

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

**LOCAL GOVERNMENT ACT 1995**

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**SHIRE'S VISION**

a well-recognised business and agricultural hub, a flourishing stop-over destination, and a celebrated place to live.

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

|                                                                           | NOTE  | 2023/24<br>Budget  | 2022/23<br>Actual  | 2022/23<br>Budget  |
|---------------------------------------------------------------------------|-------|--------------------|--------------------|--------------------|
| <b>Revenue</b>                                                            |       |                    |                    |                    |
| Rates                                                                     | 2(a)  | \$ 2,711,103       | \$ 2,571,698       | \$ 2,555,172       |
| Grants, subsidies and contributions                                       | 11    | 2,199,065          | 2,305,083          | 685,317            |
| Fees and charges                                                          | 16    | 846,688            | 915,260            | 852,164            |
| Interest revenue                                                          | 12(a) | 161,449            | 300,686            | 41,797             |
| Other revenue                                                             | 12(b) | 237,641            | 318,178            | 251,859            |
|                                                                           |       | <b>6,155,946</b>   | <b>6,410,905</b>   | <b>4,386,309</b>   |
| <b>Expenses</b>                                                           |       |                    |                    |                    |
| Employee costs                                                            |       | (2,425,436)        | (2,142,462)        | (2,003,317)        |
| Materials and contracts                                                   |       | (3,876,751)        | (1,681,847)        | (2,052,132)        |
| Utility charges                                                           |       | (225,310)          | (217,021)          | (196,100)          |
| Depreciation                                                              | 6     | (2,176,012)        | (2,032,148)        | (2,890,397)        |
| Finance costs                                                             | 12(d) | (72,257)           | (58,832)           | (70,753)           |
| Insurance                                                                 |       | (233,965)          | (222,323)          | (220,653)          |
| Other expenditure                                                         |       | (76,305)           | (99,821)           | (1,044)            |
|                                                                           |       | <b>(9,086,036)</b> | <b>(6,454,454)</b> | <b>(7,434,396)</b> |
|                                                                           |       | <b>(2,930,090)</b> | <b>(43,549)</b>    | <b>(3,048,087)</b> |
| Capital grants, subsidies and contributions                               | 11    | 4,343,445          | 1,886,623          | 3,204,793          |
| Profit on asset disposals                                                 | 5     | 845                | 9,780              | 6,977              |
| Loss on asset disposals                                                   |       | (82,068)           | 0                  | (36,710)           |
|                                                                           |       | <b>4,262,222</b>   | <b>1,896,403</b>   | <b>3,175,060</b>   |
| <b>Net result for the period</b>                                          |       | <b>1,332,132</b>   | <b>1,852,854</b>   | <b>126,973</b>     |
| <b>Other comprehensive income</b>                                         |       |                    |                    |                    |
| <i>Items that will not be reclassified subsequently to profit or loss</i> |       |                    |                    |                    |
| Changes in asset revaluation surplus                                      |       | 0                  | 25,259             | 0                  |
| <b>Total other comprehensive income for the period</b>                    |       | <b>0</b>           | <b>25,259</b>      | <b>0</b>           |
| <b>Total comprehensive income for the period</b>                          |       | <b>1,332,132</b>   | <b>1,878,113</b>   | <b>126,973</b>     |

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

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

|                                                                        |             | <b>2023/24</b>     | <b>2022/23</b>     | <b>2022/23</b>     |
|------------------------------------------------------------------------|-------------|--------------------|--------------------|--------------------|
|                                                                        | <b>NOTE</b> | <b>Budget</b>      | <b>Actual</b>      | <b>Budget</b>      |
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>                            |             |                    |                    |                    |
| <b>Receipts</b>                                                        |             |                    |                    |                    |
| Rates                                                                  |             | \$ 2,690,347       | \$ 2,551,413       | \$ 2,507,421       |
| Grants, subsidies and contributions                                    |             | 2,182,652          | 2,466,076          | 701,301            |
| Fees and charges                                                       |             | 846,688            | 915,260            | 852,164            |
| Interest revenue                                                       |             | 161,449            | 300,686            | 41,797             |
| Goods and services tax received                                        |             | 446,441            | 444,106            | 307,871            |
| Other revenue                                                          |             | 237,641            | 318,178            | 251,859            |
|                                                                        |             | <b>6,565,218</b>   | <b>6,995,719</b>   | <b>4,662,413</b>   |
| <b>Payments</b>                                                        |             |                    |                    |                    |
| Employee costs                                                         |             | (2,454,407)        | (2,156,272)        | (2,003,317)        |
| Materials and contracts                                                |             | (3,721,409)        | (1,541,666)        | (2,036,997)        |
| Utility charges                                                        |             | (225,310)          | (217,021)          | (196,100)          |
| Finance costs                                                          |             | (157,947)          | (144,522)          | (70,753)           |
| Insurance                                                              |             | (233,965)          | (222,323)          | (220,653)          |
| Goods and services tax paid                                            |             | (446,441)          | (446,441)          | (307,871)          |
| Other expenditure                                                      |             | (76,305)           | (99,821)           | (1,044)            |
|                                                                        |             | <b>(7,315,784)</b> | <b>(4,828,066)</b> | <b>(4,836,735)</b> |
| <b>Net cash provided by (used in) operating activities</b>             | <b>4</b>    | <b>(750,566)</b>   | <b>2,167,653</b>   | <b>(174,322)</b>   |
| <b>CASH FLOWS FROM INVESTING ACTIVITIES</b>                            |             |                    |                    |                    |
| Payments for purchase of property, plant & equipment                   | 5(a)        | (7,045,621)        | (694,490)          | (2,368,261)        |
| Payments for construction of infrastructure                            | 5(b)        | (3,445,635)        | (2,309,082)        | (3,352,190)        |
| Capital grants, subsidies and contributions                            |             | 4,343,445          | 1,886,623          | 3,204,793          |
| Proceeds from sale of land held for resale                             | 5(c)        | 0                  | 60,500             | 60,501             |
| Proceeds from sale of property, plant and equipment                    | 5(a)        | 180,000            | 55,455             | 120,000            |
| Proceeds on financial assets at amortised cost - self supporting loans | 7(a)        | 27,988             | 26,141             | 26,140             |
| <b>Net cash provided by (used in) investing activities</b>             |             | <b>(5,939,823)</b> | <b>(974,853)</b>   | <b>(2,309,017)</b> |
| <b>CASH FLOWS FROM FINANCING ACTIVITIES</b>                            |             |                    |                    |                    |
| Repayment of borrowings                                                | 7(a)        | (202,168)          | (142,462)          | (167,267)          |
| Payments for principal portion of lease liabilities                    | 8           | (1,515)            | (1,467)            | (1,467)            |
| Proceeds from new borrowings                                           | 7(a)        | 600,000            | 0                  | 600,000            |
| <b>Net cash provided by (used in) financing activities</b>             |             | <b>396,317</b>     | <b>(143,929)</b>   | <b>431,266</b>     |
| <b>Net increase (decrease) in cash held</b>                            |             | <b>(6,294,072)</b> | <b>1,048,871</b>   | <b>(2,052,073)</b> |
| Cash at beginning of year                                              |             | 15,029,902         | 13,981,031         | 13,981,041         |
| <b>Cash and cash equivalents at the end of the year</b>                | <b>4</b>    | <b>8,735,830</b>   | <b>15,029,902</b>  | <b>11,928,968</b>  |

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

**SHIRE OF BROOKTON**  
**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)  | 2,668,102          | 2,531,131        | 2,518,292          |
| Rates excluding general rates                                            | 2(a)  | 43,001             | 40,567           | 36,880             |
| Grants, subsidies and contributions                                      | 11    | 2,199,065          | 2,305,083        | 685,317            |
| Fees and charges                                                         | 16    | 846,688            | 915,260          | 852,164            |
| Interest revenue                                                         | 12(a) | 161,449            | 300,686          | 41,797             |
| Other revenue                                                            | 12(b) | 237,641            | 318,178          | 251,859            |
| Profit on asset disposals                                                | 5     | 845                | 9,780            | 6,977              |
|                                                                          |       | 6,156,791          | 6,420,685        | 4,393,286          |
| <b>Expenditure from operating activities</b>                             |       |                    |                  |                    |
| Employee costs                                                           |       | (2,425,436)        | (2,142,462)      | (2,003,317)        |
| Materials and contracts                                                  |       | (3,876,751)        | (1,681,847)      | (2,052,132)        |
| Utility charges                                                          |       | (225,310)          | (217,021)        | (196,100)          |
| Depreciation                                                             | 6     | (2,176,012)        | (2,032,148)      | (2,890,397)        |
| Finance costs                                                            | 12(d) | (72,257)           | (58,832)         | (70,753)           |
| Insurance                                                                |       | (233,965)          | (222,323)        | (220,653)          |
| Other expenditure                                                        |       | (76,305)           | (99,821)         | (1,044)            |
| Loss on asset disposals                                                  | 5     | (82,068)           | 0                | (36,710)           |
|                                                                          |       | (9,168,104)        | (6,454,454)      | (7,471,106)        |
| Non-cash amounts excluded from operating activities                      | 3(b)  | 2,257,235          | 2,017,838        | 2,920,130          |
| <b>Amount attributable to operating activities</b>                       |       | <b>(754,078)</b>   | <b>1,984,069</b> | <b>(157,690)</b>   |
| <b>INVESTING ACTIVITIES</b>                                              |       |                    |                  |                    |
| <b>Inflows from investing activities</b>                                 |       |                    |                  |                    |
| Capital grants, subsidies and contributions                              | 11    | 4,343,445          | 1,886,623        | 3,204,793          |
| Proceeds from disposal of assets                                         | 5     | 180,000            | 115,955          | 180,501            |
| Proceeds from financial assets at amortised cost - self supporting loans | 7(a)  | 27,988             | 26,141           | 26,140             |
|                                                                          |       | 4,551,433          | 2,028,719        | 3,411,434          |
| <b>Outflows from investing activities</b>                                |       |                    |                  |                    |
| Payments for property, plant and equipment                               | 5(a)  | (7,045,621)        | (694,490)        | (2,368,261)        |
| Payments for construction of infrastructure                              | 5(b)  | (3,445,635)        | (2,309,082)      | (3,352,190)        |
|                                                                          |       | (10,491,256)       | (3,003,572)      | (5,720,451)        |
| <b>Amount attributable to investing activities</b>                       |       | <b>(5,939,823)</b> | <b>(974,853)</b> | <b>(2,309,017)</b> |
| <b>FINANCING ACTIVITIES</b>                                              |       |                    |                  |                    |
| <b>Inflows from financing activities</b>                                 |       |                    |                  |                    |
| Proceeds from new borrowings                                             | 7(a)  | 600,000            | 0                | 600,000            |
| Transfers from reserve accounts                                          | 9(a)  | 16,616,616         | 1,258,107        | 2,347,223          |
|                                                                          |       | 17,216,616         | 1,258,107        | 2,947,223          |
| <b>Outflows from financing activities</b>                                |       |                    |                  |                    |
| Repayment of borrowings                                                  | 7(a)  | (202,168)          | (142,462)        | (167,267)          |
| Payments for principal portion of lease liabilities                      | 8     | (1,515)            | (1,467)          | (1,467)            |
| Transfers to reserve accounts                                            | 9(a)  | (11,821,760)       | (1,494,094)      | (1,256,210)        |
|                                                                          |       | (12,025,443)       | (1,638,023)      | (1,424,944)        |
| <b>Amount attributable to financing activities</b>                       |       | <b>5,191,173</b>   | <b>(379,916)</b> | <b>1,522,279</b>   |
| <b>MOVEMENT IN SURPLUS OR DEFICIT</b>                                    |       |                    |                  |                    |
| <b>Surplus or deficit at the start of the financial year</b>             |       |                    |                  |                    |
| Amount attributable to operating activities                              | 3     | 1,502,728          | 873,428          | 944,428            |
| Amount attributable to investing activities                              |       | (754,078)          | 1,984,069        | (157,690)          |
| Amount attributable to financing activities                              |       | (5,939,823)        | (974,853)        | (2,309,017)        |
| <b>Surplus or deficit at the end of the financial year</b>               | 3     | <b>0</b>           | <b>1,502,728</b> | <b>0</b>           |

