



murchisonshire

Ancient land under brilliant skies

Annual Budget 2021-22

**Adopted by Council on
31 August 2021**

2021/22 Budget Summary

Introduction

Prior to finalising the 2021/22 Council Budget a significant amount of work was undertaken considered by Council during the preceding year and at a Councillor Workshop in July 2021. The 2021/22 Budget also addresses key in principle views with a strong COVID-19 Coronavirus influence that commenced in 2020/21. This document provides budget highlights as well as articulating the overall strategic rationale.

Unlike the formal budget documents which anticipate a balanced budget with a slight surplus remaining at the end of the year. Given the extent of capital works that will likely flow over several years indicative end of year Net Current Assets and Reserves positions are also shown

Essentially to stimulate the local economy and deliver projects to the community, capital works are proposed to be moderately but prudently and responsibly accelerated over the next 12-18 months funded by a combination of revenue, additional grants, and loans.

COVID-19 Considerations

Under the current COVID-19 Response arrangements there has been significant amount of emphasis by the State and Commonwealth Governments to advance maintenance and capital spending on projects that benefit the community. As indicated below in March 2020 Council has already resolved this in principle but obviously this will be carried out in a financially responsible manner.

- 1 *In responding to the COVID-19 Coronavirus that Council act in accordance with the following principles and rationale associated with health and economic activity*
 - (a) *Our overriding responsibility is to act to protect our citizens and community to prevent, control or abate the serious public health risk presented by COVID-19 by limiting the spread of COVID-19.*
 - (b) *Council will act to ensure that we can function and deliver the required works and services to support and stimulate the local economy.*
- 3 *That Council look to expanding its works program by bringing forward projects that can stimulate the local economy and provide lasting benefits for the community.*

The COVID-19 situation has seen how importance Economic Stimulus. The massive government spend highlights and reinforces how serious the situation is and how important local governments response is at a local level.

Amongst other things additional Government inputs included allocations from the Local Roads and Community Infrastructure Program (LRCIP). Phase 1 - \$602,446 completed by 30 June 2021, Phase 2 - \$405,889 to be completed by 31 December 2021 and, Phase 3 - \$1,204,892 to be completed by 30 June 2023. Council also added to these amounts.

Putting things into context generally a local governments funding base is overall solid, stable and predictable. Rate Revenue is rarely forgone. Some Councils who are more exposed with market driven revenue streams will be more affected than others, but this situation does not apply to Murchison, nor most rural based local governments. Expenditure decisions are also within our own control; meaning that projects can be programmed and or reduced later if financial circumstances change

In these circumstances it is understandable that Governments are looking to local government to strongly play its part and are providing significant incentives now unlike ever before. This is clearly a once in a lifetime event with Local Government expected to positively respond.

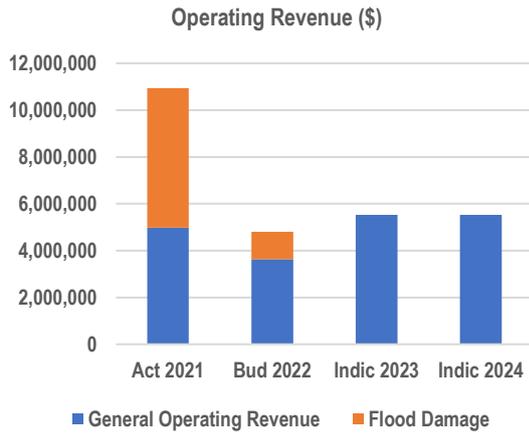
The 2021/22 Budget and the previous year's one addresses these circumstances.

Overview

A summary overview is shown as follows.

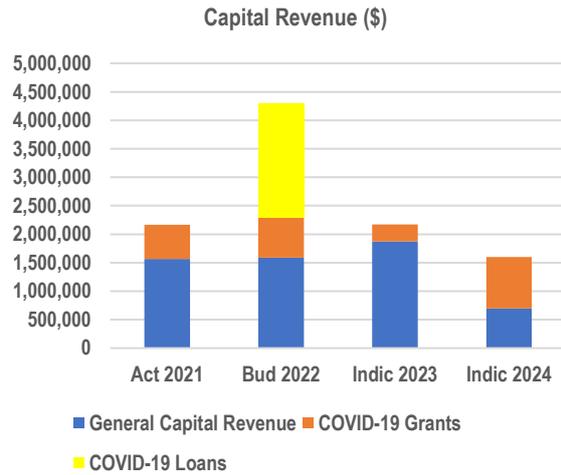
Operating Revenue

A summary of operating revenue is shown below. Revenue associated with Flood Damage Repairs tend to significantly impact on Councils normal level of operations. At this stage the 2021/22 Budget has not included any revenue for rainfall events in the early part of 2021 which have been declared but actual amounts not yet known



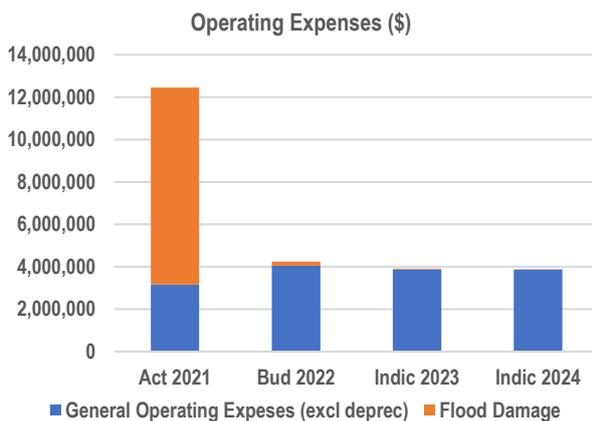
Capital Revenue

Elevated levels in 2021 to 2024 are as a result of additional government grants and Council loan related to COVID-19 related stimulus measures.



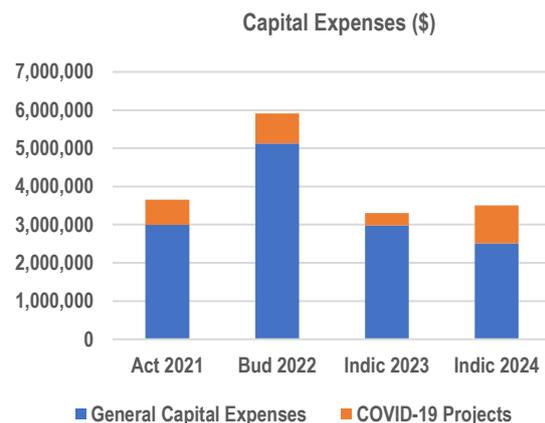
Operating Expenses

As shown although substantially funded, expenses associated with Flood Damage Repairs tend to significantly impact on Councils normal level of operations.



Capital Expenses

As shown elevated levels in 2021 to 2024 are mainly due to COVID-19 related stimulus measures.



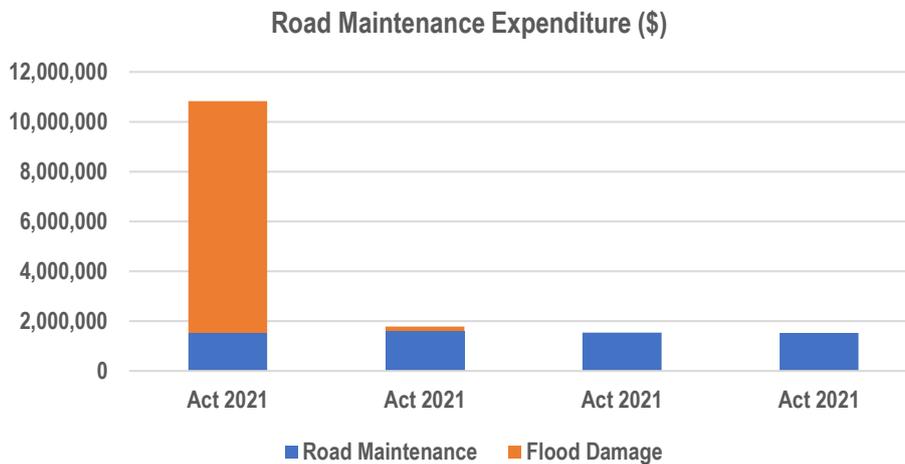
Rates

Budgeted rate revenue of \$532,000 is to be derived via the following differentials as approved by the Minster for Local Government.

Differential Rate Type	Rate in dollar cents	Min Payment (\$)
UV Pastoral	3.874	600
UV Mining	26.543	600
UV Exploration	9.618	600

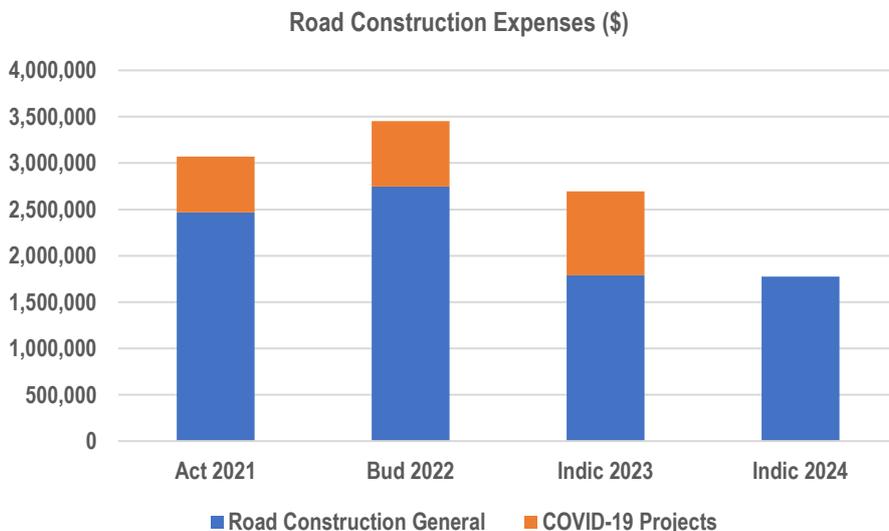
Road Maintenance

Expenditure levels are significantly affected by flood damage works which by and large are substantially funded. A summary of operating revenue is show below. Revenue associated with Flood Damage Repairs tend to significantly impact on Councils normal level of operations. At this stage the 2021/22 Budget has not included any Flood Damage expenditure, other than its own source contribution nor revenue for rainfall events in the early part of 2021 which have been declared but actual amounts are not yet known.



Roads Construction

A summary of Road construction expenses is show below. Slightly elevated levels in 2021 to 2023 are mainly due to COVID-19 related stimulus measures.

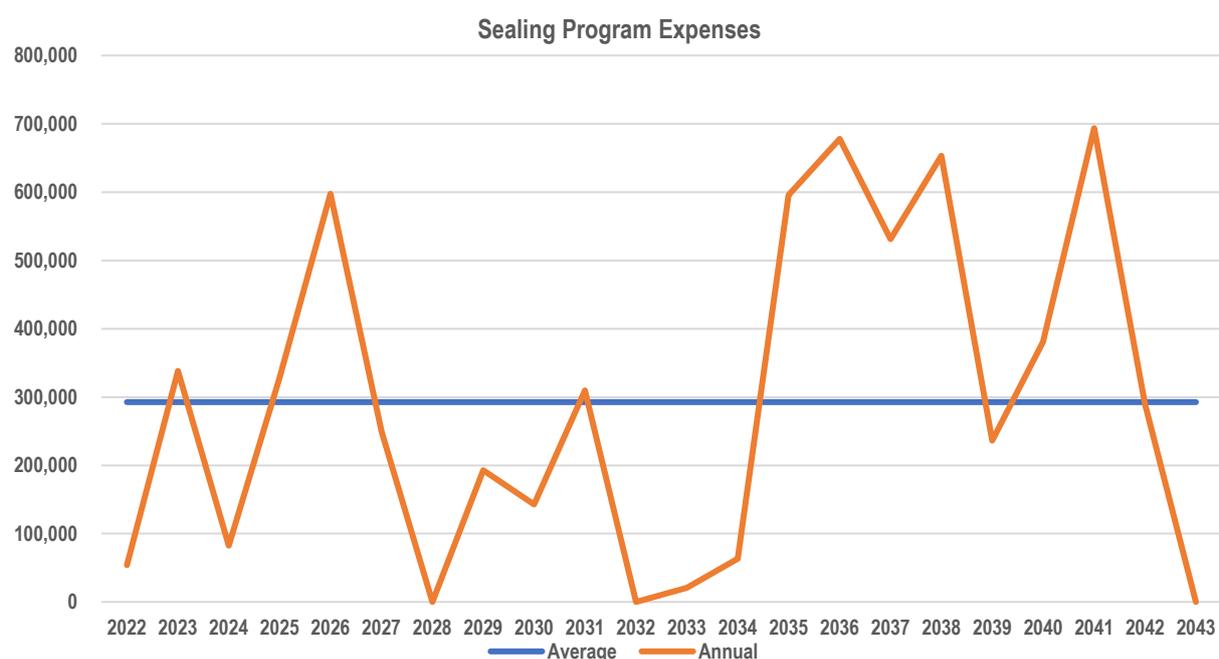


A complete list of Capital Works Projects for 2021/22 detailed under the Capital Works Section. Road Construction Projects which form part of an approved 3 year rolling program include the following:

Road	Details	Funding Source	SLK from	SLK to	Length km
Carnarvon-Mullewa	Reseal - Floodway	Council	84.71	84.79	0.08
Carnarvon-Mullewa	Reseal - Grid	Council	85.30	85.75	0.45
Carnarvon-Mullewa	Reseal - Grid	Council	96.76	96.80	0.04
Carnarvon-Mullewa	Reseal - Floodway	Council	99.18	99.25	0.07
Carnarvon-Mullewa	Reseal - Grid	Council	104.37	104.42	0.05
Carnarvon-Mullewa	Reseal - Grid	Council	114.16	114.21	0.05
Carnarvon-Mullewa	Reseal - Floodway	Council	118.80	118.92	0.12
Carnarvon-Mullewa	Reseal - Grid	Council	121.91	121.97	0.06
Carnarvon-Mullewa	Reseal - Grid	Council	135.10	135.15	0.05
Carnarvon-Mullewa	Reseal	Council	154.00	154.60	0.60
Bullardoo Home Access	Reseal	Council	0.00	0.14	0.14
Carnarvon-Mullewa	Bilung Creek Crossing Reconstruction	Council	1.80	1.97	0.17
Carnarvon-Mullewa	Pinegrove Seal Realignment	Roads to Recovery	266.00	266.52	0.52
Carnarvon-Mullewa	Pinegrove Seal two coat seal	Main Roads WA	266.00	266.52	0.52
Carnarvon-Mullewa	Reconstruct Resheet & Prep for Seal	Council	241.74	245.04	3.30
Carnarvon-Mullewa	Two Coat Sealing Works	Main Roads WA	241.74	245.04	3.30
Carnarvon-Mullewa	Reconstruct Resheet & Prep for Seal	Council	254.10	257.40	3.30
Carnarvon-Mullewa	Two Coat Sealing Works	LRCIP Phase 2	254.10	257.40	3.30
Carnarvon-Mullewa	Reconstruct Resheet & Prep for Seal	Council	257.40	261.91	4.51
Carnarvon-Mullewa	Two Coat Sealing Works	LRCIP Phase 2	257.40	261.91	4.51
Beringarra-Cue	Convert Seal to Gravel	Council Reserves			75.00

