



# ANNUAL REPORT

2021/2022

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## OFFICIAL SECRETARY'S REVIEW

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The 2021-22 financial year marked the fourth and final year of the Honourable Kim Beazley's term as the 33rd Governor of Western Australia. During this year, our state began to emerge slowly from the COVID-19 pandemic. The adverse effects of this health crisis on Western Australians were profound and multi-faceted – it impacted the lives, work, travel and leisure of everyone, and in this, Government House was not spared.

In response to the crisis, the Governor delivered on a new suite of priorities focused on supporting community organisations impacted by the virus; optimising community well-being through enhanced utilisation of Government House, the Ballroom and the Gardens; monitoring and supporting our state's economic recovery and promoting areas of excellence.

Maintaining the Governor's busy program in the midst of ever-changing restrictions on public gatherings, hospitality and public events was challenging but the innovative thinking of our team showed it was not impossible. I am proud of the way in which our team lifted and responded to these challenges with compassion and skill.

During the year, the Governor made good on his promise to visit all of the regions of our state during his term, with visits this year to Broome and the West Kimberley, Katanning and Exmouth. These visits showcased the broad and ever-expanding opportunities in Western Australia, and were as varied as the regions themselves, meeting extraordinary people in every place.

The power of our digital platforms was deployed to good effect as we shared images and stories captured at a wide range of events hosted at Government House and continued our 'Conversations at Government House' video and podcast series.

Our Government House Lecture Series, State of Excellence dinners, industry roundtables and receptions drew together our State's leaders in government, business, academia and philanthropy. Each showcased WA's strengths in key areas and extended the Governor's support to their important work.

As the year closes I acknowledge the creativity and hard work of our team who demonstrated their commitment to advancing the Governor's priorities in support of the Western Australian community.

I thank Governor Beazley and Ms Susie Annus for the contribution they have made in their four years at Government House.

We welcome His Excellency the Honourable Chris Dawson APM who was sworn in as WA's 34th Governor in July 2022 and his wife Darrilyn Dawson.



SIMON KENNEDY  
ACTING OFFICIAL SECRETARY



# ACKNOWLEDGEMENT

We acknowledge the traditional custodians of the land that Government House stands on, the Whadjuk people of the Noongar nation. We acknowledge and respect their continuing culture and the contribution they make to the life of this city and this region.

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Hon Mark McGowan MLA

Premier; Treasurer; Minister for Public Sector Management; Federal-State Relations

In accordance with Section 63 of the Financial Management Act 2006, we hereby submit for your information, and presentation to Parliament, the annual report of the Governor's Establishment for the financial year ended 30 June 2022.

The annual report has been prepared in accordance with the provisions of the Financial Management Act 2006.



Yours sincerely,

Howard Gretton, Official Secretary, Accountable Officer Governor's Establishment

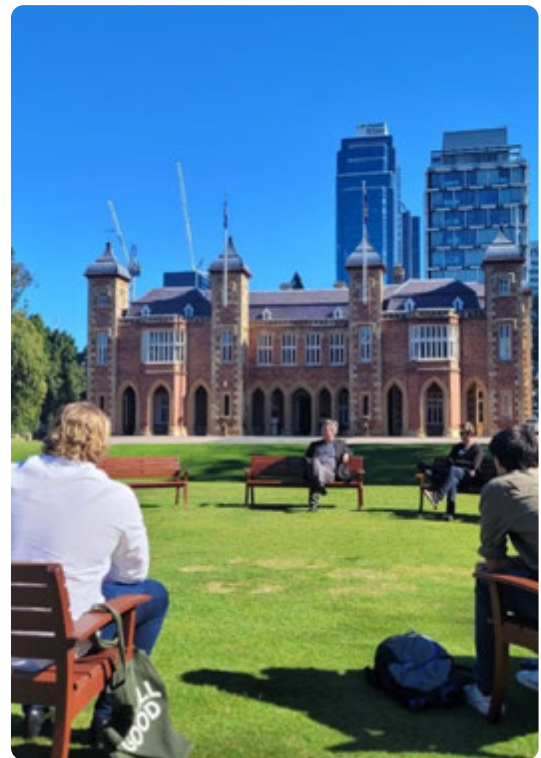


## OBJECTIVES

- Support the Governor to perform the constitutional, ceremonial and civic duties of the appointment.
- Develop and maintain comprehensive briefing material to support the Governor's advocacy role.
- Facilitate a comprehensive program (calls, visits, functions) relevant to the Governor's priority areas.
- Promote the importance of Government House as a community asset with cultural and heritage significance.
- Increase awareness and understanding of the role of the Governor and significance of Government House through the website, media, social media and community engagement.
- Manage, maintain and improve assets to preserve and protect heritage, and to enable and improve productivity.

The Governor's Establishment exists to serve and advance the interests of all Western Australians, bringing credit to the Sovereign and reflecting the high standards of the Royal Family.

Staff at the Governor's Establishment, led by the Governor, focus on developing and implementing a contemporary and strategic program which at its core showcases Western Australian excellence and achievements, connects our metropolitan and regional communities and works with all levels of industry and government to achieve positive outcomes for Western Australia.



## GOVERNMENT HOUSE BELONGS TO THE PEOPLE OF WESTERN AUSTRALIA

It functions as a venue for representational and community activities, an office for the Governor's Establishment, and a home for the Governor and their family.



# ROLE OF THE GOVERNOR

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The Constitutional laws of Western Australia provide for a Governor to represent the Sovereign as the Head of State.

The Governor is appointed on the advice of the Premier and acts on the advice of the Premier, Ministers and Executive Council.

The Governor's role is apolitical and includes responsibilities related to:

the Constitution	ceremonial & celebratory representation
the community	advocacy on behalf of Western Australia

Within these areas, the Governor performs a variety of duties including:

- Presiding over Executive Council.
- Opening of the Western Australian Parliament.
- Extending a welcome and hospitality to Ambassadors, dignitaries, and other official visitors as the Western Australian Head of State.
- Advocating for and promoting the strategic interests and capabilities of WA.
- Conducting Investitures for the presentation of honours and awards under the Australian Honours system.
- Travelling throughout Western Australia to meet people in regional areas and keeping abreast of developments within the state.
- Presenting awards and medals to various organisations including Scouts, Girls and Boys Brigades, St John Ambulance, and numerous others.
- Patronage of many community and charitable organisations.



## A MESSAGE FROM THE GOVERNOR

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This past year has been another challenging one for Western Australia, but we are seeing promising signs that our state is emerging from the pandemic with great vigour. We have fared well, comparatively, with experiences elsewhere, and the resilience shown by our community is encouraging. As Governor it has been a privilege to continue to engage with people from all regions, including through visits in person – these trips are among the many highlights of my term.

Despite our isolation and the challenges posed by the pandemic, we have worked hard to stay connected to each other, to the region and to the world. Maintaining those connections has required commitment and agility, and has been supported by advancements in digital technology. Through it all, I have used my role as Governor, and in particular as patron of many community organisations, to highlight important issues and to connect with Western Australians through a wide range of initiatives, as highlighted in this report.

One of the many genuine pleasures of this role is to shine a spotlight on the work of individuals, groups and organisations from across WA, including those recognised through the Australian Honours System. The bravery, dedication and selflessness of these recipients is inspiring, as is that of our armed and emergency services personnel and those in our health sector whose dedicated effort has kept us safe.

2022 was a pivotal year for celebrating key milestones in the life of our State. In June we celebrated Her Majesty, Queen Elizabeth the Second's Platinum Jubilee, including the dedication of a new rose garden in her honour at Government House. I was proud to speak in support of veterans and their families at moving commemorations held for ANZAC Day this year marking the 80th anniversary of the bombing of Broome and other key Pacific battles. At that time, Government House's Gardens were planted with thousands of crocheted poppies by RSLWA volunteers – a moving display enjoyed in great numbers by visitors here.

In the final weeks of my term as Governor, I dedicated a statue to one of our State's earliest and fiercest advocates for land rights – Balbuk Yooreel. Hers is a poignant story that reminds us of the impact of European settlement upon the Whadjuk people of the Noongar nation. This is just one of many opportunities where I have used my platform to highlight the importance of recognition of our first peoples. I applaud the work being done throughout our State to build greater cultural awareness, particularly among our young people, and the progress being made towards genuine and heartfelt reconciliation.

Our Restart the Arts initiative has ensured that Government House remained vibrant and alive with a variety of local artists showcasing their talents in our historic ballroom. Through the Government House Foundation and partnerships with many local arts organisations, we have opened up this precious asset, and in so doing, helped to keep the industry going. I encourage all Western Australians to support the industries that contribute energy and vitality to our lived experience and express important aspects of our culture as it continues to evolve.



As a West Australian, born and bred, there is no greater honour than to serve as Governor of this State. I am incredibly proud of the community I serve, but also the people here at Government House that have helped me to fulfil my commitments in this role. Finally, I am thankful for the ongoing support of my wife Susie who has partnered with me on this rewarding journey.

A handwritten signature in blue ink that reads "Kim C. Beazley". The signature is fluid and cursive, with the first name "Kim" and last name "Beazley" clearly visible.

THE HONOURABLE KIM BEAZLEY AC  
GOVERNOR OF WESTERN AUSTRALIA



## FULFILLING CONSTITUTIONAL AND CEREMONIAL OBLIGATIONS

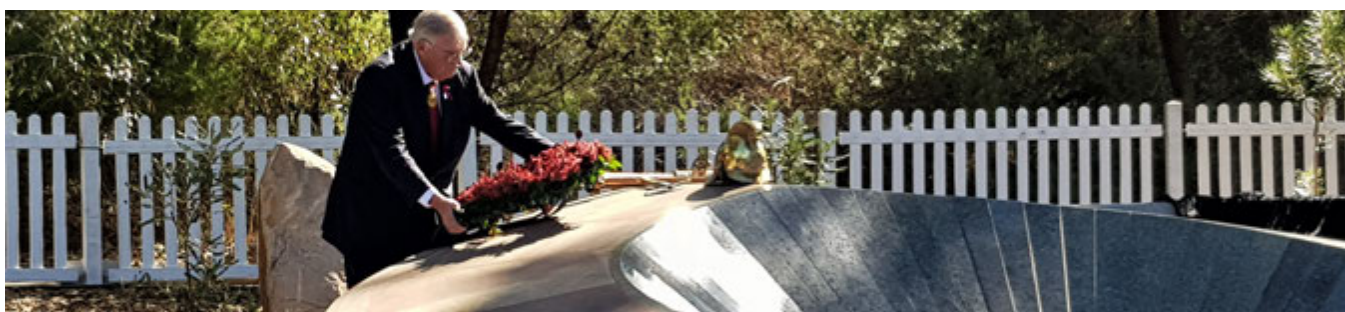
Supporting the Governor in the execution of his constitutional duties is a key function of the Governor's Establishment.

Throughout the year, the Establishment provided advice, information and administrative support to the Governor as Chair of the Executive Council and an arm of the Parliament.

Advice and support were also provided, in consultation with the Solicitor General, to the Governor in accordance with the provisions of the various Acts including the Constitution Act 1889 (WA) and the Letters Patent Act 1986.

With a federal election announced on 10 April this year, the Governor presided over an Executive Council meeting for the signing of a special writ. The writ commanded an Australian Electoral Commission Electoral Officer to organise an election in the state on 21 May 2022.

Presiding over Executive Council is one of the key constitutional functions of the role of Governor. The Executive Council is the supreme decision making body of Government and comprises the Governor (as Chair) and all Cabinet Ministers.



26

SCHEDULED EXECUTIVE  
COUNCILS

6

SPECIAL EXECUTIVE  
COUNCILS

38

MESSAGES SUBMITTED TO  
PARLIAMENT

25

SWEARING-IN  
CEREMONIES

1

RECONSTITUTION OF THE  
STATE GOVERNMENT MINISTRY

44

GRANTED ROYAL ASSENT FOR  
44 BILLS PASSED BY PARLIAMENT



# CELEBRATING THE ACHIEVEMENTS OF WESTERN AUSTRALIANS

The Governor celebrates and showcases the achievements of Western Australians by attending and hosting important celebratory and ceremonial occasions throughout the year.

## INVESTITURE CEREMONIES

Twice a year, the Governor celebrates the outstanding service and actions of everyday Australians from all walks of life at official investiture ceremonies.

The recipients are invested with national honours and awards as recognised through the Australian Honours System, for contributions made to communities locally, nationally, and internationally across a wide range of fields.



The Governor hosted and officiated at  
14 investiture ceremonies.



Australian Honours and Awards are approved by the Governor-General and announced on Australia Day and The Queen's official birthday, (usually the second Monday in June). Australian Bravery Decorations are announced in March and August.



# 178

## RECIPIENTS

The Governor invested 178 recipients of honours and awards within the Order of Australia



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## CONGRATULATORY MESSAGES

Residents of Western Australia who are celebrating a significant birthday or wedding anniversary can receive a congratulatory message from the Governor. Applications can be made via the Government House website.

560  
MESSAGES

The Governor acknowledged 560 significant birthdays and anniversaries for members of the public.

