

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

LOCAL GOVERNMENT ACT 1995

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SHIRE'S VISION

A PLACE OF OPPORTUNITIES, A PLACE OF PROSPERITY

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

	NOTE	2022/23 Budget	2021/22 Actual	2021/22 Budget
		\$	\$	\$
Revenue				
Rates	2(a)	5,514,433	4,892,325	4,752,175
Operating grants, subsidies and contributions	9	1,627,187	5,244,020	2,125,021
Fees and charges	14	1,299,492	1,383,738	1,305,450
Interest earnings	10(a)	132,803	100,351	132,803
Other revenue	10(a)	349,713	302,386	344,521
		8,923,628	11,922,820	8,659,970
Expenses				
Employee costs		(2,482,045)	(1,930,840)	(2,036,571)
Materials and contracts		(4,295,804)	(2,743,828)	(3,452,325)
Utility charges		(356,377)	(372,119)	(379,411)
Depreciation on non-current assets	6	(7,532,730)	(6,463,582)	(7,532,730)
Insurance expenses		(227,158)	(280,043)	(227,158)
Other expenditure		(283,523)	(166,771)	(282,671)
		(15,177,637)	(11,957,183)	(13,910,866)
		(6,254,009)	(34,363)	(5,250,896)
Non-operating grants, subsidies and contributions	9	3,601,214	12,999,868	13,654,391
Profit on asset disposals	5(b)	203,607	18,678	10,884
Loss on asset disposals	5(b)	(87,670)	(336,664)	(112,315)
		3,717,151	12,681,882	13,552,960
Net result for the period		(2,536,858)	12,647,519	8,302,064
Other comprehensive income				
<i>Items that will not be reclassified subsequently to profit or loss</i>				
Changes in asset revaluation surplus		0	0	0
Total other comprehensive income for the period		0	0	0
Total comprehensive income for the period		(2,536,858)	12,647,519	8,302,064

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

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

	NOTE	2022/23 Budget	2021/22 Actual	2021/22 Budget
		\$	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts				
Rates		5,964,433	4,901,650	5,447,175
Operating grants, subsidies and contributions		1,727,187	1,989,893	2,125,021
Fees and charges		1,299,492	1,383,738	1,305,450
Interest received		132,803	100,351	115,706
Goods and services tax received		952,054	1,666,150	906,163
Other revenue		349,713	302,386	344,521
		10,425,682	10,344,168	10,244,036
Payments				
Employee costs		(2,482,045)	(1,919,690)	(1,736,571)
Materials and contracts		(3,975,804)	(4,670,393)	(3,562,325)
Utility charges		(356,377)	(372,119)	(379,411)
Insurance paid		(227,158)	(280,043)	(227,158)
Goods and services tax paid		(800,000)	(1,436,300)	(800,000)
Other expenditure		(283,523)	(166,771)	(282,671)
		(8,124,907)	(8,845,316)	(6,988,136)
Net cash provided by (used in) operating activities	4	2,300,775	1,498,852	3,255,900
CASH FLOWS FROM INVESTING ACTIVITIES				
Payments for purchase of property, plant & equipment	5(a)	(5,961,545)	(1,536,850)	(4,236,805)
Payments for construction of infrastructure	5(a)	(11,519,797)	(14,301,185)	(20,503,394)
Non-operating grants, subsidies and contributions		3,601,214	12,999,868	13,654,391
Proceeds from sale of property, plant and equipment	5(b)	684,500	386,010	882,800
Net cash provided by (used in) investing activities		(13,195,628)	(2,452,157)	(10,203,008)
Net increase (decrease) in cash held		(10,894,853)	(953,305)	(6,947,108)
Cash at beginning of year		29,758,201	30,711,506	29,983,077
Cash and cash equivalents at the end of the year	4	18,863,348	29,758,201	23,035,969

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

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

	NOTE	2022/23 Budget	2021/22 Actual	2021/22 Budget
		\$	\$	\$
OPERATING ACTIVITIES				
Net current assets at start of financial year - surplus/(deficit)	3	8,344,832	5,618,074	9,430,864
		8,344,832	5,618,074	9,430,864
Revenue from operating activities (excluding rates)				
Operating grants, subsidies and contributions	9	1,627,187	5,244,020	2,125,021
Fees and charges	14	1,299,492	1,383,738	1,305,450
Interest earnings	10(a)	132,803	100,351	132,803
Other revenue	10(a)	349,713	302,386	344,521
Profit on asset disposals	5(b)	203,607	18,678	10,884
		3,612,802	7,049,173	3,918,679
Expenditure from operating activities				
Employee costs		(2,482,045)	(1,930,840)	(2,036,571)
Materials and contracts		(4,295,804)	(2,743,828)	(3,452,325)
Utility charges		(356,377)	(372,119)	(379,411)
Depreciation on non-current assets	6	(7,532,730)	(6,463,582)	(7,532,730)
Insurance expenses		(227,158)	(280,043)	(227,158)
Other expenditure		(283,523)	(166,771)	(282,671)
Loss on asset disposals	5(b)	(87,670)	(336,664)	(112,315)
		(15,265,307)	(12,293,847)	(14,023,181)
Non-cash amounts excluded from operating activities	3(b)	7,416,793	6,781,568	7,634,161
Amount attributable to operating activities		4,109,120	7,154,968	6,960,523
INVESTING ACTIVITIES				
Non-operating grants, subsidies and contributions	9	3,601,214	12,999,868	13,654,391
Payments for property, plant and equipment	5(a)	(5,961,545)	(1,536,850)	(4,236,805)
Payments for construction of infrastructure	5(a)	(11,519,797)	(14,301,185)	(20,503,394)
Proceeds from disposal of assets	5(b)	684,500	386,010	882,800
Amount attributable to investing activities		(13,195,628)	(2,452,157)	(10,203,008)
Amount attributable to investing activities		(13,195,628)	(2,452,157)	(10,203,008)
FINANCING ACTIVITIES				
Transfers to cash backed reserves (restricted assets)	7(a)	(300,488)	(1,446,685)	(1,959,690)
Transfers from cash backed reserves (restricted assets)	7(a)	3,872,563	196,381	450,000
Amount attributable to financing activities		3,572,075	(1,250,304)	(1,509,690)
Budgeted deficiency before general rates		(5,514,433)	3,452,507	(4,752,175)
Estimated amount to be raised from general rates	2(a)	5,514,433	4,892,325	4,752,175
Net current assets at end of financial year - surplus/(deficit)	3	0	8,344,832	0

