SHIRE OF RAVENSTHORPE

STATUTORY BUDGET

2026/2027

ADOPTED 28 JULY 2026

SHIRE OF RAVENSTHORPE

ANNUAL BUDGET

FOR THE YEAR ENDED 30 JUNE 2027

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 2027

	Note	2026/27 Budget	2025/26 Actual	2025/26 Budget
Revenue		$	$	$
Rates	2(a)	6,695,976	6,382,862	6,415,733
Grants, subsidies and contributions		1,514,718	3,996,561	1,904,538
Fees and charges	14	1,639,496	1,685,836	1,582,512
Interest revenue	10(a)	306,154	331,564	280,000
Other revenue		296,000	299,300	369,969
		10,452,344	12,696,123	10,552,752
Expenses				
Employee costs		(6,065,083)	(5,728,206)	(5,666,828)
Materials and contracts		(4,400,336)	(3,474,548)	(4,129,870)
Utility charges		(374,913)	(293,686)	(357,060)
Depreciation	6	(6,446,375)	(6,284,885)	(6,446,375)
Finance costs	10(c)	(47,428)	(47,488)	(54,653)
Insurance		(272,080)	(250,843)	(259,124)
Other expenditure		(528,435)	(511,353)	(490,285)
		(18,134,650)	(16,591,009)	(17,404,195)
		(7,682,306)	(3,894,886)	(6,851,443)
Capital grants, subsidies and contributions		2,228,753	1,778,853	1,462,650
Profit on asset disposals	5	90,579	218,955	301,900
Loss on asset disposals	5	(22,760)	(35,059)	(153,137)
		2,296,572	1,962,749	1,611,413
Net result for the period		**(5,385,734)**	**(1,932,137)**	**(5,240,030)**
Total other comprehensive income for the period		**0**	**0**	**0**
Total comprehensive income for the period		**(5,385,734)**	**(1,932,137)**	**(5,240,030)**

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 2027

CASH FLOWS FROM OPERATING ACTIVITIES	Note	2026/27 Budget	2025/26 Actual	2025/26 Budget
Receipts		$	$	$
Rates		6,695,976	6,509,243	6,435,758
Grants, subsidies and contributions		1,514,718	3,141,643	1,904,538
Fees and charges		1,639,496	1,685,836	1,582,512
Interest revenue		306,154	331,564	280,000
Goods and services tax received		0	68,062	613,015
Other revenue		296,000	299,300	369,969
		10,452,344	12,035,648	11,185,792
Payments				
Employee costs		(6,065,083)	(5,726,179)	(5,666,828)
Materials and contracts		(4,400,336)	(3,301,176)	(3,861,625)
Utility charges		(374,913)	(293,686)	(357,060)
Finance costs		(47,428)	(47,488)	(54,653)
Insurance paid		(272,080)	(250,843)	(259,124)
Goods and services tax paid		0	0	(613,015)
Other expenditure		(528,435)	(511,353)	(490,285)
		(11,688,275)	(10,130,725)	(11,302,590)
Net cash provided by (used in) operating activities	4	(1,235,931)	1,904,923	(116,798)
CASH FLOWS FROM INVESTING ACTIVITIES				
Payments for purchase of property, plant & equipment	5(a)	(1,577,773)	(1,803,445)	(2,148,800)
Payments for construction of infrastructure	5(b)	(3,309,011)	(1,391,038)	(2,264,067)
Proceeds from capital grants, subsidies and contributions		2,228,753	2,309,076	1,462,650
Proceeds from disposal of property, plant and equipment	5(a)	252,000	376,951	650,000
Proceeds on disposal of financial assets at amortised cost - term deposits		0	4,102,941	
Net cash provided by (used in) investing activities		(2,406,031)	3,594,485	(2,300,217)
CASH FLOWS FROM FINANCING ACTIVITIES				
Repayment of borrowings	8(a)	(55,100)	(94,746)	(94,745)
Payments for principal portion of lease liabilities	7	(134,487)	(145,947)	(136,913)
Net cash (used in) financing activities		(189,587)	(240,693)	(231,658)
Net increase (decrease) in cash held		(3,831,549)	5,258,715	(2,648,673)
Cash at beginning of year		10,214,969	4,956,254	4,203,190
Cash and cash equivalents at the end of the year	4	**6,383,420**	**10,214,969**	**1,554,517**

