

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

LOCAL GOVERNMENT ACT 1995

TABLE OF CONTENTS

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

SHIRE'S VISION

An outstanding place for community, lifestyle and opportunity

SHIRE OF MURRAY
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2024

	NOTE	2023/24 Budget	2022/23 Actual	2022/23 Budget
Revenue				
		\$	\$	\$
Rates	2(a)	20,399,482	18,994,334	19,058,504
Grants, subsidies and contributions	11	1,837,980	4,870,076	2,436,894
Fees and charges	15	6,840,991	9,113,921	8,725,640
Interest revenue	12(a)	807,749	1,179,175	301,655
Other revenue	12(b)	646,941	1,176,403	819,359
		30,533,143	35,333,909	31,342,052
Expenses				
Employee costs		(14,828,664)	(13,692,154)	(14,104,316)
Materials and contracts		(13,641,759)	(10,862,061)	(13,649,610)
Utility charges		(1,073,104)	(977,660)	(978,985)
Depreciation	6	(7,183,580)	(6,727,701)	(6,875,768)
Finance costs	12(d)	(163,722)	(134,252)	(107,909)
Insurance		(564,366)	(489,641)	(547,889)
Other expenditure		(899,718)	(662,121)	(943,046)
		(38,354,913)	(33,545,590)	(37,207,523)
		(7,821,770)	1,788,319	(5,865,471)
Capital grants, subsidies and contributions	11	14,105,294	10,714,883	14,300,391
Profit on asset disposals	5	119,211	62,378	44,734
Loss on asset disposals	5	(90,314)	(45,097)	(147,995)
		14,134,191	10,732,164	14,197,130
Net result for the period		6,312,421	12,520,483	8,331,659
Other comprehensive income				
<i>Items that will not be reclassified subsequently to profit or loss</i>				
Total other comprehensive income for the period		0	0	0
Total comprehensive income for the period		6,312,421	12,520,483	8,331,659

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 2024

	NOTE	2023/24 Budget	2022/23 Actual	2022/23 Budget
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts				
		\$	\$	\$
Rates		20,399,482	18,686,486	19,158,504
Grants, subsidies and contributions		1,437,980	4,286,050	2,793,573
Fees and charges		6,840,991	9,113,921	8,725,640
Interest revenue		807,749	1,179,175	301,655
Goods and services tax received		2,700,000	2,339,736	1,551,434
Other revenue		646,941	1,176,403	819,359
		32,833,143	36,781,771	33,350,165
Payments				
Employee costs		(14,746,896)	(13,718,781)	(13,859,316)
Materials and contracts		(14,148,759)	(11,360,925)	(14,179,690)
Utility charges		(1,073,104)	(977,660)	(978,985)
Finance costs		(163,722)	(134,478)	(107,909)
Insurance		(564,366)	(489,641)	(547,889)
Goods and services tax paid		(2,400,000)	(1,820,700)	(1,734,006)
Other expenditure		(899,718)	(662,121)	(943,046)
		(33,996,565)	(29,164,306)	(32,350,841)
Net cash provided by (used in) operating activities	4	(1,163,422)	7,617,465	999,324
CASH FLOWS FROM INVESTING ACTIVITIES				
Payments for purchase of property, plant & equipment	5(a)	(14,108,967)	(5,049,084)	(14,359,850)
Payments for construction of infrastructure	5(b)	(14,012,217)	(5,829,730)	(9,463,027)
Payments for intangible assets	5(d)	(286,732)	(114,523)	(197,206)
Capital grants, subsidies and contributions		11,501,917	8,138,062	12,359,026
Proceeds from sale of property, plant and equipment	5(a)	672,420	348,515	432,377
Proceeds on financial assets at amortised cost - self supporting loans	7(a)	23,999	23,876	23,876
Net cash provided by (used in) investing activities		(16,209,580)	(2,482,884)	(11,204,804)
CASH FLOWS FROM FINANCING ACTIVITIES				
Repayment of borrowings	7(a)	(451,526)	(413,646)	(387,856)
Payments for principal portion of lease liabilities	8	(163,803)	(137,876)	(78,704)
Proceeds from new borrowings	7(a)	0	1,700,000	1,700,000
Net cash provided by (used in) financing activities		(615,329)	1,148,478	1,233,440
Net increase (decrease) in cash held		(17,988,331)	6,283,059	(8,972,040)
Cash at beginning of year		36,052,181	29,769,122	29,758,182
Cash and cash equivalents at the end of the year	4	18,063,850	36,052,181	20,786,142

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

SHIRE OF MURRAY
STATEMENT OF FINANCIAL ACTIVITY
FOR THE YEAR ENDED 30 JUNE 2024

		2023/24	2022/23	2022/23
	NOTE	Budget	Actual	Budget
OPERATING ACTIVITIES				
Revenue from operating activities				
General rates	2(a)	\$ 20,198,402	\$ 18,793,012	\$ 18,860,795
Rates excluding general rates	2(a)	201,080	201,322	197,709
Grants, subsidies and contributions	11	1,837,980	4,870,076	2,436,894
Fees and charges	15	6,840,991	9,113,921	8,725,640
Interest revenue	12(a)	807,749	1,179,175	301,655
Other revenue	12(b)	646,941	1,176,403	819,359
Profit on asset disposals	5	119,211	62,378	44,734
		30,652,354	35,396,287	31,386,786
Expenditure from operating activities				
Employee costs		(14,828,664)	(13,692,154)	(14,104,316)
Materials and contracts		(13,641,759)	(10,862,061)	(13,649,610)
Utility charges		(1,073,104)	(977,660)	(978,985)
Depreciation	6	(7,183,580)	(6,727,701)	(6,875,768)
Finance costs	12(d)	(163,722)	(134,252)	(107,909)
Insurance		(564,366)	(489,641)	(547,889)
Other expenditure		(899,718)	(662,121)	(943,046)
Loss on asset disposals	5	(90,314)	(45,097)	(147,995)
		(38,445,227)	(33,590,687)	(37,355,518)
Non-cash amounts excluded from operating activities	3(b)	7,154,683	6,649,137	7,044,029
Amount attributable to operating activities		(638,190)	8,454,737	1,075,297
INVESTING ACTIVITIES				
Inflows from investing activities				
Capital grants, subsidies and contributions	11	14,105,294	10,714,883	14,300,391
Proceeds from disposal of assets	5	672,420	348,515	432,377
Proceeds from financial assets at amortised cost - self supporting loans	7(a)	23,999	23,876	23,876
		14,801,713	11,087,274	14,756,644
Outflows from investing activities				
Payments for property, plant and equipment	5(a)	(14,108,967)	(5,558,401)	(14,359,850)
Payments for construction of infrastructure	5(b)	(14,012,217)	(9,323,080)	(9,463,027)
Payments for Intangible Assets	5(d)	(286,732)	(114,523)	(197,206)
		(28,407,916)	(14,996,004)	(24,020,083)
Amount attributable to investing activities		(13,606,203)	(3,908,730)	(9,263,439)
FINANCING ACTIVITIES				
Inflows from financing activities				
Proceeds from new borrowings	7(a)	0	1,700,000	1,700,000
Transfers from reserve accounts	9(a)	7,828,857	4,297,871	5,355,919
		7,828,857	5,997,871	7,055,919
Outflows from financing activities				
Repayment of borrowings	7(a)	(451,526)	(413,646)	(387,856)
Payments for principal portion of lease liabilities	8	(163,803)	(137,876)	(78,704)
Transfers to reserve accounts	9(a)	(5,110,243)	(5,271,222)	(4,827,174)
		(5,725,572)	(5,822,744)	(5,293,734)
Amount attributable to financing activities		2,103,285	175,127	1,762,185
MOVEMENT IN SURPLUS OR DEFICIT				
Surplus or deficit at the start of the financial year	3	13,161,540	8,440,406	7,991,884
Amount attributable to operating activities		(638,190)	8,454,737	1,075,297
Amount attributable to investing activities		(13,606,203)	(3,908,730)	(9,263,439)
Amount attributable to financing activities		2,103,285	175,127	1,762,185
Surplus or deficit at the end of the financial year	3	1,020,432	13,161,540	1,565,927

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

**SHIRE OF MURRAY
FOR THE YEAR ENDED 30 JUNE 2024
INDEX OF NOTES TO THE BUDGET**

Note 1	Basis of Preparation	6
Note 2	Rates and Service Charges	8
Note 3	Net Current Assets	14
Note 4	Reconciliation of cash	17
Note 5	Fixed Assets	18
Note 6	Depreciation	19
Note 7	Borrowings	20
Note 8	Lease Liabilities	22
Note 9	Reserve Accounts	23
Note 10	Revenue Recognition	24
Note 11	Program Information	25
Note 12	Other Information	27
Note 13	Elected Members Remuneration	28
Note 14	Trust Funds	29
Note 15	Fees and Charges	30
	Supplementary Notes	31

1(a) BASIS OF PREPARATION

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

Local Government Act 1995 requirements

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

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

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

The local government reporting entity

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

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

2022/23 actual balances

Balances shown in this budget as 2022/23 Actual are estimates as forecast at the time of preparation of the annual budget and are subject to final adjustments.

