



Dedicated to a better Brisbane

Brisbane City Council

Consolidated Financial Statements

30 June 2024

Tabled and presented to Council
at its 4747 Meeting held on:
10/09/2024

Tabled by: LORD MAYOR


Chairperson of Council

Brisbane City Council
Consolidated financial statements
for the year ended 30 June 2024

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Brisbane City Council
Statements of comprehensive income
for the year ended 30 June 2024

	Note	Consolidated		Council	
		2024 \$000	2023 \$000	2024 \$000	2023 \$000
Revenue					
Rates and utility charges	3(a)	1,378,170	1,316,242	1,378,170	1,316,242
Contributions, donations, subsidies and grants	3(b)	568,748	609,885	568,748	609,885
Fees and charges	3(c)	223,837	210,582	223,837	210,582
Public transport revenue		396,559	385,336	396,559	385,336
Interest revenue		13,980	21,689	13,094	21,031
Other revenue	3(d)	359,936	383,051	457,594	493,140
		<u>2,941,230</u>	<u>2,926,785</u>	<u>3,038,002</u>	<u>3,036,216</u>
Expenses					
Employee costs	4(a)	886,603	834,766	884,437	832,512
Materials and services	4(b)	986,970	1,012,535	982,756	1,007,465
Depreciation and amortisation	4(c)	510,253	532,799	518,709	541,395
Finance costs	4(d)	97,208	102,098	98,298	103,064
Loss on disposal of property, plant and equipment, intangible assets and investment property	4(e)	64,021	44,229	64,021	41,360
Capital grant expenses	4(f)	104	-	104	-
Other expenses	4(g)	80,796	55,059	55,605	53,476
		<u>2,625,955</u>	<u>2,581,486</u>	<u>2,603,930</u>	<u>2,579,272</u>
Share of profit from associate	8	226,122	146,744	-	-
Net result		541,397	492,043	434,072	456,944
Other comprehensive income					
Items that will not be reclassified to net result					
Increase in asset revaluation surplus	8,10(a)	6,541,530	2,027,550	6,550,293	2,039,217
Remeasurement of defined benefit plan	23	(4,246)	1,005	(4,246)	1,005
Movements in cash flow and cost of hedging reserves	26(c)	(3,646)	14,736	(3,862)	14,736
		<u>6,533,638</u>	<u>2,043,291</u>	<u>6,542,185</u>	<u>2,054,958</u>
Total comprehensive income		7,075,035	2,535,334	6,976,257	2,511,902

The above statements should be read in conjunction with the accompanying notes and accounting policies.

Brisbane City Council
Statements of financial position
as at 30 June 2024

	Note	Consolidated		Council	
		2024 \$000	2023 \$000	2024 \$000	2023 \$000
Current assets					
Cash and cash equivalents	5	82,796	96,122	67,444	71,027
Receivables	6	90,231	226,366	89,376	225,867
Inventories		25,754	21,993	25,754	21,993
Derivative financial instruments	26(c)	1,366	2,493	1,366	2,493
Other current assets	7	113,342	135,770	113,199	135,627
Assets classified as held for sale		-	13,227	-	13,227
		313,489	495,971	297,139	470,234
Non-current assets					
Investment in associate	8	3,285,249	3,161,135	2,158,143	2,158,143
Other investments	9	73,786	65,965	214,688	206,867
Derivative financial instruments	26(c)	1,564	4,083	1,348	4,083
Property, plant and equipment	10(a)	40,169,781	32,484,237	40,005,710	32,313,592
Investment property	11	184,784	161,704	-	-
Intangible assets	12	130,640	146,801	130,640	146,801
Lease right of use assets	13(a)	400,519	451,667	490,081	549,685
Superannuation defined benefit plan	23	17,292	21,713	17,292	21,713
Other non-current assets		3,095	3,560	-	-
		44,266,710	36,500,865	43,017,902	35,400,884
Total assets		44,580,199	36,996,836	43,315,041	35,871,118
Current liabilities					
Payables	14	417,462	330,805	414,352	326,319
Other financial liabilities	15	303,886	98,508	303,886	98,508
Lease liabilities	13(a)	64,090	67,126	69,940	72,977
Provisions	17	229,560	257,824	229,560	257,824
Service concession liabilities		60,677	60,501	60,677	60,501
Other current liabilities	18	132,934	116,672	132,934	116,672
		1,208,609	931,436	1,211,349	932,801
Non-current liabilities					
Payables	14	9,510	8,645	8,809	7,790
Other financial liabilities	15	2,696,673	2,384,371	2,641,673	2,364,371
Lease liabilities	13(a)	498,571	550,844	607,768	667,232
Provisions	17	142,250	142,381	142,250	142,381
Service concession liabilities		1,595,931	1,640,736	1,595,931	1,640,736
Other non-current liabilities	18	78,946	121,723	78,946	121,723
		5,021,881	4,848,700	5,075,377	4,944,233
Total liabilities		6,230,490	5,780,136	6,286,726	5,877,034
Net community assets		38,349,709	31,216,700	37,028,315	29,994,084
Community equity					
Asset revaluation surplus	8,10(a)	22,842,498	16,300,968	22,536,917	15,986,624
Cash flow and cost of hedging reserves	26(c)	2,930	6,576	2,714	6,576
Accumulated surplus		15,504,281	14,909,156	14,488,684	14,000,884
Total community equity		38,349,709	31,216,700	37,028,315	29,994,084

The above statements should be read in conjunction with the accompanying notes and accounting policies.

Brisbane City Council
Statements of changes in equity
for the year ended 30 June 2024

Consolidated			Asset revaluation surplus (notes 8 and 10(a))	Cash flow and cost of hedging reserves (note 26(c))	Accumulated surplus
	Note	Total \$000	\$000	\$000	\$000
2024					
Balance as at 1 July		31,216,700	16,300,968	6,576	14,909,156
Change in valuation method for plant and equipment assets from fair value to cost (through other comprehensive income)	10(e)	-	(57,974)	-	57,974
Adjusted opening balance		31,216,700	16,242,994	6,576	14,967,130
Net result		541,397	-	-	541,397
Other comprehensive income		6,591,612	6,599,504	(3,646)	(4,246)
Balance as at 30 June		38,349,709	22,842,498	2,930	15,504,281
2023					
Balance as at 1 July		28,703,619	14,273,537	(8,160)	14,438,242
Adjustment due to derecognition of controlled entities	1(d)	(22,253)	(119)	-	(22,134)
Adjusted opening balance		28,681,366	14,273,418	(8,160)	14,416,108
Net result		492,043	-	-	492,043
Other comprehensive income		2,043,291	2,027,550	14,736	1,005
Balance as at 30 June		31,216,700	16,300,968	6,576	14,909,156
Council					
		Total \$000	Asset revaluation surplus (notes 8 and 10(a))	Cash flow and cost of hedging reserves (note 26(c))	Accumulated surplus \$000
2024					
Balance as at 1 July		29,994,084	15,986,624	6,576	14,000,884
Change in valuation method for plant and equipment assets from fair value to cost (through other comprehensive income)	10(e)	-	(57,974)	-	57,974
Adjusted opening balance		29,994,084	15,928,650	6,576	14,058,858
Net result		434,072	-	-	434,072
Other comprehensive income		6,600,159	6,608,267	(3,862)	(4,246)
Balance as at 30 June		37,028,315	22,536,917	2,714	14,488,684
2023					
Balance as at 1 July		27,482,182	13,947,407	(8,160)	13,542,935
Net result		456,944	-	-	456,944
Other comprehensive income		2,054,958	2,039,217	14,736	1,005
Balance as at 30 June		29,994,084	15,986,624	6,576	14,000,884

The above statements should be read in conjunction with the accompanying notes and accounting policies.

Brisbane City Council
Statements of cash flows
for the year ended 30 June 2024

	Note	Consolidated		Council	
		2024 \$000	2023 \$000	2024 \$000	2023 \$000
Cash flows from operating activities					
Receipts					
Rates and utility charges		1,380,243	1,325,822	1,380,243	1,325,822
Fees and charges		246,571	223,582	246,571	223,582
Public transport revenue		432,609	420,367	432,609	420,367
Contributions, donations, subsidies and grants		27,057	115,462	27,057	115,462
Goods and Services Tax received from Australian Taxation Office		138,597	117,138	138,597	117,138
Interest revenue		14,195	21,128	13,290	20,532
Dividends and participation returns received		111,759	122,921	121,259	137,921
Other receipts		242,894	270,815	231,152	258,626
		<u>2,593,925</u>	<u>2,617,235</u>	<u>2,590,778</u>	<u>2,619,450</u>
Payments					
Employee costs		(887,110)	(826,817)	(884,944)	(824,562)
Materials and services		(1,126,644)	(1,200,174)	(1,122,311)	(1,197,836)
Finance costs		(93,482)	(98,347)	(94,548)	(99,314)
Other payments		(43,523)	(41,007)	(42,699)	(40,068)
		<u>(2,150,759)</u>	<u>(2,166,345)</u>	<u>(2,144,502)</u>	<u>(2,161,780)</u>
Net increase in cash from operating activities	19(a)	<u>443,166</u>	<u>450,890</u>	<u>446,276</u>	<u>457,670</u>
Cash flows from investing activities					
Proceeds from disposal of property, plant and equipment and investment property		17,634	63,085	17,634	14,954
Payments for property, plant, equipment, intangible assets and investment property		(1,473,555)	(1,300,274)	(1,424,729)	(1,297,931)
Receipts for capital contributions, donations, subsidies, grants and other capital revenue		453,690	383,200	453,690	383,200
Net decrease in cash from investing activities		<u>(1,002,231)</u>	<u>(853,989)</u>	<u>(953,405)</u>	<u>(899,777)</u>
Cash flows from financing activities					
Proceeds from working capital facility		1,308,000	498,500	1,308,000	498,500
Repayment of working capital facility		(1,123,000)	(498,500)	(1,123,000)	(498,500)
Proceeds from borrowings		430,000	150,000	395,000	150,000
Repayment of borrowings		(97,320)	(132,947)	(97,320)	(87,947)
Lease incentive received		100,000	-	100,000	-
Lease liabilities principal payments		(71,941)	(71,261)	(79,134)	(77,932)
Net increase (decrease) in cash from financing activities	19(b)	<u>545,739</u>	<u>(54,208)</u>	<u>503,546</u>	<u>(15,879)</u>
Net decrease in cash and cash equivalents held		<u>(13,326)</u>	<u>(457,307)</u>	<u>(3,583)</u>	<u>(457,986)</u>
Cash and cash equivalents as at 1 July		96,122	553,429	71,027	529,013
Cash and cash equivalents as at 30 June	5	<u>82,796</u>	<u>96,122</u>	<u>67,444</u>	<u>71,027</u>

The above statements should be read in conjunction with the accompanying notes and accounting policies.

Brisbane City Council
Notes to the consolidated financial statements
for the year ended 30 June 2024

1 Information about these financial statements

1(a) Reporting entity

Brisbane City Council is constituted under the *City of Brisbane Act 2010* and is domiciled in Australia.

1(b) Basis of preparation

These general purpose financial statements are for the period 1 July 2023 to 30 June 2024 and have been prepared in compliance with the requirements of the *City of Brisbane Act 2010* and the *City of Brisbane Regulation 2012*.

These financial statements have been prepared under the historical cost convention except as stated and are presented in Australian dollars, which is Council's presentation and functional currency.

1(c) Statement of compliance

Council is a not-for-profit entity for financial reporting purposes. These financial statements have been prepared in accordance with all Australian Accounting Standards and Interpretations issued by the Australian Accounting Standards Board (AASB), as applicable to not-for-profit entities.

1(d) Basis of consolidation

Council and its controlled entities together form the consolidated entity. The financial statements of controlled entities are included in the consolidated financial statements where material, from the date when control commences until the date when control ceases.

The City of Brisbane Investment Corporation (CBIC) group has been consolidated as it is material. Material transactions with CBIC have been eliminated when preparing the consolidated financial statements. Accounting policies of CBIC have been adjusted on consolidation where necessary, to ensure the financial statements of the consolidated entity are prepared using accounting policies that are consistent with those of Council.

In addition, participation rights in the Central South East Queensland (SEQ) Distributor-Retailer Authority (Authority), trading under the business name Urban Utilities (UU) have been accounted for in the consolidated balances using the equity method to reflect Council's significant influence on the Authority (note 8).

Financial results of controlled entities that have not been consolidated

The impacts on consolidated net result and community equity (excluding any potential eliminations) for the active controlled entities that have not been consolidated as they are not material to Council's operations are shown in the table below (note 9(a)).

2024	Increase (decrease) to:	
	Net result \$000	Community equity \$000
Brisbane Powerhouse Pty Ltd	(1,280)	1,470
TradeCoast Land Pty Ltd	189	6,672
City Parklands Services Pty Ltd	5,224	5,422
Brisbane Economic Development Agency Pty Ltd	639	6,150
Brisbane Sustainability Agency Pty Ltd	1,213	2,414
Museum of Brisbane Pty Ltd	115	7,338
	6,100	29,466

Brisbane City Council
Notes to the consolidated financial statements
for the year ended 30 June 2024

1 Information about these financial statements (continued)

1(d) Basis of consolidation (continued)

Prior year comparatives have been restated to exclude the impacts on consolidated net result and community equity of active controlled entities that are no longer consolidated. These impacts are shown in the table below.

2023	Increase (decrease) to:	
	Net result \$000	Opening balance of accumulated surplus \$000
Brisbane Powerhouse Pty Ltd	(5)	(2,133)
TradeCoast Land Pty Ltd	(224)	(12,043)
City Parklands Services Pty Ltd	3,051	(115)
Brisbane Economic Development Agency Pty Ltd	2,732	(3,163)
Brisbane Sustainability Agency Pty Ltd	(198)	(1,176)
Museum of Brisbane Pty Ltd	(786)	(7,186)
Less: eliminations	(1,698)	3,563
	2,872	(22,253)

1(e) Date of authorisation

The financial statements were authorised for issue on the date they were submitted to the Auditor-General for final signature. This is the date the Statement by Councillors and management is signed.

1(f) Rounding and comparatives

Amounts included in the financial statements are rounded to the nearest thousand (\$000) unless otherwise stated.

Comparative information has been restated where necessary to be consistent with disclosures in the current reporting period.

1(g) New and revised accounting standards

Council adopted revisions to AASB 101 *Presentation of Financial Statements* from 1 July 2023. This means that accounting policy information is disclosed only if it relates to material transactions, other events or conditions and:

- there has been a change in accounting policy during the reporting period, leading to a material change in financial information.
- there is a choice of accounting policy from options permitted by Australian Accounting Standards.
- an accounting policy was developed in the absence of an Australian Accounting Standard that specifically applies.
- there were significant judgements and assumptions made in applying the accounting policy.
- the accounting required for the material transaction, event or condition is complex.

Standards issued by the AASB but not yet effective

AASB 18 Presentation and Disclosure in Financial Statements will be effective for Council for periods beginning from 1 January 2028 and will replace *AASB 101 Presentation of Financial Statements*. The new standard establishes key presentation and disclosure requirements for financial statements. There is further consultation planned to consider potential modifications of AASB 18 for application by not-for-profit entities, and Council will monitor these to assess impacts on Council's financial statement presentation and disclosure requirements.

The impact of any Australian Accounting Standards and Interpretations other than noted above that have been recently issued or amended, but are not yet effective, are either not considered to be material or are not applicable to the consolidated entity.

