

2022-23 ANNUAL REPORT

SHIRE OF WANDERING

22 WATTS STREET,
WANDERING, WA 6308

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Shire President's Report

The Shire of Wandering Annual Report 2022/2023 is quite extensive and is readily available for those with internet access. With this in mind I will cover just a few areas that I believe should be acknowledged by our community.

The period under review was the first year of administration control by our CEO, Alan Hart, of a probable five-year term. During this initial period, he spent much of his time organising and employing staff that he considered would suit our resource requirements in the coming years. Not an easy job in the current labour market particularly for smaller rural Councils. During this process Council highlighted areas where our operations should be improved particularly in road maintenance and also other general community service areas.

I am optimistic that the Annual Report shows we have a good foundation for the next few years. The Shire's audit was completed on the 4th December 2023 and was an unqualified audit that found the financial statements to be based on proper accounts and records.

As usual the Shire continued many projects that are referred to in the CEO's report. There were significant developments in the upgrade of the Wandering Community Centre and work commenced on major changes to two of our important roads. They will no doubt feature in coming reports.

I was pleased to start this reporting period with a full Council; however, Cr Gary Curtis left us in August of 2022. I thank Gary and Jenni for their input into the Shire and Wandering Community and hope they enjoy Cairns as a new base. A Council of six operated for the rest of the 2022/23 year. Members of our community should consider serving on Council. It can be challenging, but never dull, as it seeks to cover the many aspects desired by our community. If you value your community's autonomy long term, make sure all Councillor positions are filled as vacancies occur.

Thank you to all our staff for their continued dedication and to the many volunteers who never fail to be involved in various functions. To my Councillor colleagues, many thanks for the personal effort, thought and research put into each Council decision made. I look forward to another year of achievements in what will be the 150th anniversary, in October 2024, of the recognition of Wandering as an independent district.

Cr Ian Turton
Shire President



Upgrade of York Williams Road



Roadside Breakfast



Chief Executive Officer's Report

Wandering is a small, connected community and I have the pleasure of writing the CEO's report for the 2022/2023 financial year.

The Shire has a dedicated workforce that has continued to deliver results to the Wandering community through the continual improvement of our road network, maintaining our parks and gardens, delivering community services through the Wandering CRC and Council and business services in the administration office.



During the year under review the Shire completed a number of projects including the extension to the Wandering Fire Station which includes new training facilities for our volunteers, office space for the leadership team at the Wandering Brigade and Chief Bushfire Control Officer and a new kitchen and change room facilities. It is exciting to see these facilities constructed to support our volunteers and thanks to the Department of Fire and Emergency Services for providing the funding for this facility.

The Shire also commenced works on the upgrade of the Wandering Community Centre, through the Wandering Community Centre Upgrade Committee and the Chairperson, Brendan Whitely. This project has been on the books for many years and the committee has worked tirelessly over the last 12 months to finalise the plans for the building, including community consultation and incorporating the feedback into the final design. During the year, works completed were the universal access ramp from the community centre to the oval and the associated landscaping, and the installation of the water tanks behind the machinery shed to capture the rainwater from the Wandering Community Centre building to be used in the public toilets where non-potable water can be used.

The Works team had a busy year with a number of road reconstruction projects being completed, including works on the York Williams Road, North Wandering Road, Kubbine Road and Moromocking Road.

I would like to thank all of the staff for their hard work and contributions during the year and also to thank and acknowledge the continued contribution of our Elected Members who work collaboratively with the administration to ensure that the strategic goals of the Shire are met.

Alan Hart
Chief Executive Officer

Our Statistics

 <p>535 Total Number of Residents <i>(based on 2021 Census)</i></p>	 <p>445 Total Number of Rateable Properties</p>	 <p>\$1,338,041 Rates Levied</p>
 <p>\$1,312 Minimum General Residential Rate</p>	 <p>\$1,312 Minimum General Residential Rate</p>	 <p>9% Increase in Average Rate</p>
 <p>\$3,213,585 Operating Revenue</p>	 <p>\$95,782,112 Net Assets</p>	 <p>\$993,399 Operating Grants Revenue</p>
 <p>\$1,011,696 Specific Purpose Grants Revenue</p>	 <p>184 km Length of Sealed Roads</p>	 <p>295 km Length of Gravel Roads</p>
 <p>0 Debt Servicing Ratio</p>	 <p>231 Number of Dwellings</p>	 <p>82 Number of Garbage Services Provided</p>

Australia Day 2023



Statutory Disclosures

Councillor attendance at Council Meetings:

In the 2022/2023 year there were 11 Ordinary Council Meetings (OCM), two Audit Committee Meetings (ACM) and four Special Council Meetings (SCM) held. Attendance was as follows:

	OCM	SCM	ACM
Cr I Turton	11	3	1
Cr G Parsons	11	4	2
Cr P Treasure	9	3	2
Cr M Watts	10	3	2
Cr G Hansen	9	3	1
Cr S Little	10	3	0
Cr G Curtis (Retired Oct 2022)	2	2	1

Public Interest Disclosures

As a public authority, the Shire has an obligation to provide information under the *Public Interest Disclosure Act 2003*. No public interest disclosure requests were received during the 2022-23 year.

Register of Complaints

Section 5.53(2)(hb) of the *Local Government Act 1995* requires that a local government’s Annual Report is to contain details of entries made under Section 53121 of the Act during the financial year, in the register of complaints. There were no complaints received and recorded in the Register for the 2022/23 period.

Employee Remuneration

In accordance with section 5.53(2)(g) of the *Local Government Act 1995* and Section 19B of the *Local Government (Administration) Regulations 1996*, the following information is provided with respect to employees annual salary entitlements. Set out below, in bands of \$10,000 is the number of employees of the Shire of Wandering with an annual salary of \$100,000 or more.

Salary Range	Number of Employees
\$110,000 - \$119,999	1
\$120,000 - \$129,999	
\$140,000 – 149,999	1

National Competition Policy

The National Competition Policy statement requires Local Governments to include in the Annual Report, ongoing statements on the following: 1) Competitive Neutrality–To remove benefits (and costs) that accrue to government business because of their public ownership. 2) Structural Reform–Local government is required to reform the structure of publicly owned monopoly businesses where it is proposed to introduce competition. 3) Legislative Review–To review legislation that restricts competition.



Clean Up Australia Day



Elected Members

The Shire of Wandering is comprised of seven Elected Members, including the Shire President. Cr Gary Curtis resigned from Council in August 2022.



Cr Ian Turton
(Shire President)



Cr Paul Treasure
(Deputy President)



Cr Gary Curtis



Cr Gillian Hansen



Cr Sheryl Little



Cr Graeme Parsons



Cr Max Watts

Operation Manager's Report

During the year under review, Council once again committed in excess of \$1.6 million towards the development and maintenance of its road infrastructure.

The table below illustrates some of the wide range of works that were completed during this period.

PROJECT	EXPENDITURE
Roads – Construction	\$ 1,071,800
Roads – Maintenance	\$ 568,500
Street Lighting and maintenance	\$ 8,400
Bridge Maintenance	\$ 2,000

Council is highly reliant on funds being made available from bodies such as the Federal Government, WA Local Government Grants Commission and Main Roads WA each year and this year was no different, with Council receiving over \$695,100 in direct funding. The break-down of the funding was as follows:

• WA Local Government Grants Commission	\$ 66,200
• MRWA (Direct Grant)	\$ 66,600
• Street Light Subsidy	\$ 4,500
• Blackspot	\$ 63,700
• Regional Road Group Funding	\$ 453,100
• Wheatbelt Secondary Freight Network	\$ 41,000

CAPITAL & RENEWAL WORKS

- Kubbine Road Clearing and drainage works
- York Williams Road Clearing and drainage works
- York Williams Road intersection upgrade works
- York Williams final seal works
- North Wandering seal works

PAVEMENT REPAIRS

Pavement repairs were carried out on various sections of road throughout the Shire including:

- North Bannister Road
- North Wandering Road

Blackspot Funding

The Shire received blackspot funding for Moramocking Road. This provided flatter roadside drainage using a combination of shallow swale and subsoil drainage. Works completed were:

- Convert the culvert to a field gully to suit shallower table drain or extend culvert clear of road shoulder
- Replace incorrect warning signs and install a road name sign.
- Correct drainage on road edge
- Seal intersection and approaches
- Install hazard arrow corner signs and hazard board





Moramocking Road prior to the works



Moramocking Road after completed works

WHEATBELT SECONDARY FREIGHT NETWORK (WSFN)

The Shire of Wandering had WSFN development works programmed for North Bannister-Wandering Road, Wandering-Pingelly Road, and Wandering-Narrogin Road this financial year, with pre-construction due to commence in 2023/24. On North Bannister-Wandering Road we will be replacing and upgrading the culverts from SLK 9.10- 13.6 (4.5) this work also includes clearing, batter works, and subsoil drainage. A brief below regarding the WSFN program:

The WSFN program designed to increase freight efficiency, productivity, and safety. The major aim is to reduce freight input costs and increase Australia's international competitiveness in agricultural markets.

The network consists of 4400kms of local government roads with the full support of all 42 Shires—the largest local government collaboration in Australia.

Governance is provided by a steering committee and a technical committee along with a program management team. All 42 local governments are represented on these committees.

Funding for the program is provided by the federal government (80%) state government (13.4%) and local government (6.6%).

At the close of year four (2022/23 financial year), over \$73 million has been spent on development and construction projects. This has delivered more than 500km of regional road upgrades to the minimum 8m seal width.

WSFN's desire is to turn the fund into a rolling program to allow continued upgrade to these vital routes to increase efficiency, productivity and safety. Certainty of funding to allow continued development works across the network, allow ongoing review of priorities as changes occur such as bin closures, seasonal harvest variance, increased size and weight of freight.

Benefits

Improved freight efficiency

Improved road safety

Wheatbelt local governments benefit through capability and capacity building

Wheatbelt communities benefit – agriculture, tourism, mining, road safety and financially

Maintenance Crews

It has been a busy and highly productive year for the maintenance team looking after the Shire network of 297 kilometers of unsealed roads and 182 kilometers of sealed roads.

Parks & Gardens

A source of community pride, the gardens around town are once again looking amazing thanks to the Parks and Gardens team.



Collecting rain water run off from the machinery shed to re use at the public toilets



Community Resource Centre Report

The Wandering Community Resource Centre (WCRC) is partly funded through the Department of Primary Industries and Regional Development (DPIRD) and is a service provided under the Shire of Wandering. Its core services align with the contractual obligations with DPIRD and other contracts held such as Department of Transport and Services Australia. Any other activities and services are provided and developed through community needs analysis.

The WCRC is managed by one part-time Co-ordinator who reports to the CEO of the Shire of Wandering and one part-time assistant working two days per week. The CRC is open Monday-Thursday 9am-4pm.

Community Resource Centres (CRCs) deliver a range of community services for DPIRD which, as part of the Western Australian Community Resource Network, contribute towards the Community Level Outcomes for the WACRN program. These Community Level Outcomes (CLO) are:

CLO 1 - Development of vibrant and sustainable regional communities.

CLO 2 - Regional communities have improved access to the state government and community information they need.

CLO 3 - Regional communities improve their economic health.

CLO – 4 Regional communities improve their social cohesion and capacity.

Each CRC service provider contributes towards these through their work in delivering services tailored to address the Service Level Outcome for the WACRN. The Service Level Outcomes (SLO) for the WACRN are:

SLO 1 – Community members are provided with access to state government and community information and services.

SLO 2 – Local businesses and the workforce have access to activities and initiatives that improve skills and capacity to foster economic growth in the local community.

SLO 3 – Community members have access to activities and initiatives that create or improve community connectedness and capacity.

Economic and Business Development Support:

2022/23 saw an increase in small home-based businesses within the local area. This enabled the successful launch of The Wandering Collective. This new addition to the CRC services allows for locals to display and sell their products as well as promote their products to visitors and stakeholders.

We worked with several professional service providers to deliver a range of workshops, including Truck Driver training and Business Workshops. RSM delivered free workshops and business assistance. Busselton Advanced Driver Training delivered truck driver training, Employment Training Solutions delivered the Heavy Vehicle Pilot training. We will be partnering with these facilitators again next year to deliver a range of workshops and opportunities to upskill our local workforce and assist business owners.

Community Support and Activities

The Wandering CRC delivered a range of activities and services throughout the year, including a range of Tasty Tuesday lunches which were held once a month, Wandering Cabaret Night, Community Garden Busy Bees and Clean-Up Australia Day.

The popular Women's Night and Men's Night were once again a success and well attended. The CRC continues to provide assistance to the shire's Australia Day Breakfast.

The beginning of 2023 saw a relocation of the CRC to the Wandering Community Centre for three months due to a safety issue with the ceiling. This time was also used to refurbish the interior of the building which included new carpet, a re-paint and a change of layout. These upgrades have enabled a more professional, friendly and usable space which is comfortable all year round.

At the end of 2022 we employed Marina Corkery as a part-time assistant for the CRC who works two days a week and assists at after hours events where required. She has become a valuable member of staff with her main focus areas being library, children's activities and event assistance, along with general day-to-day functions of the CRC and being relief when the Coordinator is away.

The Wandering Craft Group and Virtual Village continue to use the facility once a week for their group activities and their member numbers have remained stable throughout the year. The CRC partnered with the Wandering Lions Club and Wandering Shire to deliver the annual Roadside Community Breakfasts which saw three breakfasts being held across the shire to check-in with the community and discuss issues and opportunities with residents.



Integrated Planning

Principles

The Council members and employees will follow the Local Government Department's Integrated Planning Framework that provides the process to:

- Ensure community input is explicitly and reliably generated.
- Provide capacity for location specific planning were appropriate.
- Inform long-term objectives of the Shire with these inputs.
- Identify the resourcing requirements to deliver against the long-term objectives.
- Clearly articulate long-term financial interchange implications and strategies.

Application

As part of the Shire of Wandering's planning cycle, the principles and practices of the integrated planning framework will be demonstrated in all consultation, research, development and implementation phases of the strategic planning process.

