

**SHIRE OF DUMBLEYUNG**  
**ANNUAL BUDGET**  
**FOR THE YEAR ENDED 30 JUNE 2026**

**LOCAL GOVERNMENT ACT 1995**

**TABLE OF CONTENTS**

Statement of Comprehensive Income	2
Statement of Cash Flows	3
Statement of Financial Activity	4
Index of Notes to the Budget	5

The Shire of Dumbleyung a Class 4 local government conducts the operations of a local government with the following community vision:

"Transform the Dumbleyung Shire economy to deliver jobs and population growth"

**SHIRE OF DUMBLEYUNG**  
**STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE YEAR ENDED 30 JUNE 2026**

	Note	2025/26 Budget	2024/25 Actual	2024/25 Budget
<b>Revenue</b>		\$	\$	\$
Rates	2(a)	2,237,450	2,132,951	2,126,966
Grants, subsidies and contributions		1,550,773	1,972,529	791,154
Fees and charges	13	631,925	607,053	592,874
Interest revenue	9(a)	191,300	533,612	201,300
Other revenue		55,700	45,651	45,900
		4,667,148	5,291,796	3,758,194
<b>Expenses</b>				
Employee costs		(1,488,379)	(1,545,428)	(1,606,679)
Materials and contracts		(2,154,474)	(1,916,428)	(1,763,204)
Utility charges		(180,719)	(163,764)	(164,880)
Depreciation	6	(3,196,870)	(2,744,085)	(2,896,835)
Finance costs	9(c)	(7,061)	(7,494)	(7,638)
Insurance		(242,689)	(197,185)	(214,996)
Other expenditure		(6,338,414)	(185,192)	(6,013,521)
		(13,608,606)	(6,759,576)	(12,667,753)
		(8,941,458)	(1,467,780)	(8,909,559)
Capital grants, subsidies and contributions		17,551,862	5,094,253	7,920,676
Profit on asset disposals	5	50,000	22,477	29,000
Loss on asset disposals	5	0	0	(49,000)
		17,601,862	5,116,730	7,900,676
<b>Net result for the period</b>		<b>8,660,404</b>	<b>3,648,950</b>	<b>(1,008,883)</b>
<b>Total other comprehensive income for the period</b>		<b>0</b>	<b>0</b>	<b>0</b>
<b>Total comprehensive income for the period</b>		<b>8,660,404</b>	<b>3,648,950</b>	<b>(1,008,883)</b>

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

**SHIRE OF DUMBLEYUNG**  
**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED 30 JUNE 2026**

		2025/26	2024/25	2024/25
	Note	Budget	Actual	Budget
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
<b>Receipts</b>		\$	\$	\$
Rates		2,237,450	2,112,242	2,126,966
Grants, subsidies and contributions		1,550,773	2,723,066	1,010,411
Fees and charges		631,925	607,053	592,874
Interest revenue		191,300	533,612	201,300
Goods and services tax received		100,000	50,648	0
Other revenue		55,700	45,651	45,900
		4,767,148	6,072,272	3,977,451
<b>Payments</b>				
Employee costs		(1,488,379)	(1,722,843)	(1,606,679)
Materials and contracts		(1,146,742)	(3,737,746)	(1,763,204)
Utility charges		(180,719)	(163,764)	(164,880)
Finance costs		(7,061)	(7,638)	(7,638)
Insurance paid		(242,689)	(197,185)	(214,996)
Other expenditure		(6,338,414)	(185,192)	(6,013,521)
		(9,404,004)	(6,014,368)	(9,770,918)
<b>Net cash provided by (used in) operating activities</b>	4	(4,636,856)	57,904	(5,793,467)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Payments for purchase of property, plant & equipment	5(a)	(5,180,544)	(1,523,844)	(4,500,529)
Payments for construction of infrastructure	5(b)	(17,755,044)	(5,276,849)	(6,184,911)
Capital grants, subsidies and contributions		17,551,858	5,099,305	7,920,676
Proceeds from sale of property, plant and equipment	5(a)	210,000	232,458	172,000
Proceeds on disposal of financial assets at fair value through profit and loss		0	2,663	0
<b>Net cash (used in) investing activities</b>		(5,173,730)	(1,466,267)	(2,592,764)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>				
Repayment of borrowings	7(a)	(12,943)	(12,366)	(12,366)
Proceeds from new borrowings	7(a)	1,000,000	0	0
Proceeds on disposal of financial assets at amortised cost - term deposits		1,989,122	2,184,475	6,000,884
<b>Net cash provided by financing activities</b>		2,976,179	2,172,109	5,988,518
<b>Net increase (decrease) in cash held</b>		(6,834,407)	763,746	(2,397,713)
Cash at beginning of year		7,248,023	6,484,277	3,014,111
<b>Cash and cash equivalents at the end of the year</b>	4	<b>413,616</b>	<b>7,248,023</b>	<b>616,398</b>

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

**SHIRE OF DUMBLEYUNG**  
**STATEMENT OF FINANCIAL ACTIVITY**  
**FOR THE YEAR ENDED 30 JUNE 2026**

**OPERATING ACTIVITIES**

**Revenue from operating activities**

General rates
Grants, subsidies and contributions
Fees and charges
Interest revenue
Other revenue
Profit on asset disposals

**Expenditure from operating activities**

Employee costs
Materials and contracts
Utility charges
Depreciation
Finance costs
Insurance
Other expenditure
Loss on asset disposals

