

SHIRE OF NGAANYATJARRAKU
ANNUAL BUDGET
FOR THE YEAR ENDED 30 JUNE 2025
LOCAL GOVERNMENT ACT 1995
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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 2025

	NOTE	2024/25 Budget	2023/24 Draft Actuals	2023/24 Budget Review
		\$	\$	\$
Revenue				
Rates	2(a)	488,640	463,482	470,095
Grants, subsidies and contributions	10	6,202,137	9,411,070	1,174,642
Fees and charges	13	685,550	560,404	597,218
Interest revenue	11(a)	360,250	422,536	370,250
Other revenue	11(b)	50,206	112,622	209,770
		7,786,783	10,970,114	2,821,975
Expenses				
Employee costs		(2,218,569)	(1,752,935)	(2,504,945)
Materials and contracts		(8,116,393)	(3,278,242)	(2,505,059)
Utility charges		(30,200)	(33,538)	(34,100)
Depreciation	6	(7,780,700)	(7,131,021)	(2,183,055)
Insurance		(138,079)	(98,448)	(141,605)
Other expenditure		(231,470)	(51,127)	(118,572)
		(18,515,412)	(12,345,311)	(7,487,336)
Operating Surplus/(Deficit)		(10,728,629)	(1,375,198)	(4,665,361)
Capital grants, subsidies and contributions	10	1,117,368	2,194,806	3,585,181
Profit on asset disposals	5	48,365	71,144	42,373
		1,165,733	2,265,950	3,627,554
Net result for the period		(9,562,896)	890,753	(1,037,807)
Other comprehensive income				
<i>Items that will not be reclassified subsequently to profit or loss</i>				
Total other comprehensive income for the period		0	0	0
Total comprehensive income for the period		(9,562,896)	890,753	(1,037,807)

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

SHIRE OF NGAANYAT JARRAKU
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2025

	NOTE	2024/25 Budget	2023/24 Draft Actuals	2023/24 Budget Review
OPERATING ACTIVITIES				
Revenue from operating activities				
General Rates	2(a)	488,640	462,220	470,095
Grants, subsidies and contributions	10	6,202,137	1,262	1,174,642
Fees & Charges	13	685,550	9,411,070	597,218
Interest revenue	11(a)	360,250	560,404	370,250
Other revenue	11(b)	50,206	422,536	209,770
Goods & Service Tax Received		851,614	1,039,527	235,188
		8,638,397	11,897,019	3,057,163
Expenditure from operating activities				
Employee Costs		(2,218,569)	(1,752,935)	(2,504,945)
Materials and Contracts		(8,116,393)	(3,278,242)	(2,505,059)
Utilities charges		(30,200)	(33,538)	(34,100)
Insurance		(138,079)	(7,131,021)	(2,183,055)
Other Expenditure		(231,470)	(98,448)	(141,605)
Goods & Service Tax Paid		(851,614)	(1,039,527)	(235,188)
		(11,586,326)	(12,294,185)	(7,368,764)
Net cash provided by (used in) operating activities	4	(2,947,929)	(397,165)	(4,311,601)
CASHFLOWS FROM INVESTING ACTIVITIES				
Payments for property, plant and equipment	5(a)	(1,018,666)	(154,435)	(463,451)
Payments for construction of infrastructure	5(b)	(1,417,559)	(7,957,656)	(6,422,126)
Capital grants, subsidies and contributions		1,117,368	2,194,806	3,585,181
Proceeds from sale of property, plant & equipment	5(a)	135,000	135,354	125,000
		(1,183,857)	(5,781,931)	(3,175,396)
Amount attributable to investing activities				
CASHFLOWS FROM FINANCING ACTIVITIES				
Proceeds on disposal of financial assets at amortised- term	8(a)			
Amount attributable to financing activities		0	0	0
Net increase (decrease) in cash held		(4,131,785)	(6,179,096)	(7,486,997)
Cash at beginning of year		14,282,139	20,461,235	16,364,334
Cash and cash equivalents at end of the year	4	10,150,354	14,282,139	8,877,337

