

SHIRE OF WYALKATCHEM
BUDGET
FOR THE YEAR ENDED 30TH JUNE 2018

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SHIRE OF WYALKATCHEM
STATEMENT OF COMPREHENSIVE INCOME
BY NATURE OR TYPE
FOR THE YEAR ENDED 30TH JUNE 2018

	NOTE	2017/18 Budget \$	2016/17 Actual \$	2016/17 Budget \$
Revenue				
Rates	8	1,232,354	1,151,757	1,142,763
Operating Grants, Subsidies and Contributions		906,888	2,414,949	1,650,006
Fees and Charges	11	277,751	295,942	279,730
Service Charges	10	0	0	0
Interest Earnings	2(a)	60,025	64,342	57,012
Other Revenue	2(a)	0	0	0
		<u>2,477,018</u>	<u>3,926,990</u>	<u>3,129,511</u>
Expenses				
Employee Costs		(1,039,368)	(922,220)	(962,332)
Materials and Contracts		(1,142,605)	(1,313,202)	(1,129,740)
Utility Charges		(184,343)	(142,148)	(137,538)
Depreciation on Non-Current Assets	2(a)	(1,142,817)	(1,100,800)	(1,049,519)
Interest Expenses	2(a)	(18,039)	(14,852)	(21,603)
Insurance Expenses		(123,317)	(122,737)	(124,317)
Other Expenditure		0	0	0
		<u>(3,650,489)</u>	<u>(3,615,959)</u>	<u>(3,425,049)</u>
		(1,173,471)	311,031	(295,538)
Non-Operating Grants,				
Subsidies and Contributions		671,231	808,398	995,750
Profit on Asset Disposals	3	0	228	102,502
Loss on Asset Disposals	3	(52,886)	(1,690)	0
		<u>(555,126)</u>	<u>1,117,967</u>	<u>802,714</u>
NET RESULT				
Other Comprehensive Income				
Changes on Revaluation of Non-Current Assets		0	0	0
Total Other Comprehensive Income		<u>0</u>	<u>0</u>	<u>0</u>
TOTAL COMPREHENSIVE INCOME		<u><u>(555,126)</u></u>	<u><u>1,117,967</u></u>	<u><u>802,714</u></u>

Notes:

All fair value adjustments relating to remeasurement of financial assets at fair value through profit or loss (if any) and changes on revaluation of non-current assets in accordance with the mandating of fair value measurement through Other Comprehensive Income, are impacted upon by external forces and is not able to be reliably estimated at the time of budget adoption.

Fair value adjustments relating to the re-measurement of financial assets at fair value through profit or loss will be assessed at the time they occur with compensating budget amendments made as necessary.

It is anticipated, in all instances, any changes upon revaluation of non-current assets will relate to non-cash transactions and as such, have no impact on this budget document.

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

SHIRE OF WYALKATCHEM
STATEMENT OF COMPREHENSIVE INCOME
BY PROGRAM
FOR THE YEAR ENDED 30TH JUNE 2018

	NOTE	2017/18 Budget \$	2016/17 Actual \$	2016/17 Budget \$
Revenue (Refer Notes 1,2,8 to 13)				
Governance		2,100	7,724	2,100
General Purpose Funding		1,788,295	2,758,815	2,211,548
Law, Order, Public Safety		38,762	37,316	38,962
Health		49,589	40,000	51,273
Education and Welfare		0	0	0
Housing		117,849	126,060	130,831
Community Amenities		111,408	114,992	110,197
Recreation and Culture		39,816	45,093	47,684
Transport		295,116	761,193	523,006
Economic Services		15,991	17,549	3,910
Other Property and Services		18,092	18,248	10,000
		<u>2,477,018</u>	<u>3,926,990</u>	<u>3,129,511</u>
Expenses Excluding Finance Costs (Refer Notes 1,2 & 14)				
Governance		(294,570)	(251,301)	(303,146)
General Purpose Funding		(65,573)	(60,120)	(60,120)
Law, Order, Public Safety		(109,962)	(105,162)	(100,981)
Health		(304,935)	(272,981)	(310,233)
Education and Welfare		(17,858)	(12,458)	(9,489)
Housing		(232,790)	(229,573)	(236,231)
Community Amenities		(209,911)	(233,635)	(220,184)
Recreation and Culture		(744,089)	(676,247)	(679,549)
Transport		(1,544,304)	(1,661,458)	(1,404,179)
Economic Services		(105,831)	(96,739)	(79,969)
Other Property and Services		(2,627)	(1,433)	635
		<u>(3,632,450)</u>	<u>(3,601,107)</u>	<u>(3,403,446)</u>
Finance Costs (Refer Notes 2 & 5)				
Governance		0	0	0
Housing		(11,181)	(9,278)	(13,779)
Recreation and Culture		(6,393)	(5,353)	(7,189)
Transport		(465)	(221)	(635)
		<u>(18,039)</u>	<u>(14,852)</u>	<u>(21,603)</u>
Non-operating Grants, Subsidies and Contributions				
General Purpose Funding		0	45,455	45,455
Transport		671,231	762,943	950,295
		<u>671,231</u>	<u>808,398</u>	<u>995,750</u>
Profit/(Loss) On Disposal Of Assets (Refer Note 3)				
Transport		0	0	102,502
Other Property and Services		(52,886)	(1,462)	0
		<u>(52,886)</u>	<u>(1,462)</u>	<u>102,502</u>
NET RESULT		(555,126)	1,117,967	802,714
Other Comprehensive Income				
Changes on Revaluation of Non-Current Assets		0	0	0
Total Other Comprehensive Income		<u>0</u>	<u>0</u>	<u>0</u>
TOTAL COMPREHENSIVE INCOME		<u>(555,126)</u>	<u>1,117,967</u>	<u>802,714</u>

**SHIRE OF WYALKATCHEM
STATEMENT OF COMPREHENSIVE INCOME
BY PROGRAM
FOR THE YEAR ENDED 30TH JUNE 2018**

Notes:

All fair value adjustments relating to remeasurement of financial assets at fair value through profit or loss (if any) and changes on revaluation of non-current assets in accordance with the mandating of fair value measurement through Other Comprehensive Income, is impacted upon by external forces and is not able to be reliably estimated at the time of budget adoption.

Fair value adjustments relating to the remeasurement of financial assets at fair value through profit or loss will be assessed at the time they occur with compensating budget amendments made as necessary.

It is anticipated, in all instances, any changes upon revaluation of non-current assets will relate to non-cash transactions and as such, have no impact on this budget document.

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

**SHIRE OF WYALKATCHEM
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30TH JUNE 2018**

	NOTE	2017/18 Budget \$	2016/17 Actual \$	2016/17 Budget \$
Cash Flows From Operating Activities				
Receipts				
Rates		1,242,354	1,151,757	1,152,763
Operating Grants, Subsidies and Contributions		906,888	2,414,949	1,650,006
Fees and Charges		437,751	188,140	439,730
Service Charges		0	0	0
Interest Earnings		60,025	64,342	57,012
Goods and Services Tax		0	0	0
Other Revenue		0	0	0
		<u>2,647,018</u>	<u>3,819,188</u>	<u>3,299,511</u>
Payments				
Employee Costs		(1,054,368)	(923,938)	(977,332)
Materials and Contracts		(1,332,605)	(1,159,062)	(1,219,740)
Utility Charges		(184,343)	(142,148)	(137,538)
Interest Expenses		(18,039)	(14,852)	(21,603)
Insurance Expenses		(123,317)	(122,737)	(124,317)
Goods and Services Tax		0	0	0
Other Expenditure		0	0	0
		<u>(2,712,672)</u>	<u>(2,362,737)</u>	<u>(2,480,530)</u>
Net Cash Provided By Operating Activities	15(b)	<u>(65,654)</u>	<u>1,456,451</u>	<u>818,981</u>
Cash Flows from Investing Activities				
Payments for Development of Land Held for Resale	4	0	0	0
Payments for Purchase of Property, Plant & Equipment	4	(706,401)	(1,438,555)	(1,560,674)
Payments for Construction of Infrastructure	4	(995,966)	(855,868)	(1,092,036)
Non-Operating Grants, Subsidies and Contributions used for the Development of Assets		671,231	808,398	995,750
Proceeds from Sale of Plant & Equipment	3	133,000	71,455	72,727
Net Cash Used in Investing Activities		<u>(898,136)</u>	<u>(1,414,571)</u>	<u>(1,584,233)</u>
Cash Flows from Financing Activities				
Repayment of Debentures	5	(53,669)	(101,502)	(101,502)
Advances to Community Groups		0	0	0
Proceeds from Self Supporting Loans		13,087	12,170	12,169
Proceeds from New Debentures	5	0	0	0
Net Cash Provided By (Used In) Financing Activities		<u>(40,582)</u>	<u>(89,332)</u>	<u>(89,333)</u>
Net Increase (Decrease) in Cash Held		(1,004,372)	(47,452)	(854,585)
Cash at Beginning of Year		<u>3,166,216</u>	<u>3,213,668</u>	<u>3,129,178</u>
Cash and Cash Equivalents at the End of the Year	15(a)	<u><u>2,161,844</u></u>	<u><u>3,166,216</u></u>	<u><u>2,274,593</u></u>