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 2027

	Note	2026/27 Budget	2025/26 Actual	2025/26 Budget
OPERATING ACTIVITIES				
Revenue from operating activities		$	$	$
General rates	2(a)(i)	6,595,120	6,290,757	6,323,628
Rates excluding general rates	2(a)	100,856	92,105	92,105
Grants, subsidies and contributions		1,514,718	3,996,561	1,904,538
Fees and charges	14	1,639,496	1,685,836	1,582,512
Interest revenue	10(a)	306,154	331,564	280,000
Other revenue		296,000	299,300	369,969
Profit on asset disposals	5	90,579	218,955	301,900
		10,542,923	12,915,078	10,854,652
Expenditure from operating activities				
Employee costs		(6,065,083)	(5,728,206)	(5,666,828)
Materials and contracts		(4,400,336)	(3,474,548)	(4,129,870)
Utility charges		(374,913)	(293,686)	(357,060)
Depreciation	6	(6,446,375)	(6,284,885)	(6,446,375)
Finance costs	10(c)	(47,428)	(47,488)	(54,653)
Insurance		(272,080)	(250,843)	(259,124)
Other expenditure		(528,435)	(511,353)	(490,285)
Loss on asset disposals	5	(22,760)	(35,059)	(153,137)
		(18,157,410)	(16,626,068)	(17,557,332)
Non cash amounts excluded from operating activities	3(c)	6,434,079	6,110,559	6,297,612
Amount attributable to operating activities		**(1,180,408)**	**2,399,569**	**(405,068)**
INVESTING ACTIVITIES				
Inflows from investing activities				
Proceeds from capital grants, subsidies and contributions		2,228,753	1,778,853	1,462,650
Proceeds from disposal of property, plant and equipment	5(a)	252,000	376,951	650,000
		2,480,753	2,155,804	2,112,650
Outflows from investing activities				
Acquisition of property, plant and equipment	5(a)	(1,577,773)	(1,803,445)	(2,148,800)
Acquisition of infrastructure	5(b)	(3,309,011)	(1,391,038)	(2,264,067)
		(4,886,784)	(3,194,483)	(4,412,867)
Amount attributable to investing activities		**(2,406,031)**	**(1,038,679)**	**(2,300,217)**
FINANCING ACTIVITIES				
Inflows from financing activities				
Transfers from reserve accounts	9(a)	1,922,673	1,129,994	1,980,333
		1,922,673	1,129,994	1,980,333
Outflows from financing activities				
Repayment of borrowings	8(a)	(55,100)	(94,746)	(94,745)
Payments for principal portion of lease liabilities	7	(134,487)	(145,947)	(136,913)
Transfers to reserve accounts	9(a)	(2,678,885)	(1,408,277)	(1,450,000)
		(2,868,472)	(1,648,970)	(1,681,658)
Amount attributable to financing activities		**(945,799)**	**(518,976)**	**298,675**
MOVEMENT IN SURPLUS OR DEFICIT				
Surplus remaining at the start of the financial year	3	4,532,238	3,690,324	2,406,610
Amount attributable to operating activities		(1,180,408)	2,399,569	(405,068)
Amount attributable to investing activities		(2,406,031)	(1,038,679)	(2,300,217)
Amount attributable to financing activities		(945,799)	(518,976)	298,675
Surplus remaining after the imposition of general rates	3	**0**	**4,532,238**	**0**

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

SHIRE OF RAVENSTHORPE
FOR THE YEAR ENDED 30 JUNE 2027
INDEX OF NOTES TO THE BUDGET

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 #NAME?

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
#NAME?
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 11 to the annual budget.

2025/26 actual balances
Balances shown in this budget as 2025/26 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 2026-1 Amendments to Australian Accounting Standards – Disclosures about Uncertainties in the Financial Statements*
• *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*
• *AASB 2025-1 Amendments to Australian Accounting Standards – Contracts Referencing Nature-dependent Electricity*
It is not expected these standards will have an impact on the annual budget on initial application.

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]*
It is not expected these standards will have an impact on the annual budget on initial application.
• *AASB 18 Presentation and Disclosure in Financial Statements*
• *AASB 18 (NFP/super) Presentation and Disclosure in Financial Statements - (Appendix D) [for not-for-profit and superannuation entities]*
These accounting standards will materially change the presentation of the annual financial report and 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.

