

***Shire of Sandstone***  
***2022/2023 Annual Budget***



***Adopted by Council: 25<sup>th</sup> August 2022***

# SHIRE OF SANDSTONE

## ANNUAL BUDGET

### FOR THE YEAR ENDED 30 JUNE 2023

#### LOCAL GOVERNMENT ACT 1995

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#### **SHIRE'S VISION**

*A welcoming and friendly community recognising our rich heritage and embracing economic opportunity, whilst nurturing our natural and built environment*

**SHIRE OF SANDSTONE**  
**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
		\$	\$	\$
<b>Revenue</b>				
Rates	2(a)	1,325,084	1,189,230	1,171,245
Operating grants, subsidies and contributions	10	687,254	2,869,958	1,181,902
Fees and charges	16	402,015	560,955	489,571
Interest earnings	11(a)	56,638	19,815	36,000
Other revenue	11(a)	668,200	781,388	601,850
		3,139,191	5,421,346	3,480,568
<b>Expenses</b>				
Employee costs		(1,147,042)	(1,228,729)	(1,261,417)
Materials and contracts		(2,132,377)	(1,641,225)	(2,022,731)
Utility charges		(149,950)	(137,434)	(129,122)
Depreciation on non-current assets	6	(1,614,835)	(1,616,094)	(2,021,799)
Insurance expenses		(151,817)	(122,341)	(190,684)
Other expenditure		(114,875)	(109,684)	(97,911)
		(5,310,896)	(4,855,507)	(5,723,664)
		(2,171,705)	565,839	(2,243,096)
Non-operating grants, subsidies and contributions	10	1,285,572	685,900	795,174
Profit on asset disposals	5(b)	362,821	46,401	51,985
Loss on asset disposals	5(b)	(2,926)	0	(20,685)
		1,645,467	732,301	826,474
<b>Net result for the period</b>		<b>(526,238)</b>	<b>1,298,140</b>	<b>(1,416,622)</b>
<b>Other comprehensive income</b>				
<i>Items that will not be reclassified subsequently to profit or loss</i>				
Changes in asset revaluation surplus		0	40,843,962	0
<b>Total other comprehensive income for the period</b>		<b>0</b>	<b>40,843,962</b>	<b>0</b>
<b>Total comprehensive income for the period</b>		<b>(526,238)</b>	<b>42,142,102</b>	<b>(1,416,622)</b>

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

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

	NOTE	2022/23 Budget	2021/22 Actual	2021/22 Budget
		\$	\$	\$
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
<b>Receipts</b>				
Rates		1,325,084	1,192,937	1,171,245
Operating grants, subsidies and contributions		184,566	3,227,156	1,181,902
Fees and charges		402,015	560,955	489,571
Interest received		56,638	19,815	36,000
Goods and services tax received		0	(7,214)	0
Other revenue		668,200	781,388	601,850
		2,636,503	5,775,037	3,480,568
<b>Payments</b>				
Employee costs		(398,732)	(644,124)	(1,261,417)
Materials and contracts		(2,880,688)	(2,153,567)	(2,646,488)
Utility charges		(149,950)	(137,434)	(129,122)
Insurance paid		(151,817)	(122,341)	(190,684)
Other expenditure		(114,875)	(109,684)	(97,911)
		(3,696,062)	(3,167,150)	(4,325,622)
<b>Net cash provided by (used in) operating activities</b>	4	(1,059,559)	2,607,887	(845,054)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Payments for purchase of property, plant & equipment	5(a)	(2,742,000)	(830,157)	(1,071,860)
Payments for construction of infrastructure	5(a)	(1,717,162)	(1,261,613)	(1,372,252)
Non-operating grants, subsidies and contributions		1,285,572	685,900	795,174
Proceeds from sale of property, plant and equipment	5(b)	472,000	152,823	215,550
<b>Net cash provided by (used in) investing activities</b>		(2,701,590)	(1,253,047)	(1,433,388)
<b>Net increase (decrease) in cash held</b>		(3,761,149)	1,354,840	(2,278,442)
Cash at beginning of year		8,136,204	6,781,364	1,759,732
<b>Cash and cash equivalents at the end of the year</b>	4	<b>4,375,055</b>	<b>8,136,204</b>	<b>(518,710)</b>