Brisbane City Council

Notes to the consolidated financial statements

for the year ended 30 June 2024

1 Information about these financial statements (continued)

1(h) Use of estimates and judgements

The financial statements are subject to the use of estimates and judgements. The significant estimates and judgements relate to the following items and specific information is provided in the relevant note:

- revenue (note 3)
- receivables (note 6)
- investment in associate and other investments (notes 8 and 9)
- property, plant and equipment and intangible assets (notes 10 and 12)
- investment property (note 11)
- leases (note 13)
- employee benefits (notes 17 and 23)
- service concession arrangements (note 16)
- provisions (note 17)
- commitments (note 20)
- contingencies (note 21)
- transactions with related parties (note 22)
- financial instruments (note 26).

1(i) Taxation

Council is exempt from Income Tax, however Council is subject to Fringe Benefits Tax, Goods and Services Tax (GST) and Payroll Tax on certain activities. The net amount of GST receivable from or payable to the Australian Taxation Office is shown as an asset or liability respectively.

2 Analysis of Council results by program

2(a) Program goals and functions

The activities relating to Council's programs reported in note 2(b) are as follows:

Transport for Brisbane

The goal of this program is to deliver Australia's most modern and sustainable public and active transport systems, supporting residents and visitors to travel quickly, safely, reliably and sustainably. This program mainly provides public pathways, bikeways, bike lanes and public transport services.

Infrastructure for Brisbane

The goal of this program is to develop and deliver a transport network that supports business, residents and visitors by enabling the safe, efficient and sustainable movement of people, freight and services. This program mainly provides road and transport network and parking management services.

Clean, Green and Sustainable City

The goal of this program is to lead Brisbane to be a clean, green and sustainable city, now and for future generations, through partnership, advocacy, direct action and intervention. This program mainly provides management services for pollution, land, parks and water and information services for severe weather events.

Future Brisbane

The goal of this program is to guide the sustainable growth of Brisbane including the renewal of precincts and neighbourhoods, design excellence and quality development. This program mainly provides planning, urban design and development regulation services.

Lifestyle and Community Services

The goal of this program is to provide opportunities for all residents, workers and visitors to participate and connect in cultural and recreational activities which foster inclusion and build stronger communities. This program mainly provides services relating to festivals and events, libraries, sports and recreation facilities, community venues and customer services.

Brisbane City Council
Notes to the consolidated financial statements
for the year ended 30 June 2024

2 Analysis of Council results by program (continued)

2(a) Program goals and functions (continued)

City Standards, Community Health and Safety

The goal of this program is to deliver high quality maintenance standards for the city's civil and green assets, maintaining a focus on the health, safety and amenity of Brisbane's growing community. This program mainly provides services relating to infrastructure, open spaces, waste, community health and public safety.

Economic Development

The goal of this program is to build Brisbane's status as an Olympic and Paralympic City by supporting, growing and scaling local businesses, activating and renewing economic precincts, driving economic vitality in the suburbs and attracting investment, visitors and talent to Brisbane. This program mainly provides services relating to economic growth, economic precincts management and planning and coordination for the Brisbane 2032 Olympic and Paralympic Games.

City Governance

The goal of this program is to provide strong leadership and governance for the city and for Council to be well managed, innovative and financially sustainable, supported by a future focused workforce, committed to delivering effective, efficient and valued services to the community. This program mainly provides services relating to corporate governance, external communication, financial management, human resources, procurement and information technology.

City Standards – Business Activity

The goal of this business activity is to ensure an agreed and consistent maintenance standard throughout Brisbane, its central business district and suburbs. This business activity mainly includes services relating to construction and maintenance and waste and resource recovery.

Transport for Brisbane – Business Activity

The goal of this business activity is to provide frequent, reliable and safe public transport services, more often, and at the most comfortable standard possible for our passengers. This business activity mainly includes bus, CityCat and ferry services.

City Projects Office – Business Activity

The goal of this business activity is to provide professional services across project management, built and natural environment and engineering disciplines. This business activity mainly includes services relating to project management and design.

2(b) Summary of revenue, expenses and assets by program

Consolidated balances are not provided because program results only apply to Council.

2024	Operating subsidies and grants \$000	Capital subsidies and grants \$000	Other income \$000	Total revenue \$000	Expenses \$000	Net result \$000	Assets \$000
Transport for Brisbane	80	98,159	73,073	171,312	245,359	(74,047)	2,892,028
Infrastructure for Brisbane	445	41,721	142,970	185,136	356,145	(171,009)	18,647,302
Clean, Green and Sustainable City	144	176,055	214,769	390,968	288,558	102,410	11,685,264
Future Brisbane	-	-	69,566	69,566	106,345	(36,779)	96,682
Lifestyle and Community Services	14,010	16,240	37,067	67,317	244,691	(177,374)	1,114,210
City Standards, Community Health and Safety	499	-	283,794	284,293	540,927	(256,634)	177,362
Economic Development	-	-	16,682	16,682	55,944	(39,262)	29,317
City Governance	13,531	9,855	1,408,200	1,431,586	338,929	1,092,657	7,920,709
Business Activities	575	-	420,567	421,142	427,032	(5,890)	752,167
	29,284	342,030	2,666,688	3,038,002	2,603,930	434,072	43,315,041

Brisbane City Council
Notes to the consolidated financial statements
for the year ended 30 June 2024

2 Analysis of Council results by program (continued)

2(b) Summary of revenue, expenses and assets by program (continued)

2023	Operating subsidiaries and grants \$000	subsidiaries and grants \$000	Other income \$000	Total revenue \$000	Expenses \$000	Net result \$000	Assets \$000
Transport for Brisbane	63	71,196	65,877	137,136	218,610	(81,474)	2,309,427
Infrastructure for Brisbane	2,149	65,831	249,704	317,684	383,363	(65,679)	12,668,004
Clean, Green and Sustainable City	100	114,737	191,007	305,844	314,543	(8,699)	10,872,053
Future Brisbane	-	-	65,462	65,462	97,889	(32,427)	97,473
Lifestyle and Community Services	10,177	2,682	29,977	42,836	246,252	(203,416)	997,072
City Standards, Community Health and Safety	3,571	571	270,821	274,963	516,458	(241,495)	151,475
Economic Development	-	260	15,729	15,989	52,779	(36,790)	26,212
City Governance	83,458	800	1,367,001	1,451,259	322,194	1,129,065	8,126,912
Business Activities	7,714	-	417,329	425,043	427,184	(2,141)	622,490
	107,232	256,077	2,672,907	3,036,216	2,579,272	456,944	35,871,118

3 Revenue

3(a) Rates and utility charges

Rates and utility charges are recognised as revenue at the beginning of the rating period to which they relate. Prepaid rates and utility charges are recognised as a financial liability until the beginning of the rating period (note 14).

	Consolidated		Council	
	2024 \$000	2023 \$000	2024 \$000	2023 \$000
General rates	1,080,698	1,034,207	1,080,698	1,034,207
Environmental management and compliance levy	53,958	51,681	53,958	51,681
Bushland preservation levy	38,094	36,446	38,094	36,446
Special rates and charges	12,104	11,627	12,104	11,627
Waste disposal	238,175	226,756	238,175	226,756
	1,423,029	1,360,717	1,423,029	1,360,717
Less:				
Discounts given	15,872	15,652	15,872	15,652
Pensioner and other rebates	28,987	28,823	28,987	28,823
	44,859	44,475	44,859	44,475
	1,378,170	1,316,242	1,378,170	1,316,242

3(b) Contributions, donations, subsidies and grants

Contributions and donations

Cash or non-cash revenue from infrastructure charges is recognised when the levied charge is due.

Revenue from assets contributed to Council from developers, or assets donated to Council, are recognised when Council obtains control of the assets and the value can be reliably measured. The related assets are recognised as non-current assets or expensed according to Council's threshold for recognition of non-current assets (note 10(b)).

Brisbane City Council
Notes to the consolidated financial statements
for the year ended 30 June 2024

3 Revenue (continued)

3(b) Contributions, donations, subsidies and grants (continued)

Subsidies and grants

Where grant revenue arises from an agreement which is enforceable and contains sufficiently specific performance obligations, revenue is recognised when each performance obligation is satisfied.

For capital grants where Council will construct or acquire an item of property, plant and equipment which will be under Council's control, revenue recognition is generally as the construction progresses in accordance with costs incurred or when the asset is acquired and controlled by Council.

Revenue from operating grants that do not contain sufficiently specific performance obligations is recognised when Council obtains control of the funds.

Grants earned but not yet received are recognised as other accrued revenue (note 7), and grants received where performance obligations have not yet been met are recognised as unearned subsidies and grants (note 18).

	Note	Consolidated		Council	
		2024 \$000	2023 \$000	2024 \$000	2023 \$000
Contributions and donations					
Infrastructure charges (cash)		55,373	72,289	55,373	72,289
Infrastructure charges (contributed assets)		9,851	10,114	9,851	10,114
Developer contributed assets		122,094	28,078	122,094	28,078
Assets contributed by third parties		6,463	126,170	6,463	126,170
Other contributions and donations		3,653	9,925	3,653	9,925
		197,434	246,576	197,434	246,576
Subsidies and grants					
For capital purposes	2(b)	342,030	256,077	342,030	256,077
For operating purposes	2(b)	29,284	107,232	29,284	107,232
		371,314	363,309	371,314	363,309
		568,748	609,885	568,748	609,885

Subsidies and grants include capital and operating grants totalling \$191.3 million (2023: \$135.6 million) from the Queensland Reconstruction Authority for flood claims.

3(c) Fees and charges

Licences and permits granted by Council are either short-term or low-value. Revenue is recognised at the time the licence or permit is granted rather than over the term of the licence or permit.

Infringements are recognised upon issuing of the infringement notice, and the receivable is adjusted for the expected credit loss (note 6).

All other fees and charges are recognised when the performance obligation is satisfied.

	Consolidated		Council	
	2024 \$000	2023 \$000	2024 \$000	2023 \$000
Licences, permits and parking fees	60,757	57,338	60,757	57,338
Building application, development and town planning fees	53,215	51,114	53,215	51,114
Infringements	50,303	46,888	50,303	46,888
Refuse fees	13,221	12,495	13,221	12,495
Other fees and charges	46,341	42,747	46,341	42,747
	223,837	210,582	223,837	210,582

Brisbane City Council
Notes to the consolidated financial statements
for the year ended 30 June 2024

3 Revenue (continued)

3(d) Other revenue

	Note	Consolidated		Council	
		2024 \$000	2023 \$000	2024 \$000	2023 \$000
Dividends and participation returns	8,9	5,500	3,911	117,008	129,420
Tax equivalents revenue	8	83,095	77,276	83,095	77,276
Service concession revenue	19(a)	60,023	59,610	60,023	59,610
Sale of materials		37,557	45,989	37,557	45,989
Lease and rental revenue		48,172	45,873	34,322	30,453
Operating and project costs recovered		34,307	54,377	34,307	54,377
Advertising		26,346	24,269	26,346	24,269
Investment income		8,123	5,856	8,123	5,856
Other operating revenue		28,668	26,106	28,668	26,106
Other capital revenue		28,145	39,784	28,145	39,784
		359,936	383,051	457,594	493,140

Other operating revenue and other capital revenue include \$2.9 million and \$22.6 million of insurance settlements for flood claims. In the prior year, other capital revenue includes the gain on early termination of a lease of \$31.6 million (note 13(a)).

4 Expenses

4(a) Employee costs

Employee costs exclude costs capitalised as part of asset construction.

	Consolidated		Council	
	2024 \$000	2023 \$000	2024 \$000	2023 \$000
Wages and salaries	644,306	599,110	642,140	596,856
Annual, sick and long service leave benefits	115,846	117,033	115,846	117,033
Superannuation	95,634	88,946	95,634	88,946
Other employee related expenses	30,817	29,677	30,817	29,677
	886,603	834,766	884,437	832,512

4(b) Materials and services

Materials and services exclude costs capitalised as part of asset construction.

	Note	Consolidated		Council	
		2024 \$000	2023 \$000	2024 \$000	2023 \$000
Services and contract costs		470,796	440,687	470,796	440,687
Raw materials and consumables		71,708	82,926	71,708	82,926
Agency staff costs		66,524	65,419	66,524	65,419
Maintenance		66,442	81,230	63,645	77,564
Fuel		55,879	59,884	55,879	59,884
Plant and equipment and vehicle hire		48,895	48,181	48,895	48,181
Contractor and consultancy costs		45,486	48,191	45,486	48,191
Cost of inventories		29,619	37,150	29,619	37,150
Minor asset purchases		18,603	24,462	18,603	24,462
Insurance premiums		13,793	13,875	13,793	13,875
Lease expenses	13(a)	12,962	15,625	12,962	15,625
Communication costs		12,062	12,342	12,062	12,342
Security		11,632	10,539	11,632	10,539
Cleaning		10,410	14,527	10,410	14,527
Legal costs		7,207	8,180	7,207	8,180
Auditor's remuneration – Queensland Audit Office		622	590	562	535
Other costs		44,330	48,727	42,973	47,378
		986,970	1,012,535	982,756	1,007,465

Brisbane City Council
Notes to the consolidated financial statements
for the year ended 30 June 2024

4 Expenses (continued)

4(c) Depreciation and amortisation

	Note	Consolidated		Council	
		2024 \$000	2023 \$000	2024 \$000	2023 \$000
Depreciation – property, plant and equipment	10(a)	418,312	441,408	418,312	441,408
Amortisation – intangible assets	12	24,252	25,135	24,252	25,112
Depreciation – right of use assets	13(a)	67,689	66,256	76,145	74,875
	19(a)	510,253	532,799	518,709	541,395

4(d) Finance costs

Finance costs exclude costs capitalised for major projects (note 15).

	Note	Consolidated		Council	
		2024 \$000	2023 \$000	2024 \$000	2023 \$000
Finance costs on borrowings		69,493	78,064	69,493	78,064
Interest on leases	13(a)	22,276	16,611	24,850	19,371
Other interest and charges		5,439	7,423	3,955	5,629
		97,208	102,098	98,298	103,064

4(e) Loss on disposal of property, plant and equipment, intangible assets and investment property

	Note	Consolidated		Council	
		2024 \$000	2023 \$000	2024 \$000	2023 \$000
Proceeds from sale		31,965	79,867	31,965	30,672
Less carrying amount of assets sold		30,066	80,654	30,066	28,590
		1,899	(787)	1,899	2,082
Less carrying amount of assets replaced or decommissioned		65,920	43,442	65,920	43,442
	19(a)	64,021	44,229	64,021	41,360

4(f) Capital grant expenses

Capital grant expenses relate to assets transferred to third parties for the Brisbane Metro project.

