



SHIRE OF KULIN

2023/2024 Annual Budget

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

	NOTE	2023/24 Budget	2022/23 Actual	2022/23 Budget
Revenue				
		\$	\$	\$
Rates	2(a)	2,310,384	2,176,456	2,176,094
Grants, subsidies and contributions	10	3,212,742	1,294,953	993,437
Fees and charges	14	1,878,242	1,901,640	2,024,017
Interest revenue	11(a)	162,863	140,248	78,344
Other revenue	11(b)	126,992	201,724	147,344
		7,691,223	5,715,021	5,419,236
Expenses				
Employee costs		(2,730,791)	(2,466,691)	(2,259,942)
Materials and contracts		(2,405,959)	(2,746,128)	(2,603,608)
Utility charges		(373,220)	(255,836)	(328,412)
Depreciation	6	(3,159,688)	(2,927,333)	(3,102,295)
Finance costs	11(d)	(32,626)	(35,995)	(36,259)
Insurance		(347,156)	(312,735)	(309,418)
		(9,049,440)	(8,744,718)	(8,639,934)
		(1,358,217)	(3,029,697)	(3,220,698)
Capital grants, subsidies and contributions	10	5,936,259	5,054,150	6,210,263
Profit on asset disposals	5	34,212	66,221	62,480
Loss on asset disposals		0	(72,222)	(32,100)
		5,970,471	5,048,149	6,240,643
Net result for the period		4,612,254	2,018,452	3,019,945
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		4,612,254	2,018,452	3,019,945

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

SHIRE OF KULIN
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		2,310,384	2,221,298	2,176,094
Grants, subsidies and contributions		3,350,709	1,578,480	1,598,465
Fees and charges		1,878,242	1,901,640	2,024,017
Interest revenue		162,863	140,248	78,344
Goods and services tax received		0	7,388	
Other revenue		126,992	201,724	147,344
		7,829,190	6,050,778	6,024,264
Payments				
Employee costs		(2,730,791)	(2,463,664)	(2,259,942)
Materials and contracts		(2,506,584)	(2,495,437)	(2,703,608)
Utility charges		(373,220)	(255,836)	(328,412)
Finance costs		(32,626)	(35,995)	(36,259)
Insurance		(347,156)	(312,735)	(309,418)
		(5,990,377)	(5,563,667)	(5,637,639)
Net cash provided by (used in) operating activities	4	1,838,813	487,111	386,625
CASH FLOWS FROM INVESTING ACTIVITIES				
Payments for purchase of property, plant & equipment	5(a)	(1,952,634)	(1,463,716)	(2,971,549)
Payments for construction of infrastructure	5(b)	(6,636,451)	(5,480,845)	(6,921,524)
Capital grants, subsidies and contributions		5,936,259	5,054,150	6,210,263
Net cash provided by (used in) investing activities		(2,464,826)	(1,610,294)	(3,315,360)
CASH FLOWS FROM FINANCING ACTIVITIES				
Repayment of borrowings	7(a)	(99,144)	(96,179)	(96,179)
Net cash provided by (used in) financing activities		(99,144)	(96,179)	(96,179)
Net increase (decrease) in cash held		(725,157)	(1,219,362)	(3,024,914)
Cash at beginning of year		3,114,418	4,333,783	4,333,757
Cash and cash equivalents at the end of the year	4	2,389,261	3,114,421	1,308,843

