

**SHIRE OF CHITTERING**  
**ANNUAL BUDGET**  
**FOR THE YEAR ENDED 30 JUNE 2025**

**LOCAL GOVERNMENT ACT 1995**

**TABLE OF CONTENTS**

Statement of Comprehensive Income	2
Statement of Cash Flows	3
Statement of Financial Activity	4
Index of Notes to the Budget	5
Schedule of Fees and Charges	26

**SHIRE'S VISION**

A Connected thriving community

**SHIRE OF CHITTERING**  
**STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE YEAR ENDED 30 JUNE 2025**

	Note	2024/25 Budget	2023/24 Actual	2023/24 Budget
<b>Revenue</b>		\$	\$	\$
Rates	2(a)	7,499,374	7,194,938	7,161,256
Grants, subsidies and contributions		2,177,393	2,023,121	2,412,330
Fees and charges	14	1,783,917	1,754,305	1,607,459
Interest revenue	9(a)	307,555	321,353	178,690
Other revenue		227,430	353,601	319,265
		11,995,669	11,647,318	11,679,000
<b>Expenses</b>				
Employee costs		(5,483,561)	(4,845,258)	(5,173,753)
Materials and contracts		(5,140,651)	(3,437,646)	(4,991,232)
Utility charges		(211,333)	(222,702)	(254,364)
Depreciation	6	(5,381,233)	(4,863,524)	(4,470,134)
Finance costs	9(c)	(213,518)	(226,881)	(226,910)
Insurance		(259,647)	(257,687)	(249,171)
Other expenditure		(420,774)	(371,682)	(434,471)
		(17,110,717)	(14,225,380)	(15,800,035)
		(5,115,048)	(2,578,062)	(4,121,035)
Capital grants, subsidies and contributions		3,526,329	2,303,993	3,312,679
Profit on asset disposals	5	37,160	29,315	249,581
Loss on asset disposals	5	0	(1,636)	(10,873)
		3,563,489	2,331,672	3,551,387
<b>Net result for the period</b>		<b>(1,551,559)</b>	<b>(246,390)</b>	<b>(569,648)</b>
<b>Other comprehensive income for the period</b>				
<i>Items that will not be reclassified subsequently to profit or loss</i>				
Changes in asset revaluation surplus		0	0	0
Share of comprehensive income of associates accounted for using the equity method		0	0	0
<b>Total other comprehensive income for the period</b>		<b>0</b>	<b>0</b>	<b>0</b>
<b>Total comprehensive income for the period</b>		<b>(1,551,559)</b>	<b>(246,390)</b>	<b>(569,648)</b>

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

**SHIRE OF CHITTERING**  
**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED 30 JUNE 2025**

	Note	2024/25 Budget	2023/24 Actual	2023/24 Budget
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
<b>Receipts</b>				
Rates		\$ 7,499,374	\$ 7,110,943	\$ 7,161,256
Grants, subsidies and contributions		2,177,393	1,843,686	2,412,330
Fees and charges		1,783,917	1,754,305	1,607,459
Interest revenue		307,555	321,353	178,690
Goods and services tax received		0	255,644	0
Other revenue		227,430	353,601	319,265
		11,995,669	11,639,532	11,679,000
<b>Payments</b>				
Employee costs		(5,483,561)	(5,009,653)	(5,173,753)
Materials and contracts		(5,140,651)	(3,443,635)	(4,991,232)
Utility charges		(211,333)	(222,702)	(254,364)
Finance costs		(213,518)	(208,398)	(226,910)
Insurance paid		(259,647)	(257,687)	(249,171)
Other expenditure		(420,774)	(371,682)	(434,471)
		(11,729,484)	(9,513,757)	(11,329,901)
<b>Net cash provided by operating activities</b>	4	266,185	2,125,775	349,099
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Payments for purchase of property, plant & equipment	5(a)	(1,139,784)	(3,815,476)	(4,975,174)
Payments for construction of infrastructure	5(b)	(4,159,063)	(3,051,476)	(4,062,518)
Capital grants, subsidies and contributions		3,526,329	2,385,598	3,312,679
Proceeds from sale of property, plant and equipment	5(a)	82,500	124,091	339,500
<b>Net cash (used in) investing activities</b>		(1,690,018)	(4,357,263)	(5,385,513)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>				
Repayment of borrowings	7(a)	(410,391)	(544,318)	(544,318)
Proceeds from new borrowings	7(a)	0	0	1,203,545
<b>Net cash provided by (used in) financing activities</b>		(410,391)	(544,318)	659,227
<b>Net (decrease) in cash held</b>		(1,834,224)	(2,775,806)	(4,377,187)
Cash at beginning of year		5,336,746	8,112,552	8,001,589
<b>Cash and cash equivalents at the end of the year</b>	4	<b>3,502,522</b>	<b>5,336,746</b>	<b>3,624,402</b>

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

**SHIRE OF CHITTERING**  
**STATEMENT OF FINANCIAL ACTIVITY**  
**FOR THE YEAR ENDED 30 JUNE 2025**

**OPERATING ACTIVITIES**

**Revenue from operating activities**

	Note	2024/25 Budget	2023/24 Actual	2023/24 Budget
General rates	2(a)(i)	\$ 6,983,540	\$ 6,713,379	\$ 6,679,953
Rates excluding general rates	2(a)	515,834	481,559	481,303
Grants, subsidies and contributions		2,177,393	2,023,121	2,412,330
Fees and charges	14	1,783,917	1,754,305	1,607,459
Interest revenue	9(a)	307,555	321,353	178,690
Other revenue		227,430	353,601	319,265
Profit on asset disposals	5	37,160	29,315	249,581
		<b>12,032,829</b>	<b>11,676,633</b>	<b>11,928,581</b>

