



2018-2019 BUDGET

BUDGET

**FOR THE YEAR ENDED
30 JUNE 2019**

SHIRE OF BROOME
BUDGET
FOR THE YEAR ENDED 30 JUNE 2019

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 37
Schedules	38 to 44

SHIRE OF BROOME
STATEMENT OF COMPREHENSIVE INCOME
BY NATURE OR TYPE
FOR THE YEAR ENDED 30 JUNE 2019

	NOTE	2018/19 Budget \$	2017/18 Actual \$	2017/18 Budget \$
Revenue				
Rates	16(a)	22,376,649	21,931,644	21,927,252
Operating grants, subsidies and contributions	2(a)	6,365,944	4,094,202	3,046,987
Fees and charges		11,092,800	10,625,277	10,825,791
Interest earnings	2(a)	1,121,872	1,177,412	1,137,412
Other revenue	2(a)	1,259,156	1,331,908	833,579
		<u>42,216,421</u>	<u>39,160,443</u>	<u>37,771,021</u>
Expenses				
Employee costs		(16,731,079)	(15,972,188)	(16,254,957)
Materials and contracts		(13,132,829)	(10,529,491)	(13,486,309)
Utility charges		(2,002,962)	(1,950,416)	(2,055,610)
Depreciation on non-current assets	7(d)	(9,667,682)	(12,949,635)	(13,766,535)
Interest expenses	2(b)	(92,755)	(115,963)	(119,838)
Insurance expenses		(657,174)	(631,178)	(631,178)
Other expenditure		(3,144,792)	(2,929,635)	(2,692,726)
		<u>(45,429,273)</u>	<u>(45,078,506)</u>	<u>(49,007,153)</u>
		(3,212,852)	(5,918,063)	(11,236,132)
Non-operating grants, subsidies and contributions	2(a)	13,782,824	9,784,042	15,363,153
Profit on asset disposals	7(c)	1,170	8,244	1,000
(Loss) on asset disposals	7(c)	(80,223)	(141,049)	(191,276)
(Loss) on revaluation of non current assets		0	0	0
		<u>10,490,919</u>	<u>3,733,174</u>	<u>3,936,745</u>
NET RESULT				
Other comprehensive income				
<i>items that will not be reclassified subsequently to profit or loss</i>				
Changes on revaluation of non-current assets		0	0	0
Total other comprehensive income		<u>0</u>	<u>0</u>	<u>0</u>
TOTAL COMPREHENSIVE INCOME		<u><u>10,490,919</u></u>	<u><u>3,733,174</u></u>	<u><u>3,936,745</u></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 cannot 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 COMPREHENSIVE INCOME
BY PROGRAM
FOR THE YEAR ENDED 30 JUNE 2019

	NOTE	2018/19 Budget \$	2017/18 Actual \$	2017/18 Budget \$
Revenue (Refer Notes 1,2,8,10 to 15)				
Governance		399,596	88,095	28,450
General purpose funding		23,715,361	24,115,527	23,261,551
Law, order, public safety		138,743	434,795	133,795
Health		189,761	194,700	184,700
Education and welfare		90,000	15,000	15,000
Housing		622,164	618,275	628,275
Community amenities		7,597,727	7,071,710	7,492,240
Recreation and culture		1,473,656	1,511,253	1,361,545
Transport		2,641,520	1,882,374	1,798,076
Economic services		3,103,330	996,909	881,553
Other property and services		<u>2,244,563</u>	<u>2,231,805</u>	<u>1,985,836</u>
		42,216,421	39,160,443	37,771,021
Expenses Excluding Finance Costs Refer Notes 1, 2 & 9				
Governance		(2,707,164)	(2,303,420)	(2,284,817)
General purpose funding		(446,696)	(361,288)	(647,688)
Law, order, public safety		(1,015,237)	(1,436,775)	(1,062,510)
Health		(788,573)	(793,209)	(794,582)
Education and welfare		(737,232)	(717,783)	(717,931)
Housing		(751,394)	(761,886)	(789,497)
Community amenities		(9,257,846)	(9,164,518)	(9,492,966)
Recreation and culture		(12,232,552)	(11,501,565)	(11,149,161)
Transport		(10,851,832)	(13,165,270)	(13,664,659)
Economic services		(4,264,199)	(2,955,141)	(5,225,969)
Other property and services		<u>(2,283,793)</u>	<u>(1,801,688)</u>	<u>(3,057,535)</u>
		(45,336,518)	(44,962,543)	(48,887,315)
Finance Costs (Refer Notes 2 & 9)				
Recreation and culture		<u>(92,755)</u>	<u>(115,963)</u>	<u>(119,838)</u>
		(92,755)	(115,963)	(119,838)
Non-operating Grants, Subsidies and Contributions				
Law, order, public safety		1,200,000	0	1,200,000
Community amenities		0	255,000	255,000
Recreation and culture		8,084,638	225,636	3,893,717
Transport		1,868,192	1,404,680	2,065,354
Economic services		2,629,994	7,773,556	7,823,912
Other property and services		<u>0</u>	<u>125,170</u>	<u>125,170</u>
		13,782,824	9,784,042	15,363,153

SHIRE OF BROOME
STATEMENT OF COMPREHENSIVE INCOME
BY PROGRAM
FOR THE YEAR ENDED 30 JUNE 2019

	NOTE	2018/19 Budget \$	2017/18 Actual \$	2017/18 Budget \$
Profit/(Loss) On				
Disposal Of Assets (Refer Note 7c)				
Governance		0	(2,823)	0
Law, order, public safety		(7,100)	(8,952)	(22,425)
Health		0	(3,121)	(3,850)
Education and welfare		0	4,770	(1,000)
Community amenities		(17,173)	0	0
Recreation and culture		(4,250)	0	0
Economic services		0	279	(3,900)
Other property and services		(50,530)	(122,958)	(159,101)
		<u>(79,053)</u>	<u>(132,805)</u>	<u>(190,276)</u>
Loss on				
Revaluation Of Non Current Assets				
Transport		0	0	0
		<u>0</u>	<u>0</u>	<u>0</u>
NET RESULT		10,490,919	3,733,174	3,936,745
Other comprehensive income				
<i>items that will not be reclassified subsequently to profit or loss</i>				
Changes on revaluation of non-current assets		0	0	0
Total other comprehensive income		<u>0</u>	<u>0</u>	<u>0</u>
TOTAL COMPREHENSIVE INCOME		<u>10,490,919</u>	<u>3,733,174</u>	<u>3,936,745</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 cannot 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 2019**

	NOTE	2018/19 Budget \$	2017/18 Actual \$	2017/18 Budget \$
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts				
Rates		22,360,273	22,029,302	21,927,252
Operating grants, subsidies and contributions		6,345,984	4,232,741	3,046,987
Fees and charges		11,092,800	10,625,277	10,825,791
Service charges		0	0	0
Interest earnings		1,121,872	1,177,412	1,137,412
Goods and services tax		0	79,696	0
Other revenue		1,259,156	1,331,908	833,579
		<u>42,180,085</u>	<u>39,476,336</u>	<u>37,771,021</u>
Payments				
Employee costs		(16,678,338)	(16,422,519)	(16,224,707)
Materials and contracts		(13,417,528)	(10,256,217)	(13,486,309)
Utility charges		(2,002,962)	(1,950,416)	(2,055,610)
Interest expenses		(92,755)	(89,239)	(119,838)
Insurance expenses		(657,174)	(631,178)	(631,178)
Goods and services tax		0	0	0
Other expenditure		(3,144,792)	(2,905,937)	(2,692,726)
		<u>(35,993,549)</u>	<u>(32,255,506)</u>	<u>(35,210,368)</u>
Net cash provided by (used in) operating activities	11(a)	<u>6,186,536</u>	<u>7,220,830</u>	<u>2,560,653</u>
CASH FLOWS FROM INVESTING ACTIVITIES				
Payments for purchase of property, plant & equipment	7(a)	(4,265,801)	(3,585,356)	(5,828,580)
Payments for construction of infrastructure	7(a)	(23,669,561)	(11,194,924)	(20,262,861)
Non-operating grants, subsidies and contributions used for the development of assets	2(a)	13,782,824	9,784,042	15,363,153
Proceeds from sale of plant & equipment	7(c)	238,000	355,052	375,000
Net cash provided by (used in) investing activities		<u>(13,914,538)</u>	<u>(4,641,186)</u>	<u>(10,353,288)</u>
CASH FLOWS FROM FINANCING ACTIVITIES				
Repayment of debentures	9(a)	(619,827)	(592,744)	(592,743)
Proceeds from new debentures	9(a)	1,700,000	0	3,656,053
Net cash provided by (used in) financing activities		<u>1,080,173</u>	<u>(592,744)</u>	<u>3,063,310</u>
Net increase (decrease) in cash held		(6,647,829)	1,986,900	(4,729,325)
Cash at beginning of year		<u>39,593,284</u>	<u>37,606,384</u>	<u>35,351,160</u>
Cash and cash equivalents at the end of the year	11(a)	<u><u>32,945,455</u></u>	<u><u>39,593,284</u></u>	<u><u>30,621,835</u></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 2019

