



2019-2020 BUDGET

BUDGET

**FOR THE YEAR ENDED
30 June 2020**

SHIRE OF BROOME

BUDGET

FOR THE YEAR ENDED 30 JUNE 2020

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SHIRE'S 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.

**STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30TH JUNE 2020**

BY NATURE OR TYPE

	NOTE	2019/20 Budget	2018/19 Actual	2018/19 Budget
		\$	\$	\$
Revenue				
Rates	1(a)	22,798,521	22,416,657	22,376,649
Operating grants, subsidies and contributions	9	2,781,046	8,168,884	6,365,944
Fees and charges	8	10,896,001	11,503,931	11,092,800
Interest earnings	10(a)	1,444,644	1,509,792	1,121,872
Other revenue	10(b)	1,098,490	2,775,483	1,259,156
		39,018,702	46,374,747	42,216,421
Expenses				
Employee costs		(16,746,319)	(14,243,504)	(16,538,230)
Materials and contracts		(11,309,836)	(15,735,794)	(13,325,678)
Utility charges		(1,946,680)	(2,725,321)	(2,002,962)
Depreciation on non-current assets	5	(11,355,912)	(9,667,682)	(9,667,682)
Interest expenses	10(d)	(147,631)	(92,755)	(92,755)
Insurance expenses		(650,324)	(468,628)	(657,174)
Other expenditure		(3,015,397)	(3,243,350)	(3,144,792)
		(45,172,099)	(46,177,034)	(45,429,273)
Subtotal		(6,153,397)	197,713	(3,212,852)
Non-operating grants, subsidies and contributions	9	16,990,887	16,487,717	13,782,824
Profit on asset disposals	4(b)	74,132	1,170	1,170
Loss on asset disposals	4(b)	(189,301)	(83,390)	(80,223)
		16,875,718	16,405,497	13,703,771
Net result		10,722,321	16,603,210	10,490,919
Other comprehensive income				
Changes on revaluation of non-current assets		0	0	0
Total other comprehensive income		0	0	0
Total comprehensive income		10,722,321	16,603,210	10,490,919

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

FOR THE YEAR ENDED 30TH JUNE 2020

BASIS OF PREPARATION

The budget has been prepared in accordance with Australian Accounting Standards (as they apply to local governments and not-for-profit entities) and interpretations of the Australian Accounting Standards Board, and the *Local Government Act 1995* and accompanying regulations. The *Local Government (Financial Management) Regulations 1996* take precedence over Australian Accounting Standards. Regulation 16 prohibits a local government from recognising as assets Crown land that is a public thoroughfare, such as land under roads, and land not owned by but under the control or management of the local government, unless it is a golf course, showground, racecourse or recreational facility of State or regional significance. Consequently, some assets, including land under roads acquired on or after 1 July 2008, have not been recognised in this budget. This is not in accordance with the requirements of *AASB 1051 Land Under Roads* paragraph 15 and *AASB 116 Property, Plant and Equipment* paragraph 7.

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

THE LOCAL GOVERNMENT REPORTING ENTITY

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

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

All monies held in the Trust Fund are excluded from the financial statements. A separate statement of those monies appears at Note 12 to the budget.

2018/19 ACTUAL BALANCES

Balances shown in this budget as 2018/19 Actual are estimates as forecast at the time of budget preparation and are subject to final adjustments.

CHANGE IN ACCOUNTING POLICIES

On the 1 July 2019 the following new accounting policies are to be adopted and have impacted on the preparation of the budget:

- AASB 15 - Revenue from Contracts with Customers;
- AASB 16 - Leases; and
- AASB 1058 - Income of Not-for-Profit Entities.

Explanation of the changes arising from these standards is provided at Note 14.

KEY TERMS AND DEFINITIONS - NATURE OR TYPE**REVENUES****RATES**

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

SERVICE CHARGES

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

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

PROFIT ON ASSET DISPOSAL

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

REVENUES (CONTINUED)**OPERATING GRANTS, SUBSIDIES AND CONTRIBUTIONS**

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

NON-OPERATING GRANTS, SUBSIDIES AND CONTRIBUTIONS

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

FEES AND CHARGES

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

INTEREST EARNINGS

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

OTHER REVENUE / INCOME

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

EXPENSES**EMPLOYEE COSTS**

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

MATERIALS AND CONTRACTS

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

UTILITIES (GAS, ELECTRICITY, WATER, ETC.)

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

INSURANCE

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

LOSS ON ASSET DISPOSAL

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

DEPRECIATION ON NON-CURRENT ASSETS

Depreciation expense raised on all classes of assets.

INTEREST EXPENSES

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

OTHER EXPENDITURE

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

**STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30TH JUNE 2020**
BY REPORTING PROGRAM

	NOTE	2019/20 Budget	2018/19 Actual	2018/19 Budget
Revenue	1, 8, 9, 10(a),(b)	\$	\$	\$
Governance		375,532	740,142	399,596
General purpose funding		24,228,489	24,783,027	23,715,361
Law, order, public safety		182,885	1,071,145	138,743
Health		187,168	199,337	189,761
Education and welfare		17,000	19,880	90,000
Housing		751,345	836,065	622,164
Community amenities		7,130,455	7,539,781	7,597,727
Recreation and culture		1,530,124	1,401,585	1,473,656
Transport		1,237,310	5,034,407	2,641,520
Economic services		1,163,579	1,647,064	3,103,330
Other property and services		2,214,815	3,102,314	2,244,563
		39,018,702	46,374,747	42,216,421
Expenses excluding finance costs	5,10(c)(e)(f)(f)			
Governance		(2,956,639)	(2,957,689)	(2,707,164)
General purpose funding		(289,764)	(452,216)	(446,696)
Law, order, public safety		(1,375,023)	(1,022,499)	(1,015,237)
Health		(684,329)	(776,657)	(788,573)
Education and welfare		(505,242)	(602,303)	(737,232)
Housing		(862,650)	(780,394)	(751,394)
Community amenities		(9,750,148)	(8,921,169)	(9,257,846)
Recreation and culture		(13,525,969)	(13,884,145)	(12,232,552)
Transport		(9,373,317)	(12,420,332)	(10,851,832)
Economic services		(2,413,522)	(2,880,762)	(4,264,199)
Other property and services		(3,287,865)	(1,386,113)	(2,283,793)
		(45,024,468)	(46,084,279)	(45,336,518)
Finance costs	6, 10(d)			
Recreation and culture		(98,824)	(92,755)	(92,755)
Economic services		(48,807)	0	0
		(147,631)	(92,755)	(92,755)
Subtotal		(6,153,397)	197,713	(3,212,852)
Non-operating grants, subsidies and contributions	9	16,990,887	16,487,717	13,782,824
Profit on disposal of assets	4(b)	74,132	1,170	1,170
(Loss) on disposal of assets	4(b)	(189,301)	(83,390)	(80,223)
		16,875,718	16,405,497	13,703,771
Net result		10,722,321	16,603,210	10,490,919
Other comprehensive income				
Changes on revaluation of non-current assets		0	0	0
Total other comprehensive income		0	0	0
Total comprehensive income		10,722,321	16,603,210	10,490,919

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

FOR THE YEAR ENDED 30TH JUNE 2020

KEY TERMS AND DEFINITIONS - REPORTING PROGRAMS

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

OBJECTIVE**ACTIVITIES****GOVERNANCE**

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

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 AND 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.

**STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30TH JUNE 2020**

BY NATURE OR TYPE

	NOTE	2019/20 Budget	2018/19 Actual	2018/19 Budget
		\$	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts				
Rates		22,798,521	22,416,657	22,360,273
Operating grants, subsidies and contributions		2,781,046	8,168,887	6,345,984
Fees and charges		10,896,001	11,503,931	11,092,800
Interest earnings		1,444,644	1,509,792	1,121,872
Other revenue		1,098,490	2,775,483	1,259,156
		39,018,702	46,374,750	42,180,085
Payments				
Employee costs		(16,746,319)	(14,243,504)	(16,678,338)
Materials and contracts		(11,309,836)	(15,735,794)	(13,417,528)
Utility charges		(1,946,680)	(2,725,321)	(2,002,962)
Interest expenses		(147,631)	(92,755)	(92,755)
Insurance expenses		(650,324)	(468,628)	(657,174)
Other expenditure		(3,015,397)	(3,243,350)	(3,144,792)
		(33,816,187)	(36,509,352)	(35,993,549)
Net cash provided by (used in) operating activities	3	5,202,515	9,865,398	6,186,536
CASH FLOWS FROM INVESTING ACTIVITIES				
Payments for purchase of property, plant & equipment	4(a)	(7,570,122)	(4,690,476)	(4,265,801)
Payments for construction of infrastructure	4(a)	(25,120,496)	(29,511,751)	(23,669,561)
Non-operating grants, subsidies and contributions used for the development of assets	9	16,990,887	16,487,717	13,782,824
Proceeds from sale of plant & equipment	4(b)	585,000	244,818	238,000
Net cash provided by (used in) investing activities		(15,114,731)	(17,469,692)	(13,914,538)
CASH FLOWS FROM FINANCING ACTIVITIES				
Repayment of borrowings	6(a)	(675,348)	(619,827)	(619,827)
Advances to community groups	6	(1,250,000)	0	0
Proceeds from new borrowings	6(b)	3,250,000	1,700,000	1,700,000
Net cash provided by (used in) financing activities		1,324,652	1,080,173	1,080,173
Net increase (decrease) in cash held		(8,587,564)	(6,524,121)	(6,647,829)
Cash at beginning of year		38,609,225	45,133,346	39,593,284
Cash and cash equivalents at the end of the year	3	30,021,661	38,609,225	32,945,455