The annual budget is a forward-looking statement and is comprised of management estimates. As with all estimates, the use of different assumptions could lead to material changes in the amounts reported in the annual budget.

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
• Impairment losses of non-financial assets
• Measurement of employee benefits
• Measurement of provisions

2. RATES AND SERVICE CHARGES

(a) Rating Information

Rate Description	Basis of valuation	Rate in dollar	Number of properties	Rateable value*	2026/27 Budgeted rate revenue	2026/27 Budgeted interim rates	2026/27 Budgeted total revenue	2025/26 Actual total revenue	2025/26 Budget total revenue
				$	$	$	$	$	$
(i) General rates									
Residential	Gross rental valuation	0.136156	787	12,487,176	1,700,204	4,500	1,704,704	1,619,964	1,625,964
Commercial	Gross rental valuation	0.169100	33	1,565,600	264,743	0	264,743	264,247	264,247
Industrial	Gross rental valuation	0.169100	40	658,179	111,298	0	111,298	108,343	108,343
Transient & Short Stay Accommodat	Gross rental valuation	0.348653	2	1,075,000	374,802	0	374,802	356,954	356,954
Mining	Unimproved valuation	0.249965	69	3,598,904	899,600	0	899,600	861,869	882,516
Rural Other	Unimproved valuation	0.002960	312	878,319,932	2,599,827	0	2,599,827	2,469,798	2,476,022
Total general rates			1,243	897,704,791	5,950,474	4,500	5,954,974	5,681,175	5,714,046
		Minimum							
(ii) Minimum payment		$							
Residential	Gross rental valuation	1,131.00	374	979,359	422,994	0	422,994	397,413	397,413
Commercial	Gross rental valuation	1,131.00	8	38,413	9,048	0	9,048	8,616	8,616
Industrial	Gross rental valuation	1,131.00	17	56,478	19,227	0	19,227	12,924	12,924
Transient & Short Stay Accommodat	Gross rental valuation	1,131.00	0	0	0	0	0	0	0
Mining	Unimproved valuation	1,131.00	47	90,439	53,157	0	53,157	62,466	62,466
Rural Other	Unimproved valuation	1,131.00	120	15,198,418	135,720	0	135,720	128,163	128,163
Total minimum payments			566	16,363,107	640,146	0	640,146	609,582	609,582
Total general rates and minimum payments			1,809	914,067,898	6,590,620	4,500	6,595,120	6,290,757	6,323,628
Plus Back Rates							1,500		
Less Rates To Be Written Off							(10,000)		
(iii) Ex-gratia rates									
CBH					0	0	109,356	92,105	92,105
Total rates					6,590,620	4,500	6,695,976	6,382,862	6,415,733
Instalment plan charges							10,000		10,000
Instalment plan interest							25,000		18,000
Late payment of rate or service charge interest							45,000		30,000
							80,000	0	58,000

*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 2026/27 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.

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 3 September 2026 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 4 September 2026 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 5 November 2026 or 2 months after the first instalment, whichever is the later;
Third instalment to be made on or before 6 January 2027 or 2 months after the second instalment, whichever is the later; and
Fourth instalment to be made on or before 10 March 2027 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	3/09/2026	0	0.00%	11.00%
Option two				
First instalment	4/09/2026	0	0.00%	11.00%
Second instalment	5/11/2026	10	5.50%	11.00%
Third instalment	6/01/2027	10	5.50%	11.00%
Fourth instalment	10/03/2027	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.

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 used 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.

2. RATES AND SERVICE CHARGES (CONTINUED)

GRV Transient Workforce Accommodation and Workforce Short Stay Accommodation	Properties predominately used for the purpose of Workforce Short Stay Accommodation or for Transient Workforce 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 by 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, high maintenance transportation infrastructure.
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.

(d) Differential Minimum Payment

Description	Characteristics	Objects	Reasons
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.

