



Budget

2022-2023

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

LOCAL GOVERNMENT ACT 1995

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SHIRE'S VISION

A connected, progressive & welcoming community

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

	NOTE	2022/23 Budget	2021/22 Actual	2021/22 Budget
		\$	\$	\$
Revenue				
Rates	2(a)	9,771,017	8,424,662	8,773,693
Operating grants, subsidies and contributions	11	3,803,016	2,538,415	1,627,550
Fees and charges	15	11,276,513	2,040,102	1,979,223
Interest earnings	12(a)	52,375	43,241	83,250
Other revenue	12(b)	1,992,654	774,760	757,201
		26,895,575	13,821,180	13,220,917
Expenses				
Employee costs		(6,180,177)	(5,477,657)	(5,659,357)
Materials and contracts		(8,503,291)	(4,683,620)	(3,907,911)
Utility charges		(932,370)	(678,987)	(600,310)
Depreciation on non-current assets	6	(4,980,534)	(4,564,322)	(4,682,361)
Interest expenses	12(d)	(463,662)	(126,317)	(129,375)
Insurance expenses		(369,920)	(219,028)	(282,135)
Other expenditure		(2,649,904)	(978,699)	(818,126)
		(24,079,858)	(16,728,630)	(16,079,575)
		2,815,717	(2,907,450)	(2,858,658)
Non-operating grants, subsidies and contributions	11	12,121,044	2,708,768	8,256,462
Profit on asset disposals	5(b)	12,800	9,750	1,500
Loss on asset disposals	5(b)	0	0	(6,000)
		12,133,844	2,718,518	8,251,962
Net result for the period		14,949,561	(188,932)	5,393,304
Other comprehensive income				
<i>Items that will not be reclassified subsequently to profit or loss</i>				
Changes in asset revaluation surplus		0	0	0
Total other comprehensive income for the period		0	0	0
Total comprehensive income for the period		14,949,561	(188,932)	5,393,304

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

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

	NOTE	2022/23 Budget	2021/22 Actual	2021/22 Budget
		\$	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts				
Rates		9,771,017	8,435,376	9,073,693
Operating grants, subsidies and contributions		3,803,016	2,895,334	2,273,424
Fees and charges		11,276,513	2,040,102	1,979,223
Interest received		52,375	43,241	83,250
Other revenue		1,992,654	774,760	611,327
		27,275,575	14,188,813	14,020,917
Payments				
Employee costs		(6,180,177)	(5,570,402)	(5,659,357)
Materials and contracts		(9,003,291)	(3,520,930)	(3,907,911)
Utility charges		(932,370)	(678,987)	(600,310)
Interest expenses		(463,662)	(147,514)	(150,572)
Insurance paid		(369,920)	(219,028)	(282,135)
Goods and services tax paid		(380,000)	(178,840)	0
Other expenditure		(2,649,904)	(978,699)	(818,126)
		(19,979,324)	(11,294,400)	(11,418,411)
Net cash provided by (used in) operating activities	4	7,296,251	2,894,413	2,602,506
CASH FLOWS FROM INVESTING ACTIVITIES				
Payments for purchase of property, plant & equipment	5(a)	(11,000,000)	(3,415,331)	(12,817,770)
Payments for construction of infrastructure	5(a)	(18,772,184)	(7,468,592)	(12,382,603)
Non-operating grants, subsidies and contributions		11,429,546	2,845,209	7,601,405
Proceeds from sale of property, plant and equipment	5(b)	35,800	9,750	4,500
Proceeds on disposal of financial assets at fair value through profit and loss		0	0	0
Net cash provided by (used in) investing activities		(18,306,838)	(8,033,960)	(17,594,468)
CASH FLOWS FROM FINANCING ACTIVITIES				
Repayment of borrowings	7(a)	(1,824,174)	(384,036)	(416,743)
Principal elements of lease payments	8	(262,374)	(130,302)	(122,529)
Proceeds from new borrowings	7(a)	12,200,000	5,500,000	15,200,000
Net cash provided by (used in) financing activities		10,113,452	4,985,662	14,660,728
Net increase (decrease) in cash held		(897,135)	(153,885)	(331,234)
Cash at beginning of year		1,182,330	1,336,215	1,293,889
Cash and cash equivalents at the end of the year	4	285,195	1,182,330	962,655

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

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

	NOTE	2022/23 Budget	2021/22 Actual	2021/22 Budget
		\$	\$	\$
OPERATING ACTIVITIES				
Net current assets at start of financial year - surplus/(deficit)	3	(892,973)	(262,943)	(352,872)
		(892,973)	(262,943)	(352,872)
Revenue from operating activities (excluding rates)				
Operating grants, subsidies and contributions	11	3,803,016	2,538,415	1,627,550
Fees and charges	15	11,276,513	2,040,102	1,979,223
Interest earnings	12(a)	52,375	43,241	83,250
Other revenue	12(b)	1,992,654	774,760	757,201
Profit on asset disposals	5(b)	12,800	9,750	1,500
		17,137,358	5,406,268	4,448,724
Expenditure from operating activities				
Employee costs		(6,180,177)	(5,477,657)	(5,659,357)
Materials and contracts		(8,503,291)	(4,683,620)	(3,907,911)
Utility charges		(932,370)	(678,987)	(600,310)
Depreciation on non-current assets	6	(4,980,534)	(4,564,322)	(4,682,361)
Interest expenses	12(d)	(463,662)	(126,317)	(129,375)
Insurance expenses		(369,920)	(219,028)	(282,135)
Other expenditure		(2,649,904)	(978,699)	(818,126)
Loss on asset disposals	5(b)	0	0	(6,000)
		(24,079,858)	(16,728,630)	(16,085,575)
Non-cash amounts excluded from operating activities	3(b)	4,967,734	4,575,029	4,665,664
Amount attributable to operating activities		(2,867,739)	(7,010,276)	(7,324,059)
INVESTING ACTIVITIES				
Non-operating grants, subsidies and contributions	11	12,121,044	2,708,768	8,256,462
Payments for property, plant and equipment	5(a)	(11,000,000)	(3,415,331)	(12,817,770)
Payments for construction of infrastructure	5(a)	(18,772,184)	(7,468,592)	(12,382,603)
Proceeds from disposal of assets	5(b)	35,800	9,750	4,500
Amount attributable to investing activities		(17,615,340)	(8,170,401)	(16,939,411)
FINANCING ACTIVITIES				
Repayment of borrowings	7(a)	(1,824,174)	(384,036)	(416,743)
Principal elements of finance lease payments	8	(262,374)	(130,302)	(122,529)
Proceeds from new borrowings	7(b)	12,200,000	5,500,000	15,200,000
Transfers to cash backed reserves (restricted assets)	9(a)	(40,626)	(66)	(48,397)
Transfers from cash backed reserves (restricted assets)	9(a)	40,000	877,446	877,446
Amount attributable to financing activities		10,112,826	5,863,042	15,489,777
Budgeted deficiency before general rates		(10,370,253)	(9,317,635)	(8,773,693)
Estimated amount to be raised from general rates	2(a)	9,771,017	8,424,662	8,773,693
Net current assets at end of financial year - surplus/(deficit)	3	(599,236)	(892,973)	0

