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SHIRE OF VICTORIA PLAINS

ANNUAL STATUTORY BUDGET

FOR THE YEAR ENDING 30 JUNE 2022

**SHIRE OF VICTORIA PLAINS
ANNUAL STATUTORY BUDGET
FOR THE YEAR ENDING 30 JUNE 2022
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SHIRE OF VICTORIA PLAINS
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDING 30 JUNE 2022
BY NATURE OR TYPE

		Budget	Actual	Budget
	Note	21 / 22	20 / 21	20 / 21
		\$	\$	\$
Revenue				
Rates	2(a)	2,966,007	2,777,990	2,771,017
Grants, Subsidies and Contributions	3(a)	797,274	1,396,020	766,375
Fees and Charges	3(c)	197,400	207,563	192,160
Interest Earnings	3(d)	30,482	25,724	31,217
Other Revenue	3(e)	221,309	85,536	80,910
		<u>4,212,472</u>	<u>4,492,833</u>	<u>3,841,679</u>
Expenses				
Employee Costs		(1,560,592)	(1,352,580)	(1,361,068)
Materials and Contracts		(2,277,970)	(1,628,074)	(1,827,466)
Utility Charges		(108,968)	(97,610)	(111,690)
Depreciation on Non-current Assets	4(a)	(3,920,654)	(3,921,158)	(3,895,420)
Interest Expenses	4(b)	(15,887)	(10,438)	(13,014)
Insurance Expenses		(169,123)	(142,398)	(129,020)
Other Expenditure		(83,155)	(72,603)	(124,815)
		<u>(8,136,349)</u>	<u>(7,224,861)</u>	<u>(7,462,493)</u>
Operating Surplus / (Deficit)		<u>(3,923,877)</u>	<u>(2,732,028)</u>	<u>(3,620,814)</u>
Other Revenue and Expenses				
Grants, Subsidies and Contributions	3(b)	4,561,136	1,875,163	3,526,055
Profit on Disposal of Assets	5	-	35,841	32,400
(Loss) on Disposal of Assets	5	-	-	-
Net Result		<u>637,259</u>	<u>(821,024)</u>	<u>(62,359)</u>
Other Comprehensive Income				
Changes on Revaluation of Non-current Assets		-	-	-
		-	-	-
Total Comprehensive Income		<u><u>637,259</u></u>	<u><u>(821,024)</u></u>	<u><u>(62,359)</u></u>

This statement should be read in conjunction with the accompanying Financial Statements and Notes.

SHIRE OF VICTORIA PLAINS
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDING 30 JUNE 2022
BY PROGRAM

		Budget	Actual	Budget
		21 / 22	20 / 21	20 / 21
		\$	\$	\$
Revenue				
Governance		6,348	-	11,850
General Purpose Funding		3,592,335	3,994,354	3,358,186
Law, Order, Public Safety		213,656	87,503	62,200
Health		4,017	238	6,270
Education and Welfare		630	-	630
Housing		92,622	61,836	80,400
Community Amenities		90,854	99,537	93,070
Recreation and Culture		16,789	10,835	21,937
Transport		143,719	171,296	148,666
Economic Services		26,803	36,586	28,100
Other Property and Services		24,699	30,648	30,370
		<u>4,212,472</u>	<u>4,492,833</u>	<u>3,841,679</u>
Expenses				
Governance		(582,305)	(473,232)	(515,803)
General Purpose Funding		(457,346)	(428,402)	(441,770)
Law, Order, Public Safety		(488,108)	(292,265)	(362,705)
Health		(144,231)	(131,062)	(135,475)
Education and Welfare		(14,863)	(4,334)	(45,495)
Housing		(281,508)	(228,814)	(234,229)
Community Amenities		(664,841)	(543,140)	(585,189)
Recreation and Culture		(687,881)	(641,442)	(711,799)
Transport		(4,545,489)	(4,337,389)	(4,291,739)
Economic Services		(263,434)	(200,011)	(133,779)
Other Property and Services		(6,342)	55,230	(4,510)
		<u>(8,136,349)</u>	<u>(7,224,861)</u>	<u>(7,462,493)</u>
Operating Surplus / (Deficit)		<u>(3,923,878)</u>	<u>(2,732,028)</u>	<u>(3,620,814)</u>
Other Revenue and Expenses				
Grants, Subsidies and Contributions	3(b)	4,561,136	1,875,163	3,526,055
Profit on Disposal of Assets	5	-	35,841	32,400
(Loss) on Disposal of Assets	5	-	-	-
Net Result		<u>637,259</u>	<u>(821,024)</u>	<u>(62,359)</u>
Other Comprehensive Income				
Changes on Revaluation of Non-current Assets		-	-	-
		-	-	-
Total Comprehensive Income		<u><u>637,259</u></u>	<u><u>(821,024)</u></u>	<u><u>(62,359)</u></u>

This statement should be read in conjunction with the accompanying Financial Statements and Notes.

