   |                |                |
|---|----------------|----------------|
| Investment property on hand at fair value | 181,425        | 180,625        |
| <b>Total owned investment property</b>    | <b>181,425</b> | <b>180,625</b> |

### Owned investment property

#### At fair value

|   |                |                |
|---|----------------|----------------|
| Opening balance at 1 July                   | 180,625        | 181,370        |
| Net gain/(loss) from fair value adjustments | 679            | (911)          |
| Capitalised subsequent expenditure          | 121            | 166            |
| <b>Closing balance at 30 June</b>           | <b>181,425</b> | <b>180,625</b> |

#### Material accounting policy information

Investment property, principally comprising freehold office buildings, is held for long-term rental yields and is not occupied by the Council. Changes in fair values are recorded in the Income Statement as part of other income.

## C1-8 Other

### Other assets

| \$ '000                      | 2024         |             | 2023         |             |
|------------------------------|--------------|-------------|--------------|-------------|
|                              | Current      | Non-current | Current      | Non-current |
| Prepayments                  | 1,452        | -           | 999          | -           |
| Prepayments – waste alliance | 819          | -           | 819          | -           |
| <b>Total other assets</b>    | <b>2,271</b> | <b>-</b>    | <b>1,818</b> | <b>-</b>    |

## C2 Leasing activities

### C2-1 Council as a lessee

Council has leases over a range of assets such as land and buildings. Information relating to the leases in place and associated balances and transactions is provided below.

#### Buildings

Council holds two leases for the administrative building at Richardson Place, North Ryde (NRO). The original lease terms were to 30 April 2021 and have subsequently been renewed to 30 April 2026, including a right to terminate with a minimum term of 3 years.

The building leases contain an annual pricing mechanism based on a fixed increase at each anniversary of the lease inception.

#### Extension options

At commencement date and each subsequent reporting date, Council assesses where it is reasonably certain that the early termination or extension options will be exercised.

#### (a) Right of use assets

| \$ '000   | Land & Buildings | Total        |
|---|------------------|--------------|
| <b>2024</b>   |                  |              |
| Opening balance at 1 July   | 6,863            | 6,863        |
| Depreciation charge   | (2,335)          | (2,335)      |
| Other movement  | (259)            | (259)        |
| <b>Balance at 30 June</b>   | <b>4,269</b>     | <b>4,269</b> |
| Right of Use asset is for the administrative building                       |                  |              |
| <b>2023</b>   |                  |              |
| Opening balance at 1 July   | 4,437            | 4,437        |
| Adjustments to right-of-use assets due to re-measurement of lease liability | 4,843            | 4,843        |
| Depreciation charge   | (2,417)          | (2,417)      |
| <b>Balance at 30 June</b>   | <b>6,863</b>     | <b>6,863</b> |

Right of Use asset is for the administrative building

#### (b) (i) Lease liability - maturity analysis

The maturity analysis of lease liabilities based on contractual undiscounted cash flows is shown in the table below:

| \$ '000     | < 1 year | 1 – 5 years | > 5 years | Total | Total per Statement of Financial Position |
|-------------|----------|-------------|-----------|-------|---|
| <b>2024</b> |          |             |           |       |   |
| Cash flows  | 2,330    | 2,102       | –         | 4,432 | 4,432                                     |
| <b>2023</b> |          |             |           |       |   |
| Cash flows  | 2,275    | 4,550       | –         | 6,825 | 6,825                                     |

## C2-1 Council as a lessee (continued)

### (c) Income Statement

The amounts recognised in the Income Statement relating to leases where Council is a lessee are shown below:

| \$ '000                             | 2024         | 2023         |
|-------------------------------------|--------------|--------------|
| Interest on lease liabilities       | 291          | 86           |
| Depreciation of right of use assets | 2,335        | 2,417        |
|                                     | <b>2,626</b> | <b>2,503</b> |

### (d) Statement of Cash Flows

|                               |                |                |
|-------------------------------|----------------|----------------|
| Total cash outflow for leases | (2,420)        | (2,334)        |
|                               | <b>(2,420)</b> | <b>(2,334)</b> |

### Material accounting policy information

At inception of a contract, Council assesses whether a lease exists – i.e. does the contract convey the right to control the use of an identified asset for a period of time in exchange for consideration?

Council has elected not to separate non-lease components from lease components for any class of asset and has accounted for payments as a single component.

At the lease commencement, Council recognises a right-of-use asset and associated lease liability for the lease term. The lease term includes extension periods where Council believes it is reasonably certain that the option will be exercised.

The right-of-use asset is measured using the cost model where cost on initial recognition comprises: the lease liability, initial direct costs, prepaid lease payments, estimated cost of removal and restoration, less any lease incentives received. The right-of-use asset is depreciated over the lease term on a straight-line basis and assessed for impairment in accordance with the impairment of asset accounting policy.

The lease liability is initially recognised at the present value of the remaining lease payments at the commencement of the lease. The discount rate is the rate implicit in the lease, however where this cannot be readily determined then the Council's incremental borrowing rate for a similar term with similar security is used.

Subsequent to initial recognition, the lease liability is measured at amortised cost using the effective interest rate method. The lease liability is re-measured when there is a lease modification, or change in estimate of the lease term or index upon which the lease payments are based (e.g. CPI).

Where the lease liability is re-measured, the right-of-use asset is adjusted to reflect the re-measurement.

#### Exceptions to lease accounting

Council has applied the exceptions to lease accounting for both short-term leases (i.e. leases with a term of less than or equal to 12 months) and leases of low-value assets. Council recognises the payments associated with these leases as an expense on a straight-line basis over the lease term.

#### Leases at significantly below market value / Concessionary leases

Council has elected to measure the right of use asset arising from the concessionary leases at cost which is based on the associated lease liability at initial recognition.

## C2-2 Council as a lessor

### Operating leases

The amounts recognised in the Income Statement relating to operating leases where Council is a lessor are shown below:

| \$ '000 | 2024 | 2023 |
|---------|------|------|
|---------|------|------|

#### (i) Assets held as investment property

Investment property operating leases principally comprise of freehold buildings, commercial spaces and residential townhouses.

The amounts recognised in the Income Statement relating to operating leases where Council is a lessor are shown below

|  |            |            |
|--|------------|------------|
| Lease income (excluding variable lease payments not dependent on an index or rate)   | 649        | 624        |
| Lease income relating to variable lease payments not dependent on an index or a rate | 3          | 3          |
| <b>Total income relating to operating leases for investment property assets</b>      | <b>652</b> | <b>627</b> |

#### Operating lease expenses

|  |              |              |
|--|--------------|--------------|
| Direct operating expenses that generated rental income | (142)        | (209)        |
| <b>Total expenses relating to operating leases</b>     | <b>(142)</b> | <b>(209)</b> |

#### (ii) Assets held as property, plant and equipment

Council provides operating leases on Council properties and buildings for the purpose of community services which must be provided by Council as well as where buildings may be leased at market value where the asset is held for future Council or community needs.

|  |              |              |
|--|--------------|--------------|
| Lease income (excluding variable lease payments not dependent on an index or rate)   | 3,102        | 2,416        |
| Lease income relating to variable lease payments not dependent on an index or a rate | 1,239        | 4,382        |
| <b>Total income relating to operating leases for Council assets</b>                  | <b>4,341</b> | <b>6,798</b> |

| \$ '000 | 2024 | 2023 |
|---------|------|------|
|---------|------|------|

#### (iii) Maturity analysis of contractual lease income

Maturity analysis of future lease income receivable showing the undiscounted lease payments to be received after reporting date for operating leases:

|   |              |              |
|---|--------------|--------------|
| < 1 year  | 270          | 461          |
| 1–2 years   | 93           | 145          |
| 2–3 years   | 70           | 69           |
| 3–4 years   | 72           | 70           |
| 4–5 years   | 73           | 72           |
| > 5 years   | 812          | 885          |
| <b>Total undiscounted lease payments to be received</b> | <b>1,390</b> | <b>1,702</b> |

## C3 Liabilities of Council

### C3-1 Payables

| \$ '000                                    | 2024          |             | 2023          |             |
|--|---------------|-------------|---------------|-------------|
|  | Current       | Non-current | Current       | Non-current |
| Goods and services – operating expenditure | 4,752         | –           | 2,841         | –           |
| Accrued expenses:                          |               |             |               |             |
| – Other expenditure accruals               | 3,203         | –           | 3,654         | –           |
| Security bonds, deposits and retentions    | 18,869        | –           | 17,742        | –           |
| Refundable fees                            | 678           | –           | 1,124         | –           |
| Government departments and agencies        | 83            | –           | 14            | –           |
| Prepaid rates                              | 1,189         | –           | 997           | –           |
| Other                                      | 74            | –           | 103           | –           |
| <b>Total payables</b>                      | <b>28,848</b> | <b>–</b>    | <b>26,475</b> | <b>–</b>    |

#### Current payables not anticipated to be settled within the next twelve months

| \$ '000   | 2024          | 2023          |
|---|---------------|---------------|
| The following liabilities, even though classified as current, are not expected to be settled in the next 12 months. |               |               |
| Payables – security bonds, deposits and retentions  | 15,095        | 14,121        |
| <b>Total payables</b>   | <b>15,095</b> | <b>14,121</b> |

#### Material accounting policy information

Council measures all financial liabilities initially at fair value less transaction costs, subsequently financial liabilities are measured at amortised cost using the effective interest rate method.