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

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

1 (a) BASIS OF PREPARATION

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

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

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

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

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

The local government reporting entity

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

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

All monies held in the Trust Fund are excluded from the financial statements. A separate statement of those monies appears at Note 14 to the annual budget.

2021/22 actual balances

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

Budget comparative figures

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

Comparative figures

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

Initial application of accounting standards

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

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

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

New accounting standards for application in future years

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

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

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

Judgements, estimates and assumptions

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

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

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

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

Rounding off figures

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

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

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

REVENUES

RATES

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

SERVICE CHARGES

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

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

PROFIT ON ASSET DISPOSAL

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

OPERATING GRANTS, SUBSIDIES AND CONTRIBUTIONS

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

NON-OPERATING GRANTS, SUBSIDIES AND CONTRIBUTIONS

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

FEES AND CHARGES

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

INTEREST EARNINGS

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

OTHER REVENUE / INCOME

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

EXPENSES

EMPLOYEE COSTS

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

MATERIALS AND CONTRACTS

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

UTILITIES (GAS, ELECTRICITY, WATER, ETC.)

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

INSURANCE

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

LOSS ON ASSET DISPOSAL

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

DEPRECIATION ON NON-CURRENT ASSETS

Depreciation and amortisation expense raised on all classes of assets.

INTEREST EXPENSES

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

OTHER EXPENDITURE

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

1 (c) KEY TERMS AND DEFINITIONS - REPORTING PROGRAMS

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

OBJECTIVE

ACTIVITIES

Governance

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

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

General purpose funding

To collect revenue to allow for the provision of services.

Rates, general purpose government grants and interest revenue.

Law, order, public safety

To provide services to help ensure a safer community.

Fire prevention, animal control and safety.

Health

To provide services to help ensure a safer community.

Food quality, pest control and meat inspections.

Education and welfare

To meet the needs of the community in these areas.

Includes education programs, youth based activities and resources centres. Care of families and the aged & disabled activities and resources centres.

Housing

Provide housing services required by the community and for staff.

Maintenance of staff, aged and rental housing.

Community amenities

Provide services required by the community.

Rubbish collection services, landfill maintenance, effluent disposal, town site storm water drainage control and maintenance, administration of the Town Planning Scheme and maintenance of cemeteries.

Recreation and culture

To establish and manage efficiently, infrastructure and resources which will help the social well being of the community.

Maintenance of halls, the aquatic centres, recreation centres and various reserves, operation of library, support of arts and community festivals. Also matters relating to heritage.

Transport

To provide effective and efficient transport services to the community.

Construction and maintenance of streets, road and footpaths, cleaning and lighting of streets, roads and footpaths, traffic signs and depot maintenance.

Economic services

To help promote the Shire and improve its economic wellbeing.

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

Other property and services

To provide effective and efficient administration, works operations and plant and fleet services.

Private works operations, plant repairs and operational costs and administration overheads.

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

2. RATES AND SERVICE CHARGES

(a) Rating Information

Rate Description	Basis of valuation	Rate in	Number of properties	Rateable value	2022/23 Budgeted rate revenue	2022/23 Budgeted interim rates	2022/23 Budgeted back rates	2022/23 Budgeted total revenue	2021/22 Actual total revenue	2021/22 Budget total revenue
		\$		\$	\$	\$	\$	\$	\$	\$
(i) Differential general rates or general rates										
GRV Residential		7.9883	827	9,645,792	770,535	0	0	770,535	968,517	1,118,096
GRV Commercial		7.9883	35	2,000,000	159,766	0	0	159,766	186,376	186,376
GRV Light Industry		7.9883	52	700,000	55,918	0	0	55,918	40,778	40,778
GRV Transient Workforce		23.9648	3	1,380,500	330,834	184,398	0	515,232	190,239	316,239
UV Mining		22.7925	1,330	27,272,516	6,216,088	225,000	0	6,441,088	5,446,260	5,407,609
UV Rural/Pastoral		11.5988	29	8,359,768	969,633	0	0	969,633	892,503	998,070
Sub-Total			2,276	49,358,576	8,502,774	409,398	0	8,912,172	7,724,673	8,067,168
	Minimum									
Minimum payment		\$								
GRV Residential		743	802	5,576,948	595,886	0	0	595,886	422,506	422,506
GRV Commercial		743	34	125,000	25,262	0	0	25,262	23,793	23,793
GRV Light Industry		743	45	225,000	33,435	0	0	33,435	31,003	31,003
GRV Transient Workforce		2,229	0	0	0	0	0	0	0	0
UV Mining		458	495	517,348	226,710	0	0	226,710	238,965	238,965
UV Rural/Pastoral		718	14	13,500	10,052	0	0	10,052	9,758	9,758
Sub-Total			1,390	6,457,796	891,345	0	0	891,345	726,025	726,025
			3,666	55,816,372	9,394,119	409,398	0	9,803,517	8,450,698	8,793,193
Concessions on general rates (Refer note 2(h))								(32,500)	(26,036)	(19,500)
Total rates								9,771,017	8,424,662	8,773,693

