



# SHIRE OF WILLIAMS ADOPTED BUDGET 2021-2022

SHIRE OF WILLIAMS  
Adopted 21 July 2022



# SHIRE OF WILLIAMS

## BUDGET

FOR THE YEAR ENDED 30 JUNE 2022

LOCAL GOVERNMENT ACT 1995

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#### **SHIRE'S VISION**

Williams is an independent, growing and vibrant community, achieved by maintaining a balanced and caring approach to its people, economy and environment.

**SHIRE OF WILLIAMS**  
**STATEMENT OF COMPREHENSIVE INCOME**  
**BY NATURE OR TYPE**  
**FOR THE YEAR ENDED 30 JUNE 2022**

	NOTE	2021/22 Budget	2020/21 Actual	2020/21 Budget
		\$	\$	\$
<b>Revenue</b>				
Rates	1(a)	2,028,852	1,966,778	1,966,047
Operating grants, subsidies and contributions	9(a)	602,021	754,219	445,698
Fees and charges	8	997,669	999,922	851,142
Service charges	1(c)	0	0	0
Interest earnings	12(a)	13,236	12,493	17,579
Other revenue	12(b)	55,350	69,295	59,100
		3,697,128	3,802,707	3,339,566
<b>Expenses</b>				
Employee costs		(1,733,928)	(1,651,598)	(1,638,795)
Materials and contracts		(830,824)	(602,805)	(666,565)
Utility charges		(202,300)	(223,364)	(201,800)
Depreciation on non-current assets	5	(1,264,609)	(1,276,233)	(1,267,984)
Interest expenses	12(d)	(30,971)	(28,031)	(28,490)
Insurance expenses		(136,416)	(124,159)	(122,976)
Other expenditure		(15,100)	(19,109)	(15,750)
		(4,214,148)	(3,925,299)	(3,942,360)
<b>Subtotal</b>		(517,020)	(122,592)	(602,794)
Non-operating grants, subsidies and contributions	9(b)	953,493	698,562	805,568
Profit on asset disposals	4(b)	0	17,273	0
Loss on asset disposals	4(b)	(33,625)	(2,000)	0
		919,868	713,835	805,568
<b>Net result</b>		<b>402,848</b>	<b>591,243</b>	<b>202,774</b>
<b>Other comprehensive income</b>				
Changes on revaluation of non-current assets		0	0	0
<b>Total other comprehensive income</b>		<b>0</b>	<b>0</b>	<b>0</b>
<b>Total comprehensive income</b>		<b>402,848</b>	<b>591,243</b>	<b>202,774</b>

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

## **BASIS OF PREPARATION**

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

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

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

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

## **THE LOCAL GOVERNMENT REPORTING ENTITY**

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

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

All monies held in the Trust Fund are excluded from the financial statements. A separate statement of those monies appears at Note 14 to the budget.

## **2020/21 ACTUAL BALANCES**

Balances shown in this budget as 2020/21 Actual are estimates as forecast at the time of budget preparation and are subject to final adjustments.

## **CHANGE IN ACCOUNTING POLICIES**

On the 1 July 2021 no new accounting policies are to be adopted and no new policies are expected to impact the annual budget.

## **KEY TERMS AND DEFINITIONS - NATURE OR TYPE**

### **REVENUES**

#### **RATES**

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

#### **SERVICE CHARGES**

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

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

#### **PROFIT ON ASSET DISPOSAL**

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

## **REVENUES (CONTINUED)**

### **OPERATING GRANTS, SUBSIDIES AND CONTRIBUTIONS**

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

### **NON-OPERATING GRANTS, SUBSIDIES AND CONTRIBUTIONS**

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

### **FEES AND CHARGES**

Revenue (other than service charges) from the use of facilities and charges made for local government services, sewerage rates, rentals, hire charges, fee for service, photocopying charges, licences, sale of goods or information, fines, penalties and administration fees. Local governments may wish to disclose more detail such as rubbish collection fees, rental of property, fines and penalties, other fees and charges.

### **INTEREST EARNINGS**

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

### **OTHER REVENUE / INCOME**

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

## **EXPENSES**

### **EMPLOYEE COSTS**

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

### **MATERIALS AND CONTRACTS**

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

### **UTILITIES (GAS, ELECTRICITY, WATER, ETC.)**

Expenditures made to the respective agencies for the provision of power, gas or water. Exclude expenditures incurred for the reinstatement of roadwork on behalf of these agencies.

### **INSURANCE**

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

### **LOSS ON ASSET DISPOSAL**

Loss on the disposal of fixed assets includes loss on disposal of long term investments.

### **DEPRECIATION ON NON-CURRENT ASSETS**

Depreciation and amortisation expense raised on all classes of assets.

### **INTEREST EXPENSES**

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

### **OTHER EXPENDITURE**

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

**SHIRE OF WILLIAMS**  
**STATEMENT OF COMPREHENSIVE INCOME**  
**BY PROGRAM**  
**FOR THE YEAR ENDED 30 JUNE 2022**

	NOTE	2021/22 Budget	2020/21 Actual	2020/21 Budget
<b>Revenue</b>	1,8,9(a),12(a),12(b)	\$	\$	\$
Governance		1,001	20,449	501
General purpose funding		2,297,224	2,491,269	2,208,618
Law, order, public safety		37,448	42,677	30,905
Health		1,200	773	400
Education and welfare		510,806	399,328	332,801
Housing		248,780	240,583	243,611
Community amenities		211,630	200,184	187,183
Recreation and culture		51,673	50,486	44,473
Transport		103,957	118,779	111,690
Economic services		158,979	152,587	115,154
Other property and services		74,430	85,592	64,230
		<b>3,697,128</b>	<b>3,802,707</b>	<b>3,339,566</b>
<b>Expenses excluding finance costs</b>	4(a),5,12(c)(e)(f)			
Governance		(209,500)	(185,094)	(185,921)
General purpose funding		(104,351)	(89,370)	(90,051)
Law, order, public safety		(105,827)	(111,566)	(107,247)
Health		(60,204)	(52,812)	(61,302)
Education and welfare		(521,951)	(374,592)	(353,525)
Housing		(196,367)	(183,407)	(194,893)
Community amenities		(339,478)	(307,621)	(295,076)
Recreation and culture		(813,375)	(801,602)	(766,276)
Transport		(1,490,187)	(1,448,745)	(1,596,619)
Economic services		(228,641)	(169,230)	(165,564)
Other property and services		(113,296)	(173,229)	(97,396)
		<b>(4,183,177)</b>	<b>(3,897,268)</b>	<b>(3,913,870)</b>
<b>Finance costs</b>	7,6(a),12(d)			
Recreation and culture		(9,582)	(3,721)	(3,749)
Transport		(354)	(1,545)	(1,748)
Economic services		(10,233)	(11,311)	(11,412)
Other property and services		(10,802)	(11,454)	(11,581)
		<b>(30,971)</b>	<b>(28,031)</b>	<b>(28,490)</b>
<b>Subtotal</b>		<b>(517,020)</b>	<b>(122,592)</b>	<b>(602,794)</b>
Non-operating grants, subsidies and contributions	9(b)	953,493	698,562	805,568
Profit on disposal of assets	4(b)	0	17,273	0
(Loss) on disposal of assets	4(b)	(33,625)	(2,000)	0
		<b>919,868</b>	<b>713,835</b>	<b>805,568</b>
<b>Net result</b>		<b>402,848</b>	<b>591,243</b>	<b>202,774</b>
<b>Other comprehensive income</b>				
Changes on revaluation of non-current assets		0	0	0
<b>Total other comprehensive income</b>		<b>0</b>	<b>0</b>	<b>0</b>
<b>Total comprehensive income</b>		<b>402,848</b>	<b>591,243</b>	<b>202,774</b>

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

# SHIRE OF WILLIAMS

## FOR THE YEAR ENDED 30 JUNE 2022

### 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

Administration and operation of facilities and services to members of Council. Other costs that relate to the tasks of assisting elected members and ratepayers on matters which do not concern specific Council services.

