



BUDGET

**For the Year Ended
30 June 2023**

**Adopted at the Meeting of Council
held on Wednesday 20 July 2022**

Shire of Moora Vision – a vibrant, affordable Regional Centre with a growing, caring community

Shire of Moora Mission – to provide the leadership, services and infrastructure that will meet the needs of the community and surrounds

SHIRE MOORA
ANNUAL BUDGET
FOR THE YEAR ENDED 30 JUNE 2023

LOCAL GOVERNMENT ACT 1995

TABLE OF CONTENTS

Statement of Comprehensive Income by Nature or Type	2
Statement of Cash Flows	3
Rate Setting Statement	4
Index of Notes to the Budget	5

SHIRE'S VISION

A vibrant, affordable Regional Centre with a growing, caring community.

SHIRE MOORA

STATEMENT OF COMPREHENSIVE INCOME BY NATURE OR TYPE
FOR THE YEAR ENDED 30 JUNE 2023

	NOTE	2022/23 Budget	2021/22 Actual	2021/22 Budget
		\$	\$	\$
Revenue				
Rates	2(a)	4,588,892	4,371,607	4,357,036
Operating grants, subsidies and contributions	10	1,551,753	2,984,647	1,464,300
Fees and charges	13	2,959,840	2,871,600	2,784,659
Interest earnings	11(a)	60,486	36,712	61,621
Other revenue	11(b)	118,300	250,747	125,580
		9,279,271	10,515,313	8,793,196
Expenses				
Employee costs		(4,524,115)	(4,039,215)	(4,086,682)
Materials and contracts		(2,967,827)	(1,818,467)	(2,728,174)
Utility charges		(425,960)	(378,270)	(414,010)
Depreciation on non-current assets	6	(4,603,079)	(4,517,326)	(4,444,368)
Interest expenses	11(d)	(20,994)	(19,024)	(25,427)
Insurance expenses		(219,636)	(221,323)	(205,422)
Other expenditure		(376,848)	(462,198)	(455,600)
		(13,138,459)	(11,455,823)	(12,359,683)
		(3,859,188)	(940,510)	(3,566,487)
Non-operating grants, subsidies and contributions	10	9,584,329	3,054,458	8,236,405
Profit on asset disposals	5(b)	15,000	75,567	0
Loss on asset disposals	5(b)	(35,000)	(55,617)	(32,000)
		9,564,329	3,074,408	8,204,405
Net result for the period		5,705,141	2,133,898	4,637,918
Other comprehensive income				
<i>Items that will not be reclassified subsequently to profit or loss</i>				
Changes in asset revaluation surplus		0	0	0
Total other comprehensive income for the period		0	0	0
Total comprehensive income for the period		5,705,141	2,133,898	4,637,918

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

SHIRE MOORA
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2023

	NOTE	2022/23 Budget	2021/22 Actual	2021/22 Budget
		\$	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts				
Rates		4,588,892	4,410,830	4,357,036
Operating grants, subsidies and contributions		1,328,933	2,963,365	1,322,244
Fees and charges		2,959,840	2,871,600	2,784,659
Interest received		60,486	36,712	61,621
Other revenue		118,300	250,747	125,580
		9,056,451	10,533,254	8,651,140
Payments				
Employee costs		(4,524,115)	(3,755,566)	(4,086,682)
Materials and contracts		(2,967,827)	(2,121,660)	(2,771,610)
Utility charges		(425,960)	(378,270)	(414,010)
Interest expenses		(20,994)	(25,361)	(25,427)
Insurance paid		(219,636)	(221,323)	(205,422)
Goods and services tax paid		0	(253,088)	0
Other expenditure		(376,848)	(462,198)	(412,165)
		(8,535,380)	(7,217,466)	(7,915,316)
Net cash provided by (used in) operating activities	4	521,071	3,315,788	735,824
CASH FLOWS FROM INVESTING ACTIVITIES				
Payments for purchase of property, plant & equipment	5(a)	(7,068,000)	(1,675,281)	(5,873,000)
Payments for construction of infrastructure	5(a)	(9,743,450)	(4,750,284)	(6,851,945)
Non-operating grants, subsidies and contributions		7,486,943	4,045,709	7,049,627
Proceeds from sale of property, plant and equipment	5(b)	335,000	522,645	539,500
Proceeds on financial assets at amortised cost - self supporting loans	7(a)	8,488	4,144	8,223
Proceeds on financial assets at amortised cost - community loans		6,173	54,204	11,259
Net cash provided by (used in) investing activities		(8,974,846)	(1,798,863)	(5,116,336)
CASH FLOWS FROM FINANCING ACTIVITIES				
Repayment of borrowings	7(a)	(101,000)	(124,366)	(128,445)
Proceeds from new borrowings	7(a)	1,000,000	0	0
Net cash provided by (used in) financing activities		899,000	(124,366)	(128,445)
Net increase (decrease) in cash held		(7,554,775)	1,392,559	(4,508,957)
Cash at beginning of year		10,028,713	8,636,154	8,636,154
Cash and cash equivalents at the end of the year	4	2,473,938	10,028,713	4,127,197