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

**SHIRE OF WYALKATCHEM
RATE SETTING STATEMENT
FOR THE YEAR ENDED 30TH JUNE 2018**

	NOTE	2017/18 Budget \$	2016/17 Actual \$	2016/17 Budget \$
Revenue	1,2			
Governance		2,100	7,724	2,100
General Purpose Funding		555,941	1,652,513	1,114,240
Law, Order, Public Safety		38,762	37,316	38,962
Health		49,589	40,000	51,273
Education and Welfare		0	0	0
Housing		117,849	126,060	130,831
Community Amenities		111,408	114,992	110,197
Recreation and Culture		39,816	45,093	47,684
Transport		966,347	1,524,136	1,575,803
Economic Services		15,991	17,549	3,910
Other Property and Services		18,092	18,476	10,000
		<u>1,915,895</u>	<u>3,583,859</u>	<u>3,085,000</u>
Expenses	1,2			
Governance		(294,570)	(251,301)	(303,146)
General Purpose Funding		(65,573)	(60,120)	(60,120)
Law, Order, Public Safety		(109,962)	(105,162)	(100,981)
Health		(304,935)	(272,981)	(310,233)
Education and Welfare		(17,858)	(12,458)	(9,489)
Housing		(243,971)	(238,851)	(250,010)
Community Amenities		(209,911)	(233,635)	(220,184)
Recreation and Culture		(750,482)	(681,600)	(686,738)
Transport		(1,544,304)	(1,661,458)	(1,404,179)
Economic Services		(105,831)	(96,739)	(79,969)
Other Property and Services		(55,978)	(3,344)	0
		<u>(3,703,375)</u>	<u>(3,617,649)</u>	<u>(3,425,049)</u>
Net Result Excluding General Rates		(1,787,480)	(33,790)	(340,049)
Adjustments for Cash Budget Requirements:				
Non-Cash Expenditure and Revenue				
(Profit)/Loss on Asset Disposals	4	52,886	1,462	(102,502)
Depreciation on Assets	2(a)	1,142,817	1,100,800	1,049,519
Movement in Non-Current Staff Leave Provisions		0	0	0
Movement in Non-Current Receivables		0	0	0
Capital Expenditure and Revenue				
Purchase Land Held for Resale	3	0		0
Purchase Property, Plant and Equipment	3	(706,401)	(1,438,555)	(1,560,674)
Purchase Infrastructure	3	(995,966)	(855,868)	(1,092,036)
Proceeds from Disposal of Assets	4	133,000	71,455	72,727
Repayment of Debentures	5	(53,669)	(101,502)	(101,502)
Proceeds from New Debentures	5	0	0	0
Self-Supporting Loan Principal Income		13,087	12,170	12,169
Transfers to Reserves (Restricted Assets)	6	(67,145)	(1,150,207)	(349,061)
Transfers from Reserves (Restricted Assets)	6	1,012,111	1,032,089	1,043,266
ADD Estimated Surplus/(Deficit) July 1 B/Fwd	7	105,000	315,191	300,000
LESS Estimated Surplus/(Deficit) June 30 C/Fwd	7	80,594	105,000	74,620
Amount Required to be Raised from General Rate	8	<u>(1,232,354)</u>	<u>(1,151,757)</u>	<u>(1,142,763)</u>

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

SHIRE OF WYALKATCHEM
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2018

1. SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of Preparation

The budget has been prepared in accordance with applicable Australian Accounting Standards (as they apply to local government and not-for-profit entities), Australian Accounting Interpretations, other authoritative pronouncements of the Australian Accounting Standards Board, the Local Government Act 1995 and accompanying regulations. Material accounting policies which have been adopted in the preparation of this budget are presented below and have been consistently applied unless stated otherwise.

Except for cash flow and rate setting information, the budget has also 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 Council controls resources to carry on its functions have been included in the financial statements forming part of this budget.

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

All monies held in the Trust Fund are excluded from the financial statements. A separate statement of those monies appears at Note 16 to this budget document.

(b) 2016/17 Actual Balances

Balances shown in this budget as 2016/17 Actual are as forecast at the time of budget preparation and are subject to final adjustments.

(c) Rounding Off Figures

All figures shown in this budget, other than a rate in the dollar, are rounded to the nearest dollar.

(d) Rates, Grants, Donations and Other Contributions

Rates, grants, donations and other contributions are recognised as revenues when the local government obtains control over the assets comprising the contributions.

Control over assets acquired from rates is obtained at the commencement of the rating period or, where earlier, upon receipt of the rates.

(e) 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.

(f) Superannuation

The Council contributes to a number of Superannuation Funds on behalf of employees.

All funds to which the Council contributes are defined contribution plans.

SHIRE OF WYALKATCHEM
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2018

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(g) Cash and Cash Equivalents

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

Bank overdrafts are shown as short term borrowings in current liabilities in Note 7 - Net Current Assets.

(h) Trade and Other Receivables

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

Receivables expected to be collected within 12 months of the end of the reporting period are classified as current assets. All other receivables are classified as non-current assets.

Collectability of trade and other receivables is reviewed on an ongoing basis. Debts that are known to be uncollectible are written off when identified. An allowance for doubtful debts is raised when there is objective evidence that they will not be collectible.

(i) Inventories

General

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

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

Land Held for Resale

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

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

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

(j) 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, where applicable, any accumulated depreciation and impairment losses.

Mandatory Requirement to Revalue Non-Current Assets

Effective from 1 July 2012, the Local Government (Financial Management) Regulations were amended and the measurement of non-current assets at Fair Value became mandatory.

SHIRE OF WYALKATCHEM
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2018

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(j) Fixed Assets (Continued)

The amendments allow for a phasing in of fair value in relation to fixed assets over three years as follows:

- (a) for the financial year ending on 30 June 2013, the fair value of all of the assets of the local government that are plant and equipment; and
- (b) for the financial year ending on 30 June 2014, the fair value of all of the assets of the local government -
 - (i) that are plant and equipment; and
 - (ii) that are -
 - (I) land and buildings; or
 - (II) infrastructure; and
- (c) for a financial year ending on or after 30 June 2015, the fair value of all of the assets of the local government.

Thereafter, in accordance with the regulations, each asset class must be revalued at least every 3 years.

In 2013, Council commenced the process of adopting Fair Value in accordance with the Regulations.

Relevant disclosures, in accordance with the requirements of Australian Accounting Standards, have been made in the budget as necessary.

Land Under Control

In accordance with Local Government (Financial Management) Regulation 16(a), the Council was required to include as an asset (by 30 June 2013), Crown Land operated by the local government as a golf course, showground, racecourse or other sporting or recreational facility of state or regional significance.

Upon initial recognition, these assets were recorded at cost in accordance with AASB 116. They were then classified as Land and revalued along with other land in accordance with the other policies detailed in this Note.

Whilst they were initially recorded at cost (being fair value at the date of acquisition (deemed cost) as per AASB 116) they were revalued along with other items of Land and Buildings at 30 June 2014 and now form part of Land and Buildings to be subject to regular revaluation as detailed above.

Initial Recognition and Measurement between Mandatory Revaluation Dates

All assets are initially recognised at cost and subsequently revalued in accordance with the mandatory measurement framework detailed above.

In relation to this initial measurement, cost is determined as the fair value of the assets given as consideration plus costs incidental to the acquisition. For assets acquired at no cost or for nominal consideration, cost is determined as fair value at the date of acquisition. The cost of non-current assets constructed by the Council 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 acquired between initial recognition and the next revaluation of the asset class in accordance with the mandatory measurement framework detailed above, are carried at cost less accumulated depreciation as management believes this approximates fair value. They will be subject to subsequent revaluation of the next anniversary date in accordance with the mandatory measurement framework detailed above.

SHIRE OF WYALKATCHEM
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2018

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(j) Fixed Assets (Continued)

Revaluation

Increases in the carrying amount arising on revaluation of assets are credited to a revaluation surplus in equity. Decreases that offset previous increases of the same asset are recognised against revaluation surplus directly in equity. All other decreases are recognised in profit or loss.

Transitional Arrangement

During the time it takes to transition the carrying value of non-current assets from the cost approach to the fair value approach, the Council may still be utilising both methods across differing asset classes.

Those assets carried at cost will be carried in accordance with the policy detailed in the ***Initial Recognition*** section as detailed above.

Those assets carried at fair value will be carried in accordance with the ***Revaluation*** Methodology section as detailed above.

Land Under Roads

In Western Australia, all land under roads is Crown land, the responsibility for managing which, is vested in the local government.

Effective as at 1 July 2008, Council elected not to recognise any value for land under roads acquired on or before 30 June 2008. This accords with the treatment available in Australian Accounting Standard AASB 1051 Land Under Roads and the fact Local Government (Financial Management) Regulation 16(a)(i) prohibits local governments from recognising such land as an asset.

In respect of land under roads acquired on or after 1 July 2008, as detailed above, Local Government (Financial Management) Regulation 16(a)(i) prohibits local governments from recognising such land as an asset.

Whilst such treatment is inconsistent with the requirements of AASB 1051, Local Government (Financial Management) Regulation 4(2) provides, in the event of such an inconsistency, the Local Government (Financial Management) Regulations prevail.

Consequently, any land under roads acquired on or after 1 July 2008 is not included as an asset of the Council.

Depreciation

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

**SHIRE OF WYALKATCHEM
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2018**

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(j) Fixed Assets (Continued)

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

Buildings	50 years
Land	Not depreciated
Furniture	3 years
Computers	2.5 years
Vehicles	5 years
Graders	8 years
Other Plant and Equipment	3 years
Roads and Streets	
formation	Not depreciated
pavement	50 years
seal	15 years
Footpaths	25 years
Kerbing	30 years
Airstrip Runways and Buildings	50 years

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

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

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

When revalued assets are sold, amounts included in the revaluation surplus relating to that asset are transferred to retained surplus.

Capitalisation Threshold

Expenditure on items of equipment under \$ 5,000 is not capitalised. Rather, it is recorded on an asset inventory listing.

(k) Fair Value of Assets and Liabilities

When performing a revaluation, the Council uses a mix of both independent and management valuations using the following as a guide:

Fair Value is the price that Council 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.

SHIRE OF WYALKATCHEM
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2018

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(k) Fair Value of Assets and Liabilities (Continued)

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. 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 (i.e. the market with the greatest volume and level of activity for the asset or, in the absence of such a market, the most advantageous market available to the entity at the end of the reporting period (ie 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.

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 Council 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 Council 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.

SHIRE OF WYALKATCHEM
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2018

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(k) Fair Value of Assets and Liabilities (Continued)

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 an asset at its current service capacity.

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 Council 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 and 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.

As detailed above, the mandatory measurement framework imposed by the Local Government (Financial Management) Regulations requires, as a minimum, all assets carried at a revalued amount to be revalued at least every 3 years.

(l) Financial Instruments

Initial Recognition and Measurement

Financial assets and financial liabilities are recognised when the Council becomes a party to the contractual provisions to the instrument. For financial assets, this is equivalent to the date that the Council commits itself to either the purchase or sale of the asset (ie trade date accounting is adopted).

Financial instruments are initially measured at fair value plus transaction costs, except where the instrument is classified 'at fair value through profit or loss', in which case transaction costs are expensed to profit or loss immediately.

Classification and Subsequent Measurement

Financial instruments are subsequently measured at fair value, amortised cost using the effective interest rate method, or cost.

Amortised cost is calculated as:

- (a) the amount in which the financial asset or financial liability is measured at initial recognition;
- (b) less principal repayments and any reduction for impairment; and
- (c) plus or minus the cumulative amortisation of the difference, if any, between the amount initially recognised and the maturity amount calculated using the effective interest rate method.

SHIRE OF WYALKATCHEM
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2018

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(I) Financial Instruments (Continued)

The effective interest method is used to allocate interest income or interest expense over the relevant period and is equivalent to the rate that discounts estimated future cash payments or receipts (including fees, transaction costs and other premiums or discounts) through the expected life (or when this cannot be reliably predicted, the contractual term) of the financial instrument to the net carrying amount of the financial asset or financial liability. Revisions to expected future net cash flows will necessitate an adjustment to the carrying value with a consequential recognition of an income or expense in profit or loss.