**Expenditure from operating activities**

Employee costs		(5,483,561)	(4,845,258)	(5,173,753)
Materials and contracts		(5,140,651)	(3,437,646)	(4,991,232)
Utility charges		(211,333)	(222,702)	(254,364)
Depreciation	6	(5,381,233)	(4,863,524)	(4,470,134)
Finance costs	9(c)	(213,518)	(226,881)	(226,910)
Insurance		(259,647)	(257,687)	(249,171)
Other expenditure		(420,774)	(371,682)	(434,471)
Loss on asset disposals	5	0	(1,636)	(10,873)
		<b>(17,110,717)</b>	<b>(14,227,016)</b>	<b>(15,810,908)</b>

Non cash amounts excluded from operating activities

	3(c)	5,344,073	4,835,845	4,231,426
--	------	-----------	-----------	-----------

**Amount attributable to operating activities**

		<b>266,185</b>	<b>2,285,462</b>	<b>349,099</b>
--	--	----------------	------------------	----------------

**INVESTING ACTIVITIES**

**Inflows from investing activities**

Capital grants, subsidies and contributions		3,526,329	2,303,993	3,312,679
Proceeds from disposal of assets	5	82,500	124,091	339,500
		<b>3,608,829</b>	<b>2,428,084</b>	<b>3,652,179</b>

**Outflows from investing activities**

Payments for property, plant and equipment	5(a)	(1,139,784)	(3,815,476)	(4,975,174)
Payments for construction of infrastructure	5(b)	(4,159,063)	(3,051,476)	(4,062,518)
		<b>(5,298,847)</b>	<b>(6,866,952)</b>	<b>(9,037,692)</b>

**Amount attributable to investing activities**

		<b>(1,690,018)</b>	<b>(4,438,868)</b>	<b>(5,385,513)</b>
--	--	--------------------	--------------------	--------------------

**FINANCING ACTIVITIES**

**Inflows from financing activities**

Proceeds from new borrowings	7(a)	0	0	1,203,545
Transfers from reserve accounts	8(a)	913	682,797	0
		<b>913</b>	<b>682,797</b>	<b>1,203,545</b>

**Outflows from financing activities**

Repayment of borrowings	7(a)	(410,391)	(544,318)	(544,318)
Transfers to reserve accounts	8(a)	(148,865)	(165,442)	(35,000)
		<b>(559,256)</b>	<b>(709,760)</b>	<b>(579,318)</b>

**Amount attributable to financing activities**

		<b>(558,343)</b>	<b>(26,963)</b>	<b>624,227</b>
--	--	------------------	-----------------	----------------

**MOVEMENT IN SURPLUS OR DEFICIT**

**Surplus at the start of the financial year**

Surplus at the start of the financial year	3	1,982,176	4,162,545	4,412,187
Amount attributable to operating activities		266,185	2,285,462	349,099
Amount attributable to investing activities		(1,690,018)	(4,438,868)	(5,385,513)
Amount attributable to financing activities		(558,343)	(26,963)	624,227

**Surplus/(deficit) remaining after the imposition of general rates**

	3	<b>0</b>	<b>1,982,176</b>	<b>0</b>
--	---	----------	------------------	----------

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

**SHIRE OF CHITTERING**  
**FOR THE YEAR ENDED 30 JUNE 2025**  
**INDEX OF NOTES TO THE BUDGET**

Note 1	Basis of Preparation	6
Note 2	Rates and Service Charges	7
Note 3	Net Current Assets	10
Note 4	Reconciliation of cash	13
Note 5	Property, Plant and Equipment	14
Note 6	Depreciation	15
Note 7	Borrowings	16
Note 8	Reserve Accounts	18
Note 9	Other Information	19
Note 10	Elected Members Remuneration	20
Note 11	Major Land Transactions	21
Note 12	Revenue and Expenditure	22
Note 13	Program Information	24
Note 14	Fees and Charges	25

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

**1 BASIS OF PREPARATION**

The annual budget is a forward looking document and has been prepared in accordance with the *Local Government Act 1995* and accompanying regulations.

**Local Government Act 1995 requirements**

Section 6.4(2) of the *Local Government Act 1995* read with the *Local Government (Financial Management) Regulations 1996* prescribe that the annual budget be prepared in accordance with the *Local Government Act 1995* and, to the extent that they are not inconsistent with the Act, the Australian Accounting Standards. The Australian Accounting Standards (as they apply to local governments and not-for-profit entities) and Interpretations of the Australian Accounting Standards Board were applied where no inconsistencies exist.

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

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

**The local government reporting entity**

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

All monies held in the Trust Fund are excluded from the financial statements. A separate statement of those monies appears at Note 11 to the annual budget.

**2023/24 actual balances**

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

**Budget comparative figures**

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

**Comparative figures**

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

**Rounding off figures**

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

**Statement of Cashflows**

Investing and financing transactions that do not require the use of cash or cash equivalents shall be excluded from a statement of cash flows. Such transactions shall be disclosed elsewhere in the financial statements in a way that provides all the relevant information about these investing and financing activities.

**Initial application of accounting standards**

During the budget year, the below revised Australian Accounting Standards and Interpretations are expected to be compiled, become mandatory and be applicable to its operations.

- AASB 2020-1 Amendments to Australian Accounting Standards
    - Classification of Liabilities as Current or Non-current
  - 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 2023-1 Amendments to Australian Accounting Standards
    - Supplier Finance Arrangements
  - AASB 2023-3 Amendments to Australian Accounting Standards
    - Disclosure of Non-current Liabilities with Covenants: Tier 2
- It is not expected these standards will have an impact on the annual budget.

