



**AGENDA**

**AUDIT AND RISK MANAGEMENT  
COMMITTEE**

**to be held on**

**Thursday, 15 October 2020**

**at 5.15pm**



WESTERN AUSTRALIA'S  
**WILDFLOWER COUNTRY**

*'This meeting is being recorded on audio tape and to assist with minute taking purposes. The public is reminded that in accordance with Section 6.16 of the Shire of Morawa Meeting Procedures Local Law 2012 that nobody shall use any visual or vocal recording device or instrument to record the proceedings of Council without the written permission of the presiding member.'*

**DISCLAIMER**

*No responsibility whatsoever is implied or accepted by the Shire of Morawa for any act, omission, statement or intimation occurring during Council or Committee Meetings. The Shire of Morawa disclaims any liability for any loss whatsoever and howsoever caused arising out of reliance by any person or legal entity on any such act, omission, and statement of intimation occurring during Council or Committee Meetings.*

*Any person or legal entity that acts or fails to act in reliance upon any statement, act or omission occurring in a Council or Committee Meeting does so at their own risk. The Shire of Morawa advises that any person or legal entity should only rely on formal confirmation or notification of Council resolutions.*

## DISCLOSURE OF FINANCIAL/ IMPARTIALITY/ PROXIMITY INTERESTS

*Local Government Act 1995 – Section 5.65, 5.70 and 5.71 Local Government (Administration) Regulation 34C*

<i>This form is provided to enable members and officers to disclose an Interest in a matter in accordance with the regulations of Section 5.65, 5.70 and 5.71 of the Local Government Act and Local Government (Administration) Regulation 34C</i>			
Name of person declaring the interest			
Position			
Date of Meeting			
Type of Meeting (Please circle one)	Council Meeting/ Committee Meeting/ Special Council Meeting Workshop/ Public Agenda Briefing/ Confidential Briefing		
Interest Disclosed			
Item Number and Title			
Nature of Interest			
Type of Interest (please circle one)	Financial	Proximity	Impartiality
Interest Disclosed			
Item Number and Title			
Nature of Interest			
Type of Interest (please circle one)	Financial	Proximity	Impartiality
Interest Disclosed			
Item Number and Title			
Nature of Interest			
Type of Interest (please circle one)	Financial	Proximity	Impartiality

**Signature:** \_\_\_\_\_

**Date:** \_\_\_\_\_

**Important Note:** Should you declare a **Financial** or **Proximity** Interest, in accordance with the Act and Regulations noted above, you are required to leave the room while the item is being considered. For an **Impartiality** Interest, you must state the following prior to the consideration of the item:

*“With regard to agenda item (read item number and title), I disclose that I have an impartiality interest because (read your reason for interest). As a consequence, there may be a perception that my impartiality on the matter may be affected. I declare that I will consider this matter on its merits and vote accordingly.”*

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**Item 1 Opening of Meeting**

The Presiding Member to declare the meeting open.

**Item 2 Acknowledgement of Traditional Owners and Dignitaries**

The Presiding Member acknowledges the traditional custodians, the Yamatji people, and recognises the contribution of Yamatji elders past, present and future, in working together for the future of Morawa.

*'This meeting is being recorded on audio tape and to assist with minute taking purposes. The public is reminded that in accordance with Section 6.16 of the Shire of Morawa Meeting Procedures Local Law 2012 that nobody shall use any visual or vocal recording device or instrument to record the proceedings of Council without the written permission of the presiding member.'*

**Item 3 Recording of Attendance****3.1 Attendance****Committee Members**

President Councillor Karen Chappel (Presiding Member)

Deputy President Councillor Dean Carslake

Councillor Jane Coaker

Councillor Debbie Collins

Councillor Yvette Harris

Councillor Shirley Katona

Councillor Ken Stokes

**Staff**

Acting Chief Executive Officer

Executive Manager Corporate & Community Services

Economic Development Manager

Executive Assistant

Robert Paull

John van der Meer

Ellie Cuthbert

Rondah Toms

**3.2 Attendance by Telephone / Instantaneous Communications**

In accordance with section 14 of the *Local Government (Administration) Regulations 1996* "Meetings held by electronic means in public health emergency or state of emergency (Act s. 5.25(1)(ba))", the President to declare that this Meeting may take place via instantaneous communication. All Councillors and staff are to be available either via telephone (teleconference) or in person.

**3.3 Apologies****3.4 Approved Leave of Absence****3.5 Disclosure of Interests**

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<b>Item 4</b>	<b>Applications for Leave of Absence</b>
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<b>Item 5</b>	<b>Response to Previous Questions</b>
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<b>Item 6</b>	<b>Questions from Members without Notice</b>
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<b>Item 7</b>	<b>Announcements by Presiding Member without Discussion</b>
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<b>Item 8</b>	<b>Declarations of All Members to have Given Due Consideration to All Matters Contained in the Business Paper before the Meeting</b>
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The Elected Members to declare that they had given due consideration to all matters contained in the agenda.

<b>Item 9</b>	<b>Confirmation of Minutes of Previous Meeting</b>
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**OFFICER'S RECOMMENDATION**

That the Audit Committee Meeting Minutes held on Thursday, 17 September 2020 are confirmed to be a true and correct record.

***SIMPLE MAJORITY VOTE REQUIRED***

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*Disclaimer*

*Members of the public are cautioned against taking any action on Council decisions, on items in this agenda in which they may have an interest, until formal notification in writing from the Shire has been received. Decisions made at this meeting can be revoked pursuant to the Local Government Act 1995.*

**Item 10 Reports of Officers****10.1 Response to Outstanding Actions from Regulation 17 Risk Audit Review**

**Author:** Acting Chief Executive Officer

**Authorising Officer:** Acting Chief Executive Officer

**Disclosure of Interest:** The Author and Authorising Officer declare that they do not have any conflicts of interest in relation to this item.

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**OFFICER'S RECOMMENDATION**

That with respect to the Response to Outstanding Actions from Regulation 17 Risk Audit Review, the Audit and Risk Management Committee recommends to Council as follows:

1. Note the Response to Outstanding Actions from Regulation 17 Risk Audit Review, as presented in Attachment 1.

**SIMPLE MAJORITY VOTE REQUIRED**

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**PURPOSE**

To update the Audit and Risk Management Committee ('Committee') on the legislative compliance issues identified in the April 2020 Regulation 17 of the *Local Government (Audit) Regulations 1996* Audit report.

**DETAIL**

At the Committee meeting of 16 April 2020, Committee recommended to Council as follows:

*"That with respect to the Regulation 17 - Risk Audit Report March 2020, the Audit Committee recommends to Council as follows:*

1. *That Council notes the Regulation 17 Risk Audit prepared by the Town of Victoria Park (as per Attachment 10.1A) and its suggested improvements/opportunities, and forwards a copy to the Minister for Local Government as required;*
2. *That Council notes the Outstanding Actions from Regulation 17 of the Local Government (Audit) Regulations 1996 Review along with the CEO's response (as per Attachment 10.1 B) which describes how the suggested improvements/opportunities will be implemented, including actions completed, progressing items and those requiring further consideration; and*
3. *That Council notes further reports will be provided to the Audit Committee for its consideration, outlining recommended positions on those improvement opportunities offered in the Risk Audit, but yet to be actioned."*

At the 16 April 2020 Ordinary meeting of Council, the above recommendation was adopted.