	NOTE	2018/19 Budget \$	2017/18 Actual \$	2017/18 Budget \$
Net current assets at start of financial year - surplus/(deficit)	4	3,763,179	3,606,464	1,879,323
Revenue from operating activities (excluding rates and non-operating grants, subsidies and contributions)	1,2			
Governance		399,596	88,095	28,450
General purpose funding		1,338,712	2,183,883	1,334,299
Law, order, public safety		138,743	434,795	133,795
Health		189,761	194,700	184,700
Education and welfare		90,000	19,770	15,000
Housing		622,164	618,275	628,275
Community amenities		7,598,727	7,071,710	7,492,240
Recreation and culture		1,473,656	1,511,253	1,361,545
Transport		2,641,520	1,882,374	1,798,076
Economic services		3,103,330	997,188	881,553
Other property and services		2,244,733	2,235,000	1,986,836
		<u>19,840,942</u>	<u>17,237,043</u>	<u>15,844,769</u>
Expenditure from operating activities	1,2			
Governance		(2,707,164)	(2,306,243)	(2,284,817)
General purpose funding		(446,696)	(361,288)	(647,688)
Law, order, public safety		(1,022,337)	(1,445,727)	(1,084,935)
Health		(788,573)	(796,330)	(798,432)
Education and welfare		(737,232)	(717,783)	(718,931)
Housing		(751,394)	(761,886)	(789,497)
Community amenities		(9,276,019)	(9,164,518)	(9,492,966)
Recreation and culture		(12,329,557)	(11,617,528)	(11,268,999)
Transport		(10,851,832)	(13,165,270)	(13,664,659)
Economic services		(4,264,199)	(2,955,141)	(5,229,869)
Other property and services		(2,334,493)	(1,927,841)	(3,217,636)
		<u>(45,509,496)</u>	<u>(45,219,555)</u>	<u>(49,198,429)</u>
Operating activities excluded from budget				
(Profit)/Loss on asset disposals	7(c)	79,053	132,805	190,276
Depreciation on assets	7(d)	9,667,682	12,949,635	13,766,535
Movement in employee benefit provisions (non-current)			92,550	30,250
Amount attributable to operating activities		<u>(12,158,640)</u>	<u>(11,201,058)</u>	<u>(17,487,276)</u>
INVESTING ACTIVITIES				
Non-operating grants, subsidies and contributions	2(a)	13,782,824	9,784,042	15,363,153
Purchase property, plant and equipment	7(a)	(4,265,801)	(3,585,356)	(5,828,580)
Purchase and construction of infrastructure	7(a)	(23,669,561)	(11,194,924)	(20,262,861)
Proceeds from disposal of assets	7(c)	238,000	355,052	375,000
Amount attributable to investing activities		<u>(13,914,538)</u>	<u>(4,641,186)</u>	<u>(10,353,288)</u>
FINANCING ACTIVITIES				
Repayment of debentures	9(a)	(619,827)	(592,744)	(592,743)
Proceeds from new debentures	9(a)	1,700,000	0	3,656,053
Transfers to cash backed reserves (restricted assets)	4	(4,289,032)	(7,810,712)	(3,251,680)
Transfers from cash backed reserves (restricted assets)	4	6,905,388	6,077,235	6,101,682
Amount attributable to financing activities		<u>3,696,529</u>	<u>(2,326,221)</u>	<u>5,913,312</u>
Budgeted deficiency before general rates		<u>(22,376,649)</u>	<u>(18,168,465)</u>	<u>(21,927,252)</u>
Estimated amount to be raised from general rates		<u>22,376,649</u>	<u>21,931,644</u>	<u>21,927,252</u>
Net current assets at end of financial year - surplus/(deficit)		<u>0</u>	<u>3,763,179</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 2019

1. SIGNIFICANT ACCOUNTING POLICIES

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 affect 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 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 18 to this budget document.

SHIRE OF BROOME
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2019

	2018/19 Budget \$	2017/18 Actual \$	2017/18 Budget \$
2. REVENUES AND EXPENSES			
(a) Revenue			
(i) Significant Revenue			
During the year the Shire expected to receive a reimbursement in relation to flood damage to roads under the Western Australia Natural Disaster Relief and Recovery Arrangements (WANDRRA)	1,988,291	0	0
(ii) Other Revenue			
Reimbursements and Recoveries	1,238,656	1,324,108	827,579
Other	20,500	7,800	6,000
	<u>1,259,156</u>	<u>1,331,908</u>	<u>833,579</u>
(iii) Fees and Charges			
Governance	0	50	50
General purpose funding	80,500	66,375	77,700
Law, order, public safety	102,948	148,000	98,000
Health	187,761	192,700	182,700
Housing	620,814	616,475	626,475
Community amenities	7,180,095	6,669,110	7,094,640
Recreation and culture	1,159,666	1,200,066	1,077,225
Transport	25,000	30,000	25,000
Economic services	745,886	612,381	602,381
Other property and services	990,130	1,090,120	1,041,620
	<u>11,092,800</u>	<u>10,625,277</u>	<u>10,825,791</u>
(iii) Grant Revenue			
Grants, subsidies and contributions are included as operating revenues in the Statement of Comprehensive Income:			
Operating grants, subsidies and contributions			
Governance	340,000	3,300	16,000
General purpose funding	900,904	1,757,788	939,879
Health	2,000	2,000	2,000
Education and welfare	90,000	15,000	15,000
Community amenities	10,000	5,000	0
Recreation and culture	213,530	216,147	196,580
Transport	2,501,380	1,721,974	1,642,676
Economic services	2,221,360	243,444	143,088
Other property and services	86,770	129,549	91,764
	<u>6,365,944</u>	<u>4,094,202</u>	<u>3,046,987</u>

SHIRE OF BROOME
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2019

2. REVENUES AND EXPENSES (Continued)	2018/19 Budget	2017/18 Actual	2017/18 Budget
(iii) Grant Revenue(continued)			
Non-operating grants, subsidies and contributions			
Law, order, public safety	1,200,000	0	1,200,000
Community amenities	0	255,000	255,000
Recreation and culture	8,084,638	225,636	3,893,717
Transport	1,868,192	1,404,680	2,065,354
Economic services	2,629,994	7,773,556	7,823,912
Other property and services	0	125,170	125,170
	<u>13,782,824</u>	<u>9,784,042</u>	<u>15,363,153</u>
Totals grants, subsidies and contributions	<u>20,148,768</u>	<u>13,878,244</u>	<u>18,410,140</u>

SIGNIFICANT ACCOUNTING POLICIES

Grants, Donations and Other Contributions

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

Interest Earnings

Investments

- Reserve funds	685,860	718,117	745,700
- Other funds	156,012	183,790	161,712
Other interest revenue (<i>refer note 12</i>)	280,000	275,505	230,000
	<u>1,121,872</u>	<u>1,177,412</u>	<u>1,137,412</u>

(b) Expenses

Significant Expense

During the year the Shire expected to incur materials and contracts expenditure to reinstate roads as a result of flood damage. This expenditure is subject to a reimbursement from WANDRRA

	<u>1,682,291</u>	<u>306,000</u>	<u>0</u>
--	------------------	----------------	----------

Auditors remuneration

- Audit of the Annual Financial Report	30,000	29,048	30,000
- Other Services	21,500	5,650	21,000
	<u>51,500</u>	<u>34,698</u>	<u>51,000</u>

Interest Expenses (Finance Costs)

- Long term borrowings (<i>refer note 9(a)</i>)	92,755	115,963	119,838
	<u>92,755</u>	<u>115,963</u>	<u>119,838</u>

SHIRE OF BROOME
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2019

3. CASH AND CASH EQUIVALENTS	2018/19 Budget \$	2017/18 Actual \$	2017/18 Budget \$
Cash - unrestricted	2,445,897	6,477,370	802,617
Cash - restricted	30,499,558	33,115,914	29,819,218
	<u>32,945,455</u>	<u>39,593,284</u>	<u>30,621,835</u>

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

Leave reserve	1,302,084	1,268,976	1,396,722
Building Reserve	1,065,135	1,966,598	2,195,047
Public Open Space Reserve	1,992,079	1,883,326	2,265,527
Drainage Reserve	1,734,709	1,774,203	1,575,942
Plant Reserve	1,850,133	1,485,633	1,329,232
BRAC (Leisure Centre) Reserve	54,323	53,063	53,059
Road Reserve	2,189,429	2,278,110	2,576,537
Footpath Reserve	2,142,825	2,106,857	1,796,435
Car Park Reserve	531,190	485,278	485,246
IT & Equipment Reserve	487,219	432,610	375,589
Refuse Site Reserve	4,068,585	4,432,649	2,482,167
Resource Recovery Park Reserve	11,608,993	9,497,710	11,924,313
Restricted Cash Reserve	912,339	4,827,298	882,117
Community Sponsorship Reserve	64,438	63,286	48,608
EDL Reserve	126,825	214,761	87,145
Kimberley Zone Reserve	204,619	184,739	184,727
Public Art Reserve	164,633	160,817	160,806
Tourism Reserve	0	0	0
	<u>30,499,558</u>	<u>33,115,914</u>	<u>29,819,219</u>

SIGNIFICANT ACCOUNTING POLICIES

Cash and cash equivalents

Cash and cash equivalents include cash on hand, cash at bank, deposits available on demand with banks and 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 reported as short term borrowings in current liabilities in the Statement of Financial Position.

