

SHIRE OF CARNARVON
ANNUAL BUDGET
FOR THE YEAR ENDED 30 JUNE 2025

LOCAL GOVERNMENT ACT 1995

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SHIRE'S VISION

Unity, Humanity, Nature

A connected community across leaders, cultures and generations

A future for every young person

A job-rich economy, built on local strengths

A still-natural environment, looked after and used

SHIRE OF CARNARVON
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2025

	NOTE	2024/25 Budget	2023/24 Actual	2023/24 Budget
Revenue		\$	\$	\$
Rates	2(a)	7,311,553	7,155,121	6,955,265
Grants, subsidies and contributions	11	8,138,626	10,902,857	7,564,910
Fees and charges	15	3,557,520	3,416,103	3,561,650
Interest revenue	12(a)	425,000	474,245	130,000
Other revenue	12(b)	438,469	523,116	300,694
		19,871,168	22,471,442	18,512,519
Expenses				
Employee costs		(9,194,215)	(8,941,119)	(7,991,365)
Materials and contracts		(13,153,197)	(10,149,709)	(13,510,057)
Utility charges		(931,595)	(891,069)	(915,163)
Depreciation	6	(8,895,780)	(8,842,167)	(8,334,555)
Finance costs	12(d)	(103,524)	(113,496)	(109,113)
Insurance		(748,544)	(684,261)	(595,713)
Other expenditure		(375,774)	(497,573)	(414,819)
		(33,402,629)	(30,119,394)	(31,870,785)
		(13,531,461)	(7,647,952)	(13,358,266)
Capital grants, subsidies and contributions	11	15,614,027	5,627,201	9,276,105
Profit on asset disposals	5	84,560	13,006	36,296
Loss on asset disposals		(98,870)	(9,961)	(58,000)
Fair value adjustments to financial assets at fair value through profit or loss		0	2,942	0
		15,599,717	5,633,188	9,254,401
Net result for the period		2,068,256	(2,014,764)	(4,103,865)
Other comprehensive income				
<i>Items that will not be reclassified subsequently to profit or loss</i>				
Total other comprehensive income for the period		0	0	0
Total comprehensive income for the period		2,068,256	(2,014,764)	(4,103,865)

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

SHIRE OF CARNARVON
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2025

CASH FLOWS FROM OPERATING ACTIVITIES

Receipts

	NOTE	2024/25 Budget	2023/24 Actual	2023/24 Budget
Rates		\$ 7,311,553	\$ 6,794,784	\$ 7,805,265
Grants, subsidies and contributions		5,868,018	11,442,107	6,590,426
Fees and charges		3,557,520	3,416,103	3,561,650
Interest revenue		425,000	474,245	130,000
Goods and services tax received		500,000	622,447	500,000
Other revenue		438,469	523,116	300,694

18,100,560 23,272,802 18,888,035

Payments

Employee costs		(9,194,215)	(8,947,144)	(7,991,365)
Materials and contracts		(11,653,198)	(8,544,540)	(13,010,057)
Utility charges		(931,595)	(891,069)	(915,163)
Finance costs		(103,524)	(113,496)	(109,113)
Insurance		(748,544)	(684,261)	(595,713)
Goods and services tax paid		(500,000)	(500,000)	(500,000)
Other expenditure		(375,774)	(497,573)	(414,819)

(23,506,850) (20,178,083) (23,536,230)

Net cash provided by (used in) operating activities

4 (5,406,290) 3,094,719 (4,648,195)

CASH FLOWS FROM INVESTING ACTIVITIES

Payments for purchase of property, plant & equipment	5(a)	(3,521,450)	(1,465,743)	(3,748,283)
Payments for construction of infrastructure	5(b)	(17,191,900)	(6,118,468)	(10,879,813)
Capital grants, subsidies and contributions		15,614,027	5,627,201	9,276,105
Proceeds from sale of property, plant and equipment	5(a)	170,190	34,871	98,636
Proceeds from sale of infrastructure	5(b)	0	0	0

(4,929,133) (1,922,139) (5,253,355)

Net cash provided by (used in) investing activities

CASH FLOWS FROM FINANCING ACTIVITIES

Repayment of borrowings	7(a)	(439,953)	(283,784)	(283,785)
Payments for principal portion of lease liabilities	8	(162,813)	(342,984)	(351,698)
Proceeds from new borrowings	7(a)	865,000	996,000	1,996,000

Net cash provided by (used in) financing activities

262,234 369,232 1,360,517

Net increase (decrease) in cash held

(10,073,189) 1,541,812 (8,541,033)

Cash at beginning of year

13,493,188 11,951,376 11,951,382

Cash and cash equivalents at the end of the year

4 **3,419,999** **13,493,188** **3,410,349**

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

SHIRE OF CARNARVON
STATEMENT OF FINANCIAL ACTIVITY
FOR THE YEAR ENDED 30 JUNE 2025

		2024/25	2023/24	2023/24
	NOTE	Budget	Actual	Budget
OPERATING ACTIVITIES				
Revenue from operating activities				
		\$	\$	\$
General rates	2(a)	6,992,788	6,843,154	6,669,732
Rates excluding general rates	2(a)	318,765	311,967	285,533
Grants, subsidies and contributions	11	8,138,626	10,902,857	7,564,910
Fees and charges	15	3,557,520	3,416,103	3,561,650
Interest revenue	12(a)	425,000	474,245	130,000
Other revenue	12(b)	438,469	523,116	300,694
Profit on asset disposals	5	84,560	13,006	36,296
Fair value adjustments to financial assets at fair value through profit or loss		0	2,942	0
		19,955,728	22,487,390	18,548,815
Expenditure from operating activities				
Employee costs		(9,194,215)	(8,941,119)	(7,991,365)
Materials and contracts		(13,153,197)	(10,149,709)	(13,510,057)
Utility charges		(931,595)	(891,069)	(915,163)
Depreciation	6	(8,895,780)	(8,842,167)	(8,334,555)
Finance costs	12(d)	(103,524)	(113,496)	(109,113)
Insurance		(748,544)	(684,261)	(595,713)
Other expenditure		(375,774)	(497,573)	(414,819)
Loss on asset disposals	5	(98,870)	(9,961)	(58,000)
		(33,501,499)	(30,129,355)	(31,928,785)
Non-cash amounts excluded from operating activities	3(b)	8,910,090	8,830,155	8,356,259
Amount attributable to operating activities		(4,635,681)	1,188,190	(5,023,711)
INVESTING ACTIVITIES				
Inflows from investing activities				
Capital grants, subsidies and contributions	11	15,614,027	5,627,201	9,276,105
Proceeds from disposal of assets	5	170,190	34,871	98,636
		15,784,217	5,662,072	9,374,741
Outflows from investing activities				
Payments for property, plant and equipment	5(a)	(3,521,450)	(1,465,743)	(3,748,283)
Payments for construction of infrastructure	5(b)	(17,191,900)	(6,118,468)	(10,879,813)
		(20,713,350)	(7,584,211)	(14,628,096)
Amount attributable to investing activities		(4,929,133)	(1,922,139)	(5,253,355)
FINANCING ACTIVITIES				
Inflows from financing activities				
Proceeds from new borrowings	7(a)	865,000	996,000	1,996,000
Transfers from reserve accounts	9(a)	2,302,369	494,933	1,045,702
		3,167,369	1,490,933	3,041,702
Outflows from financing activities				
Repayment of borrowings	7(a)	(439,953)	(283,784)	(283,785)
Payments for principal portion of lease liabilities	8	(162,813)	(342,984)	(351,698)
Transfers to reserve accounts	9(a)	(388,317)	(566,042)	(329,962)
		(991,083)	(1,192,810)	(965,445)
Amount attributable to financing activities		2,176,286	298,123	2,076,257
MOVEMENT IN SURPLUS OR DEFICIT				
Surplus or deficit at the start of the financial year	3	7,388,528	7,824,354	8,200,809
Amount attributable to operating activities		(4,635,681)	1,188,190	(5,023,711)
Amount attributable to investing activities		(4,929,133)	(1,922,139)	(5,253,355)
Amount attributable to financing activities		2,176,286	298,123	2,076,257
Surplus or deficit at the end of the financial year	3	0	7,388,528	0

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

**SHIRE OF CARNARVON
FOR THE YEAR ENDED 30 JUNE 2025
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SHIRE OF CARNARVON
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2025

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 14 to the annual budget.