##### GENERAL PURPOSE FUNDING

To collect revenue to allow for the provision of services.

Rates, general purpose government grants and interest revenue.

##### LAW, ORDER, PUBLIC SAFETY

To provide services to ensure a safer community.

Supervision and enforcement of local laws, fire prevention and suppression activities and animal control.

##### HEALTH

To provide an operational framework for good community health.

Health inspection and advisory services, analytical services, mosquito control, collection agent for Williams St John Ambulance subscriptions and assist with providing medical services.

##### EDUCATION AND WELFARE

To provide a framework that enables community needs in these areas are met.

Provision and maintenance of premises for the Williams Community Resource Centre and Willi Wagtails Childcare Centre. Provide all administration services for both the Childcare Centre and Family Day Care Provider.

##### HOUSING

To help ensure the availability of adequate housing for the community needs.

Management, administration and maintenance of Williams Community Homes, Sandalwood Court, Wandoo Cottages Jamtree Lane Units and New Street Units.

##### COMMUNITY AMENITIES

Provision of amenities required by the community.

Refuse management, protection of the environment, maintenance of cemeteries and public conveniences.

##### RECREATION AND CULTURE

To establish and manage efficiently all infrastructure and resources which will meet the recreational and cultural needs of the community.

Maintenance of halls, recreational facilities and reserves. Operation of Library and compilation and maintenance of local heritage register.

##### TRANSPORT

To provide effective and efficient transport services to the community.

Construction and maintenance of streets, roads, bridges and drainage. Cleaning and lighting of streets, depot maintenance and on-line agent for Department of Transport.

##### ECONOMIC SERVICES

Promotion of Williams and improvement of economic wellbeing of the district and its inhabitants.

Tourism services, area promotion, implementation of building controls, provision of standpipe water, maintenance and management of Williams Stud Breeders pavilion.

##### OTHER PROPERTY AND SERVICES

Efficient utilisation of Council resources, plant repairs and operations, management of Williams Town Planning Scheme.

Provision of private works to public, maintenance of Council plant, approvals and monitoring of town planning activities.

**SHIRE OF WILLIAMS**  
**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED 30 JUNE 2022**

NOTE	2021/22 Budget	2020/21 Actual	2020/21 Budget
	\$	\$	\$
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
<b>Receipts</b>			
Rates	2,030,852	1,961,738	1,961,047
Operating grants, subsidies and contributions	566,120	721,086	396,828
Fees and charges	997,669	999,922	851,142
Interest received	13,236	12,493	17,579
Goods and services tax received	126,782	24,107	108,623
Other revenue	55,350	69,295	59,100
	<b>3,790,009</b>	<b>3,788,641</b>	<b>3,394,319</b>
<b>Payments</b>			
Employee costs	(1,763,928)	(1,654,504)	(1,667,552)
Materials and contracts	(525,033)	(348,567)	(434,742)
Utility charges	(202,300)	(223,364)	(201,800)
Interest expenses	(30,971)	(28,491)	(28,990)
Insurance paid	(136,416)	(124,159)	(122,976)
Goods and services tax paid	(314,063)	(232,909)	(265,541)
Other expenditure	(15,100)	(19,109)	(15,750)
	<b>(2,987,811)</b>	<b>(2,631,103)</b>	<b>(2,737,351)</b>
<b>Net cash provided by (used in) operating activities</b>	<b>3</b>	<b>802,198</b>	<b>1,157,538</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Payments for financial assets at fair value through profit and loss	0	(1,940)	0
Payments for financial assets at amortised cost - self supporting loans	(200,000)	0	0
Payments for purchase of property, plant & equipment	4(a)	(717,483)	(679,677)
Payments for construction of infrastructure	4(a)	(1,694,709)	(1,264,704)
Non-operating grants, subsidies and contributions		826,375	698,562
Proceeds from sale of plant and equipment	4(b)	136,000	67,273
Proceeds on financial assets at amortised cost - self supporting loans		307,023	15,966
		<b>(1,342,794)</b>	<b>(1,164,520)</b>
<b>Net cash provided by (used in) investing activities</b>		<b>(1,342,794)</b>	<b>(1,164,520)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Repayment of borrowings	6(a)	(195,514)	(102,462)
Proceeds from new borrowings	6(a)	200,000	100,000
		<b>4,486</b>	<b>(2,462)</b>
<b>Net cash provided by (used in) financing activities</b>		<b>4,486</b>	<b>(2,462)</b>
<b>Net increase (decrease) in cash held</b>		<b>(536,110)</b>	<b>(9,444)</b>
Cash at beginning of year		1,609,486	1,618,930
<b>Cash and cash equivalents at the end of the year</b>	<b>3</b>	<b>1,073,376</b>	<b>1,609,486</b>
		<b>997,603</b>	<b>997,603</b>