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

SHIRE MOORA
RATE SETTING STATEMENT
FOR THE YEAR ENDED 30 JUNE 2023

	NOTE	2022/23 Budget	2021/22 Actual	2021/22 Budget
		\$	\$	\$
OPERATING ACTIVITIES				
Net current assets at start of financial year - surplus/(deficit)	3	3,374,123	3,296,203	3,743,877
		3,374,123	3,296,203	3,743,877
Revenue from operating activities (excluding rates)				
Specified area and ex gratia rates	2(a)(ii)	26,497	25,223	25,223
Operating grants, subsidies and contributions	10	1,551,753	2,984,647	1,464,300
Fees and charges	13	2,959,840	2,871,600	2,784,659
Interest earnings	11(a)	60,486	36,712	61,621
Other revenue	11(b)	118,300	250,747	125,580
Profit on asset disposals	5(b)	15,000	75,567	0
		4,731,876	6,244,496	4,461,383
Expenditure from operating activities				
Employee costs		(4,524,115)	(4,039,215)	(4,086,682)
Materials and contracts		(2,967,827)	(1,818,467)	(2,728,174)
Utility charges		(425,960)	(378,270)	(414,010)
Depreciation on non-current assets	6	(4,603,079)	(4,517,326)	(4,444,368)
Interest expenses	11(d)	(20,994)	(19,024)	(25,427)
Insurance expenses		(219,636)	(221,323)	(205,422)
Other expenditure		(376,848)	(462,198)	(455,600)
Loss on asset disposals	5(b)	(35,000)	(55,617)	(32,000)
		(13,173,459)	(11,511,440)	(12,391,683)
Non-cash amounts excluded from operating activities	3(b)	4,548,525	4,382,960	4,362,613
Amount attributable to operating activities		(518,935)	2,412,219	176,190
INVESTING ACTIVITIES				
Non-operating grants, subsidies and contributions	10	9,584,329	3,054,458	8,236,405
Payments for property, plant and equipment	5(a)	(7,068,000)	(1,675,281)	(5,873,000)
Payments for construction of infrastructure	5(a)	(9,743,450)	(4,750,284)	(6,851,945)
Proceeds from disposal of assets	5(b)	335,000	522,645	539,500
Proceeds from financial assets at amortised cost - self supporting loans	7(a)	8,488	4,144	8,223
Proceeds from financial assets at amortised cost - community loans		6,173	54,204	11,259
Amount attributable to investing activities		(6,877,460)	(2,790,114)	(3,929,558)
Amount attributable to investing activities		(6,877,460)	(2,790,114)	(3,929,558)
FINANCING ACTIVITIES				
Repayment of borrowings	7(a)	(101,000)	(124,366)	(128,445)
Proceeds from new borrowings	7(b)	1,000,000	0	0
Transfers to cash backed reserves (restricted assets)	8(a)	(140,000)	(585,000)	(565,000)
Transfers from cash backed reserves (restricted assets)	8(a)	2,075,000	115,000	115,000
Amount attributable to financing activities		2,834,000	(594,366)	(578,445)
Budgeted deficiency before general rates		(4,562,395)	(972,261)	(4,331,813)
Estimated amount to be raised from general rates	2(a)	4,562,395	4,346,384	4,331,813
Net current assets at end of financial year - surplus/(deficit)	3	0	3,374,123	0

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

INDEX OF NOTES TO THE BUDGET

Note 1	Basis of Preparation	6
Note 2	Rates	9
Note 3	Net Current Assets	12
Note 4	Reconciliation of cash	15
Note 5	Fixed Assets	16
Note 6	Asset Depreciation	18
Note 7	Borrowings	19
Note 8	Reserves	21
Note 9	Revenue Recognition	22
Note 10	Program Information	23
Note 11	Other Information	24
Note 12	Elected Members Remuneration	25
Note 13	Fees and Charges	26

SHIRE MOORA
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2023

1 (a) BASIS OF PREPARATION

The annual budget has been prepared in accordance with Australian Accounting Standards (as they apply to local governments and not-for-profit entities) and interpretations of the Australian Accounting Standards Board, and the *Local Government Act 1995* and accompanying regulations.

The *Local Government Act 1995* and accompanying Regulations take precedence over Australian Accounting Standards where they are inconsistent.

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

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

Financial reporting disclosures in relation to assets and liabilities required by the Australian Accounting Standards have not been made unless considered important for the understanding of the budget or required by legislation.

The local government reporting entity

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

In the process of reporting on the local government as a single unit, all transactions and balances between those Funds (for example, loans and transfers between Funds) have been eliminated.

All monies held in the Trust Fund are excluded from the financial statements. A separate statement of those monies appears at Note 12 to the annual budget.

2021/22 actual balances

Balances shown in this budget as 2021/22 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.

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 2020-3 Amendments to Australian Accounting Standards* - Annual Improvements 2018-2020 and Other Amendments
- *AASB 2020-6 Amendments to Australian Accounting Standards* - Classification of Liabilities as Current or Non-current - Deferral of Effective Date

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

New accounting standards for application in future years

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

- *AASB 2021-2 Amendments to Australian Accounting Standards* - Disclosure of Accounting Policies or Definition of Accounting Estimates
- *AASB 2021-6 Amendments to Australian Accounting Standards* - Disclosure of Accounting Policies: Tier 2 and Other Australian Accounting Standards

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

Judgements, estimates and assumptions

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

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

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

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

Rounding off figures

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

SHIRE MOORA
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2023

1 (b) KEY TERMS AND DEFINITIONS - NATURE OR TYPE

REVENUES

RATES

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

SERVICE CHARGES

Service charges imposed under Division 6 of Part 6 of the *Local Government Act 1995*. Regulation 54 of the *Local Government (Financial Management) Regulations 1996* identifies these as television and radio broadcasting, underground electricity and neighbourhood surveillance services.

Excludes rubbish removal charges. Interest and other items of a similar nature received from bank and investment accounts, interest on rate instalments, interest on rate arrears and interest on debtors.

PROFIT ON ASSET DISPOSAL

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

OPERATING GRANTS, SUBSIDIES AND CONTRIBUTIONS

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

NON-OPERATING GRANTS, SUBSIDIES AND CONTRIBUTIONS

Amounts received specifically for the acquisition, construction of new or the upgrading of non-current assets paid to a local government, irrespective of whether these amounts are received as capital grants, subsidies, contributions or donations.

FEES AND CHARGES

Revenue (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.

INTEREST EARNINGS

Interest and other items of a similar nature received from bank and investment accounts, interest on rate instalments, interest on rate arrears and interest on debtors.

OTHER REVENUE / INCOME

Other revenue, which can not be classified under the above headings, includes dividends, discounts, and rebates. Reimbursements and recoveries should be separated by note to ensure the correct calculation of ratios.

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.

MATERIALS AND CONTRACTS

All expenditures on materials, supplies and contracts not classified under other headings. These include supply of goods and materials, legal expenses, consultancy, maintenance agreements, communication expenses, advertising expenses, membership, periodicals, publications, hire expenses, rental, leases, postage and freight etc. Local governments may wish to disclose more detail such as contract services, consultancy, information technology, rental or lease expenditures.

UTILITIES (GAS, ELECTRICITY, WATER, ETC.)

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 includes loss on disposal of long term investments.

DEPRECIATION ON NON-CURRENT ASSETS

Depreciation and amortisation expense raised on all classes of assets.

