

ANNUAL BUDGET 2024-2025



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1. PRESIDENT'S INTRODUCTION

On behalf of the Council of the Shire of Quairading, I am pleased to present our Budget 2024-2025.

The Shire's 2024-2025 budget continues Council on our journey to a stronger, more connected and technologically progressive community. This continued direction positions the Shire well for a high-level strategic approach to delivering quality assets and infrastructure, increasing investment into our Shire and attracting residents and visitors to our community.

Council have carefully considered a range of factors when developing this year's budget, including levels of service delivery to our community, road maintenance and renewal requirements, cost of living pressures, liveability investments and the cost burden on ratepayers.

The cost-of-living pressures have been front of mind for Council when considering this budget. Amid that context, Council have increased rates by 6% for residential, commercial/industrial and agricultural properties.

Council acknowledge that daily costs are becoming more expensive, and we are proud to be doing what we can to reduce the cost-of-living pressures for people living and owning a property in the Shire of Quairading.

Council has invested substantially in capital projects over recent years and the facelift of our community infrastructure is evident. The Shire's focus remains on our road maintenance and renewal program and on investments that build on Quairading's liveability and amenity, making the town a great place to live, work and visit.

This work does not stop – this year's budget includes a \$4.6 million capital works program.

Jo Haythornthwaite
President, Shire of Quairading

2. CHIEF EXECUTIVE OFFICER'S SUMMARY

The Shire of Quairading is pleased to deliver a budget that will underpin our continued success in lifting liveability and amenity in Quairading, while providing important services to our community.

Council is investing in projects that make a difference to our community. Our investment in capital projects continues our steadfast commitment to creating a thriving, resilient and inclusive future for our diverse community.

The Shire of Quairading is responsible for approximately 650km of unsealed roads and 288km of sealed roads. In conjunction with our Roads Asset Management Plan, Council will deliver roading, drainage and footpath upgrades across the Shire of Quairading to the value of nearly \$2 million. To achieve this, Council will invest more than \$1 million in plant and equipment.

The Shire of Quairading will support the Quairading Sports & Recreation Precinct Working Group to develop and seek additional funding providing much-needed sporting amenity for our community.

The REED Childcare Centre will be refurbished, improving the functionality of the centre, and improving the childcare service offering in Quairading.

The Shire of Quairading will invest more than \$30,000 for landscaping and trees for Parker House and surrounds to green our community.

Council has committed to developing a sustainable future for the town with improved social and economic outcomes for its residents. Council will support the development of the Light Industrial Area – Stage 2 Lots, together with 12 residential Lots in Cuneata Rise, driving economic growth for the town.

To deliver the above, the Shire of Quairading continues to attract and retain great staff that make it possible to achieve our goals. I look forward to continued success in the coming financial year.

Natalie Ness

Chief Executive Officer

3. BUDGET SNAPSHOT

How rates are calculated

Council has determined that the overall increase in Rates Revenue for 2024/25 will be 6%.

Council rates are calculated through three steps:

1. By working out the **total cost** of essential services and the operating requirements of the Shire
Then deducting the **non-rate revenue** to be received (grants, fees, etc.)
To equal the **rates revenue required** to be raised to meet the deficit
2. By using the **rates revenue required** to be raised
Dividing this by the combined **values** of properties and land as determined by the Valuer General
To equal the **rates in the dollar** for GRV (gross rental value) and UV (unimproved value)
3. By using the **rate in the dollar**
Multiplying this by your property's GRV or UV
To equal **your rates for the year**

Gross Rental Value: The Gross rental value (GRV) is set by the Valuer General and represents the annual rental income that a property might reasonably be expected to earn if it was rented out. The GRV of a property is affected by factors like the age of a house, the number of bedrooms and bathrooms, whether it has a pool or garage, and location. This means that your GRV may be different from your neighbour.

The Valuer General reassesses GRVs every three years. This was not a revaluation year.

Unimproved Value: The Unimproved value (UV) is set by the Valuer General and represents the value of land only. It does not include the value of your home, other structures or improvements. For land within the metropolitan area and within regional townsites the UV does include merged improvements such as drainage, levelling and filling.

Landgate conducts UV land valuations annually, using a date of valuation of 1 August from the previous year.

Explanation of changes to the UV and GRV rate in the dollar

This year both the GRV and UV Valuations were completed with the Date of Valuation being 1st August 2023 however coming into force on 1 July 2024. The following GRV Valuation changes occurred;

- Residential: 339 properties with a median change of 22.31%
- Commercial: 11 properties with a median change of – 22.06%
- Industrial: 12 properties with a median change of 0.91%
- Vacant Land: 70 properties with a median change of – 30.93%
- Miscellaneous: 3 properties with a median change of 2%

The overall change in GRV valuations was an increase of 16.15% based on 435 properties.

This year the valuation for UV properties has increased overall by 28.59% and in order to achieve a 6% overall increase in rates, the UV rate in the dollar was reduced by 29.88%.

As the GRV valuations increased, a decrease of 4.55% to the GRV rate in the dollar was applied.

This ensures an equitable approach to rates revenue, afforded to all properties, regardless of the type (UV or GRV). A revaluation is likely to impact on properties in a different way and Local Governments across WA are unable to alter this due to the requirement to use Landgate valuations. It may be that for some UV properties this year, their actual rates reduce, some may be similar to last year and some may increase.

In consideration of both the increase to the GRV rate in the dollar and the increase to the UV rate in the dollar, the minimum rate was increased by 11.17% to ensure that all ratepayers make a reasonable contribution to the cost of local government services and facilities.

| Rate Type | 2023/24 Rate in Dollar | 2024/25 Rate in Dollar | Variance % |
|-------------------|------------------------|------------------------|------------|
| GRV – Residential | 0.14478 | 0.13819 | - 4.55% |

| | | | |
|------------------|---------|---------|----------|
| GRV – Industrial | 0.14478 | 0.13819 | - 4.55% |
| GRV – Commercial | 0.14478 | 0.13819 | - 4.55% |
| UV – Rural | 0.00974 | 0.00682 | - 29.98% |
| Minimum Payment | \$680 | \$756 | 11.17% |

Summary of Revenue and Expenditure

Funding for the budget comes predominantly from the following sources:

- Rates income
- Waste service charges
- Statutory charges
- Commercial and contractual charges, and
- Grants and contributions

After considering all other funding sources, the remaining expenditure in the budget is funded by rates.

| Revenue Type | Budget 2023/24 | Budget 2024/25 | Variance |
|-----------------------------------------------|------------------|------------------|----------------|
| | \$'000 | \$'000 | \$'000 |
| Rates | 2,642,443 | 2,799,736 | 157,293 |
| Operating Grants, Subsidies and Contributions | 412,716 | 600,874 | 188,158 |
| Fees and Charges | 616,835 | 682,553 | 65,718 |
| Interest earnings | 118,855 | 152,350 | 33,495 |
| Other revenue | 413,189 | 422,171 | 8,982 |
| Profit on Disposal of Assets | 42,582 | 99,341 | 56,759 |
| TOTAL OPERATING REVENUE | 4,246,619 | 4,757,025 | 510,405 |

| Expenditure Type | Budget 2023/24 | Budget 2024/25 | Variance |
|------------------------------------|------------------|------------------|------------------|
| | \$'000 | \$'000 | \$'000 |
| Employee Costs | 2,269,697 | 2,237,356 | -(32,341) |
| Materials and Contracts | 2,175,621 | 2,861,124 | 685,503 |
| Utility charges | 268,450 | 277,050 | 8,600 |
| Depreciation on non-current assets | 3,152,353 | 3,448,062 | 295,709 |
| Interest expenses | 13,248 | 7,980 | -(5,268) |
| Insurance expenses | 199,849 | 205,303 | 5,454 |
| Other expenditure | 134,755 | 147,914 | 13,159 |
| Loss on Disposal of Assets | 75,359 | 412,034 | 336,675 |
| TOTAL OPERATING EXPENDITURE | 8,289,332 | 9,596,823 | 1,307,491 |