2023/24 actual balances

Balances shown in this budget as 2023/24 Actual are estimates as forecast at the time of preparation of the annual budget and are subject to final adjustments.

Budget comparative figures

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

Comparative figures

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

Rounding off figures

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

Initial application of accounting standards

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

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

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

New accounting standards for application in future years

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

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

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

Judgements, estimates and assumptions

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

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

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

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

SHIRE OF CARNARVON
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2025

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 CARNARVON
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2025

2. RATES AND SERVICE CHARGES

(a) Rating Information

Rate Description	Basis of valuation	Rate in	Number of properties	Rateable value	2024/25 Budgeted rate revenue	2024/25 Budgeted interim rates	2024/25 Budgeted back rates	2024/25 Budgeted total revenue	2023/24 Actual total revenue	2023/24 Budget total revenue
		\$		\$	\$	\$	\$	\$	\$	\$
(i) General rates										
Residential	GRV	0.098174	1,424	28,658,610	2,813,530	5,000	5,000	2,823,530	2,722,034	2,720,879
Commercial/Industrial	GRV	0.111138	278	16,703,888	1,856,437	5,000	5,000	1,866,437	1,811,253	1,788,196
Special Use/Rural	GRV	0.110600	74	2,163,281	239,259	0	0	239,259	221,719	226,719
Mining	UV	0.266372	48	1,814,671	483,378	20,000	0	503,378	420,854	255,409
Pastoral	UV	0.127344	32	3,247,320	413,527	5,000	0	418,527	378,966	383,966
Intensive Horticultural	UV	0.026491	170	24,798,000	656,924	5,000	5,000	666,924	628,628	636,128
Total general rates			2,026	77,385,770	6,463,055	40,000	15,000	6,518,055	6,183,454	6,011,297
(ii) Minimum payment										
		\$								
Residential	GRV	1,322	260	2,299,557	343,720	0	0	343,720	498,410	498,410
Commercial/Industrial	GRV	1,322	56	370,938	74,032	0	0	74,032	82,225	82,225
Special Use/Rural	GRV	1,322	30	22,925	39,660	0	0	39,660	60,720	60,720
Mining	UV	485	17	12,560	8,245	0	0	8,245	6,960	6,960
Pastoral	UV	1,322	8	20,700	10,576	0	0	10,576	11,385	11,385
Intensive Horticultural	UV	1,322	0	0	0	0	0	0	0	0
Total minimum payments			371	2,726,680	476,233	0	0	476,233	659,700	659,700
Total general rates and minimum payments			2,397	80,112,450	6,939,288	40,000	15,000	6,994,288	6,843,154	6,670,997
(iii) Specified area rates										
GRV Coral Bay					311,100	0	0	311,100	297,736	277,933
Total specified area rates			0	0	311,100	0	0	311,100	297,736	277,933
(iv) Ex-gratia rates										
Dampier-Bunbury Pipeline					7,665	0	0	7,665	14,231	7,600
Total ex-gratia rates			0	0	7,665	0	0	7,665	14,231	7,600
					7,258,053	40,000	15,000	7,313,053	7,155,121	6,956,530
Waivers or Concessions (Refer note 2(f))								(1,500)	0	(1,265)
Total rates					7,258,053	40,000	15,000	7,311,553	7,155,121	6,955,265

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 2024/25 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 CARNARVON
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2025

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.

Instalment options	Date due	Instalment plan admin charge	Instalment plan interest rate	Unpaid rates interest rates
		\$	%	%
Option one				
Single full payment	10/10/2024	0	0	7.00
Option two				
First instalment	10/10/2024	0.00	0.00	7.00
Second instalment	13/02/2025	6.60	5.50	7.00
Option three				
First instalment	10/10/2024	0.00	0.00	7.00
Second instalment	12/12/2024	6.60	5.50	7.00
Third instalment	13/02/2025	6.60	5.50	7.00
Fourth instalment	17/04/2025	6.60	5.50	7.00

	2024/25 Budget revenue	2023/24 Actual revenue	2023/24 Budget revenue
	\$	\$	\$
Instalment plan admin charge revenue	15,000	8,177	7,500
Instalment plan interest earned	25,000	24,603	25,000
Unpaid rates and service charge interest earned	100,000	97,580	60,000
	140,000	130,361	92,500

SHIRE OF CARNARVON
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2025

2. RATES AND SERVICE CHARGES (CONTINUED)

(c) Objectives and Reasons for Differential Rating

Differential rating is the method of applying a different rate in the dollar to a different category of property. This is allowed for and controlled by S6.33 of the Local Government Act 1995 and the Shire applies differential rates according to property usage for GRV and UV Rated properties. Properties in the Shire of Carnarvon are valued with either a Gross Rental Value (GRV) which is used on urban properties around townsites and Unimproved Value (UV) which is predominantly used on rural properties.

The purpose of levying rates is to meet Council's budget requirements each financial year, so it can deliver facilities, services and community infrastructure. Property valuations provided by the Valuer General's Office (VGO) are used as the basis for the calculation of rates each year. Section 6.33 of the Local Government Act 1995 provides the ability to differentially rate properties based on zoning and/or land use as determined by the Shire of Carnarvon. The application of differential rating maintains equity on the rating of properties across the Shire. Preparation of the annual Budget is informed by two key Council documents, the 10-year Strategic Community Plan and the Long-Term Financial Plan. These documents provide the road map for budget preparation.

To provide equity in the rating of properties across the Shire the following rate categories have been determined for the implementation of differential rating.

Differential general rate

Description	Characteristics	Objects	Reasons
GRV Residential	GRV RESIDENTIAL rate applies to all GRV Valued properties in the Shire where the property is designated Residential during the Landgate valuation process and for properties where the predominant use of the land is for housing.	The Shire of Carnarvon recognises a cost for providing services to the 1,684 residential properties in the Shire is based on the Uniform General Rate. The Uniform General Rate is calculated on the requirements for the Rate Revenue needed to finance the operations of the Shire and is supported by the anticipated projects for the year and the efficiency measures that have been implemented along with the identified direction provided by the Strategic Community Plan and the Corporate Business Plan. The application of differential rating to maintain equity on the rating of properties across the Shire also influences the Uniform General Rate.	
GRV Special Use/Rural	GRV SPECIAL USE/RURAL rate applies to all GRV Valued properties in the Shire where the property is designated Special use/Rural during the Landgate valuation process and for properties where the predominant use of the larger blocks of land is for minor rural pursuits, including stock, horses, etc. and contained within the greater townsite	The Shire of Carnarvon recognises a cost for providing services to the 104 special use/rural properties in the Shire is based on the Uniform General Rate. The Uniform General Rate is calculated on the requirements for the Rate Revenue needed to finance the operations of the Shire and is supported by the anticipated projects for the year and the efficiency measures that have been implemented along with the identified direction provided by the Strategic Community Plan and the Corporate Business Plan. The application of differential rating to maintain equity on the rating of properties across the Shire also influences the Uniform General Rate.	

**SHIRE OF CARNARVON
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2025**

2. RATES AND SERVICE CHARGES (CONTINUED)

(c) Objectives and Reasons for Differential Rating (CONTINUED)

GRV Commercial/Industrial

GRV COMMERCIAL/INDUSTRIAL rate applies to all GRV Valued properties in the Shire where the property is designated Commercial/Industrial as opposed to GRV Residential or GRV Special Use/Rural during the Landgate valuation process and for properties where the predominant use of the land is for a commercial or industrial purpose.

