

SHIRE OF DUMBLEYUNG
ANNUAL BUDGET
FOR THE YEAR ENDED 30 JUNE 2024

LOCAL GOVERNMENT ACT 1995

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SHIRE'S 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 2024

	NOTE	2023/24 Budget	2022/23 Actual	2022/23 Budget
Revenue				
Rates	2(a)	\$ 2,028,326	\$ 1,932,341	\$ 1,927,140
Grants, subsidies and contributions	10	755,780	3,069,635	891,765
Fees and charges	13	475,033	547,483	498,398
Interest revenue	11(a)	261,000	307,130	33,450
Other revenue	11(b)	29,850	48,472	64,600
		3,549,989	5,905,061	3,415,353
Expenses				
Employee costs		(1,564,281)	(1,474,532)	(1,730,965)
Materials and contracts		(2,281,184)	(316,032)	(1,667,750)
Utility charges		(133,169)	(132,776)	(149,290)
Depreciation	6	(2,809,027)	(2,310,334)	(2,585,366)
Finance costs	11(d)	(8,189)	(10,568)	(9,018)
Insurance		(204,484)	(201,839)	(187,459)
Other expenditure		(177,957)	(97,479)	(132,202)
		(7,178,291)	(4,543,560)	(6,462,050)
		(3,628,302)	1,361,501	(3,046,697)
Capital grants, subsidies and contributions	10	7,320,826	2,733,414	6,007,120
Profit on asset disposals	5	32,335	74,300	29,500
Loss on asset disposals		(19,993)	(17,874)	(56,600)
		7,333,168	2,789,840	5,980,020
Net result for the period		3,704,866	4,151,341	2,933,323
Other comprehensive income				
<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		3,704,866	4,151,341	2,933,323

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 2024

CASH FLOWS FROM OPERATING ACTIVITIES

Receipts

	NOTE	2023/24 Budget	2022/23 Actual	2022/23 Budget
Rates		\$ 2,028,326	\$ 1,937,088	\$ 1,927,140
Grants, subsidies and contributions		755,780	3,254,096	891,765
Fees and charges		475,033	547,483	498,398
Interest revenue		261,000	307,130	33,450
Other revenue		29,850	48,472	64,600
		3,549,989	6,094,269	3,415,353

Payments

Employee costs		(1,564,281)	(1,342,423)	(1,730,965)
Materials and contracts		(2,281,184)	(1,405,298)	(2,451,360)
Utility charges		(133,169)	(132,776)	(149,290)
Finance costs		(8,189)	(10,915)	(9,018)
Insurance		(204,484)	(201,839)	(187,459)
Goods and services tax paid		0	(124,359)	0
Other expenditure		(177,957)	(97,479)	(132,204)
		(4,369,264)	(3,315,089)	(4,660,296)

Net cash provided by (used in) operating activities 4 (819,275) 2,779,180 (1,244,943)

CASH FLOWS FROM INVESTING ACTIVITIES

Payments for purchase of property, plant & equipment	5(a)	(1,261,271)	(845,537)	(2,201,157)
Payments for construction of infrastructure	5(b)	(7,660,262)	(3,944,999)	(5,914,545)
Capital grants, subsidies and contributions		7,320,826	2,734,998	4,488,743
Proceeds from sale of property, plant and equipment	5(a)	123,000	193,971	317,000
Proceeds on disposal of financial assets at fair value through profit and loss		0	(2,764)	0
Net cash provided by (used in) investing activities		(1,477,707)	(1,864,331)	(3,309,959)

CASH FLOWS FROM FINANCING ACTIVITIES

Repayment of borrowings	7(a)	(11,816)	(19,738)	(19,738)
Proceeds on disposal of financial assets at amortised cost - term deposits		0	(865,797)	361,215
Net cash provided by (used in) financing activities		(11,816)	(885,535)	341,477

Net increase (decrease) in cash held

Cash at beginning of year		4,799,467	4,771,974	4,478,860
Cash and cash equivalents at the end of the year	4	2,490,669	4,801,288	265,435