#### Payables

Payables represent liabilities for goods and services provided to Council prior to the end of financial year that are unpaid. The amounts are unsecured and are usually paid within 30 days of recognition.

### C3-2 Contract Liabilities

| \$ '000  | Notes | 2024         |               | 2023          |              |
|--|-------|--------------|---------------|---------------|--------------|
|  |       | Current      | Non-current   | Current       | Non-current  |
| <b>Grants and contributions received in advance:</b>                                   |       |              |               |               |              |
| Unexpended capital grants (to construct Council controlled assets)                     | (i)   | 3,511        | 19,017        | 8,497         | 5,284        |
| Unexpended operating grants (received prior to performance obligation being satisfied) | (ii)  | 180          | –             | 479           | –            |
| <b>Total grants received in advance</b>  |       | <b>3,691</b> | <b>19,017</b> | <b>8,976</b>  | <b>5,284</b> |
| <b>User fees and charges received in advance:</b>                                      |       |              |               |               |              |
| Upfront fees – leisure centre  | (iii) | –            | –             | 18            | –            |
| Upfront fees - Bookings  |       | 459          | –             | 498           | –            |
| Restoration works  |       | 2,860        | –             | 3,005         | –            |
| Other  |       | –            | –             | 74            | –            |
| <b>Total user fees and charges received in advance</b>                                 |       | <b>3,319</b> | <b>–</b>      | <b>3,595</b>  | <b>–</b>     |
| <b>Total contract liabilities</b>  |       | <b>7,010</b> | <b>19,017</b> | <b>12,571</b> | <b>5,284</b> |

#### Notes

continued on next page ...

## C3-2 Contract Liabilities (continued)

(i) Council has received funding to construct assets including sporting facilities, bridges, library and other infrastructure. The funds received are under an enforceable contract which require Council to construct an identified asset which will be under Council's control on completion. The revenue is recognised as Council constructs the asset and the contract liability reflects the funding received which cannot yet be recognised as revenue.

Movement during the year to non-current was a result of a review of the project completion will not incur in the current new year.

(ii) The contract liability relates to grants received prior to the revenue recognition criteria in AASB 15 being satisfied since the performance obligations are ongoing.

(iii) Upfront membership fees for the leisure centre do not meet the definition of a performance obligation and therefore the funds received are recorded as a contract liability on receipt and recognised as revenue over the expected average membership life.

### Material accounting policy information

Contract liabilities are recorded when consideration is received from a customer / fund provider prior to Council transferring a good or service to the customer, Council presents the funds which exceed revenue recognised as a contract liability.

## C3-3 Borrowings

| \$ '000                      | 2024      |             | 2023       |             |
|------------------------------|-----------|-------------|------------|-------------|
|                              | Current   | Non-current | Current    | Non-current |
| Loans – secured <sup>1</sup> | 47        | –           | 369        | 47          |
| <b>Total borrowings</b>      | <b>47</b> | <b>–</b>    | <b>369</b> | <b>47</b>   |

(1) Council is currently receiving a Low Interest Rate Subsidy (LIRS) for the loans to subsidise the interest payments of these loans.

### (a) Changes in liabilities arising from financing activities

| \$ '000  | 2023            |                | Non-cash movements |                    |  |                         | 2024            |
|--|-----------------|----------------|--------------------|--------------------|--|-------------------------|-----------------|
|  | Opening Balance | Cash flows     | Acquisition        | Fair value changes | Acquisition due to change in accounting policy | Other non-cash movement | Closing balance |
| Loans – secured                                    | 416             | (369)          | –                  | –                  | –  | –                       | 47              |
| Lease liability (Note C2-1b)                       | 6,825           | (2,393)        | –                  | –                  | –  | –                       | 4,432           |
| <b>Total liabilities from financing activities</b> | <b>7,241</b>    | <b>(2,762)</b> | <b>–</b>           | <b>–</b>           | <b>–</b>                                       | <b>–</b>                | <b>4,479</b>    |

| \$ '000  | 2022            |              | Non-cash movements |                    |  |                         | 2023            |
|--|-----------------|--------------|--------------------|--------------------|--|-------------------------|-----------------|
|  | Opening Balance | Cash flows   | Acquisition        | Fair value changes | Acquisition due to change in accounting policy | Other non-cash movement | Closing balance |
| Loans – secured                                    | 767             | (351)        | –                  | –                  | –  | –                       | 416             |
| Lease liability (Note C2-1b)                       | 4,235           | 2,590        | –                  | –                  | –  | –                       | 6,825           |
| <b>Total liabilities from financing activities</b> | <b>5,002</b>    | <b>2,239</b> | <b>–</b>           | <b>–</b>           | <b>–</b>                                       | <b>–</b>                | <b>7,241</b>    |

### (b) Financing arrangements

| \$ '000  | 2024       | 2023      |
|--|------------|-----------|
| <b>Total facilities</b>  |            |           |
| Total financing facilities available to Council at the reporting date are: |            |           |
| Credit cards/purchase cards  | 118        | 91        |
| <b>Total financing arrangements <sup>1</sup></b>                           | <b>118</b> | <b>91</b> |



**C3-3 Borrowings (continued)**

| \$ '000  | 2024       | 2023      |
|--|------------|-----------|
| <b>Drawn facilities</b>  |            |           |
| Financing facilities drawn down at the reporting date are:                   |            |           |
| <b>Undrawn facilities</b>  |            |           |
| Undrawn financing facilities available to Council at the reporting date are: |            |           |
| – Credit cards/purchase cards  | 108        | 77        |
| <b>Total undrawn financing arrangements</b>                                  | <b>108</b> | <b>77</b> |

**Additional financing arrangements information****Breaches and defaults**

During the current and prior year, there were no defaults or breaches on any of the loans.

(1) Council has no bank overdraft facility

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### C3-4 Employee benefit provisions

| \$ '000                                  | 2024          |             | 2023          |             |
|--|---------------|-------------|---------------|-------------|
|  | Current       | Non-current | Current       | Non-current |
| Annual and other accrued leave           | 4,388         | –           | 4,427         | –           |
| Sick leave                               | 113           | –           | 108           | –           |
| Long service leave                       | 8,916         | 825         | 8,827         | 817         |
| Other employee provisions                | 1,440         | –           | 1,438         | –           |
| <b>Total employee benefit provisions</b> | <b>14,857</b> | <b>825</b>  | <b>14,800</b> | <b>817</b>  |

#### Current employee benefit provisions not anticipated to be settled within the next twelve months

| \$ '000  | 2024    |             | 2023         |              |
|--|---------|-------------|--------------|--------------|
|  | Current | Non-current | Current      | Non-current  |
| The following provisions, even though classified as current, are not expected to be settled in the next 12 months. |         |             |              |              |
| Provisions – employees benefits  |         |             | 9,334        | 8,809        |
|  |         |             | <b>9,334</b> | <b>8,809</b> |

#### Material accounting policy information

Employee benefit provisions are presented as current liabilities in the Statement of Financial Position if Council does not have an unconditional right to defer settlement for at least 12 months after the reporting date, regardless of when the actual settlement is expected to occur and therefore all annual leave and vested long service leave (or that which vests within 12 months) is presented as current.

#### Short-term obligations

Liabilities for wages and salaries (including non-monetary benefits, annual leave and accumulating sick leave expected to be wholly settled within 12 months after the end of the period in which the employees render the related service) are recognised in respect of employees' services up to the end of the reporting period and are measured at the amounts expected to be paid when the liabilities are settled. The liability for annual leave and accumulating sick leave is recognised in the provision for employee benefits. All other short-term employee benefit obligations are presented as payables.

#### Other long-term employee benefit obligations

The liability for long-service leave and annual leave that is not expected to be wholly settled within 12 months after the end of the period in which the employees render the related service is recognised in the provision for employee benefits and measured as the present value of expected future payments to be made in respect of services provided by employees up to the end of the reporting period using the projected unit credit method. Consideration is given to expected future wage and salary levels, experience of employee departures, and periods of service. Expected future payments are discounted using market yields at the end of the reporting period on national government bonds with terms to maturity and currency that match, as closely as possible, the estimated future cash outflows.

#### On-costs

The employee benefit provisions include the aggregate on-cost liabilities that will arise when payment of current employee benefits is made in future periods.

These amounts include superannuation and workers compensation expenses which will be payable upon the future payment of certain leave liabilities which employees are entitled to at the reporting period.