Outcomes from the process are a Wandering Community Strategic Plan 2018-2028 (CSP) representing the long-term community aspirations, a Corporate Business Plan 2021-2025 (CBP) outlining the strategic and operational objectives to be achieved in the four-year period. The CBP will demonstrate activities and projects are fully resourced and have appropriate timelines and performance measures.

This will be underpinned by a series of informing strategies and plans which will include:

- A 10-year long-term financial plan;
- A workforce plan that is reviewed every four years in conjunction with the corporate business plan;
- An asset management plan for the life cycle of all assets including maintenance and replacement programs; and
- Any relevant issue specific strategies and plans for major projects or key developments.

The Council will ensure that there are adequate resources provided in both the integrated planning development and delivery phases to ensure timelines and legislative requirement are met and that the community expectations are addressed in a sustainable manner.

The integrated planning process and outcomes will be incorporated into the performance indicators of the CEO for the overall integrated planning process and for Managers for the components relative to their areas of control.

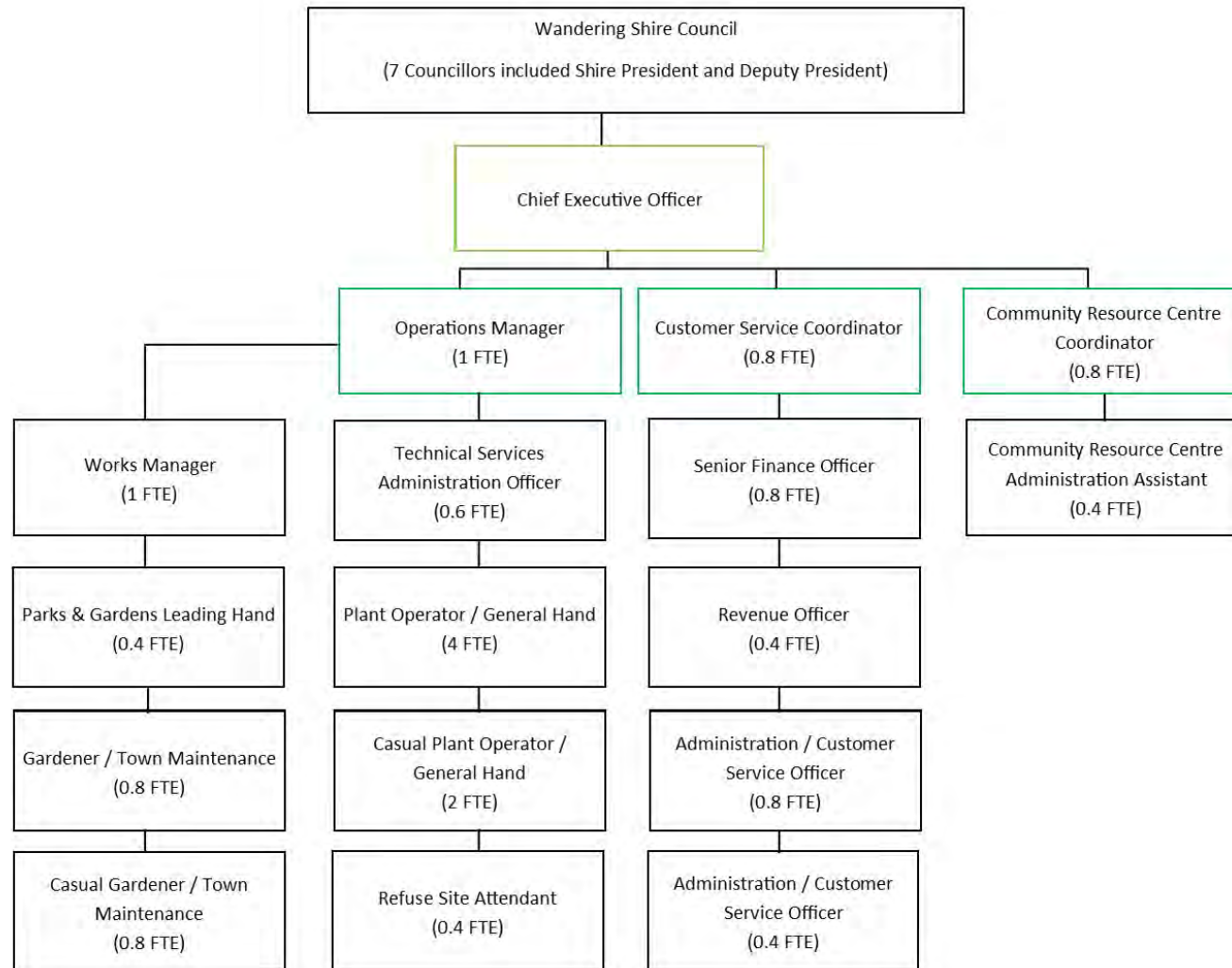
Council members and employees will be trained as appropriate and guideline documents and processes will be recorded appropriately and made available to all new and existing employee to ensure continuity and quality management of the integrated planning process.



Wandering Fire Station Upgrades



Organisational Structure



Off Site Services: Rates - Town Planning - Building - Environmental Health - Ranger Services - Cleaning Services - Bush Fire - Local Emergency Management Committee (LEMC)

Corporate Business Plan

1. Improve Our Financial Position

OUTCOME: 1		IMPROVE OUR FINANCIAL POSITION	Responsible Agency/Officer	Measures & Targets	2022-2023	2023-2024	2024-2025	2022-2023	2023-2024	2024-2025	
								Cost Estimates			
Improve accountability and transparency	1.1	Seek a high level of legislative compliance and effective internal controls									
		1.1.1	Meet key financial ratios	CEO	Ratios at or better than benchmark standard	✓	✓	✓			
		1.1.2	Annual external audit identifies no adverse trends	CEO	Audit Report	✓	✓	✓			
		Demonstrate sound financial planning									
	1.1.3	Implement recommendations from Regulation 17 Review	CEO	Adopted Strategy	✓	✓	✓				
Develop an investment strategy that plans for the future and provides cash-backed reserves to meet operational needs	1.2	Annually review and update the Long-Term Financial Plan and Strategic Resource Plan ensuring they integrate with the Strategic Community Plan and that adequate cash backed reserves are maintained to meet investing activities									
		1.2.1	Maintain the Fuel Facility Reserve and actively save to fund 90% of the replacement of the fuel tanks by 2027/28	EMTS	Establishment of reserve fund				\$86,701	\$103,002	\$119,547
		1.2.2	Maintain the Plant Replacement Reserve to ensure replacement of the Shire's Plant fleet	EMTS	Adopted Council Report	✓	✓	✓	\$357,188	\$357,138	\$72,004
Prudently manage our financial resources to ensure value for money.	1.3	Ensure that the Annual Budget is in line with the strategies within the Corporate Business Plan									
		1.3.1	Balanced budget delivered annually	CEO	Budget	✓	✓	✓			
		Demonstrate sound financial management, implementing opportunities where appropriate.									
		1.3.2	Reactive to industry trends.	CEO	Professional Development sessions attended	✓	✓	✓	\$2,500	\$2,500	\$2,500
		Implement changes to rating structure as recommended by the Rate Review									
		1.4.2	Rate review implemented over a staged process	CEO/Consultant	Budget	✓	✓		\$3,500		
		Review income generated by rates									
	1.4.3	Rates are reviewed annually	Consultant	Budget	✓	✓	✓				

2. Improve the Economic Growth of our Community

OUTCOME: 2	IMPROVE THE ECONOMIC GROWTH OF OUR COMMUNITY		Responsible Agency/Officer	Measures & Targets	2021/22	2022/23	2023/24	2024/25	Cost Estimates				
									2021/22	2022/23	2023/24	2024/25	
The agricultural industry continues to be a main economic driver.	2.1	Maintain our road network to a high standard.											
		2.1.1	Maintain transport network in accordance with 5 year Road Project Plan and Asset Management Plans.	EMTS	Adopted Plans & Strategies	✓	✓	✓	✓				
			Roads (Renewal/Upgrade)			✓	✓	✓	✓	\$776,846	\$789,444	\$800,378	\$813,486
			Roads (Maintenance)			✓	✓	✓	✓	\$585,570	\$597,285	\$609,230	\$621,415
			Bridges (Renewal/Maintenance)			✓	✓	✓	✓	\$15,000	\$15,300	\$15,610	\$15,930
		Encourage new and existing complimentary business to grow.											
	2.1.2	Develop, Market and sell Industrial Lots	Working Group/Consultant	Subdivision/Sales	✓	✓			\$200,000	(\$250,000)			
Roads are a critical driver for our Shire	2.2	Develop a Road Management Plan, which incorporates a road heirarchy, minimum service leaves, maintenance policy, contractor policy and Asset Management Plan											
		2.2.2	Develop Maintenance and Contractor Policy.	EMTS/CEO	Adopted Policies	✓							
		Lobby and build enduring partnerships with key Government Departments to better manage Heavy Vehicles and their impact on local roads											
		2.2.4	Liaise with government and other agencies to ensure the future viability of the freight network in the Shire.	EMTS/Council	Maintain membership of Secondary Freight Network Group	✓	✓	✓	✓	\$6,000	\$6,000	\$6,000	\$6,000
		Develop a Roadside Reserve Management Plan											
		2.2.5	Roadside Reserve Management Plan to be developed	EMTS/Roadside Conservation Committee	Adopted Plan		✓				\$2,500		
		Develop a strategic Gravel Reserve Policy											
	2.2.6	Gravel Reserve Policy to be developed	EMTS/CEO	Adopted Policy		✓							

OUTCOME: 2	IMPROVE THE ECONOMIC GROWTH OF OUR COMMUNITY		Responsible Agency/Officer	Measures & Targets	2021/22	2022/23	2023/24	2024/25	2021/22	2022/23	2023/24	2024/25		
					Cost Estimates									
Facilitate increased business opportunities	2.3	Support Business Development and facilitate opportunities for startup and growth												
		2.3.1	Develop a Business Growth Strategy supporting commercial and industrial growth.	Consultant	Adopted Strategy			✓				\$3,500		
		2.3.2	Ensure our planning framework & environment supports nimble decision making and gives confidence to developers											
		2.3.2	Review land use planning documents	CEO/Consultant	Adopted Reviewed documents	✓	✓			\$5,000	\$5,000			
		2.3.3	Review Shire of Wandering Town Planning Scheme No. 3	Consultant	Adopted Scheme No. 4		✓	✓	✓		\$10,000	\$15,000	\$15,000	
		2.3.4	Ensure our procurement policies support local business and help generate local employment											
Capture tourism opportunities locally	2.4	Encourage tourists, longer stays and repeat visitation												
		2.4.1	Support and develop tourism opportunities within the Shire	CEO/Concil	Maintain membership of HWEDA	✓	✓	✓	✓	\$5,000	\$5,000	\$5,000	\$5,000	
		2.4.2	Provide for and maintain infrastructure that grows tourism											
		2.4.2	Continuing development of the Wandering Caravan Park	EMTS/Consultant Contractors	Implementation Stage 2 - Cabin	✓				\$140,000				
The Hotham Williams Economic Development Alliance (HWEDA) partnership brings economic return to the Shire and community	2.5	Maintain our commitment to HWEDA												
		2.5.1	Ensure that a Council member is an active participant on the HWEDA Board	Council	Meetings attended by Council member	✓	✓	✓	✓					
		2.5.2	Support HWEDA Initiatives where they benefit the Shire and Region.	Council	Council resolutions supporting HWEDA initiatives	✓	✓	✓	✓					
		2.5.3	Start-up incentives are investigated for businesses											
		2.5.3	Format strategy to actively promote and encourage business development in the Shire.	Consultant	Adopted strategy		✓				\$3,500			

3. Retain and Grow our Population

OUTCOME: 3	RETAIN AND GROW OUR POPULATION		Responsible Agency/Officer	Measures & Targets	2021-2022	2022-2023	2023-2024	2024-2025	Cost Estimates				
									2021-2022	2022-2023	2023-2024	2024-2025	
Our permanent and transient population grows	3.1	We assist with retaining the Wandering Primary School											
		3.1.1	Liaise with government to ensure the future viability of the Wandering Primary School	CEO/Council	Provision of housing for School Staff	✓	✓	✓	✓				
		We promote the lifestyle and business opportunities of Wandering											
		3.1.2	Parks and gardens are maintained to a high standard.	EMTS	85% or greater satisfaction from survey (See 4.1.2) Maintain funding levels to meet target	✓	✓	✓	✓	\$90,000	\$108,000	\$129,600	\$155,520
		3.1.3	Number of residents engaged and actively participating in community events	CRC	Data collection	✓	✓	✓	✓				
		We support early years and youth											
		3.1.4	Develop a Youth Strategy that identifies initiatives, support services, facilities and programs.	Consultant	Adopted Strategy		✓				\$4,000		
		We encourage Aging in Place											
		3.1.6	Undertake needs study for services and/or facilities for the well-aged	Consultant	Adopt Study		✓				\$4,000		
		3.1.7	Ensure Access and Inclusion Plan meets changing needs of community	CEO/CRC	Survey (see 4.1.2)	✓	✓	✓	✓	\$1,520	\$2,000		