As noted in Part 3 of the Recommendation, there were several matters associated with the Audit that required on-going attention. *Attachment 1* provides an updated response to the Regulation 17 Audit outcomes addressing the outstanding actions from April 2020 Audit Review.

Committee will note that all outstanding matters have either been addressed or are programmed to be addressed at the 19 November 2020 Ordinary meeting of Council.

## **LEVEL OF SIGNIFICANCE**

Medium – requirement under *Local Government (Audit) Regulations 1996*.

## **CONSULTATION**

Senior Management Team

## **LEGISLATION AND POLICY CONSIDERATIONS**

*Local Government Act 1995*

*Local Government (Administration) Regulations 1996*

*Local Government (Rules of Conduct) Regulations 2007*

*Local Government (Audit) Regulations 1996*

### **14. Compliance audits by local governments**

- (1) *A local government is to carry out a compliance audit for the period 1 January to 31 December in each year.*
- (2) *After carrying out a compliance audit the local government is to prepare a compliance audit return in a form approved by the Minister.*
- (3A) *The local government's audit committee is to review the compliance audit return and is to report to the council the results of that review.*
- (3) *After the audit committee has reported to the council under subregulation (3A), the compliance audit return is to be —*
  - (a) presented to the council at a meeting of the council; and*
  - (b) adopted by the council; and*
  - (c) recorded in the minutes of the meeting at which it is adopted.*

*[Regulation 14 inserted in Gazette 23 Apr 1999 p. 1724-5; amended in Gazette 30 Dec 2011 p. 5580-1.]*

*Local Government Operational Guidelines Number 09 - Audit in Local Government – Revised September 2013*

## **FINANCIAL AND RESOURCES IMPLICATIONS**

Related audit fees were incorporated into the Shire's Annual Budget. Implementing the recommendations of the Report that have financial impacts have been processed through normal budgetary processes.

## **STRATEGIC AND SUSTAINABILITY IMPLICATIONS**

*Shire of Morawa Community Strategic Plan 2018-2028 (Desktop Review June 2020)*

**Outcome 4.3** A local government that is respected, professional and accountable.

**Outcome 4.5** Long term financial viability.

## **RISK MANAGEMENT CONSIDERATIONS**

### *Shire of Morawa Risk Management Governance Framework*

Appropriate governance of risk management within the Shire of Morawa provides:

- Transparency of decision making.
- Clear identification of the roles and responsibilities of the risk management functions.
- An effective Governance Structure to support the risk framework.

## **CONCLUSION**

*Attachment 1* contains the *Outstanding Actions from Regulation 17 Risk Audit Review* for Committee/Council's consideration and addressing the areas covered by the Audit:

1. Risk Management;
2. Internal Controls; and
3. Legislative Compliance.

The response describes how the suggested improvements/opportunities have been or are to be implemented.

## **ATTACHMENT**

*Attachment 1 – 10.1 Response to Outstanding Actions from Regulation 17 Risk Audit Review*

**10.2 Asset Valuation and Impairment Consideration**

<b>Author:</b>	Executive Manager Corporate and Community Services
<b>Authorising Officer:</b>	Acting Chief Executive Officer
<b>Disclosure of Interest:</b>	The Author and Authorising Officer declare that they do not have any conflicts of interest in relation to this item.

**OFFICER'S RECOMMENDATION**

That with respect to **Asset Valuation and Impairment Consideration**, the Audit and Risk Management Committee recommends to Council as follows:

1. That *Asset Valuation and Impairment Consideration Memorandum (Memorandum)* as per Attachment 1 be received; and
2. Authorises the Chief Executive Officer to provide the *Memorandum* to the Shire's Auditor for the Financial Year 2019/2020 Audit.

**SIMPLE MAJORITY VOTE REQUIRED**

**PURPOSE**

To present the Audit and Risk Management Committee ('Committee') with the *Asset Valuation and Impairment Consideration Memorandum* (Memo) pertaining to Shire owned and operated assets over a broad range of categories.

**DETAIL**

Annually, the Council is required to indicate potentially significant external and internal effects to its assets. There are multiple categories and potential reasons. For example, when the perceived market value is less than the carrying value according to the local government's balance sheet, it is required to be written down to its current market value.

Market value is determined mostly by external variables such as the sale of land, or buildings in the recent past. Any modifications to buildings or one in need of repairs will also affect its market value. Any perceived resale price of plant and equipment may also influence the market value.

'Book Value' is determined on the basis of accounting policies and comprises the purchasing price, the estimated useful life and residual value (or expected resale value) at the end of its estimated useful life. Periodically, assets are depreciated by use of the straight-line method (i.e. a fixed percentage/amount) per year. Depreciation is a non-cash expense to account for the use of that asset and the need to replace it in the future.

The Old Morawa Hospital has been included as a potential asset which may see an impairment in Financial Year 2020/2021 (FY20/21). No other assets have been identified as being significantly impacted by changing market values or its condition. The Memo outlines the requirements of asset valuations and impairments for a broad range of asset classes. For Financial Year 2020/21, a comprehensive (re)valuation assessment is planned to be undertaken.

## LEVEL OF SIGNIFICANCE

**High** – Council owned and operated assets make up a significant portion of Council's total financial exposure. Potential effects – external and internal – should be considered when appropriate to ensure adequate presentation of values and conditions of those assets.

## CONSULTATION

Senior Management team  
Bob Waddell Consultant  
Griffin Valuations

## LEGISLATION AND POLICY CONSIDERATIONS

The periodical and regular assessment of assets is required under s.17A(4) of the *Local Government (Financial Management) Regulations*. Any impairment of assets is guided by Australian Accounting Standards Board (AASB)136.9 which are the Australian Accounting Standards as used by local governments to report on their financial activities in any given period.

Assets are to be (re)-valued every 3 to 5 years and a revaluation assessment of several Council assets is scheduled for FY2020/2021. Council is within the 3 to 5 year valuation window as required under legislation.

*Shire of Morawa Community Strategic Plan 2018-2028 (Desktop Review June 2020)*

**Outcome 4.3** A local government that is respected, professional and accountable.

**Outcome 4.5** Long term financial viability.

## FINANCIAL AND RESOURCES IMPLICATIONS

The financial implications from the contents of the memo are small. However, in case of actual impairments or revaluations, the financial figures may be affected significantly. Shire staff have engaged external parties to determine the market value of its assets and the potential financial and/or resources implications.

