

# Annual Budget

2022 - 2023





**SHIRE OF MURRAY**  
**ANNUAL BUDGET**  
**FOR THE YEAR ENDED 30 JUNE 2023**

**LOCAL GOVERNMENT ACT 1995**

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**SHIRE'S VISION**

By 2031, the Shire of Murray will be a place where business thrives, we protect our environment, and all people enjoy an outstanding quality of life.

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

	NOTE	2022/23 Budget	2021/22 Actual	2021/22 Budget
		\$	\$	\$
<b>Revenue</b>				
Rates	2(a)	19,058,504	17,797,723	17,903,061
Operating grants, subsidies and contributions	11	2,436,894	6,640,978	8,583,763
Fees and charges	15	8,725,640	8,946,264	9,338,345
Interest earnings	12(a)	301,655	260,665	355,660
Other revenue	12(b)	819,359	960,789	251,834
		31,342,052	34,606,419	36,432,663
<b>Expenses</b>				
Employee costs		(14,104,316)	(12,888,584)	(13,080,216)
Materials and contracts		(13,649,610)	(13,314,336)	(16,077,824)
Utility charges		(978,985)	(934,278)	(911,466)
Depreciation on non-current assets	6	(6,875,768)	(6,719,512)	(6,482,590)
Interest expenses	12(d)	(107,909)	(126,715)	(126,079)
Insurance expenses		(547,889)	(478,686)	(495,582)
Other expenditure		(943,046)	(806,643)	(4,081,500)
		(37,207,523)	(35,268,754)	(41,255,257)
		(5,865,471)	(662,335)	(4,822,594)
Non-operating grants, subsidies and contributions	11	14,300,391	19,513,660	24,358,439
Profit on asset disposals	5(b)	44,734	57,064	172,586
Loss on asset disposals	5(b)	(147,995)	(21,074)	(100,850)
		14,197,130	19,549,650	24,430,175
<b>Net result for the period</b>		<b>8,331,659</b>	<b>18,887,315</b>	<b>19,607,581</b>
<b>Other comprehensive income</b>				
<i>Items that will not be reclassified subsequently to profit or loss</i>				
Changes in asset revaluation surplus		0	0	0
<b>Total other comprehensive income for the period</b>		<b>0</b>	<b>0</b>	<b>0</b>
<b>Total comprehensive income for the period</b>		<b>8,331,659</b>	<b>18,887,315</b>	<b>19,607,581</b>

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

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

	NOTE	2022/23 Budget	2021/22 Actual	2021/22 Budget
		\$	\$	\$
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
<b>Receipts</b>				
Rates		19,158,504	18,012,455	19,003,061
Operating grants, subsidies and contributions		2,793,573	6,668,910	10,524,363
Fees and charges		8,725,640	9,031,278	5,838,345
Interest received		301,655	261,241	355,660
Goods and services tax received		1,551,434	2,717,021	1,450,913
Other revenue		819,359	960,789	251,834
		33,350,165	37,651,694	37,424,176
<b>Payments</b>				
Employee costs		(13,859,316)	(12,668,561)	(12,804,256)
Materials and contracts		(14,179,690)	(12,767,001)	(17,322,824)
Utility charges		(978,985)	(934,278)	(796,466)
Interest expenses		(107,909)	(126,715)	(126,079)
Insurance paid		(547,889)	(478,686)	(495,582)
Goods and services tax paid		(1,734,006)	(2,242,764)	(1,550,913)
Other expenditure		(943,046)	(624,229)	(4,081,500)
		(32,350,841)	(29,842,234)	(37,177,620)
<b>Net cash provided by (used in) operating activities</b>	4	999,324	7,809,460	246,556
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Payments for purchase of intangible assets	5(a)	(197,206)	0	0
Payments for purchase of property, plant & equipment	5(a)	(14,359,850)	(17,642,316)	(24,787,668)
Payments for construction of infrastructure	5(a)	(9,463,027)	(5,763,330)	(8,149,746)
Non-operating grants, subsidies and contributions		12,359,026	16,934,416	18,198,507
Proceeds from sale of land held for resale	5(b)	0	0	338,604
Proceeds from sale of property, plant and equipment	5(b)	432,377	257,684	316,390
Proceeds on financial assets at amortised cost - self supporting loans	7(a)	23,876	44,698	44,698
<b>Net cash provided by (used in) investing activities</b>		(11,204,804)	(6,168,848)	(14,039,215)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>				
Repayment of borrowings	7(a)	(387,856)	(483,493)	(483,493)
Principal elements of lease payments	8	(78,704)	(84,651)	(83,982)
Proceeds from new borrowings	7(a)	1,700,000	0	300,000
<b>Net cash provided by (used in) financing activities</b>		1,233,440	(568,144)	(267,475)
<b>Net increase (decrease) in cash held</b>		(8,972,040)	1,072,468	(14,060,134)
Cash at beginning of year		29,758,182	28,685,714	28,685,582
<b>Cash and cash equivalents at the end of the year</b>	4	<b>20,786,142</b>	<b>29,758,182</b>	<b>14,625,448</b>

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

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

	NOTE	2022/23 Budget \$	2021/22 Actual \$	2021/22 Budget \$
<b>OPERATING ACTIVITIES</b>				
<b>Net current assets at start of financial year - surplus/(deficit)</b>	3	7,991,884	6,551,332	6,651,930
		7,991,884	6,551,332	6,651,930
<b>Revenue from operating activities (excluding rates)</b>				
Specified area and ex gratia rates	2(a)(ii)	193,059	190,853	189,274
Operating grants, subsidies and contributions	11	2,436,894	6,640,978	8,583,763
Fees and charges	15	8,725,640	8,946,264	9,338,345
Interest earnings	12(a)	301,655	260,665	355,660
Other revenue	12(b)	819,359	960,789	251,834
Profit on asset disposals	5(b)	44,734	57,064	172,586
		12,521,341	17,056,613	18,891,462
<b>Expenditure from operating activities</b>				
Employee costs		(14,104,316)	(12,888,584)	(13,080,216)
Materials and contracts		(13,649,610)	(13,314,336)	(16,077,824)
Utility charges		(978,985)	(934,278)	(911,466)
Depreciation on non-current assets	6	(6,875,768)	(6,719,512)	(6,482,590)
Interest expenses	12(d)	(107,909)	(126,715)	(126,079)
Insurance expenses		(547,889)	(478,686)	(495,582)
Other expenditure		(943,046)	(806,643)	(4,081,500)
Loss on asset disposals	5(b)	(147,995)	(21,074)	(100,850)
		(37,355,518)	(35,289,828)	(41,356,107)
Non-cash amounts excluded from operating activities	3(b)	7,044,029	7,013,894	6,636,814
<b>Amount attributable to operating activities</b>		(9,798,264)	(4,667,989)	(9,175,901)
<b>INVESTING ACTIVITIES</b>				
Non-operating grants, subsidies and contributions	11	14,300,391	19,513,660	24,358,439
Payments for intangible assets	5(a)	(197,206)	0	0
Payments for property, plant and equipment	5(a)	(14,359,850)	(17,642,316)	(24,787,668)
Payments for construction of infrastructure	5(a)	(9,463,027)	(5,763,330)	(8,149,746)
Proceeds from disposal of assets	5(b)	432,377	257,684	654,994
Proceeds from financial assets at amortised cost - self supporting loans	7(a)	23,876	44,698	44,698
<b>Amount attributable to investing activities</b>		(9,263,439)	(3,589,604)	(7,879,283)
<b>Amount attributable to investing activities</b>		(9,263,439)	(3,589,604)	(7,879,283)
<b>FINANCING ACTIVITIES</b>				
Repayment of borrowings	7(a)	(387,856)	(483,493)	(483,493)
Principal elements of finance lease payments	8	(78,704)	(84,651)	(83,982)
Proceeds from new borrowings	7(b)	1,700,000	0	300,000
Transfers to cash backed reserves (restricted assets)	9(a)	(4,827,174)	(5,506,434)	(5,630,108)
Transfers from cash backed reserves (restricted assets)	9(a)	5,355,919	4,717,185	6,654,173
<b>Amount attributable to financing activities</b>		<b>1,762,185</b>	<b>(1,357,393)</b>	<b>756,590</b>
<b>Budgeted deficiency before general rates</b>		(17,299,518)	(9,614,986)	(16,298,594)
<b>Estimated amount to be raised from general rates</b>	2(a)(i)	18,865,445	17,606,870	17,713,787
<b>Net current assets at end of financial year - surplus/(deficit)</b>	3(a)	<b>1,565,927</b>	<b>7,991,884</b>	<b>1,415,193</b>

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

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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 Murray 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 of 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.