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

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

	NOTE	2022/23 Budget \$	2021/22 Actual \$	2021/22 Budget \$
<b>OPERATING ACTIVITIES</b>				
<b>Net current assets at start of financial year - surplus/(deficit)</b>	3	2,604,072	1,551,881	1,555,881
		2,604,072	1,551,881	1,555,881
<b>Revenue from operating activities (excluding rates)</b>				
Operating grants, subsidies and contributions	10	687,254	2,869,958	1,181,902
Fees and charges	16	402,015	560,955	489,571
Interest earnings	11(a)	56,638	19,815	36,000
Other revenue	11(a)	668,200	781,388	601,850
Profit on asset disposals	5(b)	362,821	46,401	51,985
		2,176,928	4,278,517	2,361,308
<b>Expenditure from operating activities</b>				
Employee costs		(398,732)	(657,043)	(637,660)
Materials and contracts		(2,880,688)	(2,205,698)	(2,646,488)
Utility charges		(149,950)	(137,434)	(129,122)
Depreciation on non-current assets	6	(1,614,835)	(1,616,094)	(2,021,799)
Insurance expenses		(151,817)	(122,341)	(190,684)
Other expenditure		(114,875)	(109,684)	(97,911)
Loss on asset disposals	5(b)	(2,926)	0	(20,685)
		(5,313,823)	(4,848,294)	(5,744,349)
Non-cash amounts excluded from operating activities	3(b)	1,254,940	1,597,642	1,893,755
<b>Amount attributable to operating activities</b>		722,117	2,579,746	66,595
<b>INVESTING ACTIVITIES</b>				
Non-operating grants, subsidies and contributions	10	1,285,572	685,900	795,174
Payments for property, plant and equipment	5(a)	(2,742,000)	(830,157)	(1,071,860)
Payments for construction of infrastructure	5(a)	(1,717,162)	(1,261,613)	(1,372,252)
Proceeds from disposal of assets	5(b)	472,000	152,823	215,550
<b>Amount attributable to investing activities</b>		(2,701,590)	(1,253,047)	(1,433,388)
Non-cash amounts excluded from investing activities	3(c)	23,940	0	0
<b>Amount attributable to investing activities</b>		(2,677,650)	(1,253,047)	(1,433,388)
<b>FINANCING ACTIVITIES</b>				
Transfers to cash backed reserves (restricted assets)	8(a)	(504,552)	(482,326)	(489,696)
Transfers from cash backed reserves (restricted assets)	8(a)	1,135,000	570,469	500,000
<b>Amount attributable to financing activities</b>		630,448	88,143	10,304
<b>Budgeted deficiency before general rates</b>		(1,325,085)	1,414,842	(1,356,489)
<b>Estimated amount to be raised from general rates</b>	2(a)	1,325,085	1,189,230	1,171,245
<b>Net current assets at end of financial year - surplus/(deficit)</b>	3	0	2,604,072	(185,244)

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

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**SHIRE OF SANDSTONE**  
**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 Sandstone 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 15 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 SANDSTONE**  
**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

#### Governance

To provide a decision making process for the efficient allocation of resources

#### General purpose funding

To collect revenue to allow for the provision of services

#### Law, order, public safety

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

#### Health

To provide an operational framework for environmental and community health

#### Education and welfare

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

#### Housing

To provide and maintain elderly residence housing

#### Community amenities

To provide services required by the community.

#### Recreation and culture

To Establish and effectively manage infrastructure and resources which will help with social well being of the community

#### Transport

To provide safe, efficient transport services to the community

#### Economic services

To help promote the Shire and its economic wellbeing

#### Other property and services

### ACTIVITIES

Includes the activity of members, council and administrative support available to the council for the provision of governance of the district. Other cost relate to the task of assisting elected members and ratepayers on matters which do not concern specific council services

Rates, General purpose government grants and interest revenue.

Supervision and enforcement of various local laws relating to fire prevention, animal control and other aspect of public safety including emergency services.

Inspection of food outlets and their control, provisio of meat inspection services, noise control and waste disposal compliance.

Maintenance of child minding centres, playgroup centre, senior citizens centre and aged care centres. Provision and maintenance of home and community care programs and youth services.

Provision and maintenance of elderly residential housing.

Rubbish collection services, operatio of landfill disposal sites, litter control, construction and maintenance of urban stormwater drains, protection of the environment and administration of town planning scheme, cemetery and public conveniences.

Maintenance of public halls, civic centres, aquatic centres, beaches, recreation centres and various sporting facilities. Provision and maintenance of parks, gardens and playgroyns. Operation of Library, museum and cultral facilities.

