



SHIRE OF RAVENSTHORPE

2025/2026

STATUTORY BUDGET

Adopted 30 July 2025

SHIRE OF RAVENSTHORPE
ANNUAL BUDGET
FOR THE YEAR ENDED 30 JUNE 2026
LOCAL GOVERNMENT ACT 1995

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The Shire of Ravensthorpe a Class 3 local government conducts the operations of a local government with the following community vision:

SHIRE'S VISION

Growing Our Community

SHIRE OF RAVENSTHORPE
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2026

	Note	2025/26 Budget	2024/25 Actual	2024/25 Budget
Revenue		\$	\$	\$
Rates	2(a)	6,415,733	6,050,350	6,099,825
Grants, subsidies and contributions		1,904,538	1,556,431	1,755,418
Fees and charges	15	1,582,512	1,977,795	2,208,500
Interest revenue	10(a)	280,000	435,877	256,000
Other revenue		369,969	541,356	586,271
		10,552,752	10,561,809	10,906,014
Expenses				
Employee costs		(5,666,828)	(5,765,379)	(6,662,329)
Materials and contracts		(4,129,870)	(3,803,771)	(4,158,252)
Utility charges		(357,060)	(350,321)	(352,580)
Depreciation	6	(6,446,375)	(6,578,648)	(5,987,254)
Finance costs	10(c)	(54,653)	(14,069)	(36,049)
Insurance		(259,124)	(273,824)	(267,278)
Other expenditure		(490,285)	(410,823)	(401,470)
		(17,404,195)	(17,196,835)	(17,865,212)
		(6,851,443)	(6,635,026)	(6,959,198)
Capital grants, subsidies and contributions		1,462,650	2,533,565	2,030,074
Profit on asset disposals	5	301,900	0	134,166
Loss on asset disposals	5	(153,137)	0	(100,741)
		1,611,413	2,533,565	2,063,499
Net result for the period		(5,240,030)	(4,101,461)	(4,895,699)
Total other comprehensive income for the period		0	0	0
Total comprehensive income for the period		(5,240,030)	(4,101,461)	(4,895,699)

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

SHIRE OF RAVENSTHORPE
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2026

		2025/26	2024/25	2024/25
	Note	Budget	Actual	Budget
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts		\$	\$	\$
Rates		6,435,758	5,999,219	6,099,825
Grants, subsidies and contributions		1,904,538	1,082,403	1,755,418
Fees and charges		1,582,512	1,977,795	2,208,500
Interest revenue		280,000	435,877	256,000
Goods and services tax received		613,015	599,013	1,520,423
Other revenue		369,969	541,356	586,271
		11,185,792	10,635,663	12,426,437
Payments				
Employee costs		(5,666,828)	(5,691,248)	(6,662,329)
Materials and contracts		(3,861,625)	(4,014,750)	(4,363,252)
Utility charges		(357,060)	(350,321)	(352,580)
Finance costs		(54,653)	(20,600)	(36,049)
Insurance paid		(259,124)	(273,824)	(267,278)
Goods and services tax paid		(613,015)	(613,015)	(1,520,423)
Other expenditure		(490,285)	(410,823)	(401,470)
		(11,302,590)	(11,374,581)	(13,603,381)
Net cash (used in) operating activities	4	(116,798)	(738,918)	(1,176,944)
CASH FLOWS FROM INVESTING ACTIVITIES				
Payments for purchase of property, plant & equipment	5(a)	(2,148,800)	(1,500,113)	(2,453,398)
Payments for construction of infrastructure	5(b)	(2,264,067)	(2,326,759)	(2,964,690)
Capital grants, subsidies and contributions		1,462,650	2,821,405	2,030,074
Proceeds from sale of property, plant and equipment	5(a)	650,000	51,192	493,000
Net cash (used in) investing activities		(2,300,217)	(954,275)	(2,895,014)
CASH FLOWS FROM FINANCING ACTIVITIES				
Repayment of borrowings	7(a)	(94,745)	(152,459)	(152,459)
Payments for principal portion of lease liabilities	8	(136,913)	(135,726)	(132,768)
Proceeds from new borrowings	7(a)	0	550,000	0
Proceeds on disposal of financial assets at amortised cost - term deposits		0	(65,325)	0
Net cash provided by (used in) financing activities		(231,658)	196,490	(285,227)
Net (decrease) in cash held		(2,648,673)	(1,496,703)	(4,357,185)
Cash at beginning of year		4,203,190	5,699,893	8,285,755
Cash and cash equivalents at the end of the year	4	1,554,517	4,203,190	3,928,570

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

SHIRE OF RAVENSTHORPE
STATEMENT OF FINANCIAL ACTIVITY
FOR THE YEAR ENDED 30 JUNE 2026

OPERATING ACTIVITIES

Revenue from operating activities

	Note	2025/26 Budget \$	2024/25 Actual \$	2024/25 Budget \$
General rates	2(a)(i)	5,714,046	5,380,469	5,428,335
Rates excluding general rates	2(a)	701,687	669,881	671,490
Grants, subsidies and contributions		1,904,538	1,556,431	1,755,418
Fees and charges	15	1,582,512	1,977,795	2,208,500
Interest revenue	10(a)	280,000	435,877	256,000
Other revenue		369,969	541,356	586,271
Profit on asset disposals	5	301,900	0	134,166
		10,854,652	10,561,809	11,040,180

Expenditure from operating activities

Employee costs		(5,666,828)	(5,765,379)	(6,662,329)
Materials and contracts		(4,129,870)	(3,803,771)	(4,158,252)
Utility charges		(357,060)	(350,321)	(352,580)
Depreciation	6	(6,446,375)	(6,578,648)	(5,987,254)
Finance costs	10(c)	(54,653)	(14,069)	(36,049)
Insurance		(259,124)	(273,824)	(267,278)
Other expenditure		(490,285)	(410,823)	(401,470)
Loss on asset disposals	5	(153,137)	0	(100,741)
		(17,557,332)	(17,196,835)	(17,965,953)