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

**RATES SETTING STATEMENT
FOR THE YEAR ENDED 30TH JUNE 2020**
BY REPORTING PROGRAM

NOTE	2019/20 Budget	2018/19 Actual	2018/19 Budget	
	\$	\$	\$	
OPERATING ACTIVITIES				
Net current assets at start of financial year - surplus/(deficit)	2 (b)(i)	4,006,759	4,346,500	3,763,179
		4,006,759	4,346,500	3,763,179
Revenue from operating activities (excluding rates)				
Governance		375,532	740,142	399,596
General purpose funding		1,429,968	2,366,370	1,338,712
Law, order, public safety		182,885	1,071,145	138,743
Health		187,168	199,337	189,761
Education and welfare		17,000	19,880	90,000
Housing		751,345	836,065	622,164
Community amenities		7,137,797	7,540,781	7,598,727
Recreation and culture		1,530,124	1,401,585	1,473,656
Transport		1,237,310	5,034,407	2,641,520
Economic services		1,163,579	1,647,064	3,103,330
Other property and services		2,281,605	3,102,484	2,244,733
		16,294,313	23,959,260	19,840,942
Expenditure from operating activities				
Governance		(2,970,884)	(2,957,689)	(2,707,164)
General purpose funding		(289,764)	(452,216)	(446,696)
Law, order, public safety		(1,375,023)	(1,029,599)	(1,022,337)
Health		(684,329)	(776,657)	(788,573)
Education and welfare		(505,242)	(602,303)	(737,232)
Housing		(862,650)	(780,394)	(751,394)
Community amenities		(9,762,121)	(8,939,342)	(9,276,019)
Recreation and culture		(13,632,793)	(13,981,150)	(12,329,557)
Transport		(9,373,317)	(12,420,332)	(10,851,832)
Economic services		(2,462,329)	(2,880,762)	(4,264,199)
Other property and services		(3,442,948)	(1,439,980)	(2,334,493)
		(45,361,400)	(46,260,424)	(45,509,496)
Non-cash amounts excluded from operating activities	2 (b)(ii)	11,471,081	9,749,902	9,746,735
Amount attributable to operating activities		(13,589,247)	(8,204,762)	(12,158,640)
INVESTING ACTIVITIES				
Non-operating grants, subsidies and contributions	9	16,990,887	16,487,717	13,782,824
Purchase property, plant and equipment	4(a)	(7,570,122)	(4,690,476)	(4,265,801)
Purchase and construction of infrastructure	4(a)	(25,120,496)	(29,511,751)	(23,669,561)
Proceeds from disposal of assets	4(b)	585,000	244,818	238,000
Amount attributable to investing activities		(15,114,731)	(17,469,692)	(13,914,538)
FINANCING ACTIVITIES				
Repayment of borrowings	6(a)	(675,348)	(619,827)	(619,827)
Proceeds from new borrowings	6(b)	3,250,000	1,700,000	1,700,000
Proceeds from self supporting loans	6(a)	(1,250,000)	0	0
Transfers to cash backed reserves (restricted assets)	7(a)	(2,210,246)	(6,605,013)	(4,289,032)
Transfers from cash backed reserves (restricted assets)	7(a)	6,791,051	10,874,618	6,905,388
Amount attributable to financing activities		5,905,457	5,349,778	3,696,529
Budgeted deficiency before general rates		(22,798,521)	(20,324,676)	(22,376,649)
Estimated amount to be raised from general rates	1	22,798,521	22,416,657	22,376,649
Net current assets at end of financial year - surplus/(deficit)	2 (b)(i)	0	2,091,981	0

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

NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2020

1. RATES AND SERVICE CHARGES

(a) Rating Information

RATE TYPE	Rate in	Number of properties	Rateable value	2019/20 Budgeted rate revenue	2019/20 Budgeted interim rates	2019/20 Budgeted back rates	2019/20 Budgeted total revenue	2018/19 Actual total revenue	2018/19 Budget total revenue
	\$		\$	\$	\$	\$	\$	\$	\$
Differential general rate or general rate									
Gross rental valuations									
GRV - Residential	10.82240	4,876	115,308,256	12,479,121			12,479,121	12,299,076	12,284,303
GRV - Vacant	19.81040	181	2,945,650	583,545			583,545	594,971	374,857
GRV - Commercial/Industrial	11.21190	540	52,644,669	5,902,468			5,902,468	5,800,927	5,917,153
GRV - Tourism	14.66650	454	17,437,556	2,557,479			2,557,479	2,404,438	2,548,542
Unimproved valuations									
UV - Commercial Rural	3.18750	21	6,643,773	211,770			211,770	208,129	208,129
UV - Mining	11.77290	33	1,060,743	124,880			124,880	121,410	86,576
UV - Rural	0.76230	53	17,486,000	133,296			133,296	115,545	116,928
Sub-Totals		6,158	213,526,647	21,992,559	0	0	21,992,559	21,544,497	21,536,487
Minimum	\$								
Minimum payment									
Gross rental valuations									
GRV - Residential	1,220	67	648,834	81,740			81,740	92,720	90,280
GRV - Vacant	1,220	202	910,232	246,440			246,440	223,260	241,560
GRV - Commercial/Industrial	1,220	33	179,590	40,260			40,260	29,280	30,500
GRV - Tourism	1,220	372	1,599,000	453,840			453,840	505,080	503,860
Unimproved valuations									
UV - Commercial Rural	1,220	2	13,300	2,440			2,440	2,440	2,440
UV - Mining	500	31	48,652	15,500			15,500	14,500	14,500
UV - Rural	1,220	4	191,300	4,880			4,880	4,880	4,880
Sub-Totals		711	3,590,908	845,100	0	0	845,100	872,160	888,020
		6,869	217,117,555	22,837,659	0	0	22,837,659	22,416,657	22,424,507
Discounts/concessions (Refer note 1(f))							(39,138)	0	(47,858)
Total amount raised from general rates							22,798,521	22,416,657	22,376,649
Specified area rates (Refer note 1(e))							0	0	0
Total rates							22,798,521	22,416,657	22,376,649

All land (other than 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 for the 2019/20 financial year have been determined by Council on the basis of raising the revenue required to meet the deficiency between the total estimated expenditure proposed in the budget and the estimated revenue to be received from all sources other than rates and also considering the extent of any increase in rating over the level adopted in the previous year.

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

NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2020

1. RATES AND SERVICE CHARGES (CONTINUED)

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

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

Instalment options	Date due	Instalment plan admin charge	Instalment plan interest rate	Unpaid rates interest rates
		\$	%	%
Option one				
Full payment	23/08/2019	0	0.0%	11.0%
Option two				
First Instalment	23/08/2019	10	0.0%	0.0%
Second Instalment	10/01/2020	10	5.5%	11.0%
Option three				
First Instalment	23/08/2019	10	0.0%	0.0%
Second Instalment	25/10/2019	10	5.5%	11.0%
Third Instalment	10/01/2020	10	5.5%	11.0%
Fourth and Final instalment	12/03/2020	10	5.5%	11.0%

	2019/20 Budget revenue	2018/19 Actual revenue	2018/19 Budget revenue
	\$	\$	\$
Instalment plan admin charge revenue	61,500	58,430	42,000
Instalment plan interest earned	140,000	131,534	140,000
Unpaid rates and service charge interest earned	160,000	139,606	150,000
	361,500	329,570	332,000

(c) 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.

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 – Vacant	This rating category consists of vacant properties located within the townsite boundaries, including land zoned as Residential, Tourist, Commercial or Industrial.	To encourage land owners to develop vacant land and to reflect the different method used for the valuation of vacant land as compared to the GRV Residential, Commercial and Tourism 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 83% 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 4% 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 36% higher than the GRV –Residential base rate.
UV - Rural	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.
UV - Commercial Rural	This rating category consists of properties that are outside of the townsite that have a commercial use inclusive of: · 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.	This rating category consists of properties that are used for mining, exploration or prospecting purposes.	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.

