



2017-2018 BUDGET

BUDGET

**FOR THE YEAR ENDED
30 JUNE 2018**

Adopted: 29-June-2017

SHIRE OF BROOME
BUDGET
FOR THE YEAR ENDED 30 JUNE 2018

TABLE OF CONTENTS

Statement of Comprehensive Income by Nature or Type	3
Statement of Comprehensive Income by Program	4
Statement of Cash Flows	6
Rate Setting Statement	7
Notes to and Forming Part of the Budget	8 to 42
Schedule 1	43 to 44
Schedule 2	45 to 46
Schedule 3	47 to 48

SHIRE OF BROOME
STATEMENT OF COMPREHENSIVE INCOME
BY NATURE OR TYPE
FOR THE YEAR ENDED 30 JUNE 2018

	NOTE	2017/18 Budget \$	2016/17 Actual \$	2016/17 Budget \$
Revenue				
Rates	8	21,927,252	21,546,814	21,704,976
Operating grants, subsidies and contributions	15	3,046,987	5,603,776	3,319,212
Fees and charges	14	10,825,791	10,133,594	10,967,172
Service charges	11	0	0	0
Interest earnings	2(a)	1,137,412	1,265,211	1,082,159
Other revenue	2(a)	833,579	1,327,999	940,469
		<u>37,771,021</u>	<u>39,877,394</u>	<u>38,013,988</u>
Expenses				
Employee costs		(16,254,957)	(15,578,668)	(15,988,493)
Materials and contracts		(13,486,309)	(9,786,162)	(9,597,457)
Utility charges		(2,055,610)	(1,809,631)	(1,947,115)
Depreciation on non-current assets	2(a)	(13,766,535)	(12,530,249)	(7,506,341)
Interest expenses	2(a)	(119,838)	(160,266)	(198,337)
Insurance expenses		(631,178)	(682,928)	(707,205)
Other expenditure		(2,692,726)	(2,728,748)	(2,452,231)
		<u>(49,007,153)</u>	<u>(43,276,652)</u>	<u>(38,397,179)</u>
		(11,236,132)	(3,399,258)	(383,191)
Non-operating grants, subsidies and contributions	15	15,363,153	6,208,409	6,858,963
Profit on asset disposals	6	1,000	11,113	26,240
Loss on asset disposals	6	(191,276)	(417,014)	(127,024)
Loss on revaluation of non current assets		<u>0</u>	<u>0</u>	<u>0</u>
NET RESULT		3,936,745	2,403,250	6,374,988
Other comprehensive income				
Changes on revaluation of non-current assets		<u>0</u>	<u>0</u>	<u>0</u>
Total other comprehensive income		<u>0</u>	<u>0</u>	<u>0</u>
TOTAL COMPREHENSIVE INCOME		<u>3,936,745</u>	<u>2,403,250</u>	<u>6,374,988</u>

Notes:

All fair value adjustments relating to remeasurement of financial assets at fair value through profit or loss (if any) and changes on revaluation of non-current assets are impacted upon by external forces and not able to be reliably estimated at the time of budget adoption.

Fair value adjustments relating to the re-measurement of financial assets at fair value through profit or loss will be assessed at the time they occur with compensating budget amendments made as necessary.

It is anticipated, in all instances, any changes upon revaluation of non-current assets will relate to non-cash transactions and as such, have no impact on this budget document.

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

SHIRE OF BROOME
STATEMENT OF COMPREHENSIVE INCOME
BY PROGRAM
FOR THE YEAR ENDED 30 JUNE 2018

	NOTE	2017/18 Budget \$	2016/17 Actual \$	2016/17 Budget \$
Revenue (Refer Notes 1,2,8,10 to 15)				
Governance		28,450	35,734	33,596
General purpose funding		23,261,551	24,870,295	23,998,076
Law, order, public safety		133,795	127,034	141,330
Health		184,700	165,262	162,800
Education and welfare		15,000	63,506	105,160
Housing		628,275	559,600	565,175
Community amenities		7,492,240	7,285,398	7,869,568
Recreation and culture		1,361,545	1,038,314	947,964
Transport		1,798,076	1,739,510	1,198,610
Economic services		881,553	1,433,442	900,805
Other property and services		1,985,836	2,559,299	2,090,904
		<u>37,771,021</u>	<u>39,877,394</u>	<u>38,013,988</u>
Expenses Excluding Finance Costs Refer Notes 1, 2 & 16)				
Governance		(2,284,817)	(2,724,580)	(2,821,051)
General purpose funding		(647,688)	(317,567)	(243,543)
Law, order, public safety		(1,062,510)	(1,285,781)	(1,287,485)
Health		(794,582)	(744,019)	(748,175)
Education and welfare		(717,931)	(676,262)	(837,221)
Housing		(789,497)	(597,002)	(602,040)
Community amenities		(9,492,966)	(8,831,650)	(9,408,081)
Recreation and culture		(11,149,161)	(9,149,556)	(10,140,199)
Transport		(13,664,659)	(12,089,205)	(7,989,860)
Economic services		(5,225,969)	(2,589,763)	(1,609,798)
Other property and services		(3,057,535)	(4,111,001)	(2,511,389)
		<u>(48,887,315)</u>	<u>(43,116,386)</u>	<u>(38,198,842)</u>
Finance Costs (Refer Notes 2 & 9)				
Recreation and culture		(119,838)	(158,511)	(161,775)
Economic services		0	(1,755)	(1,755)
Other property and services		0	0	(34,807)
		<u>(119,838)</u>	<u>(160,266)</u>	<u>(198,337)</u>
Non-operating Grants, Subsidies and Contributions				
Law, order, public safety		1,200,000	0	1,200,000
Community amenities		255,000	4,413	0
Recreation and culture		3,893,717	1,505,671	1,704,000
Transport		2,065,354	3,079,325	3,693,963
Economic services		7,823,912	1,358,000	0
Other property and services		125,170	261,000	261,000
		<u>15,363,153</u>	<u>6,208,409</u>	<u>6,858,963</u>

SHIRE OF BROOME
STATEMENT OF COMPREHENSIVE INCOME
BY PROGRAM
FOR THE YEAR ENDED 30 JUNE 2018

	NOTE	2017/18 Budget \$	2016/17 Actual \$	2016/17 Budget \$
Profit/(Loss) On				
Disposal Of Assets (Refer Note 6)				
Governance		0	(10,374)	13,895
Law, order, public safety		(22,425)	0	0
Health		(3,850)	(2,138)	(2,270)
Education and welfare		(1,000)	0	0
Community amenities		0	(114,153)	(33,672)
Recreation and culture		0	(3,633)	801
Economic services		(3,900)	0	0
Other property and services		(159,101)	(275,603)	(79,538)
		<u>(190,276)</u>	<u>(405,901)</u>	<u>(100,784)</u>
Loss on				
Revaluation Of Non Current Assets				
Transport		0	0	0
		<u>0</u>	<u>0</u>	<u>0</u>
NET RESULT		3,936,745	2,403,250	6,374,988
Other comprehensive income				
Changes on revaluation of non-current assets		0	0	0
		<u>0</u>	<u>0</u>	<u>0</u>
Total other comprehensive income		0	0	0
TOTAL COMPREHENSIVE INCOME		<u>3,936,745</u>	<u>2,403,250</u>	<u>6,374,988</u>

Notes:

All fair value adjustments relating to remeasurement of financial assets at fair value through profit or loss (if any) and changes on revaluation of non-current assets are impacted upon by external forces and not able to be reliably estimated at the time of budget adoption.

Fair value adjustments relating to the remeasurement of financial assets at fair value through profit or loss will be assessed at the time they occur with compensating budget amendments made as necessary.

It is anticipated, in all instances, any changes upon revaluation of non-current assets will relate to non-cash transactions and as such, have no impact on this budget document.

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

**SHIRE OF BROOME
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2018**

	NOTE	2017/18 Budget \$	2016/17 Actual \$	2016/17 Budget \$
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts				
Rates		21,927,252	21,494,472	21,704,976
Operating grants, subsidies and contributions		3,046,987	5,415,256	4,254,681
Fees and charges		10,825,791	10,133,594	10,967,172
Service charges		0	0	0
Interest earnings		1,137,412	1,265,211	1,082,159
Goods and services tax		0	203,076	150,000
Other revenue		833,579	1,327,999	5,000
		<u>37,771,021</u>	<u>39,839,608</u>	<u>38,163,988</u>
Payments				
Employee costs		(16,224,707)	(15,624,397)	(15,988,493)
Materials and contracts		(13,486,309)	(10,827,183)	(9,597,457)
Utility charges		(2,055,610)	(1,809,631)	(1,947,115)
Interest expenses		(119,838)	(164,359)	(198,337)
Insurance expenses		(631,178)	(682,928)	(707,205)
Goods and services tax		0	0	0
Other expenditure		(2,692,726)	(2,728,748)	(2,452,231)
		<u>(35,210,368)</u>	<u>(31,837,246)</u>	<u>(30,890,838)</u>
Net cash provided by (used in) operating activities	3(b)	<u>2,560,653</u>	<u>8,002,362</u>	<u>7,273,150</u>
CASH FLOWS FROM INVESTING ACTIVITIES				
Payments for development of land held for resale	5	0	0	0
Payments for purchase of property, plant & equipment	5	(5,828,580)	(6,510,280)	(14,430,276)
Payments for construction of infrastructure	5	(20,262,861)	(4,765,848)	(6,729,861)
Non-operating grants, subsidies and contributions used for the development of assets		15,363,153	6,208,409	6,858,963
Proceeds from sale of plant & equipment	6	375,000	482,436	501,000
Net cash provided by (used in) investing activities		<u>(10,353,288)</u>	<u>(4,585,283)</u>	<u>(13,800,174)</u>
CASH FLOWS FROM FINANCING ACTIVITIES				
Repayment of debentures	7	(592,743)	(868,715)	(972,483)
Advances to community groups		0	0	0
Proceeds from self supporting loans		0	0	0
Proceeds from new debentures	7	3,656,053	0	4,297,298
Net cash provided by (used in) financing activities		<u>3,063,310</u>	<u>(868,715)</u>	<u>3,324,815</u>
Net increase (decrease) in cash held		(4,729,325)	2,548,364	(3,202,209)
Cash at beginning of year		<u>35,351,160</u>	<u>32,802,796</u>	<u>30,561,780</u>
Cash and cash equivalents at the end of the year	3(a)	<u>30,621,835</u>	<u>35,351,160</u>	<u>27,359,571</u>