Non cash amounts excluded from operating activities

	3(c)	6,297,612	6,578,648	5,953,829
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Amount attributable to operating activities

INVESTING ACTIVITIES

Inflows from investing activities

Capital grants, subsidies and contributions		1,462,650	2,533,565	2,030,074
Proceeds from disposal of property, plant and equipment	5(a)	650,000	51,192	493,000
		2,112,650	2,584,757	2,523,074

Outflows from investing activities

Payments for property, plant and equipment	5(a)	(2,148,800)	(1,500,113)	(2,453,398)
Payments for construction of infrastructure	5(b)	(2,264,067)	(2,326,759)	(2,964,690)
		(4,412,867)	(3,826,872)	(5,418,088)

Amount attributable to investing activities

		(2,300,217)	(1,242,115)	(2,895,014)
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FINANCING ACTIVITIES

Inflows from financing activities

Proceeds from new borrowings	7(a)	0	550,000	0
Transfers from reserve accounts	9(a)	1,980,333	1,133,830	2,194,105
		1,980,333	1,683,830	2,194,105

Outflows from financing activities

Repayment of borrowings	7(a)	(94,745)	(152,459)	(152,459)
Payments for principal portion of lease liabilities	8	(136,913)	(135,726)	(132,768)
Transfers to reserve accounts	9(a)	(1,450,000)	(1,570,445)	(1,518,000)
		(1,681,658)	(1,858,630)	(1,803,227)

Amount attributable to financing activities

		298,675	(174,800)	390,878
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MOVEMENT IN SURPLUS OR DEFICIT

Surplus at the start of the financial year

Amount attributable to operating activities	3	2,406,610	3,879,903	3,476,080
Amount attributable to investing activities		(405,068)	(56,378)	(971,944)
Amount attributable to financing activities		(2,300,217)	(1,242,115)	(2,895,014)
		298,675	(174,800)	390,878

Surplus/(deficit) remaining after the imposition of general rates

	3	0	2,406,610	0
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This statement is to be read in conjunction with the accompanying notes.

**SHIRE OF RAVENSTHORPE
FOR THE YEAR ENDED 30 JUNE 2026
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SHIRE OF RAVENSTHORPE
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2026

1 BASIS OF PREPARATION

The annual budget of the Shire of Ravensthorpe which is a Class 3 local government 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 Leases* 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 12 to the annual budget.

2024/25 actual balances

Balances shown in this budget as 2024/25 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.

Statement of Cashflows

Investing and financing transactions that do not require the use of cash or cash equivalents shall be excluded from a statement of cash flows. Such transactions shall be disclosed elsewhere in the financial statements in a way that provides all the relevant information about these investing and financing activities.

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 2020-1 Amendments to Australian Accounting Standards*
- *Classification of Liabilities as Current or Non-current*
- *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 2023-1 Amendments to Australian Accounting Standards*
- *Supplier Finance Arrangements*
- *AASB 2023-3 Amendments to Australian Accounting Standards*
- *Disclosure of Non-current Liabilities with Covenants: Tier 2*
- *AASB 2024-1 Amendments to Australian Accounting Standards*
- *Supplier Finance Arrangements: Tier 2 Disclosures*

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

- *AASB 2022-10 Amendments to Australian Accounting Standards*
- *Fair Value Measurement of Non-Financial Assets of Not-for-Profit Public Sector Entities*, became mandatory during the budget year. Amendments to *AASB 13 Fair Value Measurement* impacts the future determination of fair value when revaluing assets using the cost approach. Timing of future revaluations is defined by regulation 17A of *Local Government (Financial Management) Regulations 1996*. Impacts of this pronouncement are yet to be quantified and are dependent on the timing of future revaluations of asset classes. No material impact is expected in relation to the 2025-26 statutory 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 2024-4b Amendments to Australian Accounting Standards*
- *Effective Date of Amendments to AASB 10 and AASB 128 [deferred AASB 10 and AASB 128 amendments in AASB 2014-10 apply]*
- *AASB 2022-9 Amendments to Australian Accounting Standards*
- *Insurance Contracts in the Public Sector*
- *AASB 2023-5 Amendments to Australian Accounting Standards*
- *Lack of Exchangeability*
- *AASB 18 (FP) Presentation and Disclosure in Financial Statements*
- *(Appendix D) [for for-profit entities]*
- *AASB 18 (NFP/super) Presentation and Disclosure in Financial Statements*
- *(Appendix D) [for not-for-profit and superannuation entities]*
- *AASB 2024-2 Amendments to Australian Accounting Standards*
- *Classification and Measurement of Financial Instruments*
- *AASB 2024-3 Amendments to Australian Accounting Standards*
- *Standards – Annual Improvements Volume 11*

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

Critical accounting estimates and judgements

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.

As with all estimates, the use of different assumptions could lead to material changes in the amounts reported in the financial report.

The following are estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year and further information on their nature and impact can be found in the relevant note:

- Fair value measurement of assets carried at reportable value including:
 - Property, plant and equipment
 - Infrastructure
- Expected credit losses on financial assets
- Assets held for sale
- Impairment losses of non-financial assets
- Investment property
- Estimated useful life of intangible assets
- Measurement of employee benefits
- Measurement of provisions