(d) Differential Minimum Payment

Description	Objects & Reason
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 \$74,000 and an average UV of \$17,334. 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.

Adopted differential rates did not vary from the differential rates as per the local public notice. The Shire of Broome does not levy any Specified Area Rates.

**NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2020**

1. RATES AND SERVICE CHARGES (CONTINUED)

The Shire did not raise specified area rates for the year ended 30th June 2020.

(e) Service Charges

(f) Rates discounts

Rate or fee to which discount is granted	Discount %	Discount (\$)	2019/20 Budget	2018/19 Actual	2018/19 Budget	Circumstances in which discount is granted
			\$	\$	\$	
			39,138	0	47,858	Charitable exemptions
			39,138	0	47,858	

(g) Waivers or concessions

The Shire does not anticipate any waivers or concessions for the year ended 30th June 2020.

NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2020

2 (b). NET CURRENT ASSETS (CONTINUED)

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

Operating activities excluded from budgeted deficiency

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

	Note	2019/20 Budget 30 June 2020	2019/20 Budget 01 July 2019	2018/19 Estimated Actual 30 June 2019	2018/19 Budget 30 June 2019
		\$	\$	\$	\$
(i) Current assets and liabilities excluded from budgeted deficiency					
Net current assets	2	24,500,437	33,179,866	33,693,612	28,271,568
The following current assets and liabilities have been excluded from the net current assets used in the Rate Setting Statement.					
Adjustments to net current assets					
Less: Cash - restricted reserves	3	(29,196,495)	(33,777,300)	(33,777,300)	(30,499,558)
Add: Current liabilities associated with restricted assets					
- Unspent grants, contributions and reimbursements		667,701	667,701		
- Developer contributions		1,726,854	1,726,854		
- Cash in lieu of parking		33,969	33,969		
Add: Current liabilities not expected to be cleared at end of year					
- Current portion of borrowings		675,348	583,483	583,483	835,202
- Employee benefit provisions		1,638,992	1,600,292	1,600,292	1,392,788
Add: Movement in provisions between current and non-current provisions		(46,806)	(8,106)	(8,106)	
Adjusted net current assets - surplus/(deficit)		0	4,006,759	2,091,981	0
(ii) Operating activities excluded from budgeted deficiency					
The following non-cash revenue or expenditure has been excluded from operating activities within the Rate Setting Statement.					
Adjustments to operating activities					
Less: Profit on asset disposals	4(b)	(74,132)	(1,170)	(1,170)	(1,170)
Add: Loss on disposal of assets	4(b)	189,301	83,390	83,390	80,223
Add: Change in accounting policies	14		513,746		
Add: Depreciation on assets	5	11,355,912	9,667,682	9,667,682	9,667,682
Non cash amounts excluded from operating activities		11,471,081	10,263,648	9,749,902	9,746,735

(iii) Reason for adjustment to Adjusted net current assets - surplus/(deficit) on 1 July 2019

The Shire has elected to retrospectively apply the cumulative effect of applying AASB 1058 Income of Not-for-Profit Entities at the date of initial application of the standard, being 1 July 2019. The impact of applying the standard was to recognise unspent grants and contributions for construction of recognisable non-financial assets controlled by the Shire as a liability. The opening budgeted surplus/deficit on 1 July 2019 has been amended accordingly from the estimated actual closing surplus/deficit. Refer to note 14 for further explanation of the impact of the changes in accounting policies

**NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2020**

2 (c). NET CURRENT ASSETS (CONTINUED)

SIGNIFICANT ACCOUNTING POLICIES

CURRENT AND NON-CURRENT CLASSIFICATION

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

TRADE AND OTHER PAYABLES

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

CONTRACT ASSETS

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

PROVISIONS

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

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

INVENTORIES

General

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

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

Superannuation

The Shire of Broome contributes to a number of superannuation funds on behalf of employees.

All funds to which the Shire of Broome contributes are defined contribution plans.

TRADE AND OTHER RECEIVABLES

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

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

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

CONTRACT LIABILITIES

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

EMPLOYEE BENEFITS

Short-term employee benefits

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

LAND HELD FOR RESALE

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

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

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

**NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2020**

3. RECONCILIATION OF CASH

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

	2019/20 Budget	2018/19 Actual	2018/19 Budget
	\$	\$	\$
Cash - unrestricted	825,166	4,831,925	2,445,897
Cash - restricted	29,196,495	33,777,300	30,499,558
	30,021,661	38,609,225	32,945,455
The following restrictions have been imposed by regulation or other externally imposed requirements:			
RESTRICTED CASH RESERVE BANK	667,701	696,692	912,339
COMMUNITY SPONSORSHIP RESERVE BANK	61,852	60,393	64,438
ENERGY DEVELOPMENTS LIMITED WEST KIMBERLEY	0	103,457	126,825
ROAD RESERVE BANK	2,584,353	2,064,943	2,189,429
CARPARK RESERVE BANK	33,969	264,002	531,190
FOOTPATH RESERVE BANK	1,726,854	2,142,033	2,142,825
BUILDING RESERVE BANK	2,136,447	2,509,443	1,065,135
BRAC RESERVE BANK	11,625	98,136	54,323
DRAINAGE RESERVE BANK	465,007	1,310,990	1,734,709
PLANT RESERVE BANK	1,815,684	2,011,508	1,850,133
PUBLIC OPEN SPACE RESERVE BANK	547,885	3,071,273	1,992,079
LEAVE RESERVE BANK	1,638,992	1,600,292	1,302,084
REFUSE SITE RESERVE BANK	2,476,518	2,789,925	4,068,585
REGIONAL RESOURCE RECOVERY PARK RESERVE B.	14,232,429	14,040,536	11,608,993
KIMBERLEY ZONE RESERVE BANK	266,526	332,061	204,619
PUBLIC ART RESERVE BANK	3,982	166,534	164,633
EQUIPMENT RESERVE BANK	526,671	515,082	487,219
	29,196,495	33,777,300	30,499,558
Reconciliation of net cash provided by operating activities to net result			
Net result	10,722,321	16,603,210	10,490,919
Depreciation	11,355,912	9,667,682	9,667,682
(Profit)/loss on sale of asset	115,169	82,220	79,053
(Increase)/decrease in receivables	0	3	(36,336)
Increase/(decrease) in payables	(513,746)	0	(265,066)
Increase/(decrease) in employee provisions	0	0	33,108
Change in accounting policies transferred to retained surplus (refer to Note 14)	513,746	0	0
Grants/contributions for the development of assets	(16,990,887)	(16,487,717)	(13,782,824)
Net cash from operating activities	5,202,515	9,865,398	6,186,536

SIGNIFICANT ACCOUNTING POLICES

CASH AND CASH EQUIVALENTS

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

Bank overdrafts are shown as short term borrowings in current liabilities in Note 2 - Net Current Assets.

NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2020

4. FIXED ASSETS

(a) Acquisition of Assets

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

Asset class	Reporting program							2019/20 Budget total	2018/19 Actual total	2018/19 Budget total
	Governance	Law, order, public safety	Community amenities	Recreation and culture	Transport	Economic services	Other property and services			
	\$	\$	\$	\$	\$	\$	\$	\$	\$	
<i>Property, Plant and Equipment</i>										
Buildings - non-specialised	-	1,439,624	-	2,607,869	-	25,000	857,000	4,929,493	3,162,496	2,848,906
Furniture and equipment	-	-	-	105,959	-	0	314,000	419,959	456,650	364,395
Plant and equipment	60,000	-	360,170	65,500	-	0	1,735,000	2,220,670	1,071,330	1,052,500
	60,000	1,439,624	360,170	2,779,328	-	25,000	2,906,000	7,570,122	4,690,476	4,265,801
<i>Infrastructure</i>										
Infrastructure - Roads	-	-	-	-	4,152,494	800,000	-	4,952,494	15,441,845	11,542,452
Infrastructure - Drainage	-	-	1,087,483	-	-	-	-	1,087,483	727,394	400,000
Infrastructure - Recreation Areas	-	-	-	6,124,289	-	-	-	6,124,289	5,458,290	974,538
Infrastructure - Other	-	-	321,540	11,957,374	477,316	200,000	-	12,956,230	7,884,222	10,752,571
	-	-	1,409,023	18,081,663	4,629,810	1,000,000	-	25,120,496	29,511,751	23,669,561
Total acquisitions	60,000	1,439,624	1,769,193	20,860,991	4,629,810	1,025,000	2,906,000	32,690,618	34,202,227	27,935,362