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

**SHIRE OF BROOME
RATE SETTING STATEMENT
FOR THE YEAR ENDED 30 JUNE 2018**

	NOTE	2017/18 Budget \$	2016/17 Actual \$	2016/17 Budget \$
Net current assets at start of financial year - surplus/(deficit)	4	1,879,323	1,691,092	601,252
Revenue from operating activities (excluding rates and non-operating grants, subsidies and contributions)	1,2			
Governance		28,450	35,734	47,491
General purpose funding		1,334,299	3,323,481	2,293,100
Law, order, public safety		133,795	127,034	141,330
Health		184,700	165,262	162,800
Education and welfare		15,000	63,506	105,160
Housing		628,275	559,600	565,175
Community amenities		7,492,240	7,285,398	7,869,927
Recreation and culture		1,361,545	1,038,659	948,765
Transport		1,798,076	1,739,510	1,198,610
Economic services		881,553	1,433,442	900,805
Other property and services		1,986,836	2,570,067	2,102,089
		<u>15,844,769</u>	<u>18,341,693</u>	<u>16,335,252</u>
Expenditure from operating activities	1,2			
Governance		(2,284,817)	(2,734,954)	(2,821,051)
General purpose funding		(647,688)	(317,567)	(243,543)
Law, order, public safety		(1,084,935)	(1,285,781)	(1,287,485)
Health		(798,432)	(746,157)	(750,445)
Education and welfare		(718,931)	(676,262)	(837,221)
Housing		(789,497)	(597,002)	(602,040)
Community amenities		(9,492,966)	(8,945,803)	(9,442,112)
Recreation and culture		(11,268,999)	(9,312,045)	(10,301,974)
Transport		(13,664,659)	(12,089,205)	(7,989,860)
Economic services		(5,229,869)	(2,591,518)	(1,611,553)
Other property and services		(3,217,636)	(4,397,372)	(2,636,919)
		<u>(49,198,429)</u>	<u>(43,693,666)</u>	<u>(38,524,203)</u>
Operating activities excluded from budget				
(Profit)/Loss on asset disposals	6	190,276	405,901	100,784
Loss on revaluation of non current assets		0	0	0
Depreciation on assets	2(a)	13,766,535	12,530,249	7,506,341
Movement in employee benefit provisions (non-current)		30,250	185,600	0
Amount attributable to operating activities		<u>(17,487,276)</u>	<u>(10,539,131)</u>	<u>(13,980,574)</u>
INVESTING ACTIVITIES				
Non-operating grants, subsidies and contributions		15,363,153	6,208,409	6,858,963
Purchase land held for resale	5	0	0	0
Purchase property, plant and equipment	5	(5,828,580)	(6,510,280)	(14,430,276)
Purchase and construction of infrastructure	5	(20,262,861)	(4,765,848)	(6,729,861)
Proceeds from disposal of assets	6	375,000	482,436	501,000
Amount attributable to investing activities		<u>(10,353,288)</u>	<u>(4,585,283)</u>	<u>(13,800,174)</u>
FINANCING ACTIVITIES				
Repayment of debentures	7	(592,743)	(868,715)	(972,483)
Proceeds from new debentures	7	3,656,053	0	4,297,298
Proceeds from self supporting loans		0	0	0
Transfers to cash backed reserves (restricted assets)	9	(3,251,680)	(7,691,428)	(4,329,448)
Transfers from cash backed reserves (restricted assets)	9	6,101,682	4,017,066	7,080,405
Amount attributable to financing activities		<u>5,913,312</u>	<u>(4,543,077)</u>	<u>6,075,772</u>
Budgeted deficiency before general rates		<u>(21,927,252)</u>	<u>(19,667,491)</u>	<u>(21,704,976)</u>
Estimated amount to be raised from general rates	8	<u>21,927,252</u>	<u>21,546,814</u>	<u>21,704,976</u>
Net current assets at end of financial year - surplus/(deficit)	4	<u>(0)</u>	<u>1,879,323</u>	<u>0</u>

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

SHIRE OF BROOME
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2018

1. SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of Preparation

The budget has been prepared in accordance with applicable Australian Accounting Standards (as they apply to local government and not-for-profit entities), Australian Accounting Interpretations, other authoritative pronouncements of the Australian Accounting Standards Board, the Local Government Act 1995 and accompanying regulations. Material accounting policies which have been adopted in the preparation of this budget are presented below and have been consistently applied unless stated otherwise.

Except for cash flow and rate setting information, the budget has also 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.

Critical accounting estimates

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

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

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 budget.

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

All monies held in the Trust Fund are excluded from the financial statements. A separate statement of those monies appears at Note 16 to this budget document.

(b) 2016/17 Actual Balances

Balances shown in this budget as 2016/17 Actual are as forecast at the time of budget preparation and are subject to final adjustments.

(c) Rounding Off Figures

All figures shown in this budget, other than a rate in the dollar, are rounded to the nearest dollar.

(d) Comparative figures

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

(e) 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.

SHIRE OF BROOME
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2018

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(f) Forecast fair value adjustments

All fair value adjustments relating to remeasurement of financial assets at fair value through profit or loss (if any) and changes on revaluation of non-current assets are impacted upon by external forces and not able to be reliably estimated at the time of budget adoption.

Fair value adjustments relating to the re-measurement of financial assets at fair value through profit or loss will be assessed at the time they occur with compensating budget amendments made as necessary.

It is anticipated, in all instances, any changes upon revaluation of non-current assets will relate to non-cash transactions and as such, have no impact on this budget document.

(g) Rates, Grants, Donations and Other Contributions

Rates, grants, donations and other contributions are recognised as revenues when the Shire obtains control over the assets comprising the contributions.

Control over assets acquired from rates is obtained at the commencement of the rating period or, where earlier, upon receipt of the rates.

(h) 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.

(i) 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.

(j) 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 4 - Net Current Assets.

SHIRE OF BROOME
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2018

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(k) Trade and Other Receivables

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

Receivables expected to be collected within 12 months of the end of the reporting period are classified as current assets. All other receivables are classified as non-current assets.

Collectability of trade and other receivables is reviewed on an ongoing basis. Debts that are known to be uncollectible are written off when identified. An allowance for doubtful debts is raised when there is objective evidence that they will not be collectible.

(l) 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.

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

(m) Fixed Assets

Each class of fixed assets within either property, plant and equipment or infrastructure, is carried at cost or fair value as indicated less, where applicable, any accumulated depreciation and impairment losses.

Mandatory requirement to revalue non-current assets

Effective from 1 July 2012, the *Local Government (Financial Management) Regulations* were amended and the measurement of non-current assets at Fair Value became mandatory.

During the year ended 30 June 2013, the Shire of Broome commenced the process of adopting fair value in accordance with the Regulations.

Whilst the amendments initially allowed for a phasing in of fair value in relation to fixed assets over three years, as at 30 June 2015 all non-current assets were carried at fair value in accordance with the requirements.

SHIRE OF BROOME
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2018

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(m) Fixed assets (continued)

Thereafter, each asset class must be revalued in accordance with the regulatory framework established and the Shire of Broome revalues its asset classes in accordance with this mandatory timetable.

Relevant disclosures, in accordance with the requirements of Australian Accounting Standards, have been made in the financial report as necessary.

Initial Recognition and Measurement between Mandatory Revaluation Dates

All assets are initially recognised at cost and subsequently revalued in accordance with the mandatory measurement framework detailed above.

In relation to this initial measurement, cost is determined as the fair value of the assets given as consideration plus costs incidental to the acquisition. For assets acquired at no cost or for nominal consideration, cost is determined as fair value at the date of 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.

Individual assets acquired between initial recognition and the next revaluation of the asset class in accordance with the mandatory measurement framework detailed above, are carried at cost less accumulated depreciation as management believes this approximates fair value. They will be subject to subsequent revaluation of the next anniversary date in accordance with the mandatory measurement framework detailed above.

Revaluation

Increases in the carrying amount arising on revaluation of assets are credited to a revaluation surplus in equity. Decreases that offset previous increases of the same asset are recognised against revaluation surplus directly in equity. All other decreases are recognised in profit or loss.

Land Under Roads

In Western Australia, all land under roads is Crown land, the responsibility for managing which, is vested in the local government.

Effective as at 1 July 2008, Council elected not to recognise any value for land under roads acquired on or before 30 June 2008. This accords with the treatment available in Australian Accounting Standard AASB 1051 Land Under Roads and the fact Local Government (Financial Management) Regulation 16(a)(i) prohibits local governments from recognising such land as an asset.

In respect of land under roads acquired on or after 1 July 2008, as detailed above, Local Government (Financial Management) Regulation 16(a)(i) prohibits local governments from recognising such land as an asset.

Whilst such treatment is inconsistent with the requirements of AASB 1051, Local Government (Financial Management) Regulation 4(2) provides, in the event of such an inconsistency, the Local Government (Financial Management) Regulations prevail.

Consequently, any land under roads acquired on or after 1 July 2008 is not included as an asset of the Shire

SHIRE OF BROOME
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2018

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(m) Fixed Assets (Continued)

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.

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

Item	Estimated Useful Life	Annual Dep'n Rate
Vehicles (High Use 1 year replacement program)	4 years	25.00%
Ride on Mowers	5 years	20.00%
Cars & Light Vehicles (2 to 3 replacement program)	6.67 years	15.00%
Trucks Small 2-5 tonne	6.67 years	15.00%
Trucks Medium 6-12 tonne	8 years	12.50%
Trucks Heavy >12 tonne & Medium Plant	10 years	10.00%
Plant Heavy, Graders, Scrapers, Dozers, etc	12 years	8.33%
Plant Portable (regular use)	5 years	20.00%
Plant Other (low use and/or long life)	16 years	6.25%
Computer Equipment (hardware/software)	4 years	25.00%
Furniture & Equipment	10 years	10.00%
Building Plant & Air Conditioning	15 years	6.67%
Buildings	40 years	2.50%
Buildings - Long Life Structures	50 years	2.00%
Infrastructure Fixed:		
Formation & Earthworks (roads, reserves, landfill)	100 years	1.00%
Pavement (roads, car parks, reserves, landfill)	40 years	2.50%
Seals Asphalt	25 Years	4.00%
Seals Bitumen	15 Years	6.67%
Road Plant & Bus Shelters	20 years	5.00%
Bridges	80 years	1.25%
Drainage facilities	60 years	1.67%
Footpaths, Dual Use Paths	50 years	2.00%

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.

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.

Capitalisation Threshold

Expenditure on items of equipment under \$5,000 is not capitalised. Rather, it is recorded on an asset inventory listing.

SHIRE OF BROOME
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2018

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(n) Fair Value of Assets and Liabilities

When performing a revaluation, the Shire uses a mix of both independent and management valuations using the following as a guide:

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. unforced) transaction between independent, knowledgeable and willing market participants at the measurement date.

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. 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.

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

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.

Fair Value Hierarchy

AASB 13 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 that an 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 entity 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.

SHIRE OF BROOME
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2018

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(n) Fair Value of Assets and Liabilities (Continued)

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 an asset at its current service capacity.

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 and 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.

The mandatory measurement framework imposed by the *Local Government (Financial Management) Regulations* requires, as a minimum, all assets to be revalued at least every 3 years. Relevant disclosures, in accordance with the requirements of Australian Accounting Standards have been made in the budget as necessary.

SHIRE OF BROOME
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2018

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(o) Financial Instruments

Initial Recognition and Measurement

Financial assets and financial liabilities are recognised when the Shire becomes a party to the contractual provisions to the instrument. For financial assets, this is equivalent to the date that the Shire commits itself to either the purchase or sale of the asset (ie trade date accounting is adopted).

Financial instruments are initially measured at fair value plus transaction costs, except where the instrument is classified 'at fair value through profit or loss', in which case transaction costs are expensed to profit or loss immediately.