Budget comparative figures

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

Comparative figures

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

Rounding off figures

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

Initial application of accounting standards

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

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

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

New accounting standards for application in future years

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

- AASB 2014-10 Amendments to Australian Accounting Standards
 - Sale or Contribution of Assets between an Investor and its Associate or Joint Venture
- AASB 2020-1 Amendments to Australian Accounting Standards
 - Classification of Liabilities as Current or Non-current
- AASB 2021-7c Amendments to Australian Accounting Standards
 - Effective Date of Amendments to AASB 10 and AASB 128 and Editorial Corrections [deferred AASB 10 and AASB 128 amendments in AASB 2014-10 apply]
- AASB 2022-5 Amendments to Australian Accounting Standards
 - Lease Liability in a Sale and Leaseback
- AASB 2022-6 Amendments to Australian Accounting Standards
 - Non-current Liabilities with Covenants
- AASB 2022-10 Amendments to Australian Accounting Standards
 - Fair Value Measurement of Non-Financial Assets of Not-for-Profit Public Sector Entities

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

Judgements, estimates and assumptions

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

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

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

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

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

REVENUES

RATES

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

Excludes administration fees, interest on instalments, interest on arrears, service charges.

GRANTS, SUBSIDIES AND CONTRIBUTIONS

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

CAPITAL GRANTS, SUBSIDIES AND CONTRIBUTIONS

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

REVENUE FROM CONTRACTS WITH CUSTOMERS

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

FEES AND CHARGES

Revenues (other than service charges) from the use of facilities and charges made for local government services, rentals, hire charges, fee for service, photocopying charges, licences, sale of goods or information, fines, penalties rubbish collection fees, and administration fees.

SERVICE CHARGES

Service charges imposed under *Division 6 of Part 6 of the Local Government Act 1995*. Regulation 54 of the *Local Government (Financial Management) Regulations 1996* identifies the charges which can be raised. These are television and radio broadcasting, underground electricity and neighbourhood surveillance services and water.

INTEREST EARNINGS

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

OTHER REVENUE / INCOME

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

PROFIT ON ASSET DISPOSAL

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

EXPENSES

EMPLOYEE COSTS

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

MATERIALS AND CONTRACTS

All expenditures on materials, supplies and contracts not classified under other headings. These include supply of goods and materials, legal expenses, consultancy, maintenance agreements, communication expenses (such as telephone and internet charges), advertising expenses, membership, periodicals, publications, hire expenses, rental, leases, postage and freight etc.

UTILITIES (GAS, ELECTRICITY, WATER)

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.

DEPRECIATION ON NON-CURRENT ASSETS

Depreciation and amortisation expenses raised on all classes of assets.

FINANCE COSTS

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

OTHER EXPENDITURE

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

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

2. RATES AND SERVICE CHARGES

(a) Rating Information

Rate Description	Basis of valuation	Rate in	Number of properties	Rateable value	2023/24	2023/24	2023/24	2023/24	2022/23	2022/23
					Budgeted rate revenue	Budgeted interim rates	Budgeted back rates	Budgeted total revenue	Actual total revenue	Budget total revenue
		\$		\$	\$	\$	\$	\$	\$	\$
(i) General rates										
GRV General	Gross rental valuation	0.106893	6,468	104,715,608	11,193,365	151,971	0	11,345,336	10,750,842	10,925,112
GRV Commercial	Gross rental valuation	0.085512	153	17,979,874	1,537,495	0	0	1,537,495	1,483,583	1,438,320
UV General	Unimproved valuation	0.006790	727	538,799,966	3,658,452	100,245	0	3,758,697	4,257,781	4,199,883
UV Industrial Mining	Unimproved valuation	0.013500	12	38,158,490	515,140	0	0	515,140	0	0
UV Rural Lifestyle	Unimproved valuation	0.007115	265	65,555,100	466,425	0	0	466,425	0	0
Total general rates			7,625	765,209,039	17,370,877	252,216	0	17,623,093	16,492,206	16,563,315
(ii) Minimum payment										
		Minimum								
		\$								
GRV General	Gross rental valuation	1,267	1,696	13,791,318	2,148,832	0	0	2,148,832	1,969,500	1,969,500
GRV Commercial	Gross rental valuation	1,267	27	323,737	34,209	0	0	34,209	29,088	168,720
GRV General Lesser Minimum	Gross rental valuation	953	185	334,165	176,305	0	0	176,305	168,720	29,088
UV General	Gross rental valuation	1,267	77	10,925,216	97,559	0	0	97,559	295,728	295,728
UV Industrial Mining	Unimproved valuation	1,267	10	198,260	12,670	0	0	12,670	0	0
UV Rural Lifestyle	Unimproved valuation	1,267	220	28,448,500	278,740	0	0	278,740	0	0
Total minimum payments			2,215	54,021,195	2,748,315	0	0	2,748,315	2,463,036	2,463,036
Total general rates and minimum payments			9,840	819,230,234	20,119,192	252,216	0	20,371,408	18,955,242	19,026,351
(iii) Specified area rates										
Yunderup Canal Entrance Dredging		0.0072733	509	8,293,082	60,318	0	0	60,318	61,957	60,156
Yunderup Canal Maintenance		0.0067740	478	7,839,122	53,102	0	0	53,102	53,041	53,041
Murray Lakes Canal Maintenance		0.0068458	264	4,825,370	33,034	0	0	33,034	33,088	33,088
Willow Gardens Canal Maintenance		0.0069694	56	958,520	6,680	0	0	6,680	6,625	6,625
Austin Lakes Phase 2 Maintenance		0.0056488	599	7,664,690	43,296	0	0	43,296	40,149	40,149
Total specified area rates			1,906	29,580,784	196,430	0	0	196,430	194,860	193,059
(iv) Ex-gratia rates										
Dampier Bunbury Pipeline					4,650			4,650	6,462	4,650
Total ex-gratia rates			0	0	4,650	0	0	4,650	6,462	4,650
					20,320,272	252,216	0	20,572,488	19,156,564	19,224,060
Waivers or Concessions (Refer note 2(g))								(173,006)	(162,230)	(165,556)
Total rates					20,320,272	252,216	0	20,399,482	18,994,334	19,058,504

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

The general rates detailed for the 2023/24 financial year have been determined by Council on the basis of raising the revenue required to meet the estimated deficiency between the total estimated expenditure proposed in the budget and the estimated revenue to be received from all sources other than general rates and also considering the extent of any increase in rating over the level adopted in the previous year.

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

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

2. RATES AND SERVICE CHARGES (CONTINUED)

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

Instalment options	Date due	Instalment plan admin charge	Instalment plan interest rate	Unpaid rates interest rates
		\$	%	%
Option one				
Single full payment	6/10/2023			11.00%
Option two				
Rate Smoothing	As Scheduled	30		11.00%
Option three				
Second instalment	6/12/2023	10	5.50%	11.00%
Third instalment	9/02/2024	10	5.50%	11.00%
Fourth instalment	10/04/2024	10	5.50%	11.00%

	2023/24 Budget revenue	2022/23 Actual revenue	2022/23 Budget revenue
	\$	\$	\$
Instalment plan admin charge revenue	76,712	75,265	75,207
Instalment plan interest earned	54,696	54,813	73,231
Unpaid rates and service charge interest earned	183,053	179,315	168,203
	314,461	309,393	316,641

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

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 or industrial.	The object of this differential rate is to ensure that all ratepayers make a reasonable contribution towards the services and infrastructure 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 strategic community objectives 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 commercial or industrial 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 services and infrastructure provided to these properties. The rate is to be at a discount to the general rate.	A lower rate will encourage retention of commercial activities and provide incentive for the diversification of the local economy.
UV General	Properties that are used for purposes other than rural lifestyle or industrial/ mining.	The object of this differential rate is to ensure that all ratepayers make a reasonable contribution towards the services and infrastructure 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 strategic community objectives and minimum standards of performance to which the Council will be measured by the State Government and others.
UV Rural Lifestyle	Properties that are used primarily for residential purposes.	The object of this differential rate is to ensure that all UV property owners with a residential use make a reasonable and consistent contribution towards the services and infrastructure provided and maintained by the Shire for the benefit of the residents. This rate is to be slightly higher than the general rate.	The slightly higher rate in the dollar is to reflect the higher cost of servicing these properties and to better align the contribution of these properties to other properties with a similar use.
UV Industrial/ Mining	Properties used for industrial or mining purposes.	The object of this differential rate is to ensure that all UV property owners which carry out impactful activities, contribute adequately to the services and infrastructure of the community. This rate is to be higher than the general rate.	The higher rate is to reflect the impact of activities which have a significant negative impact on the strategic planning, local environment, structure and the rural character of the district and where development and liveability within the district is impacted from these activities.

