

**SHIRE OF DUNDAS**  
**ANNUAL BUDGET**  
**FOR THE YEAR ENDED 30 JUNE 2024**

**LOCAL GOVERNMENT ACT 1995**

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**SHIRE'S VISION**

Vision: Diverse. Inclusive. Sustainable. Accountable  
Governance and Leadership strategic goal: We are a trusted local government who are a strong advocate for our Community; we lead with respect and accountability.

**SHIRE OF DUNDAS**  
**STATEMENT OF COMPREHENSIVE INCOME BY NATURE**  
**FOR THE YEAR ENDED 30 JUNE 2024**

	NOTE	2023/24 Budget	2022/23 Actual	2022/23 Budget
<b>Revenue</b>		\$	\$	\$
Rates	2(a)	3,504,280	3,247,591	3,252,084
Operating grants, subsidies and contributions	10	1,096,897	2,716,474	1,279,899
Fees and charges	13	7,431,696	1,402,216	1,378,201
Interest revenue	11(a)	108,168	162,572	41,852
Other revenue	11(b)	262,124	156,589	223,418
		12,403,165	7,685,442	6,175,454
<b>Expenses</b>				
Employee costs		(4,352,902)	(2,449,925)	(2,900,375)
Materials and contracts		(7,662,524)	(1,890,934)	(2,342,227)
Utility charges		(719,741)	(570,362)	(549,747)
Depreciation	6	(3,588,127)	(3,069,506)	(3,118,684)
Finance costs	11(d)	(4,808)	(6,550)	(8,206)
Insurance		(241,474)	(209,164)	(224,879)
Other expenditure		(400,554)	(210,511)	(324,194)
		(16,970,130)	(8,406,952)	(9,468,312)
		(4,566,965)	(721,510)	(3,292,858)
Capital grants, subsidies and contributions	10	1,494,889	848,315	1,764,988
Profit on asset disposals	5	39,682	17,000	2,130
Loss on asset disposals		(4,732)	0	(136,630)
		1,529,839	865,315	1,630,488
<b>Net result for the period</b>		<b>(3,037,126)</b>	<b>143,805</b>	<b>(1,662,370)</b>
<b>Other comprehensive income</b>				
<i>Items that will not be reclassified subsequently to profit or loss</i>				
<b>Total other comprehensive income for the period</b>		<b>0</b>	<b>0</b>	<b>0</b>
<b>Total comprehensive income for the period</b>		<b>(3,037,126)</b>	<b>143,805</b>	<b>(1,662,370)</b>

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

**SHIRE OF DUNDAS**  
**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED 30 JUNE 2024**

	NOTE	2023/24 Budget	2022/23 Actual	2022/23 Budget
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
<b>Receipts</b>				
		\$	\$	\$
Rates		3,666,547	3,094,076	3,252,084
Operating grants, subsidies and contributions		1,027,959	1,764,860	1,068,106
Fees and charges		7,431,696	1,402,216	1,378,201
Interest revenue		108,168	162,572	41,852
Goods and services tax received		889,889	668,418	422,410
Other revenue		262,124	156,589	223,418
		13,386,383	7,248,731	6,386,071
<b>Payments</b>				
Employee costs		(4,352,902)	(2,380,133)	(2,900,375)
Materials and contracts		(6,760,095)	(2,618,717)	(2,451,814)
Utility charges		(719,741)	(570,362)	(549,747)
Finance costs		(4,808)	(6,550)	(8,206)
Insurance		(241,474)	(209,164)	(224,879)
Goods and services tax paid		(1,792,318)	(288,097)	(312,823)
Other expenditure		(400,554)	(210,511)	(324,194)
		(14,271,892)	(6,283,534)	(6,772,038)
<b>Net cash provided by (used in) operating activities</b>	4	(885,509)	965,197	(385,967)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Payments for purchase of property, plant & equipment	5(a)	(3,592,268)	(485,029)	(1,827,805)
Payments for construction of infrastructure	5(b)	(2,101,754)	(1,500,438)	(2,854,569)
Capital grants, subsidies and contributions		1,494,889	808,315	1,349,774
Proceeds from sale of property, plant and equipment	5(a)	313,000	35,895	95,000
<b>Net cash provided by (used in) investing activities</b>		(3,886,133)	(1,141,257)	(3,237,600)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>				
Repayment of borrowings	7(a)	(51,211)	(50,866)	(51,211)
Proceeds on disposal of financial assets at amortised cost - term deposits		(209,031)	2,828,757	710,000
<b>Net cash provided by (used in) financing activities</b>		(260,242)	2,777,891	658,789
<b>Net increase (decrease) in cash held</b>		(5,031,884)	2,601,831	(2,964,778)
Cash at beginning of year		5,031,884	2,430,053	4,132,722
<b>Cash and cash equivalents at the end of the year</b>	4	<b>0</b>	<b>5,031,884</b>	<b>1,167,944</b>