- AASB 2022-10 Amendments to Australian Accounting Standards
  - Fair Value Measurement of Non-Financial Assets of Not-for-Profit Public Sector Entities, became mandatory during the budget year. Amendments to AASB 13 *Fair Value Measurement* impacts the future determination of fair value when revaluing assets using the cost approach. Timing of future revaluations is defined by regulation 17A of *Local Government (Financial Management) Regulations 1996*. Impacts of this pronouncement are yet to be quantified and are dependent on the timing of future revaluations of asset classes. No material impact is expected in relation to the 2024-25 statutory budget.

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

- AASB 2014-10 Amendments to Australian Accounting Standards
  - Sale or Contribution of Assets between an Investor and its Associate or Joint Venture
- AASB 2021-7c Amendments to Australian Accounting Standards
  - Effective Date of Amendments to AASB 10 and AASB 128 and Editorial Corrections [deferred AASB 10 and AASB 128 amendments in AASB 2014-10 apply]
- AASB 2022-9 Amendments to Australian Accounting Standards
  - Insurance Contracts in the Public Sector
- AASB 2023-5 Amendments to Australian Accounting Standards
  - Lack of Exchangeability

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

**Judgements, estimates and assumptions**

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

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

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

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

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

2. RATES AND SERVICE CHARGES

(a) Rating Information

Rate Description	Basis of valuation	Rate in	Number of properties	Rateable value	2024/25 Budgeted rate revenue	2024/25 Budgeted interim rates	2024/25 Budgeted total revenue	2023/24 Actual total revenue	2023/24 Budget total revenue
		\$		\$	\$	\$	\$	\$	\$
<b>(i) General rates</b>									
GRV	Gross rental valuation	0.079079	1,825	51,636,302	4,083,347	50,000	4,133,347	3,905,505	3,893,112
UV	Unimproved valuation	0.005424	781	525,478,014	2,850,193		2,850,193	2,807,874	2,786,841
<b>Total general rates</b>			2,606	577,114,316	6,933,540	50,000	6,983,540	6,713,379	6,679,953
<b>(j) Minimum payment</b>									
		Minimum \$							
GRV	Gross rental valuation	1,150	268	4,755,295	308,200		308,200	350,750	350,750
UV	Unimproved valuation	1,100	185	52,262,782	203,500		203,500	126,500	126,500
<b>Total minimum payments</b>			453	57,018,077	511,700	0	511,700	477,250	477,250
<b>Total general rates and minimum payments</b>			3,059	634,132,393	7,445,240	50,000	7,495,240	7,190,629	7,157,203
<b>(k) Ex-gratia rates</b>									
Ex-gratia rates					4,134		4,134	4,309	4,053
					7,449,374	50,000	7,499,374	7,194,938	7,161,256
<b>Total rates</b>					7,449,374	50,000	7,499,374	7,194,938	7,161,256

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

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

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

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

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

**2. RATES AND SERVICE CHARGES (CONTINUED)**

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

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

<b>Instalment options</b>	<b>Date due</b>	<b>Instalment plan admin charge</b>	<b>Instalment plan interest rate</b>	<b>Unpaid rates interest rates</b>
		\$	%	%
<b>Option one</b>				
Single full payment	27/08/2024		2.5%	8.0%
<b>Option three</b>				
First instalment	27/08/2024	10	2.5%	8.0%
Second instalment	29/10/2024	10	2.5%	8.0%
Third instalment	2/01/2025	10	2.5%	8.0%
Fourth instalment	6/03/2025	10	2.5%	8.0%

	<b>2024/25 Budget revenue</b>	<b>2023/24 Actual revenue</b>	<b>2023/24 Budget revenue</b>
	\$	\$	\$
Instalment plan admin charge revenue	29,058	27,330	28,350
Instalment plan interest earned	27,190	15,909	27,190
Unpaid rates and service charge interest earned	43,500	28,870	43,500
Pensioner Deferred Interest	1,700	0	1,700
	<b>101,448</b>	<b>72,109</b>	<b>100,740</b>



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

**2. RATES AND SERVICE CHARGES (CONTINUED)**

**(c) Specified Area Rate**

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

**(c) Service Charges**

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

**(d) Early payment discounts**

The Shire does not anticipate any waivers or concessions for the year ended 30th June 2025.

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

**3. NET CURRENT ASSETS**

**(a) Composition of estimated net current assets**

**Current assets**

Cash and cash equivalents  
 Receivables  
 Inventories

**Less: current liabilities**

Trade and other payables  
 Contract liabilities  
 Long term borrowings  
 Employee provisions

**Net current assets**

**Less: Total adjustments to net current assets**

**Net current assets used in the Statement of Financial Activity**

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

The following current assets and liabilities have been excluded from the net current assets used in the 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: Cash - reserve accounts  
 Add: Current liabilities not expected to be cleared at end of year  
 - Current portion of borrowings  
 - Current portion of employee benefit provisions held in reserve

**Total adjustments to net current assets**

Note	2024/25 Budget 30 June 2025	2023/24 Actual 30 June 2024	2023/24 Budget 30 June 2024
	\$	\$	\$
4	3,502,522	5,336,746	3,624,402
	493,499	493,499	469,545
	2,226	2,226	5,459
	3,998,247	5,832,471	4,099,406
	(1,064,730)	(1,064,730)	(901,242)
	(311,725)	(311,725)	(289,652)
7	(410,391)	(544,318)	(766,522)
	(663,683)	(663,683)	(632,752)
	(2,450,529)	(2,584,456)	(2,590,168)
	1,547,718	3,248,015	1,509,238
3(b)	(1,547,718)	(1,265,839)	(1,509,238)
	0	1,982,176	0
	(2,240,624)	(2,092,672)	(2,548,295)
8			
	410,391	544,318	766,522
	282,515	282,515	272,535
	(1,547,718)	(1,265,839)	(1,509,238)