## RISK MANAGEMENT CONSIDERATIONS

Low – Council is within its 3 to 5 year assessment window and is aware of the potential impairment for the Old Hospital as a risk assessment has been conducted recently.

## CONCLUSION

The Memo outlines the requirements of asset valuations and impairments for a broad range of asset classes. With exception of the Old Hospital, no significant changes to market value of assets is expected. For Financial Year 2020/21, a comprehensive (re)valuation assessment is planned to be undertaken.

## ATTACHMENT

*Attachment 1 – 10.2 Asset Valuation and Impairment Consideration Memorandum*



<b>Item 11     Motions of Which Previous Notice Has Been Given</b>
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<b>Item 12     New Business of an Urgent Nature</b>
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<b>Item 13     Closure</b>
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There being no further business, the Presiding Member to declare the meeting closed.

OUTSTANDING ACTIONS FROM REGULATION 17 OF THE *LOCAL GOVERNMENT (AUDIT) REGULATIONS 1996* REVIEW

Review area – Risk Management	Recommended action required	CEO Response Status	CEO Comments
<b>RM01.</b> Effective risk management framework which considers both operational and strategic risks	<p><b>RM01.01</b> Develop a Risk Management Framework, which considers both operational and strategic risks, includes a risk assessment and acceptance criteria and contains risk tolerances that are adopted by Council</p> <p><b>RM01.02</b> Review current Risk Management Policy ensuring that it outlines requirements to monitor and report on risks</p>	<p><b>November 2020</b></p> <p><b>November 2020</b></p>	<p><b>Draft risk management framework to be prepared and referred to the Audit Committee for consideration.</b></p> <p><b>Review/update of Risk Management Policy to be referred to the Audit Committee for consideration.</b></p>
<b>RM02.</b> Current business continuity plan that is tested from time to time	<b>RM02.01</b> Develop a business continuity plan	<b>November 2020</b>	<b>Draft business continuity plan to be prepared and referred to the Audit Committee for consideration.</b>
<b>RM03.</b> Management of risks in line with the local government's risk tolerance	<i>Please see RM01.01.</i>	<b>November 2020</b>	<b>Draft risk management framework (addressing 'risk tolerance') to be prepared and referred to the Audit Committee for consideration.</b>
<b>RM04.</b> Presenting regular risk reports to the Audit Committee	<p><b>RM04.01</b> Ensure that the Risk Management Framework (outlined in RM01.01) includes provisions for the regular reporting on risks to the Audit Committee.</p> <p><b>RM04.02</b> Review Audit Committee Terms of Reference to include functions to receive and review regular risk reports</p>	<p><b>(ongoing)</b></p> <p><b>Completed</b></p>	<p><b>Risk reporting to be ongoing 'standing' item in all Audit Agendas</b></p> <p><b>Referred to the 21 May 2020 Council meeting.</b></p>

Review area – Risk Management	Recommended action required	CEO Response Status	Review area – Risk Management
<b>RM05.</b> Adequate insurance cover and management of insurable risks	None		<b>Noted</b>
<b>RM06.</b> Regular review of the effectiveness of the internal control system with management, and both internal and external auditors	None		<b>Noted</b>
<b>RM07.</b> Effective procurement framework which focuses probity, transparency and consistent application across the organisation	None.		<b>Noted</b>
<b>RM08.</b> Fraud and misconduct risks have been identified, analysed, evaluated and have an on-going monitoring and reporting program	<b>RM08.01</b> Develop a risk register which identifies and analyses risks, including ‘fraud and misconduct’ risks	<b>November 2020</b>	<b>Risk Register established. Significant risks to be reported to Audit Committee (President to be consulted of any significant risks arising)</b>
	<b>RM08.02</b> Ensure that the risk register includes ‘risk treatment actions’ which allocate a ‘risk owner’ and specifies a time in which that action is to be completed	<b>November 2020</b>	<b>Risk Register established</b>
<b>IC01.</b> Effective and appropriate delegation of authority	<b>IC01.01</b> Review the register of delegations, giving consideration to delegations that can be made under other legislation, and sub-delegating from the CEO to officers.	<b>Completed</b>	<b>Referred to the 16 July 2020 Meeting of Council</b>
	<b>IC01.02</b> Consider publishing register of delegations on the website.	<b>Completed</b>	<b>Delegations published on the Website.</b>

Review area – Internal controls	Recommended action required	CEO Response Status	CEO Comments
<b>IC02.</b> Documented policies and procedures	<b>IC02.02</b> Conduct a full review of the policy manual.	November 2020	Draft Policy Manual Review referred to Councillors with report to the 19 November 2020 Council meeting for consideration.
<b>IC03.</b> Trained and qualified employees	<b>IC03.01</b> Review the Recruitment and Selection Policy, with a view to including controls to verify formal qualifications and rights to work in Australia.  <b>IC03.02</b> Development of a Performance Development Plan to help identify opportunities to train and develop of staff	November 2020  To be determined	Draft Policy Manual Review referred to Councillors with report to the 19 November 2020 Council meeting for consideration.  To be as part of Workforce Plan – drafted but yet to be adopted (awaiting appointment of CEO)
<b>IC04.</b> Effective system controls	None		Noted
<b>IC05.</b> Effective policy and procedure review	<i>Please see IC02.01.</i>	November 2020	Policy Manual Review to be referred to Council for consideration.
<b>IC06.</b> Regular internal audits	<b>IC06.01</b> Establish and implement a regular internal audit program.	Ongoing	To be assessed for appropriateness as resources and capabilities to conduct an internal audit seem insufficient. Considering outsourcing the processes.
<b>IC07.</b> Documentation of risk identification and assessment	<i>Please see RM08.01 and RM08.02.</i>	Completed  Completed	Risk Register established. Significant risks to be reported to Audit Committee (President to be consulted of any significant risks arising).  Risk Register established.

Review area – Internal controls	Recommended action required	CEO Response Status	CEO Comments
<b>01.</b> Monitoring compliance with legislation and regulations	<b>LC01.01</b> Review the Governance Calendar to include changes resulting from the 2019 LG Act amendments	Completed	A New governance calendar set up this Financial Year (FY) ready for implementation and use for subsequent years.
	<b>LC01.02</b> Ensure there are appropriate controls for monitoring and reporting against the Governance Calendar	Completed	A New governance calendar set up this Financial Year (FY) ready for implementation and use for subsequent years.
	<b>LC01.03</b> Consider including a function under the Audit Committee's Terms of Reference to monitor the compliance with legislation and regulations	Completed	A New governance calendar set up this Financial Year (FY) ready for implementation and use for subsequent years.
<b>LC02.</b> Conducting the annual Compliance Audit Return and reporting to Council on the results of that review	None.	Completed	Compliance Audit Return reported to Audit Committee/Council in March 2020
<b>LC03.</b> Monitoring the effectiveness of its compliance and making recommendations for change as necessary	<i>Please see LC01.02 and LC01.03.</i>	Completed	Compliance Audit Return reported to Audit Committee/Council in March 2020

