

**SHIRE OF DERBY/WEST KIMBERLEY**  
**ANNUAL BUDGET**  
**FOR THE YEAR ENDED 30 JUNE 2025**  
**LOCAL GOVERNMENT ACT 1995**

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**SHIRE'S VISION**

A place where people want to live, invest, visit and return to.

**SHIRE OF DERBY/WEST KIMBERLEY  
STATEMENT OF COMPREHENSIVE INCOME  
FOR THE YEAR ENDED 30 JUNE 2025**

	Note	2024/25 Budget	2023/24 Actual	2023/24 Budget
<b>Revenue</b>		\$	\$	\$
Rates	2(a)	9,714,351	9,116,320	9,138,088
Grants, subsidies and contributions		27,323,097	2,431,734	2,267,154
Fees and charges	13	6,493,603	5,476,606	5,541,756
Interest revenue	9(a)	187,500	219,192	187,000
Other revenue		1,915,600	1,653,821	667,520
		45,634,151	18,897,673	17,801,518
<b>Expenses</b>				
Employee costs		(16,416,880)	(12,284,891)	(14,140,787)
Materials and contracts		(24,669,894)	(21,260,721)	(12,547,595)
Utility charges		(858,300)	(839,738)	(765,175)
Depreciation	6	(7,996,421)	(8,902,426)	(7,500,000)
Finance costs	9(c)	(229,272)	(104,095)	(89,360)
Insurance		(1,775,510)	(1,334,644)	(1,776,469)
Other expenditure		(449,957)	(2,896,761)	(682,589)
		(52,396,234)	(47,623,276)	(37,501,975)
		(6,762,083)	(28,725,603)	(19,700,457)
Capital grants, subsidies and contributions		29,562,057	18,063,659	28,120,710
Profit on asset disposals	5	209,546	16,890	0
Loss on asset disposals	5	0	(37,048)	0
		29,771,603	18,043,501	28,120,710
<b>Net result for the period</b>		<b>23,009,520</b>	<b>(10,682,102)</b>	<b>8,420,253</b>
<b>Other comprehensive income for the period</b>				
<i>Items that will not be reclassified subsequently to profit or loss</i>				
<b>Total other comprehensive income for the period</b>		<b>0</b>	<b>0</b>	<b>0</b>
<b>Total comprehensive income for the period</b>		<b>23,009,520</b>	<b>(10,682,102)</b>	<b>8,420,253</b>

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

**SHIRE OF DERBY/WEST KIMBERLEY  
STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED 30 JUNE 2025**

	Note	2024/25 Budget	2023/24 Actual	2023/24 Budget
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
<b>Receipts</b>				
Rates		\$ 9,834,351	\$ 9,093,630	\$ 9,138,088
Grants, subsidies and contributions		26,354,706	1,225,340	2,267,154
Fees and charges		6,493,603	5,476,606	5,541,756
Interest revenue		187,500	219,192	187,000
Goods and services tax received		3,201,258	3,495,005	1,218,376
Other revenue		1,915,600	1,653,821	667,520
		47,987,018	21,163,594	19,019,894
<b>Payments</b>				
Employee costs		(16,416,880)	(12,236,744)	(14,140,787)
Materials and contracts		(24,669,894)	(24,217,120)	(12,547,595)
Utility charges		(858,300)	(839,738)	(765,175)
Finance costs		(2,429,272)	2,087,896	(89,360)
Insurance paid		(1,775,510)	(1,334,644)	(1,776,469)
Goods and services tax paid		(2,352,867)	(2,263,610)	(1,218,376)
Other expenditure		(449,957)	(2,896,761)	(682,589)
		(48,952,680)	(41,700,721)	(31,220,351)
<b>Net cash (used in) operating activities</b>	4	(965,662)	(20,537,127)	(12,200,457)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Payments for purchase of property, plant & equipment	5(a)	(7,151,370)	(2,678,689)	(10,369,146)
Payments for construction of infrastructure	5(b)	(29,360,885)	(6,681,974)	(24,410,472)
Capital grants, subsidies and contributions		29,562,057	16,899,970	28,120,710
Proceeds from sale of property, plant and equipment	5(a)	215,850	73,500	0
<b>Net cash provided by (used in) investing activities</b>		(6,734,348)	7,612,807	(6,658,908)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>				
Repayment of borrowings	7(a)	(4,829,076)	(237,287)	(395,335)
Proceeds from new borrowings	7(a)	10,000,000	5,000,000	10,000,000
<b>Net cash provided by financing activities</b>		5,170,924	4,762,713	9,604,665
<b>Net (decrease) in cash held</b>		(2,529,086)	(8,161,607)	(9,254,700)
Cash at beginning of year		2,682,279	10,843,886	12,346,041
<b>Cash and cash equivalents at the end of the year</b>	4	<b>153,193</b>	<b>2,682,279</b>	<b>3,091,341</b>

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

**SHIRE OF DERBY/WEST KIMBERLEY  
STATEMENT OF FINANCIAL ACTIVITY  
FOR THE YEAR ENDED 30 JUNE 2025**

**OPERATING ACTIVITIES**

**Revenue from operating activities**

	Note	2024/25 Budget	2023/24 Actual	2023/24 Budget
General rates	2(a)(i)	\$ 9,253,510	\$ 8,667,661	\$ 8,687,508
Rates excluding general rates	2(a)	460,841	448,659	450,580
Grants, subsidies and contributions		27,323,097	2,431,734	2,267,154
Fees and charges	13	6,493,603	5,476,606	5,541,756
Interest revenue	9(a)	187,500	219,192	187,000
Other revenue		1,915,600	1,653,821	667,520
Profit on asset disposals	5	209,546	16,890	0