4(g) Other expenses

	Note	Consolidated		Council	
		2024 \$000	2023 \$000	2024 \$000	2023 \$000
Grants, subsidies and contributions		26,382	25,766	26,382	25,766
Bad and doubtful debts	6	11,136	12,180	11,136	12,180
Other expenses		43,278	17,113	18,087	15,530
		80,796	55,059	55,605	53,476

Brisbane City Council
Notes to the consolidated financial statements
for the year ended 30 June 2024

5 Cash and cash equivalents

	Consolidated		Council	
	2024	2023	2024	2023
	\$000	\$000	\$000	\$000
Cash at bank and on hand	18,170	37,601	17,445	35,019
Short-term investments	64,626	58,521	49,999	36,008
	82,796	96,122	67,444	71,027

Council has access to a working capital facility and a variable rate loan facility with QTC with funding available of \$550 million (2023: \$550 million) and \$250 million (2023: \$250 million). CBIC has a \$60 million bank loan facility for the acquisition of commercial properties which is secured over a pool of properties and will mature in February 2027. Of the total funds available, the amounts in these facilities that have not been utilised at the reporting date are as follows:

	Consolidated		Council	
	2024	2023	2024	2023
	\$000	\$000	\$000	\$000
Bank overdraft	5,000	5,000	5,000	5,000
Credit card	242	187	242	187
QTC working capital facility	365,000	550,000	365,000	550,000
QTC variable rate loan facility	250,000	250,000	250,000	250,000
Bank loan facility	5,000	-	-	-
	625,242	805,187	620,242	805,187

Amounts that are subject to restrictions on their use are as follows:

	Consolidated		Council	
	2024	2023	2024	2023
	\$000	\$000	\$000	\$000
Waste levy subsidy received in advance	112,047	153,656	112,047	153,656
Grant funding	23,279	13,508	23,279	13,508
	135,326	167,164	135,326	167,164

Credit risk

The consolidated entity may be exposed to credit risk through investments in the Queensland Treasury Corporation (QTC) Cash Fund or financial institutions in Australia. The QTC Cash Fund is an asset management portfolio that invests with a wide range of high credit rated counterparties. Deposits with the QTC Cash Fund are capital guaranteed.

Council's short-term investments are held with financial institutions which have a minimum rating of BBB+ based on Standard and Poor's credit rating, and whilst not capital guaranteed, the likelihood of a credit failure is assessed as remote.

Funds held in trust

Council holds \$29.9 million in trust monies at the reporting date (2023: \$27.4 million). In accordance with the *City of Brisbane Act 2010* and the *City of Brisbane Regulation 2012*, a separate trust bank account and separate accounting records are maintained for funds held on behalf of outside parties. Funds held in the trust account include deposits lodged to guarantee performance and unclaimed amounts. Council performs only a custodian role in respect of these funds and because they cannot be used for Council purposes, they are not considered revenue nor brought to account in the consolidated financial statements.

Brisbane City Council
Notes to the consolidated financial statements
for the year ended 30 June 2024

6 Receivables

Settlement of receivables is required within 30 days after the invoice has been issued.

	Consolidated		Council	
	2024 \$000	2023 \$000	2024 \$000	2023 \$000
Rates and utility charges	34,998	35,428	34,998	35,428
Fees and charges	19,941	19,370	19,941	19,370
Recoverable works and services	53,375	190,396	52,520	189,897
Loss allowance	(18,083)	(18,828)	(18,083)	(18,828)
	90,231	226,366	89,376	225,867

	Note	Consolidated		Council	
		2024 \$000	2023 \$000	2024 \$000	2023 \$000
Movement in loss allowance:					
Balance as at 1 July		18,828	16,232	18,828	16,232
Amounts recognised	4(g)	11,136	12,180	11,136	12,180
Amounts written off		(11,881)	(9,584)	(11,881)	(9,584)
Balance as at 30 June		18,083	18,828	18,083	18,828

Credit risk

The consolidated entity assesses the credit risk and applies normal business credit protection procedures to minimise the risk before providing goods or services, and may require bank or directors' guarantees for receivables above certain limits.

At the reporting date, the exposure to credit risk for all receivables by type is as follows:

Consolidated	Current (not past due) \$000	Past due 1-30 days \$000	Past due 31-60 days \$000	Past due 61-90 days \$000	Past due more than 90 days \$000	Loss allowance \$000	Total \$000
2024							
Rates and utility charges	7,336	1,667	5,890	1,781	18,324	-	34,998
Fees and charges	3,458	3,361	1,945	4,159	22,541	(15,523)	19,941
Recoverable works and services							
GST receivable	14,405	-	-	-	-	-	14,405
Government entities and community organisations	25,100	802	-	10	10	-	25,922
Sundry debtors	12,114	207	248	114	2,925	(2,560)	13,048
	62,413	6,037	8,083	6,064	43,800	(18,083)	108,314
Loss allowance	(1,834)	(1,286)	(688)	(2,008)	(12,267)	-	(18,083)
	60,579	4,751	7,395	4,056	31,533	(18,083)	90,231
2023							
Rates and utility charges	4,687	1,396	6,696	1,506	21,143	-	35,428
Fees and charges	2,799	2,547	1,628	3,196	25,321	(16,121)	19,370
Recoverable works and services							
GST receivable	23,477	-	-	-	-	-	23,477
Government entities and community organisations	46,988	65	47	-	766	-	47,866
Sundry debtors	116,583	1,536	254	150	3,237	(2,707)	119,053
	194,534	5,544	8,625	4,852	50,467	(18,828)	245,194
Loss allowance	(1,511)	(950)	(581)	(1,437)	(14,349)	-	(18,828)
	193,023	4,594	8,044	3,415	36,118	(18,828)	226,366

Brisbane City Council
Notes to the consolidated financial statements
for the year ended 30 June 2024

6 Receivables (continued)

Credit risk (continued)

Council	Current (not past due) \$000	Past due 1-30 days \$000	Past due 31-60 days \$000	Past due 61-90 days \$000	Past due more than 90 days \$000	Loss allowance \$000	Total \$000
2024							
Rates and utility charges	7,336	1,667	5,890	1,781	18,324	-	34,998
Fees and charges	3,458	3,361	1,945	4,159	22,541	(15,523)	19,941
Recoverable works and services							
GST receivable	14,405	-	-	-	-	-	14,405
Government entities and community organisations	25,100	802	-	10	10	-	25,922
Sundry debtors	11,259	207	248	114	2,925	(2,560)	12,193
	61,558	6,037	8,083	6,064	43,800	(18,083)	107,459
Loss allowance	(1,834)	(1,286)	(688)	(2,008)	(12,267)	-	(18,083)
	59,724	4,751	7,395	4,056	31,533	(18,083)	89,376
2023							
Rates and utility charges	4,687	1,396	6,696	1,506	21,143	-	35,428
Fees and charges	2,799	2,547	1,628	3,196	25,321	(16,121)	19,370
Recoverable works and services							
GST receivable	23,477	-	-	-	-	-	23,477
Government entities and community organisations	46,988	65	47	-	766	-	47,866
Sundry debtors	116,084	1,536	254	150	3,237	(2,707)	118,554
	194,035	5,544	8,625	4,852	50,467	(18,828)	244,695
Loss allowance	(1,511)	(950)	(581)	(1,437)	(14,349)	-	(18,828)
	192,524	4,594	8,044	3,415	36,118	(18,828)	225,867

No significant concentration of credit risk has been identified as exposure is spread over a large number of debtors and customers. The consolidated entity has policies in place to ensure that credit is only available to debtors and customers with an appropriate credit history.

Expected credit loss assessment

Council uses an allowance matrix to measure the expected credit loss of receivables from individual customers, which comprise a large number of small balances. No loss allowance is recognised on rates and utility charges receivables as Council has a lien over most rateable properties under the provisions of sections 93 to 98 of the *City of Brisbane Act 2010*. GST receivable and deposits held are also not provided with a loss allowance.

The following table provides information about the exposure to credit risk and expected losses for receivables from individual customers:

	Consolidated			Council		
	Weighted average loss rate %	Carrying amount \$000	Loss allowance \$000	Weighted average loss rate %	Carrying amount \$000	Loss allowance \$000
2024						
Current (not past due)	4.7%	38,794	1,834	4.8%	37,939	1,834
Past due 1-30 days	41.7%	3,084	1,286	41.7%	3,084	1,286
Past due 31-60 days	45.7%	1,505	688	45.7%	1,505	688
Past due 61-90 days	88.3%	2,274	2,008	88.3%	2,274	2,008
Past due more than 90 days	92.9%	13,209	12,267	92.9%	13,209	12,267
Rates, GST and deposits held	0.0%	49,448	-	0.0%	49,448	-
		108,314	18,083		107,459	18,083

Brisbane City Council
Notes to the consolidated financial statements
for the year ended 30 June 2024

6 Receivables (continued)

Credit risk (continued)

Expected credit loss assessment (continued)

	Consolidated			Council		
	Weighted average loss rate %	Carrying amount \$000	Loss allowance \$000	Weighted average loss rate %	Carrying amount \$000	Loss allowance \$000
2023						
Current (not past due)	0.9%	164,774	1,511	0.9%	164,275	1,511
Past due 1-30 days	29.7%	3,198	950	29.7%	3,198	950
Past due 31-60 days	43.1%	1,348	581	43.1%	1,348	581
Past due 61-90 days	75.2%	1,910	1,437	75.2%	1,910	1,437
Past due more than 90 days	95.8%	14,975	14,349	95.8%	14,975	14,349
Rates, GST and deposits held	0.0%	58,989	-	0.0%	58,989	-
		245,194	18,828		244,695	18,828

The loss rates are based on the weighted average loss rate for each receivable category. The expected credit loss rates for the above receivables are based on credit loss history, adjusted for forward looking estimates based on current and forecast economic conditions.

7 Other current assets

	Note	Consolidated		Council	
		2024 \$000	2023 \$000	2024 \$000	2023 \$000
Accrued participation returns	8	51,004	55,255	51,004	55,255
Other accrued revenue		29,477	33,655	29,527	33,705
Prepayments		32,861	46,860	32,668	46,667
		113,342	135,770	113,199	135,627

8 Investment in associate

Under the *South-East Queensland Water (Distribution and Retail Restructuring) Act 2009*, UU delivers water and wastewater services to customers within the local government areas of five participating councils. Council holds approximately 85% of the participation rights held by the participating councils and no individual council has the ability to dominate UU's decision-making.

Transactions with UU

	Note	2024 \$000	2023 \$000
Participation returns	3(d),7	102,008	110,509
Tax equivalents revenue	3(d)	83,095	77,276
Reimbursement of capital expenditure		7,932	8,481
Infrastructure charges collected from developers and remitted by Council		62	1,625
Accrued revenue relating to tax instalments, land tax and duties		9,008	5,950
Accrued participation returns	7	51,004	55,255
Payable by Council		88	95
Receivable by Council		167	1,503

Brisbane City Council
Notes to the consolidated financial statements
for the year ended 30 June 2024

8 Investment in associate (continued)

Participation rights

Council's share of UU's undistributed profits and other comprehensive income at the reporting date is included in the consolidated statements of comprehensive income.

	Consolidated		Council	
	2024 \$000	2023 \$000	2024 \$000	2023 \$000
Balance as at 1 July	3,161,135	3,124,945	2,158,143	2,158,143
85% share of profits	226,122	146,744	-	-
85% share in asset revaluation surplus movement	-	(45)	-	-
Participation returns	(102,008)	(110,509)	-	-
Balance as at 30 June	3,285,249	3,161,135	2,158,143	2,158,143

UU financial information

	2024 \$000	2023 \$000
Revenue	1,648,209	1,508,048
Net profit	266,288	172,537
Other comprehensive income	(283)	36
Current assets	422,913	368,278
Non-current assets	7,006,711	6,761,164
Total assets	7,429,624	7,129,442
Current liabilities	309,989	337,833
Non-current liabilities	3,254,954	3,072,933
Total liabilities	3,564,943	3,410,766
Net assets	3,864,681	3,718,676
Share of net assets	3,285,249	3,161,135

In the prior year, UU's net profit was adjusted to reflect UU's prior period adjustments. The impact was not considered material to the consolidated financial statements.

9 Other investments

Other investments are comprised of investments in:

	Note	Consolidated		Council	
		2024 \$000	2023 \$000	2024 \$000	2023 \$000
Controlled entities	9(a)	300	300	141,202	141,202
Other entities	9(b)	510	510	510	510
Fund investments	9(c)	72,976	65,155	72,976	65,155
		73,786	65,965	214,688	206,867

Brisbane City Council
Notes to the consolidated financial statements
for the year ended 30 June 2024

9 Other investments (continued)

9(a) Controlled entities

Controlled entities constitute the beneficial enterprises that Council conducted during the financial year as described under section 45 of the *City of Brisbane Act 2010*.

Investment in controlled entities

The CBIC group including City of Brisbane Investment Corporation Pty Ltd and its wholly owned subsidiaries, CBIC Allara Pty Ltd, Allara SPV Trust, CBIC Kingston Pty Ltd, CBIC Investment Pty Ltd and CBIC Valley Heart Pty Ltd, has been consolidated as it is material.

In addition, Council has 100% interest in a number of other controlled entities and the investments are valued at cost. These entities have not been consolidated as they are not material to Council's operations.

	Consolidated		Council	
	2024	2023	2024	2023
	\$	\$	\$	\$
Controlled entities that have been consolidated				
City of Brisbane Investment Corporation Pty Ltd	-	-	140,901,651	140,901,651
	-	-	140,901,651	140,901,651
Controlled entities that have not been consolidated				
Brisbane Powerhouse Pty Ltd	300,001	300,001	300,001	300,001
TradeCoast Land Pty Ltd	2	2	2	2
City Parklands Services Pty Ltd	2	2	2	2
Brisbane Economic Development Agency Pty Ltd	1	1	1	1
Brisbane Sustainability Agency Pty Ltd	1	1	1	1
Museum of Brisbane Pty Ltd	1	1	1	1
Riverfestival Brisbane Pty Ltd (dormant)	1	1	1	1
Brisbane Tolling Pty Ltd (dormant)	1	1	1	1
	300,010	300,010	300,010	300,010
	300,010	300,010	141,201,661	141,201,661

Brisbane Powerhouse Pty Ltd and Museum of Brisbane Pty Ltd act as trustees for the Brisbane Powerhouse Foundation and the Museum of Brisbane Trust respectively.

Brisbane Sustainability Agency Pty Ltd merged with Oxley Creek Transformation Pty Ltd in the prior year. OC Invest Pty Ltd is a controlled entity of Brisbane Sustainability Agency Pty Ltd.

Transactions with controlled entities

Transactions that have occurred with Council's controlled entities are as follows:

	Note	2024	2023
		\$000	\$000
Transactions with controlled entities that have been consolidated			
Dividends received by Council	3(d)	9,500	15,000
Rent paid by Council		12,406	12,126
Other revenue received by Council		706	460
Lease commitments payable by Council		32,615	26,245
Current lease liability payable by Council		7,693	7,193
Non-current lease liability payable by Council		106,711	114,405

Brisbane City Council
Notes to the consolidated financial statements
for the year ended 30 June 2024

9 Other investments (continued)

9(a) Controlled entities (continued)

Transactions with controlled entities (continued)

	Note	2024 \$000	2023 \$000
Transactions with controlled entities that have not been consolidated			
Funding, goods and services paid by Council		76,695	95,113
Dividends received by Council	3(d)	5,500	3,911
Other revenue received by Council		3,591	6,282
Funding commitments payable by Council		34,922	71,461
Lease commitments receivable by Council		15,297	14,580
Payable by Council		1,200	2,699
Receivable by Council		788	542

9(b) Other entities

Council's investments in other entities, which are valued at cost, are not consolidated as they are not considered material.

	Interest %	Consolidated		Council	
		2024 \$	2023 \$	2024 \$	2023 \$
Brisbane Bus Build Pty Ltd	50.0	1,000	1,000	1,000	1,000
Major Brisbane Festivals Pty Ltd	50.0	1	1	1	1
SEQ Regional Recreational Facilities Pty Ltd	12.5	509,001	509,001	509,001	509,001
Council of Mayors (SEQ) Pty Ltd	9.1	1	1	1	1
Brisbane Housing Company Ltd	9.1	1	1	1	1
		510,004	510,004	510,004	510,004

9(c) Fund investments

The fair value of these investments are represented by the net market value advised by the Queensland Investment Corporation (QIC). The consolidated entity may also be exposed to credit risk through investment in the QIC Long Term Diversified Fund. The fund is managed to a Strategic Asset Allocation portfolio which allocates investments in global equities, fixed interest financial instruments, a diverse range of asset classes and foreign currency.