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

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

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## 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 15 to the annual budget.

### 2022/23 actual balances

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

### Budget comparative figures

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

### Comparative figures

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

### Rounding off figures

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

### Initial application of accounting standards

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

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

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

### New accounting standards for application in future years

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

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

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

### Judgements, estimates and assumptions

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

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

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

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

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

**REVENUES**

**RATES**

All rates levied under the *Local Government Act 1995*. Includes general, differential, specific area rates, minimum payment, interim rates, back rates, ex-gratia rates, less discounts offered. 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 BROOKTON  
NOTES TO AND FORMING PART OF THE BUDGET  
FOR THE YEAR ENDED 30 JUNE 2024**

**2. RATES AND SERVICE CHARGES**

**(a) Rating Information**

| <b>Rate Description</b>                         | <b>Basis of valuation</b> | <b>Rate in</b> | <b>Number of properties</b> | <b>Rateable value</b> | <b>2023/24 Budgeted rate revenue</b> | <b>2023/24 Budgeted interim rates</b> | <b>2023/24 Budgeted back rates</b> | <b>2023/24 Budgeted total revenue</b> | <b>2022/23 Actual total revenue</b> | <b>2022/23 Budget total revenue</b> |
|-------------------------------------------------|---------------------------|----------------|-----------------------------|-----------------------|--------------------------------------|---------------------------------------|------------------------------------|---------------------------------------|-------------------------------------|-------------------------------------|
|                                                 |                           | \$             |                             | \$                    | \$                                   | \$                                    | \$                                 | \$                                    | \$                                  | \$                                  |
| <b>(i) General rates</b>                        |                           |                |                             |                       |                                      |                                       |                                    |                                       |                                     |                                     |
| GRV - Residential                               | Gross Rental Value        | 0.099300       | 249                         | 2,965,255             | 294,450                              | 0                                     | 0                                  | 294,450                               | 285,516                             | 284,772                             |
| GRV - Industrial                                | Gross Rental Value        | 0.099300       | 5                           | 78,870                | 7,832                                | 0                                     | 0                                  | 7,832                                 | 7,587                               | 7,587                               |
| GRV - Commercial                                | Gross Rental Value        | 0.099300       | 20                          | 651,728               | 64,717                               | 0                                     | 0                                  | 64,717                                | 63,537                              | 63,537                              |
| GRV - GRV                                       | Gross Rental Value        | 0.099300       | 2                           | 303,500               | 30,138                               | 0                                     | 0                                  | 30,138                                | 29,197                              | 29,697                              |
| UV - Unimproved                                 | Unimproved Value          | 0.007210       | 204                         | 268,792,000           | 1,937,990                            | 0                                     | 0                                  | 1,937,990                             | 1,842,872                           | 1,830,474                           |
| <b>Total general rates</b>                      |                           |                | 480                         | 272,791,353           | 2,335,127                            | 0                                     | 0                                  | 2,335,127                             | 2,228,708                           | 2,216,067                           |
| <b>(ii) Minimum payment</b>                     |                           |                |                             |                       |                                      |                                       |                                    |                                       |                                     |                                     |
| GRV - Residential                               | Gross Rental Value        | \$ 885         | 67                          | 178,520               | 59,295                               | 0                                     | 0                                  | 59,295                                | 55,110                              | 55,110                              |
| GRV - Industrial                                | Gross Rental Value        | 885            | 2                           | 9,280                 | 1,770                                | 0                                     | 0                                  | 1,770                                 | 1,670                               | 1,670                               |
| GRV - Commercial                                | Gross Rental Value        | 885            | 11                          | 60,396                | 9,735                                | 0                                     | 0                                  | 9,735                                 | 8,350                               | 8,350                               |
| GRV - GRV                                       | Gross Rental Value        | 885            | 1                           | 7,000                 | 885                                  | 0                                     | 0                                  | 885                                   | 835                                 | 835                                 |
| UV - Unimproved                                 | Unimproved Value          | 1,480          | 178                         | 19,776,354            | 263,440                              | 0                                     | 0                                  | 263,440                               | 238,560                             | 238,560                             |
| <b>Total minimum payments</b>                   |                           |                | 259                         | 20,031,550            | 335,125                              | 0                                     | 0                                  | 335,125                               | 304,525                             | 304,525                             |
| <b>Total general rates and minimum payments</b> |                           |                | 739                         | 292,822,903           | 2,670,252                            | 0                                     | 0                                  | 2,670,252                             | 2,533,233                           | 2,520,592                           |
| <b>(iv) Ex-gratia rates</b>                     |                           |                |                             |                       |                                      |                                       |                                    |                                       |                                     |                                     |
| Ex Gratia Rates                                 |                           |                | 0                           | 0                     | 43,001                               | 0                                     | 0                                  | 43,001                                | 40,567                              | 36,880                              |
| <b>Total ex-gratia rates</b>                    |                           |                | 0                           | 0                     | 43,001                               | 0                                     | 0                                  | 43,001                                | 40,567                              | 36,880                              |
| Discounts (Refer note 2(d))                     |                           |                |                             |                       |                                      |                                       |                                    |                                       |                                     |                                     |
| <b>Total rates</b>                              |                           |                |                             |                       | 2,713,253                            | 0                                     | 0                                  | 2,713,253                             | 2,573,800                           | 2,557,472                           |
|                                                 |                           |                |                             |                       | 2,713,253                            | 0                                     | 0                                  | 2,711,103                             | (2,102)                             | (2,300)                             |
|                                                 |                           |                |                             |                       | 2,713,253                            | 0                                     | 0                                  | 2,711,103                             | 2,571,698                           | 2,555,172                           |

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 BROOKTON  
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 4 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 4 September 2023 or 35 days after the date of issue appearing on the rate notice whichever is later including all arrears and half the the current rates and service charges; and Second instalment to be made on or before 12 January 2024, or 2 months after the due date of the first instalment, whichever is later.

**Option 3 (Four Instalments)**

Full amount of rates and charges including arrears, to be paid on or before 4 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 9 November 2023 , or 2 months after the due date of the first instalment, whichever is later; Third instalment to be made on or before 12 January 2024, or 2 months after the due date of the second instalment, whichever is later; and Fourth instalment to be made on or before 18 March 2024, or 2 months after the due date of the third instalment, whichever is later.

| Instalment options                              | Date due | Instalment plan |               | Instalment plan |               | Unpaid rates   |                |
|-------------------------------------------------|----------|-----------------|---------------|-----------------|---------------|----------------|----------------|
|                                                 |          | admin charge    | interest rate | admin charge    | interest rate | interest rates | interest rates |
|                                                 |          | \$              | %             | \$              | %             |                | %              |
| <b>Option one</b>                               |          |                 |               |                 |               |                |                |
| Single full payment                             |          | 0               | 0.00%         |                 |               |                | 7.00%          |
| <b>Option two</b>                               |          |                 |               |                 |               |                |                |
| First instalment                                |          | 0               | 5.50%         |                 |               |                | 7.00%          |
| Second instalment                               |          | 10              | 5.50%         |                 |               |                | 7.00%          |
| <b>Option three</b>                             |          |                 |               |                 |               |                |                |
| First instalment                                |          | 0               | 5.50%         |                 |               |                | 7.00%          |
| Second instalment                               |          | 10              | 5.50%         |                 |               |                | 7.00%          |
| Third instalment                                |          | 10              | 5.50%         |                 |               |                | 7.00%          |
| Fourth instalment                               |          | 10              | 5.50%         |                 |               |                | 7.00%          |
|                                                 |          |                 |               |                 |               |                |                |
|                                                 |          | <b>2023/24</b>  |               | <b>2022/23</b>  |               | <b>2022/23</b> |                |
|                                                 |          | <b>Budget</b>   |               | <b>Actual</b>   |               | <b>Budget</b>  |                |
|                                                 |          | <b>revenue</b>  |               | <b>revenue</b>  |               | <b>revenue</b> |                |
|                                                 |          | \$              |               | \$              |               | \$             |                |
|                                                 |          | 3,000           |               | 3,000           |               | 4,000          |                |
|                                                 |          | 10,000          |               | 9,006           |               | 10,000         |                |
|                                                 |          | 7,025           |               | 6,805           |               | 7,025          |                |
|                                                 |          | 20,025          |               | 18,811          |               | 21,025         |                |
| Instalment plan admin charge revenue            |          |                 |               |                 |               |                |                |
| Instalment plan interest earned                 |          |                 |               |                 |               |                |                |
| Unpaid rates and service charge interest earned |          |                 |               |                 |               |                |                |