**Expenditure from operating activities**

Employee costs		(16,416,880)	(12,284,891)	(14,140,787)
Materials and contracts		(24,669,894)	(21,260,721)	(12,547,595)
Utility charges		(858,300)	(839,738)	(765,175)
Depreciation	6	(7,996,421)	(8,902,426)	(7,500,000)
Finance costs	9(c)	(229,272)	(104,095)	(89,360)
Insurance		(1,775,510)	(1,334,644)	(1,776,469)
Other expenditure		(449,957)	(2,896,761)	(682,589)
Loss on asset disposals	5	0	(37,048)	0

Non cash amounts excluded from operating activities

	3(c)	7,786,875	8,922,584	7,500,000
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**Amount attributable to operating activities**

**1,234,338 (19,823,177) (12,200,457)**

**INVESTING ACTIVITIES**

**Inflows from investing activities**

Capital grants, subsidies and contributions		29,562,057	18,063,659	28,120,710
Proceeds from disposal of assets	5	215,850	73,500	0

**Outflows from investing activities**

Payments for property, plant and equipment	5(a)	(7,151,370)	(2,678,689)	(10,369,146)
Payments for construction of infrastructure	5(b)	(29,360,885)	(6,681,974)	(24,410,472)

**Amount attributable to investing activities**

**(6,734,348) 8,776,496 (6,658,908)**

**FINANCING ACTIVITIES**

**Inflows from financing activities**

Proceeds from new borrowings	7(a)	10,000,000	5,000,000	10,000,000
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**Outflows from financing activities**

Repayment of borrowings	7(a)	(4,829,076)	(237,287)	(395,335)
Transfers to reserve accounts	8(a)	0	0	(483,324)

**Amount attributable to financing activities**

**5,170,924 4,762,713 9,121,341**

**MOVEMENT IN SURPLUS OR DEFICIT**

<b>Surplus at the start of the financial year</b>	3	329,086	6,613,054	9,738,024
Amount attributable to operating activities		1,234,338	(19,823,177)	(12,200,457)
Amount attributable to investing activities		(6,734,348)	8,776,496	(6,658,908)
Amount attributable to financing activities		5,170,924	4,762,713	9,121,341
<b>Surplus/(deficit) remaining after the imposition of general rates</b>	3	<b>0</b>	<b>329,086</b>	<b>0</b>

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

**SHIRE OF DERBY/WEST KIMBERLEY  
FOR THE YEAR ENDED 30 JUNE 2025  
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## 1 BASIS OF PREPARATION

The annual budget is a forward looking document and has been prepared in accordance with the *Local Government Act 1995* and accompanying regulations.

### Local Government Act 1995 requirements

Section 6.4(2) of the *Local Government Act 1995* read with the *Local Government (Financial Management) Regulations 1996* prescribe that the annual budget be prepared in accordance with the *Local Government Act 1995* and, to the extent that they are not inconsistent with the Act, the Australian Accounting Standards. The Australian Accounting Standards (as they apply to local governments and not-for-profit entities) and Interpretations of the Australian Accounting Standards Board were applied where no inconsistencies exist.

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

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

### The local government reporting entity

All funds through which the Shire controls resources to carry on its functions have been included in the financial statements forming part of this annual budget.

All monies held in the Trust Fund are excluded from the financial statements. A separate statement of those monies appears at Note 10 to the annual budget.

### 2023/24 actual balances

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

### Budget comparative figures

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

### Comparative figures

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

### Rounding off figures

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

### 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*
- 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 2024-25 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 2021-7c Amendments to Australian Accounting Standards - Effective Date of Amendments to AASB 10 and AASB 128 and Editorial Corrections [deferred AASB 10 and AASB 128 amendments in AASB 2014-10 apply]*
- *AASB 2022-9 Amendments to Australian Accounting Standards - Insurance Contracts in the Public Sector*
- *AASB 2023-5 Amendments to Australian Accounting Standards - Lack of Exchangeability*

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

### Judgements, estimates and assumptions

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

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

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

- estimated fair value of certain financial assets
- estimation of fair values of land and buildings
- impairment of financial assets
- estimated useful life of assets
- estimation of provisions