SHIRE OF BROOME
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2019

4 RESERVES - CASH BACKED

	Reserve Number	2018/19 Budget				2017/18 Actual				2017/18 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	1,268,976	33,108		1,302,084	1,392,788	54,552	(178,364)	1,268,976	1,446,463	34,700	(84,441)	1,396,722
(b)	Building Reserve	12	1,966,598	260,387	(1,161,850)	1,065,135	4,225,521	171,600	(2,430,523)	1,966,598	4,201,973	134,400	(2,141,326)	2,195,047
(c)	Public Open Space Reserve	9	1,883,326	108,753		1,992,079	1,484,517	398,809	0	1,883,326	2,580,649	84,878	(400,000)	2,265,527
(d)	Drainage Reserve	10	1,774,203	61,307	(100,801)	1,734,709	1,538,937	336,067	(100,801)	1,774,203	1,535,342	40,600	0	1,575,942
(e)	Plant Reserve	11	1,485,633	364,500		1,850,133	1,445,001	73,582	(32,950)	1,485,633	1,318,632	39,600	(29,000)	1,329,232
(f)	BRAC (Leisure Centre) Reserve	8	53,063	1,260		54,323	52,963	100	0	53,063	52,959	100	0	53,059
(g)	Road Reserve	24	2,278,110	331,319	(420,000)	2,189,429	2,466,646	397,100	(585,636)	2,278,110	2,479,437	147,100	(50,000)	2,576,537
(h)	Footpath Reserve	23	2,106,857	307,968	(272,000)	2,142,825	2,124,387	389,100	(406,630)	2,106,857	2,123,935	57,500	(385,000)	1,796,435
(i)	Car Park Reserve	13	485,278	45,912		531,190	472,478	12,800	0	485,278	472,446	12,800	0	485,246
(j)	IT & Equipment Reserve	26	432,610	54,609		487,219	365,710	66,900	0	432,610	365,689	9,900	0	375,589
(k)	Refuse Site Reserve	25	4,432,649	58,836	(422,900)	4,068,585	3,531,100	2,137,602	(1,236,053)	4,432,649	3,634,820	83,400	(1,236,053)	2,482,167
(l)	Resource Recovery Park Reserve	29	9,497,710	2,561,283	(450,000)	11,608,993	9,637,910	259,800	(400,000)	9,497,710	9,730,311	2,594,002	(400,000)	11,924,313
(m)	Restricted Cash Reserve	27	4,827,298	72,878	(3,987,837)	912,339	2,033,576	3,500,000	(706,278)	4,827,298	2,177,979	0	(1,295,862)	882,117
(n)	Community Sponsorship Reserve	30	63,286	1,152		64,438	61,986	1,300	0	63,286	47,308	1,300	0	48,608
(o)	EDL Reserve	28	214,761	2,064	(90,000)	126,825	210,361	4,400	0	214,761	162,745	4,400	(80,000)	87,145
(p)	Kimberley Zone Reserve	31	184,739	19,880		204,619	180,039	4,700	0	184,739	180,027	4,700	0	184,727
(q)	Public Art Reserve	14	160,817	3,816		164,633	158,517	2,300		160,817	158,506	2,300	0	160,806
			33,115,914	4,289,032	(6,905,388)	30,499,558	31,382,437	7,810,712	(6,077,235)	33,115,914	32,669,221	3,251,680	(6,101,682)	29,819,219

All of the reserve accounts are supported by money held in financial institutions and match the amount shown as restricted cash in Note 3 to this budget.

SHIRE OF BROOME
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2019

4 RESERVES - CASH BACKED (continued)

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

Name of Reserve	Anticipated date of use	Purpose of the Reserve
Leave reserve	On going	To be used to fund annual and long service leave requirements.
Building Reserve	On going	To be used for renewal, upgrade, replacement or new building construction and associated infrastructure.
Public Open Space Reserve	On going	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	On going	To be used for the renewal, upgrade or purchase of new mobile plant and engineering equipment.
BRAC (Leisure Centre) Reserve	On going	To be used for the construction of recreation infrastructure and facilities.
Road Reserve	On going	To be used for renewal, upgrade or new streets and roads.
Footpath Reserve	On going	To be used for renewal, upgrade or new footpaths. Typically, funds are from contributions made by developers.
Car Park Reserve	On going	To be used for renewal, upgrade or new carparks. Typically, funds are from "Cash In Lieu" payments from developers.
IT & Equipment Reserve	On going	To be used for renewal, upgrade or new office equipment, IT hardware and software.
Refuse Site Reserve	On going	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: <ul style="list-style-type: none"> 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	On going	To be used for unspent grant and loan funds.
Community Sponsorship Reserve		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.
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.

SHIRE OF BROOME
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2019

	2018/19 Budget	2017/18 Actual
	\$	\$
5 TRADE AND OTHER RECEIVABLES		
Current		
Rates outstanding	823,460	807,084
Sundry debtors	480,481	460,521
GST receivable	98,949	98,949
Bonds an deposits held by others	46,438	46,438
Other current receivables	4,005	4,005
	<u>1,453,333</u>	<u>1,416,997</u>
Non-current		
Rates Outstanding - Pensioners	17,061	17,061
Other	0	0
	<u>17,061</u>	<u>17,061</u>
	<u>1,470,394</u>	<u>1,434,058</u>

SIGNIFICANT ACCOUNTING POLICIES

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 from the end of the reporting period are classified as current assets. All other receivables are classified as non-current assets.

Collectibility 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.

Classification and subsequent measurement

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 2019**

6 INVENTORIES	2018/19 Budget \$	2017/18 Actual \$
Current		
Fuel and Materials	46,772	46,772
BRAC Materials	5,107	5,107

SIGNIFICANT ACCOUNTING POLICIES

General

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

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

SHIRE OF BROOME
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2019

7 FIXED ASSETS

(a) Acquisition of Assets

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

Asset Class	Reporting Program										2018/19	2017/18	2017/18	
	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 \$	Budget Total \$	Actual Total \$	Budget Total \$
<i>Property, Plant and Equipment</i>														
Land and buildings														
Land & Buildings - New	0	0	1,200,000	0	0	0	0	32,700	0	0	0	1,232,700	729,000	1,750,000
Land & Buildings - Upgrade	0	0	170,356	0	0	0	0	0	0	0	0	170,356	186,766	121,766
Land & Buildings - Renewal	0	0	0	0	0	0	0	0	0	0	1,445,850	1,445,850	523,730	1,710,000
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	15,100	0	0	349,295	364,395	666,505	771,414
Plant and equipment														
Mobile Plant & Equipment - New	0	0	0	0	0	0	45,000	0	0	0	0	45,000	34,000	34,000
Mobile Plant & Equipment - Upgrade	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Mobile Plant & Equipment - Renewal	0	0	40,000	0	0	0	335,000	37,000	0	0	483,000	895,000	1,415,000	1,415,000
Fixed Plant & Equipment - New	0	0	0	0	0	0	0	100,500	0	0	12,000	112,500	3,950	0
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	0	0	0	0	0	26,405	26,400
	0	0	1,410,356	0	0	0	380,000	185,300	0	0	2,290,145	4,265,801	3,585,356	5,828,580