Classification and subsequent measurement

Financial instruments are subsequently measured at fair value, amortised cost using the effective interest rate method, or cost.

Amortised cost is calculated as:

- (a) the amount in which the financial asset or financial liability is measured at initial recognition;
- (b) less principal repayments and any reduction for impairment; and
- (c) plus or minus the cumulative amortisation of the difference, if any, between the amount initially recognised and the maturity amount calculated using the effective interest rate method.

The effective interest method is used to allocate interest income or interest expense over the relevant period and is equivalent to the rate that discounts estimated future cash payments or receipts (including fees, transaction costs and other premiums or discounts) through the expected life (or when this cannot be reliably predicted, the contractual term) of the financial instrument to the net carrying amount of the financial asset or financial liability. Revisions to expected future net cash flows will necessitate an adjustment to the carrying value with a consequential recognition of an income or expense in profit or loss.

(i) Financial assets at fair value through profit and loss

Financial assets are classified at "fair value through profit or loss" when they are held for trading for the purpose of short term profit taking. Assets in this category are classified as current assets. Such assets are subsequently measured at fair value with changes in carrying amount being included in profit or loss.

(ii) Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market and are subsequently measured at amortised cost. Gains or losses are recognised in profit or loss.

Loans and receivables are included in current assets where they are expected to mature within 12 months after the end of the reporting period.

SHIRE OF BROOME
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2018

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(I) Financial Instruments (Continued)

(iii) Held-to-maturity investments

Held-to-maturity investments are non-derivative financial assets with fixed maturities and fixed or determinable payments that the Shire management has the positive intention and ability to hold to maturity. They are subsequently measured at amortised cost. Gains or losses are recognised in profit or loss.

Held-to-maturity investments are included in current assets where they are expected to mature within 12 months after the end of the reporting period. All other investments are classified as non-current.

(iv) Available-for-sale financial assets

Available-for-sale financial assets are non-derivative financial assets that are either not suitable to be classified into other categories of financial assets due to their nature, or they are designated as such by management. They comprise investments in the equity of other entities where there is neither a fixed maturity nor fixed or determinable payments.

They are subsequently measured at fair value with changes in such fair value (i.e. gains or losses) recognised in other comprehensive income (except for impairment losses). When the financial asset is derecognised, the cumulative gain or loss pertaining to that asset previously recognised in other comprehensive income is reclassified into profit or loss.

Available-for-sale financial assets are included in current assets, where they are expected to be sold within 12 months after the end of the reporting period. All other available for sale financial assets are classified as non-current.

(v) Financial liabilities

Non-derivative financial liabilities (excl. financial guarantees) are subsequently measured at amortised cost. Gains or losses are recognised in the profit or loss.

Impairment

A financial asset is deemed to be impaired if, and only if, there is objective evidence of impairment as a result of one or more events (a "loss event") having occurred, which has an impact on the estimated future cash flows of the financial asset(s).

In the case of available-for-sale financial assets, a significant or prolonged decline in the market value of the instrument is considered a loss event. Impairment losses are recognised in profit or loss immediately. Also, any cumulative decline in fair value previously recognised in other comprehensive income is reclassified to profit or loss at this point.

In the case of financial assets carried at amortised cost, loss events may include: indications that the debtors or a group of debtors are experiencing significant financial difficulty, default or delinquency in interest or principal payments; indications that they will enter bankruptcy or other financial reorganisation; and changes in arrears or economic conditions that correlate with defaults.

SHIRE OF BROOME
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2018

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(o) Financial Instruments (Continued)

For financial assets carried at amortised cost (including loans and receivables), a separate allowance account is used to reduce the carrying amount of financial assets impaired by credit losses. After having taken all possible measures of recovery, if management establishes that the carrying amount cannot be recovered by any means, at that point the written-off amounts are charged to the allowance account or the carrying amount of impaired financial assets is reduced directly if no impairment amount was previously recognised in the allowance account.

Derecognition

Financial assets are derecognised where the contractual rights for receipt of cash flows expire or the asset is transferred to another party, whereby the Shire no longer has any significant continual involvement in the risks and benefits associated with the asset.

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 the fair value of the consideration paid, including the transfer of non-cash assets or liabilities assumed, is recognised in profit or loss.

(p) Impairment of Assets

In accordance with Australian Accounting Standards the Shire assets, other than inventories, 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.

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) whereby any impairment loss of a revaluation decrease in accordance with that other standard.

For non-cash generating assets such as roads, drains, public buildings and the like, value in use is represented by the depreciated replacement cost of the asset.

At the time of adopting this budget, it is not possible to estimate the amount of impairment losses (if any) as at 30 June 2018.

In any event, an impairment loss is a non-cash transaction and consequently, has no impact on this budget document.

SHIRE OF BROOME
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2018

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(q) 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.

(r) Employee Benefits

Short-Term Employee Benefits

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

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

Other Long-Term Employee Benefits

Provision is made for employees' long service leave and annual leave entitlements not expected to be settled wholly within 12 months after the end of the annual reporting period in which the employees render the related service. Other long-term employee benefits 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 or 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 BROOME
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2018

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(s) 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.

(t) Provisions

Provisions are recognised when the Shire has a 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.

(u) Leases

Leases of fixed assets where substantially all the risks and benefits incidental to the ownership of the asset, but not legal ownership, are transferred to the Shire, are classified as finance leases.

Finance leases are capitalised recording an asset and a liability at the lower amounts equal to the fair value of the leased property or the present value of the minimum lease payments, including any guaranteed residual values. Lease payments are allocated between the reduction of the lease liability and the lease interest expense for the period.

Leased assets are depreciated on a straight line basis over the shorter of their estimated useful lives or the lease term.

Lease payments for operating leases, where substantially all the risks and benefits remain with the lessor, are charged as expenses in the periods in which they are incurred.

Lease incentives under operating leases are recognised as a liability and amortised on a straight line basis over the life of the lease term.

(v) Investment in associates

An associate is an entity over which the Shire has significant influence.

Significant influence is the power to participate in the financial operating policy decisions of that entity but is not control or joint control of those policies. Investments in associates are accounted for in the financial statements by applying the equity method of accounting, 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.

The carrying amount of the investment includes, where applicable, goodwill relating to the associate. Any discount on acquisition, whereby the Shire's share of the net fair value of the associate exceeds the cost of investment, is recognised in profit or loss in the period in which the investment is acquired.

SHIRE OF BROOME
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2018

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(w) Investment in associates (continued)

Profits and losses resulting from transactions between the Shire and the associate are eliminated to the extent of the Shire's interest in the associate.

When the Shire's share of losses in an associate equals or exceeds its interest in the associate the Shire discontinues recognising its share of further losses unless it has incurred legal or constructive obligations or made payments on behalf of the associate. When the associate subsequently makes profits, the Shire will resume recognising its share of these profits once its share of the profits equals the share of the losses not recognised.

(x) Interests in Joint Arrangements

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

Separate joint venture entities providing joint venturers with an interest to net assets are classified as a joint venture and accounted for using the equity method. Refer to note 1(o) for a description of the equity method of accounting.

Joint venture operations represent arrangements whereby joint operators maintain direct interests in each asset and exposure to each liability of the arrangement. The Shire's interests in the assets, liabilities, revenue and expenses of joint operations are included in the respective line items of the financial statements. Information about the joint ventures is set out in Note 20.

(t) Current and Non-Current Classification

In the determination of whether an asset or liability is current or non-current, consideration is given to the time when each asset or liability is expected to be settled. 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 even if not expected to be realised in the next 12 months except for land held for sale where it is held as non-current based on the Shire's intentions to release for sale.

SHIRE OF BROOME
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2018

	2017/18 Budget \$	2016/17 Actual \$	2016/17 Budget \$
2. REVENUES AND EXPENSES			
(a) Net Result			
The net result includes:			
(i) Charging as an expense:			
Auditors remuneration			
Audit services	30,000	28,761	30,000
Other services	21,000	13,334	0
Depreciation By Program			
Governance	0	0	0
General purpose funding	0	0	0
Law, order, public safety	37,207	104,413	54,512
Health	2,567	2,563	2,600
Education and welfare	0	0	0
Housing	47,426	51,646	39,300
Community amenities	1,210,161	1,182,846	1,166,300
Recreation and culture	1,524,108	1,254,858	1,087,800
Transport	8,090,852	8,086,420	3,661,500
Economic services	215,620	135,367	135,400
Other property and services	2,638,594	1,712,136	1,358,929
	<u>13,766,535</u>	<u>12,530,249</u>	<u>7,506,341</u>
Depreciation By Asset Class			
Land and buildings	2,845,753	1,522,646	1,509,437
Furniture and equipment	467,910	442,801	158,461
Plant and equipment	981,884	1,098,996	823,238
Roads, Footpaths & Transport Infrastructure	7,546,301	7,542,170	3,132,425
Drainage	1,120,880	1,120,267	1,103,414
Parks and Reserves	163,840	163,752	160,170
Other Infrastructure	639,967	639,617	619,196
	<u>13,766,535</u>	<u>12,530,249</u>	<u>7,506,341</u>
Interest Expenses (Finance Costs)			
- Debentures (<i>refer note 7(a)</i>)	119,838	160,266	198,337
	<u>119,838</u>	<u>160,266</u>	<u>198,337</u>
(ii) Crediting as revenues:			
Interest Earnings			
Investments			
- Reserve funds	745,700	752,349	627,159
- Other funds	161,712	203,489	225,000
Other interest revenue (<i>refer note 12</i>)	230,000	309,373	230,000
	<u>1,137,412</u>	<u>1,265,211</u>	<u>1,082,159</u>
(iii) Other Revenue			
Reimbursements and recoveries	827,579	1,323,146	935,469
Other	6,000	4,853	5,000
	<u>833,579</u>	<u>1,327,999</u>	<u>940,469</u>

SHIRE OF BROOME
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2018

2. REVENUES AND EXPENSES (Continued)

(b) Statement of Objective

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.

COMMUNITY VISION

A thriving and friendly community that recognises our history and embraces cultural diversity and economic opportunity, whilst nurturing our unique natural and built environment.

GOVERNANCE

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

GENERAL PURPOSE FUNDING

Rates, general purpose government grants and interest revenue.

LAW, ORDER, PUBLIC SAFETY

Supervision of various by-laws, fire prevention, emergency services and animal control.

HEALTH

Food quality, eating house inspection, pest control and child health clinics.

EDUCATION AND WELFARE

Facilities for senior citizens aged care, infant, day care centres, pre-school; assistance to play group and other community services and development activities.

HOUSING

Provision of staff housing.

SHIRE OF BROOME
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2018

2. REVENUES AND EXPENSES (Continued)

(b) Statement of Objective (Continued)

COMMUNITY AMENITIES

Rubbish collection services, tip operation, administration of the town planning scheme, maintenance of cemeteries, storm water drainage maintenance, sanitation maintenance and environmental protection.

RECREATION AND CULTURE

Operation/maintenance of halls, Broome Recreation and Aquatic Centre (BRAC), various parks and reserves, beaches, library, museum and other cultural activities.

TRANSPORT

Construction and maintenance of streets, roads, bridges, footpaths and street lighting.

ECONOMIC SERVICES

The regulation and provision of tourism facilities, area promotion and building control.