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 2024

		2023/24	2022/23	2022/23
	NOTE	Budget	Actual	Budget
OPERATING ACTIVITIES				
Revenue from operating activities				
General rates	2(a)	\$ 2,012,850	\$ 1,917,604	\$ 1,912,403
Rates excluding general rates	2(a)	15,473	14,737	14,737
Grants, subsidies and contributions	10	755,780	3,069,635	891,765
Fees and charges	13	475,033	547,483	498,398
Interest revenue	11(a)	261,000	307,130	33,450
Other revenue	11(b)	29,850	48,472	64,600
Profit on asset disposals	5	32,335	74,300	29,500
		3,582,321	5,979,361	3,444,853
Expenditure from operating activities				
Employee costs		(1,564,281)	(1,474,532)	(1,730,965)
Materials and contracts		(2,281,184)	(316,032)	(1,667,750)
Utility charges		(133,169)	(132,776)	(149,290)
Depreciation	6	(2,809,027)	(2,310,334)	(2,585,366)
Finance costs	11(d)	(8,189)	(10,568)	(9,018)
Insurance		(204,484)	(201,839)	(187,459)
Other expenditure		(177,957)	(97,479)	(132,204)
Loss on asset disposals	5	(19,993)	(17,874)	(56,600)
		(7,198,284)	(4,561,434)	(6,518,652)
Non-cash amounts excluded from operating activities	3(b)	2,796,685	2,253,908	2,612,466
Amount attributable to operating activities		(819,278)	3,671,835	(461,333)
INVESTING ACTIVITIES				
Inflows from investing activities				
Capital grants, subsidies and contributions	10	7,320,826	2,733,414	6,007,120
Proceeds from disposal of assets	5	123,000	193,971	317,000
		7,443,826	2,924,621	6,324,120
Outflows from investing activities				
Payments for property, plant and equipment	5(a)	(1,261,271)	(845,537)	(2,201,157)
Payments for construction of infrastructure	5(b)	(7,660,262)	(3,944,999)	(5,914,545)
		(8,921,533)	(4,790,536)	(8,115,702)
Amount attributable to investing activities		(1,477,707)	(1,865,915)	(1,791,582)
FINANCING ACTIVITIES				
Inflows from financing activities				
Transfers from reserve accounts	8(a)	493,537	118,160	548,761
		493,537	118,160	548,761
Outflows from financing activities				
Repayment of borrowings	7(a)	(11,816)	(19,738)	(19,738)
Transfers to reserve accounts	8(a)	(824,326)	(1,468,486)	(187,546)
		(836,142)	(1,488,223)	(207,284)
Amount attributable to financing activities		(342,605)	(1,370,063)	341,477
MOVEMENT IN SURPLUS OR DEFICIT				
Surplus or deficit at the start of the financial year	3	2,639,590	2,203,733	1,911,438
Amount attributable to operating activities		(819,278)	3,671,835	(461,333)
Amount attributable to investing activities		(1,477,707)	(1,865,915)	(1,791,582)
Amount attributable to financing activities		(342,605)	(1,370,063)	341,477
Surplus or deficit at the end of the financial year	3	(0)	2,639,590	0

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

**SHIRE OF DUMBLEYUNG
FOR THE YEAR ENDED 30 JUNE 2024
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SHIRE OF DUMBLYUNG
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2024

1(a) 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 City 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 City 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 4 to the annual budget.

2022/23 actual balances

Balances shown in this budget as 2022/23 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.

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 2021-2 Amendments to Australian Accounting Standards
 - Disclosure of Accounting Policies or Definition of Accounting Estimates
- AASB 2021-6 Amendments to Australian Accounting Standards
 - Disclosure of Accounting Policies: Tier 2 and Other Australian Accounting Standards
- AASB 2022-7 Editorial Corrections to Australian Accounting Standards and Repeal of Superseded and Redundant Standards

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

New accounting standards for application in future years

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

- AASB 2014-10 Amendments to Australian Accounting Standards
 - Sale or Contribution of Assets between an Investor and its Associate or Joint Venture
- AASB 2020-1 Amendments to Australian Accounting Standards
 - Classification of Liabilities as Current or Non-current
- 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 2022-5 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 2022-10 Amendments to Australian Accounting Standards
 - Fair Value Measurement of Non-Financial Assets of Not-for-Profit Public Sector Entities

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

SHIRE OF DUMBLEYUNG
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2024

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

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 EARNINGS

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

OTHER REVENUE / INCOME

Other revenue, which 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 2024

2. RATES AND SERVICE CHARGES

(a) Rating Information

Rate Description	Basis of valuation	Rate in	Number of properties	Rateable value	2023/24 Budgeted rate revenue	2023/24 Budgeted total revenue	2022/23 Actual total revenue	2022/23 Budget total revenue
		\$		\$	\$	\$	\$	\$
(i) General rates								
Gross rental valuations		0.126840	168	1,229,408	155,938	155,938	150,054	148,378
Unimproved valuations		0.006943	287	268,774,500	1,866,101	1,866,101	1,780,401	1,778,260
Total general rates			455	270,003,908	2,022,039	2,022,039	1,930,456	1,926,638
	Minimum	\$						
(ii) Minimum payment								
Gross rental valuations		502	74	91,472	37,148	37,148	33,696	35,372
Unimproved valuations		502	54	900,793	27,108	27,108	23,400	24,856
Total minimum payments			128	992,265	64,256	64,256	57,096	60,228
Total general rates and minimum payments			583	270,996,173	2,086,295	2,086,295	1,987,552	1,986,866
(iv) Ex-gratia rates								
Ex-gratia rates					15,473	15,473	14,737	14,737
Total ex-gratia rates			0	0	15,473	15,473	14,737	14,737
					2,101,768	2,101,768	2,002,289	2,001,603
Discounts (Refer note 2(e))						(73,445)	(69,948)	(74,463)
Total rates					2,101,768	2,028,323	1,932,341	1,927,140

The Shire did not raise specified area rates for the year ended 30th June 2024.