SHIRE OF RAVENSTHORPE
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2026

2. RATES AND SERVICE CHARGES

(a) Rating Information

Rate Description	Basis of valuation	Rate in dollar	Number of properties	Rateable value*	2025/26 Budgeted rate revenue	2025/26 Budgeted interim rates	2025/26 Budgeted total revenue	2024/25 Actual total revenue	2024/25 Budget total revenue
				\$	\$	\$	\$	\$	\$
(i) General rates									
Residential	Gross rental valuations	0.129672	785	12,492,780	1,619,964	6,000	1,625,964	1,528,488	1,544,611
Commercial	Gross rental valuations	0.161048	33	1,640,798	264,247	0	264,247	248,318	251,463
Industrial	Gross rental valuations	0.161048	41	672,736	108,343	0	108,343	100,790	95,147
Transient & Short Stay Accomodation	Gross rental valuations	0.332050	2	1,075,000	356,954	0	356,954	340,118	340,118
Mining	Unimproved valuations	0.243628	79	3,622,391	882,516	0	882,516	804,160	838,570
Other	Unimproved valuations	0.003375	313	733,636,000	2,476,022	0	2,476,022	2,358,595	2,358,426
Non-Ratebale	Gross rental valuation	0.000000	469	242,332	0	0	0	0	0
Total general rates			1,722	753,382,037	5,708,046	6,000	5,714,046	5,380,469	5,428,335
	Minimum								
	\$								
(ii) Minimum payment									
Residential	Gross rental valuations	1,077.00	369	397,413	397,413	0	397,413	381,672	383,724
Commercial	Gross rental valuations	1,077.00	8	8,616	8,616	0	8,616	8,208	10,260
Industrial	Gross rental valuations	1,077.00	12	12,924	12,924	0	12,924	13,338	9,234
Transient & Short Stay Accomodation	Gross rental valuations	1,077.00	0	0	0	0	0	0	0
Mining	Unimproved valuations	1,077.00	58	62,466	62,466	0	62,466	69,768	69,768
Other	Unimproved valuations	1,077.00	119	128,163	128,163	0	128,163	122,094	122,094
Total minimum payments			566	609,582	609,582	0	609,582	595,080	595,080
Total general rates and minimum payments			2,288	753,991,619	6,317,628	6,000	6,323,628	5,975,549	6,023,415
(iii) Ex-gratia rates									
CBH	Tonnage	0.11738	3	784,672	92,105	0	92,105	74,801	76,410
Total ex-gratia rates			3	784,672	92,105	0	92,105	74,801	76,410
					6,409,733	6,000	6,415,733	6,050,350	6,099,825
Total rates					6,409,733	6,000	6,415,733	6,050,350	6,099,825
Instalment plan charges							10,000	10,970	10,000
Instalment plan interest							18,000	19,838	16,000
Unpaid rates and service charge interest earned							30,000	32,691	28,000
							58,000	63,499	54,000

The Shire did not raise specified area rates for the year ended 30th June 2026.

*Rateable Value at time of adopting budget.

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 2025/26 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 payments 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 RAVENSTHORPE
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2026

2. RATES AND SERVICE CHARGES (CONTINUED)

(b) Interest Charges and Instalments - Rates and Service Charges

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

Option 1 (Full Payment)

Full amount of rates and charges including arrears, to be paid on or before 15 September 2025 or 35 days after the date of issue appearing on the rate notice, whichever is the later.

Option 2 (Four Instalments)

First instalment to be made on or before 15 September 2025 or 35 days after the date of issue appearing on the rate notice, whichever is the later including all arrears and a quarter of the current rates and service charges;

Second instalment to be made on or before 17 November 2025 or 2 months after the first instalment, whichever is the later;

Third instalment to be made on or before 19 January 2026 or 2 months after the second instalment, whichever is the later; and

Fourth instalment to be made on or before 23 March 2026 or 2 months after the third instalment, whichever is the later.

Instalment options	Date due	Instalment plan admin charge	Instalment plan interest rate	Unpaid rates interest rates
		\$	%	%
Option one				
Single full payment	15/09/2025	0	0.00%	11.00%
Option two				
First instalment	15/09/2025	0	0.00%	11.00%
Second instalment	17/11/2025	10	5.50%	11.00%
Third instalment	19/01/2026	10	5.50%	11.00%
Fourth instalment	23/03/2026	10	5.50%	11.00%

(c) Objectives and Reasons for Differential Rating

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

SHIRE OF RAVENSTHORPE
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2026

2. RATES AND SERVICE CHARGES (CONTINUED)

(i) Differential general rate

Description	Characteristics	Objects	Reasons
GRV Residential	Properties within the townsite boundaries which have a zoning of residential or rural residential, as per the Town Planning Scheme No 6.	This rate is to contribute to service desired by the community and is considered to be the base rate above which all other GRV rated properties are assessed.	The reason for this rate is to reflect the provision of 'residential' services, including significant recreational, cultural and medical facilities or services, primarily utilised by ratepayers and occupiers of residences within the Shire of Ravensthorpe. The objective of the proposed rate in the dollar for this category is to be the base rate by which all other GRV rated properties are assessed.
GRV Commercial	Properties zoned tourism or mixed use with predominately a commercial or tourism land use. This also includes the predominant land use of short stay tourism accommodation within residential areas.	The objective is to raise additional revenue to contribute towards higher costs associated with commercial activity	The objective is to recognise the costs of servicing commercial activity including car parking, landscaping and other amenities. In addition, costs associated with tourism initiatives, economic development and regulatory compliance benefit this category.
GRV Industrial	Properties zoned light and general industry with predominately an industrial use.	The objective is to raise additional revenue to contribute towards higher costs associated with industrial activity	The objective of the proposed rate in the dollar is to recognise the costs of servicing industrial activity including car parking, landscaping and other amenities. Costs for environmental and regulatory compliances are higher for this category and is reflected in the rate in the dollar.
GRV Transient and Short Stay Accommodation	Properties predominately used for the purpose of Transient Workforce or Short Stay Accommodation.	The objective is to raise additional revenue to contribute towards higher costs associated with servicing this accommodation base.	The objective of the proposed rate in the dollar is to recognise the costs of servicing this accommodation base including airport infrastructure, sanitation infrastructure and service demands on recreational facilities, events, gymnasiums and swimming pools, together with a higher road use concentration within the Shire.
UV Rural	This rating category consists of properties that are predominately rural use.	This rate is to contribute to service desired by the community. This is considered to be the base rate above which all other UV rated properties are assessed.	The reason for this rate is to reflect the provision of rural services mainly involving fire services and high cost transportation infrastructure. The objective of the proposed rate in the dollar for this category is to be the base rate by which all other UV rated properties are assessed.
UV Mining	Properties with a land use associated with mining, exploration or prospecting purposes.	The objective is to raise additional revenue to contribute towards higher costs associated with mining activity	The objective of the proposed rate in the dollar is to recognise the ongoing costs involved in maintaining the Shire's substantial road network that services this land use. Large scale equipment and constant heavy haulage operations of Mining uses result in the Shire's road network requiring increased ongoing maintenance to service these users at a far greater scale than other rural uses.