Roads Sealing

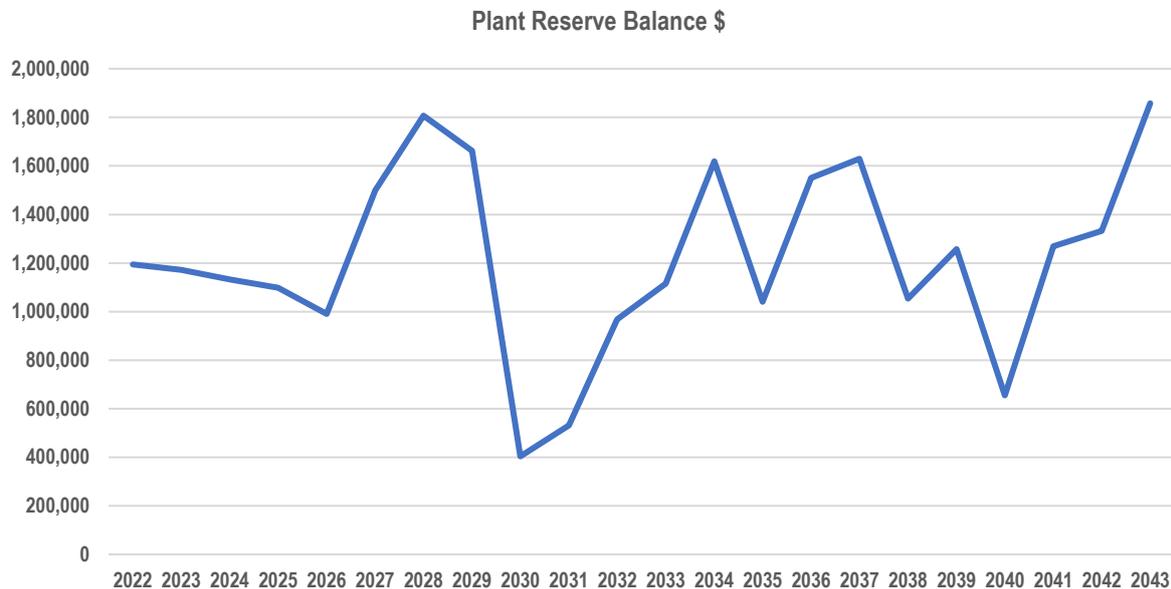
Councils long-term sealing program is regulatory updated. As indicated in the indicative summary below this shows that this program, including extension works can be adequately managed and funded over the long term.



Plant Replacement

Plant to be replaced includes scheduled replacement of an Isuzu 5 Tonne Truck plus a 2nd hand grid roller, tractor, flat deck and dolly. Total Gross Cost **\$455,000**.

As shown in summary below assuming a nominal allocation of \$600k per annum into the Reserve Plant Replacements can be funded over the long term through the Reserve.



Settlement Works

Council has finalised the 2021 Settlement Masterplan Report which includes a separate list of capital works projects as listed below in around the Murchison Settlement.

These projects identified below are listed in no priority order. Once detailed scoping and design has been completed and then works prioritised it is expected Council will work through the final priority list until the funding runs out.

A budget allocation amount of **\$1.30m** has been transferred into Reserves. Proj F is to proceed in 2021/22. Proj K is to be developed and scoped with additional funding to be sought.

PROJ A	Transportable Classroom
PROJ D	Community / Sports Centre Upgrade
PROJ E	Community Swimming Pool / Splash Pad
PROJ F	New -Caravan Park Ablution Block
PROJ H	New -Caravan Park 2 Ensuite Units
PROJ I	General Settlement Amenity Improvements
PROJ J	Playground Upgrade
PROJ K	Interpretive Centre

Loans

Budget provides for a roadworks loan of \$2.0m, and Solar Power loan of \$0.75m. Both were a carryover items from 2020/21. Loan repayments for the Solar Power Loan are anticipated to be substantially recovered through reduced diesel operating costs at the Murchison Powerhouse.

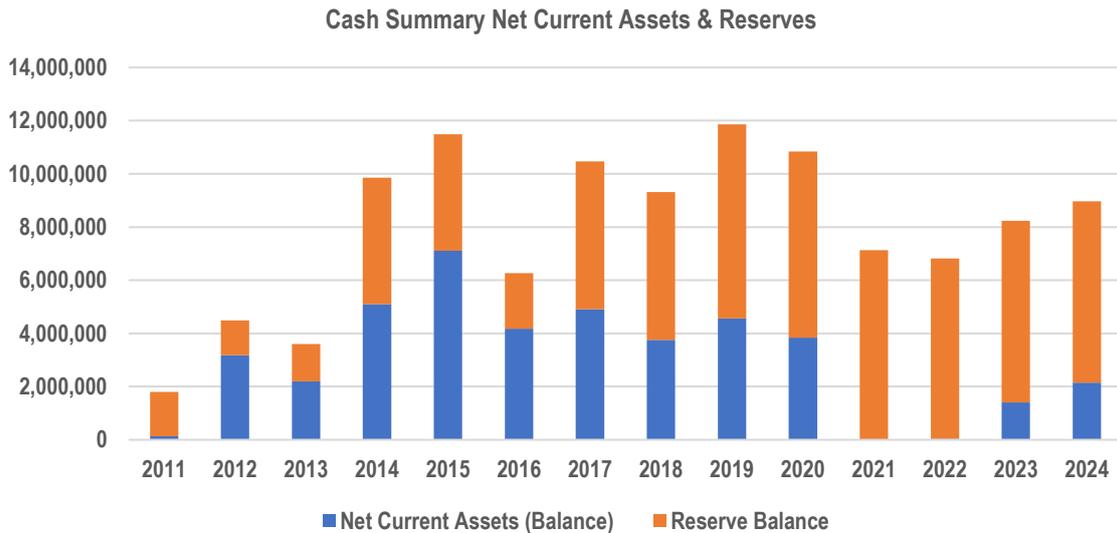
Budget Reserves Net Current Assets Summary

As previously outlined given the extent of capital works that will likely flow over several years detailed analysis was also undertaken of works anticipated over a 3-year period. This included estimating end of year financial positions as per what appears in the Annual Financial Statements so as to highlight the strong strategic approach that is being taken.

The Rate Setting Statement which is reported in the Annual Financials combines all operating and capital income and expenditure and then nets out any non-cash items to reveal the closing (cash) Net Current Assets. This effectively provides the Net Current Assets Position at the start and end of each year.

Also critical is the amount of restricted cash that is contained within Councils Reserves and which can be used to fund various projects.

The combined Budget Reserves Net Current Assets Indicative Cash Summary is a graphical representation of the summary of our Reserves (Restricted Cash) and Net Current Assets (Unrestricted Cash) is shown below.



As indicated the overall financial position during this COVID-19 period will remain sound with cashflow management important.

Summary

Overall, the 2021/22 Budget shows that this stage in the budget process that Council can responsibly support COVID-19 stimulus in the 2020/2021 Budget and still retain the Murchison Shire and Settlement in a sustainable position.

Other Supplementary Documents

Indicative 3-Year Rate Setting Statement
 Indicative 3-Year Reserve Transfers
 2021/22 Budget Schedules
 2021/22 Capital Works Program

2021/22 Statutory Budget

Copy Attached

Indicative 3-Year Rate Setting Statement	Actual 2021	Budget 2022	Indicative 2023	Indicative 2024
OPERATING ACTIVITIES BY REPORTING PROGRAM				
Net current assets at start of financial year - surplus/(deficit)	3,843,908	4,820	40,959	1,376,115
Revenue from operating activities				
Governance	13,375	12,000	12,000	12,000
General purpose funding	3,813,590	2,031,000	5,000,175	5,000,175
Law, order, public safety	19,368	20,000	20,000	20,000
Health	0	0	0	0
Education and welfare	0	0	0	0
Housing	0	0	0	0
Community amenities	270	300	300	300
Recreation and culture	7,561	7,610	7,610	7,610
Transport	6,173,300	1,413,934	232,699	232,699
Economic services	341,889	692,180	692,180	692,180
Other property and services	103,165	100,000	100,000	100,000
	10,472,517	4,277,024	6,064,964	6,064,964
Expenditure from operating activities				
Governance	(564,440)	(715,413)	(677,745)	(678,595)
General purpose funding	(41,362)	(89,319)	(42,535)	(42,535)
Law, order, public safety	(108,119)	(95,057)	(93,910)	(93,910)
Health	(43,314)	(56,962)	(55,371)	(55,521)
Education and welfare	(1,000)	(1,200)	(1,200)	(1,200)
Housing	(54,243)	(84,330)	(84,330)	(84,330)
Community amenities	(150,654)	(149,805)	(147,189)	(147,189)
Recreation and culture	(270,893)	(312,067)	(303,053)	(302,786)
Transport	(13,654,443)	(5,033,343)	(4,804,304)	(4,776,418)
Economic services	(967,554)	(1,377,082)	(1,414,239)	(1,413,042)
Other property and services	(0)	(17,363)	(1,600)	(1,600)
	(15,856,023)	(7,931,940)	(7,625,475)	(7,597,126)
Operating Activities excluded from budget				
(Profit) / Loss on disposal of assets	0	0	0	0
Loss on Disposal of assets	(8,725)	11,828	0	0
Other	0	0	0	0
Movement in employee benefit provisions (non-current)	49,217	0	0	0
Depreciation & amortisation of assets	3,360,979	3,680,437	3,679,987	3,679,987
Non-cash amounts excluded from operating activities	3,401,471	3,692,265	3,679,987	3,679,987
Amount attributable to operating activities	1,861,873	42,169	2,160,435	3,523,941
INVESTING ACTIVITIES				
Non-operating grants, subsidies and contributions	1,563,591	1,587,350	1,872,029	695,036
Proceeds from disposal of assets	0	47,000	100,000	140,000
Purchase land held for resale	0	0	0	0
Purchase investment property	0	0	0	0
Purchase property, plant and equipment	(1,117,537)	(1,142,639)	(1,113,000)	(820,000)
Purchase and construction of infrastructure	(2,621,373)	(3,987,926)	(1,864,189)	(1,688,725)
Amount attributable to investing activities	(2,175,319)	(3,496,215)	(1,005,160)	(1,673,689)
FINANCING ACTIVITIES				
Repayment of borrowings	(1,136)	(139,382)	(280,360)	(284,825)
Proceeds from new borrowings	0	2,750,000	0	0
Proceeds from self supporting loans	0	0	0	0
Transfers to cash backed reserves (restricted assets)	(567,064)	(1,653,800)	(653,800)	(653,800)
Transfers from cash backed reserves (restricted assets)	428,000	2,006,188	623,000	640,000
Amount attributable to financing activities	(140,200)	2,963,006	(311,160)	(298,625)
Surplus/ (deficit) before imposition of general rates	(453,646)	(491,041)	844,115	1,551,627
Amount raised from general rates	458,466	532,000	532,000	532,000
Surplus / (deficit) after imposition of rates	4,820	40,959	1,376,115	2,083,627

Indicative 3-year Reserves Transfers

Reserves	Actual 2021				Budget 2022				Indicative 2023				Indicative 2024			
	Opening Balance	Transfer To	Transfer From	Closing Balance	Opening Balance	Transfer To	Transfer From	Closing Balance	Opening Balance	Transfer To	Transfer From	Closing Balance	Opening Balance	Transfer To	Transfer From	Closing Balance
Leave Reserve	138,380	708	0	139,088	139,088	25,700	0	164,788	164,788	25,700	0	190,488	190,488	25,700	0	216,188
Plant Replacement	1,433,553	51,204	(112,000)	1,372,757	1,372,757	300,000	(478,000)	1,194,757	1,194,757	600,000	(623,000)	1,171,757	1,171,757	600,000	(640,000)	1,131,757
Buildings	512,797	2,626	(16,000)	499,422	499,422	2,700	(11,000)	491,122	491,122	2,700	0	493,822	493,822	2,700	0	496,522
Berrigarra-Cue Road	3,430,426	23,880	0	3,454,306	3,454,306	24,000	(767,188)	2,711,118	2,711,118	24,000	0	2,735,118	2,735,118	24,000	0	2,759,118
Cue Road Reserves	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Transaction Centre	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Ballinyoo Bridge	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
CSIRO Beringarra - Pindar Road	175,053	896	0	175,949	175,949	900	0	176,849	176,849	900	0	177,749	177,749	900	0	178,649
Flood Damage Repairs	255,504	465	(150,000)	105,969	105,969	500	0	106,469	106,469	500	0	106,969	106,969	500	0	107,469
Settlement Buildings and Facilities	669,208	3,427	(150,000)	522,634	522,634	1,300,000	(350,000)	1,472,634	1,472,634	0	0	1,472,634	1,472,634	0	0	1,472,634
Assets-Rehabilitation Reserve	375,000	483,858	0	858,858	858,858	0	(400,000)	458,858	458,858	0	0	458,858	458,858	0	0	458,858
Totals	6,989,919	567,064	(428,000)	7,128,983	7,128,983	1,653,800	(2,006,188)	6,776,595	6,776,595	653,800	(623,000)	6,807,395	6,807,395	653,800	(640,000)	6,821,195

