



Department of
**Local Government, Sport
and Cultural Industries**



Shire of Country Annual Financial Report Model

For the year ended 30 June 2024

SHIRE OF COUNTRY
FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2024

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AASB 101.138(b)

The Shire of Country conducts the operations of a local government with the following community vision:

The Shire will endeavour to provide the community services and facilities to meet the needs of the members of the community and enable them to enjoy a pleasant and healthy way of life.

AASB 101.138(a)

Principal place of business:
1 Main Street
Country Shire

**SHIRE OF COUNTRY
FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2024**

*Local Government Act 1995
Local Government (Financial Management) Regulations 1996*

STATEMENT BY CEO

The accompanying financial report of the Shire of Country has been prepared in compliance with the provisions of the *Local Government Act 1995* from proper accounts and records to present fairly the financial transactions for the reporting period ended 30 June 2024 and the financial position as at 30 June 2024.

At the date of signing this statement the particulars included in the financial report are not misleading or inaccurate.

Signed on the _____ day of _____ 2024

CEO

Name of CEO

AASB 101.5 **SHIRE OF COUNTRY**
AASB 101.10(b),(ea),10A **STATEMENT OF COMPREHENSIVE INCOME**
AASB 101.38 **FOR THE YEAR ENDED 30 JUNE 2024**
AASB 101.51

	NOTE	2024 Actual	2024 Budget	2023 Actual
		\$	\$	\$
FM Reg 36(2)(c)				
FM Reg 14 AASB 101.82(a) AASB 101.99		Revenue		
FM Reg 36(2)(c)	2(a), 29	37,662,797	37,578,489	36,868,923
FM Reg 36(2)(c)	2(a)	7,331,075	4,210,770	8,171,126
FM Reg Schedule 1 Part 2	2(a)	19,216,934	18,689,885	18,336,718
AASB 101.113	2(a)	110,365	110,500	110,500
	2(a)	862,293	749,843	777,577
	2(a)	523,333	432,352	1,154,367
		65,706,797	61,771,839	65,419,211
		Expenses		
	2(b)	(25,798,619)	(26,016,189)	(25,248,758)
		(22,864,204)	(19,769,832)	(19,405,109)
		(1,965,880)	(1,853,085)	(1,770,653)
AASB 16.49	10(a)	(14,757,406)	(14,330,986)	(13,920,066)
AASB 101.82(b) AASB 16.49		(547,846)	(545,230)	(578,906)
		(685,505)	(706,845)	(765,138)
	2(b)	(1,478,516)	(687,610)	(796,759)
		(68,097,976)	(63,909,777)	(62,485,389)
		(2,391,179)	(2,137,938)	2,933,822
	2(a)	14,742,296	9,782,221	18,810,754
		29,653	13,575	439,462
		(298,878)	(97,420)	(41,763)
	4(b)	5,643	5,200	5,108
	12	111,274	0	0
AASB 101.82(c)	26(e)	9,234	1,000	(7,947)
	9(a)		0	(102,356)
		14,599,222	9,704,576	19,103,258
AASB 101.81A(a)		12,208,043	7,566,638	22,037,080
AASB 101.85		Other comprehensive income for the period		
AASB 101.82A(a)(i)		<i>Items that will not be reclassified subsequently to profit or loss</i>		
AASB 101.96	19	1,274,424	0	(42,118,667)
AASB 101.82A(b)	19, 26(b),(c)	176	0	(568)
AASB 101.81A(b)	19	1,274,600	0	(42,119,235)
AASB 101.81A(c)		13,482,643	7,566,638	(20,082,155)

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

AASB 101.5 **SHIRE OF COUNTRY**
AASB 101.10(a)(ea) **STATEMENT OF FINANCIAL POSITION**
AASB 101.10A **AS AT 30 JUNE 2024**
AASB 101.38

	NOTE	2024 \$	2023 \$
CURRENT ASSETS			
AASB 101.54(i)	3	24,562,679	19,641,775
AASB 101.54(h)	5	2,538,396	1,932,632
AASB 101.54(d)	4(a)	9,332,905	8,372,692
AASB 101.54(i)	6	871,954	2,990,822
AASB 101.51	7	910,757	695,592
AASB 101.54(j) AASB 5.38	7	653,000	0
AASB 101.55		38,869,691	33,633,513
NON-CURRENT ASSETS			
AASB 101.54(h)	5	195,448	164,810
AASB 101.54(d)	4(b)	2,381,240	541,440
AASB 101.54(g)	6	3,530,361	1,320,960
AASB 101.54(e)	26(a)	210,807	206,897
AASB 101.54(a)	8	155,995,546	148,411,113
AASB 101.54(a)	9	399,393,226	400,520,344
AASB 16.47(a)	11(a)	1,178,821	931,259
AASB 101.54(b)	12	2,346,684	2,235,410
AASB 101.54(c)	13	1,331,450	11,450
AASB 101.55		566,563,583	554,343,683
AASB 101.55		605,433,274	587,977,196
CURRENT LIABILITIES			
AASB 101.54(k)	14	4,169,296	3,688,810
AASB 101.55	15	5,888,802	2,942,157
AASB 16.47(b)	11(b)	205,134	127,670
AASB 101.54(m)	16	2,788,105	2,780,672
AASB 101.54(l)	17	5,262,089	4,374,895
AASB 101.54(l)	18	306,484	265,094
AASB 101.55		18,619,910	14,179,298
NON-CURRENT LIABILITIES			
AASB 101.55	15	307,010	481,437
AASB 16.47(b)	11(b)	302,743	241,166
AASB 101.54(m)	16	12,534,528	12,958,535
AASB 101.54(l)	17	735,698	689,941
AASB 101.54(l)	18	1,394,610	1,370,687
AASB 101.55		15,274,589	15,741,766
AASB 101.55		33,894,499	29,921,064
AASB 101.55		571,538,775	558,056,132
EQUITY			
AASB 101.54(r)		432,253,662	422,241,633
AASB 101.54(r) AASB 1058.37(b)	32	18,120,032	15,924,018
AASB 101.54(r)	19	121,165,081	119,890,481
AASB 101.55		571,538,775	558,056,132

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

AASB 101.5 **SHIRE OF COUNTRY**
AASB 101.10(c)(ea) **STATEMENT OF CHANGES IN EQUITY**
AASB 101.10A **FOR THE YEAR ENDED 30 JUNE 2024**
AASB 101.38
AASB 101.51
AASB 101.106

	NOTE	RETAINED SURPLUS \$	RESERVE ACCOUNTS \$	REVALUATION SURPLUS \$	TOTAL EQUITY \$
AASB 101.106(d)		400,585,766	15,542,805	162,009,716	578,138,287
Comprehensive income for the period					
AASB 101.106(d)(i)		22,037,080	0	0	22,037,080
AASB 101.106(d)(ii)	19	0	0	(42,119,235)	(42,119,235)
AASB 101.106(a)		<u>22,037,080</u>	<u>0</u>	<u>(42,119,235)</u>	<u>(20,082,155)</u>
AASB 1058.37(b)	32	11,955,350	(11,955,350)	0	0
AASB 1058.37(b)	32	(12,336,563)	12,336,563	0	0
		422,241,633	15,924,018	119,890,481	558,056,132
Comprehensive income for the period					
AASB 101.106(d)(i)		12,208,043	0	0	12,208,043
AASB 101.106(d)(ii)	19	0	0	1,274,600	1,274,600
AASB 101.106(a)		<u>12,208,043</u>	<u>0</u>	<u>1,274,600</u>	<u>13,482,643</u>
AASB 1058.37(b)	32	7,726,291	(7,726,291)	0	0
AASB 1058.37(b)	32	(9,922,305)	9,922,305	0	0
		432,253,662	18,120,032	121,165,081	571,538,775

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

AASB 101.5
AASB 101.10(d)(ea)
AASB 101.38
AASB 101.51
AASB 101.113

**SHIRE OF COUNTRY
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2024**

	NOTE	2024 Actual \$	2023 Actual \$
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts			
FM Reg Schedule 1 Part 2		37,385,478	37,102,955
		8,704,591	7,739,997
		19,208,747	19,456,922
		110,365	110,500
AASB 107.31		862,293	777,577
Interpretation 1031		188,655	632,603
		523,333	1,154,367
		66,983,462	66,974,921
Payments			
		(24,976,590)	(25,525,584)
		(23,736,595)	(20,580,217)
		(1,965,880)	(1,770,653)
AASB 107.32 AASB 16.50 (b)		(545,521)	(578,906)
		(685,505)	(765,138)
Interpretation 1031		(617,736)	(269,111)
		(205,290)	(170,283)
		(52,733,117)	(49,659,892)
		14,250,345	17,315,029
Net cash provided by operating activities			
CASH FLOWS FROM INVESTING ACTIVITIES			
		(2,960,213)	0
		0	(10,250)
AASB 107.16(a)		(8,625,389)	(13,014,698)
AASB 107.16(a)		(8,717,567)	(16,792,577)
AASB 107.16(a)	12	0	(560,345)
AASB 107.16(a)	13	(1,650,000)	0
AASB 107.16		12,440,968	18,158,368
		5,500	500
AASB 107.16(e)		165,843	161,630
AASB 107.16(b)		591,200	1,374,912
		(8,749,658)	(10,682,460)
Net cash (used in) investing activities			
CASH FLOWS FROM FINANCING ACTIVITIES			
AASB 107.10 AASB 107.21		(2,466,574)	(1,930,557)
AASB 107.17(d)	31(a)	(163,209)	(105,249)
AASB 16.50(a)	31(d)	2,050,000	0
AASB 107.17(c)	31(a)		
		(579,783)	(2,035,806)
Net cash (used in) financing activities			
Net increase in cash held			
		4,920,904	4,596,763
		19,641,775	15,045,012
AASB 107.45		24,562,679	19,641,775

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

AASB 101.5
AASB 101.10(ea)
AASB 101.38
AASB 101.51
AASB 101.113
FM Reg 36(2)(a),(b)

**SHIRE OF COUNTRY
STATEMENT OF FINANCIAL ACTIVITY
FOR THE YEAR ENDED 30 JUNE 2024**

	NOTE	2024 Actual \$	2024 Budget \$	2023 Actual \$
OPERATING ACTIVITIES				
Revenue from operating activities				
General rates	29	37,501,028	37,427,038	36,723,909
Rates excluding general rates	29	161,769	151,451	145,014
Grants, subsidies and contributions		7,331,075	4,210,770	8,171,126
Fees and charges		19,216,934	18,689,885	18,336,718
Service charges		110,365	110,500	110,500
Interest revenue		862,293	749,843	777,577
Other revenue		523,333	432,352	1,154,367
Profit on asset disposals		29,653	13,575	439,462
Fair value adjustments to financial assets at fair value through profit or loss	4(b)	5,643	5,200	5,108
Fair value adjustments to investment property	13	111,274	0	0
Share of net profit of associates accounted for using the equity method	26(e)	9,234	1,000	(7,947)
		65,862,601	61,791,614	65,855,834
Expenditure from operating activities				
Employee costs		(25,798,619)	(26,016,189)	(25,248,758)
Materials and contracts		(22,864,204)	(19,769,832)	(19,405,109)
Utility charges		(1,965,880)	(1,853,085)	(1,770,653)
Depreciation		(14,757,406)	(14,330,986)	(13,920,066)
Finance costs		(547,846)	(545,230)	(578,906)
Insurance		(685,505)	(706,845)	(765,138)
Other expenditure		(1,478,516)	(687,610)	(796,759)
Loss on asset disposals		(298,878)	(97,420)	(41,763)
Loss on revaluation of non-current assets		0	0	(102,356)
		(68,396,854)	(64,007,197)	(62,629,508)
Non-cash amounts excluded from operating activities	30(a)	11,478,121	13,718,024	10,649,280
Amount attributable to operating activities		8,943,868	11,502,441	13,875,606
INVESTING ACTIVITIES				
Inflows from investing activities				
Capital grants, subsidies and contributions		14,742,296	9,782,221	18,810,754
Proceeds from disposal of assets		591,200	1,239,561	1,374,912
Proceeds from financial assets at amortised cost - self supporting loans	31(a)	165,843	165,843	161,630
Distributions from investments in associates	26(b),(c)	5,500	0	500
		15,504,839	11,187,625	20,347,796
Outflows from investing activities				
Payments for investments in associates		0	0	(10,250)
Right of use assets received - non cash	11(a)	(302,250)	(300,000)	(156,400)
Purchase of property, plant and equipment	8(a)	(9,281,389)	(13,840,475)	(13,314,698)
Purchase and construction of infrastructure	9(a)	(11,882,645)	(11,604,000)	(16,792,577)
Purchase of investment property	12	0	0	(560,345)
Payments for intangible assets	13	(1,650,000)	(1,000,000)	0
		(23,116,284)	(26,744,475)	(30,834,270)
Non-cash amounts excluded from investing activities	30(b)	127,823	(350,000)	(103,900)
Amount attributable to investing activities		(7,483,622)	(15,906,850)	(10,590,374)
FINANCING ACTIVITIES				
Inflows from financing activities				
Proceeds from borrowings	31(a)	2,050,000	2,200,000	0
Proceeds from new leases - non cash	32(d)	302,250	300,000	156,400
Transfers from reserve accounts	32	7,726,291	5,415,739	11,955,350
		10,078,541	7,915,739	12,111,750
Outflows from financing activities				
Repayment of borrowings	31(a)	(2,466,574)	(2,274,123)	(1,930,557)
Payments for principal portion of lease liabilities	31(d)	(163,209)	(162,670)	(105,249)
Transfers to reserve accounts	32	(9,922,305)	(7,047,233)	(12,336,563)
		(12,552,088)	(9,484,026)	(14,372,369)
Non-cash amounts excluded from financing activities		(302,250)	(300,000)	(156,400)
Amount attributable to financing activities		(2,775,797)	(1,868,287)	(2,417,019)
MOVEMENT IN SURPLUS OR DEFICIT				
Surplus or deficit at the start of the financial year	30(c)	6,272,696	6,272,696	5,404,483
Amount attributable to operating activities		8,943,868	11,502,441	13,875,606
Amount attributable to investing activities		(7,483,622)	(15,906,850)	(10,590,374)
Amount attributable to financing activities		(2,775,797)	(1,868,287)	(2,417,019)
Surplus or deficit after imposition of general rates	30(c)	4,957,145	0	6,272,696