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. Excludes 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**

Refers 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.

**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.

**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, and fringe benefit tax.

**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.

**UTILITIES (GAS, ELECTRICITY, WATER, ETC.)**

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

**INSURANCE**

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

**LOSS ON ASSET DISPOSAL**

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

**DEPRECIATION ON NON-CURRENT ASSETS**

Depreciation and amortisation expense raised on all classes of assets.

**INTEREST EXPENSES**

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

**OTHER EXPENDITURE**

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



## 1 (c) KEY TERMS AND DEFINITIONS - REPORTING PROGRAMS

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

### OBJECTIVE

#### Governance

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

#### General purpose funding

To collect revenue to allow for the provision of services.

#### Law, order, public safety

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

#### Health

To provide an operational framework for environmental and community health.

#### Education and welfare

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

#### Housing

To maintain Shire owned residential properties.

#### Community amenities

To provide services required by the community.

#### Recreation and culture

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

#### Transport

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

#### Economic services

To help promote the Shire and its economic wellbeing.

#### Other property and services

To monitor and control the Shire's overhead operating accounts.

### ACTIVITIES

Includes the activities of elected members of council and the administrative support available to the Council for the provision of governance of the Shire. Other costs relate to the task of assisting elected members and ratepayers on matters which do not concern specific council services.

Rates revenue, late payment penalties, general purpose grants, untied road grants and interest received on investments.

Supervision and enforcement of various local laws relating to fire prevention, animal control, graffiti and litter control, off-road vehicles and other aspects of public safety, including emergency services.

Provision of health services, including inspection of food outlets, pest control, noise control and other preventative services.

Provision of pre-school and senior citizen facilities and welfare and youth programs.

Housing owned by the Shire that cannot be allocated to other programs.

Provision of rubbish collection services, operation of waste transfer stations, protection of the environment, administration of town planning schemes, provision and maintenance of public conveniences and bus shelters and operation of the Pinjarra cemetery.

Provision of facilities and support of organisations and the community with leisure, heritage and cultural activities. This support includes halls, sporting grounds, the Murray Aquatic and Leisure Centre, parks and gardens, canals and waterways, art and community festivals and the Murray Public Library.

Construction and maintenance of roads, bridges, pathways, the works operations centre, parking facilities and plant purchases.

Activities associated with building services, economic development, tourism and area promotion, public utilities and the operation of the Dwellingup Trails and Visitor Centre and Food Innovation Precinct WA.

Private works, administration and public works overheads and plant operations.

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

2. RATES AND SERVICE CHARGES

(a) Rating Information

Rate Description	Basis of valuation	Rate in	Number of properties	Rateable value	2022/23 Budgeted rate revenue	2022/23 Budgeted interim rates	2022/23 Budgeted back rates	2022/23 Budgeted total revenue	2021/22 Actual total revenue	2021/22 Budget total revenue
		\$		\$	\$	\$	\$	\$	\$	\$
<b>(i) Differential general rates or general rates</b>										
GRV General	Gross Rental Value	0.10229	6,380	104,555,396	10,694,971	224,562	5,579	10,925,112	10,069,163	10,211,394
GRV Commercial	Gross Rental Value	0.08183	147	17,576,928	1,438,320	0	0	1,438,320	1,374,840	1,374,840
UV General	Unimproved Value	0.007042	976	590,072,990	4,155,294	42,647	1,942	4,199,883	3,981,382	3,947,229
<b>Sub-Total</b>			7,503	712,205,314	16,288,585	267,209	7,521	16,563,315	15,425,385	15,533,463
	<b>Minimum</b>									
	\$									
GRV General		1,212	1,625	12,506,502	1,969,500	0	0	1,969,500	1,895,440	1,895,440
GRV General Lesser Minimum		912	185	334,165	168,720	0	0	168,720	159,100	159,100
GRV Commercial		1,212	24	279,487	29,088	0	0	29,088	29,000	29,000
UV General		1,212	244	29,439,700	295,728	0	0	295,728	250,560	250,560
<b>Sub-Total</b>			2,078	42,559,854	2,463,036	0	0	2,463,036	2,334,100	2,334,100
			9,581	754,765,168	18,751,621	267,209	7,521	19,026,351	17,759,485	17,867,563
Ex-gratia Rates								4,650	6,169	4,650
Concessions on general rates (Refer note 2(f))								(165,556)	(158,784)	(158,426)
<b>Total amount raised from general rates</b>								18,865,445	17,606,870	17,713,787
<b>(ii) Specified area rates</b>										
Yunderup Canal Entrance Dredging	GRV	0.007273	509	8,270,822	60,156	0	0	60,156	59,085	58,976
Yunderup Canal Maintenance	GRV	0.006774	478	7,830,072	53,041	0	0	53,041	52,102	52,001
Murray Lakes Canal Maintenance	GRV	0.006846	265	4,833,320	33,088	0	0	33,088	32,438	32,439
Willow Gardens Canal Maintenance	GRV	0.006969	56	950,580	6,625	0	0	6,625	6,393	6,496
Austin Lakes Phase 2 Maintenance	GRV	0.005649	578	7,107,480	40,149	0	0	40,149	40,835	39,362
<b>Total specified area rates</b>				28,992,274	193,059	0	0	193,059	190,853	189,274
<b>Total rates</b>								19,058,504	17,797,723	17,903,061

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

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
		\$	%	%
<b>Option one</b>				
Single full payment	23/09/2022	0	0.0%	7.0%
<b>Option two</b>				
Rate Smoothing	As scheduled	25	0.0%	7.0%
<b>Option three</b>				
First instalment	23/09/2022	0	0.0%	7.0%
Second instalment	23/11/2022	10	5.5%	7.0%
Third instalment	27/01/2023	10	5.5%	7.0%
Fourth instalment	30/03/2023	10	5.5%	7.0%

In response to the COVID-19 pandemic Council has adopted Policy F9 - COVID19 Financial Hardship. Under that policy, and in line with Local Government (COVID-19 Response) Order 2020, excluded persons will not be charged the above interest on instalments or overdue rates.

	2022/23 Budget revenue	2021/22 Actual revenue	2021/22 Budget revenue
	\$	\$	\$
Instalment plan admin charge revenue	75,207	62,932	83,733
Instalment plan interest earned	73,231	52,839	91,795
Unpaid rates and service charge interest earned	168,203	148,838	180,405
	316,641	264,609	355,933



SHIRE OF MURRAY  
NOTES TO AND FORMING PART OF THE BUDGET  
FOR THE YEAR ENDED 30 JUNE 2023  
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
GRV General	Properties that are used for purposes other than commercial.	The object of this differential rate is to ensure that all residential ratepayers make a reasonable contribution towards the services and facilities provided and maintained by the Shire for the benefit of the residents.	Revenue derived from this category to assist funding the service levels expected by the community, achieving the Strategic Community Plan and minimum standards of performance to which the Council will be measured by the State Government and others.
GRV Commercial	Properties that are used for non-residential purposes.	The object of this differential rate is to apply rates to all income producing facilities, including carparks, to contribute to funding the costs associated with the service provided to these properties.	Lower rate in the dollar compared to residential, to reflect the economic circumstances associated with the significant fluctuation in valuations in the 2017/18 financial year. This will encourage retention of commercial activities during current economic circumstances, providing diversification of the economy and opportunity for local employment.
UV General	Properties that are used primarily for rural, farming or mining purposes.	The object of this differential rate is to ensure that all ratepayers make a reasonable contribution towards the services and facilities provided and maintained by the Shire for the benefit of residents.	Revenue derived from this category to assist funding the service levels expected by the community, achieving the Strategic Community Plan and minimum standards of performance to which the Council will be measured by the State Government and others.