OUTCOME: 3	RETAIN AND GROW OUR POPULATION		Responsible Agency/Officer	Measures & Targets	2021-2022	2022-2023	2023-2024	2024-2025	2021-2022 2022-2023 2023-2024 2024-2025				
									Cost Estimates				
People feel safe, connected and actively involved in the Community.	Facilitate and support activities that optimise use of our facilities												
	3.2.1	Develop Recreation Strategy to promote and encourage usage of recreation facilities	Consultant	Adopted Strategy		✓					\$4,000		
	3.2.2	Ensure Shire buildings are maintained and/or upgraded in a planned and funded approach.	EMTS/CEO/CRC		✓	✓	✓	✓			\$65,000	\$60,000	\$75,000
	Assist Community and sporting organisations to remain sustainable and active												
	3.2.2	Maintain a subsidised fee for use of facilities for sporting and community organisations of the Shire	CEO	Council Policy 30 - takeup	✓	✓	✓	✓					
	3.2.3	Provide grant writing assistance to local sporting and community groups	CRC	Number of grants written	✓	✓	✓	✓					
	The diversity and number of clubs in our Shire adds to our quality of life												
	3.2.4	Support Clubs by actively engaging with Council	CEO/Council	Number of Clubs assisting with Community Events Clubs invited to Council forums	✓	✓	✓	✓					
	Engage and celebrate local culture, both indigenous and non-indigenous												
	3.2.5	Advocate and support projects and initiatives that will develop and recognise the cultural heritage of the Shire	CEO/Council	Number of initiatives	✓	✓	✓	✓					
	3.2.6	Hold Welcome to Country for designated Shire Events	CEO/Council	Australia Day & other designated Civic Functions	✓	✓	✓	✓					
	Facilitate and support Emergency Services Planning												
	3.2.7	Actively participate with LEMC & DOAC	EMTS	Number of meetings attended	✓	✓	✓	✓					
	3.2.8	Actively pursue joint CESM role in conjunction with BFAC, DFES and other local governments	EMTS	Engagement of CESM		✓					\$5,000	\$5,000	\$5,000
	Preserve our history.												
	Secure the data contained in the Municipal Heritage inventory	CEO/Heritage Council	Hard and soft Copy secured.		✓					\$1,500			
	Undertake recorded history project for the preservation of spoken word stories.	CRC	Funding sourced & DVD/CD produced			✓					\$1,000		

4. Provide Strong Leadership

OUTCOME: 4	PROVIDE STRONG LEADERSHIP		Responsible Agency/Officer	Measures & Targets	2021-2022	2022-2023	2023-2024	2024-2025	2021-2022	2022-2023	2023-2024	2024-2025	
									Cost Estimates				
A well informed Community	4.1	Foster Opportunities for connectivity between Council and the Community											
		4.1.1	Develop and implmenet a Community Engagement and Communication Strategy	Consultant	Adopted Strategy	✓				4000			
		4.1.2	Undertake biannual community satisfaction survey	Consultant/CRC	> 30% participation		✓		✓		\$2,500		\$2,500
We plan for the future and are strategically focussed.	4.2	Ensure accountable, ethical and best practice governance											
		4.2.1	Legislative compliance measures set at best practice levels or higher.	CEO	100% compliance on CAR	✓	✓	✓	✓				
		4.2.2	Full review of Policy Manual, Delegations and Authorisations.	CEO	Adopted Manual, Delegations & Authorisations.		✓		✓		\$3,500		\$3,500
		Develop and maintain our Strategic Plan, Corporate Business Plan, Asset Management Plan, Workforce Plan and Long Term Financial Plan.											
		4.2.3	Review Integrated Plans within statutory guidelines	CEO	Adopted plans within statutory guidelines	✓	✓	✓	✓				
		Service Level Plans detail operational roles, responsibilities and resources.											
		4.2.4	Develop and implement service levels for all operational areas.	CEO/EMTS/CRC	Service levels incorporated into IPR	✓	✓						
		Engage with local, regional, state and federal stakeholders to grow mutually beneficial relationships.											
		4.2.5	Develop and foster strategic alliances with local governments, major industry and government agencies	CEO/Council	Meetings attended	✓	✓	✓	✓				

Freedom of Information

This information statement is published in accordance with the *Freedom of Information Act 1992*.

Structure and Functions of Council

The Shire of Wandering is established under the Local Government Act 1995 and has the responsibility for the administration of this Act within the municipality. Other major legislation, which creates a duty or an authority for Council to act, includes but is not limited to the following:

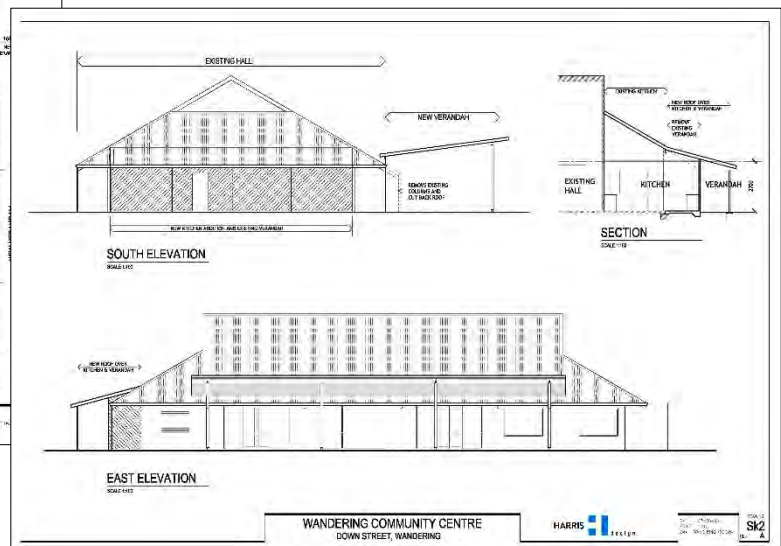
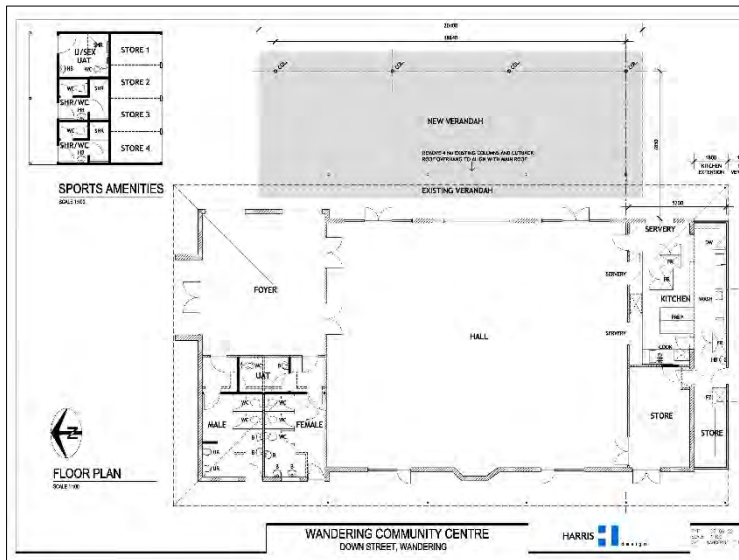
- Health Act 1911
- Cat Act 2011
- Town Planning and Development Act 2005
- Bush Fires Act 1954
- Dog Act 1976
- Cemeteries Act 1986

Council

Council's affairs are managed by seven people elected from the community who act in a voluntary capacity.

The Council acts as a community board, establishing policies and making decisions within the requirements of the Local Government Act on a wide range of issues affecting the community, and in keeping with the legislative requirements to:

- Determine policies to be applied by Council in exercising its discretionary powers
- Determine the type, range and scope of projects to be undertaken by Council
- Develop comprehensive management plans, budgets, financial controls and performance objectives and indicators for the operations of Council.
- The Council makes decisions which direct and/or determine its activities and functions. Such decisions include the approval of works and services to be undertaken, and the allocation of resources to works and services.
- Decisions are also made to determine whether or not approvals are to be granted for applications for residential and commercial development.
- Ordinary meetings of Council are held on the third Thursday of each month commencing at 3.30pm except January. All members of the public are welcome to attend.



Wandering Community Centre Upgrade
Concept Plans

Services to the Community

Council provides an extensive variety of services for the community under a wide range of legislation.

Services provided include:

- Building control
- Bush fire control
- Cemeteries
- Citizenship ceremonies
- Community Resource Centre
- Crossovers
- Demolition permits
- Dog control
- Cat control
- Environmental health
- Fire prevention
- Library services
- Street bins
- Media releases
- Parks and reserves
- Planning controls
- Playground equipment
- Public health services
- Public buildings for hire
- Public toilets
- Recreation/sporting facilities
- Roads and footpaths
- Rubbish collection
- Storm water drainage
- Street lighting
- Traffic control works
- Playgroup
- LEMAC (Local Emergency Management Advisory Committee)
- Weed control on reserves
- Natural Resource Management/ Landcare

Significant Local Events

- Wandering Autumn Graze
- Wandering Fair
- ANZAC Day Breakfast
- Australia Day Breakfast
- Wandering Campout Weekend

Tree planting day



Tourist Attractions

The Wandering Caravan Park is the perfect place for visitors to base themselves, and visit the following attractions:

- Wineries
- Hotham River
- Dryandra Woodland & Barna Mia Wildlife Sanctuary
- State Forest
- Bibbulman Track
- Munda Biddi Trail
- Mount Cooke Trail



Local Industries and Services

Major agricultural activities include cereal crops, oil seed, livestock, vineyards and olive groves.

Education services include local primary school and bus services to Boddington and Narrogin for district high school education.

Local industries include smash repairs and mechanical services.

The Shire provides a high level of community amenities including town oval, tennis courts, basketball and netball courts, badminton courts, bowling greens, clay target shooting ground, and golf course.



South 32 generously donated a second fire Truck to the Shire of Wandering's volunteer bush fire brigade

Capital Grants, Subsidies and Contributions

(1) In this regulation:

renew, in relation to an asset, means to return the asset to its original state by rebuilding, repairing or restoring the asset;

replace, in relation to an asset, does not include to upgrade the asset or to replace the asset with a different version of the asset.

(2) For the purposes of section 5.53(2)(i), the annual report for a financial year beginning on or after 1 July 2022 must include the amount of all capital grants, subsidies and contributions, for replacing and renewing assets, that were received by the local government during:

(a) the financial year; and

(b) the two financial years before the financial year.

Main Roads WA	2023	2022	2021
Regional Road Group	\$453,141	\$310,211	\$376,453
Black Spot	\$42,400	0	0
Western Secondary Freight Network	\$41,017	0	0
Bridge Replacement	0	0	\$498,000
Direct Grant	\$66,639	\$61,230	\$56,275
Rural Road Safety Project	0	\$347,721	0
Department of Infrastructure, Transport			
Regional Development and Communications			
Roads to Recovery	0	\$189,685	\$198,000
Local Roads Community Infrastructure	\$106,305	\$214,630	0
Department of Water & Environmental Regulation			
Community Water Supply Grant Program	\$7,255	0	0
Department Fire and Emergency Services			
Wandering Fire Shed Extension	\$253,104		
Wandering Fire Shed CCTV	\$5,000		
Bushfire Water Tanks Initiative		\$95,803	\$9,114

Equal Opportunity Statement

Statement

The Shire of Wandering Council recognises its legal obligations under the *Equal Opportunity Act 1984* (as amended) and will actively promote the principles of equity and diversity in the workplace. This means that Council aims to provide a work environment that fosters good working relationships where employees, contractors and volunteers are fairly and equally, and that unlawful discrimination does not take place.

Council aims to be respected for its commitment to equal opportunity as an employer and as a service provider to the community by adopting the following:

Appointments, Promotion and Training

Access to employment, contracts, promotion and training is to be fair and equitable. Decisions on matters affecting (prospective and current) employees, contractors and volunteers will be made on merit and are based on relevant experience, skills and ability required for the role. No decisions will be made on the basis of nepotism or patronage.

Diversity

Council recognises, values, and respects social, cultural and linguistic diversity. Where it can reasonably be achieved assistance will be provided to employees and volunteers with special needs in order to assist them in undertaking their roles effectively.

Discrimination and Harassment Free Environment

Council promotes an environment where people can work effectively without the fear of unlawful discrimination or harassment.

Discrimination is treating one person less favourably than another because of a personal attribute which is covered by equal opportunity laws, and includes gender, marital status, pregnancy, family responsibilities or status, race, religious and/or political conviction, impairment, age, gender history, and sexual orientation. Discrimination is unlawful. Harassment is also not tolerated. Harassment is defined as any unwelcome, offensive action or remark concerning a person's gender, race, age, impairment or one of the other attributes as covered in the Equal Opportunity legislation.

Good Working Relationships

Council aims to provide an enjoyable, challenging, and harmonious work environment. Workplace bullying is one activity that detracts from this environment. It can create a risk to health and safety and will not be tolerated. Workplace bullying is defined as repeated, unreasonable behaviour directed towards a person or a group of persons at a workplace.

Responsibilities

All employees, volunteers and contractors have a shared responsibility to apply and promote the equal opportunity principles.

Grievances

Grievances in relation to discrimination, harassment, and bullying will be dealt with fairly, quickly and confidentially by the Equal Opportunity Coordinator in accordance with grievance procedures. The Equal Opportunity Coordinator will receive appropriate training to undertake this role. The Chief Executive Officer is the Equal Opportunity Co-ordinator for the Shire.

The Shire's current Equal Opportunity & Diversity Plan can be found on our website:

<https://www.wandering.wa.gov.au/documents/10833/equal-employment-opportunity-and-diversity-plan-2021-2022>



Work Health and Safety

Policy Statement

The Shire of Wandering will manage Work safety and health including the development and implementation of an Work Safety and Health Management System that complies with or exceeds legislative requirements including, but not limited to:

- The Work Safety and Health Act 1984 (WA)
- The Work Safety and Health Regulations 1996 (WA),
- And with any other requirements placed upon the Shire or to which the Shire subscribes.

The Shire of Wandering will ensure that all levels of employees, including senior management, employees and contractors understand their roles and responsibilities in accordance with legislative requirements.

