

**SHIRE OF NGAANYATJARRAKU  
ANNUAL BUDGET  
FOR THE YEAR ENDED 30 JUNE 2026**

**LOCAL GOVERNMENT ACT 1995**

**TABLE OF CONTENTS**

Statement of Comprehensive Income	2
Statement of Financial Activity	3
Statement of Cash Flows	4

**Note to the Budget**

Note 1	Basis of Preparation	5
Note 2	Rates & Service Charges	8
Note 3	Net Current Assets	10
Note 4	Reconciliation of Cash	11
Note 5	Fixed Assets	12
Note 6	Depreciation	13
Note 7	Borrowings	14
Note 8	Reserve Accounts	15
Note 9	Revenue Recognition	16
Note 10	Program Information	18
Note 11	Other Information	19
Note 12	Elected Members Remuneration	20
Note 13	Fees & Charges	21

**SHIRE'S VISION**

Our Land - Looking after our Land Our People - Looking after our People  
Our Leadership - Showing the way for our Community

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

	NOTE	2025/26 Budget	2024/25 Draft Actuals (30 June 2025) Unaudited	2024/25 Budget
		\$	\$	\$
<b>Revenue</b>				
Rates	2(a)	529,948	489,127	488,640
Grants, subsidies and contributions	10	10,100,610	8,981,552	5,305,137
Fees and charges	13	187,083	459,426	586,050
Interest revenue	11(a)	415,250	418,084	360,250
Other revenue	11(b)	211,206	779,953	210,206
		11,444,097	11,128,142	6,950,283
<b>Expenses</b>				
Employee costs		(2,086,948)	(1,318,597)	(1,258,535)
Materials and contracts		(5,483,692)	(4,516,523)	(7,390,143)
Utility charges		(32,200)	(24,876)	(30,200)
Insurance		(155,500)	(139,893)	(138,079)
Other expenditure		(384,630)	(67,776)	(236,470)
Depreciation	6	(7,780,200)	(7,271,150)	(7,780,700)
		(15,923,171)	(13,338,815)	(16,834,127)
Operating Surplus/(Deficit)		(4,479,074)	(2,210,673)	(9,883,844)
Capital grants, subsidies and contributions	10	1,523,244	1,203,120	1,117,368
Profit on asset disposals	5	120,000	62,039	48,365
		1,643,244	1,265,159	1,165,733
<b>Net result for the period</b>		<b>(2,835,830)</b>	<b>(945,514)</b>	<b>(8,718,111)</b>
<b>Other comprehensive income</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>(2,835,830)</b>	<b>(945,514)</b>	<b>(8,718,111)</b>

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

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

	NOTE	2025/26 Budget	2024/25 Draft Actuals (30 June 2025) Unaudited	2024/25 Budget
<b>OPERATING ACTIVITIES</b>				
<b>Revenue from operating activities</b>				
General Rates	2(a)	529,948	490,419	488,640
Grants, subsidies and contributions	10	10,100,610	9,620,215	5,305,137
Fees & Charges	13	187,083	459,426	586,050
Interest revenue	11(a)	415,250	418,084	360,250
Other revenue	11(b)	211,206	779,953	210,206
Goods & Service Tax Received		(605,602)	41,042	665,632
		10,838,495	11,809,139	7,615,915
<b>Expenditure from operating activities</b>				
Employee Costs		(2,086,948)	(1,350,221)	(1,258,535)
Materials and Contracts		(5,483,692)	(5,565,305)	(7,390,143)
Utilities charges		(32,200)	(24,876)	(30,200)
Insurance		(155,500)	(139,893)	(138,079)
Other Expenditure		(384,630)		(236,470)
Goods & Service Tax Paid		605,602	(69,054)	(665,632)
		(7,537,368)	(7,149,349)	(9,719,059)
<b>Net cash provided by (used in) operating activities</b>	4	3,301,126	4,659,790	(2,103,144)
<b>CASHFLOWS FROM INVESTING ACTIVITIES</b>				
Payments for property, plant and equipment	5(a)	(1,979,928)	(1,882,992)	(1,018,666)
Payments for construction of infrastructure	5(b)	(1,958,572)	(1,775,150)	(1,442,559)
Capital grants, subsidies and contributions		1,523,244	1,203,120	1,117,368
Proceeds from sale of property, plant & equipment	5(a)	120,000	62,039	135,000
		(2,295,256)	(2,392,983)	(1,208,857)
<b>Amount attributable to investing activities</b>				
<b>CASHFLOWS FROM FINANCING ACTIVITIES</b>				
Proceeds on disposal of financial assets at amortised- term	8(a)	446,838	446,838	446,838
<b>Amount attributable to financing activities</b>		446,838	446,838	446,838
<b>Net increase (decrease) in cash held</b>		1,005,871	2,713,646	(3,312,001)
Cash at beginning of year		16,525,060	13,811,468	13,811,468
Cash and cash equivalents at end of the year	4	17,530,930	16,525,114	10,499,467