The Shire of Carnarvon recognises a cost for providing services to 334 commercial or industrial purpose properties within the Shire boundaries compared to properties classified as Residential or Special Use/Rural located within the townsites. The Council endeavours to provide an incentive to encourage business expansion, development and support within the scope of the rating system. A boost to commercial and industrial properties can have a flow on effect to the wider community. The object of this differential rate is to ensure that the proportion of total rate revenue derived from GRV Commercial/Industrial remains essentially consistent with previous years. The nexus between GRV Commercial/Industrial and GRV Residential and Special Use/rural is deemed appropriate. The rate reflects the cost of servicing commercial activity and other amenities. These properties tend to have a higher valuation than other GRV properties due to the location and size of the properties. Council takes these impacts and higher valuation levels into consideration.

UV Mining

UV MINING rate applies to all UV Valued properties in the Shire where the predominant use of the land is for mining related purposes or for other general-purpose leases. These properties are usually a result of a mining tenement with common land uses including explorations, mining and prospecting.

Historically, the number of mining assessments has been in excess of pastoral leases while overall valuations have been around one tenth of pastoral valuations. This low valuation reflects the predominance of lower-value prospecting and exploration leases rather than higher value mining leases. The object of this differential category is to apply a differential rate to mining related properties in the Shire in order to raise additional revenue to offset the costs associated with reducing and rehabilitating environmental impacts as well as the costs related to the increased maintenance and renewal of assets and infrastructure required by the impact of heavy mining and vehicles. The Shire of Carnarvon recognises that mining related industries create a significant impact on the environment as well as the infrastructure within the Shire compared to properties that fall outside this land use. The reason this category is rated higher than the other two rates is to reflect the higher road infrastructure maintenance costs to the Shire as a result of use of extensive lengths of Shire roads throughout the year, and the relatively low total contribution from this sector to the overall total.

UV Pastoral

UV PASTORAL rate applies to all UV Valued properties in the Shire where there is a pastoral lease in place and for properties where the predominant use of the land is for a rural purpose.

The Shire of Carnarvon recognises a high cost for providing services to pastoral and rural purpose properties within the Shire boundaries compared to properties located closer to townsites. The Shire incurs higher costs for infrastructure maintenance and service provision to UV Pastoral properties as a result of extra vehicle movements on the Shire's Road network due to the location and commercial nature of these properties outside of the town site. The object of this differential category is to apply a differential rate to pastoral and rural purpose properties in the Shire in order to raise additional revenue to offset the cost of providing and maintaining infrastructure and other Shire services. These properties tend to have a higher valuation than UV Mining properties due to the location and size of the properties. By applying the proposed rate in the dollar to this category, Council takes these associated costs and higher valuation levels into consideration.

UV Intensive Horticulture (Plantations)

UV Intensive Horticulture (Plantation) rating applies to all plantation properties on unimproved land use.

The Shire of Carnarvon recognises the higher costs incurred for infrastructure maintenance and service provision to UV Intensive Horticultural properties as a result of extra vehicle movements on the Shire's Road network due to the location and commercial nature of these properties outside the town site which places additional pressure on Shire infrastructure assets. The object of this differential category is to apply a differential rate to intensive horticulture related properties in the Shire in order to raise additional revenue to offset the costs associated with the Shire managing the above issues. Valuations applied to the intensive horticulture properties tend to be higher than those within the other UV rated categories, and in order to ensure equity in rates contribution across all categories Council takes these associated costs and valuation levels into consideration by applying a lower rate in the dollar.

**SHIRE OF CARNARVON
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2025**

2. RATES AND SERVICE CHARGES (CONTINUED)

(d) Specified Area Rate

	Budgeted rate applied to costs	Budgeted rate set aside to reserve	Reserve Amount to be applied to costs	Purpose of the rate	Area or properties rate is to be imposed on
Specified area rate	\$	\$	\$		
GRV Coral Bay	311,100	311,100	(311,100)	This rate is raised to contribute to the maintenance and future deliberations of the Coral Bay Refuse Site. The rate will be applied in full to the Coral Bay Refuse Site. Any surplus is required to be transferred to a specific purpose reserve. A surplus is not anticipated.	All properties in Coral Bay based on GRV at \$0.7517 rate in the dollar.
	311,100	311,100	(311,100)		

(e) Service Charges

The Shire did not raise service charges for the year ended 30th June 2025.

(f) Waivers or concessions

Rate, fee or charge to which the waiver or concession is granted	Type	Waiver/Concession	Discount %	Discount (\$)	2024/25 Budget	2023/24 Actual	2023/24 Budget	Circumstances in which the waiver or concession is granted	Objects and reasons of the waiver or concession
			%	\$	\$	\$	\$		
OTC Dish Rates levied	Rate	Waiver	100.00%		1,500	0	1,265	Upon Application to Council	To assist an entities ability to refurbish a Council owned Asset as per lease agreement.
					1,500	0	1,265		

SHIRE OF CARNARVON
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2025

3. NET CURRENT ASSETS

(a) Composition of estimated net current assets

Current assets

Cash and cash equivalents
 Receivables
 Inventories
 Other assets

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	2024/25 Budget 30 June 2025	2023/24 Actual 30 June 2024	2023/24 Budget 30 June 2024
	\$	\$	\$
4	3,419,999	13,493,188	3,410,349
	2,170,699	2,420,699	505,148
	54,227	54,227	28,249
	176,990	176,990	0
	5,821,915	16,145,104	3,943,746
	(3,766,709)	(2,266,710)	(761,337)
	0	(2,520,608)	0
8	(18,901)	(147,735)	0
7	0	(432,713)	0
	(992,491)	(992,491)	(744,176)
	(4,778,101)	(6,360,257)	(1,505,513)
	1,043,814	9,784,847	2,438,233
3(c)	(1,043,814)	(2,396,319)	(2,438,233)
	0	7,388,528	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
 Less: Fair value adjustments to financial assets at fair value through profit and loss
 Add: Loss on asset disposals
 Add: Depreciation
 Movement in current employee provisions

Non cash amounts excluded from operating activities

Note	2024/25 Budget 30 June 2025	2023/24 Actual 30 June 2024	2023/24 Budget 30 June 2024
	\$	\$	\$
5	(84,560)	(13,006)	(36,296)
	0	(2,942)	0
5	98,870	9,961	58,000
6	8,895,780	8,842,167	8,334,555
	0	(6,025)	0
	8,910,090	8,830,155	8,356,259

(c) Current assets and liabilities excluded from budgeted deficiency

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

Adjustments to net current assets

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

Total adjustments to net current assets

9	(2,055,206)	(3,969,258)	(3,182,409)
	0	432,713	0
	18,901	147,735	0
	992,491	992,491	744,176
	(1,043,814)	(2,396,319)	(2,438,233)

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 CARNARVON
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2025

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	2024/25 Budget	2023/24 Actual	2023/24 Budget
		\$	\$	\$
Cash at bank and on hand		3,419,999	13,493,188	3,410,349
Total cash and cash equivalents		3,419,999	13,493,188	3,410,349
Held as				
- Unrestricted cash and cash equivalents	3(a)	106,479	8,786,161	227,940
- Restricted cash and cash equivalents	3(a)	3,313,520	4,707,027	3,182,409
		3,419,999	13,493,188	3,410,349
Restrictions				
The following classes of assets have restrictions imposed by regulations or other externally imposed requirements which limit or direct the purpose for which the resources may be used:				
- Cash and cash equivalents		3,313,520	4,707,027	3,182,409
		3,313,520	4,707,027	3,182,409
The assets are restricted as a result of the specified purposes associated with the liabilities below:				
Financially backed reserves	9	3,313,520	3,969,258	3,182,409
Unspent borrowings (in Reserves)	7(c)	0	737,769	0
		3,313,520	4,707,027	3,182,409
Reconciliation of net cash provided by operating activities to net result				
Net result		2,068,256	(2,014,764)	(4,103,865)
Depreciation	6	8,895,780	8,842,167	8,334,555
(Profit)/loss on sale of asset	5	14,310	(3,045)	21,704
Adjustments to fair value of financial assets at fair value through profit and loss		0	(2,942)	0
(Increase)/decrease in receivables		250,000	(207,615)	1,835,634
(Increase)/decrease in inventories		0	(18,270)	0
Increase/(decrease) in payables		1,499,999	924,479	500,000
Increase/(decrease) in contract liabilities		(2,520,608)	508,975	(1,960,118)
Increase/(decrease) in employee provisions		0	(6,025)	0
Capital grants, subsidies and contributions		(15,614,027)	(5,627,201)	(9,276,105)
Net cash from operating activities		(5,406,290)	3,094,719	(4,648,195)

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 CARNARVON
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2025

5. FIXED ASSETS

The following assets are budgeted to be acquired and/or disposed of during the year.