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

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

	NOTE	2023/24 Budget	2022/23 Actual	2022/23 Budget
<b>OPERATING ACTIVITIES</b>				
<b>Revenue from operating activities</b>				
General rates	2(a)	\$ 3,367,365	\$ 3,114,403	\$ 3,116,627
Rates excluding general rates	2(a)	136,915	133,188	135,457
Operating grants, subsidies and contributions	10	1,096,897	2,716,474	1,279,899
Fees and charges	13	7,431,696	1,402,216	1,378,201
Interest revenue	11(a)	108,168	162,572	41,852
Other revenue	11(b)	262,124	156,589	223,418
Profit on asset disposals	5	39,682	17,000	2,130
		<b>12,442,847</b>	<b>7,702,442</b>	<b>6,177,584</b>
<b>Expenditure from operating activities</b>				
Employee costs		(4,352,902)	(2,449,925)	(2,900,375)
Materials and contracts		(7,662,524)	(1,890,934)	(2,342,227)
Utility charges		(719,741)	(570,362)	(549,747)
Depreciation	6	(3,588,127)	(3,069,506)	(3,118,684)
Finance costs	11(d)	(4,808)	(6,550)	(8,206)
Insurance		(241,474)	(209,164)	(224,879)
Other expenditure		(400,554)	(210,511)	(324,194)
Loss on asset disposals	5	(4,732)	0	(136,630)
		<b>(16,974,862)</b>	<b>(8,406,952)</b>	<b>(9,604,942)</b>
Non-cash amounts excluded from operating activities	3(b)	3,553,177	3,052,506	3,253,184
<b>Amount attributable to operating activities</b>		<b>(978,838)</b>	<b>2,347,996</b>	<b>(174,174)</b>
<b>INVESTING ACTIVITIES</b>				
<b>Inflows from investing activities</b>				
Capital grants, subsidies and contributions	10	1,494,889	848,315	1,764,988
Proceeds from disposal of assets	5	313,000	35,895	95,000
		<b>1,807,889</b>	<b>884,210</b>	<b>1,859,988</b>
<b>Outflows from investing activities</b>				
Payments for property, plant and equipment	5(a)	(3,592,268)	(485,029)	(1,827,805)
Payments for construction of infrastructure	5(b)	(2,101,754)	(1,500,438)	(2,854,569)
		<b>(5,694,022)</b>	<b>(1,985,467)</b>	<b>(4,682,374)</b>
<b>Amount attributable to investing activities</b>		<b>(3,886,133)</b>	<b>(1,101,257)</b>	<b>(2,822,386)</b>
<b>FINANCING ACTIVITIES</b>				
<b>Inflows from financing activities</b>				
Transfers from reserve accounts	8(a)	320,000	3,446,571	717,486
		<b>320,000</b>	<b>3,446,571</b>	<b>717,486</b>
<b>Outflows from financing activities</b>				
Repayment of borrowings	7(a)	(51,211)	(50,866)	(51,211)
Transfers to reserve accounts	8(a)	(529,031)	(1,805,509)	(5,113)
		<b>(580,242)</b>	<b>(1,856,375)</b>	<b>(56,324)</b>
<b>Amount attributable to financing activities</b>		<b>(260,242)</b>	<b>1,590,196</b>	<b>661,162</b>
<b>MOVEMENT IN SURPLUS OR DEFICIT</b>				
<b>Surplus or deficit at the start of the financial year</b>	3	5,125,213	2,288,278	2,335,398
Amount attributable to operating activities		(978,838)	2,347,996	(174,174)
Amount attributable to investing activities		(3,886,133)	(1,101,257)	(2,822,386)
Amount attributable to financing activities		(260,242)	1,590,196	661,162
<b>Surplus or deficit at the end of the financial year</b>	3	<b>0</b>	<b>5,125,213</b>	<b>0</b>

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

**SHIRE OF DUNDAS  
FOR THE YEAR ENDED 30 JUNE 2024  
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1(a) **BASIS OF PREPARATION**

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

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

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

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

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

**The local government reporting entity**

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

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

All monies held in the Trust Fund are excluded from the financial statements. A separate statement of those monies appears at Note 12 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.

**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

**Rounding off figures**

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

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

### REVENUES

#### RATES

All rates levied under the *Local Government Act 1995*. Includes general, differential, 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.