CAPITAL WORKS PROJECTS

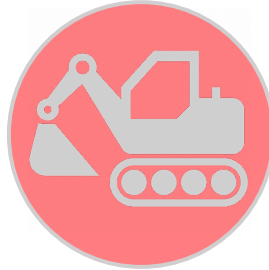
Funded in the 2024/2025 Budget

\$816,494



Land & Buildings

\$1,373,057



Plant & Equipment

\$0



Furniture & Equipment

\$1,879,924



Roads

\$5,500



Footpaths

\$553,081



Other Infrastructure

GRANT FUNDING



| Buildings | Expenditure |
|----------------------------------------|------------------|
| Medical Centre Blinds & Office | 12,500 |
| Daycare Centre Kitchen | 20,000 |
| Parker House Gardens | 30,594 |
| Youth Centre – Vege Garden & Grounds | 10,000 |
| 14 Reid Street – Internal Upgrades | 5,000 |
| Arthur Kelly Village Upgrades | 17,800 |
| 31 Dall Street – Furnishings | 11,000 |
| 8 Dall Street – Fence/Roller Door | 33,490 |
| Recycling Centre – Fencing/Roller Door | 88,376 |
| Light Industrial Area Stage 2 | 50,000 |
| Swimming Pool Fence/Kiosk/Pumps | 83,000 |
| Golf Club Bathrooms | 6,000 |
| Vet Clinic Upgrades | 15,117 |
| Chambers Upgrade | 15,000 |
| 2 x New Caravan Park Cabins | 410,000 |
| Storage for Depot | 8,617 |
| TOTAL | \$816,494 |

| Plant & Equipment | Expenditure |
|--------------------------------|--------------------|
| CEO Vehicle | 42,154 |
| EMWS Vehicle | 72,000 |
| UD Auto Truck | 292,702 |
| 90hp Tractor | 90,000 |
| Smooth Drum Vibe Roller | 300,000 |
| Grader | 400,000 |
| Tenant Sweeper | 75,001 |
| Community Car | 36,200 |
| Works Ute | 65,000 |
| TOTAL | \$1,373,057 |

| Grant Funding | Amount \$ |
|----------------------------------------|--------------------|
| DFES/DMIRS/WSFN | 46,588 |
| Local Roads & Community Infrastructure | 620,328 |
| CSRFF | 125,000 |
| DWER | 24,000 |
| Roads to Recovery | 627,479 |
| Regional Road Group | 624,957 |
| TOTAL GRANTS | \$2,068,352 |

| Footpaths | Expenditure |
|---------------|-------------|
| Harris Street | 5,500 |

| Other Infrastructure | Expenditure |
|-------------------------------------|-------------------|
| Solar Electronic Fire Danger Signs | 30,000 |
| Cemetery Repairs to Gazebo | 16,792 |
| Netball/Basketball Courts – Stage 1 | 377,836 |
| Cricket Net Replacement | 44,792 |
| Skate Park Consultation | 25,000 |
| Borefield Replacement Pumps | 38,661 |
| Standpipe Controller Holding Tank | 20,000 |
| TOTAL | \$ 553,081 |

| Roads | Expenditure |
|-------------------------------------|-------------|
| R2R – Dangin Terrace | 22,000 |
| R2R – Walker Street | 60,000 |
| R2R – Cubbine Road, Quairading | 83,562 |
| R2R – Kellaberrin-Yoting Road | 90,000 |
| R2R – Quairading-Corrigin Road | 140,000 |
| R2R – Andrews Road | 82,040 |
| RRG – Quairading-Corrigin Road | 105,245 |
| RRG – Bulyee – Quairading Road | 554,765 |
| RRG – Old Beverley East Road | 244,673 |
| LRCI – Old Beverley East Road | 244,649 |
| WSFN – Development Funds | 62,989 |
| Drainage – Punch Road | 20,000 |
| Drainage – Minchin Road | 20,000 |
| Drainage – Squires Road | 20,000 |
| Drainage – Toapin Road | 20,000 |
| Drainage – Quairading-Corrigin Road | 20,000 |
| Bridge – Badjaling North Road | 20,000 |

| | |
|--------------|---------------------|
| TOTAL | \$ 1,879,924 |
|--------------|---------------------|

| Furniture & Equipment | Expenditure |
|-----------------------|-------------|
| TOTAL | \$ 0 |

| | |
|------------------------------------------|---------------------|
| TOTAL OVERALL CAPITAL EXPENDITURE | \$ 4,628,056 |
|------------------------------------------|---------------------|

5. STATUTORY BUDGET STATEMENTS

1. **Statement of Comprehensive Income by Nature or Type**
2. **Statement of Cash Flows**
3. **Statement of Financial Activity**
4. **Index of Notes to the Budget**

SHIRE OF QAIRADING
ANNUAL BUDGET
FOR THE YEAR ENDED 30 JUNE 2025

LOCAL GOVERNMENT ACT 1995

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SHIRE'S VISION

“Our Shire is a place of welcome for all, where we work together, with thriving industry creating jobs, a bright future for our young people, and a bustling town in a beautiful and productive rural setting.”

SHIRE OF QUAIRADING
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2025

| | Note | 2024/25 Budget | 2023/24 Actual | 2023/24 Budget |
|---------------------------------------------------------------------------------|-------|--------------------|-------------------|--------------------|
| Revenue | | \$ | \$ | \$ |
| Rates | 2(a) | 2,799,736 | 2,640,665 | 2,642,443 |
| Grants, subsidies and contributions | | 600,874 | 2,455,184 | 437,716 |
| Fees and charges | 16 | 682,553 | 674,737 | 616,835 |
| Interest revenue | 10(a) | 152,350 | 163,454 | 118,855 |
| Other revenue | | 422,170 | 456,364 | 413,189 |
| | | 4,657,683 | 6,390,404 | 4,229,038 |
| Expenses | | | | |
| Employee costs | | (2,237,356) | (2,169,655) | (2,269,697) |
| Materials and contracts | | (2,861,124) | (2,320,126) | (2,175,621) |
| Utility charges | | (277,050) | (308,977) | (268,450) |
| Depreciation | 6 | (3,448,062) | (3,370,694) | (3,152,353) |
| Finance costs | 10(c) | (7,980) | (17,188) | (13,248) |
| Insurance | | (205,303) | (281,893) | (199,849) |
| Other expenditure | | (147,914) | (169,393) | (134,755) |
| | | (9,184,789) | (8,637,926) | (8,213,973) |
| | | (4,527,106) | (2,247,522) | (3,984,935) |
| Capital grants, subsidies and contributions | | 2,066,381 | 1,940,991 | 2,273,038 |
| Profit on asset disposals | 5 | 99,341 | 6,909 | 42,582 |
| Loss on asset disposals | 5 | (412,034) | (27,273) | (75,359) |
| Fair value adjustments to financial assets at fair value through profit or loss | | 0 | 1,681 | 0 |
| | | 1,753,688 | 1,922,308 | 2,240,261 |
| Net result for the period | | (2,773,418) | (325,214) | (1,744,674) |
| Other comprehensive income for the period | | | | |
| <i>Items that will not be reclassified subsequently to profit or loss</i> | | | | |
| Total other comprehensive income for the period | | 0 | 0 | 0 |
| Total comprehensive income for the period | | (2,773,418) | (325,214) | (1,744,674) |

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

SHIRE OF QUAIRADING
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2025

CASH FLOWS FROM OPERATING ACTIVITIES

Receipts

| | Note | 2024/25 Budget | 2023/24 Actual | 2023/24 Budget |
|-------------------------------------|------|-------------------|-------------------|-------------------|
| Rates | | \$ 2,824,738 | \$ 2,608,666 | \$ 2,642,443 |
| Grants, subsidies and contributions | | 1,150,896 | 2,729,588 | 961,711 |
| Fees and charges | | 682,553 | 674,737 | 616,835 |
| Interest revenue | | 152,350 | 163,454 | 118,855 |
| Goods and services tax received | | 450,000 | 373,183 | 405,962 |
| Other revenue | | 422,170 | 456,364 | 413,189 |
| | | 5,682,707 | 7,005,992 | 5,158,995 |

Payments

| | | | | |
|-----------------------------|--|-------------|-------------|-------------|
| Employee costs | | (2,237,356) | (2,130,903) | (2,269,697) |
| Materials and contracts | | (3,122,651) | (2,294,795) | (2,248,701) |
| Utility charges | | (277,050) | (308,977) | (268,450) |
| Finance costs | | (7,980) | (19,876) | (13,248) |
| Insurance paid | | (205,303) | (281,893) | (199,849) |
| Goods and services tax paid | | (450,000) | (450,000) | (405,962) |
| Other expenditure | | (147,914) | (169,393) | (134,755) |
| | | (6,448,254) | (5,655,837) | (5,540,662) |

Net cash provided by (used in) operating activities 4 (765,547) 1,350,155 (381,667)

CASH FLOWS FROM INVESTING ACTIVITIES

| | | | | |
|------------------------------------------------------|------|-------------|-------------|-------------|
| Payments for purchase of property, plant & equipment | 5(a) | (2,189,551) | (526,945) | (1,710,450) |
| Payments for construction of infrastructure | 5(b) | (2,438,505) | (2,309,046) | (3,057,474) |
| Capital grants, subsidies and contributions | | 2,078,381 | 1,705,730 | 1,887,983 |
| Proceeds from sale of land held for resale | 5(d) | 190,000 | 0 | 0 |
| Proceeds from sale of property, plant and equipment | 5(a) | 730,000 | 136,909 | 335,000 |
| Net cash (used in) investing activities | | (1,629,675) | (993,352) | (2,544,941) |