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

2. RATES AND SERVICE CHARGES (CONTINUED)

(d) 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 General	0.106330	0.106893	The increase is to fund increases in costs identified following the advertisement of rates
GRV Commercial	0.085062	0.085512	The increase is to fund increases in costs identified following the advertisement of rates
UV General	0.006755	0.006790	The increase is to fund increases in costs identified following the advertisement of rates
UV Rural Lifestyle	0.007080	0.007115	The increase is to fund increases in costs identified following the advertisement of rates
UV Industrial/ Mining	0.011758	0.013500	The increase is to fund increases in costs identified following the advertisement of rates

Minimum payment	Proposed Minimum \$	Adopted Minimum \$	Reasons for the difference
GRV General	1,260	1,267	The increase is to fund increases in costs identified following the advertisement of rates
GRV Commercial	1,260	1,267	The increase is to fund increases in costs identified following the advertisement of rates
GRV Lesser Minimum	948	953	The increase is to fund increases in costs identified following the advertisement of rates
UV General	1,260	1,267	The increase is to fund increases in costs identified following the advertisement of rates
UV Rural Lifestyle	1,260	1,267	The increase is to fund increases in costs identified following the advertisement of rates
UV Industrial/ Mining	1,260	1,267	The increase is to fund increases in costs identified following the advertisement of rates

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

2. RATES AND SERVICE CHARGES (CONTINUED)

(e) 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	Area or properties rate is to be imposed on
Specified area rate	\$	\$	\$		
Yunderup Canal Entrance Dredging	0	60,318	0	For the purpose of dredging the entrance channel to Yunderup Stage 1 Estate, The Moorings and Sapphire Waters.	South Yunderup
Yunderup Canal Maintenance	0	53,102	40,083	For the purpose of maintaining the canal waterway and associated infrastructure.	South Yunderup
Murray Lakes Canal Maintenance	0	33,034	0	For the purpose of maintaining the canal waterway and associated infrastructure.	South Yunderup
Willow Gardens Canal Maintenance	0	6,680	24,677	For the purpose of maintaining the canal waterway and associated infrastructure.	South Yunderup
Austin Lakes Phase 2 Maintenance	0	43,296	31,000	For the purpose of maintaining the lake and public open space in Austin Lakes Estate Phase 2.	South Yunderup
	0	196,430	95,760		

(f) Service Charges

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

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

2. RATES AND SERVICE CHARGES (CONTINUED)

(g) Waivers or concessions

Rate, fee or charge to which the waiver or concession is granted	Type	Waiver/Concession	Discount %	Discount (\$)	2023/24 Budget	2022/23 Actual	2022/23 Budget	Circumstances in which the waiver or concession is granted	Objects and reasons of the waiver or concession
Primary Producer - Full	Rate	Concession	15.22%	\$	\$ 157,066	\$ 146,836	\$ 150,162	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	7.61%		7,278	7,176	7,176	Bona-fide primary producers residing within neighbouring Shires 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
Riverglades Complex	Rate	Concession			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		1,761	1,761	1,563	1,563	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		5,707	5,707	5,461	5,461	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
					173,006	162,230	165,556		

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

3. NET CURRENT ASSETS

(a) Composition of estimated net current assets

Current assets

Cash and cash equivalents	4	18,063,850	36,052,181	20,786,142
Financial assets		24,123	23,999	254,258
Receivables		4,260,602	4,260,602	3,090,246
Inventories		35,927	28,927	55,622
Other assets		214,668	214,668	0

Less: current liabilities

Trade and other payables		(4,666,043)	(5,166,043)	(4,398,488)
Contract liabilities		(165,372)	(265,372)	(436,370)
Capital grant/contribution liability		(1,000,000)	(3,603,377)	(596,378)
Lease liabilities	8	(128,817)	(163,803)	(78,849)
Long term borrowings	7	(464,586)	(451,526)	(398,204)
Employee provisions		(2,798,258)	(2,716,490)	(2,752,335)

Net current assets

Less: Total adjustments to net current assets

	3(d)	(12,355,662)	(15,052,226)	(13,959,717)
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Net current assets used in the Statement of Financial Activity

Items excluded from calculation of budgeted deficiency

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

(b) Non-cash amounts excluded from operating activities

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

Adjustments to operating activities

Less: Profit on asset disposals	5	(119,211)	(62,378)	(44,734)
Add: Loss on asset disposals	5	90,314	45,097	147,995
Add: Depreciation	6	7,183,580	6,727,701	6,875,768
Non-cash movements in non-current assets and liabilities:				
- Pensioner deferred rates		0	(61,283)	(80,000)
- Employee provisions		0	0	145,000
Non cash amounts excluded from operating activities		7,154,683	6,649,137	7,044,029

(c) Non-cash amounts excluded from investing activities

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

Adjustments to investing activities

Non cash capital grants, subsidies and contributions		0	(4,002,667)	0
Property, plant and equipment received for substantially less than fair value		0	509,317	0
Infrastructure received for substantially less than fair value		0	3,493,350	0

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

3. NET CURRENT ASSETS (CONTINUED)

(d) Current assets and liabilities excluded from budgeted deficiency

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

Adjustments to net current assets

Less: Cash - reserve accounts	9	(13,521,944)	(16,240,558)	(15,009,773)
Less: Current assets not expected to be received at end of year				
- Current financial assets at amortised cost - self supporting loans		(24,123)	(23,999)	(23,999)
Add: Current liabilities not expected to be cleared at end of year				
- Current portion of borrowings		464,586	451,526	398,204
- Current portion of lease liabilities		128,817	163,803	78,849
- Current portion of employee benefit provisions held in reserve		597,002	597,002	597,002
Total adjustments to net current assets		(12,355,662)	(15,052,226)	(13,959,717)

3(e) NET CURRENT ASSETS (CONTINUED)

MATERIAL ACCOUNTING POLICIES

CURRENT AND NON-CURRENT CLASSIFICATION

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

TRADE AND OTHER PAYABLES

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

PREPAID RATES

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

INVENTORIES

General

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

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

LAND HELD FOR RESALE

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

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

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

GOODS AND SERVICES TAX (GST)

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

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

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

CONTRACT LIABILITIES

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

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

TRADE AND OTHER RECEIVABLES

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

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

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

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

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

PROVISIONS

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

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

EMPLOYEE BENEFITS

Short-term employee benefits

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

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

Other long-term employee benefits

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

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

Superannuation

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

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

4. RECONCILIATION OF CASH

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

Note	2023/24 Budget	2022/23 Actual	2022/23 Budget	
	\$	\$	\$	
Cash at bank and on hand	18,063,850	36,052,181	20,786,142	
Total cash and cash equivalents	18,063,850	36,052,181	20,786,142	
Held as				
- Unrestricted cash and cash equivalents	3,541,906	14,508,246	1,726,042	
- Restricted cash and cash equivalents	14,521,944	21,543,935	19,060,100	
	18,063,850	36,052,181	20,786,142	
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	14,521,944	21,543,935	19,060,100	
	14,521,944	21,543,935	19,060,100	
The assets are restricted as a result of the specified purposes associated with the liabilities below:				
Financially backed reserves	9	13,521,944	16,240,558	15,009,773
Unspent borrowings	7(c)	0	1,700,000	0
Contract Liabilities		0	0	3,453,949
Unspent capital grants, subsidies and contribution liabilities		1,000,000	3,603,377	596,378
		14,521,944	21,543,935	19,060,100
Reconciliation of net cash provided by operating activities to net result				
Net result		6,312,421	12,520,483	8,331,659
Depreciation	6	7,183,580	6,727,701	6,875,768
(Profit)/loss on sale of asset	5	(28,897)	(17,281)	103,261
(Increase)/decrease in receivables		0	(272,838)	602,348
(Increase)/decrease in inventories		(7,000)	11,695	(15,000)
(Increase)/decrease in other assets		0	709,806	0
Increase/(decrease) in payables		(500,000)	(1,247,218)	(500,000)
Increase/(decrease) in contract liabilities		(100,000)	(100,000)	(343,321)
Increase/(decrease) in unspent capital grants		(2,603,377)	1,425,846	(1,941,365)
Increase/(decrease) in employee provisions		81,768	0	245,000
Capital grants, subsidies and contributions		(11,501,917)	(12,140,729)	(12,359,026)
Net cash from operating activities		(1,163,422)	7,617,465	999,324