#### OPERATING 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 DUNDAS**  
**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
		\$		\$	\$	\$	\$	\$	\$	\$
<b>(i) General rates</b>										
General	Gross rental valuation	0.168284	532	4,667,138	785,405	0	0	785,405	771,081	771,710
Mining	Gross rental valuation	0.230397	3	1,058,000	243,760	0	0	243,760	238,980	238,980
Pastoral	Unimproved valuation	0.089158	18	725,943	64,724	0	0	64,724	63,455	63,455
Mining Leases	Unimproved valuation	0.168413	519	13,499,410	2,273,476	0	0	2,273,476	2,040,887	2,042,482
<b>Total general rates</b>			1,072	19,950,491	3,367,365	0	0	3,367,365	3,114,403	3,116,627
		<b>Minimum</b>								
<b>(ii) Minimum payment</b>		\$								
General	Gross rental valuation	386	157	51,873	60,564	0	0	60,564	57,486	57,486
Mining	Gross rental valuation	386	0	0	0	0	0	0	0	0
Pastoral	Unimproved valuation	200	23	13,800	4,600	0	0	4,600	4,600	4,600
Mining Leases	Unimproved valuation	386	186	254,429	71,751	0	0	71,751	71,102	73,371
<b>Total minimum payments</b>			366	320,102	136,915	0	0	136,915	133,188	135,457
<b>Total general rates and minimum payments</b>			1,438	20,270,593	3,504,280	0	0	3,504,280	3,247,591	3,252,084
<b>Total rates</b>					3,504,280	0	0	3,504,280	3,247,591	3,252,084

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

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

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

**Option 1 (Full Payment)**

Full amount of rates and charges including arrears, to be paid on or before 21 September 2023 or 35 days after the date of issue appearing on the rate notice whichever is the later.

**Option 2 (Two Instalments)**

First instalment to be made on or before 21 September 2023 or 35 days after the date of issue appearing on the rate notice, whichever is later including all arrears and a quarter of the current rates and service charges.

Second instalment to be made on or before 24 November 2023, or 2 months after the due date of the first instalment, whichever is later.

**Option 3 (Four Instalments)**

First instalment to be made on or before 21 September 2023 or 35 days after the date of issue appearing on the rate notice, whichever is later including all arrears and a quarter of the current rates and service charges.

Second instalment to be made on or before 24 November 2023, or 2 months after the due date of the first instalment, whichever is later; and

Third instalment to be made on or before 14 February 2024, or 2 months after the due date of the second instalment, whichever is later; and

Fourth instalment to be made on or before 17 April 2024, or 2 months after due date of the third instalment, whichever is later.

<b>Instalment options</b>	<b>Date due</b>	<b>Instalment plan admin charge</b>	<b>Instalment plan interest rate</b>	<b>Unpaid rates interest rates</b>
		\$	%	%
<b>Option one</b>				
Single full payment	21/09/2023	0	0.00%	11.00%
<b>Option two</b>				
First instalment	21/09/2023	10	5.50%	11.00%
Second instalment	24/11/2023	10	5.50%	11.00%
<b>Option three</b>				
First instalment	21/09/2023	0	0.00%	11.00%
Second instalment	24/11/2023	10	5.50%	11.00%
Third instalment	14/02/2024	10	5.50%	11.00%
Fourth instalment	17/04/2024	10	5.50%	11.00%

	<b>2023/24 Budget revenue</b>	<b>2022/23 Actual revenue</b>	<b>2022/23 Budget revenue</b>
	\$	\$	\$
Instalment plan admin charge revenue	3,366	3,320	3,000
Instalment plan interest earned	6,120	5,014	4,000
Unpaid rates and service charge interest earned	35,700	40,839	25,000
	45,186	49,173	32,000

**SHIRE OF DUNDAS  
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**

<b>Description</b>	<b>Characteristics</b>	<b>Objects</b>	<b>Reasons</b>
GRV General	This rating category applies to properties located within and very close proximity to the townsite boundaries of the Shire of Dundas and the roadhouses and service stations located within the Shire.	This category is considered by the Council to be the base rate by which all other GRV rated properties are assessed.	Some of these properties are located at a large distance from the main service centre. However, the Shire has decided to charge the base rate by which properties within the townsite are assessed. This rate reflects the cost of providing health and building inspection services, emergency services and other amenities for those properties. The cost of servicing the communities within the boundaries of the Shire should be borne by all residents and property owners.
UV Mining	This rating category covers mining leases that have improvements on the land and are located within the Shire boundaries.	The objective of the proposed rate in the dollar is to ensure that the proportion of total rate revenue derived from GRV Mining is consistent with the previous year revenue	The rate mainly reflects the increased cost associated with providing bushfire emergency services for these mining properties generally located at a large distance from the main service centre. Further as a contribution towards the upkeep of general amenities within the Shire from a sector of ratepayers that essentially are transitory.