OTHER PROPERTY & SERVICES

Private works and provision of unclassified civic building facilities. General Administration support for Council's operations, allocated to other functions. Engineering, works and parks and gardens management, allocated to construction and maintenance jobs. Plant and depot operation and maintenance, allocated to construction and maintenance jobs.

SHIRE OF BROOME
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2018

3. NOTES TO THE STATEMENT OF CASH FLOWS

(a) 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:

	2017/18 Budget \$	2016/17 Actual \$	2016/17 Budget \$
Cash - unrestricted	802,617	2,681,940	729,939
Cash - restricted	<u>29,819,218</u>	<u>32,669,220</u>	<u>26,629,632</u>
	<u><u>30,621,835</u></u>	<u><u>35,351,160</u></u>	<u><u>27,359,571</u></u>

The following restrictions have been imposed by regulation or other externally imposed requirements:

Leave reserve	1,396,722	1,446,463	1,586,670
Building Reserve	2,195,047	4,201,973	1,755,542
Public Open Space Reserve	2,265,527	2,580,649	1,476,805
Drainage Reserve	1,575,942	1,535,342	1,525,267
Plant Reserve	1,329,232	1,318,632	1,310,861
BRAC (Leisure Centre) Reserve	53,059	52,959	1,887
Road Reserve	2,576,537	2,479,437	2,572,101
Footpath Reserve	1,796,435	2,123,935	2,060,021
Car Park Reserve	485,246	472,446	469,955
IT & Equipment Reserve	375,589	365,689	364,798
Refuse Site Reserve	2,482,167	3,634,820	2,880,861
Resource Recovery Park Reserve	11,924,313	9,730,311	9,746,199
Restricted Cash Reserve	882,117	2,177,979	422,543
Community Sponsorship Reserve	48,608	47,308	31,712
EDL Reserve	87,145	162,745	160,690
Kimberley Zone Reserve	184,727	180,027	175,000
Public Art Reserve	160,806	158,506	88,719
	<u><u>29,819,218</u></u>	<u><u>32,669,220</u></u>	<u><u>26,629,631</u></u>

(b) Reconciliation of Net Cash Provided By Operating Activities to Net Result

Net result	3,936,745	2,403,250	6,374,988
Depreciation	13,766,535	12,530,249	7,506,341
(Profit)/loss on sale of asset	190,276	405,901	100,784
(Increase)/decrease in receivables	0	(37,786)	150,000
(Increase)/decrease in inventories	0	(2,626)	
Increase/(decrease) in payables	0	(1,119,119)	
Increase/(decrease) in employee provisions	30,250	30,902	
Grants/contributions for the development of assets	<u>(15,363,153)</u>	<u>(6,208,409)</u>	<u>(6,858,963)</u>
Net Cash from Operating Activities	<u><u>2,560,653</u></u>	<u><u>8,002,362</u></u>	<u><u>7,273,150</u></u>

SHIRE OF BROOME
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2018

3. NOTES TO THE STATEMENT OF CASH FLOWS (Continued)

	2017/18 Budget \$	2016/17 Actual \$	2016/17 Budget \$
(c) Undrawn Borrowing Facilities			
Credit Standby Arrangements			
Bank overdraft limit	700,000	700,000	700,000
Bank overdraft at balance date	0	0	0
Credit card limit	25,000	25,000	25,000
Credit card balance at balance date	0	0	0
Total Amount of Credit Unused	<u>725,000</u>	<u>725,000</u>	<u>725,000</u>
 Loan Facilities			
Loan facilities in use at balance date	<u>5,975,291</u>	<u>2,911,981</u>	<u>7,105,513</u>
Unused loan facilities at balance date	<u>0</u>	<u>9,870</u>	<u>0</u>

	Note	2017/18 Budget \$	2016/17 Actual \$
4. NET CURRENT ASSETS			
Composition of estimated net current assets			
CURRENT ASSETS			
Cash - unrestricted	3(a)	802,617	2,681,940
Cash - restricted reserves	3(a)	29,819,218	32,669,220
Receivables		2,805,723	2,805,723
Inventories		28,000	28,000
		<u>33,455,558</u>	<u>38,184,883</u>
 LESS: CURRENT LIABILITIES			
Trade and other payables		(3,026,681)	(3,026,681)
Short term borrowings		0	0
Long term borrowings		(864,723)	(592,743)
Provisions		(2,055,292)	(2,055,292)
		<u>(5,946,696)</u>	<u>(5,674,716)</u>
Unadjusted net current assets		27,508,862	32,510,167
Differences between the net current assets at the end of each financial year in the rate setting statement and net current assets detailed above arise from amounts which have been excluded when calculating the budget deficiency in accordance with FM Reg 32 as movements for these items have been funded within the budget estimates. These differences are disclosed as adjustments below.			
Adjustments			
Less: Cash - restricted reserves	3(a)	(29,819,218)	(32,669,220)
Add: Current portion of debentures		864,723	592,743
Add: Current liabilities not expected to be cleared at end of year		1,445,633	1,445,633
Adjusted net current assets - surplus/(deficit)		<u>(0)</u>	<u>1,879,323</u>

SHIRE OF BROOME
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2018

5. ACQUISITION OF ASSETS

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

Asset Class	Reporting Program											2017/18 Budget Total \$	2016/17 Actual Total \$	2016/17 Budget Total \$
	Governance \$	General Purpose Funding \$	Law, Order, Public Safety \$	Health \$	Education and Welfare \$	Housing \$	Community Amenities \$	Recreation and Culture \$	Transport \$	Economic Services \$	Other Property and Services \$			
<i>Property, Plant and Equipment</i>														
Land and buildings														
Land & Buildings - New	0	0	1,200,000	0	0	550,000	0	0	0	0	0	1,750,000	350,000	8,014,757
Land & Buildings - Upgrade	0	0	0	0	0	0	0	121,766	0	0	0	121,766	42,109	111,000
Land & Buildings - Renewal	0	0	0	0	0	0	0	25,000	0	0	1,685,000	1,710,000	616,438	554,331
Land & Buildings - Works in Progress	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Furniture and equipment	0	0	0	0	0	0	0	0	0	0	771,414	771,414	757,376	888,855
Plant and equipment														
Mobile Plant & Equipment - New	0	0	21,000	0	0	0	0	0	0	0	13,000	34,000	47,624	68,000
Mobile Plant & Equipment - Upgrade	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Mobile Plant & Equipment - Renewal	0	0	120,000	40,000	36,000	0	0	0	0	40,000	1,179,000	1,415,000	1,555,109	1,539,000
Fixed Plant & Equipment - New	0	0	0	0	0	0	0	0	0	0	0	0	179,333	69,333
Fixed Plant & Equipment - Upgrade	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Fixed Plant & Equipment - Renewal	0	0	0	0	0	0	0	26,400	0	0	0	26,400	2,962,291	3,185,000
	0	0	1,341,000	40,000	36,000	550,000	0	173,166	0	40,000	3,648,414	5,828,580	6,510,280	14,430,276

SHIRE OF BROOME
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2018

5. ACQUISITION OF ASSETS (CONTINUED)

Asset Class	Reporting Program											2017/18 Budget Total \$	2016/17 Actual Total \$	2016/17 Budget Total \$
	Governance \$	General Purpose Funding \$	Law, Order, Public Safety \$	Health \$	Education and Welfare \$	Housing \$	Community Amenities \$	Recreation and Culture \$	Transport \$	Economic Services \$	Other Property and Services \$			
<u>Infrastructure</u>														
Roads														
Road Infrastructure - New	0	0	0	0	0	0	0	0	305,000	0	0	305,000	0	278,000
Road Infrastructure - Upgrade	0	0	0	0	0	0	0	2,551,031	5,646,819	0	0	8,197,850	964,237	2,266,939
Road Infrastructure - Renewal	0	0	0	0	0	0	0	1,308,929	0	0	0	1,308,929	2,377,579	2,480,636
Carparks, Footpaths & Bridges														
Carparks, Footpaths & Bridges - New												0	299,776	281,005
Carparks, Footpaths & Bridges - Upgrade												0	0	0
Carparks, Footpaths & Bridges - Renewal												0	37,900	0
Drainage														
Drainage Infrastructure - New	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Drainage Infrastructure - Upgrade	0	0	0	0	0	0	390,000	0	0	0	0	390,000	135,877	135,000
Drainage Infrastructure - Renewal	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Recreational Areas														
Recreation Infrastructure - New	0	0	0	0	0	0	0	192,370	0	0	0	192,370	5,235	0
Recreation Infrastructure - Upgrade	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Recreation Infrastructure - Renewal	0	0	0	0	0	0	0	94,046	0	0	0	94,046	97,891	102,000
Other														
Other Infrastructure - New	0	0	0	0	0	0	44,000	7,110,645	95,000	1,275,968	0	8,525,613	399,160	231,338
Other Infrastructure - Upgrade	0	0	0	0	0	0	853,330	0	0	10,000	0	863,330	52,410	614,500
Other Infrastructure - Renewal	0	0	0	0	0	0	295,723	60,000	30,000	0	0	385,723	395,783	340,443
	0	0	0	0	0	0	1,583,053	7,457,061	4,289,960	6,932,787	0	20,262,861	4,765,848	6,729,861
<u>Land Held for Resale</u>														
Land Held for Resale												0		
Total Acquisitions	0	0	1,341,000	40,000	36,000	550,000	1,583,053	7,630,227	4,289,960	6,972,787	3,648,414	26,091,441	11,276,128	21,160,137

A detailed breakdown of acquisitions on an individual asset basis can be found in the supplementary information attached to this budget document as follows:

- plant replacement programme
- other assets
- road replacement programme
- other infrastructure

SHIRE OF BROOME
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2018

6. DISPOSALS OF ASSETS

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

By Program	2017/18 Budget				2016/17 Actual		2016/17 Actual	
	Net Book Value \$	Sale Proceeds \$	Profit \$	Loss \$	Profit \$	Loss \$	Profit \$	Loss \$
Governance								
Fixed Plant & Equipment	0	0	0	0	0	(10,374)	13,895	0
Law, Order and Public Safety								
Fixed Plant & Equipment	61,425	39,000	0	(22,425)	0	0	0	0
Health								
Fixed Plant & Equipment	16,850	13,000	0	(3,850)	0	(2,138)	0	(2,270)
Education and Welfare								
Fixed Plant & Equipment	9,000	8,000	0	(1,000)	0	0	0	0
Community Amenities								
Fixed Plant & Equipment	0	0	0	0	0	(114,153)	359	(34,031)
Recreation and Culture								
Fixed Plant & Equipment	0	0	0	0	345	(3,978)	801	0
Economic Services								
Fixed Plant & Equipment	16,900	13,000	0	(3,900)	0	0	0	0
Other Property and Services								
Fixed Plant & Equipment	461,101	302,000	1,000	(160,101)	10,768	(286,371)	11,185	(90,723)
	565,276	375,000	1,000	(191,276)	11,113	(417,014)	26,240	(127,024)

By Class	2017/18 Budget				2016/17 Actual		2016/17 Actual	
	Net Book Value \$	Sale Proceeds \$	Profit \$	Loss \$	Profit \$	Loss \$	Profit \$	Loss \$
Plant and Equipment								
Fixed Plant & Equipment	565,276	375,000	1,000	(191,276)	11,113	(417,014)	26,240	(127,024)
	565,276	375,000	1,000	(191,276)	11,113	(417,014)	26,240	(127,024)

SHIRE OF BROOME
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2018

7. INFORMATION ON BORROWINGS

(a) Debenture Repayments

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

Particulars	Loan #	Principal 01-Jul-17	New Loans	Principal Repayments		Principal Outstanding		Interest Repayments	
				2017/18 Budget \$	2016/17 Actual \$	2017/18 Budget \$	2016/17 Actual \$	2017/18 Budget \$	2016/17 Actual \$
Recreation and culture									
BRAC (Recreation Centre) Stage 1	171	0		0	107,976	0	0	0	5,455
BRAC Stage 2A	186	0		0	156,540	0	0	0	7,364
BRAC Stage 2B (Car Park & Oval Completion)	191	117,814		57,049	53,561	60,765	117,814	6,652	10,141
Civic Centre Redevelopment	193	2,347,503		433,508	416,878	1,913,995	2,347,503	88,487	105,117
BRAC Pavillion	194	446,664		102,186	96,451	344,478	446,664	24,699	30,434
Town Beach Redevelopment	200	0	1,956,053	0	0	1,956,053	0	0	0
Economic services									
Visitor Centre Stage 2	185	0		0	37,309	0	0	0	1,755
Chinatown Revitalisation	196	0	1,700,000	0	0	1,700,000	0	0	0
		2,911,981	3,656,053	592,743	868,715	5,975,291	2,911,981	119,838	160,266

All debenture repayments will be financed by general purpose revenue.