Murchison Shire 2021/22 Budget Schedules

COA	Description	Budget 2022 \$	Actual 2021 \$	Class
GENERAL PURPOSE FUNDING				
Schedule 03				
Sub Program 031, 032				
General Rates				
03103	General Rates Levied	(532,000)	(458,466)	Op Rev
03105	Penalty Interest Raised on Rates	(8,000)	(13,200)	Op Rev
03109	Rates Administration Fee Received	(500)		Op Rev
03106	Rates Written-off	50,000	9,075	Op Exp
03104	Ex-Gratia Rates Received			Op Rev
03111	Legal Fees Reimbursed			Op Rev
Operating Rates Section				
03100	ABC Expenses - Rate Revenue	37,769	30,744	Op Exp
03102	Valuation Expenses and Title Searches Expense	1,550	1,543	Op Exp
03107	Back Rates Levied			Op Rev
03108	Installment Interest Received			Op Rev
03110	Pens Deferred Rates Interest Grant			Op Rev
03101	Rate Notice Stationery expense			Op Exp
Other General Purpose Income				
03201	Grants Commission Grant Received - General	(1,470,000)	(2,847,488)	Op Rev
03202	Grants Commission Grant Received- Roads	(500,000)	(910,121)	Op Rev
03203	Grants Commission Grants Received - Special			Op Rev
03204	Interest Received - Municipal	(13,000)	(12,774)	Op Rev
03206	Interest Received - Reserve - Op Inc	(39,500)	(30,006)	Op Rev
03207	Interest Received - Other (Not Reserves) - Op Inc			Op Rev
03205	Other General Purpose funding received			Op Rev
03200	Expenses relating to Other General Purpose Funding			
Capital				
Furniture and Equipment				
General Purpose Funding		(2,473,681)	(4,230,694)	

Murchison Shire 2021/22 Budget Schedules

COA	Description	Budget 2022 \$	Actual 2021 \$	Class
GOVERNANCE MEMBERS OF COUNCIL				
Schedule 04				
Sub Program 041, 042				
Operating				
04100	Members Travelling Expenses paid	15,000	12,473	Op Exp
04101	Members Conference Expenses	15,000		Op Exp
04103	President's Allowance paid	13,000	12,032	Op Exp
04107	Deputy President's Allowance paid	5,500	5,015	Op Exp
04109	Members Sitting Fees Paid	60,000	59,218	Op Exp
04105	Members - Insurance	1,425	925	Op Exp
04108	Members Communications	6,500	6,408	Op Exp
04106	Members - Subscriptions, Donations	18,910	3,725	Op Exp
04104	Members Refreshments & Receptions Expense	5,000	2,310	Op Exp
04111	Training Expenses of Members	5,000		Op Exp
04115	President's Mobile Phone			Op Exp
04117	Members IT Expenses			Op Exp
04102	Council Election Expenses	4,000		Op Exp
04118	Other Members Expenses	4,750	4,674	Op Exp
04110	Civic Receptions Expense	4,000	1,968	Op Exp
04112	Maintenance - Council Chambers	1,000	897	Op Exp
04113	ABC Expenses - Members	155,614	126,667	Op Exp
04119	Housing Costs Members - GEN	13,013		Op Exp
04203	Other General Governance Expenses	5,626		Op Exp
04200	ABC Expenses - Other Governance	336,970	274,289	Op Exp
04204	Housing Costs Members - GEN	28,455		Op Exp
04150	Income for Members Reimbursements			Op Rev
Capital				
04116	Cap-Ex- Purchase Furniture & Equipment	15,000		Cap Exp
	Purchase of Plant and Equipment			
	Sal of Plant and Equipmenmt			
Governance Members of Council		713,763	510,600	

Murchison Shire 2021/22 Budget Schedules

COA	Description	Budget 2022 \$	Actual 2021 \$	Class
ADMINISTRATION				
Schedule 04				
Sub Program 145				
Operating				
14500	General Office and Administration Expenses	61,900	19,892	Op Exp
14501	Administration Office	41,626	52,966	Op Exp
14518	Salaries - Administration	477,610	419,021	Op Exp
14520	Superannuation	65,600	63,736	Op Exp
14511	Staff Uniform - Admin	2,000		Op Exp
14519	Staff Appointment Expenses	16,000	6,552	Op Exp
14502	Workers Compensation Premiums- Administration	6,370	9,057	Op Exp
14509	Fringe Benefits Tax - Admin	40,000	7,743	Op Exp
14507	Training/Conference Expenses - Admin	7,000	1,782	Op Exp
14505	Travel & Accommodation - Admin	3,000	1,519	Op Exp
14504	Telecommunications - Admin	23,000	36,390	Op Exp
14503	IT Expense	60,000	48,990	Op Exp
14517	Insurance - Administration	47,365	26,061	Op Exp
14521	Audit Fees	73,200		Op Exp
14522	Consultancy Fees	9,000	4,825	Op Exp
14523	Remote Accounting Charges	49,000	46,680	Op Exp
14524	Subscriptions	4,750	29,551	Op Exp
14508	Printing & Stationery - Admin	9,000	6,796	Op Exp
14527	Vehicle Expenses Administration	25,350	19,318	Op Exp
14506	Legal Expenses Administration	15,000	12,728	Op Exp
14510	Depreciation - Admin	30,236	26,313	Dep
14552	Housing Costs Allocated to Administration			
14550	ABC Cost Allocated to Works & Services	(1,055,008)	(824,240)	Op Exp
14512	Income relating to Administration	(12,000)	(13,375)	Op Rev
Capital				
14551	Transfer to Reserves - Staff Leave Entitlements	25,700	708	Trans to Res
14515	Cap Ex - Purchase Buildings & Improvements - Administration	11,000	17,290	Cap Exp
14561	Cap-Ex - Purchase Furn & Equipment - Admin	10,000		Cap Exp
14565	Administration Vehicles Capital	70,000		Cap Exp
14525	Loss on Sale of Assets - Admin Plant Purchases	4,650		Op Exp
14526	Proceeds Sale of Assets - Administration	(25,000)		Cap Rev
14572	Transfer from Plant Reserve	(45,000)		
09161	Cap Inc - Transfer from Reserves - Buildings	(11,000)	(16,000)	Trans from Res
Administration		40,350	4,302	

Murchison Shire 2021/22 Budget Schedules

COA	Description	Budget 2022 \$	Actual 2021 \$	Class
FIRE PREVENTION				
Schedule 05				
Sub Program 051				
Operating				
05101	Insurance - Fire Prevention	2,645	2,808	Op Exp
05105	Vehicle Expenses - Fire Prevention	7,000	6,913	Op Exp
05106	Equipment & Consumables - Fire Prevention	2,000	12,508	Op Exp
05107	Other Fire Prevention Expenses			Op Exp
05100	ABC Expenses - Fire Prevention	12,238	9,962	Op Exp
05108	Depreciation - Fire Prevention	34,146	44,546	Op Exp
05121	Grant Revenue - Fire Prevention	(2,000)	(8,320)	Cap Rev
05102	Income Relating to Fire Prevention	(19,500)	(19,318)	Op Rev
Capital				
05103	Cap-Ex - Purchase Buildings & Improvements - Fire Prevention			Cap Exp
05104	Cap-Ex - Purchase Plant - Fire Prevention			Op Exp
Fire Prevention		36,529	49,099	
ANIMAL CONTROL				
Schedule 05				
Sub Program 052				
Operating				
05200	Expenses Relating to Animal Control	12,000	9,750	Op Exp
05202	Dog Registration Fee Income	(500)	(50)	Op Rev
Animal Control		11,500	9,700	

Murchison Shire 2021/22 Budget Schedules

COA	Description	Budget 2022 \$	Actual 2021 \$	Class
LAW ORDER & PUBLIC SAFETY				
Schedule 05				
Sub Program 053				
Operating				
05307	CESM Program Expenses	13,000	12,648	Op Exp
05309	Covid-19 Pandemic Expenses		(806)	Op Exp
05308	AWARE Program Expenses			Op Exp
05310	ABC Expenses - Other Law, Order & Public Safety	12,027	9,790	
Capital				
Law Order & Public Safety		25,027	21,632	
HEALTH				
Schedule 07				
Sub Program 074, 075, 076, 077				
Operating				
Preventative Services - Administration & Inspection				
07400	Expenses Relating to Preventative Services - Administration &	8,500	7,948	Op Exp
07404	Analytical Expenses	500	180	Op Exp
07406	ABC Expenses - Preventative Services - Administration & Inspe	10,972	8,931	Op Exp
Preventative Services - Pest Control Income				
07500	Expenses Relating to Preventative Services - Pest Control	1,000		Op Exp
07503	ABC Expenses - Pest Control	10,972	8,931	Op Exp
07401	Income Relating to Preventative Services - Administration &			Op Rev
Other Health				
07700	Medical Centre Expenses	5,500		Op Exp
07701	Donation RFDS	3,000	3,000	Op Exp
07702	Maintain Patient Transfer Vehicle	2,200	2,185	Op Exp
07705	ABC Expenses - Other Health	11,711	9,532	Op Exp
07706	Depreciation Ambulance Centre	2,607	2,607	Op Exp
07703	Income Relating to Other Health			OpRev
Capital				
07704	Cap-Ex - Purchase Furniture & Equipment - Other Health			Cap Rev
	Sale of Plant & Equipment			Cap Rev
Health		56,962	43,314	

Murchison Shire 2021/22 Budget Schedules

COA	Description	Budget 2022 \$	Actual 2021 \$	Class
EDUCATION & WELFARE				
Schedule 08				
Sub Program 080				
Operating				
Education & Welfare				
08002	ABC Expenses - Education & Welfare			Op Exp
08003	School of the Air Expenses	200		Op Exp
Care of Families & Children				
08000	Expenses Education & Welfare	1,000		Op Exp
Capital				
Education & Welfare				
		1,200	0	
HOUSING				
Schedule 09				
Sub Program 091				
Operating				
091M0	Maintenance Staff Housing	193,932	241,144	Op Exp
09113	Staff Housing Costs Reallocated	(193,932)	(200,433)	Op Exp
09148	Depreciation - Staff Housing	84,330	54,243	Op Exp
Other				
Capital				
09134	Cap-Ex - Buildings & Improvements - Staff Housing	95,000	623,240	Cap Exp
09151	Transfer to Reserves - Buildings	2,700	2,626	Trans to Res
Housing		182,030	720,820	

Murchison Shire 2021/22 Budget Schedules

COA	Description	Budget 2022 \$	Actual 2021 \$	Class
REFUSE REMOVAL TIPSITES & SEWERAGE				
Schedule 10				
Sun Program 101, 102, 103				
Operating				
Sanitation Household Refuse Removal				
10100	Expenses Relating To Sanitation - Household Refuse	17,060	19,627	Op Exp
10103	Tip Maintenance Costs	465	317	Op Exp
10105	ABC Expenses - Sanitation - Household Refuse	12,344	10,048	Op Exp
10101	Income Relating to Sanitation - Household Refuse			
Sewerage				
10300	Expenses Relating To Sewerage	691	2,834	Op Exp
10303	ABC Expenses - Sewerage	7,491	6,097	Op Exp
Capital				
10104	Cap-Ex-Other Buildings & Equipment - Sanitation - Household Refuse	50,000		Cap Exp
Refuse Removal Tipsites & Sewerage		88,050	38,922	
PROTECTION OF ENVIRONMENT				
Schedule 10				
Sub Program 105				
Operating				
10500	Protection Of Environment - General expenses	21,561	15,895	Op Exp
10510	Donation to CRBA	10,000	15,000	Op Exp
10503	ABC Expenses - Protection of Environment	10,972	8,931	Op Exp
10501	Income Relating to Protection Of Environment			
Protection of Environment		42,533	39,826	

Murchison Shire 2021/22 Budget Schedules

COA	Description	Budget 2022 \$	Actual 2021 \$	Class
TOWN PLANNING & OTHER COMMUNITY AMENITIES				
Schedule 10				
Sub Program 106, 107				
Operating				
Town Planning				
10600	Expenses Relating to Town Planning & Regional Development	1,000		Op Exp
10604	ABC Expenses - Town Planning & Regional Development Town Planning & Regional Development Expenses	10,972	8,931	Op Exp
Other Community Amenities				
10704	Maintenance - Public Conveniences	12,727	9,348	Op Exp
10705	Maintenance - Cemetery	3,441	550	Op Exp
10700	Expenses Relating to Other Community Amenities	24,623	23,358	Op Exp
10701	Income Relating to Other Community Amenities	(300)	(270)	
Capital				
10702	Cap-Ex - Purchase Buildings & Imp - Other Recreation & Sport			Cap Exp
10703	Cap-Ex - Purchase Plant & Equipment - Other Community			Cap Exp
10770	Cap-Ex - Other Buildings & Imp - Other Community Amenities	30,000		Cap Exp
10771	Cap-Ex - Other Buildings & Imp - Other Community Amenities			Cap Exp
Town Planning & Other Community Amenities		98,921	55,313	

Murchison Shire 2021/22 Budget Schedules

COA	Description	Budget 2022 \$	Actual 2021 \$	Class
OTHER RECREATION & SPORT				
Schedule 11				
Sub program 113				
Operating				
11304	Maintenance - Parks and Reserves	63,995	68,150	Op Exp
11305	Maintenance - Murchison Sports Club	45,206	38,358	Op Exp
11306	Maintenance - Polocrosse fields	18,284	8,046	Op Exp
11307	Maintenance - Sports Toilet Block - Op Exp	4,812	1,523	Op Exp
11308	Insurance - Other Recreation & Sport	430	1,607	Op Exp
11309	Arborist expenses - Parks and Reserves	15,000	14,193	Op Exp
11310	Other Expenses Other Recreation & Sport	2,500		Op Exp
11318	Depreciation - Other Recreation and Sport	46,622	46,621	
11300	ABC Expenses - Other Recreation & Sport	16,142	13,139	Op Exp
11301	Income Relating to Other Recreation & Sport	(750)	(1,089)	Op Rev
11312	Grant - Regional Grant Scheme			Op Rev
Capital				
11302	Cap-Ex - Purchase Buildings & Imp - Other Recreation & Sport			Cap Exp
11303	Cap-Ex - Purchase Furniture & Equipment - Other Recreation			Cap Exp
11370	Cap-Ex - Equestrian Stabling Centre - Buildings &			Cap Exp
11311	Other Recreation & Sport Capital Grants			
11347	Loss on Sale of Assets - Other Rec & Sport - Op Exp			Op Rev
11367	Profit on Sale of Assets - Other Rec & Sport - Op Exp			Op Rev
Other Recreation & Sport		212,240	190,548	