	Consolidated		Council	
	2024 \$000	2023 \$000	2024 \$000	2023 \$000
QIC Long Term Diversified Fund	72,976	65,155	72,976	65,155
	72,976	65,155	72,976	65,155

Brisbane City Council
Notes to the consolidated financial statements
for the year ended 30 June 2024

10 Property, plant and equipment

10(a) Movements

Consolidated	Land		Buildings		Plant and equipment		Infrastructure		Other assets		Capital work in progress		Total	
	2024	2023	2024	2023	2024	2023	2024	2023	2024	2023	2024	2023	2024	2023
	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000
Opening gross value	4,814,554	4,639,430	1,515,082	1,483,544	563,840	571,239	31,528,681	28,099,628	150,132	123,270	1,764,826	1,080,697	40,337,115	35,997,808
Opening accumulated depreciation	-	-	(418,600)	(420,663)	(348,945)	(359,162)	(7,050,913)	(5,729,631)	(34,420)	(22,496)	-	-	(7,852,878)	(6,531,952)
Opening net value	4,814,554	4,639,430	1,096,482	1,062,881	214,895	212,077	24,477,768	22,369,997	115,712	100,774	1,764,826	1,080,697	32,484,237	29,465,856
Additions	6,509	-	270	78	73	352	130,686	171,194	1,205	11	1,445,764	1,341,366	1,584,507	1,513,001
Other transfers	291,061	141,149	16,819	19,816	99,872	24,154	398,284	467,937	(4,778)	5,816	(799,183)	(657,237)	2,075	1,635
Reclass to assets held for sale	-	(10,868)	-	-	-	28	-	-	-	-	-	-	-	(10,840)
Disposals	(14,330)	(21,172)	(2,398)	(3,061)	(2,510)	(6,910)	(60,532)	(40,166)	(2,460)	(293)	-	-	(82,230)	(71,602)
Revaluations	322,951	66,015	49,527	40,468	-	22,994	6,225,386	1,886,951	1,640	11,167	-	-	6,599,504	2,027,595
Depreciation	-	-	(21,427)	(23,700)	(36,811)	(37,800)	(358,089)	(378,145)	(1,985)	(1,763)	-	-	(418,312)	(441,408)
Closing net value	5,420,745	4,814,554	1,139,273	1,096,482	275,519	214,895	30,813,503	24,477,768	109,334	115,712	2,411,407	1,764,826	40,169,781	32,484,237
Comprised of:														
Closing gross balance	5,420,745	4,814,554	1,604,982	1,515,082	646,328	563,840	38,377,333	31,528,681	146,469	150,132	2,411,407	1,764,826	48,607,264	40,337,115
Closing accumulated depreciation	-	-	(465,709)	(418,600)	(370,809)	(348,945)	(7,563,830)	(7,050,913)	(37,135)	(34,420)	-	-	(8,437,483)	(7,852,878)
Range of useful life (years)	Indefinite		10-196		3-88		4-indefinite		5-indefinite					

Asset additions include all costs incurred in bringing an asset into service for purchased assets, and internally constructed assets. It also includes the fair value of contributed assets and assets acquired at less than market value. Other transfers include transfers out of capital work in progress into the respective asset class for completed projects, any transfers between asset classes and transfers between property, plant and equipment and intangible assets (note 12).

Included in capital work in progress are costs incurred in relation to assets for the Brisbane Metro project. Some of these assets will be transferred to third parties in future years with transfer of the assets recognised as capital grant expenses (note 4(f)).

Brisbane City Council
Notes to the consolidated financial statements
for the year ended 30 June 2024

10 Property, plant and equipment (continued)

10(a) Movements (continued)

Council	Land		Buildings		Plant and equipment		Infrastructure		Other assets		Capital work in progress		Total	
	2024	2023	2024	2023	2024	2023	2024	2023	2024	2023	2024	2023	2024	2023
	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000
Opening gross value	4,798,774	4,623,650	1,360,217	1,318,881	563,840	571,239	31,528,681	28,099,628	150,132	123,270	1,764,826	1,080,697	40,166,470	35,817,365
Opening accumulated depreciation	-	-	(418,600)	(420,663)	(348,945)	(359,162)	(7,050,913)	(5,729,631)	(34,420)	(22,496)	-	-	(7,852,878)	(6,531,952)
Opening net value	4,798,774	4,623,650	941,617	898,218	214,895	212,077	24,477,768	22,369,997	115,712	100,774	1,764,826	1,080,697	32,313,592	29,285,413
Additions	6,509	-	203	-	73	352	130,686	171,194	1,205	11	1,445,764	1,341,366	1,584,440	1,512,923
Other transfers	291,061	141,149	14,697	18,070	99,872	24,154	398,284	467,937	(4,778)	5,816	(799,183)	(657,237)	(47)	(111)
Reclass to assets held for sale	-	(10,868)	-	-	-	28	-	-	-	-	-	-	-	(10,840)
Disposals	(14,330)	(21,172)	(2,398)	(3,061)	(2,510)	(6,910)	(60,532)	(40,166)	(2,460)	(293)	-	-	(82,230)	(71,602)
Revaluations	322,951	66,015	58,290	52,090	-	22,994	6,225,386	1,886,951	1,640	11,167	-	-	6,608,267	2,039,217
Depreciation	-	-	(21,427)	(23,700)	(36,811)	(37,800)	(358,089)	(378,145)	(1,985)	(1,763)	-	-	(418,312)	(441,408)
Closing net value	5,404,965	4,798,774	990,982	941,617	275,519	214,895	30,813,503	24,477,768	109,334	115,712	2,411,407	1,764,826	40,005,710	32,313,592
Comprised of:														
Closing gross balance	5,404,965	4,798,774	1,456,691	1,360,217	646,328	563,840	38,377,333	31,528,681	146,469	150,132	2,411,407	1,764,826	48,443,193	40,166,470
Closing accumulated depreciation	-	-	(465,709)	(418,600)	(370,809)	(348,945)	(7,563,830)	(7,050,913)	(37,135)	(34,420)	-	-	(8,437,483)	(7,852,878)
Range of useful life (years)	Indefinite		10-196		3-88		4-indefinite		5-indefinite					

Asset additions include all costs incurred in bringing an asset into service for purchased assets, and internally constructed assets. It also includes the fair value of contributed assets and assets acquired at less than market value. Other transfers include transfers out of capital work in progress into the respective asset class for completed projects, any transfers between asset classes and transfers between property, plant and equipment and intangible assets (note 12).

Included in capital work in progress are costs incurred in relation to assets for the Brisbane Metro project. Some of these assets will be transferred to third parties in future years with transfer of the assets recognised as capital grant expenses (note 4(f)).

Brisbane City Council
Notes to the consolidated financial statements
for the year ended 30 June 2024

10 Property, plant and equipment (continued)

10(b) Recognition

Items of property, plant and equipment with a value above \$10,000 (except for cultural and heritage and network assets) are capitalised. Network assets are defined as a chain of interconnected but dissimilar assets that come together to provide one simultaneous service and are capitalised when the total value of the network is above \$10,000. All cultural and heritage assets are capitalised irrespective of their value. All other property, plant and equipment are expensed.

Land under roads and reserve land controlled by the Queensland Government under the *Land Act 1994* or the *Land Title Act 1994* is not recognised in the financial statements.

The properties leased by CBIC within the consolidated entity are reclassified to property, plant and equipment on consolidation, with revaluations included in the asset revaluation surplus. The properties leased by CBIC to external parties are classified as investment property on consolidation (note 11).

10(c) Measurement

Property, plant and equipment assets are initially recorded at cost. Most classes of property, plant and equipment are subsequently measured on the revaluation basis at fair value (note 10(e)). Capital work in progress is measured at cost.

10(d) Depreciation

Land, heritage assets, road earthworks and capital work in progress are not depreciated. All other assets and/or components of assets, except for quarries, are depreciated over their anticipated useful life using the straight line method. Quarries are depreciated using the unit of production method.

10(e) Valuation

Assets measured at fair value are revalued as necessary to ensure the carrying amount does not materially differ from the fair value at the reporting date. Comprehensive revaluations are undertaken at regular intervals of not more than five years. These are performed by independent valuers or suitably qualified internal experts for infrastructure, land, building and other assets. In intervening years, a suitable cost index is generally obtained from independent valuers or suitably qualified internal experts and applied to the assets in each class.

Movements in asset values due to revaluation are recognised in the asset revaluation surplus.

The methods used to estimate the fair value of assets comprise:

- Level 1 – the fair value is calculated using quoted prices in active markets
- Level 2 – the fair value is estimated using inputs that are observable for the asset or liability, either directly (as prices) or indirectly (derived from prices)
- Level 3 – the fair value is estimated using inputs for the asset that are not based on observable market data.

Brisbane City Council
Notes to the consolidated financial statements
for the year ended 30 June 2024

10 Property, plant and equipment (continued)

10(e) Valuation (continued)

Council's valuation of property, plant and equipment is as follows:

Asset class	Basis of measurement	Level	Most recent comprehensive valuation	Source of 2024 valuation or index	Closing net value	
					2024 \$000	2023 \$000
Land	Fair value	2 and 3	Rolling 20% p.a.	Independent valuer	5,404,965	4,798,774
Buildings	Fair value	3	2023	Independent valuer	990,982	941,617
Plant and equipment						
Fleet	Cost				68,245	95,861
Public transport vehicles	Cost				66,516	8,595
General	Cost				140,758	110,439
Infrastructure						
Roads network	Fair value	3	Rolling program	Independent valuer	23,594,721	17,538,368
Roads			2024			
Footpaths, kerb and channel, medians			2023			
Bridges			2022			
Tunnels			2022			
Culverts			2022			
Fences			2023			
Retaining walls			2022			
Drainage network	Fair value	3	Rolling program	Independent valuer	5,536,509	5,333,898
Enclosed drainage network			2020			
Stormwater treatment assets			2021			
Flood mitigation network	Fair value	3	Rolling program	Independent valuer	356,336	349,418
Sea and river walls			2022			
Groynes			2022			
Open drains			2020			
Wharves, piers and jetties	Fair value	3	Rolling program	Independent valuer	307,208	305,542
Ferry terminals			2023			
Boardwalks			2022			
Piers, pontoons, jetties and boat ramps			2022			
Traffic control network	Fair value	3	2023	Independent valuer	252,690	235,574
Bikeways	Fair value	3	2023	Independent valuer	133,670	121,668
Parks	Cost				623,281	584,063
Other infrastructure	Fair value	3	2023	Management	9,088	9,237
Other assets						
Heritage collections	Fair value	2 and 3	2022	-	32,137	38,456
Pools and sports fields facilities	Fair value	3	2023	Independent valuer	77,197	77,256
Capital work in progress	Cost				2,411,407	1,764,826
					40,005,710	32,313,592

CBIC's land and buildings are comprehensively revalued on an annual basis.

Brisbane City Council
Notes to the consolidated financial statements
for the year ended 30 June 2024

10 Property, plant and equipment (continued)

10(e) Valuation (continued)

The revaluation increment to infrastructure assets in the current year was mainly due to a change in accounting estimates for road earthworks (\$4.2 billion) reflecting that on average a small proportion of cut material will be unusable and will require disposal, calculated at an appropriate commercial waste disposal rate. The impact of these assumptions on future valuations is uncertain and therefore has not been disclosed.

Significant increases in construction costs also contributed to the revaluation increment to infrastructure assets in the current and prior year.

Land

Land is measured with reference to historical sales data for the most comparable properties. Land with a restricted use, such as parkland and environmental land, or land subject to flooding, have appropriate discount factors applied.

Buildings

Council's building assets are valued at fair value using current replacement cost less accumulated depreciation. Current replacement cost is derived from the lowest costs at which assets could be constructed, including itemised costs and quantities of materials, services and resources required.

Plant and equipment

At the beginning of the reporting period, Council changed the valuation method for plant and equipment assets from fair value to cost. As the value of Council's plant and equipment class and the impact of the change in valuation method are not material, the change has been applied prospectively.

Infrastructure

Infrastructure assets are valued at fair value using current replacement cost less accumulated depreciation except for parks and quarries. Current replacement cost is derived from the lowest costs at which assets could be constructed, including itemised costs and quantities of materials, services and resources required.

11 Investment property

Investment property does not include Council's land and buildings that earn rental income but are held primarily to meet community service objectives.

Investment property is property held by CBIC to earn rental income and/or for capital appreciation, and property that is being constructed or developed for future use as an investment property. These properties are occupied by external parties not related to the consolidated entity.

Investment property is initially measured at cost, including investment properties under construction which are measured at cost until fair value can be reliably determined. CBIC obtains independent valuations from qualified valuers at least annually, with property values based on the valuer's expertise and sales of similar properties in the same geographical location. The resulting estimate of fair value is classed as a level 3 valuation because it is based on a number of unobservable inputs (note 10(e)).

Consolidated	2024	2023
	\$000	\$000
Balance as at 1 July	161,704	211,489
Additions	48,536	1,768
Lease incentives	322	685
Other transfers	(1,074)	(310)
Disposals	-	(51,000)
Revaluations	(24,704)	(928)
Balance as at 30 June	184,784	161,704

Brisbane City Council
Notes to the consolidated financial statements
for the year ended 30 June 2024

12 Intangible assets

Intangible assets are mainly computer software. Intangible assets with a value above \$10,000 are capitalised at cost and amortised on a straight line basis over a period of between three and 15 years. All other intangible assets are expensed.

Consolidated	Intangible assets		Intangible assets under development		Total	
	2024	2023	2024	2023	2024	2023
	\$000	\$000	\$000	\$000	\$000	\$000
Opening gross value	367,034	365,427	4,874	3,177	371,908	368,604
Opening accumulated amortisation	(225,107)	(199,995)	-	-	(225,107)	(199,995)
Opening net value	141,927	165,432	4,874	3,177	146,801	168,609
Additions	-	-	8,677	3,216	8,677	3,216
Other transfers	836	1,630	(789)	(1,519)	47	111
Disposals	(633)	-	-	-	(633)	-
Amortisation	(24,252)	(25,135)	-	-	(24,252)	(25,135)
Closing net value	117,878	141,927	12,762	4,874	130,640	146,801
Comprised of:						
Closing gross value	365,333	367,034	12,762	4,874	378,095	371,908
Closing accumulated amortisation	(247,455)	(225,107)	-	-	(247,455)	(225,107)

Council	Intangible assets		Intangible assets under development		Total	
	2024	2023	2024	2023	2024	2023
	\$000	\$000	\$000	\$000	\$000	\$000
Opening gross value	367,034	365,404	4,874	3,177	371,908	368,581
Opening accumulated amortisation	(225,107)	(199,995)	-	-	(225,107)	(199,995)
Opening net value	141,927	165,409	4,874	3,177	146,801	168,586
Additions	-	-	8,677	3,216	8,677	3,216
Other transfers	836	1,630	(789)	(1,519)	47	111
Disposals	(633)	-	-	-	(633)	-
Amortisation	(24,252)	(25,112)	-	-	(24,252)	(25,112)
Closing net value	117,878	141,927	12,762	4,874	130,640	146,801
Comprised of:						
Closing gross value	365,333	367,034	12,762	4,874	378,095	371,908
Closing accumulated amortisation	(247,455)	(225,107)	-	-	(247,455)	(225,107)

Asset additions include all costs incurred in bringing an asset into service for purchased assets, and internally developed assets. Other transfers include transfers out of capital work in progress to intangible assets for completed projects and transfers between property, plant and equipment (note 10(a)) and intangible assets.