Review area – Legislative compliance	Recommended action required	CEO Response Status	CEO Comments
LC04. Review whether the local government has procedures to receive, retain and treat complaints, including confidential and anonymous employee complaints	LC04.01 Review the current Complaints Handling Policy, giving consideration to appropriate reporting requirements and confidentiality.	November 2020	Policy Manual Review to be referred to Council for consideration.
	LC04.02 Development of a policy and/or procedure for complaints relating to elected members	November 2020	Policy Manual Review to be referred to Council for consideration.
	LC04.03 Appoint a Public Interest Disclosure (PID) officer	Completed	The Public Sector Commissioner advised of PID Officer (noting that it is the 'Principal Executive Officer' or CEO).
LC05. Obtaining assurance that adverse trends are identified and review management's plans to deal with these.	None		Noted
LC06. Reviewing whether the internal and/or external auditors have regard to compliance and ethics risks in the development of their audit plan and in the conduct of audit projects, and report compliance and ethics issues to the Audit Committee	<p><i>Please see IC06.01.</i></p> <p>LC06.01 Increase the Audit Committee's role in audit, risk management and internal control oversight.</p>	Completed	Referred to the 21 May 2020 Ordinary Meeting of Council
LC07. Considering the internal auditor's role in assessing compliance and ethics risks in their plan	<p><i>Please see IC06.01.</i></p> <p>LC07.01 Ensure that the internal audit program includes audits relating to compliance and ethics risks.</p>	Completed	Referred to the 21 May 2020 Ordinary Meeting of Council
LC08. Monitoring the local government's compliance frameworks dealing with relevant external legislation and regulatory requirements	LC08.01 Develop a systemised approach to legislative change. Consider creating central responsibility for communicating the change and ensuring any action are completed accordingly.	Ongoing	CEO being responsible for communicating any legislative change/ action.

Review area – Legislative compliance	Recommended action required	CEO Response Status	CEO Comments
<b>LC09.</b> Complying with legislative and regulatory requirements imposed on audit committee members, including not misusing their position to gain an advantage for themselves or another or cause detriment to the local government and disclosing conflicts of interest	<b>LC09.01</b> Develop of an induction process for audit committee members, with a particular focus on the role of the Audit Committee as compared to Council	<b>Ongoing</b>	<b>Investigate with WALGA/Town of Victoria Park for an online training session.</b>
	<b>LC09.02</b> Consider appointing independent committee members	<b>Completed</b>	<b>Referred to the 21 May 2020 Ordinary Meeting of Council</b>
	<b>LC09.03</b> Appoint elected members by person rather than office in the future	<b>Completed</b>	<b>Referred to the 21 May 2020 Ordinary Meeting of Council</b>

<b>MEMO</b>
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<b>TO:</b>	<b>Council</b>
<b>FROM:</b>	Chief Executive Officer
<b>DATE:</b>	
<b>SUBJECT:</b>	<b>Asset Valuation and Impairment Consideration</b>

**Purpose of this Memo**

The purpose of this memo is to:

1. Consider if any asset requires revaluation under the requirements of *Local Government (Financial Management) Regulation 17A(4)*
2. Consider if any impairment indicators are present as required by AASB136 *Impairment of Assets*

**Background****Asset valuation for financial report**

*Local Government (Financial Management) Regulation 17A(4)* requires a local government to revalue an asset of the local government –

- (a) Whenever the local government is of the opinion that the fair value of the asset is likely to be materially different from its carrying amount; and
- (b) In any event, within a period of at least 3 years but no more than 5 years after the day on which the asset was last valued or revalued.

**Impairment**

- In accordance with AASB136.9, the local government is required to assess at reporting date whether there is an indication that an asset is impaired.
- Impairment is considered to be an asset that has carrying amount which exceeds its recoverable amount. AASB136 defines the carrying amount an assets as "*the amount which an asset is recognised after deducting any accumulated depreciation (amortisation) and accumulated impairment losses thereon*" and defines the recoverable amount of an asset as "*the higher of its fair value less costs to sell and its value of use.*"
- The local government had completed an assessment of whether there is any evidence that assets and cash generating units are impaired, to the best of their knowledge.

The impairment indicators considered by the local government in respect to this assessment included the following:

**Internal factors:**

- Evidence of obsolescence or physical damage
- Significant adverse changes in use or expected use of asset occurred or expected in near future (including discontinuation or restructure of operations or disposal of assets before expected date); and
- Evidence that economic performance of an asset is worse than expected.

**External factors:**

- Significant decline in market value of assets (in excess of normal time and use expectancy);
- Significant adverse technological, market, economic or legal changes occurred or expected in near future;
- Increases in interest rates or rates of return; and



### Individual Asset Class Assessment

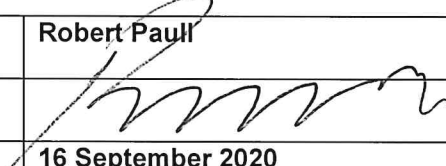
#### **Land - Muni - Asset valuation for financial report**

1.	In the opinion of the local government, is the fair value of any asset in this class likely to be materially different (higher / lower) than its carrying amount?	No
	If no, what evidence is this opinion supported by? (please provide details): Property prices have remained comparable and stable to previous years. FV for L&B is scheduled for FY20/21 to be updated and checked.	
2.	What date was the most recent revaluation of this asset class performed:	30/06/2017
3.	Is the date of the most recent revaluation within a period of at least 3 years but no more than 5 years before 30 June 2019?	Yes
4.	Conclusion – Is revaluation of the asset required under <i>Local Government (Financial Management) R17A</i> ?	No
	If the answer to question 4 is Yes, please provide a copy of the valuation	

#### **Land - Muni - Impairment**

	<b>Internal Factors</b>	
1.	Is there any evidence of assets within this class being obsolete or physically damaged?	No
	If Yes, please provide details:	
2.	Have any significant adverse changes in use or expected use of an asset within this class occurred or expected in near future (including discontinuation or restructure of operations or disposal of assets before expected date)?	No
	If Yes, please provide details:	
3.	Has any evidence been identified that economic performance of an asset within this class being worse than expected?	No
	If Yes, please provide details:	
	<b>External Factors</b>	
4.	Is there any evidence of a significant decline in market value of assets within this class (in excess of normal time and use expectancy)?	No
	If Yes, please provide details:	
5.	Have any significant adverse technological, market, economic or legal changes occurred or expected in near future which would affect assets within this class?	No
	If Yes, please provide details:	

6.	Have any increases in interest rates or rates of return been identified?	No
	If Yes, please provide details:	
7.	<b>Asset Specific Considerations</b> Please provide any other specific information with regards to factors the local government has considered for this asset class:	
8.	<b>Conclusion:</b>	
	Have any impairment issues been identified with this asset class?	No
	If the answer to question 8 is Yes, please provide a copy of the impairment assessment.	