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

**3. NET CURRENT ASSETS**

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

**Items excluded from calculation of budgeted deficiency**

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

**(c) 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**

Less: Profit on asset disposals  
 Add: Loss on asset disposals  
 Add: Depreciation

**Non cash amounts excluded from operating activities**

<b>Note</b>	<b>2024/25 Budget 30 June 2025</b>	<b>2023/24 Actual 30 June 2024</b>	<b>2023/24 Budget 30 June 2024</b>
	\$	\$	\$
5	(37,160)	(29,315)	(249,581)
5	0	1,636	10,873
6	5,381,233	4,863,524	4,470,134
	<b>5,344,073</b>	<b>4,835,845</b>	<b>4,231,426</b>

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

**3. NET CURRENT ASSETS**

**(e) MATERIAL ACCOUNTING POLICIES**

**CURRENT AND NON-CURRENT CLASSIFICATION**

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

**TRADE AND OTHER PAYABLES**

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

**PREPAID RATES**

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

**INVENTORIES**

**General**

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

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

**Superannuation**

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

**LAND HELD FOR RESALE**

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

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

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

**GOODS AND SERVICES TAX (GST)**

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

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

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

**CONTRACT LIABILITIES**

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

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

**TRADE AND OTHER RECEIVABLES**

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

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

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

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

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

**PROVISIONS**

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

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

**EMPLOYEE BENEFITS**

**Short-term employee benefits**

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

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

The Shire's obligations for employees' annual leave and long service leave entitlements are recognised as provisions in the determination of the net current asset position.

**Other long-term employee benefits**

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

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

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

**4. RECONCILIATION OF CASH**

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

	Note	2024/25 Budget	2023/24 Actual	2023/24 Budget
Cash at bank and on hand		\$ 3,502,522	\$ 5,336,746	\$ 3,624,402
<b>Total cash and cash equivalents</b>		<b>3,502,522</b>	<b>5,336,746</b>	<b>3,624,402</b>
Held as				
- Unrestricted cash and cash equivalents		1,261,898	3,244,074	1,076,107
- Restricted cash and cash equivalents		2,240,624	2,092,672	2,548,295
	3(a)	3,502,522	5,336,746	3,624,402
<b>Restrictions</b>				
The following classes of assets have restrictions imposed by regulations or other externally imposed requirements which limit or direct the purpose for which the resources may be used:				
- Cash and cash equivalents		2,240,624	2,092,672	2,548,295
		2,240,624	2,092,672	2,548,295
The assets are restricted as a result of the specified purposes associated with the liabilities below:				
Financially backed reserves	8	2,240,624	2,092,672	2,548,295
		2,240,624	2,092,672	2,548,295
<b>Reconciliation of net cash provided by operating activities to net result</b>				
<b>Net result</b>		(1,551,559)	(246,390)	(569,648)
Depreciation	6	5,381,233	4,863,524	4,470,134
(Profit)/loss on sale of asset	5	(37,160)	(27,679)	(238,708)
(Increase)/decrease in receivables		0	(36,212)	
(Increase)/decrease in inventories		0	3,752	
Increase/(decrease) in payables		0	(155,653)	
Increase/(decrease) in contract liabilities		0	110,031	
Capital grants, subsidies and contributions		(3,526,329)	(2,385,598)	(3,312,679)
<b>Net cash from operating activities</b>		<b>266,185</b>	<b>2,125,775</b>	<b>349,099</b>

**MATERIAL ACCOUNTING POLICES**

**CASH AND CASH EQUIVALENTS**

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

Bank overdrafts are shown as short term borrowings in current liabilities in Note 3 - Net Current Assets.

**FINANCIAL ASSETS AT AMORTISED COST**

The Shire classifies financial assets at amortised cost if both of the following criteria are met:

- the asset is held within a business model whose objective is to collect the contractual cashflows, and
- the contractual terms give rise to cash flows that are solely payments of principal and interest.

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

**5. PROPERTY, PLANT AND EQUIPMENT**

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

	2024/25 Budget					2023/24 Actual					2023/24 Budget						
	Additions	In-kind Additions	Disposals - Net Book Value	Disposals - Sale Proceeds	Disposals - Profit	Disposals - Loss	Additions	In-kind Additions	Disposals - Net Book Value	Disposals - Sale Proceeds	Disposals - Profit	Disposals - Loss	Additions	Disposals - Net Book Value	Disposals - Sale Proceeds	Disposals - Profit	Disposals - Loss
<b>(a) Property, Plant and Equipment</b>	\$	\$	\$	\$	\$	\$							\$	\$	\$	\$	\$
Land - freehold land	280,000												240,000				
Buildings - non-specialised													2,519,774				
Buildings - specialised	333,784						3,359,710										
Plant and equipment	526,000		-45,340	82,500	37,160		455,766	(96,413)	124,091	29,315	(1,636)		2,215,400	(100,792)	339,500	249,581	(10,873)
<b>Total</b>	<b>1,139,784</b>	<b>0</b>	<b>(45,340)</b>	<b>82,500</b>	<b>37,160</b>	<b>0</b>	<b>3,815,476</b>	<b>0</b>	<b>(96,413)</b>	<b>124,091</b>	<b>29,315</b>	<b>(1,636)</b>	<b>4,975,174</b>	<b>(100,792)</b>	<b>339,500</b>	<b>249,581</b>	<b>(10,873)</b>
<b>(b) Infrastructure</b>																	
Infrastructure - roads	3,326,315						2,127,140						2,470,823				
Infrastructure - footpaths							9,886						30,000				
Infrastructure - parks and ovals	145,000						398,948						856,312				
Other infrastructure - other	687,748						515,502						705,383				
<b>Total</b>	<b>4,159,063</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>3,051,476</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>4,062,518</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Total</b>	<b>5,298,847</b>	<b>0</b>	<b>(45,340)</b>	<b>82,500</b>	<b>37,160</b>	<b>0</b>	<b>6,866,952</b>	<b>0</b>	<b>(96,413)</b>	<b>124,091</b>	<b>29,315</b>	<b>(1,636)</b>	<b>9,037,692</b>	<b>(100,792)</b>	<b>339,500</b>	<b>249,581</b>	<b>(10,873)</b>