Asset Class	Reporting Program											2018/19	2017/18	2017/18
	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 \$	Budget Total \$	Actual Total \$	Budget Total \$
Infrastructure														
Roads														
Road Infrastructure - New	0	0	0	0	0	0	0	378,373	692,782	0	0	1,071,155	0	305,000
Road Infrastructure - Upgrade	0	0	0	0	0	0	0	0	2,168,868	6,692,469	0	8,861,337	6,335,643	8,197,850
Road Infrastructure - Renewal	0	0	0	0	0	0	0	0	1,609,960	0	0	1,609,960	1,169,878	1,308,929
Carparks, Footpaths & Bridges														
Carparks, Footpaths & Bridges - New												0	326,630	0
Carparks, Footpaths & Bridges - Upgrade												0	80,000	0
Carparks, Footpaths & Bridges - Renewal												0	155,731	0
Drainage														
Drainage Infrastructure - New	0	0	0	0	0	0	400,000	0	0	0	0	400,000	0	0
Drainage Infrastructure - Upgrade	0	0	0	0	0	0	0	0	0	0	0	0	585,000	390,000
Drainage Infrastructure - Renewal	0	0	0	0	0	0	0	0	0	0	0	0	22,500	0
Recreational Areas														
Recreation Infrastructure - New	0	0	0	0	0	0	0	625,010	0	0	10,000	635,010	70,000	192,370
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	339,528	0	0	0	339,528	97,908	94,046
Other														
Other Infrastructure - New	0	0	0	0	0	0	38,000	8,736,591	150,000	1,506,305	0	10,430,896	1,372,723	8,525,613
Other Infrastructure - Upgrade	0	0	31,800	0	0	0	125,550	0	0	0	0	157,350	823,845	863,330
Other Infrastructure - Renewal	0	0	0	0	0	0	77,664	39,357	47,304	0	0	164,325	155,066	385,723
	0	0	31,800	0	0	0	641,214	10,118,859	4,668,914	8,198,774	10,000	23,669,561	11,194,924	20,262,861
Total Acquisitions	0	0	1,442,156	0	0	0	1,021,214	10,304,159	4,668,914	8,198,774	2,300,145	27,935,362	14,780,280	26,091,441

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 2019**

7 FIXED ASSETS (continued)

(b) SIGNIFICANT ACCOUNTING POLICIES

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.

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.

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 not cost or no nominal consideration, cost is determined as fair value at the date of the acquisition. The cost of non-current assets constructed by the Shire includes the cost of all materials used in construction, direct labour on the project and an appropriate proportion of variable and fixed overheads.

Individual assets acquired between initial recognition and the next revaluation of the assets class in accordance with the mandatory measurement framework, are recognised at cost and disclosed as being at fair value as management believes cost approximates fair value. They are subject to subsequent revaluation at the next anniversary date in accordance with the mandatory measurement framework.

Revaluation

The fair value of fixed asset is determined at least every three years in accordance with the regulatory framework. At the end of each period the valuation is reviewed and where appropriate the fair value is updated to reflect current market conditions. The process is considered to be in accordance with Local Government (Financial Management) Regulation 17A (2) which requires property, plant and equipment to be shown at fair value.

Increase 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 Control

In accordance with Local Government (Financial Management) Regulation 16(a)(ii), the Shire was required to include as an asset (by 30 June 2013), Crown land operated by the local government as a golf course, showground, racecourse or other sporting or recreational facility of State or Regional significance.

Upon initial recognition, these assets were recorded at cost in accordance with AASB 116. They were then classified as Land and revalued along with other land in accordance with other policies detailed in this Note.

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 the land under roads acquired on or after 1 July 2008, as detailed above, Local Government (Financial Management) Regulation 16(a)(1) 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 2019

7 FIXED ASSETS (continued)

(c) Disposals of Assets

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

By Program	2018/19 Budget				2017/18 Actual		2017/18 Budget	
	Net Book Value	Sale Proceeds	Profit	Loss	Profit	Loss	Profit	Loss
	\$	\$	\$	\$	\$	\$	\$	\$
Governance								
Fixed Plant & Equipment	0	0	0	0	0	(2,823)	0	0
Law, Order and Public Safety								
Fixed Plant & Equipment	20,100	13,000	0	(7,100)	0	(8,952)	0	(22,425)
Health								
Fixed Plant & Equipment	0	0	0	0	0	(3,121)	0	(3,850)
Education and Welfare								
Fixed Plant & Equipment	0	0	0	0	4,770	0	0	(1,000)
Community Amenities								
Fixed Plant & Equipment	95,173	78,000	1,000	(18,173)	0	0	0	0
Recreation and Culture								
Fixed Plant & Equipment	12,250	8,000	0	(4,250)	0	0	0	0
Economic Services								
Fixed Plant & Equipment	0	0	0	0	279	0	0	(3,900)
Other Property and Services								
Fixed Plant & Equipment	189,530	139,000	170	(50,700)	3,194	(126,153)	1,000	(160,101)
	317,053	238,000	1,170	(80,223)	8,244	(141,049)	1,000	(191,276)

By Class	2018/19 Budget				2017/18 Actual		2017/18 Budget	
	Net Book Value	Sale Proceeds	Profit	Loss	Profit	Loss	Profit	Loss
	\$	\$	\$	\$	\$	\$	\$	\$
Plant and Equipment								
Fixed Plant & Equipment	317,053	238,000	1,170	(80,223)	8,244	(141,049)	1,000	(191,276)
	317,053	238,000	1,170	(80,223)	8,244	(141,049)	1,000	(191,276)

(d) Depreciation

	2018/19 Budget	2017/18 Actual	2017/18 Budget
	\$	\$	\$
Depreciation By Program			
Governance	0	0	0
General purpose funding	0	0	0
Law, order, public safety	53,378	61,043	37,207
Health	1,214	1,220	2,567
Education and welfare	0	0	0
Housing	12,303	12,315	47,426
Community amenities	803,683	1,225,177	1,210,161
Recreation and culture	2,743,272	1,810,071	1,524,108
Transport	4,408,918	8,171,368	8,090,852
Economic services	119,911	120,061	215,620
Other property and services	1,525,003	1,548,380	2,638,594
	9,667,682	12,949,635	13,766,535

Depreciation By Program			
Land and buildings	1,733,108	1,735,263	2,845,753
Furniture and equipment	157,140	157,335	467,910
Plant and equipment	1,441,134	1,469,009	981,884
Roads, Footpaths & Transport Infrastructure	4,211,131	7,611,715	7,546,301
Drainage	682,590	1,124,587	1,120,880
Recreation Areas (Parks and Reserves)	1,114,556	170,069	163,840
Other Infrastructure	328,023	681,657	639,967
	9,667,682	12,949,635	13,766,535

SHIRE OF BROOME
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2019

7 FIXED ASSETS (continued)

(d) Depreciation (continued)

SIGNIFICANT ACCOUNTING POLICIES

Depreciation

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

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

- (a) Restated proportionately with the change in the gross carrying amount of the asset so that the carrying amount of the asset after the revaluation equals its revalued amount; or
- (b) Eliminated against the gross carrying amount of the asset and the net amount restated to the revalued amount of the asset.

Depreciation Rates

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 the statement of comprehensive income in the period in 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.

8 TRADE AND OTHER PAYABLES

	2018/19 Budget	2017/18 Actual
Current	\$	\$
Sundry Creditors	2,479,569	2,799,569
Accrued Interest on Debentures	30,599	30,599
Accrued Salaries and Wages	54,094	54,094
ATO Liabilities	0	(19,633)
Excess Rates	243,607	223,306
Prepaid Rent, Grants and Services	600,988	585,988
Accrued Expense	3,408,857	3,673,923
	<u>6,817,714</u>	<u>7,347,846</u>

SIGNIFICANT ACCOUNTING POLICIES

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 purchases of these goods and services. The amounts are unsecured, are recognised as a current liability and are normally paid within 30 days of recognition.

SHIRE OF BROOME
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2019

9 INFORMATION ON BORROWINGS

(a) Repayments - Borrowings

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

Particulars	Loan #	Principal 01-Jul-18	New Loans	Principal Repayments		Principal Outstanding		Interest Repayments	
				2018/19 Budget \$	2017/18 Actual \$	2018/19 Budget \$	2017/18 Actual \$	2018/19 Budget \$	2017/18 Actual \$
Law, order, public safety									
Recreation and culture									
BRAC Stage 2B (Car Park & Oval Completion)	191	60,765		60,765	57,050	0	60,765	2,937	6,590
Civic Centre Redevelopment	193	1,913,995		450,801	433,508	1,463,194	1,913,995	71,195	87,471
BRAC Pavillion	194	344,478		108,261	102,186	236,217	344,478	18,623	21,902
Economic services									
Chinatown Revitalisation	196	0	1,700,000	0	0	1,700,000	0	0	0
		2,319,238	1,700,000	619,827	592,744	3,399,411	2,319,238	92,755	115,963

All debenture repayments will be financed by general purpose revenue.