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



**SHIRE OF WILLIAMS**  
**RATE SETTING STATEMENT**  
**FOR THE YEAR ENDED 30 JUNE 2022**

	NOTE	2021/22 Budget	2020/21 Actual	2020/21 Budget
		\$	\$	\$
<b>OPERATING ACTIVITIES</b>				
<b>Net current assets at start of financial year - surplus/(deficit)</b>	2(a)	401,575	386,912	392,035
		401,575	386,912	392,035
<b>Revenue from operating activities (excluding rates)</b>				
Governance		1,001	20,449	501
General purpose funding		305,905	560,861	278,940
Law, order, public safety		37,448	42,677	30,905
Health		1,200	773	400
Education and welfare		510,806	399,328	332,801
Housing		248,780	240,583	243,611
Community amenities		211,630	200,184	187,183
Recreation and culture		51,673	50,486	44,473
Transport		103,957	136,052	111,690
Economic services		158,979	152,587	115,154
Other property and services		74,430	85,592	64,230
		1,705,809	1,889,572	1,409,888
<b>Expenditure from operating activities</b>				
Governance		(209,500)	(185,094)	(185,921)
General purpose funding		(104,351)	(89,370)	(90,051)
Law, order, public safety		(105,827)	(111,566)	(107,247)
Health		(60,204)	(52,812)	(61,302)
Education and welfare		(521,951)	(374,592)	(353,525)
Housing		(196,367)	(183,407)	(194,893)
Community amenities		(339,478)	(307,621)	(295,076)
Recreation and culture		(824,927)	(805,323)	(770,025)
Transport		(1,518,286)	(1,452,290)	(1,598,367)
Economic services		(238,874)	(180,541)	(176,976)
Other property and services		(128,008)	(184,683)	(108,977)
		(4,247,773)	(3,927,299)	(3,942,360)
Non-cash amounts excluded from operating activities	2(b)	1,303,362	1,271,220	1,273,128
<b>Amount attributable to operating activities</b>		(837,027)	(379,596)	(867,309)
<b>INVESTING ACTIVITIES</b>				
Non-operating grants, subsidies and contributions		953,493	698,562	805,568
Payments for property, plant and equipment	4(a)	(717,483)	(679,677)	(809,387)
Payments for construction of infrastructure	4(a)	(1,694,709)	(1,264,704)	(1,273,370)
Payments for financial assets at fair value through profit and loss		0	(1,940)	
		(200,000)	0	
Payments for financial assets at amortised cost - self supporting loans	6(a)			
Proceeds from disposal of assets	4(b)	136,000	67,273	52,000
Proceeds from financial assets at amortised cost - self supporting loans		307,023	15,966	15,966
<b>Amount attributable to investing activities</b>		(1,215,676)	(1,164,520)	(1,209,223)
<b>FINANCING ACTIVITIES</b>				
Repayment of borrowings	6(a)	(195,514)	(102,462)	(102,462)
Proceeds from new borrowings	6(a)	200,000	100,000	100,000
Transfers to cash backed reserves (restricted assets)	7(a)	(180,058)	(89,263)	(91,540)
Transfers from cash backed reserves (restricted assets)	7(a)	236,955	107,007	240,856
<b>Amount attributable to financing activities</b>		61,384	15,282	146,854
<b>Budgeted deficiency before imposition of general rates</b>		(1,991,319)	(1,528,833)	(1,929,678)
<b>Estimated amount to be raised from general rates</b>	1	1,991,319	1,930,408	1,929,678
<b>Net current assets at end of financial year - surplus/(deficit)</b>	2(a)	<b>0</b>	<b>401,575</b>	<b>0</b>

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



**SHIRE OF WILLIAMS**  
**INDEX OF NOTES TO THE BUDGET**  
**FOR THE YEAR ENDED 30 JUNE 2022**

**INDEX OF NOTES TO THE BUDGET**

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**SHIRE OF WILLIAMS**  
**NOTES TO AND FORMING PART OF THE BUDGET**  
**FOR THE YEAR ENDED 30 JUNE 2022**

**1. RATES**

**(a) Rating Information**

<b>RATE TYPE</b>	<b>Rate in</b>	<b>Number of properties</b>	<b>Rateable value</b>	<b>2021/22 Budgeted rate revenue</b>	<b>2021/22 Budgeted interim rates</b>	<b>2021/22 Budgeted back rates</b>	<b>2021/22 Budgeted total revenue</b>	<b>2020/21 Actual total revenue</b>	<b>2020/21 Budget total revenue</b>
	\$		\$	\$	\$	\$	\$	\$	\$
<b>Differential general rate or general rate</b>									
<b>Gross rental valuations</b>									
GRV Residential	0.07734	147	1,854,082	143,395	0	0	143,395	137,536	136,522
GRV Industrial/Commercial	0.07734	23	1,034,496	80,008	0	0	80,008	77,299	77,299
<b>Unimproved valuations</b>									
UV Rural/Mining	0.00609	241	255,822,000	1,557,956	0	0	1,557,956	1,508,969	1,515,135
<b>Sub-Totals</b>		411	258,710,578	1,781,359	0	0	1,781,359	1,723,803	1,728,956
<b>Minimum</b>									
<b>Minimum payment</b>									
\$									
<b>Gross rental valuations</b>									
GRV Residential	760	140	663,340	106,400	0	0	106,400	103,005	102,760
GRV Industrial/Commercial	760	15	59,175	11,400	0	0	11,400	10,276	13,946
<b>Unimproved valuations</b>									
UV Rural/Mining	960	96	8,768,193	92,160	0	0	92,160	93,324	84,016
<b>Sub-Totals</b>		251	9,490,708	209,960	0	0	209,960	206,605	200,722
		662	268,201,286	1,991,319	0	0	1,991,319	1,930,408	1,929,678
<b>Total amount raised from general rates</b>							1,991,319	1,930,408	1,929,678
Ex gratia rates							37,533	36,370	36,369
<b>Total rates</b>							2,028,852	1,966,778	1,966,047

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

The general rates detailed for the 2021/22 financial year have been determined by Council on the basis of raising the revenue required to meet the deficiency between the total estimated expenditure proposed in the budget and the estimated revenue to be received from all sources other than rates and also considering the extent of any increase in rating over the level adopted in the previous year.

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

**SHIRE OF WILLIAMS**  
**NOTES TO AND FORMING PART OF THE BUDGET**  
**FOR THE YEAR ENDED 30 JUNE 2022**

**1. RATES (CONTINUED)**

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

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

<b>Instalment options</b>	<b>Date due</b>	<b>Instalment plan admin charge</b>	<b>Instalment plan interest rate</b>	<b>Unpaid rates interest rates</b>
		\$	%	%
<b>Option one</b>				
Single full payment	3/09/2021	0	0.0%	7.0%
<b>Option two</b>				
First instalment	3/09/2021	0	3.0%	7.0%
Second instalment	5/11/2021	10	3.0%	7.0%
Third instalment	7/01/2022	10	3.0%	7.0%
Fourth instalment	11/03/2022	10	3.0%	7.0%

	<b>2021/22 Budget revenue</b>	<b>2020/21 Actual revenue</b>	<b>2020/21 Budget revenue</b>
	\$	\$	\$
Instalment plan admin charge revenue	3,500	3,360	4,000
Instalment plan interest earned	4,500	4,483	4,125
Unpaid rates and service charge interest earned	4,000	4,088	5,600
	<b>12,000</b>	<b>11,931</b>	<b>13,725</b>

**SHIRE OF WILLIAMS**  
**NOTES TO AND FORMING PART OF THE BUDGET**  
**FOR THE YEAR ENDED 30 JUNE 2022**

**2. NET CURRENT ASSETS**

		<b>2021/22</b>	<b>2020/21</b>	<b>2020/21</b>
	<b>Note</b>	<b>Budget</b>	<b>Actual</b>	<b>Budget</b>
		<b>30 June 2022</b>	<b>30 June 2021</b>	<b>30 June 2021</b>
		\$	\$	\$
<b>(a) Composition of estimated net current assets</b>				
<b>Current assets</b>				
Cash and cash equivalents- unrestricted	3	383,161	739,739	382,061
Cash and cash equivalents - restricted	3	690,215	869,747	615,542
Financial assets - unrestricted		0	16,473	16,473
Receivables		101,915	190,312	67,873
Inventories		17,160	22,190	12,464
		<u>1,192,451</u>	<u>1,838,461</u>	<u>1,094,413</u>
<b>Less: current liabilities</b>				
Trade and other payables		(221,977)	(235,279)	(176,181)
Contract liabilities		0	(122,634)	0
Long term borrowings	6	(109,450)	(104,964)	(164,884)
Employee provisions		(311,041)	(341,041)	(316,517)
		<u>(642,468)</u>	<u>(803,918)</u>	<u>(657,582)</u>
<b>Net current assets</b>		549,983	1,034,543	436,831
<b>Less: Total adjustments to net current assets</b>	2.(c)	(549,983)	(632,968)	(436,831)
<b>Net current assets used in the Rate Setting Statement</b>		0	401,575	0