INTEREST EXPENSES

Interest and other costs of finance paid, including costs of finance for loan debentures, overdraft accommodation and refinancing expenses.

OTHER EXPENDITURE

Statutory fees, taxes, provision for bad debts, member's fees or State taxes. Donations and subsidies made to community groups.

1 (c) 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.

All aspects relating to elected members expenses incurred in governing the Council. Other costs relating to administration and 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 ensure a safer community.

Supervision of various by-laws, fire prevention and animal control. Provision of premises and support for State Emergency Services.

Health

To provide an operational framework for good community health.

Provision of child health care facilities, food control, pest control, podiatry services, provision of dental care surgery and premises and assistance to local medical practice.

Education and welfare

To meet the needs of the community in these areas.

Provision of premises and support for child care centre and play groups. Provision of services for youth and aged care.

Housing

Help ensure adequate housing at a high standard.

Provision and maintenance of staff and rental housing.

Community amenities

Provide services required by the community.

Rubbish collection services and operation of tips. Town sewerage scheme, drainage works, litter control, cemetery administration and administration of the Town Planning Scheme.

Recreation and culture

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

Provision of swimming pool, public library, community halls, performing arts centre, recreation centre, parks and gardens, tennis courts, sporting pavilions and ovals.

Transport

To provide effective and efficient transport services to the community.

Construction and maintenance of streets, roads, bridges, cleaning and lighting of streets, depot maintenance and airstrip maintenance.

Economic services

To help promote the Shire and improve its economic wellbeing.

The regulation and provision of tourism, area promotion, enterprise development, building control, noxious weeds, vermin control, standpipes and a lifestyle village.

Other property and services

To provide effective and efficient administration, works operations and plant and fleet services.

Private works operations, plant repairs and operations costs.

SHIRE MOORA
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2023

2. RATES AND SERVICE CHARGES

(a) Rating Information

Rate Description	Basis of valuation	Rate in	Number of properties	Rateable value	2022/23 Budgeted rate revenue	2022/23 Budgeted interim rates	2022/23 Budgeted back rates	2022/23 Budgeted total revenue	2021/22 Actual total revenue	2021/22 Budget total revenue
		\$		\$	\$	\$	\$	\$	\$	\$
(i) Differential general rates or general rates										
GRV Residential - Moora Townsite		0.104055	633	8,329,101	866,685	0	0	866,685	824,972	824,765
GRV Commercial/Industrial - Moora Townsite		0.104055	86	3,058,525	318,255	0	0	318,255	302,956	302,956
GRV Residential - Other Townsite		0.104055	26	248,716	25,880	0	0	25,880	24,604	24,559
GRV Commercial/Industrial - Other Townsite		0.104055	7	117,160	12,191	0	0	12,191	11,605	11,605
UV Rural		0.007710	332	396,845,000	3,059,675	0	0	3,059,675	2,905,536	2,906,960
UV Urban Farmland		0.007710	41	6,002,000	46,275	0	0	46,275	52,932	52,930
UV Mining		0.007710	3	0	0	0	0	0	5,136	0
Sub-Total			1,128	414,600,502	4,328,961	0	0	4,328,961	4,127,741	4,123,775
Minimum payment										
		\$								
GRV Residential - Moora Townsite		746	68	130,803	50,728	0	0	50,728	48,990	50,396
GRV Commercial/Industrial - Moora Townsite		746	20	400,801	14,920	0	0	14,920	14,200	14,196
GRV Residential - Other Townsite		746	95	347,312	70,870	0	0	70,870	66,030	66,011
GRV Commercial/Industrial - Other Townsite		746	8	28,152	5,968	0	0	5,968	7,100	7,098
UV Rural		746	60	2,931,904	44,760	0	0	44,760	40,470	39,749
UV Urban Farmland		746	30	2,223,101	22,380	0	0	22,380	16,330	8,518
UV Mining		746	48	501,706	35,808	0	0	35,808	35,500	34,070
Sub-Total			329	6,563,779	245,434	0	0	245,434	228,620	220,038
			1,457	421,164,281	4,574,395	0	0	4,574,395	4,356,361	4,343,813
Discounts on general rates (Refer note 2(e))								(600)	0	(600)
Concessions on general rates (Refer note 2(f))								(11,400)	(9,977)	(11,400)
Total amount raised from general rates								4,562,395	4,346,384	4,331,813
(ii) Specified area and ex gratia rates										
Ex-gratia rates										
CBH					26,497	0	0	26,497	25,223	25,223
Total specified area and ex gratia rates								26,497	25,223	25,223
Total rates								4,588,892	4,371,607	4,357,036

The Shire did not raise specified area rates for the year ended 30th June 2023.

All land (other than exempt land) in the Shire Moora is rated according to its Gross Rental Value (GRV) in townsites or Unimproved Value (UV) in the remainder of the Shire Moora.

The general rates detailed for the 2022/23 financial year have been determined by Council on the basis of raising the revenue required to meet the deficiency between the total estimated expenditure proposed in the budget and the estimated revenue to be received from all sources other than 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.

2. RATES AND SERVICE CHARGES (CONTINUED)

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

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

Instalment options	Date due	Instalment plan admin charge	Instalment plan interest rate	Unpaid rates interest rates
		\$	%	%
Single full payment	1/09/2022	N/A	N/A	N/A
Option two				
First instalment	1/09/2022	0	3.0%	5.5%
Second instalment	3/11/2022	10	3.0%	5.5%
Option three				
First instalment	1/09/2022	0	3.0%	5.5%
Second instalment	3/11/2022	10	3.0%	5.5%
Third instalment	12/01/2023	10	3.0%	5.5%
Fourth instalment	16/03/2023	10	3.0%	5.5%

	2022/23 Budget revenue	2021/22 Actual revenue	2021/22 Budget revenue
	\$	\$	\$
Instalment plan admin charge revenue	17,500	7,405	17,500
Instalment plan interest earned	7,000	7,553	7,000
Unpaid rates and service charge interest earned	22,500	17,589	22,500
	47,000	32,547	47,000

SHIRE MOORA
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2023

2. RATES AND SERVICE CHARGES (CONTINUED)

(c) Specified Area Rate

(d) Service Charges

The Shire did not raise service charges for the year ended 30th June 2023.