(b) New Borrowings

Particulars/Purpose	Loan #	Amount Borrowed Budget	Institution	Loan Type	Term (Years)	Total Interest & Charges	Interest Rate %	Amount Used Budget	Balance Unspent \$
Chinatown Revitalisation	196	1,700,000	WATC	Semi-annual	10	202,831	3.07%	1,700,000	0
						202,831		1,700,000	0

* Western Australian Treasury Corporation

(c) Unspent Debentures

Nil

Particulars/Purpose	Loan #	Amount Unspent 01/07/2018	Amount Used Budget	Amount Unspent 30/06/2019
BRAC Stage 2B (Car Park & Oval Completion)	191	-	-	-
Civic Centre Redevelopment	193	25,405	-	25,405
BRAC Pavillion	194	-	-	25,405
Chinatown Revitalisation	196	-	-	25,405
Totals		25,405	-	25,405

(d) 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	725,000	725,000	725,000

Loan Facilities

Loan facilities in use at balance date	3,399,411	2,319,238	5,975,291
Unused loan facilities at balance date	0	0	0

SHIRE OF BROOME
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2019

9 INFORMATION ON BORROWINGS (continued)

(e) Overdraft

Account	Year Established	Balance 01/07/2018	Budget Adjustment Increase/(Decrease)	Balance 30/06/2019
Municipal Fund Bank Account	1990	0	0	0
Credit Card	2003	0	0	0

Council has utilised an overdraft facility during previous financial years with a maximum amount of \$700,000 with the Commonwealth Bank of Australia. 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.

Shire holds three Corporate Credit Cards with a maximum limit of \$35,000 from the Commonwealth Bank of Australia and are used to procure goods & services typically requiring a credit card such as travel, accommodation and internet payments.

SIGNIFICANT ACCOUNTING POLICIES

Financial Liabilities

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

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

Financial liabilities are derecognised where the related obligations are discharged, cancelled or expired. The difference between the carrying amount of the 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.

Borrowing Costs

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

SHIRE OF BROOME
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2019

10 PROVISIONS	2018/19 Budget \$	2017/18 Actual \$	2017/18 Budget \$
Opening balance at 1 July			
Current provisions	1,901,932	2,025,744	2,209,990
Non-current provisions	540,841	448,291	301,357
Other	2,442,773	2,474,035	2,511,347
Additional provisions	33,108	(31,261)	30,250
Balance at 30 June	<u>2,475,881</u>	<u>2,442,774</u>	<u>2,541,597</u>

SIGNIFICANT ACCOUNTING POLICIES

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 the 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 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, duration of service and employee departures and are discounted at rates determined by reference to market yields at the end of the reporting period on government bonds that have maturity dates that approximate the terms of the obligations. Any remeasurements for changes in assumptions of obligations for other long-term employee benefits are recognised in profit or loss in the periods in which 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.

Provisions

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

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

SHIRE OF BROOME
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2019

11 NOTES TO THE STATEMENT OF CASH FLOWS

(a) Reconciliation of Cash

For the purpose of the Statement of Cash Flow, cash includes cash and cash equivalents, net of outstanding bank overdrafts. Cash at the end of the reporting period is reconciled to the related items in the Statement of Financial position as follows:

	2018/19	2017/18	2017/18
	Budget	Actual	Budget
	\$	\$	\$
Cash and cash equivalents	32,945,455	39,593,284	30,621,835
Reconciliation of Net Cash Provided By Operating Activities to Net Result			
Net result	10,490,919	3,733,174	3,936,745
Depreciation	9,667,682	12,949,635	13,766,535
(Profit)/loss on sale of asset	79,053	132,805	190,276
Loss on revaluation of non current assets	0	0	0
(Increase)/decrease in receivables	(36,336)	315,893	30,250
(Increase)/decrease in inventories	0	(15,234)	0
Increase/(decrease) in payables	(265,066)	(80,139)	0
Increase/(decrease) in employee provisions	33,108	(31,262)	0
Grants/contributions for the development of assets	(13,782,824)	(9,784,042)	(15,363,153)
Net Cash from Operating Activities	<u><u>6,186,536</u></u>	<u><u>7,220,830</u></u>	<u><u>2,560,653</u></u>

(b) Net Current Assets

			2017/18
			(1 July 2017
			brought forward)
Current Assets			
Cash - unrestricted	2,445,897	6,477,370	6,223,947
Cash - restricted reserves	30,499,558	33,115,914	31,382,437
Receivables	1,453,333	1,416,997	1,732,890
Inventories	51,879	51,879	36,645
	<u>34,450,667</u>	<u>41,062,160</u>	<u>39,375,919</u>
Less: Current Liabilities			
Trade Receivables	(3,408,857)	(3,673,923)	(3,754,062)
Short term borrowings	0	0	0
Long term borrowings	(835,202)	(619,827)	(592,743)
Provisions	(1,935,040)	(1,901,932)	(2,025,744)
	<u>(6,179,099)</u>	<u>(6,195,682)</u>	<u>(6,372,549)</u>
Unadjusted net current assets	28,271,568	34,866,478	33,003,370

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 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 difference are disclosed as adjustments below:

Adjustments

Less: Cash - restricted reserves	(30,499,558)	(33,115,914)	(31,382,437)
Add: Current portion of debentures	835,202	619,827	592,743
Add: Current liabilities not expected to cleared at end of year	1,392,788	1,392,788	1,392,788
Adjusted net current assets - surplus (deficit)	<u><u>0</u></u>	<u><u>3,763,179</u></u>	<u><u>3,606,464</u></u>

SHIRE OF BROOME
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2019

12 RELATED PARTY TRANSACTIONS

Elected Members Remuneration

The following fees, expenses and allowances were paid to council members and/or the President.

	2018/19 Budget \$	2017/18 Actual \$
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	53,450
Telecommunications allowance	31,500	31,500
	<u>304,886</u>	<u>304,886</u>

13 MAJOR LAND TRANSACTIONS

It is not anticipated any major land transactions will occur in 2018/2019.

14 TRADING UNDERTAKINGS AND MAJOR TRADING UNDERTAKINGS

It is not anticipated any trading undertakings or major trading undertakings will occur in 2018/19.

15 INTERESTS IN JOINT ARRANGEMENTS

It is not anticipated any interests in joint arrangements will occur in 2018/19.

SIGNIFICANT ACCOUNTING POLICIES

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

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

SHIRE OF BROOME
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2019

16 RATING INFORMATION

(a) RATES

RATE TYPE	Rate in \$ as cents	Number of Properties	Rateable Value \$	2018/19 Budgeted Rate Revenue \$	2018/19 Budgeted Interim Rates \$	2018/19 Budgeted Back Rates \$	2018/19 Budgeted Total Revenue \$	2017/18 Actual \$
Differential general rate or general rate								
<u>Gross Rental Valuations</u>								
GRV Residential	9.9283	4,849	123,138,866	12,234,303	50,000		12,284,303	11,875,371
GRV Residential - Vacant	16.0727	138	2,331,400	374,857			374,857	370,960
GRV Commercial/Industrial	10.9568	579	54,140,974	5,917,153			5,917,153	5,828,379
GRV Tourism	15.2390	425	16,860,500	2,548,542			2,548,542	2,527,553
<u>Unimproved Value Valuations</u>								
UV - Rural	3.1327	21	6,643,773	208,129			208,129	129,491
UV - Mining	12.5464	37	690,043	86,576			86,576	117,566
UV - Commercial Rural	0.6687	53	17,486,000	116,928			116,928	204,489
Sub-Totals		6,102	221,291,556	21,486,488	50,000	0	21,536,488	21,053,809
Minimum payment	Minimum \$							
<u>Gross Rental Valuations</u>								
GRV Residential	1220	74	900,572	90,280			90,280	111,020
GRV Residential - Vacant	1220	198	1,157,070	241,560			241,560	236,680
GRV Commercial/Industrial	1220	25	182,874	30,500			30,500	31,720
GRV Tourism	1220	413	1,888,640	503,860			503,860	476,095
<u>Unimproved Value Valuations</u>								
UV - Rural	1220	2	28,300	2,440			2,440	4,880
UV - Mining	500	29	42,639	14,500			14,500	15,000
UV - Commercial Rural	1220	4	191,300	4,880			4,880	2,440
Sub-Totals		745	4,391,395	888,020	0	0	888,020	877,835
Discounts (Note 16 (a))							(47,858)	
Total amount raised from general rates							22,376,649	21,931,644
Specified area rates (Note 16)							0	0
Total Rates							22,376,649	21,931,644

SHIRE OF BROOME
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2019

16 RATING INFORMATION (continued)

(a) Rates (continued)

SIGNIFICANT ACCOUNTING POLICIES

Rates

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

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 2018/19 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 2019

16 RATING INFORMATION (continued)

(a) Rates (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 Tourist, Commercial or Industrial.	To encourage land owners to develop residential vacant land and to reflect the different method used for the valuation of vacant residential land as compared to the GRV-Residential rate category.	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 62% higher than the GRV
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 2019

16 RATING INFORMATION (continued)

(a) 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 \$15 to \$74,272 and an average UV of \$11,555. 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 2019

16 RATING INFORMATION (continued)

(b) SPECIFIED AREA RATE

The Shire of Broome does not levy any Specified Area Rates.