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

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

	NOTE	2025/26 Budget	2024/25 Draft Actuals (30 June 2025) Unaudited	2024/25 Budget
<b>OPERATING ACTIVITIES</b>				
<b>Revenue from operating activities</b>				
General Rates	2(a)	528,633	487,865	487,378
Rates excluding general rates	2(a)	1,315	1,262	1,262
Grants, subsidies and contributions	10	10,100,610	8,981,552	5,305,137
Fees & Charges	13	187,083	459,426	586,050
Interest revenue	11(a)	415,250	418,084	360,250
Other revenue	11(b)	211,206	779,953	210,206
Profit on assets disposals	5	120,000	62,039	48,365
		11,564,097	11,190,181	6,998,648
<b>Expenditure from operating activities</b>				
Employee Costs		(2,086,948)	(1,318,597)	(1,258,535)
Materials and Contracts		(5,483,692)	(4,516,523)	(7,390,143)
Utilities charges		(32,200)	(24,876)	(30,200)
Depreciation	6	(7,780,200)	(7,271,150)	(7,780,700)
Insurance		(155,500)	(139,893)	(138,079)
Other Expenditure		(384,630)	(67,776)	(236,470)
		(15,923,171)	(13,338,815)	(16,834,127)
Non-cash amounts excluded from operating activities	3(b)	7,660,200	7,209,111	7,732,335
<b>Amount attributable to operating activities</b>		3,301,126	5,060,477	(2,103,144)
<b>INVESTING ACTIVITIES</b>				
<b>Inflows from investing activities</b>				
Capital grants, subsidies and contributions	10	964,650	1,203,120	1,117,368
Proceeds from disposal of assets	5	120,000	62,039	135,000
		1,084,650	1,265,159	1,252,368
<b>Outflows from investing activities</b>				
Payments for property, plant and equipment	5(a)	(565,000)	(1,882,992)	(1,043,666)
Payments for construction of infrastructure	5(b)	(3,403,568)	(1,775,150)	(1,417,559)
		(3,968,568)	(3,658,142)	(2,461,225)
<b>Amount attributable to investing activities</b>		(2,883,918)	(2,392,983)	(1,208,857)
<b>FINANCING ACTIVITIES</b>				
<b>Outflows from financing activities</b>				
Transfers to reserve accounts	8(a)	0	0	0
<b>Amount attributable to financing activities</b>		0	0	0
<b>MOVEMENT IN SURPLUS OR DEFICIT</b>				
<b>Surplus or deficit at the start of the financial year</b>		(417,208)	5,471,697	5,471,697
Amount attributable to operating activities		3,301,126	5,060,477	(2,103,144)
Amount attributable to investing activities	3	(2,883,918)	(2,392,983)	(1,208,857)
Amount attributable to financing activities	3	0	0	0
<b>Surplus or deficit at the end of the financial year</b>		0	8,139,191	2,159,696

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

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

**1. BASES 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.

**2024/25 actual balances**

Balances shown in this budget as 2024/25 Actual are estimates as forecast at the time of preparation of the annual budget and are subject to final adjustments.