CASH FLOWS FROM FINANCING ACTIVITIES

| | | | | |
|-----------------------------------------------------|------|----------|----------|----------|
| Repayment of borrowings | 7(a) | (67,898) | (58,695) | (64,364) |
| Payments for principal portion of lease liabilities | 8 | (29,925) | (27,238) | (31,797) |
| Net cash (used in) financing activities | | (97,823) | (85,933) | (96,161) |

Net increase (decrease) in cash held (2,493,045) 270,870 (3,022,769)

Cash at beginning of year 7,026,765 6,755,895 6,725,895

Cash and cash equivalents at the end of the year 4 **4,533,720** **7,026,765** **3,703,126**

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

SHIRE OF QAIRADING
STATEMENT OF FINANCIAL ACTIVITY
FOR THE YEAR ENDED 30 JUNE 2025

OPERATING ACTIVITIES

Revenue from operating activities

| | Note | 2024/25 Budget | 2023/24 Actual | 2023/24 Budget |
|-------------------------------------|---------|-------------------|-------------------|-------------------|
| General rates | 2(a)(i) | \$ 2,781,426 | \$ 2,622,180 | \$ 2,623,958 |
| Rates excluding general rates | 2(a) | 18,310 | 18,485 | 18,485 |
| Grants, subsidies and contributions | | 600,874 | 2,455,184 | 437,716 |
| Fees and charges | 16 | 682,553 | 674,737 | 616,835 |
| Interest revenue | 10(a) | 152,350 | 163,454 | 118,855 |
| Other revenue | | 422,170 | 456,364 | 413,189 |
| Profit on asset disposals | 5 | 99,341 | 6,909 | 42,582 |
| | | 4,757,024 | 6,398,994 | 4,271,620 |

Expenditure from operating activities

| | | | | |
|-------------------------|-------|--------------------|--------------------|--------------------|
| Employee costs | | (2,237,356) | (2,169,655) | (2,269,697) |
| Materials and contracts | | (2,861,124) | (2,320,126) | (2,175,621) |
| Utility charges | | (277,050) | (308,977) | (268,450) |
| Depreciation | 6 | (3,448,062) | (3,370,694) | (3,152,353) |
| Finance costs | 10(c) | (7,980) | (17,188) | (13,248) |
| Insurance | | (205,303) | (281,893) | (199,849) |
| Other expenditure | | (147,914) | (169,393) | (134,755) |
| Loss on asset disposals | 5 | (412,034) | (27,273) | (75,359) |
| | | (9,596,823) | (8,665,199) | (8,289,332) |

Non cash amounts excluded from operating activities

| | | | | |
|--|------|-----------|-----------|-----------|
| | 3(c) | 3,765,494 | 3,395,158 | 3,188,687 |
|--|------|-----------|-----------|-----------|

Amount attributable to operating activities

INVESTING ACTIVITIES

Inflows from investing activities

| | | | | |
|---------------------------------------------|--|------------------|------------------|------------------|
| Capital grants, subsidies and contributions | | 2,066,381 | 1,940,991 | 2,273,038 |
| Proceeds from disposal of assets | | 920,000 | 136,909 | 335,000 |
| | | 2,986,381 | 2,077,900 | 2,608,038 |

Outflows from investing activities

| | | | | |
|---------------------------------------------|------|--------------------|--------------------|--------------------|
| Right of use assets recognised | 5(c) | (35,000) | (34,373) | 0 |
| Payments for property, plant and equipment | 5(a) | (2,189,551) | (526,945) | (1,710,450) |
| Payments for construction of infrastructure | 5(b) | (2,438,505) | (2,309,046) | (3,057,474) |
| | | (4,663,056) | (2,870,364) | (4,767,924) |

Amount attributable to investing activities

FINANCING ACTIVITIES

Inflows from financing activities

| | | | | |
|---------------------------------|------|----------------|----------------|------------------|
| Leases liabilities recognised | 8 | 35,000 | 34,372 | 0 |
| Transfers from reserve accounts | 9(a) | 530,000 | 121,500 | 1,088,825 |
| | | 565,000 | 155,872 | 1,088,825 |

Outflows from financing activities

| | | | | |
|-----------------------------------------------------|------|------------------|------------------|------------------|
| Repayment of borrowings | 7(a) | (67,898) | (58,695) | (64,364) |
| Payments for principal portion of lease liabilities | 8 | (29,925) | (27,238) | (31,797) |
| Transfers to reserve accounts | 9(a) | (275,000) | (138,147) | (220,000) |
| | | (372,823) | (224,080) | (316,161) |

Non-cash amounts excluded from financing activities

| | | | | |
|--|------|----------|----------|---|
| | 3(e) | (35,000) | (34,372) | 0 |
|--|------|----------|----------|---|

Amount attributable to financing activities

MOVEMENT IN SURPLUS OR DEFICIT

| | | | | |
|--------------------------------------------------------------------------|---|---------------|------------------|---------------|
| Surplus at the start of the financial year | 3 | 2,583,337 | 2,315,055 | 2,246,437 |
| Amount attributable to operating activities | | (1,074,305) | 1,128,953 | (829,025) |
| Amount attributable to investing activities | | (1,641,675) | (758,091) | (2,159,886) |
| Amount attributable to financing activities | | 157,177 | (102,580) | 772,664 |
| Surplus/(deficit) remaining after the imposition of general rates | 3 | 24,534 | 2,583,337 | 30,190 |

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

**SHIRE OF QUAIRADING
FOR THE YEAR ENDED 30 JUNE 2025
INDEX OF NOTES TO THE BUDGET**

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SHIRE OF QUAIRADING

NOTES TO AND FORMING PART OF THE BUDGET FOR THE YEAR ENDED 30 JUNE 2025

1 BASIS OF PREPARATION

The annual budget is a forward looking document and has been prepared in accordance with the *Local Government Act 1995* and accompanying regulations.

Local Government Act 1995 requirements

Section 6.4(2) of the *Local Government Act 1995* read with the *Local Government (Financial Management) Regulations 1996* prescribe that the annual budget be prepared in accordance with the *Local Government Act 1995* and, to the extent that they are not inconsistent with the Act, the Australian Accounting Standards. The Australian Accounting Standards (as they apply to local governments and not-for-profit entities) and Interpretations of the Australian Accounting Standards Board were applied where no inconsistencies exist.

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

Accounting policies which have been adopted in the preparation of this annual budget have been consistently applied unless stated otherwise. Except for cash flow and rate setting information, the annual 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.

The local government reporting entity

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

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.

2023/24 actual balances

Balances shown in this budget as 2023/24 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.

Rounding off figures

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

Statement of Cashflows

Investing and financing transactions that do not require the use of cash or cash equivalents shall be excluded from a statement of cash flows. Such transactions shall be disclosed elsewhere in the financial statements in a way that provides all the relevant information about these investing and financing activities.

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 2020-1 Amendments to Australian Accounting Standards
 - Classification of Liabilities as Current or Non-current
 - AASB 2022-5 Amendments to Australian Accounting Standards
 - Lease Liability in a Sale and Leaseback
 - AASB 2022-6 Amendments to Australian Accounting Standards
 - Non-current Liabilities with Covenants
 - AASB 2023-1 Amendments to Australian Accounting Standards
 - Supplier Finance Arrangements
 - AASB 2023-3 Amendments to Australian Accounting Standards
 - Disclosure of Non-current Liabilities with Covenants: Tier 2
- It is not expected these standards will have an impact on the annual budget.

- AASB 2022-10 Amendments to Australian Accounting Standards
 - Fair Value Measurement of Non-Financial Assets of Not-for-Profit Public Sector Entities, became mandatory during the budget year. Amendments to AASB 13 *Fair Value Measurement* impacts the future determination of fair value when revaluing assets using the cost approach. Timing of future revaluations is defined by regulation 17A of *Local Government (Financial Management) Regulations 1996*. Impacts of this pronouncement are yet to be quantified and are dependent on the timing of future revaluations of asset classes. No material impact is expected in relation to the 2024-25 statutory budget.