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

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

**(c) Service Charges**

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

**(d) Early payment discounts**

| Rate, fee or charge to which discount is granted | Type | Discount % | Discount (\$) | 2023/24 Budget | 2022/23 Actual | 2022/23 Budget | Circumstances in which discount is granted       |
|--------------------------------------------------|------|------------|---------------|----------------|----------------|----------------|--------------------------------------------------|
| Contiguous Rating Discount                       | Rate | %          | \$ 2,150      | \$ 2,150       | \$ 2,102       | \$ 2,300       | Properties adjoining and owned by same ratepayer |
|                                                  |      |            |               | 2,150          | 2,102          | 2,300          |                                                  |

**(e) Waivers or concessions**

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

**SHIRE OF BROOKTON**  
**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

**Less: current liabilities**

Trade and other payables  
 Contract liabilities  
 Lease liabilities  
 Long term borrowings  
 Employee provisions

**Net current assets**

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

**Net current assets used in the Statement of Financial Activity**

| Note | 2023/24<br>Budget<br>30 June 2024 | 2022/23<br>Actual<br>30 June 2023 | 2022/23<br>Budget<br>30 June 2023 |
|------|-----------------------------------|-----------------------------------|-----------------------------------|
|      | \$                                | \$                                | \$                                |
| 4    | 8,735,830                         | 15,029,902                        | 11,928,968                        |
|      | 27,988                            | 27,988                            | 26,140                            |
|      | 235,970                           | 198,801                           | 191,065                           |
|      | 52,809                            | 32,367                            | (3,210)                           |
|      | 9,052,597                         | 15,289,058                        | 12,142,963                        |
|      | (388,358)                         | (327,235)                         | (195,121)                         |
|      | (477,426)                         | (477,426)                         | (295,020)                         |
| 8    | 0                                 | (1,515)                           | 0                                 |
| 7    | (549,668)                         | (151,836)                         | (575,195)                         |
|      | (199,079)                         | (199,079)                         | (199,079)                         |
|      | (1,614,531)                       | (1,157,091)                       | (1,264,415)                       |
|      | 7,438,066                         | 14,131,967                        | 10,878,548                        |
| 3(c) | (7,438,066)                       | (12,629,239)                      | (10,878,548)                      |
|      | 0                                 | 1,502,728                         | 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 Statement of Financial Activity in accordance with *Financial Management Regulation 32*.

**Adjustments to operating activities**

Less: Profit on asset disposals  
 Add: Loss on asset disposals  
 Add: Depreciation  
 Movement in share investment (non-current)  
 Non-cash movements in non-current assets and liabilities:  
 - Pensioner deferred rates

**Non cash amounts excluded from operating activities**

| Note | 2023/24<br>Budget<br>30 June 2024 | 2022/23<br>Actual<br>30 June 2023 | 2022/23<br>Budget<br>30 June 2023 |
|------|-----------------------------------|-----------------------------------|-----------------------------------|
|      | \$                                | \$                                | \$                                |
| 5    | (845)                             | (9,780)                           | (6,977)                           |
| 5    | 82,068                            | 0                                 | 36,710                            |
| 6    | 2,176,012                         | 2,032,148                         | 2,890,397                         |
|      | 0                                 | (5,000)                           | 0                                 |
|      | 0                                 | 470                               | 0                                 |
|      | 2,257,235                         | 2,017,838                         | 2,920,130                         |

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

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

**Adjustments to net current assets**

Less: Cash - reserve accounts  
 Less: Current assets not expected to be received at end of year  
 - Current financial assets at amortised cost - self supporting loans  
 Add: Current liabilities not expected to be cleared at end of year  
 - Current portion of borrowings  
 - Current portion of lease liabilities

**Total adjustments to net current assets**

|   |             |              |              |
|---|-------------|--------------|--------------|
| 9 | (7,959,746) | (12,754,602) | (11,427,603) |
|   | (27,988)    | (27,988)     | (26,140)     |
|   | 549,668     | 151,836      | 575,195      |
|   | 0           | 1,515        | 0            |
|   | (7,438,066) | (12,629,239) | (10,878,548) |

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 BROOKTON**  
**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<br>Budget | 2022/23<br>Actual | 2022/23<br>Budget |
|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|------|-------------------|-------------------|-------------------|
| Cash at bank and on hand                                                                                                                                                                 |      | \$ 776,084        | \$ 2,275,301      | \$ 501,455        |
| Term deposits                                                                                                                                                                            |      | 7,959,746         | 12,754,601        | 11,427,513        |
| <b>Total cash and cash equivalents</b>                                                                                                                                                   |      | <b>8,735,830</b>  | <b>15,029,902</b> | <b>11,928,968</b> |
| Held as                                                                                                                                                                                  |      |                   |                   |                   |
| - Unrestricted cash and cash equivalents                                                                                                                                                 | 3(a) | 776,084           | 2,275,300         | 501,365           |
| - Restricted cash and cash equivalents                                                                                                                                                   | 3(a) | 7,959,746         | 12,754,602        | 11,427,603        |
|                                                                                                                                                                                          |      | 8,735,830         | 15,029,902        | 11,928,968        |
| <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                                                                                                                                                              |      | 7,959,746         | 12,754,602        | 11,427,603        |
|                                                                                                                                                                                          |      | 7,959,746         | 12,754,602        | 11,427,603        |
| The assets are restricted as a result of the specified purposes associated with the liabilities below:                                                                                   |      |                   |                   |                   |
| Financially backed reserves                                                                                                                                                              | 9    | 7,959,746         | 12,754,602        | 11,427,603        |
|                                                                                                                                                                                          |      | 7,959,746         | 12,754,602        | 11,427,603        |
| <b>Reconciliation of net cash provided by operating activities to net result</b>                                                                                                         |      |                   |                   |                   |
| <b>Net result</b>                                                                                                                                                                        |      | 1,332,132         | 1,852,854         | 126,973           |
| Depreciation                                                                                                                                                                             | 6    | 2,176,012         | 2,032,148         | 2,890,397         |
| (Profit)/loss on sale of asset                                                                                                                                                           | 5    | 81,223            | (9,780)           | 29,733            |
| (Increase)/decrease in receivables                                                                                                                                                       |      | (37,169)          | (44,033)          | (31,767)          |
| (Increase)/decrease in inventories                                                                                                                                                       |      | (20,442)          | (20,442)          | 15,135            |
| Increase/(decrease) in payables                                                                                                                                                          |      | 61,123            | 61,123            | 0                 |
| Increase/(decrease) in contract liabilities                                                                                                                                              |      | 0                 | 182,406           | 0                 |
| Capital grants, subsidies and contributions                                                                                                                                              |      | (4,343,445)       | (1,886,623)       | (3,204,793)       |
| <b>Net cash from operating activities</b>                                                                                                                                                |      | <b>(750,566)</b>  | <b>2,167,653</b>  | <b>(174,322)</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 BROOKTON  
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 Actual            |                            | 2022/23 Actual    |                            | 2022/23 Budget            |                            | 2022/23 Budget    |                            | 2022/23 Budget            |                            |
|------------------------------------------|-------------------|----------------------------|-------------------|---------------------------|----------------|----------------------------|---------------------------|----------------------------|-------------------|----------------------------|---------------------------|----------------------------|-------------------|----------------------------|---------------------------|----------------------------|
|                                          | Additions         | Disposals - Profit or Loss | In-kind Additions | Disposals - Sale Proceeds | Book Value     | Disposals - Net Book Value | Disposals - Sale Proceeds | Disposals - Profit or Loss | In-kind Additions | Disposals - Net Book Value | Disposals - Sale Proceeds | Disposals - Profit or Loss | In-kind Additions | Disposals - Net Book Value | Disposals - Sale Proceeds | Disposals - Profit or Loss |
| <b>(a) Property, Plant and Equipment</b> |                   |                            |                   |                           |                |                            |                           |                            |                   |                            |                           |                            |                   |                            |                           |                            |
| Buildings - specialised                  | 6,011,341         | 0                          | 0                 | 0                         | 0              | 0                          | 0                         | 0                          | 0                 | 0                          | 0                         | 0                          | 0                 | 0                          | 0                         | 0                          |
| Furniture and equipment                  | 29,188            | 0                          | 0                 | 0                         | 0              | 0                          | 0                         | 0                          | 0                 | 0                          | 0                         | 0                          | 0                 | 0                          | 0                         | 0                          |
| Plant and equipment                      | 1,005,092         | (81,223)                   | 0                 | 180,000                   | 261,223        | 261,223                    | 348,690                   | 8,734                      | 0                 | 46,721                     | 55,465                    | 8,734                      | 0                 | 156,710                    | 120,000                   | (36,710)                   |
| <b>Total</b>                             | <b>7,045,621</b>  | <b>(81,223)</b>            | <b>0</b>          | <b>180,000</b>            | <b>261,223</b> | <b>261,223</b>             | <b>694,490</b>            | <b>8,734</b>               | <b>0</b>          | <b>46,721</b>              | <b>55,465</b>             | <b>8,734</b>               | <b>0</b>          | <b>156,710</b>             | <b>120,000</b>            | <b>(36,710)</b>            |
| <b>(b) Infrastructure</b>                |                   |                            |                   |                           |                |                            |                           |                            |                   |                            |                           |                            |                   |                            |                           |                            |
| Infrastructure - roads                   | 2,634,253         | 0                          | 0                 | 0                         | 0              | 0                          | 2,256,518                 | 0                          | 0                 | 0                          | 0                         | 0                          | 0                 | 0                          | 0                         | 0                          |
| Infrastructure - sewerage                | 600,000           | 0                          | 0                 | 0                         | 0              | 0                          | 28,943                    | 0                          | 0                 | 0                          | 0                         | 0                          | 0                 | 0                          | 0                         | 0                          |
| Infrastructure - water supply            | 211,382           | 0                          | 0                 | 0                         | 0              | 0                          | 20,336                    | 0                          | 0                 | 0                          | 0                         | 0                          | 0                 | 0                          | 0                         | 0                          |
| Infrastructure - parks and gardens       | 0                 | 0                          | 0                 | 0                         | 0              | 0                          | 2,285                     | 0                          | 0                 | 0                          | 0                         | 0                          | 0                 | 0                          | 0                         | 0                          |
| <b>Total</b>                             | <b>3,445,635</b>  | <b>0</b>                   | <b>0</b>          | <b>0</b>                  | <b>0</b>       | <b>0</b>                   | <b>2,309,082</b>          | <b>0</b>                   | <b>0</b>          | <b>0</b>                   | <b>0</b>                  | <b>0</b>                   | <b>0</b>          | <b>0</b>                   | <b>0</b>                  | <b>0</b>                   |
| <b>(c) Land held for resale</b>          |                   |                            |                   |                           |                |                            |                           |                            |                   |                            |                           |                            |                   |                            |                           |                            |
| Cost of acquisition                      | 0                 | 0                          | 0                 | 0                         | 0              | 0                          | 0                         | 1,046                      | 0                 | 59,454                     | 60,500                    | 1,046                      | 0                 | 53,624                     | 60,501                    | 6,977                      |
| <b>Total</b>                             | <b>0</b>          | <b>0</b>                   | <b>0</b>          | <b>0</b>                  | <b>0</b>       | <b>0</b>                   | <b>0</b>                  | <b>1,046</b>               | <b>0</b>          | <b>59,454</b>              | <b>60,500</b>             | <b>1,046</b>               | <b>0</b>          | <b>53,624</b>              | <b>60,501</b>             | <b>6,977</b>               |
| <b>Total</b>                             | <b>10,491,256</b> | <b>(81,223)</b>            | <b>0</b>          | <b>180,000</b>            | <b>261,223</b> | <b>261,223</b>             | <b>3,003,572</b>          | <b>9,780</b>               | <b>0</b>          | <b>106,175</b>             | <b>115,965</b>            | <b>9,780</b>               | <b>0</b>          | <b>210,234</b>             | <b>180,501</b>            | <b>(29,733)</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 BROOKTON**  
**NOTES TO AND FORMING PART OF THE BUDGET**  
**FOR THE YEAR ENDED 30 JUNE 2024**

