

SHIRE OF WANDERING

ANNUAL BUDGET

2022/23



SHIRE OF WANDERING
ANNUAL BUDGET
FOR THE YEAR ENDED 30 JUNE 2023

LOCAL GOVERNMENT ACT 1995

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SHIRE'S VISION

Wandering is a community of responsible, resilient and adaptable residents thriving in our scenic, economically diverse environment.

SHIRE OF WANDERING
STATEMENT OF COMPREHENSIVE INCOME BY NATURE OR TYPE
FOR THE YEAR ENDED 30 JUNE 2023

	NOTE	2022/23 Budget	2021/22 Actual	2021/22 Budget
		\$	\$	\$
Revenue				
Rates	2(a)	1,331,358	1,356,813	1,353,254
Operating grants, subsidies and contributions	10	396,300	967,069	797,010
Fees and charges	13	823,490	779,274	734,530
Interest earnings	11(a)	13,200	8,045	12,700
Other revenue	11(a)	42,739	91,420	35,810
		2,607,087	3,202,621	2,933,304
Expenses				
Employee costs		(1,095,977)	(1,187,413)	(1,229,545)
Materials and contracts		(1,120,211)	(1,185,967)	(975,640)
Utility charges		(31,700)	(42,416)	(50,120)
Depreciation on non-current assets	6	(1,182,279)	(1,147,783)	(1,123,080)
Interest expenses	11(c)	(2,970)	0	(2,970)
Insurance expenses		(100,634)	(80,661)	(84,120)
Other expenditure		(41,500)	(46,686)	(37,400)
		(3,575,271)	(3,690,926)	(3,502,875)
		(968,184)	(488,305)	(569,571)
Non-operating grants, subsidies and contributions	10	1,699,791	1,247,945	957,245
Profit on asset disposals	5(b)	2,333	9,598	14,700
Loss on asset disposals	5(b)	0	(4,315)	0
		1,702,124	1,253,228	971,945
Net result for the period		733,940	764,923	402,374
Total comprehensive income for the period		733,940	764,923	402,374

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

SHIRE OF WANDERING
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2023

	NOTE	2022/23 Budget	2021/22 Actual	2021/22 Budget
		\$	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts				
Rates		1,343,358	1,335,629	1,208,054
Operating grants, subsidies and contributions		451,300	923,366	609,763
Fees and charges		823,490	779,274	734,530
Interest received		13,200	8,045	12,700
Goods and services tax received		239,984	239,984	97,564
Other revenue		42,739	91,420	35,810
		2,914,071	3,377,718	2,698,421
Payments				
Employee costs		(1,095,977)	(1,173,255)	(1,243,545)
Materials and contracts		(1,052,706)	(1,242,303)	(930,640)
Utility charges		(31,700)	(42,416)	(50,120)
Interest expenses		(2,970)	0	(2,970)
Insurance paid		(100,634)	(80,661)	(84,120)
Goods and services tax paid		(239,984)	(239,984)	(97,564)
Other expenditure		(41,500)	(46,686)	(37,400)
		(2,565,471)	(2,825,305)	(2,446,359)
Net cash provided by (used in) operating activities	4	348,600	552,413	252,062
CASH FLOWS FROM INVESTING ACTIVITIES				
Payments for development of land held for resale	5(a)	(200,000)	(10,884)	(200,000)
Payments for purchase of property, plant & equipment	5(a)	(692,190)	(541,099)	(460,090)
Payments for construction of infrastructure	5(a)	(1,479,454)	(1,008,217)	(1,044,570)
Non-operating grants, subsidies and contributions		1,699,791	1,276,520	957,245
Proceeds from sale of property, plant and equipment	5(b)	35,000	80,687	124,000
Net cash provided by (used in) investing activities		(636,853)	(202,993)	(623,415)
CASH FLOWS FROM FINANCING ACTIVITIES				
Repayment of borrowings	7(a)	(18,665)	0	(18,665)
Proceeds from new borrowings	7(a)	200,000	0	200,000
Net cash provided by (used in) financing activities		181,335	0	181,335
Net increase (decrease) in cash held		(106,918)	349,420	(190,018)
Cash at beginning of year		1,045,312	841,092	842,309
Cash and cash equivalents at the end of the year	4	938,394	1,190,512	652,291