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

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

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

2. RATES AND SERVICE CHARGES (CONTINUED)

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

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

Instalment options	Date due	Instalment plan admin charge	Instalment plan interest rate	Unpaid rates interest rates
		\$	%	%
Option one				
Single full payment	19/08/2022	0	N/A	5%
Option three				
First instalment	19/08/2022	0	3%	5%
Second instalment	21/10/2022	10	3%	5%
Third instalment	22/12/2022	10	3%	5%
Fourth instalment	24/02/2023	10	3%	5%

	2022/23 Budget revenue	2021/22 Actual revenue	2021/22 Budget revenue
	\$	\$	\$
Instalment plan admin charge revenue	30,000	31,360	30,400
Instalment plan interest earned	18,000	17,151	18,000
Unpaid rates and service charge interest earned	30,000	25,688	60,000
	78,000	74,199	108,400

2. RATES AND SERVICE CHARGES (CONTINUED)

(c) Objectives and Reasons for Differential Rating

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

Differential general rate

Description	Characteristics	Objects	Reasons
UV - Mining	Land used for mining, exploration and prospecting	Level of services and use of Council assets	To ensure the proportion of total rate revenue derived from UV Pastoral is appropriate given the identified level of servicing
UV - Pastoral	Rural land used for pastoral pursuits	Level of services and use of Council assets	The reflection of the ongoing costs involved in maintaining the road network that services this land use and the large scale equipment and operations of mining result in the Shire's network requiring ongoing maintenance to service these users

(d) Differential Minimum Payment

UV - Mining	Land used for mining, exploration and prospecting	To provide the Council with funding for the necessary works & services to maintain assets and provide for future needs	The same services are provided for all ratepayers whether or not they are in close proximity or utilise the services. The lower minimum rate recognises inequities between mining valuations and pastoral leases.
UV - Pastoral	Rural land used for pastoral pursuits	To provide the Council with funding for the necessary works & services to maintain assets and provide for future needs	The same services are provided for all ratepayers whether or not they are in close proximity or utilise the services. The lower minimum rate recognises inequities between mining valuations and pastoral leases.

2. RATES AND SERVICE CHARGES (CONTINUED)

(e) Variation in Adopted Differential Rates to Local Public Notice

The following rates and minimum payments were previously set out in the local public notice giving notice of the intention to charge differential rates.

Differential general rate or general rate	Proposed Rate in \$	Adopted Rate in \$	Reasons for the difference
GRV Residential	0.081434	7.988300	Rate in \$ adopted lower than the proposed rate advertised
GRV Commercial	0.081434	7.988300	Rate in \$ adopted lower than the proposed rate advertised
GRV Light Industry	0.081434	7.988300	Rate in \$ adopted lower than the proposed rate advertised
GRV Strategic Industry	0.122151	N/A	Class of rate not introduced in 2022/23 financial year
GRV Transient Workforce	0.244301	23.964800	Rate in \$ adopted lower than the proposed rate advertised
UV Mining	0.118240	22.792500	Rate in \$ adopted lower than the proposed rate advertised
UV Rural/Pastoral	0.232350	11.598800	Rate in \$ adopted lower than the proposed rate advertised

Minimum payment	Proposed Minimum \$	Adopted Minimum \$	Reasons for the difference
GRV Residential	757	743	Rate in \$ adopted lower than the proposed rate advertised
GRV Commercial	757	743	Rate in \$ adopted lower than the proposed rate advertised
GRV Light Industry	757	743	Rate in \$ adopted lower than the proposed rate advertised
GRV Strategic Industry	757	N/A	Class of rate not introduced in 2022/23 financial year
GRV Transient	2,271	2,229	Rate in \$ adopted lower than the proposed rate advertised
UV Mining	467	458	Rate in \$ adopted lower than the proposed rate advertised
UV Rural/Pastoral	732	718	Rate in \$ adopted lower than the proposed rate advertised

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

2. RATES AND SERVICE CHARGES (CONTINUED)

(f) Specified Area Rate

(g) Service Charges

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

2. RATES AND SERVICE CHARGES (CONTINUED)

(h) Waivers or concessions

Rate, fee or charge to which the waiver or concession is granted	Type	Waiver/Concession	Discount %	Discount (\$)	2022/23 Budget	2021/22 Actual	2021/22 Budget	Circumstances in which the waiver or concession is granted	Objects and reasons of the waiver or concession
Community Groups	Rate	Concession	1	N/A	\$ 2,500	\$ 0	\$ 2,500	Community groups who lease or own their own premise and meet the criteria as per Council Policy	The purpose of the concession is to support community groups by reducing the financial cost.
Rural Properties	Rate	Concession	1	N/A	25,000	21,802	12,000	Property being used for rural pursuits	The purpose of the concession is to support rural pursuits.
Prospectors	Rate	Concession	0	N/A	5,000	4,234	5,000	Bona Fide Prospectors	The purpose of the concession is to support bona fide prospectors
					32,500	26,036	19,500		