(i) Financial assets at fair value through profit and loss

Financial assets are classified at "fair value through profit or loss" when they are held for trading for the purpose of short term profit taking. Assets in this category are classified as current assets. Such assets are subsequently measured at fair value with changes in carrying amount being included in profit or loss.

(ii) Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market and are subsequently measured at amortised cost. Gains or losses are recognised in profit or loss.

Loans and receivables are included in current assets where they are expected to mature within 12 months after the end of the reporting period.

(iii) Held-to-maturity investments

Held-to-maturity investments are non-derivative financial assets with fixed maturities and fixed or determinable payments that the Council's management has the positive intention and ability to hold to maturity. They are subsequently measured at amortised cost. Gains or losses are recognised in profit or loss.

Held-to-maturity investments are included in current assets where they are expected to mature within 12 months after the end of the reporting period. All other investments are classified as non-current.

(iv) Available-for-sale financial assets

Available-for-sale financial assets are non-derivative financial assets that are either not suitable to be classified into other categories of financial assets due to their nature, or they are designated as such by management. They comprise investments in the equity of other entities where there is neither a fixed maturity nor fixed or determinable payments.

They are subsequently measured at fair value with changes in such fair value (i.e. gains or losses) recognised in other comprehensive income (except for impairment losses). When the financial asset is derecognised, the cumulative gain or loss pertaining to that asset previously recognised in other comprehensive income is reclassified into profit or loss.

Available-for-sale financial assets are included in current assets, where they are expected to be sold within 12 months after the end of the reporting period. All other available for sale financial assets are classified as non-current.

(v) Financial liabilities

Non-derivative financial liabilities (excl. financial guarantees) are subsequently measured at amortised cost. Gains or losses are recognised in the profit or loss.

SHIRE OF WYALKATCHEM
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2018

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(l) Financial Instruments (Continued)

Impairment

A financial asset is deemed to be impaired if, and only if, there is objective evidence of impairment as a result of one or more events (a "loss event") having occurred, which has an impact on the estimated future cash flows of the financial asset(s).

In the case of available-for-sale financial assets, a significant or prolonged decline in the market value of the instrument is considered a loss event. Impairment losses are recognised in profit or loss immediately. Also, any cumulative decline in fair value previously recognised in other comprehensive income is reclassified to profit or loss at this point.

In the case of financial assets carried at amortised cost, loss events may include: indications that the debtors or a group of debtors are experiencing significant financial difficulty, default or delinquency in interest or principal payments; indications that they will enter bankruptcy or other financial reorganisation; and changes in arrears or economic conditions that correlate with defaults.

For financial assets carried at amortised cost (including loans and receivables), a separate allowance account is used to reduce the carrying amount of financial assets impaired by credit losses. After having taken all possible measures of recovery, if management establishes that the carrying amount cannot be recovered by any means, at that point the written-off amounts are charged to the allowance account or the carrying amount of impaired financial assets is reduced directly if no impairment amount was previously recognised in the allowance account.

Derecognition

Financial assets are derecognised where the contractual rights for receipt of cash flows expire or the asset is transferred to another party, whereby the Council no longer has any significant continual involvement in the risks and benefits associated with the asset.

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 the fair value of the consideration paid, including the transfer of non-cash assets or liabilities assumed, is recognised in profit or loss.

(m) Impairment of Assets

In accordance with Australian Accounting Standards the Council'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 revaluation decrease in accordance with that other standard.

SHIRE OF WYALKATCHEM
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2018

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(m) Impairment of Assets (Continued)

For non-cash generating assets such as roads, drains, public buildings and the like, value in use is represented by the depreciated replacement cost of the asset.

At the time of adopting this budget, it is not possible to estimate the amount of impairment losses (if any) as at 30 June 2018.

In any event, an impairment loss is a non-cash transaction and consequently, has no impact on this budget document.

(n) Trade and Other Payables

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

(o) Employee Benefits

Short-Term Employee Benefits

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

Other Long-Term Employee Benefits

Provision is made for employees' long service leave and annual leave entitlements not expected to be settled wholly within 12 months after the end of the annual reporting period in which the employees render the related service. Other long-term employee benefits 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 or 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 Council's obligations for long-term employee benefits are presented as non-current provisions in its statement of financial position, except where the Council 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 WYALKATCHEM
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2018

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(p) Borrowing Costs

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

(q) Provisions

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

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

(r) Leases

Leases of fixed assets where substantially all the risks and benefits incidental to the ownership of the asset, but not legal ownership, are transferred to the Council, are classified as finance leases.

Finance leases are capitalised recording an asset and a liability at the lower amounts equal to the fair value of the leased property or the present value of the minimum lease payments, including any guaranteed residual values. Lease payments are allocated between the reduction of the lease liability and the lease interest expense for the period.

Leased assets are depreciated on a straight line basis over the shorter of their estimated useful lives or the lease term.

Lease payments for operating leases, where substantially all the risks and benefits remain with the lessor, are charged as expenses in the periods in which they are incurred.

Lease incentives under operating leases are recognised as a liability and amortised on a straight line basis over the life of the lease term.

(s) Interests in Joint Arrangements

Joint arrangements represent the contractual sharing of control between parties in a business venture where unanimous decisions about relevant activities are required.

Separate joint venture entities providing joint venturers with an interest to net assets are classified as a joint venture and accounted for using the equity method. Refer to note 1(o) for a description of the equity method of accounting.

Joint venture operations represent arrangements whereby joint operators maintain direct interests in each asset and exposure to each liability of the arrangement. The Council's interests in the assets, liabilities, revenue and expenses of joint operations are included in the respective line items of the financial statements. Information about the joint ventures is set out in Note 17.

SHIRE OF WYALKATCHEM
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2018

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(t) Current and Non-Current Classification

In the determination of whether an asset or liability is current or non-current, consideration is given to the time when each asset or liability is expected to be settled. The asset or liability is classified as current if it is expected to be settled within the next 12 months, being the Council's operational cycle. In the case of liabilities where the Council 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 even if not expected to be realised in the next 12 months except for land held for sale where it is held as non-current based on the Council's intentions to release for sale.

(u) Comparative Figures

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

(v) Budget Comparative Figures

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

SHIRE OF WYALKATCHEM
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2018

	2017/18 Budget \$	2016/17 Actual \$	2016/17 Budget \$
2. REVENUES AND EXPENSES			
(a) Net Result			
The Net Result includes:			
(i) Charging as Expenses:			
Auditors Remuneration			
Audit Services	17,500	16,700	17,850
Other Services	2,500	0	2,500
Depreciation			
<u>By Program</u>			
Governance	14,809	14,809	13,882
General Purpose Funding	0	0	0
Law, Order, Public Safety	916	916	784
Health	23,453	23,453	21,770
Education and Welfare	3,858	3,858	1,489
Housing	65,070	65,070	63,618
Community Amenities	9,019	9,019	5,683
Recreation and Culture	170,035	170,035	166,464
Transport	664,369	664,369	607,781
Economic Services	19,781	19,781	18,355
Other Property and Services	171,507	129,490	149,693
	<u>1,142,817</u>	<u>1,100,800</u>	<u>1,049,519</u>
<u>By Class</u>			
Land and Buildings	158,854	158,854	152,086
Furniture and Equipment	975	975	875
Plant and Equipment	214,634	172,617	180,294
Roads	542,314	542,314	491,501
Footpaths	15,686	15,686	14,712
Drainage	24,813	24,813	24,813
Parks and Gardens Ovals	27,020	27,020	27,020
Airfield	67,155	67,155	67,155
Other Infrastructure	91,366	91,366	91,063
	<u>1,142,817</u>	<u>1,100,800</u>	<u>1,049,519</u>
Interest Expenses (Finance Costs)			
- Debentures (<i>refer note 5(a)</i>)	18,039	14,852	21,603
Other	0	0	0
	<u>18,039</u>	<u>14,852</u>	<u>21,603</u>
(ii) Crediting as Revenues:			
Interest Earnings			
Investments			
- Reserve Funds	51,999	58,142	47,068
- Other Funds	6,000	2,056	6,000
Other Interest Revenue	2,026	4,144	3,944
	<u>60,025</u>	<u>64,342</u>	<u>57,012</u>

**SHIRE OF WYALKATCHEM
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2018**

2. REVENUES AND EXPENSES (Continued)

(b) Statement of Objective

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

COMMUNITY VISION

In 2023 Wyalkatchem will be sustainable with growth in population supporting businesses, services and infrastructure; residents will be healthy, safe and caring, surrounded by welcoming public places and a valued natural and built environment.

GOVERNANCE

Members of Council

This is the administration and operation of facilities and services to members of Council. Includes fees, expenses and allowances paid to elected and committee members, election costs, insurance, subscriptions, conference expenses, Chamber expenses, members' entertainment, support staff (secretarial, receptionists etc.), printing, telephones, faxes, delivery expenses.

Other Governance

Other costs that relate to the tasks of assisting elected members and ratepayers on matters which do not concern specific council services. Including civic receptions, refreshments, receptions, naturalisation and citizenship ceremonies, polls, referendums, public relations, Freedom of Information requests, research, development and preparation of policy documents, development of local laws, strategic planning, principal activity plans, annual budgets, annual financial reports, audit fees and the annual report.

GENERAL PURPOSE FUNDING

Rates

Rates levied under Division 6 of Part 6 of the Local Government Act 1995. Revenue from a general rate, differential rates, minimum rates, interest and fees on instalment arrangements, interest on arrears, government subsidy for rates deferred by entitled pensioners, less discounts and/or concessions relating to rates levied. Expenditures incurred in administration and maintaining rate records, rating valuations, servicing notices, postage, stationery, advertising, doubtful debt expenses, debt collection, printing, indirect administration costs etc.

Other General Purpose Funding (GPF)

Amounts receivable from the Western Australian Grants Commission and any other Government Grant of a general purpose nature and generally referred to as untied grants. Interest earnings from deposits and investments, including reserve accounts. General overdraft expenses on the Municipal Fund.

LAW, ORDER, PUBLIC SAFETY

Fire Prevention

Administration and operations on fire prevention services, including volunteer bush fire brigades, outlays on roadside clearing operations (slashing, clearing, mowing verges, standpipes, insurance) and other protective burning. Revenues include the sale of local laws, maps, materials relating to fire prevention, fines and penalties imposed under relevant Acts and fines, fees or charges for clearing fire breaks.

SHIRE OF WYALKATCHEM
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2018

2. REVENUES AND EXPENSES (Continued)

(b) Statement of Objective (Continued)

LAW, ORDER, PUBLIC SAFETY (Continued)

Animal Control

Administration, enforcement and operations relating to the control of animals. Includes costs of impounding, destroying and disposal of stray animals. Revenues include dog registration fees, fines and penalties relating to straying dogs, cats, cattle and other livestock and impounding and destruction fees.