13 Leases

13(a) Council as lessee

Council has leases in place over land and buildings, plant and equipment and infrastructure. The right of use asset is measured using the cost model and is depreciated over the lease term.

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 Council's incremental borrowing rate for a similar term with similar security is used.

Brisbane City Council
Notes to the consolidated financial statements
for the year ended 30 June 2024

13 Leases (continued)

13(a) Council as lessee (continued)

Council applies the exceptions to lease accounting for both short-term leases (leases with a term of less than or equal to 12 months) and leases of low-value assets (assets with a value below \$10,000). Payments for short-term and low-value leases are expensed over the lease term (note 4(b)).

Council has a number of leases at significantly below market value for buildings and infrastructure including libraries, bike shelters and bus interchange. The leases are generally between three and indefinite years and require payments between \$0.10 and \$10 per year. Council has elected to measure the right of use asset arising from concessionary leases at cost which is based on the associated lease liability at initial recognition.

Terms and conditions of leases

Council's leases may include options to renew or extend lease terms between one and 30 years and the option to terminate leases at predetermined dates. The options are generally exercisable at market rates. In addition, some of Council's transport asset leases contain sale and leaseback arrangements.

Asset class	Lease term (years)	Underlying assets
Land and buildings	2-51	Offices, depots, libraries and shopping centres
Plant and equipment	4-19	Transport assets and gas fuel plant
Infrastructure	30	Ferry maintenance facility

Lease right of use assets

Consolidated	Note	Land and buildings \$000	Plant and equipment \$000	Infrastructure \$000	Total \$000
2024					
Balance as at 1 July		351,336	98,327	2,004	451,667
Additions		3,386	13,155	-	16,541
Depreciation – right of use assets	4(c)	(38,844)	(28,731)	(114)	(67,689)
Balance as at 30 June		315,878	82,751	1,890	400,519
2023					
Balance as at 1 July		217,215	107,697	2,119	327,031
Additions		217,661	21,936	-	239,597
Lease terminations		(48,705)	-	-	(48,705)
Depreciation – right of use assets	4(c)	(34,835)	(31,306)	(115)	(66,256)
Balance as at 30 June		351,336	98,327	2,004	451,667
Council					
Note	Land and buildings \$000	Plant and equipment \$000	Infrastructure \$000	Total \$000	
2024					
Balance as at 1 July		449,354	98,327	2,004	549,685
Additions		3,386	13,155	-	16,541
Depreciation – right of use assets	4(c)	(47,300)	(28,731)	(114)	(76,145)
Balance as at 30 June		405,440	82,751	1,890	490,081

Brisbane City Council
Notes to the consolidated financial statements
for the year ended 30 June 2024

13 Leases (continued)

13(a) Council as lessee (continued)

Lease right of use assets (continued)

Council		Land and buildings	Plant and equipment	Infrastructure	Total
	Note	\$000	\$000	\$000	\$000
2023					
Balance as at 1 July		323,852	107,697	2,119	433,668
Additions		217,661	21,936	-	239,597
Lease terminations		(48,705)	-	-	(48,705)
Depreciation – right of use assets	4(c)	(43,454)	(31,306)	(115)	(74,875)
Balance as at 30 June		449,354	98,327	2,004	549,685

In the prior year, Council terminated a lease before the expiry date. This resulted in the reversal of a right of use asset and lease liability of \$48.3 million and \$79.8 million respectively (note 19(b)), and the recognition of the gain on early termination of a lease of \$31.6 million (note 3(d)).

Lease liabilities

The table below shows the maturity analysis of the lease liabilities based on contractual cash flows. Amounts will not be the same as the recognised lease liabilities in the statements of financial position due to the impacts of discounting the cash flows.

	Consolidated		Council	
	2024	2023	2024	2023
	\$000	\$000	\$000	\$000
Within one year	88,149	89,328	98,263	99,095
One to five years	252,081	283,991	296,269	326,660
Later than five years	384,092	422,298	461,492	511,331
	724,322	795,617	856,024	937,086
Lease liabilities per statements of financial position				
Current lease liabilities	64,090	67,126	69,940	72,977
Non-current lease liabilities	498,571	550,844	607,768	667,232
	562,661	617,970	677,708	740,209

Amounts included in the statements of comprehensive income related to leases

The following amounts have been recognised in the statements of comprehensive income for leases where Council is the lessee:

	Note	Consolidated		Council	
		2024	2023	2024	2023
		\$000	\$000	\$000	\$000
Depreciation – right of use assets	4(c)	67,689	66,256	76,145	74,875
Interest on leases	4(d)	22,276	16,611	24,850	19,371
Lease expenses	4(b)	12,962	15,625	12,962	15,625
Revenue from sub-leasing right of use assets		(1,871)	(3,475)	(1,871)	(3,475)
		101,056	95,017	112,086	106,396
Net cash outflows for leases		105,308	100,022	115,075	109,471

Brisbane City Council
Notes to the consolidated financial statements
for the year ended 30 June 2024

13 Leases (continued)

13(b) Council as lessor

The consolidated entity has entered into operating leases for commercial properties, office spaces and other facilities. These leases have terms of between six months and 120 years.

The fair value of lease payments receivable is as follows:

	Consolidated		Council	
	2024	2023	2024	2023
	\$000	\$000	\$000	\$000
Within one year	33,960	28,635	19,509	18,350
One to two years	30,552	25,655	16,747	15,167
Two to three years	28,513	24,398	16,045	14,238
Three to four years	22,693	22,677	14,976	13,694
Four to five years	20,189	17,073	14,234	12,818
Later than five years	668,232	659,817	643,498	644,417
	804,139	778,255	725,009	718,684

14 Payables

Trade creditors and accrued expenses are recognised when the goods are received or the service is performed at the amount owed. Amounts owing are unsecured and normally settled within seven to 30 days.

Accrued employee costs represents the amount which the consolidated entity has a present obligation to pay resulting from employees' services provided up to the reporting date.

	Note	Consolidated		Council	
		2024	2023	2024	2023
		\$000	\$000	\$000	\$000
Current					
Trade creditors and accrued expenses		290,903	207,209	287,928	202,859
Accrued employee costs		106,877	105,557	106,742	105,421
Prepaid rates and utility charges	3(a)	19,682	18,039	19,682	18,039
		417,462	330,805	414,352	326,319
Non-current					
Other payables		9,510	8,645	8,809	7,790
		9,510	8,645	8,809	7,790
		426,972	339,450	423,161	334,109

15 Other financial liabilities

Council adopts an annual debt policy that sets out Council's planned borrowings for the current and the next nine years.

Council's other financial liabilities comprise of loans from QTC. These are measured at amortised cost based on the book value of the principal outstanding. The book value of loans represents the current value of the debt to be repaid over its remaining term.

No assets have been pledged as security by Council for any liabilities, however all loans are guaranteed by the Queensland Government.

Brisbane City Council
Notes to the consolidated financial statements
for the year ended 30 June 2024

15 Other financial liabilities (continued)

	Consolidated		Council	
	2024 \$000	2023 \$000	2024 \$000	2023 \$000
Current				
QTC loans				
Portfolio linked loans	116,901	96,829	116,901	96,829
Other QTC loan	1,985	1,679	1,985	1,679
QTC working capital facility	185,000	-	185,000	-
	303,886	98,508	303,886	98,508
Non-current				
QTC loans				
Portfolio linked loans	2,605,290	2,325,988	2,605,290	2,325,988
Other QTC loan	36,383	38,383	36,383	38,383
Bank loan – secured	55,000	20,000	-	-
	2,696,673	2,384,371	2,641,673	2,364,371
	3,000,559	2,482,879	2,945,559	2,462,879

Council's QTC loan market value at the reporting date is \$2,858 million (2023: \$2,407 million). This represents the value of the debt if Council repaid at that date.

Finance costs capitalised to major projects during the year were \$46.9 million (2023: \$24.1 million).

16 Service concession arrangements

Council has recognised the following service concession arrangements:

- Go Between Bridge – service concession arrangement period of 50 years commenced in 2013.
- Legacy Way Tunnel – service concession arrangement period of 50 years commenced in 2015.
- Clem Jones Tunnel – service concession arrangement period of 45 years commenced in 2006.

For the arrangements, the operator has been granted the right to levy tolls for the use of the toll roads during the concession periods and a liability has been recognised under the grant of a right to the operator model.

Tolls and charges are levied according to the Local Government Tollway Declaration which sets out the maximum toll payable and the toll indexation methodology. Tolls and charges can increase annually from 1 July.

During the concession periods, the operator is responsible for operating, maintaining and repairing the assets as specified in the concession deed. At the end of the concession periods, the operations and assets revert back to Council's control. The assets must be handed back to Council in a condition specified in the concession deed.

Other minor service concession arrangements in relation to infrastructure and parks assets have also been recognised in the consolidated financial statements.

The net value of service concession assets included in property, plant and equipment at the reporting date is \$4.9 billion (2023: \$4.8 billion).

17 Provisions

Long service leave

The provision for long service leave represents the present value of the estimated future cash outflows to be made by the consolidated entity resulting from employees' services provided up to the reporting date. Related on-costs are also included in the provision.

The provision for long service leave has been discounted using discount rates derived from Australian Government bond rates as at the calculation date with a term matching as closely as possible to the term of the long service leave liabilities.

Brisbane City Council
Notes to the consolidated financial statements
for the year ended 30 June 2024

17 Provisions (continued)

Land resumption

Council has the ability to acquire property by resumption under Queensland Government legislation. Where there is uncertainty in the timing or amount of the future expenditure, it is classified as a current provision.

Land restoration

A provision for land restoration is recognised where it is probable that landfill sites will need to be restored to a useable state at the end of their lives and a reliable estimate of the present value of anticipated costs of works can be made for future financial years. Obligations for future landfill remediation work are reviewed annually and based on the nature and extent of work required to remediate and monitor the land.

Other provisions

Other provisions include provisions for WorkCover self insurance, organisational restructure, sick leave and environmental provisions under the *Natural Assets Local Law 2003*.

Council holds a WorkCover self insurance licence issued by the Workers' Compensation Regulator. Under this licence Council has provided an indemnity towards a financial guarantee to cover liabilities which may remain should the self insurance licence be cancelled and there was insufficient funds available to cover outstanding liabilities. Only WorkCover Queensland may call on any part of the guarantee should the above circumstances arise. Council's maximum exposure to the guarantee is \$15.4 million (2023: \$11.4 million). The provision is based on an independent actuarial assessment of the present value of the estimated future cash outflows to be made by Council resulting from workers' compensation claims.

The provision for organisational restructure represents an estimate of voluntary redundancies and other costs associated with these obligations.

The *Natural Assets Local Law 2003* provision is for Council to reinstate and maintain targeted natural environment sites within a five year period.

	Consolidated		Council	
	2024 \$000	2023 \$000	2024 \$000	2023 \$000
Current				
Long service leave	142,326	144,795	142,326	144,795
Land resumption	66,993	82,643	66,993	82,643
Land restoration	11,345	22,282	11,345	22,282
Other	8,896	8,104	8,896	8,104
	229,560	257,824	229,560	257,824
Non-current				
Long service leave	20,836	20,139	20,836	20,139
Land restoration	109,869	110,000	109,869	110,000
Other	11,545	12,242	11,545	12,242
	142,250	142,381	142,250	142,381
	371,810	400,205	371,810	400,205

Consolidated and Council 2024	Land resumption	Land restoration	Other	Total
	\$000	\$000	\$000	\$000
Movement in non-employee benefit provisions:				
Balance as at 1 July	82,643	132,282	20,004	234,929
Provision adjustment	(147)	(6,861)	10,668	3,660
Payments made	(15,503)	(8,613)	(10,471)	(34,587)
Discount rate adjustment	-	4,406	-	4,406
Balance as at 30 June	66,993	121,214	20,201	208,408

Brisbane City Council
Notes to the consolidated financial statements
for the year ended 30 June 2024

18 Other liabilities

	Note	Consolidated		Council	
		2024 \$000	2023 \$000	2024 \$000	2023 \$000
Current					
Unearned revenue		65,240	59,520	65,683	59,964
Unearned subsidies and grants		25,331	13,764	25,331	13,764
Waste levy subsidy received in advance	5	41,136	41,978	41,136	41,978
Other		1,227	1,410	784	966
		132,934	116,672	132,934	116,672
Non-current					
Unearned revenue		8,036	10,045	8,036	10,045
Waste levy subsidy received in advance	5	70,910	111,678	70,910	111,678
		78,946	121,723	78,946	121,723
		211,880	238,395	211,880	238,395

Other liabilities includes an advance payment of \$112 million (2023: \$153.6 million) from the Queensland Government to help fund Council's State Waste Levy until 30 June 2027.

19 Reconciliation of cash flows

19(a) Reconciliation of net result to cash flows from operating activities

	Note	Consolidated		Council	
		2024 \$000	2023 \$000	2024 \$000	2023 \$000
Net result		541,397	492,043	434,072	456,944
Non-cash items					
Depreciation and amortisation	4(c)	510,253	532,799	518,709	541,395
Non-cash donations, contributions and other capital revenue		(143,433)	(172,077)	(143,433)	(172,077)
Non-cash service concession revenue	3(d)	(60,023)	(59,610)	(60,023)	(59,610)
Gain on early lease termination	13(a)	-	(31,569)	-	(31,569)
Capital grant expenses		104	-	104	-
Allowance for doubtful debts		(745)	2,596	(745)	2,596
Allowance for slow moving and obsolete stock		(493)	452	(493)	452
Loss on disposal of property, plant and equipment, intangible assets and investment property	4(e)	64,021	44,229	64,021	41,360
Fair value revaluation of investment property	11	24,704	928	-	-
		394,388	317,748	378,140	322,547
Investing and financing activities					
Fair value gain on other investments		(7,822)	(5,562)	(7,822)	(5,562)
Capital contributions, donations, subsidies, grants and other capital revenue		(440,897)	(386,244)	(440,897)	(386,244)
		(448,719)	(391,806)	(448,719)	(391,806)
Changes in assets and liabilities					
Rates and utility charges receivable		2,073	9,580	2,073	9,580
Other debtors		37,170	14,373	36,806	14,733
Other assets		(101,821)	(36,699)	22,293	(464)
Payables		84,292	19,249	86,401	18,772
Other liabilities		(52,036)	(529)	(51,212)	433
Provision for employee benefits		(2,002)	6,107	(2,002)	6,107
Other provisions		(11,576)	20,824	(11,576)	20,824
		(43,900)	32,905	82,783	69,985
Net increase in cash from operating activities		443,166	450,890	446,276	457,670

Brisbane City Council
Notes to the consolidated financial statements
for the year ended 30 June 2024

19 Reconciliation of cash flows (continued)

19(b) Reconciliation of liabilities and assets arising from financing activities

Consolidated		Balance at	Non-cash	Cash flows	Balance as
	Note	1 July	flows	Cash flows	at 30 June
		\$000	\$000	\$000	\$000
2024					
Other financial liabilities	15	2,482,879	-	517,680	3,000,559
Lease liabilities	13(a)	617,970	16,632	(71,941)	562,661
Lease right of use assets	13(a)	451,667	(151,148)	100,000	400,519
		3,552,516	(134,516)	545,739	3,963,739
2023					
Other financial liabilities	15	2,465,826	-	17,053	2,482,879
Lease liabilities	13(a)	429,909	259,322	(71,261)	617,970
		2,895,735	259,322	(54,208)	3,100,849
Council					
	Note	1 July	flows	Cash flows	Balance as
		\$000	\$000	\$000	at 30 June
		\$000	\$000	\$000	\$000
2024					
Other financial liabilities	15	2,462,879	-	482,680	2,945,559
Lease liabilities	13(a)	740,209	16,633	(79,134)	677,708
Lease right of use assets	13(a)	549,685	(159,604)	100,000	490,081
		3,752,773	(142,971)	503,546	4,113,348
2023					
Other financial liabilities	15	2,400,826	-	62,053	2,462,879
Lease liabilities	13(a)	558,819	259,322	(77,932)	740,209
		2,959,645	259,322	(15,879)	3,203,088

Non-cash flows in the prior year includes the reversal of a lease liability of \$79.8 million upon early termination of a lease (note 13(a)).