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

9. PROGRAM INFORMATION

Income and expenses

Income excluding grants, subsidies and contributions

	2022/23 Budget	2021/22 Actual	2021/22 Budget
	\$	\$	\$
Governance	80	0	80
General purpose funding	5,665,926	5,035,369	4,903,668
Law, order, public safety	7,870	4,989	4,120
Health	6,104	10,820	6,104
Education and welfare	39,300	10,655	29,300
Housing	29,500	45,043	29,500
Community amenities	144,426	116,032	144,426
Recreation and culture	133,195	79,593	147,854
Transport	1,253,868	1,235,122	1,061,001
Economic services	95,120	91,619	95,120
Other property and services	124,659	68,236	124,660
	7,500,048	6,697,478	6,545,833

Operating grants, subsidies and contributions

General purpose funding	989,413	4,787,410	1,588,711
Law, order, public safety	12,100	14,051	12,100
Health	100,000	0	0
Education and welfare	121,810	114,695	121,810
Recreation and culture	70,000	0	70,000
Transport	327,864	327,864	326,400
Economic services	6,000	0	6,000
	1,627,187	5,244,020	2,125,021

Non-operating grants, subsidies and contributions

Recreation and culture	0	550,000	572,908
Transport	3,531,214	12,449,868	13,011,483
Economic services	70,000	0	70,000
	3,601,214	12,999,868	13,654,391

Total Income	12,728,449	24,941,366	22,325,245
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Expenses

Governance	(737,905)	(588,249)	(731,275)
General purpose funding	(233,176)	(222,018)	(233,176)
Law, order, public safety	(203,936)	(154,513)	(203,537)
Health	(252,473)	(126,599)	(152,473)
Education and welfare	(829,423)	(706,038)	(826,523)
Housing	(29,500)	(79,943)	(29,500)
Community amenities	(677,681)	(493,946)	(702,681)
Recreation and culture	(1,730,695)	(1,486,026)	(1,765,345)
Transport	(9,596,069)	(7,546,440)	(8,523,214)
Economic services	(608,381)	(517,292)	(617,129)
Other property and services	(366,068)	(372,783)	(238,328)
Total expenses	(15,265,307)	(12,293,847)	(14,023,181)

Net result for the period	(2,536,858)	12,647,519	8,302,064
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SHIRE OF MEEKATHARRA
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2023

1 (a) BASIS OF PREPARATION

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

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

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

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

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

The local government reporting entity

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

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

All monies held in the Trust Fund are excluded from the financial statements. A separate statement of those monies appears at Note 13 to the annual budget.

2021/22 actual balances

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

Budget comparative figures

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

Comparative figures

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

Initial application of accounting standards

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

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

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

New accounting standards for application in future years

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

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

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

Judgements, estimates and assumptions

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

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

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

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

Rounding off figures

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

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

1 (b) KEY TERMS AND DEFINITIONS - NATURE OR TYPE

REVENUES

RATES

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

SERVICE CHARGES

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

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

PROFIT ON ASSET DISPOSAL

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

OPERATING GRANTS, SUBSIDIES AND CONTRIBUTIONS

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

NON-OPERATING GRANTS, SUBSIDIES AND CONTRIBUTIONS

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

FEES AND CHARGES

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

INTEREST EARNINGS

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

OTHER REVENUE / INCOME

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

EXPENSES

EMPLOYEE COSTS

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

MATERIALS AND CONTRACTS

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

UTILITIES (GAS, ELECTRICITY, WATER, ETC.)

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

INSURANCE

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

LOSS ON ASSET DISPOSAL

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

DEPRECIATION ON NON-CURRENT ASSETS

Depreciation and amortisation expense raised on all classes of assets.

INTEREST EXPENSES

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

OTHER EXPENDITURE

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

1 (c) KEY TERMS AND DEFINITIONS - REPORTING PROGRAMS

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

OBJECTIVE

ACTIVITIES

Governance

Administration and operation of facilities and services to members of council; other costs that relate to the tasks of assisting elected members and ratepayers on matters which do not concern specific council services.