Contruction and Maintenance of roads, streets, footpaths, depots, cycleways, parking facilities and traffic control. Cleaning of street and maintenance of street trees, street lighting etc.

Tourism and area promotion including maintenance and operation of a caravan park. Provision of rural services including weed control, vermin, standpipe and building control.

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

To monitor and control the Shire's overheads  
operating accounts

Private Works, Plant repairs and operation costs and  
engineering operation costs and administration costs

SHIRE OF SANDSTONE  
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
		\$		\$	\$	\$	\$	\$	\$	\$
<b>(i) Differential general rates or general rates</b>										
Townsite		0.06740	34	252,800	17,040			17,040	14,403	14,546
Transient Workers Facilities		0.38125	4	66,300	25,277			25,277	26,788	26,788
Pastoral		0.06240	19	685,741	42,792			42,792	36,016	42,393
Mining		0.27563	174	4,456,381	1,228,326	5,000		1,233,326	1,102,594	1,076,943
<b>Sub-Total</b>			231	5,461,222	1,313,435	5,000	0	1,318,435	1,179,801	1,160,670
<b>Minimum</b>										
<b>Minimum payment</b>		\$								
Townsite		200	34		6,800			6,800	6,800	7,000
Transient Workers Facilities		200	0		0			0	0	0
Pastoral		355	6		2,130			2,130	2,070	2,070
Mining		355	64		22,720			22,720	20,010	20,355
<b>Sub-Total</b>			104	0	31,650	0	0	31,650	28,880	29,425
			335	5,461,222	1,345,085	5,000	0	1,350,085	1,208,681	1,190,095
Discounts on general rates (Refer note 2(e))								(25,000)	(18,749)	(18,750)
Concessions on general rates (Refer note 2(f))								0	(702)	(100)
<b>Total amount raised from general rates</b>								1,325,085	1,189,230	1,171,245
<b>(ii) Specified area and ex gratia rates</b>										
<b>Total specified area and ex gratia rates</b>								0	0	0
<b>Total rates</b>								1,325,085	1,189,230	1,171,245

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

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.

<b>Instalment options</b>	<b>Date due</b>	<b>Instalment plan admin charge</b>	<b>Instalment plan interest rate</b>	<b>Unpaid rates interest rates</b>
		\$	%	%
<b>Option one</b>				
Single full payment		0	0.0%	7.0%
<b>Option two</b>				
First instalment		0	0.0%	7.0%
Second instalment		10	3.0%	7.0%
<b>Option three</b>				
First instalment		0	0.0%	7.0%
Second instalment		10	3.0%	7.0%
Third instalment		10	3.0%	7.0%
Fourth instalment		10	3.0%	7.0%

	<b>2022/23 Budget revenue</b>	<b>2021/22 Actual revenue</b>	<b>2021/22 Budget revenue</b>
	\$	\$	\$
Instalment plan admin charge revenue	2,800	2,760	3,200
Instalment plan interest earned	2,500	2,332	4,500
Unpaid rates and service charge interest earned	2,500	2,683	4,000
	<b>7,800</b>	<b>7,775</b>	<b>11,700</b>

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

**2. RATES AND SERVICE CHARGES (CONTINUED)**

**(c) Specified Area Rate**

The Shire did not raise Specified Area

**(d) Service Charges**

The Shire did not raise Service Charges

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

**2. RATES AND SERVICE CHARGES (CONTINUED)**

**(e) Early payment discounts**

Rate, fee or charge to which discount is granted	Note	Discount %	Discount (\$)	2022/23 Budget	2021/22 Actual	2021/22 Budget	Circumstances in which discount is granted
Discount on Early Payment		3.5%		\$ 25,000	\$ 18,749	\$ 18,750	Payment in full received by due date (14 days after issue date)
				25,000	18,749	18,750	

**(f) Waivers or concessions**

Rate, fee or charge to which the waiver or concession is granted	Note	Type	Discount %	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
Rates Written off by Council		Concession			\$ 0	\$ 702	\$ 100		
					0	702	100		