**MATERIAL ACCOUNTING POLICIES**

**RECOGNITION OF ASSETS**

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

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

**GAINS AND LOSSES ON DISPOSAL**

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

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

**6. DEPRECIATION**

**By Class**

Buildings - non-specialised
Buildings - specialised
Plant and equipment
Infrastructure - roads
Infrastructure - footpaths
Infrastructure - drainage
Infrastructure - parks and ovals
Other infrastructure - bridges and culverts
Other infrastructure - other

**By Program**

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

	2024/25 Budget	2023/24 Actual	2023/24 Budget
	\$	\$	\$
Buildings - non-specialised	13,736	13,736	13,736
Buildings - specialised	485,854	465,854	459,385
Plant and equipment	461,284	405,284	368,349
Infrastructure - roads	2,854,271	2,471,562	2,635,841
Infrastructure - footpaths	19,612	19,612	26,460
Infrastructure - drainage	792,924	792,924	359,686
Infrastructure - parks and ovals	298,488	289,488	243,015
Other infrastructure - bridges and culverts	297,574	297,574	283,712
Other infrastructure - other	157,490	107,490	79,950
<b>Total</b>	<b>5,381,233</b>	<b>4,863,524</b>	<b>4,470,134</b>
Law, order, public safety	301,964	251,035	160,525
Health	113,206	102,163	111,414
Education and welfare	12,459	10,617	3,003
Housing	52,448	46,679	50,415
Community amenities	35,235	31,010	23,105
Recreation and culture	571,168	519,095	510,626
Transport	3,970,298	3,613,920	3,296,799
Economic services	38,982	35,485	43,079
Other property and services	285,473	253,520	271,168
<b>Total</b>	<b>5,381,233</b>	<b>4,863,524</b>	<b>4,470,134</b>

**MATERIAL ACCOUNTING POLICIES**

**DEPRECIATION**

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

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

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

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

Buildings - non-specialised	30 to 50 years
Buildings - specialised	50 to 80 years
Furniture and equipment	4 to 10 years
Computer Equipment	3 years
Plant and equipment - Heavy	5 to 15 years
Plant and equipment - Light	0 to 10 years
Infrastructure - roads	
Clearing and earthworks construction/road base	not depreciated
Original surfacing and non major re-surfacing bituminous seals	50 years
asphalt seals	20 years
Gravel Roads	25 years
Clearing and earthworks construction/road base	not depreciated
Infrastructure - footpaths slab	50 years
asphalt	40 years
Infrastructure - drainage	10 years
Sewerage piping	75 - 100 years
Infrastructure - parks and ovals	100 years
Other infrastructure - other	50 years
	20 years

**AMORTISATION**

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

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

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

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

7. BORROWINGS

(a) Borrowing repayments

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

Purpose	Loan Number	Institution	Interest Rate	Budget Principal 1 July 2024	2024/25	2024/25	Budget	2024/25	Actual Principal 1 July 2023	2023/24	2023/24	Actual	2023/24	Budget Principal 1 July 2023	2023/24	2023/24	Budget	2023/24	2023/24	Budget	2023/24	
					Budget New Loans	Budget Principal Repayments	Principal outstanding 30 June 2025	Budget Interest Repayments		Actual New Loans	Actual Principal Repayments	Principal outstanding 30 June 2024	Actual Interest Repayments		Budget New Loans	Budget Principal Repayments	Principal outstanding 30 June 2024	Budget Interest Repayments				
				\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	
Loan 80 Admin Server/IT Upgrade	80	WATC	2.7%	0			0					0	29	1			0			1		0
Loan 79 Multi Purpose Health Centre	79	WATC	4.4%	380,443		(35,279)	345,164	(16,392)	414,216		(33,773)	380,443	(17,898)	414,216		(33,773)	380,443		(17,898)	380,443	(17,898)	
Loan 89 Muchea Complex Upgrade	89	WATC	2.4%	1,649,565		(79,881)	1,569,684	(38,505)	1,727,591		(78,026)	1,649,565	(40,360)	1,765,921		(78,026)	1,687,895		(40,360)	1,687,895	(40,360)	
Loan 90 Mountain Bike Park - New	90	WATC	0.6%	97,484		(97,484)	0	(408)	194,426		(96,942)	97,484	(949)	242,696		(96,942)	145,754		(949)	145,754	(949)	
Loan 91 Mountain Bike Park Caravan Park	91	WATC	4.3%	0			0					0		0	1,203,545		1,203,545			1,203,545		
Loan 92 Muchea Complex Upgrade Extension - New	92	WATC	4.6%	3,144,527		(110,914)	3,033,613	(143,297)	3,250,513		(105,986)	3,144,527	(148,225)	3,250,513		(105,986)	3,144,527		(148,225)	3,144,527	(148,225)	
Loan 79 Grader	79	WATC	4.4%	177,391		(16,450)	160,941	(7,643)	193,139		(15,748)	177,391	(8,346)	193,139		(15,748)	177,391		(8,346)	177,391	(8,346)	
Loan 82 Land - Lot 168 Binda Place	82	WATC	3.1%	255,954		(70,383)	185,571	(7,273)	324,239		(68,285)	255,954	(9,372)	324,239		(68,285)	255,954		(9,372)	255,954	(9,372)	
Loan 83 Lifestyle Village	83	WATC	1.6%	0		0	0	0	134,202		(134,202)	0	(1,623)	200,501		(134,202)	66,299		(1,623)	66,299	(1,623)	
Loan 86 Admin Telephone/Audio System	86	WATC	1.6%	0		0	0	0	11,356		(11,356)	0	(137)	16,966		(11,356)	5,610		(137)	5,610	(137)	
				5,705,364	0	(410,391)	5,294,973	(213,518)	6,249,682	0	(544,318)	5,705,364	(226,881)	6,408,192	1,203,545	(544,318)	7,067,419		(226,910)	7,067,419	(226,910)	