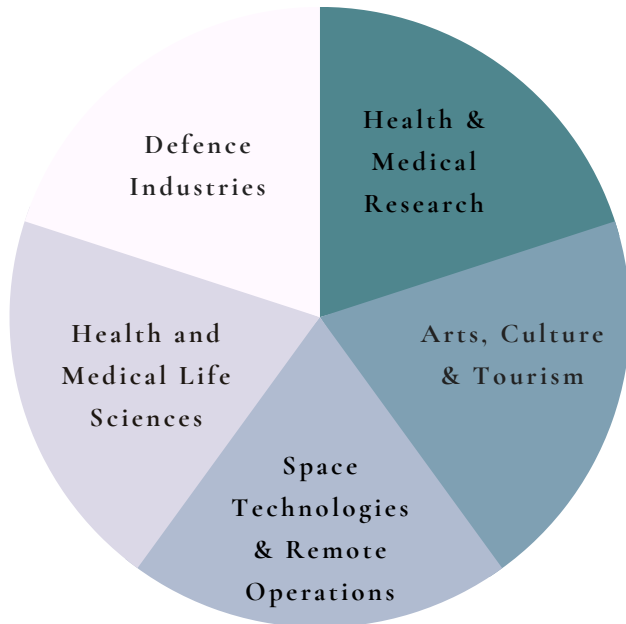


21  
VIDEOS

The Governor filmed conversations with 21 inspirational people who call WA home.

# RECOGNISING EXCELLENCE IN WA

As part of the Governor's role to advocate for the state's strategic interests and capabilities, the Governor continued to support a number of cutting-edge research groups and industry organisations. This advocacy work was carried out through a regular program of visits, meetings and events with key representatives throughout the year.



## STATE OF EXCELLENCE DINNERS

In early 2022, five State of Excellence dinners were hosted by the Governor and Ms Annus to bring together industries that are helping to propel Western Australia's advancement on the world stage.

The dinners provided an opportunity for government, business and academic leaders and experts from various fields to network, collaborate and plan for the future of their sectors.

Highlights from the Governor's advocacy program across these areas in 2021-22, are outlined below.

## STATE OF EXCELLENCE: HEALTH AND MEDICAL RESEARCH



Western Australia is a world leader in health and medical research.

As well as contributing significantly to the health and well-being of our population, it is also a vital economic contributor through job creation, knowledge development, innovation, commercialisation and investment opportunities, and global partnerships.

### NOVEMBER

A special reception was hosted by the Governor and Ms Annus for the Women and Infants Research Foundation (WIRF), one of the Governor's patronage organisations. The event coincided with World Prematurity Day and provided a chance for supporters of the WIRF to hear about the world-leading research and contributions to preventing preterm birth.

### DECEMBER

The Governor met with the Director and Chairman of the Harry Perkins Institute of Medical Research, of which the Governor is Patron, to receive a briefing on the Perkins' latest research programs and facilities.

### MAY

Alongside Premier Mark McGowan and Mr Steve Arnott, CEO of Perron Institute for Neurological and Translational Science, the Governor hosted a reception to thank the team at Perron Institute for 40 years of research, hard work and ingenuity. The Perron Institute for Neurological and Translational Science is WA's longest established medical research institute.



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## STATE OF EXCELLENCE: ARTS, CULTURE AND TOURISM



The relationship between arts, culture, and tourism is deep and long-standing.

Our state's own vibrant arts and culture scene provides economic benefits, connection within communities, cross-promotional opportunities, and a unique destination offering.

### DECEMBER

The Governor and Ms Annus met with representatives from the state's tourism and screen production sectors to gain an understanding of their goals and plans, and identify potential advocacy opportunities.

### JANUARY

In honour of WA Opera's 30th anniversary, the Governor recorded a special video message which was played at a Gala Concert celebrating the iconic City of Perth Opera in the Park event. The Governor is proud to be Patron of WA Opera.

### JUNE

Despite ongoing challenges presented by COVID-19, Perth Festival delivered 100 events featuring 650 artists in early 2022. As Patron of the Festival, the Governor, together with Ms Annus, hosted a reception to thank the festival's supporters.



## STATE OF EXCELLENCE: HEALTH AND MEDICAL LIFE SCIENCES



Western Australia is an emerging leader in the medtech and biotech arenas.

With international activity and attention heightened in the sector as a result of the COVID pandemic, there is no better time for expansion of investment in this sector than now.

### FEBRUARY

The Governor visited Epichem in Bentley – Australia's leading provider of synthetic chemistry and medicinal chemistry services, supplying the world's leading med-tech-pharma companies. This included being a rare 'life boat' supplier producing vital medicinal ingredients for the world as COVID-19 impacted the continuity of operations globally.

### JULY

The Governor hosted a roundtable on sovereign capability and critical supply chains with some of Western Australia's key government, industry, community and academic leaders. Discussion centred around the state's resilience to meet our medical needs against the uncertain global outlook.

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## STATE OF EXCELLENCE: DEFENCE INDUSTRIES



Defence is a major contributor to the state's economy and is becoming increasingly important as WA emerges as a key strategic point of national security.

Throughout the year, the Governor continued to engage with Australian Defence Force Service Chiefs and capability owners, and leading WA-based defence primes and small-to-medium enterprises.

### APRIL

The Governor visited Eureka Prize winning researchers at Curtin University's Intelligence Sensing and Perception Group, to discuss their work advancing defence and national security technology. The Governor also visited the joint defence facilities at Exmouth.

### SEPTEMBER

The Governor hosted a special reception to mark the 70th Anniversary of ANZUS – a critical security partnership between Australia, New Zealand and the United States.

### NOVEMBER

The Governor toured the 'flagship' HMS Astute nuclear submarine on its visit to Western Australia.

### DECEMBER

The Governor delivered a lecture titled 'Facing existential threats: Curtin to now', for the John Curtin Prime Ministerial Library Anniversary Lecture.

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## STATE OF EXCELLENCE: SPACE TECHNOLOGIES AND REMOTE OPERATIONS



There are great opportunities in the domain of space technologies and remote operations (mining) for Western Australia. There are also increasing ways in which both industries can collaborate with the shared skill sets and technologies on offer and required.

Throughout the year, the Governor continued to engage with the leadership at Australian Remote Operations for Space and Earth (the industry-led consortium better known as AROSE), based in Perth.

### MARCH

WA-based satellite and insights provider LatConnect60 invited the Governor to their office. LatConnect60's technology represents our State's first sovereign capability for satellite-based earth observation. It will help to unlock otherwise uneconomic agriculture and mining, and new opportunities for advanced geographical awareness for Western Australia.

### MAY

The Governor met with Fremantle-based control systems engineering company Lycaon Group. The team demonstrated their locally manufactured hydrogen-powered autonomous vehicle on the Gardens of Government House and testing of an associated remote operation system.

### JUNE

The Governor met with Managing Director of LeoLabs Australia, Air Commodore Mr Terry van Haren DSM (Ret'd). LeoLabs are the only supplier of commercial radar tracking services for objects in low earth orbit.



## DEVELOPING PARTNERSHIPS AND MAKING CONNECTIONS

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The Governor supports and encourages Western Australians with their endeavours, and strives to make connections between people and organisations for the betterment of Western Australia.

Engaging with a variety of organisations, businesses, institutions and community groups throughout the year is an important part of the Governor's role.

The Restart the Arts initiative continued with a busy program of events supporting local artists and creative industries affected by COVID-19.

Launched in May 2020 by the Governor and Ms Annus, the initiative allows artists and organisations to enjoy use of the historic Government House Ballroom free of charge.

A mixture of rehearsals, live-streaming of concerts, recordings, exhibitions and face-to-face concerts filled the Ballroom throughout the year.

### 130 COMMUNITY GROUPS

The Governor was proud to be Patron to more than 130 community organisations.

### 188 SPEECHES

The Governor delivered 188 speeches.

### 164 FUNCTIONS ATTENDED

The Governor attended 164 external functions.

### 6,492 HOUSE GUESTS

The Governor and Ms Annus hosted 193 functions at Government House for 6,492 guests.

### 798 STUDENT VISITS

798 students across 18 schools visited Government House.

# SCHOOL MUSIC IN EDUCATION

The Governor and Ms Annus created the School Music in Education program to make music accessible to WA students. The program focuses on the importance of music in child development and promotes the integration of music in primary school education.

Throughout the year, hundreds of students enjoyed interactive music experiences at Government House with some of Western Australia's best musicians. After each concert, the Governor and staff led the school groups on educational tours of the public rooms at Government House.

The program runs in partnership with Musica Viva Australia – one of the Governor's arts and culture patronage organisations.



July: Adam Hall and the Velvet Players – A foot-tapping, hip-shaking, hand-clapping kind of morning with a local rhythm and blues band for students from Balga Primary School.



August: Eastwinds Trio – Middle Swan Primary School students enjoyed a morning of improvisation and fun with an eclectic mix of musical instruments.



October: Eastwinds Trio – Greenmount Primary School students learned about Indigenous musical instruments and how they could make music using the world around them.



November: Adam Hall and the Velvet Players – Students from Bramfield Park Primary School enjoyed the eccentric sounds of one of Perth's most loved swing bands.



December: Thea Rossen and Musica Viva – Students from Yale Primary School were shown how to create music out of water and everyday objects.



May: Flamingo Strings: Normally a quartet, Flamingo Strings performed as a duet for students from Hampton Park Primary, demonstrating how tempo and volume can change the sound and feel of a piece of music.

Music can provide a wonderful solace – it can help you to express the feelings you have trapped deep inside. It can inspire you, challenge you and – if you are part of a band or orchestra – can make you feel part of something very special.





# GOVERNMENT HOUSE LECTURE SERIES

The Government House Lecture series explores issues that are of significance for all Western Australians.

The 2021-22 series focussed on the impact COVID-19 had on our children's physical and mental health and explored how to optimise early neurological development in children from pre-birth to age five to give them the best chance in life.

Each event was conducted in partnership with a community organisation and featured introductory remarks by the Governor, with the audience guided through the discussion by a moderator.

The lectures featured leading researchers in their respective fields who gave presentations about different aspects of the topic and then participated in a Q&A session featuring questions submitted online, as well as questions posed in the room by a live audience of key people affected by each topic.

Following the lectures, an audio recording was given to each of the guests for circulation among their networks, and was made available on the Government House social media channels and website.



## Poppy Installation

To mark the first ANZAC Day in three years that Western Australians were allowed to gather, Government House teamed with volunteers from RSLWA to showcase the 'Poppy Ladies' poppy display. Over 62,000 poppies were 'planted' on the hill in front of Government House to commemorate our fallen soldiers, sailors and airmen.

The gardens were open to the public and thousands of people visited over the span of two weeks to view the display.



## Backyard Cricket

The Gardens of Government House were opened again in March for the second time for the Ultimate Backyard Cricket Match raising much-needed funds for childhood brain cancer research.

Under COVID-19 State health restrictions, numbers were limited but that didn't stop the day from being a roaring success. Local sporting legends, celebrities and community heroes took to the pitch to battle it out as players in either the Governors XI or Pirates teams.

The event was run in collaboration with children's charity The Pirate Ship Foundation, Channel 9, Rotary and the Western Australian Cricket Association (WACA).



# CREATING A PLACE FOR WELLBEING AND ENJOYMENT

Government House belongs to the people of Western Australia and is an historic and significant landmark in Perth. The Governor and the Establishment are always working to create opportunities for the public to visit the heritage-listed house and gardens.



## 10,387

people were welcomed to Government House  
for garden functions



## 4,651

people were welcomed to the Ballroom  
for 33 events







# QUEEN'S PLATINUM JUBILEE

6th February 2022 marked the 70th year of the reign of Her Majesty Queen Elizabeth II  
– officially the longest-reigning British monarch in history.

## GARDEN DEDICATION

To mark the Queen's Platinum Jubilee, a new garden at Government House was dedicated in her honour featuring David Austin roses, one of the Queen's favourites.

The garden area has been developed in three parts, the original David Austin rose garden, a further major extension with the addition of a glorious array of new David Austin's, and also the creation of a garden room featuring a seating area.

The gathering was a wonderful occasion to acknowledge the start of the Jubilee celebrations, with Emeritus Professor Colleen Hayward AM delivering a Welcome to Country. During her welcome, Professor Hayward recalled meeting the Queen in 2011 when she was here for the Commonwealth Heads of Government Meeting in Perth.

“

“On this land, may these roses flourish as a living tribute...

- Beautiful as she is,
- Bold like her adventurous nature, and
- Hardy like her resilient spirit.

Long may they thrive here at Government House, a place Her Majesty visited often, and of which she was so fond.”

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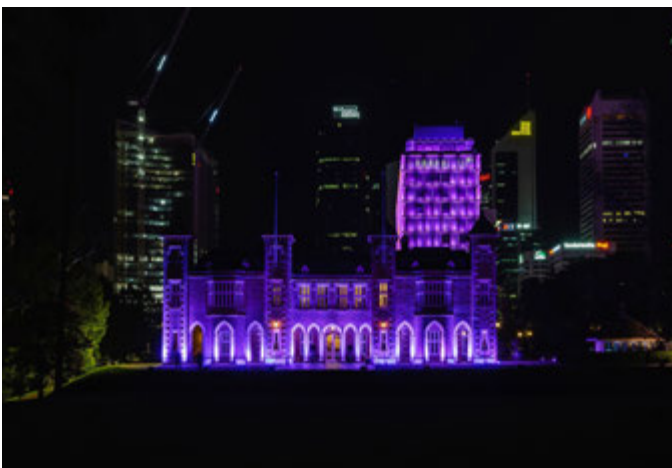
## ASCENSION

The Queen ascended to the throne on 6th February 1952 when her father, King George VI passed. On 2nd June 1953, Her Majesty was crowned in a solemn ceremony conducted by Dr Geoffrey Fisher, Archbishop of Canterbury



## FEBRUARY 2022

In February, as part of state-wide celebrations, the Governor was invited by The Very Reverend Chris Chataway to attend a special mass to mark the 70th anniversary of the accession of Queen Elizabeth to the throne. The Governor was asked to say a few words about the occasion. In his speech, he discussed her rise to power, the key moments that decorated her reign, her dedication to the role and the legacy she has built for the Royal Family. To mark the beginning of Her Majesty the Queen's Platinum Jubilee, Government House joined other key landmarks of the City of Perth to light up purple.



