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# Council Minutes

Shire of Pingelly

Special Council Meeting

Wednesday 02 August 2023

## TABLE OF CONTENTS

1.	DECLARATION OF OPENING/ANNOUNCEMENT OF VISITORS .....	3
2.	ACKNOWLEDGEMENT OF COUNTRY .....	3
3.	ANNOUNCEMENTS BY THE PRESIDING MEMBER .....	3
4.	RECORD OF ATTENDANCE/APOLOGIES/APPROVED LEAVE OF ABSENCE .....	3
5.	PUBLIC QUESTION TIME .....	3
6.	DISCLOSURES OF INTEREST .....	3
7.	REPORTS OF COMMITTEES OF COUNCIL .....	3
8	OFFICE OF THE CHIEF EXECUTIVE OFFICER .....	4
8.1	Adoption of 2023/24 Budget and Fees and Charges .....	4
10.	DIRECTORATE OF CORPORATE AND COMMUNITY SERVICES.....	12
11.	DIRECTORATE OF WORKS REPORTS.....	12
12.	CLOSURE OF MEETING .....	12

**1. DECLARATION OF OPENING/ANNOUNCEMENT OF VISITORS**

The Chairman declared the meeting open at 2.06pm

**2. ACKNOWLEDGEMENT OF COUNTRY**

We acknowledge the Noongar people of this area and recognise their continuing connection to land, waters and community. We pay respect to both the Aboriginal and non-Aboriginal people past, present and emerging.

**3. ANNOUNCEMENTS BY THE PRESIDING MEMBER**

Nil

**4. RECORD OF ATTENDANCE/APOLOGIES/APPROVED LEAVE OF ABSENCE**

**Members Present**

Cr W Mulroney            President  
Cr B Hotham  
Cr P Narducci  
Cr A Oliveri  
Cr K Singh  
Cr P Wood

**Staff in Attendance**

Mr A Dover            Chief Executive Officer  
Mr P Burgess        Executive Works Manager  
Ms Z Macdonald    Executive Manager Corporate Services  
Mrs S Nyssen        Governance and Executive Officer

**Members of the Public**

Nil

**Apologies**

Cr J McBurney        Deputy President

**5. PUBLIC QUESTION TIME**

Nil

**6. DISCLOSURES OF INTEREST**

Nil

**7. REPORTS OF COMMITTEES OF COUNCIL**

Nil

## **8. OFFICE OF THE CHIEF EXECUTIVE OFFICER**

### **8.1 Adoption of 2023/24 Budget and Fees and Charges**

<b>File Reference:</b>	<b>ADM0067</b>
<b>Location:</b>	<b>Not Applicable</b>
<b>Applicant:</b>	<b>Not Applicable</b>
<b>Author:</b>	<b>Executive Manager Corporate Services</b>
<b>Disclosure of Interest:</b>	<b>Nil</b>
<b>Attachments:</b>	<b>Statutory Budget Schedule of Fees &amp; Charges</b>

#### **Summary**

The purpose of this report is to consider and adopt the Shire of Pingelly Budget for the 2023/2024 financial year, including imposition of rates and minimum payments, adoption of fees and charges, establishment of new reserve funds, setting of elected member's fees for the year and other consequential matters arising from the budget papers.

#### **Background**

Council is required to formally adopt an annual budget to guide the functions and operations of the local government and enable it to raise revenue and deliver services to the community.

#### **Comment**

The budget has been prepared to include information required by the *Local Government Act 1995*, *Local Government (Financial Management) Regulations 1996* and Australian Accounting Standards. The main features of the draft budget include:

- The budget has been prepared with a total rate revenue increase of 5% in line with the forward financial plans contained in the Plan for the Future. The proposed 2% increase for the Wheatbelt Secondary Freight Network has not been included with the draft budget due to the delayed commencement. The current \$165,000 funding has been provided to fund planning the future works and permits e.g. clearing permits and approvals under the *Aboriginal Cultural Heritage Act*.
- Fees and Charges have been increased by 3.5% and are itemised in the draft budget.
- Household and commercial waste charges have also increased by 7.0% and are itemised.
- A capital works program totalling \$2,950,330 for investment in infrastructure, buildings, plant and equipment and furniture and equipment is planned. Expenditure on road infrastructure is the major component of this in line with Council's strategy to increase the investment in road and associated assets. The Capital Road Program budget includes \$1,321,162 in road projects which is all grant funded from the following sources:

Main Roads	Regional Road Group	\$399,076
	Direct Grant	\$113,053
	Wheatbelt Secondary Freight Network	\$165,000
DITRDC	Roads to Recovery Program	\$181,566
	LRCI Phase	\$ 50,000
	LRCI Phase 4	\$154,355

- There are no new borrowings planned for the 2023/24 financial year.
- There is one new reserve accounts proposed for the PRACC facility. Whilst there is no proposed transfer to this reserve in 2023/2024, Council have recognised this as a future consideration for inclusion in the budget going forwards.

An estimated surplus of \$1.8m is the current financial position brought forward from 30 June 2023. However, this is unaudited and may change. Any change will be addressed as part of a future budget review.

### **Consultation**

While no specific consultation has occurred on the draft 2023/24 budget, significant community consultation and engagement has previously occurred during development of the Strategic Community Plan from which the Corporate Business Plan was developed.

Extensive internal consultation has occurred between all Divisions and through briefings and workshops with elected members.

### **Statutory Environment**

Section 6.2 of the *Local government Act 1995* requires that not later than 31 August in each financial year, or such extended time as the Minister allows, each local government is to prepare and adopt, in the form and manner prescribed, a budget for its Municipal Fund for the financial year ending on the next 30 June.

Divisions 5 and 6 of Part 6 of the *Local Government Act 1995* refer to the setting of budgets and raising of rates and charges. The *Local Government (Financial Management) Regulations 1996* details the form and content of the budget. The draft 2022/23 budget as presented is considered to meet statutory requirements.

### **Policy Implications**

Nil

### **Financial Implications**

A balanced budget for the 2023/24 financial year.

### **Economic Implications**

The draft 2023/2024 budget has been developed based on sound financial management and accountability principles and is considered to deliver a sustainable economic outcome for council and the community.

### **Social Implications**

The draft 2023/24 budget delivers social outcomes identified in Pingelly planning and community supporting strategies that have been adopted by the Council.

### **Environmental Implications**

The draft 2023/24 budget supports key environmental strategies and initiatives adopted by council.

### **Strategic Implications**

Goal 5	Innovation Leadership and Governance
Outcome 5.6	Financial systems are effectively managed
Strategy 5.6.1	Financial management and reporting systems are able to deliver on all administrative and management functions (including reporting) and long-term financial planning requirements

### **Risk Implications**

Risk	Failure to prepare and Council adopt an Annual budget by 31 August each year.
Risk Rating (Prior to Treatment or Control)	Low (4)
Principal Risk Theme	Statutory Compliance
Risk Action Plan (Controls or Treatment Proposed)	Preparation of the Annual Budget in a staged and planned process each year to be presented to Council before the 31 August each year for adoption.