SHIRE OF MURRAY

NOTES TO AND FORMING PART OF THE BUDGET

FOR THE YEAR ENDED 30 JUNE 2023

2. RATES AND SERVICE CHARGES (CONTINUED)

(d) Specified Area Rate

	Budgeted rate applied to costs	Budgeted rate set aside to reserve	Reserve Amount to be applied to costs	Purpose of the rate
<b>Specified area rate</b>	\$	\$	\$	
Yunderup Canal Entrance Dredging	0	60,156	0	For the purpose of dredging the entrance channel to Yunderup Stage 1 Estate, The Moorings and Sapphire Waters.
Yunderup Canal Maintenance	0	53,041	39,297	For the purpose of maintaining the canal waterway and associated infrastructure.
Murray Lakes Canal Maintenance	0	33,088	21,613	For the purpose of maintaining the canal waterway and associated infrastructure.
Willow Gardens Canal Maintenance	0	6,625	24,585	For the purpose of maintaining the canal waterway and associated infrastructure.
Austin Lakes Phase 2 Maintenance	0	40,149	0	For the purpose of maintaining the lake and public open space in Austin Lakes Estate Phase 2.
	0	193,059	85,495	

(e) Service Charges

The Shire does not anticipate raising service charges for the year ended 30th June 2023.

SHIRE OF MURRAY  
NOTES TO AND FORMING PART OF THE BUDGET  
FOR THE YEAR ENDED 30 JUNE 2023  
2. RATES AND SERVICE CHARGES (CONTINUED)

(f) 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
Primary Producer - Full	Rate	Concession	14.77%		\$ 150,162	\$ 144,149	\$ 143,998	Bona-fide primary producers residing within the Shire as per Policy F7	In recognition of the critical economic importance of the agricultural industry, Council has adopted Policy F7 to assist bona-fide primary producers
Primary Producer - Part	Rate	Concession	7.39%		7,176	6,822	6,615	Bona-fide primary producers residing within neighbouring Shires as per Policy F7	
Riverglades Complex	Rate	Concession		6	1,194	1,194	1,194	Applied to strata-titled lots within the Riverglades Complex	Concession applied in recognition of property owners required to pay the mandated fee under the Caravan Parks & Camping Grounds Regulations
Wheeler Airfield	Rate	Concession		1,563	1,563	1,400	1,400	Applied to the property located at Lot 7 Mounsey Road, West Coolup whilst the property is made available as a recognised forward fire base	Concession applied in recognition of the community benefit afforded by the use of the airfield in assisting with firefighting activities
Pinjarra Paceway	Rate	Concession		5,461	5,461	5,219	5,219	Applied to the property located at 7 Paceway Court Pinjarra	Concession applied to reduce rates on the property to an equitable level in recognition of the importance of the equine industry to the district
					165,556	158,784	158,426		



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

**3. NET CURRENT ASSETS**

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

**Current assets**

Cash and cash equivalents - unrestricted	4	1,726,042	7,884,651	3,917,823
Cash and cash equivalents - restricted	4	19,060,100	21,873,531	10,707,625
Financial assets - unrestricted		254,258	239,055	23,876
Receivables		3,090,246	3,787,674	2,570,400
Inventories		55,622	40,622	30,281
		24,186,268	33,825,533	17,250,005

**Less: current liabilities**

Trade and other payables		(4,398,488)	(4,898,488)	(3,169,244)
Contract liabilities		(436,370)	(779,691)	0
Unspent non-operating grants associated with restricted cash		(596,378)	(2,537,743)	0
Lease liabilities		(78,849)	(77,560)	(73,444)
Long term borrowings		(398,204)	(387,856)	(414,615)
Employee provisions		(2,752,335)	(2,652,335)	(2,531,069)
		(8,660,624)	(11,333,673)	(6,188,372)

**Net current assets**

		15,525,644	22,491,860	11,061,633
<b>Less: Total adjustments to net current assets</b>	3.(c)	(13,959,717)	(14,499,976)	(9,646,440)
<b>Net current assets used in the Rate Setting Statement</b>		1,565,927	7,991,884	1,415,193

**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**

Less: Profit on asset disposals	5(b)	(44,734)	(57,064)	(172,586)
Add: Cost of land held for resale disposed during the year		0	182,414	0
Add: Loss on disposal of assets	5(b)	147,995	21,074	100,850
Add: Depreciation on assets	6	6,875,768	6,719,512	6,482,590
Movement in non-current pensioner deferred rates		(80,000)	(89,301)	0
Movement in non-current employee provisions		145,000	145,000	225,960
Movement in current contract liabilities associated with restricted cash		0	92,259	0
<b>Non cash amounts excluded from operating activities</b>		7,044,029	7,013,894	6,636,814

**(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	(15,009,773)	(15,538,518)	(10,707,625)
Less: Current assets not expected to be received at end of year				
- Current portion of self supporting loans receivable		(23,999)	(23,876)	(23,876)
Add: Current liabilities not expected to be cleared at end of year				
- Current portion of borrowings		398,204	387,856	414,615
- Current portion of lease liabilities		78,849	77,560	73,444
- Current portion of employee benefit provisions held in reserve		597,002	597,002	597,002
<b>Total adjustments to net current assets</b>		(13,959,717)	(14,499,976)	(9,646,440)

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 Murray 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.

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.

CONTRACT ASSETS

A contract asset is the right to consideration in exchange for goods or services the entity has transferred to a customer when that right is conditioned on something other than the passage of time.

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.

Superannuation

The Shire of Murray contributes to a number of superannuation funds on behalf of employees. All funds to which the Shire of Murray contributes are defined contribution plans.

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		\$ 20,786,142	\$ 29,758,182	\$ 12,121,418
Term deposits		0	0	2,504,030
<b>Total cash and cash equivalents</b>		20,786,142	29,758,182	14,625,448
Held as				
- Unrestricted cash and cash equivalents	3(a)	1,726,042	7,884,651	3,917,823
- Restricted cash and cash equivalents	3(a)	19,060,100	21,873,531	10,707,625
		20,786,142	29,758,182	14,625,448
<b>Restrictions</b>				
The following classes of assets have restrictions imposed by regulations or other externally imposed requirements which limit or direct the purpose for which the resources may be used:				
- Cash and cash equivalents		19,060,100	21,873,531	10,707,625
		19,060,100	21,873,531	10,707,625
The restricted assets are a result of the following specific purposes to which the assets may be used:				
Financially backed reserves	9	15,009,773	15,538,518	10,707,625
Contract liabilities		3,453,949	3,797,270	0
Unspent non-operating grants, subsidies and contribution liabilities		596,378	2,537,743	0
		19,060,100	21,873,531	10,707,625
<b>Reconciliation of net cash provided by operating activities to net result</b>				
<b>Net result</b>		8,331,659	18,887,315	19,607,581
Depreciation	6	6,875,768	6,719,512	6,482,590
(Profit)/loss on sale of asset	5(b)	103,261	(35,990)	(71,736)
(Increase)/decrease in receivables		617,428	(571,813)	1,975,000
(Increase)/decrease in contract assets		0	1,018,864	0
(Increase)/decrease in inventories		(15,000)	167,073	(5,000)
Increase/(decrease) in payables		(500,000)	516,875	(1,100,000)
Increase/(decrease) in contract liabilities		(343,321)	269,870	(3,527,400)
Increase/(decrease) in unspent non-operating grants		(1,941,365)	(2,579,244)	(5,141,932)
Increase/(decrease) in prepayments		(15,080)	106,414	0
Increase/(decrease) in employee provisions		245,000	245,000	225,960
Non-operating grants, subsidies and contributions		(12,359,026)	(16,934,416)	(18,198,507)
<b>Net cash from operating activities</b>		999,324	7,809,460	246,556

#### 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 MURRAY**  
**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.