**Budget comparative figures**

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

**Comparative Figures**

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

**Rounding off figures**

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

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

**1. BASES OF PREPARATION (CONTINUED)**

**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 2022-6 Amendments to Australian Accounting Standards  
Supplier Finance Arrangements
- \* AASB 2021-6 Amendments to Australian Accounting Standards  
Disclosure of Accounting Policies: Tier 2 and Other Australian Accounting Standards
- \* 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  
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. The timing of future revaluations is defined by regulation 17A of Local Government (Financial Management) Regulations 1996. impacts of this pronouncement are yet to be quantified and are dependent on the timing of future revaluations of asset classes. No material impact is expected in relation to the 2025-26 statutory budget.

**New accounting standards for application in future years**

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

- \* AASB 2014-10 Amendments to Australian Accounting Standards  
Sale or Contribution of Assets between an Investor and its Associate or Joint Venture
- \* AASB 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

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



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

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

**REVENUES**

**RATES**

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

**GRANTS, SUBSIDIES AND CONTRIBUTIONS**

All amounts received as grants, subsidies and contributions that are not capital grants.

**CAPITAL GRANTS, SUBSIDIES AND CONTRIBUTIONS**

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

**REVENUE FROM CONTRACTS WITH CUSTOMERS**

Revenue from contracts with customers is recognised when the local government satisfies its performance obligations under the contract.

**FEES AND CHARGES**

Revenues (other than service charges) from the use of facilities and charges made for local government services, sewerage rates, rentals, hire charges, fee for service, photocopying charges, licences, sale of goods or information, fines, penalties and administration fees.

Local governments may wish to disclose more detail such as rubbish collection fees, rental of property, fines and penalties, other fees and charges.

**SERVICE CHARGES**

Service charges imposed under *Division 6 of Part 6 of the Local Government Act 1995*. Regulation 54 of the *Local Government (Financial Management) Regulations 1996* identifies the charges which can be raised. These are television and radio broadcasting, underground electricity and neighbourhood surveillance services and water.

Exclude rubbish removal charges which should not be classified as a service charge. Interest and other items of a similar nature received from bank and investment accounts, interest on rate instalments, interest on rate arrears and interest on debtors.

**INTEREST EARNINGS**

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

**OTHER REVENUE / INCOME**

Other revenue, which cannot be classified under the above headings, includes dividends, discounts, rebates etc.

**PROFIT ON ASSET DISPOSAL**

Gain on the disposal of assets including gains on the disposal of long-term investments.

**EXPENSES**

**EMPLOYEE COSTS**

All costs associated with the employment of person such as salaries, wages, allowances, benefits such as vehicle and housing, superannuation, employment expenses, removal expenses, relocation expenses, worker's compensation insurance, training costs, conferences, safety expenses, medical examinations, fringe benefit tax, etc.

Note AASB 119 *Employee Benefits* provides a definition of employee benefits which should be considered.

**MATERIALS AND CONTRACTS**

All expenditures on materials, supplies and contracts not classified under other headings. These include supply of goods and materials, legal expenses, consultancy, maintenance agreements, communication expenses (such as telephone and internet charges), advertising expenses, membership, periodicals, publications, hire expenses, rental, leases, postage and freight etc.

Local governments may wish to disclose more detail such as contract services, consultancy, information technology and rental or lease expenditures.

**UTILITIES (GAS, ELECTRICITY, WATER)**

Expenditures made to the respective agencies for the provision of power, gas or water.

Exclude expenditures incurred for the reinstatement of roadwork on behalf of these agencies.

**INSURANCE**

All insurance other than worker's compensation and health benefit insurance included as a cost of employment.

**LOSS ON ASSET DISPOSAL**

Loss on the disposal of fixed assets.

**DEPRECIATION ON NON-CURRENT ASSETS**

Depreciation and amortisation expenses raised on all classes of assets.