Murchison Shire 2021/22 Budget Schedules

COA	Description	Budget 2022 \$	Actual 2021 \$	Class
OTHER CULTURE				
Schedule 11				
Sub Program 114, 115, 116				
Operating				
11400	Expenses Relating to Television and Rebroadcasting	16,750	17,235	Cap Exp
11404	ABC Expenses - Television and Rebroadcasting	10,234	8,330	Cap Exp
11500	Expenses Relating to Libraries	1,500	1,282	Op Exp
11600	Expenses Relating to Other Culture	14,500	485	Op Exp
11602	Maintenance - Museum	4,347	4,004	Op Exp
11604	Maintenance - Museum Cottage	11,807	11,025	Op Exp
11606	ABC Expenses - Other Culture	17,724	14,427	Op Exp
11611	Housing Costs Other Cult - GEN	2,970		Op Exp
11610	Depreciation - Other Culture	19,205	18,066	Op Exp
11401	Income Relating to Television and Rebroadcasting	(5,460)		Op Exp
11601	Income Relating to Other Culture	(1,400)	(2,272)	Op Rev
Capital				
11402	Cap-Ex - Purchase Buildings & Improvements - Television and			Cap Exp
11403	Cap-Ex - Purchase Furniture & Equipment - Television and			Cap Exp
11607	CapEx - Purchase Buildings & Improvements - Other Culture		18,985	Op Exp
Other Culture		92,177	91,567	

Murchison Shire 2021/22 Budget Schedules

COA	Description	Budget 2022 \$	Actual 2021 \$	Class
CONSTRUCTION ROADS FOOTPATHS DRAINS BRIDGES				
Schedule 12				
Sub Program 121, 123				
Capital Roads				
12101	Cap-Ex - Roads Construction	216,838	908,091	
12103	Cap-Ex - MRWA Project Construction	278,667	668,569	Cap Exp
12104	Cap-Ex - Roads to Recovery Construction	690,000	369,649	Cap Exp
12105	Cap-Ex - Blackspot funding Construction			Cap Exp
12113	Cap-Ex - Local Roads Community Infrastructure Program	707,113		Cap Exp
12180	Cap-Ex - Roads Construction - Road Contributions	767,188		Cap Exp
12106	Cap-Ex - Bridges Construction			Cap Exp
12108	Cap-Ex - Grids	140,000		Cap Exp
12107	Cap-Ex - Road Drainage Construction			Cap Exp
12109	Cap-Ex - Purchase Buildings & Imp - Roads, Bridges, Depot	15,000	13,774	Cap Exp
12151	Transfer to Reserves - Berrigarra - Cue Road reinstatement	24,000	23,880	Trans to Res
12153	Transfer to Reserves - Road Assets Rehabilitation Reserve		483,858	Trans to Res
12213	Grant - MRWA Specific	(278,667)	(213,333)	Cap Rev
12216	Grant - Roads to Recovery	(565,000)	(739,482)	Cap Rev
12217	Grant - MRWA Blackspot			Cap Rev
12238	Grant - Local Roads & Community Infrastructure Program	(707,113)	(602,456)	Cap Rev
12167	Loan Proceeds from Treasury - Roadworks	(2,000,000)		Loan
12131	Cap Inc - Transfer from Reserves - Berrigarra-Cue Rd	(767,188)		Trans from Res
12133	Cap Inc - Transfer from Reserves - Assets Rehabilitation	(400,000)		Trans from Res
12117	Repay Treasury Loan COVID-19	93,061		Loan Rep
Road Plant Purchases				
12302	Cap-Ex - Purchase Major Plant & Equipment - Road Plant	455,000	32,317	Cap Exp
12313	New Works Caravan		100,353	
12303	Cap-Ex - Purchase Minor Plant & Equipment - Plant Purchases			Cap Exp
12347	Loss on Sale of Assets - Rd Plant Purch - Op Exp	7,178		Cap Exp
12367	Profit on Sale of Assets - Rd Plant Purch - Op Inc			Cap Exp
12369	Proceeds Sale of Assets Road Plant Purch -Cap Inc			Cap Exp
12361	Cap-Ex - Principal repayment - Loan - Plant	1,176	1,138	Loan Rep
12398	Sale of Assets - Road Plant Purchases	(22,000)		
12321	Cap Inc - Transfer from Reserves - Plant Replacement	(478,000)	(112,000)	Trans from Res
12305	Transfer to Reserves - Plant Replacement	300,000	51,204	Trans to Res
Construction Roads Footpaths Drains Bridges Depot		(1,522,746)	985,561	

Murchison Shire 2021/22 Budget Schedules

COA	Description	Budget 2022 \$	Actual 2021 \$	Class
MAINTENANCE ROADS FOOTPATHS DRAINS BRIDGES DEPOT				
Schedule 12				
Sub Program 122				
Operating				
12202	Street Lighting Maintenance - Op Exp	750		Op Exp
12206	Traffic Signs Maintenance	26,499	16,039	Op Exp
12207	Bridges Maintenance	14,000	14,082	Op Exp
12223	Maintenance/Improvements - Grids	74,513	62,318	Op Exp
12208	Rehab Gravel Pits	80,000		Op Exp
12210	Bunding of old Roads	80,332	80,375	Op Exp
12203	Maintenance - General	930,595	906,191	Op Exp
12205	Maintenance - Heavy Road	450,000	399,173	Op Exp
12209	Maintenance - CSIRO Beringarra-Pindar Road			Op Exp
12235	Flood Damage Works	180,925	385,454	Op Exp
12229	Flood Damage April 2019		8,909,660	Op Exp
12242	Administration Expenses - Streets, Roads, Bridges & Depot	26,000		Op Exp
12204	Maintenance - Depot	44,204	49,533	Op Exp
12200	Depreciation Expense - Streets, Roads, Bridges & Depot	2,868,354	2,592,381	Dep
12241	ABC Expenses - Streets, Roads, Bridges & Depot Maintenance	108,244	88,109	Op Exp
12243	Housing Costs Road Maint - GEN	10,587		Op Exp
12227	Loan Interest Payable	8,030	690	Op Exp
12212	Grant - MRWA Direct	(231,299)	(218,380)	Op Rev
12219	Grant - Wandrra Flood Damage	(1,181,235)	(5,953,583)	Op Rev
12218	Contribution - CSIRO			Cap Rev
12220	Income Relating to Transport	(1,400)	(1,338)	Op Rev
12239	CSIRO Contribution Beringarra / Pindar Roads			Op Rev
12251	Transfer to Reserves - Flood Damage Repairs	500	465	Trans to Res
12252	Transfer to Reserves - Beringarra - Pindar Rd - CSIRO	900	896	Trans to Res
12231	Cap Inc - Transfer from Reserves - Flood Damage Repairs		(150,000)	Trans from Res
Maintenance Roads Footpaths Drains Bridges Depot		3,490,498	7,182,067	

Murchison Shire 2021/22 Budget Schedules

COA	Description	Budget 2022 \$	Actual 2021 \$	Class
AIRPORT				
Schedule 12				
Sub Program 126				
Operating				
12604	Airport Maintenance	7,729	8,461	Op Exp
12605	ABC Expenses - Aerodromes	5,064	4,122	Op Exp
12608	Depreciation Airstrip	110,340	108,568	Op Exp
Capital				
12602	Cap-Ex - Purchase Furniture & Equipment - Aerodromes			
12603	Cap-Ex - Purchase Plant & Equipment - Aerodromes			
12670	Cap-Ex - Other Buildings & Improvements - Airport	53,120	19,491	
12601	Grant Income - Aerodromes	(34,570)		Op Rev
Airport		141,684	140,641	

Murchison Shire 2021/22 Budget Schedules

COA	Description	Budget 2022 \$	Actual 2021 \$	Class
OTHER ECONOMIC SERVICES				
Schedule 13				
Sub Program 136				
Operating				
Rural Services				
13100	Expenses Relating to Rural Services			
13101	Vermin Control	13,000	10,696	Op Exp
13102	Ammunition Expenditure	1,000	763	Op Exp
13103	ABC Expenses - Rural Services	10,972	8,931	Op Exp
13105	Rural Services Income	(1,200)	(757)	Op Rev
Other Economic Services				
13601	Settlement Water Supply	29,346	3,585	Op Exp
13602	Settlement Power Generation	242,311	238,895	Op Exp
13603	Settlement Freight Service	94,781	90,856	Op Exp
13641	Expenses Relating to Other Economic Services	47,850		Op Exp
13650	Interest Loan 3 Power Grid	3,710		Op Exp
13648	Depreciation - Other Economic Services	19,740	45,805	Dep
13607	Income Relating to Other Economic Services	(300)	(395)	Op Rev
Capital				
13612	Transfer to Reserves - Settlement Buildings and Facilities	1,300,000	3,427	Trans to Res
13616	Cap-Ex - Purchase Major Plant - Other Economic Services		193,099	Cap Exp
13617	Cap-Ex - Other Buildings & Improvements - Other Economic Services		65,277	Cap Exp
13657	Utility Infrastructure	1,100,000		Cap Exp
13643	Repay Treasury Loan Micro Grid Power	45,145		Op Exp
13653	Loan Proceeds from Treasury - Micro Grid Power	(750,000)		
Other Economic Services		2,156,354	660,183	

Murchison Shire 2021/22 Budget Schedules

COA	Description	Budget 2022 \$	Actual 2021 \$	Class
RURAL SERVICES TOURISM ECONOMIC SERVICES				
Schedule 13				
Sub Program 132, 136				
Tourism & Area Promotion				
13655	Tourism General Expenses	80,200	21,773	Op Exp
13207	ABC Expenses - Tourism & Area Promotion	21,417	17,433	Op Exp
13201	Income Relating to Tourism & Area Promotion			Op Rev
Roadhouse Ongoing Operations				
13619	Roadhouse Business Expenses	375,826	63,550	Op Exp
13640	Roadhouse Buildings & Surrounds Mtce	34,645	21,118	Op Exp
13620	Cabins/Caravan Park	38,813	17,855	Op Exp
13605	Roadhouse Fuel Purchases	260,000	242,508	Op Exp
13606	Roadhouse Fuel Expenses	6,500	13,309	Op Exp
13649	Depreciation - Roadhouse	35,201	5,832	Dep
13200	Deprec - Caravan Park Assets GEN	16,274	11,273	Op Exp
13600	ABC Expenses - Other Economic Services	36,925	30,057	Op Exp
13656	Housing Costs R'House - GEN	8,571		Op Exp
13654	Roadhouse Accommodation & Camping Fees	(178,700)	(25,676)	Op Rev
13618	Roadhouse Operational Income	(215,980)	(30,920)	Op Rev
13608	Roadhouse Fuel Sales	(296,000)	(284,140)	Op Rev
Roadhouse Old Accounts				
13604	Roadhouse General Expenses		121,823	Op Exp
Capital				
13610	Cap-Ex - Purchase Furniture & Equipment - Other Economic Se	34,987		Cap Exp
13202	Cap-Ex - Purchase Furniture & Equipment - Tourism & Area	29,500		Cap Exp
13203	Cap-Ex - Purchase Buildings & Imp - Tourism & Area Promotion	407,152	65,277	Cap Exp
13622	Cap Inc - Transfer from Reserves - Settlement Facilities	(350,000)	(150,000)	Trans from Res
Rural Services Tourism Economic Services Private Works		345,331	141,071	

Murchison Shire 2021/22 Budget Schedules

COA	Description	Budget 2022 \$	Actual 2021 \$	Class
PUBLIC WORKS OVERHEADS				
Schedule 14				
Sub Program 142				
Operating				
14205	Depot Office - Works Salaries & Wages	156,090	141,060	Op Exp
14217	Superannuation - Public Works Overheads	149,600	130,751	Op Exp
14202	Sick Leave Expense	36,282	32,861	Op Exp
14203	Annual & Long Service Leave Works Expense	80,235	61,449	Op Exp
14214	Public Holidays - Works	43,539	32,053	Op Exp
14213	TOIL - Works		4,847	Op Exp
14212	Staff Training/Meetings/OSH	21,916	17,762	Op Exp
14204	Protective Clothing - Outside Staff	6,000	2,037	Op Exp
14216	Housing Costs Allocated to Works	107,071	194,993	Op Exp
14211	Camp Expenses	22,500	1,100	Op Exp
14200	Plant Expenses PWOH	30,529	10,973	Op Exp
14220	Insurance - Works	19,100	19,013	Op Exp
14206	Consultant Expenses - Works Program	4,600		Op Exp
14208	Expendable Stores Expense			Op Exp
14209	Workers Compensation Payments			Op Exp
14210	Workers Compensation Reimbursements			Op Exp
14201	Income Relating to Public Works Overheads		(8,534)	Op Exp
14207	ABCs Allocated to Works	(663,536)	(648,899)	Op Exp
Public Works Overheads		13,926	(8,534)	

Murchison Shire 2021/22 Budget Schedules

COA	Description	Budget 2022 \$	Actual 2021 \$	Class
PLANT OPERATION COSTS				
Schedule 14				
Sub Program 143				
Operating				
14303	Fuel & Oils	396,240	399,010	Op Exp
14304	Tyres and Tubes	22,931	22,931	Op Exp
14305	Parts & Repairs	239,700	252,146	Op Exp
14302	Insurance - Plant	34,720	42,326	Op Exp
14307	Licences - Plant	19,955	6,295	Op Exp
14306	Internal Repair Wages	87,616	90,717	Op Exp
14308	Depreciation - Plant	395,346	386,689	Dep
14312	Plant Expenses - Tools & Minor Equipment	12,000	10,778	Op Exp
14313	ABC Expenses - Plant Operation Costs	181,178	147,965	Op Exp
14311	Plant Costs Housing	23,525		Op Exp
14402	Purchase of Stock Materials			
14403	Stock Allocated to Works and Plant			
14310	Plant Depreciation Costs Allocated to Works			Op Exp
14221	Rebates and reimbursements - Plant			Op Exp
Sub Total		1,413,209	1,358,855	
Less				
14309	Plant Operation Costs Allocated to Works	(1,409,773)	(1,358,855)	Op Exp
14404	Diesel Fuel Rebate	(100,000)	(103,165)	Op Rev
14405	Sale of Stock			
Sub Total		(1,509,773)	(1,462,020)	
Plant Operation Costs		(96,564)	(103,165)	