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

The general rates detailed for the 2023/24 financial year have been determined by Council on the basis of raising the revenue required to meet the estimated deficiency between the total estimated revenue 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 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 DUMBLEYUNG
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2024

2. RATES AND SERVICE CHARGES (CONTINUED)

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

Instalment options	Date due	Instalment plan admin charge	Instalment plan interest rate	Unpaid rates interest rates
		\$	%	%
Option one				
Single discount payment	11/08/2023			7.0%
Option two				
Payment in full	1/09/2023			7.0%
Option three				
First Instalment	1/09/2023		5.5%	7.0%
Second Instalment	1/01/2024	15	5.5%	7.0%
Option four				
First Instalment	1/09/2023		5.5%	7.0%
Second Instalment	1/11/2023	15	5.5%	7.0%
Third Instalment	1/01/2024	15	5.5%	7.0%
Fourth Instalment	1/03/2024	15	5.5%	7.0%

	2023/24 Budget revenue	2022/23 Actual revenue	2022/23 Budget revenue
	\$	\$	\$
Instalment plan admin charge revenue	3,000	2,880	3,000
Instalment plan interest earned	3,000	3,375	3,000
Unpaid rates and service charge interest earned	9,000	6,703	9,000
	15,000	12,958	15,000

**SHIRE OF DUMBLEYUNG
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2024**

2. RATES AND SERVICE CHARGES (CONTINUED)

(c) Specified Area Rate

The Shire did not raise specified area rates for the year ended 30th June 2024.

(d) Service Charges

The Shire did not raise service charges for the year ended 30th June 2024.

**SHIRE OF DUMBLEYUNG
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2024**

2. RATES AND SERVICE CHARGES (CONTINUED)

(e) Early payment discounts

Rate, fee or charge to which discount is granted	Type	Discount %	Discount (\$)	2023/24 Budget	2022/23 Actual	2022/23 Budget	Circumstances in which discount is granted
General rates discount		%	\$	\$	\$	\$	When payment of the full outstanding amount, including arrears is received on or before 4.30pm on the discount due date.
		5.00%		(73,445)	(69,948)	(74,463)	
				(73,445)	(69,948)	(74,463)	

(f) Waivers or concessions

The Shire does not anticipate any waivers or concessions for the year ended 30th June 2024.

SHIRE OF DUMBLEYUNG
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2024

3. NET CURRENT ASSETS

(a) Composition of estimated net current assets

Current assets

	2023/24 Budget 30 June 2024	2022/23 Actual 30 June 2023	2022/23 Budget 30 June 2023
Cash and cash equivalents	2,490,668	4,799,467	265,437
Financial assets	8,523,673	8,523,673	7,589,775
Receivables	394,564	394,564	362,931
Inventories	15,501	15,501	31,017
Other assets	382,643	382,643	0
	<u>11,807,049</u>	<u>14,115,848</u>	<u>8,249,160</u>

Less: current liabilities

Trade and other payables	(466,529)	(466,529)	(467,748)
Contract liabilities	(1,516,095)	(1,516,095)	0
Lease liabilities	0	0	1
Long term borrowings	0	(11,816)	
Employee provisions	(190,764)	(190,764)	(191,635)
	<u>(2,173,388)</u>	<u>(2,185,204)</u>	<u>(659,382)</u>

Net current assets

	9,633,661	11,930,644	7,589,778
Less: Total adjustments to net current assets	(9,633,658)	(9,291,054)	(7,589,778)
Net current assets used in the Statement of Financial Activity	<u>0</u>	<u>2,639,590</u>	<u>0</u>

SHIRE OF DUMBLEYUNG
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2024

3. NET CURRENT ASSETS (CONTINUED)

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

Items excluded from calculation of budgeted deficiency

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

(b) Non-cash amounts excluded from operating activities

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

Adjustments to operating activities

	2023/24 Budget 30 June 2024	2022/23 Actual 30 June 2023	2022/23 Budget 30 June 2023
Less: Profit on asset disposals	(32,335)	(74,300)	(29,500)
Add: Loss on asset disposals	19,993	17,874	56,600
Add: Depreciation	2,809,027	2,310,334	2,585,366
Non cash amounts excluded from operating activities	<u>2,796,685</u>	<u>2,253,908</u>	<u>2,612,466</u>