General purpose funding

Rates, general purpose government grants and interest revenue. Costs associated with raising of rates, collection of debts and other funding activities within this programme.

Law, order, public safety

Supervision of various by-laws, fire prevention, emergency services and animal control. Operation of Council's Ranger services.

Health

Food quality and pest control, monitoring and control of environmental health. Contract operation for health issues within the community.

Education and welfare

Provision and maintenance of various premises in support of community services including the Community Resource Centre. Financial assistance on a needs arise basis for the community's education and welfare. Provision, maintenance and support for the community youth centre.

Housing

Maintenance of staff and rental housing.

Community amenities

Rubbish collection services, operation of tip, noise control, administration of the town planning scheme, maintenance of cemeteries, storm water drainage maintenance and operation and maintenance of sewerage schemes.

Recreation and culture

Maintenance of halls, swimming pool, recreation centres and various reserves, operation of library, TV and Radio broadcasting.

Transport

Construction and maintenance of streets, roads, bridges; cleaning and lighting of streets, depot maintenance and airport maintenance.

Economic services

The regulation and provision of tourism, area promotion, building control, noxious weeds, vermin control and building controls.

Other property and services

Private works operations and miscellaneous plant operations, overheads and administration costs initially charged here are reallocated to the relevant function area.

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

2. RATES AND SERVICE CHARGES

(a) Rating Information

Rate Description	Basis of valuation	Rate in	Number of properties	Rateable value	2022/23 Budgeted rate revenue	2022/23 Budgeted interim rates	2022/23 Budgeted back rates	2022/23 Budgeted total revenue	2021/22 Actual total revenue	2021/22 Budget total revenue
		\$		\$	\$	\$	\$	\$	\$	\$
(i) Differential general rates or general rates										
General Rate	GRV	0.08887	312	3,889,912	345,693	0	0	345,693	341,632	347,274
Mining	UV	0.20000	977	23,935,877	4,787,175	1,000	(40,576)	4,747,599	4,125,526	4,024,338
Rural/Pastoral	UV	0.08500	45	3,388,717	288,041	0	0	288,041	289,839	245,263
Sub-Total			1,334	31,214,506	5,420,909	1,000	(40,576)	5,381,333	4,756,997	4,616,875
		Minimum								
		\$								
General Rate	GRV	400	85	47,799	34,000	0	0	34,000	34,800	34,800
Mining	UV	350	295	270,523	103,250	0	0	103,250	104,650	104,650
Rural/Pastoral	UV	350	23	15,531	8,050	0	0	8,050	8,050	8,050
Sub-Total			403	333,853	145,300	0	0	145,300	147,500	147,500
			1,737	31,548,359	5,566,209	1,000	(40,576)	5,526,633	4,904,497	4,764,375
Concessions on general rates (Refer note 2(f))								(12,200)	(12,172)	(12,200)
Total amount raised from general rates								5,514,433	4,892,325	4,752,175

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

The general rates detailed for the 2022/23 financial year have been determined by Council on the basis of raising the revenue required to meet the deficiency between the total estimated expenditure proposed in the budget and the estimated revenue to be received from all sources other than rates and also considering the extent of any increase in rating over the level adopted in the previous year.

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

2. RATES AND SERVICE CHARGES (CONTINUED)

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

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

Instalment options	Date due	Instalment plan admin charge	Instalment plan interest rate	Unpaid rates interest rates
		\$	%	%
Option one				
Single full payment	2/09/2022		3.0%	7.0%
Option two				
First instalment	2/09/2022	0	3.0%	7.0%
Second instalment	6/11/2022	15	3.0%	7.0%
Third instalment	12/01/2023	15	3.0%	7.0%
Fourth instalment	18/03/2023	15	3.0%	7.0%

	2022/23 Budget revenue	2021/22 Actual revenue	2021/22 Budget revenue
	\$	\$	\$
Instalment plan admin charge revenue	10,300	6,255	10,300
Instalment plan interest earned	5,523	5,802	5,523
Unpaid rates and service charge interest earned	73,017	52,626	73,017
	88,840	64,683	88,840

2. RATES AND SERVICE CHARGES (CONTINUED)

(c) Objectives and Reasons for Differential Rating

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

Differential general rate

Description	Characteristics	Objects	Reasons
GRV	Properties within the townsite boundaries.	The object of the GRV rate is to allow sufficient revenue for Council to operate efficiently and provide a diverse range of services while maintaining consistent revenue for GRV assessments.	The reason for the level of GRV rate is to allow for a fair contribution to the maintenance and provision of town infrastructure and services to a sustainable level.
UV - Rural / Pastoral	Properties within the Shire that are predominately for rural use.	The object of the UV Pastoral rate is to ensure that the proportion of total rate revenue derived from UV Pastoral is comparable with previous years and provides the base rate to assess the other UV rated properties.	<p>The reason for the lower rate for UV Pastoral is to reflect the lower impact on transport infrastructure compared to the UV Mining category. Generally Pastoralists carry out minor road maintenance with their own machinery.</p> <p>Pastoral leases within the Shire of Meekatharra are normally large parcels of land that attract a relatively high valuation. The Pastoral UV rate ensures that every landowner makes a reasonable contribution to the rate burden.</p>

SHIRE OF MEEKATHARRA
 NOTES TO AND FORMING PART OF THE BUDGET
 FOR THE YEAR ENDED 30 JUNE 2023
 2. RATES AND SERVICE CHARGES (CONTINUED)

(c) Objectives and Reasons for Differential Rating

UV - Mining

Properties within the Shire with a mining, exploration or prospecting tenement lease.