Non cash amounts excluded from operating activities

**Amount attributable to operating activities**

**INVESTING ACTIVITIES**

**Inflows from investing activities**

Capital grants, subsidies and contributions
Proceeds from disposal of property, plant and equipment

**Outflows from investing activities**

Payments for property, plant and equipment
Payments for construction of infrastructure

**Amount attributable to investing activities**

**FINANCING ACTIVITIES**

**Inflows from financing activities**

Proceeds from new borrowings
Transfers from reserve accounts

**Outflows from financing activities**

Repayment of borrowings
Transfers to reserve accounts

**Amount attributable to financing activities**

**MOVEMENT IN SURPLUS OR DEFICIT**

**Surplus at the start of the financial year**

Amount attributable to operating activities
Amount attributable to investing activities
Amount attributable to financing activities

**Surplus/(deficit) remaining after the imposition of general rates**

Note	2025/26 Budget	2024/25 Actual	2024/25 Budget
	\$	\$	\$
2(a)(i)	2,237,450	2,132,951	2,126,966
	1,550,773	1,972,529	791,154
13	631,925	607,053	592,874
9(a)	191,300	533,612	201,300
	55,700	45,651	45,900
5	50,000	22,477	29,000
	4,717,148	5,314,273	3,787,194
	(1,488,379)	(1,545,428)	(1,606,679)
	(2,154,474)	(1,916,428)	(1,763,204)
	(180,719)	(163,764)	(164,880)
6	(3,196,870)	(2,744,085)	(2,896,835)
9(c)	(7,061)	(7,494)	(7,638)
	(242,689)	(197,185)	(215,359)
	(6,338,414)	(185,192)	(6,013,521)
5	0	0	(49,000)
	(13,608,606)	(6,759,576)	(12,717,116)
3(c)	3,146,870	2,716,135	2,916,835
	<b>(5,744,588)</b>	<b>1,270,832</b>	<b>(6,013,087)</b>
	17,551,862	5,083,521	7,920,676
5(a)	210,000	232,458	172,000
	17,761,862	5,318,642	8,092,676
5(a)	(5,180,544)	(1,523,844)	(4,500,529)
5(b)	(17,755,044)	(5,276,849)	(6,184,911)
	(22,935,588)	(6,800,693)	(10,685,440)
	<b>(5,173,726)</b>	<b>(1,482,051)</b>	<b>(2,592,764)</b>
7(a)	1,000,000	0	0
8(a)	9,421,921	592,111	6,970,461
	10,421,921	592,111	6,970,461
7(a)	(12,943)	(12,366)	(12,366)
8(a)	(1,212,584)	(1,107,679)	(888,650)
	(1,225,527)	(1,120,046)	(901,017)
	<b>9,196,394</b>	<b>(527,935)</b>	<b>6,069,445</b>
3	1,807,070	2,546,224	2,536,405
	(5,744,588)	1,270,832	(6,013,087)
	(5,173,726)	(1,482,051)	(2,592,764)
	9,196,394	(527,935)	6,069,445
3	<b>85,150</b>	<b>1,807,070</b>	<b>(0)</b>

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

**CITY OF SOMEWHERE  
FOR THE YEAR ENDED 30 JUNE 2026  
INDEX OF NOTES TO THE BUDGET**

Note 1	Basis of Preparation	6
Note 2	Rates and Service Charges	7
Note 3	Net Current Assets	10
Note 4	Reconciliation of cash	12
Note 5	Property, Plant and Equipment	13
Note 6	Depreciation	17
Note 7	Borrowings	18
Note 8	Reserve Accounts	20
Note 9	Other Information	21
Note 10	Council Members Remuneration	22
Note 11	Revenue and Expenditure	23
Note 12	Program Information	25
Note 13	Fees and Charges	26

**SHIRE OF DUMBLEYUNG**  
**NOTES TO AND FORMING PART OF THE BUDGET**  
**FOR THE YEAR ENDED 30 JUNE 2026**

**1 BASIS OF PREPARATION**

The annual budget of the Shire of Dumbleyung which is a Class 4 local government 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 Leases* 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 10 to the annual budget.

**2024/25 actual balances**

Balances shown in this budget as 2024/25 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*
- *AASB 2024-1 Amendments to Australian Accounting Standards*
  - *Supplier Finance Arrangements: Tier 2 Disclosures*

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 2025-26 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 2024-4b Amendments to Australian Accounting Standards*
  - *Effective Date of Amendments to AASB 10 and AASB 128* [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*
- *AASB 18 (FP) Presentation and Disclosure in Financial Statements*
  - (Appendix D) [for for-profit entities]
- *AASB 18 (NFP/super) Presentation and Disclosure in Financial Statements*
  - (Appendix D) [for not-for-profit and superannuation entities]
- *AASB 2024-2 Amendments to Australian Accounting Standards*
  - *Classification and Measurement of Financial Instruments*
- *AASB 2024-3 Amendments to Australian Accounting Standards*
  - *Standards – Annual Improvements Volume 11*

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

**Critical accounting estimates and judgements**

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.

As with all estimates, the use of different assumptions could lead to material changes in the amounts reported in the financial report.