FM Reg 22(1)(d)(iii)

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

**SHIRE OF COUNTRY
FOR THE YEAR ENDED 30 JUNE 2024
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**SHIRE OF COUNTRY
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2024**

AASB 101.51
AASB 101.112
AASB 101.10(e)
AASB 101.117

1. BASIS OF PREPARATION

AASB 1054.7

The financial report of the Shire of Country which is a Class 4 local government comprises general purpose financial statements which have 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 financial report be prepared in accordance with the *Local Government Act 1995* and, to the extent that they are not inconsistent with the *Local Government Act 1995*, 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 except for disclosure requirements of:

- AASB 7 *Financial Instruments Disclosures*
- AASB 16 *Leases* paragraph 58
- AASB 101 *Presentation of Financial Statements* paragraph 61
- AASB 107 *Statement of Cash Flows* paragraphs 43 and 45
- AASB 116 *Property, Plant and Equipment* paragraph 79
- AASB 137 *Provisions, Contingent Liabilities and Contingent Assets* paragraph 85
- AASB 140 *Investment Property* paragraph 75(f)
- AASB 1052 *Disaggregated Disclosures* paragraph 11
- AASB 1054 *Australian Additional Disclosures* paragraph 16

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.

AASB 108.13

Accounting policies which have been adopted in the preparation of this financial report have been consistently applied unless stated otherwise. Except for cash flow and rate setting information, the financial report 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.

AASB 101.122
AASB 101.125

Critical accounting estimates and judgements

The preparation of a financial report 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 amounts of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

As with all estimates, the use of different assumptions could lead to material changes in the amounts reported in the financial report.

The following are estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year and further information on their nature and impact can be found in the relevant note:

- Fair value measurement of assets carried at reportable value including:
 - Property, plant and equipment - note 8
 - Infrastructure - note 9
- Expected credit losses on financial assets - note 5
- Assets held for sale - note 7
- Impairment losses of non-financial assets - note 8 and 9
- Estimated useful life of intangible assets - note 12
- Investment property - note 13
- Measurement of employee benefits - note 17
- Measurement of provisions - note 18

Fair value heirarchy information can be found in note 28

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 financial report.

All monies held in the Trust Fund are excluded from the financial statements. A separate statement of those monies appears at Note 33 of the financial report.

Initial application of accounting standards

During the current year, the following new or revised Australian Accounting Standards and Interpretations were applied for the first time.

- AASB 2021-2 *Amendments to Australian Accounting Standards - Disclosure of Accounting Policies or Definition of Accounting Estimates*

This standard resulted in terminology changes relating to material accounting policies (formerly referred to as significant accounting policies).

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*

These amendments are not expected to have any material impact on the financial report on initial application.

These amendment may result in changes to the fair value of non-financial assets. The impact is yet to be quantified.

- AASB 2023-1 *Amendments to Australian Accounting Standards - Supplier Finance Arrangements*

These amendments may result in additional disclosures in the case of applicable finance arrangements.

AASB 108.28

AASB 108.30

SHIRE OF COUNTRY
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2024

2. REVENUE AND EXPENSES

(a) Revenue

Contracts with customers

AASB15.110 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:

AASB15.119
AASB15.124
AASB15.125
AASB15.126

Revenue Category	Nature of goods and services	When obligations typically satisfied	Payment terms	Returns/Refunds/Warranties	Timing of revenue recognition
Grants, subsidies and contributions	Community events, minor facilities, research, design, planning evaluation and services	Over time	Fixed terms transfer of funds based on agreed milestones and reporting	Contract obligation if project not complete	Output method based on project milestones and/or completion date matched to performance obligations
Fees and charges - licences, registrations, approvals	Building, planning, development and animal management.	Single point in time	Full payment prior to issue	None	On payment of the licence, registration or approval
Fees and charges - 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	On entry to facility
Fees and charges - airport landing charges	Permission to use facilities and runway	Single point in time	Monthly in arrears	None	On landing/departure event
Fees and charges - sale of stock	Aviation fuel, kiosk and visitor centre stock	Single point in time	In full in advance, on 15 day credit	Refund for faulty goods	At point of sale
Other revenue - private works	Contracted private works	Single point in time	Monthly in arrears	None	At point of service

AASB 15.122, 126 (a) Consideration from contracts with customers is included in the transaction price.

Revenue Recognition

AASB 15.113 (a) Revenue recognised during the year under each basis of recognition by nature of goods or services is provided in the table below:

For the year ended 30 June 2024

Nature	Contracts with customers	Capital grant/contributions	Statutory Requirements	Other	Total
	\$	\$	\$	\$	\$
AASB 1058.28 Rates	0	0	37,662,797	0	37,662,797
AASB 15.114 Grants, subsidies and contributions	560,000	0	126,368	6,644,707	7,331,075
AASB 1058.28 Fees and charges	4,344,761	0	11,674,113	3,198,060	19,216,934
Service charges	0	0	110,365	0	110,365
AASB 1058.29(a)(i) Interest revenue	0	0	37,985	824,308	862,293
Other revenue	161,134	0	0	362,199	523,333
Capital grants, subsidies and contributions	0	11,280,954	2,648,711	812,631	14,742,296
Total	5,065,895	11,280,954	52,260,339	11,841,905	80,449,093

For the year ended 30 June 2023

Nature	Contracts with customers	Capital grant/contributions	Statutory Requirements	Other	Total
	\$	\$	\$	\$	\$
AASB 1058.28 Rates	0	0	36,868,923	0	36,868,923
AASB 15.114 Grants, subsidies and contributions	106,549	0	0	8,064,577	8,171,126
AASB 1058.28 Fees and charges	4,136,571	0	10,264,787	3,935,360	18,336,718
Service charges	0	0	110,500	0	110,500
AASB 1058.29(a)(i) Interest revenue	0	0	35,687	741,890	777,577
Other revenue	346,540	0	0	807,827	1,154,367
Capital grants, subsidies and contributions	0	16,487,941	1,567,410	755,403	18,810,754
Total	4,589,660	16,487,941	48,847,307	14,305,057	84,229,965

SHIRE OF COUNTRY
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FOR THE YEAR ENDED 30 JUNE 2024

2. REVENUE AND EXPENSES (Continued)

(a) Revenue (Continued)		Note	2024 Actual \$	2023 Actual \$
AASB 1058,23	Assets and services acquired below fair value			
AASB 1058,26 (a)	Contributed assets		3,821,078	300,000
AASB 1058,26 (b)	Recognised volunteer services		255,350	0
			4,076,428	300,000
AASB 1058,27	The Shire utilises volunteer services at the fire station, library and beach lifeguards. When beach lifeguard volunteers are not available, the Shire employs paid beach lifeguards, and therefore the fair value of beach lifeguard volunteers can be reliably measured. All other volunteer services are not recognised as revenue as the fair value of the services cannot be reliably estimated.			
	Interest revenue			
	Financial assets at amortised cost - self supporting loans		16,798	21,011
	Interest on reserve account funds		382,176	334,404
FM Reg 43 (b)	Trade and other receivables overdue interest		2,534	2,368
	Other interest revenue		460,785	419,794
			862,293	777,577
FM Reg 36(2)(d)	The 2024 original budget estimate in relation to: Trade and other receivables overdue interest was \$2,500.			
	Fees and charges relating to rates receivable			
FM Reg 43 (c)(i)	Charges on instalment plan		73,164	70,850
FM Reg 36(2)(d)	The 2024 original budget estimate in relation to: Charges on instalment plan was \$71,500.			
	(b) Expenses			
	Auditors remuneration			
AASB 1054,10	- Audit of the Annual Financial Report		45,689	41,067
AASB 1054,11	- Other services – grant acquittals		3,674	3,168
			49,363	44,235
	Employee Costs			
AASB 101,97	Employee benefit costs		23,347,167	22,953,416
AASB 119,25	Other employee costs		2,451,452	2,295,342
			25,798,619	25,248,758
	Other expenditure			
AASB 1058,29 (a) (ii)	Impairment losses on rates and statutory receivables		3,681	1,145
AASB 15,113 (b)	Impairment losses on trade receivables		4,897	1,317
AASB 15,113 (b)	Impairment losses on other receivables		1,980	1,659
AASB 15,113 (b)	Impairment losses on contract assets		8,740	0
AASB 136,126 (a)	Impairment losses on property, plant and equipment	8(a)	95,000	0
	Write down of inventories to net realisable value	6	1,162,609	623,500
	Sundry expenses		201,609	169,138
			1,478,516	796,759
AASB 15,118(c)	The impairment loss on contract assets has been recognised in relation to expenditure incurred for a future event for which grant funding is yet to be received. This amount has been recognised as revenue as the Shire has satisfied the relevant performance obligations in the contract. The Shire has calculated the loss allowance to take into account the credit risk associated with the event being cancelled due to ongoing uncertainties.			

**SHIRE OF COUNTRY
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2024**

AASB 101.10(e)(ea)
AASB 101.38

5. TRADE AND OTHER RECEIVABLES

AASB 101.66
AASB 101.77
AASB 101.78(b)
AASB 9.5.1.3, 9.5.2.1
AASB 1058.29(a)
AASB 15.116 (a)
AASB 9.5.1.3, 9.5.2.1
Interpretation 1031
AASB 9.5.1.3
AASB 9.5.5.1
AASB 9.5.5.1
AASB 9.5.5.1

Current

Rates and statutory receivables
Trade receivables
Other receivables
GST receivable
Receivables for employee related provisions
Allowance for credit losses of rates and statutory receivables
Allowance for credit losses of trade receivables
Allowance for credit losses of other receivables

Note	2024 \$	2023 \$
	999,070	756,897
	619,220	763,909
	406,531	331,212
	504,760	75,679
	25,034	20,253
	(1,568)	(2,332)
	(12,347)	(11,030)
	(2,304)	(1,956)
	2,538,396	1,932,632
	195,448	164,810
	195,448	164,810

AASB 101.66,77
AASB 9.5.1.1, 5.2.1

Non-current

Pensioner's rates and ESL deferred

AASB 15.116 (a)

Disclosure of opening and closing balances related to contracts with customers

Information about receivables from contracts with customers along with financial assets and associated liabilities arising from transfers to enable the acquisition or construction of recognisable non financial assets is:

Trade and other receivables from contracts with customers
Contract assets
Allowance for credit losses of trade receivables
Allowance for impairment of contract assets
Total trade and other receivables from contracts with customers

Note	30 June 2024 Actual \$	30 June 2023 Actual \$	1 July 2022 Actual \$
	478,071	525,274	538,382
7	124,954	23,000	12,560
5	(12,347)	(11,030)	(11,546)
7	(8,740)	0	0
	581,938	537,244	539,396

AASB 101.117

MATERIAL ACCOUNTING POLICIES

Rates and statutory receivables

Rates and statutory receivables are non-contractual receivables arising from statutory requirements and include amounts due from ratepayers for unpaid rates and service charges and other statutory charges or fines.

AASB 9.Aus2.1.1

Rates and statutory receivables are recognised when the taxable event has occurred and can be measured reliably.

AASB 9.C6
AASB 9.C7

Trade receivables

Trade receivables are amounts receivable from contractual arrangements with customers for goods sold, services performed or grants or contributions with sufficiently specific performance obligations or for the construction of recognisable non financial assets as part of the ordinary course of business.

Other Receivables

Other receivables are amounts receivable from contractual arrangements with third parties other than contracts with customers including grants for the construction of recognisable non financial assets.

Measurement

Trade and other receivables are recognised initially at the amount of the transaction price, unless they contain a significant financing component, and are to be recognised at fair value.