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

3. NET CURRENT ASSETS

	Note	2022/23 Budget 30 June 2023	2021/22 Actual 30 June 2022	2021/22 Budget 30 June 2022
		\$	\$	\$
(a) Composition of estimated net current assets				
Current assets				
Cash and cash equivalents - unrestricted	4	46,696	252,959	44,944
Cash and cash equivalents - restricted	4	238,499	929,371	917,711
Financial assets - unrestricted		97,255	97,255	0
Receivables		1,699,984	1,699,984	1,156,242
Inventories		152,235	152,235	15,350
		2,234,669	3,131,804	2,134,247
Less: current liabilities				
Trade and other payables		(2,595,406)	(3,095,406)	(1,897,793)
Unspent non-operating grants associated with restricted cash		0	(691,498)	0
Lease liabilities	8	(270,638)	(262,374)	(95,920)
Long term borrowings	7	(11,929,431)	(1,553,605)	(1,695,903)
Employee provisions		(358,021)	(358,021)	(337,080)
		(15,153,496)	(5,960,904)	(4,026,696)
Net current assets		(12,918,827)	(2,829,100)	(1,892,449)
Less: Total adjustments to net current assets	3.(c)	12,319,591	1,936,127	1,892,449
Net current assets used in the Rate Setting Statement		(599,236)	(892,973)	0

3. NET CURRENT ASSETS (CONTINUED)

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

Items excluded from calculation of budgeted deficiency

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

(b) Non-cash amounts excluded from operating activities

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

Adjustments to operating activities

	Note	2022/23 Budget 45,107	2021/22 Actual 44,742	2021/22 Budget 44,742
		\$	\$	\$
Less: Profit on asset disposals	5(b)	(12,800)	(9,750)	(1,500)
Add: Loss on disposal of assets	5(b)	0	0	6,000
Add: Depreciation on assets	6	4,980,534	4,564,322	4,682,361
Movement in accrued interest on debentures		0	20,457	(21,197)
Non cash amounts excluded from operating activities		4,967,734	4,575,029	4,665,664

(c) Current assets and liabilities excluded from budgeted deficiency

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

Adjustments to net current assets

Less: Cash - restricted reserves	9	(238,499)	(237,873)	(236,454)
Add: Current liabilities not expected to be cleared at end of year				
- Current portion of borrowings		11,929,431	1,553,605	1,695,903
- Current portion of lease liabilities		270,638	262,374	95,920
- Current portion of employee benefit provisions held in reserve		358,021	358,021	337,080
Total adjustments to net current assets		12,319,591	1,936,127	1,892,449

3 (d) NET CURRENT ASSETS (CONTINUED)

SIGNIFICANT ACCOUNTING POLICIES

CURRENT AND NON-CURRENT CLASSIFICATION

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

TRADE AND OTHER PAYABLES

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

PREPAID RATES

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

INVENTORIES

General

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

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

Superannuation

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

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

LAND HELD FOR RESALE

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

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

GOODS AND SERVICES TAX (GST)

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

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

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

TRADE AND OTHER RECEIVABLES

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

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

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

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

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

PROVISIONS

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

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

EMPLOYEE BENEFITS

Short-term employee benefits

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

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

CONTRACT LIABILITIES

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

4. RECONCILIATION OF CASH

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

	Note	2022/23 Budget	2021/22 Actual	2021/22 Budget
		\$	\$	\$
Cash at bank and on hand		46,696	730,266	45,722
Term deposits		238,499	452,064	916,933
Total cash and cash equivalents		285,195	1,182,330	962,655
Held as				
- Unrestricted cash and cash equivalents	3(a)	46,696	252,959	44,944
- Restricted cash and cash equivalents	3(a)	238,499	929,371	917,711
		285,195	1,182,330	962,655
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		238,499	929,371	917,711
		238,499	929,371	917,711
The restricted assets are a result of the following specific purposes to which the assets may be used:				
Financially backed reserves	9	238,499	237,873	236,454
Unspent non-operating grants, subsidies and contribution liabilities		0	691,498	681,257
		238,499	929,371	917,711
Reconciliation of net cash provided by operating activities to net result				
Net result		14,949,561	(188,932)	5,393,304
Depreciation	6	4,980,534	4,564,322	4,682,361
(Profit)/loss on sale of asset	5(b)	(12,800)	(9,750)	4,500
(Increase)/decrease in receivables		0	188,793	800,000
(Increase)/decrease in inventories		0	(143,064)	0
Increase/(decrease) in payables		(500,000)	1,197,662	(21,197)
Increase/(decrease) in unspent non-operating grants		(691,498)	136,441	(555,057)
Increase/(decrease) in other provision		0	0	(100,000)
Increase/(decrease) in employee provisions		0	(5,850)	0
Non-operating grants, subsidies and contributions		(11,429,546)	(2,845,209)	(7,601,405)
Net cash from operating activities		7,296,251	2,894,413	2,602,506

SIGNIFICANT ACCOUNTING POLICES

CASH AND CASH EQUIVALENTS

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

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

FINANCIAL ASSETS AT AMORTISED COST

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

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

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

5. FIXED ASSETS

(a) Acquisition of Assets

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

Asset class	Reporting program						2022/23 Budget total	2021/22 Actual total	2021/22 Budget total
	Governance	Housing	Community amenities	Recreation and culture	Transport	Economic services			
	\$	\$	\$	\$	\$	\$	\$	\$	
<i>Property, Plant and Equipment</i>									
Buildings - non-specialised	0	65,000	0	0	0	0	65,000	18,169	0
Buildings - specialised	0	7,300,000	0	50,000	0	2,280,000	9,630,000	3,188,970	11,603,270
Furniture and equipment	110,000	0	0	0	0	0	110,000	34,111	30,000
Plant and equipment	0	0	1,000,000	0	195,000	0	1,195,000	174,081	1,184,500
	110,000	7,365,000	1,000,000	50,000	195,000	2,280,000	11,000,000	3,415,331	12,817,770
<i>Infrastructure</i>									
Infrastructure - roads	0	0	0	0	4,857,184	0	4,857,184	1,201,323	2,019,103
Infrastructure - footpaths	0	0	0	0	100,000	0	100,000	14,224	50,000
Infrastructure - drainage	0	0	0	0	100,000	0	100,000	9,700	65,000
Infrastructure - sewerage	0	0	1,600,000	0	0	0	1,600,000	0	20,000
Infrastructure - parks and ovals	0	0	0	100,000	0	0	100,000	91,216	85,000
Infrastructure - other	0	0	0	0	11,405,000	610,000	12,015,000	6,152,129	10,143,500
	0	0	1,600,000	100,000	16,462,184	610,000	18,772,184	7,468,592	12,382,603
<i>Right of use assets</i>									
Right of use - plant and equipment	0	0	0	0	0	0	0	1,122,110	0
Total acquisitions	110,000	7,365,000	2,600,000	150,000	16,657,184	2,890,000	29,772,184	12,006,033	25,200,373