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 2025

	NOTE	2024/25 Budget	2023/24 Draft Actuals	2023/24 Budget Review
OPERATING ACTIVITIES				
<i>Revenue from operating activities</i>				
General Rates	2(a)	487,325	462,220	468,833
Rates excluding general rates	2(a)	1,315	1,262	1,262
Grants, subsidies and contributions	10	6,202,137	9,411,070	1,174,642
Fees & Charges	13	685,550	560,404	597,218
Interest revenue	11(a)	360,250	422,536	370,250
Other revenue	11(b)	50,206	112,622	209,770
Profit on assets disposals	5	48,365	71,144	42,373
		7,835,148	11,041,258	2,864,348
<i>Expenditure from operating activities</i>				
Employee Costs		(2,218,569)	(1,752,935)	(2,504,945)
Materials and Contracts		(8,116,393)	(3,278,242)	(2,505,059)
Utilities charges		(30,200)	(33,538)	(34,100)
Depreciation	6	(7,780,700)	(7,131,021)	(2,183,055)
Insurance		(138,079)	(98,448)	(141,605)
Other Expenditure		(231,470)	(51,127)	(118,572)
		(18,515,412)	(12,345,311)	(7,487,336)
Non-cash amounts excluded from operating activities	3(b)	7,732,335	7,059,877	2,140,682
Amount attributable to operating activities		(2,947,929)	5,755,824	(2,482,306)
INVESTING ACTIVITIES				
<i>Inflows from investing activities</i>				
Capital grants, subsidies and contributions	10	1,117,368	2,194,806	3,585,181
Proceeds from disposal of assets	5	135,000	135,354	125,000
		1,252,368	2,330,160	3,710,181
<i>Outflows from investing activities</i>				
Payments for property, plant and equipment	5(a)	(1,018,666)	(154,435)	(463,451)
Payments for construction of infrastructure	5(b)	(1,417,559)	(7,957,656)	(6,422,126)
		(2,436,225)	(8,112,091)	(6,885,577)
Amount attributable to investing activities		(1,183,857)	(5,781,931)	(3,175,396)
FINANCING ACTIVITIES				
<i>Outflows from financing activities</i>				
Transfers to reserve accounts	8(a)	0	(214,431)	(411,335)
Amount attributable to financing activities		0	(214,431)	(411,335)
MOVEMENT IN SURPLUS OR DEFICIT				
<i>Surplus or deficit at the start of the financial year</i>				
		4,131,785	6,069,037	6,069,037
Amount attributable to operating activities		(2,947,929)	5,755,824	(2,482,306)
Amount attributable to investing activities	3	(1,183,857)	(5,781,931)	(3,175,396)
Amount attributable to financing activities	3	0	(214,431)	(411,335)
Surplus or deficit at the end of the financial year		0	5,828,499	0

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

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

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.

2023/24 actual balances

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

Budget comparative figures

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

Comparative Figures

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

Rounding off figures

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

**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 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
- * AASB 2022-7 Editorial Corrections to Australian Accounting Standards and Repeal of Superseded and Redundant Standards

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 2014-10 Amendments to Australian Accounting Standards
Sale or Contribution of Assets between an Investor and its Associate or Joint Venture
- * AASB 2020-1 Amendments to Australian Accounting Standards
Classification of Liabilities as Current or Non-current
- * 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 2022-5 Amendments to Australian Accounting Standards
Lease Liability in a Sale and Leaseback
- * AASB 2022-6 Amendments to Australian Accounting Standards
Non-current Liabilities with Covenants
- * AASB 2022-10 Amendments to Australian Accounting Standards
Fair Value Measurement of Non-Financial Assets of Not-for-Profit Public Sector Entities

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 2025

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.