MATERIAL ACCOUNTING POLICES

CASH AND CASH EQUIVALENTS

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

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

FINANCIAL ASSETS AT AMORTISED COST

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

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

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

5. FIXED ASSETS

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

	2023/24 Budget Additions	2023/24 Budget Disposals - Net Book Value	2023/24 Budget Disposals - Sale Proceeds	2023/24 Budget Disposals - Profit or Loss	2022/23 Actual Additions	2022/23 Actual In-kind Additions	2022/23 Disposals - Net Book Value	2022/23 Actual Disposals - Sale Proceeds	2022/23 Actual Disposals - Profit or Loss	2022/23 Budget Additions	2022/23 Budget Disposals - Net Book Value	2022/23 Budget Disposals - Sale Proceeds	2022/23 Budget Disposals - Profit or Loss
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
(a) Property, Plant and Equipment													
Buildings - non-specialised	11,839,669	0	0	0	4,041,752	0	0	0	0	12,815,476	0	0	0
Furniture and equipment	225,013	0	0	0	95,351	0	0	0	0	87,909	0	0	0
Plant and equipment	2,044,285	643,523	672,420	28,897	911,981	509,317	331,234	348,515	17,281	1,456,465	535,638	432,377	(103,261)
Total	14,108,967	643,523	672,420	28,897	5,049,084	509,317	331,234	348,515	17,281	14,359,850	535,638	432,377	(103,261)
(b) Infrastructure													
Infrastructure - roads	7,656,891	0	0	0	3,472,430	1,845,001	0	0	0	5,821,275	0	0	0
Other infrastructure - footpaths	732,106	0	0	0	501,732	213,574	0	0	0	483,771	0	0	0
Other infrastructure - drainage	137,110	0	0	0	41,567	1,266,800	0	0	0	109,786	0	0	0
Other infrastructure - bridges	2,100,162	0	0	0	449,799	0	0	0	0	240,042	0	0	0
Other infrastructure - other	3,385,948	0	0	0	1,364,202	167,975	0	0	0	2,808,153	0	0	0
Total	14,012,217	0	0	0	5,829,730	3,493,350	0	0	0	9,463,027	0	0	0
(c) Right of Use Assets													
Right of use - plant and equipment	0	0	0	0	442,118	0	0	0	0	0	0	0	0
Total	0	0	0	0	442,118	0	0	0	0	0	0	0	0
(d) Intangible Assets													
Computer Software	286,732	0	0	0	114,523	0	0	0	0	197,206	0	0	0
Total	286,732	0	0	0	114,523	0	0	0	0	197,206	0	0	0
Total	28,407,916	643,523	672,420	28,897	11,435,455	4,002,667	331,234	348,515	17,281	24,020,083	535,638	432,377	(103,261)

MATERIAL ACCOUNTING POLICIES

RECOGNITION OF ASSETS

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

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

GAINS AND LOSSES ON DISPOSAL

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

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

6. DEPRECIATION

By Class

Buildings - non-specialised
Furniture and equipment
Plant and equipment
Infrastructure - roads
Other infrastructure - footpaths
Other infrastructure - drainage
Other infrastructure - bridges
Other infrastructure - other
Right of use - buildings
Right of use - furniture and fittings
Intangible assets - computer software

By Program

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

2023/24 Budget	2022/23 Actual	2022/23 Budget
\$	\$	\$
1,209,754	742,277	1,208,269
144,462	89,273	111,237
676,451	757,591	607,483
2,561,358	2,739,438	2,798,928
308,194	283,959	232,307
437,046	404,452	387,926
946,581	867,699	745,463
848,050	794,234	732,613
14,472	0	14,291
37,212	0	37,251
0	48,778	0
7,183,580	6,727,701	6,875,768
158,156	337,688	172,112
172	157	185
3,935	3,607	4,287
12,293	13,793	13,284
84,273	41,468	70,123
1,369,822	1,335,090	1,257,722
4,283,852	4,327,223	4,194,269
524,802	101,798	490,904
746,275	566,877	672,882
7,183,580	6,727,701	6,875,768

MATERIAL ACCOUNTING POLICIES

DEPRECIATION

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

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

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

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

Buildings - non-specialised	42 to 120 years
Furniture and equipment	4 to 40 years
Plant and equipment	3 to 50 years
Infrastructure - roads	17 to 80 years
Other infrastructure - footpaths	15 to 60 years
Other infrastructure - drainage	50 to 100 years
Other infrastructure - bridges	60 to 100 years
Other infrastructure - other	10 to 100 Years
Right of use - buildings	Based on the remaining lease
Right of use - furniture and fittings	Based on the remaining lease
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 2024

7. BORROWINGS

(a) Borrowing repayments

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

Purpose	Loan Number	Institution	Interest Rate	Budget	2023/24	2023/24	Budget	2023/24	Actual	2022/23	2022/23	Actual	2022/23	Budget	2022/23	2022/23	Budget	2022/23
				Principal	Budget	Budget	Principal	Principal		Actual	Actual	Actual	Actual		Principal	Budget	Budget	Principal
				1 July 2023	New Loans	Principal Repayments	outstanding 30 June 2024	Interest Repayments	1 July 2022	New Loans	Principal Repayments	Principal outstanding 30 June 2023	Interest Repayments	1 July 2022	New Loans	Principal Repayments	outstanding 30 June 2023	Interest Repayments
Lots 85-88 George Street	174e	WATC	3.04%	\$ 168,626	\$ 0	\$ (83,041)	\$ 85,585	\$ (4,500)	\$ 249,199	\$ 0	\$ (80,573)	\$ 168,626	\$ (5,378)	\$ 249,199	\$ 0	\$ (80,573)	\$ 168,626	\$ (8,694)
Lot 1213 South Western Highway	175a	WATC	3.11%	293,613	0	(114,734)	178,879	(8,246)	404,860	0	(111,247)	293,613	(8,375)	404,860	0	(111,247)	293,613	(14,244)
Murray Foreshore Upgrade	179	WATC	1.49%	143,085	0	(19,542)	123,543	(2,059)	162,339	0	(19,254)	143,085	(1,851)	162,339	0	(19,254)	143,085	(3,428)
Exchange Hotel Restoration	180	WATC	2.13%	201,322	0	(31,802)	169,520	(4,120)	232,457	0	(31,135)	201,322	(4,255)	232,457	0	(31,135)	201,322	(6,341)
Camp Road Properties	182	WATC	3.61%	536,005	0	(29,995)	506,010	(18,947)	564,941	0	(28,936)	536,005	(19,017)	564,941	0	(28,936)	536,005	(23,875)
Underground Power	178	WATC	3.28%	576,837	0	(36,234)	540,603	(18,626)	611,912	0	(35,075)	576,837	(17,464)	611,912	0	(35,075)	576,837	(23,982)
Dwellingup Trails Centre	184	WATC	1.89%	784,928	0	(58,857)	726,071	(14,558)	842,688	0	(57,760)	784,928	(12,654)	842,688	0	(57,760)	784,928	(21,386)
The Exchange Redevelopment	187	WATC	4.00%	1,674,210	0	(53,322)	1,620,888	(74,228)	0	1,700,000	(25,790)	1,674,210	(51,885)	0	1,700,000	0	1,700,000	0
Administration Centre Extension	161	WATC	6.90%	0	0	0	0	0	0	0	0	0	1,319	0	0	0	0	0
				4,378,626	0	(427,527)	3,951,099	(145,284)	3,068,396	1,700,000	(389,770)	4,378,626	(119,560)	3,068,396	1,700,000	(363,980)	4,404,416	(101,950)
Self Supporting Loans																		
Yunderup Sport & Recreation Club	181	WATC	2.08%	0	0	0	0	0	0	0	0	0	177	0	0	0	0	0
Pinjarra Bowling & Recreation Club	183	WATC	1.75%	72,370	0	(23,999)	48,371	(342)	96,246	0	(23,876)	72,370	(121)	96,246	0	(23,876)	72,370	(1,021)
				72,370	0	(23,999)	48,371	(342)	96,246	0	(23,876)	72,370	56	96,246	0	(23,876)	72,370	(1,021)
				4,450,996	0	(451,526)	3,999,470	(145,626)	3,164,642	1,700,000	(413,646)	4,450,996	(119,504)	3,164,642	1,700,000	(387,856)	4,476,786	(102,971)

All borrowing repayments, other than self supporting loans, will be financed by general purpose revenue.