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

NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2020

4. FIXED ASSETS (CONTINUED)

(b) Disposals of Assets

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

	2019/20 Budget Net Book Value	2019/20 Budget Sale Proceeds	2019/20 Budget Profit	2019/20 Budget Loss	2018/19 Actual Net Book Value	2018/19 Actual Sale Proceeds	2018/19 Actual Profit	2018/19 Actual Loss	2018/19 Budget Net Book Value	2018/19 Budget Sale Proceeds	2018/19 Budget Profit	2018/19 Budget Loss
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
By Program												
Governance	49,245	35,000	0	(14,245)	-	-	-	-	-	-	-	-
Law, order, public safety	0	0	0	0	13,918	6,818	0	(7,100)	20,100	13,000	-	(7,100)
Community amenities	101,631	97,000	7,342	(11,973)	95,173	78,000	1,000	(18,173)	95,173	78,000	1,000	(18,173)
Recreation and culture	13,000	5,000	0	(8,000)	12,250	8,000	0	(4,250)	12,250	8,000	-	(4,250)
Other property and services	536,293	448,000	66,790	(155,083)	205,697	152,000	170	(53,867)	189,530	139,000	170	(50,700)
	700,169	585,000	74,132	(189,301)	327,038	244,818	1,170	(83,390)	317,053	238,000	1,170	(80,223)
By Class												
<u>Property, Plant and Equipment</u>												
Plant and equipment	700,169	585,000	74,132	(189,301)	327,038	244,818	1,170	(83,390)	317,053	238,000	1,170	(80,223)
	700,169	585,000	74,132	(189,301)	327,038	244,818	1,170	(83,390)	317,053	238,000	1,170	(80,223)

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

- Plant replacement programme

**NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2020**

5. ASSET DEPRECIATION

By Program

Law, order, public safety	93,468	53,378	53,378
Health	1,228	1,214	1,214
Housing	22,246	12,303	12,303
Community amenities	912,020	803,683	803,683
Recreation and culture	3,536,759	2,743,272	2,743,272
Transport	4,682,096	4,408,918	4,408,918
Economic services	131,750	119,911	119,911
Other property and services	1,976,345	1,525,003	1,525,003

By Class

Buildings - non-specialised	118,033	117,078	117,078
Furniture and equipment	54,637	10,301	10,301
Plant and equipment	6,296,173	4,973,407	4,973,407
Infrastructure - Roads	4,682,096	4,408,918	4,408,918
Infrastructure - Recreation Areas	60,635	60,142	60,142
Infrastructure - Other	144,338	97,836	97,836

2019/20 Budget	2018/19 Actual	2018/19 Budget
\$	\$	\$
93,468	53,378	53,378
1,228	1,214	1,214
22,246	12,303	12,303
912,020	803,683	803,683
3,536,759	2,743,272	2,743,272
4,682,096	4,408,918	4,408,918
131,750	119,911	119,911
1,976,345	1,525,003	1,525,003
11,355,912	9,667,682	9,667,682
118,033	117,078	117,078
54,637	10,301	10,301
6,296,173	4,973,407	4,973,407
4,682,096	4,408,918	4,408,918
60,635	60,142	60,142
144,338	97,836	97,836
11,355,912	9,667,682	9,667,682

SIGNIFICANT ACCOUNTING POLICIES

DEPRECIATION

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

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

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

DEPRECIATION (CONTINUED)

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

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

RECOGNITION OF ASSETS

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

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

6. INFORMATION ON BORROWINGS

(a) Borrowing repayments

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

Purpose	Budget	2019/20	2019/20	2019/20	Budget	Actual	2018/19	2018/19	2018/19	Actual	Budget	2018/19	2018/19	2018/19	Budget
	Principal 1 July 2019	Budget New loans	Budget Principal repayments	Budget Interest repayments	Principal outstanding 30 June 2020	Principal 1 July 2018	Actual New loans	Actual Principal repayments	Actual Interest repayments	Principal outstanding 30 June 2019	Principal 1 July 2018	Budget New loans	Budget Principal repayments	Budget Interest repayments	Principal outstanding 30 June 2019
		\$	\$	\$	\$			\$	\$	\$			\$	\$	\$
Recreation and culture															
Town Beach Redevelopment	0	2,000,000	0	9,700	2,000,000	-	-	-	-	-	-	-	-	-	-
BRAC Stage 2B (Car Park & Oval Completion)	0		0	0	0	60,765	-	60,765	2,937	-	60,765	-	60,765	2,937	-
Civic Centre Redevelopment	1,463,195		468,784	53,540	994,411	1,913,996	-	450,801	71,195	1,463,195	1,463,194		450,801	71,195	1,012,393
BRAC Pavillion	236,217		114,699	12,938	121,518	344,478	-	108,261	18,623	236,217	108,261		108,261	18,623	-
Economic services															
Chinatown Revitalisation Project	1,700,000		91,865	48,807	1,608,135	0	1,700,000		-	1,700,000	-	1,700,000		-	1,700,000
	3,399,412	2,000,000	675,348	124,985	4,724,064	2,319,239	1,700,000	619,827	92,755	3,399,412	1,632,220	1,700,000	619,827	92,755	2,712,393
Self Supporting Loans															
Recreation and culture															
Broome Golf Club	0	1,250,000	0	22,646	1,250,000	-	-	-	-	-	-	-	-	-	-
	0	1,250,000	0	22,646	1,250,000	-	-	-	-	-	-	-	-	-	-
	3,399,412	3,250,000	675,348	147,631	5,974,064	2,319,239	1,700,000	619,827	92,755	3,399,412	1,632,220	1,700,000	619,827	92,755	2,712,393

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

The self supporting loan(s) repayment will be fully reimbursed.

**NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2020**

6. INFORMATION ON BORROWINGS (CONTINUED)

(b) New borrowings - 2019/20

Particulars/Purpose	Institution	Loan type	Term (years)	Interest rate	Amount	Total	Amount	Balance
					borrowed budget	interest & charges	used budget	unspent
					\$	\$	\$	\$
Town Beach Redevelopment	WATC	Loan 195	Semi-annual	15	2,000,000	0	2,000,000	0
Broome Golf Club	WATC	Loan 197	Semi-annual	15	1,250,000	0	1,250,000	0
					3,250,000	0	3,250,000	0

(c) Unspent borrowings

The Shire had no unspent borrowing funds as at 30th June 2019 nor is it expected to have unspent borrowing funds as at 30th June 2020.

(d) Credit Facilities

	2019/20 Budget	2018/19 Actual	2018/19 Budget
	\$	\$	\$
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	60,000	60,000	60,000
Total amount of credit unused	760,000	760,000	760,000
Loan facilities			
Loan facilities in use at balance date	5,974,064	3,399,412	2,712,393

SIGNIFICANT ACCOUNTING POLICIES

BORROWING COSTS

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

NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2020

7. CASH BACKED RESERVES

(a) Cash Backed Reserves - Movement

	2019/20 Budget Opening Balance	2019/20 Budget Transfer to	2019/20 Budget Transfer (from)	2019/20 Budget Closing Balance	2018/19 Actual Opening Balance	2018/19 Actual Transfer to	2018/19 Actual Transfer (from)	2018/19 Actual Closing Balance	2018/19 Budget Opening Balance	2018/19 Budget Transfer to	2018/19 Budget Transfer (from)	2018/19 Budget Closing Balance
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
RESTRICTED CASH RESERVE BANK	696,692	0	(28,991)	667,701	5,045,886	(40,000)	(4,309,194)	696,692	4,827,298	72,878	(3,987,837)	912,339
COMMUNITY SPONSORSHIP RESERVE BANK	60,393	1,459	0	61,852	84,449	1,152	(25,208)	60,393	63,286	1,152		64,438
ENERGY DEVELOPMENTS LIMITED WEST KIMBERLEY COMMUNITY DONATION ACCO	103,457	1,348	(104,805)	0	182,371	51,981	(130,895)	103,457	214,761	2,064	(90,000)	126,825
ROAD RESERVE BANK	2,064,943	614,330	(94,920)	2,584,353	2,764,619	1,135,682	(1,835,358)	2,064,943	2,278,110	331,319	(420,000)	2,189,429
CARPARK RESERVE BANK	264,002	36,967	(267,000)	33,969	485,090	45,912	(267,000)	264,002	485,278	45,912		531,190
FOOTPATH RESERVE BANK	2,142,033	114,235	(529,414)	1,726,854	2,338,141	307,968	(504,076)	2,142,033	2,106,857	307,968	(272,000)	2,142,825
BUILDING RESERVE BANK	2,509,443	341,004	(714,000)	2,136,447	3,451,746	520,387	(1,462,690)	2,509,443	1,966,598	260,387	(1,161,850)	1,065,135
BRAC RESERVE BANK	98,136	2,323	(88,834)	11,625	54,376	43,760	0	98,136	53,063	1,260		54,323
DRAINAGE RESERVE BANK	1,310,990	39,152	(885,135)	465,007	1,839,818	61,307	(590,135)	1,310,990	1,774,203	61,307	(100,801)	1,734,709
PLANT RESERVE BANK	2,011,508	47,176	(243,000)	1,815,684	1,559,838	451,670	0	2,011,508	1,485,633	364,500		1,850,133
PUBLIC OPEN SPACE RESERVE BANK	3,071,273	551,367	(3,074,755)	547,885	2,300,553	1,288,720	(518,000)	3,071,273	1,883,326	108,753		1,992,079
LEAVE RESERVE BANK	1,600,292	38,700	0	1,638,992	1,592,184	33,108	(25,000)	1,600,292	1,268,976	33,108		1,302,084
REFUSE SITE RESERVE BANK	2,789,925	56,069	(369,476)	2,476,518	3,377,489	70,836	(658,400)	2,789,925	4,432,649	58,836	(422,900)	4,068,585
REGIONAL RESOURCE RECOVERY PARK RESERVE BANK	14,040,536	346,466	(154,573)	14,232,429	12,190,279	2,095,257	(245,000)	14,040,536	9,497,710	2,561,283	(450,000)	11,608,993
KIMBERLEY ZONE RESERVE BANK	332,061	7,845	(73,380)	266,526	184,845	292,216	(145,000)	332,061	184,739	19,880		204,619
PUBLIC ART RESERVE BANK	166,534	216	(162,768)	3,982	162,748	162,448	(158,662)	166,534	160,817	3,816		164,633
EQUIPMENT RESERVE BANK	515,082	11,589	0	526,671	432,473	82,609	0	515,082	432,610	54,609		487,219
	33,777,300	2,210,246	(6,791,051)	29,196,495	38,046,905	6,605,013	(10,874,618)	33,777,300	33,115,914	4,289,032	(6,905,388)	30,499,558