**Risk Matrix**

Likelihood		Insignificant	Minor	Moderate	Major	Catastrophic
		1	2	3	4	5
Almost Certain	5	Medium (5)	High (10)	High (15)	Extreme (20)	Extreme (25)
Likely	4	Low (4)	Medium (8)	High (12)	High (16)	Extreme (20)
Possible	3	Low (3)	Medium (6)	Medium (9)	High (12)	High (15)
Unlikely	2	Low (2)	Low (4)	Medium (6)	Medium (8)	High (10)
Rare	1	Low (1)	Low (2)	Low (3)	Low (4)	Medium (5)

**Part A – Municipal Fund Budget for 2023/2024**

**Voting Requirements:**  
Absolute Majority

**Recommendation and Council Decision:**

**13298            Moved: Cr Oliveri            Seconded: Cr Wood**

Pursuant to the provisions of section 6.2 of the *Local Government Act 1995* and Part 3 of the *Local Government (Financial Management) Regulations 1996* the Council adopt the Municipal Fund Budget as contained in the attachment to this agenda and the minutes for the Shire of Pingelly for the 2023/24 financial year which includes the following:

- Statement of Comprehensive Income by Nature on page 2
- Statement of Cash Flows on Page 3
- Statement of Financial Activity on page 4 showing an amount required to be raised from rates of \$2,446,730
- Notes to and Forming Part of the Budget on pages 5 to 24

**CARRIED 6/0**

**For:**            President Mulrone, Crs Hotham, Narducci, Oliveri, Singh, Wood  
**Against:**    Nil

**Councillor comments in support of the motion:**

- Council congratulates the CEO, the EMCS and Shire staff on a balanced budget that represents Council’s priorities.
- Councillors appreciate the time and effort that goes into the budget.

**Councillor comments in opposing the motion:**

Nil

**Part B – General and Minimum Rates, Instalment Payment Arrangements**

**Voting Requirements:**

Absolute Majority

**Recommendation and Council Decision:**

**13299                      Moved: Cr Oliveri                      Seconded: Cr Hotham**

**1. Minimum Payments**

Residential (GRV)	\$1,043
Commercial (GRV)	\$1,043
Industrial (GRV)	\$1,043
Townsite (GRV)	\$1,043
Broadacre Rural (UV)	\$1,043

**2. Pursuant to section 6.45 of the *Local Government Act 1995* and regulation 64(2) of the *Local Government (Financial Management) Regulations 1996*, Council nominates the following due dates for the payment in full by instalments:**

- Full payment and 1st instalment due date                      26 September 2023
- 2nd half instalment due date    29 January 2024
- 1st quarterly instalment due date                                      26 September 2023
- 2nd quarterly instalment due date                                      27 November 2023
- 3rd quarterly instalment due date                                      29 January 2024
- 4th quarterly instalment due date                                      2 April 2024

**3. Pursuant to section 6.45 of the *Local Government Act 1995* and regulation 67 of the *Local Government (Financial Management) regulations 1996*, Council adopts an instalment administration charge where the owner has elected to pay rates (and service charges) through an instalment option of \$10 for each instalment after the initial instalment is paid.**

**4. Pursuant to section 6.45 of the *Local Government Act 1995* and regulation 68 of the *Local Government (Financial Management) Regulations 1996*, Council adopts an interest rate of 5.5% where the owner has elected to pay rates and service charges through an instalment option.**

**5. Pursuant to section 6.51 (1) and subject to section 6.51 (4) of the *Local Government Act 1995* and the *Local Government (Financial Management) Regulations 1996*, Council adopts an interest rate of 11% for rates (and service charges) and costs of proceedings to recover such charges that remains unpaid after becoming due and payable.**

**CARRIED 6/0**

**For:**                      President Mulroney, Crs Hotham, Narducci, Oliveri, Singh, Wood  
**Against:**              Nil

**Councillor comments in support of the motion:**

Nil

**Councillor comments in opposing the motion:**

Nil

**Part C – Reserve Funds – New Reserve Established 2023/2024**

**Voting Requirements:**

Absolute Majority

**Recommendation and Council Decision:**

**13300            Moved: Cr Narducci            Seconded: Cr Oliveri**

Pursuant to section 6.11 of the *Local Government Act 1995*, a PRACC Facility Reserve be established. The purpose of this Reserve is to be used for the Shire of Pingelly's contribution for Infrastructure maintenance, operation and renewal for future capital renewal.

**CARRIED 6/0**

**For:**            President Mulroney, Crs Hotham, Narducci, Oliveri, Singh, Wood

**Against:**      Nil

**Councillor comments in support of the motion:**

- The creation of the PRACC Facility Reserve is important for the renewal of this significant facility.

**Councillor comments in opposing the motion:**

Nil

**Part D – General Fees and Charges for 2023/2024**

**Voting Requirements:**

Absolute Majority

**Recommendation and Council Decision:**

**13301            Moved: Cr Wood            Seconded: Cr Oliveri**

Pursuant to section 6.16 of the *Local Government Act 1995*, Council adopts the Fees and charges included with the 2023/2024 budget.

**CARRIED 6/0**

**For:**            President Mulroney, Crs Hotham, Narducci, Oliveri, Singh, Wood

**Against:**      Nil

**Councillor comments in support of the motion:**

Nil

**Councillor comments in opposing the motion:**

Nil



**Part E – Other Statutory Fees for 2023/2024**

**Voting Requirements:**

Absolute Majority

**Recommendation and Council Decision:**

**13302                      Moved: Cr Hotham                      Seconded: Cr Oliveri**

1. Pursuant to section 53 of the *Cemeteries Act 1986* Council adopts the fees and charges for the Pingelly and Moorumbine cemeteries in the 2023/2024 budget, as amended.

2. Pursuant to section 67 of the *Waste Avoidance and Resources Recovery Act 2007*, Council adopt the following charges for the removal of domestic and commercial waste:

2.1 Residential Premises including recycling 240L Refuse Bin collected weekly and 240L Recycling Bin collected fortnightly                      \$370 pa

2.2 Commercial and Industrial Premises including recycling 240L Refuse Bin collected weekly and 240L Recycling Bin collected fortnightly                      \$370 pa

3. Pursuant to section 67 of the *Waste avoidance and Resources Recovery Act 2007*, and section 6.16 of the *Local Government Act 1995* Council adopt the following charges for the deposit of domestic and commercial waste (inclusive of GST where applicable):

- Refuse Site after Hours Access Fee (unsupervised)                      \$135.00
- Refuse Site after Hours Access Fee (supervised)                      \$120.00
- Burial of Hazardous Waste (per m<sup>3</sup>)                      \$170.00
- Building Rubble (per m<sup>3</sup>)                      \$ 59.00
- Green Waste – Non-Residents (per m<sup>3</sup>)                      \$ 14.00
- Septic Waste (per m<sup>3</sup>) as per licence                      \$ 27.00
- Contaminated or unsorted mixed loads (per m<sup>3</sup>)                      \$ 90.00

**CARRIED 6/0**

**For:**                      President Mulroney, Crs Hotham, Narducci, Oliveri, Singh, Wood  
**Against:**              Nil

**Councillor comments in support of the motion:**

Nil

**Councillor comments in opposing the motion:**

Nil

**Part F – Elected Members Fees and Charges**

**Voting Requirements:**

Absolute Majority

**Recommendation and Council Decision:**

**13303            Moved: Cr Narducci            Seconded: Cr Hotham**

1. Pursuant to section 5.99 of the *Local Government Act 1995* and regulation 34 of the *Local Government (Administration) Regulations 1996*, Council adopts the following annual fees for payment of elected members in lieu of individual meeting fees:

- President \$10,000
- Deputy President \$ 4,400
- Councillors \$ 4,000

2. Pursuant to section 5.98(5) of the *Local Government Act 1995* and regulation 33 of the *Local Government (Administration) Regulations 1996*, Council adopts the following annual local government allowance to be paid in addition to the annual meeting allowance:

- President \$1,500

3. Pursuant to section 5.98A of the *Local Government Act 1995* and regulations 33A of the *Local Government (Administration) Regulations 1996*, Council adopts the following annual local government allowance to be paid in addition to the annual meeting allowance:

- Deputy President \$500

**CARRIED 6/0**

**For:** President Mulrone, Crs Hotham, Narducci, Oliveri, Singh, Wood

**Against:** Nil

**Councillor comments in support of the motion:**

- The increase for the President's and Deputy President's allowance by \$300 and \$200 respectively is a relatively minor increase and is warranted in the light of rising fuel costs.