SHIRE OF DERBY/WEST KIMBERLEY  
NOTES TO AND FORMING PART OF THE BUDGET  
FOR THE YEAR ENDED 30 JUNE 2025

2. RATES AND SERVICE CHARGES

(a) Rating Information

Rate Description	Basis of valuation	Rate in	Number of properties	Rateable value	2024/25 Budgeted rate revenue	2024/25 Budgeted interim rates	2024/25 Budgeted total revenue	2023/24 Actual total revenue	2023/24 Budget total revenue
		\$		\$	\$	\$	\$	\$	\$
<b>(i) General rates</b>									
GRV General	Gross rental valuation	0.144896	1,402	39,820,189	5,769,786	3,000	5,772,786	5,560,635	5,543,269
UV General	Unimproved valuation	0.090954	145	38,236,074	3,477,724	3,000	3,480,724	3,107,026	3,144,239
<b>Total general rates</b>			1,547	78,056,263	9,247,510	6,000	9,253,510	8,667,661	8,687,508
<b>(ii) Minimum payment</b>									
		<b>Minimum</b>							
		\$							
GRV General	Gross rental valuation	1,643	273	1,270,966	448,539	0	448,539	435,708	435,708
UV General	Unimproved valuation	638	129	277,588	82,302	0	82,302	84,872	84,872
<b>Total minimum payments</b>			402	1,548,554	530,841	0	530,841	520,580	520,580
<b>Total general rates and minimum payments</b>			1,949	79,604,817	9,778,351	6,000	9,784,351	9,188,241	9,208,088
					9,778,351	6,000	9,784,351	9,188,241	9,208,088
Discounts (Refer note 2(d))							(70,000)	(71,921)	(70,000)
<b>Total rates</b>					9,778,351	6,000	9,714,351	9,116,320	9,138,088

The Shire did not raise specified area rates for the year ended 30th June 2025.

All rateable properties within the district used predominately for non-rural purposes are rated according to their Gross Rental Valuation (GRV), all other properties are rated according to their Unimproved Valuation (UV).

The general rates detailed for the 2024/25 financial year have been determined by Council on the basis of raising the revenue required to meet the estimated deficiency between the total estimated expenditure proposed in the budget and the estimated revenue to be received from all sources other than general rates and also considering the extent of any increase in rating over the level adopted in the previous year.

The minimum rates have been determined by Council on the basis that all ratepayers must make a reasonable contribution to the cost of local government services/facilities.

**SHIRE OF DERBY/WEST KIMBERLEY  
NOTES TO AND FORMING PART OF THE BUDGET  
FOR THE YEAR ENDED 30 JUNE 2025**

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

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

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

<b>Instalment options</b>	<b>Date due</b>	<b>Instalment plan admin charge</b>	<b>Instalment plan interest rate</b>	<b>Unpaid rates interest rates</b>
		\$	%	%
<b>Option one</b>				
Single full payment	23/08/2024	0	0.0%	9.0%
<b>Option two</b>				
First instalment	23/08/2024	21	5.5%	9.0%
Second instalment	2/12/2024	21	5.5%	9.0%
<b>Option three</b>				
First instalment	23/08/2024	21	5.5%	9.0%
Second instalment	22/10/2024	21	5.5%	9.0%
Third instalment	30/12/2024	21	5.5%	9.0%
Fourth instalment	28/02/2025	21	5.5%	9.0%

	<b>2024/25 Budget revenue</b>	<b>2023/24 Actual revenue</b>	<b>2023/24 Budget revenue</b>
	\$	\$	\$
Instalment plan admin charge revenue	15,080	15,080	12,912
Instalment plan interest earned	25,000	19,235	25,000
Unpaid rates and service charge interest earned	102,500	122,930	102,000
	142,580	157,245	139,912



**SHIRE OF DERBY/WEST KIMBERLEY  
NOTES TO AND FORMING PART OF THE BUDGET  
FOR THE YEAR ENDED 30 JUNE 2025**

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

**(c) Service Charges**

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

**(d) Early payment discounts**

<b>Rate, fee or charge to which discount is granted</b>	<b>Type</b>	<b>Discount %</b>	<b>Discount (\$)</b>	<b>2024/25 Budget</b>	<b>2023/24 Actual</b>	<b>2023/24 Budget</b>	<b>Circumstances in which discount is granted</b>
General rates	Rate	1.5%		\$ 70,000	\$ 71,921	\$ 70,000	A discount is offered to ratepayers whose payment of the full amount, including arrears and other charges is received on or before 21 days after the date appearing on the rate notice. The discount will apply to interim rates issued after the billing period.
				70,000	71,921	70,000	

**(e) Waivers or concessions**

The Shire does not anticipate any waivers or concessions for the year ended 30th June 2025.

**SHIRE OF DERBY/WEST KIMBERLEY**  
**NOTES TO AND FORMING PART OF THE BUDGET**  
**FOR THE YEAR ENDED 30 JUNE 2025**

**3. NET CURRENT ASSETS**

**(a) Composition of estimated net current assets**

<b>Note</b>	<b>2024/25 Budget 30 June 2025</b>	<b>2023/24 Actual 30 June 2024</b>	<b>2023/24 Budget 30 June 2024</b>
	\$	\$	\$
	<b>Current assets</b>		
4	153,193	2,682,279	3,091,341
	975,801	975,801	0
	2,497,543	2,497,543	1,888,134
	33,828	33,828	59,048
	<u>3,660,365</u>	<u>6,189,451</u>	<u>5,038,523</u>
	<b>Less: current liabilities</b>		
	(1,746,407)	(1,746,407)	(3,290,325)
	(377,478)	(377,478)	0
7	(10,062,639)	(4,829,076)	(339,763)
	(963,120)	(963,120)	(691,514)
	0	(2,200,000)	0
	<u>(13,149,644)</u>	<u>(10,116,081)</u>	<u>(4,321,602)</u>
	<u>(9,489,279)</u>	<u>(3,926,630)</u>	<u>716,921</u>
	<b>Net current assets</b>		
	<u>(9,489,279)</u>	<u>(3,926,630)</u>	<u>716,921</u>
	<b>Less: Total adjustments to net current assets</b>		
3(b)	9,489,279	4,255,716	(716,921)
	<u>0</u>	<u>329,086</u>	<u>0</u>
	<b>Net current assets used in the Statement of Financial Activity</b>		
	<u>0</u>	<u>329,086</u>	<u>0</u>
	<b>(b) Current assets and liabilities excluded from budgeted deficiency</b>		
	The following current assets and liabilities have been excluded from the net current assets used in the Statement of Financial Activity in accordance with <i>Financial Management Regulation 32</i> to agree to the surplus/(deficit) after imposition of general rates.		
	<b>Adjustments to net current assets</b>		
8	(975,801)	(975,801)	(1,459,125)
	Less: Cash - reserve accounts		
	Add: Current liabilities not expected to be cleared at end of year		
	10,062,639	4,829,076	339,763
	402,441	402,441	402,441
	<u>9,489,279</u>	<u>4,255,716</u>	<u>(716,921)</u>
	<b>Total adjustments to net current assets</b>		