Murchison Shire 2021/22 Budget Schedules

COA	Description	Budget 2022 \$	Actual 2021 \$	Class
	SALARIES & WAGES			
	Schedule 14			
	Sub Program 146			
	Operating			
14602	Gross Salaries & Wages	1,795,038	1,482,543	Op Exp
14603	Less Sal & Wages Allocated	(1,795,038)	(1,482,543)	Op Rev
	Salaries & Wages	0	0	
	UNCLASSIFIED			
	Schedule 14			
	Sub Program 147			
	Operating			
	Capital			
	Unclassified	0	0	

Murchison Shire 2021/22 Budget Capital Works

COA	Job	Description	Budget 2022 \$
Adminstration			
04116	CHFURN	Council Meeting Tables	15,000
14515	C14502	Capex Library Floor Upgrade	11,000
14561	C14231	Cap-Ex - Purchase Furn & Equipment - Admin	10,000
14565	14565	Adminstration Vehicles Capital	70,000
Housing			
09134	RN6KU	CapEx - Renovation 6 Kurara Way	95,000
Refuse Removal Tipsites & Sewerage			
10104	C14703	Cap-Ex-Other Buildings & Equipment - Sanitation - Household Refuse	50,000
Town Planning & Other Community Amenities			
10770	C14713	Cap Ex - Niche Wall For Settlement Cemetery	30,000
Construction Roads Footpaths Drains Bridges Depot			
12101	C12011	Road Sealing Program	171,839
12103	C12018	Capex Carnarvon Mullewa Road SLK 254.10 to SLK 257.40 Reconstruct Resheet Prep & Seal	278,667
12104	C14200	Capex -Carnarvon-Mullewa Rd SLK 0.0 Bilung Creek Crossing	690,000
12113	C12010	LRCIP Phase 2 Works	405,889
12113	C12013	LRCIP Phase 3 Works	301,223
12180	C12001	Capex - Beringarra-Cue Rd - Convert To Gravel	767,188
12108	CGR000	Capex Grids General	140,000
12109	12109	Cap-Ex - Purchase Buildings & Imp - Roads, Bridges, Depot	15,000
Road Plant Purchases			
12302	12302	Cap-Ex - Purchase Major Plant & Equipment - Road Plant Purchases	455,000
Airport			
12670	C12012	Capex General Airport Improvements	38,120
12670	C14705	Cap-Ex-Airport Lighting Upgrade - Own Source Funds	15,000
Other Economic Services			
13657	C14304	Capex - Provision Of Solar Power	900,000
13657	C14720	Improvements To drinking Water reticulation	200,000
13610	C14237	Roadhouse Coolroom/Freezer Room Combination	34,987
13202	C13013	Cap Ex Point of Sale System Roadhouse	22,000
13202	C13021	Capex - Washing Machines	7,500
13203	C13005	F Capex - New Caravan Park Ablution Block	350,000
13203	C13009	Capex - Three Accomodation Units New Veradah	27,500
13203	C13011	Capex - Roadhouse Business	29,652
Total Capital Works			5,130,565

murchisonshire

2021-22

Statutory Budget

SHIRE OF MURCHISON

BUDGET

FOR THE YEAR ENDED 30 JUNE 2022

LOCAL GOVERNMENT ACT 1995

TABLE OF CONTENTS

Statement of Comprehensive Income by Nature or Type	2
Basis of Preparation	3
Statement of Comprehensive Income by Program	4
Statement of Cash Flows	6
Rate Setting Statement	7
Index of Notes to the Budget	8

SHIRE'S VISION

Working together to preserve the unique character of the Shire, supporting diverse and sustainable lifestyle and economic opportunities.

SHIRE OF MURCHISON
STATEMENT OF COMPREHENSIVE INCOME
BY NATURE OR TYPE
FOR THE YEAR ENDED 30 JUNE 2022

	NOTE	2021/22 Budget	2020/21 Actual	2020/21 Budget
		\$	\$	\$
Revenue				
Rates	1(a)	532,000	458,466	465,397
Operating grants, subsidies and contributions	9(a)	3,514,494	4,098,472	1,997,228
Fees and charges	8	701,530	306,816	251,750
Interest earnings	12(a)	60,500	55,981	121,500
Other revenue	12(b)	500	6,011,248	8,762,929
		4,809,024	10,930,983	11,598,804
Expenses				
Employee costs		(1,458,351)	(1,433,390)	(1,310,475)
Materials and contracts		(2,399,276)	(10,739,812)	(12,841,441)
Depreciation on non-current assets	5	(3,680,437)	(3,360,979)	(3,227,546)
Interest expenses	12(d)	(11,740)	(690)	(567)
Insurance expenses		(161,408)	(150,817)	(159,668)
Other expenditure		(208,900)	(170,334)	(123,583)
		(7,920,112)	(15,856,022)	(17,663,280)
Subtotal				
		(3,111,088)	(4,925,039)	(6,064,476)
Non-operating grants, subsidies and contributions	9(b)	1,587,350	1,563,591	1,420,779
Loss on asset disposals	4(b)	(11,828)	0	(33,812)
		1,575,522	1,563,591	1,386,967
Net result				
		(1,535,566)	(3,361,448)	(4,677,509)
Other comprehensive income				
Changes on revaluation of non-current assets		0	0	0
Total other comprehensive income		0	0	0
Total comprehensive income				
		(1,535,566)	(3,361,448)	(4,677,509)

This statement is to be read in conjunction with the accompanying notes.

SHIRE OF MURCHISON

FOR THE YEAR ENDED 30 JUNE 2022

BASIS OF PREPARATION

The budget has been prepared in accordance with Australian Accounting Standards (as they apply to local governments and not-for-profit entities) and interpretations of the Australian Accounting Standards Board, and the *Local Government Act 1995* and accompanying regulations.

The *Local Government Act 1995* and accompanying Regulations take precedence over Australian Accounting Standards where they are inconsistent.

The *Local Government (Financial Management) Regulations 1996* specify that vested land is a right-of-use asset to be measured at cost. All right-of-use assets (other than vested improvements) under zero cost concessionary leases are measured at zero cost rather than at fair value. The exception is vested improvements on concessionary land leases such as roads, buildings or other infrastructure which continue to be reported at fair value, as opposed to the vested land which is measured at zero cost. The measurement of vested improvements at fair value is a departure from AASB 16 which would have required the Shire to measure any vested improvements at zero cost.

Accounting policies which have been adopted in the preparation of this budget have been consistently applied unless stated otherwise. Except for cash flow and rate setting information, the budget has been prepared on the accrual basis and is based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and liabilities.

THE LOCAL GOVERNMENT REPORTING ENTITY

All funds through which the Shire of Murchison controls resources to carry on its functions have been included in the financial statements forming part of this budget.

In the process of reporting on the local government as a single unit, all transactions and balances between those Funds (for example, loans and transfers between Funds) have been eliminated.

2020/21 ACTUAL BALANCES

Balances shown in this budget as 2020/21 Actual are estimates as forecast at the time of budget preparation and are subject to final adjustments.

CHANGE IN ACCOUNTING POLICIES

On the 1 July 2021 no new accounting policies are to be adopted and no new policies are expected to impact the annual budget.

KEY TERMS AND DEFINITIONS - NATURE OR TYPE

REVENUES

RATES

All rates levied under the *Local Government Act 1995*. Includes general, differential, specified area rates, minimum rates, interim rates, back rates, ex-gratia rates, less discounts and concessions offered. Exclude administration fees, interest on instalments, interest on arrears, service charges and sewerage rates.

SERVICE CHARGES

Service charges imposed under Division 6 of Part 6 of the *Local Government Act 1995*. Regulation 54 of the *Local Government (Financial Management) Regulations 1996* identifies these as television and radio broadcasting, underground electricity and neighbourhood surveillance services.

Excludes rubbish removal charges. Interest and other items of a similar nature received from bank and investment accounts, interest on rate instalments, interest on rate arrears and interest on debtors.

PROFIT ON ASSET DISPOSAL

Profit on the disposal of assets including gains on the disposal of long term investments. Losses are disclosed under the expenditure classifications.

REVENUES (CONTINUED)

OPERATING GRANTS, SUBSIDIES AND CONTRIBUTIONS

Refer to all amounts received as grants, subsidies and contributions that are not non-operating grants.

NON-OPERATING GRANTS, SUBSIDIES AND CONTRIBUTIONS

Amounts received specifically for the acquisition, construction of new or the upgrading of non-current assets paid to a local government, irrespective of whether these amounts are received as capital grants, subsidies, contributions or donations.

FEES AND CHARGES

Revenue (other than service charges) from the use of facilities and charges made for local government services, sewerage rates, rentals, hire charges, fee for service, photocopying charges, licences, sale of goods or information, fines, penalties and administration fees. Local governments may wish to disclose more detail such as rubbish collection fees, rental of property, fines and penalties, other fees and charges.

INTEREST EARNINGS

Interest and other items of a similar nature received from bank and investment accounts, interest on rate instalments, interest on rate arrears and interest on debtors.

OTHER REVENUE / INCOME

Other revenue, which can not be classified under the above headings, includes dividends, discounts, and rebates. Reimbursements and recoveries should be separated by note to ensure the correct calculation of ratios.

EXPENSES

EMPLOYEE COSTS

All costs associated with the employment of person such as salaries, wages, allowances, benefits such as vehicle and housing, superannuation, employment expenses, removal expenses, relocation expenses, worker's compensation insurance, training costs, conferences safety expenses, medical examinations, fringe benefit tax, etc.

MATERIALS AND CONTRACTS

All expenditures on materials, supplies and contracts not classified under other headings. These include supply of goods and materials, legal expenses, consultancy, maintenance agreements, communication expenses, advertising expenses, membership, periodicals, publications, hire expenses, rental, leases, postage and freight etc. Local governments may wish to disclose more detail such as contract services, consultancy, information technology, rental or lease expenditures.

UTILITIES (GAS, ELECTRICITY, WATER, ETC.)

Expenditures made to the respective agencies for the provision of power, gas or water. Exclude expenditures incurred for the reinstatement of roadwork on behalf of these agencies.

INSURANCE

All insurance other than worker's compensation and health benefit insurance included as a cost of employment.

LOSS ON ASSET DISPOSAL

Loss on the disposal of fixed assets includes loss on disposal of long term investments.

DEPRECIATION ON NON-CURRENT ASSETS

Depreciation and amortisation expense raised on all classes of assets.

INTEREST EXPENSES

Interest and other costs of finance paid, including costs of finance for loan debentures, overdraft accommodation and refinancing expenses.

OTHER EXPENDITURE

Statutory fees, taxes, provision for bad debts, member's fees or State taxes. Donations and subsidies made to community groups.

SHIRE OF MURCHISON
STATEMENT OF COMPREHENSIVE INCOME
BY PROGRAM
FOR THE YEAR ENDED 30 JUNE 2022

	NOTE	2021/22 Budget	2020/21 Actual	2020/21 Budget
Revenue	1,8,9(a),12(a),12(b)	\$	\$	\$
Governance		12,000	13,375	12,500
General purpose funding		2,563,000	4,272,056	2,340,281
Law, order, public safety		20,000	19,368	19,844
Housing		0	0	5,400
Community amenities		300	270	0
Recreation and culture		7,610	7,561	1,750
Transport		1,413,934	6,173,299	8,882,485
Economic services		692,180	341,889	242,000
Other property and services		100,000	103,165	94,544
		4,809,024	10,930,983	11,598,804
Expenses excluding finance costs	4(a),5,12(c)(e)			
Governance		(710,763)	(564,440)	(640,322)
General purpose funding		(89,319)	(41,362)	(40,322)
Law, order, public safety		(95,057)	(108,119)	(118,350)
Health		(56,962)	(43,314)	(53,840)
Education and welfare		(1,200)	(1,000)	0
Housing		(84,329)	(54,243)	(24,000)
Community amenities		(149,805)	(150,654)	(119,152)
Recreation and culture		(312,067)	(270,893)	(343,676)
Transport		(5,018,135)	(13,653,753)	(15,348,530)
Economic services		(1,373,372)	(967,554)	(974,521)
Other property and services		(17,363)	0	0
		(7,908,372)	(15,855,332)	(17,662,713)
Finance costs	6(a),12(d)			
Transport		(8,030)	(690)	(567)
Economic services		(3,710)	0	0
		(11,740)	(690)	(567)
Subtotal		(3,111,088)	(4,925,039)	(6,064,476)
Non-operating grants, subsidies and contributions	9(b)	1,587,350	1,563,591	1,420,779
(Loss) on disposal of assets	4(b)	(11,828)	0	(33,812)
		1,575,522	1,563,591	1,386,967
Net result		(1,535,566)	(3,361,448)	(4,677,509)
Other comprehensive income				
Changes on revaluation of non-current assets		0	0	0
Total other comprehensive income		0	0	0
Total comprehensive income		(1,535,566)	(3,361,448)	(4,677,509)

This statement is to be read in conjunction with the accompanying notes.

KEY TERMS AND DEFINITIONS - REPORTING PROGRAMS

In order to discharge its responsibilities to the community, Council has developed a set of operational and financial objectives. These objectives have been established both on an overall basis, reflected by the Shire's Community Vision, and for each of its broad activities/programs.

OBJECTIVE

ACTIVITIES

GOVERNANCE

To provide the decision-making framework to facilitate allocation of scarce resources.

Administration and operation of facilities and services to members of Council. Other costs that relate to the task of assisting elected members and electors on matters which do not concern specific council services.

GENERAL PURPOSE FUNDING

To collect revenue to allow for the provision of services.

Rates, general purpose government grants and interest revenue.

LAW, ORDER, PUBLIC SAFETY

To provide services to help ensure a safer and environmentally conscious community.

Supervision of various by-laws, fire prevention and animal control.

HEALTH

To provide an operational framework for environmental and community health.

Monitor health control standards within the community, provide support and assistance with airstrips to enable all residents access to the Royal Flying Doctor for regular and emergency health services.

EDUCATION AND WELFARE

To provide services to disadvantaged persons. The elderly, children and youth.

Support of education facilities within the Shire and of any external resources necessary to assist with the education programmes for all residents.

HOUSING

To provide and maintain staff housing.