Completed by:	Robert Paull
Signature:	
Date:	16 September 2020

## Individual Asset Class Assessment

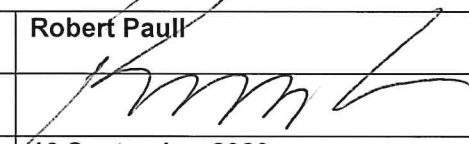
### **Buildings - Asset valuation for financial report**

1.	In the opinion of the local government, is the fair value of any asset in this class likely to be materially different (higher / lower) than its carrying amount?	No
	If no, what evidence is this opinion supported by? (please provide details): Shire conducts regular inspections, maintenance and checks to ensure quality as required. The Property market has remained stable.	
2.	What date was the most recent revaluation of this asset class performed:	30/06/2017
3.	Is the date of the most recent revaluation within a period of at least 3 years but no more than 5 years before 30 June 2019?	Yes
4.	Conclusion – Is revaluation of the asset required under <i>Local Government (Financial Management) R17A</i> ?	No
	If the answer to question 4 is Yes, please provide a copy of the valuation	

### **Buildings - Impairment**

	<b>Internal Factors</b>	
1.	Is there any evidence of assets within this class being obsolete or physically damaged?	Yes
	If Yes, please provide details: The Old Hospital located on Caulfield Road in Morawa has deteriorated quickly over the last years and has been damaged by individuals with unauthorised access. Access has been prevented by boarding up outside windows, walls and doors.	
2.	Have any significant adverse changes in use or expected use of an asset within this class occurred or expected in near future (including discontinuation or restructure of operations or disposal of assets before expected date)?	Yes
	If Yes, please provide details: It is suspected that the Old Hospital contains asbestos. An inspection is scheduled for Fy20/21 to assess the building. Assessment to be conducted by LGIS	
3.	Has any evidence been identified that economic performance of an asset within this class being worse than expected?	No
	If Yes, please provide details:	
	<b>External Factors</b>	
4.	Is there any evidence of a significant decline in market value of assets within this class (in excess of normal time and use expectancy)?	No
	If Yes, please provide details:	
5.	Have any significant adverse technological, market, economic or legal changes occurred or expected in near future which would affect assets within this class?	No

	If Yes, please provide details:	
6.	Have any increases in interest rates or rates of return been identified?	No
	If Yes, please provide details:	
7.	<b>Asset Specific Considerations</b> Please provide any other specific information with regards to factors the local government has considered for this asset class:  The Shire has considered its current asset base pertaining to Buildings and has concluded that some buildings will be elected to be sold. The reasons are to mitigate maintenance, costs and risk associated with the ownership and operation of assets. The Old Hospital will be assessed by external asbestos experts to determine the level of risk. Subsequently, a decision will have to be made by Council whether or not to dispose of it or repurpose it.	
8.	<b>Conclusion:</b>  Have any impairment issues been identified with this asset class?	
		No
	If the answer to question 8 is Yes, please provide a copy of the impairment assessment.	

Completed by:	Robert Paull
Signature:	
Date:	16 September 2020

## Individual Asset Class Assessment

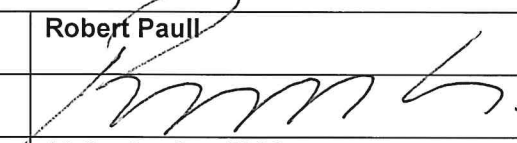
### **Furniture and Equipment - Asset valuation for financial report**

1.	In the opinion of the local government, is the fair value of any asset in this class likely to be materially different (higher / lower) than its carrying amount?	No
	If no, what evidence is this opinion supported by? (please provide details): Assessments of Fair Value done on a regular basis. F&E still in use and functioning well.	
2.	What date was the most recent revaluation of this asset class performed:	30/06/2019
3.	Is the date of the most recent revaluation within a period of at least 3 years but no more than 5 years before 30 June 2019?	Yes
4.	Conclusion – Is revaluation of the asset required under <i>Local Government (Financial Management) R17A</i> ?	No
	If the answer to question 4 is Yes, please provide a copy of the valuation	

### **Furniture and Equipment - Impairment**

	<b>Internal Factors</b>	
1.	Is there any evidence of assets within this class being obsolete or physically damaged?	No
	If Yes, please provide details:	
2.	Have any significant adverse changes in use or expected use of an asset within this class occurred or expected in near future (including discontinuation or restructure of operations or disposal of assets before expected date)?	No
	If Yes, please provide details:	
3.	Has any evidence been identified that economic performance of an asset within this class being worse than expected?	No
	If Yes, please provide details:	
	<b>External Factors</b>	
4.	Is there any evidence of a significant decline in market value of assets within this class (in excess of normal time and use expectancy)?	No
	If Yes, please provide details:	
5.	Have any significant adverse technological, market, economic or legal changes occurred or expected in near future which would affect assets within this class?	No
	If Yes, please provide details:	
6.	Have any increases in interest rates or rates of return been identified?	No

	If Yes, please provide details:	
7.	<b>Asset Specific Considerations</b> Please provide any other specific information with regards to factors the local government has considered for this asset class: For this FY nothing to add	
8.	<b>Conclusion:</b> Have any impairment issues been identified with this asset class?	
		No
	If the answer to question 8 is Yes, please provide a copy of the impairment assessment.	

Completed by:	Robert Paull
Signature:	
Date:	16 September 2020



### Individual Asset Class Assessment

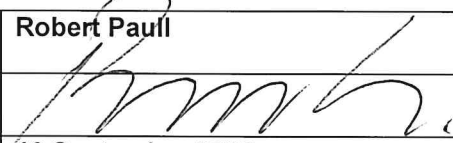
#### **Plant and Equipment - Asset valuation for financial report**

1.	In the opinion of the local government, is the fair value of any asset in this class likely to be materially different (higher / lower) than its carrying amount?	No
	If no, what evidence is this opinion supported by? (please provide details):	
2.	What date was the most recent revaluation of this asset class performed:	30/06/2019
3.	Is the date of the most recent revaluation within a period of at least 3 years but no more than 5 years before 30 June 2019?	Yes
4.	Conclusion – Is revaluation of the asset required under <i>Local Government (Financial Management) R17A</i> ?	No
	If the answer to question 4 is Yes, please provide a copy of the valuation	

#### **Plant and Equipment - Impairment**

	<b>Internal Factors</b>	
1.	Is there any evidence of assets within this class being obsolete or physically damaged?	No
	If Yes, please provide details:	
2.	Have any significant adverse changes in use or expected use of an asset within this class occurred or expected in near future (including discontinuation or restructure of operations or disposal of assets before expected date)?	No
	If Yes, please provide details:	
3.	Has any evidence been identified that economic performance of an asset within this class being worse than expected?	No
	If Yes, please provide details:	
	<b>External Factors</b>	
4.	Is there any evidence of a significant decline in market value of assets within this class (in excess of normal time and use expectancy)?	No
	If Yes, please provide details:	
5.	Have any significant adverse technological, market, economic or legal changes occurred or expected in near future which would affect assets within this class?	No
	If Yes, please provide details:	
6.	Have any increases in interest rates or rates of return been identified?	No

	If Yes, please provide details:	
7.	<b>Asset Specific Considerations</b> Please provide any other specific information with regards to factors the local government has considered for this asset class:	
8.	<b>Conclusion:</b>	
	Have any impairment issues been identified with this asset class?	No
	If the answer to question 8 is Yes, please provide a copy of the impairment assessment.	