	2024/25 Budget Additions	2024/25 Budget Disposals - Net Book Value	2024/25 Budget Disposals - Sale Proceeds	2024/25 Budget Disposals - Profit or (Loss)	2023/24 Actual Additions	2023/24 Disposals - Net Book Value	2023/24 Actual Disposals - Sale Proceeds	2023/24 Actual Disposals - Profit or (Loss)	2023/24 Budget Additions	2023/24 Budget Disposals - Net Book Value	2023/24 Budget Disposals - Sale Proceeds	2023/24 Budget Disposals - Profit or (Loss)
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
(a) Property, Plant and Equipment												
Buildings - non-specialised	2,090,681	0	0	0	535,073	0	0	0	1,757,014	0	0	0
Furniture and equipment	75,000	0	0	0	49,003	0	0	0	155,000	0	0	0
Plant and equipment	1,355,769	184,500	170,190	(14,310)	881,666	31,826	34,871	3,045	1,836,269	120,340	98,636	(21,704)
Total	3,521,450	184,500	170,190	(14,310)	1,465,743	31,826	34,871	3,045	3,748,283	120,340	98,636	(21,704)
(b) Infrastructure												
Infrastructure - roads	2,875,353	0	0	0	4,097,401	0	0	0	4,395,262	0	0	0
Other infrastructure - footpaths	220,000	0	0	0	245,250	0	0	0	1,634,138	0	0	0
Other infrastructure - Drainage	6,000	0	0	0	357,936	0	0	0	387,500	0	0	0
Other infrastructure - Airport	8,010,000	0	0	0	30,914	0	0	0	15,880	0	0	0
Other infrastructure	6,080,547	0	0	0	1,386,967	0	0	0	4,447,033	0	0	0
Total	17,191,900	0	0	0	6,118,468	0	0	0	10,879,813	0	0	0
(c) Right of Use Assets												
Right of use - plant and equipment	33,979	0	0	0	13,054	0	0	0	0	0	0	0
Right of use - furniture and fittings	0	0	0	0	0	0	0	0	0	0	0	0
Total	33,979	0	0	0	13,054	0	0	0	0	0	0	0
Total	20,747,329	184,500	170,190	(14,310)	7,597,265	31,826	34,871	3,045	14,628,096	120,340	98,636	(21,704)

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.