## JUNE 2022

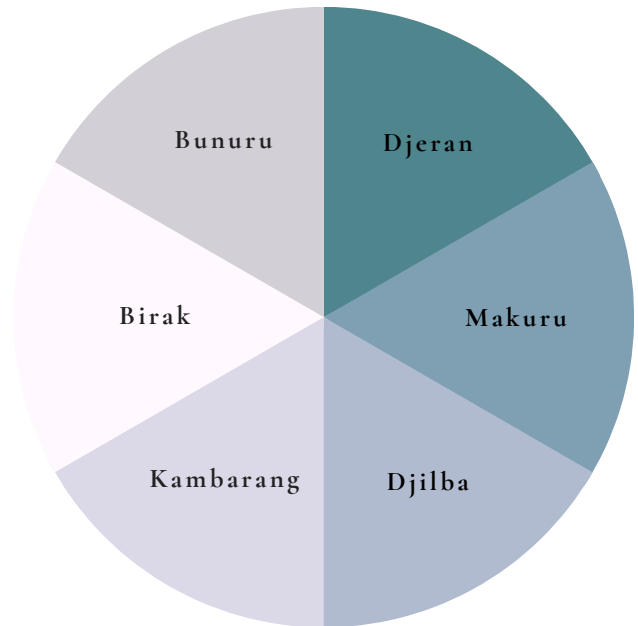
Government House was again lit in purple during June to celebrate Her Majesty's Platinum Jubilee, this time acknowledging her coronation date.

# ACKNOWLEDGING ABORIGINAL WEST AUSTRALIANS

The Governor and the Establishment maintain a strong commitment to furthering understanding and support of reconciliation. Our priority is to demonstrate how we can collectively contribute to a society that celebrates and respects Aboriginal and Torres Strait Islander culture as a proud part of our state's identity.

In December the Governor and Ms Annus hosted a morning tea for members of Aboriginal History WA (AHWA), which sits within the Department of Local Government, Sport and Cultural Industries.

The organisation works with the Aboriginal community to help connect people to their ancestry. The team also helps to provide information on the broader history of Aboriginal communities in WA, research and source documents and paperwork and celebrate the richness of our shared history.



*Every two months, Government House celebrates the Six Seasons of the Noongar calendar by showcasing the wonderful array of flora and fauna in our heritage-listed gardens. Key indigenous leaders were invited to share their thoughts on that season and the videos are shared on our social media platforms.*



"During my lifetime, I have witnessed a maturing of how society thinks of First Nations Peoples. While much work remains to be done, I am greatly encouraged by a healing era of truth-telling, reconciliation and empowerment that promotes our fundamental Australian values of fairness and opportunity."

A morning tea was hosted in June to celebrate the release of Aboriginal Journey Ways – a collaboration between Main Roads and Kurongkurl Katitjin. The book explores the relationship between the ancient Aboriginal trails throughout Western Australia and how they shaped the roadways of Western Australia today.

The research was undertaken by Dr Francesca Robertson and Dr Noel Nannup and was documented in five reports that include traditional narratives and maps aligned with modern-day roads and bridges. Shared alongside these maps is the spiritual significance of the route and information about Aboriginal occupation in the area.





## A LASTING TRIBUTE TO BALBUK

A statue of Balbuk Yooreel, an early rights activist for the Whadjuk Noongar people, now stands proudly in the Government House Gardens for all to see.

The statue gives overdue recognition to Balbuk's advocacy for her people and her opposition to European settlement. It is also the first statue erected in Perth's city heart for an Aboriginal woman.

Unveiled in an intimate ceremony in June after two years of planning and consultation, the project was one close to the Governor's heart.

Speaking at the statue's unveiling, the Governor described Balbuk's fiery and passionate nature, describing how she 'walked between worlds'.

The statue depicts Balbuk as seen in her later years, when she would walk across her ancestral lands, with little regard for fences, boundaries and built structures that emerged as the city of Perth took shape, protesting loudly the dispossession of her people.

Designed under the guidance of a committee of family members and Aboriginal history and culture experts, it was created by Joan Walsh-Smith and Charles Smith of Smith Sculptors.

Visitors to Government House Gardens, open to the public Tuesday to Thursday each week from noon until 2pm, can view the statue.





# WORKING WITH STATE GOVERNMENT

Special reception in honour of WA Police’s Taskforce Rodia

“

“To the Taskforce Rodia team,  
thank you for everything you  
have done serving the Western  
Australian community.

I know I speak for everyone in  
this state when I say we are so  
incredibly proud of the WA Police  
and all gathered here tonight for  
your dedication and your  
determination.”

”

A special reception at Government House honoured, acknowledged and thanked all those involved in Taskforce Rodia, the WA Police Force operation that rescued Cleo Smith and reunited her with her loving family.

Jointly hosted by the Governor and the Premier of Western Australia, the Hon Mark McGowan MLA, the event paid tribute to the tireless efforts of the 140-strong police taskforce over a gruelling 18-day search for Cleo who disappeared from her tent during a family holiday.

The Government House reception was a way to say thanks to the unrelenting efforts of the taskforce, those who supported them, as well as their families who felt and experienced so much alongside them.

# REGIONAL AND LOCAL VISITS

The Regional Visit Program enables the Governor to continue to develop a good working relationship with various people, industries and members of the State and learn more about industries, initiatives and projects of significance. The visits are important opportunities to engage with and express appreciation to the many people that make up the fabric of our rural and regional communities. During the year the Governor continued a program of travel throughout regional Western Australia.



Northhampton, July 2021



Murchison, September 2021



Karratha, October 2021



Rottnest Island, October 2021



Moora, November 2021



Northam, November 2021



Katanning, February 2022



Exmouth, March 2022



Broome, May 2022

# REPORT ON OPERATIONS: CONSERVATION OF THE DOMAIN

The Establishment continuously reviews and updates Conservation and Strategic Asset Management Plans to ensure the maintenance of the heritage listed Government House and Gardens.

In 2021-2022 a variety of refurbishment programs were undertaken including the following:

## REPLACEMENT OF BALLROOM ROOF

Following the completion of roof restoration works to the House in 2018, the same works were carried out this year for the Ballroom.



## REPLACEMENT OF KITCHEN/KITCHEN COURTYARD ROOF



## REMOVAL OF ACRYLIC PAINTS FROM THE LIMESTONE WALLS IN THE CELLARS

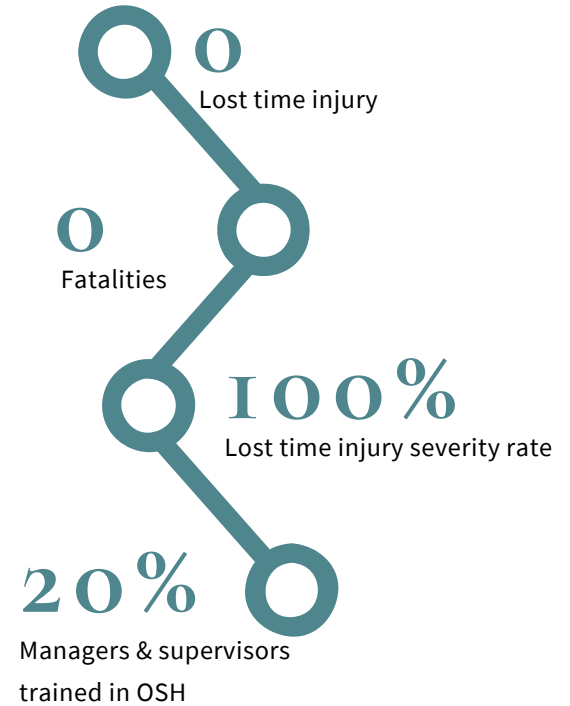
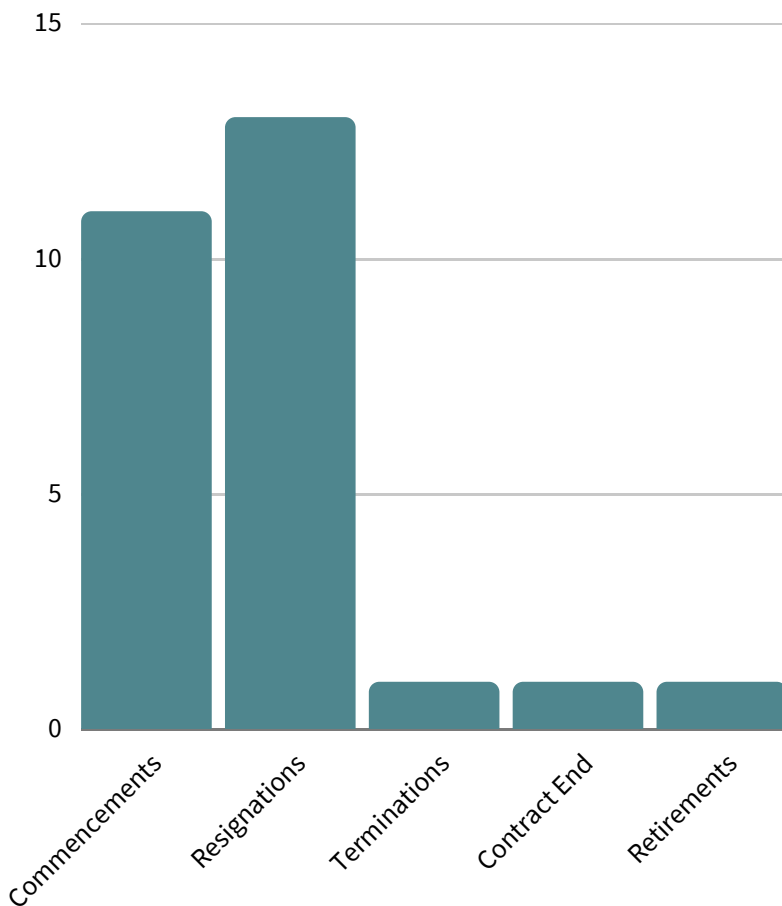




# EMPLOYEE RELATED DATA

The Governor's Establishment is committed to recruiting and maintaining quality staff.

**33.35**  
FULL-TIME  
EQUIVALENT  
EMPLOYEES

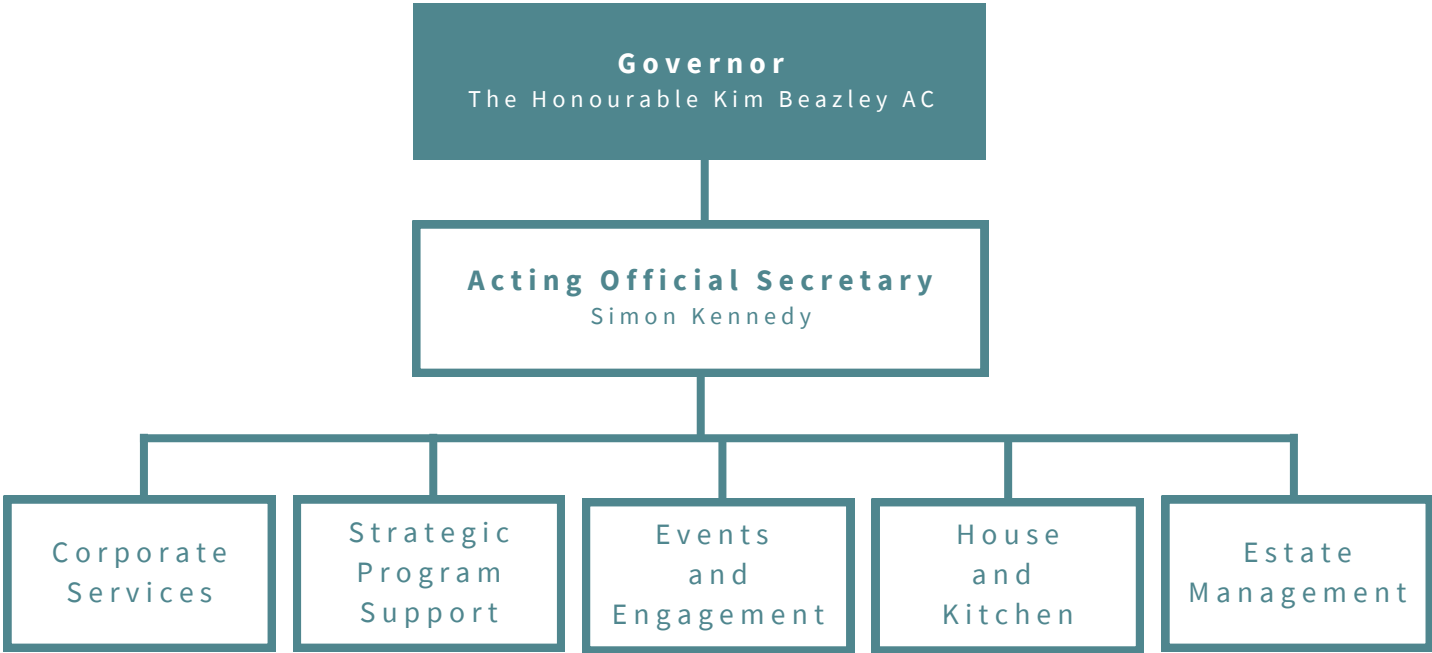


## OCCUPATIONAL HEALTH AND SAFETY

The Establishment is committed to providing a safe, healthy and accident free workplace for all its employees, contractors and visitors, through an active program of monitoring, review and improvement of workplace safety and health, including staff training opportunities. First-aid training is coordinated on an annual basis, and whilst not mandatory, all Government House employees are encouraged to attain certification. Emergency response plans and managed by the area wardens and evacuation drills are conducted throughout the year and fire wardens receive fire warden and fire suppression training on an annual basis. Two fire drills were also conducted.