**6. DEPRECIATION**

**By Class**

|                                                                    |           |
|--------------------------------------------------------------------|-----------|
| Buildings - non-specialised                                        | 0         |
| Buildings - specialised                                            | 249,898   |
| Furniture and equipment                                            | 15,790    |
| Plant and equipment                                                | 137,826   |
| Other property, plant and equipment - Plant and equipment Bushfire | 111,851   |
| Infrastructure - roads                                             | 1,429,365 |
| Infrastructure - footpaths                                         | 32,784    |
| Infrastructure - sewerage                                          | 29,057    |
| Infrastructure - water supply                                      | 0         |
| Infrastructure - parks and gardens                                 | 167,350   |
| Right of use - land                                                | 2,091     |

**By Program**

|                             |           |
|-----------------------------|-----------|
| Governance                  | 39,021    |
| Law, order, public safety   | 111,851   |
| Education and welfare       | 34,868    |
| Housing                     | 32,521    |
| Community amenities         | 41,472    |
| Recreation and culture      | 297,843   |
| Transport                   | 1,462,148 |
| Economic services           | 21,140    |
| Other property and services | 135,148   |

| 2023/24<br>Budget | 2022/23<br>Actual | 2022/23<br>Budget |
|-------------------|-------------------|-------------------|
| \$                | \$                | \$                |
| 0                 |                   | 27,855            |
| 249,898           | 229,484           | 178,440           |
| 15,790            | 14,800            | 14,625            |
| 137,826           | 159,135           | 143,242           |
| 111,851           | 102,714           | 36,746            |
| 1,429,365         | 1,313,626         | 2,370,293         |
| 32,784            | 30,105            | 18,096            |
| 29,057            | 26,684            | 45,195            |
| 0                 | 0                 | 54,353            |
| 167,350           | 153,680           | 0                 |
| 2,091             | 1,920             | 1,552             |
| <b>2,176,012</b>  | <b>2,032,148</b>  | <b>2,890,397</b>  |
| 39,021            | 32,644            | 34,717            |
| 111,851           | 102,714           | 36,746            |
| 34,868            | 32,020            | 23,507            |
| 32,521            | 29,864            | 29,497            |
| 41,472            | 38,084            | 49,598            |
| 297,843           | 273,512           | 179,093           |
| 1,462,148         | 1,343,733         | 2,388,413         |
| 21,140            | 19,413            | 12,257            |
| 135,148           | 160,164           | 136,569           |
| <b>2,176,012</b>  | <b>2,032,148</b>  | <b>2,890,397</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                                        | 1 to 100 Years               |
| Buildings - specialised                                            | 50 to 80 Years               |
| Furniture and equipment                                            | 3 to 50 Years                |
| Plant and equipment                                                | 2 to 100 Years               |
| Other property, plant and equipment - Plant and equipment Bushfire | 2 to 100 Years               |
| Infrastructure - roads                                             | 0 to 100 Years               |
| Infrastructure - footpaths                                         | 10 to 60 Years               |
| Infrastructure - sewerage                                          | 6 to 100 Years               |
| Infrastructure - water supply                                      | 10 to 75 Years               |
| Infrastructure - parks and gardens                                 | 4 to 100 Years               |
| Right of use - land                                                | based on the remaining lease |

SHIRE OF BROOKTON  
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 | 2023/24          |                             | 2023/24                                   |                            | 2023/24          |                             | 2023/24                                   |                            | 2022/23          |                             | 2022/23                                   |                            | 2022/23          |                             | 2022/23                                   |                            |
|------------------------------|-------------|-------------|---------------|------------------|-----------------------------|-------------------------------------------|----------------------------|------------------|-----------------------------|-------------------------------------------|----------------------------|------------------|-----------------------------|-------------------------------------------|----------------------------|------------------|-----------------------------|-------------------------------------------|----------------------------|
|                              |             |             |               | Budget New Loans | Budget Principal Repayments | Budget Principal outstanding 30 June 2024 | Budget Interest Repayments | Actual New Loans | Actual Principal Repayments | Actual Principal outstanding 30 June 2023 | Actual Interest Repayments | Budget New Loans | Budget Principal Repayments | Budget Principal outstanding 30 June 2023 | Budget Interest Repayments | Budget New Loans | Budget Principal Repayments | Budget Principal outstanding 30 June 2023 | Budget Interest Repayments |
| Kalkarni Residency           | Loan 80     | WATC        | 5.63%         | 0                | (10,850)                    | 23,593                                    | (1,789)                    | 0                | 44,707                      | 0                                         | 34,443                     | (2,135)          | 0                           | 44,707                                    | 34,443                     | (2,375)          |                             |                                           |                            |
| Staff Housing                | Loan 80     | WATC        | 5.63%         | 0                | (17,902)                    | 38,930                                    | (2,951)                    | 0                | 73,766                      | 0                                         | 56,832                     | (3,523)          | 0                           | 73,766                                    | 56,831                     | (3,918)          |                             |                                           |                            |
| Sewerage                     | Loan 80     | WATC        | 5.63%         | 0                | (7,595)                     | 16,515                                    | (1,282)                    | 0                | 31,295                      | 0                                         | 24,110                     | (1,495)          | 0                           | 31,295                                    | 24,110                     | (1,662)          |                             |                                           |                            |
| Effluent Loan                |             |             |               | 600,000          | (50,332)                    | 549,668                                   | (22,365)                   | 0                | 0                           | 0                                         | 0                          | 0                | 0                           | 0                                         | 0                          | (11,730)         |                             |                                           |                            |
| Sport & Recreation           | Loan 81     | WATC        | 6.95%         | 0                | (69,599)                    | 284,695                                   | (23,435)                   | 0                | 419,296                     | 0                                         | 354,294                    | (27,799)         | 0                           | 419,296                                   | 354,283                    | (28,031)         |                             |                                           |                            |
| Grader                       | Loan 80     | WATC        | 5.63%         | 0                | (17,902)                    | 38,929                                    | (2,951)                    | 0                | 73,766                      | 0                                         | 56,831                     | (3,523)          | 0                           | 73,766                                    | 56,831                     | (3,918)          |                             |                                           |                            |
|                              |             |             |               | 600,000          | (174,180)                   | 952,330                                   | (54,763)                   | 0                | 642,831                     | 0                                         | 526,510                    | (36,474)         | 0                           | 642,831                                   | 1,101,704                  | (51,634)         |                             |                                           |                            |
| <b>Self Supporting Loans</b> |             |             |               | 0                | (27,988)                    | 114,485                                   | (9,424)                    | 0                | 168,614                     | 0                                         | 142,473                    | (10,695)         | 0                           | 168,613                                   | 142,473                    | (11,272)         |                             |                                           |                            |
| Country Club                 | Loan 82     | WATC        | 6.95%         | 0                | (27,988)                    | 114,485                                   | (9,424)                    | 0                | 168,614                     | 0                                         | 142,473                    | (10,695)         | 0                           | 168,613                                   | 142,473                    | (11,272)         |                             |                                           |                            |
|                              |             |             |               | 600,000          | (202,168)                   | 1,066,815                                 | (64,187)                   | 0                | 811,445                     | 0                                         | 668,983                    | (48,170)         | 0                           | 811,445                                   | 1,244,178                  | (62,906)         |                             |                                           |                            |