SHIRE OF VICTORIA PLAINS
ANNUAL STATUTORY BUDGET
FOR THE YEAR ENDING 30 JUNE 2022
STATEMENT OF CASH FLOWS

		Budget	Actual	Budget
		21 / 22	20 / 21	20 / 21
		\$	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts				
Rates		2,966,007	2,777,990	2,771,017
Grants, Subsidies and Contributions		797,274	1,321,107	766,375
Fees and Charges		197,400	207,563	192,160
Interest Earnings		30,482	25,724	31,217
Goods and Services Tax		-	-	50,183
Other Revenue		221,309	97,338	80,910
		<u>4,212,472</u>	<u>4,429,722</u>	<u>3,891,862</u>
Payments				
Employee Costs		(1,560,592)	(1,405,969)	(1,361,068)
Materials and Contracts		(2,277,970)	(1,421,080)	(1,827,466)
Utility Charges		(108,968)	(97,610)	(111,690)
Interest Expenses		(15,887)	(10,438)	(13,014)
Insurance Expenses		(169,123)	(142,398)	(129,020)
Goods and Services Tax		-	-	(286,258)
Other Expenditure		(83,155)	(72,603)	(124,815)
		<u>(4,215,695)</u>	<u>(3,150,098)</u>	<u>(3,853,331)</u>
Net Cash provided by Operating Activities		<u>(3,223)</u>	<u>1,279,624</u>	<u>38,531</u>
CASH FLOWS FROM INVESTING ACTIVITIES				
Grants, Subsidies and Contributions	3(b)	4,561,136	1,875,163	3,526,055
Proceeds from Disposal of Assets	5	-	85,650	82,300
Payments for purchase of Land and Buildings	6(a)	(107,392)	(42,866)	(30,600)
Payments for purchase of Plant and Equipment	6(b)	(243,861)	(256,255)	(216,900)
Payments for purchase of Furniture and Equipment	6(c)	-	(17,478)	(21,100)
Payments for construction of Infrastructure - Roads	7(a)	(5,078,325)	(2,072,168)	(3,853,900)
Payments for construction of Infrastructure - Bridges	7(b)	-	(360)	(100,000)
Payments for construction of Infrastructure - Other	7(c)	(132,360)	(7,400)	(20,000)
Net Cash provided by (used in) Investing Activities		<u>(1,000,802)</u>	<u>(435,714)</u>	<u>(634,145)</u>
CASH FLOWS FROM FINANCING ACTIVITIES				
Repayment of Long Term Borrowings	8(a)	(92,619)	(56,837)	(56,264)
Proceeds from Self Supporting Loans	8(c)	20,579	20,300	19,544
Proceeds from New Loans	8(b)	200,000	-	-
Net Cash provided by (used in) Financing Activities		<u>127,960</u>	<u>(36,537)</u>	<u>(36,720)</u>
Net Increase / (Decrease) in Cash Held		(876,065)	807,372	(632,334)
Cash at Beginning of Year		<u>2,281,603</u>	<u>1,474,231</u>	<u>1,449,354</u>
Cash and Cash Equivalents at the End of the Year	10(a)	<u><u>1,405,538</u></u>	<u><u>2,281,603</u></u>	<u><u>817,020</u></u>

This statement should be read in conjunction with the accompanying Financial Statements and Notes.

SHIRE OF VICTORIA PLAINS
ANNUAL STATUTORY BUDGET
FOR THE YEAR ENDING 30 JUNE 2022
RATE SETTING STATEMENT

	Note	Budget 21 / 22 \$	Actual 20 / 21 \$	Budget 20 / 21 \$
OPERATING ACTIVITIES				
Net Current Assets at 01 Jul - Surplus / (Deficit)		940,474	189,527	359,029
Revenue from Operating Activities (Excluding Rates)				
Governance		6,348	-	11,850
General Purpose Funding		608,798	1,198,950	663,169
Law, Order, Public Safety		213,656	87,503	62,200
Health		4,017	238	6,270
Education and Welfare		630	-	630
Housing		92,622	61,836	80,400
Community Amenities		90,854	99,537	93,070
Recreation and Culture		16,789	10,835	21,937
Transport		143,719	207,137	181,066
Economic Services		26,803	36,586	28,100
Other Property and Services		24,699	30,648	30,370
		<u>1,228,935</u>	<u>1,733,270</u>	<u>1,179,062</u>
Expenditure from Operating Activities				
Governance		(582,305)	(473,232)	(515,803)
General Purpose Funding		(457,346)	(428,402)	(441,770)
Law, Order, Public Safety		(488,108)	(292,265)	(362,705)
Health		(144,231)	(131,062)	(135,475)
Education and Welfare		(14,863)	(4,334)	(45,495)
Housing		(281,508)	(228,814)	(234,229)
Community Amenities		(664,841)	(543,140)	(585,189)
Recreation and Culture		(687,881)	(641,442)	(711,799)
Transport		(4,545,490)	(4,337,389)	(4,291,739)
Economic Services		(263,434)	(200,011)	(133,779)
Other Property and Services		(6,342)	55,230	(4,510)
		<u>(8,136,350)</u>	<u>(7,224,861)</u>	<u>(7,462,493)</u>
Excluded Non-cash Operating Activities				
(Profit) / Loss on Disposal of Assets	5	-	(35,841)	(32,400)
Movement in Deferred Pensioner Rates		-	-	-
Movement in Employee Benefit Provisions		-	7,913	-
Depreciation and Amortisation on Assets	4(a)	<u>3,920,654</u>	<u>3,921,158</u>	<u>3,895,420</u>
Net Amount provided from Operating Activities		<u>(2,986,762)</u>	<u>(1,598,361)</u>	<u>(2,420,411)</u>
INVESTING ACTIVITIES				
Grants, Subsidies and Contributions	3(b)	4,561,136	1,875,163	3,526,055
Proceeds from Disposal of Assets	5	-	85,650	82,300
Purchase of Property, Plant and Equipment	6	(351,253)	(316,599)	(268,600)
Payments for Construction of Infrastructure	7	(5,210,685)	(2,079,928)	(3,973,900)
Net Amount provided from Investing Activities		<u>(1,000,802)</u>	<u>(435,714)</u>	<u>(634,145)</u>
FINANCING ACTIVITIES				
Repayment of Long Term Borrowings	8(a)	(92,619)	(56,837)	(56,264)
Proceeds from Self Supporting Loans	8(c)	20,579	20,300	19,544
Transfers to Reserves (Restricted Assets)	9	(76,408)	(1,448)	(2,770)
Transfers from Reserves (Restricted Assets)	9	12,000	27,604	40,000
Net Amount provided from Financing Activities		<u>63,552</u>	<u>(10,381)</u>	<u>510</u>
Surplus / (Deficit) before General Rates		<u>(2,983,537)</u>	<u>(1,854,929)</u>	<u>(2,695,017)</u>
Total Amount raised from General Rates		2,983,537	2,795,404	2,695,017
Net Current Assets at 30 Jun - Surplus / (Deficit)		<u>0</u>	<u>940,474</u>	<u>-</u>

SHIRE OF VICTORIA PLAINS
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDING 30 JUNE 2022

1. SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of Preparation

2021 Actual figures are as at 19 August 2021 and remain subject to audit.

The budget has been prepared in accordance with Australian Accounting Standards, Authoritative Interpretations, the *Local Government Act 1995*, and regulations, within the context in which they relate to local governments and not-for-profit entities.