**SHIRE OF DERBY/WEST KIMBERLEY  
NOTES TO AND FORMING PART OF THE BUDGET  
FOR THE YEAR ENDED 30 JUNE 2025**

**3. NET CURRENT ASSETS**

**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**

<b>Note</b>	<b>2024/25 Budget 30 June 2025</b>	<b>2023/24 Actual 30 June 2024</b>	<b>2023/24 Budget 30 June 2024</b>
	\$	\$	\$
5	(209,546)	(16,890)	0
5	0	37,048	0
6	7,996,421	8,902,426	7,500,000
	<b>7,786,875</b>	<b>8,922,584</b>	<b>7,500,000</b>

### 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.

##### GOODS AND SERVICES TAX (GST)

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO).

Receivables and payables are stated inclusive of GST receivable or payable. The net amount of GST recoverable from, or payable to, the ATO is included with receivables or payables in the statement of financial position.

Cash flows are presented on a gross basis. The GST components of cash flows arising from investing or financing activities which are recoverable from, or payable to, the ATO are presented as operating cash flows.

##### CONTRACT LIABILITIES

Contract liabilities represent the Shire's obligation to transfer goods or services to a customer for which the Shire has received consideration from the customer.

Contract liabilities represent obligations which are not yet satisfied. Contract liabilities are recognised as revenue when the performance obligations in the contract are satisfied.

##### TRADE AND OTHER RECEIVABLES

Trade and other receivables include amounts due from ratepayers for unpaid rates and service charges and other amounts due from third parties for grants, contributions, reimbursements, and goods sold and services performed in the ordinary course of business.

Trade and other receivables are recognised initially at the amount of consideration that is unconditional, unless they contain significant financing components, when they are recognised at fair value.

Trade receivables are held with the objective to collect the contractual cashflows and therefore the Shire measures them subsequently at amortised cost using the effective interest rate method.

Due to the short term nature of current receivables, their carrying amount is considered to be the same as their fair value. Non-current receivables are indexed to inflation, any difference between the face value and fair value is considered immaterial.

The Shire applies the AASB 9 simplified approach to measuring expected credit losses using a lifetime expected loss allowance for all trade receivables. To measure the expected credit losses, rates receivable are separated from other trade receivables due to the difference in payment terms and security for rates receivable.

##### PROVISIONS

Provisions are recognised when the Shire has a present legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured.

Provisions are measured using the best estimate of the amounts required to settle the obligation at the end of the reporting period.

##### EMPLOYEE BENEFITS

###### Short-term employee benefits

Provision is made for the Shire's obligations for short-term employee benefits. Short term employee benefits are benefits (other than termination benefits) that are expected to be settled wholly before 12 months after the end of the annual reporting period in which the employees render the related service, including wages, salaries and sick leave. Short-term employee benefits are measured at the (undiscounted) amounts expected to be paid when the obligation is settled.

The Shire's obligations for short-term employee benefits such as wages, salaries and sick leave are recognised as a part of current trade and other payables in the determination of the net current asset position. The Shire's obligations for employees' annual leave and long service leave entitlements are recognised as provisions in the determination of the net current asset position.

###### Other long-term employee benefits

Long-term employee benefits provisions are measured at the present value of the expected future payments to be made to employees. Expected future payments incorporate anticipated future wage and salary levels, durations of service and employee departures and are discounted at rates determined by reference to market yields at the end of the reporting period on government bonds that have maturity dates that approximate the terms of the obligations. Any remeasurements for changes in assumptions of obligations for other long-term employee benefits are recognised in profit or loss in the periods in which the changes occur.

The Shire's obligations for long-term employee benefits are presented as non-current provisions in its statement of financial position, except where the Shire does not have an unconditional right to defer settlement for at least 12 months after the end of the reporting period, in which case the obligations are presented as current provisions.