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# ORGANISATIONAL CHART



## SENIOR OFFICERS

### OFFICIAL SECRETARY

Ensures the Establishment delivers its corporate objectives. Supports the Governor’s strategic direction and ensures compliance. Has the delegated responsibility as employer.

### CHIEF FINANCE OFFICER

Responsible for the strategic personnel and management of the Governor’s Establishment including preparation of internal and government financial reports and budgets.

### STRATEGIC PROGRAM SUPPORT MANAGER

Responsible for the development of the Governor’s Program and integration of divisions to deliver the Program. Oversight of communications and branding.

### SENIOR PUBLIC ENGAGEMENT OFFICER

Responsible for managing the delivery of all events, functions and ceremonies.

### HOSPITALITY MANAGER

Responsible for house presentation and delivery of quality service to the Governor and the Governor’s Establishment.

### ESTATE MANAGER

Responsible for the effective management of the day-to-day operational requirements of the Governor’s Establishment and the conservation of the Domain as a significant heritage asset.





## ENABLING LEGISLATION

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The Office of Governor of Western Australia is enshrined in the Constitution Act 1889 (WA) and the Constitution Acts Amendment Act 1899 (WA) which establish the legal and operational framework of the system of Parliamentary democracy.

Section 2(2) of the Constitution Act 1889 (WA) states, “The Parliament of Western Australia consists of The Queen and the Legislative Council and the Legislative Assembly.”

In accordance with Section 50(1), “The Queen’s representative in Western Australia is the Governor who shall hold office during Her Majesty’s pleasure.”

The Governor’s Establishment Act 1992 was enacted to make the Governor the employer of the staff of the Governor’s Establishment and for related matters.

The authority for employment of the staff has been delegated by the Governor, under Section 9, to the Official Secretary who has the responsibility for employing and determining remuneration for all staff.

## COMPLIANCE WITH STATUTORY REQUIREMENTS

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- Constitution Act 1889 and Constitution Acts Amendment Act 1899
- Contaminated Sites Act 2003
- Disability Services Act 1993
- Electoral Act 1907
- Equal Opportunity Act 1984
- Financial Management Act 2006
- Governor’s Establishment Act 1992
- Industrial Relations Act 1979
- Minimum Conditions of Employment Act 1993
- Occupational Safety and Health Act 1984
- Public Interest Disclosure Act 2003
- Salaries and Allowances Act 1975
- State Records Act 2000
- The Governor’s Establishment is exempt from the operations of the Freedom of Information Act 1992



# Auditor General

## INDEPENDENT AUDITOR'S REPORT

2022

### Governor's Establishment

To the Parliament of Western Australia

## Report on the audit of the financial statements

### Opinion

I have audited the financial statements of the Governor's Establishment (entity) which comprise:

- the Statement of Financial Position at 30 June 2022, and the Statement of Comprehensive Income, Statement of Changes in Equity and Statement of Cash Flows for the year then ended
- Notes comprising a summary of significant accounting policies and other explanatory information.

In my opinion, the financial statements are:

- based on proper accounts and present fairly, in all material respects, the operating results and cash flows of the Governor's Establishment for the year ended 30 June 2022 and the financial position at the end of that period
- in accordance with Australian Accounting Standards (applicable to Tier 2 Entities), the *Financial Management Act 2006* and the Treasurer's Instructions.

### Basis for opinion

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

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

### Responsibilities of the Official Secretary for the financial statements

The Official Secretary is responsible for:

- keeping proper accounts
- preparation and fair presentation of the financial statements in accordance with Australian Accounting Standards (applicable to Tier 2 Entities), the *Financial Management Act 2006* and the Treasurer's Instructions
- such internal control as it determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.



In preparing the financial statements, the Official Secretary is responsible for:

- assessing the entity's ability to continue as a going concern
- disclosing, as applicable, matters related to going concern
- using the going concern basis of accounting unless the Western Australian Government has made policy or funding decisions affecting the continued existence of the entity.

### **Auditor's responsibilities for the audit of the financial statements**

As required by the *Auditor General Act 2006*, my responsibility is to express an opinion on the financial statements. The objectives of my audit are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Australian Auditing Standards will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial statements. 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.

A further description of my responsibilities for the audit of the financial statements is located on the Auditing and Assurance Standards Board website. This description forms part of my auditor's report and can be found at [https://www.auasb.gov.au/auditors\\_responsibilities/ar4.pdf](https://www.auasb.gov.au/auditors_responsibilities/ar4.pdf).

## **Report on the audit of controls**

### **Opinion**

I have undertaken a reasonable assurance engagement on the design and implementation of controls exercised by the Governor's Establishment. The controls exercised by the Official Secretary are those policies and procedures established to ensure that the receipt, expenditure and investment of money, the acquisition and disposal of property, and the incurring of liabilities have been in accordance with legislative provisions (the overall control objectives).

In my opinion, in all material respects, the controls exercised by the Governor's Establishment are sufficiently adequate to provide reasonable assurance that the receipt, expenditure and investment of money, the acquisition and disposal of property and the incurring of liabilities have been in accordance with legislative provisions during the year ended 30 June 2022.

### **The Official Secretary's responsibilities**

The Official Secretary is responsible for designing, implementing and maintaining controls to ensure that the receipt, expenditure and investment of money, the acquisition and disposal of property and the incurring of liabilities are in accordance with the *Financial Management Act 2006*, the Treasurer's Instructions and other relevant written law.

## Auditor General's responsibilities

As required by the *Auditor General Act 2006*, my responsibility as an assurance practitioner is to express an opinion on the suitability of the design of the controls to achieve the overall control objectives and the implementation of the controls as designed. I conducted my engagement in accordance with Standard on Assurance Engagements ASAE 3150 *Assurance Engagements on Controls* issued by the Australian Auditing and Assurance Standards Board. That standard requires that I comply with relevant ethical requirements and plan and perform my procedures to obtain reasonable assurance about whether, in all material respects, the controls are suitably designed to achieve the overall control objectives and were implemented as designed.

An assurance engagement involves performing procedures to obtain evidence about the suitability of the controls design to achieve the overall control objectives and the implementation of those controls. The procedures selected depend on my judgement, including an assessment of the risks that controls are not suitably designed or implemented as designed. My procedures included testing the implementation of those controls that I consider necessary to achieve the overall control objectives.

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

## Limitations of controls

Because of the inherent limitations of any internal control structure, it is possible that, even if the controls are suitably designed and implemented as designed, once in operation, the overall control objectives may not be achieved so that fraud, error or non-compliance with laws and regulations may occur and not be detected. Any projection of the outcome of the evaluation of the suitability of the design of controls to future periods is subject to the risk that the controls may become unsuitable because of changes in conditions.

## Report on the audit of the key performance indicators

### Opinion

I have undertaken a reasonable assurance engagement on the key performance indicators of the Governor's Establishment for the year ended 30 June 2022. The key performance indicators are the Under Treasurer-approved key effectiveness indicators and key efficiency indicators that provide performance information about achieving outcomes and delivering services.

In my opinion, in all material respects, the key performance indicators of the Governor's Establishment are relevant and appropriate to assist users to assess the entity's performance and fairly represent indicated performance for the year ended 30 June 2022.

### The entity's responsibilities for the key performance indicators

The Official Secretary is responsible for the preparation and fair presentation of the key performance indicators in accordance with the Financial Management Act 2006 and the Treasurer's Instructions and for such internal control as the Official Secretary determines necessary to enable the preparation of key performance indicators that are free from material misstatement, whether due to fraud or error.

In preparing the key performance indicators, the entity is responsible for identifying key performance indicators that are relevant and appropriate, having regard to their purpose in accordance with Treasurer's Instruction 904 Key Performance *Indicators*.



## Auditor General's responsibilities

As required by the *Auditor General Act 2006*, my responsibility as an assurance practitioner is to express an opinion on the key performance indicators. The objectives of my engagement are to obtain reasonable assurance about whether the key performance indicators are relevant and appropriate to assist users to assess the entity's performance and whether the key performance indicators are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion. I conducted my engagement in accordance with Standard on Assurance Engagements ASAE 3000 *Assurance Engagements Other than Audits or Reviews of Historical Financial Information* issued by the Australian Auditing and Assurance Standards Board. That standard requires that I comply with relevant ethical requirements relating to assurance engagements.

An assurance engagement involves performing procedures to obtain evidence about the amounts and disclosures in the key performance indicators. It also involves evaluating the relevance and appropriateness of the key performance indicators against the criteria and guidance in Treasurer's Instruction 904 for measuring the extent of outcome achievement and the efficiency of service delivery. The procedures selected depend on my judgement, including the assessment of the risks of material misstatement of the key performance indicators. In making these risk assessments I obtain an understanding of internal control relevant to the engagement in order to design procedures that are appropriate in the circumstances.

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

## My independence and quality control relating to the reports on financial statements, controls and key performance indicators

I have complied with the independence requirements of the *Auditor General Act 2006* and the relevant ethical requirements relating to assurance engagements. In accordance with ASQC 1 *Quality Control for Firms that Perform Audits and Reviews of Financial Reports and Other Financial Information, and Other Assurance Engagements*, the Office of the Auditor General maintains a comprehensive system of quality control including documented policies and procedures regarding compliance with ethical requirements, professional standards and applicable legal and regulatory requirements.

## Other information

The Official Secretary is responsible for the other information. The other information is the information in the entity's annual report for the year ended 30 June 2022, but not the financial statements, key performance indicators and my auditor's report.

My opinions on the financial statements, controls and key performance indicators, do not cover the other information and, accordingly, I do not express any form of assurance conclusion thereon.

In connection with my audit of the financial statements, controls and key performance indicators, my responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements and key performance indicators or our 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 other information, I am required to report that fact. I did not receive the other information prior to the date of this auditor's report. When I do receive it, I will read it and if I conclude that there is a material misstatement in this information, I am required to communicate the matter to those charged with governance and request them to correct the misstated information. If the misstated

information is not corrected, I may need to retract this auditor's report and re-issue an amended report

### **Matters relating to the electronic publication of the audited financial statements and key performance indicators**

This auditor's report relates to the financial statements, and key performance indicators of the Governor's Establishment for the year ended 30 June 2022 included in the annual report on the entity's website. The entity's management is responsible for the integrity of the entity's website. This audit does not provide assurance on the integrity of the entity's website. The auditor's report refers only to the financial statements, controls and key performance indicators described above. It does not provide an opinion on any other information which may have been hyperlinked to/from the annual report. If users of the financial statements and key performance indicators are concerned with the inherent risks arising from publication on a website, they are advised to contact the entity to confirm the information contained in the website version.

Grant Robinson  
Assistant Auditor General Financial Audit  
Delegate of the Auditor General for Western Australia  
Perth, Western Australia  
16 December 2022

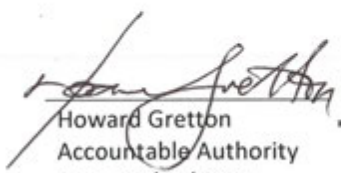


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# GOVERNOR'S ESTABLISHMENT: CERTIFICATION OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022

The accompanying financial statements of the Governor's Establishment have been prepared in compliance with the provisions of the Financial Management Act 2006 from proper accounts and records to present fairly the financial transactions for the financial year ended 30 June 2022 and the financial position as at 30 June 2022.

At the date of signing we are not aware of any circumstances which would render any particulars included in the financial statements misleading or inaccurate.



Howard Gretton  
Accountable Authority  
Date: 14/12/2022




Roselyn Hamilton  
Chief Financial Officer  
Date: 14/12/2022

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## GOVERNOR'S ESTABLISHMENT: CERTIFICATION OF KEY PERFORMANCE INDICATORS

I hereby certify that the performance indicators are based on proper records, are relevant and appropriate for assisting users to assess the Governor's Establishment's performance, and fairly represent the performance of the Governor's Establishment for the financial year ended 30 June 2022.

  
Howard Gretton  
Accountable Authority  
Date: 14.12.22



# GOVERNOR'S ESTABLISHMENT: KEY PERFORMANCE INDICATORS FOR THE YEAR ENDED 30 JUNE 2022

## Outcome

The Governor's Establishment is not part of the state public service or an agency of government.

The Governor's Establishment's objectives are to ensure the office of the Governor, as representative of the Crown, receives appropriate support and the Domain is managed to a high standard as a significant heritage asset.

Outcome	Services
Support the Governor and management of the Governor's Establishment.	1. Effective support to the Governor. 2. Management of the Governor's Establishment.

## Key Effectiveness Indicators

This indicator is derived from a survey instrument provided to the Governor seeking feedback on the extent to which expectations are met by services provided by the department.

- The survey indicates that resources have been applied, but are not limited to:
- Administrative support to the Office of the Governor
- Representational activities throughout Western Australia Management of official events and hospitality
- Provision of a secure, well maintained and presented Domain Promotion of sound heritage principles and practices.

The Governor is satisfied as to the achievement of outcomes 1 and 2.

## Key Efficiency Indicators

Two services directly support delivery of agency-level outcomes and the strategic goals.

### Service 1 - Effective Support to the Governor.

- Administrative support to the Office of the Governor
- Representational activities throughout Western Australia
- Management of official events and hospitality

	2018 Actual (\$'000)	2019 Actual (\$'000)	2020 Actual (\$'000)	2021 Actual (\$'000)	2022 Actual (\$'000)	2022 Target (\$'000)	Variance to 2022 Target (\$000) (a)
Total cost of Service 1	1,705	1,869	2,284	2,264	3,141	2,435	(706) (29%)

# GOVERNOR'S ESTABLISHMENT: KEY PERFORMANCE INDICATORS FOR THE YEAR ENDED 30 JUNE 2022

## Service 2 - Management of the Governor's Establishment.

- Provision of a secure, well maintained and presented Domain
- Promotion of sound heritage principles and practices.