SHIRE OF BROOME
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2018

7. INFORMATION ON BORROWINGS (Continued)

(b) New Debentures - 2017/18

Particulars/Purpose	Loan #	Amount Borrowed Budget	Institution	Loan Type	Term (Years)	Total Interest & Charges	Interest Rate %	Amount Used Budget	Balance Unspent \$
Town Beach Redevelopment	200	1,956,053	WATC	Semi-annual	15 years	722,215	3.68%	1,956,053	0
Chinatown Revitalisation	196	1,700,000	WATC	Semi-annual	10 years	389,418	3.44%	1,700,000	0
						1,111,633		3,656,053	0

* Western Australian Treasury Corporation

(c) Unspent Debentures

Nil

Particulars/Purpose	Loan #	Amount Unspent 01/07/2017	Amount Used Budget	Amount Unspent 30/06/2018
Original Purpose- Civic Centre Redevelopment - Project Complete	193	9,870		9,870
Youth Bike Recreation Precinct			9,870	-
Totals		9,870	9,870	-

**SHIRE OF BROOME
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2018**

7. INFORMATION ON BORROWINGS (Continued)

(d) Overdraft

Account	Year Established	Balance 01/07/2016	Budget Adjustment Increase/(Decrease)	Balance 30/06/2017
Municipal Fund Bank Account	1990	-	-	-
Credit Card	2003	-	-	-

Council has utilised an overdraft facility during previous financial years with a maximum amount of \$700,000 with the Commonwealth Bank. The overdraft is established to cover periods when there are delays in receiving funding at the beginning/end of financial years or in the event of uncleared or undeposited funds. It is anticipated that this facility will not be required to be utilised during budget year prior to the due date of the rates.

The Shire holds one Corporate Credit Card with a maximum limit of \$25,000 from the Commonwealth Bank and is used to procure goods & services typically requiring a credit card such as travel, accommodation and IT equipment.

SHIRE OF BROOME
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2018

8. RATING INFORMATION - 2017/18 FINANCIAL YEAR

RATE TYPE	Rate in \$ as cents	Number of Properties	Rateable Value \$	2017/18 Budgeted Rate Revenue \$	2017/18 Budgeted Interim Rates \$	2017/18 Budgeted Back Rates \$	2017/18 Budgeted Total Revenue \$	2016/17 Actual \$
Differential general rate or general rate								
<u>Gross Rental Valuations</u>								
GRV Residential	9.7547	4,786	121,481,660	11,851,039	0	10,000	11,861,039	11,507,590
GRV Residential - Vacant	15.7916	148	2,453,450	387,711			387,711	394,268
GRV Commercial/Industrial	10.7652	582	53,984,924	5,790,824			5,790,824	5,625,996
GRV Tourism	14.9725	426	16,887,828	2,528,530			2,528,530	2,383,714
<u>Unimproved Value Valuations</u>								
UV - Rural	0.6570	55	20,820,000	136,787			136,787	457,551
UV - Mining	12.3270	41	944,372	116,413			116,413	139,843
UV - Commercial Rural	3.0779	21	6,643,773	204,489			204,489	258,561
Sub-Totals		6,059	223,216,007	21,015,793	0	10,000	21,025,793	20,767,523
Minimum payment								
<u>Gross Rental Valuations</u>								
GRV Residential	1220	73	821,692	89,060			89,060	136,640
GRV Residential - Vacant **	1220	216	1,269,480	263,520			263,520	211,060
GRV Commercial/Industrial	1220	26	194,054	31,720			31,720	15,860
GRV Tourism	1220	412	1,880,840	502,640			502,640	502,640
<u>Unimproved Value Valuations</u>								
UV - Rural	1220	4	191,300	4,880			4,880	7,320
UV - Mining	500	31	44,610	14,500			14,500	46,360
UV - Commercial Rural	1220	2	28,300	2,440			2,440	15,860
Sub-Totals		764	4,430,276	908,760	0	0	908,760	935,740
Discounts (Note 13)							(7,301)	(156,449)
Total amount raised from general rates							21,927,252	21,546,814
Specified area rates (Note 10)							0	0
Total Rates							21,927,252	21,546,814

SHIRE OF BROOME
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2018

8(a). RATING INFORMATION - 2017/18 FINANCIAL YEAR (CONTINUED)

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

The general rates detailed above for the 2017/18 financial year have been determined by Council on the basis of raising the revenue required to meet the deficiency between the total estimated expenditure proposed in the budget and the estimated revenue to be received from all sources other than rates and also considering the extent of any increase in rating over the level adopted in the previous year.

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

Overall Objective

The purpose of the levying of rates is to meet Council's budget requirements in each financial year in order to deliver services and community infrastructure. Property valuations provided by the Valuer General are used as the basis for the calculation of rates each year. Section 6.33 of the Local Government Act 1995 provides the ability to differentially rate properties based on zoning and/or land use as determined by the Shire of Broome. The application of differential rating maintains equity in the rating of properties across the Shire, enabling the Council to provide facilities, infrastructure and services to the entire community and visitors.

Gross Rental Value (GRV)

The Local Government Act 1995 determines that properties of a Non-Rural purpose be rated using the Gross Rental Valuation (GRV) as the basis for the calculation of annual rates. The Valuer General determines the GRV for all properties within the Shire of Broome every three years and assigns a GRV. The current valuation is effective from 1 July 2015. Interim valuations are provided monthly to Council by the Valuer General for properties where changes have occurred (i.e. subdivisions or strata title of property, amalgamations, building constructions, demolition, additions and/or property rezoning). In such instances Council recalculates the rates for the affected properties and issues interim rates notices.

Unimproved Value (UV)

Properties that are predominantly of a rural purpose are assigned an Unimproved Value that is supplied and updated by the Valuer General on an annual basis. The rate in the dollar set for the UV-Rural category forms the basis for calculating all other UV differential rates

OBJECTIVES AND REASONS FOR DIFFERENTIAL RATING

To provide equity in the rating of properties across the Shire the following rate categories have been determined for the implementation of differential rating.

SHIRE OF BROOME
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2018

8(a). RATING INFORMATION - 2017/18 FINANCIAL YEAR (CONTINUED)

Differential General Rate

Description	Characteristics	Objects	Reasons
GRV – Residential	This rating category consists of properties located within the townsite boundaries which have a predominantly residential use.	This is the base rate by which all other GRV rated properties are assessed.	Other GRV rating categories have a higher demand on Shire resources and vacant land is encouraged to be developed.
GRV – Residential Vacant	This rating category consists of vacant properties located within the townsite boundaries, excepting land zoned as	To encourage land owners to develop residential vacant land and to reflect the different method used for the valuation of vacant residential land as	Excessive vacant land leaves subdivisions appearing barren and unsightly, to the detriment of the aesthetics of the area. The rate in the dollar for this category is
GRV – Commercial	This rating category consists of properties used for Commercial, Town Centre or Industrial purposes and non residential vacant land, excluding properties with a tourism use.	To raise additional revenue to fund the costs associated with the higher level of service provided to properties in this category.	The Shire incurs higher costs to service these areas including car park infrastructure, landscaping and other amenities. In addition, extra costs are also associated with tourism and economic development activities that have a benefit to these ratepayers. The rate in the dollar for this category is 10% higher than the GRV –Residential base rate.
GRV – Tourism	This rating category consists of properties with a tourism use within the townsite.	To raise additional revenue to fund the costs associated with the higher reliance on Shire resources and the higher level of service provided to properties in this category.	This category is rated higher than the base rate for GRV to fund costs associated with the heavier use of infrastructure and other Council assets and services in addition to contribution toward tourism promotion activities. The rate in the dollar for this category is 53% higher than the GRV –Residential base rate.
UV - Rural (The base rate for Unimproved Value)	This rating category consists of properties that are exclusively for rural use.	This is the base rate by which all other UV rated properties are assessed.	Other UV rating categories have a higher demand on Shire resources.

SHIRE OF BROOME
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2018

8(a). RATING INFORMATION - 2017/18 FINANCIAL YEAR (CONTINUED)

Differential General Rate (Continued)

Description	Characteristics	Objects	Reasons
UV - Commercial Rural	This rating category consists of properties that are used for: <ul style="list-style-type: none"> • Pearling Leases; • Pastoral leases or Pastoral use; 	To raise additional revenue to fund the additional cost impacts attributed to the servicing of these properties.	The Shire incurs higher costs in infrastructure maintenance as a result of extra vehicle movements on the shire's road network due to the activities associated with these properties
UV – Mining	This rating category consists of properties that are used for mining, exploration or prospecting purposes.	To raise additional revenue to fund the additional cost impacts to the Shire.	This category is rated higher than UV-Commercial to reflect the higher road infrastructure maintenance costs to Council as a result of frequent heavy vehicle use over extensive lengths of shire roads throughout the year.

Differential Minimum Payment

Description	Objects & Reasons
A minimum payment of \$1,220 has been applied to all rating categories except UV-Mining.	The object and reason for this minimum payment is to ensure that all property owners in the Shire of Broome are levied a unified and equitable minimum amount. It is also recognition that every property receives some minimum level of benefit of the works and services provided by the Shire.
A minimum payment of \$500 has been applied to rating category for UV-Mining.	UV of mining tenements ranges from \$10 to \$70,000 and an average UV of \$13,854. The minimum rate for the UV - Mining category is set at a lower level compared to the other rating categories in order to ensure that the rate burden is distributed equitably between all other property owners paying the minimum amount. This also ensures that less than 50% of the properties in this category are on the minimum rate to ensure compliance with Section 6.35 of the Local Government Act 1995.