Provision and maintenance of staff housing.

COMMUNITY AMENITIES

To provide services required by the community.

Maintain a refuse site for the settlement.

RECREATION AND CULTURE

To establish and effectively manage infrastructure and resources which will help the social well being of the community.

Provide a library and museum and operation thereof. Maintain recreation centre, sports field, parks, gardens and other recreational facilities.

TRANSPORT

To provide safe, effective and efficient transport services to the community.

Construction and maintenance of roads, drainage works and traffic signs. Maintenance of the settlement air-strip.

ECONOMIC SERVICES

To help promote the shire and its economic well being.

Building control, provision of power and water supplies. Supply and maintenance of television re-broadcasting installation. Provision of radio communication. Maintenance of caravan park. Vermin control and area promotion.

OTHER PROPERTY AND SERVICES

To monitor and control Shire's overheads operating accounts.

Private works operation, plant repair and operation costs.

SHIRE OF MURCHISON
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2022

	NOTE	2021/22 Budget	2020/21 Actual	2020/21 Budget
		\$	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts				
Rates		532,000	102,264	465,397
Operating grants, subsidies and contributions		3,206,172	4,444,079	2,228,169
Fees and charges		701,530	306,816	251,750
Interest received		60,500	55,981	121,500
Goods and services tax received		239,928	915,814	1,182,140
Other revenue		500	6,011,248	8,762,929
		4,740,630	11,836,202	13,011,885
Payments				
Employee costs		(1,458,351)	(1,365,244)	(1,310,475)
Materials and contracts		(2,399,276)	(10,479,030)	(12,937,672)
Interest expenses		(11,740)	(690)	(567)
Insurance paid		(161,408)	(150,817)	(159,668)
Goods and services tax paid		(239,928)	(1,047,903)	(1,182,140)
Other expenditure		(208,900)	(170,334)	(123,583)
		(4,479,603)	(13,214,018)	(15,714,105)
Net cash provided by (used in) operating activities	3	261,027	(1,377,816)	(2,702,220)
CASH FLOWS FROM INVESTING ACTIVITIES				
Payments for purchase of property, plant & equipment	4(a)	(1,142,639)	(1,117,537)	(2,922,028)
Payments for construction of infrastructure	4(a)	(3,987,926)	(2,621,373)	(2,332,530)
Non-operating grants, subsidies and contributions	9(b)	1,587,350	1,563,591	1,420,779
Proceeds from sale of plant and equipment	4(b)	47,000	0	30,000
Net cash provided by (used in) investing activities		(3,496,215)	(2,175,319)	(3,803,779)
CASH FLOWS FROM FINANCING ACTIVITIES				
Repayment of borrowings	6(a)	(139,382)	(1,138)	(1,138)
Proceeds on disposal of financial assets at amortised cost - term deposits		0	2,500,000	2,500,000
Proceeds from new borrowings	6(a)	2,750,000	0	2,750,000
Net cash provided by (used in) financing activities		2,610,618	2,498,862	5,248,862
Net increase (decrease) in cash held		(624,570)	(1,054,273)	(1,257,137)
Cash at beginning of year		7,949,651	9,003,924	8,372,610
Cash and cash equivalents at the end of the year	3	7,325,081	7,949,651	7,115,473

This statement is to be read in conjunction with the accompanying notes.

SHIRE OF MURCHISON
RATE SETTING STATEMENT
FOR THE YEAR ENDED 30 JUNE 2022

	NOTE	2021/22 Budget	2020/21 Actual	2020/21 Budget
		\$	\$	\$
OPERATING ACTIVITIES				
Net current assets at start of financial year - surplus/(deficit)	2(a)	4,820	3,843,908	3,958,749
		4,820	3,843,908	3,958,749
Revenue from operating activities (excluding rates)				
Governance		12,000	13,375	12,500
General purpose funding		2,031,000	3,813,590	1,874,884
Law, order, public safety		20,000	19,368	19,844
Housing		0	0	5,400
Community amenities		300	270	0
Recreation and culture		7,610	7,561	1,750
Transport		1,413,934	6,173,299	8,882,485
Economic services		692,180	341,889	242,000
Other property and services		100,000	103,165	94,544
		4,277,024	10,472,517	11,133,407
Expenditure from operating activities				
Governance		(715,413)	(564,440)	(640,322)
General purpose funding		(89,319)	(41,362)	(40,322)
Law, order, public safety		(95,057)	(108,119)	(118,350)
Health		(56,962)	(43,314)	(53,840)
Education and welfare		(1,200)	(1,000)	0
Housing		(84,329)	(54,243)	(24,000)
Community amenities		(149,805)	(150,654)	(119,152)
Recreation and culture		(312,067)	(270,893)	(343,676)
Transport		(5,033,343)	(13,654,443)	(15,382,909)
Economic services		(1,377,082)	(967,554)	(974,521)
Other property and services		(17,363)	0	0
		(7,931,940)	(15,856,022)	(17,697,092)
Non-cash amounts excluded from operating activities	2(b)	3,692,265	3,401,471	3,261,358
Amount attributable to operating activities		42,169	1,861,874	656,422
INVESTING ACTIVITIES				
Non-operating grants, subsidies and contributions		1,587,350	1,563,591	1,420,779
Payments for property, plant and equipment	4(a)	(1,142,639)	(1,117,537)	(2,922,028)
Payments for construction of infrastructure	4(a)	(3,987,926)	(2,621,373)	(2,332,530)
Proceeds from disposal of assets	4(b)	47,000	0	30,000
		(3,496,215)	(2,175,319)	(3,803,779)
Amount attributable to investing activities		(3,496,215)	(2,175,319)	(3,803,779)
FINANCING ACTIVITIES				
Repayment of borrowings	6(a)	(139,382)	(1,138)	(1,138)
Proceeds from new borrowings	6(a)	2,750,000	0	2,750,000
Transfers to cash backed reserves (restricted assets)	7(a)	(1,653,800)	(567,063)	(1,180,786)
Transfers from cash backed reserves (restricted assets)	7(a)	2,006,188	428,000	1,113,884
Amount attributable to financing activities		2,963,006	(140,201)	2,681,960
Budgeted deficiency before imposition of general rates		(491,040)	(453,646)	(465,397)
Estimated amount to be raised from general rates	1	532,000	458,466	465,397
Net current assets at end of financial year - surplus/(deficit)	2(a)	40,960	4,820	0

This statement is to be read in conjunction with the accompanying notes.

INDEX OF NOTES TO THE BUDGET

Rates	9
Net Current Assets	14
Reconciliation of cash	17
Asset Acquisitions	18
Asset Disposals	19
Asset Depreciation	20
Borrowings	21
Reserves	23
Fees and Charges	24
Grant Revenue	24
Revenue Recognition	25
Elected Members Remuneration	26
Other Information	27
Significant Accounting Policies - Other Information	28

1. RATES AND SERVICE CHARGES

(a) Rating Information

RATE TYPE	Rate in	Number of properties	Rateable value	2021/22 Budgeted rate revenue	2021/22 Budgeted interim rates	2021/22 Budgeted back rates	2021/22 Budgeted total revenue	2020/21 Actual total revenue	2020/21 Budget total revenue
	\$		\$	\$	\$	\$	\$	\$	\$
Differential general rate or general rate									
Unimproved valuations									
UV Pastoral	0.03874	23	1,404,195	54,399	0	0	54,399	56,229	48,096
UV Mining	0.26543	12	1,480,809	393,051	0	0	393,051	382,010	385,570
UV Prospecting and exploration	0.09618	32	845,053	81,277	(9,927)	0	71,350	14,257	25,761
Sub-Totals		67	3,730,057	528,727	(9,927)	0	518,800	452,496	459,427
	Minimum								
Minimum payment									
Unimproved valuations									
UV Pastoral	600	6	17,320	3,600	0	0	3,600	1,920	1,920
UV Mining	600	0	0	0	0	0	0	0	0
UV Prospecting and exploration	600	16	45,778	9,600	0	0	9,600	4,050	4,050
Sub-Totals		22	63,098	13,200	0	0	13,200	5,970	5,970
		89	3,793,155	541,927	(9,927)	0	532,000	458,466	465,397
Total amount raised from general rates							532,000	458,466	465,397

All land (other than exempt land) in the Shire of Murchison is rated according to its Gross Rental Value (GRV) in townsites or Unimproved Value (UV) in the remainder of the Shire of Murchison.

The general rates detailed for the 2021/22 financial year have been determined by Council on the basis of raising the revenue required to meet the deficiency between the total estimated expenditure proposed in the budget and the estimated revenue to be received from all sources other than rates and also considering the extent of any increase in rating over the level adopted in the previous year.

The minimum rates have been determined by Council on the basis that all ratepayers must make a reasonable contribution to the cost of local government services/facilities.

1. RATES AND SERVICE CHARGES (CONTINUED)

(b) Interest Charges and Instalments - Rates and Service Charges

The following instalment options are available to ratepayers for the payment of rates and service charges.

Instalment options	Date due	Instalment plan admin charge	Instalment plan interest rate	Unpaid rates interest rates
		\$	%	%
Option one				
Single full payment	15/10/2021	0	0.0%	7.0%
Option two				
First instalment	15/10/2021	0	0.0%	7.0%
Second instalment	17/12/2021	11	0.0%	7.0%
Third instalment	18/02/2022	11	0.0%	7.0%
Fourth instalment	18/04/2022	11	0.0%	7.0%

	2021/22 Budget revenue	2020/21 Actual revenue	2020/21 Budget revenue
	\$	\$	\$
Instalment plan admin charge revenue	500	0	500
Unpaid rates and service charge interest earned	8,000	13,201	1,000
	8,500	13,201	1,500

1. RATES AND SERVICE CHARGES (CONTINUED)

(c) Objectives and Reasons for Differential Rating

To provide equity in the rating of properties across the Shire the following rate categories have been determined for the implementation of differential rating.

Differential general rate

Description	Characteristics	Objects	Reasons
UV Pastoral	Consists of properties used for pastoral purposes.	This is considered to be the base rate against which all other UV rated properties are measured.	Council recognises the reduced viability of the sector caused by many years of droughts and floods, the devastation caused by the wild dog problem and noting that many in this category are required to supplement their income through non pastoral activities. It also recognises the perpetual nature of the land use, the long-term commitment of pastoralists to the region, their stewardship of Crown Land, and that a non-Shire biosecurity rate is additionally linked to the valuations provided by the Valuer General. Several pastoral stations have in recent years also been taken over by the Crown and become non-rateable, thereby further impacting on this rating sector.
UV Mining	Mining tenements other than exploration or prospecting tenements.	The differential rate in the dollar is based on the commercial aspects of mining leases.	The mining sector tends to be transitory in nature and benefits from established Shire services and infrastructure which is maintained in the long term with funding assistance by those rate payers who are established long term in the region. A consideration in setting the UV Mining rate at a higher level than the benchmark UV Pastoral rate is to ensure that the mining sector's contribution is proportionate to the advantage it gains in using established facilities. Unlike the pastoral sector the mining sector does not pay a biosecurity rate linked to the valuations provided by the Valuer General, even though the mining/exploration sectors may pose a biosecurity risk.

1. RATES AND SERVICE CHARGES (CONTINUED)

Description	Characteristics	Objects	Reasons
UV Prospecting and exploration	Exploration/prospecting tenements.	The differential rate in the dollar is based on the commercial aspects of mining tenements.	As with the UV Mining sector, the UV Prospecting and exploration sector tends to be transitory. Mining licences also have a limited intrinsic value unless minerals are found and mined. As a result they have a high turnover of ownership. If a licence is terminated or the lessee does not pay rates for the period of the licence, the rates are generally not able to be recovered by the local government. Administration of licences for rating purposes is technically complex and disproportionate to that of base level rating. Unlike the pastoral sector the mining sector does not pay a biosecurity rate linked to the valuations provided by the Valuer General, even though the mining/exploration sectors may pose a biosecurity risk.

(d) Differential Minimum Payment

Description	Characteristics	Objects	Reasons
UV Pastoral	Consists of properties used for pastoral purposes.	The minimum rates have been determined by Council on the basis that all ratepayers must make a reasonable contribution to Shire costs.	To ensure that all properties contribute an equitable rate amount.
UV Mining	Mining tenements other than exploration or prospecting tenements.	The minimum rates have been determined by Council on the basis that all ratepayers must make a reasonable contribution to Shire costs.	To ensure that all properties contribute an equitable rate amount.
UV Prospecting and exploration	Exploration/prospecting tenements	The minimum rates have been determined by Council on the basis that all ratepayers must make a reasonable contribution to Shire costs.	To ensure that all properties contribute an equitable rate amount.

(e) Variation in Adopted Differential Rates to Local Public Notice

The following rates and minimum payments were previously set out in the local public notice giving notice of the intention to charge differential rates.

Differential general rate or general rate	Proposed Rate in \$	Adopted Rate in \$	Reasons for the difference
UV Pastoral	0.03377	0.03874	Because of a high number of successful objections to valuations in the UV Pastoral area, post the initial Council review.

1. RATES AND SERVICE CHARGES (CONTINUED)

(f) Specified Area Rate

The Shire did not raise specified area rates for the year ended 30th June 2022.

(g) Service Charges

The Shire did not raise service charges for the year ended 30th June 2022.

(h) Waivers or concessions

The Shire does not anticipate any waivers or concessions for the year ended 30th June 2022.

SHIRE OF MURCHISON
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2022

2. NET CURRENT ASSETS

	2021/22 Budget 30 June 2022	2020/21 Actual 30 June 2021	2020/21 Budget 30 June 2021
Note	\$	\$	\$
(a) Composition of estimated net current assets			
Current assets			
Cash and cash equivalents - unrestricted	3 548,486	512,346	58,650
Cash and cash equivalents - restricted	3 6,776,595	7,437,305	7,056,823
Receivables	762,296	762,296	554,371
Inventories	143,889	143,889	28,940
	8,231,266	8,855,836	7,698,784
Less: current liabilities			
Trade and other payables	(1,413,711)	(1,413,711)	(641,961)
Liabilities under transfers to acquire or construct non-financial assets to be controlled by the entity	0	(308,322)	0
Long term borrowings	6 (2,613,009)	(1,176)	(1,997,896)
Employee provisions	(134,483)	(134,483)	(78,668)
	(4,161,203)	(1,857,692)	(2,718,525)
Net current assets	4,070,063	6,998,144	4,980,259
Less: Total adjustments to net current assets	2.(c) (4,029,103)	(6,993,324)	(4,980,259)
Net current assets used in the Rate Setting Statement	40,960	4,820	0

2 (d) NET CURRENT ASSETS (CONTINUED)

SIGNIFICANT ACCOUNTING POLICIES

CURRENT AND NON-CURRENT CLASSIFICATION

An asset or liability is classified as current if it is expected to be settled within the next 12 months, being the Shire's operational cycle. In the case of liabilities where the Shire does not have the unconditional right to defer settlement beyond 12 months, such as vested long service leave, the liability is classified as current even if not expected to be settled within the next 12 months. Inventories held for trading are classified as current or non-current based on the Shire's intentions to release for sale.