	Reporting program										
Asset class	Law, order, public safety	Health	Education and welfare	Community amenities	Recreation and culture	Transport	Economic services	Other property and services	2022/23 Budget total	2021/22 Actual total	2021/22 Budget total
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
<u>Property, Plant and Equipment</u>											
Buildings - non-specialised			12,376		6,151,260	14,271	6,637,569		12,815,476	16,395,340	23,154,130
Furniture and equipment					87,909				87,909	116,993	276,688
Plant and equipment	50,000	29,960		74,900	336,125	899,180	33,150	33,150	1,456,465	1,129,983	1,356,850
	50,000	29,960	12,376	74,900	6,575,294	913,451	6,670,719	33,150	14,359,850	17,642,316	24,787,668
<u>Infrastructure</u>											
Infrastructure - roads						5,821,275			5,821,275	3,498,957	3,496,550
Infrastructure - footpaths						483,771			483,771	217,570	409,724
Infrastructure - drainage				109,786					109,786	30,328	85,312
Infrastructure - bridges						240,042			240,042	79,183	319,225
Infrastructure - other				14,128	2,232,556	271,790	289,679		2,808,153	1,937,292	3,838,935
	0	0	0	123,914	2,232,556	6,816,878	289,679	0	9,463,027	5,763,330	8,149,746
<u>Right of use assets</u>											
Right of use - buildings									0	29,371	0
Right of use - plant and equipment									0	6,722	9,844
	0	0	0	0	0	0	0	0	0	36,093	9,844
<u>Intangible Assets</u>											
Intangible assets - computer software								197,206	197,206	0	0
	0	0	0	0	0	0	0	197,206	197,206	0	0
<b>Total acquisitions</b>	<b>50,000</b>	<b>29,960</b>	<b>12,376</b>	<b>198,814</b>	<b>8,807,850</b>	<b>7,730,329</b>	<b>6,960,398</b>	<b>230,356</b>	<b>24,020,083</b>	<b>23,441,739</b>	<b>32,947,258</b>

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

**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 may be recognised as one asset and

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												
Governance	13,000	14,365	1,365	0	18,948	23,863	4,915	0	0	0	0	0
Law, order, public safety	47,602	28,470	4,300	(23,432)	32,000	46,364	14,364	0	36,554	23,120	0	(13,434)
Health	10,890	13,910	3,020	0	0	0	0	0	13,908	9,630	0	(4,278)
Community amenities	10,890	19,260	8,370	0	27,283	40,682	13,399	0	16,212	12,840	0	(3,372)
Recreation and culture	115,792	94,687	2,825	(23,930)	10,700	13,182	2,482	0	170,298	117,335	0	(52,963)
Transport	316,107	230,200	14,726	(100,633)	107,699	101,093	14,468	(21,074)	110,095	102,470	15,000	(22,625)
Economic services	21,357	31,485	10,128	0	25,064	32,500	7,436	0	55,173	50,995	0	(4,178)
Other property and services		0	0	0	0	0	0	0	181,018	338,604	157,586	0
	535,638	432,377	44,734	(147,995)	221,694	257,684	57,064	(21,074)	583,258	654,994	172,586	(100,850)
By Class												
<u>Property, Plant and Equipment</u>												
Plant and equipment	535,638	432,377	44,734	(147,995)	221,694	257,684	57,064	(21,074)	402,240	316,390	15,000	(100,850)
<u>Land Held for Resale</u>												
Land held for resale		0				0			181,018	338,604	157,586	0
	535,638	432,377	44,734	(147,995)	221,694	257,684	57,064	(21,074)	583,258	654,994	172,586	(100,850)

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

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
Furniture and equipment
Plant and equipment
Infrastructure - roads
Infrastructure - footpaths
Infrastructure - drainage
Infrastructure - bridges
Infrastructure - other
Right of use - buildings
Right of use - plant and equipment
Right of use - furniture and fittings
Intangible assets - computer software

2022/23 Budget	2021/22 Actual	2021/22 Budget
\$	\$	\$
172,112	182,563	172,913
185	172	185
4,287	3,935	4,287
13,284	14,954	13,284
70,123	42,792	70,123
1,257,722	1,353,099	1,257,351
4,194,269	4,384,818	4,194,269
490,904	107,305	90,904
672,882	629,874	679,274
6,875,768	6,719,512	6,482,590
1,208,269	786,748	808,269
111,237	89,511	111,237
607,483	645,219	608,290
2,798,928	2,885,664	2,798,928
232,307	242,143	232,307
387,926	423,896	387,926
745,463	803,498	745,463
732,613	787,253	732,613
14,291	0	8,306
0	0	12,001
37,251	0	37,250
0	55,580	0
6,875,768	6,719,512	6,482,590

## 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	42 to 120 years
Furniture and equipment	4 to 40 years
Plant and equipment	3 to 50 years
Infrastructure - roads	17 to 80 years
Infrastructure - footpaths	15 to 60 years
Infrastructure - drainage	50 to 100 years
Infrastructure - bridges	60 to 100 years
Infrastructure - other	10 to 100 Years
Right of use - buildings	
Right of use - plant and equipment	Based on the remaining lease
Right of use - furniture and fittings	
Intangible assets - computer software	40 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 MURRAY

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 No	Institution	Interest Rate	Budget Principal 1 July 2022	2022/23 Budget New Loans	2022/23 Budget Principal Repayments	Budget Principal outstanding 30 June 2023	2022/23 Budget Interest Repayments	Actual Principal 1 July 2021	2021/22 Actual New Loans	2021/22 Actual Principal Repayments	Actual Principal outstanding 30 June 2022	2021/22 Actual Interest Repayments	Budget Principal 1 July 2021	2021/22 Budget New Loans	2021/22 Budget Principal Repayments	Budget Principal outstanding 30 June 2022	2021/22 Budget Interest Repayments
				\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
<b>Governance</b>																		
Administration Centre Extension	161	WATC	6.9%	0	0	0	0	0	84,748	0	(84,748)	0	(4,753)	84,748	0	(84,748)	0	(4,753)
<b>Recreation and culture</b>																		
Lots 85-88 George Street	174e	WATC	3.0%	249,199	0	(80,573)	168,626	(8,694)	327,377	0	(78,178)	249,199	(11,562)	327,377	0	(78,178)	249,199	(11,564)
Lot 1213 South Western Highway	175a	WATC	3.1%	404,860	0	(111,247)	293,613	(14,244)	512,727	0	(107,867)	404,860	(18,386)	512,727	0	(107,867)	404,860	(18,385)
Murray Foreshore Upgrade	179	WATC	1.5%	162,339	0	(19,254)	143,085	(3,428)	181,309	0	(18,970)	162,339	(3,846)	181,309	0	(18,970)	162,339	(3,845)
Exchange Hotel Restoration	180	WATC	2.1%	232,457	0	(31,135)	201,322	(6,341)	262,939	0	(30,482)	232,457	(7,209)	262,939	0	(30,482)	232,457	(7,209)
Sir Ross McLarty Clubrooms	185	WATC	2.5%	0	0	0	0	0	0	0	0	0	0	0	300,000	0	300,000	0
<b>Transport</b>																		
Camp Road Properties	182	WATC	3.6%	564,941	0	(28,936)	536,005	(23,875)	592,855	0	(27,914)	564,941	(25,095)	592,855	0	(27,914)	564,941	(25,095)
<b>Economic services</b>																		
Underground Power	178	WATC	3.3%	611,912	0	(35,075)	576,837	(23,982)	645,864	0	(33,952)	611,912	(25,345)	645,864	0	(33,952)	611,912	(25,345)
Dwellingup Trails Centre	184	WATC	1.9%	842,688	0	(57,760)	784,928	(21,386)	899,372	0	(56,684)	842,688	(22,864)	899,372	0	(56,684)	842,688	(22,864)
The Exchange Redevelopment	187	WATC	4.0%	0	1,700,000	0	1,700,000	0	0	0	0	0	0	0	0	0	0	0
				3,068,396	1,700,000	(363,980)	4,404,416	(101,950)	3,507,191	0	(438,795)	3,068,396	(119,060)	3,507,191	300,000	(438,795)	3,368,396	(119,060)
<b>Self Supporting Loans</b>																		
<b>Recreation and culture</b>																		
Yunderup Sport & Recreation Club	181	WATC	0.0208	0	0	0	0	0	20,944	0	(20,944)	0	(232)	20,944	0	(20,944)	0	(232)
Pinjarra Bowling & Recreation Club	183	WATC	0.0175	96,246	0	(23,876)	72,370	(1,021)	120,000	0	(23,754)	96,246	(1,310)	120,000	0	(23,754)	96,246	(1,311)
				96,246	0	(23,876)	72,370	(1,021)	140,944	0	(44,698)	96,246	(1,542)	140,944	0	(44,698)	96,246	(1,543)
				3,164,642	1,700,000	(387,856)	4,476,786	(102,971)	3,648,135	0	(483,493)	3,164,642	(120,602)	3,648,135	300,000	(483,493)	3,464,642	(120,603)

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.