**SHIRE OF DUNDAS  
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 (continued)**

<b>Description</b>	<b>Characteristics</b>	<b>Objects</b>	<b>Reasons</b>
UV Pastoral	This rating category applies to all pastoral leases that have been granted under the repealed Land Act 1933.	<p>The proposed rate is comparatively low compared to the mining UV rates due to the following:</p> <ul style="list-style-type: none"> <li>• The minimal impact on or requirement that the pastoral industry has on or for Shire services and infrastructure.</li> <li>• To encourage a diversification of land use other than mining related activities.</li> <li>• Mining activities have and require a higher level of the Council involvement for licences, clearing permits etc.</li> <li>• Mining removes finite resources from the Shire, which will in turn impact rate revenue in future years.</li> <li>• Mining imposes greater damage to the environment with clearing, drilling, and mining activities.</li> </ul>	<p>The Shire has factored in a capacity to pay, in determining the rate in the dollar for pastoral leases with a lowest UV rate in the dollar. This rate reflects the cost of providing building inspection services, emergency services and other amenities for those properties. Most of these properties are located a large distance from the main service centre. However, the cost of servicing the communities within the boundaries of the Shire should be borne by all residents and property owners.</p>
UV Mining Leases	This rating category covers mining, general purpose, exploration, and prospecting leases located within the Shire of Dundas.	<p>The proposed rate mainly reflects the ongoing cost (increased cost) involved in maintaining the road network that services these land use as the Shire's local authority boundaries extends all the way to the WA/SA state boundary, and the cost associated with bushfire emergency services covering this vast land area. Further as a contribution towards the upkeep of general amenities within the Shire from a sector of ratepayers that essentially are transitory.</p>	<p>The mining operations result in the Shire's Road network and infrastructure requiring continual ongoing maintenance and renewal work to service these users. The Shire acknowledges the fact that exploration, prospecting, and mining have different levels of impact on the Shire's Road network. However, there remains the need to fund maintenance and renewal requirements of this vital infrastructure asset for the benefit of all users. In determining the proposed rate in the dollar of these categories, consideration was given to the comparable rate in the dollar of the neighbouring shires (with significant mining focus) which provide similar services for mining activities. Even after this proposed increase in the rate in the dollar, the Shire of Dundas remains as one of the shires with the lowest UV rates for mining leases.</p>

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

**2. RATES AND SERVICE CHARGES (CONTINUED)**

**(d) Differential Minimum Payment**

The setting of minimum payments within rating categories is an important method of ensuring that all properties contribute an equitable rate amount. A minimum payment of \$385.76 has been set for all GRV rating categories. The Shire imposes one general minimum rate payment that applies to all GRV rateable properties within the boundaries of the town site. The rate is imposed to discourage holding undeveloped land with the Shire, which reduces the amenity of the area, and thereby encourages its early development. The UV minimums (\$385.76) are applied to ensure that the rate burden is distributed equitably between all property owners. Mining, Exploration and Prospecting leases fall under this category and the majority are held by large mining companies. However, the UV Pastoral minimum payment has been set at \$200.00 as this is the highest amount permitted by legislation given the high number of properties subject to a minimum payment.

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

**2. RATES AND SERVICE CHARGES (CONTINUED)**

**(e) Service Charges**

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

**(f) Waivers or concessions**

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

**SHIRE OF DUNDAS**  
**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  
 Financial assets  
 Receivables

**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 Rate Setting Statement**

Note	2023/24 Budget 30 June 2024	2022/23 Actual 30 June 2023	2022/23 Budget 30 June 2023
	\$	\$	\$
4	0	5,031,884	1,167,944
	3,693,448	3,484,417	3,886,744
	362,970	725,237	40,769
	4,056,418	9,241,538	5,095,457
	(362,970)	(362,970)	(692,861)
	0	(268,938)	
7	(52,608)	(51,211)	(52,939)
	(267,174)	(267,174)	(260,619)
	(682,752)	(950,293)	(1,006,419)
	3,373,666	8,291,245	4,089,038
3(c)	(3,373,666)	(3,166,032)	(4,089,038)
	0	5,125,213	0

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

**Items excluded from calculation of budgeted deficiency**

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

**(b) Non-cash amounts excluded from operating activities**

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

**Adjustments to operating activities**

Less: Profit on asset disposals  
 Add: Loss on asset disposals  
 Add: Depreciation

**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	(39,682)	(17,000)	(2,130)
5	4,732	0	136,630
6	3,588,127	3,069,506	3,118,684
	3,553,177	3,052,506	3,253,184

**(c) Current assets and liabilities excluded from budgeted deficiency**

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

**Adjustments to net current assets**

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

**Total adjustments to net current assets**

8	(3,693,448)	(3,484,417)	(4,402,596)
	52,608	51,211	52,939
	267,174	267,174	260,619
	(3,373,666)	(3,166,032)	(4,089,038)

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 recognised 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.