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

2. RATES AND SERVICE CHARGES

(a) Rating Information

Rate Description	Basis of valuation	Rate in	Number of properties	Rateable value	2024/25 Budgeted rate revenue	2024/25 Budgeted interim rates	2024/25 Budgeted total revenue	2023/24 Actual total revenue	2023/24 Budget total revenue
		\$		\$	\$	\$	\$	\$	\$
(i) General rates									
Unimproved valuations	Unimproved valuation	0.2123	38	2,295,562	487,325		487,325	462,219	468,583
Total general rates			38	2,295,562	487,325	0	487,325	462,219	468,583
(j) Minimum payment									
Unimproved valuations	Unimproved valuation	263.00	5	5,113	1,315		1,315	1,263	1,262
Total minimum payments			5	5,113	1,315	0	1,315	1,263	1,262
Total general rates and minimum payments			43	2,300,675	488,640	0	488,640	463,482	469,845
Total rates					488,640	0	488,640	463,482	469,845

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

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

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

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

(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	4/10/2024		0.0%	11.0%
Option two				
First instalment	4/10/2024		0.0%	11.0%
Second instalment	3/12/2024		0.0%	11.0%
Option three				
First instalment	4/10/2024		0.0%	11.0%
Second instalment	3/12/2024		0.0%	11.0%
Third instalment	3/02/2025		0.0%	11.0%
Fourth instalment	4/04/2025		0.0%	11.0%
		2024/25 Budget revenue	2023/24 Actual revenue	2023/24 Budget revenue
		\$	\$	\$
Unpaid rates and service charge interest earned		250	0	250

c) Service Charges

The shire did not raise service charge s 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 2025

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

	NOTE	2024/25 Budget	2023/24 Draft Actuals	2023/24 Budget Review
3. NET CURRENT ASSETS				
a) Composition of estimate net current assets				
<i>Current Assets</i>				
Cash & Cash equivalents	4	10,150,354	14,282,139	8,877,337
Receivables		1,057,824	1,057,824	91,963
Inventories		25,107	25,107	46,299
		11,233,285	15,365,070	9,015,599
<i>Current Assets</i>				
Trade and other payables		(1,311,485)	(1,311,485)	(252,816)
Contract Liabilities				
Employee Provisions		(139,307)	(139,307)	(266,618)
Other provisions		(5,583)		(5,583)
		(1,456,375)	(1,450,792)	(519,434)
Net current assets		(1,456,375)	(1,450,792)	(519,434)
<i>Less: Total Adjustments to net current assets</i>		0	0	0
Net current assets using in Statement of Financial Activities		(1,456,375)	(1,450,792)	(519,434)
b) Non-cash amounts excluded from operating activities				
<p>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>.</p>				
<i>Adjustments to operating activities</i>				
Less: Profit on asset disposal	5	48,365	71,144	42,373
Add: Depreciation	6	(7,780,700)	(7,131,021)	(2,183,055)
Non-cash amounts excluded from operating activities		(7,732,335)	(7,059,877)	(2,140,682)
c) Current assets & Liabilities excluded from budgeted deficiency				
<p>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.</p>				
<i>Adjustments to net current assets</i>				
Less: Cash - reserve accounts	8	8,293,678	8,293,678	8,490,582
Total adjustment to net current assets		8,293,678	8,293,678	8,490,582

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 2025

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	2024/25 Budget	2023/24 Draft Actuals	2023/24 Budget Review
Cash at bank and on hand		1,856,676	5,988,461	386,755
Term Deposits		8,293,678	8,293,678	8,490,582
Total cash and cash equivalents		10,150,354	14,282,139	8,877,337
Held as				
- Unrestricted cash and cash equivalents	3(a)	1,856,676	5,988,461	386,755
- Restricted cash and cash equivalents	3(a)	8,293,678	8,293,678	8,490,582
		10,150,354	14,282,139	8,877,337
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		8,293,678	8,293,678	8,490,582
		8,293,678	8,293,678	8,490,582
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	8,490,582
		8,293,678	8,293,678	8,490,582
Reconciliation of net cash provided by operating activities to net result				
Net result		(9,562,896)	890,753	(1,037,807)
Depreciation	6	7,780,700	7,131,021	2,183,055
(Profit)/loss on asset	5	(48,365)	(71,144)	(42,373)
(Increase)/Decrease in receivables		0	(859,960)	(859,960)
Increase/(Decrease) in payables		0	(4,796,238)	(498,684)
Increase/(Decrease) in contract liabilities		0	(496,792)	(470,651)
Capital grants, subsidies and contributions		(1,117,368)	(2,194,806)	(3,585,181)
Net cash from operating activities		(2,947,929)	(397,166)	(4,311,601)