The following are estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year and further information on their nature and impact can be found in the relevant note:

- Fair value measurement of assets carried at reportable value including:
  - Property, plant and equipment
  - Infrastructure
- Expected credit losses on financial assets
- Assets held for sale
- Impairment losses of non-financial assets
- Investment property
- Estimated useful life of intangible assets
- Measurement of employee benefits
- Measurement of provisions

**SHIRE OF DUMBLEYUNG**  
**NOTES TO AND FORMING PART OF THE BUDGET**  
**FOR THE YEAR ENDED 30 JUNE 2026**

**2. RATES AND SERVICE CHARGES**

**(a) Rating Information**

Rate Description	Basis of valuation	Rate in dollar	Number of properties	Rateable value*	2025/26 Budgeted rate revenue	2024/25 Actual total revenue	2024/25 Budget total revenue
				\$	\$	\$	\$
<b>(i) General rates</b>							
	Gross rental valuation	0.099394	166	1,706,199	169,586	160,948	161,555
	Unimproved valuation	0.004873	283	422,415,000	2,058,428	1,963,617	1,961,063
<b>Total general rates</b>			449	424,121,199	2,228,014	2,124,566	2,122,618
		<b>Minimum</b>					
		<b>\$</b>					
<b>(ii) Minimum payment</b>							
	Gross rental valuation	555	78	125,029	43,290	41,184	41,184
	Unimproved valuation	555	52	1,233,751	28,860	26,928	26,928
<b>Total minimum payments</b>			130	1,358,780	72,150	68,112	68,112
<b>Total general rates and minimum payments</b>			579	425,479,979	2,300,164	2,192,678	2,190,730
<b>(iii) Ex-gratia rates</b>							
Ex-gratia rates					17,059	16,247	16,247
					2,317,223	2,208,925	2,206,977
Discounts (Refer note 2(d))					(79,773)	(75,974)	(80,373)
<b>Total rates</b>					2,237,450	2,132,951	2,126,604
Instalment plan charges					3,000	2,040	3,000
Instalment plan interest					4,000	1,995	4,000
Late payment of rate or service charge interest					7,000	6,514	7,000
					14,000	10,549	14,000

The Shire did not raise specified area rates for the year ended 30th June 2026.

\*Rateable Value at time of adopting budget.

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 2025/26 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 payments 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 DUMBLEYUNG**  
**NOTES TO AND FORMING PART OF THE BUDGET**  
**FOR THE YEAR ENDED 30 JUNE 2026**

**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 discount payme	5/09/2025			7.0%
<b>Option two</b>				
Payment in full	26/09/2025			7.0%
<b>Option three</b>				
First Instalment	26/09/2025		5.5%	7.0%
Second Instalment	27/01/2026	15	5.5%	7.0%
<b>Option four</b>				
First Instalment	26/09/2025		5.5%	7.0%
Second Instalment	26/11/2025	15	5.5%	7.0%
Third Instalment	27/01/2026	15	5.5%	7.0%
Fourth Instalment	26/03/2026	15	5.5%	7.0%



SHIRE OF DUMBLEYUNG  
NOTES TO AND FORMING PART OF THE BUDGET  
FOR THE YEAR ENDED 30 JUNE 2026

2. RATES AND SERVICE CHARGES (CONTINUED)

(c) Service Charges

The Shire did not raise service charges for the year ended 30th June 2026.

(d) Early payment discounts

Rate, fee or charge to which discount is granted	Type	Discount %	Discount (\$)	2025/26 Budget	2024/25 Actual	2024/25 Budget	Circumstances in which discount is granted
				\$	\$	\$	
General Rates Discount	Rate	5.0%		79,773	75,974	80,373	Payment by early payment due date.
				79,773	75,974	80,373	

(e) Waivers or concessions

The Shire does not anticipate any waivers or concessions for the year ended 30th June 2026.

**SHIRE OF DUMBLEYUNG**  
**NOTES TO AND FORMING PART OF THE BUDGET**  
**FOR THE YEAR ENDED 30 JUNE 2026**

**3. NET CURRENT ASSETS**

**(a) Composition of estimated net current assets**

**Current assets**

Cash and cash equivalents  
Financial assets  
Receivables  
Inventories  
Other assets

**Less: current liabilities**

Trade and other payables  
Contract liabilities  
Long term borrowings  
Employee provisions

**Net current assets**

**Less: Total adjustments to net current assets**

**Net current assets used in the Statement of Financial Activity**

Note	2025/26 Budget 30 June 2026	2024/25 Actual 30 June 2025	2024/25 Budget 30 June 2025
	\$	\$	\$
4	413,616	7,248,023	613,142
	2,131,172	4,120,294	3,774,051
	312,635	412,635	1,783,606
	11,482	11,482	36,126
	324,480	1,332,212	240,272
	3,193,385	13,124,646	6,447,197
	(709,295)	(709,295)	(970,092)
	0	0	(1,512,290)
7	0	(12,943)	0
	(163,310)	(163,310)	(190,764)
	(872,605)	(885,548)	(2,673,146)
	2,320,780	12,239,098	3,774,051
3(b)	(2,235,634)	(10,432,028)	(3,774,051)
	85,146	1,807,070	0

**(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  
Add: Current liabilities not expected to be cleared at end of year  
- Current portion of borrowings

**Total adjustments to net current assets**

8	(2,235,634)	(10,444,971)	(3,774,051)
	0	12,943	0
	(2,235,634)	(10,432,028)	(3,774,051)

**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  
Add: Loss on asset disposals  
Add: Depreciation  
Non-cash movements in non-current assets and liabilities:  
- Pensioner deferred rates  
- Employee provisions

**Non cash amounts excluded from operating activities**

Note	2025/26 Budget 30 June 2026	2024/25 Actual 30 June 2025	2024/25 Budget 30 June 2025
	\$	\$	\$
5	(50,000)	(22,477)	(29,000)
5	0	0	49,000
6	3,196,870	2,744,085	2,896,835
	0	5,511	0
	0	(10,984)	0
	3,146,870	2,716,135	2,916,835

**SHIRE OF DUMBLEYUNG**  
**NOTES TO AND FORMING PART OF THE BUDGET**  
**FOR THE YEAR ENDED 30 JUNE 2026**

**3. NET CURRENT ASSETS**

**(d) 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.

**INVENTORY - 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.

Inventory - 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.