2. RATES AND SERVICE CHARGES (CONTINUED)

(e) Sewerage Charge (Section 41 Health Act)

	Rate in $	Minimum $	Number of Properties	Rateable Value	2026/27 Budgeted Sewerage Revenue Levied	2026/27 Budgeted Sewerage Interims Levied	2026/27 Budgeted Total Sewerage Revenue	2025/26 Actual Total Sewerage Revenue	2025/26 Budgeted Total Sewerage Revenue
				$	$	$	$	$	$
Ravensthorpe - GRV	0.030049		165	2,659,948	79,929	-	79,929	76,745	70,258
Ravensthorpe - Minimum		258	55	177,038	14,190	-	14,190	12,054	19,680
Munglinup - GRV	0.0344		9	77,272	2,658	-	2,658	2,526	1,928
Munglinup - Minimum		258	2	13,208	516	-	516	492	984
Sewerage - 1st Fixture - Minimum		258	4		1,032	-	1,032	984	1,230
Sewerage - Additional - Minimum		161	39		6,279	-	6,279	5,967	6,120
Sewerage - Commercial		1856	0	-	-	-	-	-	-
			274	2,927,466	104,604	-	104,604	98,768	100,200

Sewerage charge	Amount of charge	Budgeted rate applied to costs	Budget 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
	$	$	$	$		
Ravensthorpe	94,119	143,541	51,206	(77,000)	To fund the maintenance and	Ravensthorpe Townsite
Munglinup	3,174	0	0	0	upgrade of Ravensthorpe and	Munglinup Townsite
Sewerage - 1st Fixture	1,032	0	0	0	Munglinup sewerage systems.	
Sewerage - Additional Fixture	6,279	0	0	0		
		143,541	51,206	(77,000)		

(f) Waivers or concessions

The Shire does not anticipate any waivers or concessions for the year ended 30 June 2027.

SHIRE OF RAVENSTHORPE
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2027

3. NET CURRENT ASSETS

	Note	2026/27 Budget 30 June 2027 Carried forward	2025/26 Actual 30 June 2026 Carried forward	2025/26 Budget 30 June 2026 Carried forward
(a) Composition of estimated net current assets				
Current assets		$	$	$
Cash and cash equivalents	4	6,383,420	10,214,969	1,554,517
Financial assets		0	0	2,651,187
Receivables		1,350,809	1,350,809	696,823
Contract Assets		0	0	1,200,444
Inventories		37,915	37,915	38,386
		7,772,144	11,603,693	6,141,357
Less: current liabilities				
Trade and other payables		(725,804)	(725,804)	(1,319,861)
Capital grant/contributions liabilities		(800,768)	(800,768)	(474,187)
Lease liabilities	7	0	(134,487)	0
Long term borrowings	8	0	(55,100)	0
Employee provisions		(789,882)	(789,882)	(748,159)
		(2,316,454)	(2,506,041)	(2,542,207)
Net current assets		5,455,690	9,097,652	3,599,150
Less: Total adjustments to net current assets	3(b)	(5,455,690)	(4,565,414)	(3,599,150)
Net current assets used in the Statement of Financial Activity		0	4,532,238	0

(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.

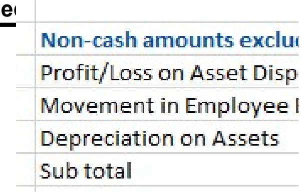
	Note	2026/27 Budget 30 June 2027 Carried forward	2025/26 Actual 30 June 2026 Carried forward	2025/26 Budget 30 June 2026 Carried forward
Adjustments to net current assets				
Less: Reserve accounts	9	(6,095,371)	(5,339,159)	(4,211,724)
Add: Current liabilities not expected to be cleared at end of year				
- Current portion of borrowings		0	55,100	0
- Current portion of lease liabilities		0	134,487	0
Add: Current liabilities covered by funds held in reserve account				
- Current portion of other provisions held in reserve		(150,201)	(205,724)	(135,585)
- Employee benefit provisions		789,882	789,882	748,159
Total adjustments to net current assets		(5,455,690)	(4,565,414)	(3,599,150)

EXPLANATION OF DIFFERENCE IN 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) Amounts excluded from operating activities

	Note	2026/27 Budget 30 June 2027 Carried forward	2025/26 Actual 30 June 2026 Carrie	2025/26 Budget 30 June 2026
		$		
Less: Profit on asset disposals	5	(90,579)		
Add: Loss on asset disposals	5	22,760		
Add: Depreciation	6	6,446,375		
Movement in current employee provisions associated with restricted cash		55,523		
Movement in current liabilities associated funds held in reserve account:				
Non-cash movements in non-current assets and liabilities:				
- Employee benefit provisions		0	9,570	
Non cash amounts excluded from operating activities		6,434,079	6,110,559	6,297,612



3. NET CURRENT ASSETS (CONTINUED)

(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 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.