SHIRE OF RAVENSTHORPE
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2026

2. RATES AND SERVICE CHARGES (CONTINUED)

(ii) Differential Minimum Payment

All rating categories above.	Refer Above	This rate is considered the minimum contribution for basic services and infrastructure	This is considered to be the base minimum for all GRV and UV rated properties.
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(d) Variation in Adopted Differential Rates to Local Public Notice

There was no variation to the rates or minimum payments as previously set out in the local public notice giving notice of the intention to charge differential rates.

SHIRE OF RAVENSTHORPE
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2026

2. RATES AND SERVICE CHARGES (CONTINUED)

(e) Sewerage Charge (Section 41 Health Act)

	Rate in \$	Minimum \$	Number of Properties	Rateable Value \$	2025/26 Budgeted Sewerage Revenue Levied \$	2025/26 Budgeted Sewerage Interims Levied \$	2025/26 Budgeted Total Sewerage Revenue \$	2024/25 Actual Total Sewerage Revenue \$	2024/25 Budgeted Total Sewerage Revenue \$
Ravensthorpe - GRV	0.028615		135	2,441,689	69,869	389	70,258	85,849	85,953
Ravensthorpe - Minimum		246	80	413,665	19,680	0	19,680	0	0
Munglinup - GRV	0.032690		7	58,968	1,928	0	1,928	2,875	2,875
Munglinup - Minimum		246	4	27,872	984	0	984	0	0
Sewerage - 1st Fixture - Minimum		246	5	0	1,230	0	1,230	936	936
Sewerage - Additional - Minimum		153	40	0	6,120	0	6,120	5,840	5,706
			271	2,942,194	99,811	389	100,200	95,500	95,470

	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
Sewerage Charge					
Ravensthorpe	89,938	0	0	The effluent rate income	Ravensthorpe Townsite
Munglinup	2,912	0	0	the maintenance and upgrade	Munglinup Townsite
Sewerage - 1st Fixture	1,230	0	0	of Ravensthorpe and Munglinup	
Sewerage - Additional Fixture	6,120	0	0	sewerage systems.	
	100,200	0	0		

(f) Service Charges

The Shire did not raise service charges for the year ended 30th June 2026.

(g) Waivers or concessions

The Shire does not anticipate any waivers or concessions for the year ended 30th June 2026.

SHIRE OF RAVENSTHORPE
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2026

3. NET CURRENT ASSETS

(a) Composition of estimated net current assets

Current assets

Cash and cash equivalents
Financial assets
Receivables
Contract assets
Inventories
Other assets
Non-current assets held for sale

Less: current liabilities

Trade and other payables
Capital grant/contribution liability
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

(b) 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 other provisions held in reserve
- Employee benefit provisions

Total adjustments to net current assets

Note	2025/26 Budget 30 June 2026	2024/25 Actual 30 June 2025	2024/25 Budget 30 June 2025
	\$	\$	\$
4	1,554,517	4,203,190	3,928,570
	2,651,187	2,651,187	0
	696,823	716,848	916,798
	1,200,444	1,200,444	0
	38,386	48,606	32,563
	0	0	49,158
	0	0	0
	6,141,357	8,820,275	4,927,089
	(1,319,861)	(1,061,836)	(952,165)
	(474,187)	(474,187)	(110,653)
8	0	(136,913)	0
7	0	(94,745)	0
	(748,159)	(748,159)	(767,870)
	(2,542,207)	(2,515,840)	(1,830,688)
	3,599,150	6,304,435	3,096,401
3(b)	(3,599,150)	(3,897,825)	(3,096,401)
	0	2,406,610	0
9	(4,211,724)	(4,742,057)	(3,733,273)
	0	94,745	0
	0	136,913	0
	(135,585)	(135,585)	0
	748,159	748,159	636,872
	(3,599,150)	(3,897,825)	(3,096,401)

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.

(c) Non-cash amounts excluded from operating activities

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

Adjustments to operating activities

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

Non cash amounts excluded from operating activities

Note	2025/26 Budget 30 June 2026	2024/25 Actual 30 June 2025	2024/25 Budget 30 June 2025
	\$	\$	\$
5	(301,900)	0	(134,166)
5	153,137	0	100,741
6	6,446,375	6,578,648	5,987,254
	6,297,612	6,578,648	5,953,829

SHIRE OF RAVENSTHORPE
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2026

3. NET CURRENT ASSETS

(d) 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.

INVENTORY - 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.

Inventory - 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

#NAME?

#NAME?

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.

CONTRACT ASSETS

#NAME?

for work completed but not billed at the end of the period.

SHIRE OF RAVENSTHORPE
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2026

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	2025/26 Budget	2024/25 Actual	2024/25 Budget
		\$	\$	\$
Cash at bank and on hand		5,202	2,653,875	1,383,019
Term deposits		1,549,315	1,549,315	2,545,551
Total cash and cash equivalents		1,554,517	4,203,190	3,928,570
Held as				
- Unrestricted cash and cash equivalents		(480,207)	1,638,133	84,644
- Restricted cash and cash equivalents		2,034,724	2,565,057	3,843,926
	3(a)	1,554,517	4,203,190	3,928,570
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		2,034,724	2,565,057	3,843,926
- Restricted financial assets at amortised cost - term deposits		2,651,187	2,651,187	0
		4,685,911	5,216,244	3,843,926
The assets are restricted as a result of the specified purposes associated with the liabilities below:				
Reserve accounts	9	4,211,724	4,742,057	3,733,273
Unspent capital grants, subsidies and contribution liabilities		474,187	474,187	110,653
		4,685,911	5,216,244	3,843,926
Reconciliation of net cash provided by operating activities to net result				
Net result		(5,240,030)	(4,101,461)	(4,895,699)
Depreciation	6	6,446,375	6,578,648	5,987,254
(Profit)/loss on sale of asset	5	(148,763)	0	(33,425)
(Increase)/decrease in receivables		20,025	248,386	0
(Increase)/decrease in contract assets		0	(787,547)	0
(Increase)/decrease in inventories		10,220	0	0
Increase/(decrease) in payables		258,025	(278,964)	(205,000)
Increase/(decrease) in unspent capital grants		0	287,840	0
Increase/(decrease) in employee provisions		0	135,585	0
Capital grants, subsidies and contributions		(1,462,650)	(2,821,405)	(2,030,074)
Net cash from operating activities		(116,798)	(738,918)	(1,176,944)