SHIRE OF SANDSTONE  
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
		\$	\$	\$
<b>(a) Composition of estimated net current assets</b>				
<b>Current assets</b>				
Cash and cash equivalents - unrestricted	4	72,014	2,700,027	552,272
Cash and cash equivalents - restricted	4	4,303,041	5,436,177	4,786,632
Receivables		98,484	98,484	48,101
Inventories		305,705	305,705	134,964
		4,779,244	8,540,393	5,521,969
<b>Less: current liabilities</b>				
Trade and other payables		(476,204)	(476,204)	(263,410)
Contract liabilities		0	(502,688)	(98,614)
Employee provisions		(120,684)	(120,684)	(110,775)
		(596,888)	(1,099,576)	(472,799)
<b>Net current assets</b>		4,182,356	7,440,817	5,049,170
<b>Less: Total adjustments to net current assets</b>	3.(d)	(4,182,357)	(4,836,745)	(5,011,328)
<b>Net current assets used in the Rate Setting Statement</b>		0	2,604,072	37,842

3. NET CURRENT ASSETS (CONTINUED)

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

Items excluded from calculation of budgeted deficiency

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

(b) Non-cash amounts excluded from operating activities

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

	Note	2022/23 Budget 30 June 2023	2021/22 Actual 30 June 2022	2021/22 Budget 30 June 2022
		\$	\$	\$
<b>Adjustments to operating activities</b>				
Less: Profit on asset disposals	5(b)	(362,821)	(46,401)	(51,985)
Add: Loss on disposal of assets	5(b)	2,926	0	20,685
Add: Depreciation on assets	6	1,614,835	1,616,094	2,021,799
Movement in non-current employee provisions		0	27,949	(96,744)
<b>Non cash amounts excluded from operating activities</b>		1,254,940	1,597,642	1,893,755

(c) Non-cash amounts excluded from investing activities

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

Adjustments to investing activities

Movement in current other provision associated with restricted cash

		23,940		
<b>Non cash amounts excluded from investing activities</b>		23,940	0	0

(d) 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.

**SHIRE OF SANDSTONE****NOTES TO AND FORMING PART OF THE BUDGET****FOR THE YEAR ENDED 30 JUNE 2023****Adjustments to net current assets**

Less: Cash - restricted reserves

8 (4,303,041) (4,933,489) (5,011,328)

Add: Current liabilities not expected to be cleared at end of year

- Current portion of other provisions held in reserve

120,684 96,744

**Total adjustments to net current assets**

(4,182,357) (4,836,745) (5,011,328)

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

**3 (e) 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 Sandstone 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 Sandstone contributes to a number of superannuation funds on behalf of employees.

All funds to which the Shire of Sandstone 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.



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

**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	(558,435)	3,202,714	3,202,714
Term deposits	4,933,490	4,933,490	4,933,490
<b>Total cash and cash equivalents</b>	<b>4,375,055</b>	<b>8,136,204</b>	<b>8,136,204</b>
Held as			
- Unrestricted cash and cash equivalents	3(a) 72,014	2,700,027	3,124,876
- Restricted cash and cash equivalents	3(a) 4,303,041	5,436,177	5,011,328
	<b>4,375,055</b>	<b>8,136,204</b>	<b>8,136,204</b>
<b>Restrictions</b>			
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	4,303,041	5,436,177	5,011,328
	<b>4,303,041</b>	<b>5,436,177</b>	<b>5,011,328</b>
The restricted assets are a result of the following specific purposes to which the assets may be used:			
Financially backed reserves	8 4,303,041	4,933,489	5,011,328
Contract liabilities	0	502,688	
	<b>4,303,041</b>	<b>5,436,177</b>	<b>5,011,328</b>
<b>Reconciliation of net cash provided by operating activities to net result</b>			
<b>Net result</b>	<b>(526,239)</b>	<b>1,305,353</b>	<b>(1,416,622)</b>
Depreciation	6 1,614,835	1,616,094	2,021,799
(Profit)/loss on sale of asset	5(b) (359,895)	(46,401)	(31,300)
Share of profit or (loss) of associates accounted for using the equity method	0	0	0
(Increase)/decrease in receivables	0	(50,383)	
(Increase)/decrease in inventories	0	(170,741)	
Increase/(decrease) in payables	0	197,933	
Increase/(decrease) in contract liabilities	(502,688)	404,074	
Increase/(decrease) in employee provisions	0	37,858	
Non-operating grants, subsidies and contributions	(1,285,572)	(685,900)	(795,174)
<b>Net cash from operating activities</b>	<b>(1,059,559)</b>	<b>2,607,887</b>	<b>(221,297)</b>