### C3-5 Provisions

| \$ '000                             | 2024       |             | 2023     |             |
|-------------------------------------|------------|-------------|----------|-------------|
|                                     | Current    | Non-Current | Current  | Non-Current |
| <b>Other provisions</b>             |            |             |          |             |
| Contaminated soil                   | 246        | –           | –        | –           |
| <b>Sub-total – other provisions</b> | <b>246</b> | <b>–</b>    | <b>–</b> | <b>–</b>    |
| <b>Total provisions</b>             | <b>246</b> | <b>–</b>    | <b>–</b> | <b>–</b>    |

## C3-5 Provisions (continued)

| \$ '000   | 2024<br>Current | 2024<br>Non-Current | 2023<br>Current | 2023<br>Non-Current |
|---|-----------------|---------------------|-----------------|---------------------|
| <b>Total provisions relating to unrestricted assets</b> | <b>246</b>      | <b>–</b>            | <b>–</b>        | <b>–</b>            |

## Description of and movements in provisions

| \$ '000                               | Other provisions                   |            |
|---------------------------------------|------------------------------------|------------|
|                                       | Removal of<br>contaminated<br>soil | Total      |
| <b>2024</b>                           |                                    |            |
| <b>Other</b>                          | <b>246</b>                         | <b>246</b> |
| Total other provisions at end of year | <b>246</b>                         | <b>246</b> |

## Nature and purpose of provisions

**Contaminated soil**

The City of Ryde licence conditions require regular testing under the NSW EPA Regulations, this testing is performed by an independent contractor. Contamination was identified as part of this testing. The provision is for the removal of contaminated soil identified in the current financial year which is expected to be removed early financial year 2025.

**Material accounting policy information**

Provisions are recognised when Council has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources will be required to settle the obligation, and the amount has been reliably estimated.

Where there are a number of similar obligations, the likelihood that an outflow will be required in settlement is determined by considering the class of obligations as a whole. A provision is recognised even if the likelihood of an outflow with respect to any one item included in the same class of obligations may be small.

Provisions are measured at the present value of management's best estimate of the expenditure required to settle the present obligation at the reporting date. The discount rate used to determine the present value reflects current market assessments of the time value of money and the risks specific to the liability. The increase in the provision due to the passage of time is recognised as a borrowing cost.

## D Risks and accounting uncertainties

### D1-1 Risks relating to financial instruments held

Council's activities expose it to a variety of financial risks including (1) price risk, (2) credit risk, (3) liquidity risk and (4) interest rate risk.

The Council's overall risk management program 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 Council's finance section under policies approved by the Council.

The fair value of Council's financial assets and financial liabilities approximates their carrying value.

#### (a) Market risk – interest rate and price risk

| \$ '000  | 2024  | 2023  |
|--|-------|-------|
| The impact on result for the year and equity of a reasonably possible movement in the price of investments held and interest rates is shown below. The reasonably possible movements were determined based on historical movements and economic conditions in place at the reporting date. |       |       |
| Impact of a 1% movement in interest rates  |       |       |
| – Equity / Income Statement  | 3,080 | 2,440 |
| Impact of a 10% movement in price of investments   |       |       |
| – Equity / Income Statement <sup>1</sup>   | –     | –     |

(1) Movements in the price of investments is not calculated, as tradable investments are purchased with the intent to hold to maturity, at which point they are redeemed at face value.

## D1-1 Risks relating to financial instruments held (continued)

### (b) Credit risk

Council's major receivables comprise (i) rates and annual charges and (ii) user charges and fees.

Council manages the credit risk associated with these receivables by monitoring outstanding debt and employing stringent debt recovery procedures.

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

There are no significant concentrations of credit risk, whether through exposure to individual customers, specific industry sectors and/or regions.

Council makes suitable provision for doubtful receivables as required and carries out credit checks on most non-rate debtors.

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

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

#### Credit risk profile

##### Receivables – rates and annual charges

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

| \$ '000               | Not yet overdue rates and annual charges |           |           | Total |
|-----------------------|--|-----------|-----------|-------|
|                       | Not yet overdue                          | < 5 years | ≥ 5 years |       |
| <b>2024</b>           |  |           |           |       |
| Gross carrying amount | –  | 3,030     | 216       | 3,246 |
| <b>2023</b>           |  |           |           |       |
| Gross carrying amount | –  | 3,068     | 180       | 3,248 |

##### Receivables - non-rates and annual charges and contract assets

Council applies the simplified approach for non-rates and annual charges debtors and contract assets to provide for expected credit losses, which permits the use of the lifetime expected loss provision at inception. To measure the expected credit losses, non-rates and annual charges debtors and contract assets have been grouped based on shared credit risk characteristics and the days past due.

The loss allowance provision is determined as follows. The expected credit losses incorporate forward-looking information.

| \$ '000               | Not yet overdue | Overdue debts |              |              |           | Total  |
|-----------------------|-----------------|---------------|--------------|--------------|-----------|--------|
|                       |                 | 0 - 30 days   | 31 - 60 days | 61 - 90 days | > 91 days |        |
| <b>2024</b>           |                 |               |              |              |           |        |
| Gross carrying amount | 7,706           | 1,107         | 113          | 247          | 1,594     | 10,767 |
| ECL provision         | –               | –             | –            | –            | –         | –      |
| <b>2023</b>           |                 |               |              |              |           |        |
| Gross carrying amount | 9,823           | –             | –            | –            | –         | 9,823  |
| ECL provision         | –               | –             | –            | –            | –         | –      |

## D1-1 Risks relating to financial instruments held (continued)

### (c) Liquidity risk

Payables, lease liabilities and borrowings are both subject to liquidity risk – 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 (in extenuating circumstances) also be extended and overdraft facilities utilised as required.

The contractual undiscounted cash flows of Council's Payables and Borrowings are set out in the maturity table below.

The timing of cash flows presented in the table below to settle financial liabilities reflects the earliest contractual settlement dates. The timing of expected outflows is not expected to be materially different from contracted cashflows.

The amounts disclosed in the table are the undiscounted contracted cash flows for non-lease liabilities and therefore the balances in the table may not equal the balances in the Statement of Financial Position due to the effect of discounting.

| \$ '000                            | Weighted<br>average<br>interest<br>rate | Subject<br>to no<br>maturity | payable in: |                |           | Total cash<br>outflows | Actual<br>carrying<br>values |
|------------------------------------|---|------------------------------|-------------|----------------|-----------|------------------------|------------------------------|
|                                    |   |                              | ≤ 1 Year    | 1 - 5<br>Years | > 5 Years |                        |                              |
| <b>2024</b>                        |   |                              |             |                |           |                        |                              |
| Payables                           | 4.17%                                   | 18,869                       | –           | –              | –         | 18,869                 | 28,848                       |
| Borrowings                         | 3.50%                                   | –                            | –           | –              | –         | –                      | 47                           |
| <b>Total financial liabilities</b> |   | <b>18,869</b>                | <b>–</b>    | <b>–</b>       | <b>–</b>  | <b>18,869</b>          | <b>28,895</b>                |
| <b>2023</b>                        |   |                              |             |                |           |                        |                              |
| Payables                           | 0.00%                                   | 17,742                       | –           | –              | –         | 17,742                 | 26,475                       |
| Borrowings                         | 0.00%                                   | –                            | –           | –              | –         | –                      | 416                          |
| <b>Total financial liabilities</b> |   | <b>17,742</b>                | <b>–</b>    | <b>–</b>       | <b>–</b>  | <b>17,742</b>          | <b>26,891</b>                |

## D2-1 Fair value measurement

The Council measures the following asset and liability classes at fair value on a recurring basis:

- Infrastructure, property, plant and equipment
- Investment property

### Fair value hierarchy

All assets and liabilities measured at fair value are assigned to a level in the fair value hierarchy as follows:

**Level 1:** Unadjusted quoted prices in active markets for identical assets or liabilities that the entity can access at the measurement date

**Level 2:** Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly or indirectly

**Level 3:** Unobservable inputs for the asset or liability

The table below shows the assigned level for each asset and liability held at fair value by Council:

| \$ '000  | Notes | Fair value measurement hierarchy      |                |   |                  | Total            |                  |
|--|-------|---------------------------------------|----------------|---|------------------|------------------|------------------|
|  |       | Level 2 Significant observable inputs |                | Level 3 Significant unobservable inputs |                  | 2024             | 2023             |
|  |       | 2024                                  | 2023           | 2024                                    | 2023             |                  |                  |
| <b>Recurring fair value measurements</b>                   |       |                                       |                |   |                  |                  |                  |
| <b>Investment property</b> C1-7                            |       |                                       |                |   |                  |                  |                  |
| Investment properties                                      |       | 181,425                               | 180,625        | –                                       | –                | 181,425          | 180,625          |
| <b>Total investment property</b>                           |       | <b>181,425</b>                        | <b>180,625</b> | <b>–</b>                                | <b>–</b>         | <b>181,425</b>   | <b>180,625</b>   |
| <b>Infrastructure, property, plant and equipment</b> C1-6  |       |                                       |                |   |                  |                  |                  |
| - Operational land   |       | 594,668                               | 594,860        | –                                       | –                | 594,668          | 594,860          |
| - Community and Crown land                                 |       | –                                     | –              | 200,612                                 | 216,878          | 200,612          | 216,878          |
| - Land under roads   |       | –                                     | –              | 1,234                                   | 1,234            | 1,234            | 1,234            |
| - Buildings (Specialised and non-specialised)              |       | –                                     | –              | 156,002                                 | 147,186          | 156,002          | 147,186          |
| - Roads, Bridges, Footpaths                                |       | –                                     | –              | 388,987                                 | 376,050          | 388,987          | 376,050          |
| - Stormwater drainage                                      |       | –                                     | –              | 262,183                                 | 250,672          | 262,183          | 250,672          |
| - Plant & Equipment  |       | –                                     | –              | 11,548                                  | 11,105           | 11,548           | 11,105           |
| - Office Equipment   |       | –                                     | –              | 2,255                                   | 3,519            | 2,255            | 3,519            |
| - Roadside Structures                                      |       | –                                     | –              | 18,052                                  | 18,199           | 18,052           | 18,199           |
| - Foreshore Assets   |       | –                                     | –              | 12,959                                  | 12,627           | 12,959           | 12,627           |
| - Carparks   |       | –                                     | –              | 12,896                                  | 12,770           | 12,896           | 12,770           |
| - Recreational Land Improvements                           |       | –                                     | –              | 85,938                                  | 85,262           | 85,938           | 85,262           |
| - Heritage Collections                                     |       | –                                     | –              | 110                                     | 110              | 110              | 110              |
| <b>Total infrastructure, property, plant and equipment</b> |       | <b>594,668</b>                        | <b>594,860</b> | <b>1,152,776</b>                        | <b>1,135,612</b> | <b>1,747,444</b> | <b>1,730,472</b> |