(c) SERVICE CHARGES

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

(d) INTEREST CHARGES AND INSTALMENTS - RATES AND SERVICE CHARGES - 2018/19 FINANCIAL YEAR

Instalment Options	Date Due	Instalment Plan Admin Charge \$	Instalment Plan Interest Rate %	Unpaid Rates Interest Rate %
<u>Rates Instalment Plans</u>		7	5.50%	11%
Option One				
Full payment	23 August 2018	0	0.00%	11%
Option Two				
<u>Two Instalments</u>				
First Instalment	23 August 2018	0	0.00%	11%
Second Instalment	10 January 2019	7	5.50%	11%
Option Three				
<u>Four Instalments</u>				
First Instalment	23 August 2018	0	0.00%	11%
Second Instalment	25 October 2018	7	5.50%	11%
Third Instalment	10 January 2019	7	5.50%	11%
Fourth and Final instalment	14 March 2019	7	5.50%	11%

	2018/19 Budget Revenue \$	2017/18 Actual \$	2017/18 Budget \$
Instalment Plan Admin Charge Revenue	42,000	40,978	40,000
Instalment Plan Interest Earned	130,000	132,421	100,000
Unpaid Rates Interest Earned	150,000	144,293	130,000
Deferred Rates Interest Earned	0	(1,209)	0
	322,000	316,483	270,000

SHIRE OF BROOME
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2019

16 RATING INFORMATION (continued)

(e) PAYMENT DISCOUNTS, WAIVERS AND CONCESSIONS
- 2018/19 FINANCIAL YEAR
Rates Discounts

Rate or Fee and Charge to which Discount is Granted	Type	Disc % or Amount (\$)	2018/19 Budget \$	2017/18 Actual \$	Circumstances in which Discount is Granted
			47,858	0	Charitable exemptions
			47,858	0	

SHIRE OF BROOME
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2019

17 SIGNIFICANT ACCOUNTING POLICIES

(a) Goods and Services Tax (GST)

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

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

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

(b) Current and non-current classification

In 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.

(c) Rounding off figures

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

(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.

(f) 2017/18 Actual Balances

Balances shown in this budget as 2017/18 Actual are as forecasted at the time of budget preparation and are subject to final adjustments.

(g) 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.

(h) 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 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.

SHIRE OF BROOME
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2019

17 SIGNIFICANT ACCOUNTING POLICIES (Continued)

(i) 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.

(j) 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 2019

17 SIGNIFICANT ACCOUNTING POLICIES (Continued)

(j) Fair value hierarchy (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.

(k) Impairment of assets

In accordance with Australian Accounting Standards the Shire's cash generating non-specialised assets, other than inventories are assessed at each reporting date to determine whether is any indication they may be impaired.

Where such indication exists, an impairment test is carried out on the asset 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 revalued asset is treated as a revaluation decreases in accordance with that other Standard.

SHIRE OF BROOME
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2019

17 SIGNIFICANT ACCOUNTING POLICIES (Continued)

(k) Impairment of assets (continued)

For non-cash generating specialised assets such as roads, drains, public buildings and the like, no annual assessment is required. Rather AASB 116.31 applies and revaluations need only be made with sufficient regulatory to ensure the carrying value does not differ materially from that which would be determined using fair value at the ends of the reporting period.

At the time of adopting this budget, it is not possible to estimate the amount of impairment losses (if any) as at 30 June 2019. In any event, an impairment loss is non-cash transaction and consequently, has no impact on this budget.

(l) 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 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.

Lease 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.

(m) Investments 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.

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.

SHIRE OF BROOME
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2019

18 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-18 \$	Estimated Amounts Received \$	Estimated Amounts Paid (\$)	Estimated Balance 30-Jun-19 \$
Verge Bonds	32,276	0	-	32,276
Library Transient Borrower Deposits	70	150		220
Election Nomination Deposits	0	800	(800)	0
Key & Other General Purpose Deposits	8,493	0	-	8,493
BCITF Collection & Refund Deposits	1,786	42,801	(42,132)	2,455
Japanese Cemetery Improvements Deposits	0	0	-	0
Town Planning Related Bond Deposits	106,208	0	-	106,208
Cemetery Plot Reservation Deposits	35,794	2,198	-	37,992
Recreation Facility use Bond Deposits	40,941	127,430	(119,414)	48,957
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	46,431	30,000	-	76,431
Contract Bonds & Retentions	0	0	-	0
Overpayments Held	0	0	-	0
Unclaimed Monies	19,583	60	-	19,643
BRB Levy	2,853	43,578	(42,955)	3,476
Staff Rental Bonds	44,053	12,660	(8,720)	47,993
Key Deposits	2,545	0	0	2,545
Chinatown Revitalisation DRD Grant	4,013,173			4,013,173
	<u>4,964,089</u>	<u>259,677</u>	<u>(214,021)</u>	<u>5,009,745</u>

SHIRE OF BROOME
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2019

19 ACTIVITIES AND PROGRAM

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.

The Shire's operation disclosed in these budget reports encompasses the following service oriented activities/ programs.

PROGRAM NAME	OBJECTIVE	ACTIVITIES
GOVERNANCE	To provide a decision making process for the efficient allocation of scarce resources.	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 the matters which do not concern specific council services
GENERAL PURPOSE FUNDING	To collect revenue to allow provision of services.	Rates, general purpose government grants and interest revenue.
LAW, ORDER, PUBLIC SAFETY	To provide services to help ensure a safer and environmentally conscious community.	Supervision of various by-laws, fire prevention, emergency services and animal control.
HEALTH	To provide an operational framework for environmental and community health	Food quality, eating house inspection, pest control and child health clinics.
EDUCATION AND WELFARE	To provide services to disadvantaged persons, the elderly, children and youth.	Facilities for senior citizens aged care, infant day care centres, preschool; assistance to play group and othe community services and development activities.
HOUSING	To provide and maintain staff housing	Provision of staff housing
COMMUNITY AMENITIES	To provide services required by the community	Rubbish collection services, tip operation, administration of town planning scheme, maintenance of cemeteries, storm water drainage maintenance, sanitation maintenance and environment protection.
RECREATION AND CULTURE	To establish and effectively manage infrastructure and resource which will help the social being of the community	Operation/maintenance of halls, Broome Recreation and Aquatic Centre(BRAC), various parks and reserves, beaches, library museum and other cultural activities
TRANSPORT	To provide safe, effective and efficient transport services to the community	Construction and maintenance of streets, roads, bridges, footpaths and streetlighting.
ECONOMIC SERVICES	To help promote the Council's economic well being.	The regulation and provision of tourism facilities, area promotion and building control
OTHER PROPERTY & SERVICES	To monitor and control Council's overheads operating accounts.	Private works and provision of unclassified civic building facilities. General administration support for the Council's operations, allocated to other functions. Engineering, works and parks and gardens maintenance, allocated to construction and maintenance jobs. Plant and depot operation and maintenance, allocated to construction and maintenance jobs.

SHIRE OF BROOME
SCHEDULE 1 FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2019

NEW CAPITAL WORKS AND CARRIED FORWARD PROGRAMME 2018/19

Description	Carried Forward Budget	Renewal	Upgrade	New	Funds Required 2018/19	Funding Source					
						Shire Municipal Funds	Reserves	Borrowings	Grants	Contributions	Sale or Trade In
LAND AND BUILDINGS											
Bay Shed for VBFB	1,200,000			1,200,000	1,200,000	0			1,200,000		
Broome Surf Life Saving Club Rooms redevelopment			170,356		170,356	170,356					
Various Admin Building Renewal		90,000			90,000	90,000					
Various General Building Renewal		194,000			194,000	194,000					
KRO 1 Refurbishment	619,850	619,850			619,850	0	619,850				
KRO 2 Refurbishment	542,000	542,000			542,000	0	542,000				
Stadium Fencing & Gate - BRAC				17,700	17,700	17,700					
Kiosk Alfresco & Service Area Shade - BRAC				15,000	15,000	7,500			7,500		
Sub Total	2,361,850	1,445,850	170,356	1,232,700	2,848,906	479,556	1,161,850	0	1,207,500	0	0
ROAD IMPROVEMENTS											
Hunter Street Stage 2 construction		653,435			653,435	32,115			621,320		
Hamersley Street Extension construction			897,901		897,901	155,787	420,000		322,114		
Blackspot - Dakas Street Slow Pt (Refuge Island)			86,088		86,088	28,696			57,392		
Blackspot - Hamersley Napier Rd	999,455		999,455		999,455	322,229	677,226				
Urban Reseal Renewal Program		427,887			427,887	427,887					
Access and Inclusion upgrade				20,000	20,000	20,000					
Cape Leveque Rd - Improve formation and drainage	103,324	103,324			103,324	0	103,324				
Broome/Cape Leveque Rd - Unsealed Pindan Section		120,710			120,710	710			120,000		
SubTotal	1,102,779	1,305,356	1,983,444	20,000	3,308,800	987,424	1,200,550	0	1,120,826	0	0
FOOTPATH IMPROVEMENTS											
Subdivisional Footpaths - Palmer Road				20,300	20,300	0	20,300				
Subdivisional Footpaths - Roebuck Estate				20,300	20,300	0	20,300				
Subdivisional Footpaths - Broome North				198,775	198,775	0	198,775				
Subdivisional Footpaths - Sunset Rise				20,300	20,300	0	20,300				
Subdivisional Footpaths - Six Seasons Estate				7,250	7,250	0	7,250				
Subdivisional Footpaths - Old Broome Estate				5,075	5,075	0	5,075				
Footpath Construction - Carnavon Street (Mangrove)				112,504	112,504	40,835			71,669		
Footpath Construction - Pembroke Road				150,000	150,000	150,000					
Footpath Construction - Old Broome Estate - Barker Street				107,000	107,000	107,000					