20 Commitments

Contractual commitments for operating expenditure

Contractual commitments at the reporting date but not provided for in the consolidated financial statements are as follows:

	Consolidated		Council	
	2024	2023	2024	2023
	\$000	\$000	\$000	\$000
Within one year	352,933	374,922	354,263	376,045
One to five years	985,280	1,078,637	995,477	1,085,658
Later than five years	818,687	936,273	836,666	952,627
	2,156,900	2,389,832	2,186,406	2,414,330

Contractual commitments for capital

Capital expenditure contracted at the reporting date but not provided for in the consolidated financial statements is as follows:

	Consolidated		Council	
	2024	2023	2024	2023
	\$000	\$000	\$000	\$000
Within one year	390,628	700,795	390,453	693,882
One to five years	26,301	176,993	26,301	176,993
	416,929	877,788	416,754	870,875

Brisbane City Council
Notes to the consolidated financial statements
for the year ended 30 June 2024

21 Contingencies

Contingent liabilities

Claims include formal requests or demands received by Council in relation to matters for financial compensation.

Land resumption contingencies relate to compensation claims by property owners in relation to compulsory land acquisitions under Queensland Government legislation.

Infrastructure charges contingencies are contractual commitments under infrastructure agreements that are contingent on a number of actions occurring outside of Council's direct control and relate to exercising development approvals and completing associated infrastructure works.

	Consolidated		Council	
	2024 \$000	2023 \$000	2024 \$000	2023 \$000
Claims	27,235	26,464	27,235	26,464
Land resumptions	33,718	31,141	33,718	31,141
Infrastructure charges	49,213	53,762	49,213	53,762
	110,166	111,367	110,166	111,367

22 Transactions with related parties

22(a) Key management personnel (KMP) compensation

Transactions with Council's associate and controlled entities are disclosed in notes 8 and 9.

KMP include the Lord Mayor, Councillors, Council's Chief Executive Officer and Executive Management Team.

	2024 \$000	2023 \$000
Short-term employee benefits	11,386	11,288
Post-employment benefits	1,075	1,135
Long-term benefits	237	271
Termination benefits	428	223
	13,126	12,917

22(b) Transactions with KMP

Transactions with KMP are as follows:

	2024 \$000	2023 \$000
Employee expenses for close family members of KMP	318	391

Close family members of KMP were employed through arm's length processes in accordance with Council's recruitment policies. They are paid commensurate with the requirements of the job they perform. The figures above include all remuneration received by close family members of KMP.

Council employs three staff (2023: four staff) which are close family members of KMP.

Transactions between KMPs of controlled entities are reported in the financial statements of the relevant controlled entities.

Brisbane City Council
Notes to the consolidated financial statements
for the year ended 30 June 2024

23 Superannuation defined benefit plan

Council has provided a written guarantee to Brighter Super as trustee of the CS Defined Benefits Fund (CSDBF). The guarantee commits Council to fund the defined benefits of employees who are members of the CSDBF.

In accordance with the *Superannuation Industry (Supervision) Regulations 1994*, actuarial assessments are undertaken annually to determine Council's obligations.

The most significant risks relating to the defined benefits are:

- investment risk – the risk that investment returns will be lower than assumed and Council will need to increase contributions to offset this shortfall.
- salary growth risk – the risk that wages or salaries will rise more rapidly than assumed and Council will need to provide additional contributions.

The defined benefit assets are invested in the Brighter Super balanced investment option. The assets are diversified within this investment option and therefore the fund has no significant concentration of investment risk. The investments do not include any amounts relating to any of Council's own financial instruments or any property occupied by or other assets used by Council.

There were no fund amendments affecting the defined benefits payable, curtailments or settlements during the year.

Consolidated and Council	2024	2023
	\$000	\$000
Fair value of fund assets		
Fair value as at 1 July	60,078	62,411
Fair value as at 30 June	59,266	60,078
Defined benefit obligation		
Present value as at 1 July	38,365	41,325
Present value as at 30 June	41,974	38,365
Net defined benefit asset		
Net asset as at 1 July	21,713	21,086
Net asset as at 30 June	17,292	21,713

Movements in the net defined benefit asset were primarily due to returns on fund assets, actuarial gains and losses, service costs and employer contributions. The asset ceiling has no impact on the net defined benefit asset. The amount recognised in other comprehensive income arising from the remeasurement of the defined benefit plan was \$4.2 million decrease (2023: \$1.0 million increase). The weighted average duration of the defined benefit obligation is four years in the current year (2023: four years).

The defined benefit costs have been determined using estimates of salary and pension escalation rates and a discount rate that reflects current market assessments.

Council is expected to continue the existing contribution holiday in respect of defined benefits until June 2026, in the absence of any special circumstances and subject to satisfying any industrial agreements. This will not impact employee entitlements.

24 National competition policy

Business activities classified under the *City of Brisbane Regulation 2012* are:

Transport for Brisbane	Significant business activity commercial business unit
City Parking	Significant business activity commercial business unit
Civil Construction and Maintenance Operations	Significant business activity full cost pricing
Public Space Operations	Significant business activity full cost pricing
Waste and Resource Recovery Services	Significant business activity full cost pricing
Brisbane City Cemeteries	Significant business activity full cost pricing
City Projects Office	Prescribed business activity code of competitive conduct
Golf Courses	Prescribed business activity code of competitive conduct
Riverstage	Prescribed business activity code of competitive conduct
Asset Portfolio Management	Prescribed business activity code of competitive conduct

Brisbane City Council
Notes to the consolidated financial statements
for the year ended 30 June 2024

24 National competition policy (continued)

	Transport for Brisbane		City Parking	
	2024	2023	2024	2023
	\$000	\$000	\$000	\$000
Revenue				
Community service obligations	190,814	161,826	-	-
Revenue from services provided within Council	-	-	210	270
Revenue from third parties	435,372	431,504	9,466	8,435
	626,186	593,330	9,676	8,705
Expenses				
Surplus (deficit) before tax	598,819	561,357	10,427	10,751
Less income tax equivalent	27,367	31,973	(751)	(2,046)
	(11,081)	(13,163)	-	-
Surplus (deficit) after tax	16,286	18,810	(751)	(2,046)

25 Events after the reporting period

The following events have occurred since the end of the reporting period.

CBIC declared a dividend of \$11.8 million at the Board meeting on 30 July 2024.

On 11 July 2024, Council and the Queensland Government's Department of Transport and Main Roads entered into a new one-year funding agreement, which provides additional funding towards the operation of bus services. A non-binding agreement has also been entered into in relation to future service contracts. Commencement of the Queensland Government's 50 cent fares for public transport users is not expected to have a material impact on public transport revenue.

26 Financial instruments and financial risk management

26(a) Categorisation of financial instruments

The categories of financial assets and financial liabilities are as follows:

	Note	Consolidated		Council	
		2024	2023	2024	2023
		\$000	\$000	\$000	\$000
Financial assets					
Cash and cash equivalents (at amortised cost)	5	82,796	96,122	67,444	71,027
Receivables (at amortised cost)	6	90,231	226,366	89,376	225,867
Derivative financial instruments	26(b),(c)	2,930	6,576	2,714	6,576
Other investments (at cost)	9(a),(b)	810	810	141,712	141,712
Other investments (at fair value through profit and loss)	9(c)	72,976	65,155	72,976	65,155
		249,743	395,029	374,222	510,337
Financial liabilities					
Payables (at amortised cost)	14	426,972	339,450	423,161	334,109
Other financial liabilities (at amortised cost)	15	3,000,559	2,482,879	2,945,559	2,462,879
		3,427,531	2,822,329	3,368,720	2,796,988

26(b) Financial risk management objectives and policies

The consolidated entity's principal financial instruments are cash, investments, loans, working capital and variable rate loan facilities and a bank overdraft. These financial instruments support operations, the acquisition of non-current assets and management of financial market risks. The consolidated entity has various other financial assets and liabilities including trade receivables and payables, which arise directly from operations.

The consolidated entity's activities expose it to a variety of risks including market risk (such as interest rate risk and foreign currency risk), credit risk and liquidity risk.

Brisbane City Council
Notes to the consolidated financial statements
for the year ended 30 June 2024

26 Financial instruments and financial risk management (continued)

26(b) Financial risk management objectives and policies (continued)

For Council, financial risk management is undertaken to minimise potential adverse impacts of the unpredictability of financial markets on financial performance. This is done as part of treasury operations in accordance with the Financial Risk Management Framework and these activities are monitored by the Financial Risk Management Committee.

26(c) Market risk

Interest rate risk

Interest rate risk refers to possible fluctuations caused by changes in the value of interest bearing financial instruments as a result of changes in market rates. The consolidated entity is exposed to interest rate risk through investments and borrowings, and has access to a mix of variable and fixed rate funding options so that interest rate risk exposure can be minimised.

The consolidated entity's interest rate sensitivity to an expected 1% maximum fluctuation in interest rates if all other variables are held constant is:

	Consolidated		Council	
	2024 \$000	2023 \$000	2024 \$000	2023 \$000
1% increase in interest rates	(1,365)	409	(1,269)	358
1% decrease in interest rates	1,446	(270)	1,350	(219)

Interest rate derivatives used for hedging

CBIC has entered into interest rate swaps to hedge the interest rate risk arising from variable borrowings. CBIC has interest rate swaps in place to cover 55% (2023: nil) of forecast borrowings with a value of \$0.2 million at the reporting date. The weighted average maturity of interest rate swaps is 2.92 years (2023: nil).

Foreign currency risk

Foreign currency risk arises primarily from highly probable forecast transactions and firm commitments for the purchase of plant and equipment which are denominated in foreign currencies, with exchange rate exposures managed to minimise risk.

Forward exchange contracts and foreign currency options – cash flow hedges

Council has entered into contracts to purchase fleet vehicles and infrastructure denominated in Swiss Francs (CHF). As a result, Council has entered into various forward exchange contracts to hedge the foreign exchange rate risk arising from these contracts.

Cash flow hedges – outstanding foreign exchange hedging instruments

Council 2024	Maturity				Total notional amount	Fair value of hedging instruments \$000
	0-5 months	6-12 months	1-2 years	2-4 years		
Forward exchange contract						
Notional amount (CHF) (in CHF000)	19,498	12,636	12,352	-	44,486	
Equivalent amount in AUD (\$000)	32,300	20,858	20,388	-	73,546	2,714
Average forward rate (AUD/CHF)	0.6036	0.6058	0.6058	-	0.6049	
Balance as at 30 June						2,714

Brisbane City Council
Notes to the consolidated financial statements
for the year ended 30 June 2024

26 Financial instruments and financial risk management (continued)

26(c) Market risk (continued)

Foreign currency risk (continued)

Cash flow hedges – outstanding foreign exchange hedging instruments (continued)

Council 2023	Maturity				Total notional amount	Fair value of hedging instruments \$000
	0-5 months	6-12 months	1-2 years	2-4 years		
Forward exchange contract						
Notional amount (CHF) (in CHF000)	22,769	18,652	26,793	12,352	80,566	
Equivalent amount in AUD (\$000)	36,928	30,747	44,224	20,388	132,287	6,576
Average forward rate (AUD/CHF)	0.6166	0.6066	0.6058	0.6058	0.6090	
Balance as at 30 June						6,576

Cash flow and cost of hedging reserves

The movements in cash flow and cost of hedging reserves for continuing hedges (interest rate swaps and foreign exchange hedges) that are included in equity in the statements of financial position are as follows:

Consolidated	Cash flow hedge reserve		Cost of hedging reserve		Total	
	2024	2023	2024	2023	2024	2023
	\$000	\$000	\$000	\$000	\$000	\$000
Balance as at 1 July	6,576	478	-	(8,638)	6,576	(8,160)
Fair value gain recognised in other comprehensive income	(3,646)	6,098	-	8,638	(3,646)	14,736
Balance as at 30 June	2,930	6,576	-	-	2,930	6,576

Council	Cash flow hedge reserve		Cost of hedging reserve		Total	
	2024	2023	2024	2023	2024	2023
	\$000	\$000	\$000	\$000	\$000	\$000
Balance as at 1 July	6,576	478	-	(8,638)	6,576	(8,160)
Fair value gain recognised in other comprehensive income	(3,862)	6,098	-	8,638	(3,862)	14,736
Balance as at 30 June	2,714	6,576	-	-	2,714	6,576

26(d) Liquidity risk

Liquidity risk refers to the ability of the consolidated entity to meet its financial obligations as and when they fall due. The consolidated entity is exposed to liquidity risk through its normal course of business and through its borrowings and manages its exposure to liquidity risk by maintaining sufficient cash deposits and undrawn facilities, both short and long term, to cater for unexpected volatility in cash flows. These facilities are disclosed in note 5.

Brisbane City Council
Notes to the consolidated financial statements
for the year ended 30 June 2024

26 Financial instruments and financial risk management (continued)

26(d) Liquidity risk (continued)

The following table sets out the liquidity risk in relation to financial liabilities (excluding lease liabilities – refer note 13) held by the consolidated entity. It represents the remaining contractual cashflows (principal and interest) of financial liabilities at the end of the reporting period.

Consolidated		Payable in:			Total	Carrying amount
	Note	1 year or less	Over 1 to 5 years	More than 5 years		
		\$000	\$000	\$000	\$000	\$000
2024						
Financial liabilities						
Payables	14	417,462	9,510	-	426,972	426,972
Loans	15	422,523	1,007,436	2,553,850	3,983,809	3,000,559
		839,985	1,016,946	2,553,850	4,410,781	3,427,531
2023						
Financial liabilities						
Payables	14	330,805	8,645	-	339,450	339,450
Loans	15	204,253	838,821	2,256,334	3,299,408	2,482,879
		535,058	847,466	2,256,334	3,638,858	2,822,329
Council						
	Note	1 year or less	Over 1 to 5 years	More than 5 years	Total	Carrying amount
		\$000	\$000	\$000	\$000	\$000
2024						
Financial liabilities						
Payables	14	414,352	8,809	-	423,161	423,161
Loans	15	422,523	952,436	2,553,850	3,928,809	2,945,559
		836,875	961,245	2,553,850	4,351,970	3,368,720
2023						
Financial liabilities						
Payables	14	326,319	7,790	-	334,109	334,109
Loans	15	204,253	818,821	2,256,334	3,279,408	2,462,879
		530,572	826,611	2,256,334	3,613,517	2,796,988

The difference between undiscounted cash flows and the book value represents the estimated amount of interest that will be payable over the remaining life of the loan based on current interest rates.