The object of the UV Mining rate is to raise the necessary revenue for Council to operate efficiently and provide a diverse range of services.

The reason for setting UV Mining rate at a higher level than UV Pastoral is to ensure a sector of ratepayers that essentially are transitory contribute to the maintenance of the Shire's established assets and services to the extent that the mining operators use them. These include: -

Unsealed roads - among the services utilised by ratepayers with tenements is the extensive network of unsealed roads within the Shire. A substantial amount of budgeted capital expenditure is for works on Shire roads.

Refuse site - Mining and exploration activities impose a heavy burden on the Shire's refuse site increasing maintenance costs and shortening the life of the landfill site.

Resources - Mining removes finite resources from the Shire. Ultimately this will have an impact on the mining industry within the Shire which will in turn impact rate revenue in future years.

Shire Administration - Mining, exploration and prospecting activities impose a greater administration service requirement on the Shire (applications, enquiries, tenement changes and revaluations).

Furthermore, in general mining operators use established Shire services and infrastructure but contribute very little or no enterprise to the community.

2. RATES AND SERVICE CHARGES (CONTINUED)

(d) Specified Area Rate

The Shire did not raise a specified area rate for the year ended 30 June 2023.

(e) Service Charges

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

(f) Waivers or concessions

Rate, fee or charge to which the waiver or concession is granted	Type	Discount (\$)	2022/23 Budget	2021/22 Actual	2021/22 Budget	Circumstances in which the waiver or concession is granted	Objects and reasons of the waiver or concession
To be Determined by Council	Concession	Various	\$ 12,200	\$ 12,172	\$ 12,200	Council may provide concessions to Ratepayers. Applications are assessed on an individual basis	
			12,200	12,172	12,200		

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

3. NET CURRENT ASSETS

	Note	2022/23 Budget 30 June 2023	2021/22 Actual 30 June 2022	2021/22 Budget 30 June 2022
		\$	\$	\$
(a) Composition of estimated net current assets				
Current assets				
Cash and cash equivalents - unrestricted	4	48,199	7,370,977	155,083
Cash and cash equivalents - restricted	4	18,815,149	22,387,224	22,880,886
Receivables		266,281	968,335	98,505
Inventories		141,314	261,314	31,361
		19,270,943	30,987,850	23,165,835
Less: current liabilities				
Trade and other payables		(455,794)	(255,794)	(284,949)
Employee provisions		(369,103)	(369,103)	(354,286)
		(824,897)	(624,897)	(639,235)
Net current assets		18,446,046	30,362,953	22,526,600
Less: Total adjustments to net current assets	3.(c)	(18,446,046)	(22,018,121)	(22,526,600)
Net current assets used in the Rate Setting Statement		0	8,344,832	0

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

Items excluded from calculation of budgeted deficiency

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

(b) Non-cash amounts excluded from operating activities

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

	Note	2022/23 Budget 30 June 2023	2021/22 Actual 30 June 2022	2021/22 Budget 30 June 2022
		\$	\$	\$
Adjustments to operating activities				
Less: Profit on asset disposals	5(b)	(203,607)	(18,678)	(10,884)
Add: Loss on disposal of assets	5(b)	87,670	336,664	112,315
Add: Depreciation on assets	6	7,532,730	6,463,582	7,532,730
Non cash amounts excluded from operating activities		7,416,793	6,781,568	7,634,161

(c) Current assets and liabilities excluded from budgeted deficiency

The following current assets and liabilities have been excluded from the net current assets used in the Rate Setting Statement in accordance with *Financial Management Regulation 32* to agree to the surplus/(deficit) after imposition of general rates.

Adjustments to net current assets

Less: Cash - restricted reserves	7	(18,815,149)	(22,387,224)	(22,880,886)
Add: Current liabilities not expected to be cleared at end of year - Current portion of provisions		369,103	369,103	354,286
Total adjustments to net current assets		(18,446,046)	(22,018,121)	(22,526,600)

3 (d) NET CURRENT ASSETS (CONTINUED)

SIGNIFICANT ACCOUNTING POLICIES

CURRENT AND NON-CURRENT CLASSIFICATION

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

TRADE AND OTHER PAYABLES

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

PREPAID RATES

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

INVENTORIES

General

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

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

Superannuation

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

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

LAND HELD FOR RESALE

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

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

GOODS AND SERVICES TAX (GST)