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.

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.

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 theShire'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
Contract assets primarily relate to the Shire's right to consideration for work completed but not billed at the end of the period.

4. RECONCILIATION OF CASH

(a) 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	2026/27 Budget	2025/26 Actual	2025/26 Budget
		$	$	$
Cash and cash equivalents		6,383,420	10,214,969	1,554,517
Restrictions				
The following classes of financial 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		6,896,139	6,139,927	2,034,724
Restricted financial assets at amortised cost - term deposits		0	0	2,651,187
		6,896,139	6,139,927	4,685,911
The restricted financial assets are a result of the following specific purposes to which the assets may be used:				
Reserve accounts	9	6,095,371	5,339,159	4,211,724
Contract liabilities		0	0	0
Capital grant/contributions liabilities		800,768	800,768	474,187
Total restricted financial assets		6,896,139	6,139,927	4,685,911

(b) Reconciliation of net cash provided by operating activities

	Note	2026/27 Budget	2025/26 Actual	2025/26 Budget
Net result		(5,385,734)	(1,932,137)	(5,240,030)
Non-cash items:				
Depreciation	6	6,446,375	6,284,885	6,446,375
(Profit) on sale of assets	5	(67,819)	(183,896)	(148,763)
Changes in assets and liabilities:				
(Increase)/decrease in receivables		0	(451,201)	20,025
Decrease in inventories		0	0	10,220
Decrease in other assets		0	568,934	0
(Increase)/decrease in trade and other payables		0	(392,301)	258,025
(Increase) in contract liabilities		0	(209,274)	0
Decrease in capital grant/contributions liabilities		0	530,223	0
(Increase) in employee related provisions		0	(1,234)	0
Capital grants, subsidies and contributions		(2,228,753)	(2,309,076)	(1,462,650)
Net cash provided by/(used in) operating activities		(1,235,931)	1,904,923	(116,798)

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.

Term deposits are presented as cash equivalents if they have a maturity of three months or less from the date of acquisition and are repayable with 24 hours notice with no loss of interest.

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.

Interest received is presented under cashflows from operating activities in the Statement of Cash Flows where it is earned from financial assets that are held for cash management purposes.

5. PROPERTY, PLANT AND EQUIPMENT

	2026/27 Budget					2025/26 Actual					2025/26 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 - non-specialised	23,000	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Buildings - specialised	392,648	0	0	0	0	94,103	0	0	0	0	202,000	0	0	0	0
Furniture and equipment	77,125	0	0	0	0	89,116	0	0	0	0	77,800	0	0	0	0
Plant and equipment	1,085,000	(184,181)	252,000	90,579	(22,760)	1,620,226	(193,055)	376,951	218,955	(35,059)	1,869,000	(501,237)	650,000	301,900	(153,137)
Total	1,577,773	(184,181)	252,000	90,579	(22,760)	1,803,445	(193,055)	376,951	218,955	(35,059)	2,148,800	(501,237)	650,000	301,900	(153,137)
(b) Infrastructure															
Infrastructure - roads	2,152,911	0	0	0	0	1,257,341	0	0	0	0	1,631,067	0	0	0	0
Infrastructure - pathways	125,000	0	0	0	0	0	0	0	0	0	160,000	0	0	0	0
Infrastructure - drainage	45,000	0	0	0	0	7,561	0	0	0	0	85,000	0	0	0	0
Infrastructure - parks and reserves	90,000	0	0	0	0	23,210	0	0	0	0	83,000	0	0	0	0
Infrastructure - other	780,000	0	0	0	0	96,926	0	0	0	0	255,000	0	0	0	0
Infrastructure - airport	116,100	0	0	0	0	6,000	0	0	0	0	50,000	0	0	0	0
Total	3,309,011	0	0	0	0	1,391,038	0	0	0	0	2,264,067	0	0	0	0
Total	4,886,784	(184,181)	252,000	90,579	(22,760)	3,194,483	(193,055)	376,951	218,955	(35,059)	4,412,867	(501,237)	650,000	301,900	(153,137)

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.