### Non-recurring fair value measurements

### Valuation techniques

Council's non-current assets are continually revalued (over a 5 year period) in accordance with the fair valuation policy as mandated by the Office of Local Government. Further details of the revaluations policy is provided under Note C1-6

## D2-1 Fair value measurement (continued)

### Investment property

On an annual basis, Council engages external, independent and qualified valuers to determine the fair value of its investment properties. As at 30 June 2024, the fair values of the properties have been determined by Southern Alliance Valuation Services Pty Ltd.

The value of investment property has been determined using the market comparable approach that reflects recent transaction process for similar properties in the area.

### Infrastructure, property, plant and equipment (IPPE)

#### Land (Operational)

The fair value of Operational land has been determined by referencing it to current prices in an active market for similar properties. Where such information is not available, current prices in an active market for properties of different nature or recent prices of similar properties in less active markets, adjusted to reflect those differences are considered. Appropriate adjustments are also made for the inherent features of the property such as fire-prone, flood zonings and usability of the land.

Operational Land was last revalued as at 30 June 2020 as determined by Scott Fullarton Valuations Pty Ltd. and indexed values subsequently applied where applicable.

#### Buildings

The Council engages external, independent and qualified valuers to determine the fair value of the Council's buildings. Buildings were revalued in the 30 June 2023 financial year and the fair values were determined by Scott Fullarton Valuations Pty Ltd. This value was indexed by the Producer Price Index Australia in 2024.

The Gross Value of each building is obtained by applying a unit rate to a structure or a square metre rate to a building, based on its current replacement cost, which is the lowest cost of replacing the economic benefits of the existing asset using modern technology. The key unobservable input being the rate square metre has been benchmarked to construction costs of similar properties across the industry.

#### Level 3 measurements

#### Land (Community and Land under road)

Community Land has been valued by the Valuer General as at 1 July 2023. Council has resolved to not recognise Land Under Roads (LUR) acquired before 1 July 2008.

The key unobservable input to the valuation is a discount rate of 90% (englobo method) on the council/municipal average value.

#### Infrastructure assets

Valuations for infrastructure assets are performed internally by Council's engineering team. The gross value of the infrastructure assets are determined by unit rate to total volume which is normally square metres, lineal metres or individual items.

The unit rate, which is a key unobservable input, is determined using an assessment of average historical internal costs, and rates from contracts with third party suppliers. Infrastructure assets were last revalued at 30 June 2023 and were indexed in 2024. Council selected an index rate that reflected movements in internal costs from contracts with third parties.

The information presented in the Fair Value Measure Hierarchy table on unobservable input has been limited to significant components of the infrastructure assets as it is impracticable to provide information for all components.



## D2-1 Fair value measurement (continued)

### Fair value measurements using significant unobservable inputs (level 3)

A reconciliation of the movements in recurring fair value measurements allocated to Level 3 of the hierarchy is provided below:

| \$ '000  | Level 3          |                  |
|--|------------------|------------------|
|  | 2024             | 2023             |
| <b>Opening balance</b>   | <b>1,135,612</b> | 985,244          |
| <b>Total gains or losses for the period</b>                    |                  |                  |
| Recognised in other comprehensive income – revaluation surplus | <b>17,007</b>    | 162,571          |
| <b>Other movements</b>   |                  |                  |
| Purchases (Gross Book Value)                                   | <b>31,470</b>    | 17,697           |
| Disposals (Written Down Value)                                 | <b>(4,327)</b>   | (4,108)          |
| Depreciation and impairment                                    | <b>(26,986)</b>  | (25,792)         |
| <b>Closing balance</b>   | <b>1,152,776</b> | <b>1,135,612</b> |

Information relating to the transfers into and out of the level 3 fair valuation hierarchy includes:

There were no transfers of assets and liabilities between the hierarchies.

### Highest and best use

Current use of the assets noted above reflects the highest and best use as Operational Assets, and in accordance with current planning restrictions, the exceptions being the Investment Properties, which are to be developed, and may require planning changes to allow the development

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## D3-1 Contingencies

The following assets and liabilities do not qualify for recognition in the Statement of Financial Position, but their knowledge and disclosure is considered relevant to the users of Council's financial report.

### LIABILITIES NOT RECOGNISED

#### 1. Guarantees

##### (i) Defined benefit superannuation contribution plans

Council is party to an Industry Defined Benefit Plan under the Local Government Superannuation Scheme, named The Local Government Superannuation Scheme – Pool B (the Scheme) which is a defined benefit plan that has been deemed to be a 'multi-employer fund' for purposes of AASB119 Employee Benefits for the following reasons:

- Assets are not segregated within the sub-group according to the employees of each sponsoring employer.
- The contribution rates have been the same for all sponsoring employers. That is, contribution rates have not varied for each sponsoring employer according to the experience relating to the employees of that sponsoring employer.
- Benefits for employees of all sponsoring employers are determined according to the same formulae and without regard to the sponsoring employer.
- The same actuarial assumptions are currently used in respect of the employees of each sponsoring employer.

Given the factors above, each sponsoring employer is exposed to the actuarial risks associated with current and former employees of other sponsoring employers, and hence shares in the associated gains and losses (to the extent that they are not borne by members).

##### *Description of the funding arrangements.*

Pooled Employers are required to pay future service employer contributions and past service employer contributions to the Fund.

The future service employer contributions were determined using the new entrant rate method under which a contribution rate sufficient to fund the total benefits over the working life-time of a typical new entrant is calculated. The current future service employer contribution rates are::

|            |   |
|------------|---|
| Division B | 1.9 times member contributions for non-180 Point Members;<br>Nil for 180 Point Members* |
| Division C | 2.5% salaries   |
| Division D | 1.64 times member contributions   |

\* For 180 Point Members, Employers are required to contribute 8.5% of salaries for the year ending 30 June 2024 (increasing to 9.0% in line with the increase in the Superannuation Guarantee) to these members' accumulation accounts, which are paid in addition to members' defined benefits.

The past service contribution for each Pooled Employer is a share of the total past service contributions of \$20.0 million per annum for 1 January 2022 to 31 December 2024, apportioned according to each employers share of the accrued liabilities as at 30 June 2023. These past service contributions are used to maintain the adequacy of the funding position for the accrued liability.

##### *Description of the extent to which Council can be liable to the plan for other Council's obligations under the terms and conditions of the multi-employer plan*

As stated above, each sponsoring employer (Council) is exposed to the actuarial risks associated with current and former employees of other sponsoring employers and hence shares in the associated gains and losses.

However, there is no relief under the Fund's trust deed for employers to walk away from their defined benefit obligations. Under limited circumstances, an employer may withdraw from the plan when there are no active members, on full payment of outstanding additional contributions. There is no provision for allocation of any surplus which may be present at the date of withdrawal of the Council.

There are no specific provisions under the Fund's trust deed dealing with deficits or surplus on wind-up.

There is no provision for allocation of any surplus which may be present at the date of withdrawal of an employer.

## D3-1 Contingencies (continued)

The amount of Council employer contributions to the defined benefit section of the Local Government Superannuation Scheme and recognised as an expense for the year ending 30 June 2024 was \$321,665.19. The last valuation of the Scheme was performed by fund actuary, Richard Boyfield, FIAA as at 30 June 2023.

Council's expected contribution to the plan for the next annual reporting period is \$179,744.85.

The estimated employer reserves financial position for the Pooled Employers at 30 June 2024 is:

| Employer reserves only * | \$millions | Asset Coverage |
|--------------------------|------------|----------------|
| Assets                   | 2,237.5    |                |
| Past Service Liabilities | 2,141.9    | 104.5%         |
| Vested Benefits          | 2,159.8    | 103.6%         |

\* excluding other accumulated accounts and reserves in both assets and liabilities.

The share of any funding surplus or deficit that can be attributed to Council is 0.97%.

Council's share of that deficiency cannot be accurately calculated as the Scheme is a mutual arrangement where assets and liabilities are pooled together for all member councils. For this reason, no liability for the deficiency has been recognised in Council's accounts. Council has a possible obligation that may arise should the Scheme require immediate payment to correct the deficiency.