(c) Current assets and liabilities excluded from budgeted deficiency

The following current assets and liabilities have been excluded from the net current assets used in the 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	(9,633,658)	(9,302,870)	(7,589,777)
Add: Current liabilities not expected to be cleared at end of year			
- Current portion of borrowings	0	11,816	0
- Current portion of lease liabilities	0	0	(1)
Total adjustments to net current assets	<u>(9,633,658)</u>	<u>(9,291,054)</u>	<u>(7,589,778)</u>

3(d) NET CURRENT ASSETS (CONTINUED)

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.

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 2024

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	2023/24 Budget	2022/23 Actual	2022/23 Budget
		\$	\$	\$
Cash at bank and on hand		2,490,668	4,799,467	265,437
Total cash and cash equivalents		2,490,668	4,799,467	265,437
Held as				
- Unrestricted cash and cash equivalents	3(a)	1,380,683	4,020,270	265,437
- Restricted cash and cash equivalents	3(a)	1,109,985	779,197	0
		2,490,668	4,799,467	265,437
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		1,109,985	779,197	0
- Restricted financial assets at amortised cost - term deposits	3(a)	8,523,673	8,523,673	7,589,777
		9,633,658	9,302,870	7,589,777
The assets are restricted as a result of the specified purposes associated with the liabilities below:				
Financially backed reserves	8	9,633,658	9,302,870	7,589,777
		9,633,658	9,302,870	7,589,777
Reconciliation of net cash provided by operating activities to net result				
Net result		3,704,869	4,151,342	2,933,323
Depreciation	6	2,809,027	2,310,334	2,585,366
(Profit)/loss on sale of asset	5	(12,342)	(56,426)	27,100
(Increase)/decrease in receivables		0	(49,605)	0
(Increase)/decrease in inventories		0	(7,645)	0
(Increase)/decrease in other assets		0	(264,221)	0
Increase/(decrease) in payables		0	(681,597)	(783,612)
Increase/(decrease) in contract liabilities		0	114,454	(1,518,377)
Increase/(decrease) in employee provisions		0	(4,041)	0
Capital grants, subsidies and contributions		(7,320,826)	(2,734,998)	(4,488,743)
Net cash from operating activities		(819,272)	2,779,181	(1,244,943)

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 2024

5. FIXED ASSETS

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

	2023/24 Budget Additions	2023/24 Budget Disposals - Net Book Value	2023/24 Budget Disposals - Sale Proceeds	2023/24 Budget Disposals - Profit or Loss	2022/23 Actual Additions	2022/23 Actual Disposals - Net Book Value	2022/23 Actual Disposals - Sale Proceeds	2022/23 Actual Disposals - Profit or Loss	2022/23 Budget Additions	2022/23 Budget Disposals - Net Book Value	2022/23 Budget Disposals - Sale Proceeds	2022/23 Budget Disposals - Profit or Loss
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
(a) Property, Plant and Equipment												
Land - freehold land	25,541	0	0	0	0	0	0	0	0	0	0	0
Buildings - non-specialised	671,000	0	0	0	152,473	17,874	0	(17,874)	1,346,982	0	0	0
Plant and equipment	564,730	110,658	123,000	12,342	693,064	119,672	193,971	74,299	854,175	344,100	317,000	(27,100)
Total	1,261,271	110,658	123,000	12,342	845,537	137,546	193,971	56,425	2,201,157	344,100	317,000	(27,100)
(b) Infrastructure												
Infrastructure - roads	7,107,024	0	0	0	3,394,102	0	0	0	5,468,094	0	0	0
Other Infrastructure	306,000	0	0	0	550,897	0	0	0	446,451	0	0	0
Footpaths	247,238	0	0	0	0	0	0	0	0	0	0	0
Total	7,660,262	0	0	0	3,944,999	0	0	0	5,914,545	0	0	0
Total	8,921,533	110,658	123,000	12,342	4,790,536	137,546	193,971	56,425	8,115,702	344,100	317,000	(27,100)