Capital works Budget and Funding Source

GI	Job	Description	Asset Class	Funding	Location	Carry-Over	Comment	Draft Budget	Priority	FUNDING SOURCE						Comment
										Reserves Funding	Capital Grant Funding	Funds Received held as Contract Liability	TOTAL Capital Funding	Loan Funding	Own Sources	
4124	A016	Carnarvon Airport Upgrades	Airport Infrastructure	RAIDS	Airport	No	Carnarvon Airport upgrades to allow for unrestricted operation of Q400 aircraft	8,000,000	1		7,611,013		7,611,013.00		\$388,987	Carnarvon Airport upgrades to allow for unrestricted operation of Q400 aircraft. Project include \$388,987 of Shire contribution.
		Airport - Safety Equipment	Airport Infrastructure	Council	Airport	No	Purchase and install of fuel & chemical storage facility	10,000	1				0.00		\$10,000	
3770	D008	Skipworth Street Storm Water Pump Upgrades	Drainage	Council		Yes	Completion of Skipworth storm water pump upgrade to allow for moving of control box and install of handrail	6,000	1				0.00		\$6,000	Contractor was not able to complete works in 2023/24
		Kerbing & Footpath replacement	Footpaths	R2R		No	Identify areas in town where kerbs are damaged and need replacing. Average price per linear meter is \$35. Has not been done for 3 years - need to get back on track with replacement program. R2R Funding.	150,000	1		150,000		150,000.00		\$0	Possible R2r funding
		Footpath - Lower Rd to Robinson St	Footpaths	R2R		No	Finish the footpath from the school end section on Lower Rd to Robinson St	70,000	1		70,000		70,000.00		\$0	Possible R2r funding
		Shire Residences	Land & Buildings	Council		No	Allocation for Shire residents renewals. Eg Roff, kitchen, fence replacement.	20,000	1				0.00		\$20,000	
0584	LRC023	Admin Building Roof Replacement	Land & Buildings	LRCI	Admin	Yes	Carry over from FY24-Contract Awarded LRCI3	146,000	1		124,000	0	124,000.00		\$22,000	LRC funded. Re-roof at Shire admin office. Carry forward. Includes \$20,000 shire funded for variations already identified.
3154	G011	Civic Centre Refurbishment	Land & Buildings	DFES		Yes	DFES Fully Funded. Seroja Resilience Project. Upgrade Civic Centre for Evacuation Centre. Includes standby generator upgrades and other evacuation centre upgrades. Generator purchased. Slab poured.	420,721	1			420,721	420,721.00		\$0	
		Library	Land & Buildings	Council		No	Install new invertors to maximise power output of solar system	15,000	1				0.00		\$15,000	
2974	0511	4 Yard Quays - Capital	Land & Buildings	Council		Yes	PO has been issued. Work in Progress.	10,040	1				0.00		\$10,040	Security screens & doors - Carry forward
		Depot Improvements	Land & Buildings	Council	Depot	No	Roller door replacement.	10,000	1				0.00		\$10,000	One at Depot Store. Two at Depot workshop.
		Shire Buildings	Land & Buildings	Council		No	Roof screw replacement and painting - 3 year program	10,000	1				0.00		\$10,000	Three year program. Including Depot, Library, Shire Residents & sports ground buildings.
4154	0419	Old Terminal Building	Land & Buildings	Council		Yes	Carry Forward - Vinyl Flooring or Coral Coast Helicopters leased space.	18,000	1				0.00		\$18,000	
		Waste Facility	Land & Buildings	Council		No	Wash down bay at tip site.	75,000	1				0.00		\$75,000	
2990	BC01	Housing Development Northwater	Land & Buildings	RED		Yes	Worker accommodation construction Parana View. Funded via 500k water loan, 187k Red Grant (GDC), 678k Strategic Project Preserve reallocation and 70k allocation for landscaping	1,365,920	1	\$678,000	187,000		1,870,000.00	500,000	\$920	
105980	CO013	ICT - Capital Project	Office Furn & Equipment	Council	Admin	No	Admin Internet Fibre	10,000	1				0.00		\$10,000	
105980	CO014	ICT - Capital Project	Office Furn & Equipment	Council	Admin	No	Admin UPS	15,000	1				0.00		\$15,000	
105980	CO012	ICT - Capital Project	Office Furn & Equipment	Council	Admin	No	CCTV Server	25,000	1				0.00		\$25,000	
		Miscellaneous Office Furniture - desks, partitions	Office Furn & Equipment	Council	Admin	No	Miscellaneous Office Furniture - desks, partitions etc.	10,000	1				0.00		\$10,000	General Office Furniture
		New Local Government software	Office Furn & Equipment	Council	Admin	No	Upgrade from SynergySoft to the new Local Government Financials and Payroll Applications. Quoted \$111,000 - unlikely to be paid in 24/25 FY	15,000	1				0.00		\$15,000	Once-off implementation fee
3124	00001	Brown Range Cemetery Extension	Other Infrastructure	Council		Yes	Extension of Burial Area at Browns Range Cemetery.	25,000	1				0.00		\$25,000	
3604	LRC019	Facine Wall Capping Beam Replacement	Other Infrastructure	LRCI	Fascine	Yes	To replace capping beam	832,705	1		651,506	181,199	832,705.00		\$0	
3690	9014	Blowholes Stairs Upgrade	Other Infrastructure	Council		Yes	Upgrade Blowholes aquarium steel stairs - funded by Council insurance payout Blowholes boardwalk (FC 10/4/22) RFQ 14-23	90,377	1				0.00		\$90,377	RFQ 14-23 construction of stairs at Blowholes reserve to replace existing corroded.
3674	LRC025	Tramway Bridge Improvements	Other Infrastructure	LRCI		Yes	LRCI Phase 4a - Tramway Bridge	844,041	1		506,425	337,616	844,041.00		\$0	
2414	0385	New Refuse Site Development At Coral Bay	Other Infrastructure	Council		Yes	Carry forward for development of new refuse facility.	221,233	1				0.00		\$221,233	
		Aquatic Centre	Other Infrastructure	Council	Aquatic Centre	No	Start program to replace fencing - public safety	50,000	1				0.00		\$50,000	
3294	1562	Upgrades To Swimming Pool Bowl	Other Infrastructure	Council	Aquatic Centre	Yes	Repainting of Swimming Pool - Carry Forward	164,000	1				0.00		\$164,000	
		Jetties	Other Infrastructure	Council		No	Revamp of three jetties in Fascine. DualDockers systems getting to end of life - alternative options to be assessed. Portions need a lot of parts replaced. Funded from reserve (H)	100,000	1	\$100,000			0.00		\$0	
		Dump Points - Bush Bay & New Beach	Other Infrastructure	Council		No	Upgrade three dump points	10,000	1				0.00		\$10,000	Currently with EHO - getting quotes from plumber for 2 points - could be done 23/24 FY
		PUMP STATION UPGRADES	Other Infrastructure	Council		No	William St - new line to levy bank, Pioneer - fencing, inlet and gate.	130,000	1				0.00		\$130,000	Priority is William St
		Pioneer Cemetery	Other Infrastructure	Council		No	Perimeter Fencing - OCM May Resolution. Funded from Reserve (F)	162,500	1	\$162,500			0.00		\$0	2.1M Garrison Fence to deter vandalism.
		Waste water ponds	Other Infrastructure	Council		No	Rebuild required on recycled water pumps 1 and 3 (2 and 4 done 26/3/24). Pilot pump also needs rebuild.	15,000	1				0.00		\$15,000	
3974	CAP02	Carnarvon Activation Plan	Other Infrastructure	Lotterywest		No	Carnarvon Activation Plan Phase 1. Funded by Lotterywest. Shire contribution \$557,650. Two year project - 50% of Own Source Funding in 24/25 (= \$278,825) Funding in 25/26 = \$278,825. Total budget for 2 years is \$3,611,125	1,805,563	1		\$1,526,738		1,526,738.00		\$278,825	Carnarvon Activation Plan Phase 1. Funded by Lotterywest. Shire contribution \$557,650. Two year project - 50% of Own Source Funding in 24/25 (= \$278,825)
3974	CAP01	CAP Design & Project Management	Other Infrastructure	Lotterywest		No	Carnarvon Activation Plan Phase 1 - Project Management & design. Funded by Lotterywest.	309,128	1		\$309,128		309,128.00		\$0	
3864	BL5174 - TBC	Minilya Lyndon Road - BlackSpot	Other Infrastructure	MainRoads		No	Blackspot Funding Application for widening of Minilya Lyndon Road (pending successful grant application). If successful budget on C702 grid \$184,000 construction to be allocated to this project	551,000	1		551,000		551,000.00		\$0	
3740	BL5240 - TBC	French Street - BlackSpot	Other Infrastructure	MainRoads		No	Blackspot Funding Application for French Street shared safety upgrade (pending successful grant application). If successful a contribution of \$200,000 from R2R will be required	600,000	1		\$600,000		600,000.00		\$0	
	TBC	Artesian Pipeline Extension to Town Oval	Other Infrastructure	CWSP		No	Required to provide Irrigation to Town Beach, and Northwater if recycled water approval is withdrawn by the Dept of Health.	150,000	1		\$100,000		100,000.00		\$50,000	Community Water Supply Program (CWSP)
3762	3763	Coral Bay Cenotaph Project	Other Infrastructure	Council		No	Coral Bay War memorial at Bazza's park.	20,000	1		\$10,000		10,000.00		\$10,000	Approval from DBCA has been requested to erect war memorial at DBCA land. RSL will provide design for the memorial (inkind contribution to project). Further cash contributions from the Coral Bay progress association \$10k are being progressed
		Plant - Kubota Zero Turn Mower	Plant & Equipment	Council		No	Eliminate down time, 2 mowers will halve the time an area is mowed	28,000	1	\$28,000			0.00		\$0	
2514	PC002	Landfill Compactor	Plant & Equipment	Council		Yes	Ordered in FY 23 - due to arrive August 2024. Funded by Loan transferred to Reserves.	737,769	1	\$737,769			0.00		\$0	From FY23 Loan Funds - Plant & Equipment transferred to reserve in FY23
	P348	Caterpillar 289D Skid Steer Loader	Plant & Equipment	Council	Workshop	No	Plant Replacement Program	85,000	1	\$85,000			0.00		\$0	
	P354	Isuzu D-Max Infra	Plant & Equipment	Council	Workshop	No	Plant Replacement Program	65,000	1	\$65,000			0.00		\$0	
	P333	Toro GM360 Mower & Catcher	Plant & Equipment	Council	Workshop	No	Plant Replacement Program	40,000	1	\$40,000			0.00		\$0	
	P339	Isuzu D-Max Litter collection Ute	Plant & Equipment	Council	Workshop	No	Plant Replacement Program	35,000	1	\$35,000			0.00		\$0	
	P347	Isuzu/Rosnech Street Sweeper	Plant & Equipment	Council	Workshop	No	Plant Replacement Program	365,000	1				0.00	365,000	\$0	Option to continue lease for a further 12 months. \$6k per month for lease.
3864	BL5204	Speedway Road A - Black Spot	Roads	Black Spot		Yes	To eliminate dangerous intersection at Waste Facility. Survey and design required only for 23/24. Survey completed. Design model complete. Design report and drawings commenced. Funding program requires site works to commence in 24/25.	590,651	1		533,000	57,651	590,651.00		\$0	RTR IS \$205,000
3740	9010	Temporary Budget Job No - Roads To Recovery (Coa 3740)	Roads	R2R		Yes	Total allocation for 24/25. Specific program to be developed. Prioritise asphalt resealing to be completed with airport overlay.	611,686	1		611,686		611,686.00		\$0	
	C737	Water Bore Installation	Roads	Council		Yes	Contingency allocation for dry bores under DRFWA - if not required to be utilised for improved water points on Quobba/Gnaraloo road. Fund from Reserves (G)	60,000	1	\$60,000			0.00		\$0	
3747	RRG121	Quobba-Gnaraloo Road	Roads	RRG		No	Reshape formation and drainage to achieve consistent Type 3 standard and re-sheet to achieve 7m pavement SLK 47 -56	806,508	1		537,672		537,672.00		\$268,836	
3747	RRG174	Minilya Lyndon Road	Roads	RRG		No	Reshape formation and drainage to achieve consistent Type 3 standard and re-sheet to achieve 7m pavement SLK 107-116	806,508	1		537,672		537,672.00		\$268,836	
								\$20,713,350		\$1,991,269	\$14,616,840	\$997,187	\$15,614,027	\$865,000	\$2,243,054	