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

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

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

TRADE AND OTHER RECEIVABLES

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

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

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

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

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

PROVISIONS

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

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

EMPLOYEE BENEFITS

Short-term employee benefits

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

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

CONTRACT LIABILITIES

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

CONTRACT ASSETS

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

4. RECONCILIATION OF CASH

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

Note	2022/23 Budget	2021/22 Actual	2021/22 Budget
	\$	\$	\$
Cash at bank and on hand	48,199	7,370,977	23,035,969
Term deposits	18,815,149	22,387,224	0
Total cash and cash equivalents	18,863,348	29,758,201	23,035,969
Held as			
- Unrestricted cash and cash equivalents	3(a) 48,199	7,370,977	155,083
- Restricted cash and cash equivalents	3(a) 18,815,149	22,387,224	22,880,886
	18,863,348	29,758,201	23,035,969
Restrictions			
The following classes of assets have restrictions imposed by regulations or other externally imposed requirements which limit or direct the purpose for which the resources may be used:			
- Cash and cash equivalents	18,815,149	22,387,224	22,880,886
	18,815,149	22,387,224	22,880,886
The restricted assets are a result of the following specific purposes to which the assets may be used:			
Financially backed reserves	7 18,815,149	22,387,224	22,880,886
	18,815,149	22,387,224	22,880,886
Reconciliation of net cash provided by operating activities to net result			
Net result	(2,536,858)	12,647,519	8,302,064
Depreciation	6 7,532,730	6,463,582	7,532,730
(Profit)/loss on sale of asset	5(b) (115,937)	317,986	101,431
Share of profit or (loss) of associates accounted for using the equity method	0	0	0
(Increase)/decrease in receivables	702,054	268,578	784,066
(Increase)/decrease in inventories	120,000	(161,302)	40,000
Increase/(decrease) in payables	200,000	(1,754,113)	150,000
Increase/(decrease) in contract liabilities	0	(3,283,530)	0
Non-operating grants, subsidies and contributions	(3,601,214)	(12,999,868)	(13,654,391)
Net cash from operating activities	2,300,775	1,498,852	3,255,900

SIGNIFICANT ACCOUNTING POLICES

CASH AND CASH EQUIVALENTS

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

Bank overdrafts are shown as short term borrowings in current liabilities in Note 3 - Net Current Assets.

FINANCIAL ASSETS AT AMORTISED COST

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

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

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

5. FIXED ASSETS

(a) Acquisition of Assets

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

Asset class	Reporting program							2022/23 Budget total	2021/22 Actual total	2021/22 Budget total
	Governance	Health	Education and welfare	Housing	Recreation and culture	Transport	Other property and services			
	\$	\$	\$	\$	\$	\$	\$	\$	\$	
<i>Property, Plant and Equipment</i>										
Buildings	0	0	134,000	1,336,000	242,082	57,000	416,000	2,185,082	1,054,029	1,615,905
Furniture and equipment	32,000	0	18,500	0	9,000	0	20,000	79,500	39,514	112,000
Plant and equipment	0	8,000	0	0	0	3,496,963	192,000	3,696,963	443,307	2,508,900
	32,000	8,000	152,500	1,336,000	251,082	3,553,963	628,000	5,961,545	1,536,850	4,236,805
<i>Infrastructure</i>										
Infrastructure - roads	0	0	0	0	0	8,663,094	0	8,663,094	14,263,458	19,012,191
Infrastructure - footpaths	0	0	0	0	0	200,000	0	200,000	0	150,000
Infrastructure - Airport	0	0	0	0	0	1,208,000	0	1,208,000	6,000	175,000
Infrastructure - other	0	0	92,000	0	495,500	95,000	0	1,448,703	31,727	1,166,203
	0	0	92,000	0	495,500	10,166,094	0	11,519,797	14,301,185	20,503,394
Total acquisitions	32,000	8,000	244,500	1,336,000	746,582	13,720,057	628,000	17,481,342	15,838,035	24,740,199

SIGNIFICANT ACCOUNTING POLICIES

RECOGNITION OF ASSETS

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

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

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

5. FIXED ASSETS

(b) Disposals of Assets

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

	2022/23 Budget Net Book Value	2022/23 Budget Sale Proceeds	2022/23 Budget Profit	2022/23 Budget Loss	2021/22 Actual Net Book Value	2021/22 Actual Sale Proceeds	2021/22 Actual Profit	2021/22 Actual Loss	2021/22 Budget Net Book Value	2021/22 Budget Sale Proceeds	2021/22 Budget Profit	2021/22 Budget Loss
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
By Program												
Education and welfare	28,868	15,000	0	(13,868)	0	0	0	0	28,868	15,000	0	(13,868)
Recreation and culture	0	0	0	0	0	0	0	0	48,856	31,500	144	(17,500)
Transport	450,099	579,500	202,848	(73,447)	617,502	304,646	18,678	(331,534)	816,911	746,300	9,981	(80,592)
Other property and services	89,596	90,000	759	(355)	86,494	81,364	0	(5,130)	89,596	90,000	759	(355)
	568,563	684,500	203,607	(87,670)	703,996	386,010	18,678	(336,664)	984,231	882,800	10,884	(112,315)
By Class												
<i>Property, Plant and Equipment</i>												
Plant and equipment	568,563	684,500	203,607	(87,670)	703,996	386,010	18,678	(336,664)	984,231	882,800	10,884	(112,315)
	568,563	684,500	203,607	(87,670)	703,996	386,010	18,678	(336,664)	984,231	882,800	10,884	(112,315)