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

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

		2023/24	2022/23	2022/23
	NOTE	Budget	Actual	Budget
OPERATING ACTIVITIES				
Revenue from operating activities				
General rates	2(a)	\$ 2,283,149	\$ 2,150,823	\$ 2,150,462
Rates excluding general rates	2(a)	27,235	25,633	25,633
Grants, subsidies and contributions	10	3,212,742	1,294,953	993,437
Fees and charges	14	1,878,242	1,901,640	2,024,017
Interest revenue	11(a)	162,863	140,248	78,344
Other revenue	11(b)	126,992	201,724	147,344
Profit on asset disposals	5	34,212	66,221	62,480
		7,725,435	5,781,242	5,481,717
Expenditure from operating activities				
Employee costs		(2,730,791)	(2,466,691)	(2,259,942)
Materials and contracts		(2,405,959)	(2,746,128)	(2,603,608)
Utility charges		(373,220)	(255,836)	(328,412)
Depreciation	6	(3,159,688)	(2,927,333)	(3,102,295)
Finance costs	11(d)	(32,626)	(35,995)	(36,259)
Insurance		(347,156)	(312,735)	(309,418)
Loss on asset disposals	5	0	(72,222)	(32,100)
		(9,049,440)	(8,816,940)	(8,672,034)
Non-cash amounts excluded from operating activities	3(b)	3,125,476	2,928,311	3,071,915
Amount attributable to operating activities		1,801,471	(107,387)	(118,402)
INVESTING ACTIVITIES				
Inflows from investing activities				
Capital grants, subsidies and contributions	10	5,936,259	5,054,150	6,210,263
Proceeds from disposal of assets	5	188,000	280,117	367,450
		6,124,259	5,334,267	6,577,713
Outflows from investing activities				
Payments for property, plant and equipment	5(a)	(1,952,634)	(1,463,716)	(2,971,549)
Payments for construction of infrastructure	5(b)	(6,636,451)	(5,480,845)	(6,921,524)
		(8,589,085)	(6,944,561)	(9,893,073)
Amount attributable to investing activities		(2,464,826)	(1,610,294)	(3,315,360)
FINANCING ACTIVITIES				
Inflows from financing activities				
Transfers from reserve accounts	8(a)	270,000	610,700	1,138,000
		270,000	610,700	1,138,000
Outflows from financing activities				
Repayment of borrowings	7(a)	(99,144)	(96,179)	(96,179)
Transfers to reserve accounts	8(a)	(601,362)	(199,679)	(69,744)
		(700,506)	(295,858)	(165,923)
Amount attributable to financing activities		(430,506)	314,842	972,077
MOVEMENT IN SURPLUS OR DEFICIT				
Surplus or deficit at the start of the financial year	3	1,112,090	2,514,929	2,526,120
Amount attributable to operating activities		1,801,471	(107,387)	(118,402)
Amount attributable to investing activities		(2,464,826)	(1,610,294)	(3,315,360)
Amount attributable to financing activities		(430,506)	314,842	972,077
Surplus or deficit at the end of the financial year	3	18,229	1,112,090	64,435

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

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

1(a) BASIS OF PREPARATION

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

Local Government Act 1995 requirements

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

The *Local Government (Financial Management) Regulations 1996* specify that vested land is a right-of-use asset to be measured at cost, and is considered a zero cost concessionary lease. All right-of-use assets under zero cost concessionary leases are measured at zero cost rather than at fair value, except for vested improvements on concessionary land leases such as roads, buildings or other infrastructure which continue to be reported at fair value, as opposed to the vested land which is measured at zero cost. The measurement of vested improvements at fair value is a departure from AASB 16 which would have required the 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 13 to the annual budget.

2022/23 actual balances

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

Budget comparative figures

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

Comparative figures

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

Rounding off figures

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

Initial application of accounting standards

During the budget year, the below revised Australian Accounting Standards

and Interpretations are expected to be compiled, become mandatory and be applicable to its operations.

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

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

New accounting standards for application in future years

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

- AASB 2014-10 Amendments to Australian Accounting Standards
 - Sale or Contribution of Assets between an Investor and its Associate or

Joint Venture

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

Sector Entities

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

Judgements, estimates and assumptions

The preparation of the annual budget in conformity with Australian

Accounting Standards requires management to make judgements, estimates and assumptions that effect the application of policies and reported amounts of assets and liabilities, income and expenses.

The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances; the results of which form the

basis of making the judgements about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

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

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

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

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

REVENUES

RATES

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

Exclude administration fees, interest on instalments, interest on arrears, service charges and sewerage rates.

GRANTS, SUBSIDIES AND CONTRIBUTIONS

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

CAPITAL GRANTS, SUBSIDIES AND CONTRIBUTIONS

Amounts received specifically for the acquisition, construction of

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

REVENUE FROM CONTRACTS WITH CUSTOMERS

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

FEES AND CHARGES

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

Local governments may wish to disclose more detail such as rubbish collection fees, rental of property, fines and penalties, other fees and charges.

SERVICE CHARGES

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

Exclude rubbish removal charges which should not be classified as a service charge. Interest and other items of a similar nature received from bank and investment accounts, interest on rate instalments, interest on rate arrears and interest on debtors.

INTEREST EARNINGS

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

OTHER REVENUE / INCOME

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

PROFIT ON ASSET DISPOSAL

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

EXPENSES

EMPLOYEE COSTS

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

Note *AASB 119 Employee Benefits* provides a definition of employee benefits which should be considered.

MATERIALS AND CONTRACTS

All expenditures on materials, supplies and contracts not classified under other headings. These include supply of goods and materials,

legal expenses, consultancy, maintenance agreements, communication expenses (such as telephone and internet charges), advertising expenses, membership, periodicals, publications, hire expenses, rental, leases, postage and freight etc.

Local governments may wish to disclose more detail such as contract services, consultancy, information technology and rental or lease expenditures.

UTILITIES (GAS, ELECTRICITY, WATER)

Expenditures made to the respective agencies for the provision of power, gas or water.

Exclude expenditures incurred for the reinstatement of roadwork on behalf of these agencies.