All borrowing repayments, other than self supporting loans, will be financed by general purpose revenue.



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

**7. BORROWINGS**

**(b) New borrowings - 2024/25**

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

**(c) Unspent borrowings**

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

**(d) Credit Facilities**

	<b>2024/25 Budget</b>	<b>2023/24 Actual</b>	<b>2023/24 Budget</b>
	\$	\$	\$
<b>Undrawn borrowing facilities credit standby arrangements</b>			
Bank overdraft limit	150,000	150,000	150,000
Bank overdraft at balance date	0	0	0
Credit card limit	25,000	25,000	25,000
Credit card balance at balance date	10,174	10,174	(14,826)
<b>Total amount of credit unused</b>	<b>185,174</b>	<b>185,174</b>	<b>160,174</b>
<b>Loan facilities</b>			
Loan facilities in use at balance date	5,294,973	5,705,364	7,067,419

<b>Overdraft details</b>	<b>Purpose overdraft was established</b>	<b>Year overdraft established</b>	<b>Amount b/fwd 1 July 2024</b>	<b>2024/25 Budgeted Increase/ (Decrease)</b>	<b>Amount as at 30th June 2025</b>
			\$	\$	\$
Bendigo & Adelaide Bank Short Term Liqui		2,010	150,000	0	150,000
			150,000	0	150,000

**MATERIAL ACCOUNTING POLICIES**

**BORROWING COSTS**

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

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

**8. RESERVE ACCOUNTS**

**(a) Reserve Accounts - Movement**

	2024/25 Budget				2023/24 Actual				2023/24 Budget				
	Opening Balance	Transfer to	Transfer (from)	Change of Purpose	Closing Balance	Opening Balance	Transfer to	Transfer (from)	Closing Balance	Opening Balance	Transfer to	Transfer (from)	Closing Balance
	\$	\$	\$		\$	\$	\$		\$	\$	\$		\$
<b>Restricted by council</b>													
(a) Employee entitlement reserve	271,634	14,940			286,574	282,515	14,119	(25,000)	271,634	272,535			272,535
(b) Plant replacement reserve	220,139	12,108			232,247	400,141	19,998	(200,000)	220,139	386,005			386,005
(c) Waste water treatment reserve	103,614	5,699			109,313	98,682	4,932		103,614	95,196			95,196
(d) Public amenities & buildings reserve	645,917	17,925			663,842	746,366	37,348	(137,797)	645,917	720,000			720,000
(e) Community hoursing reserve	81,449			(77,572)	3,877	77,572	3,877		81,449	74,832			74,832
(f) Seniors housing reserve	21,482			(20,459)	1,023	20,459	1,023		21,482	19,737			19,737
(g) Public open space reserve	87,570	4,816			92,386	83,403	4,167		87,570	80,457			80,457
(h) Recreation development reserve	90,548	22,580			113,128	391,007	19,541	(320,000)	90,548	377,195			377,195
(i) Waste management reserve	527,308	64,002			591,310	468,875	58,433		527,308	418,548	35,000		453,548
(j) Contributions to roadworks reserve	42,098	2,315			44,413	40,094	2,004		42,098	38,678			38,678
(k) Economic recovery stimulus reserve	913		(913)		0	913			913	30,112			30,112
(l) Housing Reserve	0	4,480		98,031	102,511	0			0				0
	2,092,672	148,865	(913)	0	2,240,624	2,610,027	165,442	(682,797)	2,092,672	2,513,295	35,000	0	2,548,295

**(b) Reserve Accounts - Purposes**

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

Reserve name	Anticipated date of use	Purpose of the reserve
(a) Employee entitlement reserve	Ongoing	to be used to fund employee accumulated annual, sick, long service leave and employee gratuities
(b) Plant replacement reserve	Ongoing	to be used to fund plant purchases, trades or major overhauls
(c) Waste water treatment reserve	Ongoing	to be used to fund the development of a Waste Water Management System for the Shire
(d) Public amenities & buildings reserve	Ongoing	to be used to fund repairs, improvements, extensions or construction of public amenities
(e) Community hoursing reserve	Change of Purpose	to be used to fund repairs, improvements, extensions or construction of community units
(f) Seniors housing reserve	Change of Purpose	to be used to fund repairs, improvements, extensions or construction of seniors units
(g) Public open space reserve	Ongoing	to be used to fund public open spaced developments in accordance with developer precincts
(h) Recreation development reserve	Ongoing	to be used to fund the development or acquisition of recreation land or facilities
(i) Waste management reserve	Ongoing	to be used to fund the replacement landfill sites and rehabilitation of existing landfill sites
(j) Contributions to roadworks reserve	Ongoing	to be used for the maintenance of Mooliabeenie Road
(k) Economic recovery stimulus reserve	30/06/2023	to be used for projects for the community to assist in recovery post COVID19
(l) Housing Reserve	Ongoing	to be used to fund repairs, improvements, extensions or construction of shire owned dwellings