2. RATES AND SERVICE CHARGES (CONTINUED)

(e) Early payment discounts

Rate, fee or charge to which discount is granted	Type	Discount %	Discount (\$)	2022/23 Budget	2021/22 Actual	2021/22 Budget	Circumstances in which discount is granted
Early rate payment incentive	Rate	N/A	600	\$ 600	\$ 0	\$ 600	Cash prize randomly selected. Valid for all rate payments received in full within 21 days of issue.
				600	0	600	

(f) Waivers or concessions

Rate, fee or charge to which the waiver or concession is granted	Type	Waiver/Concession	Discount %	Discount (\$)	2022/23 Budget	2021/22 Actual	2021/22 Budget	Circumstances in which the waiver or concession is granted	Objects and reasons of the waiver or concession
General rates - staff	Rate	Concession	Various	Various	\$ 10,000	\$ 9,977	\$ 10,000	Full time employees & pro-rata for part-time employees Provision for rates discount at discretion of Council	Staff incentive Ability to provide concession on a case by case basis
General rates - other	Rate	Concession	Various	Various	1,400	0	1,400		
					11,400	9,977	11,400		

A discount/incentive payment will be offered to all employees of the Shire of Moora who own their own residences.

SHIRE MOORA
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2023

3. NET CURRENT ASSETS

	Note	2022/23 Budget 30 June 2023	2021/22 Actual 30 June 2022	2021/22 Budget 30 June 2022
		\$	\$	\$
(a) Composition of estimated net current assets				
Current assets				
Cash and cash equivalents - unrestricted	4	369,646	3,669,215	107,904
Cash and cash equivalents - restricted	4	2,104,292	6,359,498	4,019,293
Financial assets - unrestricted		12,567	18,740	19,918
Receivables		1,142,800	1,142,800	928,868
Inventories		97,837	97,837	30,056
		3,727,142	11,288,090	5,106,039
Less: current liabilities				
Trade and other payables		(680,309)	(680,309)	(446,803)
Contract liabilities		(201,501)	(424,321)	0
Unspent non-operating grants associated with restricted cash		0	(2,097,386)	0
Long term borrowings	7	(176,508)	(105,078)	(100,999)
Employee provisions		(835,235)	(835,235)	(802,034)
		(1,893,553)	(4,142,329)	(1,349,836)
Net current assets		1,833,589	7,145,761	3,756,203
Less: Total adjustments to net current assets	3.(c)	(1,833,589)	(3,771,638)	(3,756,203)
Net current assets used in the Rate Setting Statement		0	3,374,123	0

3. NET CURRENT ASSETS (CONTINUED)

EXPLANATION OF DIFFERENCE IN NET CURRENT ASSETS AND SURPLUS/(DEFICIT)

Items excluded from calculation of budgeted deficiency

When calculating the budget deficiency for the purpose of Section 6.2 (2)(c) of the *Local Government Act 1995* the following amounts have been excluded as provided by *Local Government (Financial Management) Regulation 32* which will not fund the budgeted expenditure.

(b) Non-cash amounts excluded from operating activities

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

Adjustments to operating activities

	2022/23 Budget 30 June 2023	2021/22 Actual 30 June 2022	2021/22 Budget 30 June 2022
Note	\$	\$	\$
Less: Profit on asset disposals	5(b) (15,000)	(75,567)	0
Add: Loss on disposal of assets	5(b) 35,000	55,617	32,000
Add: Depreciation on assets	6 4,603,079	4,517,326	4,444,368
Movement in non-current employee provisions	0	(661)	0
Movement in current employee provisions associated with restricted cash	(74,554)	(113,755)	(113,755)
Non cash amounts excluded from operating activities	4,548,525	4,382,960	4,362,613

(c) Current assets and liabilities excluded from budgeted deficiency

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

Adjustments to net current assets

Less: Cash - restricted reserves	8 (2,104,292)	(4,039,292)	(4,019,293)
Less: Current assets not expected to be received at end of year			
- Current portion of self supporting loans receivable	(12,566)	(12,566)	(19,918)
- Current portion of self supporting loans receivable	0	(6,173)	0
- Other liabilities	(1,141)	(1,141)	0
Add: Current liabilities not expected to be cleared at end of year			
- Current portion of borrowings	176,508	105,078	100,999
- Current portion of employee benefit provisions held in reserve	107,902	182,456	182,009
Total adjustments to net current assets	(1,833,589)	(3,771,638)	(3,756,203)

3 (d) NET CURRENT ASSETS (CONTINUED)

SIGNIFICANT ACCOUNTING POLICIES

CURRENT AND NON-CURRENT CLASSIFICATION

An asset or liability is classified as current if it is expected to be settled within the next 12 months, being the Shire's operational cycle. In the case of liabilities where the Shire does not have the 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 Moora 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.

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 Moora contributes to a number of superannuation funds on behalf of employees.

All funds to which the Shire Moora contributes are defined contribution plans.

LAND HELD FOR RESALE

Land held for development and sale is valued at the lower of cost and net realisable value. Cost includes the cost of acquisition, development, borrowing costs and holding costs until completion of development. Finance costs and holding charges incurred after development is completed are expensed.

Gains and losses are recognised in profit or loss at the time of signing an unconditional contract of sale if significant risks and rewards, and effective control over the land, are passed on to the buyer at this point.

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.

TRADE AND OTHER RECEIVABLES

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

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

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

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

The Shire applies the AASB 9 simplified approach to measuring expected credit losses using a lifetime expected 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 statement of financial position. The Shire's obligations for employees' annual leave and long service leave entitlements are recognised as provisions in the statement of financial position.