The key economic long term assumptions used to calculate the present value of accrued benefits are:

|                   |   |
|-------------------|---|
| Investment return | 6.0% per annum                          |
| Salary inflation  | 3.5% per annum                          |
| Increase in CPI   | 3.5% for 23/24 and 2.5% p.a. thereafter |

The contribution requirements may vary from the current rates if the overall sub-group experience is not in line with the actuarial assumptions in determining the funding program; however, any adjustment to the funding program would be the same for all sponsoring employers in the Pooled Employers group.

Please note that the estimated employer reserves financial position above is a preliminary calculation, and once all the relevant information has been received by the Funds Actuary, the final end of year review, which will be a triennial actuarial investigation will be completed by December 2024.

Council is also a member of the State Superannuation Scheme (SSS). At least a final component of the final benefit is derived from a multiple of member salary and years of membership. Members receive lump sum or pension benefits on retirement, death, disablement and withdrawal. This defined benefit scheme is closed to members. An actuarial investigation in the pooled fund is performed every three years and was last performed as at 30 June 2021.

The amount of Council employer contributions to the SSS defined benefit scheme and recognised as an expense during the year ended 30 June 2024 was \$24,916.63. Councils expected contribution to the plan for the next annual reporting period is \$25,000.

### (ii) Statewide Limited

Council is a member of Statewide Mutual, a mutual pool scheme providing liability insurance to local government.

Membership includes the potential to share in either the net assets or liabilities of the fund depending on its past performance. Council's share of the net assets or liabilities reflects Council's contributions to the pool and the result of insurance claims within each of the fund years.

The future realisation and finalisation of claims incurred but not reported to 30 June this year may result in future liabilities or benefits as a result of past events that Council will be required to fund or share in respectively.

### (iii) StateCover Limited

Council is a member of StateCover Mutual Limited and holds a partly paid share in the entity.

StateCover is a company providing workers compensation insurance cover to the NSW local government industry and specifically Council.

## D3-1 Contingencies (continued)

Council has a contingent liability to contribute further equity in the event of the erosion of the company's capital base as a result of the company's past performance and/or claims experience or as a result of any increased prudential requirements from APRA.

These future equity contributions would be required to maintain the company's minimum level of net assets in accordance with its licence requirements.

### (iv) Other guarantees

Council has provided no other guarantees other than those listed above.

## 2. Other liabilities

### (i) Third party claims

The Council is involved from time to time in various claims incidental to the ordinary course of business including claims for damages relating to its services.

Council believes that it is appropriately covered for all claims through its insurance coverage and does not expect any material liabilities to eventuate.

### (ii) s7.11 Plans

Council levies s7.11 plans upon various developments across the Council area through the required Contributions Plans.

As part of these plans, Council has received funds for which it will be required to expend the monies in accordance with those plans.

As well, these Plans indicate proposed future expenditure to be undertaken by Council, which will be funded by making levies and receiving funds in future years or where a shortfall exists by the use of Council's general funds.

These future expenses do not yet qualify as liabilities as of the reporting date, but represent Council's intention to spend funds in the manner and timing set out in those plans.

### (iii) Voluntary Planning Agreements (VPA)

Voluntary Planning Agreements (VPA) are legal documents created under the Environmental Planning and Assessment Act 1970 between developers and Council for the provision of funds or works by the developer for infrastructure, services or other public amenities. They must achieve an outcome other than the facilitation of a development and deliver a public benefit.

Completed VPA's are currently being investigated to confirm what assets have been dedicated to Council, analysis of life cycle costing of these dedicated assets and what funding must be provided in Council's Long Term Financial Plan.

### (iv) Potential land acquisitions due to planning restrictions imposed by Council

Council has classified a number of privately owned land parcels as reserved for the purpose specified in section 3.14 of the Environmental Planning and Assessment Act (1979).

As a result, where notified in writing by the various owners, Council will be required to purchase these land parcels.

At reporting date, reliable estimates as to the potential liabilities (and subsequent land asset) from such potential acquisitions has not been possible.

### (v) Contaminated soil

Council has identified soil to test for possible contamination. At the time of reporting Council is unable to measure if contamination exists and the volume that may be effected. A contingent liability is recognised due to the liability anticipated for removal costs in the future.

## 3. Remediation works

### (i) Old landfill sites

The Council has a number of old landfill sites that were used for the purpose of disposal of domestic and other waste, which have since been converted to playing fields. No known liability arises from any potential toxicity or subterranean leakage,

### D3-1 Contingencies (continued)

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but there will be ongoing remediation works that may be required from time to time to reinstate the playing surfaces, due to subsidence following further settling of the waste within the landfill.

Council has not, as yet, been able to reliably determine the quantum of liability for this future works.

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## D3-1 Contingencies (continued)

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### ASSETS NOT RECOGNISED

#### (i) Infringement notices/fines

Fines and penalty income, the result of Council issuing infringement notices is followed up and collected by the Revenue NSW.

Council's revenue recognition policy for such income is to account for it as revenue on receipt.

Accordingly, at year end, there is a potential asset due to Council representing issued but unpaid infringement notices.

Due to the limited information available on the status, value and duration of outstanding notices, Council is unable to determine the value of outstanding income.

#### (ii) Pedestrian Bridge and Tunnel, Top Ryde

Council, as part of the approval of a Development Application for the Top Ryde City Shopping Centre entered into an agreement with the owners and developers, Bevillesta Pty Ltd, where a monetary contribution was paid for the purchase of a tract of land at the front of Council's Administration Centre, 1 Devlin St, Ryde. Also one of the conditions of the Development Application was a long-term lease of 49 years, with a 50 year option, between Council and the developers, where Council leased to the developer the airspace in which a number of assets were to be constructed.

This represents a contingent asset that will become Council's assets at the end of the lease.

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## E People and relationships

### E1 Related party disclosures

#### E1-1 Key management personnel (KMP)

Key management personnel (KMP) of the council are those persons having the authority and responsibility for planning, directing and controlling the activities of the council, directly or indirectly. City of Ryde KMP's are identified as the Councillors, Chief Operating Officer and General Managers.

The aggregate amount of KMP compensation included in the Income Statement is:

| \$ '000                   | 2024         | 2023         |
|---------------------------|--------------|--------------|
| <b>Compensation:</b>      |              |              |
| Short-term benefits       | 1,415        | 2,484        |
| Post-employment benefits  | 125          | 138          |
| Other long-term benefits  | 27           | 23           |
| Termination benefits      | 13           | 1,271        |
| <b>Total <sup>1</sup></b> | <b>1,580</b> | <b>3,916</b> |

(1) The prior year FY2022/23 included accrued leave payments and termination payments

#### Other transactions with KMP and their related parties

Council has determined that transactions at arm's length between KMP and Council as part of Council delivering a public service objective (e.g. access to library or Council swimming pool by KMP) will not be disclosed.

| Nature of the transaction        | Transactions during the year | Outstanding balances including commitments | Terms and conditions | Impairment provision on outstanding balances | Impairment expense |
|----------------------------------|------------------------------|--|----------------------|--|--------------------|
| \$ '000                          |                              |  |                      |  |                    |
| <b>2024</b>                      |                              |  |                      |  |                    |
| CCA New South Wales <sup>1</sup> | -                            | -  |                      | -  | -                  |
| <b>2023</b>                      |                              |  |                      |  |                    |
| CCA New South Wales <sup>1</sup> | 15                           | -  |                      | -  | -                  |

(1) City of Ryde provided community grant funding to CCA New South Wales as part of the Wellbeing 2022 grant program. A Councillor was a Board member at the time of the application lodgement, but not a Board member at the time of adoption/approval.

## E1-2 Councillor and Mayoral fees and associated expenses

| \$ '000  | 2024       | 2023       |
|--|------------|------------|
| The aggregate amount of Councillor and Mayoral fees and associated expenses included in materials and services expenses in the Income Statement are: |            |            |
| Mayoral fee  | 105        | 97         |
| Councillors' fees  | 422        | 393        |
| Other Councillors' expenses (including Mayor)  | 21         | 39         |
| <b>Total</b>   | <b>548</b> | <b>529</b> |

## E2 Other relationships

### E2-1 Audit fees

| \$ '000  | 2024       | 2023       |
|--|------------|------------|
| During the year, the following fees were incurred for services provided by the auditor of Council, related practices and non-related audit firms |            |            |
| <b>Auditors of the Council - NSW Auditor-General:</b>  |            |            |
| <b>(i) Audit and other assurance services</b>  |            |            |
| Audit and review of financial statements   | 144        | 99         |
| <b>Total Auditor-General remuneration</b>  | <b>144</b> | <b>99</b>  |
| <b>Non NSW Auditor-General audit firms</b>   |            |            |
| <b>(i) Audit and other assurance services</b>  |            |            |
| Audit and review of financial statements   | -          | 2          |
| <b>Remuneration for audit and other assurance services</b>   | <b>-</b>   | <b>2</b>   |
| <b>Total audit fees</b>  | <b>144</b> | <b>101</b> |