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



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

**7. BORROWINGS**

**(b) New borrowings - 2023/24**

| Particulars/Purpose      | Institution | Loan type | Term (years) | Interest rate | Amount borrowed budget | Total interest & charges | Amount used budget | Balance unspent |
|--------------------------|-------------|-----------|--------------|---------------|------------------------|--------------------------|--------------------|-----------------|
|                          |             |           |              |               | \$                     | \$                       | \$                 | \$              |
| Upgrade Effluent Network | WATC        | P & I     | 10           | 3.81%         | 600,000                | 152,064                  | 600,000            | 0               |
|                          |             |           |              |               | 600,000                | 152,064                  | 600,000            | 0               |

**(c) Unspent borrowings**

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

**(d) Credit Facilities**

|                                                                 | 2023/24 Budget | 2022/23 Actual | 2022/23 Budget |
|-----------------------------------------------------------------|----------------|----------------|----------------|
|                                                                 | \$             | \$             | \$             |
| <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                                               | 21,500         | 21,500         | 10,000         |
| Credit card balance at balance date                             | 0              | (1,375)        | 0              |
| <b>Total amount of credit unused</b>                            | <b>21,500</b>  | <b>20,125</b>  | <b>10,000</b>  |
| <b>Loan facilities</b>                                          |                |                |                |
| Loan facilities in use at balance date                          | 1,066,815      | 668,983        | 1,244,178      |

**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 BROOKTON  
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 Principal 1 July 2023 |        | 2023/24 Budget Lease Principal |         | 2023/24 Budget Lease Interest |       | 2023/24 Budget Lease Repayments |        | 2023/24 Budget Lease outstanding 30 June 2024 |         | 2022/23 Actual Lease Principal outstanding 30 June 2023 |       | 2022/23 Actual Lease Interest repayments 1 July 2022 |        | 2022/23 Actual New Leases |         | 2022/23 Budget Lease Principal outstanding 30 June 2023 |         | 2022/23 Budget Lease Interest repayments 30 June 2023 |       |
|------------------|--------------|---------------------------------|---------------------|------------|------------------------------------|--------|--------------------------------|---------|-------------------------------|-------|---------------------------------|--------|-----------------------------------------------|---------|---------------------------------------------------------|-------|------------------------------------------------------|--------|---------------------------|---------|---------------------------------------------------------|---------|-------------------------------------------------------|-------|
|                  |              |                                 |                     |            | \$                                 | \$     | \$                             | \$      | \$                            | \$    | \$                              | \$     | \$                                            | \$      | \$                                                      | \$    | \$                                                   | \$     | \$                        | \$      | \$                                                      | \$      | \$                                                    | \$    |
| Re-Use Water Dam | LE-03        | Seabrook Aboriginal Corporation | 3.40%               | 300        | 20,552                             | 20,552 | 0                              | (1,515) | 19,037                        | (664) | 22,019                          | 22,019 | 0                                             | (1,467) | 20,552                                                  | (715) | 22,018                                               | 22,018 | 0                         | (1,467) | 0                                                       | (1,467) | 20,551                                                | (715) |
|                  |              |                                 |                     |            | 20,552                             | 20,552 | 0                              | (1,515) | 19,037                        | (664) | 22,019                          | 22,019 | 0                                             | (1,467) | 20,552                                                  | (715) | 22,018                                               | 22,018 | 0                         | (1,467) | 0                                                       | (1,467) | 20,551                                                | (715) |

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

**9. RESERVE ACCOUNTS**

(a) Reserve Accounts - Movement

|                                             | 2023/24    | 2023/24     | 2023/24         | 2023/24   | 2022/23    | 2022/23     | 2022/23         | 2022/23    | 2022/23     | 2022/23         | 2022/23     | 2022/23    |
|---------------------------------------------|------------|-------------|-----------------|-----------|------------|-------------|-----------------|------------|-------------|-----------------|-------------|------------|
|                                             | Budget     | Budget      | Budget          | Budget    | Actual     | Actual      | Actual          | Budget     | Budget      | Budget          | Budget      | Budget     |
|                                             | Opening    | Transfer to | Transfer (from) | Closing   | Opening    | Transfer to | Transfer (from) | Opening    | Transfer to | Transfer (from) | Transfer to | Closing    |
|                                             | Balance    | Balance     | Balance         | Balance   | Balance    | Balance     | Balance         | Balance    | Balance     | Balance         | Balance     | Balance    |
|                                             | \$         | \$          | \$              | \$        | \$         | \$          | \$              | \$         | \$          | \$              | \$          | \$         |
| (a) Leave reserve                           | 146,463    | 1,493       | 0               | 147,956   | 138,959    | 7,504       | 0               | 146,463    | 2,950       | 0               | 0           | 141,909    |
| (b) Plant and vehicle reserve               | 774,794    | 596,669     | (975,776)       | 395,687   | 458,416    | 422,875     | (106,497)       | 774,794    | 400,689     | (617,341)       | 0           | 241,764    |
| (c) Land and housing development reserve    | 1,785,748  | 0           | (1,785,748)     | 0         | 1,640,521  | 145,227     | 0               | 1,785,748  | 89,740      | 0               | 0           | 1,730,260  |
| (d) Furniture and equipment reserve         | 30,256     | 97,308      | (33,300)        | 94,264    | 13,584     | 30,944      | (14,272)        | 30,256     | 30,015      | (17,000)        | 0           | 26,599     |
| (e) Municipal building and facility reserve | 508,351    | 0           | (508,351)       | 0         | 607,292    | 29,297      | (128,238)       | 508,351    | 9,777       | (314,209)       | 0           | 302,860    |
| (f) Town and footpath reserve               | 131,025    | 0           | (131,025)       | 0         | 125,231    | 5,794       | 0               | 131,025    | 1,719       | 0               | 0           | 126,950    |
| (g) Sewerage scheme reserve                 | 449,016    | 54,545      | 0               | 503,561   | 510,977    | 42,410      | (104,371)       | 449,016    | 25,986      | (50,000)        | 0           | 486,963    |
| (h) Road and bridges infrastructure reserve | 452,381    | 0           | (452,381)       | 0         | 296,801    | 351,173     | (195,593)       | 452,381    | 331,258     | (301,489)       | 0           | 326,571    |
| (i) Health and wellbeing reserve            | 0          | 0           | 0               | 0         | 554,586    | 0           | (554,586)       | 0          | 598         | (555,184)       | 0           | 0          |
| (j) Sport and recreation reserve            | 32,719     | 0           | (32,719)        | 0         | 31,667     | 1,052       | 0               | 32,719     | 34          | 0               | 0           | 31,701     |
| (k) Rehabilitation and refuse reserve       | 279,411    | 0           | (279,411)       | 0         | 266,081    | 13,330      | 0               | 279,411    | 4,641       | 0               | 0           | 270,722    |
| (l) Caravan park reserve                    | 373,341    | 0           | (373,341)       | 0         | 354,212    | 19,129      | 0               | 373,341    | 7,520       | 0               | 0           | 361,733    |
| (m) Brookton museum/heritage reserve        | 48,777     | 0           | (48,777)        | 0         | 47,209     | 1,568       | 0               | 48,777     | 51          | 0               | 0           | 47,260     |
| (n) Kweda hall reserve                      | 19,025     | 0           | (19,025)        | 0         | 18,050     | 975         | 0               | 19,025     | 383         | 0               | 0           | 18,433     |
| (o) Railway station reserve                 | 526,287    | 0           | (526,287)       | 0         | 530,223    | 17,614      | (21,550)        | 526,287    | 572         | (252,000)       | 0           | 278,795    |
| (p) Madison square units reserve            | 32,351     | 538         | 0               | 32,889    | 30,693     | 1,658       | 0               | 32,351     | 652         | 0               | 0           | 31,345     |
| (q) Cemetery reserve                        | 84,276     | 0           | (84,276)        | 0         | 80,748     | 3,528       | 0               | 84,276     | 907         | 0               | 0           | 81,655     |
| (r) Water reserve                           | 65,683     | 0           | (65,683)        | 0         | 75,795     | 3,888       | (14,000)        | 65,683     | 1,452       | (14,000)        | 0           | 63,247     |
| (s) Developer contribution reserve          | 2,891      | 0           | (2,891)         | 0         | 2,743      | 148         | 0               | 2,891      | 58          | 0               | 0           | 2,801      |
| (t) Brookton aquatic reserve                | 387,599    | 0           | (387,599)       | 0         | 481,502    | 25,097      | (119,000)       | 387,599    | 9,618       | (226,000)       | 0           | 265,120    |
| (u) Cash contingency reserve                | 138,858    | 0           | (138,858)       | 0         | 131,745    | 7,113       | 0               | 138,858    | 2,797       | 0               | 0           | 134,542    |
| (v) Future fund reserve                     | 4,206,439  | 0           | (4,206,439)     | 0         | 4,104,617  | 101,822     | 0               | 4,206,439  | 87,029      | 0               | 0           | 4,191,646  |
| (w) Innovations fund reserve                | 2,056,957  | 0           | (2,056,957)     | 0         | 2,016,963  | 39,994      | 0               | 2,056,957  | 32,764      | 0               | 0           | 2,049,727  |
| (x) Brookton community resource centre      | 221,954    | 2,262       | 0               | 224,216   | 221,954    | 221,954     | 0               | 221,954    | 215,000     | 0               | 0           | 215,000    |
| (y) Building and facility reserve           | 0          | 6,030,368   | (1,575,864)     | 4,454,504 | 0          | 0           | 0               | 0          | 0           | 0               | 0           | 0          |
| (z) Infrastructure reserve                  | 0          | 892,389     | (474,707)       | 417,682   | 0          | 0           | 0               | 0          | 0           | 0               | 0           | 0          |
| (aa) Waste reserve                          | 0          | 710,872     | 0               | 710,872   | 0          | 0           | 0               | 0          | 0           | 0               | 0           | 0          |
| (ab) Aged housing reserve                   | 0          | 404,155     | 0               | 404,155   | 0          | 0           | 0               | 0          | 0           | 0               | 0           | 0          |
| (ac) Innovations and development reserve    | 0          | 3,031,161   | (2,457,201)     | 573,960   | 0          | 0           | 0               | 0          | 0           | 0               | 0           | 0          |
|                                             | 12,754,602 | 11,821,760  | (16,616,616)    | 7,959,746 | 12,518,615 | 1,494,094   | (1,258,107)     | 12,754,602 | 1,256,210   | (2,347,223)     | 0           | 11,427,603 |