SIGNIFICANT ACCOUNTING POLICIES

RECOGNITION OF ASSETS

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

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

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

5. FIXED ASSETS

(b) Disposals of Assets

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

	2022/23 Budget Net Book Value	2022/23 Budget Sale Proceeds	2022/23 Budget Profit	2022/23 Budget Loss	2021/22 Actual Net Book Value	2021/22 Actual Sale Proceeds	2021/22 Actual Profit	2021/22 Actual Loss	2021/22 Budget Net Book Value	2021/22 Budget Sale Proceeds	2021/22 Budget Profit	2021/22 Budget Loss
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
By Program												
Transport	23,000	35,800	12,800	0	0	9,750	9,750	0	9,000	4,500	1,500	(6,000)
	23,000	35,800	12,800	0	0	9,750	9,750	0	9,000	4,500	1,500	(6,000)
By Class												
<i>Property, Plant and Equipment</i>												
Plant and equipment	23,000	35,800	12,800	0	0	9,750	9,750	0	9,000	4,500	1,500	(6,000)
	23,000	35,800	12,800	0	0	9,750	9,750	0	9,000	4,500	1,500	(6,000)

SIGNIFICANT ACCOUNTING POLICIES

GAINS AND LOSSES ON DISPOSAL

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

6. ASSET DEPRECIATION

By Program

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

By Class

Buildings - non-specialised
Buildings - specialised
Furniture and equipment
Plant and equipment
Infrastructure - roads
Infrastructure - footpaths
Infrastructure - drainage
Infrastructure - sewerage
Infrastructure - parks and ovals
Infrastructure - other
Infrastructure - landfill asset
Right of use - plant and equipment

	2022/23 Budget	2021/22 Actual	2021/22 Budget
	\$	\$	\$
	15,022	15,535	15,022
	9,785	9,785	9,785
	1,700	1,700	1,700
	52,346	45,910	52,346
	161,167	151,584	161,167
	1,025,678	1,000,725	1,025,678
	2,912,500	2,834,728	2,840,291
	193,127	172,657	193,127
	609,209	331,698	383,245
	4,980,534	4,564,322	4,682,361
	1,500	1,500	0
	811,708	802,247	812,541
	87,837	50,560	87,837
	302,162	229,003	272,256
	2,760,000	2,680,952	2,687,823
	85,500	86,015	86,078
	35,243	34,977	35,243
	37,925	38,678	37,925
	205,992	206,259	205,992
	272,833	269,818	273,377
	47,634	47,634	47,634
	332,200	116,679	135,655
	4,980,534	4,564,322	4,682,361

SIGNIFICANT ACCOUNTING POLICIES

DEPRECIATION

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

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

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

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

Buildings - non-specialised	30-50 years
Buildings - specialised	3-50 years
Furniture and equipment	3-40 years
Plant and equipment	5-20 years
Infrastructure - roads	20-150 years
Infrastructure - footpaths	30-60 years
Infrastructure - drainage	75 years
Infrastructure - sewerage	10-100 years
Infrastructure - parks and ovals	5-50 years
Infrastructure - other	2-50 years
Infrastructure - landfill asset	6.5 years
Right of use - plant and equipment	3-7 Years

AMORTISATION

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

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

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

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

7. INFORMATION ON BORROWINGS

(a) Borrowing repayments

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

Purpose	Loan Number	Institution	Interest Rate	Budget	2022/23	2022/23	Budget	2022/23	Actual	2021/22	2021/22	Actual	2021/22	Budget	2021/22	2021/22	Budget	2021/22	
				Principal July 2022	Budget New Loans	Budget Principal payments	Principal outstanding 30 June 2023	Budget Interest Repayments		Principal 1 July 2021	Actual New Loans	Actual Principal payments	Principal outstanding 30 June 2022	Actual Interest payments	Principal July 2021	Budget New Loans	Budget Principal payments	Principal outstanding 30 June 2022	Budget Interest Repayments
				\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	
Housing																			
Kambalda Workers Accommodation	0O0CFBM8GK	ANZ	3.10%	2,000,000	5,500,000	(351,000)	7,149,000	(160,937)	0	2,000,000	0	2,000,000	0	0	9,000,000	0	9,000,000	0	
Community amenities																			
Coolgardie Class 3 Waste Facility	0+0OF9PQZI	ANZ	3.10%	3,416,000	0	(708,000)	2,708,000	(94,008)	0	3,500,000	(84,000)	3,416,000	(9,157)	0	2,500,000	(116,707)	2,383,293	(34,963)	
Tyre Shredder	TBA	TBA	3.10%	0	1,000,000	(119,000)	881,000	(19,437)	0	0	0	0	0	0	1,000,000	0	1,000,000	0	
Sewerage Facility	TBA	TBA	3.50%	0	1,600,000	0	1,600,000	0	0	0	0	0	0	0	0	0	0	0	
Recycling Facility	N/A	N/A	N/A	0	0	0	0	0	0	0	0	0	0	0	2,200,000	0	2,200,000	0	
Recreation and culture																			
Coolgardie Aquatic Facilities	112	TBA	3.70%	87,929	0	(32,709)	55,220	(1,915)	129,141	0	(41,212)	87,929	(8,070)	129,141	0	(41,212)	87,929	(5,995)	
Kambalda Aquatic Facilities	114	TBA	3.70%	1,376,128	0	(255,275)	1,120,853	(46,617)	1,556,247	0	(180,119)	1,376,128	(45,617)	1,556,248	0	(180,119)	1,376,129	(42,735)	
Kambalda Aquatic Facilities	116	TBA	3.70%	487,532	0	(87,745)	399,787	(16,023)	545,174	0	(57,642)	487,532	(12,974)	545,174	0	(57,642)	487,532	(10,106)	
Transport																			
Kambalda Aerodrome Refurbishment	0Q03FE7C26	ANZ	3.10%	0	1,000,000	(204,000)	796,000	(28,102)	0	0	0	0	0	0	0	0	0	0	
Kambalda Aerodrome Upgrade	TBA	TBA	3.50%	0	3,100,000	0	3,100,000	0	0	0	0	0	0	0	0	0	0	0	
Economic services																			
Coolgardie Post Office	113	TBA	3.70%	358,188	0	(66,445)	291,743	(12,134)	379,251	0	(21,063)	358,188	(26,173)	379,251	0	(21,063)	358,188	(22,032)	
Other property and services																			
Land Development	N/A	N/A	N/A	0	0	0	0	0	0	0	0	0	0	0	500,000	0	500,000	0	
				7,725,777	12,200,000	(1,824,174)	18,101,603	(379,173)	2,609,813	5,500,000	(384,036)	7,725,777	(101,991)	2,609,814	15,200,000	(416,743)	17,393,071	(115,831)	