**SHIRE OF DUNDAS**  
**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		\$ 0	\$ 5,031,884	\$ 1,167,944
<b>Total cash and cash equivalents</b>		0	5,031,884	1,167,944
Held as				
- Unrestricted cash and cash equivalents	3(a)	0	5,031,884	652,092
- Restricted cash and cash equivalents	3(a)	0	0	515,852
		0	5,031,884	1,167,944
<b>Restrictions</b>				
The following classes of assets have restrictions imposed by regulations or other externally imposed requirements which limit or direct the purpose for which the resources may be used:				
- Cash and cash equivalents		0	0	515,852
- Restricted financial assets at amortised cost - term deposits	3(a)	3,693,448	3,484,417	3,886,744
		3,693,448	3,484,417	4,402,596
The assets are restricted as a result of the specified purposes associated with the liabilities below:				
Financially backed reserves	8	3,693,448	3,484,417	4,402,596
		3,693,448	3,484,417	4,402,596
<b>Reconciliation of net cash provided by operating activities to net result</b>				
<b>Net result</b>		(3,037,126)	143,805	(1,662,370)
Depreciation	6	3,588,127	3,069,506	3,118,684
(Profit)/loss on sale of asset	5	(34,950)	(17,000)	134,500
(Increase)/decrease in receivables		362,267	(459,441)	
Increase/(decrease) in payables		0	(657,991)	
Increase/(decrease) in contract liabilities		(268,938)	(265,367)	(211,793)
Increase/(decrease) in unspent capital grants		0	(40,000)	(415,214)
Capital grants, subsidies and contributions		(1,494,889)	(808,315)	(1,349,774)
<b>Net cash from operating activities</b>		(885,509)	965,197	(385,967)

**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 DUNDAS**  
**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
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
<b>(a) Property, Plant and Equipment</b>												
Land - freehold land	185,000	0	0	0	0	0	0	0	0	0	0	0
Buildings - specialised	1,862,768	0	0	0	295,440	0	0	0	667,805	0	0	0
Furniture and equipment	22,000	0	0	0	11,958	0	0	0	30,000	0	0	0
Plant and equipment	1,522,500	278,050	313,000	34,950	177,631	18,895	35,895	17,000	1,130,000	229,500	95,000	(134,500)
<b>Total</b>	<b>3,592,268</b>	<b>278,050</b>	<b>313,000</b>	<b>34,950</b>	<b>485,029</b>	<b>18,895</b>	<b>35,895</b>	<b>17,000</b>	<b>1,827,805</b>	<b>229,500</b>	<b>95,000</b>	<b>(134,500)</b>
<b>(b) Infrastructure</b>												
Infrastructure - roads	1,303,657	0	0	0	939,744	0	0	0	769,465	0	0	0
Infrastructure - footpaths	125,000	0	0	0	89,201	0	0	0	120,000	0	0	0
Infrastructure - drainage	0	0	0	0	23,751	0	0	0	45,000	0	0	0
Infrastructure - parks and ovals	232,877	0	0	0	9,610	0	0	0	0	0	0	0
Infrastructure - airports	256,219	0	0	0	160,026	0	0	0	1,315,104	0	0	0
Infrastructure - other	184,001	0	0	0	278,106	0	0	0	605,000	0	0	0
<b>Total</b>	<b>2,101,754</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>1,500,438</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>2,854,569</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Total</b>	<b>5,694,022</b>	<b>278,050</b>	<b>313,000</b>	<b>34,950</b>	<b>1,985,467</b>	<b>18,895</b>	<b>35,895</b>	<b>17,000</b>	<b>4,682,374</b>	<b>229,500</b>	<b>95,000</b>	<b>(134,500)</b>

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

**6. DEPRECIATION**

**By Class**

Buildings - non-specialised
Buildings - specialised
Furniture and equipment
Plant and equipment
Infrastructure - roads
Infrastructure - footpaths
Infrastructure - drainage
Infrastructure - parks and ovals
Infrastructure - airports
Infrastructure - other

**By Program**

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

	<b>2023/24 Budget</b>	<b>2022/23 Actual</b>	<b>2022/23 Budget</b>
	\$	\$	\$
	54,570	50,085	64,571
	489,315	449,097	410,951
	7,599	6,974	7,506
	550,606	281,646	287,868
	1,833,617	1,682,908	1,708,468
	54,576	50,090	51,089
	19,011	17,448	19,011
	101,801	93,434	101,363
	242,790	222,834	242,217
	234,242	214,990	225,640
	<b>3,588,127</b>	<b>3,069,506</b>	<b>3,118,684</b>
	135,828	126,270	100,996
	10,435	9,578	9,660
	42,954	39,424	40,146
	4,789	4,395	4,760
	50,570	46,413	54,571
	59,202	54,336	59,545
	497,439	456,554	477,673
	2,422,529	2,015,174	2,059,636
	119,066	85,187	47,871
	245,315	232,175	263,826
	<b>3,588,127</b>	<b>3,069,506</b>	<b>3,118,684</b>