Completed by:	Robert Paull
Signature:	
Date:	16 September 2020



## Individual Asset Class Assessment

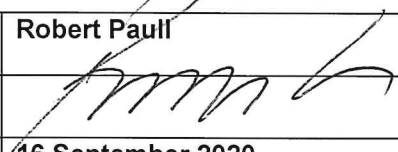
### Roads - Asset valuation for financial report

1.	In the opinion of the local government, is the fair value of any asset in this class likely to be materially different (higher / lower) than its carrying amount?	No
	If no, what evidence is this opinion supported by? (please provide details):  Last Revaluation was done in 2018 with an update for the LTFP in January 2020 by Greenfields TS. Latest Road Inspection was completed in June 2020 by GTS. Annual use of RAMMS. Regular inspections conducted and set up of comprehensive road construction and maintenance program.	
2.	What date was the most recent revaluation of this asset class performed:	30/06/2018
3.	Is the date of the most recent revaluation within a period of at least 3 years but no more than 5 years before 30 June 2019?	Yes
4.	Conclusion – Is revaluation of the asset required under <i>Local Government (Financial Management) R17A</i> ?	No
	If the answer to question 4 is Yes, please provide a copy of the valuation	

### Roads - Impairment

	<b>Internal Factors</b>	
1.	Is there any evidence of assets within this class being obsolete or physically damaged?	No
	If Yes, please provide details:	
2.	Have any significant adverse changes in use or expected use of an asset within this class occurred or expected in near future (including discontinuation or restructure of operations or disposal of assets before expected date)?	No
	If Yes, please provide details:	
3.	Has any evidence been identified that economic performance of an asset within this class being worse than expected?	No
	If Yes, please provide details:	
	<b>External Factors</b>	
4.	Is there any evidence of a significant decline in market value of assets within this class (in excess of normal time and use expectancy)?	No
	If Yes, please provide details:	
5.	Have any significant adverse technological, market, economic or legal changes occurred or expected in near future which would affect assets within this class?	No
	If Yes, please provide details:	

6.	Have any increases in interest rates or rates of return been identified?	No
	If Yes, please provide details:	
7.	<b>Asset Specific Considerations</b> Please provide any other specific information with regards to factors the local government has considered for this asset class:	
	The Shire conducted a visual road inspection in addition to the regular maintenance and inspections to assess conditions of roads and set priorities for Council and the Shire to maintain the roads as required. Stakeholders – e.g. farmers, CBH, Mining companies – have been contacted to assess their expectations on usage of roads, RAV ratings, frequency and other factors which may affect the condition of road infrastructure.	
8.	<b>Conclusion:</b>	
	Have any impairment issues been identified with this asset class?	No
	If the answer to question 8 is Yes, please provide a copy of the impairment assessment.	

Completed by:	Robert Paull
Signature:	
Date:	16 September 2020

## Individual Asset Class Assessment

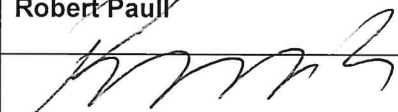
### **Drainage - Asset valuation for financial report**

1.	In the opinion of the local government, is the fair value of any asset in this class likely to be materially different (higher / lower) than its carrying amount?	No
	If no, what evidence is this opinion supported by? (please provide details):	
2.	What date was the most recent revaluation of this asset class performed:	30/06/2018
3.	Is the date of the most recent revaluation within a period of at least 3 years but no more than 5 years before 30 June 2019?	Yes
4.	Conclusion – Is revaluation of the asset required under <i>Local Government (Financial Management) R17A</i> ?	No
	If the answer to question 4 is Yes, please provide a copy of the valuation	

### **Drainage - Impairment**

	<b>Internal Factors</b>	
1.	Is there any evidence of assets within this class being obsolete or physically damaged?	No
	If Yes, please provide details:	
2.	Have any significant adverse changes in use or expected use of an asset within this class occurred or expected in near future (including discontinuation or restructure of operations or disposal of assets before expected date)?	No
	If Yes, please provide details:	
3.	Has any evidence been identified that economic performance of an asset within this class being worse than expected?	No
	If Yes, please provide details:	
	<b>External Factors</b>	
4.	Is there any evidence of a significant decline in market value of assets within this class (in excess of normal time and use expectancy)?	No
	If Yes, please provide details:	
5.	Have any significant adverse technological, market, economic or legal changes occurred or expected in near future which would affect assets within this class?	No
	If Yes, please provide details:	
6.	Have any increases in interest rates or rates of return been identified?	No

	If Yes, please provide details:	
7.	<b>Asset Specific Considerations</b> Please provide any other specific information with regards to factors the local government has considered for this asset class:	
	None	
8.	<b>Conclusion:</b> Have any impairment issues been identified with this asset class?	
		No
	If the answer to question 8 is Yes, please provide a copy of the impairment assessment.	

Completed by:	Robert Paull
Signature:	
Date:	16 September 2020

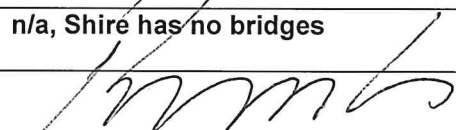
## Individual Asset Class Assessment

### **Bridges - Asset valuation for financial report**

1.	In the opinion of the local government, is the fair value of any asset in this class likely to be materially different (higher / lower) than its carrying amount?	No
	If no, what evidence is this opinion supported by? (please provide details): The Shire has no bridges	
2.	What date was the most recent revaluation of this asset class performed:	
3.	Is the date of the most recent revaluation within a period of at least 3 years but no more than 5 years before 30 June 2019?	Yes/No
4.	Conclusion – Is revaluation of the asset required under <i>Local Government (Financial Management) R17A</i> ?	Yes/No
	If the answer to question 4 is Yes, please provide a copy of the valuation	

### **Bridges - Impairment**

	<b>Internal Factors</b>	
1.	Is there any evidence of assets within this class being obsolete or physically damaged?	Yes/No
	If Yes, please provide details:	
2.	Have any significant adverse changes in use or expected use of an asset within this class occurred or expected in near future (including discontinuation or restructure of operations or disposal of assets before expected date)?	Yes/No
	If Yes, please provide details:	
3.	Has any evidence been identified that economic performance of an asset within this class being worse than expected?	Yes/No
	If Yes, please provide details:	
	<b>External Factors</b>	
4.	Is there any evidence of a significant decline in market value of assets within this class (in excess of normal time and use expectancy)?	Yes/No
	If Yes, please provide details:	
5.	Have any significant adverse technological, market, economic or legal changes occurred or expected in near future which would affect assets within this class?	Yes/No
	If Yes, please provide details:	
6.	Have any increases in interest rates or rates of return been identified?	Yes/No