6. DEPRECIATION

	2026/27 Budget	2025/26 Actual	2025/26 Budget
	$	$	$
By Class			
Buildings - non-specialised	114,852	117,732	114,852
Buildings - specialised	1,646,002	1,549,725	1,646,002
Furniture and equipment	155,145	121,670	155,145
Plant and equipment	765,691	791,805	765,691
Infrastructure - roads	2,475,937	2,436,892	2,475,937
Infrastructure - pathways	65,171	65,071	65,171
Infrastructure - drainage	430,218	402,960	430,218
Infrastructure - landfill facility	33,782	71,057	33,782
Infrastructure - parks and reserves	393,155	380,200	393,155
Infrastructure - other	149,451	144,011	149,451
Infrastructure - airport	102,040	96,113	102,040
Right of use - plant and equipment	114,931	107,649	114,931
	6,446,375	6,284,885	6,446,375
By Program			
Law, order, public safety	215,315	214,117	215,315
Health	21,508	30,076	21,508
Education and welfare	183,130	168,265	183,130
Housing	116,417	117,006	116,417
Community amenities	275,717	290,129	275,717
Recreation and culture	1,652,871	1,514,813	1,652,871
Transport	3,183,516	3,047,438	3,183,516
Economic services	119,627	112,226	119,627
Other property and services	678,274	790,815	678,274
	6,446,375	6,284,885	6,446,375

MATERIAL ACCOUNTING POLICIES

DEPRECIATION
The depreciable amount of all fixed assets including buildings but excluding freehold land, are depreciated on a straight-line basis over the individual asset's useful life from the time the asset is held ready for use. Leasehold improvements are depreciated over the shorter of either the unexpired period of the lease or the estimated useful life of the improvements.

The assets residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period.

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Major depreciation periods used for each class of depreciable asset are:

Buildings - non-specialised	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 road pavement	50 years
Infrastructure - pathways	20 years
Infrastructure - drainage	75 to 100 years
Infrastructure - landfill facility	30 years
Infrastructure - parks and reserves	20 to 50 years
Infrastructure - other	20 to 50 years
Infrastructure - airport	20 to 50 years
plant and equipment	Based on the remaining lease

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.

7. LEASE LIABILITIES

Purpose	Lease Number	Institution	Lease Interest Rate	Lease Term	Budget Lease Principal 1 July 2026	2026/27 Budget New Leases	2026/27 Budget Lease Principal Repayments	Budget Lease Principal outstanding 30 June 2027	2026/27 Budget Lease Interest Repayments	Actual Principal 1 July 2025	2025/26 Actual New Leases	2025/26 Actual Lease Principal repayments	Actual Lease Principal outstanding 30 June 2026	2025/26 Actual Lease Interest repayments	Budget Principal 1 July 2025	2025/26 Budget New Leases	2025/26 Budget Lease Principal repayments	Budget Lease Principal outstanding 30 June 2026	2025/26 Budget Lease Interest repayments
					$	$	$	$	$	$	$	$	$	$	$	$	$	$	$
Bomag Compactor	908707	SG Fleet	3.00%	10 yrs	152,144	0	(85,228)	66,916	(3,567)	240,941	0	(88,797)	152,144	(6,077)	240,941	0	(82,720)	158,221	(6,077)
Komatsu Wheel Loader	915953	SG Fleet	3.00%	10 yrs	74,778	0	(40,001)	34,777	(1,779)	116,558	0	(41,780)	74,778	(2,956)	116,558	0	(38,824)	77,734	(2,956)
Isuzu D-Max SX Utility	30179	Fleet Care	5.00%	3 yrs	9,258	0	(9,258)	0	(124)	24,628	0	(15,370)	9,258	(714)	21,628	0	(15,369)	6,259	(714)
					236,180	0	(134,487)	101,693	(5,470)	382,127	0	(145,947)	236,180	(9,747)	379,127	0	(136,913)	242,214	(9,747)

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.