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

7. BORROWINGS

(b) New borrowings - 2023/24

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

(c) Unspent borrowings

Loan Details	Purpose of the loan	Year loan taken	Amount b/fwd.	Amount used 2023/24 Budget	New loans unspent at 30 June 2024	Amount as at 30 June 2024
Loan 187	The Exchange Redevelopment	2022	\$ 1,700,000	\$ 1,700,000	\$ 0	\$ 0
			1,700,000	1,700,000	0	0

(d) Credit Facilities

	2023/24 Budget	2022/23 Actual	2022/23 Budget
Undrawn borrowing facilities credit standby arrangements	\$	\$	\$
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)	(28,737)	(10,000)
Total amount of credit unused	190,000	171,263	190,000
Loan facilities			
Loan facilities in use at balance date	3,999,470	4,450,996	4,476,786

MATERIAL ACCOUNTING POLICIES

BORROWING COSTS

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

Fair values of borrowings are not materially different to their carrying amounts, since the interest payable on those borrowings is either close to current market rates or the borrowings are of a short term nature. Borrowings fair values are based on discounted cash flows using a current borrowing rate. They are classified as level 3 fair values in the fair value hierarchy due to the unobservable inputs, including own credit risk.

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

8. LEASE LIABILITIES

Purpose	Lease Number	Institution	Lease Interest Rate	Lease Term	Budget Lease	2023/24 Budget	2023/24 Budget	Budget Lease	2023/24 Budget	Actual Principal 1 July 2022	2022/23 Actual	2022/23 Actual	Actual Lease	2022/23 Actual	Budget Principal	2022/23 Budget	2022/23 Budget	Budget Lease	2022/23 Budget	
					Principal 1 July 2023	New Leases	Lease Principal	Lease Principal outstanding 30 June 2024	Lease Interest Repayments		Lease Principal	Lease repayments	Lease Principal outstanding 30 June 2023	Lease Interest repayments	Principal 1 July 2022	New Leases	Lease repayments	Lease Principal outstanding 30 June 2023	Lease Interest repayments	Principal 1 July 2022
					\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Pinjarra Court House	12	National Trust	2.13%	480	105,553	0	(1,358)	104,195	(2,249)	106,845	0	(1,292)	105,553	(193)	106,844	0	(1,294)	105,550	(2,276)	
Solar Panels MALC	15	Capital Finance	2.13%	60	27,771	0	(25,612)	2,159	(342)	52,844	0	(25,073)	27,771	(828)	52,844	0	(25,073)	27,771	(882)	
Cardio Equipment MALC	16	Maia Financial	1.11%	48	35,255	0	(23,438)	11,817	(294)	58,435	0	(23,180)	35,255	(394)	58,435	0	(23,180)	35,255	(552)	
Solar Panels Ops Centre	1	Maia Financial	2.13%	60	6,345	0	(5,063)	1,282	(95)	11,301	0	(4,956)	6,345	(142)	11,301	0	(4,956)	6,345	(201)	
Photocopiers	17	Maia Financial	1.26%	60	42,862	0	(18,900)	23,962	(451)	61,526	0	(18,664)	42,862	(498)	61,526	0	(18,664)	42,862	(687)	
Solar Panels Admin	19	Vestone Capital	1.54%	60	18,594	0	(5,623)	12,971	(254)	24,131	0	(5,537)	18,594	(248)	24,131	0	(5,537)	18,594	(340)	
IT Servers	20	Vestone Capital	3.72%	60	80,783	0	(19,088)	61,695	(2,741)	0	99,177	(18,394)	80,783	(3,435)	0	0	0	0	0	
HPE Nimble Storage Array	21	Vestone Capital	4.18%	60	179,719	0	(39,475)	140,244	(6,899)	0	208,267	(28,548)	179,719	(6,233)	0	0	0	0	0	
ARUBA Switches	22	Vestone Capital	4.22%	60	103,958	0	(21,435)	82,523	(4,051)	0	114,343	(10,385)	103,958	(2,358)	0	0	0	0	0	
APC Smart Ups	23	Vestone Capital	4.22%	60	18,484	0	(3,811)	14,673	(720)	0	20,331	(1,847)	18,484	(419)	0	0	0	0	0	
					619,324	0	(163,803)	455,521	(18,096)	315,082	442,118	(137,876)	619,324	(14,748)	315,081	0	(78,704)	236,377	(4,938)	

MATERIAL ACCOUNTING POLICIES

LEASES

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

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

LEASE LIABILITIES

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

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

9. RESERVE ACCOUNTS

(a) Reserve Accounts - Movement

	2023/24 Budget Opening Balance	2023/24 Budget Transfer to	2023/24 Budget Transfer (from)	2023/24 Budget Closing Balance	2022/23 Actual Opening Balance	2022/23 Actual Transfer to	2022/23 Actual Transfer (from)	2022/23 Actual Closing Balance	2022/23 Budget Opening Balance	2022/23 Budget Transfer to	2022/23 Budget Transfer (from)	2022/23 Budget Closing Balance
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Restricted by legislation												
(a) General Developers Reserve	957,879	0	(176,979)	780,900	957,879	0	0	957,879	957,879	0	(182,859)	775,020
(b) Unspent Grants, Contributions & Loans Reserve	3,017,579	0	0	3,017,579	3,017,579	0	0	3,017,579	3,017,579	0	0	3,017,579
(c) Yunderup Canal General Maintenance Reserve	302,764	53,102	(40,083)	315,783	363,162	53,077	(113,475)	302,764	360,625	53,041	(39,297)	374,369
(d) Willow Gardens General Canal Maintenance Reserve	90,478	6,680	(24,677)	72,481	84,327	6,643	(492)	90,478	84,345	6,625	(24,585)	66,385
(e) Murray Lakes General Canal Maintenance Reserve	301,698	33,033	(260,270)	74,461	271,030	33,015	(2,347)	301,698	271,115	33,088	(21,613)	282,590
(f) Entrance Channel Reserve	564,838	120,636	0	685,474	444,434	120,404	0	564,838	444,433	120,312	0	564,745
(g) Austin Lakes Phase 2 Maintenance Reserve	367,907	43,295	(31,000)	380,202	325,985	41,922	0	367,907	325,985	40,149	0	366,134
(h) Heritage Rail Precinct Reserve	39,794	0	0	39,794	39,794	0	0	39,794	39,794	0	0	39,794
(i) Austin Lakes Asset Replacement Reserve	670,676	21,500	0	692,176	670,676	0	0	670,676	670,549	21,500	0	692,049
(j) Cash in Lieu of Public Open Space - Pinjarra	82,261	0	0	82,261	0	82,261	0	82,261	0	0	0	0
(k) Peel Mosquito Management Reserve	5,743	6,000	0	11,743	0	5,743	0	5,743	0	4,500	0	4,500
	6,401,617	284,246	(533,009)	6,152,854	6,174,866	343,065	(116,314)	6,401,617	6,172,304	279,215	(268,354)	6,183,165
Restricted by council												
(c) Leave reserve	597,002	0	0	597,002	597,002	0	0	597,002	597,002	0	0	597,002
(d) Workers Compensation Reserve	198,003	100,000	0	298,003	198,003	0	0	198,003	198,003	0	0	198,003
(e) Waste Management Reserve	3,340,595	2,951,892	(5,301,892)	990,595	3,166,852	3,622,280	(3,448,537)	3,340,595	3,269,869	3,282,540	(3,473,054)	3,079,355
(f) Asset Enhancement Reserve	2,375,723	800,000	(1,494,131)	1,681,592	2,543,252	100,000	(267,529)	2,375,723	2,545,964	100,000	(1,242,699)	1,403,265
(g) Building Renewal Reserve	267,812	178,891	(60,000)	386,703	226,395	41,417	0	267,812	226,395	41,417	0	267,812
(h) Plant & Vehicle Reserve	568,214	91,744	(50,000)	609,958	634,514	0	(66,300)	568,214	634,514	0	0	634,514
(i) Road, Drainage & Pathway Reserve	1,605,796	202,023	(303,561)	1,504,258	1,000,693	905,103	(300,000)	1,605,796	1,126,206	912,416	(272,621)	1,766,001
(j) Parks & Recreation Reserve	525,244	0	(24,607)	500,637	491,948	82,487	(49,191)	525,244	491,948	82,487	(49,191)	525,244
(k) Murray Leisure Centre Capital Reserve	276,693	85,165	0	361,858	227,594	49,099	0	276,693	227,594	49,099	0	276,693
(l) Herron Point Reserve	53,859	90,000	(61,657)	82,202	6,088	97,771	(50,000)	53,859	48,719	50,000	(50,000)	48,719
(m) Food Innovation Precinct WA Reserve	30,000	30,000	0	60,000	0	30,000	0	30,000	0	30,000	0	30,000
(n) Bridge Reserve	0	296,282	0	296,282	0	0	0	0	0	0	0	0
	9,838,941	4,825,997	(7,295,848)	7,369,090	9,092,341	4,928,157	(4,181,557)	9,838,941	9,366,214	4,547,959	(5,087,565)	8,826,608
	16,240,558	5,110,243	(7,828,857)	13,521,944	15,267,207	5,271,222	(4,297,871)	16,240,558	15,538,518	4,827,174	(5,355,919)	15,009,773