7. INFORMATION ON BORROWINGS

(b) New borrowings - 2022/23

Particulars/Purpose	Institution	Loan type	Term (years)	Interest rate	Amount borrowed budget	Total interest & charges	Amount used budget	Balance unspent
				%	\$	\$	\$	\$
Loan 187 - The Exchange Redevelopment	WATC	Debenture	20	4.0%	1,700,000	785,791	1,700,000	0
					1,700,000	785,791	1,700,000	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
	\$	\$	\$
<b>Undrawn borrowing facilities</b>			
<b>credit standby arrangements</b>			
Bank overdraft limit	0	0	0
Bank overdraft at balance date	0	0	0
Credit card limit	200,000	200,000	200,000
Credit card balance at balance date	(10,000)	(19,832)	(10,000)
<b>Total amount of credit unused</b>	190,000	180,168	190,000
<b>Loan facilities</b>			
Loan facilities in use at balance date	4,476,786	3,164,642	3,464,642

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 may be 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 MURRAY

NOTES TO AND FORMING PART OF THE BUDGET

FOR THE YEAR ENDED 30 JUNE 2023

8. LEASE LIABILITIES

8. LEASE LIABILITIES						2022/23	Budget	2022/23			2021/22	Actual	2021/22		2021/22	Budget	2021/22			
			Lease		Budget	2022/23	Budget	Lease	2022/23		Actual	2021/22	Actual	Lease	Actual	Budget	2021/22	Budget	Lease	2021/22
Purpose	Lease	Institution	Interest	Lease	Principal	Budget	Principal	Principal	Lease	Principal	Actual	Actual	Lease	Principal	Interest	Principal	Budget	Principal	Principal	Lease
	Number		Rate	Term	1 July 2022	New	Repayments	outstanding	Repayments	1 July 2021	New	repayments	outstanding	repayments		1 July 2021	New	repayments	outstanding	repayments
					\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Law, order, public safety																				
Ford Ranger MY12336	4a	Fleet Partners	2.1%	14	0	0	0	0	0	704	0	(704)	0	(2)		704	0	(704)	0	(2)
Ford Ranger PX MKII	11	Fleet Partners	2.1%	24	0	0	0	0	0	1,144	0	(1,144)	0	(2)		1,144	0	(1,144)	0	(2)
Ford Ranger PX MKII	11a	Fleet Partners	1.3%	10	0	0	0	0	0	0	6,721	(6,721)	0	(53)		0	9,844	(9,844)	0	(66)
Recreation and culture																				
Pinjarra Court House	12	National Trust	2.1%	480	106,844	0	(1,294)	105,550	(2,276)	106,934	1,143	(1,233)	106,844	(2,302)		92,091	0	(1,538)	90,553	(1,962)
Solar Panels MALC	15	Capital Finance	2.1%	60	52,844	0	(25,073)	27,771	(882)	77,389	0	(24,545)	52,844	(1,410)		77,389	0	(24,545)	52,844	(1,410)
Cardio Equipment MALC	16	Maia Financial	1.1%	48	58,435	0	(23,180)	35,255	(552)	81,359	0	(22,924)	58,435	(808)		81,359	0	(22,924)	58,435	(808)
Transport																				
Solar Panels Ops Centre	1	Maia Financial	2.1%	60	11,301	0	(4,956)	6,345	(201)	16,153	0	(4,852)	11,301	(305)		16,153	0	(4,852)	11,301	(305)
Other property and services																				
Photocopiers	17	Maia Financial	1.3%	60	61,526	0	(18,664)	42,862	(687)	79,957	0	(18,431)	61,526	(921)		79,957	0	(18,431)	61,526	(921)
Solar Panels Admin	19	Vestone Capital	1.54%	60	24,131	0	(5,537)	18,594	(340)	0	28,228	(4,097)	24,131	(310)		0	0	0	0	0
					315,081	0	(78,704)	236,377	(4,938)	363,640	36,092	(84,651)	315,081	(6,113)		348,797	9,844	(83,982)	274,659	(5,476)

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.

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
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
<b>Restricted by legislation</b>												
(a) Peel Mosquito Management Reserve	0	4,500	0	4,500	0	0	0	0	0	4,500	0	4,500
(b) Unspent Grants & Contributions Reserve	3,017,579	0	0	3,017,579	3,017,579	0	0	3,017,579	0	0	0	0
(c) Yunderup Canal General Maintenance Reserve	360,625	53,041	(39,297)	374,369	313,614	52,102	(5,091)	360,625	313,614	52,001	(41,416)	324,199
(d) Willow Gardens General Canal Maintenance Reserve	84,345	6,625	(24,585)	66,385	78,232	6,393	(280)	84,345	78,232	6,495	(24,346)	60,381
(e) Murray Lakes General Canal Maintenance Reserve	271,115	33,088	(21,613)	282,590	370,197	32,438	(131,520)	271,115	370,197	32,439	(155,953)	246,683
(f) Entrance Channel Reserve	444,433	120,312	0	564,745	326,263	118,170	0	444,433	326,263	117,954	0	444,217
(g) Austin Lakes Phase 2 Maintenance Reserve	325,985	40,149	0	366,134	285,151	40,834	0	325,985	285,151	39,362	0	324,513
(h) Austin Lakes Asset Replacement Reserve	670,549	21,500	0	692,049	668,810	1,739	0	670,549	668,810	21,500	0	690,310
(i) Heritage Rail Precinct Reserve	39,794	0	0	39,794	39,794	0	0	39,794	39,794	44,270	(36,500)	47,564
(j) General Developers Reserve	957,879	0	(182,859)	775,020	896,697	140,365	(79,183)	957,879	896,697	0	(262,042)	634,655
	6,172,304	279,215	(268,354)	6,183,165	5,996,337	392,041	(216,074)	6,172,304	2,978,758	318,521	(520,257)	2,777,022
<b>Restricted by council</b>												
(k) Leave Reserve	597,002	0	0	597,002	597,002	0		597,002	597,002	0	0	597,002
(l) Workers Compensation Reserve	198,003	0	0	198,003	198,003	0		198,003	198,003	0	0	198,003
(m) Waste Management Reserve	3,269,869	3,282,540	(3,473,054)	3,079,355	2,736,768	3,521,344	(2,988,243)	3,269,869	2,736,768	3,243,625	(4,091,554)	1,888,839
(n) Asset Enhancement Reserve	2,545,964	100,000	(1,242,699)	1,403,265	2,842,899	870,910	(1,167,845)	2,545,964	2,842,899	840,000	(1,700,312)	1,982,587
(o) Building Renewal Reserve	226,395	41,417	0	267,812	239,411	41,417	(54,433)	226,395	239,411	41,417	(10,000)	270,828
(p) Plant & Vehicle Reserve	634,514	0	0	634,514	676,823	31,361	(73,670)	634,514	676,823	31,361	0	708,184
(q) Road, Drainage & Pathway Reserve	1,126,206	912,416	(272,621)	1,766,001	599,918	526,288	0	1,126,206	599,918	1,037,932	(30,940)	1,606,910
(r) Parks & Recreation Reserve	491,948	82,487	(49,191)	525,244	491,948	0	0	491,948	491,948	0	(49,191)	442,757
(s) Murray Aquatic & Leisure Centre Capital Reserve	227,594	49,099	0	276,693	215,876	73,758	(62,040)	227,594	215,876	73,758	(69,390)	220,244
(t) Herron Point Reserve	48,719	50,000	(50,000)	48,719	154,284	49,315	(154,880)	48,719	154,284	43,494	(182,529)	15,249
(u) Food Innovation Precinct WA Reserve	0	30,000	0	30,000	0	0	0	0	0	0	0	0
	9,366,214	4,547,959	(5,087,565)	8,826,608	8,752,932	5,114,393	(4,501,111)	9,366,214	8,752,932	5,311,587	(6,133,916)	7,930,603
	15,538,518	4,827,174	(5,355,919)	15,009,773	14,749,269	5,506,434	(4,717,185)	15,538,518	11,731,690	5,630,108	(6,654,173)	10,707,625

**SHIRE OF MURRAY**  
**NOTES TO AND FORMING PART OF THE BUDGET**  
**FOR THE YEAR ENDED 30 JUNE 2023**  
**9. RESERVE ACCOUNTS**