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

**Items excluded from calculation of budgeted deficiency**

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

**(b) Operating activities excluded from budgeted deficiency**

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

		<b>2021/22</b>	<b>2020/21</b>	<b>2020/21</b>
	<b>Note</b>	<b>Budget</b>	<b>Actual</b>	<b>Budget</b>
		<b>30 June 2022</b>	<b>30 June 2021</b>	<b>30 June 2021</b>
		\$	\$	\$
<b>Adjustments to operating activities</b>				
Less: Profit on asset disposals	4(b)	0	(17,273)	0
Add: Loss on disposal of assets	4(b)	33,625	2,000	0
Add: Depreciation on assets	5	1,264,609	1,276,233	1,267,984
Movement in non-current employee provisions		0	5,197	
Movement in current employee provisions associated with restricted cash		5,128	5,063	5,144
<b>Non cash amounts excluded from operating activities</b>		<u>1,303,362</u>	<u>1,271,220</u>	<u>1,273,128</u>

**(c) Current assets and liabilities excluded from budgeted deficiency**

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

**Adjustments to net current assets**

Less: Cash - restricted reserves	7	(690,215)	(747,113)	(615,542)
Less: Current assets not expected to be received at end of year				
- Current portion of self supporting loans receivable		0	(16,473)	(16,473)
Add: Current liabilities not expected to be cleared at end of year				
- Current portion of borrowings		109,450	104,964	164,884
- Movement in provisions between current and non-current provisions				4,564
- Current portion of employee benefit provisions held in reserve		30,782	25,654	25,736
<b>Total adjustments to net current assets</b>		<u>(549,983)</u>	<u>(632,968)</u>	<u>(436,831)</u>

**SHIRE OF WILLIAMS**  
**NOTES TO AND FORMING PART OF THE BUDGET**  
**FOR THE YEAR ENDED 30 JUNE 2022**

**SIGNIFICANT ACCOUNTING POLICIES**

**CURRENT AND NON-CURRENT CLASSIFICATION**

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

**TRADE AND OTHER PAYABLES**

Trade and other payables represent liabilities for goods and services provided to the Shire prior to the end of the financial year that are unpaid and arise when the Shire of Williams becomes obliged to make future payments in respect of the purchase of these goods and services. The amounts are unsecured, are recognised as a current liability and are normally paid within 30 days of recognition.

**PREPAID RATES**

Prepaid rates are, until the taxable event has occurred (start of the next financial year), refundable at the request of the ratepayer. Rates received in advance are initially recognised as a financial liability. When the taxable event occurs, the financial liability is extinguished and the City 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 of Williams contributes to a number of superannuation funds on behalf of employees.

All funds to which the Shire of Williams 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.

**CONTRACT ASSETS**

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

**TRADE AND OTHER RECEIVABLES**

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

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

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

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

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

**PROVISIONS**

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

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

**EMPLOYEE BENEFITS**

**Short-term employee benefits**

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

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

**CONTRACT LIABILITIES**

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

**SHIRE OF WILLIAMS**  
**NOTES TO AND FORMING PART OF THE BUDGET**  
**FOR THE YEAR ENDED 30 JUNE 2022**

**3. RECONCILIATION OF CASH**

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

Note	2021/22 Budget	2020/21 Actual	2020/21 Budget
	\$	\$	\$
Cash at bank and on hand	1,073,376	1,609,486	997,603
Term deposits	0	0	
<b>Total cash and cash equivalents</b>	<b>1,073,376</b>	<b>1,609,486</b>	<b>997,603</b>
Held as			
- Unrestricted cash and cash equivalents	383,161	739,739	382,061
- Restricted cash and cash equivalents	690,215	869,747	615,542
	1,073,376	1,609,486	997,603
<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	690,215	869,747	615,542
	690,215	869,747	615,542
The restricted assets are a result of the following specific purposes to which the assets may be used:			
Reserves - cash/financial asset backed	7	690,215	747,113
Contract liabilities		0	122,634
		690,215	869,747
			615,542
<b>Reconciliation of net cash provided by operating activities to net result</b>			
<b>Net result</b>		402,848	591,243
			202,774
Depreciation	5	1,264,609	1,276,233
(Profit)/loss on sale of asset	4(b)	33,625	(15,273)
(Increase)/decrease in receivables		88,397	(87,830)
(Increase)/decrease in inventories		5,030	5,374
Increase/(decrease) in payables		(13,302)	22,868
Increase/(decrease) in contract liabilities		(122,634)	73,764
Increase/(decrease) in employee provisions		(30,000)	(10,279)
Non-operating grants, subsidies and contributions		(826,375)	(698,562)
<b>Net cash from operating activities</b>		<b>802,198</b>	<b>1,157,538</b>
			656,968

**SIGNIFICANT ACCOUNTING POLICES**

**CASH AND CASH EQUIVALENTS**

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

Bank overdrafts are shown as short term borrowings in current liabilities in Note 2 - 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 WILLIAMS**  
**NOTES TO AND FORMING PART OF THE BUDGET**  
**FOR THE YEAR ENDED 30 JUNE 2022**

**4. FIXED ASSETS**

**(a) Acquisition of Assets**

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

Asset class	Reporting program						2021/22 Budget total	2020/21 Actual total	2020/21 Budget total
	Education and welfare	Housing	Community amenities	Recreation and culture	Transport	Other property and services			
	\$	\$	\$	\$	\$	\$	\$	\$	
<i>Property, Plant and Equipment</i>									
Buildings - non-specialised	0	15,000	0	0	0	0	15,000	0	0
Buildings - specialised	40,000	45,000	0	54,483	0	30,000	169,483	145,396	244,887
Furniture and equipment	0	0	0	0	0	57,000	57,000	0	0
Plant and equipment	0	0	0	37,000	402,000	37,000	476,000	534,280	564,500
	40,000	60,000	0	91,483	402,000	124,000	717,483	679,677	809,387
<i>Infrastructure</i>									
Infrastructure - roads	0	0	0	0	1,033,509	0	1,033,509	1,165,212	1,108,205
Infrastructure - drainage	0	0	0	0	30,000	0	30,000	18,699	30,128
Infrastructure - parks and garden:	0	0	20,001	411,799	199,400	0	631,199	80,793	135,037
	0	0	20,001	411,799	1,262,910	0	1,694,709	1,264,704	1,273,370
<b>Total acquisitions</b>	40,000	60,000	20,001	503,282	1,664,910	124,000	2,412,192	1,944,381	2,082,757

A detailed breakdown of acquisitions on an individual asset basis can be found in the supplementary information attached to this budget document at page 27.