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 RAVENSTHORPE
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2026

5. PROPERTY, PLANT AND EQUIPMENT

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

	2025/26 Budget					2024/25 Actual					2024/25 Budget				
	Additions	Disposals - Net Book Value	Disposals - Sale Proceeds	Disposals - Profit	Disposals - Loss	Additions	Disposals - Net Book Value	Disposals - Sale Proceeds	Disposals - Profit	Disposals - Loss	Additions	Disposals - Net Book Value	Disposals - Sale Proceeds	Disposals - Profit	Disposals - Loss
(a) Property, Plant and Equipment	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Buildings - specialised	202,000	0	0	0	0	661,676	0	0	0	0	233,200	0	0	0	0
Furniture and equipment	77,800	0	0	0	0	37,518	0	0	0	0	72,698	0	0	0	0
Plant and equipment	1,869,000	(501,237)	650,000	301,900	(153,137)	800,919	(51,192)	51,192	0	0	2,147,500	(459,575)	493,000	134,166	(100,741)
Total	2,148,800	(501,237)	650,000	301,900	(153,137)	1,500,113	(51,192)	51,192	0	0	2,453,398	(459,575)	493,000	134,166	(100,741)
(b) Infrastructure															
Infrastructure - roads	1,631,067	0	0	0	0	1,955,218	0	0	0	0	2,246,874	0	0	0	0
Infrastructure - pathways	160,000	0	0	0	0	96,755	0	0	0	0	245,000	0	0	0	0
Infrastructure - drainage	85,000	0	0	0	0	0	0	0	0	0	49,264	0	0	0	0
Infrastructure - parks and reserves	83,000	0	0	0	0	198,606	0	0	0	0	235,545	0	0	0	0
Infrastructure - other	255,000	0	0	0	0	46,590	0	0	0	0	161,007	0	0	0	0
Other infrastructure - airport	50,000	0	0	0	0	29,590	0	0	0	0	27,000	0	0	0	0
Total	2,264,067	0	0	0	0	2,326,759	0	0	0	0	2,964,690	0	0	0	0
Total	4,412,867	(501,237)	650,000	301,900	(153,137)	3,826,872	(51,192)	51,192	0	0	5,418,088	(459,575)	493,000	134,166	(100,741)

MATERIAL ACCOUNTING POLICIES

RECOGNITION OF ASSETS

Assets for which the fair value as at the date of acquisition is under \$5,000 are not recognised as an asset in accordance with *Financial Management Regulation 17A (5)*. These assets are expensed immediately.

Where multiple individual low value assets are purchased together as part of a larger asset or collectively forming a larger asset exceeding the threshold, the individual assets are recognised as one asset and capitalised.

GAINS AND LOSSES ON DISPOSAL

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains and losses are included in profit or loss in the period which they arise.

SHIRE OF RAVENSTHORPE
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2026

6. DEPRECIATION

By Class

Buildings - non-specialised
Buildings - specialised
Furniture and equipment
Plant and equipment
Infrastructure - roads
Infrastructure - regional landfill rehabilitian
Infrastructure - pathways
Infrastructure - drainage
Infrastructure - parks and reserves
Infrastructure - other
Other infrastructure - airport
Right of use - plant and equipment

By Program

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

2025/26 Budget	2024/25 Actual	2024/25 Budget
\$	\$	\$
114,852	117,209	118,436
1,646,002	1,679,776	1,690,864
155,145	158,328	117,050
765,691	781,402	565,557
2,475,937	2,526,741	2,398,950
33,782	34,475	63,364
65,171	66,508	118,633
430,218	439,046	380,464
393,155	401,222	184,833
149,451	152,518	154,199
102,040	104,134	82,160
114,931	117,289	112,744
6,446,375	6,578,648	5,987,254
215,315	215,315	195,502
21,508	21,508	24,968
183,130	183,130	183,495
116,417	116,417	116,949
275,717	275,717	267,472
1,652,871	1,652,870	1,459,475
3,183,516	3,184,407	3,082,263
119,627	119,627	58,403
678,274	809,657	598,727
6,446,375	6,578,648	5,987,254

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 - non-specialised	15 to 56 years
Buildings - specialised	15 to 56 years
Furniture and equipment	4 to 10 years
Plant and equipment	5 to 15 years
Infrastructure - Roads formation	not depreciated
pavement	20 to 50 years
seal - bituminous seals	20 years
seal - asphalt surfaces	25 years
Gravel roads formation	not depreciated
pavement	50 years
Sewerage piping	100 years
Water supply piping and drainage systems	75 years
Infrastructure - Pathways	20 years
Infrastructure - Drainage	75 to 100 years
Infrastructure - Parks and Reserves	20 to 50 years
Infrastructure - Other	20 to 50 years
Infrastructure - Airports	20 to 50 years
Right of use assets - plant and equipment	Lease remainder
Regional Landfill Rehabilitation	30 years

AMORTISATION

The depreciable amount of all intangible assets with a finite useful life, are depreciated on a straight-line basis over the individual asset's useful life from the time the asset is held for use.

The assets residual value of intangible assets is considered to be zero and useful live and amortisation method are reviewed at the end of each financial year.

Amortisation is included within Depreciation on non-current assets in the Statement of Comprehensive Income.