Public Safety

Administration, promotion, support and operation of services relating to public order and safety that cannot be assigned to one of the preceding sub-programs. Enforcement of Local Government Laws and impounding vehicles.

HEALTH

Preventive Services

Administration, inspection and operations of programs concerned with the general health of the community. Includes the costs and revenues derived from the inspection of eating houses, itinerant food vendors, stall holders, offensive trade etc. Also includes providing the services of an Environmental Health Officer, in the regional health scheme, and any other outlays concerned with general health inspection and administration services provided by the council.

Other Health

Administration and operation of health facilities, including contributions, subsidies, donations toward the provision of medical services such as the local doctor.

EDUCATION AND WELFARE

Senior Citizens

Administration, support and operation of welfare services for senior citizens.

HOUSING

Community Housing

Administration and management of residential housing for members of the community.

COMMUNITY AMENITIES

Sanitation – Household

Administration and operation of general refuse collection and disposal services. These include the collection of general, recyclable and green waste, and its delivery to a disposal site. Provision and maintenance of the rubbish disposal site.

Protection of Environment

Administration, inspection and operation of flood mitigation work removal of dead animals, derelict and abandoned vehicles. Includes the development, monitoring and operation of pollution and noise control, soil erosion.

Town Planning

Administration, inspection and operation of a town planning service. This includes planning control, the preparation of town planning development schemes, zoning and rezoning. Includes costs associated with the purchase and resumption of land for public open space, community facilities etc. for the expansion or development of this program.

SHIRE OF WYALKATCHEM
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2018

2. REVENUES AND EXPENSES (Continued)

(b) Statement of Objective (Continued)

COMMUNITY AMENITIES (Continued)

Other Amenities

Includes outlays on public conveniences, drinking fountains, cemetery, rest centres, street seats and other street furniture.

RECREATION AND CULTURE

Public Buildings

Administration, provision and operation of multipurpose venues such as Public Hall, Town Hall, Function Room and Community Centre.

Swimming Pool

Administration and operation of public swimming pool.

Other Recreation

Administration, provision and maintenance of other recreational facilities and services. including indoor and outdoor sporting complexes and facilities such as football and cricket grounds, tennis courts, basketball and netball courts and other recreational areas such as parks and gardens, ovals, playgrounds, barbecue areas, cycleway, dual use paths, Communication Broadcasting, Administration, support, provision and operation of facilities to receive and rebroadcast communication signals.

Library

Administration, provision and operation of the local library, including books, tapes, records, audio-visual aids, and other services.

RECREATION AND CULTURE (Continued)

Tidy Towns

The Shire will continue to work with the Care for Wylie Committee in their program for the improvement of the townscape.

Community Grants

The Shire will continue to fund activities undertaken by community based organisations, where it can be shown that the money will benefit members of the community.

TRANSPORT

Public Works

Administration, regulation and operation relating to the provision of streets and roads, under the control of the Shire and the Commissioner of Main Roads. It also includes drainage works, kerbing, road verges, median strips, footpaths, private streets, crossovers and approaches, road signs and names, street crossings, line marking, street lighting, street trees and street cleaning.

Airstrip

Administration, provision and operation of the airstrip and other associated facilities.

ECONOMIC SERVICES

Tourism

The development, promotion, support, research, operation etc. of tourism and area promotion to attract tourists, promotion to attract tourist development such as brochures, contributions to tourist promotion schemes.

**SHIRE OF WYALKATCHEM
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2018**

2. REVENUES AND EXPENSES (Continued)

(b) Statement of Objective (Continued)

ECONOMIC SERVICES (Continued)

Building Control

Administration, inspection and operations concerned with application of the building standards. It includes examination, processing and inspection services, swimming pool inspections etc.

OTHER PROPERTY & SERVICES

Private Works

Administration, inspection, and operation of work carried out on property or services not under the care, control and management of the local government. These include road works on private property, commissions for agencies and fees or service (i.e Transport Licensing).

SHIRE OF WYALKATCHEM
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2018

3. DISPOSALS OF ASSETS

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

<u>By Program</u>	Net Book Value	Sale Proceeds	Profit(Loss)
	2017/18 BUDGET	2017/18 BUDGET	2017/18 BUDGET
	\$	\$	\$
Transport			
Cat Grader	176,183	125,000	(51,183)
Holden Rodeo	9,703	8,000	(1,703)
	185,886	133,000	(52,886)

<u>By Class</u>	Net Book Value	Sale Proceeds	Profit(Loss)
	2016/17 BUDGET	2016/17 BUDGET	2016/17 BUDGET
	\$	\$	\$
Plant and Equipment	185,886	133,000	(52,886)
	185,886	133,000	(52,886)

Summary

	2016/17 BUDGET
	\$
Profit on Asset Disposals	0
Loss on Asset Disposals	(52,886)
	<u>(52,886)</u>

SHIRE OF WYALKATCHEM
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2018

4. ACQUISITION OF ASSETS

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

Asset Class	Reporting Program									Total \$
	Governance \$	Law, Order, Public Safety \$	Health \$	Education and Welfare \$	Housing \$	Community Amenities \$	Recreation and Culture \$	Transport \$	Economic Services \$	
<i>Property, Plant and Equipment</i>										
Land and Buildings	12,400		5,000	108,800	35,000		30,000	30,000	40,000	261,200
Plant and Equipment		6,201						439,000		445,201
<i>Infrastructure</i>										
Roads								838,466		838,466
Footpaths								22,500		22,500
Drainage										
Parks, Gardens and Ovals							20,000			20,000
Airport								35,000		35,000
Other Infrastructure							80,000			80,000
	12,400	6,201	5,000	108,800	35,000	0	130,000	1,364,966	40,000	1,702,367

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

- plant replacement programme
- other assets
- road replacement programme
- other infrastructure

**SHIRE OF WYALKATCHEM
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2018**

5. INFORMATION ON BORROWINGS

(a) Debenture Repayments

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

Particulars	Principal 1-Jul-17	New Loans	Principal Repayments		Principal Outstanding		Interest Repayments	
			2017/18 Budget \$	2016/17 Actual \$	2017/18 Budget \$	2016/17 Actual \$	2017/18 Budget \$	2016/17 Actual \$
Housing								
Loan 68 - 43/45 Wilson	166,942		19,284	18,020	147,658	166,942	11,181	7,961
Loan 71b - GEHA 51/55 Flint	0		0	50,063	0	0	0	1,319
Recreation and Culture								
Loan 73 - Community Resource Centre Building Project	148,903		18,580	17,784	130,323	148,903	6,393	5,353
Transport								
Loan 74 - New Holland Tractor	31,842		15,805	15,635	16,037	31,842	465	219
	347,687	0	53,669	101,502	294,018	347,687	18,039	14,852

All debenture repayments will be financed by general purpose revenue.

**SHIRE OF WYALKATCHEM
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2018**

5. INFORMATION ON BORROWINGS (Continued)

(b) New Debentures - 2017/18

There are no new debentures planned for 2017/18.

(c) Unspent Debentures

Council had no unspent debenture funds as at 30th June 2017 nor is it expected to have unspent debenture funds as at 30th June 2018.

(d) Overdraft

Council has not utilised an overdraft facility during the financial year although an overdraft facility of \$150,000 with the National Australia Bank does exist. It is not anticipated that this facility will be required to be utilised during 2017/18.

SHIRE OF WYALKATCHEM
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2018

	2017/18 Budget \$	2016/17 Actual \$	2016/17 Budget \$
6. RESERVES			
(a) Building Reserve			
Opening Balance	233,707	96,201	96,201
Amount Set Aside / Transfer to Reserve	5,589	137,506	137,983
Amount Used / Transfer from Reserve	0	0	0
	<u>239,296</u>	<u>233,707</u>	<u>234,184</u>
(b) Sport and Recreation Facilities Reserve			
Opening Balance	127,946	67,195	67,195
Amount Set Aside / Transfer to Reserve	3,060	60,751	60,628
Amount Used / Transfer from Reserve	0	0	0
	<u>131,006</u>	<u>127,946</u>	<u>127,823</u>
(c) Waste Management Reserve			
Opening Balance	44,073	42,954	42,954
Amount Set Aside / Transfer to Reserve	10,382	1,119	14,132
Amount Used / Transfer from Reserve	0	0	0
	<u>54,455</u>	<u>44,073</u>	<u>57,086</u>
(d) Plant and Equipment Reserve			
Opening Balance	364,578	515,861	515,861
Amount Set Aside / Transfer to Reserve	8,719	13,439	6,656
Amount Used / Transfer from Reserve	(235,000)	(164,722)	(110,000)
	<u>138,297</u>	<u>364,578</u>	<u>412,517</u>
(e) Community Bus Reserve			
Opening Balance	77,328	75,365	75,365
Amount Set Aside / Transfer to Reserve	1,849	1,963	972
Amount Used / Transfer from Reserve	0	0	0
	<u>79,177</u>	<u>77,328</u>	<u>76,337</u>
(f) Community Development Reserve			
Opening Balance	147,084	80,000	80,000
Amount Set Aside / Transfer to Reserve	3,518	67,084	66,871
Amount Used / Transfer from Reserve	0	0	(15,000)
	<u>150,602</u>	<u>147,084</u>	<u>131,871</u>
(g) Unspent Grants Reserve			
Opening Balance	593,334	879,025	879,024
Amount Set Aside / Transfer to Reserve	1,714	575,259	11,342
Amount Used / Transfer from Reserve	(521,659)	(860,950)	(890,366)
	<u>73,389</u>	<u>593,334</u>	<u>0</u>
(h) Government Joint Venture Housing Reserve			
Opening Balance	24,055	24,337	24,337
Amount Set Aside / Transfer to Reserve	6,756	6,135	4,961
Amount Used / Transfer from Reserve	0	(6,417)	(7,900)
	<u>30,811</u>	<u>24,055</u>	<u>21,398</u>
Total Reserves C/Fwd	<u>897,033</u>	<u>1,612,105</u>	<u>1,061,216</u>

SHIRE OF WYALKATCHEM
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2018

	2017/18 Budget \$	2016/17 Actual \$	2016/17 Budget \$
6. RESERVES (Continued)			
Total Reserves B/Fwd	<u>897,033</u>	<u>1,612,105</u>	<u>1,061,216</u>
(i) Road Reserve			
Opening Balance	235,452	0	0
Amount Set Aside / Transfer to Reserve	0	235,452	0
Amount Used / Transfer from Reserve	<u>(235,452)</u>	<u>0</u>	<u>0</u>
	<u>0</u>	<u>235,452</u>	<u>0</u>
(j) Community Health Reserve			
Opening Balance	1,028,268	1,002,160	1,002,160
Amount Set Aside / Transfer to Reserve	24,592	26,108	20,000
Amount Used / Transfer from Reserve	<u>(20,000)</u>	<u>0</u>	<u>(20,000)</u>
	<u>1,032,860</u>	<u>1,028,268</u>	<u>1,002,160</u>
(k) Airport Development Reserve			
Opening Balance	40,391	15,000	15,000
Amount Set Aside / Transfer to Reserve	966	25,391	25,516
Amount Used / Transfer from Reserve	<u>0</u>	<u>0</u>	<u>0</u>
	<u>41,357</u>	<u>40,391</u>	<u>40,516</u>
Total Reserves	<u><u>1,971,250</u></u>	<u><u>2,916,216</u></u>	<u><u>2,103,892</u></u>

All of the above reserve accounts are to be supported by money held in financial institutions.