**MATERIAL ACCOUNTING POLICIES**

**DEPRECIATION**

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

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

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

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

Buildings	30 - 50 years
Furniture and equipment	5 - 10 years
Plant and equipment	5 - 20 years
Infrastructure - roads	15 - 80 years
Infrastructure - footpaths	80 years
Infrastructure - drainage	60 - 80 years
Infrastructure - parks and ovals	10 - 50 years
Infrastructure - airports	10 - 80 years
Infrastructure - other	10 - 50 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	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	Budget
				1 July 2023	New Loans	Principal Repayments	outstanding 30 June 2024	Budget 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	Budget Interest Repayments
				\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Doctors House	1	WATC	2.70%	190,839	0	(51,211)	139,628	(4,808)	241,705	0	(50,866)	190,839	(6,550)	242,036	0	(51,211)	190,825	(6,206)
				190,839	0	(51,211)	139,628	(4,808)	241,705	0	(50,866)	190,839	(6,550)	242,036	0	(51,211)	190,825	(6,206)

All borrowing repayments, will be financed by general purpose revenue.

**SHIRE OF DUNDAS**  
**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**

	<b>2023/24 Budget</b>	<b>2022/23 Actual</b>	<b>2022/23 Budget</b>
	\$	\$	\$
<b>Undrawn borrowing facilities credit standby arrangements</b>			
Bank overdraft limit	0	0	0
Bank overdraft at balance date	0	0	0
Credit card limit	15,000	10,000	10,000
Credit card balance at balance date	0	706	0
<b>Total amount of credit unused</b>	<b>15,000</b>	<b>10,706</b>	<b>10,000</b>
<b>Loan facilities</b>			
Loan facilities in use at balance date	139,628	190,839	190,825

**MATERIAL ACCOUNTING POLICIES**

**BORROWING COSTS**

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

**SHIRE OF DUNDAS**  
**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
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
<b>Restricted by council</b>												
(a) Leave reserve	387,287	0	0	387,287	381,172	6,115	0	387,287	380,527	380	0	380,907
(b) Plant reserve	306,694	56,428	0	363,122	357,388	5,733	(56,427)	306,694	356,072	356	0	356,428
(c) Airport reserve	102,558	52,761	0	155,319	152,866	2,452	(52,760)	102,558	152,608	153	0	152,761
(d) IT reserve	51,680	50,250	0	101,930	100,320	1,609	(50,249)	51,680	100,150	100	0	100,250
(e) Transport reserve	725,793	49,592	0	775,385	1,503,758	24,123	(802,088)	725,793	1,500,588	1,500	0	1,502,088
(f) Land Development reserve	521,131	0	0	521,131	1,262,636	20,255	(761,760)	521,131	1,260,500	1,260	0	1,261,760
(g) Asset Replacement/Renewal reserve	1,389,274	0	0	1,389,274	1,367,339	21,935		1,389,274	1,364,524	1,364	(717,486)	648,402
(h) Norseman IGA & LPO reserve	0	320,000	(320,000)	0	0	1,723,287	(1,723,287)	0	0	0	0	0
	3,484,417	529,031	(320,000)	3,693,448	5,125,479	1,805,509	(3,446,571)	3,484,417	5,114,969	5,113	(717,486)	4,402,596

**(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:

<b>Reserve name</b>	<b>Anticipated date of use</b>	<b>Purpose of the reserve</b>
(a) Leave reserve	Ongoing	To be used to fund annual, sick and long service leave requirements and payments to staff.
(b) Plant reserve	Ongoing	To be used for the purchase of major plant.
(c) Airport reserve	Ongoing	To be used for the construction and/or maintenance of the airstrip at Norseman and Eucla.
(d) IT reserve	Ongoing	To be used to fund the replacement of IT equipment.
(e) Transport reserve	Ongoing	To be used for the construction, maintenance and resealing of the Shire's transport network.
(f) Land Development reserve	Ongoing	To be used for building construction and maintenance of Shire infrastructure.
(g) Asset Replacement/Renewal reserve	Ongoing	To be used for the replacement and or renewal of the Shire assets.
(h) Norseman IGA & LPO reserve	Ongoing	To be used to purchase the Norseman IGA and Norseman Post Office Agency and upgrade and renew its assets.