AASB 9.5.1.3

Classification and subsequent measurement

Receivables which are generally due for settlement within 30 days except rates receivables which are expected to be collected within 12 months are classified as current assets. All other receivables such as, deferred pensioner rates receivable after the end of the reporting period are classified as non-current assets.

AASB 101.66

Trade and other 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.

AASB 13.97,93(b),(d)

SHIRE OF COUNTRY
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2024

6. INVENTORIES

	Note	2024	2023
AASB 101.77		\$	\$
AASB 102.36(b)		568,974	473,684
AASB 101.78(c)		126,840	80,654
		10,656	79,500
		165,484	2,356,984
		871,954	2,990,822
		56,040	56,040
		3,474,321	1,264,920
		3,530,361	1,320,960
		4,311,782	3,936,999
AASB 102.36(d)		(997,735)	(567,401)
AASB 102.36(e)	2(b)	(1,162,609)	(623,500)
		2,250,877	1,565,684
AASB 102.36(b)		4,402,315	4,311,782

The following movements in inventories occurred during the year:

Balance at beginning of year

Inventories expensed during the year

Write down of inventories to net realisable value

Additions to inventory

Balance at end of year

MATERIAL ACCOUNTING POLICIES

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.

Land held for resale

Land held for development and resale 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.

Land held for resale (Continued)

Borrowing 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 onto the buyer at this point.

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

**SHIRE OF COUNTRY
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2024**

AASB 101.10(e)(ea)
AASB 101.38

7. OTHER ASSETS

	2024	2023
	\$	\$
Other assets - current		
AASB 101.77,78(b) Prepayments	505,684	566,051
Accrued income	288,859	106,541
AASB 15.116(a) Contract assets	124,954	23,000
AASB 15.113(b) Allowance for impairment of contract assets	(8,740)	0
	910,757	695,592
Non-current assets held for sale		
AASB 5.38 Land	653,000	0
	653,000	0

Land classified as held for sale

AASB 5.41(a),(b),(c) During the year Council elected to dispose of vacant land on Main Street. The land is currently being marketed for sale. The property is to be disposed of by public auction in August 2024, with a number of parties having already shown an interest in the property.

Contract assets

AASB 15.117 The Shire's contract assets represent work completed, which have not been invoiced at year end. This is due to the Shire not having met all the performance obligations in the contract which give an unconditional right to receive consideration. AASB 15.118(b) The Shire applies the simplified approach to measure expected credit losses which uses a lifetime expected loss allowance for all contract assets. To measure the expected credit losses, contract assets have been grouped based on shared credit risk characteristics and the days past due. Contract assets have substantially the same risk characteristics as the trade receivables for the same types of contracts. The Shire has therefore concluded that the expected loss rates for trade receivables are a reasonable approximation of the loss rates for the contract assets.

AASB 15.118(b) Impairment of assets associated with contracts with customers are detailed in Note 2(b).

AASB 101.117

MATERIAL ACCOUNTING POLICIES

Other current assets

Other non-financial assets include prepayments which represent payments in advance of receipt of goods or services or that part of expenditure made in one accounting period covering a term extending beyond that period.

Non-current assets held for sale

AASB 5.6 to 12A Assets are classified as held for sale where the carrying amount will be recovered through a sale rather than continuing use and the asset is available for immediate sale with a sale being highly probable.

Non-current assets held for sale (Continued)

Non-current assets classified as held for sale are valued at the lower of the carrying amount and fair value less costs to sell.

The fair value of land and buildings was determined using the sales comparison approach using comparable properties in the area. This is a level 2 measurement as per the fair value hierarchy set out in Note 28(i).

AASB 5.15

AASB 13.91(a)

AASB 13.93(b),(d)

AASB 5.41(c)

SHIRE OF COUNTRY
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2024

AASB 101.10(e)(ea)
AASB 101.38

8. PROPERTY, PLANT AND EQUIPMENT

(a) Movements in Balances

Movement in the balances of each class of property, plant and equipment between the beginning and the end of the current financial year.

	Assets not subject to operating lease			Assets subject to operating lease		Total Property					Plant and Equipment		Total property, plant and equipment
	Land	Buildings - non-specialised	Buildings - specialised	Land	Buildings - non-specialised	Land	Buildings - non-specialised	Buildings - specialised	Work in progress	Total property	Furniture and equipment	Plant and equipment	
Balance at 1 July 2022	64,119,340	1,768,581	55,550,672	10,657	563,138	64,129,997	2,331,719	55,550,672	3,404,707	125,417,095	4,204,094	8,597,792	138,218,981
AASB 116.73(e)(i) Additions	0	1,865,984	6,547,507	0	0	0	1,865,984	6,547,507	1,508,964	9,922,455	45,311	3,346,932	13,314,698
AASB 116.73(e)(k) Disposals	0	(236,541)	0	0	0	0	(236,541)	0	0	(236,541)	0	(740,672)	(977,213)
AASB 116.73(e)(vi) Depreciation	0	(46,155)	(900,290)	0	(6,435)	0	(52,590)	(900,290)	0	(952,880)	(342,141)	(850,332)	(2,145,353)
Transfers	0	0	2,567,097	0	0	0	0	2,567,097	(2,567,097)	0	0	0	0
Balance at 30 June 2023	64,119,340	3,351,869	63,764,986	10,657	556,703	64,129,997	3,908,572	63,764,986	2,346,574	134,150,129	3,907,264	10,353,720	148,411,113
Comprises:													
AASB 116.73(d) Gross balance amount at 30 June 2023	64,119,340	3,398,024	68,019,886	10,657	563,138	64,129,997	3,961,162	68,019,886	2,346,574	138,457,619	4,904,276	13,058,723	156,420,618
AASB 116.73(d) Accumulated depreciation at 30 June 2023	0	(46,155)	(3,698,900)	0	(6,435)	0	(52,590)	(3,698,900)	0	(3,751,490)	(997,012)	(2,705,003)	(7,453,505)
AASB 116.73(d) Accumulated impairment loss at 30 June 2023	0	0	(556,000)	0	0	0	0	(556,000)	0	(556,000)	0	0	(556,000)
Balance at 30 June 2023	64,119,340	3,351,869	63,764,986	10,657	556,703	64,129,997	3,908,572	63,764,986	2,346,574	134,150,129	3,907,264	10,353,720	148,411,113
AASB 116.73(e)(i) Additions	0	403,470	3,319,701	0	0	0	403,470	3,319,701	2,227,620	5,950,791	704,665	2,625,933	9,281,389
AASB 116.73(e)(k) Disposals	(135,000)	0	0	0	0	(135,000)	0	0	0	(135,000)	0	(725,425)	(860,425)
AASB 116.73(e)(iv) Revaluation increments / (decrements) transferred to revaluation surplus	0	165,471	2,114,642	0	0	0	165,471	2,114,642	0	2,280,113	0	0	2,280,113
Assets classified as held for sale	(653,000)	0	0	0	0	(653,000)	0	0	0	(653,000)	0	0	(653,000)
Impairment (losses) / reversals *	0	0	0	0	0	0	0	0	0	0	0	(95,000)	(95,000)
AASB 116.73(e)(vi) Depreciation	0	(56,404)	(987,287)	0	(6,435)	0	(62,839)	(987,287)	0	(1,050,126)	(352,641)	(965,877)	(2,368,644)
Transfers	0	0	3,589,071	0	0	0	0	3,589,071	(3,589,071)	0	0	0	0
Balance at 30 June 2024	63,331,340	3,864,406	71,801,113	10,657	550,268	63,341,997	4,414,674	71,801,113	985,123	140,542,907	4,259,288	11,193,351	155,995,546
Comprises:													
AASB 116.73(d) Gross balance amount at 30 June 2024	63,331,340	3,966,965	77,043,300	10,657	563,138	63,341,997	4,530,103	77,043,300	985,123	145,900,523	5,808,941	14,959,231	166,468,695
AASB 116.73(d) Accumulated depreciation at 30 June 2024	0	(102,559)	(4,686,187)	0	(12,870)	0	(115,429)	(4,686,187)	0	(4,801,616)	(1,349,653)	(3,670,880)	(9,822,149)
AASB 116.73(d) Accumulated impairment loss at 30 June 2024	0	0	(556,000)	0	0	0	0	(556,000)	0	(556,000)	0	(95,000)	(651,000)
Balance at 30 June 2024	63,331,340	3,864,406	71,801,113	10,657	550,268	63,341,997	4,414,674	71,801,113	985,123	140,542,907	4,259,288	11,193,351	155,995,546

AASB 136.130(a) * The impairment loss relates to a grader damaged in an accident. The whole amount was recognised as other expense in profit or loss, as there was no amount included in the asset revaluation surplus relating to plant and equipment. Refer Note 2(b).

AASB 116.74A(a) An amount of \$90,000 (2023 – nil) was received from an insurance company as compensation for the damage to the grader.

**SHIRE OF COUNTRY
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AASB 101.10(e)(ea)

AASB 101.38

8. PROPERTY, PLANT AND EQUIPMENT (Continued)

AASB 13.91

(b) Carrying Amount Measurements

AASB 116.77

Asset Class	Fair Value Hierarchy	Valuation Technique	Basis of Valuation	Date of Last Valuation	Inputs Used
(i) Fair Value - as determined at the last valuation date					
Land and buildings					
Land	2	Market approach using recent observable market data for similar properties	Independent registered valuer	June 2020	Price per square metre
Buildings - non-specialised	2	Market approach using recent observable market data for similar properties	Independent registered valuer	June 2023	Price per square metre
Buildings - specialised	3	Cost approach using current replacement cost	Management valuation	June 2023	Construction costs and current condition, residual values and remaining useful life assessments inputs

Level 3 inputs are based on assumptions with regards to future values and patterns of consumption utilising current information. If the basis of these assumptions were varied, they have the potential to result in a significantly higher or lower fair value measurement.

During the period there were no changes in the valuation techniques used by the local government to determine the fair value of property, plant and equipment using either level 2 or level 3 inputs. The valuation techniques applied to property subject to lease was the same as that applied to property not subject to lease.

SHIRE OF COUNTRY
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2024

AASB 101,10(e)(ea)
AASB 101,38

9. INFRASTRUCTURE

(a) Movements in Balances

Movement in the balances of each class of infrastructure between the beginning and the end of the current financial year.

	Infrastructure - roads \$	Infrastructure - footpaths \$	Infrastructure - drainage \$	Infrastructure - parks and ovals \$	Infrastructure - other \$	Infrastructure - landfill assets \$	Total Infrastructure \$
AASB 116,73(e)	Balance at 1 July 2022						
	240,069,153	42,220,433	51,597,970	32,918,805	68,939,140	1,873,467	437,618,968
AASB 116,73(e)(f)	Additions						
	8,168,464	668,430	478,354	940,951	6,536,378	0	16,792,577
AASB 116,73(e)(iv)	Revaluation increments / (decrements) transferred to revaluation surplus						
	(5,541,368)	(17,545,047)	0	(3,548,140)	(15,484,112)	0	(42,118,667)
AASB 116,73(e)(v),(vi)	Revaluation (loss) / reversals transferred to profit or loss						
	0	0	(102,356)	0	0	0	(102,356)
AASB 116,73(e)(vii)	Depreciation						
	(7,094,251)	(756,134)	(876,345)	(635,643)	(2,222,125)	(85,680)	(11,670,178)
	Balance at 30 June 2023						
	235,601,998	24,587,682	51,097,623	29,675,973	57,769,281	1,787,787	400,520,344
	Comprises:						
AASB 116,73(d)	Gross balance at 30 June 2023						
	367,597,754	31,377,775	85,800,436	47,242,811	83,794,399	2,656,070	618,469,245
AASB 116,73(d)	Accumulated depreciation at 30 June 2023						
	(131,995,756)	(6,790,093)	(34,702,813)	(17,566,838)	(26,025,118)	(868,283)	(217,948,901)
AASB 116,73(e)	Balance at 30 June 2023						
	235,601,998	24,587,682	51,097,623	29,675,973	57,769,281	1,787,787	400,520,344
AASB 116,73(e)(i)	Additions						
	3,700,893	608,634	1,800,736	1,803,564	3,968,818	0	11,882,645
	Impairment (losses) / reversals *						
	(1,005,689)	0	0	0	0	0	(1,005,689)
AASB 116,73(e)(vii)	Depreciation						
	(7,118,392)	(770,801)	(986,628)	(659,910)	(2,379,808)	(88,535)	(12,004,074)
	Balance at 30 June 2024						
	231,178,810	24,425,515	51,911,731	30,819,627	59,358,291	1,699,252	399,393,226
	Comprises:						
AASB 116,73(d)	Gross balance at 30 June 2024						
	371,298,647	31,986,409	87,601,172	49,046,375	87,763,217	2,656,070	630,351,890
AASB 116,73(d)	Accumulated depreciation at 30 June 2024						
	(139,114,148)	(7,560,894)	(35,689,441)	(18,226,748)	(28,404,926)	(956,818)	(229,952,975)
AASB 116,73(d)	Accumulated impairment loss at 30 June 2024						
	(1,005,689)	0	0	0	0	0	(1,005,689)
AASB 101,77	Balance at 30 June 2024						
	232,184,499	24,425,515	51,911,731	30,819,627	59,358,291	1,699,252	399,393,226

AASB 136,130(a)

* The impairment loss relates to assets damaged by a flood event. The whole amount was recognised in the asset revaluation surplus relating to the relevant asset class see note 19.