Summary of Proposed Capital Expenditure (by Asset Class)

Land & Buildings	\$2,090,681	\$678,000	\$311,000	\$420,721	\$731,721	\$500,000	\$180,960
Plant & Equipment	\$1,355,769	\$990,769	\$0	\$0	\$0	\$365,000	\$0
Office Furn & Equipment	\$75,000	\$0	\$0	\$0	\$0	\$0	\$75,000
Roads	\$2,875,353	\$60,000	\$2,220,030	\$57,651	\$2,277,681	\$0	\$537,672
Footpaths	\$220,000	\$0	\$220,000	\$0	\$220,000	\$0	\$0
Airport Infrastructure	\$8,010,000	\$0	\$7,611,013	\$0	\$7,611,013	\$0	\$398,987
Drainage	\$6,000	\$0	\$0	\$0	\$0	\$0	\$6,000
Other Infra - Landfill	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Other Infrastructure - Parks And Ovals	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Other Infrastructure	\$6,080,547	\$262,500	\$4,254,797	\$518,815	\$4,773,612	\$0	\$1,044,435
	\$20,713,350	\$1,991,269	\$14,616,840	\$997,187	\$15,614,027	\$865,000	\$2,243,054

Summary of Proposed Capital Expenditure (by Asset Type)

Purchase property, plant and equipment	\$3,521,450	\$1,668,769	\$311,000	\$420,721	\$731,721	\$865,000	\$255,960
Purchase and construction of infrastructure	\$17,191,900	\$322,500	\$14,305,840	\$576,466	\$14,882,306	\$0	\$1,987,094
	\$20,713,350	\$1,991,269	\$14,616,840	\$997,187	\$15,614,027	\$865,000	\$2,243,054

SHIRE OF CARNARVON
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2025

6. DEPRECIATION

By Class

Buildings - non-specialised
Furniture and equipment
Plant and equipment
Infrastructure - roads
Other infrastructure - footpaths
Other infrastructure - Bridges
Other infrastructure - Drainage
Other infrastructure - Parks and Ovals
Other infrastructure - Levee
Other infrastructure - Airport
Other infrastructure - Carparks
Other infrastructure
Right of use - plant and equipment
Right of use - furniture and fittings

By Program

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

	2024/25 Budget	2023/24 Actual	2023/24 Budget
	\$	\$	\$
Buildings - non-specialised	1,014,000	1,018,125	981,433
Furniture and equipment	51,000	50,930	48,668
Plant and equipment	367,100	365,924	320,379
Infrastructure - roads	3,926,000	3,926,169	4,988,273
Other infrastructure - footpaths	224,000	224,091	205,913
Other infrastructure - Bridges	134,000	134,024	153,186
Other infrastructure - Drainage	995,000	995,501	315,718
Other infrastructure - Parks and Ovals	0	0	300,060
Other infrastructure - Levee	248,000	248,406	42,177
Other infrastructure - Airport	1,058,000	1,058,028	660,737
Other infrastructure - Carparks	35,000	35,039	20,385
Other infrastructure	752,450	753,044	260,555
Right of use - plant and equipment	29,000	28,672	29,522
Right of use - furniture and fittings	62,230	4,214	7,549
Total	8,895,780	8,842,167	8,334,555
Governance	211,230	152,891	205,173
Law, order, public safety	105,000	104,004	92,652
Health	7,000	6,815	6,823
Education and welfare	66,000	66,700	23,498
Housing	14,000	13,866	12,159
Community amenities	359,000	365,219	139,914
Recreation and culture	1,353,100	1,352,430	1,150,975
Transport	6,495,450	6,495,822	6,438,299
Economic services	10,000	9,654	1,322
Other property and services	275,000	274,765	263,740
Total	8,895,780	8,842,167	8,334,555

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:

Asset Class	Useful life
Buildings	20 - 90 years
Furniture and Equipment	5 years
Plant and Equipment	4 - 50 years
Footpaths	40 - 80 years
Other Infrastructure	10 - 90 years
Right of use - plant and equipment	Based on the remaining lease
Right of use - furniture and fittings	Based on the remaining lease

DEPRECIATION (Continued)

Asset Class	Useful life
Sealed roads and streets	
- clearing and earthworks	not depreciated
- construction/road base	24 years
- kerbing	60 years
original surfacing and major re-surfacing	
- bituminous seals	14 years
- asphalt surfaces	14 years
Gravel roads	
- clearing and earthworks	not depreciated
- construction/road base	24 years
- gravel sheet	12 years
Formed roads (unsealed)	
- clearing and earthworks	not depreciated
- construction/road base	24 years

SHIRE OF CARNARVON
 NOTES TO AND FORMING PART OF THE BUDGET
 FOR THE YEAR ENDED 30 JUNE 2025

7. BORROWINGS

(a) Borrowing repayments

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

Purpose	Loan Number	Institution	Interest Rate	Budget	2024/25	2024/25	Budget	2024/25	Actual	2023/24	2023/24	Actual	2023/24	Budget	2023/24	2023/24	Budget	2023/24
				Principal	Budget	Budget	Principal	Principal		Actual	Actual	Actual	Actual	Principal	Budget	Budget	Principal	Principal
				1 July 2024	New	Principal	outstanding	Budget	1 July 2023	New	Principal	outstanding	Interest	1 July 2023	New	Principal	outstanding	Interest
				\$	Loans	Repayments	30 June 2025	Repayments	\$	Loans	Repayments	30 June 2024	\$	\$	\$	\$	\$	\$
Airport Corrective Works	216	WATC	3.10%	125,573	0	(49,091)	76,482	(3,063)	173,201	0	(47,628)	125,573	(13,363)	173,201	0	(47,628)	125,573	(4,922)
Plant and Equipment	217	WATC	3.50%	1,470,105	0	(245,199)	1,224,906	(50,566)	1,706,261	0	(236,156)	1,470,105	(76,878)	1,706,261	0	(236,157)	1,470,104	(77,504)
Housing (RED House)	221	WATC	5.22%	0	500,000	(7,240)	492,760	(13,047)	0	0	0	0	0	0	1,000,000	0	1,000,000	(15,000)
Heavy Plant	219	WATC	4.34%	760,000	0	(95,112)	664,888	(24,730)	0	760,000	0	760,000	(8,369)	0	760,000	0	760,000	0
Light Fleet	220	WATC	4.26%	236,000	0	(43,311)	192,689	(7,392)	0	236,000	0	236,000	(2,557)	0	236,000	0	236,000	0
Plant	222	WATC	5.00%	0	365,000	0	365,000	0	0	0	0	0	0	0	0	0	0	0
				2,591,678	865,000	(439,953)	3,016,725	(98,797)	1,879,462	996,000	(283,784)	2,591,678	(101,167)	1,879,462	1,996,000	(283,785)	3,591,677	(97,426)

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

SHIRE OF CARNARVON
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2025

7. BORROWINGS

(b) New borrowings - 2024/25

Particulars/Purpose	Institution	Loan type	Term (years)	Interest rate	Amount borrowed budget	Total interest & charges	Amount used budget	Balance unspent
				%	\$	\$	\$	\$
Housing (RED House)	WATC	Debenture	25	5.22%	500,000	311,460	500,000	0
Heavy Plant	WATC	Debenture	7	5.22%	365,000	150,109	365,000	0
					0		0	0
					865,000	461,569	865,000	0

(c) Unspent borrowings

Loan Details	Purpose of the loan	Year loan taken	Amount b/fwd.	Amount used 2024/25 Budget	New loans unspent at 30 June 2025	Amount as at 30 June 2025
			\$	\$	\$	\$
217	Plant and Equipment	2022/2023	737,769	737,769	0	0
			737,769	737,769	0	0

The unspent amount was due to the delay in receiving a large Item of Plant. The Shire transferred the funds into the Plant Reserve for use when the item arrives.