**Councillor comments in opposing the motion:**

Nil

**Part G – Material Variance Reporting for 2023/2024**

**Voting Requirements:**

Absolute Majority

**Recommendation and Council Decision:**

**13304            Moved: Cr Oliveri            Seconded: Cr Hotham**

**In accordance with regulation 34 (5) of the *Local Government (Financial Management) Regulations 1996*, and AASB 1031 Materiality, the level to be used in statements of financial activity in 2023/2024 for reporting material variances shall be 10% and \$10,000, whichever is the greater.**

**CARRIED 6/0**

**For:**            President Mulroney, Crs Hotham, Narducci, Oliveri, Singh, Wood

**Against:**      Nil

**Councillor comments in support of the motion:**

Nil

**Councillor comments in opposing the motion:**

Nil

**Part H – Early Payment Incentive Prize**

**Voting Requirements:**

Simple Majority

**Recommendation and Council Decision:**

**13305            Moved: Cr Narducci            Seconded: Cr Oliveri**

**That:**

- 1. Entry into the Early Payment of Rates competition be offered to ratepayers who have paid in full all rates and charges within 35 days of issue (26 September 2023);**
- 2. Entry into the Reliable Rates Incentive competition be offered to ratepayers who have a \$0 or credit balance as at 30 June 2023;**

**And that the draw be conducted at the 18 October 2023 Ordinary Council meeting following the close of the competition.**

**CARRIED 6/0**

**For:**            President Mulroney, Crs Hotham, Narducci, Oliveri, Singh, Wood

**Against:**      Nil

**Councillor comments in support of the motion:**

- This competition has been reviewed and amended which has breathed new life into it which will encourage ratepayers to pay in time and in full.

**Councillor comments in opposing the motion:**

Nil

**9. DIRECTORATE OF CORPORATE AND COMMUNITY SERVICES**

Nil

**10. DIRECTORATE OF WORKS**

Nil

**11. CLOSURE OF MEETING**

The Chairman declared the meeting closed at 02.21pm.

These minutes were confirmed by Council at the  
Ordinary Council Meeting held on 16 August 2023

Signed.....  
Presiding Person at the meeting at which the minutes  
were confirmed.

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

**LOCAL GOVERNMENT ACT 1995**

**TABLE OF CONTENTS**

Statement of Comprehensive Income	2
Statement of Cash Flows	3
Statement of Financial Activity	4
Index of Notes to the Budget	5
Fees and Charges Schedule	25

**SHIRE'S VISION**

Pingelly, a sustainable community, where a natural beauty and economic diversity provides opportunities for all.

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

	NOTE	2023/24 Budget	2022/23 Actual	2022/23 Budget
<b>Revenue</b>		\$	\$	\$
Rates	2(a)	2,446,730	2,330,171	2,330,002
Grants, subsidies and contributions	11	619,746	2,313,504	851,786
Fees and charges	14	427,668	345,608	389,449
Interest revenue	12(a)	48,997	51,290	34,740
Other revenue	12(b)	89,221	183,219	118,762
		3,632,362	5,223,792	3,724,739
<b>Expenses</b>				
Employee costs		(2,149,081)	(1,723,329)	(1,789,205)
Materials and contracts		(2,012,475)	(1,479,696)	(1,876,874)
Utility charges		(183,147)	(164,292)	(166,869)
Depreciation	6	(2,933,590)	(2,681,915)	(2,574,810)
Finance costs	12(d)	(89,641)	(102,671)	(103,356)
Insurance		(231,841)	(217,455)	(203,088)
Other expenditure		(93,111)	(83,338)	(105,444)
		(7,692,886)	(6,452,696)	(6,819,646)
		(4,060,524)	(1,228,904)	(3,094,907)
Capital grants, subsidies and contributions	11	2,606,381	2,362,163	2,885,480
Profit on asset disposals	5	2,000	17,526	0
Loss on asset disposals		(9,300)	(24,430)	(5,000)
		2,599,081	2,355,259	2,880,480
<b>Net result for the period</b>		<b>(1,461,443)</b>	<b>1,126,355</b>	<b>(214,427)</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>(1,461,443)</b>	<b>1,126,355</b>	<b>(214,427)</b>

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

**SHIRE OF PINGELLY**  
**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		\$ 2,446,730	\$ 2,315,057	\$ 2,380,002
Grants, subsidies and contributions		619,746	2,342,089	799,428
Fees and charges		427,668	345,608	389,449
Interest revenue		48,997	51,290	34,740
Goods and services tax received		361,803	310,160	221,896
Other revenue		89,221	183,219	118,762
		3,994,165	5,547,423	3,944,277
<b>Payments</b>				
Employee costs		(2,149,081)	(1,683,523)	(1,789,205)
Materials and contracts		(2,012,475)	(1,699,377)	(1,661,874)
Utility charges		(183,147)	(164,292)	(166,869)
Finance costs		(89,641)	(102,808)	(103,356)
Insurance		(231,841)	(217,455)	(203,088)
Goods and services tax paid		(361,803)	(361,803)	(221,896)
Other expenditure		(93,111)	(83,338)	(105,444)
		(5,121,099)	(4,312,596)	(4,251,732)
<b>Net cash provided by (used in) operating activities</b>	4	(1,126,934)	1,234,827	(307,455)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Payments for purchase of property, plant & equipment	5(a)	(1,629,168)	(1,096,254)	(1,226,232)
Payments for construction of infrastructure	5(b)	(1,321,162)	(1,246,724)	(1,778,432)
Capital grants, subsidies and contributions		2,606,381	2,008,432	2,521,377
Proceeds from sale of property, plant and equipment	5(a)	42,000	80,817	12,000
Proceeds on financial assets at amortised cost - self supporting loans	7(a)	21,230	19,920	19,920
<b>Net cash provided by (used in) investing activities</b>		(280,719)	(233,809)	(451,367)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>				
Repayment of borrowings	7(a)	(135,336)	(1,226,872)	(1,226,872)
Payments for principal portion of lease liabilities	8	(98,891)	(102,648)	(107,879)
Proceeds on disposal of financial assets at amortised cost - term deposits		0	(109,982)	0
<b>Net cash provided by (used in) financing activities</b>		(234,227)	(1,439,502)	(1,334,751)
<b>Net increase (decrease) in cash held</b>		(1,641,880)	(438,484)	(2,093,573)
Cash at beginning of year		2,155,849	2,594,332	3,460,955
<b>Cash and cash equivalents at the end of the year</b>	4	<b>513,969</b>	<b>2,155,848</b>	<b>1,367,382</b>