9. REVENUE RECOGNITION

MATERIAL ACCOUNTING POLICIES

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

Revenue Category	Nature of goods and services	When obligations typically satisfied	Payment terms	Returns/Refunds/Warranties	Determination of transaction price	Allocating transaction price	Measuring obligations for returns	Timing of Revenue recognition
Grant contracts with customers	Community events, minor facilities, research, design, planning evaluation and services	Over time	Fixed terms transfer of funds based on agreed milestones and reporting	Contract obligation if project not complete	Set by mutual agreement with the customer	Based on the progress of works to match performance obligations	Returns limited to repayment of transaction price of terms breached	Output method based on project milestones and/or completion date matched to performance obligations as inputs are shared
Licences/ Registrations/ Approvals	Building, planning, development and animal management, having the same nature as a licence regardless of naming.	Single point in time	Full payment prior to issue	None	Set by State legislation or limited by legislation to the cost of provision	Based on timing of issue of the associated rights	No refunds	On payment and issue of the licence, registration or approval
Waste management entry fees	Waste treatment, 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 DUNDAS**  
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**10. PROGRAM INFORMATION**

**(a) Key Terms and Definitions - Reporting Programs**

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

**OBJECTIVE**

**ACTIVITIES**

**Governance**

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

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 funding 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.

Maintenance of child minding centre, playgroup centre, senior citizen centre and aged care centre. Provision and maintenance of home and community care programs and youth services.

**Housing**

To provide and maintain elderly resident housing.

Provision and maintenance of elderly residents 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, civic centre, aquatic centre, recreation centres and various sporting facilities. Provision and maintenance of parks, gardens and playgrounds. Operation of library, museum and other cultural facilities.

**Transport**

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

Construction and maintenance of roads, footpaths, depots, cycle ways, 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 a caravan park. Provision of rural services including weed control, vermin control and standpipes. Building Control.

**Other property and services**

To monitor and control council's overheads operating accounts.

Private work private works operation, plant repairs and operation costs and engineering operating costs.

**SHIRE OF DUNDAS**  
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**10 PROGRAM INFORMATION (Continued)**

**(b) Income and expenses**

**Income excluding grants, subsidies and contributions**

	<b>2023/24 Budget</b>	<b>2022/23 Actual</b>	<b>2022/23 Budget</b>
	\$	\$	\$
Governance	34,215	41,567	21,700
General purpose funding	3,635,154	3,433,624	3,303,436
Law, order, public safety	5,450	6,076	4,700
Health	555,300	5,616	4,000
Housing	31,010	31,060	20,000
Community amenities	295,860	299,482	275,905
Recreation and culture	34,603	40,056	23,300
Transport	286,918	264,014	252,130
Economic services	6,390,940	579,826	847,514
Other property and services	76,500	284,647	145,000
	<b>11,345,950</b>	<b>4,985,968</b>	<b>4,897,685</b>

**Operating grants, subsidies and contributions**

Governance	1,500	150	1,500
General purpose funding	324,413	1,758,734	477,084
Law, order, public safety	19,000	78,900	162,000
Health	0	0	100,000
Education and welfare	88,431	98,431	85,416
Community amenities	1,000	2,408	500
Recreation and culture	373,583	227	12,000
Transport	245,770	734,333	287,399
Economic services	35,000	35,000	140,000
Other property and services	8,200	8,291	14,000
	<b>1,096,897</b>	<b>2,716,474</b>	<b>1,279,899</b>

**Capital grants, subsidies and contributions**

Law, order, public safety	0	0	100,000
Community amenities	25,000	67,740	68,217
Recreation and culture	298,645	42,279	323,787
Transport	1,171,244	738,296	1,252,984
Economic services	0	0	20,000
	<b>1,494,889</b>	<b>848,315</b>	<b>1,764,988</b>

**Total Income**

**13,937,736      8,550,757      7,942,572**

**Expenses**

Governance	(982,093)	(899,628)	(881,257)
General purpose funding	(476,262)	(301,359)	(450,259)
Law, order, public safety	(281,951)	(315,398)	(406,867)
Health	(777,509)	(274,955)	(348,800)
Education and welfare	(294,936)	(238,694)	(230,938)
Housing	(69,151)	(110,130)	(58,771)
Community amenities	(881,664)	(710,569)	(963,351)
Recreation and culture	(2,331,049)	(1,488,415)	(1,631,833)
Transport	(3,056,395)	(2,699,017)	(2,825,305)
Economic services	(7,193,034)	(1,157,537)	(1,088,538)
Other property and services	(630,818)	(211,250)	(719,023)
<b>Total expenses</b>	<b>(16,974,862)</b>	<b>(8,406,952)</b>	<b>(9,604,942)</b>

**Net result for the period**

**(3,037,126)      143,805      (1,662,370)**

**SHIRE OF DUNDAS**  
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**11. OTHER INFORMATION**

**The net result includes as revenues**

**(a) Interest earnings**

	<b>2023/24 Budget</b>	<b>2022/23 Actual</b>	<b>2022/23 Budget</b>
	\$	\$	\$
Investments			
- Reserve accounts	51,048	82,223	8,206
- Other funds	15,300	34,496	4,646
Other interest revenue	41,820	45,853	29,000
	<b>108,168</b>	<b>162,572</b>	<b>41,852</b>

\* The Shire has resolved to charge interest under section 6.13 for the late payment of any amount of money at 5%.