(d) Credit Facilities

	2024/25 Budget	2023/24 Actual	2023/24 Budget
	\$	\$	\$
Undrawn borrowing facilities credit standby arrangements			
Bank overdraft limit	200,000	200,000	200,000
Bank overdraft at balance date	0	0	0
Credit card limit	13,000	13,000	13,000
Credit card balance at balance date	(5,000)	(10,998)	(5,000)
Total amount of credit unused	208,000	202,002	208,000
Loan facilities			
Loan facilities in use at balance date	3,016,725	2,591,678	3,591,677
Unused loan facilities at balance date	0	737,769	0

Overdraft details	Purpose overdraft was established	Amount b/fwd 1 July 2024	2024/25 Budgeted Increase/ (Decrease)	Amount as at 30th June 2025
		\$	\$	\$
ANZ	Cashflow	200,000	0	200,000
		200,000	0	200,000

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 CARNARVON
 NOTES TO AND FORMING PART OF THE BUDGET
 FOR THE YEAR ENDED 30 JUNE 2025

8. LEASE LIABILITIES

Purpose	Institution	Lease Interest Rate	Lease Term	Budget Lease	2024/25 Budget	2024/25 Budget	2024/25 Budget	Actual	2023/24 Actual	2023/24 Actual	Actual	2023/24 Actual	Budget	2023/24 Budget	2023/24 Budget	Budget	2023/24 Budget	
				Principal 1 July 2024	New Leases	Lease Principal Repayments	Lease Principal outstanding 30 June 2025	Lease Interest Repayments	Principal 1 July 2023	New Leases	Lease Principal repayments	Lease Principal outstanding 30 June 2024	Lease Interest repayments	Principal 1 July 2023	New Leases	Lease Principal repayments	Lease Principal outstanding 30 June 2024	Lease Interest repayments
Copier	Richo		48	\$ 6,201	\$ 0	\$ (4,350)	\$ 1,851	\$ (126)	\$ 10,423	\$ 0	\$ (4,222)	\$ 6,201	\$ (5,929)	\$ 10,423	\$ 0	\$ (4,222)	\$ 6,201	\$ (254)
IT Equipment	Integrated ITC		36	\$ 137,051	\$ 0	\$ (70,359)	\$ 66,692	\$ (3,675)	\$ 204,993	\$ 0	\$ (67,942)	\$ 137,051	\$ 0	\$ 204,993	\$ 0	\$ (67,942)	\$ 137,051	\$ (6,092)
Fleet	SG Fleet/EasiFleet		Various	\$ 73,026	\$ 33,979	\$ (88,104)	\$ 18,901	\$ (926)	\$ 330,792	\$ 13,054	\$ (270,820)	\$ 73,026	\$ (6,399)	\$ 330,791	\$ 0	\$ (279,534)	\$ 51,257	\$ (5,341)
				\$ 216,278	\$ 33,979	\$ (162,813)	\$ 87,444	\$ (4,727)	\$ 546,208	\$ 13,054	\$ (342,984)	\$ 216,278	\$ (12,329)	\$ 546,207	\$ 0	\$ (351,698)	\$ 194,509	\$ (11,687)

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 CARNARVON
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2025

9. RESERVE ACCOUNTS

(a) Reserve Accounts - Movement

	2024/25 Budget Opening Balance	2024/25 Budget Transfer to	2024/25 Budget Transfer (from)	2024/25 Budget Closing Balance	2023/24 Actual Opening Balance	2023/24 Actual Transfer to	2023/24 Actual Transfer (from)	2023/24 Actual Closing Balance	2023/24 Budget Opening Balance	2023/24 Budget Transfer to	2023/24 Budget Transfer (from)	2023/24 Budget Closing Balance
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Restricted by legislation												
(a) Specified area rate reserve	75,397	312,620	(311,100)	76,917	72,477	280,853	(277,933)	75,397	72,477	278,305	(277,933)	72,849
	75,397	312,620	(311,100)	76,917	72,477	280,853	(277,933)	75,397	72,477	278,305	(277,933)	72,849
Restricted by council												
(a) Leave Reserve	367,628	7,410	0	375,038	353,388	14,240	0	367,628	353,388	1,813	0	355,201
(b) Plant Reserve	1,010,457	20,366	(990,769)	40,054	940,529	69,928	0	1,010,457	940,529	36,855	(737,769)	239,615
(c) Waste Disposal Reserve	159,724	3,219	0	162,943	153,537	6,187	0	159,724	153,537	788	0	154,325
(d) Mosquito Management Reserve	10,653	215	0	10,868	10,240	413	0	10,653	10,240	53	0	10,293
(e) Airport Renewal and Upgrade Reserve	61,723	1,244	0	62,967	59,332	2,391	0	61,723	565,314	304	0	565,618
(f) Asset Upgrades and Renewal Reserve	470,095	9,475	(162,500)	317,070	565,314	121,781	(217,000)	470,095	59,332	2,900	0	62,232
(g) Emergency Management Reserve	300,659	6,060	(60,000)	246,719	289,013	11,646	0	300,659	289,013	1,483	(30,000)	260,496
(h) Fascine Upgrade and Renewal Reserve	410,949	8,283	(100,000)	319,232	395,030	15,919	0	410,949	395,030	2,027	0	397,057
(i) Strategic Projects Reserve	963,792	19,425	(678,000)	305,217	926,460	37,332	0	963,792	926,460	4,753	0	931,213
(j) Blowholes Reserve Management Funds	138,181	0	0	138,181	132,829	5,352	0	138,181	132,829	681	0	133,510
	3,893,861	75,697	(1,991,269)	1,978,289	3,825,672	285,189	(217,000)	3,893,861	3,825,672	51,657	(767,769)	3,109,560
	3,969,258	388,317	(2,302,369)	2,055,206	3,898,149	566,042	(494,933)	3,969,258	3,898,149	329,962	(1,045,702)	3,182,409

9. RESERVE ACCOUNTS

SHIRE OF CARNARVON NOTES TO AND FORMING PART OF THE BUDGET FOR THE YEAR ENDED 30 JUNE 2025

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
Restricted by legislation		
(a) Specified area rate reserve	Ongoing	To be used for maintenance and capital costs associated with Coral Bay Refuse Site. Annual transfer being revenue as raised by Specified Area Rate raised less expenditure at Coral Bay Waste facility and services, (excludes depreciation).
Restricted by council		
(a) Leave Reserve	Ongoing	To fund the current annual and long service leave requirements.
(b) Plant Reserve	Ongoing	To fund the acquisition of new plant as per the Plant Replacement program.
(c) Waste Disposal Reserve	Ongoing	To be used for maintenance or capital expenditure at Browns Range Refuse Site. Annual transfer being revenue as raised by waste charge, less actual expenditure (excluding depreciation) on Carnarvon waste management facilities and service .
(d) Mosquito Management Reserve	Ongoing	To be used for the purpose of delivering services to assist in mosquito management within the Shire of Carnarvon, which includes funding from the Department of Health.
(e) Airport Renewal and Upgrade Reserve	Ongoing	To fund upgrades and renewal at the Carnarvon Airport.
(f) Asset Upgrades and Renewal Reserve	Ongoing	To fund the upgrade and renewal of existing assets.
(g) Emergency Management Reserve	Ongoing	To be used in the preparation for and providing immediate assistance, relief and recovery to the community in response to an emergency within the Shire of Carnarvon.
(h) Fascine Upgrade and Renewal Reserve	Ongoing	To fund the upgrades and renewal of Fascine Infrastructure.
(i) Strategic Projects Reserve	Ongoing	To fund development of strategic projects and new infrastructure.
(j) Blowholes Reserve Management Funds	Ongoing	To fund the implementation of the Blowholes Reserve management plan

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
Waste management collections	Kerbside collection service	Over time	Payment on an annual basis in advance Payment in advance at gate or on normal trading terms if credit provided	None	Adopted by council annually	When taxable event occurs	Not applicable	When rates notice is issued
Waste management entry fees	Waste treatment, recycling and disposal service at disposal sites	Single point in time	Payment in full in advance	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
Fees and charges for other goods and services	Cemetery services, library fees, reinstatements and private works	Single point in time	Payment in full in advance	None	Adopted by council annually	Applied fully based on timing of provision	Not applicable	Output method based on provision of service or completion of works
Sale of stock	Aviation fuel, kiosk and visitor centre stock	Single point in time	In full in advance, on 15 day credit	Refund for faulty goods	Adopted by council annually, set by mutual agreement	Applied fully based on timing of provision	Returns limited to repayment of transaction price	Output method based on goods

SHIRE OF CARNARVON
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2025

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 scarce resources.