SHIRE OF BROOME
SCHEDULE 1 FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2019

NEW CAPITAL WORKS AND CARRIED FORWARD PROGRAMME 2017/18 (Continued)

Description	Carried Forward Budget 2017/18	Renewal	Upgrade	New	Funds Required 2018/19	Funding Source					
						Shire Municipal Funds	Reserves	Borrowings	Grants	Contributions	Sale or Trade In
Footpath Renewal - various		407,928			407,928	407,928					
Footpath Upgrade - Sandpiper Ave & Short St (Eastern side Old Broom Road)			82,100		82,100	82,100					
Sub Total	0	407,928	82,100	641,504	1,131,532	787,863	272,000	0	71,669	0	0
CARPARK IMPROVEMENTS											
Town Beach Redevelopment - Boat Ramp trailer Parking- Catalinas				378,373	378,373	38,373			340,000		
Town Beach Redevelopment - Bus Bay construction - Robinson Street				31,278	31,278	31,278					
Cemetery Masterplan - Carpark Upgrade	54,650		54,650		54,650	54,650					
Sub Total	54,650	0	54,650	409,651	464,301	124,301	0	0	340,000	0	0
RECREATIONAL FACILITIES											
Irrigation renewal - Retic Controller - KRO				10,000	10,000	10,000					
Skate Park Shade				140,000	140,000	50,000			90,000		
Youth Bike Recreation Precinct	189,200			445,200	445,200	369,200			50,000	26,000	
Sugar Glider Park - Pump Station Fencing/Slab installation				24,901	24,901	24,901					
Shade Sail Renewal - BRAC Aquatic Retractable Shade		61,600			61,600	61,600					
Sub Total	189,200	61,600	0	620,101	681,701	515,701	0	0	140,000	26,000	0
PARKS AND RESERVES											
Cable Beach - Drinking Fountain Renewal		7,445			7,445	7,445					
Cable Beach - Park Furniture Renewal		6,172			6,172	6,172					
Six Seasons Park - Drinking Fountain Renewal		7,445			7,445	7,445					
Chippendale Park - Playground Equipment Renewal		11,444			11,444	11,444					
Haynes Oval - Park Furniture Renewal		5,028			5,028	5,028					
Haynes Oval - Vehicle Gate		7,027			7,027	7,027					
Haynes Oval - Post, Wire Mesh, Barb wire fence		31,920			31,920	31,920					
Haynes Oval - Filtomat Filters		6,000			6,000	6,000					
Haynes Oval - Pumping Station Fencing		39,319			39,319	39,319					
Solway Park - Playground Equipment Renewal		26,050			26,050	26,050					

SHIRE OF BROOME
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2019

NEW CAPITAL WORKS AND CARRIED FORWARD PROGRAMME 2017/18 (Continued)

Description	Carried Forward Budget 2017/18	Renewal	Upgrade	New	Funds Required 2018/19	Funding Source					
						Shire Municipal Funds	Reserves	Borrowings	Grants	Contributions	Sale or Trade In
Cygnets Park - Park Furniture Renewal		6,172			6,172	6,172					
Cygnets Park - Playground Equipment		6,972			6,972	6,972					
Tolentino Park - Drinking Fountain Renewal		7,445			7,445	7,445					
Tolentino Park - Park Furniture Renewal		6,172			6,172	6,172					
Tolentino Park - Playground Equipment Renewal		16,471			16,471	16,471					
Tolentino Park - Ownership sign		5,472			5,472	5,472					
Sugar Glider Park - Large Solenoid Valve		6,000			6,000	6,000					
Lawrence Park - Playground Equipment Renewal		9,945			9,945	9,945					
Lawrence Park - Ownership sign		5,472			5,472	5,472					
Town Beach - Shade Structure Renewal		38,107			38,107	38,107					
Lighting Replacement - McMahon Fields		21,850			21,850	21,850					
McMahon Fields - Token Machine				14,909	14,909	14,909					
Sub Total	0	277,928	0	14,909	292,837	292,837	0	0	0	0	0
SANITATION PROJECTS											
Buckleys Rd Closure Waste			70,900		70,900		70,900				
Other Infra Renewal Rubbish Services - Bin Replacement		50,000			50,000		50,000				
Sub Total	0	50,000	70,900	0	120,900	0	120,900	0	0	0	0
OTHER INFRASTRUCTURE PROJECTS											
Fire Danger Rating Signs:Replacement/addition - Old Broome			14,300		14,300	14,300					
Cable Beach Signage upgrade			17,500		17,500	17,500					
Broome Entry Statement Signage	74,000			74,000	74,000	74,000					
Cemetery Masterplan- Columbarium	38,000			38,000	38,000	38,000					
Cemetery - Post rail & Mesh Fence				27,664	27,664	27,664					
Haynes Oval - Tank Renewal	39,357	39,357			39,357	39,357					
Town Beach Redevelopment-Ablution blocks-Catalinas				271,138	271,138	0		271,138			
Town Beach Redevelopment - Revetment Wall	4,500,000			4,500,000	4,500,000	0		4,500,000			
Town Beach Redevelopment - Greenspace & Waterpark	3,891,453			3,891,453	3,891,453	1,091,453		2,800,000			
Sub Total	8,542,810	39,357	31,800	8,802,255	8,873,412	1,302,274	0	7,571,138	0	0	0

SHIRE OF BROOME
SCHEDULE 1 FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2019

NEW CAPITAL WORKS AND CARRIED FORWARD PROGRAMME 2017/18 (Continued)

Description	Carried Forward Budget 2017/18	Renewal	Upgrade	New	Funds Required 2018/19	Funding Source					
						Shire Municipal Funds	Reserves	Borrowings	Grants	Contributions	Sale or Trade In
LIGHTING IMPROVEMENTS											
Short St Lighting renewal	47,304	47,304			47,304	47,304					
Miscellaneous Streetlights installation				150,000	150,000	150,000					
Sub Total	47,304	47,304	0	150,000	197,304	197,304	0	0	0	0	0
CHINATOWN REVITALISATION PROJECT											
Dampier St Upgrade			2,336,065		2,336,065	0			2,336,065		
Carnarvon St Upgrade			4,356,404		4,356,404	0			4,356,404		
Frederick St Look out			802,166		802,166	0			802,166		
Tourist Rest Stop			704,139		704,139	0			704,139		
Storm Water Drainage - C/Town Revit Project	400,000			400,000	400,000	300,000	100,000		0		
Sub Total	400,000	0	8,198,774	400,000	8,598,774	300,000	100,000	0	8,198,774	0	0
INFORMATION TECHNOLOGY PROJECTS											
Capital ICT Equipment Renewal				116,000	116,000	116,000					
Active Directory & SQL Server Migration				12,000	12,000	12,000					
Councillor Surface Pro Replacement				22,295	22,295	22,295					
Unified Communications Project	50,000			50,000	50,000	50,000					
Automation Workflow				25,000	25,000	25,000					
Citrix Remote Access System				25,000	25,000	25,000					
Business Process Management System				40,000	40,000	40,000					
Online Service Development				20,000	20,000	20,000					
Project Management Portfolio				39,000	39,000	39,000					
Sub Total	50,000	0	0	349,295	349,295	349,295	0	0	0	0	0
FURNITURE & EQUIPMENT											
Stadium Seating - BRAC				15,100	15,100	15,100					
Sub Total	0	0	0	15,100	15,100	15,100	0	0	0	0	0
PLANT AND EQUIPMENT											
Fixed Plant & Equipment- Weather Station Installation/Site details upgrade				40,500	40,500	40,500					
Renewal		1,012,000			1,012,000	774,000					238,000
Sub Total	0	1,012,000	0	40,500	1,052,500	814,500	0	0	0	0	238,000
TOTAL CAPITAL WORKS PROGRAM	12,748,593	4,647,323	10,592,024	12,696,015	27,935,362	6,166,155	2,855,300	0	18,649,907	26,000	238,000