SHIRE OF COUNTRY
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FOR THE YEAR ENDED 30 JUNE 2024

9. INFRASTRUCTURE (Continued)

(b) Carrying Amount Measurements

Asset Class	Fair Value Hierarchy	Valuation Technique	Basis of Valuation	Date of Last Valuation	Inputs Used
(i) Fair Value - as determined at the last valuation date					
Infrastructure - roads	3	Cost approach using current replacement cost	Management valuation	June 2022	Construction costs and current condition, residual values and remaining useful life assessments inputs
Infrastructure - footpaths	3	Cost approach using current replacement cost	Management valuation	June 2022	Construction costs and current condition, residual values and remaining useful life assessments inputs
Infrastructure - drainage	3	Cost approach using current replacement cost	Management valuation	June 2022	Construction costs and current condition, residual values and remaining useful life assessments inputs
Infrastructure - parks and ovals	3	Cost approach using current replacement cost	Management valuation	June 2022	Construction costs and current condition, residual values and remaining useful life assessments inputs
Infrastructure - other	3	Cost approach using current replacement cost	Management valuation	June 2022	Construction costs and current condition, residual values and remaining useful life assessments inputs
Infrastructure - landfill assets	3	Cost approach using current replacement cost	Management valuation	June 2021	Construction costs and current condition, residual values and remaining useful life assessments inputs

Level 3 inputs are based on assumptions with regards to future values and patterns of consumption utilising current information. If the basis of these assumptions were varied, they have the potential to result in a significantly higher or lower fair value measurement.

During the period there were no changes in the valuation techniques used to determine the fair value of infrastructure using level 3 inputs.

SHIRE OF COUNTRY
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FOR THE YEAR ENDED 30 JUNE 2024

AASB 101.10(e)(ea)

AASB 101.38

10. FIXED ASSETS

(a) Depreciation

AASB 101.117

Depreciation rates

AASB 116.73(c)

Typical estimated useful lives for the different asset classes for the current and prior years are included in the table below.

Asset Class	Useful life
Buildings	30 to 50 years
Furniture and equipment	4 to 10 years
Plant and equipment	5 to 15 years
Sealed roads and streets	
formation	not depreciated
pavement	50 years
seal	
- bituminous seals	20 years
- asphalt surfaces	25 years
Gravel roads	
formation	not depreciated
pavement	50 years
Footpaths - slab	20 years
Sewerage piping	100 years
Water supply piping and drainage systems	75 years
Landfill assets	30 years
Right-of-use (buildings)	Based on the remaining lease term
Right-of-use (plant and equipment)	Based on the remaining lease term

AASB 108.39

Revision of useful lives of plant and equipment

AASB 116.76

During the year the estimated total useful lives of certain items of plant and equipment used in the maintenance of road infrastructure were revised. The net effect of the change is a net increase in depreciation of \$97,475.

**SHIRE OF COUNTRY
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AASB 101.10(e)(ea)
AASB 101.38

10. FIXED ASSETS (Continued)

AASB 101.117
AASB 116
AASB 116.15

MATERIAL ACCOUNTING POLICIES

Initial recognition

An item of property, plant and equipment or infrastructure that qualifies for recognition as an asset is measured at its cost.

Upon initial recognition, cost is determined as the amount paid (or other consideration given) to acquire the assets, plus costs incidental to the acquisition. The cost of non-current assets constructed by the Shire includes the cost of all materials used in construction, direct labour on the project and an appropriate proportion of variable and fixed overheads. For assets acquired at zero cost or otherwise significantly less than fair value, cost is determined as fair value at the date of acquisition.

AASB 116.Aus15.1

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 *Local Government (Financial Management) Regulation 17A(5)*. These assets are expensed immediately.

FM Reg 17A(5)

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.

Individual assets that are land, buildings and infrastructure acquired between scheduled revaluation dates of the asset class in accordance with the Shire's revaluation policy, are recognised at cost and disclosed as being at reportable value.

Measurement after recognition

Plant and equipment including furniture and equipment and right-of-use assets (other than vested improvements) are measured using the cost model as required under *Local Government (Financial Management) Regulation 17A(2)*. Assets held under the cost model are carried at cost less accumulated depreciation and any impairment losses.

FM Reg 17A(2) (b), (c)

AASB 116.30

Reportable Value

In accordance with *Local Government (Financial Management) Regulation 17A(2)*, the carrying amount of non-financial assets that are land and buildings classified as property, plant and equipment, investment properties, infrastructure or vested improvements that the local government controls.

FM Reg 17A(4)

FM Reg 17A(2)(a)

Reportable value for the purposes of *Local Government (Financial Management) Regulation 17A(4)* is the fair value of the asset at its last valuation date minus (to the extent applicable) the accumulated depreciation and any accumulated impairment losses in respect of the non-financial asset subsequent to its last valuation date.

FM Reg 17A(4)

Revaluation

Land and buildings classified as property, plant and equipment, infrastructure or vested improvements that the local government controls and measured at reportable value, are only required to be revalued every five years in accordance with the regulatory framework. This includes buildings and infrastructure items which were pre-existing improvements (i.e. vested improvements) on land vested in the Shire.

FM Reg 17A(4A)

Whilst the regulatory framework only requires a revaluation to occur at every five years, it also provides for the Shire to revalue earlier if it chooses to do so.

FM Reg 17A(4B)(b)

AASB 116.Aus39.1

For land, buildings and infrastructure, increases in the carrying amount arising on revaluation of asset classes are credited to a revaluation surplus in equity.

Decreases that offset previous increases of the same class of asset are recognised against revaluation surplus directly in equity. All other decreases are recognised in profit or loss.

Subsequent increases are then recognised in profit or loss to the extent they reverse a net revaluation decrease previously recognised in profit or loss for the same class of asset.

Depreciation

The depreciable amount of all property, plant and equipment and infrastructure, 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.

AASB 116.73(b)

AASB 116.50

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

AASB 116.51

Depreciation on revaluation

When an item of property, plant and equipment and infrastructure is revalued, any accumulated depreciation at the date of the revaluation is treated in one of the following ways:

AASB 116.35

- (i) The gross carrying amount is adjusted in a manner that is consistent with the revaluation of the carrying amount of the asset.
- (ii) Eliminated against the gross carrying amount of the asset and the net amount restated to the revalued amount of the asset.

Impairment

In accordance with *Local Government (Financial Management) Regulations 17A(4C)*, the Shire is not required to comply with *AASB136 Impairment of Assets* to determine the recoverable amount of its non-financial assets that are land or buildings classified as property, plant and equipment, infrastructure or vested improvements that the local government controls in circumstances where there has been an impairment indication of a general decrease in asset values.

AASB 136.59

FM Reg 17A(4C)

In other circumstances where it has been assessed that one or more these non-financial assets are impaired, the 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.

Gains or losses on disposal

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains and losses are included in the statement of comprehensive income in the period in which they arise.

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AASB 101.10(e)(ea)
AASB 101.38

11. LEASES

(a) Right-of-Use Assets

AASB 16.54	Movement in the balance of each class of right-of-use asset between the beginning and the end of the current financial year.	Note	Right-of-use	Right-of-use	Right-of-use
			assets - land and buildings	assets - plant and equipment	assets Total
			\$	\$	\$
	Balance at 1 July 2022		630,640	192,754	823,394
	Additions		0	156,400	156,400
	Depreciation		(12,035)	(36,500)	(48,535)
	Balance at 30 June 2023		618,605	312,654	931,259
AASB 116.73 (d)	Gross balance amount at 30 June 2023		630,640	364,654	995,294
AASB 116.73 (d)	Accumulated depreciation at 30 June 2023		(12,035)	(52,000)	(64,035)
	Balance at 30 June 2023		618,605	312,654	931,259
AASB 16.53 (h)	Additions		0	302,250	302,250
AASB 16.53 (a)	Depreciation		(12,613)	(42,075)	(54,688)
AASB 16.53 (j)	Balance at 30 June 2024		605,992	572,829	1,178,821
AASB 116.73 (d)	Gross balance amount at 30 June 2024		630,640	666,904	1,297,544
AASB 116.73 (d)	Accumulated depreciation at 30 June 2024		(24,648)	(94,075)	(118,723)
	Balance at 30 June 2024		605,992	572,829	1,178,821

AASB 16.54	The following amounts were recognised in the statement of comprehensive income during the period in respect of leases where the Shire is the lessee:	2024 Actual	2023 Actual
		\$	\$
AASB 16.53 (a)	Depreciation on right-of-use assets	(54,688)	(48,535)
AASB 16.53 (b)	Finance charge on lease liabilities	(17,092)	(13,102)
AASB 16.53 (c)	Short-term lease payments recognised as expense	(3,000)	(3,200)
AASB 16.53 (d)	Low-value asset lease payments recognised as expense	(5,000)	(4,500)
AASB 16.53 (e)	Expenses for variable lease payment not recognised as a liability	(2,000)	(2,000)
	Total amount recognised in the statement of comprehensive income	(81,780)	(71,337)
AASB 16.53 (g)	Total cash outflow from leases	(180,301)	(118,351)
AASB 16.47 (b)	(b) Lease Liabilities		
	Current	205,134	127,670
	Non-current	302,743	241,166
		30(d) 507,877	368,836

AASB 16.59 The Shire has two leases relating to plant and equipment. The lease term for both leases is 4 years. One of the leases has variable lease payments. The measurement of lease liabilities does not include variable lease payments and any future cash outflows associated with leases not yet commenced to which the Shire is committed. The building lease has a term of 5 years with an extension option of 5 years and a termination option of 6 months. Refer to Note 32(d) for details of lease liabilities.

Secured liabilities and assets pledged as security

AASB 7.7 Lease liabilities are effectively secured, as the rights to the leased assets recognised in the financial statements
AASB 7.14(b) revert to the lessor in the event of default.

AASB 101.17 (b)	MATERIAL ACCOUNTING POLICIES	
AASB 16.9	Leases At inception of a contract, the Shire assesses if the contract contains or is a lease. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.	Right-of-use assets - measurement Right-of-use assets are measured at cost. All right-of-use assets (other than vested improvements) under zero cost concessionary leases are measured at zero cost (i.e. not recognised in the Statement of Financial Position). The exception is vested improvements on concessionary land leases such as roads, buildings or other infrastructure which are reported at fair value.
AASB 16.22 AASB 16.26	At the commencement date, a right-of-use asset is recognised at cost and lease liability at the present value of the lease payments that are not paid at that date. The lease payments are discounted using the interest rate implicit in the lease, if that rate can be readily determined. If that rate cannot be readily determined, the Shire uses its incremental borrowing rate.	Refer to Note 10 under revaluation for details on the material accounting policies applying to vested improvements.
AASB 16.5	All contracts that are classified as short-term leases (i.e. a lease with a term of 12 months or less) and leases of low value assets are recognised as an operating expense on a straight-line basis over the term of the lease. Details of individual lease liabilities required by regulations are provided at Note 31(d).	Right-of-use assets - depreciation Right-of-use assets are depreciated over the lease term or useful life of the underlying asset, whichever is the shorter. Where a lease transfers ownership of the underlying asset, or the cost of the right-of-use asset reflects that the Shire anticipates to exercise a purchase option, the specific asset is depreciated over the useful life of the underlying asset.

AASB 16.32

SHIRE OF COUNTRY
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11. LEASES (Continued)

(c) Lessor - Property, Plant and Equipment Subject to Lease

		2024 Actual \$	2023 Actual \$
AASB 16.97	The table below represents a maturity analysis of the undiscounted lease payments to be received after the reporting date.		
	Less than 1 year	6,000	6,000
	1 to 2 years	6,000	6,000
	2 to 3 years	6,000	6,000
	3 to 4 years	6,000	6,000
	4 to 5 years	6,000	6,000
	> 5 years	24,000	30,000
		54,000	60,000
AASB 16.90(b)	Amounts recognised in profit or loss for Property, Plant and Equipment Subject to Lease		
	Rental income	5,590	5,500

The Shire leases houses to staff and aged persons with rentals payable monthly. These leases are classified as operating leases as they do not transfer substantially all of the risks and rewards incidental to the ownership of the assets. The staff houses are not considered investment property as they are leased for use in the supply of services to the community. The aged persons housing are considered a joint operation and are not considered investment property as the primary purpose is provision of community housing.

AASB 16.92 Lease payments for some contracts include CPI increases, but there are no other variable lease payments that depend on an index or rate. Although the Shire is exposed to changes in the residual value at the end of the current leases, the Shire group typically enters into new operating leases and therefore will not immediately realise any reduction in residual value at the end of these leases. Expectations about the future residual values are reflected in the fair value of the properties.

Refer to note 12 for details of leased investment property.