**FINANCE COSTS**

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

**OTHER EXPENDITURE**

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

2. RATES AND SERVICE CHARGES

(a) Rating Information

Rate Description	Basis of valuation	Rate in	Number of properties	Rateable value	2025/26 Budgeted rate revenue	2025/26 Budgeted interim rates	2025/26 Budgeted total revenue	2024/25 Actual total revenue	2024/25 Budget total revenue
		\$		\$	\$	\$	\$	\$	\$
(i) General rates									
Unimproved valuations	Unimproved valuation	0.216075	39	2,432,952	526,026		526,026	487,865	487,378
Total general rates			39	2,432,952	526,026	0	526,026	487,865	487,325
(j) Minimum payment		\$							
Unimproved valuations	Unimproved valuation	284.00	6	7,886	1,704		1,704	1,262	1,262
Total minimum payments			6	7,886	1,704	0	1,704	1,262	1,262
Total general rates and minimum payments			45	2,440,838	527,730	0	527,730	489,127	488,640
Total rates					527,730	0	527,730	489,127	488,640

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

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

The general rates detailed for the 2025/26 financial year have been determined by Council on the basis of raising the revenue required to meet the estimated deficiency between the total estimated expenditure proposed in the budget and the estimated revenue to be received from all sources other than general rates and also considering the extent of any increase in rating over the level adopted in the previous year.

The minimum 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.

(b) Interest Charges and Instalments - Rates and Charges

Instalment options	Date due	Instalment plan admin charge	Instalment plan interest rate	Unpaid rates interest rates
		\$	%	%
Option one				
Single full payment	4/10/2025		0.0%	11.0%
Option two				
First instalment	4/10/2025		0.0%	11.0%
Second instalment	3/12/2025		0.0%	11.0%
Option three				
First instalment	4/10/2025		0.0%	11.0%
Second instalment	3/12/2025		0.0%	11.0%
Third instalment	3/02/2026		0.0%	11.0%
Fourth instalment	6/04/2026		0.0%	11.0%
		2025/26 Budget revenue	2024/25 Actual revenue	2024/25 Budget revenue
		\$	\$	\$
Unpaid rates and service charge interest earned		250		250
		250	0	250

c) Service Charges

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

d) Waivers or concessions

The shire did not anticipate any waivers or concessions for the year ended 30th June 2026



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

	NOTE	2025/26 Budget	2024/25 Draft Actuals (30 June 2025)	2024/25 Budget
<b>3. NET CURRENT ASSETS</b>				
<b>a) Composition of estimate net current assets</b>				
<b>Current Assets</b>				
Cash & Cash equivalents	4	17,530,931	16,525,114	10,499,467
Receivables		339,840	339,840	91,963
Inventories		13,659	13,659	46,299
		17,884,430	16,878,613	10,637,729
<b>Current Liabilities</b>				
Trade and other payables		(337,396)	(337,396)	(252,816)
Contract Liabilities				
Employee Provisions		(295)	(295)	(266,618)
Other provisions		(5,583)	(107,544)	(5,583)
		(343,274)	(445,235)	(519,434)
<b>Net current assets</b>		(343,274)	(445,235)	(519,434)
Less: Total Adjustments to net current assets		0	0	0
<b>Net current assets using in Statement of Financial Activities</b>		(343,274)	(445,235)	(519,434)
<b>b) Non-cash amounts excluded from operating activities</b>				
The following not-cash revenue or expenditure has been excluded from amounts attributable to operation activities within the statement of Financial Activity in accordance with <i>Financial Management Regulation 32</i>				
<b>Adjustments to operating activities</b>				
Less: Profit on asset disposal	5	120,000	62,039	48,365
Add: Depreciation	6	(7,780,200)	(7,271,150)	(7,780,700)
Non-cash amounts excluded from operating activities		(7,660,200)	(7,209,111)	(7,732,335)
<b>c) Current assets &amp; 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 Regulations 32</i> to agree to the surplus/(deficit) after imposition of general rates.				
<b>Adjustments to net current assets</b>				
Less: Cash - reserve accounts	8	8,293,678	8,293,678	8,293,678
<b>Total adjustment to net current assets</b>		8,293,678	8,293,678	8,293,678

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

**3(d) NET CURRENT ASSETS (CONTINUED)**

**MATERIAL ACCOUNTING POLICIES**

**CURRENT AND NON-CURRENT CLASSIFICATION**

The asset or liability is classified as current if it is expected to be settled within the next 12 months, being the Shire's operational cycle. In the case of liabilities where the Shire does not have the unconditional right to defer settlement beyond 12 months, such as vested long service leave, the liability is classified as current even if not expected to be settled within the next 12 months. Inventories held for trading are classified as current or non-current based on the Shire's intentions to release for sale.