	2018 Actual (\$'000)	2019 Actual (\$'000)	2020 Actual (\$'000)	2021 Actual (\$'000)	2022 Actual (\$'000)	2022 Target (\$'000)	Variance to 2022 Target (\$000) (b)
Total cost of Service 2	3,754	4,282	3,708	5,049	4,556	5,421	865 16%

## (a) Service 1 Variance to Target

The movement between 2021-22 Target and 2021-22 Actual is mainly attributable to a revision of the allocation of FTEs and expenses to better reflect the nature of each service.

## (b) Service 2 Variance to Target

The movement between 2021-22 Target and 2021-22 Actual is mainly attributable to a revision of the allocation of FTEs and expenses to better reflect the nature of each service.

**GOVERNOR'S ESTABLISHMENT:  
STATEMENT OF COMPREHENSIVE INCOME  
FOR THE YEAR ENDED 30 JUNE 2022**

	Notes	2022 (\$000)	2021 (\$000)
<b>Cost of services</b>			
<b>Expenses</b>			
Employee benefits expense	2.1	4,847	4,930
Finance costs	6.2	1	2
Supplies and services	2.2	1,461	1,137
Depreciation expense	4.1,4.2,4.3	461	402
Accommodation expenses	2.3	711	751
Other expenses	2.3	135	91
<b>Total cost of services</b>		<b>7,616</b>	<b>7,313</b>
<b>Income</b>			
Other income	3.2	1	18
<b>Total income</b>		<b>1</b>	<b>18</b>
<b>NET COST OF SERVICES</b>		<b>7,615</b>	<b>7,295</b>
<b>Income from State Government</b>			
Service appropriation	3.1	7,868	7,192
Resources received	3.1	29	17
<b>Total income from State Government</b>		<b>7,897</b>	<b>7,209</b>
<b>Surplus/(deficit) for the period</b>		<b>282</b>	<b>(86)</b>
<b>OTHER COMPREHENSIVE INCOME</b>			
Changes in asset revaluation surplus	4.1	487	5,899
<b>Total other comprehensive income</b>		<b>487</b>	<b>5,899</b>
<b>Total comprehensive income for the period</b>		<b>769</b>	<b>5,813</b>

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



**GOVERNOR'S ESTABLISHMENT:  
STATEMENT OF FINANCIAL POSITION  
AS AT 30 JUNE 2022**

	<b>Note</b>	<b>2022 \$000</b>	<b>2021 \$000</b>
<b>Assets</b>			
<b>Current Assets</b>			
Cash and cash equivalents	6.3	1,684	2,174
Receivables	5.1	37	38
Other Current Assets	5.3	147	46
<b>Total Current Assets</b>		<b>1,868</b>	<b>2,258</b>
<b>Non-Current Assets</b>			
Restricted cash and cash equivalents	6.3	82	63
Amounts receivable for services	5.2	4,068	3,729
Property, plant and equipment	4.1	40,841	39,233
Intangibles	4.2	-	-
Right-of-use assets	4.3	47	31
<b>Total Non-Current Assets</b>		<b>45,038</b>	<b>43,056</b>
<b>Total assets</b>		<b>46,906</b>	<b>45,314</b>
<b>Liabilities</b>			
<b>Current Liabilities</b>			
Payables	5.4	193	122
Provisions	2.1(b)	497	440
Lease liabilities	6.1	30	20
<b>Total Current Liabilities</b>		<b>720</b>	<b>582</b>
<b>Non-Current Liabilities</b>			
Provisions	2.1(b)	143	162
Lease liabilities	6.1	23	15
<b>Total Non-Current Liabilities</b>		<b>166</b>	<b>177</b>
<b>Total liabilities</b>		<b>886</b>	<b>759</b>
<b>Net assets</b>		<b>46,020</b>	<b>44,555</b>
<b>Equity</b>			
Contributed equity		13,071	12,375
Reserves		29,942	29,455
Accumulated surplus/(deficit)		3,007	2,725
<b>Total equity</b>		<b>46,020</b>	<b>44,555</b>

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

**GOVERNOR'S ESTABLISHMENT:  
STATEMENT OF CHANGES IN EQUITY  
FOR THE YEAR ENDED 30 JUNE 2022**

	Contributed equity \$'000	Reserves \$'000	Accumulated surplus/ (deficit) \$'000	Total equity \$'000
<b>Balance at 1 July 2020</b>	<b>9,849</b>	<b>23,658</b>	<b>2,709</b>	<b>36,216</b>
Surplus/(deficit)	-	-	(86)	(86)
Other comprehensive income	-	5,899	-	5,899
Total comprehensive income for the period	-	5,899	(86)	5,813
Transfer to accumulated surplus	-	(102)	102	-
<i>Transactions with owners in their capacity as owners:</i>				
Capital appropriations	2,526	-	-	2,526
<b>Total</b>	<b>2,526</b>	<b>(102)</b>	<b>102</b>	<b>2,526</b>
<b>Balance at 30 June 2021</b>	<b>12,375</b>	<b>29,455</b>	<b>2,725</b>	<b>44,555</b>
<b>Balance at 1 July 2021</b>	<b>12,375</b>	<b>29,455</b>	<b>2,725</b>	<b>44,555</b>
Surplus/(deficit)	-	-	282	282
Other comprehensive income	-	487	-	487
Total comprehensive income for the period	-	487	282	769
<i>Transactions with owners in their capacity as owners:</i>				
Capital appropriations	777	-	-	777
Distributions to owners	(81)	-	-	(81)
<b>Total</b>	<b>696</b>	<b>-</b>	<b>-</b>	<b>696</b>
<b>Balance at 30 June 2022</b>	<b>13,071</b>	<b>29,942</b>	<b>3,007</b>	<b>46,020</b>

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

**GOVERNOR'S ESTABLISHMENT:  
STATEMENT OF CASH FLOW  
FOR THE YEAR ENDED 30 JUNE 2022**

	Notes	2022 \$000	2021 \$000
<b>Cash flows from the State Government</b>			
Service appropriation		2,374	1,899
Special Acts		5,039	4,875
Capital appropriations		777	2,526
Holding account drawdowns		116	-
<b>Net cash provided by State Government</b>		<b>8,306</b>	<b>9,300</b>
<i>Utilised as follows:</i>			
<b>Cash flows from operating activities</b>			
<b>Payments</b>			
Employee benefits		(4,811)	(4,817)
Finance costs		(1)	(2)
Supplies and services		(1,460)	(1,104)
Accommodation expenses		(711)	(751)
GST payments on purchases		(380)	(257)
Other payments		(137)	(90)
<b>Receipts</b>			
User charges and fees		4	(4)
GST Receipts on sales		1	1
GST receipts from taxation authority		377	229
Other Receipts		1	14
<b>Net cash provided by/(used in) operating activities</b>		<b>(7,117)</b>	<b>(6,781)</b>
<b>Cash flows from investing activities</b>			
<b>Payments</b>			
Purchase of non-current physical assets		(1,551)	(691)
<b>Net cash provided by/(used in) investing activities</b>		<b>(1,551)</b>	<b>(691)</b>
<b>Cash flows from financing activities</b>			
<b>Payments</b>			
Principal elements of lease		(28)	(23)
Non-retained revenue distributed to owner		(81)	-
<b>Net cash provided by/(used in) financing activities</b>		<b>(109)</b>	<b>(23)</b>
Net increase/(decrease) in cash and cash equivalents		(471)	1,804
Cash and cash equivalents at the beginning of period		2,237	433
<b>CASH AND CASH EQUIVALENTS AT THE END OF PERIOD</b>	6.3	<b>1,766</b>	<b>2,237</b>

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



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# GOVERNOR'S ESTABLISHMENT: NOTES TO THE FINANCIAL STATEMENTS

## 1. BASIS OF PREPARATION

Governor's Establishment (the Establishment) is a WA Government entity and is controlled by the State of Western Australia, which is the ultimate parent. The Establishment is a not-for-profit entity (as profit is not its principal objective).

A description of the nature of its operations and its principal activities have been included in the '**Overview**' which does not form part of these financial statements.

These annual financial statements were authorised for issue by the Accountable Authority of Governor's Establishment on 14 December 2022.

### Statement of compliance

These general purpose financial statements are prepared in accordance with:

1. The Financial Management Act 2006 (**FMA**)
2. The Treasurer's Instructions (**TIs**)
3. Australian Accounting Standards (**AASs**) – Reduced Disclosure Requirements
4. Where appropriate, those **AAS** paragraphs applicable for not-for-profit entities have been applied.

The FMA and the TIs take precedence over AASs. Several AASs are modified by TIs to vary application, disclosure format and wording. Where modification is required and has had a material or significant financial effect upon the reported results, details of that modification and the resulting financial effect are disclosed in the notes to the financial statements.

### Basis of preparation

These financial statements are presented in Australian dollars applying the accrual basis of accounting and using the historical cost convention. Certain balances will apply a different measurement basis (such as the fair value basis). Where this is the case the different measurement basis is disclosed in the associated note. All values are rounded to the nearest thousand dollars (\$'000).

### Accounting for Goods and Services Tax (GST)

Income, expenses and assets are recognised net of the amount of goods and services tax (GST), except that the:

- (a) amount of GST incurred by the Agency as a purchaser that is not recoverable from the Australian Taxation Office (ATO) is recognised as part of an asset's cost of acquisition or as part of an item of expense; and
- (b) receivables and payables are stated with the amount of GST included.

### Contributed equity

AASB Interpretation 1038 Contributions by Owners Made to Wholly-Owned Public Sector Entities requires transfers in the nature of equity contributions, other than as a result of a restructure of administrative arrangements, to be designated by the Government (the owner) as contributions by owners (at the time of, or prior to, transfer) before such transfers can be recognised as equity contributions. Capital appropriations have been designated as contributions by owners by TI 955 Contributions by Owners made to Wholly Owned Public Sector Entities and have been credited directly to Contributed Equity.

### Comparative information

Except when an AAS permits or requires otherwise, comparative information is presented in respect of the previous period for all amounts reported in the financial statements. AASB 1060 provides relief from presenting comparatives for:

- Property, Plant and Equipment reconciliations;
- Intangible Asset reconciliations; and
- Right of Use Asset reconciliations.

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# GOVERNOR'S ESTABLISHMENT: NOTES TO THE FINANCIAL STATEMENTS

## **Judgements and estimates**

Judgements, estimates and assumptions are required to be made about financial information being presented. The significant judgements and estimates made in the preparation of these financial statements are disclosed in the notes where amounts affected by those judgements and/or estimates are disclosed. Estimates and associated assumptions are based on professional judgements derived from historical experience and various other factors that are believed to be reasonable under the circumstances.

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# GOVERNOR'S ESTABLISHMENT:

## NOTES TO THE FINANCIAL STATEMENTS

### 2. USE OF OUR FUNDING

**Expenses incurred in the delivery of services**

This section provides additional information about how the Establishment’s funding is applied and the accounting policies that are relevant for an understanding of the items recognised in the financial statements. The primary expenses incurred by the Establishment in achieving its objectives and the relevant notes are:

	Notes
Employee benefits expense	2.1 (a)
Employee related provisions	2.1 (b)
Supplies and services	2.2
Other expenditure	2.3



# GOVERNOR'S ESTABLISHMENT: NOTES TO THE FINANCIAL STATEMENTS

## 2.1(A) EMPLOYEE BENEFITS EXPENSE

	2022 (\$000)	2021 (\$000)
Employee benefits	4,431	4,435
Superannuation - defined contribution plans	404	399
Other employee expenses	12	96
<b>Employee benefits expense</b>	<b>4,847</b>	<b>4,930</b>
Add: AASB 16 non-monetary benefits (not included in employee benefits expense)	7	5
Less: Employee contributions (per note 3.5 Other income)	-	(4)
<b>Net employee benefits provided</b>	<b>4,854</b>	<b>4,931</b>

**Employee benefits** include wages, salaries and social contributions, accrued and paid leave entitlements and paid sick leave, and non-monetary benefits recognised under accounting standards other than AASB 16 (such as medical care, housing, cars and free or subsidised goods or services) for employees.

**Superannuation** is the amount recognised in profit or loss of the Statement of comprehensive income comprises employer contributions paid to the GSS (concurrent contributions), the WSS, other GESB schemes or other superannuation funds.

**AASB 16 non-monetary benefits** are non-monetary employee benefits, predominantly relating to the provision of vehicle and housing benefits that are recognised under AASB 16 and are excluded from the employee benefits expense.

**Employee contributions** are contributions made to the Agency by employees towards employee benefits that have been provided by the Agency. This includes both AASB 16 and non AASB 16 employee contributions.

# GOVERNOR'S ESTABLISHMENT: NOTES TO THE FINANCIAL STATEMENTS

## 2.1(B) EMPLOYEE RELATED PROVISIONS

	2022 (\$000)	2021 (\$000)
<b>Current</b>		
<u>Employee benefits provisions</u>		
Annual leave(a)	243	196
Long service leave(b)	250	242
	493	438
<u>Other provisions</u>		
Employment on-costs(c)	4	2
<b>Total current employee related provisions</b>	<b>497</b>	<b>440</b>
<b>Non-Current</b>		
<u>Employee benefits provisions</u>		
Long service leave(b)	142	161
<u>Other provisions</u>		
Employment on-costs(c)	1	1
<b>Total non-current employee related provisions</b>	<b>143</b>	<b>162</b>
<b>Total employee related provisions</b>	<b>640</b>	<b>602</b>

Provision is made for benefits accruing to employees in respect of annual leave and long service leave for services rendered up to the reporting date and recorded as an expense during the period the services are delivered.

**Annual leave liabilities** are classified as current as there is no unconditional right to defer settlement for at least 12 months after the end of the reporting period.