INSURANCE

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

LOSS ON ASSET DISPOSAL

Loss on the disposal of fixed assets.

DEPRECIATION ON NON-CURRENT ASSETS

Depreciation and amortisation expenses raised on all classes of assets.

FINANCE COSTS

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

OTHER EXPENDITURE

Statutory fees, taxes, provision for bad debts, member's fees or levies

including DFES levy and State taxes. Donations and subsidies made to community groups.

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

2. RATES AND SERVICE CHARGES

(a) Rating Information

Rate Description	Basis of valuation	Rate in	Number of properties	Rateable value	2023/24 Budgeted rate revenue	2023/24 Budgeted interim rates	2023/24 Budgeted back rates	2023/24 Budgeted total revenue	2022/23 Actual total revenue	2022/23 Budget total revenue
		\$		\$	\$	\$	\$	\$	\$	\$
(i) General rates										
Gross Rental Valuations					0			0		
Residential		0.10730	136	1,371,292	147,140			147,140	138,750	138,176
Industrial		0.10730	12	115,440	12,387			12,387	11,643	11,643
Commercial		0.10730	28	434,978	46,673			46,673	43,786	44,541
Rural		0.10730	11	101,712	10,914			10,914	10,258	10,258
Unimproved Valuations					0			0		
Rural		0.00721	342	296,773,505	2,140,331			2,140,329	2,015,893	2,013,567
Mining		0.00721	0	0	0			0	495	495
Total general rates			529	298,796,927	2,357,445	0	0	2,357,443	2,220,825	2,218,680
	Minimum									
(ii) Minimum payment		\$								
Gross Rental Valuations					0			0		
Residential		519.97	9		4,680			4,680	4,404	4,404
Industrial		519.97	6		3,120			3,120	2,936	2,936
Commercial		519.97	4		2,080			2,080	1,958	1,958
Rural		519.97	7		3,640			3,640	3,426	3,426
Unimproved Valuations										
Rural		519.97	16		8,319			8,319	7,830	7,830
Mining		519.97	34		17,679			17,679	16,561	15,171
Total minimum payments			76	0	39,518	0	0	39,518	37,115	35,725
Total general rates and minimum payments			605	298,796,927	2,396,963	0	0	2,396,961	2,257,940	2,254,405
(iv) Ex-gratia rates										
CBH					27,235			27,235	25,633	25,633
Total ex-gratia rates			0	0	27,235	0	0	27,235	25,633	25,633
					2,424,198	0	0	2,424,196	2,283,573	2,280,038
Discounts (Refer note 2(d))								(101,858)	(95,866)	(94,120)
Waivers or Concessions (Refer note 2(e))								(11,954)	(11,251)	(9,823)
Total rates					2,424,198	0	0	2,310,384	2,176,456	2,176,095

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

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 KULIN
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	29 September 2023	0	0.00%	11.00%
Option two				
First instalment	29 September 2023	0	5.50%	11.00%
Second instalment	29 January 2024	7	5.50%	11.00%
Option three				
First instalment	29 September 2023	0	5.50%	11.00%
Second instalment	24 November 2023	7	5.50%	11.00%
Third instalment	29 January 2024	7	5.50%	11.00%
Fourth instalment	25 March 2024	7	5.50%	11.00%

	2023/24 Budget revenue	2022/23 Actual revenue	2022/23 Budget revenue
	\$	\$	\$
Instalment plan admin charge revenue	500	539	650
Instalment plan interest earned	1,500	922	1,100
Unpaid rates and service charge interest earned	5,000	3,528	3,500
	7,000	4,989	5,250

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

2. RATES AND SERVICE CHARGES (CONTINUED)

(c) Service Charges

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

(d) Early payment discounts

Rate, fee or charge to which discount is granted	Type	Discount %	Discount (\$)	2023/24 Budget	2022/23 Actual	2022/23 Budget	Circumstances in which discount is granted
Early payment discount	Rate	5.00%	\$ -	\$ 101,858	\$ 94,120	\$ 95,866	
				101,858	94,120	95,866	

(e) 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
Kulin Retirement Homes	Concession	Concession	100.00%	\$	\$ 10,238	\$ 9,723	\$ 9,723		
Small value write offs	Concession	Concession		<\$5	500		100		
Other		Concession			1,216	0	0		
					11,954	9,723	9,823		

SHIRE OF KULIN
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
 Receivables
 Contract assets
 Inventories

Less: current liabilities

Trade and other payables
 Contract liabilities
 Long term borrowings
 Employee provisions