New accounting standards for application in future years

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

- AASB 2014-10 Amendments to Australian Accounting Standards
 - Sale or Contribution of Assets between an Investor and its Associate or Joint Venture
- AASB 2021-7c Amendments to Australian Accounting Standards
 - Effective Date of Amendments to AASB 10 and AASB 128 and Editorial Corrections [deferred AASB 10 and AASB 128 amendments in AASB 2014-10 apply]
- AASB 2022-9 Amendments to Australian Accounting Standards
 - Insurance Contracts in the Public Sector
- AASB 2023-5 Amendments to Australian Accounting Standards
 - Lack of Exchangeability

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
- estimation of provisions
- estimation of fair value of leases

SHIRE OF QUAIRADING
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2025

2. RATES AND SERVICE CHARGES

(a) Rating Information

| Rate Description | Basis of valuation | Rate in | Number of properties | Rateable value | 2024/25 Budgeted rate revenue | 2024/25 Budgeted interim rates | 2024/25 Budgeted total revenue | 2023/24 Actual total revenue | 2023/24 Budget total revenue |
|-------------------------------------------------|------------------------|----------------|----------------------|--------------------|-------------------------------|--------------------------------|--------------------------------|------------------------------|------------------------------|
| | | \$ | | \$ | \$ | \$ | \$ | \$ | \$ |
| (i) General rates | | | | | | | | | |
| GRV - Residential | Gross rental valuation | 0.13819 | 316 | 3,142,952 | 434,315 | 0 | 434,315 | 392,919 | 392,919 |
| GRV - Industrial | Gross rental valuation | 0.13819 | 21 | 274,950 | 37,995 | 0 | 37,995 | 42,963 | 42,963 |
| GRV - Commercial | Gross rental valuation | 0.13819 | 10 | 209,776 | 28,988 | 0 | 28,988 | 38,006 | 38,006 |
| UV - Rural | Unimproved valuation | 0.00682 | 351 | 319,919,000 | 2,181,848 | 0 | 2,181,848 | | 2,062,950 |
| Non Rateable | | | 232 | 133,174 | 0 | 0 | 0 | 2,061,172 | |
| Total general rates | | | 930 | 323,679,852 | 2,683,146 | 0 | 2,683,146 | 2,535,060 | 2,536,838 |
| (ii) Minimum payment | | | | | | | | | |
| | | Minimum | | | | | | | |
| | | \$ | | | | | | | |
| GRV - Residential | Gross rental valuation | 756 | 61 | | 46,116 | 0 | 46,116 | 43,920 | 43,920 |
| GRV - Industrial | Gross rental valuation | 756 | 8 | | 6,048 | 0 | 6,048 | 5,040 | 5,040 |
| GRV - Commercial | Gross rental valuation | 756 | 1 | | 756 | 0 | 756 | | 0 |
| UV - Rural | Unimproved valuation | 756 | 60 | | 45,360 | 0 | 45,360 | 38,160 | 38,160 |
| Total minimum payments | | | 130 | 0 | 98,280 | 0 | 98,280 | 87,120 | 87,120 |
| Total general rates and minimum payments | | | 1,060 | 323,679,852 | 2,781,426 | 0 | 2,781,426 | 2,622,180 | 2,623,958 |
| (iii) Ex-gratia rates | | | | | | | | | |
| CBH Receival Bin | Tonnage | | 1 | | 18,310 | | 18,310 | 18,485 | 18,485 |
| Total ex-gratia rates | | | 1 | 0 | 18,310 | 0 | 18,310 | 18,485 | 18,485 |
| | | | | | 2,799,736 | 0 | 2,799,736 | 2,640,665 | 2,642,443 |
| Rate write-offs | | | | | | | 0 | 0 | 0 |
| Total rates | | | | | 2,799,736 | 0 | 2,799,736 | 2,640,665 | 2,642,443 |

The Shire did not raise specified area rates for the year ended 30th June 2025.

All rateable properties within the district used predominately for non-rural purposes are rated according to their Gross Rental Valuation (GRV), all other properties are rated according to their Unimproved Valuation (UV)

The general rates detailed for the 2024/25 financial year have been determined by Council on the basis of raising the revenue required to meet the estimated deficiency between the total estimated expenditure proposed in the budget and the estimated revenue to be received from all sources other than general 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.

SHIRE OF QUAIRADING
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2025

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.

Option 1 (Full Payment)

Full amount of rates and charges including arrears, to be paid on or before 14 October 2024 or 35 days after the date of issue appearing on the rate notice, whichever is the later.

Option 2 (Four Instalments)

First instalment to be made on or before 14 October 2024 or 35 days after the date of issue appearing on the rate notice, whichever is the later including all arrears and a quarter of the current rates and service charges;

Second instalment to be made on or before 16 December 2024 or 2 months after the first instalment, whichever is the later;

Third instalment to be made on or before 17 February 2025 or 2 months after the second instalment, whichever is the later; and

Fourth instalment to be made on or before 21 April 2025 or 2 months after the third instalment, whichever is the later.

| Instalment options | Date due | Instalment plan admin charge | Instalment plan interest rate | Unpaid rates interest rates |
|---------------------------|-----------------|-----------------------------------------|------------------------------------------|----------------------------------------|
| | | \$ | % | % |
| Option one | | | | |
| Single Full Payment | 14/10/2024 | 0 | 0.0% | 11.0% |
| Option two | | | | |
| First Instalment | 14/10/2024 | 0 | 0.0% | 11.0% |
| Second Instalment | 16/12/2024 | 5 | 3.0% | 11.0% |
| Third Instalment | 17/02/2025 | 5 | 3.0% | 11.0% |
| Fourth Instalment | 21/04/2025 | 5 | 3.0% | 11.0% |

| | 2024/25 Budget revenue | 2023/24 Actual revenue | 2023/24 Budget revenue |
|-------------------------------------------------|---------------------------------------|---------------------------------------|---------------------------------------|
| | \$ | \$ | \$ |
| Instalment plan admin charge revenue | 1,500 | 1,290 | 1,500 |
| Instalment plan interest earned | 3,000 | 2,408 | 3,000 |
| Interest on ESL | 1,000 | 1,274 | 650 |
| Interest on deferred rates | 350 | 394 | 200 |
| Unpaid rates and service charge interest earned | 25,000 | 28,723 | 15,000 |
| | 30,850 | 34,089 | 20,350 |

SHIRE OF QUAIRADING
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2025

2. RATES AND SERVICE CHARGES (CONTINUED)

(c) Specified Area Rate

The Shire did not raise specified area rates for the year ended 30th June 2025.

(c) Service Charges

The Shire did not raise service charges for the year ended 30th June 2025.

(d) Early payment discounts

The Shire does not provide for early payment discounts for the year ended 30th June 2025.

(d) Waivers or concessions

The Shire does not anticipate any waivers or concessions for the year ended 30th June 2025.

SHIRE OF QUAIRADING
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2025

3. NET CURRENT ASSETS

(a) Composition of estimated net current assets

Current assets

Cash and cash equivalents
 Receivables
 Contract assets
 Inventories
 Other assets

Less: current liabilities

Trade and other payables
 Contract liabilities
 Capital grant/contribution liability
 Lease liabilities
 Long term borrowings
 Employee provisions
 Other provisions

Net current assets

Less: Total adjustments to net current assets

Net current assets used in the Statement of Financial Activity

(b) 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 Statement of Financial Activity 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 - reserve accounts
 Less: Current assets not expected to be received at end of year
 - Land held for resale
 Add: Current liabilities not expected to be cleared at end of year
 - Current portion of borrowings
 - Current portion of lease liabilities
 - Current portion of employee benefit provisions held in reserve

Total adjustments to net current assets

| Note | 2024/25 Budget 30 June 2025 | 2023/24 Actual 30 June 2024 | 2023/24 Budget 30 June 2024 |
|------|-----------------------------------|-----------------------------------|-----------------------------------|
| | \$ | \$ | \$ |
| 4 | 4,533,720 | 7,026,765 | 3,703,126 |
| | 515,209 | 540,211 | 539,764 |
| | 151,548 | 676,568 | 332,395 |
| | 9,699 | 588,934 | 5,679 |
| | 14,964 | 4,712 | 4,431 |
| | 5,225,140 | 8,837,190 | 4,585,395 |
| | (1,066,998) | (1,317,248) | (952,588) |
| | (25,002) | 0 | (169,122) |
| | (250,647) | (238,647) | (87,654) |
| 8 | (35,000) | (29,925) | (31,797) |
| 7 | 0 | (67,898) | |
| | (163,697) | (163,697) | (246,086) |
| | (21,000) | (21,000) | 0 |
| | (1,562,344) | (1,838,415) | (1,487,247) |
| | 3,662,796 | 6,998,775 | 3,098,148 |
| 3(b) | (3,638,262) | (4,415,438) | (3,067,958) |
| | 24,534 | 2,583,337 | 30,190 |
| | (3,855,085) | (4,110,085) | (3,224,614) |
| 9 | 0 | (580,260) | (50,000) |
| | 0 | 67,898 | 0 |
| | 35,000 | 29,925 | 31,797 |
| | 181,823 | 177,084 | 174,859 |
| | (3,638,262) | (4,415,438) | (3,067,958) |

SHIRE OF QUAIRADING
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2025

3. NET CURRENT ASSETS

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.