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

	2024/25 Budget Additions	2024/25 Budget Disposals - Net Book Value	2024/25 Budget Disposals - Sale Proceeds	2024/25 Budget Disposals - Profit or Loss	2023/24 Draft Additions	2023/24 Actual Disposals - Net Book Value	2023/24 Draft Actual Disposals - Sale Proceeds	2023/24 Draft Actual Disposals - Profit or Loss	2023/24 Budget Additions	2023/24 Budget Disposals - Net Book Value	2023/24 Budget Disposals - Sale Proceeds	2023/24 Budget Disposals - Profit or Loss
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
(a) Property - Plant and Equipment												
Buildings - non specialised	50,000											0
Furniture and Fittings	37,250								15,000			
Plant and Equipment	931,416	86,635	(135,000)	48,365	154,435	64,210	(135,354)	71,144	448,451	82,627	(125,000)	42,373
Total	1,018,666	86,635	(135,000)	48,365	154,435	64,210	(135,354)	71,144	463,451	82,627	(125,000)	42,373
(b) Infrastructure												
Infrastructure - roads	1,347,559				7,957,656				6,352,126			
Infrastructure - other	70,000								70,000			
Total	1,417,559	0	0	0	7,957,656	0	0	0	6,422,126	0	0	0
Total	2,436,225	86,635	(135,000)	48,365	8,112,091	64,210	(135,354)	71,144	6,885,577	82,627	(125,000)	42,373

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

	2024/25 Budget	2023/24 Draft Actuals	2023/24 Budget Review
By Class			
Buildings - non specialised	252,250	231,134	248,100
Furniture and Fittings	14,500	13,331	14,280
Plant and Equipment	119,000	108,394	107,220
Infrastructure - roads	7,371,000	6,756,513	1,800,540
Infrastructure - recreation	13,000	11,612	2,715
Infrastructure - other	10,950	10,037	10,200
	7,780,700	7,131,021	2,183,055
Governance	50,500	46,114	45,480
Law, order, public safety	0		0
Health	19,300	17,602	20,820
Education and welfare	31,000	28,497	30,600
Housing	134,000	123,034	132,000
Community amenities	16,000	14,543	15,636
Recreation and culture	108,250	98,495	98,379
Transport	7,421,650	6,802,736	1,840,140
	7,780,700	7,131,021	2,183,055

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 2025**

7. BORROWINGS

(a) New borrowings - 2024/25

The Shire does not intend to take up any new borrowings for the year ended 30th June 2025.

(b) Unspent borrowings

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

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

	2024/25 Budget Opening Balance	2024/25 Budget transfer to	2024/25 Budget transfer from	2024/25 Budget Closing Balance	2023/24 Budget Opening Balance	2023/24 Budget transfer to	2023/24 Budget transfer from	2023/24 Budget Closing Balance	2023/24 Budget Opening Balance	2023/24 Budget transfer to	2023/24 Budget transfer from	2023/24 Budget Closing Balance
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Restricted by Council												
a) Leave Reserve	333,207			333,207	324,523	8,683		333,207	324,523			324,523
b) Asset replacement, acquisition & development fund	6,990,739			6,990,739	6,808,565	411,335	(229,160)	6,990,739	6,808,565	411,335		7,219,900
c) Cultural centre reserve	297,226			297,226	289,480	7,746		297,226	289,480			289,480
d) Strategic reserve	672,507			672,507	656,679	15,828		672,507	656,679			656,679
	8,293,678	0	0	8,293,678	8,079,247	443,591	(229,160)	8,293,678	8,079,247	411,335	0	8,490,582

(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 Ngaanyatjarraku, 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 Shire.
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 2025