**(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	Purpose of the reserve
(a) Peel Mosquito Management Reserve	To provide contingency funds for the Peel Mosquito Management Group as per the CLAG memorandum of understanding.
(b) Unspent Grants & Contributions Reserve	To receive unspent grants and contributions not expected to be spent in the current financial year.
(c) Yunderup Canal General Maintenance Reserve	To receive specified area rates to be used in maintaining the canal waterway and associated infrastructure.
(d) Willow Gardens General Canal Maintenance Reserve	To receive specified area rates to be used in maintaining the canal waterway and associated infrastructure.
(e) Murray Lakes General Canal Maintenance Reserve	To receive specified area rates to be used in maintaining the canal waterway and associated infrastructure.
(f) Entrance Channel Reserve	To receive specified area rates for the purpose of dredging the entrance channel to Yunderup Estate and Murray Waters.
(g) Austin Lakes Phase 2 Maintenance Reserve	To receive specified area rates for the purpose of maintaining the lake and public open space in Austin Lakes Phase 2.
(h) Austin Lakes Asset Replacement Reserve	To receive developer's contributions to assist in the repair, maintenance and replacement of major infrastructure associated with the lake development at Austin Lakes Estate and to assist in maintaining lake water quality.
(i) Heritage Rail Precinct Reserve	Provision for the upgrade and maintenance of the rail heritage building and surrounding precinct.
(j) General Developers Reserve	To receive developer's contributions to assist in the construction or upgrade of infrastructure associated with new land developments.
(k) Leave Reserve	To fund annual and long service leave/termination entitlements.
(l) Workers Compensation Reserve	To provide contingency funds for the annual workers compensation insurance premium under the performance based contributions scheme.
(m) Waste Management Reserve	To provide for current and future waste management services for the Shire of Murray.
(n) Asset Enhancement Reserve	Provision for the construction, acquisition, upgrade or maintenance of property, plant & equipment, excluding heavy plant and light vehicles.
(o) Building Renewal Reserve	Provision for the renewal of building assets.
(p) Plant & Vehicle Reserve	Provision for the replacement or purchase of heavy plant and light vehicles.
(q) Road, Drainage & Pathway Reserve	Provision for the construction, upgrade or renewal of infrastructure assets.
(r) Parks & Recreation Reserve	Provision for the construction, upgrade or renewal of infrastructure assets associated with parks, recreation, waterways and streetscapes.
(s) Murray Aquatic & Leisure Centre Capital Reserve	Provision for the renewal of capital items at the Murray Aquatic & Leisure Centre.
(t) Herron Point Reserve	To receive excess revenue proceeds from the Herron Point Camping Grounds to assist in the future upgrade and development of the area.
(u) Food Innovation Precinct WA Reserve	Provision for future operations and major repairs and maintenance on the Food Innovation Precinct WA buildings and associated infrastructure.

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

**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	When taxable event occurs	Not applicable	When rates notice is issued
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	Kiosk and visitor centre stock	Single point in time	In full in advance	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

#### Income excluding grants, subsidies and contributions

	2022/23 Budget	2021/22 Actual	2021/22 Budget
	\$	\$	\$
Governance	6,486	52,795	24,465
General purpose funding	19,332,985	18,097,844	18,235,968
Law, order, public safety	143,568	210,293	149,554
Health	80,233	74,337	80,396
Education and welfare	654	7,377	727
Housing	28,863	29,421	25,625
Community amenities	3,620,370	3,849,752	3,428,113
Recreation and culture	1,134,046	1,149,393	1,178,077
Transport	33,641	93,597	48,570
Economic services	1,206,757	522,256	388,544
Other property and services	3,362,289	3,935,440	4,461,447
	28,949,892	28,022,505	28,021,486

#### Operating grants, subsidies and contributions

General purpose funding	657,139	2,712,598	1,104,775
Law, order, public safety	525,453	553,486	601,640
Education and welfare	59,018	33,288	62,726
Community amenities	50,477	102,163	77,367
Recreation and culture	156,433	196,896	170,343
Transport	310,978	305,706	318,335
Economic services	677,396	2,674,399	6,248,577
Other property and services	0	62,442	0
	2,436,894	6,640,978	8,583,763

#### Non-operating grants, subsidies and contributions

Law, order, public safety	0	371,894	0
Community amenities	10,000	0	10,000
Recreation and culture	4,690,232	2,020,377	4,995,483
Transport	5,407,260	2,898,389	2,528,639
Economic services	4,192,899	14,223,000	16,824,317
	14,300,391	19,513,660	24,358,439

#### Total Income

	45,687,177	54,177,143	60,963,688
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#### Expenses

Governance	(2,177,295)	(1,829,822)	(2,273,437)
General purpose funding	(486,206)	(470,292)	(363,385)
Law, order, public safety	(1,792,413)	(1,477,329)	(1,793,060)
Health	(712,856)	(532,206)	(640,775)
Education and welfare	(235,532)	(189,866)	(228,271)
Housing	(95,229)	(61,369)	(55,500)
Community amenities	(6,634,618)	(5,081,899)	(6,150,867)
Recreation and culture	(9,660,712)	(8,150,540)	(8,920,777)
Transport	(8,685,528)	(7,453,279)	(8,445,392)
Economic services	(3,814,199)	(4,850,637)	(8,414,380)
Other property and services	(3,060,930)	(5,192,589)	(4,070,263)
	(37,355,518)	(35,289,828)	(41,356,107)

#### Total expenses

#### Net result for the period

	8,331,659	18,887,315	19,607,581
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## 12. OTHER INFORMATION

### The net result includes as revenues

#### (a) Interest earnings

Investments			
- Reserve funds	30,600	30,531	33,048
- Other funds	18,360	28,457	39,372
Late payment of fees and charges *	168,203	148,838	180,405
Other interest revenue	84,492	52,839	102,835
	301,655	260,665	355,660

\* 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	496,622	410,800	178,223
Other	322,737	549,989	73,611
	819,359	960,789	251,834

### The net result includes as expenses

#### (c) Auditors remuneration

Audit services	31,500	24,500	31,500
Other services	3,500	8,467	5,955
	35,000	32,967	37,455

#### (d) Interest expenses (finance costs)

Borrowings (refer Note 7(a))	102,971	120,602	120,603
Interest expense on lease liabilities	4,938	6,113	5,476
	107,909	126,715	126,079

#### (e) Write offs

General rate	1,000	3,441	1,000
Fees and charges	0	840	0
	1,000	4,281	1,000

#### (f) Low Value lease expenses

Office equipment	199,924	169,313	174,432
Plant and equipment	0	2,117	22,424
	199,924	171,430	196,856

### 13. ELECTED MEMBERS REMUNERATION

	2022/23 Budget	2021/22 Actual	2021/22 Budget
	\$	\$	\$
<b>Cr D Bolt</b>			
President's allowance	37,140	36,058	36,058
Meeting attendance fees	16,448	15,969	15,969
Annual allowance for ICT expenses	3,500	3,500	3,500
Annual allowance for travel and accommodation expenses	50	50	50
	57,138	55,577	55,577
<b>Cr D McLarty</b>			
Deputy President's allowance	9,285	9,015	9,015
Meeting attendance fees	16,448	15,969	15,969
Annual allowance for ICT expenses	3,500	3,500	3,500
Annual allowance for travel and accommodation expenses	50	50	50
	29,283	28,534	28,534
<b>Cr G Black</b>			
Meeting attendance fees	16,448	15,969	15,969
Annual allowance for ICT expenses	3,500	3,500	3,500
Annual allowance for travel and accommodation expenses	50	50	50
	19,998	19,519	19,519
<b>Cr S Carter</b>			
Meeting attendance fees	16,448	11,204	11,204
Annual allowance for ICT expenses	3,500	2,456	2,456
Annual allowance for travel and accommodation expenses	50	50	50
	19,998	13,710	13,710
<b>Cr S Kirkham</b>			
Meeting attendance fees	16,448	15,969	15,969
Annual allowance for ICT expenses	3,500	3,500	3,500
Annual allowance for travel and accommodation expenses	50	50	50
	19,998	19,519	19,519
<b>Cr S Lee</b>			
Meeting attendance fees	16,448	15,969	15,969
Annual allowance for ICT expenses	3,500	3,500	3,500
Annual allowance for travel and accommodation expenses	50	50	50
	19,998	19,519	19,519
<b>Cr D Pike</b>			
Meeting attendance fees	16,448	11,204	11,204
Annual allowance for ICT expenses	3,500	2,456	2,456
Annual allowance for travel and accommodation expenses	50	50	50
	19,998	13,710	13,710
<b>Cr A Rogers</b>			
Meeting attendance fees	16,448	15,969	15,969
Annual allowance for ICT expenses	3,500	3,500	3,500
Annual allowance for travel and accommodation expenses	50	50	50
	19,998	19,519	19,519
<b>Cr C Rose</b>			
Meeting attendance fees	16,448	15,969	15,969
Annual allowance for ICT expenses	3,500	3,500	3,500
Annual allowance for travel and accommodation expenses	50	50	50
	19,998	19,519	19,519
<b>Cr B Beacham</b>			
Meeting attendance fees	0	4,765	4,765
Annual allowance for ICT expenses	0	1,044	1,044
	0	5,809	5,809
<b>Cr B Cardilini</b>			
Meeting attendance fees	0	4,765	4,765
Annual allowance for ICT expenses	0	1,044	1,044
	0	5,809	5,809
<b>Total Elected Member Remuneration</b>	226,407	220,744	220,744
President's allowance	37,140	36,058	36,058
Deputy President's allowance	9,285	9,015	9,015
Meeting attendance fees	148,032	143,721	143,721
Annual allowance for ICT expenses	31,500	31,500	31,500
Annual allowance for travel and accommodation expenses	450	450	450
	226,407	220,744	220,744