## F Other matters

### F1-1 Statement of Cash Flows information

#### Reconciliation of Operating Result

| \$ '000  | 2024          | 2023<br>Restated |
|--|---------------|------------------|
| <b>Net operating result from Income Statement</b>                          | <b>59,393</b> | 26,482           |
| <b>Add / (less) non-cash items:</b>  |               |                  |
| Depreciation and amortisation  | 29,321        | 28,209           |
| (Gain) / loss on disposal of assets  | 2,220         | 2,021            |
| Non-cash capital grants and contributions                                  | (1,237)       | –                |
| Losses/(gains) recognised on fair value re-measurements through the P&L:   |               |                  |
| – Investments classified as ‘at fair value’ or ‘held for trading’          | –             | 911              |
| – Investment property  | (679)         | –                |
| Amortisation of premiums, discounts and prior period fair valuations       |               |                  |
| – ‘Held to maturity’ financial assets                                      | (375)         | (347)            |
| <b>Movements in operating assets and liabilities and other cash items:</b> |               |                  |
| (Increase) / decrease of receivables                                       | (942)         | 2,652            |
| Increase/(decrease) in provision for doubtful debts                        | 221           | (8)              |
| (Increase) / decrease of inventories                                       | 75            | (16)             |
| Decrease/(increase) in other assets  | (453)         | 4,388            |
| Increase / (decrease) in payables  | 1,911         | (1,938)          |
| Increase / (decrease) in other accrued expenses payable                    | (451)         | (350)            |
| Increase / (decrease) in other liabilities                                 | 913           | (1,222)          |
| Increase / (decrease) in contract liabilities                              | 8,172         | 6,816            |
| Increase/(decrease) in employee leave entitlements                         | 65            | (1,739)          |
| Increase / (decrease) in other provisions                                  | 246           | –                |
| <b>Net cash flows from operating activities</b>                            | <b>98,400</b> | <b>65,859</b>    |

## F2-1 Commitments

### Capital commitments (exclusive of GST)

| \$ '000  | 2024         | 2023         |
|--|--------------|--------------|
| Capital expenditure committed for at the reporting date but not recognised in the financial statements as liabilities: |              |              |
| <b>Property, plant and equipment</b>   |              |              |
| Land   | 25           | –            |
| Buildings  | 84           | 1,021        |
| Other Structures   | –            | 140          |
| Plant and equipment  | –            | 676          |
| Infrastructure   | 5,266        | 1,676        |
| <b>Total commitments</b>   | <b>5,375</b> | <b>3,513</b> |

#### Details of capital commitments

Major commitments include the park upgrade at Gannon Park, Dunbar Park amenities upgrade and lighting upgrades across street lighting, parks and bus shelters.

## F3 Changes from prior year statements

### F3-1 Correction of errors

#### Nature of prior period error

#### Review of Capital Works in Progress

A review of Councils capital works in progress was undertaken during the current reporting period to assess the balance for completeness and impairment. During the review a number of transactions were identified as not complying with AASB116 or the balance met the criteria for impairment under AASB136. This resulted in the overstatement of prior year works in progress and an understatement of prior year expenses.

The errors identified above have been corrected by restating the balances at the beginning of the earliest period presented (1 July 2022) and taking the adjustment through to accumulated surplus at that date.

Comparatives have been changed to reflect the correction of errors. The impact on each line item is shown in the tables below.

#### Changes to the opening Statement of Financial Position at 1 July 2022

#### Statement of Financial Position

| \$ '000  | Original<br>Balance<br>1 July, 2022 | Impact<br>Increase/<br>(decrease) | Restated<br>Balance<br>1 July, 2022 |
|--|-------------------------------------|-----------------------------------|-------------------------------------|
| Infrastructure, property, plant and equipment (IPPE) | 1,440,132                           | (14,823)                          | 1,425,309                           |
| <b>Total non-current assets</b>                      | <b>1,740,540</b>                    | <b>(14,823)</b>                   | <b>1,725,717</b>                    |
| <b>Total assets</b>                                  | <b>1,863,387</b>                    | <b>(14,823)</b>                   | <b>1,848,564</b>                    |
| <b>Total liabilities</b>                             | <b>63,382</b>                       | <b>–</b>                          | <b>63,382</b>                       |
| <b>Net assets</b>                                    | <b>1,800,005</b>                    | <b>(14,823)</b>                   | <b>1,785,182</b>                    |
| Accumulated surplus                                  | 1,301,668                           | (14,823)                          | 1,286,845                           |
| Revaluation Reserve                                  | 498,337                             | –                                 | 498,337                             |
| <b>Total equity</b>                                  | <b>1,800,005</b>                    | <b>(14,823)</b>                   | <b>1,785,182</b>                    |

## F3-1 Correction of errors (continued)

## Adjustments to the comparative figures for the year ended 30 June 2023

## Statement of Financial Position

| \$ '000  | Original<br>Balance<br>30 June, 2023 | Impact<br>Increase/<br>(decrease) | Restated<br>Balance<br>30 June, 2023 |
|--|--------------------------------------|-----------------------------------|--------------------------------------|
| Infrastructure, property, plant and equipment (IPPE) | 1,784,999                            | (19,460)                          | 1,765,539                            |
| <b>Total non-current assets</b>                      | <b>2,086,743</b>                     | <b>(19,460)</b>                   | <b>2,067,283</b>                     |
| <b>Total assets</b>                                  | <b>2,235,346</b>                     | <b>(19,460)</b>                   | <b>2,215,886</b>                     |
| <b>Total liabilities</b>                             | <b>67,188</b>                        | <b>–</b>                          | <b>67,188</b>                        |
| <b>Net assets</b>                                    | <b>2,168,158</b>                     | <b>(19,460)</b>                   | <b>2,148,698</b>                     |
| Accumulated surplus                                  | 1,332,786                            | (19,460)                          | 1,313,326                            |
| Revaluation Reserve                                  | 835,372                              | –                                 | 835,372                              |
| <b>Total equity</b>                                  | <b>2,168,158</b>                     | <b>(19,460)</b>                   | <b>2,148,698</b>                     |

## Income Statement

| \$ '000  | Original<br>Balance<br>30 June, 2023 | Impact<br>Increase/<br>(decrease) | Restated<br>Balance<br>30 June, 2023 |
|--|--------------------------------------|-----------------------------------|--------------------------------------|
| <b>Total income from continuing operations</b>   | <b>173,691</b>                       | <b>–</b>                          | <b>173,691</b>                       |
| Materials and services                           | 47,683                               | 4,636                             | 52,319                               |
| <b>Total expenses from continuing operations</b> | <b>142,573</b>                       | <b>4,636</b>                      | <b>147,209</b>                       |
| <b>Net operating result for the year</b>         | <b>31,118</b>                        | <b>(4,636)</b>                    | <b>26,482</b>                        |

## Statement of Comprehensive Income

| \$ '000  | Original<br>Balance<br>30 June, 2023 | Impact<br>Increase/<br>(decrease) | Restated<br>Balance<br>30 June, 2023 |
|--|--------------------------------------|-----------------------------------|--------------------------------------|
| <b>Net operating result for the year</b>       | <b>31,118</b>                        | <b>(4,636)</b>                    | <b>26,482</b>                        |
| <b>Other comprehensive income</b>              | <b>337,035</b>                       | <b>–</b>                          | <b>337,035</b>                       |
| <b>Total comprehensive income for the year</b> | <b>368,153</b>                       | <b>(4,636)</b>                    | <b>363,517</b>                       |

## F4 Statement of developer contributions

### F4-1 Summary of developer contributions

| \$ '000  | Opening balance at 1 July 2023 | Contributions received during the year |               |                | Interest and investment income earned | Amounts expended | Reimbursement Reserve Funding | Held as restricted asset at 30 June 2024 | Cumulative balance of internal borrowings (to)/from |
|--|--------------------------------|--|---------------|----------------|---------------------------------------|------------------|-------------------------------|--|---|
|  |                                | Cash                                   | Non-cash Land | Non-cash Other |                                       |                  |                               |  |   |
| Community & Culture                              | 18,654                         | 13,479                                 | –             | –              | 1,184                                 | (4)              | 7                             | 33,320                                   | –   |
| Open Space and Public Domain                     | 39,655                         | 26,017                                 | –             | –              | 2,430                                 | (1,043)          | 24                            | 67,083                                   | –   |
| Roads, Traffic, Carparks and Cycleways           | 2,355                          | 3,096                                  | –             | –              | 190                                   | –                | 210                           | 5,851                                    | –   |
| Administration                                   | 542                            | 622                                    | –             | –              | 39                                    | (39)             | –                             | 1,164                                    | –   |
| <b>S7.11 contributions – under a plan</b>        | 61,206                         | 43,214                                 | –             | –              | 3,843                                 | (1,086)          | 241                           | 107,418                                  | –   |
| <b>S7.12 levies – under a plan</b>               | 3,043                          | 336                                    | –             | –              | 156                                   | –                | 146                           | 3,681                                    | –   |
| <b>Total S7.11 and S7.12 revenue under plans</b> | 64,249                         | 43,550                                 | –             | –              | 3,999                                 | (1,086)          | 387                           | 111,099                                  | –   |
| S7.4 planning agreements                         | 15,350                         | 552                                    | –             | –              | –                                     | (621)            | –                             | 15,281                                   | –   |
| <b>Total contributions</b>                       | 79,599                         | 44,102                                 | –             | –              | 3,999                                 | (1,707)          | 387                           | 126,380                                  | –   |

(1) Adjustment to funding of prior period Capital Works in Progress correction of errors.