**SHIRE OF DERBY/WEST KIMBERLEY**  
**NOTES TO AND FORMING PART OF THE BUDGET**  
**FOR THE YEAR ENDED 30 JUNE 2025**

**4. RECONCILIATION OF CASH**

For the purposes of the Statement of Cash Flows, cash includes cash and cash equivalents, net of outstanding bank overdrafts. Estimated cash at the end of the reporting period is as follows:

Note	2024/25 Budget	2023/24 Actual	2023/24 Budget
	\$	\$	\$
Cash at bank and on hand	153,193	2,682,279	1,632,216
Term deposits	0	0	1,459,125
<b>Total cash and cash equivalents</b>	<b>153,193</b>	<b>2,682,279</b>	<b>3,091,341</b>
Held as			
- Unrestricted cash and cash equivalents	153,193	2,682,279	1,632,216
- Restricted cash and cash equivalents	0	0	1,459,125
3(a)	153,193	2,682,279	3,091,341
<b>Restrictions</b>			
The following classes of assets have restrictions imposed by regulations or other externally imposed requirements which limit or direct the purpose for which the resources may be used:			
- Cash and cash equivalents	0	0	1,459,125
- Restricted financial assets at amortised cost - term deposits	975,801	975,801	
	975,801	975,801	1,459,125
The assets are restricted as a result of the specified purposes associated with the liabilities below:			
Reserve accounts	8	975,801	975,801
		975,801	1,459,125
<b>Reconciliation of net cash provided by operating activities to net result</b>			
<b>Net result</b>	23,009,520	(10,682,102)	8,420,253
Depreciation	6	7,996,421	8,902,426
(Profit)/loss on sale of asset	5	(209,546)	20,158
(Increase)/decrease in receivables		0	(290,307)
(Increase)/decrease in inventories		0	16,952
(Increase)/decrease in other assets		0	313,412
Increase/(decrease) in payables		0	(3,246,625)
Increase/(decrease) in contract liabilities		0	292,618
Increase/(decrease) in unspent capital grants		0	(1,107,545)
Increase/(decrease) in other provision		(2,200,000)	2,143,856
Capital grants, subsidies and contributions		(29,562,057)	(16,899,970)
<b>Net cash from operating activities</b>		<b>(965,662)</b>	<b>(12,200,457)</b>

**MATERIAL ACCOUNTING POLICES**

**CASH AND CASH EQUIVALENTS**

Cash and cash equivalents include cash on hand, cash at bank, deposits available on demand with banks, other short term highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value and bank overdrafts.

Bank overdrafts are shown as short term borrowings in current liabilities in Note 3 - Net Current Assets.

**FINANCIAL ASSETS AT AMORTISED COST**

The Shire classifies financial assets at amortised cost if both of the following criteria are met:

- the asset is held within a business model whose objective is to collect the contractual cashflows, and
- the contractual terms give rise to cash flows that are solely payments of principal and interest.

**SHIRE OF DERBY/WEST KIMBERLEY  
NOTES TO AND FORMING PART OF THE BUDGET  
FOR THE YEAR ENDED 30 JUNE 2025**

**5. PROPERTY, PLANT AND EQUIPMENT**

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

	2024/25 Budget				2023/24 Actual					2023/24 Budget
	Additions	Disposals - Net Book Value	Disposals - Sale Proceeds	Disposals - Profit	Additions	Disposals - Net Book Value	Disposals - Sale Proceeds	Disposals - Profit	Disposals - Loss	Additions
<b>(a) Property, Plant and Equipment</b>	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Buildings - non-specialised	5,743,000	0	0	0	1,985,199	0	0	0	0	9,097,000
Furniture and equipment	90,000	0	0	0	0	0	0	0	0	100,000
Plant and equipment	1,318,370	(6,304)	215,850	209,546	693,490	(93,658)	73,500	16,890	(37,048)	1,172,146
<b>Total</b>	<b>7,151,370</b>	<b>(6,304)</b>	<b>215,850</b>	<b>209,546</b>	<b>2,678,689</b>	<b>(93,658)</b>	<b>73,500</b>	<b>16,890</b>	<b>(37,048)</b>	<b>10,369,146</b>
<b>(b) Infrastructure</b>										
Infrastructure - roads	22,018,725	0	0	0	5,446,359	0	0	0	0	17,445,488
Infrastructure - footpaths	321,000	0	0	0	66,253	0	0	0	0	79,734
Infrastructure - drainage	0	0	0	0	8,500	0	0	0	0	8,000
Infrastructure - land and parks	6,384,660	0	0	0	44,151	0	0	0	0	100,000
Infrastructure - wharf	180,000	0	0	0	39,060	0	0	0	0	50,000
Infrastructure - airports	0	0	0	0	0	0	0	0	0	3,000,000
Infrastructure - other	456,500	0	0	0	1,077,651	0	0	0	0	3,727,250
<b>Total</b>	<b>29,360,885</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>6,681,974</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>24,410,472</b>
<b>Total</b>	<b>36,512,255</b>	<b>(6,304)</b>	<b>215,850</b>	<b>209,546</b>	<b>9,360,663</b>	<b>(93,658)</b>	<b>73,500</b>	<b>16,890</b>	<b>(37,048)</b>	<b>34,779,618</b>

**MATERIAL ACCOUNTING POLICIES**

**RECOGNITION OF ASSETS**

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

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

**GAINS AND LOSSES ON DISPOSAL**

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

**SHIRE OF DERBY/WEST KIMBERLEY  
NOTES TO AND FORMING PART OF THE BUDGET  
FOR THE YEAR ENDED 30 JUNE 2025**

**6. DEPRECIATION**

**By Class**

Buildings - non-specialised
Plant and equipment
Infrastructure - roads
Infrastructure - footpaths
Infrastructure - drainage
Infrastructure - land and parks
Infrastructure - wharf
Infrastructure - airports
Infrastructure - other
Infrastructure - landfill asset