**TRADE AND OTHER PAYABLES**

Trade and other payables represent liabilities for goods and services provided to the Shire prior to the end of the financial year that are unpaid and arise when the Shire becomes obliged to make future payments in respect of the purchase of these goods and services. The amounts are unsecured, are recognised as a current liability and are normally paid within 30 days of recognition. The carrying amounts of trade and other payables are considered to be the same as their fair values, due to their short-term nature.

**PREPAID RATES**

Prepaid rates are, until the taxable event has occurred (start of the next financial year), refundable at the request of the ratepayer. Rates received in advance are initially recognised as a financial liability. When the taxable event occurs, the financial liability is extinguished and the Shire recognises revenue for the prepaid rates that have not been refunded.

**INVENTORIES**

**General**

Inventories are measured at the lower of cost and net realisable value.

Net realisable value is the estimated selling price in the ordinary course of business less the estimated costs of completion and the estimated costs necessary to make the sale.

**Superannuation**

The Shire contributes to a number of superannuation funds on behalf of employees. All funds to which the Shire contributes are defined contribution plans.

**LAND HELD FOR RESALE**

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

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

Land held for resale is classified as current except where it is held as non-current based on the Shire's intentions to release for sale.

**GOODS AND SERVICES TAX (GST)**

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

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

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

**CONTRACT LIABILITIES**

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

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

**TRADE AND OTHER RECEIVABLES**

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

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

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

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

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

**PROVISIONS**

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

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

**EMPLOYEE BENEFITS**

**Short-term employee benefits**

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

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

**Other long-term employee benefits**

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

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

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

**4. RECONCILIATION OF CASH**

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

	NOTE	2025/26 Budget	2024/25 Draft Actuals (30 June 2025) Unaudited	2024/25 Budget
Cash at bank and on hand		9,237,253	8,231,436	2,205,789
Term Deposits		8,293,678	8,293,678	8,293,678
<b>Total cash and cash equivalents</b>		<b>17,530,931</b>	<b>16,525,114</b>	<b>10,499,467</b>
Held as				
- Unrestricted cash and cash equivalents	3(a)	9,237,253	8,231,436	2,205,789
- Restricted cash and cash equivalents	3(a)	8,293,678	8,293,678	8,293,678
		<b>17,530,931</b>	<b>16,525,114</b>	<b>10,499,467</b>
<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		8,293,678	8,293,678	8,293,678
		<b>8,293,678</b>	<b>8,293,678</b>	<b>8,293,678</b>
The assets are restricted as a result of the specified purposes associated with the liabilities below:				
Financially backed reserves accounts	8	8,293,678	8,293,678	8,293,678
		<b>8,293,678</b>	<b>8,293,678</b>	<b>8,293,678</b>
<b>Reconciliation of net cash provided by operating activities to net result</b>				
<b>Net result</b>		<b>(2,835,830)</b>	<b>(945,514)</b>	<b>(9,562,896)</b>
Depreciation	6	7,780,700	7,780,700	7,780,700
(Profit)/loss on asset	5	(120,000)	48,365	(48,365)
(Increase)/Decrease in receivables		(559,094)	(2,161,723)	844,785
Increase/(Decrease) in payables		0		0
Increase/(Decrease) in contract liabilities		0		0
Capital grants, subsidies and contributions		(964,650)	(62,038)	(1,117,368)
<b>Net cash from operating activities</b>		<b>3,301,126</b>	<b>4,659,790</b>	<b>(2,103,144)</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 NGAANYATJARRAKU  
 NOTES TO AND FORMING PART OF THE BUDGET  
 FOR THE YEAR ENDED 30 JUNE 2025