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

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

		2023/24	2022/23	2022/23
	NOTE	Budget	Actual	Budget
<b>OPERATING ACTIVITIES</b>				
<b>Revenue from operating activities</b>				
General rates	2(a)	\$ 2,446,730	\$ 2,330,171	\$ 2,329,767
Rates excluding general rates	2(a)	0	0	235
Grants, subsidies and contributions	11	619,746	2,313,504	851,786
Fees and charges	14	427,668	345,608	389,449
Interest revenue	12(a)	48,997	51,290	34,740
Other revenue	12(b)	89,221	183,219	118,762
Profit on asset disposals	5	2,000	17,526	0
		<b>3,634,362</b>	<b>5,241,318</b>	<b>3,724,739</b>
<b>Expenditure from operating activities</b>				
Employee costs		(2,149,081)	(1,723,329)	(1,789,205)
Materials and contracts		(2,012,475)	(1,479,696)	(1,876,874)
Utility charges		(183,147)	(164,292)	(166,869)
Depreciation	6	(2,933,590)	(2,681,915)	(2,574,810)
Finance costs	12(d)	(89,641)	(102,671)	(103,356)
Insurance		(231,841)	(217,455)	(203,088)
Other expenditure		(93,111)	(83,338)	(105,444)
Loss on asset disposals	5	(9,300)	(24,430)	(5,000)
		<b>(7,702,186)</b>	<b>(6,477,126)</b>	<b>(6,824,646)</b>
Non-cash amounts excluded from operating activities	3(b)	2,940,890	2,688,819	2,579,810
<b>Amount attributable to operating activities</b>		<b>(1,126,934)</b>	<b>1,453,011</b>	<b>(520,097)</b>
<b>INVESTING ACTIVITIES</b>				
<b>Inflows from investing activities</b>				
Capital grants, subsidies and contributions	11	2,606,381	2,362,163	2,885,480
Proceeds from disposal of assets	5	42,000	80,817	12,000
Proceeds from financial assets at amortised cost - self supporting loans	7(a)	21,230	19,920	19,920
		<b>2,669,611</b>	<b>2,462,900</b>	<b>2,917,400</b>
<b>Outflows from investing activities</b>				
Payments for property, plant and equipment	5(a)	(1,629,168)	(1,096,254)	(1,226,232)
Payments for construction of infrastructure	5(b)	(1,321,162)	(1,246,724)	(1,778,432)
		<b>(2,950,330)</b>	<b>(2,342,978)</b>	<b>(3,004,664)</b>
<b>Amount attributable to investing activities</b>		<b>(280,719)</b>	<b>119,922</b>	<b>(87,264)</b>
<b>FINANCING ACTIVITIES</b>				
<b>Inflows from financing activities</b>				
Transfers from reserve accounts	9(a)	269,691	196,150	161,150
		<b>269,691</b>	<b>196,150</b>	<b>161,150</b>
<b>Outflows from financing activities</b>				
Repayment of borrowings	7(a)	(135,336)	(1,226,872)	(1,226,872)
Payments for principal portion of lease liabilities	8	(98,891)	(102,648)	(107,879)
Transfers to reserve accounts	9(a)	(504,638)	(306,132)	(303,195)
		<b>(738,865)</b>	<b>(1,635,652)</b>	<b>(1,637,946)</b>
<b>Amount attributable to financing activities</b>		<b>(469,174)</b>	<b>(1,439,502)</b>	<b>(1,476,796)</b>
<b>MOVEMENT IN SURPLUS OR DEFICIT</b>				
<b>Surplus or deficit at the start of the financial year</b>	3	1,876,827	1,743,396	2,084,157
Amount attributable to operating activities		(1,126,934)	1,453,011	(520,097)
Amount attributable to investing activities		(280,719)	119,922	(87,264)
Amount attributable to financing activities		(469,174)	(1,439,502)	(1,476,796)
<b>Surplus or deficit at the end of the financial year</b>	3	<b>0</b>	<b>1,876,827</b>	<b>0</b>

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



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

Note 1	Basis of Preparation	6
Note 2	Rates and Service Charges	8
Note 3	Net Current Assets	10
Note 4	Reconciliation of cash	13
Note 5	Fixed Assets	14
Note 6	Depreciation	15
Note 7	Borrowings	16
Note 8	Lease Liabilities	18
Note 9	Reserve Accounts	19
Note 10	Revenue Recognition	20
Note 11	Program Information	21
Note 12	Other Information	23
Note 13	Elected Members Remuneration	24
Note 18	Fees and Charges	26

**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 PINGELLY**  
**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 PINGELLY**  
**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>										
GRV - Residential	Gross rental Valuations	0.140900	321	3,661,944	515,968	0	0	515,968	489,444	486,282
GRV - Rural Residential	Gross rental Valuations	0.140900	65	807,924	113,836	0	0	113,836	108,399	108,397
GRV - Commercial Industrial	Gross rental Valuations	0.140900	28	396,080	55,808	0	0	55,808	53,142	53,141
GRV - Townsites	Gross rental Valuations	0.140900	13	155,480	21,907	0	0	21,907	19,396	19,395
UV - Broadacre Rural	Unimproved valuations	0.00729	238	214,707,000	1,566,073	0	0	1,566,073	1,484,029	1,486,791
<b>Total general rates</b>			665	219,728,428	2,273,592	0	0	2,273,592	2,154,410	2,154,006
<b>(ii) Minimum payment</b>										
		\$								
GRV - Residential	Gross rental Valuations	1,043	61	82,646	63,623	0	0	63,623	61,566	61,566
GRV - Rural Residential	Gross rental Valuations	1,043	23	55,170	23,989	0	0	23,989	23,832	23,832
GRV - Commercial Industrial	Gross rental Valuations	1,043	13	55,980	13,559	0	0	13,559	13,902	13,902
GRV - Townsites	Gross rental Valuations	1,043	7	15,685	7,301	0	0	7,301	7,944	7,944
UV - Broadacre Rural	Unimproved valuations	1,043	62	5,573,662	64,666	0	0	64,666	68,517	68,517
<b>Total minimum payments</b>			166	5,783,143	173,138	0	0	173,138	175,761	175,761
<b>Total general rates and minimum payments</b>			831	225,511,571	2,446,730	0	0	2,446,730	2,330,171	2,329,767
<b>(iv) Ex-gratia rates</b>										
Ex-gratia rates					0	0	0	0	0	235
<b>Total ex-gratia rates</b>			0	0	0	0	0	0	0	235
<b>Total rates</b>					2,446,730	0	0	2,446,730	2,330,171	2,330,002
<b>Total rates</b>					2,446,730	0	0	2,446,730	2,330,171	2,330,002

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 PINGELLY**  
**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 26 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 26 September 2023 or 35 days after the date of issue appearing on the rate notice, whichever is the later, including all arrears and half the current rates and service charges; and Second instalment to be made on or before 29 January 2024 or 4 months after the first instalment, whichever is the later.