26(e) Credit risk

Credit risk is the risk of financial loss if a counterparty to a financial instrument fails to meet its contractual obligations. These obligations arise principally from investments (note 5), receivables (note 6) and forward exchange contracts. Exposure to credit risk is managed through regular analysis of credit counterparty ability to meet payment obligations.

Brisbane City Council
Statement by Councillors and management
for the year ended 30 June 2024

These general purpose financial statements have been prepared pursuant to sections 168 and 169 of the *City of Brisbane Regulation 2012* (the Regulation) and other prescribed requirements.

In accordance with section 202(5) of the Regulation, we certify that:

- (i) the prescribed requirements of the *City of Brisbane Act 2010* and the Regulation for the establishment and keeping of accounts have been complied with in all material respects and
- (ii) the general purpose consolidated financial statements which are prepared in accordance with Australian Accounting Standards and are set out on pages 2 to 39, present a true and fair view of Council's and the consolidated entity's financial performance for the year and financial position as at 30 June 2024.



Councillor Adrian Schrinner
LORD MAYOR



Tim Wright
A/CHIEF EXECUTIVE OFFICER



Councillor Fiona Cunningham
CIVIC CABINET CHAIR
FINANCE AND CITY GOVERNANCE
COMMITTEE



Mark Russell
CHIEF FINANCIAL OFFICER
CORPORATE FINANCE
ORGANISATIONAL SERVICES

15 August 2024

INDEPENDENT AUDITOR'S REPORT

To the Councillors of Brisbane City Council

Report on the audit of the financial report

Opinion

I have audited the accompanying financial report of Brisbane City Council (the council) and its controlled entities (the group).

In my opinion, the financial report:

- a) gives a true and fair view of the council's and group's financial position as at 30 June 2024, and of their financial performance and cash flows for the year then ended
- b) complies with the *City of Brisbane Act 2010*, the City of Brisbane Regulation 2012 and Australian Accounting Standards.

The financial report comprises the statements of financial position as at 30 June 2024, the statements of comprehensive income, statements of changes in equity and statements of cash flows, for the year then ended, notes to the financial statements including material accounting policy information, and the certificate given by the Lord Mayor; Acting Chief Executive Officer; Civic Cabinet Chair Finance and City Governance Committee; and Chief Financial Officer.

Basis for opinion

I conducted my audit in accordance with the *Auditor-General Auditing Standards*, which incorporate the Australian Auditing Standards. My responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the financial report* section of my report.

I am independent of the council and the group in accordance with the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants* (the Code) that are relevant to my audit of the financial report in Australia. I have also fulfilled my other ethical responsibilities in accordance with the Code and the *Auditor-General Auditing Standards*.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Key audit matters

Key audit matters are those matters that, in my professional judgement, were of most significance in my audit of the financial report of the current period. I addressed these matters in the context of my audit of the financial report as a whole, and in forming my opinion thereon, and I do not provide a separate opinion on these matters.

Infrastructure assets (roads and drainage) valuation using current replacement cost (\$29.1 billion)

Refer to note 10 in the financial report

Key audit matter	How my audit addressed the key audit matter
<p>Council's infrastructure assets (roads and drainage) are measured at fair value at balance date using the current replacement cost method.</p> <p>The current replacement cost method comprises:</p> <ul style="list-style-type: none"> gross replacement cost, less accumulated depreciation <p>Council values the gross replacement cost of its infrastructure assets with reference to the unit rate at which it could construct a substitute asset of comparable quality in the normal course of business.</p> <p>The unit rates require significant judgement in relation to:</p> <ul style="list-style-type: none"> parts of assets (components) that are replaced at different times in the asset lifecycle, or that have materially different replacement costs due to physical location attributes average project dimensions tasks (and applicable costs) required for replacing components, excluding those that result in duplication or are ineligible for inclusion in the cost of an asset on-costed labour charges directly attributable service, materials, and plant costs (inputs) for each applicable task. <p>In measuring accumulated depreciation, council's engineers and asset managers use significant judgement for estimating how long asset components will last. Asset lives are dependent on a range of factors including construction materials and construction methods, obsolescence, environmental factors, degradation through use, management intentions, and fiscal availability.</p> <p>The significant judgements required for gross replacement cost and useful lives are also significant for calculating annual depreciation expense.</p>	<p>My procedures included, but were not limited to:</p> <ul style="list-style-type: none"> Assessing the adequacy of management's review of the valuation process. Obtaining an understanding of the methodology used and assessing its design, integrity and appropriateness with reference to common industry practice. Assessing the competence, capability and objectivity of the experts used by council. Assessing the appropriateness of the components of infrastructure assets used for measuring gross replacement cost with reference to common industry practices. For assets comprehensively revalued, on a sample basis, evaluating the relevance, completeness and accuracy of source data used to derive the unit cost rates including: <ul style="list-style-type: none"> modern substitute (including locality factors and oncosts) adjustment for obsolescence. <p>For assets revalued by indexation, our procedures included but were not limited to:</p> <ul style="list-style-type: none"> Evaluating the relevance and appropriateness of the indices used by comparing to other relevant external indices. Reviewing the appropriate application of these indices to the infrastructure assets. <p>Assets useful life estimates were evaluated for reasonableness by:</p> <ul style="list-style-type: none"> Reviewing management's annual assessment of useful lives. Reviewing for evidence of infrastructure obsolescence, failure or disposal that could indicate a remaining useful life less than what is recorded. Ensuring that no component still in use has reached or exceeded its useful life. Comparing council's infrastructure useful life assumptions between similar assets held by council, and with other local councils. Considering whether council's asset management plans are consistent with useful lives assigned to infrastructure assets. Assessing council's process for performing asset condition assessments, and adjusting in its asset registers and financial systems.

Other information

The councillors are responsible for the other information.

The other information comprises the information included in the entity's annual report for the year ended 30 June 2024, but does not include the financial report and our auditor's report thereon.

At the date of this auditor's report, the available other information in Brisbane City Council's annual report for the year ended 30 June 2024 was the current year financial sustainability statement – audited ratios, current year financial sustainability statement – unaudited contextual ratios, and long-term financial sustainability statement – unaudited ratios.

My opinion on the financial report does not cover the other information and accordingly I do not express any form of assurance conclusion thereon. However, as required by the City of Brisbane Regulation 2012, I have formed a separate opinion on the current year financial sustainability statement – audited ratios.

In connection with my audit of the financial report, my responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report and my knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work I have performed, I conclude that there is a material misstatement of this information, I am required to report that fact.

I have nothing to report in this regard.

Responsibilities of the councillors for the financial report

The councillors are responsible for the preparation of the financial report that gives a true and fair view in accordance with the *City of Brisbane Act 2010*, the City of Brisbane Regulation 2012 and Australian Accounting Standards, and for such internal control as the councillors determine is necessary to enable the preparation of the financial report that is free from material misstatement, whether due to fraud or error.

The councillors are also responsible for assessing the council's and the group's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless it is intending to abolish the council or to otherwise cease operations of the group.

Auditor's responsibilities for the audit of the financial report

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

A further description of my responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website at:

https://www.auasb.gov.au/auditors_responsibilities/ar5.pdf

This description forms part of my auditor's report.

Report on other legal and regulatory requirements

In accordance with s.40 of the *Auditor-General Act 2009*, for the year ended 30 June 2024:

- a) I received all the information and explanations I required.
- b) I consider that, the prescribed requirements in relation to the establishment and keeping of accounts were complied with in all material respects.

Prescribed requirements scope

The prescribed requirements for the establishment and keeping of accounts are contained in the *City of Brisbane Act 2010*, any other Act and the City of Brisbane Regulation 2012. The applicable requirements include those for keeping financial records that correctly record and explain the council's and the group's transactions and account balances to enable the preparation of a true and fair financial report.



Rachel Vagg
Auditor-General

16 August 2024

Queensland Audit Office
Brisbane


Brisbane City Council
Certificate of accuracy – audited ratios
for the year ended 30 June 2024

This current-year financial sustainability statement has been prepared pursuant to section 170 of the *City of Brisbane Regulation 2012* (the Regulation).

In accordance with section 202(5) of the Regulation we certify that this current-year financial sustainability statement has been accurately calculated.



Councillor Adrian Schrinner
LORD MAYOR



Tim Wright
A/CHIEF EXECUTIVE OFFICER



Councillor Fiona Cunningham
CIVIC CABINET CHAIR
FINANCE AND CITY GOVERNANCE
COMMITTEE



Mark Russell
CHIEF FINANCIAL OFFICER
CORPORATE FINANCE
ORGANISATIONAL SERVICES

15 August 2024

INDEPENDENT AUDITOR'S REPORT

To the Councillors of Brisbane City Council

Report on the current year financial sustainability statement – audited ratios

Opinion

I have audited the accompanying current year financial sustainability statement of Brisbane City Council for the year ended 30 June 2024, comprising the statement, explanatory notes, and the certificate of accuracy given by the Lord Mayor; Acting Chief Executive Officer; Civic Cabinet Chair Finance and City Governance Committee; and Chief Financial Officer.

In accordance with section 202 of the City of Brisbane Regulation 2012, in my opinion, in all material respects, the current year financial sustainability statement of Brisbane City Council for the year ended 30 June 2024 has been accurately calculated.

Basis of opinion

I conducted my audit in accordance with the *Auditor-General Auditing Standards*, which incorporate the Australian Auditing Standards. My responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the current year financial sustainability statement* section of my report.

I am independent of the council in accordance with the ethical requirements of the Accounting Professional and Ethical Standards Board APES 110 *Code of Ethics for Professional Accountants* (the Code) that are relevant to my audit of the statement in Australia. I have also fulfilled my other ethical responsibilities in accordance with the Code and the *Auditor-General Auditing Standards*.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Emphasis of matter – basis of accounting

I draw attention to Note 1 which describes the basis of accounting. The current year financial sustainability statement has been prepared in accordance with the *Financial Management (Sustainability) Guideline 2024* for the purpose of fulfilling the Council's reporting responsibilities under the City of Brisbane Regulation 2012. As a result, the statement may not be suitable for another purpose. My opinion is not modified in respect of this matter.

Other information

The councillors are responsible for the other information.

The other information comprises the information included in the entity's annual report for the year ended 30 June 2024, but does not include the financial sustainability statement and our auditor's report thereon.

At the date of this auditor's report, the available other information in Brisbane City Council's annual report for the year ended 30 June 2024 was the general purpose financial statements, current year financial sustainability statement – unaudited contextual ratios, and long-term financial sustainability statement – unaudited ratios.

My opinion on the current year financial sustainability statement does not cover the other information and accordingly I do not express any form of assurance conclusion thereon. However, as required by the City of Brisbane Regulation 2012, I have formed a separate opinion on the general purpose financial report.

In connection with my audit of the financial report, my responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report and my knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work I have performed, I conclude that there is a material misstatement of this information, I am required to report that fact. I have nothing to report in this regard.

Responsibilities of the councillors for the current year financial sustainability statement

The councillors are responsible for the preparation and fair presentation of the current year financial sustainability statement in accordance with the City of Brisbane Regulation 2012. The councillors' responsibility also includes such internal control as the councillors determine is necessary to enable the preparation and fair presentation of the statement that is accurately calculated and is free from material misstatement, whether due to fraud or error.

Auditor's responsibilities for the audit of the current year financial sustainability statement

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

My responsibility does not extend to forming an opinion on the appropriateness or relevance of the reported ratios, nor on the Council's future sustainability.

As part of an audit in accordance with the Australian Auditing Standards, I exercise professional judgement and maintain professional scepticism throughout the audit. I also:

- Identify and assess the risks of material misstatement of the statement, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for forming an opinion on the effectiveness of the council's internal control.
- Evaluate the appropriateness of material accounting policy information used and the reasonableness of accounting estimates and related disclosures made by the council.
- Evaluate the overall presentation, structure and content of the statement, including the disclosures, and whether the statement represents the underlying transactions and events in a manner that achieves fair presentation.

I communicate with the council regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that I identify during my audit.

Rachel Vagg

Rachel Vagg
Auditor-General

16 August 2024

Queensland Audit Office
Brisbane

Brisbane City Council
Current-year financial sustainability statement – audited ratios
 prepared as at 30 June 2024

Measures of financial sustainability	Target (Tier 1)	Consolidated		Council		Narrative
		2024	5-year average	2024	5-year average	
Operating performance						
Operating surplus ratio	Greater than 0%	5.5%	4.3%	1.8%	2.0%	Results for the 5-year average have met the target.
Operating cash ratio	Greater than 0%	22.9%	24.0%	20.1%	22.4%	Results for the 5-year average have met the target.
Liquidity						
Unrestricted cash expense cover ratio	Greater than 2 months	3.5	N/A	3.4	N/A	Results have met the target.
Asset management						
Asset sustainability ratio	Greater than 50%	81.2%	71.6%	81.2%	71.6%	Results for the 5-year average have met the target.
Asset consumption ratio	Greater than 60%	79.0%	78.0%	79.0%	77.8%	Results for the 5-year average have met the target.
Debt servicing capacity						
Leverage ratio	0-5 times	5.2	4.2	6.1	4.7	Results for the 5-year average have met the target.

The current year financial sustainability statement is prepared in accordance with the requirements of the *City of Brisbane Regulation 2012* and the *Financial Management (Sustainability) Guideline 2024* (Guideline) issued by the Queensland Government's Department of Housing, Local Government, Planning and Public Works (DHLGPPW). The targets apply to the 5-year average results in accordance with the Guideline.

The amounts used to calculate the reported measures are prepared on an accrual basis for the year ended 30 June 2024. In consultation with the DHLGPPW, the impacts of service concession arrangements have been excluded to allow comparability across the local government sector.

Brisbane City Council
Certificate of accuracy – unaudited contextual ratios
for the year ended 30 June 2024

This current-year financial sustainability statement has been prepared pursuant to section 170 of the *City of Brisbane Regulation 2012* (the Regulation).

In accordance with section 202(5) of the Regulation we certify that this current-year financial sustainability statement has been accurately calculated.



Councillor Adrian Schrunner
LORD MAYOR



Tim Wright
A/CHIEF EXECUTIVE OFFICER



Councillor Fiona Cunningham
CIVIC CABINET CHAIR
FINANCE AND CITY GOVERNANCE
COMMITTEE



Mark Russell
CHIEF FINANCIAL OFFICER
CORPORATE FINANCE
ORGANISATIONAL SERVICES

15 August 2024

Brisbane City Council
Current-year financial sustainability statement – unaudited contextual ratios
 prepared as at 30 June 2024

Measures of financial sustainability	Target (Tier 1)	Consolidated		Council		Narrative
		2024	5-year average	2024	5-year average	
Financial capacity						
Council-controlled revenue	N/A	63.0%	61.5%	66.4%	63.7%	Results indicate consistent generation of operating revenue.
Population growth*	N/A	1.6%	1.2%	1.6%	1.2%	Results are increasing due to increased migration to Brisbane.
Asset management						
Asset renewal funding ratio	N/A	102.7%	N/A	102.7%	N/A	Forecast capital expenditure is consistent with required asset renewal requirements.

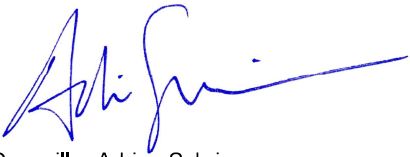
* The population growth ratio has been calculated using prior year population data in accordance with the Guideline.