SHIRE OF RAVENSTHORPE
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2026

7. BORROWINGS

(a) Borrowing repayments

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

Purpose	Loan Number	Institution	Interest Rate	Budget Principal	2025/26 Budget New Loans	2025/26 Budget Principal Repayments	Budget Principal outstanding	2025/26 Budget Interest Repayments	Actual Principal	2024/25 Actual New Loans	2024/25 Actual Principal Repayments	Actual Principal outstanding	2024/25 Actual Interest Repayments	Budget Principal	2024/25 Budget New Loans	2024/25 Budget Principal Repayments	Budget Principal outstanding	2024/25 Budget Interest Repayments
				1 July 2025			30 June 2026		1 July 2024			30 June 2025		1 July 2024			30 June 2025	
				\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Staff Housing	145	WATC*	2.86%	0	0	0	0	0	40,205	0	(40,205)	0	(632)	40,205	0	(40,205)	0	(864)
Other Housing (Daw St)	147	WATC*	3.36%	131,291	0	(20,100)	111,191	(4,244)	150,733	0	(19,442)	131,291	(4,166)	150,733	0	(19,442)	131,291	(4,903)
Hopetoun Community	146	WATC*	3.59%	222,645	0	(16,835)	205,810	(7,843)	238,891	0	(16,246)	222,645	(5,878)	238,890	0	(16,246)	222,644	(8,432)
Refinance	143B	WATC*	2.86%	0	0	0	0	0	36,006	0	(36,006)	0	(566)	36,006	0	(36,006)	0	(774)
Refinance	138E	WATC*	3.02%	41,794	0	(41,794)	0	(949)	82,354	0	(40,560)	41,794	(1,501)	82,355	0	(40,560)	41,795	(2,183)
99 Tamar St Hopetoun	148	WATC*		550,000	0	(16,016)	533,984	(28,870)	0	550,000	0	550,000	0	0	0	0	0	0
				945,730	0	(94,745)	850,985	(41,906)	548,189	550,000	(152,459)	945,730	(12,743)	548,189	0	(152,459)	395,730	(17,156)

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

SHIRE OF RAVENSTHORPE
 NOTES TO AND FORMING PART OF THE BUDGET
 FOR THE YEAR ENDED 30 JUNE 2026

7. BORROWINGS

(b) New borrowings - 2025/26

The Shire does not intend to undertake any new borrowings for the year ended 30th June 2026

(c) Unspent borrowings

The Shire had no unspent borrowing funds as at 30th June 2025 nor is it expected to have unspent borrowing funds as at 30th June 2026.

(d) Credit Facilities

	2025/26 Budget	2024/25 Actual	2024/25 Budget
	\$	\$	\$
Undrawn borrowing facilities			
credit standby arrangements			
Bank overdraft limit	500,000	500,000	500,000
Bank overdraft at balance date	0	0	0
Credit card limit	26,000	26,000	26,000
Credit card balance at balance date	0	(9,775)	0
Total amount of credit unused	526,000	516,225	526,000
Loan facilities			
Loan facilities in use at balance date	850,985	945,730	395,730

Overdraft details	Purpose overdraft was established	Year overdraft established	Amount b/fwd 1 July 2025	2025/26 Budgeted Increase/ (Decrease)	Amount as at 30th June 2026
			\$	\$	\$
Bankwest	Working Capital	2009	500,000	0	500,000
			500,000	0	500,000

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.

SHIRE OF RAVENSTHORPE
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2026

8. LEASE LIABILITIES

Purpose	Lease Number	Institution	Lease Interest Rate	Lease Term	Budget Lease Principal	2025/26 Budget New Leases	2025/26 Budget Lease Principal Repayments	Budget Lease Principal outstanding	2025/26 Budget Lease Interest Repayments	Actual Principal	2024/25 Actual New Leases	2024/25 Actual Lease Principal repayments	Actual Lease Principal outstanding	2024/25 Actual Lease Interest repayments	Budget Principal	2024/25 Budget New Leases	2024/25 Budget Lease Principal repayments	Budget Lease Principal outstanding	2024/25 Budget Lease Interest Repayments
					1 July 2025			30 June 2026		1 July 2024			30 June 2025		1 July 2024			30 June 2025	
					\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Bomag Compactor	908707	SG Fleet	3.0%	10 yrs	240,941	0	(82,720)	158,221	(6,077)	321,228	0	(80,287)	240,941	(1,326)	321,228	0	(80,287)	240,941	(8,511)
Komatsu Wheel Loader	915953	SG Fleet	3.0%	10 yrs	116,558	0	(38,824)	77,734	(2,956)	154,240	0	(37,682)	116,558	0	154,240	0	(37,682)	116,558	(4,098)
Isuzu D-Max SX Utility	30179	Fleet Care	5.0%	3 yrs	21,628	0	(15,369)	6,259	(714)	39,385	0	(17,757)	21,628	0	38,229	0	(14,799)	23,430	(1,284)
					379,127	0	(136,913)	242,214	(9,747)	514,853	0	(135,726)	379,127	(1,326)	513,697	0	(132,768)	380,929	(13,893)

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 RAVENSTHORPE
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2026

9. RESERVE ACCOUNTS

(a) Reserve Accounts - Movement

	2025/26 Budget				2024/25 Actual				2024/25 Budget			
	Opening Balance	Transfer to	Transfer (from)	Closing Balance	Opening Balance	Transfer to	Transfer (from)	Closing Balance	Opening Balance	Transfer to	Transfer (from)	Closing Balance
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Restricted by council												
(a) Leave reserve	47,845	1,375	0	49,220	46,085	1,760	0	47,845	46,085	1,171	0	47,256
(b) Plant and vehicle reserve	1,707,238	900,279	(1,289,000)	1,318,517	1,658,980	937,364	(889,106)	1,707,238	1,748,980	918,425	(1,577,500)	1,089,905
(c) Emergency farm water Rreserve	13,791	396	0	14,187	13,284	507	0	13,791	13,284	337	0	13,621
(d) Building reserve	702,645	216,000	(125,000)	793,645	618,486	115,623	(31,464)	702,645	633,172	108,081	(67,000)	674,253
(e) Road and footpath reserve	816,687	267,000	(421,333)	662,354	619,214	373,651	(176,178)	816,687	619,214	365,728	(368,500)	616,442
(f) Swimming pool upgrade reserve	50,337	1,447	0	51,784	48,485	1,852	0	50,337	48,485	1,232	0	49,717
(g) Airport reserve	719,463	20,687	0	740,150	670,840	75,623	(27,000)	719,463	670,841	67,040	(27,000)	710,881
(h) Waste and sewerage reserve	533,108	25,000	(120,000)	438,108	494,231	38,877	0	533,108	493,480	32,535	(127,264)	398,751
(i) Recreation reserve	105,453	17,000	0	122,453	82,309	23,144	0	105,453	82,310	22,091	0	104,401
(j) IT and equipment reserve	45,490	816	(25,000)	21,306	53,528	2,044	(10,082)	45,490	53,527	1,360	(26,841)	28,046
	4,742,057	1,450,000	(1,980,333)	4,211,724	4,305,442	1,570,445	(1,133,830)	4,742,057	4,409,378	1,518,000	(2,194,105)	3,733,273