MATERIAL ACCOUNTING POLICIES		
AASB 16.61	<p>The Shire as Lessor Upon entering into each contract as a lessor, the Shire assesses if the lease is a finance or operating lease.</p>	<p>Initial direct costs incurred in entering into an operating lease (eg legal cost, cost to setup) are included in the carrying amount of the leased asset and recognised as an expense on a straight-line basis over the lease term.</p>
AASB 16.62	<p>The contract is classified as a finance lease when the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee. All other leases not within this definition are classified as operating leases. Rental income received from operating leases is recognised on a straight-line basis over the term of the specific lease.</p>	<p>When a contract is determined to include lease and non-lease components, the Shire applies AASB 15 <i>Revenue from Contracts with Customers</i> to allocate the consideration under the contract to each component.</p>
AASB 16.81		AASB 16.83

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AASB 101.10(e)(ea)
AASB 101.38

12. INVESTMENT PROPERTY

FM Reg 17A(2)(a)(ii)
AASB 140.76
AASB 140.76(a)
AASB 140.76(d)
AASB 140.76

Non-current assets - at reportable value

	2024 Actual \$	2024 Budget \$	2023 Actual \$
Carrying balance at 1 July	2,235,410		1,675,065
Acquisitions	0		560,345
Net gain/(loss) from fair value adjustment	111,274		0
Closing balance at 30 June	<u>2,346,684</u>		<u>2,235,410</u>

Leasing arrangements

AASB 140.75(g)

Investment properties are leased to tenants under long-term operating leases with rentals payable monthly. Minimum lease payments receivable on leases of investment properties are as follows:

AASB 16.97

Minimum lease payments under non-cancellable operating leases of investment properties not recognised in the financial statements are receivable as follows:

Less than 1 year	176,868	176,868	173,400
1 to 2 years	234,709	234,709	230,107
2 to 3 years	234,709	234,709	230,107
3 to 4 years	234,709	234,709	230,107
4 to 5 years	234,709	234,709	230,107
> 5 years	402,348	402,348	597,625
	<u>1,518,053</u>	<u>1,518,053</u>	<u>1,691,453</u>

AASB 16.92

The investment properties are leased to tenants under operating leases with rentals payable monthly. Lease income from operating leases where the group is a lessor is recognised in income on a straightline basis over the lease term.

Lease payments for some contracts include CPI increases, but there are no other variable lease payments that depend on an index or rate. Although the Shire is exposed to changes in the residual value at the end of the current leases, the Shire group typically enters into new operating leases and therefore will not immediately realise any reduction in residual value at the end of these leases. Expectations about the future residual values are reflected in the fair value of the properties.

Refer to note 11 for details of leased property, plant and equipment not classified as investment property

AASB 101.117
AASB 140
AASB 140.33
AASB 140.35,75(a), (c)

MATERIAL ACCOUNTING POLICIES

Investment properties

Investment properties are principally freehold buildings, held for long-term rental yields and not occupied by the Shire.

FM Reg 17A(2)(a)

In accordance with *Local Government (Financial Management) Regulation 17A(2)*, the carrying amount of non-financial assets that are investment properties, are shown at their reportable value.

FM Reg 17A(4)

Reportable value for the purposes of *Local Government (Financial Management) Regulation 17A(4)* is the fair value of the asset at its last valuation date.

Revaluation

In accordance with the regulatory framework, investment properties are required to be revalued whenever required by AASB 140 and, in any event, every five years.

FM Reg 17A(4A)(a)

Fair value of investment properties

A management valuation was performed to determine the fair value of investment properties. The main Level 3 inputs used in the valuation were discount rates, yields, expected vacancy rates and rental growth rates estimated by management based on comparable transactions and industry data.

AASB 140.75(e)

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AASB 101.10(e)(ea)
AASB 101.38

13. INTANGIBLE ASSETS

	2024 Actual \$	2023 Actual \$
Intangible assets		
Non-current		
Computer software development	1,950,450	300,450
Less: Accumulated amortisation	(619,000)	(289,000)
	1,331,450	11,450
Movements in balances of computer software during the financial year are shown as follows:		
Balance at 1 July	11,450	67,450
Recognition of computer software	1,650,000	0
Amortisation	(330,000)	(56,000)
Balance at 30 June	1,331,450	11,450
TOTAL INTANGIBLE ASSETS	1,331,450	11,450

AASB 138.118(c)

AASB 138.118(e)

Amortisation

AASB 138.118 (d)

The estimated useful life of intangible assets is 5 years for the current and prior years.

MATERIAL ACCOUNTING POLICIES

AASB 138.57, 66, 74, 97

Computer software

Costs associated with maintaining software programmes are recognised as an expense as incurred. Development costs that are directly attributable to the design and testing of identifiable and unique software products controlled by the the Shire are recognised as intangible assets where the following criteria are met:

- it is technically feasible to complete the software so that it will be available for use;
- management intends to complete the software and use or sell it;
- there is an ability to use or sell the software;
- it can be demonstrated how the software will generate probable future economic benefits;
- adequate technical, financial and other resources to complete the development and to use or sell the software are available; and
- the expenditure attributable to the software during its development can be reliably measured.

Computer software (continued)

Directly attributable costs that are capitalised as part of the software include employee costs and an appropriate portion of relevant overheads.

Capitalised development costs are recorded as intangible assets and amortised from the point at which the asset is ready for use.

Amortisation

All intangible assets with a finite useful life, are amortised on a straight-line basis over the individual asset's useful life from the time the asset is held ready for use.

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

Amortisation is included within depreciation in the Statement of Comprehensive Income.

AASB 138.118(a), (b)

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14. TRADE AND OTHER PAYABLES

	2024	2023
	\$	\$
Current		
Sundry creditors	3,250,616	2,662,161
Prepaid rates	15,000	19,508
Accrued payroll liabilities	703,680	365,401
ATO liabilities	115,640	564,841
Bonds and deposits held	84,360	76,899
	4,169,296	3,688,810

AASB 101.117

MATERIAL ACCOUNTING POLICIES

Financial liabilities

Financial liabilities are initially recognised at fair value when the Shire becomes a party to the contractual provisions of the instrument.

Non-derivative financial liabilities (excluding financial guarantees) are subsequently measured at amortised cost.

AASB 9(3.3.1)

Financial liabilities are derecognised where the related obligations are discharged, cancelled or expired. The difference between the carrying amount of the financial liability extinguished or transferred to another party and any consideration paid, including the transfer of non-cash assets or liabilities assumed, is recognised in profit or loss.

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 usually 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.

AASB 101.17(c)

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 income for the prepaid rates that have not been refunded.

AASB 1058.29(b)

SHIRE OF COUNTRY
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15. OTHER LIABILITIES

		2024	2023
		\$	\$
Current			
AASB 15.106	Contract liabilities	1,718,955	403,499
AASB 1058.16	Capital grant/contributions liabilities	4,169,847	2,538,658
		5,888,802	2,942,157
Non-current			
AASB 1058.16	Capital grant/contributions liabilities	307,010	481,437
		307,010	481,437
Reconciliation of changes in contract liabilities			
AASB 15.116 (a)	Opening balance	403,499	309,715
	Additions	1,718,955	403,499
AASB 15.116 (b)	Revenue from contracts with customers included as a contract liability at the start of the period	(403,499)	(309,715)
		1,718,955	403,499
AASB 15.120(a)	The aggregate amount of the performance obligations unsatisfied (or partially unsatisfied) in relation to these contract liabilities was \$2,000,000 (2023: \$650,000)		
AASB 15.120(b)	The Shire expects to satisfy the performance obligations, from contracts with customers unsatisfied at the end of the reporting period, within the next 12 months.		
Reconciliation of changes in capital grant/contribution liabilities			
	Opening balance	3,020,095	856,131
	Additions	3,995,420	2,653,009
AASB 1058.31	Revenue from capital grant/contributions held as a liability at the start of the period	(2,538,658)	(489,045)
		4,476,857	3,020,095
Expected satisfaction of capital grant/contribution liabilities			
AASB 1058.33(a)	Less than 1 year	4,169,847	174,427
	1 to 2 years	257,010	2,538,658
	2 to 3 years	0	257,010
	3 to 4 years	30,000	0
	4 to 5 years	0	30,000
	> 5 years	20,000	20,000
		4,476,857	3,020,095
AASB 1058.32	Performance obligations in relation to capital grant/contribution liabilities are satisfied as project milestones are met or completion of construction or acquisition of the asset.		

MATERIAL ACCOUNTING POLICIES

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.

Capital grant/contribution liabilities

Capital grant/contribution liabilities represent the Shire's obligations to construct recognisable non-financial assets to identified specifications to be controlled by the Shire which are yet to be satisfied. Capital grant/contribution liabilities are recognised as income when the obligations in the contract are satisfied.

Fair values for non-current capital grant/contribution liabilities, not expected to be extinguished within 12 months, are based on discounted cash flows of expected cashflows to satisfy the obligations using a current borrowing rate. They are classified as level 3 fair values in the fair value hierarchy (see Note 28(i)) due to the unobservable inputs, including own credit risk.

AASB 1058.35

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AASB 101.10(e)(ea)
AASB 101.38

16. BORROWINGS

	Note	2024			2023		
		Current	Non-current	Total	Current	Non-current	Total
Secured		\$	\$	\$	\$	\$	\$
Bank loans		248,311	257,229	505,540	239,701	505,540	745,241
Debentures		1,975,696	12,277,299	14,252,995	1,834,422	12,452,995	14,287,417
Other loans		564,098	0	564,098	706,549	0	706,549
Total secured borrowings	31(a)	2,788,105	12,534,528	15,322,633	2,780,672	12,958,535	15,739,207

Secured liabilities and assets pledged as security

AASB 101.134

Debentures, bank overdrafts and bank loans are secured by a floating charge over the assets of the Shire of Country. Other loans relate to transferred receivables. Refer to Note 5.

AASB 101.135(d)

The Shire of Country has complied with the financial covenants of its borrowing facilities during the 2024 and 2023 years.

MATERIAL ACCOUNTING POLICIES

Borrowing costs

AASB 123.8
AASB 123,Aus8.1

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

AASB 7.25,29(a)

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.

AASB 13.97,93(b),(d)

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 (see Note 28(i)) due to the unobservable inputs, including own credit risk.

Risk

Details of individual borrowings required by regulations are provided at Note 31(a).

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AASB 101.10(e)(ea)
AASB 101.38

17. EMPLOYEE RELATED PROVISIONS

Employee Related Provisions

	2024	2023
	\$	\$
Current provisions		
Employee benefit provisions		
Annual Leave	1,482,964	1,086,712
Long Service Leave	2,533,875	2,134,942
Other Employee Leave Provision	482,246	562,630
	4,499,085	3,784,284
Other provisions		
Employment on-costs	763,004	590,611
	763,004	590,611
Total current employee related provisions	5,262,089	4,374,895
Non-current provisions		
Long Service Leave	629,022	596,799
	629,022	596,799
Other provisions		
Employment on-costs	106,676	93,142
	106,676	93,142
Total non-current employee related provisions	735,698	689,941
Total employee related provisions	5,997,787	5,064,836

Provision is made for benefits accruing to employees in respect of wages and salaries, annual leave and long service leave and associated on costs for services rendered up to the reporting date and recorded as an expense during the period the services are delivered.

Annual leave liabilities are classified as current, as there is no unconditional right to defer settlement for at least 12 months after the end of the reporting period.

AASB 101.117

MATERIAL ACCOUNTING POLICIES

Employee benefits

The Shire's obligations for employees' annual leave, long service leave and other employee leave entitlements are recognised as employee related provisions in the Statement of Financial Position.

AASB 101.69

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.

AASB 119.11

AASB 101.69

AASB 119.51(a)

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.

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.

AASB 119.156

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.

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AASB 101.10(e)(ea)
AASB 101.38
AASB 137.84

18. OTHER PROVISIONS

	Make good provisions	Total
	\$	\$
AASB 137.84 (a)	Opening balance at 1 July 2023	
	265,094	265,094
	1,370,687	1,370,687
	1,635,781	1,635,781
AASB 137.84 (b)	143,488	143,488
AASB 137.84 (c)	(50,000)	(50,000)
AASB 137.84 (d)	(30,500)	(30,500)
AASB 137.60	2,325	2,325
AASB 137.84(a)	1,701,094	1,701,094
	Comprises	
	306,484	306,484
	1,394,610	1,394,610
	1,701,094	1,701,094

AASB 137.14

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.