(c) Non-cash amounts excluded from operating activities

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

Adjustments to operating activities

Less: Profit on asset disposals
 Less: Reversal of prior year loss on revaluation of non-current assets
 Less: Fair value adjustments to financial assets at fair value through profit and loss
 Add: Loss on asset disposals
 Add: Loss on revaluation of non current assets
 Add: Depreciation
 Movement in current employee provisions associated with restricted cash

Non cash amounts excluded from operating activities

| Note | 2024/25 Budget 30 June 2025 | 2023/24 Actual 30 June 2024 | 2023/24 Budget 30 June 2024 |
|------|-----------------------------------|-----------------------------------|-----------------------------------|
| | \$ | \$ | \$ |
| 5 | (99,341) | (6,909) | (42,582) |
| | 0 | 0 | 0 |
| | 0 | (1,681) | 0 |
| 5 | 412,034 | 27,273 | 75,359 |
| | 0 | 0 | 0 |
| 6 | 3,448,062 | 3,370,694 | 3,152,353 |
| | 4,739 | 5,781 | 3,557 |
| | 3,765,494 | 3,395,158 | 3,188,687 |

(d) 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 Statement of Financial Activity in accordance with *Financial Management Regulation 32*.

Adjustments to investing activities

Right of use assets recognised

Non cash amounts excluded from investing activities

| Note | 2024/25 Budget 30 June 2025 | 2023/24 Actual 30 June 2024 | 2023/24 Budget 30 June 2024 |
|------|-----------------------------------|-----------------------------------|-----------------------------------|
| | \$ | \$ | \$ |
| | 35,000 | 34,373 | 0 |
| | 35,000 | 34,373 | 0 |

(e) Non-cash amounts excluded from financing activities

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

Adjustments to financing activities

Less: Lease liability recognised

Non cash amounts excluded from financing activities

| Note | 2024/25 Budget 30 June 2025 | 2023/24 Actual 30 June 2024 | 2023/24 Budget 30 June 2024 |
|------|-----------------------------------|-----------------------------------|-----------------------------------|
| | \$ | \$ | \$ |
| | (35,000) | (34,372) | 0 |
| | (35,000) | (34,372) | 0 |

**SHIRE OF QUAIRADING
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2025**

3. NET CURRENT ASSETS

(f) MATERIAL ACCOUNTING POLICIES

CURRENT AND NON-CURRENT CLASSIFICATION

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

TRADE AND OTHER PAYABLES

Trade and other payables represent liabilities for goods and services provided to the Shire prior to the end of the financial year that are unpaid and arise when the Shire becomes obliged to make future payments in respect of the purchase of these goods and services. The amounts are unsecured, are recognised as a current liability and are normally paid within 30 days of recognition. The carrying amounts of trade and other payables are considered to be the same as their fair values, due to their short-term nature.

PREPAID RATES

Prepaid rates are, until the taxable event has occurred (start of the next financial year), refundable at the request of the ratepayer. Rates received in advance are initially recognised as a financial liability. When the taxable event occurs, the financial liability is extinguished and the Shire recognises 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 contributes to a number of superannuation funds on behalf of employees. All funds to which the Shire 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.

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

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.

CONTRACT LIABILITIES

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

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

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 grants, contributions, reimbursements, and goods sold and services performed in the ordinary course of business.

Trade and other receivables are recognised initially at the amount of consideration that is unconditional, unless they contain significant financing components, when they are recognised at fair value.

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

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

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 determination of the net current asset position.

The Shire's obligations for employees' annual leave and long service leave entitlements are recognised as provisions in the determination of the net current asset position.

Other long-term employee benefits

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

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

CONTRACT ASSETS

Contract assets primarily relate to the Shire's right to consideration for work completed but not billed at the end of the period.

SHIRE OF QUAIRADING
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2025

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 | 2024/25 Budget | 2023/24 Actual | 2023/24 Budget |
|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|------|-------------------|-------------------|-------------------|
| Cash at bank and on hand | | \$ 423,633 | \$ 2,916,678 | \$ 1,075,593 |
| Term deposits | | 4,110,087 | 4,110,087 | 2,627,533 |
| Total cash and cash equivalents | | 4,533,720 | 7,026,765 | 3,703,126 |
| Held as | | | | |
| - Unrestricted cash and cash equivalents | | 402,986 | 2,678,033 | 390,858 |
| - Restricted cash and cash equivalents | | 4,130,734 | 4,348,732 | 3,312,268 |
| | 3(a) | 4,533,720 | 7,026,765 | 3,703,126 |
| 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 | | 4,130,734 | 4,348,732 | 3,312,268 |
| | | 4,130,734 | 4,348,732 | 3,312,268 |
| The assets are restricted as a result of the specified purposes associated with the liabilities below: | | | | |
| Financially backed reserves | 9 | 3,855,085 | 4,110,085 | 3,224,614 |
| Unspent capital grants, subsidies and contribution liabilities | | 250,647 | 238,647 | 87,654 |
| | | 4,130,734 | 4,348,732 | 3,312,268 |
| Reconciliation of net cash provided by operating activities to net result | | | | |
| Net result | | (2,773,418) | (325,214) | (1,744,674) |
| Depreciation | 6 | 3,448,062 | 3,370,694 | 3,152,353 |
| (Profit)/loss on sale of asset | 5 | 312,693 | 20,364 | 32,777 |
| (Increase)/decrease in receivables | | 25,002 | 42,379 | 42,050 |
| (Increase)/decrease in contract assets | | 525,020 | 160,827 | 505,000 |
| (Increase)/decrease in inventories | | (1,025) | 2,154 | (2,505) |
| (Increase)/decrease in other assets | | (10,252) | 25,053 | 0 |
| Increase/(decrease) in payables | | (250,250) | 34,188 | (70,575) |
| Increase/(decrease) in contract liabilities | | 25,002 | (37,618) | (23,055) |
| Increase/(decrease) in unspent capital grants | | 12,000 | (235,261) | (385,055) |
| Capital grants, subsidies and contributions | | (2,078,381) | (1,705,730) | (1,887,983) |
| Net cash from operating activities | | (765,547) | 1,350,155 | (381,667) |

MATERIAL 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 QUAIRADING
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2025

5. PROPERTY, PLANT AND EQUIPMENT

The following assets are budgeted to be acquired and/or disposed of during the year.

| | 2024/25 Budget | | | | | 2023/24 Actual | | | | | 2023/24 Budget | | | | |
|------------------------------------------|------------------|----------------------------------|---------------------------------|-----------------------|---------------------|------------------|----------------------------------|---------------------------------|-----------------------|---------------------|------------------|----------------------------------|---------------------------------|-----------------------|---------------------|
| | Additions | Disposals - Net Book Value | Disposals - Sale Proceeds | Disposals - Profit | Disposals - Loss | Additions | Disposals - Net Book Value | Disposals - Sale Proceeds | Disposals - Profit | Disposals - Loss | Additions | Disposals - Net Book Value | Disposals - Sale Proceeds | Disposals - Profit | Disposals - Loss |
| (a) Property, Plant and Equipment | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ |
| Land - freehold land | 50,000 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Buildings - non-specialised | 67,290 | 0 | 0 | 0 | 0 | 124,789 | 0 | 0 | 0 | 0 | 409,750 | 0 | 0 | 0 | 0 |
| Buildings - specialised | 699,204 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 235,295 | 0 | 0 | 0 | 0 |
| Furniture and equipment | 0 | 0 | 0 | 0 | 0 | 35,442 | 0 | 0 | 0 | 0 | 35,000 | 0 | 0 | 0 | 0 |
| Plant and equipment | 1,373,057 | 652,433 | 730,000 | 98,541 | (20,974) | 366,714 | 157,273 | 136,909 | 6,909 | (27,273) | 1,030,405 | 367,777 | 335,000 | 42,582 | (75,359) |
| Total | 2,189,551 | 652,433 | 730,000 | 98,541 | (20,974) | 526,945 | 157,273 | 136,909 | 6,909 | (27,273) | 1,710,450 | 367,777 | 335,000 | 42,582 | (75,359) |
| (b) Infrastructure | | | | | | | | | | | | | | | |
| Infrastructure - roads | 1,859,924 | 0 | 0 | 0 | 0 | 1,495,290 | 0 | 0 | 0 | 0 | 1,839,526 | 0 | 0 | 0 | 0 |
| Infrastructure - footpaths | 5,500 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Other infrastructure - Bridges | 20,000 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Other infrastructure - Other | 553,081 | 0 | 0 | 0 | 0 | 813,756 | 0 | 0 | 0 | 0 | 1,217,948 | 0 | 0 | 0 | 0 |
| Total | 2,438,505 | 0 | 0 | 0 | 0 | 2,309,046 | 0 | 0 | 0 | 0 | 3,057,474 | 0 | 0 | 0 | 0 |
| (c) Right of Use Assets | | | | | | | | | | | | | | | |
| Right of use - plant and equipment | 35,000 | 0 | 0 | 0 | 0 | 34,373 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Total | 35,000 | 0 | 0 | 0 | 0 | 34,373 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| (d) Land held for resale | | | | | | | | | | | | | | | |
| Cost of acquisition | 0 | 580,260 | 190,000 | 800 | -391,060 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Total | 0 | 580,260 | 190,000 | 800 | (391,060) | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Total | 4,663,056 | 1,232,693 | 920,000 | 99,341 | (412,034) | 2,870,364 | 157,273 | 136,909 | 6,909 | (27,273) | 4,767,924 | 367,777 | 335,000 | 42,582 | (75,359) |