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

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

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

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

**Employment on-costs** involve settlements of annual and long service leave liabilities which gives rise to the payment of employment on-costs including workers' compensation insurance. The provision is the present value of expected future payments.

Employment on-costs, including workers' compensation insurance premiums, are not employee benefits and are recognised separately as liabilities and expenses when the employment to which they relate has occurred. Employment on-costs are included as part of 'Other expenses, note 2.3' and are not included as part of the Establishment's 'employee benefits expense'. The related liability is included in 'Employment on costs provision'.

<b>Employment on-costs provision</b>	<b>2022 (\$000)</b>	<b>2021 (\$000)</b>
Carrying Amount at start of year	3	3
Additional provisions recognised	2	-
<b>Carrying amount at end of period</b>	<b>5</b>	<b>3</b>

Key sources of estimation uncertainty – long service leave

Key estimates and assumptions concerning the future are based on historical experience and various other factors that have a significant risk of causing a material adjustment to the carrying amount of assets and liabilities within the next financial year.

Several estimates and assumptions are used in calculating the Establishment's long service leave provision. These include:

- Expected future salary rates
- Discount rates
- Employee retention rates; and
- Expected future payments

Changes in these estimations and assumptions may impact on the carrying amount of the long service leave provision. Any gain or loss following revaluation of the present value of long service leave liabilities is recognised as employee benefits expense.



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## GOVERNOR'S ESTABLISHMENT: NOTES TO THE FINANCIAL STATEMENTS

### 2.2 SUPPLIES & SERVICES

	2022 (\$000)	2021 (\$000)
<b>Supplies and services</b>		
Communications	39	41
Consultants and Contractors	718	502
Consumables	271	212
Materials	3	-
Vehicle lease and hire	3	-
Minor plant, machinery and equipment	71	55
Plant, machinery and equipment lease	36	20
Equipment repairs and maintenance	35	51
Software Licences, fees & registration	114	122
Other staff related expenses	48	47
Travel	18	15
Insurance costs	48	42
Other Supplies & Services	57	30
<b>Total supplies and services expenses</b>	<b>1,461</b>	<b>1,137</b>

**Supplies and services expenses** are recognised as an expense in the reporting period in which they are incurred.

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## GOVERNOR'S ESTABLISHMENT: NOTES TO THE FINANCIAL STATEMENTS

### 2.3 OTHER EXPENDITURE

	2022 (\$000)	2021 (\$000)
<b>Accommodation expenses</b>		
Repairs & Maintenance	525	579
Power and water consumption	128	128
Rates and taxes	2	2
Cleaning	56	42
<b>Total accommodation expenses</b>	<b>711</b>	<b>751</b>
<b>Other expenses</b>		
Audit fees	31	14
Insurance costs	104	77
<b>Total other expenses</b>	<b>135</b>	<b>91</b>
<b>Total other expenditure</b>	<b>846</b>	<b>842</b>

**Accommodation expenses** are recognised as expenses as incurred.

**Other operating expenses** generally represent the day-to-day running costs incurred in normal operations.

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# GOVERNOR'S ESTABLISHMENT:

## NOTES TO THE FINANCIAL STATEMENTS

### 3 OUR FUNDING SOURCES

**How we obtain our funding**

This section provides additional information about how the Establishment obtains its funding and the relevant accounting policy notes that govern the recognition and measurement of this funding. The primary income received by Governor's Establishment and the relevant notes are:

	Notes
Income from State Government	3.1
Other income	3.2

# GOVERNOR'S ESTABLISHMENT: NOTES TO THE FINANCIAL STATEMENTS

## 3.1 INCOME FROM STATE GOVERNMENT

	2022 (\$000)	2021 (\$000)
Appropriation received during the period:		
- Service appropriation	7,868	7,192
<b>Total service appropriation</b>	<b>7,868</b>	<b>7,192</b>
Resources received from other public sector entities during the period:		
- Services received free of charge	29	17
<b>Total resources received</b>	<b>29</b>	<b>17</b>
<b>Total Income from State Government</b>	<b>7,897</b>	<b>7,209</b>

**Service Appropriations** are recognised as income at the fair value of consideration received in the period in which the Agency gains control of the appropriated funds. The Agency gains control of the appropriated funds at the time those funds are deposited in the bank account or credited to the holding account held at Treasury.

**Resources received from other public sector entities** is recognised as income equivalent to the fair value of assets received, or the fair value of services received that can be reliably determined and which would have been purchased if not donated.

## 3.2 OTHER INCOME

	2022 (\$000)	2021 (\$000)
Other Income	1	18
<b>Total other income</b>	<b>1</b>	<b>18</b>



# GOVERNOR'S ESTABLISHMENT: NOTES TO THE FINANCIAL STATEMENTS

## SUMMARY OF CONSOLIDATED ACCOUNT APPROPRIATIONS FOR THE YEAR ENDED 30 JUNE 2022

	2022	2022	2022	2022	2022
	Budget	Supple- mentary Funding	Revised Budget	Actual	Variance
	(\$000)	(\$000)	(\$000)	(\$000)	(\$000)
<u>Delivery of services</u>					
Item 8 Net amount appropriated to deliver services	2,829	-	-	2,829	-
Amounts authorised by other statutes					
- <i>Salaries and Allowances Act 1975</i>	4,435	-	-	4,435	-
- <i>Governor's Establishment Act 1992</i>	604	-	-	604	-
<b>Total provided to deliver services</b>	<b>7,868</b>	<b>-</b>	<b>-</b>	<b>7,868</b>	<b>-</b>
<u>Capital</u>					
Item 96 Capital Appropriation	777	-	-	777	-
<b>Total consolidated account appropriations</b>	<b>8,645</b>	<b>-</b>	<b>-</b>	<b>8,645</b>	<b>-</b>

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# GOVERNOR'S ESTABLISHMENT:

## NOTES TO THE FINANCIAL STATEMENTS

### 4. KEY ASSETS

**Assets Governor's Establishment utilises for economic benefit or service potential**

This section includes information regarding the key assets the Establishment utilises to gain economic benefits or provide service potential. The section sets out both the key accounting policies and financial information about the performance of these assets:

	Notes
Property, plant and equipment	4.1
Intangibles	4.2
Right-of-use assets	4.3

# GOVERNOR'S ESTABLISHMENT: NOTES TO THE FINANCIAL STATEMENTS

## 4.1 PROPERTY, PLANT AND EQUIPMENT

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Year ended 30 June 2022	Land (\$000)	Buildings (\$000)	Furniture & Fittings (\$000)	Computing Equipment (\$000)	Plant & Equipment (\$000)	Antiques & Artwork (\$000)	Work in Progress (\$000)	Total (\$000)
<b>1 July 2021</b>								
Gross carrying amount	234	37,328	468	337	577	668	691	40,303
Accumulated depreciation	-	-	(452)	(330)	(287)	-	-	(1,070)
<b>Carrying amount at start of period</b>	<b>234</b>	<b>37,328</b>	<b>16</b>	<b>7</b>	<b>289</b>	<b>668</b>	<b>691</b>	<b>39,233</b>
Additions	-	1,350	7	25	29	-	214	1,625
Transfers	-	555	-	-	-	-	(515)	40
Other disposals	-	-	-	-	-	(6)	-	(6)
Capital items expensed	-	-	-	-	-	-	(108)	(108)
Revaluation increments/(decrements)	-	717	-	-	-	(230)	-	487
Depreciation	-	(373)	(14)	(7)	(36)	-	-	(430)
<b>Carrying amount as at end of period</b>	<b>234</b>	<b>39,577</b>	<b>9</b>	<b>25</b>	<b>282</b>	<b>432</b>	<b>282</b>	<b>40,841</b>
Gross carrying amount	234	39,577	470	340	599	432	282	41,934
Accumulated depreciation	-	-	(461)	(315)	(317)	-	-	(1,093)

(a) The Department of Planning, Lands and Heritage (DPLH) is the only agency with the power to sell Crown land. The land is transferred to DPLH for sale and the Agency accounts for the transfer as a distribution to owner.

(b) Recognised in the Statement of Comprehensive Income. Where an asset measured at cost is written-down to recoverable amount, an impairment loss is recognised in profit or loss. Where a previously revalued asset is written down to recoverable amount, the loss is recognised as a revaluation decrement in other comprehensive income.

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# GOVERNOR'S ESTABLISHMENT: NOTES TO THE FINANCIAL STATEMENTS

## Initial recognition

Items of property, plant and equipment and infrastructure, costing \$5,000 or more are measured initially at cost. Where an asset is acquired for no or nominal cost, the cost is valued at its fair value at the date of acquisition. Items of property, plant and equipment and infrastructure costing less than \$5,000 are immediately expensed direct to the Statement of Comprehensive Income (other than where they form part of a group of similar items which are significant in total).

## Subsequent measurement

Subsequent to initial recognition of an asset, the revaluation model is used for the measurement of:

- land;
- buildings;
- works of art.

Land and Works of Art are carried at fair value.

Buildings are carried at fair value less accumulated depreciation and accumulated impairment losses.

All other property, plant and equipment are stated at historical cost less accumulated depreciation and accumulated impairment losses.

**Land and buildings** are independently valued annually by the Western Australian Land Information Authority (Valuations and Property Analytics) and recognised annually to ensure that the carrying amount does not differ materially from the asset's fair value at the end of the reporting period.

Land and buildings were revalued as at 1 July 2021 by Landgate. The valuations were performed during the year ended 30 June 2022 and recognised at 30 June 2022. In undertaking the revaluation, fair value was determined by reference to market values for land: \$234,000 (2021: \$234,000) and buildings: \$39,577,221 (2021: \$37,328,100). For the remaining balance, fair value of buildings was determined on the basis of current replacement cost and fair value of land was determined on the basis of comparison with market evidence for land with low level utility (high restricted use land). As at 30 June 2022, there were no indications of impairment to property, plant and equipment.

**Works of art** are independently valued every 5 years by Sotheby's. Works of Art were independently revalued by Sotheby's as at 30 June 2022. The valuations were recognised at 30 June 2022.

As at 30 June 2022, there were no indications of impairment to property, plant and equipment or infrastructure.



# GOVERNOR'S ESTABLISHMENT: NOTES TO THE FINANCIAL STATEMENTS

**Unobservable (level 3) inputs** used to determine fair values of property and land are:

Land:	Fair value for restricted use land is determined by comparison with market evidence for land with low level utility. Relevant comparators of land with low level utility are selected by the Western Australian Land Information Authority (Valuation Services).
Buildings:	<p><i>Historical cost per square metre floor area (m<sup>2</sup>)</i></p> <p>The costs of constructing specialised buildings with similar utility are extracted from financial records of the Model Department, then indexed by movements in CPI.</p> <p><i>Consumed economic benefit/obsolescence of asset</i></p> <p>These are estimated by the Western Australian Land Information Authority (Valuation Services).</p>

## Useful Lives

All property, plant and equipment having a limited useful life are systematically depreciated over their estimated useful lives in a manner that reflects the consumption of their future economic benefits.

Depreciation is generally calculated on a straight line basis, at rates that allocate the asset's value, less any estimated residual value, over its estimated useful life. Typical estimated useful lives for the different asset classes for current and prior years are included in the table below:

Asset	Useful life: years
Buildings	100 years
Furniture & fittings	5 years
Office equipment	6 years
Computer equipment	3 years
Garden equipment	5 to 10 years
Software <sup>(a)</sup>	5 years

Software that is integral the operation of related hardware.

The estimated useful lives, residual values and depreciation method are reviewed at the end of each annual reporting period, and adjustments should be made where appropriate.

Land and works of art, which are considered to have an indefinite life, are not depreciated. Depreciation is not recognised in respect of these assets because their service potential has not, in any material sense, been consumed during the reporting period.

## Impairment

Non-financial assets, including items of plant and equipment, are tested for impairment whenever there is an indication that the asset may be impaired. Where there is an indication of impairment, the recoverable amount is estimated. Where the recoverable amount is less than the carrying amount, the asset is considered impaired and is written down to the recoverable amount and an impairment loss is recognised.

Where an asset measured at cost is written down to its recoverable amount, an impairment loss is recognised through profit or loss.

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## GOVERNOR'S ESTABLISHMENT: NOTES TO THE FINANCIAL STATEMENTS

Where a previously revalued asset is written down to its recoverable amount, the loss is recognised as a revaluation decrement through other comprehensive income.

As Governor's Establishment is a not-for-profit department, the recoverable amount of regularly revalued specialised assets is anticipated to be materially the same as fair value.

If there is an indication that there has been a reversal in impairment, the carrying amount shall be increased to its recoverable amount. However this reversal should not increase the asset's carrying amount above what would have been determined, net of depreciation or amortisation, if no impairment loss had been recognised in prior years.

The risk of impairment is generally limited to circumstances where an asset's depreciation is materially understated, where the replacement cost is falling or where there is a significant change in useful life. Each relevant class of assets is reviewed annually to verify that the accumulated depreciation/amortisation reflects the level of consumption or expiration of the asset's future economic benefits and to evaluate any impairment risk from declining replacement costs.

# GOVERNOR'S ESTABLISHMENT: NOTES TO THE FINANCIAL STATEMENTS

## 4.2 INTANGIBLE ASSETS

Year Ended 30 June 2022	Licenses \$000	Total \$000
<b>1 July 2021</b>		
Gross carrying amount	49	49
Accumulated amortisation	(49)	(49)
<b>Carrying amount at start of period</b>	-	-
Additions	-	-
Impairment losses	-	-
Amortisation expense	-	-
<b>30 June 2022</b>		
Gross carrying amount	-	-
Accumulated amortisation	-	-
<b>Carrying amount at end of period</b>	-	-

### Initial recognition

Intangible assets are initially recognised at cost. For assets acquired at no cost or for nominal cost, the cost is their fair value at the date of acquisition.