5. FIXED ASSETS

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

	2025/26 Budget Additions	2025/26 Budget Disposals - Net Book Value	2025/26 Budget Disposals - Sale Proceeds	2025/26 Budget Disposals - Profit or Loss	2024/25 Draft Actual Additions	2024/25 Draft Actual Disposals - Net Book Value	2024/25 Draft Actual Disposals - Sale Proceeds	2024/25 Draft Actual Disposals - Profit or Loss	2024/25 Budget Additions	2024/25 Budget Disposals - Net Book Value	2024/25 Budget Disposals - Sale Proceeds	2024/25 Budget Disposals - Profit or Loss
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
(a) Property - Plant and Equipment												
Buildings - non specialised	150,000								50,000			0
Furniture and Fittings	10,000								37,250			0
Plant and Equipment	405,000	0	(120,000)	(120,000)					931,416	86,635	(135,000)	(48,365)
Total	565,000	0	(120,000)	(120,000)	0	0	0	0	1,018,666	86,635	(135,000)	(48,365)
(b) Infrastructure												
Infrastructure - roads	3,403,568								1,347,559			
Infrastructure - other									70,000			
Total	3,403,568	0	0	0	0	0	0	0	1,417,559	0	0	0
Total	3,968,568	0	(120,000)	(120,000)	0	0	0	0	2,436,225	86,635	(135,000)	(48,365)

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

**6. DEPRECIATION**

	<b>2025/26 Budget</b>	<b>2024/25 Draft Actuals (30 June 2025) Unaudited</b>	<b>2024/25 Budget</b>
<b>By Class</b>			
Buildings - non specialised	252,250	252,250	252,250
Furniture and Fittings	14,500	14,500	14,500
Plant and Equipment	119,000	119,000	119,000
Infrastructure - roads	7,371,000	7,371,000	7,371,000
Infrastructure - recreation	13,000	13,000	13,000
Infrastructure - other	10,950	10,950	10,950
	<b>7,780,700</b>	<b>7,780,700</b>	<b>7,780,700</b>
Governance	50,500	50,500	50,500
Law, order, public safety	0	0	0
Health	19,300	19,300	19,300
Education and welfare	31,000	31,000	31,000
Housing	134,000	134,000	134,000
Community amenities	16,000	16,000	16,000
Recreation and culture	108,250	108,250	108,250
Transport	7,421,650	7,421,650	7,421,650
	<b>7,780,700</b>	<b>7,780,700</b>	<b>7,780,700</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	30 to 50 years
Furniture and equipment	4 to 10 years
Plant and equipment	5 to 15 years
Infrastructure - roads	20 to 80 years
Infrastructure - recreation	20 years
Infrastructure - other	80 years

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

**7. BORROWINGS**

**(a) New borrowings - 2025/26**

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

**(b) Unspent borrowings**

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

**MATERIAL ACCOUNTING POLICIES**

**BORROWING COSTS**

The Shire has elected to recognise borrowing costs as an expense when incurred regardless of how the borrowings are applied.

Fair values of borrowings are not materially different to their carrying amounts, since the interest payable on those borrowings is either close to current market rates or the borrowings are of a short term nature. Borrowings fair values are based on discounted cash flows using a current borrowing rate. They are classified as level 3 fair values in the fair value hierarchy due to the unobservable inputs, including own credit risk.

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

8. RESERVE ACCOUNTS

(a) Reserve Accounts - Movement

	2025/26 Budget Opening Balance	2025/26 Budget transfer to	2025/26 Budget transfer from	2025/26 Budget Closing Balance	2024/25 Actual Opening Balance	2024/25 Actual transfer to	2024/25 Actual transfer from	2024/25 Actual Closing Balance	2024/25 Budget Opening Balance	2024/25 Budget transfer to	2024/25 Budget transfer from	2024/25 Budget Closing Balance
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Restricted by Council												
a) Leave Reserve	333,207			333,207	333,207			333,207	333,207			333,207
b) Asset replacement, acquisition & development fund	6,990,739			6,990,739	6,990,739			6,990,739	6,990,739			6,990,739
c) Cultural centre reserve	297,226			297,226	297,226			297,226	297,226			297,226
d) Strategic reserve	672,507			672,507	672,507			672,507	672,507			672,507
	8,293,678	0	0	8,293,678	8,293,678	0	0	8,293,678	8,293,678	0	0	8,293,678

(b) Reserve accounts - Purpose

In accordance with Council resolution 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 provide for the payment of employee entitlements
b) Asset replacement, acquisition & development fund	Ongoing	To provide and replace the necessary equipment, furniture, plant, buildings and infrastructure comprising of roads, drains, footpaths and recreational reserves
c) Cultural centre reserve	Ongoing	To Provide for the successful operations of the Cultural Centre as provide in clause 8.231 of the management deed between the Shire of Ngaanyatjaraku, Warburton Community Incorporated and the Ngaanyatjarra Council (Aboriginal Corporation), transfers to the reserve representing surplus funds from he day to day operations of the Cultural Centre after deducting costs incurred by the
d) Strategic reserve	Ongoing	To provide for the reduction of financial risk of unanticipated events in the occurrence of a natural disaster. To provide for strategic actions in support of identified activities that cannot be funded in the one budget period. To Provide for the capacity to take-up unanticipated strategic opportunities.