These financial statements comply with, and supersede, the Australian Accounting Standards with the *Local Government (Financial Management) Regulations 1996* where applicable.

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

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

(b) Change in Accounting Policies

On 1 July 2021 no new accounting policies are to be adopted and no new policies are expected to impact the annual budget.

(c) The Local Government Reporting Entity

The Australian Accounting Standards define local government as a reporting entity which can be a single entity or a group comprising a parent and all its subsidiaries. All funds controlled by the Shire in order to provide its services have formed part of the following report. Transactions and balances related to these controlled funds, such as transfers to and from reserves, were eliminated during the preparation of the report.

Funds held in Trust, which are controlled but not owned by the Shire, do not form part of the financial statements. Further information on the Shire funds in Trust are provided in Note 12.

(d) Rounding of Amounts

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

SHIRE OF VICTORIA PLAINS
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDING 30 JUNE 2022

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(e) Goods and Services Tax (GST)

Revenue, expenses and assets are recognised net of the amount of goods and services tax (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 where applicable.

Cash flows in the statement of cash flows are included on a gross basis and the GST component of cash flows arising from investing and financing activities which is recoverable from, or payable to, the taxation authority is classified as operating cash flows.

(f) Critical Accounting Estimates

The preparation of a 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, liabilities, income and expenses.

(g) Comparative Figures

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

(h) 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.

(i) Current and Non-current Classification

An 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 right to defer settlement beyond 12 months, such as vested long service leave, the liability is classified as current even if it is 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.

(j) 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.

(k) 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 or changes in value and bank overdrafts.

(l) Financial Assets at Amortised Cost

The Shire classifies financial assets at amortised cost if both 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.

(m) Contract Assets

A contract asset is the right to consideration in exchange for goods or services the Shire has transferred to a customer when that right is conditional upon something other than the passage of time.

**SHIRE OF VICTORIA PLAINS
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDING 30 JUNE 2022**

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(n) 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 goods sold and services performed in the ordinary course of business.

Trade receivables are recognised at original invoice amount less any allowances for uncollectable amounts (i.e. impairment). The carrying amount of net trade receivables is equivalent to fair value as it is due for settlement within 30 days.

Trade receivables are held with the objective to collect the contractual cashflows and therefore 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 credit 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.

(o) 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 related to completion and its sale.

Land Held for Resale

Land held for development and sale is valued at the lower of cost and net realisable value. Cost includes the cost of acquisition, development, borrowing costs and holding costs until completion of development. Finance costs and holding charges incurred after development is completed are expensed. Gains and losses are recognised in profit or loss at the time of signing an unconditional contract of sale if significant risks and rewards, and effective control over the land, are passed on to the buyer at this point. Land held for sale is classified as current except where it is held as non-current based on Council's intentions to release for sale.

SHIRE OF VICTORIA PLAINS
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDING 30 JUNE 2022

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(p) Fixed 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 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 disposal are determined by comparing proceeds with the carrying amount. These gains and losses are included in profit or loss in the period in which they arise.

Depreciation of Non-current Assets

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:

Asset	Years
Buildings	30 to 50 years
Furniture and equipment	4 to 10 years
Plant and equipment	5 to 15 years
Other infrastructure	15 to 80 years
Sealed roads and streets	
formation	not depreciated
pavement	50 years
seal	
bituminous seals	15 to 20 years
asphalt surfaces	20 years
Gravel Roads	
formation	not depreciated
pavement	50 years
Formed roads (unsealed)	
formation	not depreciated
pavement	50 years
Footpaths - slab	40 to 60 years
Sewerage piping	80 years
Water supply piping and drainage systems	17 to 80 years
Sewerage piping	80 years
Bridges	60 years

SHIRE OF VICTORIA PLAINS
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDING 30 JUNE 2022

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(q) Interest in Joint Arrangements

Joint arrangements represent the contractual sharing of control between parties in a business venture where unanimous decisions about relevant activities are required.

Separate joint venture entities providing joint venturers with an interest to net assets are classified as a joint venture and accounted for using the equity method.

Joint venture operations represent arrangements whereby joint operators maintain direct interests in each asset and exposure to each liability of the arrangement. The Shire's interest in the assets liabilities revenue and expenses of joint operations are include in the respective lines items of the financial statements.

(r) Trade and Other Payables

Trade and other payables are unpaid current liabilities owed for goods and services provided to the Council prior to the end of the financial year and arise when the Shire becomes obliged to make future payments in respect of these goods and services. The amounts are unsecured and are normally paid within 30 days of recognition.

(s) 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.

(t) 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 part of current trade and other payables in the statement of financial position. The Shire's obligations for employee's annual leave and long service leave entitlements are recognised as provisions in the statement of financial position.

(u) Contract Liabilities

An entity's obligation to transfer goods or services to a customer for which the entity has received consideration (or the amount is due) from the customer. Grants to acquire or construct recognisable non-financial assets to be controlled by the Shire are recognised as a liability until such time as the Shire satisfies its obligations under the agreement.

(v) Borrowing Costs

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

(w) 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.

**SHIRE OF VICTORIA PLAINS
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDING 30 JUNE 2022**

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(x) Nature or Type Classifications

Rates

All rates levied under the *Local Government Act 1995*. Includes general, differential, specific area rates, minimum rates, interim rates, back rates, ex-gratia rates, less discounts and concessions offered. Exclude administration fees, interest on instalments, interest on arrears and service charges and sewerage rates.

Operating Grants, Subsidies and Contributions

Refer to all amounts received as grants, subsidies and contributions that are not non-operating grants.

Non-operating 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.

Profit on Asset Disposal

Profit on the disposal of assets including gains on the disposal of long term investments. Losses are disclosed under the expenditure classifications.

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.

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 these as television and radio broadcasting, underground electricity and neighbourhood surveillance services. Exclude rubbish removal charges. 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 can not be classified under the above headings, includes dividends, discounts, rebates etc.

Employee Costs

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

Materials and Contracts

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

Utilities (Gas, Electricity, Water, etc.)

Expenditures made to the respective agencies for the provision of power, gas, water and communication expenses. 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.

**SHIRE OF VICTORIA PLAINS
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDING 30 JUNE 2022**

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(x) Nature or Type Classifications (Continued)

Depreciation on Non-current Assets

Depreciation expense raised on all classes of assets.