(b) Cash Backed Reserves - Purposes

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

Reserve name	Anticipated date of use	Purpose of the reserve
RESTRICTED CASH RESERVE BANK	On going	To be used for unspent grant and loan funds.
COMMUNITY SPONSORSHIP RESERVE BANK	On going	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.
ENERGY DEVELOPMENTS LIMITED WEST KIMBERLEY COMMUNITY DONATION ACCO	On going	To hold funds to be spent on community projects as approved by Energy Development Limited.
ROAD RESERVE BANK	On going	To be used for renewal, upgrade or new streets and roads.
CARPARK RESERVE BANK	On going	To be used for renewal, upgrade or new carparks. Typically, funds are from "Cash In Lieu" payments from developers.
FOOTPATH RESERVE BANK	On going	To be used for renewal, upgrade or new footpaths. Typically, funds are from contributions made by developers.
BUILDING RESERVE BANK	On going	To be used for renewal, upgrade, replacement or new building construction and associated infrastructure.
BRAC RESERVE BANK	On going	To be used for the construction of recreation infrastructure and facilities.
DRAINAGE RESERVE BANK	On going	To be used for the renewal, upgrade or construction of drainage services. Typically funds are from contributions made by developers.
PLANT RESERVE BANK	On going	To be used for the renewal, upgrade or purchase of new mobile plant and engineering equipment.
PUBLIC OPEN SPACE RESERVE BANK	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.
LEAVE RESERVE BANK	On going	To be used to fund annual and long service leave requirements.
REFUSE SITE RESERVE BANK	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.
REGIONAL RESOURCE RECOVERY PARK RESERVE BANK	On going	To hold funds set aside annually and any year end operational profit generated from refuse site business unit to fund: i) The future construction of a new facility; ii) the future subsequent and ongoing costs of maintaining the site in accordance with operational requirements and environmental guidelines; or iii) the costs of future rehabilitation of the site.
KIMBERLEY ZONE RESERVE BANK	On going	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 BANK	On going	To hold funds set aside annually to fund future public art projects and initiatives within the Shire.
EQUIPMENT RESERVE BANK	On going	To be used for renewal, upgrade or new office equipment, IT hardware and software.

**NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2020**

8. FEES & CHARGES REVENUE

	2019/20 Budget	2018/19 Actual	2018/19 Budget
	\$	\$	\$
General purpose funding	97,650	75,550	80,500
Law, order, public safety	130,765	342,448	102,948
Health	187,168	197,337	187,761
Housing	749,995	616,814	620,814
Community amenities	6,618,583	6,992,279	7,180,095
Recreation and culture	1,216,370	1,138,166	1,159,666
Transport	15,000	5,000	25,000
Economic services	899,256	974,980	745,886
Other property and services	981,214	1,161,357	990,130
	10,896,001	11,503,931	11,092,800

9. GRANT REVENUE

Grants, subsidies and contributions are included as operating revenues in the Statement of Comprehensive Income:

By Program:

Operating grants, subsidies and contributions

Governance	318,880	380,710	340,000
General purpose funding	955,818	1,903,512	900,904
Health	0	2,000	2,000
Education and welfare	17,000	0	90,000
Community amenities	38,000	159,750	10,000
Recreation and culture	178,557	157,959	213,530
Transport	1,117,052	4,914,267	2,501,380
Economic services	130,739	536,000	2,221,360
Other property and services	25,000	114,686	86,770
	2,781,046	8,168,884	6,365,944

Non-operating grants, subsidies and contributions

Law, order, public safety	1,200,000	1,200,000	1,200,000
Community amenities	158,922	70,000	0
Recreation and culture	13,472,924	8,110,613	8,084,638
Transport	2,159,041	3,129,434	1,868,192
Economic services	0	3,885,200	2,629,994
Other property and services	0	92,470	0
	16,990,887	16,487,717	13,782,824

**NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2020**

10. OTHER INFORMATION

	2019/20 Budget	2018/19 Actual	2018/19 Budget
The net result includes as revenues	\$	\$	\$
(a) Interest earnings			
Investments			
- Reserve funds	779,435	1,082,640	675,860
- Other funds	365,209	156,012	156,012
Other interest revenue (refer note 1b)	300,000	271,140	290,000
	1,444,644	1,509,792	1,121,872
(b) Other revenue			
Reimbursements and recoveries	1,039,490	2,706,983	1,195,656
Other	59,000	68,500	63,500
	1,098,490	2,775,483	1,259,156
The net result includes as expenses			
(c) Auditors remuneration			
Audit services	110,500	110,500	51,500
	110,500	110,500	51,500
(d) Interest expenses (finance costs)			
Borrowings (refer Note 6(a))	147,631	92,755	92,755
Interest expense on lease liabilities			
	147,631	92,755	92,755
(e) Elected members remuneration			
Meeting fees	158,389	161,130	161,130
Mayor/President's allowance	47,515	47,045	47,045
Deputy Mayor/President's allowance	11,879	11,761	11,761
Travelling expenses	53,450	53,450	53,450
Telecommunications allowance	31,500	31,500	31,500
	302,733	304,886	304,886

**NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2020**

11. MAJOR LAND TRANSACTIONS, TRADING UNDERTAKINGS AND INTERESTS IN JOINT ARRANGEMENTS

It is not anticipated the Shire will be party to any Major Land Transactions or Trading Undertakings during 2019/20.

It is not anticipated the Shire will be party to any joint venture arrangements during 2019/20.

**NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2020**

12. 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 1 July 2019	Estimated amounts received	Estimated amounts paid	Estimated balance 30 June 2020
	\$	\$	\$	\$
Verge Bonds	32,384	108	0	32,491
Library Transient Borrower Deposits	70	0	0	70
Civic Centre Event Takings	8,733	5,079	0	13,812
Key & Other General Purpose Deposits	8,619	127	0	8,746
BCITF Collection & Refund Deposits	5	4,514	(4,518)	0
Town Planning Related Bond Deposits	106,562	354	0	106,916
Cemetery Plot Reservation Deposits	37,378	1,584	0	38,963
Recreation Facility use Bond Deposits	51,198	70,376	(68,472)	53,102
Cash In Lieu Of Public Open Space	100,209	333	0	100,542
Road & Footpath Facilities Bond Depos	508,638	1,691	0	510,329
Capital Works Bond Deposits	3,070	10	0	3,081
Bank Guarantee Deposits Received	46,531	100	0	46,631
Contract Bonds & Retentions	55	55	0	110
Unclaimed Monies	19,651	68	0	19,718
BRB Levy	5,476	20,332	(16,544)	9,265
Staff Rental Bonds	45,501	18,452	(20,044)	43,910
Key Deposits	3,053	508	0	3,561
	977,134	123,692	(109,578)	991,249

NOTES TO AND FORMING PART OF THE BUDGET FOR THE YEAR ENDED 30TH JUNE 2020

13. SIGNIFICANT ACCOUNTING POLICIES - OTHER INFORMATION

GOODS AND SERVICES TAX (GST)

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

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

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

CRITICAL ACCOUNTING ESTIMATES

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

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

ROUNDING OFF FIGURES

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

COMPARATIVE FIGURES

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

BUDGET COMPARATIVE FIGURES

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

REVENUE RECOGNITION

Accounting Policies for the recognition of income and revenue from contracts with customers is described in Note 14.

**NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2020**

**14. SIGNIFICANT ACCOUNTING POLICIES - CHANGE
IN ACCOUNTING POLICIES**

This note explains the impact of the adoption of AASB 15 Revenue from Contracts with Customers, AASB 16 Leases and AASB 1058 Income for Not-for-Profit Entities.

REVENUE FROM CONTRACTS WITH CUSTOMERS

The Shire of Broome adopted AASB 15 on 1 July 2019 resulting in changes in accounting policies. In accordance with the transition provisions AASB 15, the Shire of Broome has adopted the new rules retrospectively with the cumulative effect of initially applying these rules recognised on 1 July 2019. In summary the following adjustments were made to the amounts recognised in the balance sheet at the date of initial application (1 July 2019):

	AASB 118 carrying amount 30 June 19	Reclassification	AASB 15 carrying amount 01 July 19
	\$	\$	\$
Contract assets	0	1,914,778	1,914,778
Contract liabilities - current			
Unspent grants, contributions and reimbursements	0	667,701	667,701
Developer contributions	0		0
Contract liabilities non-current			
Developer contributions	0	1,726,854	1,726,854
Cash in lieu of parking	0	33,969	33,969
Adjustment to retained surplus from adoption of AASB 15		(513,746)	

LEASES

On adoption of AASB 16, for leases which had previously been classified as an 'operating lease' when applying AASB 117, the Shire of Broome is not required to make any adjustments on transition for leases for which the underlying asset is of low value. Assets for which the fair value as at the date of acquisition is under \$5,000 are not recognised as an asset in accordance with Financial Management Regulation 17A (5).

INCOME FOR NOT-FOR-PROFIT ENTITIES

The Shire of Broome has adopted AASB 1058 from 1 July 2019 which resulted in changes in accounting policies. In accordance with the transition provisions AASB 1058, the Shire of Broome has adopted the new rules retrospectively with the cumulative effect of initially applying AASB 1058 recognised at 1 July 2019. Comparative information for prior reporting period shall not be restated in accordance with AASB 1058 transition requirements.

In applying AASB 1058 retrospectively with the cumulative effect of initially applying the Standard on 1 July 2019 changes occurred to the following financial statement line items by application of AASB as compared to AASB 1004 Contributions before the change:

	AASB 1004 carrying amount 30 June 19	Reclassification	AASB 1058 carrying amount 01 July 19
	\$	\$	\$
Trade and other payables			
Adjustment to retained surplus from adoption of AASB 1058		0	

Prepaid rates are, until the taxable event for the rates has occurred, refundable at the request of the ratepayer. Therefore the rates received in advance give rise to a financial liability that is within the scope of AASB 9. On 1 July 2019 the prepaid rates were recognised as a financial asset and a related amount was recognised as a financial liability and no income was recognised by the Shire of Broome. When the taxable event occurs the financial liability is extinguished and the Shire of Broome recognises income for the prepaid rates that have not been refunded.

Assets that were acquired for consideration that was significantly less than fair value principally to enable the Shire of Broome to further its objectives may have been measured on initial recognition under other Australian Accounting Standards at a cost that was significantly less than fair value. Such assets are not required to be remeasured at fair value.

Volunteer Services in relation to Volunteer Fire Services have been recognised in budgeted revenue and budgeted expenditure as the value of the services can be reliably estimated and the services would have been purchased if they had not been donated.

The impact on the Shire of Broome of the changes as at 1 July 2019 is as follows:

	2019	
	\$	
Retained surplus - 30/06/2019		137,007,329
Adjustment to retained surplus from adoption of AASB 15	(513,746)	
Adjustment to retained surplus from adoption of AASB 1058	0	(513,746)
Retained surplus - 01/07/2019		136,493,583

**NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2020**

15. BUDGET RATIOS

	2019/20 Budget	2018/19 Actual	2017/18 Actual	2016/17 Actual
Operating Surplus	-3.93%	0.96%	-6.13%	-2.28%
Funds After Operations	96.22%	92.13%	92.11%	87.54%
PPE	11.09%	10.48%	-24.19%	6.89%
Infrastructure	7.40%	36.16%	-7.78%	4.66%
Cash Reserves	81.68%	89.54%	93.03%	81.00%
Borrowings	17.06%	9.23%	6.54%	8.04%
Debt Servicing	2.35%	1.84%	2.08%	2.07%
Average Rates (UV)	4,392	4,010	3,641	2,244
Average Rates (GRV)	3,557	3,522	3,438	3,506

The ratios are calculated as follows:

OPERATIONS

Operating Surplus $\frac{\text{Adjusted underlying surplus (or deficit)}}{\text{Adjusted underlying revenue}}$

Funds After Operations $\frac{\text{Funds remaining after operations}}{\text{General funds}}$

ASSET RATIOS

PPE $\frac{\text{Closing WDV value of PPE less Opening WDV value of PPE}}{\text{Opening WDV value of PPE}}$

Infrastructure $\frac{\text{Closing WDV Infrastructure less Opening WDV infrastructure}}{\text{Opening WDV Infrastructure}}$

FINANCING RATIOS

Cash Reserves $\frac{\text{Discretionary Reserve Balance}}{\text{General Funds}}$

Borrowings $\frac{\text{Principal outstanding}}{\text{General funds}}$

Debt Servicing $\frac{\text{Principal and interest due}}{\text{General funds}}$

RATES RATIOS

Average Rates $\frac{\text{Rate revenue per category}}{\text{Number of properties per category}}$

**RATES SETTING STATEMENT
FOR THE YEAR ENDED 30TH JUNE 2020**

BY NATURE OR TYPE

	NOTE	2018/19 Budget	2017/18 Actual	2017/18 Budget
		\$	\$	\$
OPERATING ACTIVITIES				
Net current assets at start of financial year - surplus/(deficit)	2 (b)(i)	4,006,759	4,346,500	3,763,179
		4,006,759	4,346,500	3,763,179
Revenue from operating activities (excluding rates)				
Operating grants, subsidies and contributions	9	2,781,046	8,168,884	6,365,944
Fees and charges	8	10,896,001	11,503,931	11,092,800
Interest earnings	10(a)	1,444,644	1,509,792	1,121,872
Other revenue	10(b)	1,098,490	2,775,483	1,259,156
Profit on asset disposals	4(b)	74,132	1,170	1,170
		16,294,313	23,959,260	19,840,942
Expenditure from operating activities				
Employee costs		(16,746,319)	(14,243,504)	(16,538,230)
Materials and contracts		(11,309,836)	(15,735,794)	(13,325,678)
Utility charges		(1,946,680)	(2,725,321)	(2,002,962)
Depreciation on non-current assets	5	(11,355,912)	(9,667,682)	(9,667,682)
Interest expenses	10(d)	(147,631)	(92,755)	(92,755)
Insurance expenses		(650,324)	(468,628)	(657,174)
Other expenditure		(3,015,397)	(3,243,350)	(3,144,792)
Loss on asset disposals	4(b)	(189,301)	(83,390)	(80,223)
		(45,361,400)	(46,260,424)	(45,509,496)
Operating activities excluded from budgeted deficiency				
Non-cash amounts excluded from operating activities	2 (b)(ii)	11,471,081	9,749,902	9,746,735
Amount attributable to operating activities		(13,589,247)	(8,204,762)	(12,158,640)
INVESTING ACTIVITIES				
Non-operating grants, subsidies and contributions	9	16,990,887	16,487,717	13,782,824
Purchase investment property	4(a)	0	0	0
Purchase property, plant and equipment	4(a)	(7,570,122)	(4,690,476)	(4,265,801)
Purchase and construction of infrastructure	4(a)	(25,120,496)	(29,511,751)	(23,669,561)
Proceeds from disposal of assets	4(b)	585,000	244,818	238,000
Amount attributable to investing activities		(15,114,731)	(17,469,692)	(13,914,538)
FINANCING ACTIVITIES				
Repayment of borrowings	6(a)	(675,348)	(619,827)	(619,827)
Proceeds from new borrowings	6	3,250,000	1,700,000	1,700,000
Proceeds from self supporting loans	6(a)	(1,250,000)	0	0
Transfers to cash backed reserves (restricted assets)	7(a)	(2,210,246)	(6,605,013)	(4,289,032)
Transfers from cash backed reserves (restricted assets)	7(a)	6,791,051	10,874,618	6,905,388
Amount attributable to financing activities		5,905,457	5,349,778	3,696,529
Budgeted deficiency before general rates		(22,798,521)	(20,324,676)	(22,376,649)
Estimated amount to be raised from general rates	1	22,798,521	22,416,657	22,376,649
Net current assets at end of financial year - surplus/(deficit)	2 (b)(i)	0	2,091,981	0