TRADE AND OTHER PAYABLES

Trade and other payables represent liabilities for goods and services provided to the Shire prior to the end of the financial year that are unpaid and arise when the Shire of Murchison becomes obliged to make future payments in respect of the purchase of these goods and services. The amounts are unsecured, are recognised as a current liability and are normally paid within 30 days of recognition.

PREPAID RATES

Prepaid rates are, until the taxable event has occurred (start of the next financial year), refundable at the request of the ratepayer. Rates received in advance are initially recognised as a financial liability. When the taxable event occurs, the financial liability is extinguished and the City recognises revenue for the prepaid rates that have not been refunded.

INVENTORIES

General

Inventories are measured at the lower of cost and net realisable value.

Net realisable value is the estimated selling price in the ordinary course of business less the estimated costs of completion and the estimated costs necessary to make the sale.

Superannuation

The Shire of Murchison contributes to a number of superannuation funds on behalf of employees.

All funds to which the Shire of Murchison contributes are defined contribution plans.

LAND HELD FOR RESALE

Land held for development and sale is valued at the lower of cost and net realisable value. Cost includes the cost of acquisition, development, borrowing costs and holding costs until completion of development. Finance costs and holding charges incurred after development is completed are expensed.

Gains and losses are recognised in profit or loss at the time of signing an unconditional contract of sale if significant risks and rewards, and effective control over the land, are passed on to the buyer at this point.

CONTRACT ASSETS

A contract asset is the right to consideration in exchange for goods or services the entity has transferred to a customer when that right is conditioned on something other than the passage of time.

TRADE AND OTHER RECEIVABLES

Trade and other receivables include amounts due from ratepayers for unpaid rates and service charges and other amounts due from third parties for goods sold and services performed in the ordinary course of business.

Trade receivables are recognised at original invoice amount less any allowances for uncollectible amounts (i.e. impairment). The carrying amount of net trade receivables is equivalent to fair value as it is due for settlement within 30 days.

Trade receivables are held with the objective to collect the contractual cashflows and therefore measures them subsequently at amortised cost using the effective interest rate method.

Due to the short term nature of current receivables, their carrying amount is considered to be the same as their fair value. Non-current receivables are indexed to inflation, any difference between the face value and fair value is considered immaterial.

The Shire applies the AASB 9 simplified approach to measuring expected credit losses using a lifetime expected loss allowance for all trade receivables. To measure the expected credit losses, rates receivable are separated from other trade receivables due to the difference in payment terms and security for rates receivable.

PROVISIONS

Provisions are recognised when the Shire has a present legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured.

Provisions are measured using the best estimate of the amounts required to settle the obligation at the end of the reporting period.

EMPLOYEE BENEFITS

Short-term employee benefits

Provision is made for the Shire's obligations for short-term employee benefits. Short term employee benefits are benefits (other than termination benefits) that are expected to be settled wholly before 12 months after the end of the annual reporting period in which the employees render the related service, including wages, salaries and sick leave. Short-term employee benefits are measured at the (undiscounted) amounts expected to be paid when the obligation is settled.

The Shire's obligations for short-term employee benefits such as wages, salaries and sick leave are recognised as a part of current trade and other payables in the statement of financial position. The Shire's obligations for employees' annual leave and long service leave entitlements are recognised as provisions in the statement of financial position.

CONTRACT LIABILITIES

An entity's obligation to transfer goods or services to a customer for which the entity has received consideration (or the amount is due) from the customer. Grants to acquire or construct recognisable non-financial assets to be controlled by the Shire are recognised as a liability until such time as the Shire satisfies its obligations under the agreement.

3. RECONCILIATION OF CASH

For the purposes of the Statement of Cash Flows, cash includes cash and cash equivalents, net of outstanding bank overdrafts. Estimated cash at the end of the reporting period is as follows:

Note	2021/22 Budget	2020/21 Actual	2020/21 Budget
	\$	\$	\$
Cash at bank and on hand	3,905,783	4,530,353	7,115,473
Term deposits	3,419,298	3,419,298	0
Total cash and cash equivalents	7,325,081	7,949,651	7,115,473
Held as			
- Unrestricted cash and cash equivalents	548,486	512,346	58,650
- Restricted cash and cash equivalents	6,776,595	7,437,305	7,056,823
	7,325,081	7,949,651	7,115,473
Restrictions			
The following classes of assets have restrictions imposed by regulations or other externally imposed requirements which limit or direct the purpose for which the resources may be used:			
- Cash and cash equivalents	6,776,595	7,437,305	7,056,823
	6,776,595	7,437,305	7,056,823
The restricted assets are a result of the following specific purposes to which the assets may be used:			
Reserves - cash/financial asset backed	7	6,776,595	7,128,983
Liabilities under transfers to acquire or construct non-financial assets to be controlled by the entity		0	308,322
		6,776,595	7,437,305
		7,128,983	7,056,823
		0	0
		6,776,595	7,056,823
Reconciliation of net cash provided by operating activities to net result			
Net result		(1,535,566)	(3,361,448)
		(3,361,448)	(4,677,509)
Depreciation	5	3,680,437	3,360,979
(Profit)/loss on sale of asset	4(b)	11,828	0
(Increase)/decrease in receivables		0	(451,006)
(Increase)/decrease in contract assets		0	0
(Increase)/decrease in inventories		0	(70,902)
Increase/(decrease) in payables		0	359,338
Increase/(decrease) in Liabilities under transfers to acquire or construct non-financial assets to be controlled by the entity		(308,322)	308,322
Increase/(decrease) in other provision		0	0
Increase/(decrease) in employee provisions		0	40,492
Non-operating grants, subsidies and contributions		(1,587,350)	(1,563,591)
Net cash from operating activities		261,027	(1,377,816)
		(1,377,816)	(2,702,220)

SIGNIFICANT ACCOUNTING POLICES

CASH AND CASH EQUIVALENTS

Cash and cash equivalents include cash on hand, cash at bank, deposits available on demand with banks, other short term highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value and bank overdrafts.

Bank overdrafts are shown as short term borrowings in current liabilities in Note 2 - Net Current Assets.

FINANCIAL ASSETS AT AMORTISED COST

The Shire classifies financial assets at amortised cost if both of the following criteria are met:

- the asset is held within a business model whose objective is to collect the contractual cashflows, and
- the contractual terms give rise to cash flows that are solely payments of principal and interest.

SHIRE OF MURCHISON
 NOTES TO AND FORMING PART OF THE BUDGET
 FOR THE YEAR ENDED 30 JUNE 2022

4. FIXED ASSETS

(a) Acquisition of Assets

The following assets are budgeted to be acquired during the year.

Asset class	Reporting program					2021/22 Budget total	2020/21 Actual total	2020/21 Budget total
	Governance	Housing	Community amenities	Transport	Economic services			
	\$	\$	\$	\$	\$	\$	\$	\$
<i>Property, Plant and Equipment</i>								
Buildings	11,000	95,000	0	15,000	407,152	528,152	757,651	356,019
Buildings - specialised	0	0	0	0	0	0	19,491	1,366,509
Furniture and equipment	25,000	0	0	0	64,487	89,487	14,626	71,000
Plant and equipment	70,000	0	0	455,000	0	525,000	325,769	403,500
Works in progress	0	0	0	0	0	0	0	725,000
	106,000	95,000	0	470,000	471,639	1,142,639	1,117,537	2,922,028
<i>Infrastructure</i>								
Infrastructure - roads	0	0	0	2,754,806	0	2,754,806	2,621,373	2,332,530
Infrastructure - other	0	0	80,000	53,120	1,100,000	1,233,120	0	0
	0	0	80,000	2,807,926	1,100,000	3,987,926	2,621,373	2,332,530
Total acquisitions	106,000	95,000	80,000	3,277,926	1,571,639	5,130,565	3,738,910	5,254,558

A detailed breakdown of acquisitions on an individual asset basis can be found in the supplementary information attached to this budget document as follows:

SIGNIFICANT ACCOUNTING POLICIES

RECOGNITION OF ASSETS

Assets for which the fair value as at the date of acquisition is under \$5,000 are not recognised as an asset in accordance with *Financial Management Regulation 17A (5)*. These assets are expensed immediately.

Where multiple individual low value assets are purchased together as part of a larger asset or collectively forming a larger asset exceeding the threshold, the individual assets are recognised as one asset and capitalised.

SHIRE OF MURCHISON
 NOTES TO AND FORMING PART OF THE BUDGET
 FOR THE YEAR ENDED 30 JUNE 2022

4. FIXED ASSETS

(b) Disposals of Assets

The following assets are budgeted to be disposed of during the year.

	2021/22 Budget Net Book Value	2021/22 Budget Sale Proceeds	2021/22 Budget Profit	2021/22 Budget Loss	2020/21 Actual Net Book Value	2020/21 Actual Sale Proceeds	2020/21 Actual Profit	2020/21 Actual Loss	2020/21 Budget Net Book Value	2020/21 Budget Sale Proceeds	2020/21 Budget Profit	2020/21 Budget Loss
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
By Program												
Governance	29,650	25,000	0	(4,650)	0	0	0	0	0	0	0	0
Transport	29,178	22,000	0	(7,178)	0	0	0	0	63,812	30,000	0	(33,812)
	58,828	47,000	0	(11,828)	0	0	0	0	63,812	30,000	0	(33,812)
By Class												
<u>Property, Plant and Equipment</u>												
Plant and equipment	58,828	47,000	0	(11,828)	0	0	0	0	63,812	30,000	0	(33,812)
	58,828	47,000	0	(11,828)	0	0	0	0	63,812	30,000	0	(33,812)

A detailed breakdown of disposals on an individual asset basis can be found in the supplementary information attached to this budget document as follows:

- Staff housing programme
- Plant replacement programme

SIGNIFICANT ACCOUNTING POLICIES

GAINS AND LOSSES ON DISPOSAL

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains and losses are included in profit or loss in the period which they arise.

5. ASSET DEPRECIATION

By Program

Governance
Law, order, public safety
Health
Housing
Community amenities
Recreation and culture
Transport
Economic services
Other property and services

By Class

Buildings
Furniture and equipment
Plant and equipment
Infrastructure - roads
Infrastructure - bridges

2021/22 Budget	2020/21 Actual	2020/21 Budget
\$	\$	\$
30,236	26,313	28,433
34,146	44,546	26,280
2,607	2,607	2,655
84,330	54,243	24,000
10,016	10,016	6,264
66,927	65,787	67,307
2,978,693	2,700,948	2,632,637
78,136	69,830	72,450
395,346	386,689	367,520
3,680,437	3,360,979	3,227,546
278,824	241,707	316,539
3,644	1,450	3,600
559,438	554,850	415,861
2,787,327	2,511,768	2,439,546
51,204	51,204	52,000
3,680,437	3,360,979	3,227,546

SIGNIFICANT ACCOUNTING POLICIES

DEPRECIATION

The depreciable amount of all fixed assets including buildings but excluding freehold land, are depreciated on a straight-line basis over the individual asset's useful life from the time the asset is held ready for use. Leasehold improvements are depreciated over the shorter of either the unexpired period of the lease or the estimated useful life of the improvements.

The assets residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period.

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Major depreciation periods used for each class of depreciable asset are:

Buildings	30 to 50 years
Furniture and equipment	4 to 10 years
Plant and equipment	5 to 15 years
Sealed roads and streets formation pavement seal	not depreciated
- bituminous seals	50 years
- asphalt surfaces	20 years
Gravel roads formation pavement	25 years
Footpaths - slab	not depreciated
Sewerage piping	50 years
Water supply piping and drainage systems	20 years
	100 years
	75 years

AMORTISATION

The depreciable amount of all intangible assets with a finite useful life, are depreciated on a straight-line basis over the individual asset's useful life from the time the asset is held for use.

The assets residual value of intangible assets is considered to be zero and useful live and amortisation method are reviewed at the end of each financial year.

Amortisation is included within Depreciation on non-current assets in the Statement of Comprehensive Income.

SHIRE OF MURCHISON
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2022

6. INFORMATION ON BORROWINGS

(a) Borrowing repayments

Movement in borrowings and interest between the beginning and the end of the current financial year.

Purpose	Loan Number	Institution	Interest Rate	Budget	2021/22	2021/22	Budget	2021/22	Actual	2020/21	2020/21	Actual	2020/21	Budget	2020/21	2020/21	Budget	2020/21
				Principal	Budget	Budget	Principal	Actual		Actual	Actual	Actual	Principal		Budget	Budget	Budget	Principal
				1 July 2021	New Loans	Principal Repayments	outstanding 30 June 2022	Interest Repayments	1 July 2020	New Loans	Principal Repayments	outstanding 30 June 2021	Interest Repayments	1 July 2020	New Loans	Principal Repayments	outstanding 30 June 2021	Interest Repayments
				\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Transport																		
Purchase of road plant	1	WATC	3.3%	16,177	0	(1,176)	15,001	(529)	17,315	0	(1,138)	16,177	(567)	17,315	0	(1,138)	16,177	(567)
Roadworks in 2020-21	2	WATC	1.0%	0	2,000,000	(93,061)	1,906,939	(7,501)	0	0	0	0	0	0	2,000,000	0	2,000,000	0
Economic services																		
MicroGrid Power	3	WATC	1.0%	0	750,000	(45,145)	704,855	(3,710)	0	0	0	0	0	0	750,000	0	750,000	0
				16,177	2,750,000	(139,382)	2,626,795	(11,740)	17,315	0	(1,138)	16,177	(567)	17,315	2,750,000	(1,138)	2,766,177	(567)

All borrowing repayments, other than self supporting loans, will be financed by general purpose revenue.