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

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

7. INFORMATION ON BORROWINGS

(b) New borrowings - 2022/23

Particulars/Purpose	Institution	Loan type	Term (years)	Interest rate	Amount	Total	Amount	Balance
					borrowed budget	interest & charges	used budget	unspent
					\$	\$	\$	\$
Kambalda Workers Accommodation Facility	ANZ	Variable	5	3.10%	5,500,000	650,768	5,500,000	0
Kambalda Aerodrome Refurbishment	ANZ	Variable	5	3.10%	1,000,000	77,275	1,000,000	0
Kambalda Aerodrome Upgrade	ANZ	Variable	5	3.10%	3,100,000	294,165	3,100,000	0
Sewerage Facility	ANZ	Variable	10	3.10%	1,600,000	323,862	1,600,000	0
Tyre Shredder	ANZ	Variable	5	3.10%	1,000,000	77,275	1,000,000	0
					12,200,000	1,423,345	12,200,000	0

(c) Unspent borrowings

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

(d) Credit Facilities

	2022/23 Budget	2021/22 Actual	2021/22 Budget
	\$	\$	\$
Undrawn borrowing facilities			
credit standby arrangements			
Bank overdraft limit	500,000	500,000	500,000
Bank overdraft at balance date	0	0	0
Credit card limit	55,000	55,000	55,000
Credit card balance at balance date	0	(12,517)	0
Total amount of credit unused	555,000	542,483	555,000
Loan facilities			
Loan facilities in use at balance date	18,101,603	7,725,777	17,393,071

Overdraft details	Purpose overdraft was established	Year overdraft established	Amount b/fwd 1 July 2022	2022/23 Budgeted Increase/ (Decrease)	Amount as at 30th June 2023
				\$	\$
ANZ	Assist with cash flow	2016	500,000	500,000	0
			500,000	500,000	0

SIGNIFICANT ACCOUNTING POLICIES

BORROWING COSTS

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

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

8. LEASE LIABILITIES

Purpose	Lease Number	Institution	Lease Interest Rate	Lease Term	Budget	2022/23	2022/23	Budget	2022/23	Actual	2021/22	2021/22	Actual	2021/22	Budget	2021/22	2021/22	Budget	2021/22
					Lease Principal 1 July 2022	Budget New Leases	Budget Lease Principal Repayments	Lease Principal outstanding 30 June 2023	Budget Lease Interest repayments		Actual Principal 1 July 2021	Actual New Leases	Actual Lease Principal payments	Lease Principal outstanding 30 June 2022		Actual Lease Interest repayments	Actual Principal 1 July 2021	Budget New Leases	Budget Lease Principal repayments
Recreation and culture																			
Kambalda Gym Equipment	1234-001	Techno Gym	2.54%	5 yrs	128,934	0	(24,873)	104,061	(7,877)	0	139,050	(10,116)	128,934	(3,418)	0	150,222	(30,165)	120,057	(3,418)
Transport																			
P351 Hino 700 Series	6,320,171	Kooya	5.41%	7 yrs	132,915	0	(23,597)	109,318	(3,068)	155,928	0	(23,013)	132,915	(3,653)	155,928	0	(23,013)	132,915	(3,653)
P355 Hino 500 Series	6,344,997	Kooya	5.74%	7 yrs	114,540	0	(15,723)	98,817	(2,697)	129,874	0	(15,334)	114,540	(3,086)	129,874	0	(15,334)	114,540	(3,086)
P358 Hino 500 Series	6,374,551	Kooya	5.42%	7 yrs	106,552	0	(18,254)	88,298	(2,467)	124,355	0	(17,803)	106,552	(2,919)	124,355	0	(17,803)	106,552	(2,919)
P382 Caterpillar 962M Wheel Loader	001052022-	Vestone	6.86%	5 yrs	361,545	0	(65,599)	295,946	(22,077)	0	372,119	(10,574)	361,545	(4,039)	0	0	0	0	0
P382 Caterpillar 826K Compactor	001052022-	Vestone	6.86%	5 yrs	593,694	0	(107,693)	486,001	(36,254)	0	610,942	(17,248)	593,694	(6,743)	0	0	0	0	0
Other property and services																			
IT Hardware	45325-003	All Leasing	5.42%	3 yrs	0	0	0	0	0	23,191	0	(23,191)	0	(123)	23,191	0	(23,191)	0	(123)
BENQ Whiteboards	2073290	BENQ	2.54%	3 yrs	6,635	0	(6,635)	0	(49)	19,658	0	(13,023)	6,635	(345)	19,568	0	(13,023)	6,545	(345)
					1,444,815	0	(262,374)	1,182,441	(74,489)	453,006	1,122,111	(130,302)	1,444,815	(24,326)	452,916	150,222	(122,529)	480,609	(13,544)