These ratios are measures that are reported for contextual purposes only and so do not have a target. In consultation with the DHLGPPW, the impacts of service concession arrangements have been excluded to allow comparability across the local government sector.

Brisbane City Council
Certificate of accuracy – unaudited ratios
for the year ended 30 June 2024

This long-term financial sustainability statement has been prepared pursuant to section 170 of the *City of Brisbane Regulation 2012* (the Regulation).

In accordance with section 202(5) of the Regulation we certify that this long-term financial sustainability statement has been accurately calculated.



Councillor Adrian Schrinner
LORD MAYOR



Tim Wright
CHIEF EXECUTIVE OFFICER



Councillor Fiona Cunningham
CIVIC CABINET CHAIR
FINANCE AND CITY GOVERNANCE
COMMITTEE



Mark Russell
CHIEF FINANCIAL OFFICER
CORPORATE FINANCE
ORGANISATIONAL SERVICES

15 August 2024

Brisbane City Council
Long-term financial sustainability statement – unaudited ratios
 prepared as at 30 June 2024

Consolidated Measures of financial sustainability	Target (Tier 1)	Actuals 2024	Forecasts for the years ending 30 June								
			2025	2026	2027	2028	2029	2030	2031	2032	2033
Financial capacity											
Council-controlled revenue	N/A	63.0%	61.4%	61.9%	62.7%	63.3%	63.2%	63.4%	63.6%	63.8%	64.0%
Population growth*	N/A	1.6%	3.1%	0.6%	0.6%	0.6%	0.6%	0.9%	0.9%	0.9%	0.9%
Operating performance											
Operating surplus ratio	Greater than 0%	5.5%	10.9%	10.4%	9.0%	9.5%	10.6%	11.3%	11.2%	11.7%	12.6%
Operating cash ratio	Greater than 0%	22.9%	28.9%	31.0%	31.0%	32.2%	33.1%	33.0%	32.5%	33.1%	33.8%
Liquidity											
Unrestricted cash expense cover ratio	Greater than 2 months	3.5	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Asset management											
Asset sustainability ratio	Greater than 50%	81.2%	67.4%	66.4%	61.9%	52.1%	50.2%	52.8%	53.4%	52.5%	51.0%
Asset consumption ratio	Greater than 60%	79.0%	75.4%	75.3%	75.0%	74.5%	74.0%	73.5%	72.8%	72.2%	71.5%
Asset renewal funding ratio	N/A	102.7%	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Debt servicing capacity											
Leverage ratio	0-5 times	5.2	3.9	3.6	3.3	3.0	2.7	2.5	2.3	2.0	1.7

* The actual population growth ratio has been calculated using prior year population data in accordance with the Guideline. Forecast population growth has been calculated using the Compound Annual Growth Rate based on the Queensland Government Statistician's Office population projections.

The targets apply to the 5-year average results in accordance with the Guideline. The Council-controlled revenue, Population growth and Asset renewal funding ratios are included for contextual purposes only and so do not have a target.

In consultation with the DHLGPPW, the impacts of service concession arrangements have been excluded to allow comparability across the local government sector.

Brisbane City Council
Long-term financial sustainability statement – unaudited ratios
 prepared as at 30 June 2024

Council Measures of financial sustainability	Target (Tier 1)	Actuals 2024	Forecasts for the years ending 30 June								
			2025	2026	2027	2028	2029	2030	2031	2032	2033
Financial capacity											
Council-controlled revenue	N/A	66.4%	64.7%	65.3%	66.0%	66.7%	66.6%	66.8%	67.1%	67.2%	67.4%
Population growth*	N/A	1.6%	3.1%	0.6%	0.6%	0.6%	0.9%	0.9%	0.9%	0.9%	0.9%
Operating performance											
Operating surplus ratio	Greater than 0%	1.8%	7.8%	7.4%	6.2%	6.8%	8.1%	8.9%	8.9%	9.5%	10.6%
Operating cash ratio	Greater than 0%	20.1%	25.4%	27.2%	27.3%	28.3%	29.1%	29.1%	28.6%	29.1%	29.7%
Liquidity											
Unrestricted cash expense cover ratio	Greater than 2 months	3.4	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Asset management											
Asset sustainability ratio	Greater than 50%	81.2%	67.4%	66.4%	61.9%	52.1%	50.2%	52.8%	53.4%	52.5%	51.0%
Asset consumption ratio	Greater than 60%	79.0%	75.3%	75.2%	74.9%	74.4%	73.9%	73.4%	72.7%	72.1%	71.4%
Asset renewal funding ratio	N/A	102.7%	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Debt servicing capacity											
Leverage ratio	0-5 times	6.1	4.6	4.3	3.9	3.5	3.2	2.9	2.6	2.3	2.0

* The actual population growth ratio has been calculated using prior year population data in accordance with the Guideline. Forecast population growth has been calculated using the Compound Annual Growth Rate based on the Queensland Government Statistician's Office population projections.

The targets apply to the 5-year average results in accordance with the Guideline. The Council-controlled revenue, Population growth and Asset renewal funding ratios are included for contextual purposes only and so do not have a target.

In consultation with the DHLGPPW, the impacts of service concession arrangements have been excluded to allow comparability across the local government sector.

Brisbane City Council
Long-term financial sustainability statement
prepared as at 30 June 2024

Financial Management Strategy

Council prepares and adopts as part of its *Annual Plan and Budget*:

- (i) ten year forecasts and associated financial sustainability measures that have been set by the DHLGPPW
- (ii) medium-term comprehensive income, financial position and cash flow statements
- (iii) investment, debt and revenue policies.

Council's Annual Plan and Budget is consistent with the *Brisbane Vision 2031* and the *Corporate Plan 2021-2022 to 2025-2026*.

As part of Council's financial management strategy, Council uses revenue and expenditure trends over time as a guide to future requirements and to make decisions about the most efficient allocation of resources. Council sets, monitors and ensures compliance with financial policy, processes and performance including performance of selected key financial ratios which are reported quarterly at Council meetings and performance against budget on a monthly basis. These ensure that Council is effective and efficient at achieving its objectives, managing its investments, meeting its financial commitments in the financial year, and keeping debt to manageable levels. In addition, Council ensures that its long-term financial forecast is prudent and shows a sound financial position whilst also being able to meet the community's current and future needs.



2024 FINAL MANAGEMENT REPORT

Brisbane City Council

3 September 2024

The Right Honourable the Lord Mayor of Brisbane
Councillor A Schrinner
Brisbane City Council

Dear Lord Mayor

Final management report for Brisbane City Council

We have completed our 2024 financial audit for Brisbane City Council. The Auditor-General issued an unmodified audit opinion on your financial statements.

The purpose of this report is to update you on any matters that have arisen since we presented our interim report to you on 4 June 2024.

Reporting on issues identified after the closing report

I can confirm that we have not identified significant issues since the presentation of our closing report to the audit committee. The issues and other matters we have formally reported to management and an update on management's actions taken to resolve these issues is included as [Appendix A](#).

Please note that under s. 203(3) of the City of Brisbane Regulation 2012, you must present a copy of this report at your council's next ordinary meeting.

Report to parliament

Each year, we report the results of all financial audits and significant issues to parliament.

We intend to include the results of our audit of Brisbane City Council in our report to parliament *Local Government 2024*. We will comment on the results of our audit, any significant internal control issues, and the overall results for the sector and continue to consult as we draft it. Formally, entities have an opportunity to comment on our report, and for these comments to be included in the final version tabled in parliament.

Audit fee

The final audit fee for this year is \$562,000, exclusive of GST. This fee is in line with the estimated in our external audit plan.

We would like to thank you and your staff for your engagement in the audit this year and look forward to working with your team again next year.

If you have any questions about this report or would like to discuss any matters regarding our services and engagement, please do not hesitate to contact me on 3149 6208 or Megan Manuel, Senior Manager, on 3149 6122.

Yours sincerely



Sri Narasimhan
Senior Director

cc. Mr T Wright, Acting Chief Executive Officer
Ms G Jukes, Chair of the Audit Committee

Appendix A1 – Status of issues

Internal control issues

This section provides an update on the control deficiencies and other matters we have identified since our interim report. It includes a response from management.

Our risk ratings are as follows. For more information and detail on our rating definitions, please see the webpage here: www.qao.qld.gov.au/information-internal-controls or scan the QR code.



D Deficiency

24-CR1 Infrastructure charges register—status not updated

Observation

Per the Planning Regulation 2017, council must publish on its website an infrastructure charges register. This register is required to be updated monthly.

During our testing, a sample of outstanding infrastructure charges were selected from the register. Follow up with management was undertaken to understand the status of the infrastructure charge notice (ICN).

Our testing identified two ICNs that were either not approved by council or were fully paid, however these were not updated in the register published on council website to reflect the correct status.

Implication

Maintaining an accurate infrastructure charges register would not only ensure that the Council complies with the Planning Regulation 2017 but also assist in the timely collection of infrastructure charges.

QAO recommendation

We recommend that the Council keep their published infrastructure charges register up-to-date as required under the Planning Regulation 2017 and to facilitate timely collection of the ICNs.

Management response

Council will review submitter appeal outcomes from the Planning and Environment Court to ensure its published Infrastructure Charges Register complies with legislative requirements. The appeals process will be amended to include refusals and removing any relevant ICNs to capture this rare occurrence. Council is also reviewing previously submitted appeals that may have resulted in a refusal and remove any ICNs as appropriate. Management notes that there is a distinction between the register itself and the timely collection of charges. Infrastructure charges generally only become payable when the development use commences. For developments that involve the creation of titles (subdivisions, Multiple unit developments) these charges are collected as part of the plan sealing process.

Responsible officer: Team Manager,
Development Services

Status: Work in progress

Action date: 30 August 2024

D Deficiency

24-CR2 Key Management Personnel—missing declarations and inconsistencies

Observation

AASB 124 *Related Party Disclosures* requires Council to identify related party relationships and transactions with the related parties that require disclosure in the financial statements.

Council facilitates this process by requiring its key management personnel (EMT and councillors) to complete declarations on an annual basis.

Council provided us a listing of all declarations completed by its key management personnel and we noted the following:

- two councillors that left council during the financial year did not complete their final declaration on departure
- one councillor did not complete a declaration at 30 June 2024
- two acting EMT members were missing from the declaration list, meaning no declaration was obtained from these EMT members.

In addition, we also noted that the declarations are not being completed in full by key management personnel. Our testing on the ASIC database identified several entities where key management personnel held directorship which was not declared.

Implication

Without completed declarations there is a risk that transactions with KMPs and their related parties are not identified and not appropriately disclosed in the financial statements.

QAO recommendation

We recommend council:

- educate their EMTs and councillors the importance of completing the declarations accurately
- ensure a process is established for all KMPs to complete a declaration as part of their exit procedures.

Management response

Management will review its processes around collection of KMP declarations and information, particularly in relation to updating exit procedures to provide assurance that all KMP are aware of their requirements and the associated timeframes.

A: Review and update where required KMP requirements under AASB 124 and provide to City Administration and Governance.

Responsible Officer: Chief Financial Officer, Corporate Finance

Status: Work in progress

Action date: 31 October 2024

Action Officer: Manager Financial Accounting, Corporate Finance

B. Document and agree with Corporate Finance, the updated KMP declaration process incorporating updated requirements and timing and provide to all KMP's on a regular basis. Ensure that KMP exit procedures are updated to include completion of KMP declarations.

Responsible Officer: Divisional Manager, City Administration and Governance

Status: Work in progress

Action date: 30 November 2024

Action Officer: General Manager, Governance, Council and Committee Services

Appendix A2 – Matters previously reported

The following table summarises all control deficiencies, financial reporting issues and other matters that have previously been raised but are not yet resolved or may have been reported as resolved in the closing report. The listing includes issues from our report this year and those issues raised in prior years.

Our risk ratings are as follows. For more information and detail on our rating definitions, please see the webpage here: www.qao.qld.gov.au/information-internal-controls or scan the QR code.



Internal control issues








S Significant deficiency **D** Deficiency **O** Other matter

Financial reporting issues

H High **M** Medium **L** Low

Internal control issues

Ref.	Rating	Issue	Status
24-IR1	D	Active Directory – service accounts lacking appropriate security configuration Ten service accounts not assigned to a security group 4 service accounts were not listed in the Active Directory user extract. Both were not in the exemption register.	Work in progress Responsible officer: Manager ICT Service Operations Action date: 30 September 2024
24-IR2	D	Dormant user accounts not actioned in a timely manner No process in place to review and monitor accounts that are dormant/inactive but have access to council's IT environment (active directory and applications). There is also no policy on how to manage these dormant accounts.	Work in progress Responsible officer: Manager ICT Service Operations Action date: 31 May 2025
24-IR3	D	User accounts of terminated employees not disabled Eleven user account's access was not disabled in council's active directory and Microsoft Entra at the time their employment was terminated.	Work in progress Responsible officer: Manager ICT Service Operations Action date: 31 August 2024
24-IR4	D	Microsoft Entra – security configuration settings have not been set to recommended values Security settings in Microsoft Entra have not been configured to align with industry values. Council has also not implemented 2 recommendations from the Centre for Internet Security to strengthen the environment.	Work in progress Responsible officer: Manager ICT Service Operations Action date: 30 June 2025
24-IR5	D	Microsoft Entra – Privileged Identity Management (PIM) is not configured to require approval for use of privileged roles All user accounts in Microsoft Entra (privileged and non-privileged account) are assigned a permanent role with no expiration date.	Work in progress Responsible officer: Manager ICT Service Operations Action date: 30 April 2025
24-IR6	D	Microsoft Entra – on premises Active Directory accounts are synchronised and granted Microsoft Entra privileged roles Thirteen privileged user account's access was synchronised between the Active Directory and Microsoft Entra.	Work in progress Responsible officer: Manager ICT Service Operations Action date: 30 June 2025

Ref.	Rating	Issue	Status
24-IR7		SAP ECC – background system users assigned with standard SAP profiles Forty-one background system accounts are set up in SAP on a permanent basis.	Work in progress Responsible officer: Manager ICT Service Operations Action date: 30 May 2025
24-IR8		SAP ECC – timeliness of SAP FireFighter session reviews Twelve of the 94 FireFighter sessions were not reviewed withing the stipulated 3-day timeframe.	Work in progress Responsible officer: Manager ICT Service Operations Action date: 31 October 2024
24-IR9		Active Directory – one user account has password set to never expire Active Directory account for one external consultant does not require the user to change the password regularly.	Resolved Council has reviewed and set password expiry for the identified account.
24-IR10		Microsoft Entra – user accounts in Microsoft Entra are not disabled when their corresponding on-premise Active Directory user account is disabled or expired Twenty-three user accounts where access to the Active Directory was disabled though their corresponding access to Microsoft Entra was not.	Work in progress Responsible officer: Manager ICT Service Operations Action date: 29 October 2024
24-IR11		Active Directory – fine grained password policy is not reflected in the password policy standard and is not updated Remediation approach in the document, <i>QAO Default policy remediation approach</i> , is not referred to in Council's <i>ICT Security Standard: Access Control & Account Management</i> .	Work in progress Responsible officer: Manager ICT Service Operations Action date: 30 November 2024
24-IR12		Microsoft Entra – use of privileged role assignments Fourteen active privileged roles exist that are assigned in the Microsoft Entra environment.	Work in progress Responsible officer: Manager ICT Service Operations Action date: 15 March 2025
24-IR13		SAP ECC – SAP obsolete clients not deleted Council has not changed the default password for one of its accounts.	Resolved Accounts have been removed.



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