SHIRE OF BROOME
SCHEDULE 2 FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2019

PLANT AND EQUIPMENT SUMMARY 2018/2019

Department/User	Plant Description	Exist. Plant No.	Existing Licence Number	Exist Vehicle Purch Date	Change over Life yrs/hrs or kms	2018/19 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)	11514	1EPL510	15.Dec.14	3.4 yrs	40,000	13,000	27,000	20,100	-	7,100
Recreation and Culture												
<u>Renewal</u>	BRAC	Scrubber Nilfisk (CA531) - BRAC	4208		25.Aug.08	9.71 yrs	7,000	-	7,000	-	-	-
	BRAC	Generator (standby) mega - gen DVAS 165E	16108				60,000	-	60,000	-	-	-
Corporate Governance & Support												
<u>Renewal</u>	Building /Asset Coordinator	Hyundai i30 Active CRDi 5D hatchback diesel	17313	BM25995	16.Dec.13	4.4 yrs	22,000	8,000	14,000	10,750	-	2,750
Swimming Area & Beaches												
<u>Renewal</u>	P & G	Kubota RTV-X900 UTILITY VEHICLE	9914	181 BM	28.Apr.15	3.04 yrs	30,000	8,000	22,000	12,250	-	4,250
Parks & Gardens Operations												
<u>Renewal</u>	Parks & Gardens	Isuzu NPR 300 Light Truck 2WD Crew Cab Steel Tray (P&Gs)	1313	1ECN037	15.Jan.13	5.32 yrs	100,000	35,000	65,000	45,613	-	10,613
	Parks & Gardens	Toro Groundmaster Front Deck Ride on Mower (refer P6910 old unit)	17214		29.Jan.15	3.28 yrs	43,000	8,000	35,000	13,934	-	5,934
	Parks & Gardens	Mini Wheel Loader Toro Wheelmaster 320D (P&Gs)	16813		30.Jun.13	4.86 yrs	30,000	5,000	25,000	4,830	170	-
	Parks & Gardens	Aerator Tractor Mounted	7901		29.Sep.01	16.62 yrs	11,000	-	11,000	-	-	-
	Parks & Gardens	Howard Stealth S2 Dual winged rotary mower (tractor towed) (P&Gs)	6713		01.Apr.14	4.11 yrs	30,000	5,000	25,000	7,650	-	2,650
Works Operations												
<u>Renewal</u>	Works	Hino 300 series 717 Single Cab truck steel tray (signs) (Works)	6413	1EGO887	31.Oct.12	5.52 yrs	110,000	40,000	70,000	43,206	-	3,206
	Works	Utility 4WD Crew Cab Tray Isuzu D-Max SX Auto (Works - Supervisor)	14713	1EHR009	21.Oct.13	4.55 yrs	40,000	13,000	27,000	19,903	-	6,903
	Works	Submersible Pump (Works)	12809		30.Jun.12	5.86 yrs	7,000	-	7,000	-	-	-
	Works	Truck 2WD Dual Cab w- steel tray Isuzu NPR 300 (Works)	2201	1EDA148	04.Feb.13	5.26 yrs	90,000	25,000	65,000	39,940	-	14,940
Depot Operations												
<u>Renewal</u>	Depot	Compressor Air Champion CS111 Rotary Screw with CRDii024 Filters	13108		18.Dec.08	9.39 yrs	12,000	-	12,000	3,704	-	3,704
Sanitation												
<u>Renewal</u>	Refuse	Compressor Atlas Copco - Rubbish Tip	4003		31.Jan.03	15.28 yrs	10,000	1,000	9,000	-	1,000	-
	Waste	Wheel Loader Komatsu WA250PZ-6 (WMF) 1EBV039	413	1EBV039	11.Dec.12	5.41 yrs	285,000	64,000	221,000	75,973	-	11,973
	Waste	Utility Crew Cab Tray Top 4WD Isuzu D-Max SX man (Waste Coordinator)	17113	1GDI709	21.Oct.13	4.55 yrs	40,000	13,000	27,000	19,200	-	6,200
<u>New</u>		Cage Tipper with Hydraulic Bin lift					45,000	-	-	-	-	-
TOTAL PLANT AND EQUIPMENT							1,012,000	238,000	729,000	317,053	1,170	80,223
FUNDED FROM RESERVE ACCOUNT												
NET FUNDS FROM MUNICIPAL ACCOUNT							729,000					

SHIRE OF BROOME
SCHEDULE 3 FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2019

CARRIED FORWARD SCHEDULE
Capital and Operating Carried Forward Projects 2018/19

Description	Carry Over Expenditure (\$)	Funding Source					Exp Type
		Muni	Reserve	Grants	Loans	Sale or Trade In	
Corporate Services							
Valuation Expenses - Op Exp - Rates	152,000	152,000					OPERATING EXPENDITURE
Software >\$5000 Cap Exp - IT	50,000	50,000					CAPITAL EXPENDITURE
Development Services							
Consultancy - Development Contributions Plan & Scheme Amendment	15,000	15,000					OPERATING EXPENDITURE
Economic Development Program Expense - Op Exp - Other Economic Services	50,356			50,356			OPERATING EXPENDITURE
VBFB Building New Const - Cap Exp - Volunteer Bush Fire Brigade	1,200,000			1,200,000			CAPITAL EXPENDITURE
Community Signage - Op Exp - Other Culture	40,570	40,570					OPERATING EXPENDITURE
Regional Rd Group (RRG) Rural Rd Const Funding -Non Op Inc- Rd Const		(30,600)					
Infrastructure							
Short St-Paspaley Carnarvon Street New Drainage Const - Cap Exp	400,000	299,199	100,801				CAPITAL EXPENDITURE
2016-2017 WANDRRA Events - Works Maint	694,551	(306,000)		1,000,551			OPERATING EXPENDITURE
Cape Leveque Rd Upgrade Const - Cap Exp (See 121507 for Reforms & Drainage)	103,324			103,324			CAPITAL EXPENDITURE
Cemeteries Other Infrastructure Upgrade - Cap Exp- Oth Com A	54,650	54,650					CAPITAL EXPENDITURE
Hamersley Napier Black Spot Project - Cap Exp	999,455	322,229		677,226			CAPITAL EXPENDITURE
Broome Cemetery New Infrastructure Cap Exp	38,000	38,000					CAPITAL EXPENDITURE
Street Lighting at Various Locations - Renewal	47,304	47,304					CAPITAL EXPENDITURE
Roebuck Estate Subdivision - Various Stages	39,357	39,357					CAPITAL EXPENDITURE

SHIRE OF BROOME
SCHEDULE 3 FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2019

CARRIED FORWARD SCHEDULE (CONT)
Capital and Operating Carried Forward Projects 2018/19

Description	Carry Over Expenditure (\$)	Funding Source					Exp Type
		Muni	Reserve	Grants	Loans	Sale or Trade In	
Broome Entry Statement Signage New Const - Cap Exp - Other Cult	74,000	74,000					CAPITAL EXPENDITURE
KRO1 Building Renewal - Cap Exp - Office Prop Leased	619,850		619,850				CAPITAL EXPENDITURE
KRO2 Building Renewal - Cap Exp - Office Prop Leased	542,000		542,000				CAPITAL EXPENDITURE
Community & Economic Development							
Town Beach Redevelopment -Other Infra New - Cap Exp	4,500,000			4,500,000			CAPITAL EXPENDITURE
Town Beach Redevelopment - Greenspace & Waterpark - Cap Exp	3,891,453	1,091,453		2,800,000			CAPITAL EXPENDITURE
New Refuse Site Exp - Op Exp - Regional Resource Recovery Park	300,000		300,000				OPERATING EXPENDITURE
Consultants - Op Exp - Rec Services	17,500	17,500					OPERATING EXPENDITURE
Youth Bike Recreation Area - New Construction - Cap Exp	189,200	189,200					CAPITAL EXPENDITURE
Grant Program Expenses - Op Exp - Library (Income in 115480)	2,980	(2,520)		5,500			OPERATING EXPENDITURE
Community Sponsorship Program - Op Exp - Other Governance	10,000	10,000					OPERATING EXPENDITURE
EDL sponsorship programme Reserve Funded - Op Exp - Other Governance	10,000		10,000				OPERATING EXPENDITURE
Tourism Development - Op Exp - Tourism & Area Promotion	30,000	30,000		30,000			OPERATING EXPENDITURE
TOTAL PROPOSED CARRYOVER EXP/(INC)	14,071,550	2,131,342	1,572,651	10,366,957	0	0	