(b) Reserve Accounts - Purposes

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

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

10 REVENUE RECOGNITION

MATERIAL ACCOUNTING POLICIES

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

Revenue Category	Nature of goods and services	When obligations typically satisfied	Payment terms	Returns/Refunds/Warranties	Determination of transaction price	Allocating transaction price	Measuring obligations for returns	Timing of Revenue recognition
Grant contracts with customers	Community events, minor facilities, research, design, planning evaluation and services	Over time	Fixed terms transfer of funds based on agreed milestones and reporting	Contract obligation if project not complete	Set by mutual agreement with the customer	Based on the progress of works to match performance obligations	Returns limited to repayment of transaction price of terms breached	Output method based on project milestones and/or completion date matched to performance obligations as inputs are shared
Licences/ Registrations/ Approvals	Building, planning, development and animal management, having the same nature as a licence regardless of naming.	Single point in time	Full payment prior to issue	None	Set by State legislation or limited by legislation to the cost of provision	Based on timing of issue of the associated rights	No refunds	On payment and issue of the licence, registration or approval
Waste management entry fees	Waste treatment, recycling and disposal service at disposal sites	Single point in time	Payment in advance at gate or on normal trading terms if credit provided	None	Adopted by council annually	Based on timing of entry to facility	Not applicable	On entry to facility
Fees and charges for other goods and services	Cemetery services, library fees, reinstatements and private works	Single point in time	Payment in full in advance	None	Adopted by council annually	Applied fully based on timing of provision	Not applicable	Output method based on provision of service or completion of works
Sale of stock	Kiosk and visitor centre stock	Single point in time	In full in advance, on 15 day credit	Refund for faulty goods	Adopted by council annually, set by mutual agreement	Applied fully based on timing of provision	Returns limited to repayment of transaction price	Output method based on goods

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

11. PROGRAM INFORMATION

(a) Key Terms and Definitions - Reporting Programs

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

OBJECTIVE

ACTIVITIES

Governance

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

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.

General purpose funding

To collect revenue to allow for the provision of services.

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

Law, order, public safety

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

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.

Health

To provide an operational framework for environmental and community health.

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

Education and welfare

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

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

Housing

To maintain Shire owned residential properties.

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

Community amenities

To provide services required by the community.

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.

Recreation and culture

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

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.

Transport

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

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

Economic services

To help promote the Shire and its economic wellbeing.

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.

Other property and services

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

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 2024

11. PROGRAM INFORMATION (Continued)

(b) Income and expenses

Income excluding grants, subsidies and contributions

	2023/24 Budget	2022/23 Actual	2022/23 Budget
	\$	\$	\$
Governance	23,880	5,165	6,486
General purpose funding	21,094,787	20,060,180	19,332,985
Law, order, public safety	127,159	153,999	143,568
Health	81,221	74,871	80,233
Education and welfare	1,662	8,558	654
Housing	31,859	32,352	28,863
Community amenities	3,958,153	3,884,130	3,620,370
Recreation and culture	1,157,780	1,426,192	1,134,046
Transport	33,714	400,483	33,641
Economic services	1,191,823	1,444,697	1,206,757
Other property and services	1,112,336	3,035,584	3,362,289
	28,814,374	30,526,211	28,949,892

Grants, subsidies and contributions

General purpose funding	322,000	3,186,488	657,139
Law, order, public safety	503,516	477,344	525,453
Health	1,000	20,000	0
Education and welfare	0	102,545	59,018
Community amenities	81,350	34,964	50,477
Recreation and culture	360,164	320,098	156,433
Transport	310,978	325,416	310,978
Economic services	258,972	378,127	677,396
Other property and services	0	25,094	0
	1,837,980	4,870,076	2,436,894

Capital grants, subsidies and contributions

Law, order, public safety	0	509,315	0
Community amenities	10,000	0	10,000
Recreation and culture	3,097,318	2,380,822	4,690,232
Transport	8,723,386	6,492,135	5,407,260
Economic services	2,274,590	1,332,611	4,192,899
	14,105,294	10,714,883	14,300,391

Total Income

	44,757,648	46,111,170	45,687,177
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Expenses

Governance	(2,371,120)	(1,965,790)	(2,177,295)
General purpose funding	(793,704)	(504,055)	(486,206)
Law, order, public safety	(1,935,854)	(1,821,390)	(1,792,413)
Health	(739,045)	(589,870)	(712,856)
Education and welfare	(270,811)	(200,839)	(235,532)
Housing	(58,973)	(74,768)	(95,229)
Community amenities	(7,262,129)	(5,753,043)	(6,634,618)
Recreation and culture	(10,236,483)	(8,561,090)	(9,660,712)
Transport	(9,060,785)	(7,746,109)	(8,685,528)
Economic services	(4,101,367)	(2,767,726)	(3,814,199)
Other property and services	(1,614,956)	(3,606,007)	(3,060,930)
	(38,445,227)	(33,590,687)	(37,355,518)

Net result for the period

	6,312,421	12,520,483	8,331,659
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SHIRE OF MURRAY
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2024

12. OTHER INFORMATION

The net result includes as revenues

(a) Interest earnings

	2023/24 Budget	2022/23 Actual	2022/23 Budget
	\$	\$	\$
Investments			
- Reserve accounts	370,000	479,035	30,600
- Other funds	200,000	466,012	18,360
Other interest revenue	237,749	234,128	252,695
	<u>807,749</u>	<u>1,179,175</u>	<u>301,655</u>

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

(b) Other revenue

Reimbursements and recoveries	216,779	707,761	496,622
Other	430,162	468,642	322,737
	<u>646,941</u>	<u>1,176,403</u>	<u>819,359</u>

The net result includes as expenses

(c) Auditors remuneration

Audit services	37,500	27,700	31,500
Other services	0	0	3,500
	<u>37,500</u>	<u>27,700</u>	<u>35,000</u>

(d) Interest expenses (finance costs)

Borrowings (refer Note 7(a))	145,626	119,504	102,971
Expense on lease liabilities (refer Note 8)	18,096	14,748	4,938
	<u>163,722</u>	<u>134,252</u>	<u>107,909</u>

(e) Write offs

General rate	1,000	809	1,000
	<u>1,000</u>	<u>809</u>	<u>1,000</u>

(f) Low Value lease expenses

Office equipment	119,574	186,567	199,924
	<u>119,574</u>	<u>186,567</u>	<u>199,924</u>