MATERIAL 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.

GAINS AND LOSSES ON DISPOSAL

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

SHIRE OF QUAIRADING
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2025

6. DEPRECIATION

By Class

| | |
|----------------------------------------------------------|--|
| Buildings - non-specialised | |
| Buildings - specialised | |
| Furniture and equipment | |
| Plant and equipment | |
| Infrastructure - roads | |
| Infrastructure - footpaths | |
| Other infrastructure - Work in Progress - Infrastructure | |
| Other infrastructure [describe] | |
| Right of use - plant and equipment | |

By Program

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

| | 2024/25 Budget | 2023/24 Actual | 2023/24 Budget |
|--|-------------------|-------------------|-------------------|
| | \$ | \$ | \$ |
| | 36,927 | 36,098 | 26,486 |
| | 314,135 | 307,086 | 262,683 |
| | 36,733 | 35,909 | 28,175 |
| | 356,013 | 348,025 | 345,284 |
| | 2,174,304 | 2,125,516 | 1,894,994 |
| | 33,571 | 32,818 | 35,754 |
| | 289,260 | 282,770 | 159,826 |
| | 186,064 | 181,889 | 369,172 |
| | 21,055 | 20,583 | 29,979 |
| | 3,448,062 | 3,370,694 | 3,152,353 |
| | 107,137 | 106,264 | 106,566 |
| | 25,469 | 7,666 | 7,696 |
| | 13,653 | 31,137 | 26,153 |
| | 76,920 | 76,293 | 57,716 |
| | 47,082 | 46,698 | 58,067 |
| | 293,822 | 291,247 | 259,819 |
| | 2,411,799 | 2,392,136 | 2,086,431 |
| | 136,074 | 134,964 | 204,519 |
| | 336,106 | 284,289 | 345,386 |
| | 3,448,062 | 3,370,694 | 3,152,353 |

MATERIAL 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 |
| Buildings - specialised | 50 to 80 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 - drainage | 80 years |
| Infrastructure - water supply | 30 to 75 years |
| Infrastructure - parks and ovals | 10 to 60 Years |
| Infrastructure - waste facilities | 40 Years |
| Other infrastructure - Bridges | |
| Other infrastructure - Other | |
| Other infrastructure - Work in Progress - Infrastructure | |
| Right of use - plant and equipment | Based on the remaining lease |
| Right of use - furniture and fittings | |

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 QUAIRADING
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2025

7. BORROWINGS

(a) Borrowing repayments

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

| Purpose | Loan Number | Institution | Interest Rate | Budget Principal 1 July 2024 | 2024/25 Budget New Loans | 2024/25 Budget Principal Repayments | Budget Principal outstanding 30 June 2025 | 2024/25 Budget Interest Repayments | Actual Principal 1 July 2023 | 2023/24 Actual Principal Repayments | Actual Principal outstanding 30 June 2024 | 2023/24 Actual Interest Repayments | Budget Principal 1 July 2023 | 2023/24 Budget Principal Repayments | Budget Principal outstanding 30 June 2024 | 2023/24 Budget Interest Repayments |
|-------------------------------|-------------|-------------|---------------|------------------------------|--------------------------|-------------------------------------|-------------------------------------------|------------------------------------|------------------------------|-------------------------------------|-------------------------------------------|------------------------------------|------------------------------|-------------------------------------|-------------------------------------------|------------------------------------|
| Recreation and Culture | | | | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ |
| Golf Club | 117 | WATC | 4.1% | 0 | 0 | 0 | 0 | 0 | | 0 | 0 | 0 | 0 | 0 | 0 | (5) |
| Transport | | | | | | | | | | | | | | | | |
| Depot Building | 118 | WATC | 3.0% | 192,388 | 0 | (52,911) | 139,477 | (5,450) | 243,727 | (51,339) | 192,388 | (15,748) | 193,914 | (49,813) | 144,101 | (10,647) |
| Economic Services | | | | | | | | | | | | | | | | |
| Park Cottages | 119 | WATC | 1.5% | 92,640 | 0 | (14,987) | 77,653 | (1,206) | 99,996 | (7,356) | 92,640 | (913) | 85,445 | (14,551) | 70,894 | (2,431) |
| | | | | 285,028 | 0 | (67,898) | 217,130 | (6,656) | 343,723 | (58,695) | 285,028 | (16,661) | 279,359 | (64,364) | 214,995 | (13,078) |
| Self Supporting Loans | | | | | | | | | | | | | | | | |
| | | | | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | (5) |
| | | | | 285,028 | 0 | (67,898) | 217,130 | (6,656) | 343,723 | (58,695) | 285,028 | (16,661) | 279,359 | (64,364) | 214,995 | (13,083) |

All borrowing repayments, other than self supporting loans, will be financed by general purpose revenue.
The self supporting loan(s) repayment will be fully reimbursed.

**SHIRE OF QUAIRADING
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2025**

7. BORROWINGS

(b) New borrowings - 2024/25

The Shire does not intend to undertake any new borrowings for the year ended 30th June 2025

The Shire had no unspent borrowing funds as at 30th June 2024 nor is it expected to have unspent borrowing funds as at 30th June 2025.

(d) Credit Facilities

| | 2024/25 Budget | 2023/24 Actual | 2023/24 Budget |
|----------------------------------------|---------------------------|---------------------------|---------------------------|
| | \$ | \$ | \$ |
| Credit card limit | 20,000 | 20,000 | 10,000 |
| Credit card balance at balance date | 0 | (7,092) | 0 |
| Total amount of credit unused | 20,000 | 12,908 | 10,000 |
| Loan facilities | | | |
| Loan facilities in use at balance date | 217,130 | 285,028 | 214,995 |

MATERIAL 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 QUAIRADING
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2025**

8. LEASE LIABILITIES

| Purpose | Lease Number | Institution | Lease Interest Rate | Lease Term | Budget Lease Principal 1 July 2024 | 2024/25 Budget New Leases | 2024/25 Budget Lease Principal Repayments | Budget Lease Principal outstanding 30 June 2025 | 2024/25 Budget Lease Interest Repayments | Actual Principal 1 July 2023 | 2023/24 Actual New Leases | 2023/24 Actual Lease Principal repayments | Actual Lease Principal outstanding 30 June 2024 | 2023/24 Actual Lease Interest repayments | Budget Principal 1 July 2023 | 2023/24 Budget New Leases | 2023/24 Budget Lease Principal repayments | Budget Lease Principal outstanding 30 June 2024 | 2023/24 Budget Lease Interest repayments |
|-------------------------------------|--------------|----------------|---------------------|------------|------------------------------------|---------------------------|-------------------------------------------|-------------------------------------------------|------------------------------------------|------------------------------|---------------------------|-------------------------------------------|-------------------------------------------------|------------------------------------------|------------------------------|---------------------------|-------------------------------------------|-------------------------------------------------|------------------------------------------|
| | | | | | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ |
| Law, Order, Public Safety | | | | | | | | | | | | | 0 | | | | | | |
| CESM Vehicle Lease | 2 | Summit Fleet | 1.1% | 36 months | (3,660) | 35,000 | (17,555) | 13,785 | 0 | 17,555 | | (21,215) | (3,660) | (72) | 17,555 | | (17,555) | 0 | (72) |
| Other properties and service | | | | | | | | | | | | | | | | | | | |
| Administration Photocopier | 3 | Cannon Finance | 1.4% | 4 Years | 0 | 0 | 0 | 0 | 0 | 3,343 | 0 | (3,343) | 0 | (43) | 3,335 | 0 | (3,335) | 0 | (93) |
| Economic Services | | | | | | | | | | | | | 0 | | | | | | |
| Matrix Cardio Equipment | 5 | Maia Financial | 5.0% | 48 Months | 31,692 | 0 | (12,370) | 19,322 | (1,324) | 0 | 34,372 | (2,680) | 31,692 | (412) | 0 | 0 | (10,907) | (10,907) | 0 |
| | | | | | 28,032 | 35,000 | (29,925) | 33,107 | (1,324) | 20,898 | 34,372 | (27,238) | 28,032 | (527) | 20,890 | 0 | (31,797) | (10,907) | (165) |

MATERIAL ACCOUNTING POLICIES

LEASES

At the inception of a contract, the Shire assesses whether the contract is, or contains, a lease. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

At the commencement date, a right-of-use asset is recognised at cost and a lease liability at the present value of the lease payments that are not paid at that date. The lease payments are discounted using the interest rate implicit in the lease, if that rate can be readily determined. If that rate cannot be readily determined, the Shire uses its incremental borrowing rate.