	If Yes, please provide details:	
7.	<b>Asset Specific Considerations</b> Please provide any other specific information with regards to factors the local government has considered for this asset class:	
8.	<b>Conclusion:</b> Have any impairment issues been identified with this asset class?	
		Yes/No
	If the answer to question 8 is Yes, please provide a copy of the impairment assessment.	
Completed by:	n/a, Shire has no bridges	
Signature:		
Date:	16 September 2020	



## Individual Asset Class Assessment

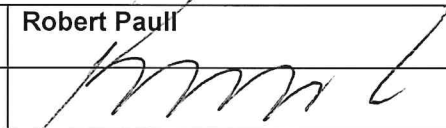
### Footpaths - Asset valuation for financial report

1.	In the opinion of the local government, is the fair value of any asset in this class likely to be materially different (higher / lower) than its carrying amount?	No
	If no, what evidence is this opinion supported by? (please provide details): Revaluation done in 2018 and RAMMS maintained via GTS.	
2.	What date was the most recent revaluation of this asset class performed:	30/06/2018
3.	Is the date of the most recent revaluation within a period of at least 3 years but no more than 5 years before 30 June 2019?	Yes
4.	Conclusion – Is revaluation of the asset required under <i>Local Government (Financial Management) R17A</i> ?	No
	If the answer to question 4 is Yes, please provide a copy of the valuation	

### Footpaths - Impairment

	<b>Internal Factors</b>	
1.	Is there any evidence of assets within this class being obsolete or physically damaged?	No
	If Yes, please provide details:	
2.	Have any significant adverse changes in use or expected use of an asset within this class occurred or expected in near future (including discontinuation or restructure of operations or disposal of assets before expected date)?	No
	If Yes, please provide details:	
3.	Has any evidence been identified that economic performance of an asset within this class being worse than expected?	No
	If Yes, please provide details:	
	<b>External Factors</b>	
4.	Is there any evidence of a significant decline in market value of assets within this class (in excess of normal time and use expectancy)?	No
	If Yes, please provide details:	
5.	Have any significant adverse technological, market, economic or legal changes occurred or expected in near future which would affect assets within this class?	No
	If Yes, please provide details:	
6.	Have any increases in interest rates or rates of return been identified?	No

	If Yes, please provide details:	
7.	<b>Asset Specific Considerations</b> Please provide any other specific information with regards to factors the local government has considered for this asset class:	
8.	<b>Conclusion:</b> Have any impairment issues been identified with this asset class?	
		No
	If the answer to question 8 is Yes, please provide a copy of the impairment assessment.	

Completed by:	Robert Paull
Signature:	
Date:	16 September 2020



## Individual Asset Class Assessment

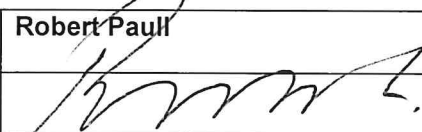
### **Parks & Ovals - Asset valuation for financial report**

1.	In the opinion of the local government, is the fair value of any asset in this class likely to be materially different (higher / lower) than its carrying amount?	No
	If no, what evidence is this opinion supported by? (please provide details): Revaluation planned for FY20/21	
2.	What date was the most recent revaluation of this asset class performed:	30/06/2017
3.	Is the date of the most recent revaluation within a period of at least 3 years but no more than 5 years before 30 June 2019?	Yes
4.	Conclusion – Is revaluation of the asset required under <i>Local Government (Financial Management) R17A</i> ?	No
	If the answer to question 4 is Yes, please provide a copy of the valuation	

### **Parks & Ovals - Impairment**

	<b>Internal Factors</b>	
1.	Is there any evidence of assets within this class being obsolete or physically damaged?	No
	If Yes, please provide details:	
2.	Have any significant adverse changes in use or expected use of an asset within this class occurred or expected in near future (including discontinuation or restructure of operations or disposal of assets before expected date)?	No
	If Yes, please provide details:	
3.	Has any evidence been identified that economic performance of an asset within this class being worse than expected?	No
	If Yes, please provide details:	
	<b>External Factors</b>	
4.	Is there any evidence of a significant decline in market value of assets within this class (in excess of normal time and use expectancy)?	No
	If Yes, please provide details:	
5.	Have any significant adverse technological, market, economic or legal changes occurred or expected in near future which would affect assets within this class?	No
	If Yes, please provide details:	
6.	Have any increases in interest rates or rates of return been identified?	No

	If Yes, please provide details:	
7.	<b>Asset Specific Considerations</b> Please provide any other specific information with regards to factors the local government has considered for this asset class:	
8.	<b>Conclusion:</b> Have any impairment issues been identified with this asset class?	
		No
	If the answer to question 8 is Yes, please provide a copy of the impairment assessment.	

Completed by:	Robert Pauli
Signature:	
Date:	16 September 2020

### Individual Asset Class Assessment

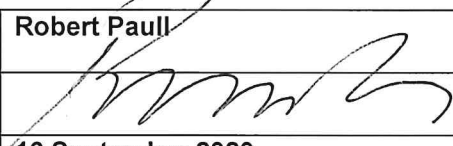
#### **Other Infrastructure - Asset valuation for financial report**

1.	In the opinion of the local government, is the fair value of any asset in this class likely to be materially different (higher / lower) than its carrying amount?	No
	If no, what evidence is this opinion supported by? (please provide details): Revaluation planned for FY20/21, No significant changes in market, property values and has remained stable.	
2.	What date was the most recent revaluation of this asset class performed:	30/06/2017
3.	Is the date of the most recent revaluation within a period of at least 3 years but no more than 5 years before 30 June 2019?	Yes
4.	Conclusion – Is revaluation of the asset required under <i>Local Government (Financial Management) R17A</i> ?	No
	If the answer to question 4 is Yes, please provide a copy of the valuation	

#### **Other Infrastructure - Impairment**

	<b>Internal Factors</b>	
1.	Is there any evidence of assets within this class being obsolete or physically damaged?	No
	If Yes, please provide details:	
2.	Have any significant adverse changes in use or expected use of an asset within this class occurred or expected in near future (including discontinuation or restructure of operations or disposal of assets before expected date)?	No
	If Yes, please provide details:	
3.	Has any evidence been identified that economic performance of an asset within this class being worse than expected?	No
	If Yes, please provide details:	
	<b>External Factors</b>	
4.	Is there any evidence of a significant decline in market value of assets within this class (in excess of normal time and use expectancy)?	No
	If Yes, please provide details:	
5.	Have any significant adverse technological, market, economic or legal changes occurred or expected in near future which would affect assets within this class?	No
	If Yes, please provide details:	

6.	Have any increases in interest rates or rates of return been identified?	No
	If Yes, please provide details:	
7.	<b>Asset Specific Considerations</b> Please provide any other specific information with regards to factors the local government has considered for this asset class:	
8.	<b>Conclusion:</b>	
	Have any impairment issues been identified with this asset class?	No
	If the answer to question 8 is Yes, please provide a copy of the impairment assessment.	