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

- Plant replacement program

SIGNIFICANT ACCOUNTING POLICIES

GAINS AND LOSSES ON DISPOSAL

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

6. ASSET DEPRECIATION

By Program

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

By Class

Buildings
Furniture and equipment
Plant and equipment
Infrastructure - roads
Infrastructure - footpaths
Infrastructure - Airport
Infrastructure - other

2022/23 Budget	2021/22 Actual	2021/22 Budget
\$	\$	\$
142	4,986	142
26,997	28,704	26,997
1,600	0	1,600
89,103	106,488	89,103
207,632	230,242	207,632
20,764	32,159	20,764
553,819	535,939	553,819
6,047,832	4,876,498	6,047,832
117,709	133,463	117,709
467,132	515,102	467,132
7,532,730	6,463,582	7,532,730
755,106	647,930	755,106
36,570	31,379	36,570
368,269	315,999	368,269
5,512,840	4,730,383	5,512,840
15,808	13,564	15,808
410,782	352,478	410,782
433,355	371,847	433,355
7,532,730	6,463,582	7,532,730

SIGNIFICANT ACCOUNTING POLICIES

DEPRECIATION

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

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

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

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

Asset Class	Useful life
Buildings	10 - 40 years
Office Furniture & Equipment	1 - 20 years
Plant & Equipment	1 - 20 years
Roads - Unformed	Not Depreciated
Roads - Formed	Not Depreciated
Roads - Gravel	5 - 10 years
Roads - Sealed	1 - 50 years
Kerbing & Footpaths	10 - 40 years
Infrastructure Other	10 - 20 years
Drains & Sewers	80 years
Infrastructure Airport	20 years

AMORTISATION

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

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

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

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

7. INFORMATION ON BORROWINGS

(a) New borrowings - 2022/23

The Shire does not intend to undertake any new borrowings for the year ended 30th June 2023

(b) Unspent borrowings

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

(c) Credit Facilities

	2022/23 Budget	2021/22 Actual	2021/22 Budget
	\$	\$	\$
Undrawn borrowing facilities			
credit standby arrangements			
Bank overdraft limit	1,000,000	1,000,000	1,000,000
Bank overdraft at balance date	0	0	0
Credit card limit	10,000	10,000	5,000
Credit card balance at balance date	(2,500)	0	(2,500)
Total amount of credit unused	1,007,500	1,010,000	1,002,500

Overdraft details	Purpose overdraft was established	Amount b/fwd 1 July 2022	2022/23	
			Budgeted Increase/ (Decrease)	Amount as at 30th June 2023
		\$	\$	\$
Westpac	To provide for short term cash flow if required	1,000,000	0	1,000,000
		1,000,000	0	1,000,000

SIGNIFICANT ACCOUNTING POLICIES

BORROWING COSTS

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

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

7. FINANCIALLY BACKED RESERVES

(a) Financially Backed Reserves - Movement

	2022/23 Budget Opening Balance	2022/23 Budget Transfer to	2022/23 Budget Transfer (from)	2022/23 Budget Closing Balance	2021/22 Actual Opening Balance	2021/22 Actual Transfer to	2021/22 Actual Transfer (from)	2021/22 Actual Closing Balance	2021/22 Budget Opening Balance	2021/22 Budget Transfer to	2021/22 Budget Transfer (from)	2021/22 Budget Closing Balance
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Restricted by legislation	0	0	0	0	0	0	0	0	0	0	0	0
Restricted by council												
(a) Leave reserve	398,160	963	0	399,123	398,160	0	0	398,160	426,622	963	0	427,585
(b) Plant reserve	2,660,383	6,008	(1,885,007)	781,384	2,660,383	0	0	2,660,383	2,660,372	6,008	0	2,666,380
(c) Building Reserve	1,736,012	3,277	(737,556)	1,001,733	1,251,218	681,175	(196,381)	1,736,012	1,451,211	903,277	(100,000)	2,254,488
(d) Shire Water Reserve	322,648	729	0	323,377	322,648	0	0	322,648	322,647	729	0	323,376
(e) Airport Runway Reserve	3,285,102	6,647	(1,100,000)	2,191,749	2,943,192	341,910	0	3,285,102	2,943,179	458,394	(200,000)	3,201,573
(f) Airport Reserve	953,396	2,153	0	955,549	953,396	0	0	953,396	953,393	2,153	0	955,546
(g) Transport Reserve	61,207	138	0	61,345	61,207	0	0	61,207	61,203	138	0	61,341
(h) Infrastructure & Development Reserve	1,017,378	1,846	0	1,019,224	1,017,378	0	0	1,017,378	817,374	1,846	0	819,220
(i) Covid-19 Emergency Response/Cashflow St	214,000	483	0	214,483	214,000	0	0	214,000	214,000	483	0	214,483
(j) Reseals & Rejuvenation Reserve	5,529,218	263,756	0	5,792,974	5,105,618	423,600	0	5,529,218	5,105,599	571,210	0	5,676,809
(k) Interpretive Centre Reserve	1,891,233	4,271	0	1,895,504	1,891,233	0	0	1,891,233	1,891,226	4,271	0	1,895,497
(l) Roads -Second / Final Seals Reserve	1,744,753	3,940	0	1,748,693	1,744,753	0	0	1,744,753	1,744,746	3,940	0	1,748,686
(m) Lloyd'S Revitalisation Reserve	1,571,704	4,014	0	1,575,718	1,571,704	0	0	1,571,704	1,777,598	4,014	0	1,781,612
(n) Industrial Park Reserve	849,846	1,919	0	851,765	849,846	0	0	849,846	849,842	1,919	0	851,761
(o) Swimming Pool Reserve	152,184	344	(150,000)	2,528	152,184	0	0	152,184	152,184	345	(150,000)	2,529
	22,387,224	300,488	(3,872,563)	18,815,149	21,136,920	1,446,685	(196,381)	22,387,224	21,371,196	1,959,690	(450,000)	22,880,886