Interest Expenses

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 State taxes. Donations and subsidies made to community groups.

(y) Program Classifications (Function / Activity)

Council operations as disclosed in these financial statements encompass the following service orientated activities/programs.

GOVERNANCE

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

GENERAL PURPOSE FUNDING

Rates, general purpose government grants and interest revenue.

LAW, ORDER AND PUBLIC SAFETY

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

HEALTH

Inspection of food outlets and their control, noise control and waste disposal compliance.

EDUCATION AND WELFARE

Maintenance of playgroup centre and support of school programs.

HOUSING

Provision and maintenance of elderly residents housing.

COMMUNITY AMENITIES

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

RECREATION AND CULTURE

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

TRANSPORT

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 area promotion including the maintenance and operation of a caravan park. Provision of rural services including weed control, and standpipes. Building Control.

OTHER PROPERTY AND SERVICES

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

SHIRE OF VICTORIA PLAINS
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDING 30 JUNE 2022

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

Recognition of revenue 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 satisfied	Payment terms	Returns / Refunds / Warranties	Determination of transaction price	Allocating transaction price	Measuring obligations for returns	Revenue recognition
Rates	General Rates	Over time	Payment dates adopted by Council during the year	None	Adopted by council annually	When taxable event occurs	Not applicable	When rates notice is issued
Grant contracts with customers	Community events, minor facilities, research, design, planning evaluation and services	Over time	Fixed terms transfer of funds based on agreed milestones and reporting	Contract obligation if project not complete	Set by mutual agreement with the customer	Based on the progress of works to match performance obligations	Returns limited to repayment of transaction price of terms breached	Output method based on project milestones and/or completion date matched to performance obligations as inputs are shared
Grants, subsidies or contributions for the construction of non-financial assets	Construction or acquisition of recognisable non-financial assets to be controlled by the local government	Over time	Fixed terms transfer of funds based on agreed milestones and reporting	Contract obligation if project not complete	Set by mutual agreement with the customer	Based on the progress of works to match performance obligations	Returns limited to repayment of transaction price of terms breached	Output method based on project milestones and/or completion date matched to performance obligations as inputs are shared
Grants with no contract commitments	General appropriations and contributions with no reciprocal commitment	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	Single point in time	Full payment prior to issue	None	Set by State legislation or limited by	Based on timing of issue of the associated	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

SHIRE OF VICTORIA PLAINS
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDING 30 JUNE 2022

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

Recognition of revenue 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 satisfied	Payment terms	Returns / Refunds / Warranties	Determination of transaction price	Allocating transaction price	Measuring obligations for returns	Revenue recognition
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
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	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
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 VICTORIA PLAINS
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDING 30 JUNE 2022

2. OPERATING REVENUE

(a) Rate Revenue

(i) General Rates

Rate Type	Valuation \$	Rateable Value \$	Number of Properties #	Budget 21 / 22 \$	Actual 20 / 21 \$	Budget 20 / 21
General GRV	0.117898	1,790,738	162	211,124	197,960	197,056
General UV	0.007169	362,361,014	309	2,597,766	2,434,985	2,434,677
		364,151,752	471	2,808,890	2,632,945	2,631,733

Minimum Rates

Rate Type						
General GRV	485.00	93,142	66	32,010	29,964	29,964
General UV	586.00	2,031,748	76	44,536	34,510	33,320
		2,124,890	142	76,546	64,474	63,284
		366,276,642	613	2,885,436	2,697,419	2,695,017

Other Rate Revenue

Interim and Back Rates						-
Facilities Fees (Ex Gratia)				80,571	80,571	76,000
Total Rate Revenue				2,966,007	2,777,990	2,771,017

(ii) Interest Charges

Interest on Unpaid Rates				5,080	4,744	5,080
Interest on Instalments Plan				10,050	10,085	8,550
ESL Penalty Interest				-	149	190
				15,130	14,978	13,820

Administration Charges

Instalment Charges				2,400	2,436	2,400
Total Funds Raised from Rates				2,983,537	2,795,404	2,787,237

(iii) Instalment Options and Dates

Option	Instalment Date	Admin Charge \$	Instalment Plan %	Unpaid Rates %
Option 1				
Single Full Payment	06 Oct 21			7.0%
Option 2				
First Instalment	06 Oct 21		5.5%	7.0%
Second Instalment	08 Dec 21	6.00	5.5%	7.0%
Third Instalment	09 Feb 22	6.00	5.5%	7.0%
Fourth Instalment	13 Apr 22	6.00	5.5%	7.0%

(iv) Rate Payment Discounts, Waivers and Concessions

No Discounts, Waivers or Concessions in relation to Rates are proposed for 2021/22.

(b) Specified Area Rate

No Specified Area Rates will be levied in the 2021/22 financial year.

(c) Service Charges

No Service Charges will be imposed in the 2021/22 financial year.

SHIRE OF VICTORIA PLAINS
 NOTES TO AND FORMING PART OF THE BUDGET
 FOR THE YEAR ENDING 30 JUNE 2022

3. OPERATING REVENUE

(a) Operating Grants

	Budget 21 / 22	Actual 20 / 21	Budget 20 / 21
Program	\$	\$	\$
Governance	-	(30,000)	30,000
General Purpose Funding	587,148	1,186,404	542,489
Law, Order, Public Safety	71,590	83,098	55,350
Education and Welfare	530	-	530
Transport	138,006	156,518	138,006
Total Operating Grants	797,274	1,396,020	766,375

(b) Non-Operating Grants

	Budget 21 / 22	Actual 20 / 21	Budget 20 / 21
Program	\$	\$	\$
Transport	4,561,136	1,875,163	3,526,055
Total Non-operating Grants	4,561,136	1,875,163	3,526,055

(c) Fees and Charges

	Budget 21 / 22	Actual 20 / 21	Budget 20 / 21
Program	\$	\$	\$
Governance	3,190	2,849	3,190
General Purpose Funding	3,760	3,649	3,760
Law, Order, Public Safety	2,890	2,819	2,890
Health	1,420	590	1,420
Education and Welfare	100	-	100
Housing	78,280	58,783	72,520
Community Amenities	85,800	99,803	86,320
Recreation and Culture	6,450	4,637	6,450
Transport	-	15,549	-
Economic Services	9,930	17,986	9,930
Other Property and Services	5,580	898	5,580
Total Fees and Charges	197,400	207,563	192,160