**SIGNIFICANT ACCOUNTING POLICIES**

**RECOGNITION OF ASSETS**

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

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

**SHIRE OF WILLIAMS**  
**NOTES TO AND FORMING PART OF THE BUDGET**  
**FOR THE YEAR ENDED 30 JUNE 2022**

**4. FIXED ASSETS**

**(b) Disposals of Assets**

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

	2021/22 Budget Net Book Value	2021/22 Budget Sale Proceeds	2021/22 Budget Profit	2021/22 Budget Loss	2020/21 Actual Net Book Value	2020/21 Actual Sale Proceeds	2020/21 Actual Profit	2020/21 Actual Loss	2020/21 Budget Net Book Value	2020/21 Budget Sale Proceeds	2020/21 Budget Profit	2020/21 Budget Loss
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
<b>By Program</b>												
Recreation and culture	9,970	8,000	0	(1,970)	0	0	0	0	0	0	0	0
Transport	137,745	110,000	0	(27,745)	52,000	67,273	17,273	(2,000)	52,000	52,000	0	0
Other property and services	21,910	18,000	0	(3,910)	0	0	0	0	0	0	0	0
	169,625	136,000	0	(33,625)	52,000	67,273	17,273	(2,000)	52,000	52,000	0	0
<b>By Class</b>												
<i>Property, Plant and Equipment</i>												
Holden Colorado Ute - WL19	0	0	0	0	22,000	20,000		(2,000)	22,000	22,000	0	0
Isuzu Giga Tip Truck - WL128	0	0	0	0	30,000	47,273	17,273		30,000	30,000	0	0
Mazda CX5 - WL16	21,910	18,000		(3,910)	0	0	0	0	0	0	0	0
Road Grader - WL61	124,795	100,000		(24,795)	0	0	0	0	0	0	0	0
Toro Reelmaster Mower	9,970	8,000		(1,970)	0	0	0	0	0	0	0	0
4 x 2 Single Cab Hi Rise Ute - WL5826	12,950	10,000		(2,950)	0	0	0	0	0	0	0	0
	169,625	136,000	0	(33,625)	52,000	67,273	17,273	(2,000)	52,000	52,000	0	0

**SIGNIFICANT ACCOUNTING POLICIES**

**GAINS AND LOSSES ON DISPOSAL**

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

**SHIRE OF WILLIAMS**  
**NOTES TO AND FORMING PART OF THE BUDGET**  
**FOR THE YEAR ENDED 30 JUNE 2022**

**5. ASSET DEPRECIATION**

**By Program**

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

**By Class**

Buildings - non-specialised  
 Buildings - specialised  
 Furniture and equipment  
 Plant and equipment  
 Infrastructure - roads  
 Infrastructure - footpaths  
 Infrastructure - drainage  
 Infrastructure - bridges  
 Infrastructure - parks and gradens

	<b>2021/22 Budget</b>	<b>2020/21 Actual</b>	<b>2020/21 Budget</b>
	\$	\$	\$
	5,439	4,214	6,000
	13,110	13,110	12,500
	31,491	31,490	27,500
	54,504	53,782	74,868
	7,456	5,801	4,850
	248,896	263,552	231,900
	765,175	759,583	769,148
	16,353	3,353	3,400
	122,185	141,348	137,818
	<b>1,264,609</b>	<b>1,276,233</b>	<b>1,267,984</b>
	69,680	69,687	56,000
	148,050	147,330	174,000
	3,179	3,178	8,000
	123,800	141,738	167,000
	440,860	435,336	429,984
	21,200	21,153	20,000
	181,040	181,002	190,000
	116,900	116,917	119,000
	159,900	159,892	104,000
	<b>1,264,609</b>	<b>1,276,233</b>	<b>1,267,984</b>

**SIGNIFICANT ACCOUNTING POLICIES**

**DEPRECIATION**

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

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

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

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

Buildings	30-50 years
Furniture and equipment	4-10 years
Plant & Equipment	5-15 years

**Sealed roads and streets**

- formation	not depreciated
- pavement	50 years
- bituminous seals	20 years
- asphalt surfaces	25 years

**Gravel Roads**

-formation	not depreciated
-pavement	50 years

**Formed roads (unsealed)**

-formation	not depreciated
-pavement	50 years

**Footpaths**

-slab	20 years
Sewerage piping	100 years
Water supply piping and drainage systems	75 years

**AMORTISATION**

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

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

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

**SHIRE OF WILLIAMS**  
**NOTES TO AND FORMING PART OF THE BUDGET**  
**FOR THE YEAR ENDED 30 JUNE 2022**

**6. INFORMATION ON BORROWINGS**

**(a) Borrowing repayments**

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

Purpose	Loan Number	Institution	Interest Rate	Budget	2021/22	2021/22	Budget	2021/22	2020/21	2020/21	2020/21	Actual	2020/21	Budget	2020/21	2020/21	Budget	2020/21
				Principal 1 July 2021	Budget New Loans	Budget Principal Repayments	Principal outstanding 30 June 2022	Budget Interest Repayments	Actual Principal 1 July 2020	Actual New Loans	Actual Principal Repayments	Principal outstanding 30 June 2021	Actual Interest Repayments	Principal 1 July 2020	Budget New Loans	Budget Principal Repayments	Principal outstanding 30 June 2021	Budget Interest Repayments
				\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
<b>Recreation and culture</b>																		
Mens Shed	71	WATC	0.72%	100,000	0	(19,715)	80,285	(681)	0	100,000	0	100,000	(205)	0	100,000	0	100,000	0
<b>Transport</b>																		
Grader	67	WATC	3.42%	20,719	0	(20,719)	0	(354)	61,117	0	(40,398)	20,719	(1,545)	61,117	0	(40,398)	20,719	(1,748)
<b>Other property and services</b>																		
Industrial Land	65	WATC	6.37%	172,733	0	(12,818)	159,915	(10,802)	184,772	0	(12,039)	172,733	(11,454)	184,772	0	(12,039)	172,733	(11,581)
Industrial Shed	66	WATC	4.17%	128,210	0	(12,856)	115,354	(5,214)	140,546	0	(12,336)	128,210	(5,634)	140,546	0	(12,336)	128,210	(5,733)
Industrial Shed	70	WATC	3.02%	171,737	0	(22,384)	149,353	(5,019)	193,460	0	(21,723)	171,737	(5,678)	193,460	0	(21,723)	171,737	(5,679)
				593,399	0	(88,491)	504,908	(22,070)	579,895	100,000	(86,496)	593,399	(24,515)	579,895	100,000	(86,496)	593,399	(24,741)
<b>Self Supporting Loans</b>																		
<b>Recreation and culture</b>																		
Williams Bowling Club	69	WATC	3.15%	107,023	0	(107,023)	0	(8,901)	122,989	0	(15,966)	107,023	(3,517)	122,989	0	(15,966)	107,023	(3,749)
Williams Bowling Club	72	WATC	2.00%	0	200,000	0	200,000	0	0	0	0	0	0	0	0	0	0	0
				107,023	200,000	(107,023)	200,000	(8,901)	122,989	0	(15,966)	107,023	(3,517)	122,989	0	(15,966)	107,023	(3,749)
				700,422	200,000	(195,514)	704,908	(30,971)	702,884	100,000	(102,462)	700,422	(28,031)	702,884	100,000	(102,462)	700,422	(28,490)

All borrowing repayments, other than self supporting loans, will be financed by general purpose revenue.  
The self supporting loan(s) repayment will be fully reimbursed.