8. BORROWINGS

(a) Borrowing repayments

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

Purpose	Loan Number	Institution	Interest Rate	Budget Principal 1 July 2026	2026/27 Budget New Loans	2026/27 Budget Principal Repayments	Budget Principal outstanding 30 June 2027	2026/27 Budget Interest Repayments	Actual Principal 1 July 2025	2025/26 Actual New Loans	2025/26 Actual Principal Repayments	Actual Principal outstanding 30 June 2026	2025/26 Actual Interest Repayments	Budget Principal 1 July 2025	2025/26 Budget New Loans	2025/26 Budget Principal Repayments	Budget Principal outstanding 30 June 2026	2025/26 Budget Interest Repayments
				$	$	$	$	$	$	$	$	$	$	$	$	$	$	$
Other Housing (Daw St)	147	WATC*	3.360%	111,191	0	(20,781)	90,410	(3,563)	131,291	0	(20,100)	111,191	(4,244)	131,291	0	(20,100)	111,191	(4,244)
Hopetoun Community	146	WATC*	3.590%	205,809	0	(17,445)	188,364	(7,233)	222,644	0	(16,835)	205,809	(3,996)	222,645	0	(16,835)	205,810	(7,843)
Refinance	138E	WATC*	3.020%	0	0	0	0	0	41,796	0	(41,795)	1	(631)	41,794	0	(41,794)	0	(949)
99 Tamar St Hopetoun	148	WATC*	5.287%	533,984	0	(16,874)	517,110	(31,162)	550,000	0	(16,016)	533,984	(28,870)	550,000	0	(16,016)	533,984	(28,870)
				850,984	0	(55,100)	795,884	(41,958)	945,731	0	(94,746)	850,985	(37,741)	945,730	0	(94,745)	850,985	(41,906)

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

8. BORROWINGS (CONTINUED)

(b) New borrowings - 2026/27

The Shire does not intend to undertake any new borrowings for the year ended 30th June 2027

(c) Unspent borrowings

The Shire had no unspent borrowing funds as at 30th June 2026 nor is it expected to have unspent borrowing funds as at 30th June 2027.

(d) Credit Facilities

	2026/27 Budget	2025/26 Actual	2025/26 Budget
	$	$	$
Undrawn borrowing facilities credit standby arrangements			
Bank overdraft limit	50,000	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	0	0
Total amount of credit unused	76,000	526,000	526,000
Loan facilities			
Loan facilities in use at balance date	795,884	850,985	850,985

Overdraft details	Purpose overdraft was established	Year overdraft established	Amount b/fwd 1 July 2026	2026/27 Budgeted Increase/ (Decrease)	Amount as at 30th June 2027
			$	$	$
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.

9. RESERVE ACCOUNTS

(a) Reserve Accounts - Movement

		2026/27 Budget				2025/26 Actual				2025/26 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	48,724	101,477	0	150,201	47,845	879	0	48,724	47,845	1,375	0	49,220
(b)	Plant and vehicle reserve	2,247,114	439,556	(788,000)	1,898,670	1,999,356	884,419	(636,661)	2,247,114	1,707,238	900,279	(1,289,000)	1,318,517
(c)	Emergency farm water reserve	14,044	426	0	14,470	13,791	253	0	14,044	13,791	396	0	14,187
(d)	Building reserve	719,500	823,809	(158,000)	1,385,309	534,274	210,226	(25,000)	719,500	702,645	216,000	(125,000)	793,645
(e)	Road and footpath reserve	830,833	425,339	(640,448)	615,724	991,477	260,689	(421,333)	830,833	816,687	267,000	(421,333)	662,354
(f)	Swimming pool upgrade reserve	51,262	1,554	0	52,816	50,337	925	0	51,262	50,337	1,447	0	51,784
(g)	Airport reserve	732,680	22,205	(116,100)	638,785	719,463	13,217	0	732,680	719,463	20,687	0	740,150
(h)	Waste and sewerage reserve	541,439	51,206	(77,000)	515,645	542,352	21,087	(22,000)	541,439	533,108	25,000	(120,000)	438,108
(i)	Recreation reserve	107,576	303,674	(102,000)	309,250	91,492	16,084	0	107,576	105,453	17,000	0	122,453
(j)	IT and equipment reserve	45,987	509,639	(41,125)	514,501	70,489	498	(25,000)	45,987	45,490	816	(25,000)	21,306
		5,339,159	2,678,885	(1,922,673)	6,095,371	5,060,876	1,408,277	(1,129,994)	5,339,159	4,742,057	1,450,000	(1,980,333)	4,211,724

(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 reserve	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.