**SHIRE OF WYALKATCHEM
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2018**

6. RESERVES (Continued)	2017/18 Budget \$	2016/17 Actual \$	2016/17 Budget \$
SUMMARY OF RESERVE TRANSFERS			
Transfers to Reserves			
Building Reserve	5,589	137,506	137,983
Sport and Recreation Facilities Reserve	3,060	60,751	60,628
Waste Management Reserve	10,382	1,119	14,132
Plant and Equipment Reserve	8,719	13,439	6,656
Community Bus Reserve	1,849	1,963	972
Community Development Reserve	3,518	67,084	66,871
Unspent Grants Reserve	1,714	575,259	11,342
Government Joint Venture Housing Reserve	6,756	6,135	4,961
Road Reserve	0	235,452	0
Community Health Reserve	24,592	26,108	20,000
Airport Development Reserve	966	25,391	25,516
	<u>67,145</u>	<u>1,150,207</u>	<u>349,061</u>
Transfers from Reserves			
Building Reserve	0	0	0
Sport and Recreation Facilities Reserve	0	0	0
Waste Management Reserve	0	0	0
Plant and Equipment Reserve	(235,000)	(164,722)	(110,000)
Community Bus Reserve	0	0	0
Community Development Reserve	0	0	(15,000)
Unspent Grants Reserve	(521,659)	(860,950)	(890,366)
Government Joint Venture Housing Reserve	0	(6,417)	(7,900)
Road Reserve	(235,452)	0	0
Community Health Reserve	(20,000)	0	(20,000)
Airport Development Reserve	0	0	0
	<u>(1,012,111)</u>	<u>(1,032,089)</u>	<u>(1,043,266)</u>
Total Transfer to/(from) Reserves	<u>(944,966)</u>	<u>118,118</u>	<u>(694,205)</u>

SHIRE OF WYALKATCHEM
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2018

6. RESERVES (Continued)

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

Building Reserve

To be used for the acquisition, disposal, maintenance and funding of Shire properties.

Sport and Recreation Facilities Reserve

To be used for the acquisition, disposal, maintenance and funding of sports and recreation facilities.

Waste Management Reserve

To be used for the acquisition, disposal, maintenance and funding of the community rubbish tip, waste management and education.

Plant and Equipment Reserve

To be used for the acquisition, disposal, maintenance and funding of shire plant and equipment.

Community Bus Reserve

To be used for the acquisition, disposal, maintenance and funding of the community bus.

Community Development Reserve

To be used for the acquisition, disposal, maintenance and funding of strategic community development projects.

Unspent Grants Reserve

To be used for the purpose of containing funds that are derived from unspent or prepaid grants and contributions from external parties.

Government Joint Venture Housing Reserve

To be used for the purpose of acquisitions, disposals, maintenance and funding of government joint venture housing.

Road Reserve

To be used for the purpose of quarantining unspent or prepaid road grants.

Community Health Reserve

To be used for the purpose of acquisitions, disposals, maintenance and funding of health services.

Airport Development Reserve

To be used for the purpose of acquisitions, disposals, maintenance and funding of airport development.

The Plant and Equipment, Building and Sport and Recreation Reserves are not expected to be used within a set period as further transfers to the reserve accounts are expected as funds are utilised.

**SHIRE OF WYALKATCHEM
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2018**

	Note	2017/18 Budget \$	2016/17 Actual \$
7. NET CURRENT ASSETS			
Composition of Estimated Net Current Asset Position			
CURRENT ASSETS			
Cash - Unrestricted	15(a)	190,594	250,000
Cash - Restricted Reserves	15(a)	1,971,250	2,916,216
Receivables		21,297	191,297
Inventories		60,000	70,000
		<u>2,243,141</u>	<u>3,427,513</u>
LESS: CURRENT LIABILITIES			
Trade and Other Payables		(137,227)	(337,227)
Provisions		(54,070)	(69,070)
		<u>(191,297)</u>	<u>(406,297)</u>
NET CURRENT ASSET POSITION		2,051,844	3,021,216
Less: Cash - Restricted Reserves	15(a)	(1,971,250)	(2,916,216)
ESTIMATED SURPLUS/(DEFICIENCY) C/FWD		<u>80,594</u>	<u>105,000</u>

The estimated surplus/(deficiency) c/fwd in the 2016/17 actual column represents the surplus (deficit) brought forward as at 1 July 2017.

The estimated surplus/(deficiency) c/fwd in the 2017/18 budget column represents the surplus (deficit) carried forward as at 30 June 2018.

**SHIRE OF WYALKATCHEM
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2018**

8. RATING INFORMATION - 2017/18 FINANCIAL YEAR

RATE TYPE	Rate in \$	Number of Properties	Rateable Value \$	2017/18 Budgeted Rate Revenue \$	2017/18 Budgeted Interim Rates \$	2017/18 Budgeted Back Rates \$	2017/18 Budgeted Total Revenue \$	2016/17 Actual \$
General Rate								
UV - Rural	0.015790	215	68,225,500	1,077,281			1,077,281	1,027,260
GRV - Townsite	0.092790	186	1,414,328	131,235			131,235	120,934
Sub-Totals		401	69,639,828	1,208,516	0	0	1,208,516	1,148,194
Minimum Payment	Minimum \$							
UV - Rural	530	14	288,600	7,420			7,420	6,120
UV - Mining	530	10	17,167	5,300			5,300	5,100
GRV - Townsite	475	61	114,620	28,975			28,975	29,250
GRV - Other Townsite	475	4	14,546	1,900			1,900	1,800
Sub-Totals		89	434,933	43,595	0	0	43,595	42,270
Pre-paid rates							0	(20,000)
Discounts (Note 12)							(18,782)	(17,857)
Concessions							(475)	(450)
Write Offs							(500)	(400)
Total Amount Raised from General Rate							1,232,354	1,151,757
Specified Area Rates (Note 9)							0	0
Total Rates							1,232,354	1,151,757

**SHIRE OF WYALKATCHEM
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2018**

8(a). RATING INFORMATION - 2017/18 FINANCIAL YEAR (CONTINUED)

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

The general rates detailed above for the 2017/18 financial year have been determined by Council on the basis of raising the revenue required to meet the deficiency between the total estimated expenditure proposed in the budget and the estimated revenue to be received from all sources other than rates and also considering the extent of any increase in rating over the level adopted in the previous year.

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

**SHIRE OF WYALKATCHEM
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2018**

9. SPECIFIED AREA RATE - 2017/18 FINANCIAL YEAR

There will be no specified area rates levied during 2017/18.

10. SERVICE CHARGES - 2017/18 FINANCIAL YEAR

There will be no service charges levied during 2017/18.

11. FEES & CHARGES REVENUE	2017/18 Budget \$	2016/17 Actual \$
Governance	100	50
General Purpose Funding	15,995	14,977
Law, Order, Public Safety	5,500	5,768
Health	0	0
Education and Welfare	0	0
Housing	117,849	126,060
Community Amenities	111,408	114,992
Recreation and Culture	7,816	13,093
Transport	0	205
Economic Services	15,991	17,549
Other Property and Services	3,092	3,248
	<u>277,751</u>	<u>295,942</u>

**12. RATE PAYMENT DISCOUNTS, WAIVERS AND CONCESSIONS
- 2017/18 FINANCIAL YEAR**

	Type	Disc %	2017/18 Budget \$	2016/17 Actual \$
General Rates	Discount	2.50%	18,018	17,129
	Minimum Rate	Discount	764	728
			18,782	17,857
Rate Assessment - RSL	Concession		475	450
Rate Assessment	Write-Off		500	400
Pensioner Rubbish Concession	Concession	\$95	7,410	6,520

A 2.5% early payment discount will be granted on Rates paid by 11 August 2017.

Pensioners will be eligible for a \$95 concession on rubbish services (maximum of one concession per ratepayer).

**SHIRE OF WYALKATCHEM
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2018**

13. INTEREST CHARGES AND INSTALMENTS - 2017/18 FINANCIAL YEAR

Interest of 11% will accrue daily on all unpaid Rates. It is anticipated the amount received penalty interest will be \$2,000.

Ratepayers will be offered a pay by instalment plan. There will be a \$5 charge for each additional instalment and 5.5% interest on instalment option. It is anticipated instalment costs will bring revenue of \$4,000.

Instalment due dates will be:

Issue Date	21/07/2017
1st Instalment	25/08/2017
2nd Instalment	27/10/2017
3rd Instalment	05/01/2018
4th Instalment	09/03/2018

14. ELECTED MEMBERS REMUNERATION	2017/18 Budget \$	2016/17 Actual \$
The following fees, expenses and allowances were paid to council members and the President.		
Meeting Fees	34,083	33,250
President's Allowance	6,090	6,090
Deputy President's Allowance	1,523	1,523
Travelling Expenses	0	0
Telecommunications Allowance	3,640	3,640
	<u>45,336</u>	<u>44,503</u>

SHIRE OF WYALKATCHEM
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2018

15. NOTES TO THE STATEMENT OF CASH FLOWS

(a) Reconciliation of Cash

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

	2017/18 Budget \$	2016/17 Actual \$	2016/17 Budget \$
Cash - Unrestricted	190,594	250,000	170,701
Cash - Restricted	1,971,250	2,916,216	2,103,892
	<u>2,161,844</u>	<u>3,166,216</u>	<u>2,274,593</u>

The following restrictions have been imposed by regulation or other externally imposed requirements:

Building Reserve	239,296	233,707	234,184
Sport and Recreation Facilities Reserve	131,006	127,946	127,823
Waste Management Reserve	54,455	44,073	57,086
Plant and Equipment Reserve	138,297	364,578	412,517
Community Bus Reserve	79,177	77,328	76,337
Community Development Reserve	150,602	147,084	131,871
Unspent Grants Reserve	73,389	593,334	0
Government Joint Venture Housing Reserve	30,811	24,055	21,398
Road Reserve	0	235,452	0
Community Health Reserve	1,032,860	1,028,268	1,002,160
Airport Development Reserve	41,357	40,391	40,516
	<u>1,971,250</u>	<u>2,916,216</u>	<u>2,103,892</u>