CONTRACT LIABILITIES

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

CONTRACT ASSETS

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

SHIRE MOORA
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2023

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	2022/23 Budget	2021/22 Actual	2021/22 Budget
	\$	\$	\$
Cash at bank and on hand	394,646	5,989,421	501,668
Term deposits	2,079,292	4,039,292	3,625,529
Total cash and cash equivalents	2,473,938	10,028,713	4,127,197
Held as			
- Unrestricted cash and cash equivalents	3(a) 369,646	3,669,215	107,904
- Restricted cash and cash equivalents	3(a) 2,104,292	6,359,498	4,019,293
	2,473,938	10,028,713	4,127,197
Restrictions			
The following classes of assets have restrictions imposed by regulations or other externally imposed requirements which limit or direct the purpose for which the resources may be used:			
- Cash and cash equivalents	2,104,292	6,359,498	4,019,293
	2,104,292	6,359,498	4,019,293
The restricted assets are a result of the following specific purposes to which the assets may be used:			
Financially backed reserves	8 2,104,292	4,039,292	4,019,293
Contract liabilities	0	222,820	0
Unspent non-operating grants, subsidies and contribution liabilities	0	2,097,386	0
	2,104,292	6,359,498	4,019,293
Reconciliation of net cash provided by operating activities to net result			
Net result	5,705,141	2,133,898	4,637,918
Depreciation	6 4,603,079	4,517,326	4,444,368
(Profit)/loss on sale of asset	5(b) 20,000	(19,950)	32,000
Share of profit or (loss) of associates accounted for using the equity method	0	0	0
(Increase)/decrease in receivables	0	(519,683)	0
(Increase)/decrease in other assets	0	1,298	0
(Increase)/decrease in contract assets	0	196,891	0
(Increase)/decrease in inventories	0	(69,744)	0
Increase/(decrease) in payables	0	45,280	0
Increase/(decrease) in other liabilities	0	59,445	0
Increase/(decrease) in contract liabilities	(222,820)	28,200	(142,056)
Increase/(decrease) in unspent non-operating grants	(2,097,386)	991,251	(1,186,779)
Increase/(decrease) in employee provisions	0	(2,715)	0
Non-operating grants, subsidies and contributions	(7,486,943)	(4,045,709)	(7,049,627)
Net cash from operating activities	521,071	3,315,788	735,824

SIGNIFICANT 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 MOORA
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2023

5. FIXED ASSETS

(a) Acquisition of Assets

The following assets are budgeted to be acquired during the year.

Asset class	Reporting program								2022/23 Budget total	2021/22 Actual total	2021/22 Budget total
	Governance	Law, order, public safety	Education and welfare	Housing	Community amenities	Recreation and culture	Transport	Economic services			
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Property, Plant and Equipment											
Land - freehold land	0	0	0	0	0	0	0	0	0	0	0
Land - vested in and under the control of council									0	0	0
Buildings - non-specialised	0	0	0	1,000,000	0	0	0	0	1,000,000	0	0
Buildings - specialised	150,000	0	3,840,000	0	130,000	320,000	0	20,000	4,460,000	359,044	3,870,000
Furniture and equipment	30,000	0	0	0	0	0	0	0	30,000	0	50,000
Plant and equipment	155,000	17,000	20,000	0	0	0	1,386,000	0	1,578,000	1,316,237	1,953,000
Other property, plant and equipment [describe]									0	0	0
Other property, plant and equipment [describe]									0	0	0
Other property, plant and equipment [describe]									0	0	0
Other property, plant and equipment [describe]									0	0	0
Other property, plant and equipment [describe]									0	0	0
	335,000	17,000	3,860,000	1,000,000	130,000	320,000	1,386,000	20,000	7,068,000	1,675,281	5,873,000
Infrastructure											
Infrastructure - roads	0	0	0	0	0	0	6,375,450	0	6,375,450	3,840,662	5,381,945
Infrastructure - bridges	0	0	0	0	0	0	0	0	0	0	0
Infrastructure - footpaths	0	0	0	0	0	0	100,000	0	100,000	188,614	200,000
Infrastructure - drainage	0	0	0	0	0	0	0	0	0	0	0
Infrastructure - parks and ovals	0	0	0	0	150,000	1,040,000	0	40,000	1,230,000	265,598	900,000
Infrastructure - sewerage	0	0	0	0	789,000	0	0	0	789,000	210,955	110,000
Infrastructure - other	0	0	0	0	0	0	925,000	324,000	1,249,000	244,455	260,000
Other infrastructure [describe]									0	0	0
Other infrastructure [describe]									0	0	0
Other infrastructure [describe]									0	0	0
	0	0	0	0	939,000	1,040,000	7,400,450	364,000	9,743,450	4,750,284	6,851,945
Total acquisitions	335,000	17,000	3,860,000	1,000,000	1,069,000	1,360,000	8,786,450	384,000	16,811,450	6,425,565	12,724,945

A detailed breakdown of disposals on an individual asset basis can be found in Capital Expenditure supporting documentation.

SIGNIFICANT 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.

SHIRE MOORA
 NOTES TO AND FORMING PART OF THE BUDGET
 FOR THE YEAR ENDED 30 JUNE 2023

5. FIXED ASSETS

(b) Disposals of Assets

The following assets are budgeted to be disposed of during the year.

	2022/23 Budget Net Book Value	2022/23 Budget Sale Proceeds	2022/23 Budget Profit	2022/23 Budget Loss	2021/22 Actual Net Book Value	2021/22 Actual Sale Proceeds	2021/22 Actual Profit	2021/22 Actual Loss	2021/22 Budget Net Book Value	2021/22 Budget Sale Proceeds	2021/22 Budget Profit	2021/22 Budget Loss
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
By Program												
Governance	60,000	60,000	0	0	74,247	72,727	1,479	(2,999)	104,500	104,500	0	0
Transport	295,000	275,000	15,000	(35,000)	428,448	449,918	74,088	(52,618)	467,000	435,000	0	(32,000)
	355,000	335,000	15,000	(35,000)	502,695	522,645	75,567	(55,617)	571,500	539,500	0	(32,000)
By Class												
<i>Property, Plant and Equipment</i>												
Plant and equipment	355,000	335,000	15,000	(35,000)	502,695	522,645	75,567	(55,617)	571,500	539,500	0	(32,000)
	355,000	335,000	15,000	(35,000)	502,695	522,645	75,567	(55,617)	571,500	539,500	0	(32,000)

A detailed breakdown of disposals on an individual asset basis can be found in Capital Expenditure supporting documentation.