14. TRUST FUNDS

Funds held at balance date which are required by legislation to be credited to the trust fund and which are not included in the financial statements are as follows:

Detail	Balance 30 June 2022	Estimated amounts received	Estimated amounts paid	Estimated balance 30 June 2023
	\$	\$	\$	\$
Unclaimed Monies	49,256	1,000	(2,500)	47,756
Dwellingup Community Village Inc Stage 3	0	3,237,244	(2,674,927)	562,317
	49,256	3,238,244	(2,677,427)	610,073

## 15. FEES AND CHARGES

	2022/23 Budget	2021/22 Actual	2021/22 Budget
	\$	\$	\$
<b>By Program:</b>			
Governance	311	726	310
General purpose funding	154,885	184,461	155,520
Law, order, public safety	127,367	172,308	133,361
Health	80,233	74,337	80,397
Education and welfare	154	2,655	111
Housing	27,716	28,101	25,490
Community amenities	3,579,824	3,757,041	3,387,572
Recreation and culture	883,168	882,176	939,486
Transport	33,641	90,451	33,570
Economic services	618,533	459,408	374,767
Other property and services	3,219,808	3,294,600	4,207,761
	8,725,640	8,946,264	9,338,345



**SUPPLEMENTARY NOTES TO THE BUDGET  
FOR THE YEAR ENDED 30TH JUNE 2023**

**ASSET ACQUISITIONS**

2022/23 Budget \$	Funding Sources					Comments
	Municipal Funds	Grants & Contributions	Loan Borrowings	Reserve Funds	Asset Sales	
<b><u>Furniture &amp; Equipment</u></b>						
Corporate Business System - OpenOffice	172,206	50,000		122,206		Asset Enhancement Reserve
Computer Software	25,000	25,000				Website Content Hub
Murray Aquatic & Leisure Centre Pool Equipment	82,409	82,409				
Murray Aquatic & Leisure Centre Capital Equipment	5,500	5,500				
	285,115	162,909	-	-	122,206	-
<b><u>Land &amp; Buildings</u></b>						
Cooper's Mill Toilets	8,000	8,000				
Dwellingup Hall	5,000	5,000				
Hotham Valley Railway Buildings	35,000	35,000				
Edenvale Basement Conservations Works	85,000	85,000				
Edenvale Building Conservation Works	20,000	20,000				
Exchange Hotel Renewal	51,766	51,766				
Murray Library	40,000	40,000				
Murray Playgroup	12,376	12,376				
MALC Building Renewal	57,000	57,000				
MALC Pool & Flooring Refurbishment	210,000	210,000				
MALC Refurbishment of Basketball Courts	8,000	8,000				Reseal of court floors
MALC PAW Redevelopment	54,000	54,000				
MALC Aquatic Turnstiles	75,000	75,000				
Roads Board Office	11,500	11,500				
Operation Centre	14,271	14,271				
Pinjarra Court House	19,995	19,995				
Dwellingup Trails & Visitor Centre	150,000	-	150,000			DBCA
Ravenswood Community Centre	1,466,498	150,000	1,316,498			State Government
McLarty South Pavilion	4,016,774	1,200,118	2,480,844		335,812	LCRI, CSRFF, Lotterywest & Cricket Aust
South Yunderup Oval Pavilion	39,493	-			39,493	Asset Enhancement Reserve
The Exchange	4,262,055	578,204	1,594,472	1,700,000	389,379	BBRF; Asset Enhancement Reserve
Food Innovation Precinct WA	2,173,748	-	2,173,748			BBRF
	12,815,476	2,635,230	7,715,562	1,700,000	764,684	-

**SUPPLEMENTARY NOTES TO THE BUDGET  
FOR THE YEAR ENDED 30TH JUNE 2023**

**ASSET ACQUISITIONS**

2022/23 Budget \$	Funding Sources					Comments
	Municipal Funds	Grants & Contributions	Loan Borrowings	Reserve Funds	Asset Sales	

**Plant & Equipment**

4003MY Utility - Director P&S	37,450	18,190			19,260	
4004MY Light Vehicle - Director TS	44,200	24,310			19,890	
4007MY Light Vehicle - Mgr Engineering	29,960	19,260			10,700	
4008MY Light Vehicle - Pool Car	33,150	18,785			14,365	
4010MY Light Vehicle - Parks & Waterways	27,625	16,575			11,050	
4018MY Light Vehicle - Mgr Environmental Health	29,960	16,050			13,910	
4019MY Light Vehicle - Mgr Tourism & Customer Serv	33,150	18,785			14,365	
4029MY Utility - Ranger	50,000	33,950			16,050	
4030MY Utility - Workshop Supervisor	38,675	25,415			13,260	
4033MY Light Vehicle - Coordinator Environment	37,450	37,450			-	
4035MY Works Flat Top	85,000	60,000			25,000	
4037MY 7t Patching Truck	125,000	87,650			37,350	
4037MY 7t Patching Truck Unit Refurbishment	45,000	45,000			-	
4038MY Tipper tray (Mowing)	124,500	94,500			30,000	
4043MY 6 Wheel Rigid Tipper	315,000	230,000			85,000	
4062MY Zero Turn Mower	25,000	18,000			7,000	
4064MY Zero Turn Mower	25,000	18,000			7,000	
4066MY Zero Turn Mower	32,000	29,000			3,000	
4069MY Zero Turn Mower	32,000	29,000			3,000	
4071MY Tractor Mowing	70,000	36,363			33,637	
4073MY Tractor	65,500	51,500			14,000	
4089MY Trailer - Tipper	135,485	110,485			25,000	
Miscellaneous Plant	15,360	15,360			-	
	1,456,465	1,053,628	-	-	-	402,837

**SUPPLEMENTARY NOTES TO THE BUDGET  
FOR THE YEAR ENDED 30TH JUNE 2023**

**ASSET ACQUISITIONS**

2022/23 Budget \$	Funding Sources					Comments
	Municipal Funds	Grants & Contributions	Loan Borrowings	Reserve Funds	Asset Sales	
<b>Infrastructure - Other</b>						
Annual Pathway Renewal	144,427	144,427				
Path Upgrades	339,344	26,844	312,500			
Drainage Program	109,786	109,786				Annual renewal program
Nicholson Rd Bridge #3358	140,029	-	140,029			Grants Commission Special Grants
Regional Road Bridge Program	100,013	-		100,013		General Developers Reserve
Pinjarra Cemetery Upgrade	34,128	34,128				
Murray River Foreshore Works	326,672	326,672				
Cantwell Park	270,236	95,236	175,000			Lotterywest
North Dandalup Public Open Space	355,809	-		355,809		Asset Enhancement Reserve
Minor Parks Development	37,500	37,500				
Parks & Reserves Renewal Works	298,159	248,968		49,191		Parks & Recreation Reserve
Sandy Cove Park Upgrade	65,835	65,835				
Ravenswood Canoe Launch Facility	79,000	29,000	50,000			DPIRD
Dwellingup National Adventure & Trails Centre	274,679	-	274,679			DBCA; Lotterywest
Batavia Quays Boating Facility	609,048	-	609,048			Dept Transport; LRCI
Visitor Signage & Wayfinding	15,000	15,000				
Lot 1261 Willowdale Road Gravel Pit	271,790	-		271,790		Roads, Drainage & Pathways Reserve
James Street Pedestrian Bridge	78,449	19,607	58,842			LRCI
Sir Ross McLarty Precinct Irrigation Works	30,000	30,000				
Edenvale Signage & Wayfinding	40,000	40,000				
Edenvale Complex Ground Upgrades	21,848	21,848				
	3,641,752	1,244,851	1,620,098	-	776,803	-