LEASE LIABILITIES

The present value of future lease payments not paid at the reporting date discounted using the incremental borrowing rate where the implicit interest rate in the lease is not readily determined.

SHIRE OF QUAIRADING
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2025

9. RESERVE ACCOUNTS

(a) Reserve Accounts - Movement

| | 2024/25 | | | | 2023/24 | | | | Actual | | | |
|------------------------------------------------|-----------------|-------------|------------------------|-----------------|-----------------|-------------|------------------------|-----------------|-----------------|-------------|------------------------|-----------------|
| | Opening Balance | Transfer to | Budget Transfer (from) | Closing Balance | Opening Balance | Transfer to | Budget Transfer (from) | Closing Balance | Opening Balance | Transfer to | Budget Transfer (from) | Closing Balance |
| | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ |
| Restricted by council | | | | | | | | | | | | |
| (a) Leave reserve | 177,084 | 4,739 | 0 | 181,823 | 171,303 | 5,781 | 0 | 177,084 | 171,302 | 3,557 | 0 | 174,859 |
| (b) Plant reserve | 749,135 | 20,049 | (180,000) | 589,184 | 779,334 | 26,301 | (56,500) | 749,135 | 779,333 | 151,183 | (478,000) | 452,516 |
| (c) Building Reserve | 941,244 | 25,191 | (350,000) | 616,435 | 925,026 | 31,218 | (15,000) | 941,244 | 925,026 | 19,208 | (430,000) | 514,234 |
| (d) Furniture, Fittings & Equipment Reserve | 24,692 | 661 | 0 | 25,353 | 72,254 | 2,438 | (50,000) | 24,692 | 72,254 | 1,500 | (10,000) | 63,754 |
| (e) Swimming Pool Reserve | 20,963 | 561 | 0 | 21,524 | 20,279 | 684 | 0 | 20,963 | 20,278 | 421 | 0 | 20,699 |
| (f) Recreation Centre Multi Purpose Precinct R | 556,787 | 139,902 | 0 | 696,689 | 538,610 | 18,177 | 0 | 556,787 | 538,611 | 11,184 | 0 | 549,795 |
| (g) Sustainable Environment Reserve | 177,197 | 4,742 | 0 | 181,939 | 171,412 | 5,785 | 0 | 177,197 | 171,412 | 3,559 | 0 | 174,971 |
| (h) Health Reserve | 102,936 | 2,755 | 0 | 105,691 | 99,575 | 3,361 | 0 | 102,936 | 99,576 | 2,068 | 0 | 101,644 |
| (i) Town Planning and Development Reserve | 74,481 | 1,993 | 0 | 76,474 | 72,049 | 2,432 | 0 | 74,481 | 72,050 | 1,496 | 0 | 73,546 |
| (j) Homeswest Joint Venture Reserve | 5,608 | 150 | 0 | 5,758 | 5,425 | 183 | 0 | 5,608 | 5,425 | 113 | 0 | 5,538 |
| (k) Road Infrastructure Reserve | 569,522 | 55,242 | 0 | 624,764 | 550,929 | 18,593 | 0 | 569,522 | 550,929 | 11,440 | (85,675) | 476,694 |
| (l) Independent Living Reserve | 580,454 | 15,536 | 0 | 595,990 | 561,504 | 18,950 | 0 | 580,454 | 561,504 | 11,660 | (85,150) | 488,014 |
| (m) Building Renewal Reserve | 129,982 | 3,479 | 0 | 133,461 | 125,738 | 4,244 | 0 | 129,982 | 125,739 | 2,611 | 0 | 128,350 |
| | 4,110,085 | 275,000 | (530,000) | 3,855,085 | 4,093,438 | 138,147 | (121,500) | 4,110,085 | 4,093,439 | 220,000 | (1,088,825) | 3,224,614 |

(b) Reserve Accounts - 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 | On Going | To be used to fund future Employee Leave requirements. |
| (c) Building Reserve | On Going | To be used to Develop and Upgrade Council Infrastructure and Building Assets. |
| (d) Furniture, Fittings & Equipment Reserve | On Going | To be used in funding the various furniture, fittings and equipment installed in Council buildings and for the purchase of IT Hardware and Software. |
| (e) Swimming Pool Reserve | On Going | To be used to assist in funding the purchase of major plant items. |
| (f) Recreation Centre Multi Purpose Precinct R | On Going | To be used to assist in funding the improvement of Medical Services and Facilities. |
| (g) Sustainable Environment Reserve | On Going | To be used to assist in funding future major capital/upgrade works at the Quairading Memorial Swimming Pool. |
| (h) Health Reserve | On Going | To be used to assist in funding projects and initiatives which foster a sustainable environment. Such areas include waste management, recycling, water usage, gravel supplies, energy conservation and environmentally sustainable projects. |
| (i) Town Planning and Development Reserve | On Going | To be used to assist in funding of planning and implementation of the development of Council land and the purchase of land for future |
| (j) Homeswest Joint Venture Reserve | On Going | To be used to assist with compliance with Council's Joint Venture Agreement held with the State Housing Commission and to provide funds for the maintenance, management and improvement of the Joint Venture Units. |
| (k) Road Infrastructure Reserve | On Going | To be used towards road infrastructure projects including replacement of culverts and bridges. |
| (l) Independent Living Reserve | On Going | To be used in providing assistance in the future redevelopment and capital upgrade works at the Multi Purpose Precinct. |
| (m) Building Renewal Reserve | On Going | To be used to fund the maintenance and renewal of Councils Building assets. |
| (n) Other reserves [describe] | On Going | To be used to fund the development of Independent Living Units. |

SHIRE OF QUAIRADING
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2025

10. OTHER INFORMATION

The net result includes as revenues

(a) Interest earnings

| | 2024/25 Budget | 2023/24 Actual | 2023/24 Budget |
|------------------------|---------------------------|---------------------------|---------------------------|
| | \$ | \$ | \$ |
| Reserve Accounts | 110,000 | 116,739 | 85,000 |
| Other funds | 13,000 | 13,911 | 15,000 |
| Self Supporting Loans | 0 | 5 | 5 |
| Other interest revenue | 29,350 | 32,799 | 18,850 |
| | 152,350 | 163,454 | 118,855 |

* The Shire has resolved to charge interest under section 6.13 for the late payment of any amount of money at 11%.