(b) Reconciliation of Net Cash Provided By Operating Activities to Net Result

Net Result	(555,126)	1,117,967	802,714
Depreciation	1,142,817	1,100,800	1,049,519
(Profit)/Loss on Sale of Asset	52,886	1,462	(102,502)
(Increase)/Decrease in Receivables	170,000	(107,802)	170,000
(Increase)/Decrease in Inventories	10,000	10,528	10,000
Increase/(Decrease) in Payables	(200,000)	143,612	(100,000)
Increase/(Decrease) in Employee Provisions	(15,000)	(1,718)	(15,000)
Grants/Contributions for the Development of Assets	(671,231)	(808,398)	(995,750)
Net Cash from Operating Activities	<u>(65,654)</u>	<u>1,456,451</u>	<u>818,981</u>

**(c) Undrawn Borrowing Facilities
Credit Standby Arrangements**

Bank Overdraft Limit	150,000	150,000	150,000
Bank Overdraft at Balance Date	0	0	0
Credit Card Limit	5,000	5,000	5,000
Credit Card Balance at Balance Date	0	0	0
Total Amount of Credit Unused	<u>155,000</u>	<u>155,000</u>	<u>155,000</u>

Loan Facilities

Loan Facilities in use at Balance Date	<u>294,018</u>	<u>347,687</u>	<u>347,687</u>
Unused Loan Facilities at Balance Date	<u>0</u>	<u>0</u>	<u>0</u>

**SHIRE OF WYALKATCHEM
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2018**

16. TRUST FUNDS

Funds held at balance date over which the local government has no control and which are not included in the financial statements are as follows:

Detail	Balance 1-Jul-17 \$	Estimated Amounts Received \$	Estimated Amounts Paid (\$)	Estimated Balance 30-Jun-18 \$
Working Account	0			0
Key Deposit	195		0	195
Cleaning Bond	600		0	600
Fay Marie Armstrong	7,045		(7,045)	0
Employee Pay	2,810		(2,810)	0
	<u>10,650</u>	<u>0</u>	<u>(9,855)</u>	<u>795</u>

**SHIRE OF WYALKATCHEM
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2018**

17. MAJOR LAND TRANSACTIONS

It is not anticipated any major land transactions will occur in 2017/18.

18. TRADING UNDERTAKINGS AND MAJOR TRADING UNDERTAKINGS

It is not anticipated any trading undertakings or major trading undertakings will occur in 2017/18.



**SHIRE OF WYALKATCHEM
CAPITAL EXPENDITURE
FOR THE BUDGET YEAR ENDED 30TH JUNE 2018**

By Program

Schedule 4 - Governance

Shire Office
Council Chambers

Schedule 5 - Law, Order & Public Safety

Bush Fire Truck Shed - concrete apron
Tanks for Jarvis Rd - North Korrelocking

Schedule 7 - Health

Medical Centre

Schedule 8 - Education & Welfare

Aged Care Services and Accommodation
Aged Friendly Communities (project not identified)

Schedule 9 - Housing

1 Slocum St
2a Slocum St
4 Slocum St
58 Flint St
45 Wilson St
Lady Novar

Schedule 10 - Community Amenities

Cemetery - build new Niche Wall

Schedule 11 - Recreation and Culture

Youth Project
Town Hall
Recreation Centre
Netball Courts shelter
Tennis Courts Playground
Replace Toyota 22 seat bus WYLIEBUS

Swimming Pool
Streetscape

Responsible Officer	By Class	TOTAL ACQUISITION	MUNI	Transfers from Reserve	Proceeds from Sale of Assets	RRG	R2R	FAGS Road Portion	OTHER GRANTS	TOTAL FUNDING
	LB	12,400	12,400							12,400
	LB	0	0							0
		12,400	12,400	0	0	0	0	0	0	12,400
	LB		0							0
	PE	6,201	6,201							6,201
		6,201	6,201	0	0	0	0	0	0	6,201
	LB	5,000	5,000							5,000
		5,000	5,000	0	0	0	0	0	0	5,000
	LB	108,800	108,800							108,800
	LB	0								0
		108,800	108,800	0	0	0	0	0	108,800	108,800
	LB	5,000	5,000							5,000
	FE	0	0							0
	LB	5,000	5,000							5,000
	LB	5,000	5,000							5,000
	LB	5,000	5,000							5,000
	LB	15,000	15,000							15,000
		35,000	35,000	0	0	0	0	0	0	35,000
	IO	0	0							0
		0	0	0	0	0	0	0	0	0
	IO	0								0
	LB	5,000	5,000							5,000
	LB	25,000	25,000							25,000
	IO	5,000	5,000							5,000
	IO	20,000	20,000							20,000
	PE	0	0	0	0					0
	LB	0		0						0
	IO	35,000	3,000						32,000	35,000
	IO	20,000	20,000							20,000



**SHIRE OF WYALKATCHEM
CAPITAL EXPENDITURE
FOR THE BUDGET YEAR ENDED 30TH JUNE 2018**

	Responsible Officer	By Class	TOTAL ACQUISITION	MUNI	Transfers from Reserve	Proceeds from Sale of Assets	RRG	R2R	FAGS Road Portion	OTHER GRANTS	TOTAL FUNDING
Pioneer Park		PG	20,000	20,000							20,000
Admin Park shade sail		PG	0	0							0
Connect existing storm water reuse to the tank in Pioneer Park		IO	0	0							0
			130,000	98,000	0	0	0	0	0	32,000	130,000
Schedule 12 - Transport											
The approved Blackspot funding was for the Benjaberring/Hindmarsh crossroads on the main Dowerin Wyalkatchem Road. This crossing is in a 110km/h speed zone with no clear line of site in either direction, creating a severe risk when shifting heavy machinery and for the school bus route		IR	15,596	0							0
Koorda / Wyalkatchem Rd - SLK 4.30 - 8.30 (4.0 km) - Shoulder Reconditioning (alter Scope of Works & TEC with SRRG)		IR	173,841	42,690			115,894			15,257	173,841
Tammin / Wyalkatchem Rd - SLK 19.60 - 21.83 (2.23 km) - Shoulder Widening & Primersealing Shoulders ONLY (alter TEC with SRRG)		IR	100,599				67,066			33,533	100,599
Cunderdin/Wyalkatchem Rd		IR	173,760	27,471			115,840	30,449			173,760
Gambrell Rd		IR	0					0			0
Lewis Rd		IR	23,847					23,847			23,847
Lawrence Rd		IR	24,610					24,610			24,610
Harrison Rd		IR	19,077					19,077			19,077
Lewis East Rd		IR	27,424					27,424			27,424
Elsegood-1		IR	32,432	0				32,432			32,432
Benja-Hindmarsh - Nth		IR	16,693					16,693			16,693
Benja-Hindmarsh - Sth		IR	16,693					16,693			16,693
Cemetery Rd		IR	23,847					23,847			23,847
Elsegood		IR	27,424					27,424			27,424
Cemetery Rd		IR	162,624	0				162,624			162,624
Footpath - senior citizens units?, plus concrete ramp cnr Honour Ave & Railway Tce		IF	22,500	22,500							22,500
Solar lighting on path between Railway Tce and Grace St		IF	0	0							0
Depot - Main Roads		LB	30,000	30,000							30,000
Replace 120M Grader WM017		PE	360,000	0	235,000	125,000					360,000
Replace Works Utility WM216 (80,000km)		PE	33,000	33,000		0					33,000
Replace Works Manager Utility WM000 (60,000km)		PE	35,000	27,000		8,000					35,000
Plate compactor		PE	5,000	5,000							5,000
Line Marker		PE	6,000	6,000							6,000
Aerodrome Development		IA	35,000	35,000							35,000
											0
			1,364,966	228,661	235,000	125,000	298,800	405,119	0	48,790	1,349,370
Schedule 13 - Economic Services											
Railway Station		LB	20,000	20,000							20,000
Railway Barracks		LB	20,000	20,000							20,000
			40,000	40,000	0	0	0	0	0	0	40,000



**SHIRE OF WYALKATCHEM
CAPITAL EXPENDITURE
FOR THE BUDGET YEAR ENDED 30TH JUNE 2018**

Responsible Officer	By Class	TOTAL ACQUISITION	MUNI	Transfers from Reserve	Proceeds from Sale of Assets	RRG	R2R	FAGS Road Portion	OTHER GRANTS	TOTAL FUNDING
		1,702,367	425,262	235,000	125,000	298,800	405,119	0	80,790	1,686,771

By Class

Land Held for Resale	LB	261,200
Land and Buildings	IR	838,466
Infrastructure Assets - Roads	IA	35,000
Infrastructure Assets - Airport	IF	22,500
Infrastructure Assets - Footpaths	ID	0
Infrastructure Assets - Drainage	IO	80,000
Infrastructure Assets - Other	PG	20,000
Parks, Gardens and Ovals	PE	445,201
Plant and Equipment	FE	0
Furniture and Equipment		<u>1,702,367</u>

Budget 2017/18 Summary Operating

	Budget 2017/18
Income	
I03 - GENERAL PURPOSE FUNDING	
I031 - Rates	
I031001 - Rates Income	
R005 - Rates - GRV Interims (Town)	0
R006 - Rates - UV Interims (Rural)	0
I031001 - Rates Income - Other	1,252,111
Total I031001 - Rates Income	1,252,111
I031005 - Rates Instalment Fees	4,300
I031020 - Rates Administration Charges	1,985
I031023 - Fees & Charges	1,600
I031024 - Penalty Interest	1,000
I031025 - Ex-Gratia Rates	8,110
I031030 - Discount on Rates	-18,782
I031031 - Pre Paid Rates	0
I031032 - Rate Concessions	-475
I031033 - Write-Offs	-500
Total I031 - Rates	1,249,349
I032 - Other GPF	
I032010 - FAGS Grants-General Purpose	479,921
I032030 - Interest on Invest - Muni	6,000
I032040 - Interest on Invest - Reserves	51,999
I032050 - District Club Loan Interest Rec	1,026
I032067 - Senior Citizens Trust Reimbursement	0
Total I032 - Other GPF	538,946
Total I03 - GENERAL PURPOSE FUNDING	1,788,295
I04 - GOVERNANCE	
I041 - Compliance	
I041003 - Photocopying & Facsimilies	100
I041010 - Reimbursements/Grants	2,000
I041015 - Salary Sacrifice - Laptop	0
Total I041 - Compliance	2,100
Total I04 - GOVERNANCE	2,100
I05 - LAW ORDER & PUBLIC SAFETY	
I051 - Fire Prevention	
I051005 - FESA Operating Grant	33,262
I051006 - FESA Aware Grant	0
I051010 - Profit on Sale of Assets	0
I051020 - Bush Fire Infringements	0
I051025 - ESL Administration Fee	4,000
Total I051 - Fire Prevention	37,262
I052 - Animal Control	
I052150 - Dog Registrations	1,500
I052155 - Fines & Penalties	0
Total I052 - Animal Control	1,500
Total I05 - LAW ORDER & PUBLIC SAFETY	38,762
I07 - HEALTH	
I072 - Doctor	
I072502 - Reimbursement - Koorda	49,589
I072505 - Reimbursement - Estate Funds	0
Total I072 - Doctor	49,589
I075 - NEWHS	
I075005 - Reimbursement from NEWH Shires	0
Total I075 - NEWHS	0
Total I07 - HEALTH	49,589