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

SHIRE OF WANDERING
RATE SETTING STATEMENT
FOR THE YEAR ENDED 30 JUNE 2023

	NOTE	2022/23 Budget	2021/22 Actual	2021/22 Budget
		\$	\$	\$
OPERATING ACTIVITIES				
Net current assets at start of financial year - surplus/(deficit)				
	3	270,870	15,352	173,709
		270,870	15,352	173,709
Revenue from operating activities (excluding rates)				
Specified area and ex gratia rates	2(a)(ii)	3,639	3,278	3,200
Operating grants, subsidies and contributions	10	396,300	967,069	797,010
Fees and charges	13	823,490	779,274	734,530
Interest earnings	11(a)	13,200	8,045	12,700
Other revenue	11(a)	42,739	91,420	35,810
Profit on asset disposals	5(b)	2,333	9,598	14,700
		1,281,701	1,858,684	1,597,950
Expenditure from operating activities				
Employee costs		(1,095,977)	(1,187,413)	(1,229,545)
Materials and contracts		(1,120,211)	(1,185,967)	(975,640)
Utility charges		(31,700)	(42,416)	(50,120)
Depreciation on non-current assets	6	(1,182,279)	(1,147,783)	(1,123,080)
Interest expenses	11(c)	(2,970)	0	(2,970)
Insurance expenses		(100,634)	(80,661)	(84,120)
Other expenditure		(41,500)	(46,686)	(37,400)
Loss on asset disposals	5(b)	0	(4,315)	0
		(3,575,271)	(3,695,241)	(3,502,875)
Non-cash amounts excluded from operating activities	3(b)	1,184,999	1,123,696	1,094,380
Amount attributable to operating activities		(837,701)	(697,509)	(636,836)
INVESTING ACTIVITIES				
Non-operating grants, subsidies and contributions	10	1,699,791	1,247,945	957,245
Payments for land held for resale	5(a)	(200,000)	(10,884)	(200,000)
Payments for property, plant and equipment	5(a)	(692,190)	(541,099)	(460,090)
Payments for construction of infrastructure	5(a)	(1,479,454)	(1,008,217)	(1,044,570)
Proceeds from disposal of assets	5(b)	35,000	80,687	124,000
Amount attributable to investing activities		(636,853)	(231,568)	(623,415)
Amount attributable to investing activities		(636,853)	(231,568)	(623,415)
FINANCING ACTIVITIES				
Repayment of borrowings	7(a)	(18,665)	0	(18,665)
Proceeds from new borrowings	7(b)	200,000	0	200,000
Transfers to cash backed reserves (restricted assets)	8(a)	(88,500)	(174,208)	(173,988)
Transfers from cash backed reserves (restricted assets)	8(a)	54,000	165,820	48,050
Amount attributable to financing activities		146,835	(8,388)	55,397
Budgeted deficiency before general rates		(1,327,719)	(937,465)	(1,204,854)
Estimated amount to be raised from general rates	2(a)	1,327,719	1,353,535	1,350,054
Net current assets at end of financial year - surplus/(deficit)	3	0	416,070	145,200

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

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SHIRE OF WANDERING
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2023

1 (a) BASIS OF PREPARATION

The annual 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 annual 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.

Financial reporting disclosures in relation to assets and liabilities required by the Australian Accounting Standards have not been made unless considered important for the understanding of the budget or required by legislation.

The local government reporting entity

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

All monies held in the Trust Fund are excluded from the financial statements. A separate statement of those monies appears at Note 12 to the annual budget.

2021/22 actual balances

Balances shown in this budget as 2021/22 Actual are estimates as forecast at the time of preparation of the annual budget and are subject to final adjustments.

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.

Comparative figures

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

Initial application of accounting standards

During the budget year, the below revised Australian Accounting Standards and Interpretations are expected to be compiled, become mandatory and be applicable to its operations.

- *AASB 2020-3 Amendments to Australian Accounting Standards* - Annual Improvements 2018-2020 and Other Amendments
- *AASB 2020-6 Amendments to Australian Accounting Standards* - Classification of Liabilities as Current or Non-current - Deferral of Effective Date

It is not expected these standards will have an impact on the annual budget.

New accounting standards for application in future years

The following new accounting standards will have application to local government in future years:

- *AASB 2021-2 Amendments to Australian Accounting Standards* - Disclosure of Accounting Policies or Definition of Accounting Estimates
- *AASB 2021-6 Amendments to Australian Accounting Standards* - Disclosure of Accounting Policies: Tier 2 and Other Australian Accounting Standards

It is not expected these standards will have an impact on the annual budget.

Judgements, estimates and assumptions

The preparation of the annual 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.

The balances, transactions and disclosures impacted by accounting estimates are as follows:

- estimated fair value of certain financial assets
- estimation of fair values of land and buildings and investment property
- impairment of financial assets
- estimation uncertainties and judgements made in relation to lease accounting
- estimated useful life of assets

Rounding off figures

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

SHIRE OF WANDERING
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2023

1 (b) 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.

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.