The Shire of Wandering will, so far as is practicable, meet our objectives by:

- Providing and maintaining workplaces, plant, and systems of work such that employees are not exposed to hazards; and
- Providing such information, instruction, and training to, and supervision of, employees as is necessary to enable them to perform their work in such a manner that they are not exposed to hazards; and
- Consulting and cooperating with safety and health representatives, if any, and other employees at our workplaces, regarding Work safety and health at our workplaces; and

- Where it is not practicable to avoid the presence of hazards at our workplaces, providing our employees with, or otherwise providing for our employees to have, such adequate personal protective clothing and equipment as is practicable to protect them against those hazards; and
- Making arrangements for ensuring, so far as is practicable, that:
 - The use, cleaning, maintenance, transportation and disposal of plant; and
 - The use, handling, processing, storage, transportation and disposal of substances, at our workplaces is carried out in a manner such that our employees are not exposed to hazardsWhile at work all employees, including contractors and volunteers will be expected to:
 - Ensure their own safety and health at work; and
 - Avoid adversely affecting the safety or health of any other person through any act or omission at work;
 - Comply with safety and health instructions given by the Shire, including any direction to wear personal protective clothing or equipment;
 - Report all hazards, injury or harm to health in our workplaces to the Shire in a timely fashion and assist with any investigations when required;
 - Cooperate with the Shire in our efforts to carry out our legislatively imposed safety and health duties

A safe and efficient place of work is our goal.



Scenic Wandering

Access and Inclusion Plan

1.1 Outcome One: Events and Services

Shire of Wandering will provide events and services that are accessible to all community members.

What	How
Adapt services to meet the needs of a changing demographic.	Staff will react positively to changes as they arise, and where possible implement changes as a matter of priority
Events held will include requirements for universal access to all facets of the event	Event booking forms will include reference to universal access to ensure all events are accessible to everyone.
Shire staff will ensure they are able to provide support and assistance when required.	Implementation of a training program for all staff to ensure they are equipped with appropriate knowledge and skills.
Provide appropriate directional signage to town facilities	Increase signage in the main street to indicate where facilities are.

1.2 Outcome Two: Buildings and Facilities

The Shire of Wandering buildings and other facilities will be accessible to all community members.

What	How
Improve accessibility to community buildings, halls and toilets	Plans are currently being drawn up to incorporate at least two accessible parking bays and access to the Wandering Community Centre, as well as universal toilet facilities.
Provide and maintain safe and accessible parking and footpaths	Planning underway for a universal access pathway connecting the Wandering Caravan Park, Wandering Community Centre and oval, to the town centre
Upgrade Wandering Caravan Park to provide a range of accommodation options that are accessible to all users.	Two universal access accommodation units will be constructed at the Caravan Park in Stage 1, with a view to increasing the number to five in the future.
Provide accessible and inclusive open spaces	Parks and open spaces to be monitored and reviewed to ensure there are no barriers to access.



Ramp connecting the Wandering Community Centre to the Oval

1.3 Outcome Three: Accessible Information

Shire of Wandering information will be accessible to all community members.

What	How
Create Shire of Wandering documents in a range of suitable formats, including hard copy and digital.	Ensure documents are presented in an appropriate range of formats to meet the needs of the individual.
Provide information in alternative formats on individual request	Shire staff are training in the use of the Translating and Interpreting Service (TIS).
Effectively communicate to our community.	Ensure communication is provided in a form that contains simplified information with sufficient explanation.

1.4 Outcome Four: Quality of Service

All community members will receive the same level and quality of service from Shire of Wandering employees and elected members.

What	How
Ensure facilities are welcoming and inviting, and staff are in a position to assist with access when called upon to do so.	Planning is underway to replace or modify the current counter in the administration office to ensure it is accessible for all community members
Provide high quality service to our diverse community	Shire employees to complete training and professional development, as applicable, to ensure they have the knowledge and skills to provide quality services for all community members.
Promote the Access & Inclusion Plan to the community, staff and elected members	All Shire staff and elected members to have knowledge of the Access and Inclusion Plan; and Election packs distributed to potential elected members to be aware of the Shire's AIP and expectations

1.5 Outcome Five: Opportunities to Provide Feedback

All community members will have the same opportunities to provide feedback or make complaints to the Shire of Wandering.

What	How
Ensure a range of methods are available to capture complaints and feedback	Ensure complaints can be received in various avenues and actioned appropriately, Complaints can be submitted via: <ul style="list-style-type: none"> • Email • Phone • Letter/Post • In Person • Through the Shire website feedback form
Communicate and respond in an appropriate manner to complaints received.	Ensure concerns are reviewed with a compassionate manner and in confidence.
Ensure feedback regarding access is considered and reflected in the Access & Inclusion Plan	Complaints with regards to access to be referenced on an annual basis and monitored, reviewed and incorporated into the formalised actions of the next AIP.

1.6 Outcome Six: Public Consultation

All community members have the same opportunities to participate in public consultation conducted by the Shire of Wandering.

What	How
Engage with the community in a proactive manner utilising a range of consultation tools and methods.	Ensure public consultations are well advertised in both print and online.
Maintain community networks that can provide advice and guidance on access matters.	Ensure all community engagement and consultation is conducted in a safe, inclusive and accessible way.
Encourage diversity in all Shire represented committees and forums.	Ensure recommendations and areas of improvement to continually be built into organisational structure and priority areas.

1.7 Outcome Seven: Employment Opportunities

All community members are encouraged to pursue employment opportunities within the Shire of Wandering.

What	How
Recognise and apply the skills, knowledge, and experience of people with disability.	Ensure recruitment practices are inclusive and encourage everyone to apply for employment with the Shire.
Foster a workplace culture that is inclusive and welcoming for people of all abilities and backgrounds	Continuing to improve organisational culture that recognises access and inclusion issues, and encouraging diversity within the workforce.
Implement the actions outlined in the Shire of Wandering Equal Employment Opportunity & Diversity Plan.	Actively support and advocate for the Shire's Equal Employment Opportunity & Diversity Plan.

1.8 Outcome Eight: Capacity Building

The Shire of Wandering will build community capacity and advocate for inclusion.

What	How
Support residents to access information and services including the National Disability Insurance Scheme and mental health support networks.	Collaborate with the Shire of Wandering Community Resource Centre to provide NDIS information sessions.
Provide education to encourage inclusive recruitment in the local business community.	Collaborate with the Shire of Wandering Community Resource Centre to provide appropriate training sessions for the local business community.
Increase the capacity of local groups, clubs and organisations to be more inclusive.	Collaborate with the Shire of Wandering Community Resource Centre to assist local groups, clubs and organisations become more inclusive.

Record Keeping Plan

Council's revised Record Keeping Plan was first adopted by Council in 2011, and will undergo another full review in 2024/2025.

Policy Statement

The Shire of Wandering is committed to making and keeping full and accurate records of its business transactions and its official activities.

Records created and received by Shire personnel and contractors, irrespective of format, are to be managed in accordance with the Shire's Record Keeping Plan and this Records Management Policy.

Records will not be destroyed except by reference to the General Disposal Authority for Local Government Records.

Records Creation

All Council members, employee and contractors will create full and accurate records, in the appropriate format, of the Shire's business decisions and transactions to meet all legislative, business, administrative, financial, evidential historical requirements.

Records Capture and Control

All records created and received in the course of Shire business are to be captured at the point of creation, regardless of format, with required metadata, into appropriate record keeping and business systems that are managed in accordance with sound record keeping principles.

Security and Protection of Records

The Shire of Wandering is responsible for the security and protection of all records created or captured as part of the Shire's day to day operations. All Shire employee and contractors have a responsibility to apply the following security and protection measures to all records created or received when carrying out the Shire's business.

Access to Records

Access to the Shire's records by the general public will be in accordance with the Freedom of Information Act 1992.

Access to the Shire's records by Council members will be through the Chief Executive Officer in accordance with the Local Government Act 1995.

Local Government Council Members

In relation to the recordkeeping requirements of Local Government council members, records must be created and kept which properly and adequately record the performance of member functions arising from their participation in the decision-making processes of Council and Committees of Council.

This requirement should be met through the creation and retention of records of meetings of Council and Committees of Council of Local government and other communications and transactions of council members which constitute evidence affecting the accountability of the Council and the discharge of its business.

Local Governments must ensure that appropriate practices are established to facilitate the ease of capture and management of council members' records up to and including the decision-making processes of Council.

Appraisal, Retention and Disposal of Records

Records will only be destroyed or otherwise disposed of by reference to the General Disposal Authority for Local Government Records issued by the State Records Office and following authorisation from the responsible Officer and the Chief Executive Officer. Records identified as a State Archive should be transferred to the State Records Office in accordance with the requirements of the General Disposal Authority for Local Government Records.

FINANCIAL RATIOS

	2023 Actual	2022 Actual	2021 Actual
Current ratio	1.48	1.60	1.07
Asset consumption ratio	0.78	0.92	0.95
Asset renewal funding ratio	N/A	N/A	1.36
Asset sustainability ratio	1.25	1.18	1.12
Debt service cover ratio	N/A	N/A	N/A
Operating surplus ratio	(0.20)	(0.37)	(0.63)
Own source revenue coverage ratio	0.59	0.54	0.47

SHIRE OF WANDERING
FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2023

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The Shire of Wandering conducts the operations of a local government with the following community vision:

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

Principal place of business:
22 Watts Street
WANDERING WA 6308

**SHIRE OF WANDERING
FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2023**

*Local Government Act 1995
Local Government (Financial Management) Regulations 1996*

STATEMENT BY CEO

The accompanying financial report of the Shire of Wandering has been prepared in compliance with the provisions of the *Local Government Act 1995* from proper accounts and records to present fairly the financial transactions for the reporting period ended 30 June 2023 and the financial position as at 30 June 2023.

At the date of signing this statement the particulars included in the financial report are not misleading or inaccurate.

Signed on the 29th day of November 2023



Chief Executive Officer

Alan Hart

Name of Chief Executive Officer

**SHIRE OF WANDERING
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2023**

	NOTE	2023 Actual	2023 Budget	2022 Actual
		\$	\$	\$
Revenue				
Rates	2(a),22	1,338,041	1,331,358	1,211,613
Grants, subsidies and contributions	2(a)	1,062,073	396,300	976,553
Fees and charges	2(a)	759,011	823,490	778,875
Interest revenue	2(a)	11,045	13,200	8,067
Other revenue	2(a)	43,415	42,739	91,419
		3,213,585	2,607,087	3,066,527
Expenses				
Employee costs	2(b)	(1,035,135)	(1,095,977)	(1,453,833)
Materials and contracts		(1,165,047)	(1,120,211)	(982,076)
Utility charges		(55,140)	(31,700)	(42,416)
Depreciation		(1,275,856)	(1,182,279)	(1,233,565)
Finance costs	2(b)	0	(2,970)	0
Insurance		(100,166)	(100,634)	(80,661)
Other expenditure	2(b)	(55,678)	(41,500)	(66,791)
		(3,687,022)	(3,575,271)	(3,859,342)
		(473,437)	(968,184)	(792,815)
Capital grants, subsidies and contributions	2(a)	908,225	1,699,791	1,198,980
Profit on asset disposals		19,268	2,333	9,598
Loss on asset disposals		0	0	(4,316)
Fair value adjustments to financial assets at fair value through profit or loss	4	921	0	999
		928,414	1,702,124	1,205,261
Net result for the period		454,977	733,940	412,446
Other comprehensive income for the period				
<i>Items that will not be reclassified subsequently to profit or loss</i>				
Changes in asset revaluation surplus	16	35,638,049	0	(68,931)
Total other comprehensive income for the period	16	35,638,049	0	(68,931)
Total comprehensive income for the period		36,093,026	733,940	343,515

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



**SHIRE OF WANDERING
STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2023**

	NOTE	2023 \$	2022 \$
CURRENT ASSETS			
Cash and cash equivalents	3	1,336,298	1,045,333
Trade and other receivables	5	240,553	131,244
Inventories	6	35,951	64,203
Other assets	7	17,898	0
TOTAL CURRENT ASSETS		1,630,700	1,240,780
NON-CURRENT ASSETS			
Trade and other receivables	5	7,911	26,648
Other financial assets	4	20,372	19,451
Inventories	6	166,300	0
Property, plant and equipment	8	7,396,366	7,426,031
Infrastructure	9	87,514,167	51,611,213
TOTAL NON-CURRENT ASSETS		95,105,116	59,083,343
TOTAL ASSETS		96,735,816	60,324,123
CURRENT LIABILITIES			
Trade and other payables	12	276,741	165,342
Other liabilities	13	425,100	285,497
Borrowings	14	4,570	0
Employee related provisions	15	141,662	87,500
TOTAL CURRENT LIABILITIES		848,073	538,339
NON-CURRENT LIABILITIES			
Borrowings	14	70,972	0
Employee related provisions	15	34,659	96,698
TOTAL NON-CURRENT LIABILITIES		105,631	96,698
TOTAL LIABILITIES		953,704	635,037
NET ASSETS		95,782,112	59,689,086
EQUITY			
Retained surplus		21,127,882	20,709,332
Reserve accounts	25	570,806	534,379
Revaluation surplus	16	74,083,424	38,445,375
TOTAL EQUITY		95,782,112	59,689,086

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



**SHIRE OF WANDERING
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2023**

	NOTE	RETAINED SURPLUS \$	RESERVE ACCOUNTS \$	REVALUATION SURPLUS \$	TOTAL EQUITY \$
Balance as at 1 July 2021		20,305,298	525,967	38,514,306	59,345,571
Comprehensive income for the period					
Net result for the period		412,446	0	0	412,446
Other comprehensive income for the period	16	0	0	(68,931)	(68,931)
Total comprehensive income for the period		412,446	0	(68,931)	343,515
Transfers from reserve accounts	25	165,820	(165,820)	0	0
Transfers to reserve accounts	25	(174,232)	174,232	0	0
Balance as at 30 June 2022		20,709,332	534,379	38,445,375	59,689,086
Comprehensive income for the period					
Net result for the period		454,977	0	0	454,977
Other comprehensive income for the period	16	0	0	35,638,049	35,638,049
Total comprehensive income for the period		454,977	0	35,638,049	36,093,026
Transfers from reserve accounts	25	54,000	(54,000)	0	0
Transfers to reserve accounts	25	(90,427)	90,427	0	0
Balance as at 30 June 2023		21,127,882	570,806	74,083,424	95,782,112