Budget 2017/18 Summary Operating

	Budget 2017/18
I08 · EDUCATION & WELFARE	
I08???? · Senior Citizens Fee	0
Total I08 · EDUCATION & WELFARE	0
I09 · HOUSING	
I090100 · Rental Income (Gardening)	2,236
I0902 · STAFF HOUSING	
I090204 · 22 Johnson Street	0
I090207 · 22A Flint Street	2,908
I090208 · 22B Flint Street	1,950
Total I0902 · STAFF HOUSING	4,858
I0903 · COMMUNITY HOUSING	
I090301 · 4 Slocum Street	9,724
I090205 · 10 Honour Ave	9,360
I090202 · 2a Slocum St	9,312
I090302 · 58 Flint Street	7,072
I090303 · 59 Flint Street	7,072
I090305 · 53 Piesse St	0
Total I0903 · COMMUNITY HOUSING	42,540
I0904 · GROH HOUSING	
I090401 · GEHA 51 Flint Street	32,188
I090402 · GEHA 55 Flint Street	16,640
I090403 · 43 Wilson Street	9,724
I090404 · 45 Wilson Street	9,663
Total I0904 · GROH HOUSING	68,215
Total I09 · HOUSING	117,849
I10 · COMMUNITY AMENITIES	
I101 · Sanitation	
I101105 · Refuse Collections Fees	100,485
I101106 · Pensioner Rubbish Concessions	-7,410
I101108 · Scrap Metal Reimbursements	0
I101110 · Rural General Health Levy	15,057
I101111 · New Rubbish Bin Fee	0
I101112 · DEC Waste Management Grant	0
Total I101 · Sanitation	108,132
I104 · Protection of the Environment	
	0
Total I104 · Protection of the Environment	0
I105 · Other Community Amenities	
I105101 · Cemetery Fees	1,976
I105102 · Cropping Land Income	1,000
I105103 · Landcare Funds	0
I105200 · Drum Muster	300
Total I105 · Other Community Amenities	3,276
Total I10 · COMMUNITY AMENITIES	111,408
I11 · RECREATION & CULTURE	
I111 · Public Halls and Civic Centres	
I111005 · Hall Hire	500
Total I111 · Public Halls and Civic Centres	500
I112 · Swimming Pool	
I112010 · Pool Fees	0
I112015 · Pool Subsidy	32,000
Total I112 · Swimming Pool	32,000

Budget 2017/18 Summary Operating

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I113 - Other Recreation	
I113070 - Community Bus Fees	2,000
I113131 - Korrelocking Hall Fees	350
I113136 - Recreation Centre & Oval Fees	3,301
I113137 - Tennis Court Charges	989
I113140 - Basketball/Netball Court Fees	676
Total I113 - Other Recreation	7,316
I114 - Heritage	
I116010 - Heritage Grants	0
Total I114 - Heritage	0
Total I11 - RECREATION & CULTURE	39,816
I12 - TRANSPORT	
I121 - Roads & Streets	
I121045 - FAGS Road Grants	188,007
I121050 - Road Project Funds RRG (20/20)	266,112
I121060 - Roads 2 Recovery Grant	405,119
I121061 - MRWA Direct Grant	105,690
I121062 - Street Lighting Subsidy	1,419
Total I121 - Roads & Streets	966,347
I124 - Airstrip	
I124004 - Airport Landing Fees	0
I124005 - Hanger Lease Fees	0
I124012 - Airport Terminal Building Fees	0
Total I124 - Airstrip	0
I125 - Transport Licensing	
I125001 - Transport Licensing Commission	0
Total I125 - Transport Licensing	0
Total I12 - TRANSPORT	966,347
I13 - ECONOMIC SERVICES	
I132 - Tourism/Area Promotion	
I132010 - Resale Promotional Materials	0
Total I132 - Tourism/Area Promotion	0
I133 - Building Control	
I133001 - BCITF Commission	20
I133002 - BRB Commission	50
I133005 - Building Licence	500
Total I133 - Building Control	570
I135 - Other	
I135100 - Standpipe Water Charges	300
I135201 - Railway Station Lease Fee	1,121
I135203 - Railway Barracks Fees	14,000
Total I135 - Other	15,421
Total I13 - ECONOMIC SERVICES	15,991
I14 - OTHER PROPERTY & SERVICES	
I141 - Private Works	
I141005 - Private Works Fees & Charges	3,092
Total I141 - Private Works	3,092
I143 - Public Works Overheads	
I143010 - Reimbursements	0
Total I142 - Reimbursements	0
I144 - Plant Operating Costs	
I121041 - Diesel Rebate	15,000
Total I144 - Plant Operating Costs	15,000

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I145 - Other Governance	
I145041 - Car Contributions	0
Total I145 - Other Governance	0
I146 - Land/Property Aquisitions	
I146010 - Profit on Sale of Assets	0
Total I146 - Land/Property Aquisitions	0
Total I14 - OTHER PROPERTY & SERVICES	18,092
Total Income	3,148,249

Budget 2017/18 Summary Operating

Expense	<u>Budget 2017/18</u>
E03 - GENERAL PURPOSE FUNDING.	
E031 - Rates	
E031045 - Rate Debt Collection Expenses	1,650
E031055 - Valuation Expenses	11,000
E031090 - Other Minor Rate Expenses	0
E031200 - Admin Allocation - Rates	35,282
E031298 - Depreciation	0
Total E031 - Rates	<u>47,932</u>
E032 - Other	
E032200 - Admin Allocated	17,641
Total E032 - Other	<u>17,641</u>
Total E03 - GENERAL PURPOSE FUNDING.	<u>65,573</u>
E04 - GOVERNANCE.	
E041 - General Governance (ABC's)	
E041201 - Salaries	385,755
E041202 - Superannuation	40,302
E041203 - Fringe Benefits Tax	3,000
E041204 - Insurance Workers Comp	9,439
E041228 - Housing Subsidy	13,000
E041205 - Uniforms	1,440
E041206 - Training	12,000
E041208 - Removal Expenses	4,000
E041209 - Vehicle Running Exp (CEO)000WM	2,984
E041210 - Vehicle Running Expenses (DCEO)	7,242
E041211 - Admin Travel	1,000
E041212 - Occupational Health and Safety	8,060
E041213 - Professional Services	15,500
E041214 - Audit	20,000
E041215 - Administration Office Mtce	18,632
E041216 - Garden Maintenance	11,550
E041217 - Telecommunication Expenses	10,300
E041218 - Computer Maintenance	52,176
E041219 - Insurance	10,963
E041220 - Advertising.	10,000
E041221 - Bank Fees	2,863
E041223 - Records Management.	1,000
E041224 - Postage & Freight	8,600
E041225 - Printing & Stationery	11,394
E041226 - Subscriptions	26,625
E041227 - Legal Expenses	3,000
E041229 - Cleaner Admin Expenses	0
E041301 - Loss on Sale of Assets	0
E041401 - Depreciation	14,809
E041501 - LESS ADMIN ALLOCATED-PROGRAMS	-705,634
Total E041 - General Governance (ABC's)	<u>0</u>

Budget 2017/18 Summary Operating

	Budget 2017/18
E042 - Councillors	
E042015 - Advertising	0
E042020 - Public Relations	40,692
E042025 - Local Government Week	4,000
E042035 - Election Costs	5,000
E042040 - Christmas Party	2,000
E042050 - Insurance	8,226
E042055 - Chamber Mtce	8,089
E042056 - Members Minor Expenditure	500
E042060 - Telecommunication Allowance	3,640
E042065 - Presidents Fund	3,000
E042070 - Meeting Fees	34,083
E042080 - Presidents Allowance	6,090
E042085 - Deputy Presidents Allow.	1,523
E042095 - Civic Refreshments	6,900
E042110 - Travelling Allowance	0
E042115 - Elected Member Training	5,000
E042120 - Local Laws	5,000
E042200 - Admin Allocation - Members	141,127
E042298 - Depreciation	0
Total E042 - Councillors	274,870
E043 - NEWROC	
E043100 - NEWROC Executive & Projects	17,700
E043102 - NEWTravel & Projects	2,000
Total E043 - NEWROC	19,700
Total E04 - GOVERNANCE.	294,570
E05 - LAW ORDER & PUBLIC SAFETY.	
E051 - Fire Prevention	
E051010 - Protective Burning	11,235
E051035 - FESA Loan 67	0
E051040 - Plant & Equip Maintenance	1,839
E051055 - Other Fire Prevention	12,771
E051060 - FESA Insurance	16,868
E051150 - Bush Fire Admin Costs	2,315
E051153 - Emergency Management Plan	0
E051200 - Admin Allocation - Fire Control	35,282
E051298 - Depn - Fire Control	916
Total E051 - Fire Prevention	81,226
E052 - Animal Control	
E052200 - Admin Allocation - Animal Contr	17,641
E052540 - Pound Maintenance	0
E052535 - Training	2,632
E052536 - Salaries Animal Control	6,092
E052545 - Animal Control Expenses	371
Total E052 - Animal Control	26,736
E053 - Other Law Order & Public Safety	
E053203 - Vandalism Expense	1,000
E053202 - Other Law and Order	500
E053200 - Crime Prevention	500
Total E053 - Other Law Order & Public Safety	2,000
Total E05 - LAW ORDER & PUBLIC SAFETY.	109,962