1 (c) 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
<p>Governance To provide a decision making process for the efficient allocation of scarce resources.</p>	<p>Members expenses and other costs of the shire that relate to the tasks of assisting Councillors and the public on matters which do not concern specific Council services.</p>
<p>General purpose funding To collect revenue to allow for the provision of services.</p>	<p>Collection of rates revenue, financial assistance grants for general purpose and interest revenue.</p>
<p>Law, order, public safety Supervision by various by-laws, fire prevention and animal control.</p>	<p>Fire prevention Animal control Other</p>
<p>Health To provide services for community and environmental health.</p>	<p>Health inspection and advisory services, analytical services, pest and weed control, and assistance to provide health initiatives.</p>
<p>Education and welfare To support services relating to youth, elderly and the disadvantaged.</p>	<p>Support school activities, aged care initiatives and disability inclusion plan.</p>
<p>Housing Provision of shire housing and privately rented accommodation.</p>	<p>Management and maintenance for shire housing privately rented while not required by staff and provision of rental accommodation to the WA Housing Authority for teachers accommodation.</p>
<p>Community amenities To provide amenities required by the community.</p>	<p>Rubbish collection services and operation of waste transfer station. Maintenance of cemeteries and public conveniences. Administration of town planning activities.</p>
<p>Recreation and culture To establish and maintain infrastructure and resources to meet the recreational and cultural needs of the community.</p>	<p>Maintenance of halls, playgrounds, recreation grounds and reserves. Operation of library and maintenance of heritage and history inventory.</p>
<p>Transport To provide safe and effective transport services to the community.</p>	<p>Construction and maintenance of streets, roads, bridges, signage and footpaths. Cleaning and lighting of town streets. Depot maintenance.</p>
<p>Economic services To help promote Wandering and its economic wellbeing.</p>	<p>Tourism and area promotion including operation of caravan park. Implementation of building control and provision of a fuel facility, postal agency and Community Resource Centre.</p>
<p>Other property and services To monitor and control operating accounts.</p>	<p>Provisions of private work operations, plant repairs, operation costs and all administration costs.</p>

SHIRE OF WANDERING
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2023

2. RATES AND SERVICE CHARGES

(a) Rating Information

Rate Description	Basis of valuation	Rate in	Number of properties	Rateable value	2022/23 Budgeted rate revenue	2022/23 Budgeted interim rates	2022/23 Budgeted back rates	2022/23 Budgeted total revenue	2021/22 Actual total revenue	2021/22 Budget total revenue
		\$		\$	\$	\$	\$	\$	\$	\$
(i) Differential general rates										
GRV Residential	Gross rental valuations	0.137841	54	604,864	83,375	0	0	83,375	74,583	74,583
GRV Special Use	Gross rental valuations	0.156112	3	137,893	21,527	0	0	21,527	22,398	22,398
GRV Rural Residential	Gross rental valuations	0.092758	42	585,000	54,263	0	0	54,263	0	0
GRV Rural Residential-Vacant	Gross rental valuations	0.092759	0	0	0	0	0	0	0	0
GRV Industrial	Gross rental valuations	0.078200	1	20,800	1,627	0	0	1,627	0	0
GRV Industrial-Vacant	Gross rental valuations	0.078300	0	0	0	0	0	0	0	0
UV Rural Residential	Unimproved valuations	0.000000	0	0	0	0	0	0	64,956	61,820
UV Rural/Mining	Unimproved valuations	0.061600	133	16,220,900	999,207	0	0	999,207	918,912	918,798
Non Rateable	Non Rateable	0.000000	0	0	0	0	0	0	(975)	0
Sub-Total			233	17,569,457	1,159,999	0	0	1,159,999	1,079,874	1,077,599
Minimum payment										
		\$								
GRV Residential	Gross rental valuations	1,204	26	49,544	31,304	0	0	31,304	29,700	29,700
GRV Special Use	Gross rental valuations	1,204	1	4,160	1,204	0	0	1,204	1,100	1,100
GRV Rural Residential	Gross rental valuations	1,204	41	338,380	49,364	0	0	49,364	56,100	56,100
GRV Rural Residential-Vacant	Gross rental valuations	1,204	23	78,300	27,692	0	0	27,692	56,100	56,100
GRV Industrial	Gross rental valuations	1,204	1	10,200	1,204	0	0	1,204	89,100	89,100
GRV Industrial-Vacant	Gross rental valuations	1,204	3	10,200	3,612	0	0	3,612	89,100	89,100
UV Rural/Mining	Unimproved valuations	1,204	85	9,582,000	102,340	0	0	102,340	0	0
Sub-Total			180	10,072,784	216,720	0	0	216,720	321,200	321,200
			413	27,642,241	1,376,719	0	0	1,376,719	1,401,074	1,398,799
Discounts on general rates (Refer note 2(g))								(49,000)	(47,539)	(48,745)
Total amount raised from general rates								1,327,719	1,353,535	1,350,054
Ex-gratia rates										
CBH Receptal Bin	Tonnage	0.10224	1	35,600	3,639	0	0	3,639	3,327	3,200
Total ex-gratia rates				35,600	3,639	0	0	3,639	3,327	3,200
Rate write-offs								0	(49)	0
Total specified area and ex gratia rates								3,639	3,278	3,200
Total rates								1,331,358	1,356,813	1,353,254

The Shire did not raise specified area rates for the year ended 30th June 2023.