(b) Financially Backed Reserves - Purposes

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

Reserve name	Anticipated date of use	Purpose of the reserve
(a) Leave reserve	Ongoing	- To used to fund annual and long service leave requirements.
(b) Plant reserve	Ongoing	- To be used for the acquisition of major plant on an ongoing basis.
(c) Building Reserve	Ongoing	- To be used for the future building requirements for Council purposes.
(d) Shire Water Reserve	Ongoing	- To be used for capital water requirements of parks and gardens administered by the Shire.
(e) Airport Runway Reserve	Ongoing	- To be used to fund the future construction requirements of the airport runway.
(f) Airport Reserve	Ongoing	- To be used to fund the capital improvements of the airport infrastructure.
(g) Transport Reserve	Ongoing	- To be used to fund the expansion of the road network that cannot be met by operating income.
(h) Infrastructure & Development Reserve	Ongoing	- To be used to development existing town infrastructure of a commercial or non commercial nature and fund projects deemed by
(i) Covid-19 Emergency Response/Cashflow St	Ongoing	- To be used to provide assistance to local businesses and provision of critical services during the Covid-19 pandemic
(j) Reseals & Rejuvenation Reserve	Ongoing	- To be used to fund reseals and rejuvenation of sealed roads.
(k) Interpretive Centre Reserve	Ongoing	- To be used to acquire and refurbish the Interpretive Centre.
(l) Roads -Second / Final Seals Reserve	Ongoing	- To be used to fund final seals to roads that have previously been primer sealed.
(m) Lloyd'S Revitalisation Reserve	Ongoing	- To be used to fund the renovations and building works as per Meeka Revitalisation plan at Lloyd's building.
(n) Industrial Park Reserve	Ongoing	- To be used to fund the development of a new industrial park within the Shire.
(o) Swimming Pool Reserve	Ongoing	- To be used to fund retiling the swimming pool basins.

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

8. REVENUE RECOGNITION

SIGNIFICANT ACCOUNTING POLICIES

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

Revenue Category	Nature of goods and services	When obligations typically satisfied	Payment terms	Returns/Refunds/Warranties	Determination of transaction price	Allocating transaction price	Measuring obligations for returns	Revenue recognition
Rates	General Rates	Over time	Payment dates adopted by Council during the year	None	Adopted by council annually	When taxable event occurs	Not applicable	When rates notice is issued
Specified area rates	Rates charge for specific defined purpose	Over time	Payment dates adopted by Council during the year	Refund in event monies are unspent	Adopted by council annually	When taxable event occurs	Not applicable	When rates notice is issued
Service charges	Charge for specific service	Over time	Payment dates adopted by Council during the year	Refund in event monies are unspent	Adopted by council annually	When taxable event occurs	Not applicable	When rates notice is issued
Grant contracts with customers	Community events, minor facilities, research, design, planning evaluation and services	Over time	Fixed terms transfer of funds based on agreed milestones and reporting	Contract obligation if project not complete	Set by mutual agreement with the customer	Based on the progress of works to match performance obligations	Returns limited to repayment of transaction price of terms breached	Output method based on project milestones and/or completion date matched to performance obligations as inputs are shared
Grants, subsidies or contributions for the construction of non-financial assets	Construction or acquisition of recognisable non-financial assets to be controlled by the local government	Over time	Fixed terms transfer of funds based on agreed milestones and reporting	Contract obligation if project not complete	Set by mutual agreement with the customer	Based on the progress of works to match performance obligations	Returns limited to repayment of transaction price of terms breached	Output method based on project milestones and/or completion date matched to performance obligations as inputs are shared
Grants with no contractual commitments	General appropriations and contributions with no specific contractual commitments	No obligations	Not applicable	Not applicable	Cash received	On receipt of funds	Not applicable	When assets are controlled
Licences/ Registrations/ Approvals	Building, planning, development and animal management, having the same nature as a licence regardless of naming.	Single point in time	Full payment prior to issue	None	Set by State legislation or limited by legislation to the cost of provision	Based on timing of issue of the associated rights	No refunds	On payment and issue of the licence, registration or approval
Waste management collections	Kerbside collection service	Over time	Payment dates adopted by Council during the year	None	Adopted by council annually	When taxable event occurs	Not applicable	When rates notice is issued
Waste management entry fees	Waste treatment, recycling and disposal service at disposal sites	Single point in time	Payment in advance at gate or on normal trading terms if credit provided	None	Adopted by council annually	Based on timing of entry to facility	Not applicable	On entry to facility
Airport landing charges	Permission to use facilities and runway	Single point in time	Monthly in arrears	None	Adopted by council annually	Applied fully on timing of landing/take-off	Not applicable	On landing/departure event
Fees and charges for other goods and services	Cemetery services, library fees, reinstatements and private works	Single point in time	Payment in full in advance	None	Adopted by council annually	Applied fully based on timing of provision	Not applicable	Output method based on provision of service or completion of works
Sale of stock	Aviation fuel, kiosk and visitor centre stock	Single point in time	In full in advance, on 15 day credit	Refund for faulty goods	Adopted by council annually, set by mutual agreement	Applied fully based on timing of provision	Returns limited to repayment of transaction price	Output method based on goods