SIGNIFICANT ACCOUNTING POLICIES

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. ASSET DEPRECIATION

By Program

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

By Class

Buildings - non-specialised
Buildings - specialised
Furniture and equipment
Plant and equipment
Infrastructure - roads
Infrastructure - bridges
Infrastructure - footpaths
Infrastructure - drainage
Infrastructure - parks and ovals
Infrastructure - sewerage
Infrastructure - other

	2022/23 Budget	2021/22 Actual	2021/22 Budget
	\$	\$	\$
	79,995	79,995	75,384
	116,726	129,058	107,588
	6,171	6,171	2,043
	90,796	90,796	108,248
	38,241	38,241	50,062
	607,144	604,644	574,742
	707,315	697,315	698,534
	2,870,391	2,789,806	2,743,013
	86,300	81,300	84,754
	4,603,079	4,517,326	4,444,368
	40,530	40,530	30,560
	650,736	648,236	640,000
	27,442	27,442	30,000
	477,202	477,202	425,000
	2,172,645	2,092,060	2,085,844
	121,964	121,964	121,964
	17,563	17,563	21,000
	208,536	208,536	208,500
	303,662	303,662	302,500
	480,509	480,509	480,000
	102,290	99,622	99,000
	4,603,079	4,517,326	4,444,368

SIGNIFICANT 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	50 years
Buildings - specialised	50 years
Furniture and equipment	4 to 10 years
Plant and equipment	5 to 15 years
Infrastructure - roads	20 to 80 Years
Infrastructure - bridges	80 to 100 Years
Infrastructure - footpaths	50 to 80 Years
Infrastructure - drainage	20 to 80 Years
Infrastructure - parks and ovals	30 to 50 Years
Infrastructure - sewerage	80 to 100 Years
Infrastructure - other	10 to 60 Years

AMORTISATION

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

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

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

SHIRE MOORA
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2023

7. INFORMATION ON 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	2022/23	2022/23	Budget	2022/23	Actual	2021/22	2021/22	Actual	2021/22	Budget	2021/22	2021/22	Budget	2021/22	Actual	2021/22	
				Principal July 2022	Budget New Loans	Budget Principal Repayments	Principal outstanding 30 June 2023	Budget Interest Repayments		Principal 1 July 2021	Actual New Loans	Actual Principal Repayments	Principal outstanding 30 June 2022		Actual Interest Repayments	Principal 1 July 2021	Budget New Loans	Budget Principal Repayments		Principal outstanding 30 June 2022	Budget Interest Repayments
				\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Education and welfare																					
Hydrotherapy Pool	327	WATC*	3.4%	405,031	0	(29,276)	375,755	(13,645)	433,328	0	(28,297)	405,031	(10,246)	433,328	0	(28,297)	405,031	(14,623)			
Housing																					
Housing Executive Loan	317	WATC*	6.9%	0	0	0	0	0	30,302	0	(30,302)	0	(1,329)	30,302	0	(30,302)	0	(1,577)			
92 Roberts Street	326	WATC*	2.6%	86,245	0	(20,733)	65,512	(2,108)	106,449	0	(20,204)	86,245	(2,234)	106,449	0	(20,204)	86,245	(2,637)			
Housing Revitalisation	328	WATC*	5.5%	0	1,000,000	0	1,000,000	0	0	0	0	0	0	0	0	0	0	0			
Recreation and culture																					
Economic services																					
Industrial Lots - Roberts Street	325	WATC*	2.6%	176,801	0	(42,503)	134,298	(4,322)	218,220	0	(41,419)	176,801	(4,510)	218,220	0	(41,419)	176,801	(5,406)			
				668,077	1,000,000	(92,512)	1,575,565	(20,075)	788,299	0	(120,222)	668,077	(18,319)	788,299	0	(120,222)	668,077	(24,243)			
Self Supporting Loans																					
Recreation and culture																					
Moora Bowling Club SSL	324	WATC*	0.0319	35,000	0	(8,488)	26,512	(919)	39,144	0	(4,144)	35,000	(705)	39,144	0	(8,223)	30,921	(1,184)			
				35,000	0	(8,488)	26,512	(919)	39,144	0	(4,144)	35,000	(705)	39,144	0	(8,223)	30,921	(1,184)			
				703,077	1,000,000	(101,000)	1,602,077	(20,994)	827,443	0	(124,366)	703,077	(19,024)	827,443	0	(128,445)	698,998	(25,427)			

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 MOORA
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2023

7. INFORMATION ON BORROWINGS

(b) New borrowings - 2022/23

Particulars/Purpose	Institution	Loan type	Term (years)	Interest rate	Amount borrowed budget	Total interest & charges	Amount used budget	Balance unspent
Housing Revitalisation	WATC	Fixed	10	5.5%	\$ 1,000,000	\$ 306,772	\$ 1,000,000	\$ 0
					1,000,000	306,772	1,000,000	0

(c) Unspent borrowings

The Shire had no unspent borrowing funds as at 30th June 2022 nor is it expected to have unspent borrowing funds as at 30th June 2023.

(d) Credit Facilities

	2022/23 Budget	2021/22 Actual	2021/22 Budget
Undrawn borrowing facilities credit standby arrangements	\$	\$	\$
Bank overdraft limit	1,000,000	1,000,000	1,000,000
Bank overdraft at balance date	0	0	0
Credit card limit	38,500	38,500	38,500
Credit card balance at balance date	0	0	0
Total amount of credit unused	1,038,500	1,038,500	1,038,500
Loan facilities			
Loan facilities in use at balance date	1,602,077	703,077	698,998

Overdraft details	Purpose overdraft was established	Year overdraft established	Amount b/fwd 1 July 2022	2022/23 Budgeted Increase/ (Decrease)	Amount as at 30th June 2023
			\$	\$	\$
Wespac	Assist with cash flow	2010	1,000,000	1,000,000	0
			1,000,000	1,000,000	0