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

The general rates detailed for the 2022/23 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.

2. 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- with Discount	16/11/2022	0	0.0%	7.0%
Option two				
Single full payment- No Discount	30/11/2022	0	0.0%	7.0%
Option three				
First instalment	30/11/2022	0	0.0%	7.0%
Second instalment	30/01/2023	10	5.5%	7.0%
Option four				
First instalment	30/11/2022	0	0.0%	7.0%
Second instalment	30/01/2023	10	5.5%	7.0%
Third instalment	31/03/2023	10	5.5%	7.0%
Fourth instalment	30/05/2023	10	5.5%	7.0%

	2022/23 Budget revenue	2021/22 Actual revenue	2021/22 Budget revenue
	\$	\$	\$
Instalment plan admin charge revenue	1,700	790	1,700
Instalment plan interest earned	3,000	2,844	2,500
Unpaid rates and service charge interest earned	6,500	4,981	6,500
	11,200	8,615	10,700

2. 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
GRV - Residential	Properties valued on a GRV basis with a predominate residential use.	This is considered by Council to be the base rate by which all other GRV land is assessed.	The rate for this category is to reflect the level of rating required to raise the necessary revenue to operate efficiently and provide the diverse range of services and programs associated with infrastructure/facilities required for residential areas. These programs include, but not limited to, road maintenance, development of footpath network, and building maintenance.
GRV-Rural Residential	Consists of properties outside the town-site with a minimal rural activity taking place and are predominately residential.	This objective of this category is to raise additional revenue to fund cost impacts to the Shire from this type of development.	This category is rated lower to reflect the lower infrastructure/facilities maintenance required for rural residential areas. These programs include, but not limited to, road maintenance, drainage networks, road safety, ranger services, bushfire control, waste transfer services, and health, building and planning services.
GRV-Rural Residential Vacant	Consists of properties outside the town-site with a minimal rural activity taking place and are predominately residential.	This objective of this category is to raise additional revenue to fund cost impacts to the Shire from this type of development.	This category is rated lower to reflect the lower infrastructure/facilities maintenance required for rural residential areas. These programs include, but not limited to, road maintenance, drainage networks, road safety, ranger services, bushfire control, waste transfer services, and health, building and planning services.
GRV-Special Use	Properties valued on a GRV basis used for purpose other than residential	The objective is to raise additional revenue to contribute toward higher costs associated with commercial activity.	The rate reflects the additional costs associated with increased maintenance and renewal of assets and infrastructure required to service these properties. The higher rate also reflects the additional cost of environmental health, building and planning services.
GRV-Industrial	Consists of properties inside the town-site undertaking industrial activities	The objective is to raise additional revenue to contribute toward costs associated with industrial activity.	This category is rated higher to reflect the higher infrastructure/facilities maintenance required for industrial areas. These programs include, but not limited to, road maintenance, drainage networks, road safety, ranger services, bushfire control, waste transfer services, and health, building and planning services.

SHIRE OF WANDERING

NOTES TO AND FORMING PART OF THE BUDGET

FOR THE YEAR ENDED 30 JUNE 2023

2. 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

GRV-Industrial Vacant	Consists of properties inside the town-site undertaking industrial activities	The objective is to raise additional revenue to contribute toward costs associated with industrial activity.	This category is rated higher to reflect the higher infrastructure/facilities maintenance required for industrial areas. These programs include, but not limited to, road maintenance, drainage networks, road safety, ranger services, bushfire control, waste transfer services, and health, building and planning services.
UV-Rural/Mining	Consists of properties with a predominant rural land use, and all mining leases, exploration/prospecting licenses and all licences as defined under the Mining Act 1978. Rural is predominately agricultural purposes.	Is the lowest of the Shire's UV differentials which serves as a benchmark differential rate by which all other UV rated properties are assessed.	The rate for this category reflects the level of rating required to operate efficiently and provide the diverse range of services and programs and associated infrastructure/facilities required for rural areas. These programs include, but are not limited to, road maintenance, drainage networks, road safety, tree pruning and replacement of road plant.

(d) Differential Minimum Payment

The Shire imposes a uniform general minimum for all rate categories. It is also recognition that every property receives some minimum level of benefit of works and services provided.

2. RATES AND SERVICE CHARGES (CONTINUED)

(e) Specified Area Rate

The Shire did not raise specified area rates for the year ended 30th June 2023.

(f) Service Charges

The Shire did not raise service charges for the year ended 30th June 2023.

(g) Early payment discounts

Rate, fee or charge to which discount is granted	Note	Discount %	Discount (\$)	2022/23 Budget	2021/22 Actual	2021/22 Budget	Circumstances in which discount is granted
Rates	2 (a)	5.0%	0	\$ 49,000	\$ 47,539	\$ 48,745	Payment of full rates owing including arrears and all other charges, received on or before 35 days after the date of service on the rate notice.
				49,000	47,539	48,745	

(h) Waivers or concessions

The Shire does not anticipate any waivers or concessions for the year ended 30th June 2023.