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

**9. OTHER INFORMATION**

**The net result includes as revenues**

**(a) Interest earnings**

	<b>2024/25 Budget</b>	<b>2023/24 Actual</b>	<b>2023/24 Budget</b>
	\$	\$	\$
Investments	233,865	275,737	106,700
Late payment of fees and charges *	1,300	837	1,300
Other interest revenue	72,390	44,779	70,690
	<b>307,555</b>	<b>321,353</b>	<b>178,690</b>

\* The Shire has resolved to charge interest under section 6.13 for the late payment of any amount of money at 5%.

**The net result includes as expenses**

**(b) Auditors remuneration**

Audit services	35,760	29,090	33,000
Other services	3,000	3,000	7,000
	<b>38,760</b>	<b>32,090</b>	<b>40,000</b>

**(c) Interest expenses (finance costs)**

Borrowings (refer Note 7(a))	213,518	226,881	226,910
	<b>213,518</b>	<b>226,881</b>	<b>226,910</b>

**(d) Write offs**

General rate	0	0	27,000
	<b>0</b>	<b>0</b>	<b>27,000</b>

**(e) Low Value lease expenses**

Office equipment	5,600	5,340	36,901
	<b>5,600</b>	<b>5,340</b>	<b>36,901</b>

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

**10. ELECTED MEMBERS REMUNERATION**

	<b>2024/25 Budget</b>	<b>2023/24 Actual</b>	<b>2023/24 Budget</b>
	\$	\$	\$
<b>Elected member Cr Aaron King</b>			
President's allowance	15,646	15,265	15,265
Meeting attendance fees	23,590	19,835	19,835
ICT expenses		3,180	3,180
Travel and accommodation expenses	1,428	1,748	2,857
	40,664	40,028	41,137
<b>Elected member Cr Mary Angus</b>			
Deputy President's allowance	3,911	3,816	3,816
Meeting attendance fees	16,406	12,826	12,826
ICT expenses		3,180	3,180
Travel and accommodation expenses	1,428	276	2,857
	21,745	20,098	22,679
<b>Elected member Cr Kylie Hughes</b>			
Meeting attendance fees	16,406	12,826	12,826
ICT expenses		3,180	3,180
Travel and accommodation expenses	1,428	396	2,857
	17,834	16,402	18,863
<b>Elected member Cr Carmel Ross</b>			
Meeting attendance fees	16,406	12,826	12,826
ICT expenses		3,180	3,180
Travel and accommodation expenses	1,428	0	2,857
	17,834	16,006	18,863
<b>Elected member Cr John Curtis</b>			
Meeting attendance fees	16,406	12,826	12,826
ICT expenses		3,180	3,180
Travel and accommodation expenses	1,428	0	2,857
	17,834	16,006	18,863
<b>Elected member Cr Mark Campbell</b>			
Meeting attendance fees	16,406	12,826	12,826
ICT expenses		3,180	3,180
Travel and accommodation expenses	1,428	1,217	2,857
	17,834	17,223	18,863
<b>Elected member Cr David Dewar</b>			
Meeting attendance fees	16,406	12,826	12,826
ICT expenses		3,180	3,180
Travel and accommodation expenses	1,428	1,456	2,857
	17,834	17,462	18,863
<b>Total Elected Member Remuneration</b>	151,579	143,225	158,131
President's allowance	15,646	15,265	15,265
Deputy President's allowance	3,911	3,816	3,816
Meeting attendance fees	122,026	96,791	96,791
ICT expenses	0	22,260	22,260
Travel and accommodation expenses	9,996	5,093	19,999
	151,579	143,225	158,131

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

**11. MAJOR LAND TRANSACTIONS**

The Shire does not have any Major land transaction for the 24/25 year.

(a) Current year transactions	Note	2024/25 Budget	2023/24 Actual	2023/24 Budget
		\$	\$	\$
<b>Operating revenue</b>				
Muchea Complex Contribution		0	75,000	50,000
Muchea Complex Grant		0	250,000	279,370
Mountain Bike Park Trails Contribution		0	59,424	
<b>Capital revenue</b>				
Mountain Bike Park Loan		0	0	1,203,545
<b>Capital expenditure</b>				
Mountain Bike Park Caravan Park	5(a)	0	0	(1,203,545)
Muchea Complex Redevelopment		0	(3,078,521)	(833,372)
		0	(2,694,097)	(504,002)

**(b) Expected future cash flows**

	2024/25	2025/26	2026/27	2027/28	2028/29	Total
	\$	\$	\$	\$	\$	\$
<b>Cash outflows</b>						
Muchea Complex Redevelopment	(98,730)	(101,567)	(104,830)	(108,239)	(111,804)	(525,170)
	(98,730)	(101,567)	(104,830)	(108,239)	(111,804)	(525,170)
<b>Cash Inflows</b>						
Muchea Complex Redevelopment	215	221	226	232	238	1,132
	215	221	226	232	238	1,132
<b>Net cash flows</b>	(98,515)	(101,346)	(104,604)	(108,007)	(111,566)	(524,038)

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

**12. REVENUE AND EXPENDITURE**

**(a) Revenue and Expenditure Classification**

**REVENUES**

**RATES**

All rates levied under the *Local Government Act 1995*. Includes general, differential, specific area rates, minimum payment, interim rates, back rates, ex-gratia rates, less discounts offered.