AASB 137.36

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

**SHIRE OF COUNTRY
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AASB 101.10(e)(ea)

AASB 101.38

19. REVALUATION SURPLUS

AASB 116,Aus39.1

AASB 116,Aus40.1

AASB 101.77

AASB 101.106(A)

	2024 Opening Balance \$	Total Movement on Revaluation \$	2024 Closing Balance \$	2023 Opening Balance \$	Total Movement on Revaluation \$	2023 Closing Balance \$
Revaluation surplus - Land - freehold land	19,203,298	0	19,203,298	19,203,298	0	19,203,298
Revaluation surplus - Buildings - non-specialised	165,910	165,471	331,381	165,910	0	165,910
Revaluation surplus - Buildings - specialised	234,634	2,114,642	2,349,276	234,634	0	234,634
Revaluation surplus - Infrastructure - roads	68,842,166	(1,005,689)	67,836,477	74,383,534	(5,541,368)	68,842,166
Revaluation surplus - Infrastructure - footpaths	11,059,784	0	11,059,784	28,604,831	(17,545,047)	11,059,784
Revaluation surplus - Infrastructure - drainage	11,073,327	0	11,073,327	11,073,327	0	11,073,327
Revaluation surplus - Infrastructure - parks and ovals	3,422,205	0	3,422,205	6,970,345	(3,548,140)	3,422,205
Revaluation surplus - Infrastructure - other	1,239,718	0	1,239,718	16,723,830	(15,484,112)	1,239,718
Revaluation surplus - Infrastructure - landfill assets	4,644,871	0	4,644,871	4,644,871	0	4,644,871
	119,885,913	1,274,424	121,160,337	162,004,580	(42,118,667)	119,885,913
Revaluation surplus - Share from investments in associates	4,568	176	4,744	5,136	(568)	4,568
	119,890,481	1,274,600	121,165,081	162,009,716	(42,119,235)	119,890,481

SHIRE OF COUNTRY
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2024

AASB 101.10(e)(ea)

AASB 101.38

20. RESTRICTIONS OVER FINANCIAL ASSETS

	Note	2024 Actual \$	2023 Actual \$
AASB 1058.37 (a)			
The following classes of financial 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	3	15,233,456	10,815,010
- Financial assets at amortised cost	4	9,167,062	8,206,849
		24,400,518	19,021,859
The restricted financial assets are a result of the following specific purposes to which the assets may be used:			
AASB 1058.37(a)	31	18,120,032	15,924,018
Restricted reserve accounts			
Contract liabilities	15	1,718,955	403,499
Capital grant liabilities	15	4,169,847	2,538,658
AASB 1058.37 (a)	31(c)	391,684	155,684
Unspent loans			
Total restricted financial assets		24,400,518	19,021,859
21. Undrawn Borrowing Facilities			
Credit Standby Arrangements			
AASB 107.8		500,000	500,000
		0	0
AASB 107.8		55,000	55,000
		(16,581)	(2,684)
Total amount of credit unused		538,419	552,316
AASB 107.50(a)			
Loan facilities			
AASB 101.69		2,788,105	2,780,672
Loan facilities - current			
Loan facilities - non-current		12,534,528	12,958,535
Total facilities in use at balance date		15,322,633	15,739,207
Unused loan facilities at balance date		NIL	NIL

**SHIRE OF COUNTRY
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AASB 101.10(e)(ea)

AASB 101.38

22. CONTINGENT LIABILITIES

AASB 137.86

In compliance with the *Contaminated Sites Act 2003*, the Shire has listed sites to be possible sources of contamination. Details of those sites are:

- Country Shire Airport
- Country Shire Depot

Until the Shire conducts an investigation to determine the presence and scope of contamination, assess the risk, and agree with the Department of Water and Environmental Regulation on the need and criteria for remediation of a risk based approach, the Shire is unable to estimate the potential costs associated with remediation of these sites. This approach is consistent with the Department of Water and Environmental Regulation Guidelines.

AASB 137.91

AASB 101.10(e)(ea)

AASB 101.38

23. CAPITAL COMMITMENTS

AASB 116.74(c)

Contracted for:
- capital expenditure projects
- plant & equipment purchases

Payable:
- not later than one year

	2024	2023
	\$	\$
	3,210,066	7,988,379
	350,147	165,894
	3,560,213	8,154,273
	3,560,213	8,154,273

The capital expenditure projects outstanding at the end of the current reporting period represent the construction of the new recreation centre and purchase of a new grader (the prior year commitment was for the construction of the new recreation centre and a truck).

SHIRE OF COUNTRY
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
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AASB 101.10(e)(ea)
AASB 101.38

24. RELATED PARTY TRANSACTIONS

FM Reg 44
FM Reg 38(2)(d)

(a) Council Member Remuneration

Fees, expenses and allowances to be paid or reimbursed to council members.	Note	2024 Actual \$	2024 Budget \$	2023 Actual \$
Mayor's annual allowance		53,216	53,216	50,364
Mayor's meeting attendance fees		28,670	28,670	28,560
Mayor's annual allowance for ICT expenses		550	550	545
Mayor's travel and accommodation expenses		4,561	4,500	4,782
		86,997	86,936	84,251
Deputy Mayor's annual allowance		13,304	13,304	12,591
Deputy Mayor's meeting attendance fees		28,670	28,670	28,560
Deputy Mayor's annual allowance for ICT expenses		550	550	545
Deputy Mayor's travel and accommodation expenses		3,562	3,200	3,384
		46,086	45,724	45,080
All other council member's meeting attendance fees		86,010	86,010	85,680
All other council member's annual allowance for ICT expenses		1,650	1,650	1,635
All other council member's travel and accommodation expenses		8,790	8,400	9,307
		96,450	96,060	96,622
	24(b)	229,533	228,720	225,953

(b) Key Management Personnel (KMP) Compensation

AASB 124.17(a)
AASB 124.17(b)
AASB 124.17(c)
AASB 124.17(d)

The total of compensation paid to KMP of the Shire during the year are as follows:	Note	2024 Actual \$	2023 Actual \$
Short-term employee benefits		1,165,891	1,246,081
Post-employment benefits		110,658	101,985
Employee - other long-term benefits		165,904	168,410
Employee - termination benefits		0	15,674
Council member costs	24(a)	229,533	225,953
		1,671,986	1,758,103

Short-term employee benefits

These amounts include all salary and fringe benefits awarded to KMP except for details in respect to fees and benefits paid to council members which may be separately found in the table above.

Post-employment benefits

These amounts are the current-year's cost of the Shire's superannuation contributions made during the year.

Other long-term benefits

These amounts represent annual leave and long service leave entitlements accruing during the year.

Termination benefits

These amounts represent termination benefits paid to KMP (Note: may or may not be applicable in any given year).

Council member costs

These amounts represent payments of member fees, expenses, allowances and reimbursements during the year.

SHIRE OF COUNTRY
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
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AASB 101.10(e)(ea)
AASB 101.38

24. RELATED PARTY TRANSACTIONS

Transactions with related parties

Transactions between related parties and the Shire are on normal commercial terms and conditions, no more favourable than those available to other parties, unless otherwise stated.

No outstanding balances or provisions for doubtful debts or guarantees exist in relation to related parties at year end.

In addition to KMP compensation above the following transactions occurred with related parties:

	2024 Actual \$	2023 Actual \$
Sale of goods and services	13,032	11,068
Purchase of goods and services	265,941	369,871
Short term employee benefits - other related parties	85,612	84,306
Payment of Council member costs (Refer to Note 24(a))	229,533	225,953
Amounts outstanding from related parties:		
Trade and other receivables	13,540	5,684
Amounts payable to related parties:		
Trade and other payables	25,601	32,564

AASB 124.9

Related Parties

The Shire's main related parties are as follows:

i. Key management personnel

Any person(s) having authority and responsibility for planning, directing and controlling the activities of the Shire, directly or indirectly, including any council member, are considered key management personnel and are detailed in Notes 24(a) and 24(b).

ii. Other Related Parties

During the previous year, a company controlled by a related party of a council member, was awarded a contract under the selective tender process on terms and conditions equivalent for those that prevail in arm's length transactions under the Shire's procurement process. The contract involved roadworks in the Shire, and amounted to \$265,941 in the current year (\$369,871 in the prior year).

Short-term employee benefits related to an associate person of the CEO who was employed by the Shire under normal employment terms and conditions.

Outside of normal citizen type transactions with the Shire, there were no other related party transactions involving key management personnel and/or their close family members and/or their controlled (or jointly controlled) entities.

iii. Entities subject to significant influence by the Shire

There were no such entities requiring disclosure during the current or previous year.

**SHIRE OF COUNTRY
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
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AASB 101.10(e)(ea)
AASB 101.38

25. JOINT ARRANGEMENTS

AASB 12.1(a)
AASB 12.2(a)
AASB 12.21(a)(iii)

Share of joint operations

The Shire has an agreement with the Department of Communities for the provision of community housing on Town Street, Country Town. This arrangement constitutes a joint arrangement as unanimous decisions are required by the parties to the agreement amounting to joint control. The arrangement has been determined to be a joint arrangement.

AASB 12.21(a)(ii)
AASB 12.21(a)(i)
AASB 12.2(b)(ii)

The assets held under the agreement by both parties are land and 6 x 2 bedroom units. The ownership of the joint operation being the Country Town Aged Houses, is defined in the agreement including the percentage of each party's proportionate interest in the assets of the joint operation. Surplus funds are held in the Nowhere reserve account for future building maintenance.

The Shire manages the property and tenancy of the joint operation and the effects of its interest in the joint operations are as follows:

AASB 12.1(b)
AASB 12.20(a)
AASB 12.21(a)(iv)

Statement of Financial Position

Cash and cash equivalents
Land and buildings (6 x 2 bedroom units) @ 25%
Less: accumulated depreciation
Total assets

Reserve accounts
Total equity

	2024 Actual	2023 Actual
	\$	\$
Cash and cash equivalents	12,650	10,650
Land and buildings (6 x 2 bedroom units) @ 25%	300,000	300,000
Less: accumulated depreciation	(97,500)	(90,000)
Total assets	215,150	220,650
Reserve accounts	12,650	10,650
Total equity	12,650	10,650

AASB 12.1(b)

Statement of Comprehensive Income

Other revenue

Depreciation
Other expense
Profit/(loss) for the period
Other comprehensive income
Total comprehensive income for the period

AASB 12.1(b)

Statement of Cash Flows

Other revenue

Other expense
Net cash provided by (used in) operating activities

MATERIAL ACCOUNTING POLICIES

Joint operations

AASB 11.15

A joint operation is a joint arrangement where the Shire has joint control with two or more parties to the joint arrangement. All parties to joint arrangements have rights to the assets, and obligations for the liabilities relating to the arrangement.

AASB 11.21

Assets, liabilities, revenues and expenses relating to the Shire's interest in the joint operation are accounted for in accordance with the relevant Australian Accounting Standard.

SHIRE OF COUNTRY
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AASB 101.10(e)(ea)
AASB 101.38

26. INVESTMENT IN ASSOCIATES

(a) Investment in associates

Set out in the table below are the associates of the Shire. All associates are measured using the equity method. Western Australia is the principal place of business for all associates.

Name of entity	% of ownership interest		2024	2023
	2024	2023	Actual	Actual
			\$	\$
Nowhere Regional Council (Refer to Note 26(b))	16.67%	16.67%	204,331	200,777
Immaterial investments in associates (Refer to Note 26(c))			6,476	6,120
Total equity-accounted investments			210,807	206,897

(b) Share of Investment in Nowhere Regional Council

AASB 12.21 The Shire has a 1/6th interest in Nowhere Regional Council. The Regional Council was formed to manage the development and sale of land at Country Town Estate on behalf of six local governments.

AASB 12.9(e) The Shire has determined it has significant influence over the Regional Council despite holding less than 20 percent of the voting rights as the Shire has representation on Council and participates in policy-making decisions including the decisions regarding contributions and distributions.

AASB 12.21(b)(i)
AASB 12.B14 The tables below reflect the summarised financial information of the material investments in associates based on the audited results of the Nowhere Regional Council. This does not reflect the Shire's share of those amounts. They have been amended to reflect adjustments made by the Shire when using the equity method, including fair value adjustments and modifications for differences in accounting policy.

	Note	2024 Actual	2023 Actual
		\$	\$
Summarised statement of comprehensive income			
Revenue		756,789	680,562
Interest revenue		561	697
Finance cost		(244,841)	(199,348)
Depreciation		(353,165)	(293,744)
Profit/(loss) from continuing operations		50,268	(55,336)
Profit/(loss) from discontinued operations		0	0
Profit/(loss) for the period		50,268	(55,336)
Other comprehensive income		1,056	0
Total comprehensive income for the period		51,324	(55,336)
Summarised statement of financial position			
Cash and cash equivalents		3,583,124	3,005,799
Other current assets		32,089	12,168
Total current assets		3,615,213	3,017,967
Non-current assets		7,848,100	6,527,642
Total assets		11,463,313	9,545,609
Current financial liabilities		1,543,987	2,678,923
Other current liabilities		12,564	13,698
Total current liabilities		1,556,551	2,692,621
Non-current financial liabilities		8,657,718	5,627,259
Other non-current liabilities		23,056	21,065
Total non-current liabilities		8,680,774	5,648,324
Total liabilities		10,237,325	8,340,945
Net assets		1,225,988	1,204,664
Reconciliation to carrying amounts			
Opening net assets 1 July		1,204,664	1,200,000
Changes in members contributions		(30,000)	60,000
Profit/(Loss) for the period		50,268	(55,336)
Other comprehensive income		1,056	0
Closing net assets 1 July		1,225,988	1,204,664
Carrying amount at 1 July		200,777	200,000
- Share of associates net profit/(loss) for the period	25(e)	8,378	(9,223)
- Share of associates other comprehensive income arising during the period		176	0
- Distribution of equity by associate		(5,000)	0
- Contribution to equity in associate		0	10,000
Carrying amount at 30 June (Refer to Note 26(a))		204,331	200,777

SHIRE OF COUNTRY
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26 INVESTMENT IN ASSOCIATES (Continued)

(c) Immaterial investments in associates

Aggregate carrying amount of interests in individually immaterial associates accounted for using the equity method are reflected in the table below.