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	2023 Actual	2022 Actual
	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts		
Rates	1,354,752	1,201,561
Grants, subsidies and contributions	993,399	932,798
Fees and charges	759,011	940,159
Interest revenue	11,045	8,067
Goods and services tax received	235,206	238,999
Other revenue	43,415	91,419
	3,396,828	3,413,002
Payments		
Employee costs	(1,004,663)	(1,410,846)
Materials and contracts	(1,085,105)	(1,258,084)
Utility charges	(55,140)	(42,416)
Finance costs	0	(9,788)
Insurance paid	(100,166)	(80,661)
Goods and services tax paid	(234,221)	(161,284)
Other expenditure	(55,678)	(66,791)
	(2,534,973)	(3,029,869)
Net cash provided by (used in) operating activities	861,855	383,133
CASH FLOWS FROM INVESTING ACTIVITIES		
Payments for purchase of inventories	6 (86,300)	0
Payments for purchase of property, plant & equipment	8(a) (525,487)	(518,401)
Payments for construction of infrastructure	9(a) (1,071,796)	(1,008,216)
Capital grants, subsidies and contributions	1,011,696	1,267,038
Proceeds from sale of property, plant & equipment	25,455	80,686
Net cash provided by (used in) investing activities	(646,432)	(178,893)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from new borrowings	24(a) 75,542	0
Net cash provided by (used in) financing activities	75,542	0
Net increase (decrease) in cash held	290,965	204,240
Cash at beginning of year	1,045,333	841,093
Cash and cash equivalents at the end of the year	1,336,298	1,045,333

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



**SHIRE OF WANDERING
STATEMENT OF FINANCIAL ACTIVITY
FOR THE YEAR ENDED 30 JUNE 2023**

	NOTE	2023 Actual \$	2023 Budget \$	2022 Actual \$
OPERATING ACTIVITIES				
Revenue from operating activities				
General rates	22	1,334,402	1,327,719	1,208,287
Rates excluding general rates	22	3,639	3,639	3,326
Grants, subsidies and contributions		1,062,073	396,300	976,553
Fees and charges		759,011	823,490	778,875
Interest revenue		11,045	13,200	8,067
Other revenue		43,415	42,739	91,419
Profit on asset disposals		19,268	2,333	9,598
Fair value adjustments to financial assets at fair value through profit or loss	4	921	0	999
		3,233,774	2,609,420	3,077,124
Expenditure from operating activities				
Employee costs		(1,035,135)	(1,095,977)	(1,453,833)
Materials and contracts		(1,165,047)	(1,120,211)	(982,076)
Utility charges		(55,140)	(31,700)	(42,416)
Depreciation		(1,275,856)	(1,182,279)	(1,233,565)
Finance costs		0	(2,970)	0
Insurance		(100,166)	(100,634)	(80,661)
Other expenditure		(55,678)	(41,500)	(66,791)
Loss on asset disposals		0	0	(4,316)
		(3,687,022)	(3,575,271)	(3,863,658)
Non-cash amounts excluded from operating activities	23(a)	1,217,458	1,184,999	1,205,879
Amount attributable to operating activities		764,210	219,148	419,345
INVESTING ACTIVITIES				
Inflows from investing activities				
Capital grants, subsidies and contributions		908,225	1,699,791	1,198,980
Proceeds from disposal of assets		25,455	35,000	80,686
		933,680	1,734,791	1,279,666
Outflows from investing activities				
Purchase of inventories	6	(86,300)	(200,000)	0
Purchase of property, plant and equipment	8(a)	(525,487)	(692,190)	(518,401)
Purchase and construction of infrastructure	9(a)	(1,071,796)	(1,479,454)	(1,008,216)
		(1,683,583)	(2,371,644)	(1,526,617)
Amount attributable to investing activities		(749,903)	(636,853)	(246,951)
FINANCING ACTIVITIES				
Inflows from financing activities				
Proceeds from borrowings	24(a)	75,542	200,000	0
Transfers from reserve accounts	25	54,000	54,000	165,820
		129,542	254,000	165,820
Outflows from financing activities				
Repayment of borrowings	24(a)	0	(18,665)	0
Transfers to reserve accounts	25	(90,427)	(88,500)	(174,232)
		(90,427)	(107,165)	(174,232)
Amount attributable to financing activities		39,115	146,835	(8,412)
MOVEMENT IN SURPLUS OR DEFICIT				
Surplus or deficit at the start of the financial year	23(b)	179,334	270,870	15,352
Amount attributable to operating activities		764,210	219,148	419,345
Amount attributable to investing activities		(749,903)	(636,853)	(246,951)
Amount attributable to financing activities		39,115	146,835	(8,412)
Surplus or deficit after imposition of general rates	23(b)	232,756	0	179,334

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



**SHIRE OF WANDERING
FOR THE YEAR ENDED 30 JUNE 2023
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SHIRE OF WANDERING
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2023

1. BASIS OF PREPARATION

The financial report of the Shire of Wandering which is a Class 4 local government comprises general purpose financial statements which have been prepared in accordance with the *Local Government Act 1995* and accompanying regulations.

Local Government Act 1995 requirements

Section 6.4(2) of the *Local Government Act 1995* read with the *Local Government (Financial Management) Regulations 1996* prescribe that the financial report be prepared in accordance with the *Local Government Act 1995* and, to the extent that they are not inconsistent with the Act, the Australian Accounting Standards. The Australian Accounting Standards (as they apply to local governments and not-for-profit entities) and Interpretations of the Australian Accounting Standards Board were applied except for disclosure requirements of:

- AASB 7 Financial Instruments Disclosures
- AASB 16 Leases paragraph 58
- AASB 101 Presentation of Financial Statements paragraph 61
- AASB 107 Statement of Cash Flows paragraphs 43 and 45
- AASB 116 Property, Plant and Equipment paragraph 79
- AASB 137 Provisions, Contingent Liabilities and Contingent Assets paragraph 85
- AASB 140 Investment Property paragraph 75(f)
- AASB 1052 Disaggregated Disclosures paragraph 11
- AASB 1054 Australian Additional Disclosures paragraph 16

The *Local Government (Financial Management) Regulations 1996* specify that vested land is a right-of-use asset to be measured at cost, and is considered a zero cost concessionary lease. All right-of-use assets under zero cost concessionary leases are measured at zero cost rather than at fair value, except for 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 financial report have been consistently applied unless stated otherwise. Except for cash flow and rate setting information, the financial report 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 controls resources to carry on its functions have been included in the financial statements forming part of this financial report.

Judgements and estimates

The preparation of a financial report 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
- impairment of financial assets
- estimation of fair values of land and buildings, and infrastructure.

Initial application of accounting standards

During the current year, the following new or revised Australian Accounting Standards and Interpretations were applied for the first time.

- 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
- AASB 2021-7a Amendments to Australian Accounting Standards - Effective Date of Amendments to AASB 10 and AASB 128 and Editorial Corrections [general editorials]
- AASB 2022-3 Amendments to Australian Accounting Standards - Illustrative Examples for Not-for-Profit Entities accompanying AASB 15

These amendments have no material impact on the current annual financial report

New accounting standards for application in future years

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

- AASB 2014-10 Amendments to Australian Accounting Standards - Sale or Contribution of Assets between an Investor and its Associate or Joint Venture
 - AASB 2020-1 Amendments to Australian Accounting Standards - Classification of Liabilities as Current or Non-current
 - AASB 2021-2 Amendments to Australian Accounting Standards - Disclosure of Accounting Policies or Definition of Accounting Estimates
- This standard will result in a terminology change for significant accounting policies
- AASB 2021-7c Amendments to Australian Accounting Standards - Effective Date of Amendments to AASB 10 and AASB 128 and Editorial Corrections [deferred AASB 10 and AASB 128 amendments in AASB 2014-10 apply]
 - AASB 2022-5 Amendments to Australian Accounting Standards - Lease Liability in a Sale and Leaseback
 - AASB 2022-6 Amendments to Australian Accounting Standards - Non-current Liabilities with Covenants
 - AASB 2022-7 Editorial Corrections to Australian Accounting Standards and Repeal of Superseded and Redundant Standards
 - AASB 2022-10 Amendments to Australian Accounting Standards - Fair Value Measurement of Non-Financial Assets of Not-for-Profit Public Sector Entities

The amendment may result in changes to the fair value of non-financial assets. The impact is yet to be quantified. Except as described above these amendments are not expected to have any material impact on the financial report on initial application.

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

2. REVENUE AND EXPENSES

(a) Revenue

Contracts with customers

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	Timing of revenue recognition
Grants, subsidies and contributions	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	Output method based on project milestones and/or completion date matched to performance obligations
Fees and charges - 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	On payment of the licence, registration or approval
Fees and charges - 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	On entry to facility
Fees and charges - sale of stock	Fuel, post office agency and community resource centre stock	Single point in time	In full in advance, on 15 day credit	Refund for faulty goods	Output method based on goods
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	Output method based on provision of service or completion of works

Consideration from contracts with customers is included in the transaction price.

Revenue Recognition

Revenue recognised during the year under each basis of recognition by nature of goods or services is provided in the table below:

For the year ended 30 June 2023

Nature	Contracts with customers	Capital grant/contributions	Statutory Requirements	Other	Total
	\$	\$	\$	\$	\$
Rates	0	0	1,338,041	0	1,338,041
Grants, subsidies and contributions	37,406	0	0	1,024,667	1,062,073
Fees and charges	754,753	0	4,258	0	759,011
Interest revenue	4,430	0	6,615	0	11,045
Other revenue	24,796	0	0	18,619	43,415
Capital grants, subsidies and contributions	0	908,225	0	0	908,225
Total	821,385	908,225	1,348,914	1,043,286	4,121,810

For the year ended 30 June 2022

Nature	Contracts with customers	Capital grant/contributions	Statutory Requirements	Other	Total
	\$	\$	\$	\$	\$
Rates	0	0	1,211,613	0	1,211,613
Grants, subsidies and contributions	34,157	0	0	942,396	976,553
Fees and charges	771,584	0	7,291	0	778,875
Interest revenue	241	0	7,826	0	8,067
Other revenue	18,002	0	0	73,417	91,419
Capital grants, subsidies and contributions	0	1,198,980	0	0	1,198,980
Total	823,984	1,198,980	1,226,730	1,015,813	4,265,507

**SHIRE OF WANDERING
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2023**

2. REVENUE AND EXPENSES (Continued)

(a) Revenue (Continued)

Note	2023 Actual	2022 Actual
	\$	\$
Interest revenue		
Interest on reserve account funds	4,430	241
Trade and other receivables overdue interest	6,615	7,826
	<u>11,045</u>	<u>8,067</u>
The 2023 original budget estimate in relation to: Trade and other receivables overdue interest was \$9,500.		
Fees and charges relating to rates receivable		
Charges on instalment plan	1,250	790
The 2023 original budget estimate in relation to: Charges on instalment plan was \$1,700.		
(b) Expenses		
Auditors remuneration		
- Audit of the Annual Financial Report	28,200	27,400
	<u>28,200</u>	<u>27,400</u>
Employee Costs		
Employee benefit costs	787,104	1,213,894
Other employee costs	248,031	239,939
	<u>1,035,135</u>	<u>1,453,833</u>
Other expenditure		
Sundry expenses	55,678	66,791
	<u>55,678</u>	<u>66,791</u>

**SHIRE OF WANDERING
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2023**

3. CASH AND CASH EQUIVALENTS

Note	2023	2022
	\$	\$
Cash at bank and on hand	1,336,298	1,045,333
Total cash and cash equivalents	1,336,298	1,045,333
Held as		
- Unrestricted cash and cash equivalents	331,197	208,836
- Restricted cash and cash equivalents	1,005,101	836,497
	1,336,298	1,045,333

SIGNIFICANT ACCOUNTING POLICIES

Cash and cash equivalents

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

Bank overdrafts are reported as short term borrowings in current liabilities in the statement of financial position.

Restricted financial assets

Restricted financial asset balances are not available for general use by the local government due to externally imposed restrictions. Restrictions are specified in an agreement, contract or legislation. This applies to reserve accounts, unspent grants, subsidies and contributions and unspent loans that have not been fully expended in the manner specified by the contributor, legislation or loan agreement and for which no liability has been recognised.

4. OTHER FINANCIAL ASSETS

	2023	2022
	\$	\$
Non-current assets		
Financial assets at fair value through profit or loss	20,372	19,451
	20,372	19,451
Financial assets at fair value through profit or loss		
Units in Local Government House Trust - opening balance	19,451	18,452
Movement attributable to fair value increment	921	999
Units in Local Government House Trust - closing balance	20,372	19,451

SIGNIFICANT ACCOUNTING POLICIES

Other 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.

Fair values of financial assets at amortised cost are not materially different to their carrying amounts, since the interest receivable on those assets is either close to current market rates or the assets are of a short term nature. Non-current financial assets at amortised cost fair values are based on discounted cash flows using a current market rates. They are classified as level 2 fair values in the fair value hierarchy (see Note 21 (i)) due to the observable market rates).

Interest received is presented under cashflows from operating activities in the Statement of Cash Flows where it is earned from financial assets that are held for cash management purposes.

Financial assets at fair value through profit or loss

The Shire has elected to classify the following financial assets at fair value through profit or loss:

- debt investments which do not qualify for measurement at either amortised cost or fair value through other comprehensive income.
- equity investments which the Shire has elected to recognise as fair value gains and losses through profit or loss.

**SHIRE OF WANDERING
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2023**

5. TRADE AND OTHER RECEIVABLES

Note	2023	2022
	\$	\$
Current		
Rates and statutory receivables	43,483	58,028
Trade receivables	175,146	72,231
GST receivable	0	985
Receivables for employee related provisions	21,924	0
	240,553	131,244
Non-current		
Rates and statutory receivables	3,971	2,675
Receivables for employee related provisions	3,940	23,973
	7,911	26,648

SIGNIFICANT ACCOUNTING POLICIES

Rates and statutory receivables

Rates and statutory receivables are non-contractual receivables arising from statutory requirements and include amounts due from ratepayers for unpaid rates and service charges and other statutory charges or fines.