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

13. ELECTED MEMBERS REMUNERATION

	2023/24 Budget	2022/23 Actual	2022/23 Budget
	\$	\$	\$
Shire President			
President's allowance	38,254	37,140	37,140
Meeting attendance fees	16,941	16,448	16,448
Annual allowance for ICT expenses	3,500	3,500	3,500
Travel and accommodation expenses	100	50	50
	58,795	57,138	57,138
Deputy Shire President			
Deputy President's allowance	9,564	9,285	9,285
Meeting attendance fees	16,941	16,448	16,448
Annual allowance for ICT expenses	3,500	3,500	3,500
Travel and accommodation expenses	100	50	50
	30,105	29,283	29,283
Councillor 1			
Meeting attendance fees	16,941	16,448	16,448
Annual allowance for ICT expenses	3,500	3,500	3,500
Travel and accommodation expenses	100	50	50
	20,541	19,998	19,998
Councillor 2			
Meeting attendance fees	16,941	16,448	16,448
Annual allowance for ICT expenses	3,500	3,500	3,500
Travel and accommodation expenses	100	50	50
	20,541	19,998	19,998
Councillor 3			
Meeting attendance fees	16,941	16,448	16,448
Annual allowance for ICT expenses	3,500	3,500	3,500
Travel and accommodation expenses	100	50	50
	20,541	19,998	19,998
Councillor 4			
Meeting attendance fees	16,941	16,448	16,448
Annual allowance for ICT expenses	3,500	3,500	3,500
Travel and accommodation expenses	100	50	50
	20,541	19,998	19,998
Councillor 5			
Meeting attendance fees	16,941	16,448	16,448
Annual allowance for ICT expenses	3,500	3,500	3,500
Travel and accommodation expenses	100	50	50
	20,541	19,998	19,998
Councillor 6			
Meeting attendance fees	16,941	16,448	16,448
Annual allowance for ICT expenses	3,500	3,500	3,500
Travel and accommodation expenses	100	50	50
	20,541	19,998	19,998
Councillor 7			
Meeting attendance fees	16,941	2,166	16,448
Annual allowance for ICT expenses	3,500	461	3,500
Travel and accommodation expenses	100	50	50
	20,541	2,677	19,998
Total Elected Member Remuneration	232,687	209,086	226,407
President's allowance	38,254	37,140	37,140
Deputy President's allowance	9,564	9,285	9,285
Meeting attendance fees	152,469	133,750	148,032
Annual allowance for ICT expenses	31,500	28,461	31,500
Travel and accommodation expenses	900	450	450
	232,687	209,086	226,407

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

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 1 July 2023	Estimated amounts received	Estimated amounts paid	Estimated balance 30 June 2024
	\$	\$	\$	\$
Unclaimed Monies	38,851	1,000	(2,500)	37,351
Dwellingup Community Village Inc Stage 3	780,717	1,849,854	(2,630,571)	0
	819,568	1,850,854	(2,633,071)	37,351

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

15. FEES AND CHARGES

	2023/24 Budget	2022/23 Actual	2022/23 Budget
	\$	\$	\$
By Program:			
Governance	312	90	311
General purpose funding	157,984	221,469	154,885
Law, order, public safety	110,946	133,846	127,367
Health	82,221	74,871	80,233
Education and welfare	157	3,352	154
Housing	30,600	31,209	27,716
Community amenities	3,917,602	3,827,568	3,579,824
Recreation and culture	901,448	1,090,309	883,168
Transport	33,714	146,515	33,641
Economic services	711,282	824,613	618,533
Other property and services	894,725	2,760,079	3,219,808
	6,840,991	9,113,921	8,725,640

**SUPPLEMENTARY NOTES TO THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2024**

ASSET ACQUISITIONS

2023/24 Budget \$	Funding Sources					Comments
	Municipal Funds	Grants & Contributions	Loan Borrowings	Reserve Funds	Asset Sales	
<u>Furniture & Equipment</u>						
Corporate Business System - OpenOffice	172,206	50,000		122,206		Asset Enhancement Reserve
Shire of Murray Website	114,526	114,526				
Pinjarra Heritage Rail Station Fitout	20,000	20,000				
Dwellingup Trails & Visitor Centre Fitout	20,000	20,000				
Christmas Light Decoration	20,000	20,000				
Lovegrove Sports Pavilion Fitout	50,000	50,000				
FIPWA Fitout	12,213	12,213				
IT Communications Upgrade	50,000	50,000				
Murray Aquatic & Leisure Centre Pool Equipment	30,110	30,110				
Murray Aquatic & Leisure Centre Capital Equipment	22,690	22,690				
	511,745	389,539	-	122,206	-	
<u>Land & Buildings</u>						
North Yunderup CWA Centre	20,000	20,000				Building Renewal Reserve
Shire Administration Building	40,000	40,000				Building Renewal Reserve
Pinjarra Rail Yard Buildings	70,489	70,489				
Pinjarra Civic Centre	45,981			45,981		Building Renewal Reserve
St John's Church Toilets	335,000		335,000			LRCI
Court House	42,291	42,291				
Dwellingup Oval Pavilion	10,000	10,000				
MALC Refurbishment of Basketball Courts	8,000	8,000				Reseal of court floors
MALC PAW Redevelopment	54,000	54,000				
MALC Aquatic Turnstiles	3,200	3,200				
Dwellingup Trails & Visitor Centre	132,697		132,697			Lotterywest
Ravenswood Community Centre	573,283	150,000	423,283			State Government
Lovegrove Sports Pavilion	2,835,412	937,793	1,677,922	219,697		LCRI, CSRFF, Lotterywest & Cricket Aust
The Exchange	7,582,582	4,573,461	2,141,893	867,228		BBRF; Asset Enhancement Reserve
Food Innovation Precinct WA	86,734	11,734		75,000		Asset Enhancement Reserve
	11,839,669	5,920,968	4,710,795	-	1,207,906	-

**SUPPLEMENTARY NOTES TO THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2024**

ASSET ACQUISITIONS (CONTINUED)

	2023/24 Budget \$	Funding Sources					Comments
		Municipal Funds	Grants & Contributions	Loan Borrowings	Reserve Funds	Asset Sales	
Plant & Equipment							
4000MY Light Vehicle - Shire President	50,000	50,000					
4010MY Light Vehicle - Parks & Waterways	27,625	16,575				11,050	
4013MY Utility - Mgr Operations	43,320	25,080				18,240	
4015MY Utility - Ranger	43,320	43,320					
4017MY Light Vehicle - Mgr Rangers & Emergency	43,320	25,080				18,240	
4020MY Utility - Building Maintenance	51,300	34,200				17,100	
4021MY Utility - Technical Officer	39,900	26,220				13,680	
4030MY Utility - Workshop Supervisor	38,675	25,415				13,260	
4037MY 7t Patching Truck	195,000	157,650				37,350	
4040MY Townsite Maintenance (with Hiab)	249,600	179,600				70,000	
4043MY 6 Wheel Rigid Tipper	347,900	252,900				95,000	
4047MY Utility - Environmental Control Officer	39,900	22,800				17,100	
4051MY Grader	472,500	280,800				191,700	
4054MY Backhoe	233,550	173,550				60,000	
4063MY Zero Turn Mower	35,000	28,000				7,000	
4065MY Zero Turn Mower	35,000	28,000				7,000	
MY15047 Heavy Duty Plant Trailer	16,500	16,500					
CCTV Cameras	75,000	75,000					
Miscellaneous Plant	6,875	6,875					
	2,044,285	1,467,565	-	-	-	576,720	

**SUPPLEMENTARY NOTES TO THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2024**

ASSET ACQUISITIONS (CONTINUED)

2023/24 Budget \$	Funding Sources					Comments
	Municipal Funds	Grants & Contributions	Loan Borrowings	Reserve Funds	Asset Sales	
Infrastructure - Other						
Annual Pathway Renewal	96,943	96,943				
Wharf Cove Path	45,000			45,000		Murray Lakes General Canal Reserve
Path Upgrades	590,163	179,094	411,069			North Pinjarra Path
Drainage Program	137,110	137,110				Annual renewal program
Nicholson Rd Bridge #3358	140,029		140,029			Grants Commission Special Grants
Del Park Road Traffic Bridge - 4501	866,000		866,000			Grants Commission Special Grants
Lakes Road Traffic Bridge - 4514	1,000,000		1,000,000			Grants Commission Special Grants
Regional Road Bridge Program	94,133			94,133		General Developers Reserve
Lighting Feature Murray River Foreshore	50,000	50,000				
Dwellingup Park Furniture	50,000	50,000				
Town Square Boundary Fencing	40,000	40,000				
Humphrey Park Upgrade	50,000	50,000				
St John's Church Fencing	10,000	10,000				
Sir Ross McLarty Oval Lighting	200,000	200,000				
Bus Shelters	25,000	25,000				
Minor Parks Development	17,500	17,500				
Annual Parks Renewal	251,120	251,120				
Corio Road Floating Floor	1,500,000	1,500,000				
Waterways Annual Renewal	124,346	124,346				
Cemetery Upgrades	10,150	10,150				
Murray River Foreshore Project	37,909	37,909				
North Dandalup Public Open Space	200,000			200,000		Asset Enhancement Reserve
HVR Assets	10,000			10,000		Asset Enhancement Reserve
Ravenswood Canoe Launch Facility	79,000	29,000	50,000			
James Street Pedestrian Bridge	30,000	30,000				
Sir Ross McLarty Recreation Complex	14,585	14,585				
Visitor Signage & Wayfinding	15,000	15,000				
Wharf Cove Boating Facility	671,338		478,113	193,225		Murray Lakes General Canal Reserve
	6,355,326	2,867,757	2,945,211	-	542,358	-