10. OTHER INFORMATION

The net result includes as revenues	2026/27 Budget	2025/26 Actual	2025/26 Budget
	$	$	$
(a) Interest earnings			
Investments	236,154	331,564	232,000
Other interest revenue	70,000	0	48,000
	306,154	331,564	280,000
The net result includes as expenses			
(b) Auditors remuneration			
Audit services	59,955	57,111	57,100
Other services	9,555	6,175	9,100
	69,510	63,286	66,200
(c) Interest expenses (finance costs)			
Borrowings (refer Note 8(a))	41,958	37,741	41,906
Interest on lease liabilities (refer Note 7)	5,470	9,747	9,747
Other finance costs	0	0	3,000
	47,428	47,488	54,653
(d) Write offs			
General rate	10,000	1,190	1,000
	10,000	1,190	1,000

11. COUNCIL MEMBERS REMUNERATION

	2026/27 Budget	2025/26 Actual	2025/26 Budget
	$	$	$
Cr Rachel, Shire President			
President's allowance	16,301		15,525
Meeting attendance fees	24,738		23,560
ICT expenses	315		300
Annual allowance for ICT expenses	1,365		1,300
Travel and accommodation expenses	2,700		2,571
	45,419	0	43,256
Cr Benno Sutherland, Deputy President			
Deputy President's allowance	4,075		3,881
Meeting attendance fees	16,556		15,768
ICT expenses	315		300
Annual allowance for ICT expenses	1,365		1,300
Travel and accommodation expenses	2,700		2,571
	25,011	0	23,820
Cr Sue Leighton			
Meeting attendance fees	16,556		15,768
ICT expenses	315		300
Annual allowance for ICT expenses	1,365		1,300
Travel and accommodation expenses	2,700		2,571
	20,936	0	19,939
Cr Robert Miloeski			
Meeting attendance fees	16,556		15,768
ICT expenses	315		300
Annual allowance for ICT expenses	1,365		1,300
Travel and accommodation expenses	2,700		2,571
	20,936	0	19,939
Cr Bill Auburn			
Meeting attendance fees	16,556		15,768
ICT expenses	315		300
Annual allowance for ICT expenses	1,365		1,300
Travel and accommodation expenses	2,700		2,571
	20,936	0	19,939
Cr Helen Burton			
Meeting attendance fees	16,556		15,768
ICT expenses	315		300
Annual allowance for ICT expenses	1,365		1,300
Travel and accommodation expenses	2,700		2,571
	20,936	0	19,939
Cr Geoff Fyfe			
Meeting attendance fees	16,556		15,768
ICT expenses	315		300
Annual allowance for ICT expenses	1,365		1,300
Travel and accommodation expenses	2,700		2,571
	20,936	0	19,939
Total Council Member Remuneration	175,112	0	166,771
President's allowance	16,301	0	15,525
Deputy President's allowance	4,075	0	3,881
Meeting attendance fees	124,076	0	118,168
ICT expenses	2,205	0	2,100
Annual allowance for ICT expenses	9,555	0	9,100
Travel and accommodation expenses	18,900	0	17,997
	175,112	0	166,771

12. 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
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.

12. REVENUE AND EXPENDITURE (CONTINUED)

(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	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	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	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	On entry to facility
Airport landing charges	Permission to use facilities and runway	Single point in time	Monthly in arrears	None	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	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	Output method based on goods

13. 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 #NAME?

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 Club 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.

14. FEES AND CHARGES

	2026/27 Budget	2025/26 Actual	2025/26 Budget
	$	$	$
By Program:			
Governance	0	220	0
General purpose funding	33,500	45,120	33,500
Law, order, public safety	44,300	68,270	44,300
Health	12,000	14,977	12,000
Housing	88,150	100,081	93,840
Community amenities	777,109	736,606	736,035
Recreation and culture	84,930	85,281	78,630
Transport	64,000	45,776	64,000
Economic services	518,507	555,190	484,207
Other property and services	17,000	34,315	36,000
	1,639,496	1,685,836	1,582,512

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