(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		
Restricted by council		
(a) Leave reserve	Ongoing	To fund long service leave and non-current annual leave requirements.
(b) Plant and vehicle reserve	Ongoing	To assist in the purchasing of major plant and machinery.
(c) Emergency farm water Rreserve	Ongoing	For repair and / or construction of emergency farm water supplies.
(d) Building reserve	Ongoing	For construction, refurbishment, modification or renovation of all buildings.
(e) Road and footpath reserve	Ongoing	For construction, rejuvenation, resealing or repair to the road and footpath network.
(f) Swimming pool upgrade reserve	Ongoing	For major repairs or renovations of the Ravensthorpe Swimming Pool.
(g) Airport reserve	Ongoing	For construction, reconstruction, repairs or modifications of activities including buildings, tarmac, airstrip and associated infrastructure at the Ravensthorpe Airport.
(h) Waste and sewerage reserve	Ongoing	For repair and / or construction of waste and sewerage facilities.
(i) Recreation reserve	Ongoing	For construction, renewal, refurbishment and upgrade of all recreation facilities and reserves.
(j) IT and equipment reserve	Ongoing	For the upgrade and renewal of hardware, communication and software technology systems and machinery.

SHIRE OF RAVENSTHORPE
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2026

10. OTHER INFORMATION

	2025/26 Budget	2024/25 Actual	2024/25 Budget
The net result includes as revenues	\$	\$	\$
(a) Interest earnings			
Investments	232,000	383,348	212,000
Other interest revenue	48,000	52,529	44,000
	280,000	435,877	256,000
The net result includes as expenses			
(b) Auditors remuneration			
Audit services	57,100	53,500	53,500
Other services	9,100	6,000	9,000
	66,200	59,500	62,500
(c) Interest expenses (finance costs)			
Borrowings (refer Note 7(a))	41,906	12,743	17,156
Interest on lease liabilities (refer Note 8)	9,747	1,326	13,893
Other finance costs	3,000	0	5,000
	54,653	14,069	36,049
(d) Write offs			
General rate	1,000	1	1,000
	1,000	1	1,000

SHIRE OF RAVENSTHORPE
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2026

11. COUNCIL MEMBERS REMUNERATION

Cr Tom Major, Shire President

President's allowance
Meeting attendance fees
ICT expenses
Annual allowance for ICT expenses
Travel and accommodation expenses

Cr Mark Mudie, Deputy President.

Deputy President's allowance
Meeting attendance fees
ICT expenses
Annual allowance for ICT expenses
Travel and accommodation expenses

Cr Sue Leighton,

Meeting attendance fees
ICT expenses
Annual allowance for ICT expenses
Travel and accommodation expenses

Cr Graham Richardson

Meeting attendance fees
ICT expenses
Annual allowance for ICT expenses
Travel and accommodation expenses

Cr Rachel Gibson

Meeting attendance fees
ICT expenses
Annual allowance for ICT expenses
Travel and accommodation expenses

Cr Robert Miloeski

Meeting attendance fees
ICT expenses
Annual allowance for ICT expenses
Travel and accommodation expenses

Cr Roger Mansel

Meeting attendance fees
ICT expenses
Annual allowance for ICT expenses
Travel and accommodation expenses

Total Council Member Remuneration

President's allowance
Deputy President's allowance
Meeting attendance fees
ICT expenses
Annual allowance for ICT expenses
Travel and accommodation expenses

2025/26 Budget	2024/25 Actual	2024/25 Budget
\$	\$	\$
15,525	15,000	15,000
23,560	22,800	22,800
300	295	300
1,300	1,280	1,280
2,571	2,531	2,285
43,256	41,906	41,665
3,881	3,750	3,750
15,768	15,200	15,200
300	295	300
1,300	1,280	1,280
2,571	3,467	2,286
23,820	23,992	22,816
15,768	15,200	15,200
300	295	300
1,300	1,280	1,280
2,571	3,326	2,285
19,939	20,101	19,065
15,768	15,200	15,200
300	295	300
1,300	1,280	1,280
2,571	1,901	2,286
19,939	18,676	19,066
15,768	15,200	15,200
300	295	300
1,300	1,280	1,280
2,572	5,944	2,286
19,940	22,719	19,066
15,768	15,200	15,200
300	300	300
1,300	1,280	1,280
2,572	1,584	2,286
19,940	18,064	19,066
15,768	14,539	15,200
300	295	300
1,300	1,224	1,280
2,572	616	2,286
19,940	16,674	19,066
166,774	162,132	159,810
15,525	15,000	15,000
3,881	3,750	3,750
118,168	113,339	114,000
2,100	1,770	2,100
9,100	8,904	8,960
18,000	19,369	16,000
166,774	162,132	159,810

SHIRE OF RAVENSTHORPE
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2026

12. JOINT ARRANGEMENTS

(a) Joint arrangement - Ravensthorpe Region Landfill

The Shire of Ravensthorpe together with the Shire of Jerramungup, have entered into a joint operation with regard to a regional waste management facility located on Reserve 7380, Moir Road Ravensthorpe.

