
Honourable Hannah Beazley
Minister for Local Government; Disability Services; Volunteering; Youth; Gascoyne
Dumas House
2 Havelock Street
West Perth WA 6005
Email: Minister.Beazley@dpc.wa.gov.au

15 January 2026

Dear Minister,

RE: MANAGEMENT LETTER FINDINGS – ASSET ADDITIONS AND WORK IN PROGRESS

The Office of the Auditor General Annual Financial Audit Exit Report Year Ended 30 June 2025 noted one Management Letter Finding with a Significant Rating.

The Asset additions and work in progress matter at the City of Swan was rated as “Significant” and identified for reporting to the Minister for Local Government in accordance with section 7.12A of the Local Government Act 1995.

The Office of the Auditor General when reviewing the financial statements, noted that all asset additions were booked to the “work in progress” category before being transferred to the correct asset class as part of the preparations of the financial statements. In accordance with AASB116, asset additions relate to new assets acquired during the year. Transfers from work in progress represent the capitalisation of an asset once the project is complete/asset is constructed and ready for use. The presentation in the financial statements is incorrect as it does not correctly represent the true position of the asset classes as of 30 June 2025. It was noted that the City has made the required changes in their financial statements for the current and prior year. The changes relate to the disclosure and not the overall balance on the balance sheet.

This addresses the requirements of section 7.12A (4)(b) of the Local Government Act 1995 and was presented to the Audit Committee on November 24, 2025, and Council on December 10, 2025.

Should you require further information or clarification, please contact Executive Director Corporate, David Trevaskis on 9267 9267.

Yours sincerely,



Stephen Cain
Chief Executive Officer