Completed by:	Robert Paull
Signature:	
Date:	16 September 2020

## Individual Asset Class Assessment

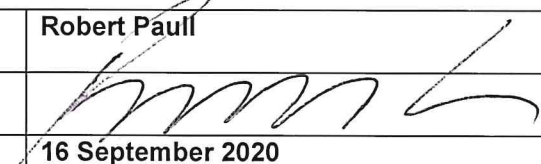
### **Bus Shelter - Asset valuation for financial report**

1.	In the opinion of the local government, is the fair value of any asset in this class likely to be materially different (higher / lower) than its carrying amount?	Yes/No
	If no, what evidence is this opinion supported by? (please provide details): The Shire has no Bus Shelters	
2.	What date was the most recent revaluation of this asset class performed:	
3.	Is the date of the most recent revaluation within a period of at least 3 years but no more than 5 years before 30 June 2019?	Yes/No
4.	Conclusion – Is revaluation of the asset required under <i>Local Government (Financial Management) R17A</i> ?	Yes/No
	If the answer to question 4 is Yes, please provide a copy of the valuation	

### **Bus Shelter - Impairment**

	<b>Internal Factors</b>	
1.	Is there any evidence of assets within this class being obsolete or physically damaged?	Yes/No
	If Yes, please provide details:	
2.	Have any significant adverse changes in use or expected use of an asset within this class occurred or expected in near future (including discontinuation or restructure of operations or disposal of assets before expected date)?	Yes/No
	If Yes, please provide details:	
3.	Has any evidence been identified that economic performance of an asset within this class being worse than expected?	Yes/No
	If Yes, please provide details:	
	<b>External Factors</b>	
4.	Is there any evidence of a significant decline in market value of assets within this class (in excess of normal time and use expectancy)?	Yes/No
	If Yes, please provide details:	
5.	Have any significant adverse technological, market, economic or legal changes occurred or expected in near future which would affect assets within this class?	Yes/No
	If Yes, please provide details:	
6.	Have any increases in interest rates or rates of return been identified?	Yes/No

	If Yes, please provide details:	
7.	<b>Asset Specific Considerations</b> Please provide any other specific information with regards to factors the local government has considered for this asset class:	
8.	<b>Conclusion:</b>	
	Have any impairment issues been identified with this asset class?	Yes/No
	If the answer to question 8 is Yes, please provide a copy of the impairment assessment.	

<b>Completed by:</b>	Robert Paull
<b>Signature:</b>	
<b>Date:</b>	16 September 2020



## Individual Asset Class Assessment

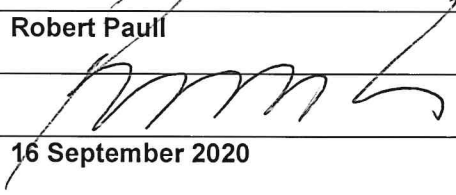
### Depot - Asset valuation for financial report

1.	In the opinion of the local government, is the fair value of any asset in this class likely to be materially different (higher / lower) than its carrying amount?	No
	If no, what evidence is this opinion supported by? (please provide details): Reval planned for FY20/21. No changes in market values, market has remained stable	
2.	What date was the most recent revaluation of this asset class performed:	30/06/2017
3.	Is the date of the most recent revaluation within a period of at least 3 years but no more than 5 years before 30 June 2019?	Yes
4.	Conclusion – Is revaluation of the asset required under <i>Local Government (Financial Management) R17A</i> ?	No
	If the answer to question 4 is Yes, please provide a copy of the valuation	

### Depot - Impairment

	<b>Internal Factors</b>	
1.	Is there any evidence of assets within this class being obsolete or physically damaged?	No
	If Yes, please provide details:	
2.	Have any significant adverse changes in use or expected use of an asset within this class occurred or expected in near future (including discontinuation or restructure of operations or disposal of assets before expected date)?	No
	If Yes, please provide details:	
3.	Has any evidence been identified that economic performance of an asset within this class being worse than expected?	No
	If Yes, please provide details:	
	<b>External Factors</b>	
4.	Is there any evidence of a significant decline in market value of assets within this class (in excess of normal time and use expectancy)?	No
	If Yes, please provide details:	
5.	Have any significant adverse technological, market, economic or legal changes occurred or expected in near future which would affect assets within this class?	No
	If Yes, please provide details:	

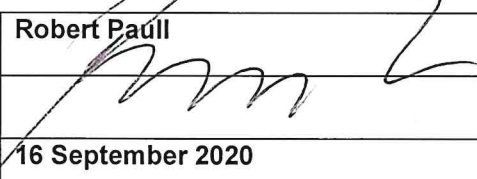
6.	Have any increases in interest rates or rates of return been identified?	No
	If Yes, please provide details:	
7.	<b>Asset Specific Considerations</b> Please provide any other specific information with regards to factors the local government has considered for this asset class:	
8.	<b>Conclusion:</b> Have any impairment issues been identified with this asset class?	
		No
	If the answer to question 8 is Yes, please provide a copy of the impairment assessment.	

Completed by:	Robert Paull
Signature:	
Date:	16 September 2020



**Individual Asset Class Assessment****Investment Property - Impairment**

	<b>Internal Factors</b>	
1.	Is there any evidence of assets within this class being obsolete or physically damaged?	Yes/No
	If Yes, please provide details: The Shire has no Investment Property	
2.	Have any significant adverse changes in use or expected use of an asset within this class occurred or expected in near future (including discontinuation or restructure of operations or disposal of assets before expected date)?	Yes/No
	If Yes, please provide details:	
3.	Has any evidence been identified that economic performance of an asset within this class being worse than expected?	Yes/No
	If Yes, please provide details:	
	<b>External Factors</b>	
4.	Is there any evidence of a significant decline in market value of assets within this class (in excess of normal time and use expectancy)?	Yes/No
	If Yes, please provide details:	
5.	Have any significant adverse technological, market, economic or legal changes occurred or expected in near future which would affect assets within this class?	Yes/No
	If Yes, please provide details:	
6.	Have any increases in interest rates or rates of return been identified?	Yes/No
	If Yes, please provide details:	
7.	<b>Asset Specific Considerations</b> Please provide any other specific information with regards to factors the local government has considered for this asset class:	
8.	<b>Conclusion:</b>	
	Have any impairment issues been identified with this asset class?	Yes/No
	If the answer to question 8 is Yes, please provide a copy of the impairment assessment.	

Completed by:	Robert Paull
Signature:	
Date:	16 September 2020