Exclude administration fees, interest on instalments, interest on arrears, service charges and sewerage rates.

**GRANTS, SUBSIDIES AND CONTRIBUTIONS**

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

**CAPITAL GRANTS, SUBSIDIES AND CONTRIBUTIONS**

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

**REVENUE FROM CONTRACTS WITH CUSTOMERS**

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

**FEES AND CHARGES**

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

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

**SERVICE CHARGES**

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

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

**INTEREST REVENUE**

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

**OTHER REVENUE / INCOME**

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

**PROFIT ON ASSET DISPOSAL**

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

**EXPENSES**

**EMPLOYEE COSTS**

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

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

**MATERIALS AND CONTRACTS**

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

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

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

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

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

**INSURANCE**

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

**LOSS ON ASSET DISPOSAL**

Loss on the disposal of fixed assets.

**DEPRECIATION ON NON-CURRENT ASSETS**

Depreciation and amortisation expenses raised on all classes of assets.

**FINANCE COSTS**

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

**OTHER EXPENDITURE**

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

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

**12. REVENUE AND EXPENDITURE**

**(b) Revenue Recognition**

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

<b>Revenue Category</b>	<b>Nature of goods and services</b>	<b>When obligations typically satisfied</b>	<b>Payment terms</b>	<b>Returns/Refunds/Warranties</b>	<b>Determination of transaction price</b>	<b>Allocating transaction price</b>	<b>Measuring obligations for returns</b>	<b>Timing of Revenue recognition</b>
Grant contracts with customers	Community events, minor facilities, research, design, planning evaluation and services	Over time	Fixed terms transfer of funds based on agreed milestones and reporting	Contract obligation if project not complete	Set by mutual agreement with the customer	Based on the progress of works to match performance obligations	Returns limited to repayment of transaction price of terms breached	Output method based on project milestones and/or completion date matched to performance obligations as inputs are shared
Licences/ Registrations/ Approvals	Building, planning, development and animal management, having the same nature as a licence regardless of naming.	Single point in time	Full payment prior to issue	None	Set by State legislation or limited by legislation to the cost of provision	Based on timing of issue of the associated rights	No refunds	On payment and issue of the licence, registration or approval
Waste management entry fees	Waste treatment, recycling and disposal service at disposal sites	Single point in time	Payment in advance at gate or on normal trading terms if credit provided	None	Adopted by council annually	Based on timing of entry to facility	Not applicable	On entry to facility
Fees and charges for other goods and services	Cemetery services, library fees, reinstatements and private works	Single point in time	Payment in full in advance	None	Adopted by council annually	Applied fully based on timing of provision	Not applicable	Output method based on provision of service or completion of works
Sale of stock	Visitor centre stock	Single point in time	In full in advance	None	Adopted by council annually	Applied fully based on timing of provision	Not applicable	Output method based on goods

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

**13. PROGRAM INFORMATION**

**Key Terms and Definitions - Reporting Programs**

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

**OBJECTIVE**

**ACTIVITIES**

**Governance**

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

Includes the activities of members of Council and the administrative support available to Council for the provision of governance of the district. Other costs relate to the task of assisting elected members and ratepayers on matters which do not concern specific Council services

**General purpose funding**

To collect revenue to allow for the provision of services.

Rates, general purpose government grants and interest revenue.

**Law, order, public safety**

To provide services to help ensure a safer and environmentally conscious community.

Supervision and enforcement of various local laws relating to fire prevention, animal control and other aspects of public safety including emergency services.

**Health**

To provide an operational framework for environmental and community health.

Inspection of food outlets and their control, provision of meat inspection services, noise control and waste disposal compliance and contributions to medical health and community health centre.

**Education and welfare**

To provide services to disadvantaged persons, the elderly, children and youth.

Senior citizens programs, youth services and events.

**Housing**

To provide and maintain staff, community and seniors housing.

Provision and maintenance of staff, community and seniors housing.

**Community amenities**

To provide services required by the community.

Waste collection services, operation of waste landfill sites, litter control, construction and maintenance of urban storm water drains, protection of the environment and administration of the town planning scheme, cemetery and public conveniences.

**Recreation and culture**

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

Maintenance of halls, the library and various parks, reserves and other recreation activities and cultural pursuits.

**Transport**

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

Construction and maintenance of roads, bridges, footpaths, drainage works, lighting and cleaning of streets and verge maintenance.

**Economic services**

To help promote the Shire and its economic wellbeing.

Tourism and area promotion. Provision of rural services including weed control, community bus operations, economic and community development programs and building control.

**Other property and services**

To monitor and control Council's overhead operating accounts.

Private works, plant repair and operation costs and engineering operation costs.



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

**14. FEES AND CHARGES**

	<b>2024/25 Budget</b>	<b>2023/24 Actual</b>	<b>2023/24 Budget</b>
	\$	\$	\$
<b>By Program:</b>			
Governance	513	301	500
General purpose funding	66,740	72,948	63,795
Law, order, public safety	40,203	46,013	42,600
Health	51,490	49,648	48,034
Education and welfare	5,045	3,045	3,653
Housing	137,725	156,975	134,574
Community amenities	1,239,843	1,094,649	1,089,120
Recreation and culture	12,242	11,954	11,956
Transport	0	94,713	0
Economic services	229,103	224,059	206,215
Other property and services	1,013	0	7,012
	<b>1,783,917</b>	<b>1,754,305</b>	<b>1,607,459</b>

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