**By Program**

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

<b>2024/25 Budget</b>	<b>2023/24 Actual</b>	<b>2023/24 Budget</b>
\$	\$	\$
1,789,691	823,404	953,157
303,743	254,157	266,945
5,000,000	6,182,360	4,405,278
46,275	38,494	29,352
69,174	57,541	45,479
20,415	131,191	154,538
628,599	529,676	622,960
23,691	502,915	592,419
114,490	382,688	429,872
343	0	0
<b>7,996,421</b>	<b>8,902,426</b>	<b>7,500,000</b>
38,395	30,685	734
22,724	18,932	28,541
34,739	28,897	24,754
113,856	94,710	59,041
209,775	174,500	205,120
125,440	104,346	785,431
374,771	539,632	466,151
6,786,741	7,668,718	5,536,594
89,764	74,670	123,908
200,216	167,336	269,726
<b>7,996,421</b>	<b>8,902,426</b>	<b>7,500,000</b>

**MATERIAL ACCOUNTING POLICIES**

**DEPRECIATION**

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

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

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

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

Buildings - non-specialised	25 to 40 years
Plant and equipment	4 to 15 years
Infrastructure - roads	8 to 100 years
Infrastructure - footpaths	26 years
Infrastructure - drainage	40 years
Infrastructure - land and parks	25 years
Infrastructure - wharf	35 years
Infrastructure - airports	8 to 65 years
Infrastructure - other	10 to 50 years
Infrastructure - landfill asset	20 to 50 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 life 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 DERBY/WEST KIMBERLEY  
NOTES TO AND FORMING PART OF THE BUDGET  
FOR THE YEAR ENDED 30 JUNE 2025

7. BORROWINGS

(a) Borrowing repayments

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

Purpose	Loan Number	Institution	Interest Rate	Budget	2024/25	2024/25	Budget	2024/25	Actual	2023/24	2023/24	Actual	2023/24	Budget	2023/24	2023/24	Budget	2023/24
				Principal 1 July 2024	Budget New Loans	Budget Principal Repayments	Principal outstanding 30 June 2025	Budget Interest Repayments	Principal 1 July 2023	Actual New Loans	Actual Principal Repayments	Principal outstanding 30 June 2024	Actual Interest Repayments	Principal 1 July 2023	Budget New Loans	Budget Principal Repayments	Principal outstanding 30 June 2024	Budget Interest Repayments
				\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Staff housing	136	WATC	6.46%	0	0	0	0	0	26,728	0	(26,728)	0	(1,143)	26,728	0	(26,728)	0	(1,302)
Staff housing	146	WATC	6.33%	410,499	0	(58,216)	352,283	(25,078)	465,197	0	(54,698)	410,499	(20,993)	465,197	0	(54,699)	410,498	(28,595)
Staff housing	148	WATC	4.49%	213,663	0	(32,093)	181,570	(13,680)	223,894	0	(10,231)	213,663	(4,971)	223,894	0	(20,693)	203,201	(9,823)
Staff housing Project		WATC	TBA	0	5,000,000	0	5,000,000	0	0	0	0	0	0	0	5,000,000	0	5,000,000	0
Wharf fenders, boat ramp	145	WATC	6.87%	122,200	0	(48,858)	73,342	(10,952)	137,417	0	(15,217)	122,200	(4,694)	137,417	0	(30,956)	106,461	(8,918)
Derby wharf infrastructure	151	WATC	3.02%	192,935	0	(61,443)	131,492	(7,821)	212,810	0	(19,875)	192,935	(3,178)	212,809	0	(40,049)	172,760	(6,127)
Derby airport infrastructure & wharf	152	WATC	1.72%	1,241,080	0	(298,350)	942,730	(29,640)	1,338,829	0	(97,749)	1,241,080	(11,518)	1,338,829	0	(196,344)	1,142,485	(22,316)
Derby visitors centre	149	WATC	4.49%	267,079	0	(40,116)	226,963	(17,101)	279,868	0	(12,789)	267,079	(6,215)	279,868	0	(25,866)	254,002	(12,279)
Disaster Recovery, Flood Damage and Fitzroy Crossing Airstrip Refurbishment Project		WATC	TBA	5,000,000	0	(4,290,000)	710,000	(40,000)	0	5,000,000	0	5,000,000	0	0	0	0	0	0
WATC short term loan		WATC	TBA	0	5,000,000	0	5,000,000	(85,000)	0	0	0	0	0	0	0	0	0	0
				7,447,456	10,000,000	(4,829,076)	12,618,380	(229,272)	2,684,743	5,000,000	(237,287)	7,447,456	(52,712)	2,684,742	10,000,000	(395,335)	12,289,407	(89,360)

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 DERBY/WEST KIMBERLEY  
NOTES TO AND FORMING PART OF THE BUDGET  
FOR THE YEAR ENDED 30 JUNE 2025**

**7. BORROWINGS**

**(b) New borrowings - 2024/25**

Particulars/Purpose	Institution	Loan type	Term (years)	Interest rate	Amount borrowed budget	Total interest & charges	Amount used budget	Balance unspent
Staff Housing Project	WATC	Short Term	3	%	\$ 5,000,000	\$ 40,000	\$ 5,000,000	\$ 0
WATC Extension of short term loan for AGRN 1044 Flood expenditure	WATC	Short Term	3	TBA	5,000,000	85,000	5,000,000	0
					10,000,000	125,000	10,000,000	0

**(c) Unspent borrowings**

The Shire had no unspent borrowing funds as at 30th June 2024 nor is it expected to have unspent borrowing funds as at 30th June 2025.