SIGNIFICANT ACCOUNTING POLICIES

BORROWING COSTS

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

SHIRE MOORA
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2023

8. RESERVE ACCOUNTS

(a) Reserve Accounts - Movement

	2022/23 Budget Opening Balance	2022/23 Budget Transfer to	2022/23 Budget Transfer (from)	2022/23 Budget Closing Balance	2021/22 Actual Opening Balance	2021/22 Actual Transfer to	2021/22 Actual Transfer (from)	2021/22 Actual Closing Balance	2021/22 Budget Opening Balance	2021/22 Budget Transfer to	2021/22 Budget Transfer (from)	2021/22 Budget Closing Balance
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Restricted by council												
(a) Leave Reserve	182,456	125,446	(200,000)	107,902	295,799	1,657	(115,000)	182,456	295,764	1,245	(115,000)	182,009
(b) Plant Reserve	147,134	360	(100,000)	47,494	146,324	810	0	147,134	144,613	608	0	145,221
(c) Administration Building Reserve	655,325	1,604	(150,000)	506,929	651,662	3,663	0	655,325	653,739	2,751	0	656,490
(d) Community Facilities Reserve	129,552	317	0	129,869	128,832	720	0	129,552	128,564	541	0	129,105
(e) Waste Management Reserve	140,706	344	0	141,050	139,922	784	0	140,706	139,904	589	0	140,493
(f) Bridge Reserve	75,388	185	0	75,573	74,968	420	0	75,388	74,958	315	0	75,273
(g) Community Bus Reserve	7,390	18	0	7,408	7,349	41	0	7,390	7,348	31	0	7,379
(h) Sewerage Reserve	1,026,565	2,512	(300,000)	729,077	1,020,845	5,720	0	1,026,565	1,020,831	4,293	0	1,025,124
(i) Economic Development Reserve	143,473	351	0	143,824	142,674	799	0	143,473	142,656	600	0	143,256
(j) Emergency Relief Reserve	10,980	27	0	11,007	10,919	61	0	10,980	10,916	46	0	10,962
(k) Infrastructure Renewal Reserve	1,520,323	8,836	(1,325,000)	204,159	950,000	570,323	0	1,520,323	950,000	553,981	0	1,503,981
	4,039,292	140,000	(2,075,000)	2,104,292	3,569,292	585,000	(115,000)	4,039,292	3,569,293	565,000	(115,000)	4,019,293

(b) Financially Backed Reserves - 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 outstanding annual and long service leave requirements
(b) Plant Reserve	Ongoing	To be used for the purchase of items of plant and equipment.
(c) Administration Building Reserve	Ongoing	To be used for major projects relating to Council buildings including renovations and constructions of new facilities.
(d) Community Facilities Reserve	Ongoing	To provide funds to eligible community organisations for approved projects.
(e) Waste Management Reserve	Ongoing	To be used for major projects relating to waste management including future rubbish site development and waste management plant items.
(f) Bridge Reserve	Ongoing	Funds held for funding bridge work maintenance.
(g) Community Bus Reserve	Ongoing	To provide for repairs and upgrade of community bus.
(h) Sewerage Reserve	Ongoing	To be used for sewerage infrastructure works.
(i) Economic Development Reserve	Ongoing	To be used for future economic development services within the Shire of Moora, including land development relating to residential, commercial and industrial use.
(j) Emergency Relief Reserve	Ongoing	To be used for emergency disaster relief
(k) Infrastructure Renewal Reserve	Ongoing	To be used for renewal of various infrastructure.

SHIRE MOORA
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2023

9. REVENUE RECOGNITION

SIGNIFICANT ACCOUNTING POLICIES

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

Revenue Category	Nature of goods and services	When obligations typically satisfied	Payment terms	Returns/Refunds/Warranties	Determination of transaction price	Allocating transaction price	Measuring obligations for returns	Revenue recognition
Rates	General Rates	Over time	Payment dates adopted by Council during the year	None	Adopted by council annually	When taxable event occurs	Not applicable	When rates notice is issued
Specified area rates	Rates charge for specific defined purpose	Over time	Payment dates adopted by Council during the year	Refund in event monies are unspent	Adopted by council annually	When taxable event occurs	Not applicable	When rates notice is issued
Service charges	Charge for specific service	Over time	Payment dates adopted by Council during the year	Refund in event monies are unspent	Adopted by council annually	When taxable event occurs	Not applicable	When rates notice is issued
Grant contracts with customers	Community events, minor facilities, research, design, planning evaluation and services	Over time	Fixed terms transfer of funds based on agreed milestones and reporting	Contract obligation if project not complete	Set by mutual agreement with the customer	Based on the progress of works to match performance obligations	Returns limited to repayment of transaction price of terms breached	Output method based on project milestones and/or completion date matched to performance obligations as inputs are shared
Grants, subsidies or contributions for the construction of non-financial assets	Construction or acquisition of recognisable non-financial assets to be controlled by the local government	Over time	Fixed terms transfer of funds based on agreed milestones and reporting	Contract obligation if project not complete	Set by mutual agreement with the customer	Based on the progress of works to match performance obligations	Returns limited to repayment of transaction price of terms breached	Output method based on project milestones and/or completion date matched to performance obligations as inputs are shared
Grants with no contractual commitments	General appropriations and contributions with no specific contractual commitments	No obligations	Not applicable	Not applicable	Cash received	On receipt of funds	Not applicable	When assets are controlled
Licences/ Registrations/ Approvals	Building, planning, development and animal management, having the same nature as a licence regardless of naming.	Single point in time	Full payment prior to issue	None	Set by State legislation or limited by legislation to the cost of provision	Based on timing of issue of the associated rights	No refunds	On payment and issue of the licence, registration or approval
Waste management collections	Kerbside collection service	Over time	Payment on an annual basis in advance	None	Adopted by council annually	Apportioned equally across the collection period	Not applicable	Output method based on regular weekly and fortnightly period as proportionate to collection service
Waste management entry fees	Waste treatment, recycling and disposal service at disposal sites	Single point in time	Payment in advance at gate or on normal trading terms if credit provided	None	Adopted by council annually	Based on timing of entry to facility	Not applicable	On entry to facility
Airport landing charges	Permission to use facilities and runway	Single point in time	Monthly in arrears	None	Adopted by council annually	Applied fully on timing of landing/take-off	Not applicable	On landing/departure event
Fees and charges for other goods and services	Cemetery services, library fees, reinstatements and private works	Single point in time	Payment in full in advance	None	Adopted by council annually	Applied fully based on timing of provision	Not applicable	Output method based on provision of service or completion of works
Sale of stock	Aviation fuel, kiosk and visitor centre stock	Single point in time	In full in advance, on 15 day credit	Refund for faulty goods	Adopted by council annually, set by mutual agreement	Applied fully based on timing of provision	Returns limited to repayment of transaction price	Output method based on goods