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 2024

5A. FIXED ASSETS - ADDITIONS

Account Description	FY24 Budget	Grant funds	Community	Proceeds on sale	Shire	Reserve	Comments
Land & Buildings							
19 McIntyre Street	21,000				21,000		Kitchen upgrade and install rear retaining wall
21 McIntyre Street	15,000				15,000		Kitchen upgrade
46 Taylor Street	20,000				20,000		Brick paving repair
Caravan Park short stay accomodation units	470,000	470,000					LRCI phase 3 funded
Nenke park changeroom and grandstand	60,000	45,000					Quote received plus 20% contingency for remediation of changeroom ceiling (damaged by water leak) and grandstand concrete seating (cause of leak).
Stubbs park grandstand seating	20,000	20,000					LRCI phase 3 funded
Dumbyeung Lake Reserve Facilities upgrades	40,000	40,000					Handrail and toilet block upgrades at Dumbyeung ski club
	646,000	575,000	-	-	56,000	-	
Plant and Equipment							
Scales for Volvo L60 Loader (P195)	60,000						
Roller Vibe	250,000						
CEO Vehicle	76,000			123,000	444,916	94,186	In line with 10 year plant replacement program
Road Crew vehicle	45,320						
Spray vehicle	42,410						
Server	45,000					45,000	The current server (on premise in the Shire Admin office) is out of warranty in Sept23.
	518,730	-	-	123,000	444,916	49,186	
Other Infrastructure							
Club night lights program	81,000	54,000	27,000				1/3 CLNP grant, 1/3 club, 1/3 Shire via LRCI funding
Dumbyeung entry statement	60,000	60,000					\$30k CBH contribution and up to \$30k Shire contribution via LRCI funding
Dumbyeung skatepark	65,000	55,000	10,000				Dumbyeung skatepark repairs/improvements to be funded by \$55k Townscape including FY25 allocation of \$15k brought forward, with remaining \$10k to be community fundraised. To be funded by LRCI initially.
Automation of Depot Fuel Bowsers	60,000				60,000		New self bunded Diesel tank (23,000L) with integrated fuel management system
	266,000	169,000	37,000	-	60,000	-	
Roads							
WSFN - Dumbyeung - Nyabing 23/24 - Shoulder works and widen seal to 8m SLK 0-8.5	2,897,141	2,703,033			194,108		
WSFN - Kulin-Dumb 23/24 - Pavement reconstruction and widen seal(SLK 8.00-12.00)	1,276,316	1,190,803			85,513		Wheatbelt Secondary Freight Network 23/24 projects. Shire contribution 6.67%
WSFN - Adams Road 23/24 Development	105,000	97,965			7,035		
RRG - White Well - 7m wide seal on 10m formation SLK 16.87-20.87	727,491	484,994			242,497		RRG FY24 approved project, Shire contributes 1/3
R2R - Kukerin South Road - Gravel Resheeting	270,000	206,805			63,195		
R2R - Bladondale Road - Gravel Resheeting	122,000	122,000			-		Roads to Recovery proposed FY24 projects
R2R - Wishbone Road - Gravel Resheeting	63,000	63,000			-		
Resealing works (roads to be determined)	160,000				160,000		Resealing with 10mm aggregate, C170 bitumen
	5,620,948	4,868,600	-	-	752,349	-	
Footpaths							
LRCI phase 4B road project	247,238	247,238					To be spent by 30/6/25 , funds currently ear marked for footpath improvements.
	247,238	247,238	-	-	-	-	
FY23 Projects rolled to FY24							
Buildings							
Dumbyeung Caravan Park - Campers Kitchen - Building (Capital)	5,000				5,000		
Dumbyeung Caravan Park - Short Stay Unit	20,000						
Other Infrastructure							
Internet Infrastructure	40,000	40,000					
Plant and Equipment							
1 mobile genset for evacuation centres	46,000	23,000			23,000		
Land							
Purchase of land for Dumbyeung airstrip extension	25,541				25,541		Projects budgeted for in FY23 but carried over into FY24
Roads							
Robson Road Resheet	127,955				127,955		
Katanning-Dumbyeung 22/23 - pavement reseal	190,415	111,310			79,105		
Dumbyeung - Nyabing - Shoulder works and widen seal to 8m	313,676	292,659			21,016		
Dumbyeung - Nyabing - geotechnical, survey, design and vegetation management	273,627	255,294			18,333		
Kulin-Dumb (Fence Rd North) 22/23 - Pavement reconstruction and widen seal(SLK 4.00-8.00)	181,893	169,706			12,187		
Kulin-Dumb (Fence Rd North) 21/22 - Pavement reconstruction and widen seal(SLK 0.00-4.00)	127,089	118,574			8,515		
Kulin-Dumb (Fence Rd North) 21/22 Development works for geotechnical testing and sourcing gravel	221,693	206,840			14,853		
Kulin-Dumb (Fence Rd Nth) 20/21 - Geotechnical investigation	49,728	46,396			3,332		
	1,622,617	1,263,779	-	-	338,838	-	
	8,921,533	7,123,617	37,000	123,000	1,652,102	(49,186)	