SHIRE OF WANDERING
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2023

3. NET CURRENT ASSETS

	2022/23 Budget 30 June 2023	2021/22 Actual 30 June 2022	2021/22 Budget 30 June 2022
Note	\$	\$	\$
(a) Composition of estimated net current assets			
Current assets			
Cash and cash equivalents - unrestricted	4	115,036	256,454
Cash and cash equivalents - restricted	4	823,358	788,858
Receivables		74,020	141,020
Other assets		5	5
Inventories		268,598	71,103
		1,281,017	1,257,440
Less: current liabilities			
Trade and other payables		(208,812)	(143,812)
Contract liabilities		(19,949)	(19,949)
Unspent non-operating grants, subsidies and contributions liability		(234,554)	(234,554)
Long term borrowings	7	18,665	0
Employee provisions		(65,168)	(65,168)
		(509,818)	(463,483)
Net current assets		771,199	793,957
Less: Total adjustments to net current assets	3.(c)	(771,199)	(523,087)
Net current assets used in the Rate Setting Statement		0	270,870

3. NET CURRENT ASSETS (CONTINUED)

EXPLANATION OF DIFFERENCE IN NET CURRENT ASSETS AND SURPLUS/(DEFICIT)

Items excluded from calculation of budgeted deficiency

When calculating the budget deficiency for the purpose of Section 6.2 (2)(c) of the *Local Government Act 1995* the following amounts have been excluded as provided by *Local Government (Financial Management) Regulation 32* which will not fund the budgeted expenditure.

(b) Non-cash amounts excluded from operating activities

The following non-cash revenue or expenditure has been excluded from amounts attributable to operating activities within the Rate Setting Statement in accordance with *Financial Management Regulation 32*.

		2022/23 Budget 30 June 2023	2021/22 Actual 30 June 2022	2021/22 Budget 30 June 2022
	Note	\$	\$	\$
Adjustments to operating activities				
Less: Profit on asset disposals	5(b)	(2,333)	(9,598)	(14,700)
Add: Loss on disposal of assets	5(b)	0	4,315	0
Add: Depreciation on assets	6	1,182,279	1,147,783	1,123,080
Movement in non-current employee provisions		0	30,171	0
Movement in current employee provisions associated with restricted cash		5,053	(48,975)	(14,000)
Non cash amounts excluded from operating activities		1,184,999	1,123,696	1,094,380
Adjustments to net current assets				
Less: Cash - restricted reserves	8	(568,855)	(534,355)	(651,905)
- Land held for resale		(200,000)	0	(200,000)
- Current portion of borrowings	7(a)	(18,665)	0	181,335
- Current portion of employee benefit provisions held in reserve		16,321	11,268	46,244
Total adjustments to net current assets		(771,199)	(523,087)	(624,326)

3 (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 Wandering 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 Shire 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 Wandering contributes to a number of superannuation funds on behalf of employees.

All funds to which the Shire of Wandering 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.

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.

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.

4. 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	2022/23 Budget	2021/22 Actual	2021/22 Budget
	\$	\$	\$
Cash at bank and on hand	938,394	1,045,312	652,291
Total cash and cash equivalents	938,394	1,045,312	652,291
Held as			
- Unrestricted cash and cash equivalents	3(a) 115,036	256,454	386
- Restricted cash and cash equivalents	3(a) 823,358	788,858	651,905
	938,394	1,045,312	652,291
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	823,358	788,858	651,905
	823,358	788,858	651,905
The restricted assets are a result of the following specific purposes to which the assets may be used:			
Financially backed reserves	8 568,855	534,355	651,905
Contract liabilities	19,949	19,949	0
Unspent non-operating grants, subsidies and contribution liabilities	234,554	234,554	0
	823,358	788,858	651,905
Reconciliation of net cash provided by operating activities to net result			
Net result	733,940	619,723	257,174
Depreciation	6 1,182,279	1,147,783	1,123,080
(Profit)/loss on sale of asset	5(b) (2,333)	(5,283)	(14,700)
(Increase)/decrease in receivables	67,000	(73,376)	0
(Increase)/decrease in inventories	2,505	3,167	20,000
(Increase)/decrease in other assets	0	(5)	0
Increase/(decrease) in payables	65,000	(59,498)	25,000
Increase/(decrease) in contract liabilities	0	8,489	(187,247)
Increase/(decrease) in unspent non-operating grants	0	28,575	0
Increase/(decrease) in employee provisions	0	14,158	(14,000)
Non-operating grants, subsidies and contributions	(1,699,791)	(1,276,520)	(957,245)
Net cash from operating activities	348,600	407,213	252,062

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 3 - 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 WANDERING
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2023