Net current assets

Less: Total adjustments to net current assets

Net current assets used in the Statement of Financial Activity

Note	2023/24 Budget 30 June 2024	2022/23 Actual 30 June 2023	2022/23 Budget 30 June 2023
	\$	\$	\$
4	2,389,261	3,114,418	1,308,843
	778,417	794,649	658,532
	9,768	346,661	0
	64,574	64,574	58,351
	3,242,020	4,320,302	2,025,726
	(614,816)	(614,816)	(288,267)
	24,680	(291,103)	0
7	0	(99,144)	(99,144)
	(429,989)	(429,989)	(457,955)
	(1,020,125)	(1,435,052)	(845,366)
	2,221,895	2,885,250	1,180,360
3(c)	(2,203,666)	(1,773,160)	(1,115,926)
	18,229	1,112,090	64,434

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

Items excluded from calculation of budgeted deficiency

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

(b) Non-cash amounts excluded from operating activities

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

Adjustments to operating activities

Less: Profit on asset disposals
 Add: Loss on asset disposals
 Add: Depreciation
 Non-cash movements in non-current assets and liabilities:
 - Employee provisions

Non cash amounts excluded from operating activities

Note	2023/24 Budget 30 June 2024	2022/23 Actual 30 June 2023	2022/23 Budget 30 June 2023
	\$	\$	\$
5	(34,212)	(66,221)	(62,480)
5	0	72,222	32,100
6	3,159,688	2,927,333	3,102,295
	0	(5,023)	0
	3,125,476	2,928,311	3,071,915

(c) Current assets and liabilities excluded from budgeted deficiency

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

Adjustments to net current assets

Less: Cash - reserve accounts
 Add: Current liabilities not expected to be cleared at end of year
 - Current portion of borrowings

Total adjustments to net current assets

8	(2,203,666)	(1,872,304)	(1,215,070)
	0	99,144	99,144
	(2,203,666)	(1,773,160)	(1,115,926)

3(d) NET CURRENT ASSETS (CONTINUED)

MATERIAL ACCOUNTING POLICIES

CURRENT AND NON-CURRENT CLASSIFICATION

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

TRADE AND OTHER PAYABLES

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

PREPAID RATES

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

INVENTORIES

General

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

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

Superannuation

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

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.

CONTRACT ASSETS

Contract assets primarily relate to the Shire's right to consideration for work completed but not billed at the end of the period.

SHIRE OF KULIN
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		516,956	1,242,113	93,773
Term deposits		1,872,305	1,872,305	1,215,070
Total cash and cash equivalents		2,389,261	3,114,418	1,308,843
Held as				
- Unrestricted cash and cash equivalents	3(a)	185,595	1,242,114	93,773
- Restricted cash and cash equivalents	3(a)	2,203,666	1,872,304	1,215,070
		2,389,261	3,114,418	1,308,843
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		2,203,666	1,872,304	1,215,070
		2,203,666	1,872,304	1,215,070
The assets are restricted as a result of the specified purposes associated with the liabilities below:				
Financially backed reserves	8	2,203,666	1,872,304	1,215,070
		2,203,666	1,872,304	1,215,070
Reconciliation of net cash provided by operating activities to net result				
Net result		4,612,254	2,018,452	3,019,945
Depreciation	6	3,159,688	2,927,333	3,102,295
(Profit)/loss on sale of asset	5	(34,212)	6,001	(30,380)
(Increase)/decrease in receivables		16,232	(38,581)	100,000
(Increase)/decrease in contract assets		336,893	510,856	826,162
(Increase)/decrease in inventories		0	(7,788)	0
Increase/(decrease) in payables		0	290,899	(100,000)
Increase/(decrease) in contract liabilities		(215,158)	(136,518)	(321,134)
Increase/(decrease) in Accrued Expenses		(100,625)	4,239	
Increase/(decrease) in employee provisions		0	(33,632)	
Capital grants, subsidies and contributions		(5,936,259)	(5,054,150)	(6,210,263)
Net cash from operating activities		1,838,813	487,111	386,625

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 KULIN
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 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	936,051			0	465,276			0	1,507,219			0
Furniture and equipment	159,583			0	14,550			0	30,000			0
Plant and equipment	674,000	51,105	65,000	13,895	411,393	52,979	51,267	(1,712)	754,000	68,700	87,000	18,300
Motor Vehicles	183,000	102,683	123,000	20,317	572,497	233,140	228,850	(4,290)	680,330	268,370	280,450	12,080
Total	1,952,634	153,788	188,000	34,212	1,463,716	286,119	280,117	(6,001)	2,971,549	337,070	367,450	30,380
(b) Infrastructure												
Infrastructure - Roads	6,442,495			0	5,173,489			0	6,404,199			0
Other infrastructure - Footpaths	62,956			0	172,132			0	150,000			0
Other infrastructure - Recreation				0	135,224			0	367,325			0
Other infrastructure - Other	131,000			0				0	0			0
Total	6,636,451	0	0	0	5,480,845	0	0	0	6,921,524	0	0	0
Total	8,589,085	153,788	188,000	34,212	6,944,561	286,119	280,117	(6,001)	9,893,073	337,070	367,450	30,380