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	Budget 2017/18
E07 - HEALTH.	
E072 - Doctor	
E072010 - Vehicle Running Exp GP WM014	7,720
E072015 - Loss on Sale of Assets	0
E072020 - Medical Centre Building Maint.	10,508
E072040 - Medical Centre Interest Repay	0
E072126 - ISIS Operating Lease	0
E072200 - Admin Allocated	17,641
E072502 - Medical Centre Operating Exp	152,000
E072503 - Doctor Professional Development/Incentives	0
Total E072 - Doctor	187,869
E073 - Community Health	
E073200 - Admin Allocation - Other Health	17,641
E073410 - Mosquito Control	2,000
E073415 - Rural Counselling Services	500
E073425 - Other Expenses	20,421
Total E073 - Community Health	40,562
E074 - NEWHS	
E074010 - Contribution to Newhealth	35,410
E074200 - Admin Allocation - NEWHS	17,641
Total E074 - NEWHS	53,051
E075 - Other Health	
E075298 - Depn - Prev Services	23,453
Total E075 - Other Health	23,453
Total E07 - HEALTH.	304,935
E08 - EDUCATION & WELFARE	
E081015 - Contribution to Central East Aged Care Alliance	14,000
E082010 - Daycare	0
E082298 - Depn - Education & Welfare	3,858
Total E08 - EDUCATION & WELFARE	17,858
E09 - HOUSING.	
E090 - STAFF HOUSING.	
E090005 - 1 Slocum Street	6,554
E090010 - 2 Slocum Street	9,158
E090011 - 2A Slocum Street (Unit)	5,531
E090015 - Lady Nova - 10 Honour Avenue	6,299
E090035 - 22A Flint Street	4,438
E090040 - 22B Flint Street	7,261
E090080 - 57 Flint Street	13,483
E090115 - 19L Honour Av Lot19	0
Total E090 - STAFF HOUSING.	52,724
E0902 - COMMUNITY HOUSING	
E090012 - 4 Slocum St	4,885
E090065 - 53 Piesse Street	6,998
E090085 - 58 Flint Street	3,554
E090090 - 59 Flint Street	5,554
Total E0902 - COMMUNITY HOUSING	20,991
E0903 - GROH HOUSING	
E090050 - 43 Wilson Street	10,003
E090060 - 45 Wilson Street	8,629
E090095 - GEHA 55 Flint St	6,796
E090110 - GEHA 51 Flint St	5,726
Total E0903 - GROH HOUSING	31,154

Budget 2017/18 Summary Operating

	Budget 2017/18
E094 · HOUSING OTHER	
E090100 · Property Insurance	3,469
E090150 · Housing Interest Expense	0
E090200 · Administration Allocated	70,563
E090298 · Depreciation	65,070
Total E094 · HOUSING OTHER	139,102
Total E09 · HOUSING.	243,971
E10 · COMMUNITY AMENITIES.	
E101 · Sanitation	
E101005 · Refuse Collection Contract	37,662
E101016 · Commercial Recycling Collection	11,116
E101010 · Refuse Site Maintenance	19,827
E101012 · Street Bin Collection	12,597
E101200 · Admin Allocation - Sanitation	17,641
Total E101 · Sanitation	98,843
E104 · Protection of the Environment	
E104001 · NRM Group Scheme Contract (shared between Shires of	18,000
Total E104 · Protection of the Environment	18,000
E105 · Other	
E105135 · Cemetery	7,620
E105136 · Grave Digging	3,332
E105140 · Public Toilets	17,850
E105145 · Townscape Maintenance	0
E105180 · Cropping Land Cost	1,524
E105200 · Admin Allocation - Other Commun	17,641
E105298 · Depn - Other Community Services	9,019
E105300 · Drum Muster	300
Total E105 · Other	57,286
E106 · T.P. & Regional Devel	
E106101 · Town Planning Consultant Fees	0
E106102 · Town Planning Advertising	500
E106200 · Admin Allocation - Town Plannin	35,282
Total E106 · T.P. & Regional Devel	35,782
Total E10 · COMMUNITY AMENITIES.	209,911
E11 · RECREATION & CULTURE.	
E111 · Public Halls & Civic Centres	
E111010 · Town Hall	30,536
E111200 · Admin Allocation - Public Halls	52,923
Total E111 · Public Halls & Civic Centres	83,459
E112 · Swimming Pool	
E112055 · Aquatic Contract Services	71,070
E112??? · Offseason Maintenance Contract	6,300
E112110 · Chemicals	7,500
E112140 · Pool Building Mtce & Utilities	62,084
E112200 · Admin Allocation-Swimming Pool	17,641
Total E112 · Swimming Pool	164,595

Budget 2017/18 Summary Operating

	Budget 2017/18
E113 · Other Recreation	
E113005 · Community Bus Expenses	2,840
E113040 · Basketball/Netball Courts	1,615
E113045 · Tennis Club	20,767
E113060 · Korrelocking Hall	12,591
E113070 · Railway Tce Parks & Gardens	43,221
E113510 · Admin Park	15,652
E113075 · Reticulation	0
E113080 · Recreation Centre	49,755
E113083 · Recreation Sports Oval	37,010
E113511 · Hockey Oval	3,623
E113512 · Turf/Cricket Wickets	15,364
E113513 · Recreation Centre Oval Surrounds	1,427
E113091 · Memorial Park	20,877
E113514 · Golf Club	275
E113515 · Club Development	2,555
E113517 · Community Resource Centre Annual Fee	34,231
E113200 · Administration Allocated	17,641
E113506 · Pump Maintenance	10,359
E113518 · CRC Building	12,480
Total E113 · Other Recreation	302,283
E114 · Library	
E114020 · Library Minor Expenditure	0
E114025 · Postage & Freight	0
E114030 · Library Maintenance	0
E114035 · Lost Books	1,000
E114005 · Wages	0
E114010 · Superannuation	0
E114200 · Admin Allocation - Library	3,528
Total E114 · Library	4,528
E115 · Community Grants	
E115082 · Community Assistance Grant Pool	5,000
Total E115 · Community Grants	5,000
E116 · Other Culture	
E116015 · Heritage Projects	10,000
E116035 · Museum House	6,883
E116200 · CBH Museum	3,699
E116210 · Arts & Culture	0
E116298 · Depn Other Culture	170,035
Total E116 · Other Culture	190,617
Total E11 · RECREATION & CULTURE.	750,482

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	Budget 2017/18
E12 - TRANSPORT.	
E122 - Roads & Streets	
E122020 - Depot Maintenance	21,294
E122025 - Street Lights	26,391
E122035 - Signage	30,185
E122036 - White Guide Post Replacement	12,034
E122050 - Storm Damage Rural Rds	16,249
E122051 - Storm Damage Town Site	8,135
E122059 - Drainage Maintenance Rural Roads	11,032
E122056 - Drainage Maintenance Town Site	17,445
E122057 - Tree Pruning	16,183
E122058 - Urban Street Maintenance	39,043
E122060 - Roadside Spraying Rural Rds	22,002
E122065 - Roadside Clearing	37,707
E122??? - Roadside Spraying Town Verges	6,065
E122075 - Roman II Subscription + Train	6,459
E122085 - Footpath Maintenance	9,275
E122089 - Rural Road Mtce Grading	361,864
E122099 - Crossovers	4,092
E122101 - Street Verges	10,275
E122102 - Street Cleaning	11,459
E122104 - Kerbing Maintenance	15,092
E122105 - Street Scape Beautification	0
E122106 - Relief Labour	0
E122108 - Gravel Pit	20,000
E122109 - Crack Sealing	35,000
E122200 - Admin Allocation - Roads	70,563
E122298 - Depreciation - Transport Other	587,614
E123007 - SRRG Group Admin	1,000
Total E122 - Roads & Streets	1,396,458
E124 - Airstrip	
E124005 - Airstrip Expenses	15,054
E124020 - Terminal Building	7,647
E124030 - RFDS Transfer Building	2,524
E124040 - Airport Storage Shed	0
E124200 - Admin Allocation - Airstrips	45,866
E124298 - Depn - Airstrip	76,755
Total E124 - Airstrip	147,846
E125 - Transport Licensing	
E125200 - Admin Allocation - Licensing	0
Total E125 - Transport Licensing	0
Total E12 - TRANSPORT.	1,544,304
E13 - ECONOMIC SERVICES.	
E131 - Rural Services	
E131055 - Noxious Weeds	0
Total E131 - Rural Services	0
E132 - Tourism/Area Promotion	
E132010 - Promotional Material	1,000
E132??? - Area Promotion	1,569
E132025 - Pioneer Pathways	3,650
E132035 - Information Bays	139
E132100 - Visitor Centre Building Mtce	0
E132101 - Railway Building Maintenance	3,098
E132102 - Barracks Building Maintenance	31,701
E132200 - Admin Allocated - Tourism	17,641
Total E132 - Tourism/Area Promotion	58,798

Budget 2017/18 Summary Operating

	Budget 2017/18
E133 · Building & Planning Control	
E133200 · Admin Alloc. Building Contro	17,641
Total E133 · Building & Planning Control	17,641
E135 · Other	
E135005 · Standpipe Expenses	2,952
E135030 · Roadhouse Gardens	0
E135040 · Railway Corridor - Grace St	6,659
E135298 · Depreciation	19,781
Total E135 · Other	29,392
Total E13 · ECONOMIC SERVICES.	105,831
E14 · OTHER PROPERTY & SERVICES.	
E141 · Private Works	
E141005 · Private Works Expense	3,092
Total E141 · Private Works	3,092
E142 · Unclassified Reimbursements	
E142001 · Reimbursements	0
Total E142 · Unclassified Reimbursements	0
E143 · Works Overheads	
E143005 · Salaries	81,639
E143010 · Superannuation	62,671
E143025 · Staff Training	17,579
E143030 · Personal Leave	22,174
E143032 · Public Holidays	26,292
E143035 · Annual Leave	48,515
E143040 · Long Service Leave	9,208
E143045 · Workers Compensation	9,439
E143055 · Allowances	33,289
E143065 · Fringe Benefits Tax	8,000
E143070 · Protective Clothing	6,200
E143075 · Occupational Safety & Health	5,000
E143087 · Expendable Tools	2,000
E143100 · Works Manager Vehicle Expenses	13,480
E143110 · Insurance	7,037
E143120 · Works Administration	0
E143150 · Engineering Consultancy	20,000
E143200 · Admin Allocated - Works	21,169
E143299 · LESS PWOH ALLOCATED-PROJECTS	-393,692
Total E143 · Works Overheads	0
E144 · Plant Operating Costs	
E144010 · Tyres	14,450
E144015 · Blades & Points	5,900
E144020 · Fuels & Oils	78,430
E144025 · Plant Parts	15,000
E144035 · Vehicle Licences + Insurance	26,569
E144040 · Repair Wages & Contract Labour	60,165
E144298 · Depreciation Plant & Equipment	171,507
E144299 · LESS POC ALLOCATED-PROJECTS	-372,021
Total E144 · Plant Operating Costs	0
E145 · Other Governance	
E145600 · Suspense	0
Total E145 · Other Governance	0
E146 · Salaries Control	
E146010 · Gross Total Salaries and Wages	0
E146200 · LESS SALS/WAGES ALLOCATED	0
Total E146 · Salaries Control	0

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E148 - Unclassified	
E148005 - Loss on Disposal of Asset	52,886
E148050 - Property Settlement Costs	0
Total E148 - Unclassified	52,886
Total E14 - OTHER PROPERTY & SERVICES.	55,978
Total Expense	3,703,375