SHIRE OF VICTORIA PLAINS
 NOTES TO AND FORMING PART OF THE BUDGET
 FOR THE YEAR ENDING 30 JUNE 2022

3. OPERATING REVENUE (Continued)

(d) Interest Earnings on Investments

	Budget 21 / 22	Actual 20 / 21	Budget 20 / 21
Source of Revenue	\$	\$	\$
Interest on Reserves	2,770	940	2,770
Other Funds	12,582	9,806	14,627
Other Interest Revenue (Refer Note 2(a)(ii))	15,130	14,978	13,820
Total Interest Earnings	30,482	25,724	31,217

(e) Other Revenue

	Budget 21 / 22	Actual 20 / 21	Budget 20 / 21
Source of Revenue	\$	\$	\$
Reimbursements	140,777	11,086	12,360
Other Revenue	80,532	74,450	68,550
Total Other Revenue	221,309	85,536	80,910

**SHIRE OF VICTORIA PLAINS
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDING 30 JUNE 2022**

4. OPERATING EXPENSES

(a) Depreciation

	Budget 21 / 22	Actual 20 / 21	Budget 20 / 21
	\$	\$	\$
By Program			
Governance	27,199	27,199	27,210
Law, Order, Public Safety	35,310	35,310	41,340
Education and Welfare	827	827	830
Housing	40,442	40,442	41,770
Community Amenities	97,835	97,835	97,900
Recreation and Culture	182,355	182,354	182,390
Transport	3,351,005	3,351,005	3,318,290
Economic Services	8,146	8,145	8,150
Other Property and Services	177,535	178,041	177,540
Total Depreciation by Program	3,920,654	3,921,158	3,895,420
By Class			
Buildings - non-specialised	18,057	18,057	19,423
Buildings - specialised	123,029	123,029	122,782
Furniture and Equipment	21,584	21,584	23,253
Plant and Equipment	119,964	120,469	127,594
Motor Vehicles	91,342	91,342	91,034
Infrastructure - Roads	3,199,824	3,199,824	3,171,340
Infrastructure - Footpaths	11,241	11,241	11,260
Infrastructure - Other	216,486	216,486	216,326
Infrastructure - Bridges	119,127	119,127	112,408
Total Depreciation by Class	3,920,654	3,921,159	3,895,420

(b) Interest Expense

	Budget 21 / 22	Actual 20 / 21	Budget 20 / 21
	\$	\$	\$
Loan Description			
Borrowings (Refer Note 8(a))	15,887	8,908	13,014
Overdraft	-	1,530	-
Total Interest Expense	15,887	10,438	13,014

(c) Auditor Remuneration

	Budget 21 / 22	Actual 20 / 21	Budget 20 / 21
	\$	\$	\$
Service Provided			
Audit Services	30,000	27,800	30,000
Total Auditing Expense	30,000	27,800	30,000

**SHIRE OF VICTORIA PLAINS
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDING 30 JUNE 2022**

4. OPERATING EXPENSES (Continued)

(d) Elected Members Remuneration

Fees, Expenses and Allowances Paid	Budget 21 / 22 \$	Actual 20 / 21 \$	Budget 20 / 21 \$
Elected member 1			
President's annual allowance	6,500	6,500	6,500
Meeting attendance fees	7,500	7,500	7,500
Annual allowance for ICT expenses	1,000	1,000	1,000
Travel and accommodation expenses	783	-	783
	15,783	15,000	15,783
Elected member 2			
Deputy President's annual allowance	1,625	1,625	1,625
Meeting attendance fees	7,500	7,500	7,500
Annual allowance for ICT expenses	1,000	1,000	1,000
Travel and accommodation expenses	783	-	783
	10,908	10,125	10,908
Elected member 3			
Meeting attendance fees	7,500	7,500	7,500
Annual allowance for ICT expenses	1,000	1,000	1,000
Travel and accommodation expenses	783	-	783
	9,283	8,500	9,283
Elected member 4			
Meeting attendance fees	7,500	7,500	7,500
Annual allowance for ICT expenses	1,000	1,000	1,000
Travel and accommodation expenses	783	-	783
	9,283	8,500	9,283
Elected member 5			
Meeting attendance fees	7,500	7,500	7,500
Annual allowance for ICT expenses	1,000	1,000	1,000
Travel and accommodation expenses	783	-	783
	9,283	8,500	9,283
Elected member 6			
Meeting attendance fees	7,500	7,500	7,500
Annual allowance for ICT expenses	1,000	1,000	1,000
Travel and accommodation expenses	783	191	783
	9,283	8,691	9,283
Elected member 7			
Meeting attendance fees	-	3,125	7,500
Annual allowance for ICT expenses	-	500	1,000
Travel and accommodation expenses	-	-	783
	-	3,625	9,283
Elected member 8			
Meeting attendance fees	-	1,875	-
Annual allowance for ICT expenses	-	250	-
	-	2,125	-
Elected member 9			
Meeting attendance fees	7,500	3,750	-
Annual allowance for ICT expenses	1,000	500	-
Travel and accommodation expenses	783	-	-
	9,283	4,250	-
	73,104	69,316	73,104

**SHIRE OF VICTORIA PLAINS
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDING 30 JUNE 2022**

4. OPERATING EXPENSES (Continued)

(d) Elected Members Remuneration (Cont)

	Budget 21 / 22 \$	Actual 20 / 21 \$	Budget 20 / 21 \$
Fees, expenses and allowances to be paid or reimbursed to elected council members.			
President's allowance	6,500	6,500	6,500
Deputy President's allowance	1,625	1,625	1,625
Meeting attendance fees	52,500	53,750	52,500
Annual allowance for ICT expenses	7,000	7,250	7,000
Travel and accommodation expenses	5,479	191	5,479
	73,104	69,316	73,104