Acquisitions of intangible assets costing \$5,000 or more and internally generated intangible assets costing \$50,000 or more that comply with the recognition criteria as per AASB 138.57 (as noted below), are capitalised.

Costs incurred below these thresholds are immediately expensed directly to the Statement of Comprehensive Income.

### Subsequent measurement

The cost model is applied for subsequent measurement of intangible assets, requiring the asset to be carried at cost less any accumulated amortisation and accumulated impairment losses.

### Useful Lives

Amortisation of finite life intangible assets is calculated on a straight line basis at rates that allocate the asset's value over its estimated useful life. All intangible assets controlled by the Establishment have a finite useful life and zero residual value. Estimated useful lives are reviewed annually.

The estimated useful lives for each class of intangible asset are:

Licenses	5 to 10 years
Website Costs	3 to 5 years
Software <sup>(a)</sup>	3 to 5 years

(a) Software that is not integral to the operation of any related hardware

Intangible assets with finite useful lives are tested for impairment annually or when an indication of impairment is identified. As at 30 June 2022, there were no indications of impairment to intangible assets.

The policy in connection with testing for impairment is outlined in note 4.1.

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# GOVERNOR'S ESTABLISHMENT:

## NOTES TO THE FINANCIAL STATEMENTS

### 4.3 RIGHT OF USE ASSETS

Year Ended 30 June 2022	Vehicles \$000	Total \$000
Carrying amount at beginning of period	31	31
Additions	42	42
Disposals	(5)	(5)
Depreciation	(21)	(21)
Net carrying amount at end of period	47	47

The Establishment has leases for vehicles. The lease contracts are typically made for fixed periods of 1-5 years with an option to renew the lease after that date.

#### Initial recognition

At the commencement date of the lease, the Establishment recognises right-of-use assets and a corresponding lease liability for most leases. The right-of-use assets are measured at cost comprising of:

- the amount of the initial measurement of lease liability
- any lease payments made at or before the commencement date less any lease incentives received, and
- any initial direct costs

The corresponding lease liabilities in relation to these right-of-use assets have been disclosed in note 6.2.

The Establishment has elected not to recognise right-of-use assets and lease liabilities for short-term leases (with a lease term of 12 months or less) and low value leases (with an underlying value of \$5,000 or less). Lease payments associated with these leases are expensed over a straight-line basis over the lease term.

#### Subsequent measurement

The cost model is applied for subsequent measurement of right-of-use assets, requiring the asset to be carried at cost less any accumulated depreciation and accumulated impairment losses and adjusted for any re-measurement of lease liability.

#### Depreciation and impairment of right-of-use assets

Right-of-use assets are depreciated on a straight-line basis over the shorter of the lease term and the estimated useful lives of the underlying assets.

Right-of-use assets are tested for impairment when an indication of impairment is identified. The policy in connection with testing for impairment is outlined in note 4.1.



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# GOVERNOR'S ESTABLISHMENT:

## NOTES TO THE FINANCIAL STATEMENTS

### 5. OTHER ASSETS AND LIABILITIES

This section sets out those assets and liabilities that arose from the Establishment's controlled operations and includes other assets utilised for economic benefits and liabilities incurred during normal operations:

	Notes
Receivables	5.1
Amounts receivable for services	5.2
Other assets	5.3
Payables	5.4

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## GOVERNOR'S ESTABLISHMENT: NOTES TO THE FINANCIAL STATEMENTS

### 5.1 RECEIVABLES

	2022 (\$000)	2021 (\$000)
<b>Current</b>		
Sundry receivables	-	3
GST receivables	37	35
<b>Total receivables at end of the period</b>	<b>37</b>	<b>38</b>

### 5.2 AMOUNTS RECEIVABLE FOR SERVICES (HOLDING ACCOUNT)

	2022 (\$000)	2021 (\$000)
Non-current	4,068	3,729
<b>Total Amounts receivable for services at end of the period</b>	<b>4,068</b>	<b>3,729</b>

**Amounts receivable for services** represent the non-cash component of service appropriations. It is restricted in that it can only be used for asset replacement or payment of leave liability.

Amounts receivable for services are considered not impaired (i.e. there is no expected credit loss of the Holding Account).

### 5.3 OTHER ASSETS

	2022 (\$000)	2021 (\$000)
<b>Current</b>		
Prepayments	147	46
<b>Total other assets at en of the period</b>	<b>147</b>	<b>46</b>

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## GOVERNOR'S ESTABLISHMENT: NOTES TO THE FINANCIAL STATEMENTS

### 5.4 PAYABLES

	2022 (\$000)	2021 (\$000)
<b>Current</b>		
Trade payables	1	-
Accrued expenses	107	33
Accrued salaries	85	89
<b>Total current</b>	<b>193</b>	<b>122</b>

**Payables** are recognised at the amounts payable when Governor's Establishment becomes obliged to make future payments as a result of a purchase of assets or services. The carrying amount is equivalent to fair value as settlement is generally within 30 days.

**Accrued salaries** represent the amount due to staff but unpaid at the end of the reporting period. Accrued salaries are settled within a fortnight after the reporting period. Governor's Establishment considers the carrying amount of accrued salaries to be equivalent to its fair value.

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# GOVERNOR'S ESTABLISHMENT:

## NOTES TO THE FINANCIAL STATEMENTS

### 6. FINANCING

This section sets out the material balances and disclosures associated with the financing and cashflows of the Establishment.

	Notes
Lease liabilities	6.1
Finance costs	6.2
Cash and cash equivalents	6.3
Capital commitments	6.4



# GOVERNOR'S ESTABLISHMENT: NOTES TO THE FINANCIAL STATEMENTS

## 6.1 LEASE LIABILITIES

	2022 (\$000)	2021 (\$000)
Not later than one year	30	20
Later than one year and not later than five years	19	15
Later than five years	3	-
	53	35
Current	30	20
Non-current	23	15
	53	35

Governor's Establishment measures a lease liability, at the commencement date, at the present value of the lease payments that are not paid at that date. The lease payments are discounted using the interest rate implicit in the lease. If that rate cannot be readily determined, the Agency uses the incremental borrowing rate provided by Western Australia Treasury Corporation.

Lease payments included by the Agency as part of the present value calculation of lease liability include:

- Fixed payments (including in-substance fixed payments), less any lease incentives receivable;
- Variable lease payments that depend on an index or a rate initially measured using the index or rate as at the commencement date;
- Amounts expected to be payable by the lessee under residual value guarantees;
- The exercise price of purchase options (where these are reasonably certain to be exercised);
- Payments for penalties for terminating a lease, where the lease term reflects the agency exercising an option to terminate the lease.

The interest on the lease liability is recognised in profit or loss over the lease term so as to produce a constant periodic rate of interest on the remaining balance of the liability for each period. Lease liabilities do not include any future changes in variable lease payments (that depend on an index or rate) until they take effect, in which case the lease liability is reassessed and adjusted against the right-of-use asset.

Periods covered by extension or termination options are only included in the lease term by the Agency if the lease is reasonably certain to be extended (or not terminated).

Variable lease payments, not included in the measurement of lease liability, that are dependent on sales are recognised by the Agency in profit or loss in the period in which the condition that triggers those payments occurs.

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## GOVERNOR'S ESTABLISHMENT: NOTES TO THE FINANCIAL STATEMENTS

### Subsequent Measurement

Lease liabilities are measured by increasing the carrying amount to reflect interest on the lease liabilities; reducing the carrying amount to reflect the lease payments made; and remeasuring the carrying amount at amortised cost, subject to adjustments to reflect any reassessment or lease modifications.

This section should be read in conjunction with note 4.2.

	2022 (\$000)	2021 (\$000)
<b>Lease expenses recognised in the Statement of comprehensive income</b>		
Lease interest expense	1	2
<b>Total lease expense</b>	<b>1</b>	<b>2</b>

# GOVERNOR'S ESTABLISHMENT: NOTES TO THE FINANCIAL STATEMENTS

## 6.2 FINANCE COSTS

	2022 (\$000)	2021 (\$000)
<b>Finance costs expense</b>		
Interest expense on lease liabilities	1	2
<b>Total finance costs expense</b>	<b>1</b>	<b>2</b>

Finance cost includes the interest component of lease liability repayments.

## 6.3 CASH AND CASH EQUIVALENTS

	2022 (\$000)	2021 (\$000)
Cash and cash equivalents	1,684	2,174
Restricted cash and cash equivalents	82	63
<b>Balance at end of period</b>	<b>1,766</b>	<b>2,237</b>

### Restricted cash and cash equivalents

	2022 (\$000)	2021 (\$000)
<b>Non-current</b>		
Accrued salaries suspense account(a)	82	63

(a) Funds held in the suspense account for the purpose of meeting the 27th pay in a reporting period that occurs every 11th year. This account is classified as non current for 10 out of 11 years.

For the purpose of the statement of cash flows, cash and cash equivalent (and restricted cash and cash equivalent) assets comprise cash on hand and short-term deposits with original maturities of three months or less that are readily convertible to a known amount of cash and which are subject to insignificant risk of changes in value.

The accrued salaries suspense account consists of amounts paid annually, from agency appropriations for salaries expense, into a Treasury suspense account to meet the additional cash outflow for employee salary payments in reporting periods with 27 pay days instead of the normal 26. No interest is received on this account.

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## GOVERNOR'S ESTABLISHMENT: NOTES TO THE FINANCIAL STATEMENTS

### 6.4 CAPITAL COMMITMENTS

	2022 (\$000)	2021 (\$000)
Capital expenditure commitments, being contracted capital expenditure additional to the amounts reported in the financial statements, are payable as follows:		
Within 1 year	724	1,358
	724	1,358

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# GOVERNOR'S ESTABLISHMENT: NOTES TO THE FINANCIAL STATEMENTS

## 7. FINANCIAL INSTRUMENTS

This note sets out the key risk management policies and measurement techniques of the Establishment.

	Notes
Financial instruments	7.1
Contingent assets and liabilities	7.2



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# GOVERNOR'S ESTABLISHMENT: NOTES TO THE FINANCIAL STATEMENTS

## 7.1 FINANCIAL INSTRUMENTS

The carrying amounts of each of the following categories of financial assets and financial liabilities at the end of the reporting period are:

	2022 (\$000)	2021 (\$000)
<b>Financial assets</b>		
Cash and cash equivalents	1,684	2,174
Restricted cash and cash equivalents	82	63
Receivables(a)	-	38
<b>Total financial assets</b>	<b>1,766</b>	<b>2,275</b>
<b>Financial liabilities</b>		
Financial liabilities at amortised cost(b)	192	122
<b>Total financial liability</b>	<b>192</b>	<b>122</b>

(a) The amount of financial assets at amortised cost excludes GST recoverable from the ATO (statutory receivable).

(b) The amount of financial liabilities at amortised cost excludes GST recoverable from the ATO (statutory payable).

### Measurement

All financial assets and liabilities are carried without subsequent remeasurement.

## 7.2 FINANCIAL INSTRUMENTS

Contingent assets and contingent liabilities are not recognised in the statement of financial position but are disclosed and, if quantifiable, are measured at the best estimate.

Contingent assets and liabilities are presented inclusive of GST receivable or payable respectively.

### 7.2.1 CONTINGENT ASSETS

There were no contingent assets at year end.

### 7.2.2 CONTINGENT LIABILITIES

The following contingent liabilities are excluded from the liabilities included in the financial statements:

## LITIGATION IN PROGRESS

A plaintiff has made a claim for \$46,000. Liability has been denied and any legal claim will be defended.

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# GOVERNOR'S ESTABLISHMENT:

## NOTES TO THE FINANCIAL STATEMENTS

### 8. OTHER DISCLOSURES

This section includes additional material disclosures required by accounting standards or other pronouncements, for the understanding of this financial report.

	Notes
Key management personnel	8.1
Related party transactions	8.2
Related bodies	8.3
Affiliated bodies	8.4
Remuneration of auditors	8.5
Explanatory statement	8.6

# GOVERNOR'S ESTABLISHMENT: NOTES TO THE FINANCIAL STATEMENTS

## 8.1 KEY MANAGEMENT PERSONNEL

Governor's Establishment has determined key management personnel to include cabinet ministers and senior officers of the Department. The Establishment does not incur expenditures to compensate ministers and those disclosures may be found in the annual report on state finances.

The total fees, salaries, superannuation, non-monetary benefits and other benefits for senior officers of the Establishment for the reporting period are presented within the following bands:

Compensation band (\$)	2022	2021
250,001 - 260,000	1	
230,001 - 240,000		1
220,001 - 230,000	1	
190,001 - 200,000	1	1
180,001 - 190,000	1	
170,001 - 180,000	1	1
160,001 - 170,000		1
140,001 - 150,000	1	1
130,001 - 140,000		1
110,001 - 120,000		1
80,001 - 90,000		1
60,001 - 70,000		1
50,001 - 60,000	2	
20,001 - 30,000	1	
10,001 - 20,000	1	
	2022	2021
	(\$000)	(\$000)
<b>Total compensation of senior officers</b>	<b>1,315</b>	<b>1,305</b>

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# GOVERNOR'S ESTABLISHMENT: NOTES TO THE FINANCIAL STATEMENTS

## 8.2 RELATED PARTY TRANSACTIONS

Governor's Establishment is a wholly owned public sector entity that is controlled by of the State of Western Australia.

Related parties of the Governor's Establishment include:

- all senior officers and their close family members, and their controlled or jointly controlled entities;
- other departments and statutory authorities, including related bodies, that are included in the whole of government consolidated financial statements (i.e. wholly-owned public sector entities);
- associates and jointventures of a wholly-owned public sector entity; and
- the Government Employees Superannuation Board (GESB).