SHIRE OF DUMBLEYUNG
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2024

5c. FIXED ASSETS - DISPOSALS

Asset Ref.	Asset description	2023/24 Budget			
		Net Book Value	Proceeds	Profit	(Loss)
4186	CAT 920 Loader (DU292)	2,000	30,000	28,000	0
4134	Dynapac CA2800D Roller Vibe (DU686)	29,829	20,000	0	(9,829)
4214	CEO Vehicle (DU1)	43,665	48,000	4,335	0
4194	Road Crew vehicle (DU177)	20,000	12,000	0	(8,000)
4178	Spray vehicle (DU197)	15,164	13,000	0	(2,164)
		110,658	123,000	32,335	(19,993)

SHIRE OF DUMBLEYUNG
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2024

6. DEPRECIATION

By Class

Buildings
Plant and equipment
Infrastructure - roads
Infrastructure - footpaths
Infrastructure - sewerage
Infrastructure - other
Right of use - furniture and fittings

By Program

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

2023/24 Budget	2022/23 Actual	2022/23 Budget
\$	\$	\$
350,215	269,022	387,631
335,932	360,253	366,210
1,769,060	1,499,993	1,631,264
16,442	6,641	7,236
58,535	41,492	45,208
278,842	132,933	146,673
0	0	1,143
2,809,026	2,310,334	2,585,366
19,990	14,981	19,990
49,111	44,744	49,111
0	889	889
80,334	54,353	81,204
198,145	147,948	161,997
244,312	178,870	256,348
1,909,538	1,537,955	1,671,924
40,421	53,045	40,444
267,175	277,547	303,459
2,809,026	2,310,334	2,585,366

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	30 to 50 years
Plant and equipment	5 to 15 years

Sealed roads and streets

Formation	Not depreciated
Pavement	50 years
Seal - bituminous	20 years
Seal- ashpalt	25 years

Gravel roads

Formation	Not depreciated
Pavement	50 - 75 years
Gravel sheet	25 years
Footpaths - slab	20 years
Sewerage piping	50 years
Water supply piping and drainage system	75 years
Parks and other improvements	10 to 20 years

SHIRE OF DUMBLEYUNG
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2024

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	2023/24	Budget	2023/24	Actual	2022/23	Actual	2022/23	Budget	2022/23	Budget	2022/23	
				Principal	Budget Principal Repayments	Principal outstanding 30 June 2024	Budget Interest Repayments	Principal 1 July 2022	Actual Principal Repayments	Principal outstanding 30 June 2023	Actual Interest Repayments	Principal 1 July 2022	Budget Principal Repayments	Principal outstanding 30 June 2023	Actual Interest Repayments	
				\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	
Education and welfare						0										
Aged Care Housing	93	WATC	3.58%	73,187	(4,109)	69,078	(2,584)	77,152	(3,965)	73,187	(2,489)	77,152	(3,965)	73,187	(2,727)	
Economic services																
28 Absolon Street	92	WATC	5.15%	110,742	(7,707)	103,034	(5,605)	118,067	(7,325)	110,742	(5,756)	118,067	(7,325)	110,742	(5,987)	
Fence Rd Drainage Repairs	95	WATC	2.46%	(0)	0	(0)	0	8,447	(8,447)	(0)	(273)	8,447	(8,447)	(0)	(104)	
				183,928	(11,816)	172,112	(8,189)	203,666	(19,738)	183,928	(8,518)	203,666	(19,738)	183,928	(8,818)	

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 2024

7. BORROWINGS

(b) New borrowings - 2023/24

The Shire does not intend to undertake any new borrowings for the year ended 30th June 2024

(c) Unspent borrowings

The Shire had no unspent borrowing funds as at 30th June 2023 nor is it expected to have unspent borrowing funds as at 30th June 2024.

(d) Credit Facilities

**Undrawn borrowing facilities
credit standby arrangements**

Bank overdraft limit
Bank overdraft at balance date
Credit card limit
Credit card balance at balance date

Total amount of credit unused

Loan facilities

Loan facilities in use at balance date

	2023/24 Budget	2022/23 Actual	2022/23 Budget
	\$	\$	\$
Bank overdraft limit	0	0	0
Bank overdraft at balance date	0	0	0
Credit card limit	17,500	17,500	13,500
Credit card balance at balance date	0	0	0
Total amount of credit unused	17,500	17,500	13,500
Loan facilities			
Loan facilities in use at balance date	172,112	183,928	183,928

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. They are classified as level 3 fair values in the fair value hierarchy due to the unobservable inputs, including own credit risk.