SHIRE OF VICTORIA PLAINS
 NOTES TO AND FORMING PART OF THE BUDGET
 FOR THE YEAR ENDING 30 JUNE 2022

5. DISPOSAL OF ASSETS

21/22 Budget

	Book Value 21 / 22 \$	Proceeds 21 / 22 \$	Profit 21 / 22 \$	(Loss) 21 / 22 \$
No disposals are budgeted for the Year Ending 30 June 2022			-	-
	-	-	-	-
Total Profit or (Loss)				-

20/21 Actual

	Book Value 21 / 22 \$	Proceeds 21 / 22 \$	Profit 21 / 22 \$	(Loss) 21 / 22 \$
Transport Plant and Equipment				
Toyota Prado 2017	21,378	39,500	18,122	-
Toyota Prado 3.0L Turbo	21,740	32,650	10,910	-
Mitsubishi ASX LS 2WD	6,691	13,500	6,809	-
	49,809	85,650	35,841	-
Total Profit or (Loss)				35,841

20/21 Budget

	Book Value 21 / 22 \$	Proceeds 21 / 22 \$	Profit 21 / 22 \$	(Loss) 21 / 22 \$
Transport Plant and Equipment				
Toyota Prado 2017	20,000	35,900	15,900	-
Toyota Prado 3.0L Turbo	20,500	30,000	9,500	-
Mitsubishi ASX LS 2WD	6,200	12,300	6,100	-
Toro Z580D 25hp Ride On Mower	3,200	4,100	900	-
	49,900	82,300	32,400	-
Total Profit or (Loss)				32,400

SHIRE OF VICTORIA PLAINS
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDING 30 JUNE 2022

6. CAPITAL EXPENDITURE - PROPERTY, PLANT AND EQUIPMENT

(a) Land and Buildings

	Budget 2022	Actual 2021	Budget 2021
	\$	\$	\$
Governance			
Carpet - Admin Building	-	29,909	11,400
Painting	-	-	10,000
ATM Ramp and Balustrade	-	-	6,000
Solar Lights - Rear Admin Building	7,892	3,134	-
Shire Admin Car Park	25,000	-	-
	32,892	33,043	27,400
Housing			
Roller Door	5,000	-	-
	5,000	-	-
Recreation and Culture			
Calingiri Hall Floor Coverings	5,000	-	-
Mogumber Hall Ceiling	5,000	-	-
Library Upgrade	-	3,330	3,200
	10,000	3,330	3,200
Transport			
Depot Upgrades	10,000	6,493	-
Purchase of Land for Aglime Route	35,000	-	-
Automatic Closing Gates - Depot	14,500	-	-
	59,500	6,493	-
Total Land and Buildings	107,392	42,866	30,600

(b) Plant and Equipment

	Budget 2022	Actual 2021	Budget 2021
	\$	\$	\$
Transport			
2020 Toyota Prado	-	74,620	71,600
2020 Toyota Hilux Double Crew Cab #2	-	57,710	52,700
2020 Toyota Hilux Double Crew Cab #1	-	47,269	41,400
Grab Bucket for Loader	20,000	-	-
Grader	165,000	-	-
Roller	35,000	-	-
8x5 Heavy Duty Tandem Trailer	5,000	-	5,000
	225,000	179,599	170,700
Community Amenities			
Bolgart Tip Generator	8,000	-	-
	8,000	-	-

SHIRE OF VICTORIA PLAINS
 NOTES TO AND FORMING PART OF THE BUDGET
 FOR THE YEAR ENDING 30 JUNE 2022

6. CAPITAL ACQUISITIONS - PROPERTY, PLANT AND EQUIPMENT (Cont)

(b) Plant and Equipment (Cont)

	Budget 2022 \$	Actual 2021 \$	Budget 2021 \$
Recreation and Culture			
Calingiri Oval Water Tank	-	11,480	25,000
	-	11,480	25,000
Law, Order & Public Safety			
CCTV Camera's	6,531	65,176	21,200
	6,531	65,176	21,200
Governance			
Video Conferencing	4,329	-	-
	4,329	-	-
Total Plant and Equipment	243,861	256,255	216,900

(c) Furniture and Equipment

	Budget 2022 \$	Actual 2021 \$	Budget 2021 \$
Governance			
Canon IRA-C7565I Printer	-	17,478	15,100
Compactus	-	-	6,000
	-	17,478	21,100
Total Furniture and Equipment	-	17,478	21,100
Total Property, Plant and Equipment	351,253	316,599	268,600

**SHIRE OF VICTORIA PLAINS
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDING 30 JUNE 2022**

7. CAPITAL ACQUISITIONS - INFRASTRUCTURE

(a) Roads

	Budget 2022 \$	Actual 2021 \$	Budget 2021 \$
Transport			
<i>Roadworks - Council & Direct Funding</i>			
Footpaths - Bolgart 21/22	41,760	-	-
Bolgart West Road	-	118,990	64,000
Toodyay - Bindi Bindi Road	-	36,772	-
Yenart Road Culvert	-	13,946	15,000
Footpaths - Bolgart	-	52,561	35,700
Footpaths - Yerecoin	-	44,498	37,200
Footpaths - Calingiri	23,429	-	-
Gravel Pits	-	1,294	-
Calingiri-New Norcia Road	-	150	-
Gillingarra West Road	-	115	-
<i>Roadworks - RRG Funded</i>			
Toodyay - Bindi Bindi Rd Nth 21/22	634,611	-	-
Yerecoin South East Road	-	128,028	178,000
Toodyay-Bindi Bindi Road - Shoulder reconditioning	110,383	-	-
<i>Roadworks - Blackspot Funded</i>			
Bindi Bindi-Toodyay Road	82,665	268,717	324,500
<i>Roadworks - Roads to Recovery Funded</i>			
Gillingarra Glentromie Road	-	230,272	230,000
New Norcia-Gillingarra Rd 2019-20	-	327	-
<i>Ag Lime Route Capital Expenditure</i>			
Ag Lime Calingiri - New Norcia Road	1,179,822	41,520	1,177,500
<i>Roadworks - State Freight Network</i>			
Mogumber-Yarawindah Rd 19/20	248,381	116,344	364,500
Mogumber-Yarawindah WSN #2	239,019	1,015,846	1,427,500
Mogumber-Yarawindah WSN #3	102,888	-	-
Mogumber-Yarawindah WSN #4	55,000	-	-
Mogumber-Yarawindah WSN #5	1,578,438	-	-
<i>Roadworks - LRCIP</i>			
Bolgart West Road	446,104	-	-
Yerecoin South - East Road	94,332	-	-
Behanging Road	80,472	-	-
Catabody Road	161,020	2,790	-
	5,078,325	2,072,168	3,853,900
Total Roads	5,078,325	2,072,168	3,853,900