**SHIRE OF DUMBLEYUNG**  
**NOTES TO AND FORMING PART OF THE BUDGET**  
**FOR THE YEAR ENDED 30 JUNE 2026**

**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	2025/26 Budget	2024/25 Actual	2024/25 Budget
		\$	\$	\$
Cash at bank and on hand		413,616	7,248,023	613,142
<b>Total cash and cash equivalents</b>		413,616	7,248,023	613,142
Held as				
- Unrestricted cash and cash equivalents		309,154	923,346	613,142
- Restricted cash and cash equivalents		104,462	6,324,677	0
	3(a)	413,616	7,248,023	613,142
<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		104,462	6,324,677	0
- Restricted financial assets at amortised cost - term deposits		2,131,172	4,120,294	3,774,051
		2,235,634	10,444,971	3,774,051
The assets are restricted as a result of the specified purposes associated with the liabilities below:				
Reserve accounts	8	2,235,634	10,444,971	3,774,051
		2,235,634	10,444,971	3,774,051
<b>Reconciliation of net cash provided by operating activities to net result</b>				
<b>Net result</b>		8,660,404	3,648,950	(1,008,887)
Depreciation	6	3,196,870	2,744,085	2,896,835
(Profit)/loss on sale of asset	5	(50,000)	(22,477)	20,000
(Increase)/decrease in receivables		100,000	1,077,484	(380,743)
(Increase)/decrease in inventories		0	8,926	0
(Increase)/decrease in other assets		1,007,732	(992,697)	0
Increase/(decrease) in payables		0	(1,004,122)	0
Increase/(decrease) in contract liabilities		0	(297,008)	600,000
Increase/(decrease) in employee provisions		0	(10,984)	0
Capital grants, subsidies and contributions		(17,551,862)	(5,094,253)	(7,920,676)
<b>Net cash from operating activities</b>		(4,636,856)	57,904	(5,793,471)

**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 DUMBLEYUNG  
NOTES TO AND FORMING PART OF THE BUDGET  
FOR THE YEAR ENDED 30 JUNE 2026

5. PROPERTY, PLANT AND EQUIPMENT

	2025/26 Budget					2024/25 Actual					2024/25 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	0	0	0	0	0	25,541	0	0	0	0	25,541	0	0	0	0
Buildings	3,936,044	0	0	0	0	551,470	0	0	0	0	3,274,988	0	0	0	0
Plant and equipment	1,244,500	(160,000)	210,000	50,000	0	946,833	(209,981)	232,458	22,477	0	1,200,000	(192,000)	172,000	29,000	(49,000)
Total	5,180,544	(160,000)	210,000	50,000	0	1,523,844	(209,981)	232,458	22,477	0	4,500,529	(192,000)	172,000	29,000	(49,000)
(b) Infrastructure															
Infrastructure - roads	6,550,167	0	0	0	0	4,597,224	0	0	0	0	5,566,673	0	0	0	0
Infrastructure - footpaths	202,000	0	0	0	0	258,472	0	0	0	0	247,238	0	0	0	0
Other infrastructure -sewerage	0	0	0	0	0	0	0	0	0	0	371,000	0	0	0	0
Other Infrastructure	11,002,877	0	0	0	0	421,153	0	0	0	0	0	0	0	0	0
Total	17,755,044	0	0	0	0	5,276,849	0	0	0	0	6,184,911	0	0	0	0
Total	22,935,588	(160,000)	210,000	50,000	0	6,800,693	(209,981)	232,458	22,477	0	10,685,440	(192,000)	172,000	29,000	(49,000)