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

5. FIXED ASSETS

09 10 11 12 13 14

(a) Acquisition of Assets

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

Reporting program

Asset class	Reporting program						2022/23	2021/22	2021/22
	Housing	Community amenities	Recreation and culture	Transport	Economic services	Other property and services	Budget total	Actual total	Budget total
	\$	\$	\$	\$	\$	\$	\$	\$	\$
<b><i>Property, Plant and Equipment</i></b>									
Buildings - specialised	800,000	0	175,000		700,000		1,675,000	288,590	345,417
Furniture and equipment	0	0	0	32,000	0		32,000	0	0
Plant and equipment	0	0	0	860,000	10,000	165,000	1,035,000	541,567	726,443
	800,000	0	175,000	892,000	710,000	165,000	2,742,000	830,157	1,071,860
<b><i>Infrastructure</i></b>									
Infrastructure - roads				1,605,162			1,605,162	1,169,616	1,238,252
Infrastructure - footpaths				65,000			65,000	0	0
Infrastructure - parks and ovals			39,500				39,500	54,897	74,000
Infrastructure - Others		7,500					7,500	37,099	60,000
	0	7,500	39,500	1,670,162	0	0	1,717,162	1,261,613	1,372,252
<b>Total acquisitions</b>	800,000	7,500	214,500	2,562,162	710,000	165,000	4,459,162	2,091,770	2,444,112

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

**SIGNIFICANT ACCOUNTING POLICIES**

**RECOGNITION OF ASSETS**

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

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

SHIRE OF SANDSTONE  
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
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
<b>By Program</b>												
Housing		0	0	0	51,303	65,550	14,247	0	51,303	65,550	14,247	0
Transport	62,926	377,000	317,000	(2,926)	35,119	67,273	32,154	0	60,189	75,000	35,496	(20,685)
Other property and services	49,179	95,000	45,821	0	20,000	20,000	0	0	72,758	75,000	2,242	0
	112,105	472,000	362,821	(2,926)	106,422	152,823	46,401	0	184,250	215,550	51,985	(20,685)
<b>By Class</b>												
<i>Property, Plant and Equipment</i>												
Land - freehold land		0			20,000	20,000	0		20,000	20,000	0	
Buildings - specialised		0			51,303	65,550	14,247		51,303	65,550	14,247	
Plant and equipment	112,105	472,000	362,821	(2,926)	35,119	67,273	32,154		112,947	130,000	37,738	(20,685)
	112,105	472,000	362,821	(2,926)	106,422	152,823	46,401	0	184,250	215,550	51,985	(20,685)

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

- Staff housing program
- 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

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

### By Class

Buildings - non-specialised
Furniture and equipment
Plant and equipment
Infrastructure - roads
Infrastructure - footpaths
Infrastructure - parks and ovals
Infrastructure - Others
Other infrastructure - Airport

2022/23 Budget	2021/22 Actual	2021/22 Budget
\$	\$	\$
2,835	2,836	2,838
83,840	83,595	85,497
1,170	1,168	1,180
154,735	155,088	154,103
649,655	649,640	1,066,329
101,500	100,311	106,965
621,100	623,456	604,887
1,614,835	1,616,094	2,021,799
357,815	279,840	361,116
3,325	8,082	4,120
588,950	582,218	576,325
556,560	556,554	973,029
3,770	3,770	3,846
41,100	120,329	39,993
31,725	33,712	31,752
31,590	31,589	31,618
1,614,835	1,616,094	2,021,799

## SIGNIFICANT ACCOUNTING POLICIES

### DEPRECIATION

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

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

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

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

Buildings - non-specialised	30 to 50 years
Furniture and equipment	4 to 10 years
Plant and equipment	5 to 15 years
Infrastructure - roads	20 to 80 years
Infrastructure - footpaths	20 years
Infrastructure - parks and ovals	10 to 60 Years
Infrastructure - Others	40 Years
Other infrastructure - Airport	

### 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 SANDSTONE**  
**NOTES TO AND FORMING PART OF THE BUDGET**  
**FOR THE YEAR ENDED 30 JUNE 2023**

**7. INFORMATION ON BORROWINGS**

**(a) Borrowing repayments**

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

The Shire has not budgeted to have any borrowings for the year ended 30th June 2023 and did not have or budget to have any borrowings for the year ended 30th June 2022