SIGNIFICANT ACCOUNTING POLICIES

LEASES

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

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

LEASE LIABILITIES

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

SHIRE OF COOLGARDIE
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9. RESERVE ACCOUNTS

(a) Reserve Accounts - Movement

	2022/23 Budget Opening Balance	2022/23 Budget Transfer to	2022/23 Budget Transfer (from)	2022/23 Budget Closing Balance	2021/22 Actual Opening Balance	2021/22 Actual Transfer to	2021/22 Actual Transfer (from)	2021/22 Actual Closing Balance	2021/22 Budget Opening Balance	2021/22 Budget Transfer to	2021/22 Budget Transfer (from)	2021/22 Budget Closing Balance
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Restricted by council												
(a) Land & Buildings	0	0	0	0	199,449	0	(199,449)	0	199,449	0	(199,449)	0
(b) Plant & Equipment	61,200	174	0	61,374	215,668	32	(154,500)	61,200	215,668	4,500	(154,500)	65,668
(c) Sewerage	64,853	40,146	(40,000)	64,999	164,836	17	(100,000)	64,853	115,086	40,000	(100,000)	55,086
(d) Landfill	0	0	0	0	84,798	0	(84,798)	0	84,798	0	(84,798)	0
(e) Environmental	0	0	0	0	276,162	0	(276,162)	0	276,162	0	(276,162)	0
(f) Road	0	0	0	0	62,537	0	(62,537)	0	62,537	0	(62,537)	0
(g) Infrastructure Renewal	81,815	227	0	82,042	81,803	12	0	81,815	81,803	3,897	0	85,700
(h) Aged Accommodation	30,005	79	0	30,084	30,000	5	0	30,005	30,000	0	0	30,000
	237,873	40,626	(40,000)	238,499	1,115,253	66	(877,446)	237,873	1,065,503	48,397	(877,446)	236,454

(b) Financially Backed Reserves - Purposes

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

Reserve name	Anticipated date of use	Purpose of the reserve
(a) Land & Buildings	Ongoing	To finance purchase or capital improvements to Council buildings and facilitate subdivisions and developments
(b) Plant & Equipment	Ongoing	To be used for the purchase of major and minor plant and equipment
(c) Sewerage	Ongoing	To repair, replace or extend the Coolgardie Sewerage Infrastructure
(d) Landfill	Ongoing	To reinstate landfill sites at the end of their current purpose or to fund improvements at landfill sites
(e) Recreation	Ongoing	To fund capital and maintenance requirements to improve Community and Recreational Facilities
(e) Environmental	Ongoing	Funding of infrastructure and building improvements to meet environmental challenges and to promote efficient use of power & water
(f) Road	Ongoing	For the construction and maintenance of aerodrome facilities
(g) Aerodrome	Ongoing	For the construction and maintenance of Roads and for which contributions have been received for Heavy Haulage Campaigns
(g) Infrastructure Renewal	Ongoing	To meet the needs of renewal funding for future Capital renewal infrastructure generally
(h) Aged Accommodation	Ongoing	To meet the needs of renewal of the joint venture aged accommodation

SHIRE OF COOLGARDIE
NOTES TO AND FORMING PART OF THE BUDGET
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10. REVENUE RECOGNITION

SIGNIFICANT ACCOUNTING POLICIES

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

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

11. PROGRAM INFORMATION

Income and expenses	2022/23 Budget	2021/22 Actual	2021/22 Budget
Income excluding grants, subsidies and contributions	\$	\$	\$
Governance	1,200	8,952	1,200
General purpose funding	10,801,084	8,769,978	9,006,543
Law, order, public safety	17,800	867	17,800
Health	6,707	5,483	5,001
Education and welfare	3,900	3,181	5,100
Housing	5,755,946	124,915	108,750
Community amenities	3,370,511	1,447,648	1,456,115
Recreation and culture	190,320	242,704	183,220
Transport	777,800	129,720	106,000
Economic services	1,925,537	462,082	678,937
Other property and services	254,554	96,985	26,201
	23,105,359	11,292,515	11,594,867
Operating grants, subsidies and contributions			
Governance	2,000	23,636	2,000
General purpose funding	390,331	761,163	255,665
Law, order, public safety	14,730	13,522	12,900
Health	100,000	1,818	0
Education and welfare	275,892	346,858	285,489
Community amenities	0	3,500	0
Recreation and culture	0	3,615	40,000
Transport	2,456,745	868,865	578,996
Economic services	563,318	456,501	452,500
Other property and services	0	58,937	0
	3,803,016	2,538,415	1,627,550
Non-operating grants, subsidies and contributions			
Community amenities	4,000,000	0	4,500,000
Transport	7,357,800	1,789,461	2,327,511
Economic services	763,244	919,307	1,428,951
	12,121,044	2,708,768	8,256,462
Total Income	39,029,419	16,539,698	21,478,879
Expenses			
Governance	(2,195,310)	(1,920,600)	(1,945,487)
General purpose funding	(399,587)	(605,939)	(429,814)
Law, order, public safety	(441,097)	(441,210)	(435,456)
Health	(694,892)	(500,110)	(506,415)
Education and welfare	(465,929)	(303,081)	(463,631)
Housing	(5,281,170)	(222,802)	(200,710)
Community amenities	(2,566,228)	(2,674,533)	(2,200,228)
Recreation and culture	(4,307,288)	(3,794,329)	(3,840,673)
Transport	(5,571,658)	(4,502,527)	(4,634,313)
Economic services	(1,990,930)	(1,208,405)	(1,393,079)
Other property and services	(165,769)	(555,094)	(35,769)
Total expenses	(24,079,858)	(16,728,630)	(16,085,575)
Net result for the period	14,949,561	(188,932)	5,393,304