**(d) Credit Facilities**

	2024/25 Budget	2023/24 Actual	2023/24 Budget
	\$	\$	\$
<b>Undrawn borrowing facilities</b>			
<b>credit standby arrangements</b>			
Bank overdraft limit	0	0	0
Bank overdraft at balance date	0	0	0
Credit card limit	80,000	80,000	50,000
Credit card balance at balance date	0	0	0
<b>Total amount of credit unused</b>	80,000	80,000	50,000
<b>Loan facilities</b>			
Loan facilities in use at balance date	12,618,380	7,447,456	12,289,407

**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 DERBY/WEST KIMBERLEY  
NOTES TO AND FORMING PART OF THE BUDGET  
FOR THE YEAR ENDED 30 JUNE 2025

8. RESERVE ACCOUNTS

(a) Reserve Accounts - Movement

	2024/25 Budget				2023/24 Actual				2023/24 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
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
<b>Restricted by council</b>												
(a) Leave reserve	402,441	0	0	402,441	402,441	0	0	402,441	402,441	0	0	402,441
(b) Office building reserve	314,511	0	0	314,511	314,511	0	0	314,511	314,511	0	0	314,511
(c) Airport reserve	28,456	0	0	28,456	28,456	0	0	28,456	28,456	0	0	28,456
(d) Derby Wharf maintenance reserve	3,721	0	0	3,721	3,721	0	0	3,721	3,721	0	0	3,721
(e) Economic development reserve	19,936	0	0	19,936	19,936	0	0	19,936	19,936	0	0	19,936
(f) Fitzroy crossing recreation hall reserve	46,771	0	0	46,771	46,771	0	0	46,771	46,771	0	0	46,771
(g) Staff housing reserve	159,965	0	0	159,965	159,965	0	0	159,965	159,965	483,324	0	643,289
	975,801	0	0	975,801	975,801	0	0	975,801	975,801	483,324	0	1,459,125

(b) Reserve Accounts - Purposes

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

Reserve name	Anticipated date of use	Purpose of the reserve
(a) Leave reserve	Ongoing	To be used to fund annual and long service leave requirements.
(b) Office building reserve	Ongoing	To be used to fund the new Derby administration building.
(c) Airport reserve	Ongoing	To be used to fund airport capital works, primarily bitumen resealing.
(d) Derby Wharf maintenance reserve	Ongoing	To be used to carry out wharf maintenance.
(e) Economic development reserve	Ongoing	To promote economic development within the Shire.
(f) Fitzroy crossing recreation hall reserve	Ongoing	To be used to quarantine funds received from the lease of the FX Recreation Hall to be utilised for any upgrade works.
(g) Staff housing reserve	Ongoing	To be used for the construction of staff housing.

**SHIRE OF DERBY/WEST KIMBERLEY  
NOTES TO AND FORMING PART OF THE BUDGET  
FOR THE YEAR ENDED 30 JUNE 2025**

**9. OTHER INFORMATION**

**The net result includes as revenues**

**(a) Interest earnings**

	<b>2024/25 Budget</b>	<b>2023/24 Actual</b>	<b>2023/24 Budget</b>
	\$	\$	\$
Investments	50,000	62,173	50,000
Late payment of fees and charges *	10,000	14,854	10,000
Other interest revenue	127,500	142,165	127,000
	<u>187,500</u>	<u>219,192</u>	<u>187,000</u>

\* The Shire has resolved to charge interest under section 6.13 for the late payment of any amount of money at 9%.

**The net result includes as expenses**

**(b) Auditors remuneration**

Audit services	105,000	101,847	82,150
	<u>105,000</u>	<u>101,847</u>	<u>82,150</u>

**(c) Interest expenses (finance costs)**

Borrowings (refer Note 7(a))	229,272	52,712	89,360
Other finance costs	0	51,383	0
	<u>229,272</u>	<u>104,095</u>	<u>89,360</u>

**(d) Write offs**

General rate	120,000		173,658
Fees and charges	95,000		
	<u>215,000</u>	<u>0</u>	<u>173,658</u>