Administration and operations of facilities and services to members of Council. Other costs which relate to the tasks of assisting elected members and ratepayers on matters which do not concern specific council services.

General purpose funding

To collect general revenue to allow for the provision of services.

Rates activity, general purpose grants, banking costs and interest revenue.

Law, order, public safety

To provide services to help ensure a safer community.

Supervision of various local laws, fire prevention, emergency services, CBD security, administration of the Crime Prevention Plan.

Health

To provide an operational framework for good community health.

Food quality and pest control, inspections and infant health. This function also provides for the implementation of the Healthy Lifestyles model.

Education and welfare

To meet the needs of the community in these areas.

Support pre-school facilities and assistance of seniors and retirement villages. This function also provides for Youth Strategy and the accounting of the Carnarvon Youth Co-Ordinating Networks finance as part of the agreement.

Housing

To meet the needs of the Shire of Carnarvon Staff.

Staff Housing.

Community amenities

To provide sanitary and essential services required by the community. To provide land development strategies and to process land development activities. Environmental sustainability.

Refuse collection services, operation of refuse site, administration of town planning scheme, cemetery services and maintenance, environmental protection services and land development services.

Recreation and culture

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

Operations of the Civic Centre (Camel Lane), aquatic centre and beach areas, regional library service, cultural and heritage services and facilities, reserves, parks and gardens.

Transport

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

Maintenance of streets, roads, footpaths, street lighting, airport. Agency for Department of Planning and Infrastructure's on line vehicle licensing services.

Economic services

To help promote and market the Shire of Carnarvon to the world and improve the economic well being. To ensure building development regulations are adhered to.

Noxious weed control, tourism and area promotion, building control and services.

Other property and services

To ensure works programs are operating efficiently.

Private works operations, public works operations and plant operations.

SHIRE OF CARNARVON
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2025

11 PROGRAM INFORMATION (Continued)

(b) Income and expenses

	2024/25	2023/24	2023/24
	Budget	Actual	Budget
Income excluding grants, subsidies and contributions	\$	\$	\$
Governance	34,000	114,978	0
General purpose funding	7,510,453	7,376,041	6,869,832
Law, order, public safety	54,330	54,412	29,000
Health	20,820	18,329	59,800
Education and welfare	70,000	183	13,000
Housing	5,000	9,404	0
Community amenities	2,259,100	2,201,790	2,233,433
Recreation and culture	188,800	121,997	169,146
Transport	1,135,060	1,105,158	1,087,700
Economic services	443,500	441,805	403,994
Other property and services	96,039	140,436	118,000
	11,817,102	11,584,533	10,983,905
Grants, subsidies and contributions			
Governance	0	0	0
General purpose funding	683,930	5,863,034	0
Law, order, public safety	478,093	316,274	157,092
Health	5,200	13,547	22,490
Education and welfare	581,442	534,442	546,000
Housing	0	0	0
Community amenities	938,963	199,124	1,001,886
Recreation and culture	368,266	(193,338)	332,908
Transport	5,017,732	4,078,318	5,503,534
Economic services	65,000	91,456	1,000
Other property and services	0	0	0
	8,138,626	10,902,857	7,564,910
Capital grants, subsidies and contributions			
Governance	124,000	174,358	299,454
General purpose funding	0	0	0
Law, order, public safety	0	189,730	110,350
Health	0	0	0
Education and welfare	0	0	0
Housing	187,000	48,000	240,000
Community amenities	0	20,000	2,000
Recreation and culture	4,043,333	1,919,113	3,356,939
Transport	11,259,694	3,177,813	5,164,811
Economic services	0	98,187	102,551
Other property and services	0	0	0
	15,614,027	5,627,201	9,276,105
Total Income	35,569,755	28,114,591	27,824,920
Expenses			
Governance	(1,784,425)	(1,590,047)	(1,281,487)
General purpose funding	(278,656)	(490,780)	(348,890)
Law, order, public safety	(1,231,980)	(1,481,782)	(1,160,941)
Health	(563,532)	(554,164)	(413,060)
Education and welfare	(1,842,278)	(1,255,701)	(1,101,868)
Housing	(185,003)	(92,036)	(219,941)
Community amenities	(3,639,070)	(2,747,930)	(4,037,316)
Recreation and culture	(6,205,472)	(5,193,352)	(5,433,083)
Transport	(15,985,118)	(13,860,999)	(16,165,150)
Economic services	(1,688,142)	(1,586,607)	(1,673,985)
Other property and services	(97,823)	(1,275,957)	(93,064)
Total expenses	(33,501,499)	(30,129,355)	(31,928,785)
Net result for the period	2,068,256	(2,014,764)	(4,103,865)

SHIRE OF CARNARVON
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2025

12. OTHER INFORMATION

	2024/25 Budget	2023/24 Actual	2023/24 Budget
The net result includes as revenues			
	\$	\$	\$
(a) Interest earnings			
Investments			
- Reserve accounts	80,000	157,081	20,000
- Other funds	220,000	194,981	25,000
Other interest revenue	125,000	122,183	85,000
	425,000	474,245	130,000
(b) Other revenue			
Reimbursements and recoveries	247,700	255,786	166,794
Other	190,769	267,330	133,900
	438,469	523,116	300,694
The net result includes as expenses			
(c) Auditors remuneration			
Audit services	49,300	65,925	50,700
Other services	700	0	0
	50,000	65,925	50,700
(d) Interest expenses (finance costs)			
Borrowings (refer Note 7(a))	98,797	101,167	97,426
expense on lease liabilities (refer Note 8)	4,727	12,329	11,687
	103,524	113,496	109,113
(e) Write offs			
General rate	0	4,365	50,000
	0	4,365	50,000

SHIRE OF CARNARVON
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2025

13. ELECTED MEMBERS REMUNERATION

	2024/25 Budget	2023/24 Actual	2023/24 Budget
	\$	\$	\$
President's allowance	49,752	48,303	48,303
Deputy President's allowance	12,438	12,076	12,076
Meeting attendance fees	155,885	150,784	150,000
Other expenses (Training)	27,500	16,860	25,000
Travel and accommodation expenses	5,000	1,512	10,000
Total Elected Member Remuneration	250,575	229,535	245,379

SHIRE OF CARNARVON
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2025

14. TRUST FUNDS

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

Detail	Balance 30 June 2024	Estimated amounts received	Estimated amounts paid	Estimated balance 30 June 2025
	\$	\$	\$	\$
Private Works	138,034	0	(138,034)	0
Public Open Space Deposits	140,374	0	0	140,374
	<u>278,407</u>	<u>0</u>	<u>(138,034)</u>	<u>140,374</u>

SHIRE OF CARNARVON
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2025

15. FEES AND CHARGES

	2024/25 Budget	2023/24 Actual	2023/24 Budget
	\$	\$	\$
By Program:			
Governance	0	95	0
General purpose funding	81,000	40,410	58,500
Law, order, public safety	37,700	30,741	14,000
Health	20,820	18,080	24,800
Housing	0	0	(0)
Community amenities	1,948,000	1,902,877	1,945,000
Recreation and culture	153,100	85,830	158,950
Transport	1,044,800	1,071,077	1,052,700
Economic services	237,100	232,813	209,700
Other property and services	35,000	34,179	98,000
	3,557,520	3,416,103	3,561,650