12. OTHER INFORMATION

	2022/23 Budget	2021/22 Actual	2021/22 Budget
	\$	\$	\$
The net result includes as revenues			
(a) Interest earnings			
Investments			
- Reserve funds	625	66	1,500
- Other funds	3,750	336	3,750
Other interest revenue (refer to Note 2(b))	48,000	42,839	78,000
	52,375	43,241	83,250
* The Shire has resolved to charge interest under section 6.13 for the late payment of any amount of money at 5%.			
(b) Other revenue			
Reimbursements and recoveries	1,992,654	774,760	757,201
	1,992,654	774,760	757,201
The net result includes as expenses			
(c) Auditors remuneration			
Audit services	70,000	60,700	60,700
Other services	30,000	1,500	40,000
	100,000	62,200	100,700
(d) Interest expenses (finance costs)			
Borrowings (refer Note 7(a))	379,173	101,991	115,831
Interest expense on lease liabilities	74,489	24,326	13,544
Bank Overdraft Facility	10,000	0	0
	463,662	126,317	129,375
(e) Write offs			
General rate	20,000	15,033	20,000
Fees and charges	500	0	500
	20,500	15,033	20,500

13. ELECTED MEMBERS REMUNERATION

	2022/23 Budget	2021/22 Actual	2021/22 Budget
	\$	\$	\$
Cr Malcolm Cullen			
President's allowance	37,881	34,844	34,957
Meeting attendance fees	25,976	24,190	25,342
ICT expenses	3,500	3,500	3,500
Travel and accommodation expenses	1,500	134	1,500
	68,857	62,668	65,299
Cr Tracey Rathbone			
Deputy President's allowance	9,470	8,739	8,739
Meeting attendance fees	16,776	16,376	16,376
ICT expenses	3,500	3,500	3,500
	29,746	28,615	28,615
Cr Sherryl Botting			
Meeting attendance fees	16,776	16,376	16,376
ICT expenses	3,500	3,500	3,500
	20,276	19,876	19,876
Cr Kathie Lindup			
Meeting attendance fees	16,776	16,376	16,376
ICT expenses	3,500	3,500	3,500
	20,276	19,876	19,876
Cr Tammee Keast			
Meeting attendance fees	16,776	16,376	16,376
ICT expenses	3,500	3,500	3,500
	20,276	19,876	19,876
Cr Rose Mitchell			
Meeting attendance fees	16,776	12,275	16,376
ICT expenses	3,500	2,625	3,500
	20,276	14,900	19,876
Cr Darryl Holbrook			
Meeting attendance fees	16,776	2,046	0
ICT expenses	3,500	438	0
	20,276	2,484	0
Cr John Williams			
Meeting attendance fees	0	5,456	16,376
ICT expenses	0	1,167	3,500
	0	6,623	19,876
Total Elected Member Remuneration	199,983	174,918	193,294
President's allowance	37,881	34,844	34,957
Deputy President's allowance	9,470	8,739	8,739
Meeting attendance fees	126,632	109,471	123,598
ICT expenses	24,500	21,730	24,500
Travel and accommodation expenses	1,500	134	1,500
	199,983	174,918	193,294

14. TRADING UNDERTAKINGS AND MAJOR TRADING UNDERTAKINGS

Kambalda Workers Accommodation Facility

(a) Details

Construction and operation of 200 person workers accommodation facility in Kambalda.

(b) Statement of Comprehensive Income

	2021/22 Actual	2022/23 Budget	2023/24 Forecast	2024/25 Forecast	2025/26 Forecast	2026/27 Forecast	2027/28 Forecast
	\$	\$	\$	\$	\$	\$	\$
Revenue							
Accommodation Fees	0	5,651,920	9,730,900	10,120,136	10,524,941	10,945,939	11,383,777
	0	5,651,920	9,730,900	10,120,136	10,524,941	10,945,939	11,383,777
Expenditure							
Management Fee	0	(2,671,200)	(4,782,960)	(4,974,278)	(5,173,250)	(5,380,180)	(5,595,387)
Leasing Costs	0	(1,700,000)	(3,000,000)	(2,800,000)	(2,600,000)	(1,600,000)	0
Utilities	0	(313,500)	(238,680)	(248,227)	(258,156)	(268,483)	(279,222)
Interest	0	(160,937)	(155,484)	(111,025)	(65,214)	(18,346)	0
Administration	0	(174,031)	(182,544)	(139,020)	(95,496)	(51,972)	(7,705)
	0	(5,019,668)	(8,359,668)	(8,272,550)	(8,192,116)	(7,318,981)	(5,882,314)
NET RESULT	0	632,252	1,371,232	1,847,586	2,332,825	3,626,958	5,501,463
TOTAL COMPREHENSIVE INCOME	0	632,252	1,371,232	1,847,586	2,332,825	3,626,958	5,501,463

15. FEES AND CHARGES

	2022/23 Budget	2021/22 Actual	2021/22 Budget
	\$	\$	\$
By Program:			
Governance	0	160	0
General purpose funding	759,692	31,414	31,600
Law, order, public safety	17,800	465	17,800
Health	6,707	5,200	5,001
Education and welfare	3,900	2,898	5,100
Housing	5,755,946	120,948	108,750
Community amenities	3,370,511	1,447,648	1,456,115
Recreation and culture	188,420	215,238	181,320
Transport	700,000	119,972	100,000
Economic services	243,537	96,114	73,537
Other property and services	230,000	45	0
	11,276,513	2,040,102	1,979,223

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