**Option 3 (Four Instalments)**

First instalment to be made on or before 26 September 2023 or 35 days after the date of issue appearing on the rate notice, whichever is the later including all arrears and a quarter of the current rates and service charges;

Second instalment to be made on or before 27 November 2023 or 2 months after the first instalment, whichever is the later;

Third instalment to be made on or before 29 January 2024 or 2 months after the second instalment, whichever is the later; and

Fourth instalment to be made on or before 2 April 2024 or 2 months after the third instalment, whichever is the 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	26/09/2023	0	0.00%	11.00%
<b>Option two</b>				
First instalment	26/09/2023	0	5.50%	11.00%
Second instalment	29/01/2024	10	5.50%	11.00%
<b>Option three</b>				
First instalment	26/09/2023	0	5.50%	11.00%
Second instalment	27/11/2023	10	5.50%	11.00%
Third instalment	29/01/2024	10	5.50%	11.00%
Fourth instalment	2/04/2024	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	4,500	4,050	4,500
Instalment plan interest earned	8,250	8,151	8,254
Interest on ESL	800	670	800
Interest on deferred rates	970	970	450
Unpaid rates and service charge interest earned	12,500	12,416	12,972
	<b>27,020</b>	<b>26,257</b>	<b>26,976</b>

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

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

**SHIRE OF PINGELLY**  
**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  
 Inventories  
 Other assets

Note	2023/24 Budget 30 June 2024	2022/23 Actual 30 June 2023	2022/23 Budget 30 June 2023
	\$	\$	\$
4	513,969	2,155,849	1,367,382
	961,511	961,511	6,432
	497,170	497,170	315,923
	2,105	2,105	18,986
	51,273	51,273	
	2,026,028	3,667,908	1,708,723
	(330,141)	(330,141)	(363,713)
	(45,924)	(45,924)	(50,000)
	(453,504)	(453,504)	(300,000)
8	(98,891)	(98,891)	(92,859)
7	0	(135,336)	0
	(347,736)	(347,736)	(391,552)
	(25,287)	(25,287)	(25,743)
	(1,301,483)	(1,436,819)	(1,223,867)
	724,545	2,231,089	484,856
3(c)	(724,545)	(354,262)	(484,856)
	0	1,876,827	0

**Less: current liabilities**

Trade and other payables  
 Contract liabilities  
 Capital grant/contribution liability  
 Lease liabilities  
 Long term borrowings  
 Employee provisions  
 Other provisions

**Net current assets**

**Less: Total adjustments to net current assets**

**Net current assets used in the Rate Setting Statement**

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

**3. NET CURRENT ASSETS (CONTINUED)**

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

**Items excluded from calculation of budgeted deficiency**

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

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

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

**Adjustments to operating activities**

Less: Profit on asset disposals

Add: Loss on asset disposals

Add: Depreciation

**Non cash amounts excluded from operating activities**

**(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

Less: Current assets not expected to be received at end of year

- Current financial assets at amortised cost - self supporting loans

- Other liabilities [describe]

Add: Current liabilities not expected to be cleared at end of year

- Current portion of borrowings

- Current portion of lease liabilities

- Current portion of employee benefit provisions held in reserve

**Total adjustments to net current assets**

Note	2023/24 Budget 30 June 2024	2022/23 Actual 30 June 2023	2022/23 Budget 30 June 2023
	\$	\$	\$
5	(2,000)	(17,526)	0
5	9,300	24,430	5,000
6	2,933,590	2,681,915	2,574,810
	2,940,890	2,688,819	2,579,810
9	(1,191,458)	(956,511)	(988,573)
	0	0	(1,437)
	(5,000)	(5,000)	(5,000)
	0	135,336	0
	98,891	98,891	92,859
	373,022	373,022	417,295
	(724,545)	(354,262)	(484,856)

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.



**SHIRE OF PINGELLY**  
**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		\$ 513,969	\$ 2,155,849	\$ 520,853
Term deposits		0	0	846,529
<b>Total cash and cash equivalents</b>		<b>513,969</b>	<b>2,155,849</b>	<b>1,367,382</b>
Held as				
- Unrestricted cash and cash equivalents	3(a)	(174,482)	1,702,345	3,066
- Restricted cash and cash equivalents	3(a)	688,451	453,504	1,364,316
		<b>513,969</b>	<b>2,155,849</b>	<b>1,367,382</b>
<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		688,451	453,504	1,364,316
- Restricted financial assets at amortised cost - term deposits	3(a)	956,511	956,511	0
		<b>1,644,962</b>	<b>1,410,015</b>	<b>1,364,316</b>
The assets are restricted as a result of the specified purposes associated with the liabilities below:				
Financially backed reserves	9	1,191,458	956,511	988,573
Unspent capital grants, subsidies and contribution liabilities		453,504	453,504	375,743
		<b>1,644,962</b>	<b>1,410,015</b>	<b>1,364,316</b>
<b>Reconciliation of net cash provided by operating activities to net result</b>				
<b>Net result</b>		<b>(1,461,443)</b>	<b>1,126,355</b>	<b>(214,427)</b>
Depreciation	6	2,933,590	2,681,915	2,574,810
(Profit)/loss on sale of asset	5	7,300	6,904	5,000
(Increase)/decrease in receivables		0	43,263	75,000
(Increase)/decrease in inventories		0	17,589	0
(Increase)/decrease in other assets		0	(46,629)	0
Increase/(decrease) in payables		0	(150,972)	215,000
Increase/(decrease) in contract liabilities		0	(81,435)	(77,358)
Increase/(decrease) in unspent capital grants		0	(353,731)	(364,103)
Capital grants, subsidies and contributions		(2,606,381)	(2,008,432)	(2,521,377)
<b>Net cash from operating activities</b>		<b>(1,126,934)</b>	<b>1,234,827</b>	<b>(307,455)</b>

**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 PINGELLY  
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	2023/24 Budget	2023/24 Budget	2023/24 Budget	2022/23 Actual	2022/23 Actual	2022/23	2022/23 Actual	2022/23 Actual	2022/23 Budget	2022/23 Budget	2022/23 Budget	2022/23 Budget	2022/23 Budget		
	2023/24 Budget Additions	In-kind Additions	Disposals - Net Book Value	Disposals - Sale Proceeds	Disposals - Profit or Loss	2022/23 Actual Additions	In-kind Additions	Disposals - Net Book Value	Disposals - Sale Proceeds	Disposals - Profit or Loss	2022/23 Budget Additions	In-kind Additions	Disposals - Net Book Value	Disposals - Sale Proceeds	Disposals - Profit or Loss	
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	
<b>(a) Property, Plant and Equipment</b>																
Buildings - non-specialised	1,324,477	0	0	0	0	206,380	0	0	0	0	803,782	0	0	0	0	0
Furniture and equipment	25,000	0	0	0	0	0	0	0	0	0	37,150	0	0	0	0	0
Plant and equipment	279,691	0	49,300	42,000	(7,300)	889,874	0	63,291	80,817	17,526	385,300	0	17,000	12,000	(5,000)	
<b>Total</b>	<b>1,629,168</b>	<b>0</b>	<b>49,300</b>	<b>42,000</b>	<b>(7,300)</b>	<b>1,096,254</b>	<b>0</b>	<b>63,291</b>	<b>80,817</b>	<b>17,526</b>	<b>1,226,232</b>	<b>0</b>	<b>17,000</b>	<b>12,000</b>	<b>(5,000)</b>	
<b>(b) Infrastructure</b>																
Infrastructure - roads	967,970	0	0	0	0	725,009	0	0	0	0	827,344	0	0	0	0	0
Other infrastructure - footpaths	0	0	0	0	0	0	0	0	0	0	12,244	0	0	0	0	0
Other infrastructure - Kerbs and drains	0	0	0	0	0	0	0	0	0	0	734,194	0	0	0	0	0
Other infrastructure - other	353,192	0	0	0	0	403,417	0	0	0	0	204,650	0	0	0	0	0
Other infrastructure - bridges	0	0	0	0	0	118,298	0	0	0	0	0	0	0	0	0	0
<b>Total</b>	<b>1,321,162</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>1,246,724</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>1,778,432</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>(c) Right of Use Assets</b>																
Right of use - plant and equipment	0	0	0	0	0	0	0	24,430	0	(24,430)	0	0	0	0	0	0
Right of use - furniture and fittings	0	0	0	0	0	16,032	0	0	0	0	0	0	0	0	0	0
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>16,032</b>	<b>0</b>	<b>24,430</b>	<b>0</b>	<b>(24,430)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Total</b>	<b>2,950,330</b>	<b>0</b>	<b>49,300</b>	<b>42,000</b>	<b>(7,300)</b>	<b>2,359,010</b>	<b>0</b>	<b>87,721</b>	<b>80,817</b>	<b>(6,904)</b>	<b>3,004,664</b>	<b>0</b>	<b>17,000</b>	<b>12,000</b>	<b>(5,000)</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 PINGELLY**  
**NOTES TO AND FORMING PART OF THE BUDGET**  
**FOR THE YEAR ENDED 30 JUNE 2024**