SHIRE OF BROOME
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2018

9. CASH BACKED RESERVES

	Reserve Number	2017/18 Budget				2016/17 Actual				2016/17 Budget				
		Opening Balance \$	Transfer to \$	Transfer (from) \$	Closing Balance \$	Opening Balance \$	Transfer to \$	Transfer (from) \$	Closing Balance \$	Opening Balance \$	Transfer to \$	Transfer (from) \$	Closing Balance \$	
(a)	Leave reserve	7	1,446,463	34,700	(84,441)	1,396,722	1,445,633	218,099	(217,269)	1,446,463	1,749,519	54,420	(217,269)	1,586,670
(b)	Building Reserve	12	4,201,973	134,400	(2,141,326)	2,195,047	3,775,846	612,778	(186,651)	4,201,973	4,176,135	156,614	(2,577,207)	1,755,542
(c)	Public Open Space Reserve	9	2,580,649	84,878	(400,000)	2,265,527	860,010	1,720,639	0	2,580,649	854,413	622,392	0	1,476,805
(d)	Drainage Reserve	10	1,535,342	40,600	0	1,575,942	1,620,492	50,480	(135,630)	1,535,342	1,612,296	47,971	(135,000)	1,525,267
(e)	Plant Reserve	11	1,318,632	39,600	(29,000)	1,329,232	1,476,654	191,978	(350,000)	1,318,632	1,472,873	37,988	(200,000)	1,310,861
(f)	BRAC (Leisure Centre) Reserve	8	52,959	100	0	53,059	51,495	1,464	0	52,959	51,087	1,517	(50,717)	1,887
(g)	Road Reserve	24	2,479,437	147,100	(50,000)	2,576,537	2,222,496	305,580	(48,639)	2,479,437	2,572,280	49,170	(49,349)	2,572,101
(h)	Footpath Reserve	23	2,123,935	57,500	(385,000)	1,796,435	2,231,163	95,277	(202,505)	2,123,935	2,191,201	64,825	(196,005)	2,060,021
(i)	Car Park Reserve	13	472,446	12,800	0	485,246	459,387	13,059	0	472,446	456,340	13,615	0	469,955
(j)	IT & Equipment Reserve	26	365,689	9,900	0	375,589	312,797	52,892	0	365,689	311,528	53,270	0	364,798
(k)	Refuse Site Reserve	25	3,634,820	83,400	(1,236,053)	2,482,167	4,175,521	118,700	(659,401)	3,634,820	3,904,926	123,277	(1,147,342)	2,880,861
(l)	Resource Recovery Park Reserve	29	9,730,311	2,594,002	(400,000)	11,924,313	7,216,863	2,763,448	(250,000)	9,730,311	7,053,920	3,092,279	(400,000)	9,746,199
(m)	Restricted Cash Reserve	27	2,177,979	0	(1,295,862)	882,117	2,534,220	1,528,895	(1,885,136)	2,177,979	2,380,059	0	(1,957,516)	422,543
(n)	Community Sponsorship Reserve	30	47,308	1,300	0	48,608	45,287	2,021	0	47,308	30,794	918	0	31,712
(o)	EDL Reserve	28	162,745	4,400	(80,000)	87,145	236,035	6,710	(80,000)	162,745	234,062	6,628	(80,000)	160,690
(p)	Kimberley Zone Reserve	31	180,027	4,700	0	184,727	176,835	5,027	(1,835)	180,027	175,000	0	0	175,000
(q)	Public Art Reserve	14	158,506	2,300	0	160,806	154,125	4,381	0	158,506	154,155	4,564	(70,000)	88,719
(r)	Tourism Reserve		0		0	0				0	0	0	0	0
			32,669,220	3,251,680	(6,101,682)	29,819,218	28,994,858	7,691,428	(4,017,066)	32,669,220	29,380,588	4,329,448	(7,080,405)	26,629,631

Council have a policy of annual revaluation of asset infrastructure. The amount of any revaluation adjustment at 30 June 2017 is not known. Any transfer to or from an asset revaluation reserve will be a non-cash transaction (treated as Other Comprehensive Income) and as such, has no impact on this budget document.

SHIRE OF BROOME
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2017

9. CASH BACKED RESERVES (Continued)

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

Purpose of the reserve

Leave reserve	To be used to fund annual and long service leave requirements.
Building Reserve	To be used for renewal, upgrade, replacement or new building construction and associated infrastructure
Public Open Space Reserve	To be used for renewal, upgrade, replacement or new public open space facilities and garden areas associated with buildings and other freely accessible public recreational facilities. Any contributions from developers are held in Trust.
Drainage Reserve	To be used for the renewal, upgrade or construction of drainage services. Typically funds are from contributions made by developers.
Plant Reserve	To be used for the renewal, upgrade or purchase of new mobile plant and engineering
BRAC (Leisure Centre) Reserve	To be used for the construction of recreation infrastructure and facilities.
Road Reserve	To be used for renewal, upgrade or new streets and roads.
Footpath Reserve	To be used for renewal, upgrade or new footpaths. Typically funds are from contributions made by developers.
Car Park Reserve	To be used for renewal, upgrade or new carparks. Typically funds are from "Cash In Lieu" payments from developers.
IT & Equipment Reserve	To be used for renewal, upgrade or new office equipment, IT hardware and software.
Refuse Site Reserve	To be used for the current and future costs of maintaining and closing the refuse site in accordance with operational needs and environmental guidelines.
Resource Recovery Park Reserve	To hold funds set aside annually and any year end operational profit generated from refuse site business unit to fund: i) The future construction of a new facility; ii) the future subsequent and ongoing costs of maintaining the site in accordance with operational requirements and environmental guidelines; or iii) the costs of future rehabilitation of the site.
Restricted Cash Reserve	To be used for unspent grant and loan funds. To hold funds remaining as at 30 June after allocation of both Annual and Ad-hoc sponsorships and external donations to be spent on both annual and ad-hoc sponsorships in accordance with the Community Sponsorship Program Policy.
Community Sponsorship Reserve	
EDL Reserve	To hold funds to be spent on community projects as approved by Energy Development Limited.
Kimberley Zone Reserve	To hold funds set aside annually to fund future projects and initiatives for the Kimberley Zone of WALGA and/or Regional Collaborative Groups.
Public Art Reserve	To hold funds set aside annually to fund future public art projects and initiatives within the Shire.
Tourism Reserve	To hold funds set aside annually to fund future tourism projects and initiatives within the Shire.

Cash Backing

All of the above reserve amounts are supported by money held in financial institutions.

**SHIRE OF BROOME
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2018**

10. SPECIFIED AREA RATE - 2017/18 FINANCIAL YEAR

The Shire of Broome does not levy any Specified Area Rates

11. SERVICE CHARGES - 2017/18 FINANCIAL YEAR

The Shire of Broome does not levy any FM Regulation 54 prescribed service charges.

12. INTEREST CHARGES AND INSTALMENTS - RATES AND SERVICE CHARGES - 2017/18 FINANCIAL YEAR

Instalment Options	Date Due	Instalment Plan Admin Charge \$	Instalment Plan Interest Rate %	Unpaid Rates Interest Rate %
<u>Rates Instalment Plans</u>		\$7.00	5.50%	11%
Option One Full payment	23 August 2017			
Option Two <u>Two Instalments</u>				
First Instalment	23 August 2017			
Second Instalment	10 January 2018			
Option Three <u>Four Instalments</u>				
First Instalment	23 August 2017			
Second Instalment	25 October 2017			
Third Instalment	10 January 2018			
Fourth and Final instalment	14 March 2018			

	2017/18 Budget Revenue \$	2016/17 Actual \$
Instalment Plan Admin Charge Revenue	(40,000)	33,229
Instalment Plan Interest Earned	(100,000)	111,764
Unpaid Rates Interest Earned	(130,000)	197,609
	(270,000)	342,602

SHIRE OF BROOME
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2018

13. PAYMENT DISCOUNTS, WAIVERS AND CONCESSIONS
- 2017/18 FINANCIAL YEAR

Rates Discounts

Council, in accordance with Section 6.47 of the Local Government Act 1995 as amended, has granted the following concessions:

RATE TYPE	2017/18 Rate in \$ as cents	2017/18 Number of Properties	2017/18 Rateable Value \$	2017/18 Budgeted Rate Revenue \$	2017/18 Budgeted Concession \$	2017/18 Budgeted Total Revenue \$	2016/17 Actual Concession \$	Circumstances in which the Waiver or Concession is Granted	Objects of the Waiver or Concession
Concessions									
UV - Coconut Wells	0.6057	4	1,844,000	12,612	(978)	11,634	107,277	8.585% concession on all properties on unimproved values (UV) in the locality of Coconut Well	To ensure a consistent rate increase was maintained for these properties comparative to other properties within alternate UV rating categories, following changes to Differential Rating Categories initiated to remove reference to locality.
UV - Twelve Mile	0.6057	37	10,242,000	67,290	(5,339)	61,951	46,905	7.935% concession on all properties on unimproved values (UV) in the locality of Twelve Mile.	To ensure a consistent rate increase was maintained for these properties comparative to other properties within alternate UV rating categories, following changes to Differential Rating Categories initiated to remove reference to locality.
UV - Horticulture Land Use	0.6057	5	1,965,000	13,802	(984)	12,818	2,267	7.815% concession on all properties on unimproved values (UV) with Horticulture Land Use.	To ensure a consistent rate increase was maintained for these properties comparative to other properties within alternate UV rating categories, following changes to Differential Rating Categories initiated to remove reference to locality.
		46			(7,301)	86,403	156,449		

These concessions do not apply to any property on the minimum payment.