**SUPPLEMENTARY NOTES TO THE BUDGET  
FOR THE YEAR ENDED 30TH JUNE 2023**

**ASSET ACQUISITIONS**

2022/23 Budget \$	Funding Sources					Comments
	Municipal Funds	Grants & Contributions	Loan Borrowings	Reserve Funds	Asset Sales	
<b>Infrastructure - Road Works</b>						
Municipal Funded						
Reseals - Rural	172,667	36,507	136,160			LRCI
Traffic Management	35,000	35,000				
Kerbing Improvements	51,807	51,807				
Regional Road Group						
Burnside Road	119,539	39,613	79,926			Main Roads WA
Lakes Road	375,000	125,000	250,000			Main Roads WA
Hopeland Road	223,262	96,284	126,978			Main Roads WA
Paterson Road	15,000	5,000	10,000			Main Roads WA
Del Park Road	210,000	-	210,000			Main Roads WA; Alcoa \$70K
State Blackspot						
Lakes Road	276,000	92,000	184,000			Main Roads WA
Readheads Road	477,999	159,333	318,666			Main Roads WA
Murray River Drive	678,000	226,000	452,000			Main Roads WA
Roads to Recovery						
Reseals - Urban/Industrial	300,000	-	300,000			Roads to Recovery
Resheeting	251,606	-	251,606			Roads to Recovery
Other Funded Roadworks						
Readheads Road	557,070	-	557,070			Main Roads WA
Corio Road	390,697	-	390,697			Main Roads WA
Munday Avenue	1,493,516	-	1,493,516			Main Roads WA
Gull Road	194,112	-	194,112			Main Roads WA
	5,821,275	866,544	4,954,731	-	-	-
	<b>24,020,083</b>	<b>5,963,162</b>	<b>14,290,391</b>	<b>1,700,000</b>	<b>1,663,693</b>	<b>402,837</b>

**SUPPLEMENTARY NOTES TO THE BUDGET  
FOR THE YEAR ENDED 30TH JUNE 2023**

**ASSET DISPOSALS**

<b>2022/2023 Budget</b>				
	<b>Net book value</b>	<b>Sale Proceeds</b>	<b>Profit</b>	<b>Loss</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
4003MY Utility - Director P&S	10,890	19,260	8,370	0
4004MY Light Vehicle - Director TS	16,314	19,890	3,576	0
4005MY Utility - Mgr Building	12,100	17,120	5,020	0
4007MY Light Vehicle - Mgr Engineering	9,630	10,700	1,070	0
4008MY Light Vehicle - Pool Car	13,000	14,365	1,365	0
4010MY Light Vehicle - Parks & Waterways	8,225	11,050	2,825	0
4018MY Light Vehicle - Mgr Environmental Health	10,890	13,910	3,020	0
4019MY Light Vehicle - Mgr Tourism & Customer Serv	9,257	14,365	5,108	0
4029MY Utility - Ranger	11,750	16,050	4,300	0
4030MY Utility - Workshop Supervisor	9,630	13,260	3,630	0
4031MY Utility - Chief Bushfire Control Officer	35,852	12,420	0	23,432
4035MY Works Flat Top	24,900	25,000	100	0
4037MY 7t Patching Truck	33,000	37,350	4,350	0
4038MY Tipper tray (Mowing)	31,125	30,000	0	1,125
4043MY 6 Wheel Rigid Tipper	177,963	85,000	0	92,963
4062MY Zero Turn Mower	7,000	7,000	0	0
4064MY Zero Turn Mower	7,000	7,000	0	0
4066MY Zero Turn Mower	12,546	3,000	0	9,546
4069MY Zero Turn Mower	12,546	3,000	0	9,546
4071MY Tractor Mowing	37,350	33,637	0	3,713
4073MY Tractor	12,000	14,000	2,000	0
4089MY Trailer - Tipper	32,670	25,000	0	7,670
	<b>535,638</b>	<b>432,377</b>	<b>44,734</b>	<b>147,995</b>



**SUPPLEMENTARY NOTES TO THE BUDGET  
FOR THE YEAR ENDED 30TH JUNE 2023**

**PURPOSE OF TRANSFERS TO/(FROM) RESERVES**

**Transfers to Reserves**

Waste Management Reserve		
Transfer of waste revenue raised		3,282,540
Peel Mosquito Management Reserve		
Transfer of contingency funds as per MOU		4,500
Yunderup Canal General Maintenance Reserve		
Specified Area Rate revenue raised		53,041
Willow Gardens General Canal Maintenance Reserve		
Specified Area Rate revenue raised		6,625
Murray Lakes General Canal Maintenance Reserve		
Specified Area Rate revenue raised		33,088
Entrance Channel Reserve		
Specified Area Rate revenue raised plus 100% matching municipal funds		120,312
Austin Lakes Phase 2 Maintenance Reserve		
Specified Area Rate revenue raised		40,149
Asset Enhancement Reserve		
Transfer to fund future asset upgrades		100,000
Building Renewal Reserve		
Transfer of general revenue for future asset renewal		41,417
Murray Aquatic & Leisure Centre Capital Renewal Reserve		
Transfer of general revenue for future asset renewal		49,099
Herron Point Reserve		
Transfer of revenue received from Herron Point campground operations to fund future maintenance		50,000
Road, Drainage & Pathway Reserve		
Transfer of Keysbrook Leucoxene Pty Ltd annual road maintenance fee		
Hopeland Road	30,240	
Keralup Private Works	682,176	
Transfer for provision for future road renewal	200,000	912,416
Parks & Recreation Reserve		
Transfer of general revenue for future asset renewal		82,487
Austin Lakes Asset Replacement Reserve		
Transfer of developer contributions received	10,000	
Interest on funds held in reserve	11,500	21,500
FIPWA Reserve		
Transfer future operations and asset renewal		30,000
<b>Total Transfers to Reserves</b>		<b>4,827,174</b>

**SUPPLEMENTARY NOTES TO THE BUDGET  
FOR THE YEAR ENDED 30TH JUNE 2023**

**PURPOSE OF TRANSFERS TO/(FROM) RESERVES**

**Transfers From Reserves**

Waste Management Reserve		
Transfer to fund waste management operations		(3,473,054)
Yunderup Canal General Maintenance Reserve		
Transfer to assist with the cost of Canal Management, Weed Management and Surveys		(39,297)
Willow Gardens General Canal Maintenance Reserve		
Transfer to assist with the cost of Canal Management, Weed Management and Surveys	(4,585)	
Transfer to part fund pedestrian bridge design works	(20,000)	(24,585)
Murray Lakes General Canal Maintenance Reserve		
Transfer to assist with the cost of Canal Management, Weed Management and Surveys		(21,613)
Asset Enhancement Reserve		
Transfer to part fund implementation of new corporate business system	(122,206)	
Transfer to fund North Dandalup POS Upgrade	(355,809)	
Transfer to part fund South Yunderup Oval Pavilion	(39,493)	
Transfer to part fund The Exchange	(389,379)	
Transfer to part fund McLarty South Pavilion	(335,812)	(1,242,699)
Parks & Recreation Reserve		
Transfer to fund Parks Renewal		(49,191)
Herron Point Reserve		
Transfer for maintenance & operations of Herron Point Camping Grounds		(50,000)
Road, Drainage & Pathway Reserve		
Transfer to fund Lot 1261 Willowdale Gravel Pit		(272,621)
General Developers Reserve		
Transfer to fund Regional Road Bridge Program	(100,013)	
Transfer to fund Fiegert Road design works	(38,926)	
Transfer to fund Old Mandurah Road design works	(43,920)	(182,859)
<b>Total Transfers From Reserves</b>		<b>(5,355,919)</b>
<b>Total Net Transfer To/(From) Reserves</b>		<b>(528,745)</b>