**6. DEPRECIATION**

**By Class**

	2023/24 Budget	2022/23 Actual	2022/23 Budget
	\$	\$	\$
Buildings - non-specialised	14,276	13,051	138,878
Buildings - specialised	374,211	342,107	207,753
Furniture and equipment	13,657	12,485	12,214
Plant and equipment	211,514	193,368	152,301
Infrastructure - roads	1,367,727	1,250,389	1,187,186
Other infrastructure - footpaths	46,501	42,512	42,789
Other infrastructure - Kerbs and drains	237,299	216,941	216,941
Other infrastructure - other	352,474	322,235	328,454
Other infrastructure - bridges	257,194	235,129	234,464
Right of use - plant and equipment	33,405	30,539	24,995
Right of use - furniture and fittings	25,332	23,159	28,835
	<b>2,933,590</b>	<b>2,681,915</b>	<b>2,574,810</b>

**By Program**

Governance	106,498	96,085	101,595
Law, order, public safety	94,237	88,132	45,979
Education and welfare	33,430	30,353	30,336
Community amenities	29,290	26,044	26,579
Recreation and culture	549,716	498,137	494,030
Transport	1,959,700	1,779,367	1,714,900
Economic services	58,634	52,958	54,953
Other property and services	102,085	110,839	106,438
	<b>2,933,590</b>	<b>2,681,915</b>	<b>2,574,810</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 - non-specialised	5 to 60 years
Buildings - specialised	5 to 50 years
Furniture and equipment	1 to 10 years
Plant and equipment	2 to 50 years
Infrastructure - roads	15 to 80 years
Other infrastructure - footpaths	20 to 80 years
Other infrastructure - Kerbs and drains	8 to 100 years
Other infrastructure - other	30 to 75 years
Other infrastructure - bridges	10 to 75 Years
Right of use - plant and equipment	Based on the remaining lease
Right of use - furniture and fittings	Based on the remaining lease

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

7. BORROWINGS

(a) Borrowing repayments

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

Purpose	Loan Number	Institution	Interest Rate	Budget 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
				\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Recreation and Culture Centre	123	WATC	4.20%	1,739,757	0	(114,106)	1,625,651	(72,055)	1,849,207	0	(109,450)	1,739,757	(76,699)	1,849,207	0	(109,450)	1,739,757	(76,712)
Recreation and Culture Centre	124	WATC	0.70%	0	0	0	0	0	1,097,502	0	(1,097,502)	0	(3,468)	1,097,502	0	(1,097,502)	0	(3,586)
				1,739,757	0	(114,106)	1,625,651	(72,055)	2,946,709	0	(1,206,952)	1,739,757	(80,167)	2,946,709	0	(1,206,952)	1,739,757	(80,298)
<b>Self Supporting Loans</b>																		
Education and Welfare	120	WATC	6.47%	93,669	0	(21,230)	72,439	(5,722)	113,589	0	(19,920)	93,669	(7,025)	113,589	0	(19,920)	93,669	(7,032)
				93,669	0	(21,230)	72,439	(5,722)	113,589	0	(19,920)	93,669	(7,025)	113,589	0	(19,920)	93,669	(7,032)
				1,833,426	0	(135,336)	1,698,090	(77,777)	3,060,298	0	(1,226,872)	1,833,426	(87,192)	3,060,298	0	(1,226,872)	1,833,426	(87,330)

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

**SHIRE OF PINGELLY**  
**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	500,000	500,000	500,000
Bank overdraft at balance date	0	0	0
Credit card limit	20,000	15,000	20,000
Credit card balance at balance date	0	(4,786)	0
<b>Total amount of credit unused</b>	<b>520,000</b>	<b>510,214</b>	<b>520,000</b>
<b>Loan facilities</b>			
Loan facilities in use at balance date	1,698,090	1,833,426	1,833,426

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

**8. LEASE LIABILITIES**

Purpose	Lease Number	Institution	Lease Interest Rate	Lease Term	Budget Lease	2023/24 Budget	2023/24 Budget Lease	Budget Lease	2023/24 Budget Lease	Actual	2022/23 Actual	2022/23 Actual	Actual	2022/23 Actual	Budget	2022/23 Budget	2022/23 Budget	Budget Lease	2022/23 Budget
					Principal 1 July 2023	New Leases	Principal Repayments	Principal outstanding 30 June 2024	Interest Repayments	Principal 1 July 2022	New Leases	Principal repayments 30 June 2023	Interest repayments	Principal 1 July 2022	New Leases	Principal repayments 30 June 2023	Interest repayments	Principal 1 July 2022	New Leases
Photocopier	001	Classic Funding Group	3.00%	5	21,456	0	(3,421)	18,035	(587)	16,154	16,031	(10,729)	21,456	(157)	16,154	0	(16,154)	0	(824)
Computer Server	002	Vestone Capital	5.40%	5	5,492	0	(3,612)	1,880	(225)	8,914	0	(3,422)	5,492	(413)	32,798	0	(8,788)	24,010	(1,932)
Solar System -Admin	003	Vestone Capital	5.40%	5	24,010	0	(9,242)	14,768	(1,045)	32,798	0	(8,788)	24,010	(1,518)	8,913	0	(3,442)	5,471	(592)
CCTV Server	005	Vestone Capital	6.00%	5	12,230	0	(4,216)	8,014	(643)	16,201	0	(3,971)	12,230	(888)	15,901	0	(3,971)	11,930	(818)
Motor Grader	004	Vestone Capital	3.10%	5	170,833	0	(62,421)	108,412	(4,400)	231,357	0	(60,524)	170,833	(6,297)	231,357	0	(60,524)	170,833	(11,860)
Loader	007	Vestone Capital	8.40%	5	71,356	0	(15,979)	55,377	(4,964)	86,570	0	(15,214)	71,356	(6,206)	0	0	(15,000)	(15,000)	0
					305,377	0	(98,891)	206,486	(11,864)	391,994	16,031	(102,648)	305,377	(15,479)	305,123	0	(107,879)	197,244	(16,026)