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 DUMBLEYUNG

## NOTES TO AND FORMING PART OF THE BUDGET

### FOR THE YEAR ENDED 30 JUNE 2026

#### 5. PROPERTY, PLANT AND EQUIPMENT - ADDITIONS

Account Description	FY25 Budget	Grant funds	Other Contrib.	Loan	Proceeds on sale	Shire	Reserve	Comments
<b>Land &amp; Buildings</b>								
Fencing 19 and 21 McIntyre Street	38,000					38,000		Remove asbestos fencing and replace with new Neetascreen – 19 and 21 McIntyre Street, Dumbleyung
Dumbleyung Caravan Park Ablutions	34,000					34,000		Dumbleyung Caravan Park retiling men's showers (including Hire of temporary facilities)
Two 4x2 dwellings Dawson street	970,000						970,000	Two 4x2 dwellings Dawson St. on Shire owned vacant land next to existing CEO house on corner of McIntyre St
Stubbs Pavillion Redevelopment	2,210,000	1,100,000	1,110,000					Funded by 650k Future Fund, 460k Stubbs Park Board and \$1.1m DFES grant
Kukerin fire shed	632,166	622,166				10,000		Pending grant application success, budgeted to be 100% grant funded in FY26 but may be funded via self supporting loan pending DFES preference if grant application approved.
	3,884,166	1,722,166	1,110,000	0	0	82,000	970,000	
<b>Plant and Equipment</b>								
Volvo L90 Loader	400,000				90,000	64,199	245,801	In line with draft amended 10 year plant replacement program
24T Tipper and tri-axel dog trailer	540,000				120,000	420,000		
Dumbleyung playground equipment and water tank	70,000					70,000		
Council Chambers furniture	17,500					17,500		New chairs and tables for Council Chambers – modern and easier to move for Council/trainings/meetings.
Depot Adblue tank	15,000					15,000		Tank for storage of Adblue, currently using 20Lt drums
	24,000	24,000						LGGs grant pending variation to Mouilly electric roller door and Mouilly/Nippering respiratory face mask washing sinks
Bushfire Brigades - 3 fast fill trailers								
	1,066,500	24,000	0	0	210,000	586,699	245,801	
<b>Other Infrastructure</b>								
Water tank for gymnastics shed	36,000					36,000		Water tank for runoff from gymnastics shed
Kukerin Cemetary Niche Wall	65,000					65,000		Upgrade/Replace Kukerin Cemetary Niche Wall due to space constraints
Dumbleyung vacant block headworks development	3,999,399	3,621,399					378,000	Development of headworks for vacant blocks in Dumbleyung - sewer, water and power.
Dumbleyung swimming pool redevelopment	6,495,000	3,200,000	1,612,742	1,000,000			682,258	Grants \$1.6M GRP, \$1.6M CSRFF, \$682k Pool Reserve, \$1m loan and remainder Future Fund in budget until formal funding strategy determined by Council once tender responses received.
Electric Vehicle Charger - Dumbleyung	85,000	32,000				53,000		Supply and install 60kW DC Dual Plug Charger to Shire Office, pending grant application success
Electric Vehicle Charger - Kukerin	41,000	18,828				22,172		Supply and install 30kW DC Single Plug Charger to Kukerin Town Hall, pending grant application success
	10,721,399	6,872,227	1,612,742	1,000,000	-	176,172	1,060,258	
<b>Roads</b>								
R2R Reseal Bairstow Street SLK 0.00-0.47	20,000	20,000				-		
R2R Reseal Bairstow Street SLK 0.73-0.840	5,000	5000				-		
RRG Reseal 129 Gate Road SLK 7.55 - 10.14	107,447	71,631				35,816		
RRG Reseal 129 Gate Road SLK 28.10-32.10	176,560	117,707				58,853		
WSFN Pavement Renewal Dumbleyung - Nyabing Rd SLK 0.00-3	2,629,010	2,453,655				175,355		
WSFN Pavement Renewal Kulin - Dumbleyung Rd SLK 0.00-4.45	2,017,112	1,882,571				134,541		Per roads strategy
R2R Reseal 0.9-2.45, Renewal 00-0.9 Peterson Road	286,000	286,000				-		
RRG Resheet White Well Road SLK 10.64-20.00	397,073	264,715				132,358		
R2R Resheet Bladondale Road SLK 10.61-14.70	160,000	160,000				-		
R2R Resheet Kuringup North Road SLK 0.00-3.70	145,000	110,709				34,291		
R2R Resheet Rasmassen Road SLK 0.00-1.05	52,000					52,000		
	5,995,202	5,371,988	-	-		623,214	-	

## SHIRE OF DUMBLEYUNG

## NOTES TO AND FORMING PART OF THE BUDGET

## FOR THE YEAR ENDED 30 JUNE 2026

## 5. PROPERTY, PLANT AND EQUIPMENT - ADDITIONS

Account Description	FY25 Budget	Grant funds	Other Contrib.	Loan	Proceeds on sale	Shire	Reserve	Comments
<b>Footpaths</b>								
McIntyre St Dumb - Replace with stamped concrete	70,000					70,000		Bennet St - Dawson St, Left Side
Scaddan Street Kuk - Replace with Stamped concrete	75,000					75,000		Johnston St to Collier St, right side
Bennet Street Dumb - New stamped concrete footpath	35,000					35,000		Bartram Rd to Absolon St, left side
Dumbleyung caravan park concrete paths	22,000					22,000		Remove concrete pavers around ablution block and replace with new concrete path and ramps, and install new concrete path between ablution block and camp kitchen which is currently grass.
	202,000	-	-	-	-	202,000	-	
<b>FY25 Projects rolled to FY26</b>								
<b>Buildings</b>								
Transportable toilet Nenke Park	5,740					5,740		Final installation costs
Kukerin Cemetary Toilet	7,185					7,185		Final installation costs
36 Tunney St Daycare	38,953					38,953		
<b>Plant and Equipment</b>								
Tipper trailer	9,000						9,000	
2 x Box trailers	14,000						14,000	
Water Cart	155,000	100,000				55,000		Pending grant application to DWER
<b>Roads</b>								
R2R - Mt Pleasant resheet	67,309	67,309						
R2R - Springhurst resheet	83,578	83,578						
R2R - Bennet reseal	103,824	103,824						
R2R - Richardson reseal	35,767	35,767						Project may be revised in FY26 to pavement renewal
R2R - Wishbone resheet	63,000	63,000						Project may be revised in FY26 to floodway renewal
R2R - Collier St, Kukerin Reseal	9,373	9,373						
R2R - Johnston St, Kukerin Reseal	15,450	15,450						
R2R - Stubbs St, Kukerin Reseal	16,223	16,223						
WSFN Adams Road RRR025	104,644	97,664				6,980		
WSFN Kulin-Dumb Geotech RR119B	55,797	52,075				3,722		
<b>Other Infrastructure</b>								
CWSP Horse paddock / Farmers Centre Dam improvements	150,000	100,000				50,000		Proposed diverter drain adjacent to Men's Shed Sump Dam requires an Aboriginal Cultural & Heritage Survey, a
Waste Water Treatment Plan	10,000					10,000		Connection to oval reticulation
Dumbleyung town AA dam desilting	34,478	34,478						Dumbleyung town AA dam desilting including dam catchment reseal, 100% DWER funded
	62,000	60,000				2,000		\$62K quote received for Dumbleyung Townsite drainage system reinstatement works. Submission sent to WDC seeking approval to access \$60K grant funds.
1/6 of \$300k drought funding								To be replaced in advance of fabric failure.
Replacement Kukerin Bouncy Pillow	25,000					25,000		
	1,066,321	838,742	-	-	-	204,579	23,000	
	22,935,588	14,829,123	2,722,742	1,000,000	210,000	1,874,664	2,299,059	