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

SHIRE OF BROOME
SCHEDULE 1 FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2020

NEW CAPITAL WORKS AND CARRIED FORWARD PROGRAMME 2019/20

Description	Carried Forward Budget	Renewal	Upgrade	New	Funds Required 2019/20	Funding Source					
						Shire Municipal Funds	Reserves	Borrowings	Grants	Contributions	Sale or Trade In
LAND AND BUILDINGS											
SES Shed				224,000	224,000	224,000					
Bushfire Shed	1,198,424			1,198,424	1,198,424			1,198,424			
BRAC Outdoor Multi Sport Court Upgrade				2,579,869	2,579,869	80,000		500,000		1,999,869	
Surf Club Access Bridge - Remedial Work		17,200			17,200	17,200					
Administration Building Renewal 2019/2020											
Civic Centre		4,000			4,000	4,000					
Library		10,000			10,000	10,000					
Museum		4,000			4,000	4,000					
BRAC		10,000			10,000	10,000					
BVC		25,000			25,000	25,000					
Shire Office	35,000	125,000			125,000	125,000					
BOSCCA		4,000			4,000	4,000					
Barker St Office		10,000			10,000	10,000					
Depot Building		4,000			4,000	4,000					
KRO 1 Refurbishment	357,000	357,000			357,000		357,000				
KRO 2 Refurbishment	357,000	357,000			357,000		357,000				
Sub Total	1,947,424	927,200	-	4,002,293	4,929,493	517,200	714,000	-	1,698,424	1,999,869	-
ROADS & FOOTPATHS INFRASTRUCTURE											
Federal Black Spot – Herbert /Saville Roundabout				691,811	691,811			691,811			
Short Street & Male Oval Car Park	317,000			317,000	317,000	50,000	267,000				
Bus Facilities - Chinatown				30,000	30,000		30,000				
Bus Facilities - Robinson St	21,278			21,278	21,278	21,278					
Footpath Construction - Hunter Street	131,000			131,000	131,000	116,750	14,250				
Subdivisional Footpaths – Broome North	92,633			380,750	380,750	288,117	92,633				
Subdivisional Footpaths - Roebuck Estate	40,300			40,300	40,300	20,000	20,300				
Subdivisional Footpaths - Januburu	14,250			14,250	14,250		14,250				
Subdivisional Footpaths - Old Broome Estate	11,931			11,931	11,931		11,931				
Subdivisional Footpaths - Palmer Road	20,300			20,300	20,300	8,369	11,931				
Access and Inclusion Improvements				28,800	28,800	28,800					
State Black Spot - BRAC Pedestrian Crossing			69,269		69,269	23,090		46,179			
Hamersley Street Extension - Town Beach	217,901		217,901		217,901	152,981	64,920				
McDaniel Road Upgrade Stage 1 & 2			1,097,100		1,097,100			1,097,100			
Old Broome Road/ Gus Winckel Road			168,943		168,943			168,943			
Chinatown Stage 2				800,000	800,000	800,000					
Hunter St Project	667,849	667,849			667,849	468,741		199,108			
Roads as per Asset Manangement Plan		78,918			78,918	78,918					
Broome - Cape Leveque Road		18,000			18,000		18,000				
Carpark Renewal - Louis St (Bowls Club)		5,191			5,191	5,191					
Cable Beach Road West - Path Upgrade		75,000			75,000		75,000				
Pathways per Transport Asset Management Plan		66,903			66,903	58,654	8,249				
Sub Total	1,534,442	911,861	1,553,213	2,487,420	4,952,494	2,120,889	628,464	-	2,203,141	-	-
RECREATION AREAS INFRASTRUCTURE											
Skate Park Design				58,210	58,210	33,210		25,000			

SHIRE OF BROOME
SCHEDULE 1 FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2020

NEW CAPITAL WORKS AND CARRIED FORWARD PROGRAMME 2019/20

Description	Carried Forward Budget	Renewal	Upgrade	New	Funds Required 2019/20	Funding Source					
						Shire Municipal Funds	Reserves	Borrowings	Grants	Contributions	Sale or Trade In
Gantheaume Beach			4,200		4,200	4,200					
Demco Reserve				61,405	61,405	61,405					
Cemetery Ground Penetrating Radar/ Internal Roads				73,800	73,800	73,800					
Dakas Reserve				55,000	55,000	55,000					
Sugar Glider Park		51,000			51,000	51,000					
Various footpaths				2,400	2,400	2,400					
Town Beach Greenspace	4,138,925			5,240,600	5,240,600	940,513	952,381		3,347,706		
Youth Bike Precinct Tracks and Trails	306,000			306,000	306,000	180,000			100,000	26,000	
Haynes Oval Sports Field Lighting Management	6,000		6,000		6,000	6,000					
BRAC Aquatic Retractable Shade Sail	31,600	31,600			31,600	31,600					
BRAC Tennis Court Fencing		44,417			44,417		44,417				
BRAC Irrigation Controller	45,456	88,456			88,456	88,456					
Sugar Glider Park		51,000			51,000	51,000					
Sibosado Park		3,000			3,000	3,000					
Cable Beach Reserve		4,200			4,200	4,200					
Sunset Park		40,000			40,000	40,000					
Solway Park		3,000			3,000	3,000					
Sub Total	4,527,981	316,673	10,200	5,797,415	6,124,288	1,628,784	996,798	-	3,472,706	26,000	-
OTHER INFRASTRUCTURE PROJECTS											
Miscellaneous Streetlight installation	122,500			122,500	122,500	122,500					
Town Beach Seawall	226,712			336,712	336,712	68,712	268,000				
Town Beach Ablution Block	283,954			283,954	283,954				283,954		
Town Beach Jetty				11,268,592	11,268,592	43,585	2,257,080	2,000,000	6,967,927		
Chinatown Entry Statement				200,000	200,000	37,232	162,768				
Buckleys Rd Closure Upgrade	67,340		67,340		67,340		67,340				
Gantheaume Point - Picnic table		4,200			4,200	4,200					
WMF - Capping & Other Rehabilitation		200,000			200,000		200,000				
WMF - Bin Renewal		50,000			50,000		50,000				
Streetlights per Asset Management Plan		308,922			308,922	150,000			158,922		
Short Street Lighting Renewal	45,894	45,894			45,894	45,894					
Streeters Jetty Renewal		68,116			68,116	68,116					
Sub Total	746,400	677,132	67,340	12,211,758	12,956,230	540,239	3,005,188	2,000,000	7,410,803	-	-
DRAINAGE INFRASTRUCTURE											
Hunter St Drainage	621,049			736,383	736,383	415,334	321,049				
Frederick St (KBR Report) - Drainage			328,900		328,900	33,900	295,000				
Reserve 40119 (Allure Pearls) - Drainage Repair.		22,200			22,200	22,200					
Sub Total	621,049	22,200	328,900	736,383	1,087,483	471,434	616,049	-	-	-	-
FURNITURE & EQUIPMENT											
Child Care Centre				4,000	4,000	4,000					
Capital ICT Equipment Renewal				137,000	137,000	137,000					
Call Control Software				20,000	20,000	20,000					
Asset Management Inventory Software				61,000	61,000	61,000					
Records Implementation			81,000	11,000	92,000	92,000					
BRAC Stadium Adjustable Backboards				28,050	28,050	9,025			14,025	5,000	

SHIRE OF BROOME
SCHEDULE 1 FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2020

NEW CAPITAL WORKS AND CARRIED FORWARD PROGRAMME 2019/20

Description	Carried Forward Budget	Renewal	Upgrade	New	Funds Required 2019/20	Funding Source					Sale or Trade In
						Shire Municipal Funds	Reserves	Borrowings	Grants	Contributions	
Cricket Facilities Upgrade				16,990	16,990	5,995			8,495	2,500	
Installation of Large Fans in BRAC Stadium				50,892	50,892	25,892			25,000		
Installation of Permanent Soccer goals				10,027	10,027	10,027					
Sub Total	-	-	81,000	338,959	419,959	364,939	-	-	47,520	7,500	-
PLANT AND EQUIPMENT											
Weather Station Installation and Maxicom											
Software/Site Details Upgrade	40,500			40,500	40,500	40,500					
Plant Replacement Program 19/20	727,000	2,045,000		135,170	2,180,170	1,701,000	479,170				
Sub Total	767,500	2,045,000	-	175,670	2,220,670	1,741,500	479,170	-	-	-	-
TOTAL CAPITAL WORKS PROGRAM	10,144,796	4,900,066	2,040,653	25,749,899	32,690,618	7,384,985	6,439,669	2,000,000	14,832,594	2,033,369	0