SHIRE OF BROOME
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2018

	2017/18 Budget \$	2016/17 Actual \$
14. FEES & CHARGES REVENUE		
Governance	50	0
General purpose funding	77,700	72,276
Law, order, public safety	98,000	100,784
Health	182,700	142,404
Education and welfare	0	0
Housing	626,475	557,744
Community amenities	7,094,640	6,824,567
Recreation and culture	1,077,225	711,417
Transport	25,000	14,629
Economic services	602,381	649,782
Other property and services	1,041,620	1,059,991
	<u>10,825,791</u>	<u>10,133,594</u>
15. GRANT REVENUE		
Grants, subsidies and contributions are included as operating revenues in the Statement of Comprehensive Income:		
By Program:		
Operating grants, subsidies and contributions		
Governance	16,000	16,489
General purpose funding	939,879	2,937,899
Law, order, public safety	0	0
Health	2,000	22,172
Education and welfare	15,000	54,415
Housing	0	0
Community amenities	0	13,024
Recreation and culture	196,580	238,472
Transport	1,642,676	1,585,215
Economic services	143,088	633,000
Other property and services	91,764	103,090
	<u>3,046,987</u>	<u>5,603,776</u>
Non-operating grants, subsidies and contributions		
Governance	0	0
General purpose funding	0	0
Law, order, public safety	1,200,000	0
Health	0	0
Education and welfare	0	0
Housing	0	0
Community amenities	255,000	4,413
Recreation and culture	3,893,717	1,505,671
Transport	2,065,354	3,079,325
Economic services	7,823,912	1,358,000
Other property and services	125,170	261,000
	<u>15,363,153</u>	<u>6,208,409</u>

SHIRE OF BROOME
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2018

	2017/18 Budget \$	2016/17 Actual \$
16. ELECTED MEMBERS REMUNERATION		
The following fees, expenses and allowances were paid to council members and/or the President.		
Meeting fees	161,130	161,130
Mayor/President's allowance	47,045	47,045
Deputy Mayor/President's allowance	11,761	11,761
Travelling expenses	53,450	48,450
Telecommunications allowance	31,500	31,500
	<u>304,886</u>	<u>299,886</u>

17. TRUST FUNDS

Funds held at balance date over which the local government has no control and which are not included in the financial statements are as follows:

Detail	Balance 01-Jul-17 \$	Estimated Amounts Received \$	Estimated Amounts Paid (\$)	Estimated Balance 30-Jun-18 \$
Verge Bonds	32,276	0	-	32,276
Library Transient Borrower Deposits	69	150	(80)	139
Election Nomination Deposits	0	0	-	0
Key & Other General Purpose Deposits	8,493	0	-	8,493
BCITF Collection & Refund Deposits	170	30,477	(27,456)	3,191
Japanese Cemetery Improvements Deposits	0	0	-	0
Town Planning Related Bond Deposits	106,208	0	-	106,208
Cemetery Plot Reservation Deposits	33,596	4,550	-	38,146
Recreation Facility use Bond Deposits	23,294	72,009	(70,965)	24,338
Cash In Lieu Of Public Open Space	99,876	0	-	99,876
Parking Facilities Bond Deposits	0	0	-	0
Road & Footpath Facilities Bond Deposits	506,947	0	-	506,947
Capital Works Bond Deposits	3,060	0	-	3,060
Bank Guarantee Deposits Received	16,431	0	-	16,431
Contract Bonds & Retentions	0	0	-	0
Overpayments Held	0	0	-	0
Unclaimed Monies	21,061	2,140	(2,378)	20,823
BRB Levy	632	39,095	(35,632)	4,095
Staff Rental Bonds	45,197	37,275	(17,484)	64,988
Key Deposits	2,335	315	0	2,650
Chinatown Revitalisation DRD Grant	9,158,495	-	(8,427,003)	731,492
	<u>10,058,140</u>	<u>186,011</u>	<u>(8,580,998)</u>	<u>1,663,153</u>

SHIRE OF BROOME
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2018

18. MAJOR LAND TRANSACTIONS

It is not anticipated any major land transactions will occur in 2017/18.

19. TRADING UNDERTAKINGS AND MAJOR TRADING UNDERTAKINGS

It is not anticipated any trading undertakings or major trading undertakings will occur in 2017/18.

20. INTERESTS IN JOINT ARRANGEMENTS

It is not anticipated any interests in joint arrangements will occur in 2017/18.

SHIRE OF BROOME
SCHEDULE 1 FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2018

NEW CAPITAL WORKS AND CARRIED FORWARD PROGRAMME 2017/18

Description	Carried Forward Budget 2016/17	Renewal	Upgrade/New	Funds Required 2017/18	Funding Source					
					Shire Municipal Funds	Reserves	Borrowings	Grants	Contributions	Sale or Trade In
LAND AND BUILDINGS										
Air conditioning Renewal Administration Building		70,000		70,000		70,000				
Various Building Renewal		100,000		100,000	78,674	21,326				
Various Building Renewal - Barker St Roof		15,000		15,000	15,000					
Various Building Renewal - BRAC Roof & Lighting		25,000		25,000	25,000					
Access & Inclusion - Power Assisted Doors BRAC			12,500	12,500	12,500					
Kimberley Regional Offices - Old building Fit out		1,500,000		1,500,000		1,500,000				
Construction of Broom Volunteer Bushfire Brigade Station - Carryover	1,200,000			1,200,000				1,200,000		
Key Worker Housing - Carryover	550,000			550,000		550,000				
Sub Total	1,750,000	1,710,000	12,500	3,472,500	131,174	2,141,326	0	1,200,000	0	0
RECREATIONAL FACILITIES										
Town Beach Redevelopment			6,982,506	6,982,506	1,126,453	400,000	1,956,053	3,500,000		
Changing Place Accessible Bathroom at BRAC - Carryover	109,266			109,266	35,266			74,000		
Youth Bike Recreation Precinct			159,870	159,870	25,000	9,870		105,000	20,000	
Broome Trails - Chinatown to Cable Beach			51,700	51,700	26,700			25,000		
BRAB Acquatic Centre Upgrade	26,400			26,400				169,717		
Sub Total	135,666	0	7,194,076	7,329,742	1,213,419	409,870	1,956,053	3,873,717	20,000	0
ROAD IMPROVEMENTS										
Broome / Cape Leveque Rd - Unsealed pindan section - End seal to start seal at Carnot Bay - 10km/yr		132,000		132,000				132,000		
Cape Leveque - Indigenous Access Roads Programme - Improve formation and drainage			142,000	142,000				142,000		
Crab Creek Road Upgrade	150,000		600,000	750,000		214,772		535,228		
Hunter Street Reconstruction		786,000		786,000	225,210	50,000		510,790		
Blackspot - Banu Ave Slow Pt & Children's crossing Roebuck Primary School		102,165		102,165	34,055			68,110		
Urban Reseal Renewal Program		235,198		235,198	235,198					
BRAC Entry/Exit Improvements			26,000	26,000	26,000					
Hammersley Street and Napier Terrace Australian Government Black Spot - Carryover	1,182,892		267,974	1,450,866	367,974	405,666		677,226		
SubTotal	1,332,892	1,255,363	1,035,974	3,624,229	888,437	670,438	0	2,065,354	0	0
FOOTPATH IMPROVEMENTS										
Subdivisional Footpaths - Roebuck estate			20,000	20,000		20,000				
Subdivisional Footpaths - Broome Nth			213,200	213,200		213,200				
Subdivisional Footpaths - Six Seasons			7,000	7,000		7,000				
Subdivisional Footpaths - Sunset Rise			20,000	20,000		20,000				
Subdivisional Footpaths - Old Broome Estate (Herbert St Subdiv)			10,000	10,000		10,000				
Subdivisional Footpaths - Frangipani			14,800	14,800		14,800				
Subdivisional Footpaths - Palmer Road			20,000	20,000		20,000				
Footpath Renewals		130,731		130,731	130,732					
Footpath Upgrades - Murray Rd & Cable Beach Rd West			80,000	80,000		80,000				
Sub Total	0	130,731	385,000	515,731	130,732	385,000	0	0	0	0
CARPARK IMPROVEMENTS										
Broome Visitor Centre Carpark Reseal		25,000		25,000	25,000					
Sub Total	0	25,000	0	25,000	25,000	0	0	0	0	0
LIGHTING IMPROVEMENTS										
Short Street Lighting Renewal		30,000		30,000	30,000					
Street Lighting Upgrades - Sandpiper Ave (new lights)			95,000	95,000	95,000					
Sub Total	0	30,000	95,000	125,000	125,000	0	0	0	0	0
DRAINAGE IMPROVEMENTS										
Hammersley Napier BlackSpot Drainage Upgrade Component			390,000	390,000	135,000			255,000		
Sub Total	0	0	390,000	390,000	135,000	0	0	255,000	0	0

SHIRE OF BROOME
SCHEDULE 1 FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2018

NEW CAPITAL WORKS AND CARRIED FORWARD PROGRAMME 2017/18

Description	Carried Forward Budget 2016/17	Renewal	Upgrade/New	Funds Required 2017/18	Funding Source					
					Shire Municipal Funds	Reserves	Borrowings	Grants	Contributions	Sale or Trade In
PARKS AND RESERVES										
Drinking Fountain Renewal Cable Beach		7,003		7,003	7,003					
Drinking Fountain Renewal Sunset Park		7,003		7,003	7,003					
Main Line Irrigation BRAC Sporting Fields		15,996		15,996	15,996					
Park Furniture Renewal - Cygnet Park		7,500		7,500	7,500					
Park Furniture Renewal - Maritana Park		7,503		7,503	7,503					
Park Furniture Renewal - Cable Beach Park		8,516		8,516	8,516					
Park Furniture Renewal - Six Seasons Parks		8,516		8,516	8,516					
Playground Renewal - Tolentino Park		14,009		14,009	14,009					
Shade Sail Renewal - Town Beach		6,000		6,000	6,000					
Shade Sail Renewal - Cygnet Park		6,000		6,000	6,000					
Shade Sail Renewal- Solway Park		6,000		6,000	6,000					
Tank Renewal - Haynes Oval		41,950		41,950	41,950					
Tank Renewal - Civic Centre		18,050		18,050	18,050					
Solar Light Demco Park			10,000	10,000	10,000					
Solar Light Cable Beach			10,000	10,000	10,000					
Pelcan Gardens Playground - Shade Sail Installation			12,500	12,500	12,500					
Sub Total	0	154,046	32,500	186,546	186,546	0	0	0	0	0
SANITATION PROJECTS										
Buckleys Road Closure Upgrade			797,330	797,330		797,330				
Other Infra Renewal Rubbish Services - Bin Replacement	124,723	171,000		295,723		295,723				
Sub Total	124,723	171,000	797,330	1,093,053	0	1,093,053	0	0	0	0
OTHER INFRASTRUCTURE PROJECTS										
Implementation of Cemetery Masterplan - Carpark Upgrade		56,000		56,000	56,000					
Implementation of Cemetery Masterplan - Columbarium			44,000	44,000	44,000					
Sam Male Luggier - Carryover	10,000			10,000	10,000					
Broome Entry Statement	76,439			76,439	76,439					
Sub Total	86,439	56,000	44,000	186,439	186,439	0	0	0	0	0
CHINATOWN REVITALISATION PROJECT										
Dampier St Upgrade			3,288,569	3,288,569						
Carnarvon St Upgrade			2,358,250	2,358,250						
Frederick St Lookout			732,984	732,984						
Tourist Rest Stop at Pearl Luggier			542,984	542,984						
Sub Total	0	0	6,922,787	6,922,787	0	0	1,700,000	5,222,787	0	0
INFORMATION TECHNOLOGY PROJECTS										
Capital ICT Equipment Renewal		128,000		128,000	128,000					
Administration Building ICT Infrastructure Renewal		60,000		60,000	60,000					
Civic Centre AV Upgrade			50,000	50,000	50,000					
Unified Communications Project (Telephony)			100,000	100,000	100,000					
Board Business Intelligence Development			50,000	50,000	50,000					
Online Services Development			35,000	35,000	35,000					
Workflow Automation			35,000	35,000	35,000					
Interplan Replacement			35,000	35,000	35,000					
Recruitment Software			22,860	22,860	22,860					
Budget Management System - Phase 2	39,384			39,384	39,384					
Online Development Applications	70,000			70,000	70,000					
Social Media Strategy	21,000			21,000	21,000					
State CCTV Project	125,170			125,170	0		125,170			
Sub Total	255,554	188,000	327,860	771,414	646,244	0	0	125,170	0	0
PLANT AND EQUIPMENT										
New & Renewal		1,428,000	21,000	1,449,000	1,045,000	29,000				375,000
Sub Total	0	1,428,000	21,000	1,449,000	1,045,000	29,000	0	0	0	375,000
TOTAL CAPITAL WORKS PROGRAM	3,685,274	5,148,140	17,258,027	26,091,441	4,712,991	4,728,687	3,656,053	12,742,028	20,000	375,000