## 9. RESERVE ACCOUNTS

### (b) Reserve Accounts - Purposes

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

| Reserve name                                | Anticipated date of use | Purpose of the reserve                                                                                                                                                                          |
|---------------------------------------------|-------------------------|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| (a) Leave reserve                           |                         | This reserve is for the funding of annual and long service leave requirements.                                                                                                                  |
| (b) Plant and vehicle reserve               |                         | This reserve is for the purchase of major items in the Shire's plant and vehicle replacement program. Inclusive of the Community Bus.                                                           |
| (c) Land and housing development reserve    | 30/06/2024              | This reserve is for the construction, acquisition, renewal or upgrading of housing and land development to meet present and future requirements.                                                |
| (d) Furniture and equipment reserve         |                         | This reserve is for the replacement of major items of furniture and equipment.                                                                                                                  |
| (e) Municipal building and facility reserve | 30/06/2024              | This reserve is for the construction, demolition, acquisition, renewal or upgrade of Shire owned Public and Community buildings and facilities.                                                 |
| (f) Town and footpath reserve               | 30/06/2024              | This reserve is for the cost of major works to construct and upgrade footpaths and general townscape works.                                                                                     |
| (g) Sewerage scheme reserve                 |                         | This reserve is to fund the expansion, ongoing renewal, maintenance and asset management needs of the Brookton Sewerage Scheme.                                                                 |
| (h) Road and bridges infrastructure reserve | 30/06/2024              | This reserve is for the construction and upgrade of roads and bridges within the Shire.                                                                                                         |
| (i) Health and wellbeing reserve            | 30/06/2023              | This reserve is for funding of initiatives in relation to Community Health & Wellbeing.                                                                                                         |
| (j) Sport and recreation reserve            | 30/06/2024              | This reserve is to fund new, renewal, upgrades, or major maintenance of sporting and recreation infrastructure.                                                                                 |
| (k) Rehabilitation and refuse reserve       | 30/06/2024              | This reserve is to fund the rehabilitation or major upgrades of the Brookton Refuse Site and or to rehabilitate former Gravel Pits.                                                             |
| (l) Caravan park reserve                    | 30/06/2024              | This reserve is to be used to fund any upgrades or major maintenance at the Brookton Caravan Park.                                                                                              |
| (m) Brookton museum/heritage reserve        | 30/06/2024              | This reserve is to be used to fund any upgrades or major maintenance of the Brookton Historical Museum.                                                                                         |
| (n) Kweda hall reserve                      | 30/06/2024              | This reserve is to be used to fund any upgrades or major maintenance on the Kweda Hall.                                                                                                         |
| (o) Railway station reserve                 | 30/06/2024              | This reserve is to be used to fund any upgrades or major maintenance on the Brookton Railway Station and/or Platform.                                                                           |
| (p) Madison square units reserve            |                         | This reserve is to be used to fund any upgrades or major maintenance on the Madison Square Units.                                                                                               |
| (q) Cemetery reserve                        | 30/06/2024              | This reserve is to be used to fund any upgrades or major maintenance on the Brookton Cemetery.                                                                                                  |
| (r) Water reserve                           | 30/06/2024              | This reserve is to fund renewal, upgrades or major maintenance of the water scheme infrastructure under the control of the Shire.                                                               |
| (s) Developer contribution reserve          | 30/06/2024              | This reserve is to hold contributions applied to a development via a Development Application or Subdivision Approval pending determination by council of its application to the specific works. |
| (t) Brookton aquatic reserve                | 30/06/2024              | This reserve is to fund the renewal, replacement, upgrades or major maintenance of the Brookton Aquatic Centre.                                                                                 |
| (u) Cash contingency reserve                | 30/06/2024              | This reserve is to cover unexpected shortfalls in operational funding should the need arise.                                                                                                    |
| (v) Future fund reserve                     | 30/06/2024              | This reserve is primarily set aside for investment. It is anticipated this fund will be preserved in perpetuity.                                                                                |
| (w) Innovations fund reserve                | 30/06/2024              | This reserve is to support and complement the Integrated Planning and Reporting (IPR) framework.                                                                                                |

## 9. RESERVE ACCOUNTS

- (x) Brookton community resource centre  
This reserve is to be used to fund any upgrades and services for the Brookton Community Resource Centre.
- (y) Building and facility reserve  
This reserve is for the construction, demolition, acquisition, renewal or upgrade of Shire owned Public and Community buildings and facilities.
- (z) Infrastructure reserve  
This reserve is for the construction and upgrade of roads, bridges, paths and water infrastructure within the Shire.
- (aa) Waste reserve  
This reserve is to fund the compliant management and future rehabilitation of the Brookton Refuse Site.
- (ab) Aged housing reserve  
This reserve is to be used to fund any upgrades or major maintenance on the Independent Living Units.
- (ac) Innovations and development reserve  
This reserve is to fund innovative projects, identified in the Integrated Planning and Reporting (IPR) framework, to grow and develop the Shire of Brookton.

### (c) Reserve Accounts - Change in Use

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

| Reserve name                            | Proposed new purpose of the reserve | Objects of changing of the reserve | Reasons for changing the use of the reserve                                   | 2023/24 Budget amount to be used | 2023/24 Budget amount change of purpose |
|-----------------------------------------|-------------------------------------|------------------------------------|-------------------------------------------------------------------------------|----------------------------------|-----------------------------------------|
|                                         |                                     |                                    |                                                                               | \$                               | \$                                      |
| Land and housing development reserve    |                                     |                                    | The reserve has been finalised and moved to the Building and Facility Reserve | 1,785,748                        |                                         |
| Municipal building and facility reserve |                                     |                                    | The reserve has been finalised and moved to the Building and Facility Reserve | 508,351                          |                                         |
| Town and footpath reserve               |                                     |                                    | The reserve has been finalised and moved to the Infrastructure Reserve        | 131,025                          |                                         |
| Road and bridges infrastructure reserve |                                     |                                    | The reserve has been finalised and moved to the Infrastructure Reserve        | 452,381                          |                                         |
| Sport and recreation reserve            |                                     |                                    | The reserve has been finalised and moved to the Building and Facility Reserve | 32,719                           |                                         |
| Rehabilitation and refuse reserve       |                                     |                                    | The reserve has been finalised and moved to the Waste Reserve                 | 279,411                          |                                         |
| Caravan park reserve                    |                                     |                                    | The reserve has been finalised and moved to the Building and Facility Reserve | 373,341                          |                                         |
| Brookton museum/heritage reserve        |                                     |                                    | The reserve has been finalised and moved to the Building and Facility Reserve | 48,777                           |                                         |
| Kweda hall reserve                      |                                     |                                    | The reserve has been finalised and moved to the Building and Facility Reserve | 19,025                           |                                         |

**9. RESERVE ACCOUNTS**

|                                |                                                                                     |                   |
|--------------------------------|-------------------------------------------------------------------------------------|-------------------|
| Railway station reserve        | The reserve has been finalised and moved to the Building and Facility Reserve       | 526,287           |
| Cemetery reserve               | The reserve has been finalised and moved to the Building and Facility Reserve       | 84,276            |
| Water reserve                  | The reserve has been finalised and moved to the Infrastructure Reserve              | 65,683            |
| Developer contribution reserve | The reserve has been finalised and moved to the Building and Facility Reserve       | 2,891             |
| Brookton aquatic reserve       | The reserve has been finalised and moved to the Building and Facility Reserve       | 387,599           |
| Cash contingency reserve       | The reserve has been finalised and moved to the Infrastructure Reserve              | 104,124           |
| Cash contingency reserve       | The reserve has been finalised and moved to the Waste Reserve                       | 34,734            |
| Future fund reserve            | The reserve has been finalised and moved to the Plant and Vehicle Reserve           | 418,772           |
| Future fund reserve            | The reserve has been finalised and moved to the Building and Facility Reserve       | 2,079,358         |
| Future fund reserve            | The reserve has been finalised and moved to the Waste Reserve                       | 365,266           |
| Future fund reserve            | The reserve has been finalised and moved to the Aged Housing Reserve                | 400,000           |
| Future fund reserve            | The reserve has been finalised and moved to the Innovations and Development Reserve | 943,043           |
| Innovations fund reserve       | The reserve has been finalised and moved to the Innovations and Development Reserve | 2,056,957         |
|                                |                                                                                     | <u>11,099,768</u> |
|                                |                                                                                     | 0                 |