SHIRE OF DUMBLEYUNG  
NOTES TO AND FORMING PART OF THE BUDGET  
FOR THE YEAR ENDED 30 JUNE 2026

5. PROPERTY, PLANT AND EQUIPMENT - DISPOSALS

Asset Ref.     Asset description		2025/26 Budget			
		Net Book	Proceeds	Profit	(Loss)
		Value			
		\$	\$	\$	\$
Plant and equipment					
FA00114	6 Wheel Tipper	110,000	120,000	10,000	0
FA00103	Volvo L60 Loader	50,000	90,000	40,000	0
		160,000	210,000	50,000	0



**SHIRE OF DUMBLEYUNG**  
**NOTES TO AND FORMING PART OF THE BUDGET**  
**FOR THE YEAR ENDED 30 JUNE 2026**

**6. DEPRECIATION**

**By Class**

Buildings
Plant and equipment
Infrastructure - roads
Infrastructure - footpaths
Other infrastructure -sewerage
Other infrastructure

**By Program**

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

2025/26 Budget	2024/25 Actual	2024/25 Budget
\$	\$	\$
361,361	291,838	305,285
463,585	402,401	394,862
2,031,172	1,757,250	1,894,427
25,905	20,569	18,305
49,888	45,787	50,025
264,959	226,240	233,933
3,196,870	2,744,085	2,896,836
0	13,433	17,066
48,751	44,744	48,885
8,311	0	0
70,650	57,359	62,728
222,850	187,592	189,786
263,351	188,906	192,767
2,164,604	1,877,927	2,021,636
31,860	44,088	48,168
386,493	330,035	315,800
3,196,870	2,744,085	2,896,835

**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
Plant and equipment
Infrastructure - roads
Infrastructure - footpaths
Other infrastructure -sewerage
Other infrastructure

**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 DUMBLEYUNG  
NOTES TO AND FORMING PART OF THE BUDGET  
FOR THE YEAR ENDED 30 JUNE 2026

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 2025	2025/26 Budget New Loans	2025/26 Budget Principal Repayments	Budget Principal outstanding 30 June 2026	2025/26 Budget Interest Repayments	Actual Principal 1 July 2024	2024/25 Actual Principal Repayments	Actual Principal outstanding 30 June 2025	2024/25 Actual Interest Repayments	Budget Principal 1 July 2024	2024/25 Budget Principal Repayments	Budget Principal outstanding 30 June 2025	2024/25 Budget Interest Repayments
				\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Aged Care Housing	93	WATC	3.58%	66,893	0	(4,411)	62,482	(2,281)	71,150	(4,257)	66,893	(2,423)	71,150	(4,257)	66,893	(2,435)
28 Absolon Street	92	WATC	5.15%	94,925	0	(8,532)	86,393	(4,780)	103,034	(8,109)	94,925	(5,072)	103,034	(8,109)	94,925	(5,203)
Swimming Pool	TBA	WATC	TBA	0	1,000,000	0	1,000,000	0	0	0	0	0	0	0	0	0
				161,818	1,000,000	(12,943)	1,148,875	(7,062)	174,185	(12,366)	161,818	(7,495)	174,185	(12,366)	161,818	(7,638)

All borrowing repayments will be financed by general purpose revenue.

SHIRE OF DUMBLEYUNG  
 NOTES TO AND FORMING PART OF THE BUDGET  
 FOR THE YEAR ENDED 30 JUNE 2026

7. BORROWINGS

(b) New borrowings - 2025/26

Particulars/Purpose	Institution	Loan type	Term (years)	Interest rate	Amount borrowed budget	Total interest & charges	Amount used budget	Balance unspent
				%	\$	\$	\$	\$
Dumbleyung Swimming Pool	WATC	TBA	TBA	TBA	1,000,000	0	1,000,000	0
					1,000,000	0	1,000,000	0

(c) Unspent borrowings

The Shire had no unspent borrowing funds as at 30th June 2025 nor is it expected to have unspent borrowing funds as at 30th June 2026.