**SHIRE OF WILLIAMS**  
**NOTES TO AND FORMING PART OF THE BUDGET**  
**FOR THE YEAR ENDED 30 JUNE 2022**

**6. INFORMATION ON BORROWINGS**

**(b) New borrowings - 2021/22**

Particulars/Purpose	Institution	Loan type	Term (years)	Interest rate	Amount borrowed budget	Total interest & charges	Amount used budget	Balance unspent
				%	\$	\$	\$	\$
Williams Bowling Club	WATC	Debenture	10	2.0%	200,000	29,092	0	200,000
					200,000	29,092	0	200,000

The new borrowing is for the installation of a new synthetic bowling green. This will be funded by the Williams Bowling club as a self supporting loan.

**(c) Unspent borrowings**

The Shire had no unspent borrowing funds as at 30th June 2021 nor is it expected to have unspent borrowing funds as at 30th June 2022.

**(d) Credit Facilities**

	2021/22 Budget	2020/21 Actual	2020/21 Budget
	\$	\$	\$
<b>Undrawn borrowing facilities</b>			
<b>credit standby arrangements</b>			
Bank overdraft limit	200,000	200,000	200,000
Bank overdraft at balance date	0	0	0
Credit card limit	15,000	15,000	15,000
Credit card balance at balance date	0	3,989	0
<b>Total amount of credit unused</b>	<b>215,000</b>	<b>218,989</b>	<b>215,000</b>
<b>Loan facilities</b>			
Loan facilities in use at balance date	704,908	700,422	700,422

**SIGNIFICANT ACCOUNTING POLICIES**

**BORROWING COSTS**

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

**SHIRE OF WILLIAMS**  
**NOTES TO AND FORMING PART OF THE BUDGET**  
**FOR THE YEAR ENDED 30 JUNE 2022**

**7. CASH BACKED RESERVES**

**(a) Cash Backed Reserves - Movement**

	<b>2021/22 Budget Opening Balance</b>	<b>2021/22 2021/22 Budget Transfer to</b>	<b>2021/22 Budget Transfer (from)</b>	<b>2021/22 Budget Closing Balance</b>	<b>2020/21 Actual Opening Balance</b>	<b>2020/21 Actual 2020/21 Transfer to</b>	<b>2020/21 Actual Transfer (from)</b>	<b>2020/21 Actual Closing Balance</b>	<b>2020/21 Budget Opening Balance</b>	<b>2020/21 Budget 2020/21 Transfer to</b>	<b>2020/21 Budget Transfer (from)</b>	<b>2020/21 Budget Closing Balance</b>
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
(a) Reserves cash backed - Leave reserve	25,654	5,128	0	30,782	20,591	5,063	0	25,654	179,117	41,254	(109,108)	111,263
(b) Reserves cash backed - Plant Replacement	156,451	44,782	(60,840)	140,393	179,117	40,949	(63,615)	156,451	291,382	22,040	(90,000)	223,422
(c) Reserves cash backed - Building	282,393	46,412	(65,000)	263,805	291,381	21,012	(30,000)	282,393	122,825	10,860	(41,748)	91,937
(d) Reserves cash backed - Recreation	119,927	10,600	(41,115)	89,412	122,825	10,494	(13,392)	119,927	8,783	61	0	8,844
(e) Reserves cash backed - Art Acquisition	8,819	544	(5,000)	4,363	8,784	35	0	8,819	105,128	10,736	0	115,864
(f) Reserves cash backed - Joint Venture Housing	115,502	10,578	(25,000)	101,080	105,127	10,375	0	115,502	20,592	5,144	0	25,736
(g) Reserves cash backed - Refuse Site	24,294	121	0	24,415	24,197	97	0	24,294	24,196	169	0	24,365
(h) Reserves cash backed - Community Chest	14,073	1,892	0	15,965	12,835	1,238	0	14,073	12,835	1,276	0	14,111
(i) Reserves cash backed - Childcare	0	60,000	(40,000)	20,000	0	0	0	0	0	0	0	0
	747,113	180,058	(236,955)	690,215	764,857	89,263	(107,007)	747,113	764,858	91,540	(240,856)	615,542

**(b) Cash Backed Reserves - Purposes**

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

<b>Reserve name</b>	<b>Anticipated date of use</b>	<b>Purpose of the reserve</b>
(a) Reserves cash backed - Leave reserve	Ongoing	to be used to fund annual and long service leave requirements.
(b) Reserves cash backed - Plant Replacement	2021/2022	to be used to fund purchase of plant items.
(c) Reserves cash backed - Building	2021/2022	to be used for construction, refurbishments, acquisition of buildings and acquisition of land.
(d) Reserves cash backed - Recreation	2021/2022	to be used to finance capital improvements of existing recreation facilities and to fund acquisition of new recreation facilities.
(e) Reserves cash backed - Art Acquisition	2021/2022	to be used for the purchase of art pieces for the Williams Art Collection.
(f) Reserves cash backed - Joint Venture Housing	2021/2022	to be used to finance refurbishment and construction of joint venture housing.
(g) Reserves cash backed - Refuse Site	Ongoing	to be used for the re-development of waste facilities.
(h) Reserves cash backed - Community Chest	Ongoing	to be used to support community initiatives and projects.
(i) Reserves cash backed - Childcare	2021/2022	to be used to support childcare services.



**SHIRE OF WILLIAMS**  
**NOTES TO AND FORMING PART OF THE BUDGET**  
**FOR THE YEAR ENDED 30 JUNE 2022**

**8. FEES & CHARGES REVENUE**

	<b>2021/22 Budget</b>	<b>2020/21 Actual</b>	<b>2020/21 Budget</b>
	\$	\$	\$
Governance	0	0	0
General purpose funding	5,000	5,754	5,000
Law, order, public safety	2,800	3,057	2,500
Health	1,200	773	400
Education and welfare	382,668	354,453	270,751
Housing	191,040	182,443	186,650
Community amenities	209,930	194,600	184,383
Recreation and culture	37,774	37,681	35,274
Transport	18,050	27,081	16,050
Economic services	104,977	151,165	114,904
Other property and services	44,230	42,915	35,230
	<b>997,669</b>	<b>999,922</b>	<b>851,142</b>

**9. GRANT REVENUE**

	<b>2021/22 Budget</b>	<b>2020/21 Actual</b>	<b>2020/21 Budget</b>
	\$	\$	\$
<b>By Program:</b>			
<b>(a) Operating grants, subsidies and contributions</b>			
Governance	0	20,449	0
General purpose funding	249,136	503,791	218,992
Law, order, public safety	31,348	35,179	27,205
Education and welfare	126,138	44,000	61,000
Housing	56,240	56,240	55,961
Community amenities	0	1,192	1,100
Recreation and culture	0	3,768	0
Transport	85,907	89,600	81,440
	<b>602,021</b>	<b>754,219</b>	<b>445,698</b>
<b>(b) Non-operating grants, subsidies and contributions</b>			
Governance	0	1,940	0
Law, order, public safety	0	41,962	20,000
Housing	0	9,111	0
Recreation and culture	77,272	29,200	74,200
Transport	866,221	616,349	711,368
	<b>953,493</b>	<b>698,562</b>	<b>805,568</b>
<b>Total grants, subsidies and contributions</b>	<b>1,555,514</b>	<b>1,452,781</b>	<b>1,251,266</b>