SHIRE OF VICTORIA PLAINS
 NOTES TO AND FORMING PART OF THE BUDGET
 FOR THE YEAR ENDING 30 JUNE 2022

7. CAPITAL ACQUISITIONS - INFRASTRUCTURE (Cont)

(b) Bridges

	Budget 2022 \$	Actual 2021 \$	Budget 2021 \$
Transport			
Glentromie-Yerecoin Road Bridge	-	360	100,000
	-	360	100,000
Total Bridges	-	360	100,000

(c) Infrastructure - Other

	Budget 2022 \$	Actual 2021 \$	Budget 2021 \$
Recreation and Culture			
Calingiri Playground Upgrades	37,600	7,400	20,000
Hockey Fields Safety Fencing	8,000	-	-
Mogumber Toilets	8,000	-	-
	53,600	7,400	20,000
Other Economic Services			
Piawaning Standpipe Controller	18,760	-	-
	18,760	-	-
Community Amenities			
Calingiri Landfill Rear Fence	10,000	-	-
Yerecoin Sewerage Inspection Hatch x 2	50,000	-	-
	60,000	-	-
Total Infrastructure - Other	132,360	7,400	20,000
Total Infrastructure	5,210,685	2,079,928	3,973,900

SHIRE OF VICTORIA PLAINS
 NOTES TO AND FORMING PART OF THE BUDGET
 FOR THE YEAR ENDING 30 JUNE 2022

8. INFORMATION ON BORROWINGS

(a) Debenture Repayments

(i) Loan 82 Calingiri Sports Pavilion

	Budget 21 / 22	Actual 20 / 21	Budget 20 / 21
Recreation and Culture	\$	\$	\$
Opening Balance	20,584	40,275	40,275
Principal Payment	(20,584)	(19,691)	(19,691)
Principal Outstanding at Year End	-	20,584	20,584
Interest Payment	(1,158)	(1,725)	(1,937)
Total Interest	(1,158)	(1,725)	(1,937)

(ii) Loan 84 Piawaning Water Supply

	Budget 21 / 22	Actual 20 / 21	Budget 20 / 21
Economic Services	\$	\$	\$
Opening Balance	101,580	118,609	118,609
Principal Payment	(17,456)	(17,029)	(17,029)
Principal Outstanding at Year End	84,124	101,580	101,580
Interest Payment	(3,357)	(2,688)	(3,660)
Total Interest	(3,357)	(2,688)	(3,660)

(iii) Loan 83 Calingiri Football Club

	Budget 21 / 22	Actual 20 / 21	Budget 20 / 21
Recreation and Culture	\$	\$	\$
Opening Balance	183,253	203,553	203,553
Principal Payment	(20,579)	(20,117)	(19,544)
Principal Outstanding at Year End	162,674	183,436	184,009
Interest Payment	(5,372)	(4,495)	(7,417)
Total Interest	(5,372)	(4,495)	(7,417)

(iv) New Loan - Grader and Roller

	Budget 21 / 22	Actual 20 / 21	Budget 20 / 21
Recreation and Culture	\$	\$	\$
Opening Balance	-	-	-
Amount Borrowed	200,000	-	-
Principal Payment	(34,000)	-	-
Principal Outstanding at Year End	166,000	-	-
Interest Payment	(6,000)	-	-
Total Interest	(6,000)	-	-
Total Principal Repayments	(92,619)	(56,837)	(56,264)
Total Interest Payment	(15,887)	(8,908)	(13,014)

SHIRE OF VICTORIA PLAINS
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDING 30 JUNE 2022

8. INFORMATION ON BORROWINGS (Continued)

(b) New borrowings

Particulars/Purpose	Purchase of Grader and Roller
Institution	WATC
Loan Type	Semi-annual
Interest Rate	3%
Amount Borrowed	200,000
Total Interest and Charges	6,000
Amount Used Budget	200,000
Balance unspent	-

(c) Self Supporting Loans

(i) Loan 83 Calingiri Football Club

	Budget 21 / 22	Actual 20 / 21	Budget 20 / 21
	\$	\$	\$
Recreation and Culture			
Opening Balance	183,252	203,553	213,077
Principal Payment Received	(20,579)	(20,300)	(19,544)
Principal Outstanding at Year End	162,673	183,253	193,533
Interest Received	(6,682)	(5,483)	(7,417)
Total Interest	(6,682)	(5,483)	(7,417)
Total Principal Received	(20,579)	(20,300)	(19,544)
Total Interest	(6,682)	(5,483)	(7,417)

(d) Unspent Debentures

The Shire had no unspent borrowings as at 30 June 2021. It is not expected to have unspent borrowings as at 30 June 2022.

(e) Credit Facilities

	Budget 21 / 22	Actual 20 / 21	Budget 20 / 21
Bank Overdraft Limit	300,000	300,000	300,000
Bank Overdraft at Balance date	-	-	-
Credit Card Limit	15,000	15,000	15,000
Credit Card balance at balance date	-	1,659	-
Total amount of credit unused	315,000	315,000	315,000

SHIRE OF VICTORIA PLAINS
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDING 30 JUNE 2022