5. FIXED ASSETS

(a) Acquisition of Assets

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

Reporting program

Asset class	Governance	Law, order, public safety	Recreation and culture	Transport	Other property and services	2022/23 Budget total	2021/22 Actual total	2021/22 Budget total
	\$	\$	\$	\$	\$	\$	\$	\$
<i>Property, Plant and Equipment</i>								
Buildings - specialised	0	121,000	422,390	0	0	543,390	330,792	132,940
Furniture and equipment	17,000	0	0	0	4,000	21,000	10,548	14,500
Plant and equipment	0	8,000	0	119,800	0	127,800	199,759	312,650
	17,000	129,000	422,390	119,800	4,000	692,190	541,099	460,090
<i>Infrastructure</i>								
Infrastructure - roads	0	0	0	1,479,454	0	1,479,454	1,008,217	1,044,570
	0	0	0	1,479,454	0	1,479,454	1,008,217	1,044,570
<i>Land Held for Resale</i>								
Land held for resale	0	0	0	0	200,000	200,000	10,884	200,000
Total acquisitions	17,000	129,000	422,390	1,599,254	204,000	2,371,644	1,560,200	1,704,660

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

- Statement of Estimated Capital Expenditure and Sources of Funds For The Period 1 July 2022 To 30 June 2023

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 WANDERING
 NOTES TO AND FORMING PART OF THE BUDGET
 FOR THE YEAR ENDED 30 JUNE 2023

5. FIXED ASSETS

(b) Disposals of Assets

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

	2022/23 Budget Net Book Value	2022/23 Budget Sale Proceeds	2022/23 Budget Profit	2022/23 Budget Loss	2021/22 Actual Net Book Value	2021/22 Actual Sale Proceeds	2021/22 Actual Profit	2021/22 Actual Loss	2021/22 Budget Net Book Value	2021/22 Budget Sale Proceeds	2021/22 Budget Profit	2021/22 Budget Loss
By Program	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Transport	32,667	35,000	2,333	0	75,404	80,687	9,598	(4,315)	109,300	124,000	14,700	0
	32,667	35,000	2,333	0	75,404	80,687	9,598	(4,315)	109,300	124,000	14,700	0
By Class												
<u>Property, Plant and Equipment</u>												
Plant and equipment	32,667	35,000	2,333	0	75,404	80,687	9,598	(4,315)	109,300	124,000	14,700	0
	32,667	35,000	2,333	0	75,404	80,687	9,598	(4,315)	109,300	124,000	14,700	0

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

- Plant replacement program

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.

SHIRE OF WANDERING
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2023

6. ASSET DEPRECIATION

By Program

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

By Class

Buildings - non-specialised
Furniture and equipment
Plant and equipment
Infrastructure - roads
Infrastructure - footpaths
Infrastructure - recreation
Infrastructure - other

2022/23	2021/22	2021/22
Budget	Actual	Budget
\$	\$	\$
49,482	49,196	52,680
26,785	26,471	23,630
12,073	12,079	10,990
50,886	49,471	47,640
814,152	784,890	818,240
28,177	27,975	22,020
200,724	197,701	147,880
1,182,279	1,147,783	1,123,080
80,309.0	77,966	62,870
11,346.0	11,015	25,160
228,850.0	222,173	164,490
795,639.0	772,424	800,000
11,109.0	10,785	10,980
30,634.0	29,740	34,800
24,392.0	23,680	24,780
1,182,279	1,147,783	1,123,080

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:

ASSET CLASS	USEFUL LIFE
Buildings	40 to 50 years
Plant and equipment	3 to 10 years
Sealed roads and streets pavement seal	50 years
- bituminous seals	20 years
- asphalt surfaces	25 years
Gravel roads formation pavement	not depreciated 50 years
Footpaths - slab	20 years
Sewerage piping	100 years
Water supply piping and drainage systems	75 years
Recreation assets	4 to 50 years
Other assets	4 to 50 years
Bridges	4 to 50 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 WANDERING
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2023

7. 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	2022/23	2022/23	Budget	2022/23	Actual	2021/22	2021/22	Actual	2021/22	Budget	2021/22	2021/22	Budget	2021/22	
				Principal	Budget	Budget	Principal	Principal		Actual	Actual	Actual	Actual		Principal	Budget	Budget	Principal	Budget
				1 July 2022	New Loans	Repayments	outstanding 30 June 2023	Repayments	1 July 2021	New Loans	Repayments	30 June 2022	Repayments	1 July 2021	New Loans	Repayments	30 June 2022	Repayments	
				\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Community amenities																			
Industrial Estate Development		WATC	1.5%	0	200,000	(18,665)	181,335	(2,970)	0	0	0	0	0	0	200,000	(18,665)	181,335	(2,970)	
				0	200,000	(18,665)	181,335	(2,970)	0	0	0	0	0	0	200,000	(18,665)	181,335	(2,970)	

All borrowing repayments will be financed by general purpose revenue.