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

**7. INFORMATION ON BORROWINGS**

**(b) New borrowings - 2022/23**

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

**(c) Unspent borrowings**

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

**(d) Credit Facilities**

	<b>2022/23 Budget</b>	<b>2021/22 Actual</b>	<b>2021/22 Budget</b>
	\$	\$	\$
<b>Undrawn borrowing facilities credit standby arrangements</b>			
Bank overdraft limit			
Bank overdraft at balance date			
Credit card limit	20,000		20,000
Credit card balance at balance date			
<b>Total amount of credit unused</b>	<b>20,000</b>	<b>0</b>	<b>20,000</b>

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

8. FINANCIALLY BACKED RESERVES

(a) Financially Backed Reserves - Movement

	2022/23 Budget Opening Balance	2022/23 Budget Transfer to	2022/23 Budget Transfer (from)	2022/23 Budget Closing Balance	2021/22 Actual Opening Balance	2021/22 Actual Transfer to	2021/22 Actual Transfer (from)	2021/22 Actual Closing Balance	2021/22 Budget Opening Balance	2021/22 Budget Transfer to	2021/22 Budget Transfer (from)	2021/22 Budget Closing Balance
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
<b>Restricted by legislation</b>	0	0	0	0	0	0	0	0	0	0	0	0
<b>Restricted by council</b>												
(a) Employee Entitlement Reserve	246,086	2,460		248,546	225,506	20,580		246,086	225,506	20,909		246,415
(b) Plant Replacement Reserve	990,990	259,908	(635,000)	615,898	1,172,130	202,965	(384,105)	990,990	1,172,130	204,724	(500,000)	876,854
(c) Buildings Reserve	1,410,762	14,104	(300,000)	1,124,866	1,407,331	3,431		1,410,762	1,407,331	5,445		1,412,776
(d) Airport Reserve	296,249	2,962		299,211	295,512	737		296,249	295,512	1,190		296,702
(e) Road & Flood Damage Reserve	691,644	6,915		698,559	689,923	1,721		691,644	689,923	2,778		692,701
(f) ICT Reserve	98,608	50,986		149,594	48,463	50,145		98,608	48,463	50,195		98,658
(g) Refuse Disposal Reserve	41,778	418		42,196	41,674	104		41,778	41,674	168		41,842
(h) Housing Reserve	523,597	5,235	(200,000)	328,832	322,995	200,602		523,597	322,995	200,997		523,992
(i) Community Development Reserve	633,775	161,564		795,339	818,098	2,041	(186,364)	633,775	818,098	3,290		821,388
	4,933,489	504,552	(1,135,000)	4,303,041	5,021,632	482,326	(570,469)	4,933,489	5,021,632	489,696	(500,000)	5,011,328
	4,933,489	504,552	(1,135,000)	4,303,041	5,021,632	482,326	(570,469)	4,933,489	5,021,632	489,696	(500,000)	5,011,328

(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) Employee Entitlement Reserve	On Going	To fund annual and long service leave requirements
(b) Plant Replacement Reserve		To fund the purchase of plant
(c) Buildings Reserve		To fund construction & maintenance of council buildings
(d) Airport Reserve		To fund upgrades to the Sandstone Airport
(e) Road & Flood Damage Reserve		To fund Road infrastructure and rehabilitation o borrow pits and flood damage
(f) ICT Reserve		To fund maintenance and replacement of computer equipment
(g) Refuse Disposal Reserve		To fund the development of the landfill site
(h) Housing Reserve		To fund maintenance & replacement of council employee housing requirements
(i) Community Development Reserve		To fund projects that benefit the community as determined from time to time