Under the *Environmental Planning and Assessment Act 1979*, Council has significant obligations to provide Section 7.11 (contributions towards provision or improvement of amenities or services) infrastructure in new release areas. It is possible that the funds contributed may be less than the cost of this infrastructure, requiring Council to borrow or use general revenue to fund the difference.

## F4-2 Developer contributions by plan

| \$ '000                                | Opening balance at 1 July 2023 | Contributions received during the year |               |                |              | Interest and investment income earned | Amounts expended | Reimbursement Reserve Funding | Held as restricted asset at 30 June 2024 | Cumulative balance of internal borrowings (to)/from |
|--|--------------------------------|--|---------------|----------------|--------------|---------------------------------------|------------------|-------------------------------|--|---|
|  |                                | Cash                                   | Non-cash Land | Non-cash Other |              |                                       |                  |                               |  |   |
| <b>CONTRIBUTION PLAN 2</b>             |                                |  |               |                |              |                                       |                  |                               |  |   |
| Community & Culture                    | 18,654                         | 13,479                                 | –             | –              | 1,184        | (4)                                   | 7                | 33,320                        | –  |   |
| Open Space and Public Domain           | 39,655                         | 26,017                                 | –             | –              | 2,430        | (1,043)                               | 24               | 67,083                        | –  |   |
| Roads, Traffic, Carparks and Cycleways | 2,355                          | 3,096                                  | –             | –              | 190          | –                                     | 210              | 5,851                         | –  |   |
| Administration                         | 542                            | 622                                    | –             | –              | 39           | (39)                                  | –                | 1,164                         | –  |   |
| <b>Total</b>                           | <b>61,206</b>                  | <b>43,214</b>                          | <b>–</b>      | <b>–</b>       | <b>3,843</b> | <b>(1,086)</b>                        | <b>241</b>       | <b>107,418</b>                | <b>–</b>                                 |   |

(1) Adjustment to funding of prior period Capital Works in Progress correction of errors.

## S7.12 Levies – under a plan

### CONTRIBUTION PLAN 2

|              |              |            |          |          |            |          |            |              |          |
|--------------|--------------|------------|----------|----------|------------|----------|------------|--------------|----------|
| Other        | 3,043        | 336        | –        | –        | 156        | –        | 146        | 3,681        | –        |
| <b>Total</b> | <b>3,043</b> | <b>336</b> | <b>–</b> | <b>–</b> | <b>156</b> | <b>–</b> | <b>146</b> | <b>3,681</b> | <b>–</b> |

## F4-3 S7.4 planning agreements

### VPA

|              |               |            |          |          |          |              |          |               |          |
|--------------|---------------|------------|----------|----------|----------|--------------|----------|---------------|----------|
| Other        | 15,350        | 552        | –        | –        | –        | (621)        | –        | 15,281        | –        |
| <b>Total</b> | <b>15,350</b> | <b>552</b> | <b>–</b> | <b>–</b> | <b>–</b> | <b>(621)</b> | <b>–</b> | <b>15,281</b> | <b>–</b> |

## F5 Statement of performance measures

### F5-1 Statement of performance measures – consolidated results

| \$ '000  | Amounts<br>2024 | Indicator<br>2024 | Indicators<br>2023      2022 |        | Benchmark |
|--|-----------------|-------------------|------------------------------|--------|-----------|
| <b>1. Operating performance ratio</b>  |                 |                   |                              |        |           |
| Total continuing operating revenue excluding capital grants and contributions less operating expenses <sup>1,2</sup> | 6,475           | 4.04%             | 4.56%                        | 4.36%  | > 0.00%   |
| Total continuing operating revenue excluding capital grants and contributions <sup>1</sup>                           | 160,414         |                   |                              |        |           |
| <b>2. Own source operating revenue ratio</b>   |                 |                   |                              |        |           |
| Total continuing operating revenue excluding all grants and contributions <sup>1</sup>                               | 153,818         | 71.51%            | 82.08%                       | 82.96% | > 60.00%  |
| Total continuing operating revenue <sup>1</sup>  | 215,105         |                   |                              |        |           |
| <b>3. Unrestricted current ratio</b>   |                 |                   |                              |        |           |
| Current assets less all external restrictions  | 129,752         |                   |                              |        |           |
| Current liabilities less specific purpose liabilities  | 6,203           | 20.92x            | 6.80x                        | 5.86x  | > 1.50x   |
| <b>4. Debt service cover ratio</b>   |                 |                   |                              |        |           |
| Operating result before capital excluding interest and depreciation/impairment/amortisation <sup>1</sup>             | 36,317          |                   |                              |        |           |
| Principal repayments (Statement of Cash Flows) plus borrowing costs (Income Statement)                               | 3,024           | 12.01x            | 12.96x                       | 12.23x | > 2.00x   |
| <b>5. Rates and annual charges outstanding percentage</b>  |                 |                   |                              |        |           |
| Rates and annual charges outstanding   | 3,763           |                   |                              |        |           |
| Rates and annual charges collectable   | 114,086         | 3.30%             | 3.31%                        | 4.96%  | < 5.00%   |
| <b>6. Cash expense cover ratio</b>   |                 |                   |                              |        |           |
| Current year's cash and cash equivalents plus all term deposits  | 157,423         | 13.95             | 11.63                        | 11.49  | > 3.00    |
| Monthly payments from cash flow of operating and financing activities  | 11,283          | months            | months                       | months | months    |

(1) Excludes fair value increments on investment properties, reversal of revaluation decrements, reversal of impairment losses on receivables, net gain on sale of assets and net share of interests in joint ventures and associates using the equity method and includes pensioner rate subsidies

(2) Excludes impairment/revaluation decrements of IPPE, fair value decrements on investment properties, impairment losses on receivables, net loss on disposal of assets and net loss on share of interests in joint ventures and associates using the equity method

End of the audited financial statements

## Council of the City of Ryde

### General Purpose Financial Statements

for the year ended 30 June 2024

#### Independent Auditor's Reports:

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On the Financial Statements (Sect 417 [2])

#### Independent Auditor's Report

Please uplift Council's Audit Report PDF (opinion) for inclusion in the GPFS report (via the Home screen).

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## Council of the City of Ryde

### General Purpose Financial Statements

for the year ended 30 June 2024

#### Independent Auditor's Reports: (continued)

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#### On the Financial Statements (Sect 417 [3])

#### Independent Auditor's Report

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# DRAFT Special Schedules

for the year ended  
30 June 2024

Council of the  
City of Ryde

Council of the City of Ryde

Special Schedules

for the year ended 30 June 2024

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**Special Schedules:**

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## Council of the City of Ryde

## Permissible income for general rates

| \$ '000   | Notes           | Calculation<br>2023/24 | Calculation<br>2024/25 |
|---|-----------------|------------------------|------------------------|
| <b>Notional general income calculation <sup>1</sup></b>           |                 |                        |                        |
| Last year notional general income yield                           | a               | 79,663                 | 83,750                 |
| Plus or minus adjustments <sup>2</sup>                            | b               | 482                    | 365                    |
| <b>Notional general income</b>                                    | c = a + b       | <b>80,145</b>          | <b>84,115</b>          |
| <b>Permissible income calculation</b>                             |                 |                        |                        |
| Percentage increase   | d               | 3.70%                  | 5.10%                  |
| Plus percentage increase amount <sup>3</sup>                      | f = d x (c + e) | 2,965                  | 4,290                  |
| <b>Sub-total</b>  | g = (c + e + f) | <b>83,110</b>          | <b>88,405</b>          |
| Less valuation objections claimed in the previous year            | i               | -                      | (640)                  |
| <b>Sub-total</b>  | j = (h + i)     | <b>-</b>               | <b>(640)</b>           |
| <b>Total permissible income</b>                                   | k = g + j       | <b>83,110</b>          | <b>87,765</b>          |
| Less notional general income yield                                | l               | 83,750                 | 88,088                 |
| <b>Catch-up or (excess) result</b>                                | m = k - l       | <b>(640)</b>           | <b>(323)</b>           |
| Plus income lost due to valuation objections claimed <sup>4</sup> | n               | 640                    | 323                    |
| <b>Carry forward to next year <sup>6</sup></b>                    | p = m + n + o   | <b>-</b>               | <b>-</b>               |

**Notes**

- (1) The notional general income will not reconcile with rate income in the financial statements in the corresponding year. The statements are reported on an accrual accounting basis which include amounts that relate to prior years' rates income.
- (2) Adjustments account for changes in the number of assessments and any increase or decrease in land value occurring during the year. The adjustments are called 'supplementary valuations' as defined in the *Valuation of Land Act 1916 (NSW)*.
- (3) The 'percentage increase' is inclusive of the rate-peg percentage, and/or special variation and/or Crown land adjustment (where applicable).
- (4) Valuation objections are unexpected changes in land values as a result of land owners successfully objecting to the land value issued by the Valuer General. Councils can claim the value of the income lost due to valuation objections in any single year.
- (6) Carry-forward amounts which are in excess (an amount that exceeds the permissible income) require Ministerial approval by order published in the *NSW Government Gazette* in accordance with section 512 of the Act. The OLG will extract these amounts from Council's Permissible income for general rates Statement in the financial data return (FDR) to administer this process.