**MATERIAL ACCOUNTING POLICIES**

**LEASES**

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

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

**LEASE LIABILITIES**

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

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

**9. RESERVE ACCOUNTS**

**(a) Reserve Accounts - Movement**

	2023/24 Budget Opening Balance	2023/24 Budget Transfer to	2023/24 Budget Transfer (from)	2023/24 Budget Closing Balance	2022/23 Actual Opening Balance	2022/23 Actual Transfer to	2022/23 Actual Transfer (from)	2022/23 Actual Closing Balance	2022/23 Budget Opening Balance	2022/23 Budget Transfer to	2022/23 Budget Transfer (from)	2022/23 Budget Closing Balance
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
<b>Restricted by council</b>												
(a) Reserve cash backed - Leave reserve	198,012	275	0	198,287	196,395	1,617	0	198,012	196,395	185	0	196,580
(b) Reserves cash backed -Plant reserve	165,988	329,054	(269,691)	225,351	85,124	239,864	(159,000)	165,988	85,124	239,407	(124,000)	200,531
(c) Reserve cash backed - Building reserve	378,019	56,077	0	434,096	374,932	3,087	0	378,019	374,932	2,068	0	377,000
(d) Reserve cash backed - Electronic equipment reserve	53,094	24,663	0	77,757	54,793	35,451	(37,150)	53,094	54,793	35,249	(37,150)	52,892
(e) Reserve cash backed - Community bus reserve	64,342	50,328	0	114,670	43,980	20,362	0	64,342	43,979	20,220	0	64,199
(f) Reserve cash backed - Swimming Pool reserve	38,345	40,247	0	78,592	33,073	5,272	0	38,345	33,072	5,166	0	38,238
(g) Reserve cash backed - Refuse Site Rehabilitation reserve	16,369	1,122	0	17,491	16,235	134	0	16,369	16,236	82	0	16,318
(h) Reserve cash backed - Tutanning Nature reserve	2,013	1,682	0	3,695	1,997	16	0	2,013	1,997	18	0	2,015
(i) Reserve cash backed - Wheatbelt Secondary Freight Network	40,329	1,190	0	41,519	40,000	329	0	40,329	40,000	800	0	40,800
(j) Reserve cash Backed - PRACC Facility Reserve	0	0	0	0	0	0	0	0	0	0	0	0
	956,511	504,638	(269,691)	1,191,458	846,529	306,132	(196,150)	956,511	846,528	303,195	(161,150)	988,573

**(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) Reserve cash backed - Leave reserve	Ongoing	to fund annual and long service leave requirements
(b) Reserves cash backed -Plant reserve	Ongoing	for the purchase of major plant
(c) Reserve cash backed - Building reserve	Ongoing	to fund the renovation/purchase of Shire of Pingelly buildings and recreation
(d) Reserve cash backed - Electronic equipment reserve	Ongoing	to fund the purchase of information technology hardware and software equipment
(e) Reserve cash backed - Community bus reserve	Ongoing	to fund the change over of the community bus
(f) Reserve cash backed - Swimming Pool reserve	Ongoing	to fund the upgrading of the swimming pool complex
(g) Reserve cash backed - Refuse Site Rehabilitation reserve	Ongoing	to facilitate the rehabilitation/closure of the town refuse site
(h) Reserve cash backed - Tutanning Nature reserve	Ongoing	for the operations, improvements and promotion of the Tutanning Nature reserve
(i) Reserve cash backed - Wheatbelt Secondary Freight Network	Ongoing	for the Shire of Pingelly's contribution for infrastructure renewal for the future Wheatbelt Secondary Freight Network capital renewal
(j) Reserve cash Backed - PRACC Facility Reserve	Ongoing	for the Shire of Pingelly's PRACC Facility for operations, improvements and maintenance

10 REVENUE RECOGNITION

MATERIAL ACCOUNTING POLICIES

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

Revenue Category	Nature of goods and services	When obligations typically satisfied	Payment terms	Returns/Refunds/Warranties	Determination of transaction price	Allocating transaction price	Measuring obligations for returns	Timing of Revenue recognition
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
Grant contracts with customers	Community events, minor facilities, research, design, planning evaluation and services	Over time	Fixed terms transfer of funds based on agreed milestones and reporting	Contract obligation if project not complete	Set by mutual agreement with the customer	Based on the progress of works to match performance obligations	Returns limited to repayment of transaction price of terms breached	Output method based on project milestones and/or completion date matched to performance obligations as inputs are shared
Grants, subsidies or contributions for the construction of non-financial assets	Construction or acquisition of recognisable non-financial assets to be controlled by the local government	Over time	Fixed terms transfer of funds based on agreed milestones and reporting	Contract obligation if project not complete	Set by mutual agreement with the customer	Based on the progress of works to match performance obligations	Returns limited to repayment of transaction price of terms breached	Output method based on project milestones and/or completion date matched to performance obligations as inputs are shared
Grants with no contractual commitments	General appropriations and contributions with no specific contractual commitments	No obligations	Not applicable	Not applicable	Cash received	On receipt of funds	Not applicable	When assets are controlled
Fees and charges - pool Inspections	Compliance safety check	Single point in time	Equal proportion based on an equal annual fee	None	Set by State legislation	Apportioned equally across the inspection cycle	No refunds	After inspection complete based on a 4 year cycle
Fees and charges - other inspections	Regulatory Food, Health and Safety	Single point in time	Full payment . None prior to inspection	None	Set by State legislation or limited by legislation to the cost of provision	Applied fully on time of inspection	Not applicable	Revenue recognised after inspection event occurs
Fees and charges - 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
Fees and charges - 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
Fees and charges - waste management entry fees	Waste treatment, recycling and disposal service at disposal sites	Single point in time	Payment in advance at gate or on normal trading terms if credit provided	None	Adopted by council annually	Based on timing of entry to facility	Not applicable	On entry to facility
Fees and charges - property hire and entry	Use of Halls and facilities	Single point in time	In full in advance	Refund if event cancelled within 7 days	Adopted by council annually	Based on timing of entry to facility	Returns limited to repayment of transaction price	On entry or at conclusion of hire
Fees and charges - memberships	Gym and Pool membership	Over time	Payment in full in advance	Refund for unused portion on application	Adopted by council annually	Apportioned equally across the collection period	Returns limited to repayment of transaction price	Output method based on provision of service or completion of works
Fees and charges - 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
Fees and charges - fines	Fines issued for breaches of local laws	Single point in time	Payment in full within defined time	None	Adopted by Council through local law	When taxable event occurs	Not applicable	When fine notice is issued