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

6. DEPRECIATION

By Class

Buildings - non-specialised	423,245	374,937	410,000
Furniture and equipment	53,002	33,852	20,000
Plant and equipment	453,971	351,737	350,000
Motor Vehicles	215,636	182,502	169,324
Infrastructure - Roads	1,958,382	1,799,589	2,017,971
Other infrastructure - Footpaths	24,537	23,278	20,000
Other infrastructure - Recreation		132,591	80,000
Other infrastructure - Other	30,916	28,847	35,000

By Program

Governance	34,194	52,519	27,950
Law, order, public safety	93,448	75,384	93,448
Education and welfare		80	
Housing	23,304	21,194	19,824
Community amenities	21,212	14,805	16,183
Recreation and culture	311,033	353,671	311,033
Transport	2,015,043	1,850,838	2,037,293
Economic services	126,202	123,347	120,980
Other property and services	535,252	435,495	475,584

2023/24 Budget	2022/23 Actual	2022/23 Budget
\$	\$	\$
423,245	374,937	410,000
53,002	33,852	20,000
453,971	351,737	350,000
215,636	182,502	169,324
1,958,382	1,799,589	2,017,971
24,537	23,278	20,000
	132,591	80,000
30,916	28,847	35,000
3,159,688	2,927,333	3,102,295
34,194	52,519	27,950
93,448	75,384	93,448
	80	
23,304	21,194	19,824
21,212	14,805	16,183
311,033	353,671	311,033
2,015,043	1,850,838	2,037,293
126,202	123,347	120,980
535,252	435,495	475,584
3,159,688	2,927,333	3,102,295

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	30 to 50 years
Furniture and equipment	4 to 10 years
Plant and equipment	5 to 15 years
Infrastructure - Roads	20 to 80 years
Other infrastructure - Footpaths	20 years

7. BORROWINGS

(a) Borrowing repayments

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

Purpose	Loan Number	Institution	Interest Rate	Budget Principal 1 July 2023	2023/24 Budget New Loans	2023/24 Budget Principal Repayments	Budget Principal outstanding 30 June 2024	2023/24 Budget Interest Repayments	Actual Principal 1 July 2022	2022/23 Actual New Loans	2022/23 Actual Principal Repayments	Actual Principal outstanding 30 June 2023	2022/23 Actual Interest Repayments	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
				\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Governance				0			0					0					0	
Administration Building	1	WA Treasury Corp	3.10%	883,702		(99,144)	784,558	(32,626)	979,881		(96,179)	883,702	(35,764)	979,881		(96,179)	883,702	(36,259)
				883,702	0	(99,144)	784,558	(32,626)	979,881	0	(96,179)	883,702	(35,764)	979,881	0	(96,179)	883,702	(36,259)

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

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

7. BORROWINGS

(b) New borrowings - 2023/24

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

(c) Unspent borrowings

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

(d) Credit Facilities

	2023/24 Budget	2022/23 Actual	2022/23 Budget
	\$	\$	\$
Undrawn borrowing facilities credit standby arrangements			
Bank overdraft limit	250,000	0	0
Bank overdraft at balance date	0	0	0
Credit card limit	10,000	10,000	0
Credit card balance at balance date	5,162	0	0
Total amount of credit unused	265,162	10,000	0
Loan facilities			
Loan facilities in use at balance date	784,558	883,702	883,702