SUPPLEMENTARY NOTES TO THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2024

ASSET ACQUISITIONS (CONTINUED)

2023/24 Budget \$	Funding Sources					Comments
	Municipal Funds	Grants & Contributions	Loan Borrowings	Reserve Funds	Asset Sales	
Infrastructure - Road Works						
Municipal Funded						
Reseals - Rural	70,000		70,000			LRCI
Traffic Management	35,000	35,000				
James Street	15,000	15,000				
Kerbing Improvements	39,721	39,721				
Regional Road Group						
Paterson Road	375,000	125,000	250,000			Main Roads WA
Lakes Road	375,000	125,000	250,000			Main Roads WA
Del Park Road	375,000	55,000	320,000			Main Roads WA
Burnside Road	300,000	100,000	200,000			Main Roads WA
Hopeland Road	598,262	190,344	376,978	30,940		Main Roads WA; Road, Drainage & Pathway Reserve
State Blackspot						
Readheads Road	803,244	225,920	577,324			Main Roads WA
Murray River Drive	827,033	275,678	551,355			Main Roads WA
Roads to Recovery						
Reseals - Urban/Industrial	416,557		416,557			Roads to Recovery
Resheeting	313,562		313,562			Roads to Recovery
Other Funded Roadworks						
Munday Avenue	2,424,422		2,424,422			Main Roads WA
Readheads Road	550,000		550,000			
Gull Road	139,090		139,090			Main Roads WA
	7,656,891	1,186,663	6,439,288	-	30,940	-
	28,407,916	11,832,492	14,095,294	-	1,903,410	576,720

**SUPPLEMENTARY NOTES TO THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2024**

ASSET DISPOSALS

2023/2024 Budget				
Net book value \$	Sale Proceeds \$	Profit \$	Loss \$	
4007MY Light Vehicle - Mgr Engineering	6,725	10,700	3,975	0
4010MY Light Vehicle - Parks & Waterways	5,565	11,050	5,485	0
4013MY Utility - Mgr Operations	21,806	18,240	0	3,566
4017MY Light Vehicle - Mgr Rangers & Emergency	19,211	18,240	0	971
4020MY Utility - Building Maintenance	12,213	17,100	4,887	0
4021MY Utility - Technical Officer	6,463	13,680	7,217	0
4030MY Utility - Workshop Supervisor	7,194	13,260	6,066	0
4035MY Works Flat Top	5,559	25,000	19,441	0
4037MY 7t Patching Truck	26,763	37,350	10,587	0
4040MY Townsite Maintenance (with Hiab)	58,179	70,000	11,821	0
4043MY 6 Wheel Rigid Tipper	164,305	95,000	0	69,305
4047MY Utility - Environmental Control Officer	14,684	17,100	2,416	0
4051MY Grader	200,516	191,700	0	8,816
4054MY Backhoe	28,102	60,000	31,898	0
4063MY Zero Turn Mower	8,295	7,000	0	1,295
4065MY Zero Turn Mower	8,295	7,000	0	1,295
4089MY Trailer - Tipper	30,066	25,000	0	5,066
Vermeer BC1800XL Woodchipper	19,582	35,000	15,418	0
	643,523	672,420	119,211	90,314

**SUPPLEMENTARY NOTES TO THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2024**

PURPOSE OF TRANSFERS TO/(FROM) RESERVES

Transfers to Reserves

Waste Management Reserve	Transfer of waste revenue raised		2,951,892
Workers Compensation Reserve	Allocation for future years premiums		100,000
Peel Mosquito Management Reserve	Transfer of contingency funds as per MOU		6,000
Yunderup Canal General Maintenance Reserve	Specified Area Rate revenue raised		53,102
Willow Gardens General Canal Maintenance Reserve	Specified Area Rate revenue raised		6,680
Murray Lakes General Canal Maintenance Reserve	Specified Area Rate revenue raised		33,033
Entrance Channel Reserve	Specified Area Rate revenue raised plus 100% matching municipal funds		120,636
Austin Lakes Phase 2 Maintenance Reserve	Specified Area Rate revenue raised		43,295
Asset Enhancement Reserve	Transfer to fund future asset upgrades		800,000
Building Renewal Reserve	Transfer of general revenue for future asset renewal		178,891
Murray Aquatic & Leisure Centre Capital Renewal Reserve	Transfer of general revenue for future asset renewal		85,165
Herron Point Reserve	Transfer of revenue received from Herron Point campground operations to fund future maintenance		90,000
Road, Drainage & Pathway Reserve	Transfer of Keysbrook Leucoxene Pty Ltd annual road maintenance fee Hopeland Road	30,240	
	Keralup Private Works profit	35,623	
	Transfer for provision for future road renewal	<u>136,160</u>	202,023
Bridge Reserve	Transfer to fund future bridge works		296,282
Plant and Vehicle Reserve	Transfer to fund future plant replacement		91,744
Austin Lakes Asset Replacement Reserve	Transfer of developer contributions received	10,000	
	Interest on funds held in reserve	<u>11,500</u>	21,500
FIPWA Reserve	Transfer for future operations and asset renewal		30,000
	Total Transfers to Reserves		<u><u>5,110,243</u></u>

**SUPPLEMENTARY NOTES TO THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2024**

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

Transfers From Reserves

Waste Management Reserve	Transfer to fund waste management operations	(3,801,892)	
	Transfer to fund Corio Road Floating Floor	<u>(1,500,000)</u>	(5,301,892)
Yunderup Canal General Maintenance Reserve	Transfer to assist with the cost of Canal Management, Weed Management and Surveys		(40,083)
Willow Gardens General Canal Maintenance Reserve	Transfer to assist with the cost of Canal Management, Weed Management and Surveys	(4,677)	
	Transfer to part fund pedestrian bridge design works	<u>(20,000)</u>	(24,677)
Murray Lakes General Canal Maintenance Reserve	Transfer to assist with the cost of Canal Management, Weed Management and Surveys	(22,045)	
	Transfer to fund Wharf Cove Boat Launching Works	<u>(238,225)</u>	(260,270)
Austin Lakes Phase 2 Maintenance Reserve	Transfer to assist with cost of maintaining public open space		(31,000)
Asset Enhancement Reserve	Transfer to part fund the Exchange Refurbishment	(867,228)	
	Transfer to part fund implementation of new corporate business system	(122,206)	
	Transfer to fund purchase of HVR assets	(10,000)	
	Transfer to fund North Dandalup POS Upgrade	(200,000)	
	Transfer to fund office construction FIPWA	(75,000)	
	Transfer to part fund McLarty South Pavilion (Lovegrove)	<u>(219,697)</u>	(1,494,131)
Building Renewal Reserve	Transfer to fund CWA Hall North Yunderup works	(20,000)	
	Transfer to fund Administration Building Accessibility works	<u>(40,000)</u>	(60,000)
Plant and Vehicle Reserve	Transfer to fund vehicle purchase - Shire President		(50,000)
Parks & Recreation Reserve	Transfer to fund Parks Renewal		(24,607)
Herron Point Reserve	Transfer for maintenance & operations of Herron Point Camping Grounds		(61,657)
Road, Drainage & Pathway Reserve	Transfer to fund Gravel Pit Development	(272,621)	
	Transfer to fund Road Program	<u>(30,940)</u>	(303,561)
General Developers Reserve	Transfer to fund Regional Road Bridge Program	(94,133)	
	Transfer to fund Fiegert Road design works	(38,926)	
	Transfer to fund Old Mandurah Road design works	<u>(43,920)</u>	(176,979)
	Total Transfers From Reserves		<u><u>(7,828,857)</u></u>
Total Net Transfer To/(From) Reserves			<u><u>(2,718,614)</u></u>