The agreement between both Shires govern the operation of the waste facility, covering operating and capital costs, responsibilities of the two Shires, setting of fees and charges, record keeping etc. The Shire of Ravensthorpe is responsible for the day to day management of the facility. Key operating decisions in relations to the operating cost and future capital cost

The regional waste facility commenced its operation in February 2018. Building of the facility was fully funded and is recognised in the financials of the Shire of Ravensthorpe as outlined below:

The apportionment of annual facility operating costs between the Shires of Ravensthorpe and Jerramungup is determined by

The Shire of Ravensthorpe's share of annual operating cost is determined by its percentage of total waste tonnage (measured in cubic metres) delivered to the facility by both parties in the proceeding year. This is estimated to be 74.9% for Ravensthorpe and 25.1% for Jerramungup.

	2025/26 Budget	2024/25 Actual	2024/25 Budget
	\$	\$	\$
Statement of financial position			
Non current assets			
Land and buildings	1,819,670	1,819,670	2,194,385
Less accumulated depreciation	(411,900)	(377,425)	(612,720)
Total assets	1,407,770	1,442,245	1,581,665
Statement of Comprehensive income			
Ravensthorpe			
Income	124,139	49,204	107,824
Expenditure	(363,673)	(279,217)	(312,310)
Net result for the period	(239,534)	(230,013)	(204,486)
Jerramungup			
Income	0	0	0
Expenditure	(121,872)	(93,570)	(104,659)
Net result for the period	(121,872)	(93,570)	(104,659)
Facility Total			
Income	124,139	49,204	107,824
Expenditure	(485,545)	(372,787)	(416,969)
Net result for the period	(361,406)	(323,583)	(309,145)
Total comprehensive income for the period			

MATERIAL ACCOUNTING POLICIES

INTERESTS 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 of Ravensthorpe's interests in the assets liabilities revenue and expenses of joint operations are included in the respective line items of the financial statements.

INTERESTS IN JOINT ARRANGEMENTS (Continued)

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

SHIRE OF RAVENSTHORPE
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2026

13. REVENUE AND EXPENDITURE

(a) Revenue and Expenditure Classification

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 REVENUE

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 RAVENSTHORPE
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2026

13. REVENUE AND EXPENDITURE

(b) Revenue Recognition

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

Revenue Category	Nature of goods and services	When obligations typically satisfied	Payment terms	Returns/Refunds / Warranties	Determination of transaction price	Allocating transaction price	Measuring obligations for returns	Timing of Revenue recognition
Grant contracts with customers	Community events, minor facilities, research, design, planning evaluation and services	Over time	Fixed terms transfer of funds based on agreed milestones and reporting	Contract obligation if project not complete	Set by mutual agreement with the customer	Based on the progress of works to match performance obligations	Returns limited to repayment of transaction price of terms breached	Output method based on project milestones and/or completion date matched to performance obligations as inputs are shared
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
Licences/ Registrations/ Approvals	Building, planning, development and animal management, having the same nature as a licence regardless of naming.	Single point in time	Full payment prior to issue	None	Set by State legislation or limited by legislation to the cost of provision	Based on timing of issue of the associated rights	No refunds	On payment and issue of the licence, registration or approval
Waste management entry fees	Waste treatment, recycling and disposal service at disposal sites	Single point in time	Payment in advance at gate or on normal trading terms if credit provided	None	Adopted by council annually	Based on timing of entry to facility	Not applicable	On entry to facility
Airport landing charges	Permission to use facilities and runway	Single point in time	Monthly in arrears	None	Adopted by council annually	Applied fully on timing of landing/take-off	Not applicable	On landing/departure event
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 RAVENSTHORPE
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2026

14. PROGRAM INFORMATION

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

General purpose funding

To collect revenue to allow for the provision of services.

Rates, general purpose government grants and interest revenue.

Law, order, public safety

To provide services to help ensure a safer community.

Supervision of various local laws relating to fire prevention, emergency services and animal control.

Health

To provide an operational framework for environmental and community health.

Food quality and pest control, maintenance and contributions to health services and facilities.

Education and welfare

To meet the needs of the community in these areas.

Operation and provision of retirement units and Aged Care services. Operation of the Cub House Long Day Care facility in Ravensthorpe.

Housing

Help ensure adequate housing for Council staff.

Maintenance of staff and rental housing.

Community amenities

Provide services required by the community.

Rubbish collection services, operation of tips, noise control, administration of the town planning scheme, maintenance of cemeteries, control and maintenance of coastal reserves and other community / environmental services.

Recreation and culture

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

Maintenance of halls, sporting complexes, resource centres, parks and gardens and TV / Radio rebroadcast.

Transport

To provide effective and efficient transport services to the community.

Construction and maintenance of streets, roads, bridges, cleaning and lighting of streets, parking facilities, traffic signs, depot maintenance and airstrip maintenance.

Economic services

To help promote the Shire and its economic wellbeing.

The regulation and provision of tourism, area promotion, building control, noxious weeds, vermin control and water supply including stand pipes.

Other property and services

To monitor and control Shire's overhead operating accounts.

Private works operations, plant repairs and operations costs. Also provide for Department of Transport licensing and services to the Future Fund. Costs associated with operation of the Bankwest ATM.

SHIRE OF RAVENSTHORPE
 NOTES TO AND FORMING PART OF THE BUDGET
 FOR THE YEAR ENDED 30 JUNE 2026

15. FEES AND CHARGES

	2025/26 Budget	2024/25 Actual	2024/25 Budget
	\$	\$	\$
By Program:			
Governance	0	300	0
General purpose funding	33,500	33,535	33,500
Law, order, public safety	44,300	37,355	47,600
Health	12,000	12,737	7,700
Education and welfare	0	176,294	234,140
Housing	93,840	93,416	70,760
Community amenities	736,035	701,116	774,471
Recreation and culture	78,630	86,716	87,130
Transport	64,000	276,978	486,000
Economic services	484,207	484,168	434,199
Other property and services	36,000	75,180	33,000
	1,582,512	1,977,795	2,208,500

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