Rates and statutory receivables are recognised when the taxable event has occurred and can be measured reliably.

Trade receivables

Trade receivables are amounts receivable from contractual arrangements with customers for goods sold, services performed or grants or contributions with sufficiently specific performance obligations as part of the ordinary course of business.

Other receivables

Other receivables are amounts receivable from contractual arrangements with third parties other than contracts with customers including grants for the construction of recognisable non financial assets.

Measurement

Trade and other receivables are recognised initially at the amount of the transaction price, unless they contain a significant financing component, and are to be recognised at fair value.

Classification and subsequent measurement

Receivables which are generally due for settlement within 30 days except rates receivables which are expected to be collected within 12 months are classified as current assets. All other receivables such as, deferred pensioner rates receivable after the end of the reporting period are classified as non-current assets.

Trade and other receivables are held with the objective to collect the contractual cashflows and therefore the Shire 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.

**SHIRE OF WANDERING
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2023**

6. INVENTORIES

Note	2023	2022
	\$	\$
Current		
Fuel and materials	22,298	50,550
Gravel	13,653	13,653
	35,951	64,203
Non-current		
Land held for resale		
Cost of acquisition	80,000	0
Development costs	86,300	0
	166,300	0
The following movements in inventories occurred during the year:		
Balance at beginning of year	64,203	74,203
Inventories expensed during the year	(514,435)	(791,645)
Transfers from Land - Freehold	80,000	0
Additions to inventory - capital	86,300	0
Additions to inventory - operating	486,183	781,645
Balance at end of year	202,251	64,203

SIGNIFICANT ACCOUNTING POLICIES

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.

Land held for resale

Land held for development and resale 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.

Land held for resale (Continued)

Borrowing 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 onto the buyer at this point.

Land held for resale is classified as current except where it is held as non-current based on the council's intentions to release for sale.

**SHIRE OF WANDERING
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2023**

7. OTHER ASSETS

Other assets - current

Accrued income

	2023	2022
	\$	\$
	17,898	0
	17,898	0

SIGNIFICANT ACCOUNTING POLICIES

Other current assets

Other non-financial assets include prepayments which represent payments in advance of receipt of goods or services or that part of expenditure made in one accounting period covering a term extending beyond that period.

**SHIRE OF WANDERING
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2023**

8. PROPERTY, PLANT AND EQUIPMENT

(a) Movements in Balances

Movement in the balances of each class of property, plant and equipment between the beginning and the end of the current financial year.

	Land	Buildings - non-specialised	Buildings - specialised	Total land and buildings not subject to operating lease	Land and buildings subject to operating lease	Total land and buildings	Furniture and equipment	Plant and equipment	Work in progress	Total property, plant and equipment
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Balance at 1 July 2021	1,421,000	1,040,000	2,622,322	5,083,322	329,000	5,412,322	23,791	1,884,458	0	7,320,571
Additions	0	0	243,700	243,700	0	243,700	7,485	199,759	67,457	518,401
Disposals	0	0	0	0	0	0	0	(75,404)	0	(75,404)
Depreciation	0	(20,800)	(52,841)	(73,641)	(6,000)	(79,641)	(13,221)	(225,655)	0	(318,517)
Transfers	0	0	(19,020)	(19,020)	0	(19,020)	0	0	0	(19,020)
Balance at 30 June 2022	1,421,000	1,019,200	2,794,161	5,234,361	323,000	5,557,361	18,055	1,783,158	67,457	7,426,031
Comprises:										
Gross balance at 30 June 2022	1,421,000	1,040,000	2,847,002	5,308,002	329,000	5,637,002	108,942	2,518,558	67,457	8,331,959
Accumulated depreciation at 30 June 2022	0	(20,800)	(52,841)	(73,641)	(6,000)	(79,641)	(90,887)	(735,400)	0	(905,928)
Balance at 30 June 2022	1,421,000	1,019,200	2,794,161	5,234,361	323,000	5,557,361	18,055	1,783,158	67,457	7,426,031
Additions	0	0	393,568	393,568	0	393,568	6,523	122,001	3,395	525,487
Disposals	0	0	0	0	0	0	0	(6,187)	0	(6,187)
Depreciation	0	(20,800)	(56,940)	(77,740)	(6,000)	(83,740)	(5,090)	(229,687)	0	(318,517)
Transfers to Inventories	(80,000)	0	0	(80,000)	0	(80,000)	0	0	0	(80,000)
Transfers to Infrastructure	0	0	(82,991)	(82,991)	0	(82,991)	0	0	(67,457)	(150,448)
Balance at 30 June 2023	1,341,000	998,400	3,047,798	5,387,198	317,000	5,704,198	19,488	1,669,285	3,395	7,396,366
Comprises:										
Gross balance at 30 June 2023	1,341,000	1,040,000	3,157,579	5,538,579	329,000	5,867,579	115,465	2,603,692	3,395	8,590,131
Accumulated depreciation at 30 June 2023	0	(41,600)	(109,781)	(151,381)	(12,000)	(163,381)	(95,977)	(934,407)	0	(1,193,765)
Balance at 30 June 2023	1,341,000	998,400	3,047,798	5,387,198	317,000	5,704,198	19,488	1,669,285	3,395	7,396,366

**SHIRE OF WANDERING
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2023**

8. PROPERTY, PLANT AND EQUIPMENT (Continued)

(b) Carrying Value Measurements

Asset Class	Fair Value Hierarchy	Valuation Technique	Basis of Valuation	Date of Last Valuation	Inputs Used
(i) Fair Value					
Land and buildings					
Land	Level 2	Market cost	Independent valuation	June 2021	Unobservable inputs for assets and liabilities
Buildings - non-specialised	Level 2	Market cost	Independent valuation	June 2021	Unobservable inputs for assets and liabilities
Buildings - specialised	Level 3	Replacement cost	Independent valuation	June 2021	Unobservable inputs for assets and liabilities
<p>Level 3 inputs are based on assumptions with regards to future values and patterns of consumption utilising current information. If the basis of these assumptions were varied, they have the potential to result in a significantly higher or lower fair value measurement.</p> <p>During the period there were no changes in the valuation techniques used by the local government to determine the fair value of property, plant and equipment using either level 2 or level 3 inputs.</p>					
(ii) Cost					
Furniture and equipment		NA	Cost	NA	NA
Plant and equipment		NA	Cost	NA	NA

**SHIRE OF WANDERING
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2023**

9. INFRASTRUCTURE

(a) Movements in Balances

Movement in the balances of each class of infrastructure between the beginning and the end of the current financial year.

	Infrastructure - roads	Infrastructure - bridges	Infrastructure - drainage	Infrastructure - footpath	Infrastructure - recreation	Infrastructure - other	Total Infrastructure
	\$	\$	\$	\$	\$	\$	\$
Balance at 1 July 2021	35,776,446	10,388,012	3,524,563	184,356	1,117,447	577,132	51,567,956
Additions	1,008,216	0	0	0	0	0	1,008,216
Revaluation increments / (decrements) transferred to revaluation surplus	0	0	0	0	46,638	(115,569)	(68,931)
Depreciation	(550,473)	(221,307)	(74,615)	(10,785)	(33,605)	(24,263)	(915,048)
Transfers	0	0	0	0	19,020	0	19,020
Balance at 30 June 2022	36,234,189	10,166,705	3,449,948	173,571	1,149,500	437,300	51,611,213
Comprises:							
Gross balance at 30 June 2022	38,251,314	11,065,365	3,730,758	215,696	1,755,900	574,700	55,593,733
Accumulated depreciation at 30 June 2022	(2,017,125)	(898,660)	(280,810)	(42,125)	(606,400)	(137,400)	(3,982,520)
Balance at 30 June 2022	36,234,189	10,166,705	3,449,948	173,571	1,149,500	437,300	51,611,213
Additions	1,071,796	0	0	0	0	0	1,071,796
Revaluation increments / (decrements) transferred to revaluation surplus	23,218,866	13,500,042	(1,208,203)	127,344	0	0	35,638,049
Depreciation	(580,719)	(221,307)	(74,615)	(10,785)	(52,808)	(17,105)	(957,339)
Transfers from Property, Plant and Equipment	0	0	0	0	0	150,448	150,448
Balance at 30 June 2023	59,944,132	23,445,440	2,167,130	290,130	1,096,692	570,643	87,514,167
Comprises:							
Gross balance at 30 June 2023	73,358,254	31,633,333	4,458,397	487,088	1,755,900	725,148	112,418,120
Accumulated depreciation at 30 June 2023	(13,414,122)	(8,187,893)	(2,291,267)	(196,958)	(659,208)	(154,505)	(24,903,953)
Balance at 30 June 2023	59,944,132	23,445,440	2,167,130	290,130	1,096,692	570,643	87,514,167

**SHIRE OF WANDERING
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2023**

9. INFRASTRUCTURE (Continued)

(b) Carrying Value Measurements

(i) Fair Value	Asset Class	Fair Value Hierarchy	Valuation Technique	Basis of Valuation	Date of Last Valuation	Inputs Used
	Infrastructure - roads	Level 3	Cost approach using depreciated replacement cost	Independent valuation	June 2023	Construction costs and current condition, residual values and remaining useful life assessment inputs
	Infrastructure - bridges	Level 3	Cost approach using depreciated replacement cost	Independent valuation	June 2023	Construction costs and current condition, residual values and remaining useful life assessment inputs
	Infrastructure - drainage	Level 3	Cost approach using depreciated replacement cost	Independent valuation	June 2023	Construction costs and current condition, residual values and remaining useful life assessment inputs
	Infrastructure - footpath	Level 3	Cost approach using depreciated replacement cost	Independent valuation	June 2023	Construction costs and current condition, residual values and remaining useful life assessment inputs
	Infrastructure - recreation	Level 3	Cost approach using depreciated replacement cost	Independent valuation	June 2022	Unobservable inputs for assets and liabilities
	Infrastructure - other	Level 3	approach using depreciated replacement	Independent valuation	June 2022	Unobservable inputs for assets and liabilities

Level 3 inputs are based on assumptions with regards to future values and patterns of consumption utilising current information. If the basis of these assumptions were varied, they have the potential to result in a significantly higher or lower fair value measurement.

During the period there were no changes in the valuation techniques used to determine the fair value of infrastructure using level 3 inputs.

**SHIRE OF WANDERING
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2023**

10. FIXED ASSETS

(a) Depreciation

Depreciation rates

Typical estimated useful lives for the different asset classes for the current and prior years are included in the table below:

Asset Class	Useful life
Buildings	40 to 50 years
Furniture and equipment	3 to 10 years
Plant and equipment	3 to 10 years
Sealed roads and streets formation pavement seal	not depreciated
- bituminous seals	20-50 years
- asphalt surfaces	15-20 years
Gravel roads formation pavement	15-25 years
Footpaths - slab	not depreciated
Sewerage piping	50 years
Water supply piping and drainage systems	20 years
Recreation assets	100 years
Other assets	50 years
Bridges	4 to 50 years
	4 to 50 years
	4 to 50 years

**SHIRE OF WANDERING
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2023**

10. FIXED ASSETS (Continued)

SIGNIFICANT ACCOUNTING POLICIES

Fixed assets

Each class of fixed assets within either property, plant and equipment or infrastructure, is carried at cost or fair value (as indicated), less any accumulated depreciation and impairment losses.

Initial recognition and measurement for assets held at cost

Plant and equipment including furniture and equipment is recognised at cost on acquisition in accordance with *Financial Management Regulation 17A*. Where acquired at no cost, the asset is initially recognised at fair value. Assets held at cost are depreciated and assessed for indicators of impairment annually.

Initial recognition and measurement between mandatory revaluation dates for assets held at fair value

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.

Upon initial recognition, cost is determined as the amount paid (or other consideration given) to acquire the assets, plus costs incidental to the acquisition. For assets acquired at zero cost or otherwise significantly less than fair value, cost is determined as fair value at the date of acquisition. The cost of non-current assets constructed by the Shire includes the cost of all materials used in construction, direct labour on the project and an appropriate proportion of variable and fixed overheads.

Individual assets that are land, buildings, infrastructure and investment properties acquired between scheduled revaluation dates of the asset class in accordance with the Shire's revaluation policy, are recognised at cost and disclosed as being at fair value as management believes cost approximates fair. They are subject to subsequent revaluation at the next revaluation date consistent with *Financial Management Regulation 17A(4)*.

Revaluation

The fair value of land, buildings, infrastructure and investment properties is determined at least every five years in accordance with the regulatory framework. This includes buildings and infrastructure items which were pre-existing improvements (i.e. vested improvements) on vested land acquired by the Shire.

At the end of each period, the carrying amount for each asset class is reviewed and, where appropriate, the fair value is updated to reflect current market conditions consistent with *Financial Management Regulation 17A(2)* which requires land, buildings infrastructure, investment properties and vested improvements to be shown at fair value.

Revaluation (continued)

For property, plant and equipment and infrastructure, increases in the carrying amount arising on revaluation of asset classes are credited to a revaluation surplus in equity. Decreases that offset previous increases of the same class of asset are recognised against revaluation surplus directly in equity. All other decreases are recognised in profit or loss. Subsequent increases are then recognised in profit or loss to the extent they reverse a net revaluation decrease previously recognised in profit or loss for the same class of asset.

Depreciation

The depreciable amount of all property, plant and equipment and infrastructure, 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.

Depreciation on revaluation

When an item of property, plant and equipment and infrastructure is revalued, any accumulated depreciation at the date of the revaluation is treated in one of the following ways:

- (i) The gross carrying amount is adjusted in a manner that is consistent with the revaluation of the carrying amount of the asset.
- (ii) Eliminated against the gross carrying amount of the asset and the net amount restated to the revalued amount of the asset.

Amortisation

All intangible assets with a finite useful life, are amortised on a straight-line basis over the individual asset's useful life from the time the asset is held ready for use.

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

Amortisation is included within depreciation in the Statement of Comprehensive Income and in Note 10(a).

Impairment

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.