Note	2024 Actual \$	2023 Actual \$	
AASB 12.B16(a)	- Share of associates net profit for the period	856	1,276
AASB 12.B16(c)	- Share of associates other comprehensive income arising during the period	0	(568)
	- Distribution of equity by associates	(500)	(500)
	- Contribution to equity in associates	0	250
AASB 12.B16(d)	- Share of associates total comprehensive income arising during the period	356	458
	Carrying amount at 1 July	6,120	5,662
	- Share of associates total comprehensive income arising during the period	356	458
	Carrying amount at 30 June (Refer to Note 26(a))	6,476	6,120
AASB 12.23(b)	Contingent liabilities - associates		
	Share of contingent liabilities incurred jointly with other investors of the associate	783,000	205,000
	Contingent liabilities relating to liabilities of the associate for which the Shire is severally liable	150,000	150,000
		933,000	355,000

(d) Contingent liabilities from investments in associates

AASB 12.23(b)

Contingent liabilities - associates

Share of contingent liabilities incurred jointly with other investors of the associate
 Contingent liabilities relating to liabilities of the associate for which the Shire is severally liable

AASB 101.117

MATERIAL ACCOUNTING POLICIES

Investments in associates

AASB 128.3

An associate is an entity over which the Shire has significant influence, that is it has the power to participate in the financial and operating policy decisions of the investee but not control or joint control of those policies.

AASB 128.16

Investments in associates are accounted for using the equity method. The equity method of accounting, is whereby the investment is initially recognised at cost and adjusted thereafter for the post-acquisition change in the Shire's share of net assets of the associate. In addition, the Shire's share of the profit or loss of the associate is included in the Shire's profit or loss.

(e) Share of associates net profit/(loss) for the period

Investment in Nowhere Regional Council (Refer to Note 26(b))
 Immaterial investments in associates (Refer to Note 26(c))

2024 Actual \$	2023 Actual \$
8,378	(9,223)
856	1,276
9,234	(7,947)

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AASB 101.10(e)(ea)

AASB 110

AASB 101.38

27. EVENTS OCCURRING AFTER THE END OF THE REPORTING PERIOD

Following the end of the financial year the Shire's administration building was significantly damaged by fire. The exact extent of the damage is yet to be quantified. The Shire maintains fire insurance cover and does not expect to incur significant financial loss as a result. Operations are expected to be disrupted for a period of six to nine months as repairs are undertaken.

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AASB 101.10(e)
AASB 101.17 (b)

28. OTHER MATERIAL ACCOUNTING POLICIES

Interpretation 1031
AASB 101.38

a) 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.

AASB 101.66
AASB 101.69

b) 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.

AASB 101.51(e)
FM Reg 15
AASB 101.51(d)

c) Rounding off figures

All figures shown in this annual financial report, other than a rate in the dollar, are rounded to the nearest dollar. Amounts are presented in Australian Dollars.

AASB 101.38

d) Comparative figures

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

AASB 101.10(f)

When the Shire applies an accounting policy retrospectively, makes a retrospective restatement or reclassifies items in its financial statements that has a material effect on the statement of financial position, an additional (third) Statement of Financial Position as at the beginning of the preceding period in addition to the minimum comparative financial report is presented.

FM Reg 36(2)

e) Budget comparative figures

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

AASB 116.73(a)

f) 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.

g) Fair value of assets and liabilities

Fair value is the price that the Shire would receive to sell the asset or would have to pay to transfer a liability, in an orderly (i.e. forced) transaction between independent, knowledgeable and willing market participants at the measurement date.

AASB 13.2, 11.61, 67

As fair value is a market-based measure, the closest equivalent observable market pricing information is used to determine fair value. Adjustments to market values may be made having regard to the characteristics of the specific asset or liability. The fair values of assets that are not traded in an active market are determined using one or more valuation techniques. These valuation techniques maximise, to the extent possible, the use of observable market data.

AASB 13.16-21

To the extent possible, market information is extracted from either the principal market for the asset or liability (i.e. the market with the greatest volume and level of activity for the asset or liability) or, in the absence of such a market, the most advantageous market available to the Shire at the end of the reporting period (i.e. the market that maximises the receipts from the sale of the asset after taking into account transaction costs and transport costs).

AASB 13.27-33

For non-financial assets, the fair value measurement also takes into account a market participant's ability to use the asset in its highest and best use or to sell it to another market participant that would use the asset in its highest and best use.

h) Interest revenue

Interest revenue is calculated by applying the effective interest rate to the gross carrying amount of a financial asset measured at amortised cost except for financial assets that subsequently become credit-impaired. For credit-impaired financial assets the effective interest rate is applied to the net carrying amount of the financial asset (after deduction of the loss allowance).

i) Fair value hierarchy

AASB 13 Fair Value Measurement requires the disclosure of fair value information by level of the fair value hierarchy, which categorises fair value measurement into one of three possible levels based on the lowest level input that is significant to the measurement can be categorised into as follows:

Level 1

Measurements based on quoted prices (unadjusted) in active markets for identical assets or liabilities that the Shire can access at the measurement date.

Level 2

Measurements based on inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly or indirectly.

Level 3

Measurements based on unobservable inputs for the asset or liability.

The fair values of assets and liabilities that are not traded in an active market are determined using one or more valuation techniques. These valuation techniques maximise, to the extent possible, the use of observable market data. If all significant inputs required to measure fair value are observable, the asset or liability is included in Level 2. If one or more significant inputs are not based on observable market data, the asset or liability is included in Level 3.

Valuation techniques

The Shire selects a valuation technique that is appropriate in the circumstances and for which sufficient data is available to measure fair value. The availability of sufficient and relevant data primarily depends on the specific characteristics of the asset or liability being measured. The valuation techniques selected by the Shire are consistent with one or more of the following valuation approaches:

Market approach

Valuation techniques that use prices and other relevant information generated by market transactions for identical or similar assets or liabilities.

Income approach

Valuation techniques that convert estimated future cash flows or income and expenses into a single discounted present value.

Cost approach

Valuation techniques that reflect the current replacement cost of the service capacity of an asset.

Each valuation technique requires inputs that reflect the assumptions that buyers and sellers would use when pricing the asset or liability, including assumptions about risks. When selecting a valuation technique, the Shire gives priority to those techniques that maximise the use of observable inputs and minimise the use of unobservable inputs. Inputs that are developed using market data (such as publicly available information on actual transactions) and reflect the assumptions that buyers and sellers would generally use when pricing the asset or liability are considered observable, whereas inputs for which market data is not available and therefore are developed using the best information available about such assumptions are considered unobservable.

j) Impairment of assets

In accordance with Australian Accounting Standards, the Shire's assets are assessed at each reporting date to determine whether there is any indication they may be impaired.

Where such an indication exists, an impairment test is carried out on the asset by comparing the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, to the asset's carrying amount except for non-financial assets that are:

- land and buildings classified as property, plant and equipment;
- infrastructure; or
- vested improvements that the local government controls, in circumstances where there has been an impairment indication of a general decrease in asset values.

These non-financial assets are assessed in accordance with the regulatory framework detailed in Note 10.

Any excess of the asset's carrying amount over its recoverable amount is recognised immediately in profit or loss, unless the asset is carried at a revalued amount in accordance with another Standard (e.g. *AASB 116 Property, Plant and Equipment*) whereby any impairment loss of a revalued asset is treated as a revaluation decrease in accordance with that other Standard.

AASB 13.93

AASB 13.93(d)

AASB 13.B5

AASB 13.B10

AASB 13.B8

AASB 136.9,12

FM Reg17A(4C)

SHIRE OF COUNTRY
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29. RATING INFORMATION

(a) General Rates

RATE TYPE	Basis of valuation	Rate in \$	Number of Properties	2023/24 Actual Rateable Value*	2023/24 Actual Rate Revenue	2023/24 Actual Interim Rates	2023/24 Actual Total Revenue	2023/24 Budget Rate Revenue	2023/24 Budget Interim Rate	2023/24 Budget Total Revenue	2022/23 Actual Total Revenue
Residential	Gross rental valuation	9.6541	15,266	312,710,691	30,189,403	171,841	30,361,244	31,117,502	165,000	31,282,502	30,702,874
Comm/Industrial	Gross rental valuation	9.7661	2,106	22,275,990	2,175,495	0	2,175,495	1,151,024	0	1,151,024	1,149,688
Rural	Unimproved valuation	0.4331	1,180	631,068,181	2,733,156	0	2,733,156	2,733,156	0	2,733,156	2,651,161
Mining	Unimproved valuation	0.8662	5	325,674	2,821	0	2,821	2,821	0	2,821	2,793
Total general rates			18,557	966,380,536	35,100,875	171,841	35,272,716	35,004,503	165,000	35,169,503	34,506,516
Minimum payment											
Residential	Gross rental valuation	992	2,064	15,678,414	2,047,488	0	2,047,488	2,047,488	0	2,047,488	2,000,140
Comm/Industrial	Gross rental valuation	992	1,032	6,864,621	1,023,744	0	1,023,744	1,023,744	0	1,023,744	999,100
Rural	Unimproved valuation	1,070	168	25,346,841	179,760	0	179,760	179,760	0	179,760	176,400
Mining	Unimproved valuation	1,070	2	156,781	2,140	0	2,140	2,140	0	2,140	2,100
Total minimum payments			3,266	48,046,657	3,253,132	0	3,253,132	3,253,132	0	3,253,132	3,177,740
Total general rates and minimum payments			21,823	1,014,427,193	38,354,007	171,841	38,525,848	38,257,635	165,000	38,422,635	37,684,256
Specified Area Rates											
Country Water Scheme	Unimproved valuation	0.300	17	42,039,333	126,118	250	126,368	126,050	0	126,050	123,434
Ex-gratia Rates											
Rural	Unimproved valuation	0.433	3	8,173,863	35,401	0	35,401	25,401	0	25,401	21,580
Total amount raised from rates (excluding general rates)			20	50,213,196	161,519	250	161,769	151,451	0	151,451	145,014
Discounts							(866,480)			(836,797)	(807,546)
Concessions							(158,340)			(158,800)	(152,801)
Total Rates							37,662,797			37,578,489	36,868,923
Rate instalment interest							142,613			143,000	140,560
Rate overdue interest							195,035			160,000	174,756

The rate revenue was recognised from the rate record as soon as practicable after the Shire resolved to impose rates in the financial year as well as when the rate record was amended to ensure the information in the record was current and correct.

*Rateable Value at time of raising of rate.