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

8. RESERVE ACCOUNTS

(a) Reserve Accounts - Movement

	2023/24 Budget Opening Balance	2023/24 Budget Transfer to	2023/24 Budget Transfer (from)	2023/24 Budget Closing Balance	2022/23 Actual Opening Balance	2022/23 Actual Transfer to	2022/23 Actual Transfer (from)	2022/23 Actual Closing Balance	2022/23 Budget Opening Balance	2022/23 Budget Transfer to	2022/23 Budget Transfer (from)	2022/23 Budget Closing Balance
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Restricted by council												
(a) Leave reserve	364,335	86,185	(25,000)	425,520	439,796	14,539	(90,000)	364,335	439,796	13,588	(50,000)	403,384
(b) Plant reserve	45,171	329,435	0	374,606	351,725	9,146	(315,700)	45,171	351,725	10,867	(355,000)	7,592
(c) Building reserve	393,241	22,143	(25,000)	390,384	535,536	17,705	(160,000)	393,241	535,537	16,546	(400,000)	152,083
(d) Administration Equipment reserve	30,383	51,216	0	81,599	29,411	972	0	30,383	29,411	909	0	30,320
(e) Natural Disaster reserve	148,362	5,938	(90,000)	64,300	143,614	4,748	0	148,362	143,614	4,437	(40,000)	108,051
(f) Joint Venture Housing reserve	79,147	3,168	(30,000)	52,315	76,614	2,533	0	79,147	76,614	2,367	0	78,981
(g) Freebairn Recreation Centre Surface & Equip	44,573	1,784	0	46,357	43,147	1,426	0	44,573	43,147	1,333	0	44,480
(h) Medical Services reserve	119,855	4,797	(25,000)	99,652	116,019	3,836	0	119,855	116,019	3,584	0	119,603
(i) Fuel Facility reserve	9,261	21,172	0	30,433	52,525	1,736	(45,000)	9,261	52,525	823	(20,000)	33,348
(j) Sportsperson Scholarship reserve	14,199	568	0	14,767	13,745	454	0	14,199	13,744	424	0	14,168
(k) Freebairn Recreation reserve	215,076	8,608	(50,000)	173,684	208,193	6,883	0	215,076	208,194	6,432	0	214,626
(l) Short Stay Accommodation reserve	280,117	11,205	(25,000)	266,322	273,000	7,117	0	280,117	273,000	8,434	(273,000)	8,434
(m) Bendering Tip Reserve	128,584	5,143	0	133,727	0	128,584	0	128,584	0	0	0	0
(n) Independent Water Reserve	0	50,000	0	50,000	0	0	0	0	0	0	0	0
	1,872,304	601,362	(270,000)	2,203,666	2,283,325	199,679	(610,700)	1,872,304	2,283,326	69,744	(1,138,000)	1,215,070

(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) Leave reserve	NA	to fund annual and long service leave requirements.
(b) Plant reserve	NA	to fund the purchase of plant
(c) Building reserve	NA	to fund the construction of staff housing
(d) Administration Equipment reserve	NA	to fund the purchase of administration equipment
(e) Natural Disaster reserve	NA	to assist in the funding of preparations following a natural disaster
(f) Joint Venture Housing reserve	NA	to fund the upkeep of JV housing with the Department of Housing
(g) Freebairn Recreation Centre Surface & Equip	NA	to fund the replacement of equipment and court surface at the FRC
(h) Medical Services reserve	NA	to fund the recruitment of a local doctor
(i) Fuel Facility reserve	NA	to fund the replacement of the fuel facility
(j) Sportsperson Scholarship reserve	NA	to fund scholarships for local sportspersons
(k) Freebairn Recreation reserve	NA	to fund the ongoing asset management of the FRC
(l) Short Stay Accommodation reserve	30/06/2023	to fund the construction of short stay accommodation units at the caravan park
(m) Bendering Tip Reserve	NA	to fund the rehabilitation of the Bendering Tip site
(n) Independent Water Reserve	NA	to fund the replacement and maintenance of water infrastructure within the Shire.

(c) Reserve Accounts - Change in Use

The Shire has resolved to make the following changes in the use of part of the money in a reserve account. This money is to be used or set aside for a purpose other than the purpose for which the account was established.

Reserve name	Proposed new purpose of the reserve	Reasons for changing the use of the reserve	2023/24 Budget amount to be used	2023/24 Budget amount change of purpose
Natural Disaster Reserve	Independent Water Reserve	Establish a reserve for replacement and maintenance of water infrastructure within the Shire.	\$ 40,000	\$ 50,000
Medical Services reserve	Medical Services & Facilities Reserve	To fund the upgrade of medical facilities & costs related to the recruitment of a doctor for the Shire	25,000	119,855
			65,000	169,855