**SHIRE OF DUMBLEYUNG
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2024**

8. RESERVE ACCOUNTS

(a) Reserve Accounts - Movement

	2023/24 Budget Opening Balance	2023/24 Budget Transfer to	2023/24 Budget Transfer (from)	2023/24 Budget Closing Balance	2022/23 Actual Opening Balance	2022/23 Actual Transfer to	2022/23 Actual Transfer (from)	2022/23 Actual Closing Balance	2022/23 Budget Opening Balance	2022/23 Budget Transfer to	2022/23 Budget Transfer (from)	2022/23 Budget Closing Balance
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Restricted by council												
(a) Employee Entitlement Reserve	239,359	4,849	0	244,208	232,076	7,283	0	239,359	232,076	1,027	0	233,103
(b) Emergency Response Reserve	701,572	18,156	0	719,728	540,626	160,946	0	701,572	540,626	144,643	(335,401)	349,868
(c) IT & Office Equipment Reserve	232,204	5,209	(45,000)	192,413	30,127	202,077	0	232,204	30,127	127	0	30,254
(d) Plant, Vehicle & Equipment Reserve	500,395	105,312	0	605,707	393,114	112,281	(5,000)	500,395	393,114	1,653	0	394,767
(e) Buildings Reserve	736,584	14,760	0	751,344	687,322	120,762	(71,500)	736,584	687,321	2,891	(66,000)	624,212
(f) Swimming Pool Reserve	368,423	514,341	(264,000)	618,764	(0)	368,423	0	368,423	0	0	0	0
(g) Dam Cleaning Reserve	39,146	867	0	40,013	37,955	1,191	0	39,146	37,955	160	0	38,115
(h) Dumbleyung Sewerage Works Reserve	768,675	10,378	(37,000)	742,053	454,414	314,261	0	768,675	454,413	1,911	0	456,324
(i) Landcare Development Reserve	51,622	1,480	0	53,102	65,079	2,043	(15,500)	51,622	65,019	0	0	65,019
(j) Fence Road Drain Maintenance Reserve	24,739	21,900	0	46,639	17,977	6,762	0	24,739	17,978	11,754	0	29,732
(k) Bain Estate Reserve	5,640,151	127,073	(147,537)	5,619,687	5,493,855	172,456	(26,160)	5,640,151	5,492,362	23,381	(147,360)	5,368,383
	9,302,870	824,326	(493,537)	9,633,658	7,952,545	1,468,486	(118,160)	9,302,870	7,950,991	187,546	(548,761)	7,589,777

(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) Dam Cleaning Reserve	Ongoing	To fund the cleaning of the Kukerin Dam.
(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 2024

9. REVENUE RECOGNITION

MATERIAL ACCOUNTING POLICIES

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
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 2024

10. PROGRAM INFORMATION

(a) 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.

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.

General purpose funding

To collect revenue to allow for the provision of services.

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 local laws, 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 and their control, provision of meat inspection services, noise control and waste disposal compliance.

Education and welfare

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

Maintenance of child minding centre, playgroup centre.

Housing

To provide and maintain housing for low income earners and aged residents.

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

Community amenities

To provide services required by the community.

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

Recreation and culture

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

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.

Transport

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

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

Economic services

To help promote the Shire and its economic wellbeing.

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

Other property and services

To monitor and control Council's overheads operating accounts.

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 2024

10 PROGRAM INFORMATION (Continued)

(b) Income and expenses

	2023/24 Budget	2022/23 Actual	2022/23 Budget
Income excluding grants, subsidies and contributions	\$	\$	\$
General purpose funding	2,294,326	2,244,806	1,965,090
Law, order, public safety	3,000	3,007	6,500
Health	0	680	0
Housing	113,000	174,421	134,000
Community amenities	295,033	266,821	285,898
Recreation and culture	6,350	16,441	11,100
Transport	38,500	23,686	20,500
Economic services	54,000	89,153	49,250
Other property and services	22,335	90,713	80,750
	2,826,544	2,909,728	2,553,088
Grants, subsidies and contributions			
Governance	0	1,930	0
General purpose funding	5,000	2,715,700	358,635
Law, order, public safety	66,000	108,326	205,621
Education and welfare	3,500	2,727	3,000
Housing	68,500	42	0
Community amenities	10,000	0	0
Recreation and culture	0	29,741	0
Transport	187,364	178,266	173,259
Economic services	415,416	32,903	151,250
	755,780	3,069,635	891,765
Capital grants, subsidies and contributions			
General purpose funding	1,194,238	179,302	1,292,252
Transport	6,069,588	2,554,112	4,714,868
	7,320,826	2,733,414	6,007,120
Total Income	10,903,150	8,712,777	9,451,973
Expenses			
Governance	(732,189)	(404,750)	(682,879)
General purpose funding	(147,438)	(22,371)	(133,323)
Law, order, public safety	(240,767)	(249,169)	(386,246)
Health	(70,941)	43,124	(83,813)
Education and welfare	(25,121)	81,478	(20,470)
Housing	(267,917)	(138,197)	(232,591)
Community amenities	(718,635)	(415,892)	(712,655)
Recreation and culture	(1,274,286)	(779,374)	(1,093,844)
Transport	(2,977,845)	(2,129,870)	(2,570,306)
Economic services	(704,680)	(264,833)	(532,008)
Other property and services	(38,462)	(281,585)	(70,518)
Total expenses	(7,198,281)	(4,561,435)	(6,518,653)
Net result for the period	3,704,869	4,151,342	2,933,320