## 9. REVENUE RECOGNITION

### MATERIAL ACCOUNTING POLICIES

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

Revenue Category	Nature of goods and services	When obligations typically satisfied	Payment terms	Returns/Refunds/Warranties	Determination of transaction price	Allocating transaction price	Measuring obligations for returns	Timing of Revenue recognition
Grant contracts with customers	Minor facilities 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
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
Fees and charges for other goods and services	Shire services, other 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	Warta shop and visitor centre stock	Single point in time	In full in advance.	Refund for faulty goods	Adopted by council annually, set by mutual agreement	Applied fully based on timing of provision	Returns limited to repayment of transaction price	Output method based on goods

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

**10. PROGRAM INFORMATION**

**(a) Key Terms and Definitions - Reporting Programs**

In order to discharge its responsibilities to the community, Council has developed a set of operational and financial objectives. These objectives have been established both on an overall basis, reflected by the Shire's Community Vision, and for each of its broad activities/programs.

**OBJECTIVE**

**Governance**

To provide a decision making process for the efficient allocation of scarce resources.

**ACTIVITIES**

Includes the activities of members of council and the administrative support available to the council for the provision of governance of the district. Other costs relate to the task 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 safer and an environmentally conscious community.

Supervision and enforcement of various laws relating to aspects of public safety including emergency services.

**Health**

To provide an operational framework for environmental and community health.

Inspection of food outlets and their control, and a waste pick-up service in Warburton.

**Education and welfare**

To provide services to children and youth.

Nil.

**Housing**

To provide and maintain staff housing.

Provision and maintenance of staff housing.

**Community amenities**

To provide services required by the community.

Rubbish collection services, litter control; Warburton.

**Recreation and culture**

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

Maintenance of public halls, civic centres, Warburton recreation centre and operation of recreation services in Warburton. Provision and maintenance of parks and playgrounds. Operation of other cultural facilities.

**Transport**

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

Construction and maintenance of roads, streets, footpaths, depot and traffic control. Cleaning of streets and maintenance of street trees.

**Economic services**

To help promote the Shire and its economic well being.

Tourism and area promotion and building control.

**Other property and services**

To monitor and control council's overheads operating accounts.

Private works operation, plant repairs, operation costs and administrative costs.

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

**10 PROGRAM INFORMATION (Continued)**

**(b) Income and expenses**

	<b>2025/26 Budget</b>	<b>2024/25 Draft Actuals (30 June 2025) Unaudited</b>	<b>2024/25 Budget</b>
	\$	\$	\$
<b>Income excluding grants, subsidies and</b>			
Community amenities	34,232	32,491	32,000
Economicservices	0	14,564	17,500
Education and welfare	0	168	0
General purpose funding	945,198	966,270	848,890
Governance	140,000	22,167	185,250
Health	0		300
Housing	333,850	453,906	401,000
Law, order, public safety	206	257	206
Recreation and culture	10,000	165,528	120,000
Transport	0	550,000	
	<b>1,463,486</b>	<b>2,205,351</b>	<b>1,605,146</b>
<b>Grants, subsidies and contributions</b>			
Governance	0	0	0
General purpose funding	5,205,503	740,099	4,438,664
Recreation and culture			
Community amenities	375,000	770,006	375,000
Transport	5,078,701	8,612,528	491,473
	<b>10,659,204</b>	<b>10,122,633</b>	<b>5,305,137</b>
<b>Capital grants, subsidies and contributions</b>			
Transport	964,650	62,038	1,117,368
	<b>964,650</b>	<b>62,038</b>	<b>1,117,368</b>
<b>Total Income</b>	<b>13,087,340</b>	<b>12,390,022</b>	<b>8,027,651</b>
<b>Expenses</b>			
Community amenities	(732,298)	(235,114)	(606,298)
Economic services	(116,379)	(69,791)	(81,906)
Education and welfare	(130,644)	(60,693)	(89,586)
General purpose funding	0	(21)	0
Governance	217,514	(216,535)	(598,269)
Health	(186,959)	(82,576)	(136,690)
Housing	(576,080)	(445,667)	(458,639)
Law, order, public safety Health	(64,903)	(28,741)	(33,890)
Other Property & Services	(48,050)	(46,230)	(88,717)
Recreation and culture	(757,882)	(586,626)	(481,285)
Transport	(13,527,489)	(11,563,542)	(14,170,481)
<b>Total Expense</b>	<b>(15,923,170)</b>	<b>(13,335,536)</b>	<b>(16,745,762)</b>
<b>Net result for the period</b>	<b>(2,835,830)</b>	<b>(945,514)</b>	<b>(8,718,111)</b>