9. REVENUE RECOGNITION

MATERIAL ACCOUNTING POLICIES

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

Revenue Category	Nature of goods and services	When obligations typically satisfied	Payment terms	Returns/Refunds/Warranties	Determination of transaction price	Allocating transaction price	Measuring obligations for returns	Timing of Revenue recognition
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 rates	area Rates charge for specific defined purpose	Over time	Payment dates adopted by Council during the year	Refund in event monies 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 unspent	Adopted by council annually	When taxable event occurs	Not applicable	When rates notice is issued
Grant with customers	Community events, minor facilities, research, design, planning evaluation and services	Over time	Fixed terms transfer of funds based on milestones and reporting	Contract obligation if project complete and	Set by mutual agreement with the customer	Based on the progress of works to performance obligations	Returns limited to repayment 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 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 milestones and reporting	Contract obligation if project complete and	Set by mutual agreement with the customer	Based on the progress of works to performance obligations	Returns limited to repayment of terms breached	Output method based on project milestones and/or completion date matched to performance obligations as inputs are shared
Grants with contractual commitments	no 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, development and planning management, having the same nature as a licence regardless of naming.	Single point in time	Full payment to issue	None	Set by State legislation limited by the cost of provision	Based on timing of issue of the associated rights	No refunds	On payment and issue of the licence, registration or approval
Waste management collections	Kerbside collection service	Over time	Payment on an annual basis in advance	None	Adopted by council annually	Apportioned equally across the collection period	Not applicable	Output method based on regular weekly and fortnightly period as proportionate to collection service
Waste management entry fees	Waste treatment, recycling and disposal sites	Single point in time	Payment in advance at gate or on normal trading terms if credit provided	None	Adopted by council annually	Based on timing of entry to facility	Not applicable	On entry to facility
Airport charges	landing Permission to use facilities and runway	Single point in time	Monthly in arrears	None	Adopted by council annually	Applied fully on timing of landing/take-off	Not applicable	On landing/departure event
Fees and charges for other goods and services	Cemetery services, library fees, reinstatements and private works	Single point in time	Payment in full in advance	None	Adopted by council annually	Applied fully based on timing of provision	Not applicable	Output method based on provision of service or completion of works
Sale of stock	Aviation fuel, kiosk and visitor centre stock	Single point in time	In full in advance, on 15 day credit	Refund for faulty goods	Adopted by council annually, set by mutual agreement	Applied fully based on timing of provision	Returns limited to repayment of transaction price	Output method based on goods

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

10. PROGRAM INFORMATION

(a) Key Terms and Definitions - Reporting Programs

Shire operations as disclosed in this financial report encompass the following service orientated functions and activities.

OBJECTIVE

ACTIVITIES

Governance

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

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

General purpose funding

To collect revenue to allow for the provision of services.

Rates, general purpose government grants and interest revenue.

Law, order, public safety

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

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

Health

To provide an operational framework for environmental and community health.

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

Education and welfare

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

Operation of Kulin Childcare Centre and provision of services to senior citizens and the local school.

Housing

To provide and maintain general and elderly residents housing.

Provision and maintenance of housing.

Community amenities

To provide services required by the community.

Rubbish collection services, operation of rubbish disposal sites, litter control, construction and maintenance of urban storm water drains, protection of the environment and administration of town planning schemes, cemetery and public conveniences.

Recreation and culture

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

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

Transport

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

Construction and maintenance of roads, streets, footpaths, depots, cycleways, parking facilities and traffic control. Cleaning of streets and maintenance of street trees, street lighting etc.

Economic services

To help promote the shire and its economic wellbeing.

Tourism and area promotion including the maintenance and operation of Community Resource Centre, Visitors Centre, caravan park and hostel. Provision of rural services including weed control, vermin control, fuel and standpipes. Building Control.

Other property and services

To monitor and control council's overheads operating accounts.

Private works operation, plant repair and operation costs and engineering operation costs.

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

10 PROGRAM INFORMATION (Continued)

(b) Income and expenses

	2023/24	2022/23	2022/23
	Budget	Actual	Budget
Income excluding grants, subsidies and contributions	\$	\$	\$
Governance	8,887	48,415	48,362
General purpose funding	2,488,247	2,320,657	2,268,588
Law, order, public safety	7,200	8,200	7,200
Health	0	2,708	0
Education and welfare	313,000	281,153	313,000
Housing	123,528	112,180	122,851
Community amenities	123,200	119,193	109,980
Recreation and culture	240,897	275,266	235,070
Transport	32,281	59,785	48,680
Economic services	1,056,627	1,104,366	1,195,877
Other property and services	118,826	154,366	138,671
	4,512,693	4,486,289	4,488,279
Grants, subsidies and contributions			
General purpose funding	2,803,300	806,781	550,000
Law, order, public safety	38,000	60,909	25,000
Education and welfare	1,500	65,000	66,500
Transport	261,631	248,867	243,626
Economic services	108,311	113,396	108,311
	3,212,742	1,294,953	993,437
Capital grants, subsidies and contributions			
General purpose funding	665,870	657,575	770,000
Recreation and culture	187,850	42,290	48,000
Transport	5,082,539	0	5,342,263
Economic services	0	4,354,285	50,000
	5,936,259	5,054,150	6,210,263
Total Income	13,661,694	10,835,392	11,691,979
Expenses			
Governance	(334,065)	(476,221)	(300,919)
General purpose funding	(82,923)	(87,594)	(98,588)
Law, order, public safety	(212,162)	(189,391)	(202,392)
Health	(185,687)	(101,610)	(129,750)
Education and welfare	(476,436)	(387,227)	(444,663)
Housing	(144,349)	(148,876)	(169,257)
Community amenities	(458,467)	(368,443)	(368,774)
Recreation and culture	(1,353,436)	(1,535,849)	(1,254,197)
Transport	(3,975,770)	(3,719,878)	(3,795,772)
Economic services	(1,699,449)	(1,686,298)	(1,790,077)
Other property and services	(126,696)	(115,553)	(117,645)
Total expenses	(9,049,440)	(8,816,940)	(8,672,034)
Net result for the period	4,612,254	2,018,452	3,019,945