(d) Credit Facilities

	2025/26 Budget	2024/25 Actual	2024/25 Budget
	\$	\$	\$
<b>Undrawn borrowing facilities</b>			
<b>credit standby arrangements</b>			
Bank overdraft limit	0	0	0
Bank overdraft at balance date	0	0	0
Credit card limit	17,500	12,500	17,500
Credit card balance at balance date	0	5,000	0
<b>Total amount of credit unused</b>	17,500	17,500	17,500
<b>Loan facilities</b>			
Loan facilities in use at balance date	1,148,875	161,818	161,818

MATERIAL ACCOUNTING POLICIES

BORROWING COSTS

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

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

Borrowings fair values are based on discounted cash flows using a current borrowing rate.

**SHIRE OF DUMBLEYUNG**  
**NOTES TO AND FORMING PART OF THE BUDGET**  
**FOR THE YEAR ENDED 30 JUNE 2026**

**8. RESERVE ACCOUNTS**

**(a) Reserve Accounts - Movement**

	2025/26 Budget				2024/25 Actual				2024/25 Budget			
	Opening Balance	Transfer to	Transfer (from)	Closing Balance	Opening Balance	Transfer to	Transfer (from)	Closing Balance	Opening Balance	Transfer to	Transfer (from)	Closing Balance
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
<b>Restricted by council</b>												
(a) Employee Entitlement Reserve	233,408	5,632	0	239,040	226,246	7,162	0	233,408	210,990	3,417	0	214,407
(b) Emergency Response Reserve	760,948	18,361	(779,308)	1	736,416	24,532	0	760,948	735,661	13,162	0	748,823
(c) IT & Office Equipment Reserve	43,515	2,741	(34,339)	11,917	111,865	1,724	(70,074)	43,515	111,623	3,129	(104,413)	10,339
(d) Plant, Vehicle & Equipment Reserve	384,178	15,507	(245,801)	153,884	620,569	22,093	(258,484)	384,178	620,032	11,093	(489,484)	141,641
(e) Buildings Reserve	1,109,448	814,683	(970,000)	954,131	922,696	186,752	0	1,109,448	873,512	253,838	0	1,127,350
(f) Swimming Pool Reserve	546,386	135,872	(682,258)	0	435,365	359,574	(248,553)	546,386	434,820	382,641	(320,000)	497,461
(g) Water Security Reserve	42,459	1,024	0	43,483	41,092	1,367	0	42,459	41,048	734	0	41,782
(h) Dumbleyung Sewerage Works Reserve	987,255	191,869	(490,000)	689,124	810,262	176,993	0	987,255	809,437	164,480	(112,000)	861,917
(i) Landcare Development Reserve	72,803	1,757	0	74,560	70,455	2,348	0	72,803	70,383	1,259	0	71,642
(j) Fence Road Drain Maintenance Reserve	44,356	25,138	0	69,494	33,820	25,536	(15,000)	44,356	33,793	24,896	0	58,689
(k) Bain Estate Reserve	6,220,215	0	(6,220,215)	0	5,920,617	299,598	0	6,220,215	5,914,564	30,000	(5,944,564)	0
	10,444,971	1,212,584	(9,421,921)	2,235,634	9,929,403	1,107,679	(592,111)	10,444,971	9,855,863	888,650	(6,970,461)	3,774,051

**(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) Employee Entitlement Reserve	Ongoing	To fund current and past employee leave entitlements.
(b) Emergency Response Reserve	Ongoing	To fund expenses arising for unforeseen circumstances, or other urgent expenditure.
(c) IT & Office Equipment Reserve	Ongoing	To fund the purchase and upgrade of computer equipment, software and office equipment.
(d) Plant, Vehicle & Equipment Reserve	Ongoing	To support the purchase/replacement of motor vehicles and heavy plant and equipment.
(e) Buildings Reserve	Ongoing	To support the maintenance, acquisition, upgrade, enhancement or future renewal of buildings within the district.
(f) Swimming Pool Reserve	Ongoing	To fund a proposed redevelopment of the Dumbleyung Swimming Pool
(g) Water Security Reserve	Ongoing	To fund investments in upgraded capture, storage and containment of new sources of water supply
(h) Dumbleyung Sewerage Works Reserve	Ongoing	To fund maintenance, upgrades and future renewal of the Dumbleyung Sewerage Scheme.
(i) Landcare Development Reserve	Ongoing	To contribute to Landcare development.
(j) Fence Road Drain Maintenance Reserve	Ongoing	To fund maintenance on the Fence Road Drainage Scheme.
(k) Bain Estate Reserve	Ongoing	To hold funds from the Bain Estate prior to distribution to the community through the Bain Estate Future Funds and the annual budget.

**SHIRE OF DUMBLEYUNG**  
**NOTES TO AND FORMING PART OF THE BUDGET**  
**FOR THE YEAR ENDED 30 JUNE 2026**

**9. OTHER INFORMATION**

**The net result includes as revenues**

**(a) Interest earnings**

Investments	180,000	525,103	190,000
Other interest revenue	11,300	8,509	11,000
	191,300	533,612	201,000

\* The Shire has resolved to charge interest under section 6.13 for the late payment of any amount of money at 7%.