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

**11. PROGRAM INFORMATION**

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

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

<b>OBJECTIVE</b>	<b>ACTIVITIES</b>
<p><b>Governance</b> Effective leadership and Governance.</p>	Administration and operation of facilities and services to members of Council: other costs that relate to the tasks of assisting elected members and ratepayers on matters which do not concern specific Council services
<p><b>General purpose funding</b> A financially sustainable Shire.</p>	Rates, general purpose government grants and interest revenue.
<p><b>Law, order, public safety</b> A safe community.</p>	Fire prevention, animal control and assistance to emergency services.
<p><b>Health</b> Health and family support services that are accessible and meet the needs of the community.</p>	Food quality control, provision of doctor services.
<p><b>Education and welfare</b> Quality of life for the aged and disables. Development and participation of young people.</p>	Maintenance of a daycare centre and assistance to the provision of aged care accommodation.
<p><b>Community amenities</b> Appropriate development which is diverse in nature and protects local heritage.</p>	Rubbish and recyclables collection and disposal services, operation of the refuse site, administration of the town planning scheme, maintenance of the cemetery, maintenance of the public toilets and maintenance of the storm water drainage.
<p><b>Recreation and culture</b> Access to recreation, sporting and leisure opportunities.</p>	Maintenance of the Town Hall, Pingelly Recreation and Cultural Centre, recreation ground, swimming pool complex, reserves, operation of the library together with support of cultural events.
<p><b>Transport</b> Safe and reliable transport infrastructure.</p>	Construction and maintenance of streets, roads, bridges, cleaning and lighting of streets and depot maintenance.
<p><b>Economic services</b> Support the promotion and marketing of local businesses and tourism initiatives.</p>	The regulation and provision of building control, control of noxious weeds and vermin, standpipe water supplies and area promotion.
<p><b>Other property and services</b> Provide support services for works and plant operations.</p>	Private works operations, plant repairs and operation costs.

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

**11 PROGRAM INFORMATION (Continued)**

**(b) Income and expenses**

**Income excluding grants, subsidies and contributions**

	<b>2023/24 Budget</b>	<b>2022/23 Actual</b>	<b>2022/23 Budget</b>
	\$	\$	\$
Governance	70,260	62,186	57,225
General purpose funding	2,520,666	2,406,865	2,382,674
Law, order, public safety	10,617	7,617	9,667
Health	2,694	2,682	2,461
Education and welfare	12,731	14,781	18,041
Community amenities	242,730	224,999	220,740
Recreation and culture	32,141	95,921	68,816
Transport	4,000	17,526	2,000
Economic services	52,550	45,703	51,950
Other property and services	66,227	49,534	59,379

**3,014,616**      **2,927,814**      **2,872,953**

**Grants, subsidies and contributions**

General purpose funding	49,031	2,053,896	371,198
Law, order, public safety	456,662	77,019	308,620
Education and welfare	1,000	0	5,000
Community amenities	0	4,920	0
Recreation and culture	0	18,733	3,000
Transport	113,053	128,275	96,823
Economic services	0	30,661	67,145

**619,746**      **2,313,504**      **851,786**

**Capital grants, subsidies and contributions**

Governance	25,000	0	0
Law, order, public safety	1,116,814	763,345	724,714
Education and welfare	55,194	50,000	0
Recreation and culture	318,368	253,315	556,194
Transport	1,006,712	1,289,796	1,494,572
Economic services	84,293	5,707	110,000

**2,606,381**      **2,362,163**      **2,885,480**

**Total Income**

**6,240,743**      **7,603,481**      **6,610,219**

**Expenses**

Governance	(678,281)	(477,943)	(462,669)
General purpose funding	(240,620)	(234,827)	(226,770)
Law, order, public safety	(696,320)	(383,215)	(513,836)
Health	(201,126)	(182,723)	(184,622)
Education and welfare	(110,229)	(110,174)	(111,862)
Community amenities	(439,224)	(389,612)	(406,344)
Recreation and culture	(1,631,589)	(1,538,031)	(1,509,928)
Transport	(3,231,052)	(2,672,023)	(2,877,742)
Economic services	(467,466)	(437,052)	(526,663)
Other property and services	(6,279)	(51,526)	(4,210)

**Total expenses**

**(7,702,186)**      **(6,477,126)**      **(6,824,646)**

**Net result for the period**

**(1,461,443)**      **1,126,355**      **(214,427)**

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

**12. OTHER INFORMATION**

**The net result includes as revenues**

**(a) Interest earnings**

	<b>2023/24 Budget</b>	<b>2022/23 Actual</b>	<b>2022/23 Budget</b>
	\$	\$	\$
Investments			
- Reserve accounts	6,000	6,969	4,032
- Other funds	14,755	15,089	1,200
- Self supporting loans	5,722	7,025	7,032
Other interest revenue	22,520	22,207	22,476
	<b>48,997</b>	<b>51,290</b>	<b>34,740</b>

**(b) Other revenue**

Reimbursements and recoveries	89,221	183,219	20,830
Other	0	0	97,932
	<b>89,221</b>	<b>183,219</b>	<b>118,762</b>

**The net result includes as expenses**

**(c) Auditors remuneration**

Audit services	30,500	0	23,500
Other services	4,100	0	7,180
	<b>34,600</b>	<b>0</b>	<b>30,680</b>

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

Borrowings (refer Note 7(a))	77,777	87,192	87,330
expense on lease liabilities (refer Note 8)	11,864	15,479	16,026
	<b>89,641</b>	<b>102,671</b>	<b>103,356</b>

**(e) Write offs**

General rate	200	0	200
	<b>200</b>	<b>0</b>	<b>200</b>

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

**13. 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	1,500	1,200	1,200
Meeting attendance fees	10,000	10,000	10,000
Annual allowance for ICT expenses	600		100
	12,100	11,200	11,300
<b>Elected member 2</b>			
Deputy President's allowance	500	300	300
Meeting attendance fees	4,400	4,400	4,400
ICT expenses	500		
	5,400	4,700	4,700
<b>Elected member 3</b>			
Meeting attendance fees	4,000	4,000	4,000
ICT expenses	500		
	4,500	4,000	4,000
<b>Elected member 4</b>			
Meeting attendance fees	4,000	4,000	4,000
ICT expenses	500		
	4,500	4,000	4,000
<b>Elected member 5</b>			
Meeting attendance fees	4,000	4,000	4,000
ICT expenses	500		
	4,500	4,000	4,000
<b>Elected member 6</b>			
Meeting attendance fees	4,000	4,000	4,000
ICT expenses	500		
	4,500	4,000	4,000
<b>Elected member 7</b>			
Meeting attendance fees	4,000	4,000	4,000
ICT expenses	500		
	4,500	4,000	4,000
<b>Elected member 8</b>			
Meeting attendance fees			4,000
	0	0	4,000
<b>Total Elected Member Remuneration</b>	40,000	35,900	40,000
President's allowance	1,500	1,200	1,200
Deputy President's allowance	500	300	300
Meeting attendance fees	34,400	34,400	38,400
ICT expenses	3,000	0	0
Annual allowance for ICT expenses	600	0	100
	40,000	35,900	40,000

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

**14. FEES AND CHARGES**

	<b>2023/24 Budget</b>	<b>2022/23 Actual</b>	<b>2022/23 Budget</b>
	\$	\$	\$
<b>By Program:</b>			
Governance	45,525	32,986	34,500
General purpose funding	10,725	8,802	10,500
Law, order, public safety	10,617	4,018	6,417
Health	2,694	2,682	2,461
Education and welfare	0	0	4,000
Community amenities	242,730	223,670	220,740
Recreation and culture	16,600	17,478	15,502
Economic services	52,550	45,525	51,950
Other property and services	46,227	10,447	43,379
	<b>427,668</b>	<b>345,608</b>	<b>389,449</b>

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