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

ACTIVITIES

Governance

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

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

	2024/25 Budget	2023/24 Draft Actuals	2023/24 Budget Review
	\$	\$	\$
Income excluding grants, subsidies and			
Governance	50,250	73,224	19,450
General purpose funding	948,890	886,016	840,095
Law, order, public safety	206	304	10,500
Health	300	0	270
Education and welfare	130,000	130,080	140,920
Housing	191,000	208,597	330,000
Community amenities	32,500	31,958	32,659
Recreation and culture	180,000	175,413	270,000
Transport	48,365	71,144	42,373
Economic services	51,500	53,453	3,439
	1,633,011	1,630,187	1,689,706
Grants, subsidies and contributions			
Governance	0		0
General purpose funding	637,676	4,022,252	162,544
Recreation and culture		55,000	0
Community amenities	375,000	1,225,000	0
Transport	5,189,461	4,108,818	1,012,098
	6,202,137	9,411,070	1,174,642
Capital grants, subsidies and contributions			
Transport	1,117,368	2,194,806	3,585,181
	1,117,368	2,194,806	3,585,181
Total Income	8,952,516	13,236,063	6,449,529
Expenses			
Governance	(2,301,064)	(12,772)	(111,048)
General purpose funding	0	0	(150)
Law, order, public safety	(33,890)	(21,531)	(36,432)
Health	(146,690)	(165,524)	(187,770)
Education and welfare	(82,586)	(57,702)	(77,070)
Housing	(458,639)	(612,696)	(423,039)
Community amenities	(606,298)	(193,845)	(419,397)
Recreation and culture	(555,140)	(420,377)	(742,509)
Transport	(14,170,481)	(11,370,883)	(5,262,678)
Other Property & Services	(88,717)	581,171	(14,500)
Economic services	(71,906)	(71,152)	(212,742)
Total Expense	(18,515,412)	(12,345,311)	(7,487,336)
Net result for the period	(9,562,896)	890,752	(1,037,807)

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

11 OTHER INFORMATION

	2024/25 Budget	2023/24 Draft Actuals	2023/24 Budget Review
The net result includes as revenues	\$	\$	\$
(a) Interest earnings			
Investments	110,000	109,788	230,000
- Reserve accounts	250,000	312,489	140,000
- Other funds	250	257	250
Other interest revenue	360,250	422,534	370,250
* The Shire has resolved to charge interest under section 6.13 for the late payment of any amount of money.			
(b) Other revenue			
Reimbursements and recoveries	50,206	112621	12770
The net result includes as expenses	50,206	112621	12770
(c) Auditors remuneration			
Audit Services	35,360	24,090	24,100
Other Services			7,900
	35,360	24,090	32,000

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

12. ELECTED MEMBERS REMUNERATION

	2024/25 Budget	2023/24 Draft Actuals	2023/24 Budget Review
Elected member All			
Elected member 1			
President's allowance	6,500	6,000	6,000
Elected members attendance fees	6,350	5,735	6,110
Travel and accommodation expenses	4,200	697	1,500
	17,050	12,432	13,610
Elected member 2			
Deputy President's allowance	2,000	1,000	1,500
Meeting attendance fees	3,380	2,875	3,250
Travel and accommodation expenses	1,200		750
	6,580	3,875	5,500
Elected member (Resigned)			
Deputy President's allowance		375	
Meeting attendance fees		750	
Travel and accommodation expenses			
	0	1,125	0
Elected member 3			
Meeting attendance fees	3,380	2,875	3,250
Travel and accommodation expenses	1,200		750
	4,580	2,875	4,000
Elected member 4			
Meeting attendance fees	3,380	2,375	3,250
Travel and accommodation expenses	1,200		750
	4,580	2,375	4,000
Elected member 5			
Meeting attendance fees	3,380	240	3,250
Travel and accommodation expenses	1,200		750
	4,580	240	4,000
	37,370	21,797	31,110
Total Elected Member Remuneration			
	37,370	43,594	62,220
President's allowance	6,500	6,000	6,000
Deputy President's allowance	2,000	1,375	1,500
Meeting attendance fees	19,870	14,850	19,110
Travel and accommodation expenses	9,000	697	4,500
	37,370	22,922	31,110

**SHIRE OF NGAANYATJARRAKU
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FOR THE YEAR ENDED 30 JUNE 2025**

13. FEES AND CHARGES

By Program:	2024/25	2023/24 Draft Actuals	2023/24 Budget Review
	\$	\$	
Governance	100,250		250
Health	300		270
Education & Welfare	130,000	130,080	140,920
Housing	191,000	194,510	150,000
Community Amenities	32,500	31,958	32,109
Recreation & Culture	180,000	175,413	210,000
Economic Services	51,500	28,443	63,669
Transport	-		
	685,550	560,404	597,218

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