**SHIRE OF DERBY/WEST KIMBERLEY  
NOTES TO AND FORMING PART OF THE BUDGET  
FOR THE YEAR ENDED 30 JUNE 2025**

**10. ELECTED MEMBERS REMUNERATION**

	<b>2024/25 Budget</b>	<b>2023/24 Actual</b>	<b>2023/24 Budget</b>
	\$	\$	\$
<b>Elected member 1</b>			
President's allowance	51,414	34,794	62,727
Deputy President's allowance	0	4,819	0
Meeting attendance fees	25,280	21,416	23,231
Annual allowance for ICT expenses	1,500	1,333	1,334
	<b>78,194</b>	<b>62,362</b>	<b>87,292</b>
<b>Elected member 2</b>			
President's allowance	0	19,275	0
Deputy President's allowance	12,854	10,863	15,682
Meeting attendance fees	18,853	19,140	17,325
Annual allowance for ICT expenses	1,500	1,333	1,334
	<b>33,207</b>	<b>31,336</b>	<b>34,341</b>
<b>Elected member 3</b>			
Meeting attendance fees	18,853	17,325	17,325
Annual allowance for ICT expenses	1,500	1,333	1,334
	<b>20,353</b>	<b>18,658</b>	<b>18,659</b>
<b>Elected member 4</b>			
Meeting attendance fees	18,853	17,325	17,325
Annual allowance for ICT expenses	1,500	1,333	1,333
	<b>20,353</b>	<b>18,658</b>	<b>18,658</b>
<b>Elected member 5</b>			
Meeting attendance fees	18,853	12,001	17,325
Annual allowance for ICT expenses	1,500	924	1,333
	<b>20,353</b>	<b>12,925</b>	<b>18,658</b>
<b>Elected member 6</b>			
Meeting attendance fees	18,853	12,001	17,325
Annual allowance for ICT expenses	1,500	924	1,333
	<b>20,353</b>	<b>12,925</b>	<b>18,658</b>
<b>Elected member 7</b>			
Meeting attendance fees	18,853	12,001	17,325
Annual allowance for ICT expenses	1,500	924	1,333
	<b>20,353</b>	<b>12,925</b>	<b>18,658</b>
<b>Elected member 8</b>			
Meeting attendance fees	18,853	12,001	17,325
Annual allowance for ICT expenses	1,500	924	1,333
	<b>20,353</b>	<b>12,925</b>	<b>18,658</b>
<b>Elected member 9</b>			
Meeting attendance fees	18,853	12,001	17,325
Annual allowance for ICT expenses	1,500	924	1,333
	<b>20,353</b>	<b>12,925</b>	<b>18,658</b>
<b>Total Elected Member Remuneration</b>	<b>253,872</b>	<b>195,639</b>	<b>252,240</b>
President's allowance	51,414	34,794	62,727
Deputy President's allowance	12,854	15,682	15,682
Meeting attendance fees	176,104	135,211	161,831
Annual allowance for ICT expenses	13,500	9,952	12,000
	<b>253,872</b>	<b>195,639</b>	<b>252,240</b>

**SHIRE OF DERBY/WEST KIMBERLEY  
NOTES TO AND FORMING PART OF THE BUDGET  
FOR THE YEAR ENDED 30 JUNE 2025**

**11. 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 DERBY/WEST KIMBERLEY  
NOTES TO AND FORMING PART OF THE BUDGET  
FOR THE YEAR ENDED 30 JUNE 2025**

**11. 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:

<b>Revenue Category</b>	<b>Nature of goods and services</b>	<b>When obligations typically satisfied</b>	<b>Payment terms</b>	<b>Returns/Refunds/Warranties</b>	<b>Timing of Revenue recognition</b>
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
Airport landing charges	Permission to use facilities and runway	Single point in time	Monthly in arrears	None	On landing/departure event
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
Private works	Contracted private works	Single point in time	Monthly in arrears	None	Output method based on provision of service or completion of works

**SHIRE OF DERBY/WEST KIMBERLEY  
NOTES TO AND FORMING PART OF THE BUDGET  
FOR THE YEAR ENDED 30 JUNE 2025**

**12. 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 and environmentally conscious community.

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

**Health**

To provide an operational framework for environmental and community health.

Food quality and pest control, inspection of abattoir and operation of child health clinic, analytical testing and environmental health administration.

**Education and welfare**

To provide services to disadvantaged persons, the elderly, children and youth.

Year round care, housing for the aged and educational services.

**Housing**

Help ensure adequate housing.

Management and maintenance of staff and rental housing.

**Community amenities**

To provide services required by the community.

Rubbish collections, recycling, refuse site operations, litter control, administration of the town planning scheme, cemetery operations, public toilet facilities, sewerage and protection of the environment.

**Recreation and culture**

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

Maintenance and operation of the Town Hall, the aquatic centre, recreation centre, library, community arts program, cultural activities and various services.

**Transport**

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

Construction and maintenance of streets, roads, bridges, footpaths, street lighting, traffic management and airport. Purchase and disposal of Council's road plant, parking control and police licensing.

**Economic services**

To help promote the Shire and its economic well being.

Building control, saleyards, tourism and area promotion, standpipes and pest control.

**Other property and services**

To monitor and control the Shire's overheads operating accounts.

Private works operations, plant repairs and operation costs, stock and materials, property leases and rental, salaries and wages for council employees.

**SHIRE OF DERBY/WEST KIMBERLEY  
NOTES TO AND FORMING PART OF THE BUDGET  
FOR THE YEAR ENDED 30 JUNE 2025**

**13. FEES AND CHARGES**

	<b>2024/25 Budget</b>	<b>2023/24 Actual</b>	<b>2023/24 Budget</b>
	\$	\$	\$
<b>By Program:</b>			
Governance	2,963	3,756	1,646
General purpose funding	0	26,592	23,046
Law, order, public safety	21,063	38,267	26,425
Health	45,200	37,180	31,652
Education and welfare	3,352	2,618	0
Housing	138,299	125,495	133,424
Community amenities	4,031,414	3,011,139	3,027,937
Recreation and culture	100,049	91,540	126,322
Transport	2,120,194	2,023,936	2,156,304
Economic services	28,971	50,438	15,000
Other property and services	2,098	65,645	0
	<b>6,493,603</b>	<b>5,476,606</b>	<b>5,541,756</b>

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