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

**9. REVENUE RECOGNITION**

**SIGNIFICANT ACCOUNTING POLICIES**

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

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



## 10. PROGRAM INFORMATION

Income and expenses	2022/23 Budget	2021/22 Actual	2021/22 Budget
<b>Income excluding grants, subsidies and contributions</b>	\$	\$	\$
General purpose funding	1,389,522	1,212,190	1,212,445
Law, order, public safety	150	160	550
Housing	0	14,407	14,247
Community amenities	10,065	14,299	15,180
Recreation and culture	185,500	184,901	155,641
Transport	317,000	32,154	35,496
Economic services	790,200	823,303	790,850
Other property and services	122,321	316,375	126,242
	2,814,758	2,597,789	2,350,651
<b>Operating grants, subsidies and contributions</b>			
General purpose funding	525,120	2,738,274	1,050,237
Law, order, public safety	10,000	12,389	11,970
Transport	127,134	119,385	119,445
Economic services	25,000	(999)	0
Other property and services	0	909	250
	687,254	2,869,958	1,181,902
<b>Non-operating grants, subsidies and contributions</b>			
Recreation and culture	20,000	71,331	85,731
Transport	578,667	587,286	585,000
Economic services	686,905	27,283	124,443
	1,285,572	685,900	795,174
<b>Total Income</b>	4,787,584	6,153,647	4,327,727
<b>Expenses</b>			
Governance	(318,788)	(223,100)	(303,342)
General purpose funding	(158,579)	(150,783)	(151,768)
Law, order, public safety	(191,665)	(149,617)	(165,117)
Health	(43,744)	(31,617)	(41,427)
Housing	(1)	(230)	0
Community amenities	(186,976)	(170,550)	(188,742)
Recreation and culture	(646,976)	(446,212)	(543,932)
Transport	(2,031,700)	(2,079,026)	(2,551,943)
Economic services	(1,395,394)	(1,325,744)	(1,398,484)
Other property and services	(340,000)	(271,415)	(399,594)
<b>Total expenses</b>	(5,313,823)	(4,848,294)	(5,744,349)
<b>Net result for the period</b>	(526,239)	1,305,353	(1,416,622)

## 11. OTHER INFORMATION

	2022/23 Budget	2021/22 Actual	2021/22 Budget
	\$	\$	\$
<b>The net result includes as revenues</b>			
<b>(a) Interest earnings</b>			
Investments			
- Reserve funds	49,138	12,625	20,000
- Other funds	2,500	2,175	7,500
Other interest revenue (refer note 1b)	5,000	5,015	8,500
	56,638	19,815	36,000
* The Shire has resolved to charge interest under section 6.13 for the late payment of any amount of money at 5%.			
<b>(a) Other revenue</b>			
Reimbursements and recoveries	668,200	781,388	601,850
	668,200	781,388	601,850
<b>The net result includes as expenses</b>			
<b>(b) Auditors remuneration</b>			
Audit services	50,000	41,600	45,000
	50,000	41,600	45,000

## 12. ELECTED MEMBERS REMUNERATION

	2022/23 Budget	2021/22 Actual	2021/22 Budget
	\$	\$	\$
<b>Elected member Walton</b>			
President's allowance	3,500	3,500	
Meeting attendance fees	4,625	5,400	4,625
Annual allowance for ICT expenses	500	500	500
	8,625	9,400	5,125
<b>Elected member Hodshon</b>			
Deputy President's allowance	875	875	
Meeting attendance fees	2,425	2,225	2,425
Annual allowance for ICT expenses	500	500	500
Travel and accommodation expenses	1,200	1,021	2,500
	5,000	4,621	5,425
<b>Elected member Lefroy</b>			
Meeting attendance fees	2,425	2,625	2,425
Annual allowance for ICT expenses	500	500	500
Travel and accommodation expenses	2,500	2,100	2,500
	5,425	5,225	5,425
<b>Elected member McQuie</b>			
Meeting attendance fees	2,425	1,675	2,425
Annual allowance for ICT expenses	500	500	500
Travel and accommodation expenses	2,500	1,497	2,500
	5,425	3,672	5,425
<b>Elected member Key</b>			
Meeting attendance fees	0	1,750	2,425
Annual allowance for ICT expenses	0	458	500
Travel and accommodation expenses	0	1,337	2,500
	0	3,545	5,425
<b>Elected member Allison</b>			
Meeting attendance fees	2,425	1,350	1,550
Annual allowance for ICT expenses	500	291	375
	2,925	1,641	1,925
<b>Elected member May</b>			
Meeting attendance fees	0	875	875
Annual allowance for ICT expenses	0	125	125
	0	1,000	1,000
<b>Elected member New</b>			
Meeting attendance fees	2,425		
Annual allowance for ICT expenses	500		
Travel and accommodation expenses	1,300		
	4,225	0	0
<b>Total Elected Member Remuneration</b>	31,625	29,104	29,750
President's allowance	3,500	3,500	0
Deputy President's allowance	875	875	0
Meeting attendance fees	16,750	15,900	16,750
Annual allowance for ICT expenses	3,000	2,874	3,000
Travel and accommodation expenses	7,500	5,955	10,000
	31,625	29,104	29,750

**13. MAJOR LAND TRANSACTIONS**

Council does not anticipate any Major Land Transaction this financial Year