SHIRE OF BROOME
SCHEDULE 2 FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2018

PLANT AND EQUIPMENT SUMMARY 2017/2018

Department/User	Plant Description	Exist. Plant No.	Existing Licence Number	Exist Vehicle Purch Date	Change over Life yrs/hrs or kms	2017/2018 BUDGET						
						Purchase	Sale	Nett	Written Down Value	Profit	Loss	
Ranger												
<u>Renewal</u>												
Ranger	Utility Crew Cab w Tray Isuzu D-Max SX Auto (Ranger 1)	113	1EHR084	31.Jan.14	5yrs/100,000km	40,000	13,000	27,000	21,100	-	8,100	
Ranger	Utility Crew Cab w Tray Isuzu D-Max SX Man (Ranger 2)	213	1EHR085	31.Jan.14	5yrs/100,000km	40,000	13,000	27,000	20,125	-	7,125	
Ranger	Isuzu D-Max SX Utility 4WD Crew Cab (Ranger Coordinator)	16512	1EAD664	01.Nov.12	5yrs/100,000km	40,000	13,000	27,000	20,200	-	7,200	
<u>New</u>												
Ranger	Dog Lifting Device for Ranger Vehicles					21,000		21,000	-	-	-	
Health Service - Inspection												
<u>Renewal</u>												
Manager Health, Emergency & Rangers	Isuzu D-Max SX 4x4 Crew Cab Ute (MHS)	10112	1DXC557	31.Mar.12	5yrs/100,000km	40,000	13,000	27,000	16,850	-	3,850	
Community & Economic Services												
<u>Renewal</u>												
Manager Community & Economic Development	Hyundai Santa Fe Wagon CRDi 4x4 (MCD)	12112	1DWL167	31.Mar.12	5yrs/100,000km	36,000	8,000	28,000	9,000	-	1,000	
Building Control												
<u>Renewal</u>												
MBS	Isuzu D-Max SX 4x4 Crew Cab Ute Canopy (MBS)	4412	1DWL170	31.Mar.12	5yrs/100,000km	40,000	13,000	27,000	16,900	-	3,900	
Infrastructure Services												
<u>Renewal</u>												
Engineering	Isuzu D-Max SX Crew Cab 4WD Tray Top (Surveyor)	7511	1DUD117	08.Mar.12	5yrs/100,000km	40,000	13,000	27,000	16,900	-	3,900	
Engineering	Isuzu D-Max SX 4x4 Crew Cab Ute Canopy (D&SE)	11312	1DWL168	08.Mar.12	5yrs/100,000km	40,000	13,000	27,000	16,900	-	3,900	
Parks & Gardens Operations												
<u>Renewal</u>												
Parks & Gardens	Isuzu D-Max SX 4x4 Crew Cab Ute Canopy (P&G)	3812	1DWL184	31.Mar.12	5yrs/100,000km	40,000	13,000	27,000	16,900	-	3,900	
Parks & Gardens	Trailer Polmac Dual Axle - 1TRL496	85807	1TRL496	30.Sep.07	10 yrs	40,000	-	40,000	-	-	-	
Parks & Gardens	John Deere 1565 Front Deck Ride on Mower (P&Gs) 1ELL395	6913	1ELL395	18.Mar.14	3yrs/2000hrs	43,000	8,000	35,000	10,267	-	2,267	
Parks & Gardens	4WD Front Deck Mower John Deere 1565 1DQQ221	6910	1DQQ221	31.May.11	3yrs/2000hrs	40,000	8,000	32,000	8,000	-	-	
Parks & Gardens	Mower Ride on Front Deck John Deere 1565 1GCB289	10513	1EEO404	28.Feb.13	3yrs/2000hrs	40,000	10,000	30,000	11,495	-	1,495	
Parks & Gardens	Truck Tipper 8t Single Cab - P&Gs UD Nissan PK9	1910	1DQP783	31.May.11	6yrs/150,000km	135,000	45,000	90,000	85,400	-	40,400	
Parks & Gardens	Utility Isuzu D-Max SX Space Cab w tray (Mowing 1. P&Gs) BM25118	2713	BM25118	19.Feb.13	5yrs/100,000km	40,000	13,000	27,000	21,200	-	8,200	
Parks & Gardens	Isuzu D-Max SX 4x4 Space Cab Alloy Tray (P&Gs) Retic 3	2512	1EAD681	31.Mar.12	5yrs/100,000km	40,000	13,000	27,000	18,850	-	5,850	
Parks & Gardens	Isuzu D-Max SX 4x4 Space Cab Alloy Tray (P&Gs) Retic 1(1EAD682)	6812	1EAD682	31.Mar.12	5yrs/100,000km	40,000	13,000	27,000	18,850	-	5,850	
Parks & Gardens	Isuzu D-Max SX 4x4 Crew Cab Steel Tray Top (P&Gs) Snr Supvr 1DWL178	6212	1DWL179	31.Mar.12	5yrs/100,000km	40,000	13,000	27,000	16,900	-	3,900	
Parks & Gardens	Isuzu D-Max EX 4x4 Single Cab Steel Tipper Body (P&Gs) Supvr 1DYG927	9112	1DYG927	31.Mar.12	5yrs/100,000km	40,000	13,000	27,000	15,600	-	2,600	
Parks & Gardens	Rota slasher Howard EHD180 (P&Gs)	13611		30.Sep.11	8 yrs	30,000	-	30,000	-	-	-	
Parks & Gardens	Howard Stealth S2 Dual Winged Mower Tractor Mounted (P&Gs)	88515		01.Apr.14	6 yrs	25,000	-	25,000	20,328	-	20,328	
Parks & Gardens	Woodchipper Bandit 1390XP (P&Gs) 1TNQ120	8913	1TNQ120	23.Nov.12	5 yrs	90,000	20,000	70,000	34,747	-	14,747	
Parks & Gardens	Tractor John Deere 6430 4WD PTO 72kW - P & Gs BM21763	13209	BM21763	19.Mar.09	7yrs/5000hrs	120,000	40,000	80,000	40,000	-	-	
Parks & Gardens	Trailer Dean No 17 Flatbed Tilting (for ride-on mower) BM11268	8703	BM11268	01.Aug.03	10 yrs	22,000	-	22,000	-	-	-	

SHIRE OF BROOME
SCHEDULE 2 FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2018

PLANT AND EQUIPMENT SUMMARY 2017/2018 (CONTINUED)

Department/User	Plant Description	Exist. Plant No.	Existing Licence Number	Exist Vehicle Purch Date	Change over Life yrs/hrs or kms	2017/2018 BUDGET					
						Purchase	Sale	Nett	Written Down Value	Profit	Loss
Works Operations											
<u>New</u>											
Works	Hydraulic Angle Broom for Bobcat					13,000		13,000	-	-	-
<u>Renewal</u>											
Works	Roller Vibrating Soil Compactor HAMM3411	83307	BM20572	13.Jun.07	8yrs/5000hrs	170,000	40,000	130,000	74,375	-	34,375
Works	4WD Utility Crew Cab Isuzu D-Max Works Team Leader - Construction	1611	1GCB288	31.May.11	5yrs/100,000km	40,000	13,000	27,000	19,922	-	6,922
Works	Generator 6KVA EH36DH/SIN6 - Signs	10605		30.Aug.01	8 yrs	6,000	-	6,000	-	-	-
Works	Pump Water Robin PTG405DS - 8.5hp 4" diesel	2201		31.May.05	8 yrs	8,000	-	8,000	-	-	-
Depot Operations											
<u>New</u>											
Depot								-	-	-	-
<u>New Subtotal</u>						-	-	-	-	-	-
<u>Renewal</u>											
Depot	Isuzu D-Max SX 4x4 Standard Cab Steel tray Top - Stores	11412	1DWL185	08.May.12	5yrs/100,000km	40,000	13,000	27,000	14,467	-	1,467
Depot	Pressure Cleaner Spitwater SW151 with attachments (Depot)	16612		30.Sep.12	5 yrs	10,000	1,000	9,000	-	1,000	-
TOTAL PLANT AND EQUIPMENT						1,449,000	375,000	1,074,000	565,276	1,000	191,276
FUNDED FROM RESERVE						29,000					
NET FUNDS FROM MUNI						1,045,000					

SHIRE OF BROOME
SCHEDULE 3 FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2018

CARRIED FORWARD SCHEDULE

Capital and Operating Carried Forward Projects 2017/18

Description	Carry Over Expenditure (\$)	Funding Source					Exp Type
		Muni	Reserve	Grants	Loans	Sale or Trade In	
Executive							
Organisational Training	48,521	48,521					OPERATING
LGIS Insurance Funded Expenses for risk	78,372	78,372					OPERATING
Corporate Services							
Software >\$5000 Cap Exp - Magiq Budget Management Stage 2	39,384	39,384					CAPITAL
Software >\$5000 Cap Exp - online Development Applications	70,000	70,000					CAPITAL
Software >\$5000 Cap Exp - Social Media Strategy	21,000	21,000					CAPITAL
Equip & H'Ware > \$5000 Cap Exp - State CCTV Project	125,170			125,170			CAPITAL
Development Services							
Consultancy - Cable Beach Foreshore Masterplan	9,300	9,300					OPERATING
Consultancy - Local Commerical Strategy	17,961	17,961					OPERATING
Broome Townsite Coastal Hazard Risk Management and Adaptation Plan (CHRMAP)	7,500	7,500					OPERATING
Mosquito Control & Pest Control - FIMMWA funding	7,000	7,000					OPERATING
Construction of Broome Volunteer Bushfire Brigade Station	1,200,000			1,200,000			CAPITAL
Infrastructure							
Hamersley Street and Napier Terrace Australian Government Black Spot	1,182,892	100,000		1,082,892			CAPITAL
Crab Creek Road	150,000		150,000				CAPITAL
Broome Entry Statement	76,439	76,439					CAPITAL
Sam Male Lugger Consultancy and interim repairs	10,000	10,000					CAPITAL
Changing Place Accessible Bathroom at BRAC	109,266	35,266		74,000			CAPITAL
Key Worker Housing	550,000		550,000				CAPITAL
Other Infrastructure Renewal Rubbish Services - Bin replacement	124,723		124,723				CAPITAL

**SHIRE OF BROOME
SCHEDULE 3 FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2018**

**CARRIED FORWARD SCHEDULE (CONT)
Capital and Operating Carried Forward Projects 2017/18**

Description	Carry Over Expenditure (\$)	Funding Source					Exp Type
		Muni	Reserve	Grants	Loans	Sale or Trade In	
Community & Economic Development							
BRAC Acquatic Upgrade**	26,400	(143,317)		169,717			CAPITAL
Investigate Opportunities for Income Generation at BRAC	16,000	16,000					OPERATING
TOTAL PROPOSED CARRYOVER EXP/(INC)	3,869,928	393,426	824,723	2,651,779	0	0	

** Funding source exceeds expenditure due to \$143,317 in grant income owing from 2016-17