Gains or losses on disposal

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains and losses are included in the Statement of Comprehensive Income in the period in which they arise.

**SHIRE OF WANDERING
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2023**

11. LEASES

Lessor - Property, Plant and Equipment Subject to Lease

The table below represents a maturity analysis of the undiscounted lease payments to be received after the reporting date.

Less than 1 year
1 to 2 years
2 to 3 years

	2023 Actual	2022 Actual
	\$	\$
	32,860	0
	32,240	0
	17,980	0
	83,080	0
Amounts recognised in profit or loss for Property, Plant and Equipment Subject to Lease		
Rental income	14,260	13,800

The Shire leases one house to the Housing Authority with rental payable weekly. This lease is classified as an operating lease as it does not transfer substantially all of the risks and rewards incidental to the ownership of the asset. The house is not considered investment property as they are leased for use in the supply of services to the community.

Lease payments for some contracts include CPI increases, but there are no other variable lease payments that depend on an index or rate. Although the Shire is exposed to changes in the residual value at the end of the current leases, the Shire typically enters into new operating leases and therefore will not immediately realise any reduction in residual value at the end of these leases. Expectations about the future residual values are reflected in the fair value of the properties.

SIGNIFICANT ACCOUNTING POLICIES

The Shire as Lessor

Upon entering into each contract as a lessor, the Shire assesses if the lease is a finance or operating lease.

The contract is classified as a finance lease when the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee. All other leases not within this definition are classified as operating leases. Rental income received from operating leases is recognised on a straight-line basis over the term of the specific lease.

Initial direct costs incurred in entering into an operating lease (eg legal cost, cost to setup) are included in the carrying amount of the leased asset and recognised as an expense on a straight-line basis over the lease term.

When a contract is determined to include lease and non-lease components, the Shire applies AASB 15 to allocate the consideration under the contract to each component.

**SHIRE OF WANDERING
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2023**

12. TRADE AND OTHER PAYABLES

Current

Sundry creditors
Prepaid rates
Accrued payroll liabilities
ATO liabilities
Bonds and deposits held
Accrued Expenses

	2023	2022
	\$	\$
	162,876	112,287
	13,695	10,233
	38,374	26,201
	26,176	0
	9,195	16,621
	26,425	0
	276,741	165,342

SIGNIFICANT ACCOUNTING POLICIES

Financial liabilities

Financial liabilities are initially recognised at fair value when the Shire becomes a party to the contractual provisions of the instrument.

Non-derivative financial liabilities (excluding financial guarantees) are subsequently measured at amortised cost.

Financial liabilities are derecognised where the related obligations are discharged, cancelled or expired. The difference between the carrying amount of the financial liability extinguished or transferred to another party and any consideration paid, including the transfer of non-cash assets or liabilities assumed, is recognised in profit or loss.

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 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 usually paid within 30 days of recognition. The carrying amounts of trade and other payables are considered to be the same as their fair values, due to their short-term nature.

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 income for the prepaid rates that have not been refunded.

**SHIRE OF WANDERING
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2023**

13. OTHER LIABILITIES

Current

Contract liabilities
Capital grant/contributions liabilities

Reconciliation of changes in contract liabilities

Opening balance
Additions
Revenue from contracts with customers included as a contract liability at the start of the period

The aggregate amount of the performance obligations unsatisfied (or partially unsatisfied) in relation to these contract liabilities was \$47,592 (2022: \$11,460)

The Shire expects to satisfy the performance obligations, from contracts with customers unsatisfied at the end of the reporting period, within the next 12 months.

Reconciliation of changes in capital grant/contribution liabilities

Opening balance
Additions
Revenue from capital grant/contributions held as a liability at the start of the period

Expected satisfaction of capital grant/contribution liabilities

Less than 1 year

	2023	2022
	\$	\$
Contract liabilities	47,592	11,460
Capital grant/contributions liabilities	377,508	274,037
	<u>425,100</u>	<u>285,497</u>
Opening balance	11,460	11,460
Additions	47,592	0
Revenue from contracts with customers included as a contract liability at the start of the period	(11,460)	0
	<u>47,592</u>	<u>11,460</u>
Opening balance	274,037	205,979
Additions	377,508	274,037
Revenue from capital grant/contributions held as a liability at the start of the period	(274,037)	(205,979)
	<u>377,508</u>	<u>274,037</u>
Less than 1 year	377,508	274,037
	<u>377,508</u>	<u>274,037</u>

Performance obligations in relation to capital grant/contribution liabilities are satisfied as project milestones are met or completion of construction or acquisition of the asset.

SIGNIFICANT ACCOUNTING POLICIES

Contract liabilities

Contract liabilities represent the Shire's obligation to transfer goods or services to a customer for which the Shire has received consideration from the customer.

Contract liabilities represent obligations which are not yet satisfied. Contract liabilities are recognised as revenue when the performance obligations in the contract are satisfied.

Capital grant/contribution liabilities

Capital grant/contribution liabilities represent the Shire's obligations to construct recognisable non-financial assets to identified specifications to be controlled by the Shire which are yet to be satisfied. Capital grant/contribution liabilities are recognised as income when the obligations in the contract are satisfied.

Fair values for non-current capital grant/contribution liabilities, not expected to be extinguished within 12 months, are based on discounted cash flows of expected cashflows to satisfy the obligations using a current borrowing rate. They are classified as level 3 fair values in the fair value hierarchy (see Note 21(i)) due to the unobservable inputs, including own credit risk.

**SHIRE OF WANDERING
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2023**

14. BORROWINGS

	Note	2023			2022		
		Current	Non-current	Total	Current	Non-current	Total
Secured		\$	\$	\$	\$	\$	\$
Debentures		4,570	70,972	75,542	0	0	0
Total secured borrowings	24(a)	4,570	70,972	75,542	0	0	0

Secured liabilities and assets pledged as security

Debentures, bank overdrafts and bank loans are secured by a floating charge over the assets of the Shire of Wandering. Other loans relate to transferred receivables. Refer to Note 5.

The Shire of Wandering has complied with the financial covenants of its borrowing facilities during the 2023 and 2022 years.

SIGNIFICANT ACCOUNTING POLICIES

Borrowing costs

The Shire has elected to recognise borrowing costs as an expense when incurred regardless of how the borrowings are applied.

Fair values of borrowings are not materially different to their carrying amounts, since the interest payable on those borrowings is either close to current market rates or the borrowings are of a short term nature.

Borrowings fair values are based on discounted cash flows using a current borrowing rate. They are classified as level 3 fair values in the fair value hierarchy (see Note 21(i)) due to the unobservable inputs, including own credit risk.

Risk

Details of individual borrowings required by regulations are provided at Note 24(a).

**SHIRE OF WANDERING
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2023**

15. EMPLOYEE RELATED PROVISIONS

Employee Related Provisions

	2023	2022
	\$	\$
Current provisions		
Employee benefit provisions		
Annual leave	59,925	67,359
Long service leave	62,859	9,307
	122,784	76,666
Employee related other provisions		
Employment on-costs	18,878	10,834
	18,878	10,834
Total current employee related provisions	141,662	87,500
Non-current provisions		
Employee benefit provisions		
Long service leave	32,501	86,242
	32,501	86,242
Employee related other provisions		
Employment on-costs	2,158	10,456
	2,158	10,456
Total non-current employee related provisions	34,659	96,698
Total employee related provisions	176,321	184,198

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

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

SIGNIFICANT ACCOUNTING POLICIES

Employee benefits

The Shire's obligations for employees' annual leave, long service leave and other employee leave entitlements are recognised as employee related provisions in the Statement of Financial Position.

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.

Other long-term employee benefits

Long-term employee benefits provisions are measured at the present value of the expected future payments to be made to employees. Expected future payments incorporate anticipated future wage and salary levels, durations of service and employee departures and are discounted at rates determined by reference to market yields at the end of the reporting period on government bonds that have maturity dates that approximate the terms of the obligations. Any remeasurements for changes in assumptions of obligations for other long-term employee benefits are recognised in profit or loss in the periods in which the changes occur.

The Shire's obligations for long-term employee benefits are presented as non-current provisions in its statement of financial position, except where the Shire does not have an unconditional right to defer settlement for at least 12 months after the end of the reporting period, in which case the obligations are presented as current provisions.

**SHIRE OF WANDERING
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2023**

16. REVALUATION SURPLUS

	2023 Opening Balance	2023 Change in Accounting Policy	Total Movement on Revaluation	2023 Closing Balance	2022 Opening Balance	Total Movement on Revaluation	2022 Closing Balance
	\$	\$	\$	\$	\$	\$	\$
Revaluation surplus - PPE & Other	3,499,207	0	0	3,499,207	3,499,207	0	3,499,207
Revaluation surplus - Infrastructure	34,946,168	0	35,638,049	70,584,217	35,015,099	(68,931)	34,946,168
	38,445,375	0	35,638,049	74,083,424	38,514,306	(68,931)	38,445,375

**SHIRE OF WANDERING
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2023**

17. RESTRICTIONS OVER FINANCIAL ASSETS

The following classes of financial 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

Note	2023 Actual \$	2022 Actual \$
3	1,005,101	836,497
	1,005,101	836,497

The restricted financial assets are a result of the following specific purposes to which the assets may be used:

Restricted reserve accounts

Contract liabilities

Capital grant liabilities

Bonds and deposits held

Total restricted financial assets

25	570,806	534,379
13	47,592	11,460
13	377,508	274,037
12	9,195	16,621
	1,005,101	836,497

**18. UNDRAWN BORROWING FACILITIES AND CREDIT
STANDBY ARRANGEMENTS**

Credit card limit

Credit card balance at balance date

Total amount of credit unused

Loan facilities

Loan facilities - current

Loan facilities - non-current

Total facilities in use at balance date

Unused loan facilities at balance date

5,000	5,000
(1,359)	(2,186)
3,641	2,814
4,570	0
70,972	0
75,542	0
0	0

**SHIRE OF WANDERING
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2023**

19. RELATED PARTY TRANSACTIONS

(a) Elected Member Remuneration

Fees, expenses and allowances to be paid or reimbursed to elected council members.

Note	2023 Actual \$	2023 Budget \$	2022 Actual \$
President's annual allowance	6,170	6,170	5,959
President's meeting attendance fees	4,350	3,680	3,553
President's annual allowance for ICT expenses	1,113	1,050	1,050
	11,633	10,900	10,562
Deputy President's annual allowance	1,285	1,000	254
Deputy President's meeting attendance fees	4,601	3,680	3,553
Deputy President's child care expenses	0	0	0
Deputy President's other expenses	0	0	0
Deputy President's ICT expenses	0	0	0
Deputy President's annual allowance for ICT expenses	1,112	1,050	1,050
Deputy President's travel and accommodation expenses	0	0	0
Deputy President's annual allowance for travel and accommodation expenses	0	0	0
	6,998	5,730	4,857
All other council member's meeting attendance fees	12,303	18,400	13,323
All other council member's All other council member expenses	0	0	760
All other council member's annual allowance for ICT expenses	4,607	5,250	3,939
All other council member's travel and accommodation expenses	1,551	500	0
	18,461	24,150	18,022
19(b)	37,092	40,780	33,441

(b) Key Management Personnel (KMP) Compensation

The total of compensation paid to KMP of the Shire during the year are as follows:

Note	2023 Actual \$	2022 Actual \$
Short-term employee benefits	452,472	666,235
Post-employment benefits	56,423	76,760
Employee - other long-term benefits	11,574	53,006
Employee - termination benefits	49,676	0
Council member costs	37,092	33,441
	607,237	829,442

Short-term employee benefits

These amounts include all salary and fringe benefits awarded to KMP except for details in respect to fees and benefits paid to council members which may be separately found in the table above.

Post-employment benefits

These amounts are the current-year's cost of the Shire's superannuation contributions made during the year.

Other long-term benefits

These amounts represent annual leave and long service leave entitlements accruing during the year.

Termination benefits

These amounts represent termination benefits paid to KMP (Note: may or may not be applicable in any given year).

Council member costs

These amounts represent payments of member fees, expenses, allowances and reimbursements during the year.

**SHIRE OF WANDERING
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2023**

19. RELATED PARTY TRANSACTIONS

Transactions with related parties

Transactions between related parties and the Shire are on normal commercial terms and conditions, no more favourable than those available to other parties, unless otherwise stated.

No outstanding balances or provisions for doubtful debts or guarantees exist in relation to related parties at year end.

In addition to KMP compensation above the following transactions occurred with related parties:

	2023 Actual	2022 Actual
	\$	\$
Purchase of goods and services	0	558
Short term employee benefits - other related parties	20,905	168,123
Amounts outstanding from related parties:		
Trade and other receivables	0	183
Amounts payable to related parties:		
Trade and other payables	9,796	20,104

Related Parties

The Shire's main related parties are as follows:

i. Key management personnel

Any person(s) having authority and responsibility for planning, directing and controlling the activities of the entity, directly or indirectly, including any council member, are considered key management personnel and are detailed in Notes 19(a) and 19(b)

ii. Other Related Parties

During the previous year, a company controlled by a related party of a council member, was awarded a contract under the selective tender process on terms and conditions equivalent for those that prevail in arm's length transactions under the Shire's procurement process.

The contract involved roadworks in the Shire, and amounted to \$265,941 in the current year (\$369,871 in the prior year).

Short-term employee benefits related to an associate person of the CEO who was employed by the Shire under normal employment terms and conditions.

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

iii. Entities subject to significant influence by the Shire

There were no such entities requiring disclosure during the current or previous year.

**SHIRE OF WANDERING
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2023**

20. EVENTS OCCURRING AFTER THE END OF THE REPORTING PERIOD

The Shire is not aware of any material events occurring after the end of the reporting period that may impact these financial statements.