SHIRE OF KULIN
NOTES TO AND FORMING PART OF THE BUDGET
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11. OTHER INFORMATION

	2023/24 Budget	2022/23 Actual	2022/23 Budget
The net result includes as revenues			
	\$	\$	\$
(a) Interest earnings			
Investments			
- Reserve accounts	60,000	70,314	69,744
- Other funds	96,363	65,483	4,000
Other interest revenue	6,500	4,450	4,600
	162,863	140,248	78,344
(b) Other revenue			
Reimbursements and recoveries	126,992	201,724	147,344
	126,992	201,724	147,344
The net result includes as expenses			
(c) Auditors remuneration			
Audit services	40,000	32,000	40,000
Other services	6,000	2,000	6,000
	46,000	34,000	46,000
(d) Interest expenses (finance costs)			
Borrowings (refer Note 7(a))	32,626	35,764	36,259
Other finance costs	0	231	0
	32,626	35,995	36,259
(e) Write offs			
General rate	11,954	11,251	9,823
	11,954	11,251	9,823

SHIRE OF KULIN
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12. ELECTED MEMBERS REMUNERATION

	2023/24 Budget	2022/23 Actual	2022/23 Budget
	\$	\$	\$
Cr Grant Robins			
President's allowance	7,700	7,000	7,000
Meeting attendance fees	5,060	5,040	4,620
Annual allowance for ICT expenses	500	0	0
	13,260	12,040	11,620
Cr Brad Smoker			
Deputy President's allowance	1,925	1,750	1,750
Meeting attendance fees	2,530	2,520	2,310
Travel and accommodation expenses	500	0	0
	4,955	4,270	4,060
Cr Roberta Bowey			
Meeting attendance fees	2,530	2,520	2,310
Annual allowance for ICT expenses	500	0	0
Travel and accommodation expenses	137	142	200
	3,167	2,662	2,510
Cr Troy Gangell			
Meeting attendance fees	2,530	2,100	2,310
Annual allowance for ICT expenses	500	0	0
	3,030	2,100	2,310
Cr Michael Lucchesi			
Meeting attendance fees	2,530	2,310	2,310
Annual allowance for ICT expenses	500	0	0
Travel and accommodation expenses	336	291	320
	3,366	2,601	2,630
Cr Clinton Mullan			
Meeting attendance fees	2,530	2,520	2,310
Annual allowance for ICT expenses	500	0	0
Travel and accommodation expenses	672	641	641
	3,702	3,161	2,951
Cr Jarron Noble			
Meeting attendance fees	2,530	2,520	2,310
Annual allowance for ICT expenses	500	0	0
Travel and accommodation expenses	137	130	130
	3,167	2,650	2,440
Cr Lucia Varone			
Meeting attendance fees	2,530	2,520	2,310
Annual allowance for ICT expenses	500	0	0
Travel and accommodation expenses	2,059	2,686	1,962
	5,089	5,206	4,272
Cr Barry West			
Meeting attendance fees	2,530	2,520	2,310
Annual allowance for ICT expenses	500	0	0
Travel and accommodation expenses	336	349	320
	3,366	2,869	2,630
Total Elected Member Remuneration	43,102	37,559	35,423
President's allowance	7,700	7,000	7,000
Deputy President's allowance	1,925	1,750	1,750
Meeting attendance fees	25,300	24,570	23,100
Annual allowance for ICT expenses	4,000	0	0
Travel and accommodation expenses	4,177	4,239	3,573
	43,102	37,559	35,423

SHIRE OF KULIN
NOTES TO AND FORMING PART OF THE BUDGET
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13. 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
	\$	\$	\$	\$
Housing Bonds	21,180			21,180
Miscellaneous	10,838			10,838
Kulin Hockey Club	12,557			12,557
Colts Carnival Court Resurfacing	52,700			52,700
	<u>97,275</u>	0	0	<u>97,275</u>

SHIRE OF KULIN
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14. FEES AND CHARGES

	2023/24 Budget	2022/23 Actual	2022/23 Budget
	\$	\$	\$
By Program:			
General purpose funding	4,500	6,306	3,650
Law, order, public safety	2,600	3,219	2,600
Health	0	2,708	0
Education and welfare	301,000	270,409	301,000
Housing	123,278	110,981	122,601
Community amenities	122,000	153,441	108,780
Recreation and culture	206,411	231,002	220,584
Economic services	1,040,627	1,049,340	1,179,877
Other property and services	77,826	74,233	84,925
	1,878,242	1,901,640	2,024,017

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