10. OTHER INFORMATION

	2022/23 Budget	2021/22 Actual	2021/22 Budget
	\$	\$	\$
The net result includes as revenues			
(a) Interest earnings			
Investments			
- Reserve funds	48,263	41,330	48,263
- Other funds	6,000	593	6,000
Other interest revenue (refer note 1b)	78,540	58,428	78,540
	132,803	100,351	132,803
(a) Other revenue			
Reimbursements and recoveries	247,990	146,187	246,548
Other	101,723	156,199	97,973
	349,713	302,386	344,521
The net result includes as expenses			
(b) Auditors remuneration			
Audit services	45,000	33,825	45,000
	45,000	33,825	45,000
(c) Write offs			
General rate	10,000	873	10,000
Fees and charges	5,000	1,579	5,000
	15,000	2,452	15,000

11. ELECTED MEMBERS REMUNERATION

	2022/23 Budget	2021/22 Actual	2021/22 Budget
	\$	\$	\$
Elected member Cr H Nichols			
President's allowance	20,000	12,500	20,000
Meeting attendance fees	7,457	9,400	6,525
	27,457	21,900	26,525
Elected member Cr M Smith			
Deputy President's allowance	5,000	1,250	0
Meeting attendance fees	7,457	6,950	6,525
	12,457	8,200	6,525
Elected member Cr P Clancey			
Deputy President's allowance	0	1,458	5,000
Meeting attendance fees	0	2,200	6,525
	0	3,658	11,525
Elected member Cr M Hall			
Meeting attendance fees	7,457	6,276	6,525
Travel and accommodation expenses	0	4,257	
	7,457	10,533	6,525
Elected member Cr P Moses			
Meeting attendance fees	0	2,550	6,525
	0	2,550	6,525
Elected member Cr D Hodder			
Meeting attendance fees	7,457	5,850	6,525
	7,457	5,850	6,525
Elected member CR J Holden			
Meeting attendance fees	7,457	4,200	6,525
	7,457	4,200	6,525
Elected member CR B Day			
Meeting attendance fees	7,457	5,213	6,525
Travel and accommodation expenses	0	6,113	
	7,457	11,326	6,525
Elected member Cr M Anderson			
Meeting attendance fees	7,457	1,650	0
	7,457	1,650	0
Elected member Budget for Other Expenses			
Travel and accommodation expenses	16,109	0	16,109
	16,109	0	16,109
Total Elected Member Remuneration	93,309	69,867	93,309
President's allowance	20,000	12,500	20,000
Deputy President's allowance	5,000	2,708	5,000
Meeting attendance fees	52,200	44,289	52,200
Travel and accommodation expenses	16,109	10,370	16,109
	93,309	69,867	93,309

12. TRADING UNDERTAKINGS

AIR BP

(a) Details

The Shire acts as an agent for Air BP providing aviation fuel to customers at the airport. Council provides the service to ensure the ongoing viability of regular public transport flights to Meekatharra. The figures below are included in the Shire's Financial Statements.

(b) Statement of Comprehensive Income

	2021/22 Actual	2022/23 Budget	2023/24 Forecast	2024/25 Forecast	2025/26 Forecast	2026/27 Forecast	2027/28 Forecast
	\$	\$	\$	\$	\$	\$	\$
Revenue							
Fuel Sales and Retainer	176,928	135,000	138,375	141,834	145,380	149,015	152,740
	176,928	135,000	138,375	141,834	145,380	149,015	152,740
Expenditure							
Fuel Costs and Contract expenses	(171,793)	(149,911)	(153,659)	(157,500)	(161,438)	(165,474)	(169,610)
	(171,793)	(149,911)	(153,659)	(157,500)	(161,438)	(165,474)	(169,610)
NET RESULT	5,135	(14,911)	(15,284)	(15,666)	(16,057)	(16,459)	(16,870)
TOTAL COMPREHENSIVE INCOME	5,135	(14,911)	(15,284)	(15,666)	(16,057)	(16,459)	(16,870)

14. FEES AND CHARGES

	2022/23 Budget	2021/22 Actual	2021/22 Budget
	\$	\$	\$
By Program:			
General purpose funding	14,600	10,884	14,600
Law, order, public safety	4,000	4,989	4,000
Health	5,831	10,820	5,831
Education and welfare	0	1,000	0
Housing	25,000	25,656	25,000
Community amenities	138,426	116,032	138,426
Recreation and culture	69,495	52,147	75,452
Transport	979,620	1,105,095	979,620
Economic services	52,120	45,398	52,120
Other property and services	10,400	11,717	10,400
	1,299,492	1,383,738	1,305,450

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