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

**11 OTHER INFORMATION**

	<b>2025/26 Budget</b>	<b>2024/25 Draft Actuals (30 June 2025) Unaudited</b>	<b>2024/25 Budget</b>
<b>The net result includes as revenues</b>	\$	\$	\$
<b>(a) Interest earnings</b>			
Investments	120,000	175,678	110,000
- Reserve accounts	295,000	239,260	250,000
- Other funds		3145	250
Other interest revenue	415,000	418,083	360,250
 * The Shire has resolved to charge interest under section 6.13 for the late payment of any amount of money.			
<b>(b) Other revenue</b>			
Reimbursements and recoveries	20,000	728922	50206
<b>The net result includes as expenses</b>	20,000	728922	50206
 <b>(c) Auditors remuneration</b>			
Audit Services	37,000	36,615	35,360
Other Services			
	37,000	36,615	35,360

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

**12. ELECTED MEMBERS REMUNERATION**

	<b>2025/26 Budget</b>	<b>2024/25 Draft Actuals (30 June 2025) Unaudited</b>	<b>2024/25 Budget</b>
<b>Elected member All</b>			
<b>Elected member 1</b>			
President's allowance	8,400	6,500	6,500
Elected members attendance fees	6,270	5,830	6,350
Travel and accommodation expenses	4,200	452	4,200
	17,050	12,782	17,050
<b>Elected member 2</b>			
Deputy President's allowance	2,100	2,000	2,000
Meeting attendance fees	2,970	2,340	3,380
Travel and accommodation expenses	1,200		1,200
	6,580	4,340	6,580
<b>Elected member 3</b>			
Meeting attendance fees	2,970	2,860	3,380
Travel and accommodation expenses	1,200		1,200
	4,580	2,860	4,580
<b>Elected member 4</b>			
Meeting attendance fees	2,970	1,820	3,380
Travel and accommodation expenses	1,200		1,200
	4,580	1,820	4,580
<b>Elected member 5</b>			
Meeting attendance fees	2,970	1,300	3,380
Travel and accommodation expenses	1,200		1,200
	4,580	1,300	4,580
	37,370	23,102	37,370
<b>Total Elected Member Remuneration</b>	37,370	46,204	37,370
President's allowance	8,400	6,500	6,500
Deputy President's allowance	2,100	2,000	2,000
Meeting attendance fees	18,150	14,150	19,870
Travel and accommodation expenses	9,000	452	9,000
	37,650	23,102	37,370

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

**13. FEES AND CHARGES**

<b>By Program:</b>	<b>2025/26 Budget</b>	<b>2024/25 Draft Actuals (30 June 2025) Unaudited</b>	<b>2024/25 Budget</b>
	<b>\$</b>	<b>\$</b>	
Governance	34,233	30	250
Health	-		300
Education & Welfare	-	-	-
Housing	-	246,836	356,000
Community Amenities	-	32,490	32,000
Recreation & Culture	142,850	165,528	180,000
Economic Services	-	14,542	17,500
Transport	10,000		-
	<b>187,083</b>	<b>459,426</b>	<b>586,050</b>

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