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11. OTHER INFORMATION

The net result includes as revenues

(a) Interest earnings

	2023/24 Budget	2022/23 Actual	2022/23 Budget
	\$	\$	\$
Investments			
- Reserve accounts	200,000	243,845	13,450
- Other funds	50,000	53,106	8,000
Other interest revenue	11,000	10,078	12,000
	<u>261,000</u>	<u>307,029</u>	<u>33,450</u>

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

(b) Other revenue

Reimbursements and recoveries	29,850	48,472	64,600
	<u>29,850</u>	<u>48,472</u>	<u>64,600</u>

The net result includes as expenses

(c) Auditors remuneration

Audit services	30,000	27,000	25,000
Other services	15,000	4,000	18,000
	<u>45,000</u>	<u>31,000</u>	<u>43,000</u>

(d) Interest expenses (finance costs)

Borrowings (refer Note 7(a))	8,189	8,518	8,818
Other finance costs	0	2,050	200
	<u>8,189</u>	<u>10,568</u>	<u>9,018</u>

(e) Write offs

General rate	500	519	500
	<u>500</u>	<u>519</u>	<u>500</u>

SHIRE OF DUMBLEYUNG
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12. ELECTED MEMBERS REMUNERATION

	2023/24 Budget	2022/23 Actual	2022/23 Budget
	\$	\$	\$
Councillor Julie Ramm, President			
President's allowance	14,120	14,120	14,120
Meeting attendance fees	6,800	6,800	6,800
Training expenses	714	45	1,143
ICT expenses	571	449	571
Travel and accommodation expenses	1,714	1,992	1,714
	23,920	23,407	24,349
Councillor Amy Knight, Deputy President			
Deputy President's allowance	1,830	1,830	1,830
Meeting attendance fees	3,920	3,920	3,920
Training expenses	714	0	1,143
ICT expenses	571	449	571
Travel and accommodation expenses	1,714	1,992	1,714
	8,750	8,191	9,179
Councillor Grant Lukins			
Meeting attendance fees	3,850	3,850	3,850
Training expenses	714	0	1,143
ICT expenses	571	449	571
Travel and accommodation expenses	1,714	1,992	1,714
	6,850	6,291	7,279
Councillor Catherine Watkins			
Meeting attendance fees	3,850	3,850	3,850
Training expenses	714	0	1,143
ICT expenses	571	449	571
Travel and accommodation expenses	1,714	1,992	1,714
	6,850	4,299	7,279
Councillor Kevin Powell			
Meeting attendance fees	3,850	3,850	3,850
Training expenses	714	0	1,143
ICT expenses	571	449	571
Travel and accommodation expenses	1,714	1,992	1,714
	6,850	6,291	7,279
Councillor Bevan Doney			
Meeting attendance fees	3,850	3,850	3,850
Training expenses	714	0	1,143
ICT expenses	571	449	571
Travel and accommodation expenses	1,714	1,992	1,714
	6,850	6,291	7,279
Councillor Marilyn Hasleby			
Meeting attendance fees	3,850	3,850	3,850
Training expenses	714	0	1,143
ICT expenses	571	449	571
Travel and accommodation expenses	1,714	1,992	1,714
	6,850	6,291	7,279
Total Elected Member Remuneration	66,920	61,062	69,920
President's allowance	14,120	14,120	14,120
Deputy President's allowance	1,830	1,830	1,830
Meeting attendance fees	29,970	29,970	29,970
Training expenses	5,000	45	8,000
ICT expenses	4,000	3,145	4,000
Travel and accommodation expenses	12,000	11,952	12,000
	66,920	61,062	69,920

SHIRE OF DUMBLEYUNG
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13. FEES AND CHARGES

	2023/24 Budget	2022/23 Actual	2022/23 Budget
	\$	\$	\$
By Program:			
General purpose funding	5,000	5,335	4,500
Law, order, public safety	3,000	2,352	2,300
Health	0	680	0
Housing	110,000	171,939	133,000
Community amenities	295,033	266,821	278,398
Recreation and culture	6,000	9,595	10,750
Economic services	54,000	89,125	49,200
Other property and services	2,000	1,636	20,250
	475,033	547,484	498,398

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