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                                                                                              |
| Specified area rates                                                            | Rates charge for specific defined purpose                                                                        | Over time                            | Payment dates adopted by Council during the year                         | Refund in event monies are unspent          | Adopted by council annually                                                 | When taxable event occurs                                       | Not applicable                                                      | When rates notice is issued                                                                                              |
| Service charges                                                                 | Charge for specific service                                                                                      | Over time                            | Payment dates adopted by Council during the year                         | Refund in event monies are unspent          | Adopted by council annually                                                 | When taxable event occurs                                       | Not applicable                                                      | When rates notice is issued                                                                                              |
| Grant contracts with customers                                                  | Community events, minor facilities, research, design, planning evaluation and services                           | Over time                            | Fixed terms transfer of funds based on agreed milestones and reporting   | Contract obligation if project not complete | Set by mutual agreement with the customer                                   | Based on the progress of works to match performance obligations | Returns limited to repayment of transaction price of terms breached | Output method based on project milestones and/or completion date matched to performance obligations as inputs are shared |
| Grants, subsidies or contributions for the construction of non-financial assets | Construction or acquisition of recognisable non-financial assets to be controlled by the local government        | Over time                            | Fixed terms transfer of funds based on agreed milestones and reporting   | Contract obligation if project not complete | Set by mutual agreement with the customer                                   | Based on the progress of works to match performance obligations | Returns limited to repayment of transaction price of terms breached | Output method based on project milestones and/or completion date matched to performance obligations as inputs are shared |
| Grants with no contractual commitments                                          | General appropriations and contributions with no specific contractual commitments                                | No obligations                       | Not applicable                                                           | Not applicable                              | Cash received                                                               | On receipt of funds                                             | Not applicable                                                      | When assets are controlled                                                                                               |
| Licences/ Registrations/ Approvals                                              | Building, planning, development and animal management, having the same nature as a licence regardless of naming. | Single point in time                 | Full payment prior to issue                                              | None                                        | Set by State legislation or limited by legislation to the cost of provision | Based on timing of issue of the associated rights               | No refunds                                                          | On payment and issue of the licence, registration or approval                                                            |
| Pool inspections                                                                | Compliance safety check                                                                                          | Single point in time                 | Equal proportion based on an equal annually fee                          | None                                        | Set by State legislation                                                    | Apportioned equally across the inspection cycle                 | No refunds                                                          | After inspection complete based on a 4 year cycle                                                                        |
| Other inspections                                                               | Regulatory Food, Health and Safety                                                                               | Single point in time                 | Full payment prior to inspection                                         | None                                        | Set by State legislation or limited by legislation to the cost of provision | Applied fully on timing of inspection                           | Not applicable                                                      | Revenue recognised after inspection event occurs                                                                         |
| Waste management collections                                                    | Kerbside collection service                                                                                      | Over time                            | Payment on an annual basis in advance                                    | None                                        | Adopted by council annually                                                 | Apportioned equally across the collection period                | Not applicable                                                      | Output method based on regular weekly and fortnightly period as proportionate to collection service                      |
| Waste management entry fees                                                     | Waste treatment, recycling and disposal 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                                                                                                     |
| Airport landing charges                                                         | Permission to use facilities and runway                                                                          | Single point in time                 | Monthly in arrears                                                       | None                                        | Adopted by council annually                                                 | Applied fully on timing of landing/take-off                     | Not applicable                                                      | On landing/departure event                                                                                               |
| 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                                                                                        |
| 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 access period                    | Returns limited to repayment of transaction price                   | Output method Over 12 months matched to access right                                                                     |
| Fees and charges for other goods and services                                   | Cemetery services, library fees, reinstatements and private works                                                | Single point in time                 | Payment in full in advance                                               | None                                        | Adopted by council annually                                                 | Applied fully based on timing of provision                      | Not applicable                                                      | Output method based on provision of service or completion of works                                                       |
| Sale of stock                                                                   | Aviation fuel, kiosk and visitor centre stock                                                                    | Single point in time                 | In full in advance, on 15 day credit                                     | Refund for faulty goods                     | Adopted by council annually, set by mutual agreement                        | Applied fully based on timing of provision                      | Returns limited to repayment of transaction price                   | Output method based on goods                                                                                             |
| Commissions                                                                     | Commissions on licencing and ticket sales                                                                        | Over time                            | Payment in full on sale                                                  | None                                        | Set by mutual agreement with the customer                                   | On receipt of funds                                             | Not applicable                                                      | When assets are controlled                                                                                               |
| Reimbursements                                                                  | Insurance claims                                                                                                 | Single point in time                 | Payment in arrears for claimable event                                   | None                                        | Set by mutual agreement with the customer                                   | When claim is agreed                                            | Not applicable                                                      | When claim is agreed                                                                                                     |

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

**11. PROGRAM INFORMATION**

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

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

**OBJECTIVE**

**ACTIVITIES**

**Governance**

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

Administration and operations 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.

**General purpose funding**

To collect revenue to allow for the provision of services.

Rates, general purpose grants and interest revenue.

**Law, order, public safety**

To provide services to help ensure a safer community.

Supervision of various by-laws, fire prevention, emergency services and animal control.

**Health**

To provide an operational framework for good community health.

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

**Education and welfare**

The Shire of Brookton provides low cost housing and Seniors accommodation units.

Support and provide assistance to senior citizens and other voluntary services.

**Housing**

Provision and maintenance of rental housing to staff and non-staff tenants.

Provision and maintenance of rental housing to staff and non-staff tenants.

**Community amenities**

Provision and maintenance of a sewerage overflow system; street; household and commercial refuse collection; refuse disposal site; administration of a town planning scheme; public conveniences and Brookton cemetery.

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 scheme, cemetery and public conveniences.

**Recreation and culture**

To establish and manage efficiently infrastructure and resources which will help the social well being of the community.

Maintenance of halls, aquatic centre, recreation centre and reserves, parks and gardens, library service, cultural and heritage services and facilities.

**Transport**

Construction and maintenance of RAV network including traffic signs, footpaths, bridges, culverts and other drains, street cleaning and lighting of streets. Townscape projects and the maintenance of a works depot.

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

**Economic services**

Tourism and promotion of Brookton, operation of Brookton Caravan Park, building control and land care development of the Brookton district.

Tourism and area promotion including the maintenance and operation of a caravan park. Provision of rural services including weed control, vermin control and stand pipes. Building control.

**Other property and services**

Private works and indirect cost allocation pools for plant operation and public works.

Private works operations, public works operation, plant operation costs, gross salaries and wages.



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

**11 PROGRAM INFORMATION (Continued)**

**(b) Income and expenses**

|                                                             | <b>2023/24<br/>Budget</b> | <b>2022/23<br/>Actual</b> | <b>2022/23<br/>Budget</b> |
|-------------------------------------------------------------|---------------------------|---------------------------|---------------------------|
| <b>Income excluding grants, subsidies and contributions</b> | \$                        | \$                        | \$                        |
| Governance                                                  | 14,215                    | 34,074                    | 21,510                    |
| General purpose funding                                     | 2,891,797                 | 2,895,191                 | 2,611,073                 |
| Law, order, public safety                                   | 126,812                   | 149,449                   | 117,727                   |
| Health                                                      | 300                       | 253                       | 300                       |
| Education and welfare                                       | 54,205                    | 70,110                    | 79,165                    |
| Housing                                                     | 117,137                   | 139,086                   | 133,397                   |
| Community amenities                                         | 438,067                   | 430,079                   | 418,023                   |
| Recreation and culture                                      | 35,825                    | 39,927                    | 34,228                    |
| Transport                                                   | 5,800                     | 8,623                     | (1,176)                   |
| Economic services                                           | 250,368                   | 298,713                   | 275,022                   |
| Other property and services                                 | 23,200                    | 50,097                    | 18,700                    |
|                                                             | <b>3,957,726</b>          | <b>4,115,602</b>          | <b>3,707,969</b>          |
| <b>Grants, subsidies and contributions</b>                  |                           |                           |                           |
| Governance                                                  | 1,275                     | 1,275                     | 0                         |
| General purpose funding                                     | 0                         | 1,680,386                 | 166,073                   |
| Law, order, public safety                                   | 195,052                   | 138,383                   | 55,745                    |
| Recreation and culture                                      | 13,820                    | 9,114                     | 12,114                    |
| Transport                                                   | 1,880,418                 | 100,274                   | 98,163                    |
| Economic services                                           | 108,500                   | 375,651                   | 353,222                   |
|                                                             | <b>2,199,065</b>          | <b>2,305,083</b>          | <b>685,317</b>            |
| <b>Capital grants, subsidies and contributions</b>          |                           |                           |                           |
| General purpose funding                                     | 683,276                   | 315,501                   | 595,978                   |
| Law, order, public safety                                   | 1,204,765                 | 25,710                    | 573,811                   |
| Community amenities                                         | 147,967                   | 0                         | 2,035,004                 |
| Transport                                                   | 2,307,437                 | 1,545,412                 | 0                         |
|                                                             | <b>4,343,445</b>          | <b>1,886,623</b>          | <b>3,204,793</b>          |
| <b>Total Income</b>                                         | <b>10,500,236</b>         | <b>8,307,308</b>          | <b>7,598,079</b>          |
| <b>Expenses</b>                                             |                           |                           |                           |
| Governance                                                  | (283,302)                 | (692,530)                 | (580,714)                 |
| General purpose funding                                     | (516,771)                 | (210,454)                 | (254,060)                 |
| Law, order, public safety                                   | (613,934)                 | (513,233)                 | (343,249)                 |
| Health                                                      | (22,213)                  | (33,920)                  | (41,545)                  |
| Education and welfare                                       | (148,672)                 | (138,067)                 | (179,000)                 |
| Housing                                                     | (208,266)                 | (173,433)                 | (262,781)                 |
| Community amenities                                         | (747,384)                 | (573,738)                 | (617,820)                 |
| Recreation and culture                                      | (1,104,206)               | (1,012,453)               | (1,097,996)               |
| Transport                                                   | (4,701,763)               | (2,536,392)               | (3,563,077)               |
| Economic services                                           | (776,541)                 | (520,223)                 | (522,546)                 |
| Other property and services                                 | (45,052)                  | (50,011)                  | (8,318)                   |
| <b>Total expenses</b>                                       | <b>(9,168,104)</b>        | <b>(6,454,454)</b>        | <b>(7,471,106)</b>        |
| <b>Net result for the period</b>                            | <b>1,332,132</b>          | <b>1,852,854</b>          | <b>126,973</b>            |

**SHIRE OF BROOKTON**  
**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<br/>Budget</b> | <b>2022/23<br/>Actual</b> | <b>2022/23<br/>Budget</b> |
|------------------------|---------------------------|---------------------------|---------------------------|
|                        | \$                        | \$                        | \$                        |
| Investments            |                           |                           |                           |
| - Reserve accounts     | 130,000                   | 251,765                   | 13,000                    |
| - Other funds          | 14,424                    | 33,110                    | 11,772                    |
| Other interest revenue | 17,025                    | 15,811                    | 17,025                    |
|                        | <u>161,449</u>            | <u>300,686</u>            | <u>41,797</u>             |

\* The Shire has resolved to charge interest under section 6.13 for the late payment of any amount of money at 7%.