**SHIRE OF WILLIAMS**  
**NOTES TO AND FORMING PART OF THE BUDGET**  
**FOR THE YEAR ENDED 30 JUNE 2022**

**10. REVENUE RECOGNITION**

**SIGNIFICANT ACCOUNTING POLICIES**

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

<b>Revenue Category</b>	<b>Nature of goods and services</b>	<b>When obligations typically satisfied</b>	<b>Payment terms</b>	<b>Returns/ Refunds/ Warranties</b>	<b>Determination of transaction price</b>	<b>Allocating transaction price</b>	<b>Measuring obligations for returns</b>	<b>Revenue recognition</b>
Rates	General rates	Over time	Payment dates adopted by Council during the year	None	Adopted by council annually	When taxable event occurs	Not applicable	When rates notice is issued
Ex-gratia rates	Payment as negotiated with CBH, instead of rates	Over time	Payment upon receipt of invoice	None	Adopted by council annually	When taxable event occurs	Not applicable	When rates notice is issued
Grant contracts with customers	Community events, minor facilities, research, design, planning evaluation and services	Over time	Fixed terms transfer of funds based on agreed milestones and reporting	Contract obligation if project not complete	Set by mutual agreement with the customer	Based on the progress of works to match performance obligations	Returns limited to repayment of transaction price of terms breached	Output method based on project milestones and/or completion date matched to performance obligations as inputs are shared
Grants, subsidies or contributions for the construction of non-financial assets	Construction or acquisition of recognisable non-financial assets to be controlled by the local government	Over time	Fixed terms transfer of funds based on agreed milestones and reporting	Contract obligation if project not complete	Set by mutual agreement with the customer	Based on the progress of works to match performance obligations	Returns limited to repayment of transaction price of terms breached	Output method based on project milestones and/or completion date matched to performance obligations as inputs are shared
Grants with no contractual commitments	General appropriations and contributions with no specific contractual commitments	No obligations	Not applicable	Not applicable	Cash received	On receipt of funds	Not applicable	When assets are controlled
Licences/ Registrations/ Approvals	Building, planning, development and animal management, having the same nature as a licence regardless of naming.	Single point in time	Full payment prior to issue	None	Set by State legislation or limited by legislation to the cost of provision	Based on timing of issue of the associated rights	No refunds	On payment and issue of the licence, registration or approval
Pool inspections	Compliance safety check	Single point in time	Equal proportion based on an equal annually fee	None	Set by State legislation	Apportioned equally across the inspection cycle	No refunds	After inspection complete based on a 4 year cycle
Other inspections	Regulatory Food, Health and Safety	Single point in time	Full payment prior to inspection	None	Set by State legislation or limited by legislation to the cost of provision	Applied fully on timing of inspection	Not applicable	Revenue recognised after inspection event occurs
Waste management collections	Kerbside collection service	Over time	Payment on an annual basis in advance	None	Adopted by council annually	Apportioned equally across the collection period	Not applicable	Output method based on regular weekly and fortnightly period as proportionate to collection service
Waste management entry fees	Waste treatment, recycling and disposal service at disposal sites	Single point in time	Payment in advance at gate or on normal trading terms if credit provided	None	Adopted by council annually	Based on timing of entry to facility	Not applicable	On entry to facility
Property hire and entry	Use of halls and facilities	Single point in time	In full in advance	Refund if event cancelled within 7 days	Adopted by council annually	Based on timing of entry to facility	Returns limited to repayment of transaction price	On entry or at conclusion of hire
Memberships	Gym and pool membership	Over time	Payment in full in advance	Refund for unused portion on application	Adopted by council annually	Apportioned equally across the access period	Returns limited to repayment of transaction price	Output method Over 12 months matched to access right
Fees and charges for other goods and services	Cemetery services, library fees, reinstatements and private works	Single point in time	Payment in full in advance	None	Adopted by council annually	Applied fully based on timing of provision	Not applicable	Output method based on provision of service or completion of works
Commissions	Commissions on licencing	Over time	Payment in full on sale	None	Set by mutual agreement with the customer	On receipt of funds	Not applicable	When assets are controlled
Reimbursements	Insurance claims	Single point in time	Payment in arrears for claimable event	None	Set by mutual agreement with the customer	When claim is agreed	Not applicable	When claim is agreed

**SHIRE OF WILLIAMS**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2021**

**11. ELECTED MEMBERS REMUNERATION**

	<b>2021/22 Budget</b>	<b>2020/21 Actual</b>	<b>2020/21 Budget</b>
	\$	\$	\$
<b>Cr Logie</b>			
President's allowance	4,698	4,606	4,606
Meeting attendance fees	3,850	3,843	3,800
Travel and accommodation expenses	20	0	100
	8,568	8,449	8,506
<b>Cr Major</b>			
Deputy President's allowance			
Meeting attendance fees	1,900	1,906	1,900
Travel and accommodation expenses	150	144	250
	2,050	2,050	2,150
<b>Cr Baker</b>			
Meeting attendance fees	1,800	1,381	1,400
Travel and accommodation expenses	20	0	50
	1,820	1,381	1,450
<b>Cr Carne</b>			
Meeting attendance fees	1,800	1,823	1,800
Travel and accommodation expenses	300	315	350
	2,100	2,138	2,150
<b>Cr Harding</b>			
Meeting attendance fees	1,800	1,830	1,800
Travel and accommodation expenses	300	315	350
	2,100	2,145	2,150
<b>Cr Medlen</b>			
Meeting attendance fees	1,800	1,388	1,350
Travel and accommodation expenses	300	296	400
	2,100	1,684	1,750
<b>Cr Panizza</b>			
Meeting attendance fees	1,800	1,830	1,800
Travel and accommodation expenses	850	837	900
	2,650	2,667	2,700
<b>Cr Price</b>			
Meeting attendance fees	1,800	1,747	1,750
Travel and accommodation expenses	20	0	50
	1,820	1,747	1,800
<b>Cr Watt</b>			
Meeting attendance fees	1,800	1,457	1,400
Travel and accommodation expenses	20	0	50
	1,820	1,457	1,450
<b>Total Elected Member Remuneration</b>	25,028	23,718	24,106
President's allowance	4,698	4,606	4,606
Deputy President's allowance	0	0	0
Meeting attendance fees	18,350	17,205	17,000
Travel and accommodation expenses	1,980	1,907	2,500
	25,028	23,718	24,106