SHIRE OF WANDERING
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2023

7. INFORMATION ON BORROWINGS

(b) New borrowings - 2022/23

Particulars/Purpose	Institution	Loan type	Term (years)	Interest rate	Amount borrowed budget	Total interest & charges	Amount used budget	Balance unspent
Industrial Estate	Treasury	Debenture	10	1.5%	\$ 200,000	\$ 0	\$ 200,000	\$ 0
					200,000	0	200,000	0

(c) Unspent borrowings

The Shire had no unspent borrowing funds as at 30th June 2022 nor is it expected to have unspent borrowing funds as at 30th June 2023.

(d) Credit Facilities

	2022/23 Budget	2021/22 Actual	2021/22 Budget
	\$	\$	\$
Undrawn borrowing facilities			
credit standby arrangements			
Bank overdraft limit	0	0	0
Credit card limit	5,000	5,000	5,000
Total amount of credit unused	5,000	5,000	5,000
Loan facilities			
Loan facilities in use at balance date	181,335	0	181,335

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 WANDERING
 NOTES TO AND FORMING PART OF THE BUDGET
 FOR THE YEAR ENDED 30 JUNE 2023

8. FINANCIALLY BACKED RESERVES

(a) Financially Backed Reserves - Movement

	2022/23 Budget Opening Balance	2022/23 Budget Transfer to	2022/23 Budget Transfer (from)	2022/23 Budget Closing Balance	2021/22 Actual Opening Balance	2021/22 Actual Transfer to	2021/22 Actual Transfer (from)	2021/22 Actual Closing Balance	2021/22 Budget Opening Balance	2021/22 Budget Transfer to	2021/22 Budget Transfer (from)	2021/22 Budget Closing Balance
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Restricted by council												
(a) Leave reserve	11,269	5,053	0	16,322	60,244	25	(49,000)	11,269	60,244	0	(14,000)	46,244
(b) Land & building reserve	251,074	1,174	0	252,248	231,859	128,535	(109,320)	251,074	231,859	128,438	(26,550)	333,747
(c) Plant replacement reserve	163,230	25,764	(54,000)	134,994	133,449	29,781	0	163,230	133,449	29,725	0	163,174
(d) Office equipment reserve	40,002	187	0	40,189	47,482	20	(7,500)	40,002	20,482	0	(7,500)	12,982
(e) Fuel facility reserve	68,780	16,322	0	85,102	52,933	15,847	0	68,780	79,933	15,825	0	95,758
(f) WSNF funding reserve	0	40,000	0	40,000	0	0	0	0	0	0	0	0
	534,355	88,500	(54,000)	568,855	525,967	174,208	(165,820)	534,355	525,967	173,988	(48,050)	651,905
	534,355	88,500	(54,000)	568,855	525,967	174,208	(165,820)	534,355	525,967	173,988	(48,050)	651,905

(b) Financially 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	For the payment of long service leave
(b) Land & building reserve	2023/2024	For the replacement of office equipment
(c) Plant replacement reserve	Ongoing	For the purchase of land and buildings, and major repairs/upgrading of existing buildings
(d) Office equipment reserve	Ongoing	For the purchase and replacement of plant and equipment
(e) Fuel facility reserve	2027/2028	For the renewal or replacement of fuel facility equipment
(f) WSNF funding reserve	2023/2024	To assist in financing Councils contribution to Western Secondary Freight Network Works Program

SHIRE OF WANDERING
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2023

9. 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
Specified area rates	Rates charge for specific defined purpose	Over time	Payment dates adopted by Council during the year	Refund in event monies are unspent	Adopted by council annually	When taxable event occurs	Not applicable	When rates notice is issued
Service charges	Charge for specific service	Over time	Payment dates adopted by Council during the year	Refund in event monies are unspent	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
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
Airport landing charges	Permission to use facilities and runway	Single point in time	Monthly in arrears	None	Adopted by council annually	Applied fully on timing of landing/take-off	Not applicable	On landing/departure event
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