**(b) Other revenue**

|                               |                |                |                |
|-------------------------------|----------------|----------------|----------------|
| Reimbursements and recoveries | 237,641        | 318,178        | 251,859        |
|                               | <u>237,641</u> | <u>318,178</u> | <u>251,859</u> |

**The net result includes as expenses**

**(c) Auditors remuneration**

|                |               |               |                |
|----------------|---------------|---------------|----------------|
| Audit services | 78,400        | 49,810        | 114,830        |
|                | <u>78,400</u> | <u>49,810</u> | <u>114,830</u> |

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

|                                             |               |               |               |
|---------------------------------------------|---------------|---------------|---------------|
| Borrowings (refer Note 7(a))                | 64,187        | 49,170        | 62,906        |
| expense on lease liabilities (refer Note 8) | 664           | 715           | 715           |
| Other finance costs                         | 7,406         | 8,947         | 7,132         |
|                                             | <u>72,257</u> | <u>58,832</u> | <u>70,753</u> |

**(e) Write offs**

|              |            |            |            |
|--------------|------------|------------|------------|
| General rate | 800        | 122        | 800        |
|              | <u>800</u> | <u>122</u> | <u>800</u> |

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

**13. ELECTED MEMBERS REMUNERATION**

|                                          | <b>2023/24<br/>Budget</b> | <b>2022/23<br/>Actual</b> | <b>2022/23<br/>Budget</b> |
|------------------------------------------|---------------------------|---------------------------|---------------------------|
|                                          | \$                        | \$                        | \$                        |
| <b>Elected member Cr Crute</b>           |                           |                           |                           |
| President's allowance                    | 1,500                     | 1,500                     | 1,500                     |
| Meeting attendance fees                  | 5,329                     | 8,100                     | 5,329                     |
| Travel and accommodation expenses        | 589                       | 178                       | 588                       |
|                                          | <b>7,418</b>              | <b>9,778</b>              | <b>7,417</b>              |
| <b>Elected member Cr Walker</b>          |                           |                           |                           |
| Deputy President's allowance             | 375                       | 375                       | 375                       |
| Meeting attendance fees                  | 5,229                     | 3,200                     | 5,229                     |
| Travel and accommodation expenses        | 589                       | 749                       | 588                       |
|                                          | <b>6,193</b>              | <b>4,324</b>              | <b>6,192</b>              |
| <b>Elected member Cr Hartl</b>           |                           |                           |                           |
| Meeting attendance fees                  | 5,229                     | 2,100                     | 5,229                     |
| Travel and accommodation expenses        | 589                       | 372                       | 588                       |
|                                          | <b>5,818</b>              | <b>2,472</b>              | <b>5,817</b>              |
| <b>Elected member Cr Hayden</b>          |                           |                           |                           |
| Meeting attendance fees                  | 5,228                     | 1,650                     | 5,229                     |
| Travel and accommodation expenses        | 588                       | 0                         | 589                       |
|                                          | <b>5,816</b>              | <b>1,650</b>              | <b>5,818</b>              |
| <b>Elected member Cr Lilly</b>           |                           |                           |                           |
| Meeting attendance fees                  | 5,229                     | 4,137                     | 5,228                     |
| Travel and accommodation expenses        | 589                       | 770                       | 589                       |
|                                          | <b>5,818</b>              | <b>4,907</b>              | <b>5,817</b>              |
| <b>Elected member Cr Macnab</b>          |                           |                           |                           |
| Meeting attendance fees                  | 0                         | 3,200                     | 5,228                     |
| Travel and accommodation expenses        | 0                         | 97                        | 589                       |
|                                          | <b>0</b>                  | <b>3,297</b>              | <b>5,817</b>              |
| <b>Elected member Cr Bell</b>            |                           |                           |                           |
| Meeting attendance fees                  | 5,228                     | 2,500                     | 5,228                     |
| Travel and accommodation expenses        | 588                       | 0                         | 589                       |
|                                          | <b>5,816</b>              | <b>2,500</b>              | <b>5,817</b>              |
| <b>Elected member Vacant</b>             |                           |                           |                           |
| Meeting attendance fees                  | 5,228                     | 0                         | 0                         |
| Travel and accommodation expenses        | 588                       | 0                         | 0                         |
|                                          | <b>5,816</b>              | <b>0</b>                  | <b>0</b>                  |
| <b>Total Elected Member Remuneration</b> | <b>42,695</b>             | <b>28,928</b>             | <b>42,695</b>             |
| President's allowance                    | 1,500                     | 1,500                     | 1,500                     |
| Deputy President's allowance             | 375                       | 375                       | 375                       |
| Meeting attendance fees                  | 36,700                    | 24,887                    | 36,700                    |
| Travel and accommodation expenses        | 4,120                     | 2,166                     | 4,120                     |
|                                          | <b>42,695</b>             | <b>28,928</b>             | <b>42,695</b>             |

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

**14. INVESTMENT IN ASSOCIATES**

**(a) Investment in associate**

The Shire together with the State Housing Commission have a joint venture arrangement with regard to the provision of low cost housing. The only assets are four (4) residential units. The Shire's equity of the units is 13.40%.

**(b) Share of Investment in Country Regional Council**

**Summarised statement of comprehensive income**

Other revenue  
 Total operating revenue  
  
 Depreciation  
 Other expenses  
 Total operating expenses

| <b>2023/24<br/>Budget</b> | <b>2022/23<br/>Actual</b> | <b>2022/23<br/>Budget</b> |
|---------------------------|---------------------------|---------------------------|
| \$ 26,001                 | \$ 29,911                 | \$ 29,557                 |
| 26,001                    | 29,911                    | 29,557                    |
| (1,875)                   | (1,721)                   | (1,461)                   |
| (86,333)                  | (75,567)                  | (24,108)                  |
| (88,208)                  | (77,288)                  | (25,569)                  |

**MATERIAL ACCOUNTING POLICIES**

**Investments in associates**

An associate is an entity over which the Shire has significant influence. Significant influence is the power to participate in the financial operating policy decisions of that entity but is not control or joint control of those policies. Investments in associates are accounted for in the financial statements by applying the equity method of accounting, whereby the investment is initially recognised at cost and adjusted thereafter for the post-acquisition change in the Shire's share of net assets of the associate. In addition, the Shire's share of the profit or loss of the associate is included in the Shire's profit or loss. recognised.

The carrying amount of the investment includes, where applicable, goodwill relating to the associate. Any discount on acquisition, whereby the Shire's share of the net fair value of the associate exceeds the cost of investment, is recognised in profit or loss in the period in which the investment is acquired.

**Investments in associates (continued)**

Profits and losses resulting from transactions between the Shire and the associate are eliminated to the extent of the Shire's interest in the associate. When the Shire's share of losses in an associate equals or exceeds its interest in the associate, the Shire discontinues recognising its share of further losses unless it has incurred legal or constructive obligations or made payments on behalf of the associate. When the associate subsequently makes profits, the Shire will resume recognising its share of those profits once its share of the profits equals the share of the losses not recognised.

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

**15. TRUST FUNDS**

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

| <b>Detail</b>                   | <b>Balance<br/>1 July 2023</b> | <b>Estimated<br/>amounts<br/>received</b> | <b>Estimated<br/>amounts<br/>paid</b> | <b>Estimated<br/>balance<br/>30 June 2024</b> |
|---------------------------------|--------------------------------|-------------------------------------------|---------------------------------------|-----------------------------------------------|
|                                 | \$                             | \$                                        | \$                                    | \$                                            |
| Public Open Space Contributions | 13,820                         | 0                                         | (13,820)                              | 0                                             |
|                                 | 13,820                         | 0                                         | (13,820)                              | 0                                             |

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

**16. FEES AND CHARGES**

|                             | <b>2023/24<br/>Budget</b> | <b>2022/23<br/>Actual</b> | <b>2022/23<br/>Budget</b> |
|-----------------------------|---------------------------|---------------------------|---------------------------|
|                             | \$                        | \$                        | \$                        |
| <b>By Program:</b>          |                           |                           |                           |
| Governance                  | 10                        | 7,798                     | 10,010                    |
| General purpose funding     | 6,200                     | 8,841                     | 7,900                     |
| Law, order, public safety   | 3,919                     | 6,399                     | 4,719                     |
| Health                      | 300                       | 253                       | 300                       |
| Education and welfare       | 46,425                    | 60,287                    | 71,385                    |
| Housing                     | 113,137                   | 135,157                   | 129,397                   |
| Community amenities         | 438,067                   | 427,897                   | 418,023                   |
| Recreation and culture      | 29,870                    | 34,844                    | 30,170                    |
| Economic services           | 206,660                   | 223,046                   | 178,160                   |
| Other property and services | 2,100                     | 10,738                    | 2,100                     |
|                             | <b>846,688</b>            | <b>915,260</b>            | <b>852,164</b>            |

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