**SHIRE OF WILLIAMS**  
**NOTES TO AND FORMING PART OF THE BUDGET**  
**FOR THE YEAR ENDED 30 JUNE 2022**

**12. OTHER INFORMATION**

	<b>2021/22 Budget</b>	<b>2020/21 Actual</b>	<b>2020/21 Budget</b>
	\$	\$	\$
<b>The net result includes as revenues</b>			
<b>(a) Interest earnings</b>			
Investments			
- Reserve funds	3,736	3,077	5,354
- Other funds	1,000	845	2,500
Other interest revenue (refer note 1b)	8,500	8,571	9,725
	<u>13,236</u>	<u>12,493</u>	<u>17,579</u>
<b>(b) Other revenue</b>			
Reimbursements and recoveries	27,850	36,089	26,600
Other	27,500	33,206	32,500
	<u>55,350</u>	<u>69,295</u>	<u>59,100</u>
<b>The net result includes as expenses</b>			
<b>(c) Auditors remuneration</b>			
Audit services	18,000	17,800	18,000
	<u>18,000</u>	<u>17,800</u>	<u>18,000</u>
<b>(d) Interest expenses (finance costs)</b>			
Borrowings (refer Note 6(a))	30,971	28,031	28,490
	<u>30,971</u>	<u>28,031</u>	<u>28,490</u>
<b>(e) Write offs</b>			
Fees and charges	500	916	0
	<u>500</u>	<u>916</u>	<u>0</u>

**SHIRE OF WILLIAMS**  
**NOTES TO AND FORMING PART OF THE BUDGET**  
**FOR THE YEAR ENDED 30 JUNE 2022**

**13. INTERESTS IN JOINT ARRANGEMENTS**

The Shire has a joint venture agreement with the Department of Communities for the provision of housing at Sandalwood Crt and Wandoo Cottages both located on Growse Street, Williams. For accounting purposes this joint arrangement constitutes a joint operation. The assets are land and 8 x 2 bedroom units. The ownership of the assets is determined by an agreement which includes the percentage of each parties equitable interest. The assets are included in the Land and Buildings as follows:

	<b>2021/22 Budget</b>	<b>2020/21 Actual</b>
	\$	\$
<b>Non-current assets</b>		
Land and Buildings		
Wandoo Court (2 x 2 bedroom units) @ 28.34%	122,651	122,651
Less: accumulated depreciation	(3,230)	(1,615)
	119,421	121,036
Sandalwood Court (6 x 2 bedroom units) @ 16.10%	171,747	171,747
Less: accumulated depreciation	(5,478)	(2,739)
	166,269	169,008
<b>Total Assets</b>	285,690	290,044

**SIGNIFICANT ACCOUNTING POLICIES**

**INTERESTS IN JOINT ARRANGEMENTS**

Joint arrangements represent the contractual sharing of control between parties in a business venture where unanimous decisions about relevant activities are required.

Separate joint venture entities providing joint venturers with an interest to net assets are classified as a joint venture and accounted for using the equity method.

Joint venture operations represent arrangements whereby joint operators maintain direct interests in each asset and exposure to each liability of the arrangement. The Shire of Williams's interests in the assets liabilities revenue and expenses of joint operations are included in the respective line items of the financial statements.

**SHIRE OF WILLIAMS**  
**NOTES TO AND FORMING PART OF THE BUDGET**  
**FOR THE YEAR ENDED 30 JUNE 2022**

**14. TRUST FUNDS**

Funds held at balance date which are required by legislation to be credited to the trust fund and which are not included in the financial statements are as follows:

<b>Detail</b>	<b>Balance 30 June 2021</b>	<b>Estimated amounts received</b>	<b>Estimated amounts paid</b>	<b>Estimated balance 30 June 2022</b>
	\$	\$	\$	\$
Public Open Space Contribution	20,000	0	(20,000)	0
	20,000	0	(20,000)	0



**SHIRE OF WILLIAMS**  
**NOTES TO AND FORMING PART OF THE BUDGET**  
**FOR THE YEAR ENDED 30 JUNE 2022**

**15. SIGNIFICANT ACCOUNTING POLICIES - OTHER INFORMATION**

**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.

**CRITICAL ACCOUNTING ESTIMATES**

The preparation of a 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.

**ROUNDING OFF FIGURES**

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

**COMPARATIVE FIGURES**

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

**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.

SUPPLEMENTARY INFORMATION - ACQUISITION OF ASSETS

Expenditure	Financing			
	Grants and Contributions	Sale Proceeds / Borrowings	Reserves	General Revenue
<b>Land and Buildings</b>				
Sandalwood Crt Refurbishment	25,000	-	25,000	-
Single Person Unit - Carport	20,000	-	20,000	-
Building Refurbishments	15,000	-	15,000	-
Mens Shed	54,483	40,000	-	14,483
Archive Room	30,000	-	30,000	-
Childcare - (Foyer, Kitchen,Office)	40,000	-	40,000	-
<b>184,483</b>	<b>40,000</b>	<b>-</b>	<b>130,000</b>	<b>14,483</b>
<b>FURNITURE AND EQUIPMENT</b>				
Office Printer	7,000	-	-	7,000
Office Server Replacement	50,000	-	-	50,000
<b>57,000</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>57,000</b>
<b>Plant and Equipment</b>				
Mazda CX5 - WL16	37,000	-	18,000	19,000
Road Grader - WL61	375,000	-	100,000	214,160
Toro Reelmaster Mower	37,000	-	8,000	29,000
4 x 2 Single Cab Hi Rise Ute - WL5826	27,000	-	10,000	17,000
<b>476,000</b>	<b>-</b>	<b>136,000</b>	<b>60,840</b>	<b>279,160</b>
<b>Infrastructure - Roads &amp; Drainage</b>				
Project Grant - Congelin Narragin Rd	158,526	105,682	-	52,844
Project Grant - Quindanning Darkan Rd	281,700	187,899	-	93,801
RTR - York Williams Rd	103,298	103,298	-	-
RTR - Clayton Rd	92,814	92,814	-	-
Council - Brooking Street	124,500	-	-	124,500
LRCI - Rosseloty Street	140,000	140,000	-	-
Council - Narrakine Rd	15,900	-	-	15,900
Council - Pig Gully Rd	21,265	-	-	21,265
Council - Townsite Drainage	30,000	-	-	30,000
Council - Road Upgrades	95,506	-	-	95,506
<b>1,063,510</b>	<b>629,693</b>	<b>-</b>	<b>-</b>	<b>433,816</b>
<b>Infrastructure - Parks and Gardens</b>				
Carpark - Lions Park	134,400	116,300	-	18,100
Town Hall Park (Phase 1)	101,044	84,929	-	16,115
Town Hall Park (Phase 2)	30,000	30,000	-	-
Eagle Sculpture (Final Payment)	20,455	12,272	-	3,183
Cemetery Improvements - Marling	5,000	-	-	5,000
Cemetery Gazebo - Williams	15,000	10,000	-	5,000
Townscape Brooking Street (Phase 1)	18,463	18,463	-	-
Entry Statements (Phase 2)	11,836	11,836	-	-
Playground Recreation Centre	20,000	-	-	20,000
Depot Fuel Facility	65,000	-	-	65,000
Synthetic Bowling Green	210,000	-	-	210,000
<b>631,199</b>	<b>283,800</b>	<b>-</b>	<b>46,115</b>	<b>301,284</b>
<b>Total</b>	<b>2,412,193</b>	<b>136,000</b>	<b>236,955</b>	<b>1,085,743</b>