The net result includes as expenses

(b) Auditors remuneration

| | | | |
|----------------|---------------|---------------|---------------|
| Audit services | 39,500 | 33,190 | 32,000 |
| Other services | 6,000 | 1,850 | 8,000 |
| | 45,500 | 35,040 | 40,000 |

(c) Interest expenses (finance costs)

| | | | |
|----------------------------------------------|--------------|---------------|---------------|
| Borrowings (refer Note 7(a)) | 6,656 | 16,661 | 13,083 |
| Interest on lease liabilities (refer Note 8) | 1,324 | 527 | 165 |
| | 7,980 | 17,188 | 13,248 |

(d) Write offs

| | | | |
|--------------|--------------|--------------|--------------|
| General rate | 2,000 | 2,003 | 2,509 |
| | 2,000 | 2,003 | 2,509 |

SHIRE OF QUAIRADING
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2025

11. ELECTED MEMBERS REMUNERATION

| | 2024/25 Budget | 2023/24 Actual | 2023/24 Budget |
|------------------------------------------|---------------------------|---------------------------|---------------------------|
| | \$ | \$ | \$ |
| Cr Jo Haythornthwaite | | | |
| President's Allowance | 1,145 | 1,100 | 0 |
| Meeting attendance fees | 6,725 | 4,956 | 2,795 |
| | <u>7,870</u> | <u>6,056</u> | <u>2,795</u> |
| Cr Trevor Stacey | | | |
| Meeting attendance fees | 4,555 | 3,484 | 2,955 |
| | <u>4,555</u> | <u>3,484</u> | <u>2,955</u> |
| Cr Johnathon Hippisley | | | |
| Meeting attendance fees | 4,150 | 3,250 | 3,195 |
| | <u>4,150</u> | <u>3,250</u> | <u>3,195</u> |
| Cr Becky Cowcill | | | |
| Meeting attendance fees | 4,150 | 3,016 | 2,795 |
| | <u>4,150</u> | <u>3,016</u> | <u>2,795</u> |
| Cr Jo Hayes | | | |
| Meeting attendance fees | 4,150 | 2,874 | 2,795 |
| | <u>4,150</u> | <u>2,874</u> | <u>2,795</u> |
| Cr Peter Smith | | | |
| Meeting attendance fees | 0 | 3,734 | 5,780 |
| President's Allowance | 0 | 0 | 1,100 |
| | <u>0</u> | <u>3,734</u> | <u>6,880</u> |
| Cr EJ Chang | | | |
| Meeting attendance fees | 0 | 0 | 2,795 |
| | <u>0</u> | <u>0</u> | <u>2,795</u> |
| Cr Renee Faltyn | | | |
| Meeting attendance fees | 4,150 | 1,554 | 0 |
| | <u>4,150</u> | <u>1,554</u> | <u>0</u> |
| Total Elected Member Remuneration | <u>29,025</u> | <u>23,968</u> | <u>24,210</u> |
| President's allowance | 1,145 | 1,100 | 0 |
| Meeting attendance fees | 27,880 | 22,868 | 23,110 |
| Child care expenses | 0 | 0 | 1,100 |
| | <u>29,025</u> | <u>23,968</u> | <u>24,210</u> |

SHIRE OF QUAIRADING
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2025

12. JOINT ARRANGEMENTS

(a) Share of joint operations

The Shire of Quairading has participated in a joint venture with Homeswest for the construction of two three bedroom duplex units in Suburban Road, Quairading. The provision of this housing aims to provide accommodation for low income families. The Shire of Quairading has a 18.95% interest in the assets and liabilities of this joint venture. Council manages the operation of the joint venture under the auspices of Homeswest. All revenue and expenses of the joint venture are recognised in the relevant financial statements of Council.

Statement of comprehensive income

| | 2024/25 Budget | 2023/24 Actual | 2023/24 Budget |
|--------------------------------------------------|---------------------------|---------------------------|---------------------------|
| | \$ | \$ | \$ |
| Other revenue | 21,840 | 14,988 | 12,688 |
| Total operating revenue | 21,840 | 14,988 | 12,688 |
| Depreciation | (1,264) | (1,264) | (783) |
| Other expenses | (7,000) | (16,408) | (11,842) |
| Total operating expenses | (8,264) | (17,672) | (12,625) |
| Profit/(loss) from continuing operations | 13,576 | (2,684) | 63 |
| Other comprehensive income | | | |
| Total comprehensive income for the period | 13,576 | (2,684) | 63 |

MATERIAL ACCOUNTING POLICIES

Interests in Joint Arrangements

Joint arrangements represent the contractual sharing of control between parties in a business venture where unanimous decisions about relevant activities are required. Separate joint venture entities providing joint venturers with an interest to net assets are classified as a joint venture and accounted for using the equity method. Joint venture operations represent arrangements whereby joint operators maintain direct interests in each asset and exposure to each liability of the arrangement. The Shire of Quairading's interests in the assets liabilities revenue and expenses of joint operations are included in the respective line items of the financial statements.

SHIRE OF QUAIRADING
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2025

14. REVENUE AND EXPENDITURE

(a) Revenue and Expenditure Classification

REVENUES

RATES

All rates levied under the *Local Government Act 1995*. Includes general, differential, specific area rates, minimum payment, interim rates, back rates, ex-gratia rates, less discounts offered.

Exclude administration fees, interest on instalments, interest on arrears, service charges and sewerage rates.

GRANTS, SUBSIDIES AND CONTRIBUTIONS

All amounts received as grants, subsidies and contributions that are not capital grants.

CAPITAL 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.

REVENUE FROM CONTRACTS WITH CUSTOMERS

Revenue from contracts with customers is recognised when the local government satisfies its performance obligations under the contract.

FEES AND CHARGES

Revenues (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.

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 the charges which can be raised. These are television and radio broadcasting, underground electricity and neighbourhood surveillance services and water.

Exclude rubbish removal charges which should not be classified as a service charge. 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.

INTEREST REVENUE

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 cannot be classified under the above headings, includes dividends, discounts, rebates etc.

PROFIT ON ASSET DISPOSAL

Gain on the disposal of assets including gains on the disposal of long-term investments.

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.

Note *AASB 119 Employee Benefits* provides a definition of employee benefits which should be considered.

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 (such as telephone and internet charges), 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 and rental or lease expenditures.

UTILITIES (GAS, ELECTRICITY, WATER)

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.

DEPRECIATION ON NON-CURRENT ASSETS

Depreciation and amortisation expenses raised on all classes of assets.

FINANCE COSTS

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 levies including DFES levy and State taxes. Donations and subsidies made to community groups.

**SHIRE OF QUAIRADING
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2025**

14. REVENUE AND EXPENDITURE

(b) Revenue Recognition

Recognition of revenue from contracts with customers 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 | Timing of Revenue recognition |
|-----------------------------------------------|------------------------------------------------------------------------------------------------------------------|---------------------------------------------|--------------------------------------------------------------------------|---------------------------------------------|-----------------------------------------------------------------------------|-----------------------------------------------------------------|---------------------------------------------------------------------|--------------------------------------------------------------------------------------------------------------------------|
| 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 |
| 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 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 |

**SHIRE OF QUAIRADING
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2025**

15. PROGRAM INFORMATION

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

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

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

To collect revenue to allow for the provision of services to the Community

Rates, general purpose government grants and interest revenue

Law, order, public safety

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

Supervision and enforcement of various Acts, regulations and by-laws relating to fire prevention, animal control and other aspects of public safety including emergency services

Health

To provide an operational framework for environmental and community health

Inspection of food outlets, noise control and waste disposal compliance. Administration of the Quairading Medical Practice and provision of various medical facilities.

Education and welfare

Provide services to the elderly, children, youth and disadvantaged

Maintenance of the Daycare facility. Provision and/or support of community care programs and youth services and provision of services provided by the Community Resource Centre

Housing

To provide and maintain staff and rental housing

Provision and maintenance of staff, aged, rental and joint venture housing

Community amenities

To provide services required by the community

Rubbish collection services, operation of rubbish disposal sites, litter control, administration of town planning schemes. Administration and maintenance of cemetery and public conveniences and community bus.

Recreation and culture

To establish and effectively manage infrastructure and resources which will help the social wellbeing of the community

Maintenance of public halls, aquatic centres, recreation centres and various sporting facilities. Provision and maintenance of parks, gardens, reserves and playgrounds. Provision of library services and the support of other heritage and cultural facilities and services.

Transport

To provide safe, effective and efficient transport services to the community.

Construction and maintenance of roads, streets, footpaths, depots, airstrip, bridges and traffic control. Cleaning of streets and maintenance of street trees, street lighting, etc. Provision of police licensing services.

Economic services

To help promote the shire and its economic wellbeing.

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

Other property and services

To monitor and control council's overhead operating accounts

Private works, plant repair and operation costs, public works overheads and administration costs.

SHIRE OF QUAIRADING
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2025

16. FEES AND CHARGES

| | 2024/25 Budget | 2023/24 Actual | 2023/24 Budget |
|-----------------------------|---------------------------|---------------------------|---------------------------|
| | \$ | \$ | \$ |
| By Program: | | | |
| Governance | 0 | 0 | 0 |
| General purpose funding | 1,515 | 1,290 | 1,515 |
| Law, order, public safety | 2,800 | 1,654 | 4,050 |
| Health | 500 | 655 | 500 |
| Education and welfare | 34,358 | 36,037 | 34,358 |
| Housing | 154,914 | 152,329 | 133,007 |
| Community amenities | 193,146 | 148,136 | 181,101 |
| Recreation and culture | 25,300 | 44,955 | 20,900 |
| Transport | 520 | 410 | 520 |
| Economic services | 234,000 | 257,635 | 223,784 |
| Other property and services | 35,500 | 31,635 | 17,100 |
| | 682,553 | 674,737 | 616,835 |

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