**(b) Other revenue**

Reimbursements and recoveries	143,272	65,527	123,373
Other	118,852	91,062	100,045
	<b>262,124</b>	<b>156,589</b>	<b>223,418</b>

**The net result includes as expenses**

**(c) Auditors remuneration**

Audit services	37,500	29,000	27,500
Other services	0	1,500	0
	<b>37,500</b>	<b>30,500</b>	<b>27,500</b>

**(d) Interest expenses (finance costs)**

Borrowings (refer Note 7(a))	4,808	6,550	6,206
Other finance costs	0	0	2,000
	<b>4,808</b>	<b>6,550</b>	<b>8,206</b>

**(e) Write offs**

General rate	13,265	0	100,000
	<b>13,265</b>	<b>0</b>	<b>100,000</b>

**(f) Low Value lease expenses**

Office equipment	26,000	26,025	26,000
Gymnasium equipment	14,728	14,339	12,478
	<b>40,728</b>	<b>40,364</b>	<b>38,478</b>

**SHIRE OF DUNDAS**  
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**12. ELECTED MEMBERS REMUNERATION**

	<b>2023/24 Budget</b>	<b>2022/23 Actual</b>	<b>2022/23 Budget</b>
	\$	\$	\$
<b>Elected member 1</b>			
President's allowance	17,853	9,468	16,230
Meeting attendance fees	19,110	16,764	8,470
Other expenses	2,102	0	0
Travel and accommodation expenses	7,800	7,307	2,500
	<b>46,865</b>	<b>33,539</b>	<b>27,200</b>
<b>Elected member 2</b>			
Deputy President's allowance	4,464	2,367	4,058
Meeting attendance fees	8,038	6,746	6,466
Other expenses	884	0	0
Travel and accommodation expenses	2,500	1,009	2,500
	<b>15,886</b>	<b>10,122</b>	<b>13,024</b>
<b>Elected member 3</b>			
Meeting attendance fees	6,367	4,655	6,466
Other expenses	700	0	0
Travel and accommodation expenses	1,250	0	2,500
	<b>8,317</b>	<b>4,655</b>	<b>8,966</b>
<b>Elected member 4</b>			
Meeting attendance fees	6,367	6,321	6,466
Other expenses	700	0	0
Travel and accommodation expenses	1,250	0	2,500
	<b>8,317</b>	<b>6,321</b>	<b>8,966</b>
<b>Elected member 5</b>			
Meeting attendance fees	6,367	1,936	6,466
Other expenses	700	0	0
Travel and accommodation expenses	1,250	0	2,500
	<b>8,317</b>	<b>1,936</b>	<b>8,966</b>
<b>Elected member 6</b>			
Meeting attendance fees	6,367	3,899	6,466
Other expenses	700	0	0
Travel and accommodation expenses	1,250	0	2,500
	<b>8,317</b>	<b>3,899</b>	<b>8,966</b>
<b>Total Elected Member Remuneration</b>	<b>96,019</b>	<b>60,472</b>	<b>76,088</b>
President's allowance	17,853	9,468	16,230
Deputy President's allowance	4,464	2,367	4,058
Meeting attendance fees	52,616	40,321	40,800
Other expenses	5,786	0	0
Travel and accommodation expenses	15,300	8,316	15,000
	<b>96,019</b>	<b>60,472</b>	<b>76,088</b>

**SHIRE OF DUNDAS**  
**NOTES TO AND FORMING PART OF THE BUDGET**  
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**13. FEES AND CHARGES**

	<b>2023/24 Budget</b>	<b>2022/23 Actual</b>	<b>2022/23 Budget</b>
	\$	\$	\$
<b>By Program:</b>			
Governance	13,250	13,390	11,250
General purpose funding	5,366	5,830	9,500
Law, order, public safety	5,450	6,077	4,700
Health	555,300	5,616	4,000
Housing	30,500	30,138	19,000
Community amenities	285,248	294,795	265,501
Recreation and culture	34,450	40,055	23,150
Transport	260,000	264,015	250,000
Economic services	6,191,132	466,612	671,100
Other property and services	51,000	275,688	120,000
	<b>7,431,696</b>	<b>1,402,216</b>	<b>1,378,201</b>

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