10. PROGRAM INFORMATION

Income and expenses	2022/23 Budget	2021/22 Actual	2021/22 Budget
Income excluding grants, subsidies and contributions	\$	\$	\$
Governance	3,100	11,658	10,380
General purpose funding	4,697,877	4,429,985	4,467,157
Law, order, public safety	144,250	147,280	144,250
Health	5,500	3,209	5,500
Education and welfare	395,000	419,173	350,000
Housing	138,736	171,630	138,736
Community amenities	1,400,644	1,299,815	1,288,809
Recreation and culture	101,230	68,174	89,750
Transport	15,000	74,088	0
Economic services	701,181	702,509	694,314
Other property and services	140,000	278,712	140,000
	7,742,518	7,606,233	7,328,896
Operating grants, subsidies and contributions			
General purpose funding	1,067,852	2,422,895	915,099
Law, order, public safety	268,651	310,021	268,651
Health	250	0	250
Education and welfare	0	48,421	0
Community amenities	2,000	1,990	2,000
Recreation and culture	6,500	134	86,500
Transport	206,500	198,675	191,800
Other property and services	0	2,511	0
	1,551,753	2,984,647	1,464,300
Non-operating grants, subsidies and contributions			
General purpose funding	507,857	0	2,786,812
Education and welfare	2,016,202	0	860,146
Community amenities	470,000	0	0
Recreation and culture	710,657	0	610,657
Transport	5,779,613	3,054,458	3,978,790
Economic services	100,000	0	0
	9,584,329	3,054,458	8,236,405
Total Income	18,878,600	13,645,338	17,029,601
Expenses			
Governance	(1,593,436)	(1,493,029)	(1,446,024)
General purpose funding	(271,742)	(140,070)	(228,942)
Law, order, public safety	(670,388)	(796,885)	(703,057)
Health	(193,004)	(145,191)	(136,871)
Education and welfare	(993,703)	(849,433)	(1,019,613)
Housing	(105,756)	(79,201)	(115,035)
Community amenities	(1,935,773)	(1,757,462)	(1,776,795)
Recreation and culture	(2,129,650)	(1,807,315)	(2,262,596)
Transport	(4,209,335)	(3,553,109)	(3,645,860)
Economic services	(1,038,674)	(877,202)	(1,024,725)
Other property and services	(31,998)	(12,543)	(32,165)
Total expenses	(13,173,459)	(11,511,440)	(12,391,683)
Net result for the period	5,705,141	2,133,898	4,637,918

11. OTHER INFORMATION

	2022/23 Budget	2021/22 Actual	2021/22 Budget
	\$	\$	\$
The net result includes as revenues			
(a) Interest earnings			
Investments			
- Reserve funds	15,000	0	15,000
- Other funds	15,986	11,570	17,121
Other interest revenue (refer to Note 2(b))	29,500	25,142	29,500
	60,486	36,712	61,621
(b) Other revenue			
Reimbursements and recoveries	118,300	250,747	125,580
	118,300	250,747	125,580
The net result includes as expenses			
(c) Auditors remuneration			
Audit services	60,000	60,000	60,000
Other services	10,000	0	10,000
	70,000	60,000	70,000
(d) Interest expenses (finance costs)			
Borrowings (refer Note 7(a))	20,994	19,024	25,427
	20,994	19,024	25,427
(e) Write offs			
General rate	1,000	1,418	1,000
Fees and charges (tennis club)	2,500	41,746	43,435
	3,500	43,164	44,435

12. ELECTED MEMBERS REMUNERATION

	2022/23 Budget	2021/22 Actual	2021/22 Budget
	\$	\$	\$
Cr Tracy Lefroy			
President's allowance	17,640	16,800	16,800
Meeting attendance fees	4,620	4,800	4,400
Travel and accommodation expenses	7,500	7,206	7,500
	29,760	28,806	28,700
Cr Steven Gilbert			
Deputy President's allowance	4,410	4,200	4,200
Meeting attendance fees	3,630	3,780	3,465
Travel and accommodation expenses	1,000	0	1,000
	9,040	7,980	8,665
Cr Ken Seymour			
Meeting attendance fees	3,630	3,150	3,465
Travel and accommodation expenses	1,500	1,118	1,500
	5,130	4,268	4,965
Cr Clydesdale-Gebert			
Meeting attendance fees	3,630	3,780	3,465
Travel and accommodation expenses	500	0	500
	4,130	3,780	3,965
Cr Lyn Hamilton			
Meeting attendance fees	3,630	3,465	3,465
Travel and accommodation expenses	500	0	500
	4,130	3,465	3,965
Cr Sheryl Bryan			
Meeting attendance fees	3,630	2,520	0
Travel and accommodation expenses	500	0	0
	4,130	2,520	0
Cr Tracey Errington			
Meeting attendance fees	3,630	2,205	0
Travel and accommodation expenses	500	0	0
	4,130	2,205	0
Cr Tracy Humphry			
Meeting attendance fees	0	315	3,465
Travel and accommodation expenses	0	268	500
	0	583	3,965
Cr Peter Nixon			
Meeting attendance fees	0	630	0
Travel and accommodation expenses	0	191	500
	0	821	500
Cr JulieThomas			
Meeting attendance fees	0	945	3,465
Annual allowance for ICT expenses	0	0	500
	0	945	3,965
Total Elected Member Remuneration	60,450	55,373	58,690
President's allowance	17,640	16,800	16,800
Deputy President's allowance	4,410	4,200	4,200
Meeting attendance fees	26,400	25,590	25,190
Annual allowance for ICT expenses	0	0	500
Travel and accommodation expenses	12,000	8,783	12,000
	60,450	55,373	58,690

13. FEES AND CHARGES

	2022/23 Budget	2021/22 Actual	2021/22 Budget
	\$	\$	\$
By Program:			
Governance	100	102	100
General purpose funding	23,500	14,181	23,500
Law, order, public safety	144,250	147,280	144,250
Health	5,500	3,209	5,500
Education and welfare	395,000	419,173	350,000
Housing	138,736	171,630	138,736
Community amenities	1,400,643	1,299,815	1,288,809
Recreation and culture	101,230	68,174	89,750
Economic services	700,881	702,328	694,014
Other property and services	50,000	45,708	50,000
	2,959,840	2,871,600	2,784,659

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