### Material transactions with related parties

Outside of normal citizen type transactions with the Establishment, there were no other related party transactions that involved key management personnel and/or their close family members and/or their controlled (or jointly controlled) entities.

## 8.3 RELATED BODIES

Governor's Establishment has no related bodies.

## 8.4 AFFILIATED BODIES

Governor's Establishment has no affiliated bodies.

## 8.5 REMUNERATION OF AUDITORS

Remuneration paid or payable to the Auditor General in respect of the audit for the current financial year is as follows:

	2022 (\$000)	2021 (\$000)
Auditing the accounts, financial statements, controls, and key performance indicators	19	19

## 8.6 SUPPLEMENTARY FINANCIAL INFORMATION

(a) Write-offs

During the financial year nil (2021:nil) was written off the Agency's books under the authority of:

	2022 (\$000)	2021 (\$000)
The accountable authority	-	-
The Minister	-	-
The Treasurer	-	-
	-	-

# GOVERNOR'S ESTABLISHMENT: NOTES TO THE FINANCIAL STATEMENTS

## (b) Losses through theft, defaults and other causes

	2022 (\$000)	2021 (\$000)
Losses of public money, other money and public and other property through theft or default	-	-
Amounts recovered	-	-
	-	-

## (c) Forgiveness of debts

	2022 (\$000)	2021 (\$000)
Forgiveness (or waiver) of debts by the Agency	-	-
	-	-

## (d) Gift of public property

	2022 (\$000)	2021 (\$000)
Gift of public property by the Agency	-	-
	-	-



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# GOVERNOR'S ESTABLISHMENT: NOTES TO THE FINANCIAL STATEMENTS

## 9 EXPLANATORY STATEMENTS

This explanatory section explains variations in the financial performance of the Establishment undertaking transactions under its own control, as represented by the primary financial statements.

All variances between annual estimates (original budget) and actual results for 2022, and between the actual results for 2022 and 2021 are shown below. Narratives are provided for key major variances which vary more than 10% from their comparative and that the variation is more than 1% of the dollar aggregate of:

- Total cost of services of the previous year for the Statement of Comprehensive Income and Statement of Cash Flows (i.e 1% of \$7,311,000) ; and
- Total Assets for the budgeted amount for the Statement of financial position(ie. 1% of \$40,273,000)

# GOVERNOR'S ESTABLISHMENT: NOTES TO THE FINANCIAL STATEMENTS

## 9.7.1 STATEMENT OF COMPREHENSIVE INCOME VARIANCES

	Variance	Estimate	Actual	Actual	Variance	Variance
	Note	2022	2022	2021	between	between
		\$000	\$000	\$000	estimate	actual
					and	results for
					actual	2022 and
					\$000	2021
						\$000
<b>Cost of services</b>						
<b>Expenses</b>						
Employee benefits expense		4,994	4,847	4,930	(147)	(83)
Finance costs		2	1	2		
Supplies and services	a	1,341	1,461	1,137	120	324
Depreciation and amortisation expense		455	461	402	6	59
Accommodation expense	1	931	711	751	(220)	(40)
Other expenses		133	135	91	2	44
<b>Total cost of services</b>		<b>7,856</b>	<b>7,616</b>	<b>7,313</b>	<b>(240)</b>	<b>304</b>
<b>Income</b>						
Other Revenue		-	1	18	1	(17)
<b>Total income</b>		<b>-</b>	<b>1</b>	<b>18</b>	<b>1</b>	<b>(17)</b>
<b>NET COST OF SERVICES</b>		<b>7,856</b>	<b>7,616</b>	<b>7,295</b>	<b>(240)</b>	<b>322</b>
<b>Income from State Government</b>						
Service appropriation		7,868	7,868	7,192	-	676
Services received free of charge		30	29	17	(1)	12
<b>Total income from State Government</b>		<b>7,898</b>	<b>7,897</b>	<b>7,209</b>	<b>(1)</b>	<b>688</b>
<b>Surplus/(deficit) for the period</b>		<b>42</b>	<b>281</b>	<b>(86)</b>	<b>239</b>	<b>367</b>
<b>OTHER COMPREHENSIVE INCOME</b>						
<i>Items not reclassified subsequently to profit or loss</i>						
Changes in asset revaluation surplus		-	6,806	5,899	6,806	907
Gains/losses recognised directly in equity		-			-	-
<b>Total other comprehensive income</b>		<b>-</b>	<b>6,806</b>	<b>5,899</b>	<b>6,806</b>	<b>907</b>
<b>Total comprehensive income for the period</b>		<b>42</b>	<b>7,087</b>	<b>5,813</b>	<b>7,045</b>	<b>1,273</b>

### Major estimate and actual (2022) variance narratives:

1) Accommodation expenses decreased by \$220,000(23.6%) due to the nature of some conservation expenditure moving from "accommodation" to "supplies and services".

### Major actual(2022) and comparative (2021) variance narratives:

a) Supplies and services increased by \$324,000 (28.5%) due to an increase in insurance rates (16% of increase), an increase in security contractors (53% of increase) and an increase in consumables as inventories were replenished towards the end of the year (16% of increase).

# GOVERNOR'S ESTABLISHMENT: NOTES TO THE FINANCIAL STATEMENTS

## 9.7.2 STATEMENT OF FINANCIAL POSITION VARIANCES

	Variance				Variance	Variance
	Note	Estimate	Actual	Actual	between	between
		2022	2022	2021	estimate	actual
		\$000	\$000	\$000	and	results for
					actual	2022 and
					\$000	2021
						\$000
<b>Assets</b>						
<b>Current Assets</b>						
Cash and cash equivalents	1,a	150	1,684	2,174	1,534	(490)
Restricted cash and cash equivalents		-			-	-
Receivables		125	36	38	(89)	(2)
Other Current Assets		55	147	46	92	101
<b>Total Current Assets</b>		<b>330</b>	<b>1,868</b>	<b>2,258</b>	<b>1,538</b>	<b>(390)</b>
<b>Non-Current Assets</b>						
Restricted cash and cash equivalents		82	82	63	-	19
Amounts receivable for services		3,952	4,068	3,729	116	339
Property, plant and equipment	2	35,908	40,841	39,233	4,933	1,608
Intangibles		1	-	-	(1)	-
Right-of-use assets		-	47	31	47	16
<b>Total Non-Current Assets</b>		<b>39,943</b>	<b>45,038</b>	<b>43,056</b>	<b>5,095</b>	<b>1,982</b>
<b>Total assets</b>		<b>40,273</b>	<b>46,905</b>	<b>45,314</b>	<b>6,632</b>	<b>1,591</b>
<b>Liabilities</b>						
<b>Current Liabilities</b>						
Payables		13	192	122	179	70
Provisions		460	497	440	37	57
Lease liabilities		-	30	20	30	10
Other current liabilities		18	-	-	(18)	-
<b>Total Current Liabilities</b>		<b>491</b>	<b>719</b>	<b>582</b>	<b>228</b>	<b>137</b>
<b>Non-Current Liabilities</b>						
Provisions		114	144	162	30	(18)
Lease liabilities		64	23	15	(41)	8
<b>Total Non-Current Liabilities</b>		<b>178</b>	<b>167</b>	<b>177</b>	<b>(11)</b>	<b>(10)</b>
<b>Total liabilities</b>		<b>669</b>	<b>886</b>	<b>759</b>	<b>217</b>	<b>127</b>
<b>Net assets</b>		<b>39,604</b>	<b>46,019</b>	<b>44,555</b>	<b>6,415</b>	<b>1,464</b>
<b>Equity</b>						
Contributed equity		13,152	13,071	12,375	(81)	696
Reserves		23,658	29,942	29,455	6,284	487
Accumulated surplus/(deficit)		2,794	3,007	2,725	213	282
<b>Total equity</b>		<b>39,604</b>	<b>46,020</b>	<b>44,555</b>	<b>6,416</b>	<b>1,465</b>

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## GOVERNOR'S ESTABLISHMENT: NOTES TO THE FINANCIAL STATEMENTS

### **Major estimate and actual (2022) variance narratives:**

1) Cash and cash equivalents increased by \$2.2 million due to incomplete projects resulting in cash carry forwards which consisted of interregnum requirements (10.8% of increase) and Security Upgrades (47.2% of increase) and savings relating to the Ballroom Roof project completed during 2021/22 (38.9% of increase).

2) Property, plant & equipment increased by \$4.8 million due to the delay in the completion of the Ballroom Roof project which had been scheduled to finish in 2020/21 so not included in original budget.

### **Major actual(2022) and comparative (2021) variance narratives:**

a) Cash and cash equivalents decreased by \$490,000(22.5%) due to major projects outstanding at the end of 2020/21 being completed during 2021/22.

# GOVERNOR'S ESTABLISHMENT: NOTES TO THE FINANCIAL STATEMENTS

## 9.7.3 STATEMENT OF CASH FLOWS VARIANCES

	Variance Note	Estimate	Actual	Actual	Variance between estimate and actual	Variance between actual results for 2022 and 2021
		2022 \$000	2022 \$000	2021 \$000	actual \$000	2021 \$000
<b>Cash flows from State Government</b>						
Service appropriation	a	2,374	2,374	1,899	-	475
Special Acts		5,039	5,039	4,875	-	164
Capital appropriations	b	777	777	2,526	-	(1,749)
Holding account drawdowns	c	116	116	-	-	116
<b>Net cash provided by State Government</b>		<b>8,306</b>	<b>8,306</b>	<b>9,300</b>	<b>-</b>	<b>(994)</b>
<i>Utilised as follows:</i>						
<b>Cash flows from operating activities</b>						
<b>Payments</b>						
Employee benefits		(4,999)	(4,811)	(4,817)	188	6
Finance costs		(2)	(1)	(2)		
Supplies and services	1,d	(1,306)	(1,460)	(1,104)	(154)	(356)
Accommodation expenses	2	(931)	(711)	(751)	220	40
GST payments on purchases	3,e	(63)	(380)	(257)	(317)	(123)
Other payments		(133)	(137)	(90)	(4)	(47)
<b>Receipts</b>						
User charges and fees		-	4	(4)	4	8
GST Receipts on sales		-	1	1	1	(0)
GST receipts from taxation authority	4,f	63	377	229	314	148
Other Receipts		-	1	14	1	(14)
<b>Net cash provided by/(used in) operating activities</b>		<b>(7,371)</b>	<b>(7,118)</b>	<b>(6,781)</b>	<b>252</b>	<b>(338)</b>
<b>Cash flows from investing activities</b>						
Purchase of non-current physical assets	5,g	(2,949)	(1,551)	(691)	1,398	(860)
<b>Net cash provided by/(used in) investing activities</b>		<b>(2,949)</b>	<b>(1,551)</b>	<b>(691)</b>	<b>1,398</b>	<b>(860)</b>
<b>Cash flows from financing activities</b>						
<b>Payments</b>						
Principle elements of lease		(27)	(28)	(23)	(1)	(5)
Non-retained revenue distributed to owner	6,h	-	(81)	-	(81)	(81)
<b>Net cash provided by/(used in) financing activities</b>		<b>(27)</b>	<b>(109)</b>	<b>(23)</b>	<b>(82)</b>	<b>(86)</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>						
		(2,041)	(471)	1,804	1,570	(2,276)
<b>Cash and cash equivalents at the beginning of period</b>						
		2,273	2,237	433	(36)	1,804
<b>Cash and cash equivalents at the end of period</b>		<b>232</b>	<b>1,766</b>	<b>2,237</b>	<b>1,534</b>	<b>(471)</b>



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# GOVERNOR'S ESTABLISHMENT:

## NOTES TO THE FINANCIAL STATEMENTS

### **Major estimate and actual (2022) variance narratives:**

- 1) Supplies and services increased by \$154,000 (11.8%) due to the nature of some conservation expenditure moving from "accommodation" to "supplies and services".
- 2) Accommodation expenses decreased by \$172,000 (12.8%) due to the nature of some conservation expenditure moving from "accommodation" to "supplies and services".
- 3) GST payments on purchases increased by \$317,000 (500%) due to an increase in large payments for capital works.
- 4) GST receipts from taxation authority increased by \$314,000 due to an increase in the recoup of large GST payments relating to capital works.
- 5) Purchase of non-current physical assets decreased by \$1.4 million due to the Security Upgrade project not being completed in 2021/22 (50.3% of increase) and savings relating to the Ballroom Roof project which was completed during 2021/22 (41.4% of increase).
- 6) Non retained revenue distributed to owners increased by \$81,000 (100%) as a reimbursement received for an overpayment was returned to the consolidated account.

### **Major actual(2022) and comparative (2021) variance narratives:**

- a) Service appropriation increased by \$475,000 (25%) due to an increase of funding for security contractors (64% of increase) and interregnum expenditure requirements (31.6% of increase).
- b) Capital appropriations decreased by \$1.7 million due to the completion of capital works.
- c) Holding account draw downs increased by \$116,000 as the agency started to fund ongoing strategic asset management from the holding account.
- d) Supplies and services increased by \$329,000 (29.8%) due to an increase in insurance rates (18% of increase), an increase in security contractors (61% of increase) and an increase in consumables as inventories were replenished towards the end of the year (18% of increase).
- e) GST payments on purchases increased by \$123,000 (47.9%) due to an increase in large payments for capital works.
- f) GST receipts from taxation authority increased by \$148,000 (64.6%) due to an increase in the recoup of large GST payments relating to capital works.
- g) Purchase of non-current physical assets increased by \$820,000 (119%) due to the majority of the \$2.5 million Ballroom roofing project being expended during 2021/22.
- h) Non retained revenue distributed to owners increased by \$81,000 (100%) as a reimbursement received for an overpayment was returned to the consolidated account.