10. PROGRAM INFORMATION

Income and expenses	2022/23 Budget	2021/22 Actual	2021/22 Budget
Income excluding grants, subsidies and contributions	\$	\$	\$
Governance	3,500	0	3,500
General purpose funding	1,352,404	1,222,248	1,227,954
Law, order, public safety	6,750	2,789	2,750
Health	4,500	2,886	3,500
Housing	47,900	38,306	46,800
Community amenities	57,500	51,129	51,680
Recreation and culture	2,520	37,486	1,720
Transport	3,833	10,999	15,200
Economic services	681,520	662,601	610,940
Other property and services	52,693	71,506	41,750
	2,213,120	2,099,950	2,005,794
Operating grants, subsidies and contributions			
General purpose funding	160,000	751,902	581,590
Law, order, public safety	39,500	34,157	41,540
Recreation and culture	100	0	100
Transport	61,500	61,230	57,000
Economic services	135,200	114,505	112,780
Other property and services	0	5,275	4,000
	396,300	967,069	797,010
Non-operating grants, subsidies and contributions			
General purpose funding	0	3,991	0
Law, order, public safety	121,000	95,803	0
Recreation and culture	405,287	0	0
Transport	1,173,504	884,816	824,305
Economic services	0	263,335	132,940
	1,699,791	1,247,945	957,245
Total Income	4,309,211	4,314,964	3,760,049
Expenses			
Governance	(199,272)	(118,334)	(192,390)
General purpose funding	(115,854)	(128,951)	(86,000)
Law, order, public safety	(135,613)	(130,654)	(137,340)
Health	(18,184)	(7,686)	(11,030)
Education and welfare	(6,043)	(4,372)	(1,340)
Housing	(56,490)	(56,406)	(28,940)
Community amenities	(224,149)	(204,541)	(229,620)
Recreation and culture	(274,197)	(232,929)	(228,460)
Transport	(1,564,297)	(1,798,324)	(1,709,930)
Economic services	(962,373)	(908,236)	(832,035)
Other property and services	(18,799)	(104,808)	(45,790)
Total expenses	(3,575,271)	(3,695,241)	(3,502,875)
Net result for the period	733,940	619,723	257,174

11. OTHER INFORMATION

	2022/23 Budget	2021/22 Actual	2021/22 Budget
	\$	\$	\$
The net result includes as revenues			
(a) Interest earnings			
Investments			
- Reserve funds	2,500	220	2,500
- Other funds	1,200	0	1,200
Other interest revenue (refer note 1b)	9,500	7,825	9,000
	13,200	8,045	12,700
(a) Other revenue			
Reimbursements and recoveries	19,243	73,418	14,100
Other	23,496	18,002	21,710
	42,739	91,420	35,810
The net result includes as expenses			
(b) Auditors remuneration			
Audit services	25,000	25,000	25,000
Other services	0	6,338	0
	25,000	31,338	25,000
(c) Interest expenses (finance costs)			
Borrowings (refer Note 7(a))	2,970	0	2,970
	2,970	0	2,970
(d) Write offs			
General rate	0	49	0
	0	49	0

12. ELECTED MEMBERS REMUNERATION

	2022/23 Budget	2021/22 Actual	2021/22 Budget
	\$	\$	\$
President - Ian Turton			
President's allowance	6,170	2,980	5,959
Meeting attendance fees	3,680	1,777	3,553
ICT expenses	1,050	525	1,050
	10,900	5,282	10,562
Deputy president - Paul Treasure			
Deputy President's allowance	1,000	0	508
Meeting attendance fees	3,680	1,777	3,553
ICT expenses	1,050	525	1,050
	5,730	2,302	5,111
Elected member - Gary Curtis			
Meeting attendance fees	3,680	1,777	3,553
ICT expenses	1,050	525	1,050
	4,730	2,302	4,603
Elected member Judith Price			
Meeting attendance fees	0	888	3,553
ICT expenses	0	263	1,050
Travel and accommodation expenses	0	0	475
	0	1,151	5,078
Elected member - Graeme Parsons			
Meeting attendance fees	3,680	1,777	3,553
ICT expenses	1,050	525	0
Travel and accommodation expenses	500	420	0
	5,230	2,722	3,553
Elected member - Maxwell Watts			
Meeting attendance fees	3,680	1,777	3,553
ICT expenses	1,050	525	1,050
	4,730	2,302	4,603
Elected member - Brendan Whitely			
Meeting attendance fees	0	888	3,553
ICT expenses	0	0	1,050
	0	888	4,603
Elected member - Gillian Hansen			
Meeting attendance fees	3,680	888	0
ICT expenses	1,050	263	0
	4,730	1,151	0
Elected member - Sheryl Little			
Meeting attendance fees	3,680	0	0
ICT expenses	1,050	0	0
	4,730	0	0
Total Elected Member Remuneration	40,780	18,100	38,113
President's allowance	6,170	2,980	5,959
Deputy President's allowance	1,000	0	508
Meeting attendance fees	25,760	11,549	24,871
ICT expenses	7,350	3,151	6,300
Travel and accommodation expenses	500	420	475
	40,780	18,100	38,113

13. FEES AND CHARGES

	2022/23 Budget	2021/22 Actual	2021/22 Budget
	\$	\$	\$
By Program:			
General purpose funding	3,700	2,590	3,200
Law, order, public safety	6,750	2,789	2,750
Health	4,500	2,886	3,500
Housing	47,500	38,306	46,800
Community amenities	55,500	51,129	50,120
Recreation and culture	2,520	2,349	1,720
Transport	1,500	1,400	500
Economic services	681,520	662,601	610,940
Other property and services	20,000	15,224	15,000
	823,490	779,274	734,530

The subsequent pages detail the fees and charges proposed to be imposed by the local government.