9. CASH BACKED RESERVES

Reserve Name	Opening Balance 01 Jul 21 \$	Transfers from \$	Interest Received \$	Transfer to \$	Adopted Budget 30 Jun 22 \$	Opening Balance 01 Jul 20 \$	Transfers from \$	Transfer to \$	Actual 30 Jun 21 \$	Adopted Budget 30 Jun 21 \$
Long Service Leave	4,477	-	13	-	4,490	4,464	-	13	4,477	4,491
Plant	66,272	-	160	74,960	141,392	66,112	-	160	66,272	50,407
Housing	98,669	-	133	-	98,802	98,536	-	133	98,669	22,671
Sewerage Scheme - Calingiri	57,142	-	165	-	57,307	56,977	-	165	57,142	57,298
Refuse Site	253,886	-	809	-	254,695	280,681	(27,604)	809	253,886	242,261
Building Maintenance	15,168	(12,000)	44	-	3,212	15,124	-	44	15,168	15,204
Infrastructure	14,665	-	42	-	14,707	14,623	-	42	14,665	14,704
Gym Equipment	7,411	-	21	-	7,432	7,390	-	21	7,411	7,443
Sewerage Scheme - Yerecoin	21,135	-	61	-	21,196	21,074	-	61	21,135	21,180
Total Reserves	538,825	(12,000)	1,448	74,960	603,233	564,981	(27,604)	1,448	538,825	435,659

Objective of Reserves

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	Term	Purpose
Long Service Leave	Ongoing	to be used to fund annual and long service leave requirements
Plant	Ongoing	to be used for the purchase of major plant
Housing	Ongoing	to be used for the procurement of staff housing
Sewerage Scheme - Calingiri	Ongoing	to be used to maintain and improve the Calingiri sewerage scheme
Refuse Site	Ongoing	to be used to fund future refuse site development
Building Maintenance	Ongoing	to be used for the long term maintenance of Shire buildings
Infrastructure	Ongoing	to be used for future infrastructure development to ensure long term Shire sustainability
Gym Equipment	Ongoing	to be used for future purchases and replacement of gymnasium equipment
Sewerage Scheme - Yerecoin	Ongoing	to be used to maintain and improve the Yerecoin sewerage scheme
Mogumber - Yarawindah Road	Completed	to be used for the Mogumber - Yarawindah Road project

The reserves are not expected to be used within a set period and further transfers to the reserve accounts are expected as funds are utilised

SHIRE OF VICTORIA PLAINS
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDING 30 JUNE 2022

10. NOTES TO THE STATEMENT OF CASH FLOWS

The statement of cash flows includes cash and cash equivalents net of outstanding overdrafts. The estimated cash at reporting date is as follows:

	Budget 21 / 22	Actual 20 / 21	Budget 20 / 21
	\$	\$	\$
(a) Reconciliation of Cash			
Cash at bank and on hand	1,405,538	2,281,603	817,021
Total Cash on Hand	1,405,538	2,281,603	817,021
Held as			
Cash - Unrestricted	802,305	1,742,778	381,362
Cash - Restricted	603,233	538,825	435,659
Total Cash on Hand	1,405,538	2,281,603	817,021
(b) Reconciliation of Net Cash from Operating Activities to Net Result			
Net Result	637,260	(821,029)	(62,359)
Depreciation	3,920,654	3,921,160	3,895,420
(Profit) on Sale of Asset	-	(35,841)	(32,400)
Loss on Sale of Asset	-	-	-
(Increase) / Decrease in Receivables	-	25,087	50,183
(Increase) / Decrease in Inventories	-	(14,142)	-
Increase / (Decrease) in Payables	-	132,938	(286,258)
Increase / (Decrease) in Employee Provisions	-	(53,389)	-
Non-operating Grants, Subsidies and Contributions	(4,561,136)	(1,875,163)	(3,526,055)
Net Cash from Operating Activities	(3,223)	1,279,621	38,531

SHIRE OF VICTORIA PLAINS
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDING 30 JUNE 2022

11. NET CURRENT ASSETS

Composition of Estimated Net Current Asset Position	Budget 2022 \$	Actual 2021 \$	Budget 2021 \$
Current Assets			
Cash - Unrestricted	802,305	1,742,778	381,362
Cash - Restricted Reserves	603,233	538,825	435,659
Receivables	74,662	74,662	114,994
Inventories	35,473	35,473	34,812
Total Current Assets	1,515,673	2,391,738	966,827
Current Liabilities			
Trade and Other Payables	(599,054)	(599,054)	(244,499)
Revenue Received in Advance			(33,214)
Contract Liabilities	(109,544)	(109,544)	-
Deposits and Bonds	(27,518)	(27,518)	(15,716)
Short Term Borrowings	(58,697)	(58,697)	(56,264)
Provisions	(155,729)	(155,729)	(218,195)
Total Current Liabilities	(950,542)	(950,542)	(567,888)
Net Current Funding Position	565,131	1,441,196	398,939
Less: Cash - Restricted Reserves	(603,233)	(538,825)	(435,659)
Less: Self-Supporting Loan	(20,595)	(20,595)	(19,544)
Add: Employee Leave Reserve			
Add: Current Portion of Debentures	58,697	58,697	56,264
Estimated Surplus / (Deficit) C/FWD	-	940,473	-

**SHIRE OF VICTORIA PLAINS
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDING 30 JUNE 2022**

12. TRUST FUNDS

Description	Opening Balance 01 Jul 21 \$	Amounts Received \$	Amounts Paid \$	Closing Balance 30 Jun 22 \$
	-	-	-	-
Total Trust Funds	<u>-</u>			<u>-</u>

13. JOINT ARRANGEMENTS

(a) Joint Arrangement Information

The following two joint arrangements have been classified as a Joint Operations.

(i) Calingiri - Lot 23 and 24 Harrington Street

The Shire entered into a Joint Arrangement with Homeswest on 17 December 1999. The purpose of the arrangement was for the construction of four aged persons units in Calingiri.

(ii) Bolgart - Lot 184 and 191 George Street

The Shire entered into a Joint Arrangement with Homeswest on 21 February 2006. The purpose of the arrangement was for the construction of two aged persons units in Bolgart.

(b) Joint Arrangement Information

(i) Non-current Assets	Budget 21 / 22 \$	Actual 20 / 21 \$	Budget 20 / 21 \$
Land and Buildings	164,453	186,000	225,253
Accumulated Depreciation	(21,547)	(21,547)	(21,547)
	<u>142,906</u>	<u>164,453</u>	<u>203,706</u>

14. MAJOR LAND TRANSACTIONS

The Shire does not anticipate any major land transactions in the 21/22 financial year

15. TRADING UNDERTAKINGS AND MAJOR TRADING UNDERTAKINGS

The Shire does not anticipate any trading undertakings or major trading undertakings in the 21/22 financial year