The self supporting loan(s) repayment will be fully reimbursed.

SHIRE OF MURCHISON
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2022

6. INFORMATION ON BORROWINGS

(b) New borrowings - 2021/22

Particulars/Purpose	Institution	Loan type	Term (years)	Interest rate	Amount borrowed budget	Total interest & charges	Amount used budget	Balance unspent
				%	\$	\$	\$	\$
Roadworks Finding	WATC	TBA	10	1.0%	2,000,000	2,106,668	2,000,000	0
MicroGrid Power	WATC	TBA	8	1.0%	750,000	782,231	750,000	0
					2,750,000	2,888,899	2,750,000	0

(c) Unspent borrowings

The Shire had no unspent borrowing funds as at 30th June 2021 nor is it expected to have unspent borrowing funds as at 30th June 2022.

(d) Credit Facilities

	2021/22 Budget	2020/21 Actual	2020/21 Budget
	\$	\$	\$
Undrawn borrowing facilities credit standby arrangements			
Bank overdraft limit	1,000,000	100,000	100,000
Bank overdraft at balance date	0	0	0
Credit card limit	5,000	5,000	5,000
Credit card balance at balance date	0	303	0
Total amount of credit unused	1,005,000	105,303	105,000
Loan facilities			
Loan facilities in use at balance date	2,626,795	16,177	2,766,177

SIGNIFICANT ACCOUNTING POLICIES

BORROWING COSTS

Borrowing costs are recognised as an expense when incurred except where they are directly attributable to the acquisition, construction or production of a qualifying asset. Where this is the case, they are capitalised as part of the cost of the particular asset until such time as the asset is substantially ready for its intended use or sale.

SHIRE OF MURCHISON
 NOTES TO AND FORMING PART OF THE BUDGET
 FOR THE YEAR ENDED 30 JUNE 2022

7. CASH BACKED RESERVES

(a) Cash Backed Reserves - Movement

	2021/22 Budget Opening Balance	2021/22 2021/22 Budget Transfer to	2021/22 Budget Transfer (from)	2021/22 Budget Closing Balance	2020/21 Actual Opening Balance	2020/21 2020/21 Actual Transfer to	2020/21 Actual Transfer (from)	2020/21 Actual Closing Balance	2020/21 Budget Opening Balance	2020/21 2020/21 Budget Transfer to	2020/21 Budget Transfer (from)	2020/21 Budget Closing Balance
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
(a) Leave reserve	139,088	25,700	0	164,788	138,380	708	0	139,088	138,380	4,150	0	142,530
(b) Plant reserve	1,372,757	300,000	(478,000)	1,194,757	1,433,553	51,204	(112,000)	1,372,757	1,433,553	620,509	(207,000)	1,847,062
(c) Buildings reserve	499,422	2,700	(11,000)	491,122	512,797	2,625	(16,000)	499,422	512,797	7,336	(31,000)	489,133
(d) Berrigarra - Cue road reserve	3,454,306	24,000	(767,188)	2,711,118	3,430,426	23,880	0	3,454,306	3,430,426	49,077	(325,884)	3,153,619
(e) CSIRO Berrigarra - Pindar road reserve	175,949	900	0	176,849	175,053	896	0	175,949	175,053	2,504	0	177,557
(f) Flood damage repairs reserve	105,969	500	0	106,469	255,503	466	(150,000)	105,969	255,504	3,655	(150,000)	109,159
(g) Settlement buildings and facilities	522,634	1,300,000	(350,000)	1,472,634	669,208	3,426	(150,000)	522,634	669,208	9,574	(400,000)	278,782
(h) Asset rehabilitation reserve	858,858	0	(400,000)	458,858	375,000	483,858	0	858,858	375,000	483,981	0	858,981
	7,128,983	1,653,800	(2,006,188)	6,776,595	6,989,920	567,063	(428,000)	7,128,983	6,989,921	1,180,786	(1,113,884)	7,056,823

(b) Cash Backed Reserves - Purposes

In accordance with Council resolutions in relation to each reserve account, the purpose for which the reserves are set aside are as follows:

Reserve name	Anticipated date of use	Purpose of the reserve
(a) Leave reserve	Ongoing	To be used to fund annual and long service leave requirements
(b) Plant reserve	Ongoing	To be used for the purchase of plant
(c) Buildings reserve	Ongoing	To be used for the construction/renovation of administration centre and Works Depot
(d) Berrigarra - Cue road reserve	Ongoing	To be used to maintain the road in a post Jack Hills mine closure environment by converting the road from bitumen to gravel and performing other associated works as required
(e) CSIRO Berrigarra - Pindar road reserve	Ongoing	To be used to fund additional maintenance work required for CSIRO traffic
(f) Flood damage repairs reserve	Ongoing	To be used towards the 'trigger point' for WANDRRA funded flood damage works
(g) Settlement buildings and facilities	Ongoing	To be used to fund improvements to and maintenance of settlement buildings and facilities as well as new facilities
(h) Asset rehabilitation reserve	Ongoing	To be used to fund works associated with rehabilitating Council's Infrastructure Assets

8. FEES & CHARGES REVENUE

	2021/22 Budget	2020/21 Actual	2020/21 Budget
	\$	\$	\$
Governance	7,000	9,506	7,500
Law, order, public safety	500	50	500
Community amenities	0	270	0
Recreation and culture	2,150	3,361	1,750
Economic services	691,880	302,163	242,000
Other property and services	0	(8,534)	0
	701,530	306,816	251,750

9. GRANT REVENUE

By Program:

(a) Operating grants, subsidies and contributions

Governance	5,000	0	0
General purpose funding	1,970,000	3,757,609	1,752,884
Law, order, public safety	19,500	19,318	19,344
Community amenities	300	0	0
Recreation and culture	5,460	0	0
Transport	1,413,934	321,545	225,000
Economic services	300	0	0
Other property and services	100,000	0	0
	3,514,494	4,098,472	1,997,228

(b) Non-operating grants, subsidies and contributions

Law, order, public safety	2,000	8,320	0
Recreation and culture	0	0	40,000
Transport	1,585,350	1,555,271	1,380,779
	1,587,350	1,563,591	1,420,779
Total grants, subsidies and contributions	5,101,844	5,662,063	3,418,007

SHIRE OF MURCHISON
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2022

10. REVENUE RECOGNITION

SIGNIFICANT ACCOUNTING POLICIES

Recognition of revenue is dependant on the source of revenue and the associated terms and conditions associated with each source of revenue and recognised as follows:

Revenue Category	Nature of goods and services	When obligations typically satisfied	Payment terms	Returns/Refunds/Warranties	Determination of transaction price	Allocating transaction price	Measuring obligations for returns	Revenue recognition
Rates	General Rates	Over time	Payment dates adopted by Council during the year	None	Adopted by council annually	When taxable event occurs	Not applicable	When rates notice is issued
Grant contracts with customers	Community events, minor facilities, research, design, planning evaluation and services	Over time	Fixed terms transfer of funds based on agreed milestones and reporting	Contract obligation if project not complete	Set by mutual agreement with the customer	Based on the progress of works to match performance obligations	Returns limited to repayment of transaction price of terms breached	Output method based on project milestones and/or completion date matched to performance obligations as inputs are shared
Grants, subsidies or contributions for the construction of non-financial assets	Construction or acquisition of recognisable non-financial assets to be controlled by the local government	Over time	Fixed terms transfer of funds based on agreed milestones and reporting	Contract obligation if project not complete	Set by mutual agreement with the customer	Based on the progress of works to match performance obligations	Returns limited to repayment of transaction price of terms breached	Output method based on project milestones and/or completion date matched to performance obligations as inputs are shared
Grants with no contractual commitments	General appropriations and contributions with no specific contractual commitments	No obligations	Not applicable	Not applicable	Cash received	On receipt of funds	Not applicable	When assets are controlled
Licences/ Registrations/ Approvals	Building, planning, development and animal management, having the same nature as a licence regardless of naming.	Single point in time	Full payment prior to issue	None	Set by State legislation or limited by legislation to the cost of provision	Based on timing of issue of the associated rights	No refunds	On payment and issue of the licence, registration or approval
Other inspections	Regulatory Food, Health and Safety	Single point in time	Full payment prior to inspection	None	Set by State legislation or limited by legislation to the cost of provision	Applied fully on timing of inspection	Not applicable	Revenue recognised after inspection event occurs
Waste management collections	Kerbside collection service	Over time	Payment on an annual basis in advance	None	Adopted by council annually	Apportioned equally across the collection period	Not applicable	Output method based on regular weekly and fortnightly period as proportionate to collection service
Waste management entry fees	Waste treatment, recycling and disposal service at disposal sites	Single point in time	Payment in advance at gate or on normal trading terms if credit provided	None	Adopted by council annually	Based on timing of entry to facility	Not applicable	On entry to facility
Property hire and entry	Use of halls and facilities	Single point in time	In full in advance	Refund if event cancelled within 7 days	Adopted by council annually	Based on timing of entry to facility	Returns limited to repayment of transaction price	On entry or at conclusion of hire
Fees and charges for other goods and services	Cemetery services, library fees, reinstatements and private works	Single point in time	Payment in full in advance	None	Adopted by council annually	Applied fully based on timing of provision	Not applicable	Output method based on provision of service or completion of works
Sale of stock	Aviation fuel, kiosk and visitor centre stock	Single point in time	In full in advance, on 15 day credit	Refund for faulty goods	Adopted by council annually, set by mutual agreement	Applied fully based on timing of provision	Returns limited to repayment of transaction price	Output method based on goods
Commissions	Commissions on licencing and ticket sales	Over time	Payment in full on sale	None	Set by mutual agreement with the customer	On receipt of funds	Not applicable	When assets are controlled
Reimbursements	Insurance claims	Single point in time	Payment in arrears for claimable event	None	Set by mutual agreement with the customer	When claim is agreed	Not applicable	When claim is agreed

11. ELECTED MEMBERS REMUNERATION

	2021/22 Budget	2020/21 Actual	2020/21 Budget
	\$	\$	\$
Elected member - President			
President's allowance	13,000	12,032	10,032
Meeting attendance fees	10,000	9,870	10,091
Other expenses	1,667	385	3,167
Annual allowance for ICT expenses	1,084	874	1,333
Travel and accommodation expenses	5,500	2,110	7,600
	31,251	25,271	32,223
Elected member - Deputy President			
Deputy President's allowance	5,500	5,015	2,508
Meeting attendance fees	10,000	9,870	10,091
Other expenses	1,667	385	3,167
Annual allowance for ICT expenses	1,083	1,165	1,333
Travel and accommodation expenses	5,500	1,616	7,100
	23,750	18,051	24,199
Elected member - Member 1			
Meeting attendance fees	10,000	9,870	10,091
Other expenses	1,667	385	3,167
Annual allowance for ICT expenses	1,083	1,165	1,333
Travel and accommodation expenses	4,750	4,033	6,900
	17,500	15,453	21,491
Elected member - Member 2			
Meeting attendance fees	10,000	9,870	10,091
Other expenses	1,667	385	3,167
Annual allowance for ICT expenses	1,083	1,165	1,333
Travel and accommodation expenses	4,750	2,131	6,900
	17,500	13,551	21,491
Elected member - Member 3			
Meeting attendance fees	10,000	9,870	10,091
Other expenses	1,666	385	3,166
Annual allowance for ICT expenses	1,083	1,165	1,333
Travel and accommodation expenses	4,750	2,085	6,900
	17,499	13,505	21,490
Elected member - Member 4			
Meeting attendance fees	10,000	9,870	10,091
Other expenses	1,666	385	3,166
Annual allowance for ICT expenses	1,084	874	1,333
Travel and accommodation expenses	4,750	499	6,900
	17,500	11,628	21,490
Total Elected Member Remuneration	125,000	97,459	142,384
President's allowance	13,000	12,032	10,032
Deputy President's allowance	5,500	5,015	2,508
Meeting attendance fees	60,000	59,220	60,546
Other expenses	10,000	2,310	19,000
Annual allowance for ICT expenses	6,500	6,408	7,998
Travel and accommodation expenses	30,000	12,474	42,300
	125,000	97,459	142,384

12. OTHER INFORMATION

The net result includes as revenues

(a) Interest earnings

Investments			
- Reserve funds	39,500	30,006	100,000
- Other funds	13,000	12,774	20,500
Other interest revenue (refer note 1b)	8,000	13,201	1,000
	<u>60,500</u>	<u>55,981</u>	<u>121,500</u>

* The Shire has resolved to charge interest under section 6.13 for the late payment of any amount of money at 7%.

(b) Other revenue

Reimbursements and recoveries	500	6,011,248	8,657,985
Other	0	0	104,944
	<u>500</u>	<u>6,011,248</u>	<u>8,762,929</u>

The net result includes as expenses

(c) Auditors remuneration

Audit services	73,200	0	37,350
	<u>73,200</u>	<u>0</u>	<u>37,350</u>

(d) Interest expenses (finance costs)

Borrowings (refer Note 6(a))	11,740	567	567
Other	0	123	0
	<u>11,740</u>	<u>690</u>	<u>567</u>

(e) Write offs

General rate	50,000	9,075	0
	<u>50,000</u>	<u>9,075</u>	<u>0</u>

13. SIGNIFICANT ACCOUNTING POLICIES - OTHER INFORMATION

GOODS AND SERVICES TAX (GST)

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO).

Receivables and payables are stated inclusive of GST receivable or payable. The net amount of GST recoverable from, or payable to, the ATO is included with receivables or payables in the statement of financial position.

Cash flows are presented on a gross basis. The GST components of cash flows arising from investing or financing activities which are recoverable from, or payable to, the ATO are presented as operating cash flows.

CRITICAL ACCOUNTING ESTIMATES

The preparation of a budget in conformity with Australian Accounting Standards requires management to make judgements, estimates and assumptions that effect the application of policies and reported amounts of assets and liabilities, income and expenses.

The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances; the results of which form the basis of making the judgements about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

ROUNDING OFF FIGURES

All figures shown in this statement are rounded to the nearest dollar.

COMPARATIVE FIGURES

Where required, comparative figures have been adjusted to conform with changes in presentation for the current financial year.

BUDGET COMPARATIVE FIGURES

Unless otherwise stated, the budget comparative figures shown in the budget relate to the original budget estimate for the relevant item of disclosure.