**The net result includes as expenses**

**(b) Auditors remuneration**

Audit services	41,000	38,500	38,000
Other services	20,000	14,341	20,000
	61,000	52,841	58,000

**(c) Interest expenses (finance costs)**

Borrowings (refer Note 7(a))	7,062	7,495	7,638
	7,062	7,495	7,638

**(d) Write offs**

General rate	1,200	1,109	1,200
	1,200	1,109	1,200

**SHIRE OF DUMBLEYUNG**  
**NOTES TO AND FORMING PART OF THE BUDGET**  
**FOR THE YEAR ENDED 30 JUNE 2026**

**10. COUNCIL MEMBERS REMUNERATION**

	2025/26 Budget	2024/25 Actual	2024/25 Budget
	\$	\$	\$
<b>Councillor Amy Knight, President</b>			
President's allowance	15,199	14,685	14,685
Meeting attendance fees	7,320	7,072	7,072
Other expenses	1,000	0	857
ICT expenses	857	236	571
Travel and accommodation expenses	1,143	1,171	1,429
	25,519	23,164	24,614
<b>Councillor Grant Lukins, Deputy President</b>			
Deputy President's allowance	1,970	1,903	1,903
Meeting attendance fees	4,220	4,077	4,077
Other expenses	1,000	0	857
ICT expenses	857	236	571
Travel and accommodation expenses	1,143	1,171	1,429
	9,190	7,387	8,837
<b>Councillor Catherine Watkins</b>			
Meeting attendance fees	4,144	4,004	4,004
Other expenses	1,000	0	857
ICT expenses	857	236	571
Travel and accommodation expenses	1,143	1,171	1,429
	7,144	5,411	6,861
<b>Councillor Kevin Powell</b>			
Meeting attendance fees	4,144	4,004	4,004
Other expenses	1,000	0	857
ICT expenses	857	236	571
Travel and accommodation expenses	1,143	1,171	1,429
	7,144	5,411	6,861
<b>Councillor Bevan Doney</b>			
Meeting attendance fees	4,144	4,004	4,004
Other expenses	1,000	0	857
ICT expenses	857	236	571
Travel and accommodation expenses	1,143	1,171	1,429
	7,144	5,411	6,861
<b>Councillor Marilyn Hasleby</b>			
Meeting attendance fees	4,144	4,004	4,004
Other expenses	1,000	0	857
ICT expenses	857	236	571
Travel and accommodation expenses	1,143	1,171	1,429
	7,144	5,411	6,861
<b>Councillor Emily Edwards</b>			
Meeting attendance fees	4,144	4,004	4,004
Other expenses	1,000	0	857
ICT expenses	857	236	571
Travel and accommodation expenses	1,143	1,171	1,429
	7,144	5,411	6,861
<b>Total Council Member Remuneration</b>	<b>70,429</b>	<b>57,609</b>	<b>67,757</b>
President's allowance	15,199	14,685	14,685
Deputy President's allowance	1,970	1,903	1,903
Meeting attendance fees	32,260	31,169	31,169
Other expenses	7,000	0	6,000
ICT expenses	6,000	1,654	4,000
Travel and accommodation expenses	8,000	8,198	10,000
	70,429	57,609	67,757

**SHIRE OF DUMBLEYUNG**  
**NOTES TO AND FORMING PART OF THE BUDGET**  
**FOR THE YEAR ENDED 30 JUNE 2026**

**11. 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 DUMBLEYUNG**  
**NOTES TO AND FORMING PART OF THE BUDGET**  
**FOR THE YEAR ENDED 30 JUNE 2026**

**11. 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 DUMBLEYUNG

## NOTES TO AND FORMING PART OF THE BUDGET

### FOR THE YEAR ENDED 30 JUNE 2026

## 12. 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

##### Governance

To provide a decision making process for the efficient allocation of scarce 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 housing for low income earners and aged residents.

##### Community amenities

To provide services required by the community.

##### Recreation and culture

To establish and effectively manage infrastructure and resource which will help the social well being of the community.

##### Transport

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

##### Economic services

To help promote the Shire and its economic wellbeing.

##### Other property and services

To monitor and control Council's overheads operating accounts.

#### ACTIVITIES

Include the activities of members of council and the administrative support available to the Council for the provision of governance of the district. Other costs relate to the task of assisting elected members and ratepayers on matters which do not specific council systems and the administration of the Bain Estate Future Fund.

Rates, general purpose government grants and interest revenue.

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

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

Maintenance of child minding centre, playgroup centre.

Provision and maintenance of housing for low income earners and elderly residents.

Rubbish Collection services, operation of rubbish disposal sites, litter control/protection of the environment and administration of town planning schemes, cemetery and public conveniences.

Maintenance of public halls, civic centres, aquatic centre, recreation centres and various sporting facilities. Provision and maintenance of parks, gardens and playgrounds. Operation of library and other cultural facilities.

Construction and maintenance of roads, street, footpaths, depots and traffic control. Cleaning of street and maintenance of street trees.

Tourism and area promotion including the maintenance and operation of caravan parks. Provision of rural services including Landcare services, weed control, vermin control, and standpipes. Building control

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

SHIRE OF DUMBLEYUNG  
 NOTES TO AND FORMING PART OF THE BUDGET  
 FOR THE YEAR ENDED 30 JUNE 2026

13. FEES AND CHARGES

	2025/26 Budget	2024/25 Actual	2024/25 Budget
	\$	\$	\$
<b>By Program:</b>			
Governance	0	0	6,000
General purpose funding	7,000	5,615	0
Law, order, public safety	2,700	16,610	1,600
Housing	140,000	132,910	120,000
Community amenities	349,975	320,768	319,024
Recreation and culture	5,250	5,482	5,250
Transport	500	0	0
Economic services	124,500	124,220	138,500
Other property and services	2,000	1,448	2,500
	631,925	607,053	592,874