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AASB 101.10(e)(ea)

AASB 101.38

30. DETERMINATION OF SURPLUS OR DEFICIT

(a) Non-cash amounts excluded from operating activities

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

Adjustments to operating activities

	Note	2023/24 (30 June 2024 Carried Forward) \$	2023/24 Budget (30 June 2024 Carried Forward) \$	2022/23 (30 June 2023 Carried Forward) \$
Less: Profit on asset disposals		(29,653)	(13,575)	(439,462)
Less: Fair value adjustments to financial assets at fair value through profit or loss		(5,643)	(5,200)	(5,108)
Less: Share of net profit of associates and joint ventures accounted for using the equity method		(9,234)	(1,000)	7,947
Add: Loss on disposal of assets		298,878	97,420	41,763
Add: Loss on revaluation of fixed assets	9(a)	0	0	102,356
Add: Impairment of Plant and Equipment	8(a)	95,000	0	0
Add: Depreciation	10(a)	14,757,406	14,330,986	13,920,066
Non-cash movements in non-current assets and liabilities:				
Financial assets at amortised cost		(2,000,000)	0	0
Investment property	12	(111,274)	0	0
Pensioner deferred rates		(30,638)	30,080	0
Assets held for sale	7	653,000	0	0
Employee benefit provisions		45,757	0	(33,975)
Other provisions		23,923	0	90,456
Contract liabilities		0	650,000	(3,158,263)
Inventory		(2,209,401)	(1,370,687)	123,500
Non-cash amounts excluded from operating activities		11,478,121	13,718,024	10,649,280

(b) Non-cash amounts excluded from investing activities

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

Adjustments to investing activities

Movement in non-current capital grant/contribution liability		(174,427)	(650,000)	(260,300)
Property, plant and equipment received for substantially less than fair value	8(a)	656,000	0	300,000
Infrastructure received for substantially less than fair value	9(a)	3,165,078	0	0
Non cash Capital grants, subsidies and contributions		(3,821,078)	0	(300,000)
Right of use assets received - non cash	11(a)	302,250	300,000	156,400
Non-cash amounts excluded from investing activities		127,823	(350,000)	(103,900)

(c) Non-cash amounts excluded from financing activities

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

Adjustments to financing activities

Non cash proceeds from new leases	31(d)	(302,250)	(300,000)	(156,400)
Non-cash amounts excluded from financing activities		(302,250)	(300,000)	(156,400)

(d) Surplus or deficit after imposition of general rates

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

Adjustments to net current assets

Less: Reserve accounts	32	(18,120,032)	(17,555,512)	(15,924,018)
Less: Financial assets at amortised cost - self supporting loans	4(a)	(165,843)	(165,843)	(165,843)
Add: Current liabilities not expected to be cleared at end of year				
- Current portion of borrowings	16	2,788,105	2,788,105	2,780,672
- Current portion of lease liabilities	11(b)	205,134	205,134	127,670
Total adjustments to net current assets		(15,292,636)	(14,728,116)	(13,181,519)

Net current assets used in the Statement of Financial Activity

Total current assets		38,869,691	28,053,107	33,633,513
Less: Total current liabilities		(18,619,910)	(13,324,991)	(14,179,298)
Less: Total adjustments to net current assets		(15,292,636)	(14,728,116)	(13,181,519)
Surplus or deficit after imposition of general rates		4,957,145	0	6,272,696

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AASB 101.10(e)(ea)
AASB 101.51

31. BORROWING AND LEASE LIABILITIES

(a) Borrowings

Purpose	Note	Actual						Budget					
		Principal at	New Loans	Principal	Principal at	New Loans	Principal	Principal at	New Loans	Principal	Principal at		
		1 July 2022	During 2022-23	Repayments	30 June 2023	During 2023-24	Repayments	30 June 2024	July 2023	During 2023-24	Repayments	30 June 2024	
		\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Library extensions		0	0	0	0	1,800,000	(76,851)	1,723,149	0	2,000,000	(76,851)	1,923,149	
Oval lighting		966,723	0	(109,333)	857,390	0	(117,754)	739,636	857,390	0	(117,754)	739,636	
Country Recreation Centre		6,941,785	0	(731,297)	6,210,488	0	(752,658)	5,457,830	6,210,488	0	(752,658)	5,457,830	
Airport upgrades		6,404,155	0	(616,883)	5,787,272	0	(638,662)	5,148,610	5,787,272	0	(638,662)	5,148,610	
Saleyard upgrades		976,632	0	(231,391)	745,241	0	(239,701)	505,540	745,241	0	(239,701)	505,540	
Admin building roof		822,524	0	(80,023)	742,501	0	(82,654)	659,847	742,501	0	(82,654)	659,847	
Factored Receivables		706,549	0	0	706,549	250,000	(392,451)	564,098	706,549	200,000	(200,000)	706,549	
Total		16,818,368	0	(1,768,927)	15,049,441	2,050,000	(2,300,731)	14,798,710	0	15,049,441	2,200,000	(2,108,280)	15,141,161
Self Supporting Loans													
DFES Headquarters		851,396	0	(161,630)	689,766	0	(165,843)	523,923	689,766	0	(165,843)	523,923	
Total Self Supporting Loans		851,396	0	(161,630)	689,766	0	(165,843)	523,923	0	689,766	0	(165,843)	523,923
Total Borrowings	16	17,669,764	0	(1,930,557)	15,739,207	2,050,000	(2,466,574)	15,322,633	0	15,739,207	2,200,000	(2,274,123)	15,665,084

Self supporting loans are financed by payments from third parties. These are shown in Note 4 as other financial assets at amortised cost. All other loan repayments were financed by general purpose revenue.

Borrowing Finance Cost Payments

Purpose	Loan Number	Institution	Interest Rate	Date final payment is due	Actual for year ending 30 June 2024	Budget for year ending 30 June 2024	Actual for year ending 30 June 2023
Library extensions	259	WATC*	3.26%	30/03/2043	(29,340)	(29,340)	0
Oval lighting	256	WATC*	7.56%	20/04/2028	(62,635)	(62,635)	(71,056)
Country Recreation Centre	257	WATC*	2.90%	31/07/2029	(174,687)	(174,687)	(198,048)
Airport upgrades	252	WATC*	3.50%	30/08/2030	(197,015)	(197,015)	(218,794)
Saleyard upgrades	258	Bank	3.56%	1/02/2025	(24,417)	(24,417)	(32,727)
Admin building roof	254	WATC*	3.26%	28/02/2028	(23,537)	(23,537)	(26,168)
Total					(511,631)	(511,631)	(544,793)
Self Supporting Loans Finance Cost Payments							
DFES Headquarters	252	WATC*	2.59%		(16,798)	(16,798)	(21,011)
Total Self Supporting Loans Finance Cost Payments					(16,798)	(16,798)	(21,011)
Total Finance Cost Payments					(528,429)	(528,429)	(565,804)

* WA Treasury Corporation

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AASB 101.10(e)(ea)

AASB 101.51

FM Reg 46(d)

FM Reg 36(2)(d)

31. BORROWING AND LEASE LIABILITIES (Continued)

(b) New Borrowings - 2023/24

Particulars/Purpose	Institution	Loan Type	Term Years	Interest Rate %	Amount Borrowed 2024		Amount (Used) 2024		Total Interest & Charges \$	Actual Balance Unspent \$
					Actual \$	Budget \$	Actual \$	Budget \$		
Library extensions	WATC*	Debenture	10	3.26%	1,800,000	2,000,000	(1,564,000)	(2,000,000)	293,400	236,000
					1,800,000	2,000,000	(1,564,000)	(2,000,000)	293,400	236,000

* WA Treasury Corporation

FM Reg 46(a)

(c) Unspent Borrowings

Particulars	Institution	Date Borrowed	Unspent Balance 1 July 23 \$	Borrowed During Year \$	Expended During Year \$	Unspent Balance 30 June 24 \$
Country Recreation Centre	WATC*	1/10/2015	155,684	0	0	155,684
Library extensions	WATC*	30/09/2019	0	1,800,000	(1,564,000)	236,000
			155,684	1,800,000	(1,564,000)	391,684

* WA Treasury Corporation

AASB 101.112

(d) Lease Liabilities

Purpose	Note	Actual				Budget						
		Principal at 1 July 2022 \$	New Leases During 2022-23 \$	Principal Repayments During 2022-23 \$	Principal at 30 June 2023 \$	New Leases During 2023-24 \$	Principal Repayments During 2023-24 \$	Principal at 30 June 2024 \$	Principal at 1 July 2023 \$	New Leases During 2023-24 \$	Principal Repayments During 2023-24 \$	Principal at 30 June 2024 \$
Ranger vehicles		0	156,400	(18,384)	138,016	0	(37,738)	100,278	138,016	0	(37,738)	100,278
Heavy plant		0	0	0	0	302,250	(35,539)	266,711	0	300,000	(35,000)	265,000
Building lease		317,685	0	(86,865)	230,820	0	(89,932)	140,888	230,820	0	(89,932)	140,888
Total Lease Liabilities	11(b)	317,685	156,400	(105,249)	368,836	302,250	(163,209)	507,877	368,836	300,000	(162,670)	506,166

Lease Finance Cost Payments

Purpose	Lease Number	Institution	Interest Rate	Date final payment is due	Actual for year ending 30 June 2024 \$	Budget for year ending 30 June 2024 \$	Actual for year ending 30 June 2023 \$	Lease Term
Ranger vehicles	98,341	Simple Leasing	3.50%	1/09/2025	(4,503)	(4,503)	(2,737)	48 months
Heavy plant	96,353	Vehicle Leasing	3.50%	31/08/2024	(7,298)	(7,298)	(10,365)	48 months
Building lease	96,354	Vehicle Leasing	3.50%	31/10/2026	(5,291)	(5,000)	0	48 months
Total Finance Cost Payments					(17,092)	(16,801)	(13,102)	

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AASB 101.10(e)(ea)

AASB 101.38

FM Reg 38(1)(a)

FM Reg 38(2)(d)

FM Reg 38.1 (b-e)

32. RESERVE ACCOUNTS

Restricted by legislation/agreement

	2024 Actual Opening Balance	2024 Actual Transfer to	2024 Actual Transfer (from)	2024 Actual Closing Balance	2024 Budget Opening Balance	2024 Budget Transfer to	2024 Budget Transfer (from)	2024 Budget Closing Balance	2023 Actual Opening Balance	2023 Actual Transfer to	2023 Actual Transfer (from)	2023 Actual Closing Balance
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
(a) Sewerage rate reserve	56,840	0	(10,654)	46,186	56,840	0	0	56,840	56,840	0	0	56,840
(b) Developer contributions reserve	664,810	1,356,840	0	2,021,650	664,810	1,500,000	0	2,164,810	164,140	500,670	0	664,810
(c) Aged persons unit reserve	10,650	2,000	0	12,650	10,650	2,000	0	12,650	8,400	2,250	0	10,650
(d) Payment in lieu of parking plan reserve	2,144,635	97,922	0	2,242,557	2,144,635	26,501	0	2,171,136	2,108,095	36,540	0	2,144,635
	2,876,935	1,456,762	(10,654)	4,323,043	2,876,935	1,528,501	0	4,405,436	2,337,475	539,460	0	2,876,935

Restricted by council

(e) Leave reserve	150,522	624	0	151,146	150,522	624	0	151,146	149,898	624	0	150,522
(f) Building reserve	4,301,443	2,525,065	(4,301,443)	2,525,065	4,301,443	0	(2,725,422)	1,576,021	10,641,967	1,376,855	(7,717,379)	4,301,443
(g) Airport reserve	2,190,421	2,242,959	(2,148,051)	2,285,329	2,190,421	2,970,205	(1,019,571)	4,141,055	1,972,536	2,768,964	(2,551,079)	2,190,421
(h) Waste management reserve	2,990,856	3,078,909	(466,143)	5,603,622	2,990,856	2,322,700	(604,086)	4,709,470	1,379,579	3,087,434	(1,476,157)	2,990,856
(i) Plant replacement reserve	1,772,154	132,532	(500,000)	1,404,686	1,772,154	132,532	(801,060)	1,103,626	758,421	1,049,468	(35,735)	1,772,154
(j) Asset management reserve	1,641,687	485,454	(300,000)	1,827,141	1,641,687	92,671	(265,600)	1,468,758	(1,697,071)	3,513,758	(175,000)	1,641,687
	13,047,083	8,465,543	(7,715,637)	13,796,989	13,047,083	5,518,732	(5,415,739)	13,150,076	13,205,330	11,797,103	(11,955,350)	13,047,083
	15,924,018	9,922,305	(7,726,291)	18,120,032	15,924,018	7,047,233	(5,415,739)	17,555,512	15,542,805	12,336,563	(11,955,350)	15,924,018

AASB 1058.37

All reserves are supported by cash and cash equivalents and financial assets at amortised cost and are restricted within equity as Reserve accounts.

In accordance with Council resolutions or adopted budget in relation to each reserve account, the purpose for which the reserves are set aside and their anticipated date of use are as follows:

FM Reg 38(1)(a)

Name of reserve account	Purpose of the reserve account
Restricted by legislation/agreement	
(a) Sewerage rate reserve	to hold specified area rates as required by section 6.37.2(b) of the <i>Local Government Act 1995</i> .
(b) Developer contributions reserve	to hold developer contributions as required by State Planning Policy 3.6 Infrastructure Contributions (SPP 3.6).
(c) Aged persons unit reserve	to hold funds from the joint operation in accordance with the agreement with Department of Communities.
(d) Payment in lieu of parking plan reserve	to hold payment in lieu of parking as required by section 2.771 of <i>Planning and Development (Local Planning Schemes) Regulations 2015</i> .
Restricted by council	
(e) Leave reserve	To be used to pay annual and long service leave liabilities.
(f) Building reserve	Expenditure for the construction and maintenance of buildings.
(g) Airport reserve	Expenditure for the future maintenance, development and improvements at the Country Airport.
(h) Waste management reserve	Expenditure for future waste management the rehabilitation, redevelopment and development of refuse sites.
(i) Plant replacement reserve	Future expenditure for replacement of plant.
(j) Asset management reserve	Expenditure for future renewal of fixed assets.

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AASB 101.10(e)(ea)

FM Reg 37

AASB 101.38

33. TRUST FUNDS

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

LGA 3.47 (5)
Fire and Emergency
Services Act 1998 36U
PDA 154
LGA 6.9(4)

	1 July 2023	Amounts Received	Amounts Paid	30 June 2024
	\$	\$	\$	\$
Proceeds of sale of abandoned vehicles	684,691	326,401	(256,011)	755,081
ESL Levy	4,658	269,681	(258,097)	16,242
Cash-in-lieu of public open space	368,400	0	(56,897)	311,503
Unclaimed monies	6,587	2,568	(1,350)	7,805
	1,064,336	598,650	(572,355)	1,090,631