Permissible income for general rates

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## Council of the City of Ryde

## Report on infrastructure assets as at 30 June 2024

| Asset Class                      | Asset Category                          | Estimated cost   |   | 2023/24<br>Required<br>maintenance <sup>a</sup> | 2023/24<br>Actual<br>maintenance | Net carrying<br>amount | Gross<br>replacement<br>cost (GRC) | Assets in condition as a percentage of<br>gross replacement cost |              |              |              |             |
|----------------------------------|---|--|---|---|----------------------------------|------------------------|------------------------------------|--|--------------|--------------|--------------|-------------|
|                                  |   | Estimated cost<br>to bring assets<br>to satisfactory<br>standard | to bring to the<br>agreed level of<br>service set by<br>Council |   |                                  |                        |                                    | 1  | 2            | 3            | 4            | 5           |
|                                  |   | \$ '000  | \$ '000   | \$ '000   | \$ '000                          | \$ '000                | \$ '000                            |  |              |              |              |             |
| Buildings                        | Buildings – non-specialised             | –  | –   | 3,456   | 3,191                            | 110,436                | 188,933                            | 43.4%  | 5.4%         | 37.5%        | 7.4%         | 6.3%        |
|                                  | Buildings – Ryde Aquatic Leisure Centre | –  | –   | 523   | 793                              | 45,566                 | 73,837                             | 0.0%   | 0.0%         | 100.0%       | 0.0%         | 0.0%        |
|                                  | <b>Sub-total</b>                        | <b>–</b>   | <b>–</b>  | <b>3,979</b>                                    | <b>3,984</b>                     | <b>156,002</b>         | <b>262,770</b>                     | <b>31.2%</b>   | <b>3.9%</b>  | <b>55.1%</b> | <b>5.3%</b>  | <b>4.5%</b> |
| Roads                            | Roads                                   | 1,107  | 1,107   | 582   | 435                              | 187,204                | 306,688                            | 35.4%  | 39.0%        | 18.6%        | 6.7%         | 0.4%        |
|                                  | Bridges                                 | 4  | 4   | 19  | 1                                | 15,715                 | 22,106                             | 45.9%  | 14.6%        | 38.0%        | 1.4%         | 0.0%        |
|                                  | Footpaths and cycleways                 | 417  | 417   | 955   | 1,077                            | 84,123                 | 158,843                            | 22.1%  | 20.7%        | 50.5%        | 6.6%         | 0.3%        |
|                                  | Kerb and Gutter                         | 3  | 3   | 1,139   | 1,789                            | 79,102                 | 144,022                            | 3.7%   | 27.5%        | 68.7%        | 0.1%         | 0.0%        |
|                                  | Other road assets                       | 317  | 317   | 2,248   | 2,170                            | 40,895                 | 56,125                             | 40.4%  | 48.4%        | 10.1%        | 0.6%         | 0.6%        |
|                                  | <b>Sub-total</b>                        | <b>1,848</b>   | <b>1,848</b>  | <b>4,943</b>                                    | <b>5,472</b>                     | <b>407,039</b>         | <b>687,784</b>                     | <b>26.4%</b>   | <b>32.4%</b> | <b>36.4%</b> | <b>4.6%</b>  | <b>0.2%</b> |
| Stormwater drainage              | Stormwater drainage                     | 15,213   | 15,213  | 1,094   | 1,069                            | 262,183                | 414,034                            | 11.8%  | 46.5%        | 26.2%        | 11.9%        | 3.6%        |
|                                  | Other                                   | –  | –   | –   | –                                | –                      | –                                  | 0.0%   | 0.0%         | 0.0%         | 0.0%         | 0.0%        |
|                                  | <b>Sub-total</b>                        | <b>15,213</b>  | <b>15,213</b>   | <b>1,094</b>                                    | <b>1,069</b>                     | <b>262,183</b>         | <b>414,034</b>                     | <b>11.8%</b>   | <b>46.5%</b> | <b>26.2%</b> | <b>11.9%</b> | <b>3.6%</b> |
| Open space / recreational assets | Swimming pools                          | –  | –   | –   | –                                | –                      | –                                  | 0.0%   | 0.0%         | 0.0%         | 0.0%         | 0.0%        |
|                                  | Other                                   | 722  | 722   | 9,428   | 9,039                            | 85,938                 | 113,782                            | 54.5%  | 35.1%        | 9.5%         | 0.2%         | 0.6%        |
|                                  | <b>Sub-total</b>                        | <b>722</b>   | <b>722</b>  | <b>9,428</b>                                    | <b>9,039</b>                     | <b>85,938</b>          | <b>113,782</b>                     | <b>54.5%</b>   | <b>35.1%</b> | <b>9.5%</b>  | <b>0.2%</b>  | <b>0.7%</b> |
| Other infrastructure assets      | Foreshore Assets                        | –  | –   | 52  | 34                               | 12,959                 | 18,940                             | 35.1%  | 36.9%        | 18.9%        | 9.0%         | 0.0%        |
|                                  | Carparks                                | –  | –   | 190   | 169                              | 12,896                 | 20,639                             | 13.7%  | 0.4%         | 73.1%        | 12.9%        | 0.0%        |
|                                  | <b>Sub-total</b>                        | <b>–</b>   | <b>–</b>  | <b>242</b>                                      | <b>203</b>                       | <b>25,855</b>          | <b>39,579</b>                      | <b>23.9%</b>   | <b>17.9%</b> | <b>47.1%</b> | <b>11.0%</b> | <b>0.0%</b> |
| <b>Total – all assets</b>        |   | <b>17,783</b>  | <b>17,783</b>   | <b>19,686</b>                                   | <b>19,767</b>                    | <b>937,017</b>         | <b>1,517,949</b>                   | <b>25.3%</b>   | <b>31.1%</b> | <b>35.1%</b> | <b>6.5%</b>  | <b>2.0%</b> |

(a) Required maintenance is the amount identified in Council's asset management plans.

#### Infrastructure asset condition assessment 'key'

Satisfactory condition refers to an asset that is not due for renewal, where a condition rating scale from 1 (very good) to 5 (asset unservicable) is utilised (Source: International Infrastructure Management Manual 2006). It does not include any planned 'enhancements' to the asset. Condition 5 assets are taken as being overdue for renewal, as the end of condition 4 is the intervention point, useful life of the asset, at which time it should be renewed or disposed of.

Condition rating/ description

## Council of the City of Ryde

### Report on infrastructure assets as at 30 June 2024 (continued)

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- 1 New or equivalent
- 2 Good condition without visible blemishes or deterioration
- 3 Usable & safe condition, with visible signs of wear or deterioration, e.g. cracks in footpaths
- 4 usable condition with defects that interfere with use or reduce asset life, e.g. extensive road cracking. At the end of condition 4, the asset will be due for renewal or disposal.
- 5 Requires major repairs or is not suitable to remain in use due to a significant safety hazard, i.e. it is overdue for renewal.

For condition 5 assets that remain in service, there is a low residual life 5%, but indefinite RUL (remaining useful life).

The backlog refers to asset renewals that have been deferred due to insufficient funds. Any asset in condition 5 is considered to have been deferred and overdue for renewal and therefore part of the backlog.

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## Council of the City of Ryde

## Report on infrastructure assets as at 30 June 2024

## Infrastructure asset performance indicators (consolidated) \*

| \$ '000  | Amounts<br>2024  | Indicator<br>2024 | Indicators |         | Benchmark |
|--|------------------|-------------------|------------|---------|-----------|
|  |                  |                   | 2023       | 2022    |           |
| <b>Buildings and infrastructure renewals ratio</b>                       |                  |                   |            |         |           |
| Asset renewals <sup>1</sup>  | <b>23,955</b>    | <b>102.18%</b>    | 69.00%     | 164.53% | > 100.00% |
| Depreciation, amortisation and impairment                                | <b>23,444</b>    |                   |            |         |           |
| <b>Infrastructure backlog ratio</b>                                      |                  |                   |            |         |           |
| Estimated cost to bring assets to a satisfactory standard                | <b>17,783</b>    | <b>1.95%</b>      | 1.96%      | 1.79%   | < 2.00%   |
| Net carrying amount of infrastructure assets                             | <b>914,223</b>   |                   |            |         |           |
| <b>Asset maintenance ratio</b>   |                  |                   |            |         |           |
| Actual asset maintenance   | <b>19,767</b>    | <b>100.41%</b>    | 115.94%    | 101.61% | > 100.00% |
| Required asset maintenance   | <b>19,686</b>    |                   |            |         |           |
| <b>Cost to bring assets to agreed service level</b>                      |                  |                   |            |         |           |
| Estimated cost to bring assets to an agreed service level set by Council | <b>17,783</b>    | <b>1.17%</b>      | 1.20%      | 1.13%   |           |
| Gross replacement cost   | <b>1,517,949</b> |                   |            |         |           |

(\*) All asset performance indicators are calculated using classes identified in the previous table.

(1) Asset renewals represent the replacement and/or refurbishment of existing assets to an equivalent capacity/performance as opposed to the acquisition of new assets (or the refurbishment of old assets) that increases capacity/performance.