**SHIRE OF WANDERING
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2023**

21. OTHER SIGNIFICANT ACCOUNTING POLICIES

a) 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.

b) Current and non-current classification

The 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.

c) Rounding off figures

All figures shown in this annual financial report, other than a rate in the dollar, are rounded to the nearest dollar. Amounts are presented in Australian Dollars.

d) Comparative figures

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

When the Shire applies an accounting policy retrospectively, makes a retrospective restatement or reclassifies items in its financial statements that has a material effect on the statement of financial position, an additional (third) Statement of Financial Position as at the beginning of the preceding period in addition to the minimum comparative financial report is presented.

e) Budget comparative figures

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

f) Superannuation

The Shire contributes to a number of Superannuation Funds on behalf of employees. All funds to which the Shire contributes are defined contribution plans.

g) Fair value of assets and liabilities

Fair value is the price that the Shire would receive to sell the asset or would have to pay to transfer a liability, in an orderly (i.e. unforced) transaction between independent, knowledgeable and willing market participants at the measurement date.

As fair value is a market-based measure, the closest equivalent observable market pricing information is used to determine fair value. Adjustments to market values may be made having regard to the characteristics of the specific asset or liability. The fair values of assets that are not traded in an active market are determined using one or more valuation techniques. These valuation techniques maximise, to the extent possible, the use of observable market data.

To the extent possible, market information is extracted from either the principal market for the asset or liability (i.e. the market with the greatest volume and level of activity for the asset or liability) or, in the absence of such a market, the most advantageous market available to the entity at the end of the reporting period (i.e. the market that maximises the receipts from the sale of the asset after taking into account transaction costs and transport costs).

For non-financial assets, the fair value measurement also takes into account a market participant's ability to use the asset in its highest and best use or to sell it to another market participant that would use the asset in its highest and best use.

h) Interest revenue

Interest revenue is calculated by applying the effective interest rate to the gross carrying amount of a financial asset measured at amortised cost except for financial assets that subsequently become credit-impaired. For credit-impaired financial assets the effective interest rate is applied to the net carrying amount of the financial asset (after deduction of the loss allowance).

i) Fair value hierarchy

AASB 13 requires the disclosure of fair value information by level of the fair value hierarchy, which categorises fair value measurement into one of three possible levels based on the lowest level that an input that is significant to the measurement can be categorised into as follows:

Level 1

Measurements based on quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date.

Level 2

Measurements based on inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly or indirectly.

Level 3

Measurements based on unobservable inputs for the asset or liability.

The fair values of assets and liabilities that are not traded in an active market are determined using one or more valuation techniques. These valuation techniques maximise, to the extent possible, the use of observable market data. If all significant inputs required to measure fair value are observable, the asset or liability is included in Level 2. If one or more significant inputs are not based on observable market data, the asset or liability is included in Level 3.

Valuation techniques

The Shire selects a valuation technique that is appropriate in the circumstances and for which sufficient data is available to measure fair value. The availability of sufficient and relevant data primarily depends on the specific characteristics of the asset or liability being measured. The valuation techniques selected by the Shire are consistent with one or more of the following valuation approaches:

Market approach

Valuation techniques that use prices and other relevant information generated by market transactions for identical or similar assets or liabilities.

Income approach

Valuation techniques that convert estimated future cash flows or income and expenses into a single discounted present value.

Cost approach

Valuation techniques that reflect the current replacement cost of the service capacity of an asset.

Each valuation technique requires inputs that reflect the assumptions that buyers and sellers would use when pricing the asset or liability, including assumptions about risks. When selecting a valuation technique, the Shire gives priority to those techniques that maximise the use of observable inputs and minimise the use of unobservable inputs. Inputs that are developed using market data (such as publicly available information on actual transactions) and reflect the assumptions that buyers and sellers would generally use when pricing the asset or liability are considered observable, whereas inputs for which market data is not available and therefore are developed using the best information available about such assumptions are considered unobservable.

j) Impairment of assets

In accordance with Australian Accounting Standards the Shire's assets, other than inventories, are assessed at each reporting date to determine whether there is any indication they may be impaired.

Where such an indication exists, an impairment test is carried out on the asset by comparing the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, to the asset's carrying amount.

Any excess of the asset's carrying amount over its recoverable amount is recognised immediately in profit or loss, unless the asset is carried at a revalued amount in accordance with another Standard (e.g. AASB 116) whereby any impairment loss of a revalued asset is treated as a revaluation decrease in accordance with that other Standard.

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

22. RATING INFORMATION

(a) General Rates

RATE TYPE		2022/23	2022/23	2022/23	2022/23	2022/23	2022/23	2022/23	2022/23	2021/22	
Rate Description	Basis of valuation	Rate in \$	Number of Properties	Actual Rateable Value*	Actual Rate Revenue	Actual Interim Rates	Actual Total Revenue	Budget Rate Revenue	Budget Interim Rate	Budget Total Revenue	Actual Total Revenue
		\$		\$	\$	\$	\$	\$	\$	\$	\$
GRV Residential	Gross rental valuations	0.1378410	54	604,864	83,375	0	83,375	83,375	0	83,375	74,583
GRV Special Use	Gross rental valuations	0.1561120	3	137,893	21,527	0	21,527	21,527	0	21,527	22,398
GRV Rural Residential	Gross rental valuations	0.0927580	41	585,000	54,263	0	54,263	54,263	0	54,263	0
GRV Industrial	Gross rental valuations	0.0782000	1	20,800	1,627	0	1,627	1,627	0	1,627	0
UV Rural Residential	Unimproved valuation	0.0000000	0	0	0	0	0	0	0	0	64,957
UV Rural/Mining	Unimproved valuation	0.0616000	133	16,220,900	999,207	5,645	1,004,852	999,207	0	999,207	917,938
Non Rateable		0.0000000	0	0	0	(4,040)	(4,040)	0	0	0	0
Total general rates			232	17,569,457	1,159,999	1,605	1,161,604	1,159,999	0	1,159,999	1,079,876
Minimum Payment \$											
GRV Residential	Gross rental valuations	1,204	26	49,544	31,304	0	31,304	31,304	0	31,304	29,700
GRV Special Use	Gross rental valuations	1,204	1	4,160	1,204	0	1,204	1,204	0	1,204	1,100
GRV Rural Residential	Gross rental valuations	1,204	43	341,950	51,772	0	51,772	49,364	0	49,364	0
Rural Residential - Vacant	Gross rental valuation	1,204	21	74,730	25,284	0	25,284	27,692	0	27,692	0
GRV Industrial	Gross rental valuations	1,204	1	14,560	1,204	0	1,204	1,204	0	1,204	0
GRV Industrial-Vacant	Gross rental valuations	1,204	3	15,200	3,612	0	3,612	3,612	0	3,612	0
UV Rural Residential	Unimproved valuation	0	0	0	0	0	0	0	0	0	56,100
UV Rural/Mining	Unimproved valuation	1,204	85	9,747,037	102,340	0	102,340	102,340	0	102,340	89,100
Total minimum payments			180	10,247,181	216,720	0	216,720	216,720	0	216,720	176,000
Total general rates and minimum payments			412	27,816,638	1,376,719	1,605	1,378,324	1,376,719	0	1,376,719	1,255,876
Ex-gratia Rates											
CBH Receival Bin	Tonnage	0.1022400	1	35,600	3,639	0	3,639	3,639	0	3,639	3,326
Total amount raised from rates (excluding general rates)			1	35,600	3,639	0	3,639	3,639	0	3,639	3,326
Discounts							(43,505)			(49,000)	(47,539)
Rates Written Off							(417)			0	(50)
Total Rates							1,338,041			1,331,358	1,211,613
Rate instalment interest							1,493			3,000	2,844
Rate overdue interest							5,122			6,500	4,982

The rate revenue was recognised from the rate record as soon as practicable after the Shire resolved to impose rates in the financial year as well as when the rate record was amended to ensure the information in the record was current and correct.

*Rateable Value at time of raising of rate.

SHIRE OF WANDERING
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FOR THE YEAR ENDED 30 JUNE 2023

23. DETERMINATION OF SURPLUS OR DEFICIT

		2022/23 Budget	2021/22
	(30 June 2023)	(30 June 2023)	(30 June 2022)
Note	Carried Forward)	Carried Forward)	Carried Forward
	\$	\$	\$
(a) 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 Statement of Financial Activity in accordance with <i>Financial Management Regulation 32</i> .			
Adjustments to operating activities			
Less: Profit on asset disposals	(19,268)	(2,333)	(9,598)
Less: Movement in liabilities associated with restricted cash	5,093	5,053	(48,972)
Less: Fair value adjustments to financial assets at fair value through profit or loss	(921)	0	(999)
Add: Loss on disposal of assets	0	0	4,316
Add: Depreciation	1,275,856	1,182,279	1,233,565
Non-cash movements in non-current assets and liabilities:			
Pensioner deferred rates	(1,296)	0	(1,424)
Receivable - employee related provision	20,033	0	0
Employee benefit provisions	(62,039)	0	28,991
Non-cash amounts excluded from operating activities	1,217,458	1,184,999	1,205,879
(b) Surplus or deficit after imposition of general rates			
The following current assets and liabilities have been excluded from the net current assets used in the Statement of Financial Activity in accordance with <i>Financial Management Regulation 32</i> to agree to the surplus/(deficit) after imposition of general rates.			
Adjustments to net current assets			
Less: Reserve accounts	25 (570,806)	(568,855)	(534,379)
Less: Current assets not expected to be received at end of year			
- Land held for resale	6 0	(200,000)	0
Add: Current liabilities not expected to be cleared at end of year			
- Current portion of borrowings	14 4,570	(18,665)	0
- Employee benefit provisions	16,365	16,321	11,272
Total adjustments to net current assets	(549,871)	(771,199)	(523,107)
Net current assets used in the Statement of Financial Activity			
Total current assets	1,630,700	1,281,017	1,240,780
Less: Total current liabilities	(848,073)	(509,818)	(538,339)
Less: Total adjustments to net current assets	(549,871)	(771,199)	(523,107)
Surplus or deficit after imposition of general rates	232,756	0	179,334

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

24. BORROWING AND LEASE LIABILITIES

(a) Borrowings

Purpose	Note	Actual							Budget			
		Principal			Principal at 30 June 2022	Principal			Principal at 1 July 2022	Principal		
		Principal at 1 July 2021	New Loans During 2021-22	Repayments During 2021-22		New Loans During 2022-23	Repayments During 2022-23	Principal at 30 June 2023		New Loans During 2022-23	Repayments During 2022-23	Principal at 30 June 2023
\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	
Industrial Estate Development	14	0	0	0	0	75,542	0	75,542	0	200,000	(18,665)	181,335
Total		0	0	0	0	75,542	0	75,542	0	200,000	(18,665)	181,335

Borrowing Finance Cost Payments

Purpose	Note	Loan Number	Institution	Interest Rate	Date final payment is due	Actual for year ending 30 June 2023	Budget for year ending 30 June 2023	Actual for year ending 30 June 2022
						\$	\$	\$
Industrial Estate Development		10	WATC*	4.4949%	30/06/2033	0	(2,970)	0
Total						0	(2,970)	0
Total Finance Cost Payments						0	(2,970)	0

* WA Treasury Corporation

(b) New Borrowings - 2022/23

Particulars/Purpose	Institution	Loan Type	Term Years	Interest Rate	Amount Borrowed		Amount (Used)		Total Interest & Charges	Actual Balance Unspent
					2023 Actual	2023 Budget	2023 Actual	2023 Budget		
					\$	\$	\$	\$		
Industrial Estate	WATC*	Debenture	10	4.4949%	75,542	200,000	(75,542)	200,000	0	0
					75,542	200,000	(75,542)	200,000	0	0

* WA Treasury Corporation

(c) Unspent Borrowings

Particulars	Institution	Date Borrowed	Unspent Balance 1 July 2022	Borrowed During Year	Expended During Year	Unspent Balance 30 June 2023
			\$	\$	\$	\$
Industrial Estate	WATC*	29/06/2023	0	75,542	(75,542)	0
			0	75,542	(75,542)	0

* WA Treasury Corporation

**SHIRE OF WANDERING
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2023**

25. RESERVE ACCOUNTS

	2023 Actual Opening Balance	2023 Actual Transfer to	2023 Actual Transfer (from)	2023 Actual Closing Balance	2023 Budget Opening Balance	2023 Budget Transfer to	2023 Budget Transfer (from)	2023 Budget Closing Balance	2022 Actual Opening Balance	2022 Actual Transfer to	2022 Actual Transfer (from)	2022 Actual Closing Balance
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Restricted by council												
(a) Leave reserve	11,272	5,093	0	16,365	11,269	5,053	0	16,322	60,244	28	(49,000)	11,272
(b) Office equipment reserve	40,004	332	0	40,336	40,002	187	0	40,189	47,482	22	(7,500)	40,004
(c) Land & building reserve	251,086	2,079	0	253,165	251,074	1,174	0	252,248	231,859	128,547	(109,320)	251,086
(d) Plant replacement reserve	163,235	26,353	(54,000)	135,588	163,230	25,764	(54,000)	134,994	133,449	29,786	0	163,235
(e) Fuel facility reserve	68,782	16,570	0	85,352	68,780	16,322	0	85,102	52,933	15,849	0	68,782
(f) WSNF funding reserve	0	40,000		40,000	0	40,000	0	40,000	0	0	0	0
	534,379	90,427	(54,000)	570,806	534,355	88,500	(54,000)	568,855	525,967	174,232	(165,820)	534,379
	534,379	90,427	(54,000)	570,806	534,355	88,500	(54,000)	568,855	525,967	174,232	(165,820)	534,379

All reserves are supported by cash and cash equivalents and financial assets at amortised cost and are restricted within equity as Reserve accounts.

In accordance with council resolutions or adopted budget in relation to each reserve account, the purpose for which the reserves are set aside and their anticipated date of use are as follows:

Name of reserve account	Anticipated date of use	Purpose of the reserve account
Restricted by council		
(a) Leave reserve	Ongoing	For the payment of long service leave
(b) Office equipment reserve	2023/2024	For the replacement of office equipment
(c) Land & building reserve	Ongoing	For the purchase of land and buildings, and major repairs/upgrading of existing buildings
(d) Plant replacement 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