SHIRE OF BROOME
SCHEDULE 2 FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2020

PLANT AND EQUIPMENT SUMMARY 2019/2020

Department/User	Plant Description	Exist. Plant No.	Existing Licence Number	Exist Vehicle Purch Date	Change over Life yrs/hrs or kms	2019/20 BUDGET						
						Purchase	Sale	Nett	Written Down Value	Profit	Loss	
Other Governance Activities												
<u>Renewal</u>												
CEO	Toyota Prado T/D 5 Door WGN AT GXL	7416	BM28870	13.Oct.16	2.65 yrs	60,000	35,000	25,000	49,245	-	14,245	
Corporate Governance & Support												
<u>Renewal</u>												
DCS	Isuzu MUXLSU Silver (DCS)	16316	1GDI705	15.Oct.16	2.67 yrs	60,000	33,000	27,000	33,741	-	741	
Building /Asset Coordinatr	Hyundai i30 Active CRDi 5D hatchback diesel	17313	BM25995	16.Dec.13	5.51 yrs	22,000	8,000	14,000	10,750	-	2,750	
Development Services Support												
<u>Renewal</u>												
DDC	Isuzu MUXLSU White (DDC)	15216	1EYW969	14.Oct.16	2.68 yrs	60,000	33,000	27,000	25,658	7,342	-	
Engineering												
<u>Renewal</u>												
Engineering	Utility Crew Cab 4WD Isuzu D-Max SX Man w- canopy SPO	11214	1ENQ655	20.Oct.14	4.66 yrs	45,000	16,000	29,000	20,800	-	4,800	
Swimming Areas & Beaches												
<u>Renewal</u>												
Beach Lifeguard	Trailer Custm Made - Beach Lifeguard	10909	n/a	14.May.09	10.1 yrs	25,000	5,000	20,000	13,000	-	8,000	
Parks & Gardens Operations												
<u>Renewal</u>												
P&G	Self Propelled Elevated Work Platform	1114	1TPW699	11.Jun.15	4.02 yrs	80,000	20,000	60,000	34,703	-	14,703	
P&G	Mini Excavator 1-2 Tonnes Bobcat 324	15712	1DWX734	02.May.12	7.13 yrs	65,000	15,000	50,000	8,000	7,000	-	
P&G	Trailer for mini excavator (P15712)	15812	1TNA499	02.May.12	7.13 yrs	22,000	5,000	17,000	-	5,000	-	
P&G	Ransome MTD 5 5 Gang Reel Mower (Tractor Mounted)	16713	N/A	05.May.14	5.12 yrs	40,000	10,000	30,000	1	9,999	-	
P&G	John Deere Mower Front Deck	2614	1EMV062	19.Nov.14	4.58 yrs	45,000	10,000	35,000	8,001	1,999	-	
P&G	Pressure Cleaner Bar 3513G-HJ plus reel & hose (Waterpark P&Gs)	14012	N/A	01.Jul.12	6.97 yrs	5,000	5,000	-	-	5,000	-	
P&G	Skidsteer Loader CCF class 800 Bobcat S185	7013	BM24928	05.Dec.12	6.54 yrs	75,000	20,000	55,000	36,248	-	16,248	
P&G	Auger & Trencher attachments for Bobcats kidsteer loader (P7013)	7313	N/A	06.Dec.12	6.53 yrs	12,000	3,000	9,000	-	3,000	-	
P&G	Trailer Polmac Dual Axle	85807	1TRL496	19.Dec.07	11.5 yrs	35,000	5,000	30,000	-	5,000	-	
P&G	Grayfill Smartspray Ute mounted Spray System	2416	N/A	27.Mar.17	2.23 yrs	20,000	2,000	18,000	16,131	-	14,131	
P&G	Trailer Dean Caged/Tipper	83705	BM11767	31.Jan.06	13.39 yrs	25,000	3,000	22,000	13,598	-	10,598	
P&G	Trailer Dean No 17 Flatbed Tilling (for ride-on mower)	1500	BM1679	27.Jun.00	18.99 yrs	22,000	2,000	20,000	-	2,000	-	
P&G	Turfcutter Ryan JR 18"	87506	N/A	30.Jun.06	12.98 yrs	10,000	1,000	9,000	-	1,000	-	
P&G	Utility Cab Chassis Tray Extra Cab Relic 2	11514	1EPL510	01.Jul.14	4.97 yrs	40,000	13,000	27,000	9,958	3,042	-	
P&G	Isuzu NPR 300 Light Truck 2WD Crew Cab Steel Tray	1313	1ECN037	15.Jan.13	6.42 yrs	100,000	35,000	65,000	45,613	-	10,613	
P&G	Howard Stealth S2 Dual winged rotary mower (tractor towed)	6713	N/A	01.Apr.14	5.22 yrs	30,000	5,000	25,000	7,650	-	2,650	
P&G	Mini Wheel Loader Toro Wheelmaster 320D	16813	N/A	30.Jun.13	5.97 yrs	30,000	5,000	25,000	5,000	-	-	
<u>New</u>												
P&G	Top Spreader	NEW	NEW			60,000	-	60,000	-	-	-	
P&G	Reticulation Control System	NEW	NEW			40,500	-	40,500	-	-	-	
Works Operations												
<u>Renewal</u>												
Works	Grader Komatsu GD655-5 Works	8511	BM28609	31.May.11	8.05 yrs	400,000	90,000	310,000	149,703	-	59,703	
Works	Volvo Wheel Loader L60F Works	7110	1DMO852	30.Sep.10	8.72 yrs	285,000	80,000	205,000	56,250	23,750	-	
Works	Pump Water Robin PTG405DS- 8.5hp 4" diesel	10605	N/A	31.Mar.05	14.06 yrs	7,000	-	7,000	-	-	-	
Works	Hino 300 series 717 Single Cab truck steel tray	6413	1EG0887	31.Oct.12	6.63 yrs	110,000	40,000	70,000	43,206	-	3,206	
Works	Truck 2WD Dual Cab w- steel tray Isuzu NPR 300	6313	1EDA148	04.Feb.13	6.37 yrs	90,000	25,000	65,000	39,940	-	14,940	
Sanitation												
<u>Renewal</u>												
Waste	Wheel Loader Komatsu WA250PZ-6	413	1EBV039	11.Dec.12	6.52 yrs	285,000	64,000	221,000	75,973	-	11,973	
<u>New</u>												
Clean Up Crew	Cage Tipper with Hydraulic Bin lift	NEW				15,170	-	15,170	-	-	-	
TOTAL PLANT AND EQUIPMENT						2,220,570	588,000	1,632,570	703,169	74,132	189,301	
FUNDED FROM RESERVE ACCOUNT								479,170				
NET FUNDS FROM MUNICIPAL ACCOUNT								1,153,500				

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 2019/20

Description	Carry Over Expenditure (\$)	Funding Source					Funding Type
		Muni	Reserve	Grants	Loans	Sale or Trade In	
Excutive							
New Refuse Site Exp - Op Exp - Regional Resource Recovery Park	84,573		84,573				OPERATING EXPENDITURE
Transfer from Regional Resource Recovery Reserve - Cap Inc - Reg Res Recov	(84,573)	-	84,573				CAPITAL INCOME
Grants & Contributions Received - Op Inc - Economic Services Special Projects	(32,739)			32,739			OPERATING INCOME
Corporate Services							
LGIS Insurance Funded Expenses (Inc in 142393) - Op Exp - Corp Gov	190,234	190,234					OPERATING EXPENDITURE
Infrastructure							
Buckleys Rd Closure Upgrade (was Opex 101302) - Cap Exp - San Gen Refuse	67,340		67,340				CAPITAL EXPENDITURE
Town Beach Redevelopment - Greenspace & Waterpark - Cap Exp	4,090,925		981,142	3,109,783			CAPITAL EXPENDITURE
Grants - Non Op - Cap Inc - Other Rec & Sport	(3,109,783)			3,109,783			CAPITAL INCOME
Town Beach Redevelopment -Other Infra New - Cap Exp	226,712		226,712				CAPITAL EXPENDITURE
Transfer From POS Reserve - Other Rec & S	(268,000)	-	268,000				CAPITAL INCOME
Town Beach Redevelopment - Fishing Platform & Amenities -Other Infra New - Cap Exp	283,954			283,954			CAPITAL EXPENDITURE
Royalties For Regions Loc Govt Non Op Grant - Op Inc - Other Recreation & Sport	(333,954)			333,954			CAPITAL INCOME
Vehicle & Mob Plant Renewal(Replacement)-Cap Exp- Sanit Gen Refuse	285,000		285,000				CAPITAL EXPENDITURE
Proceeds From Sale of Assets - Cap Inc - Sanitation Gen Refuse	(64,000)		64,000				CAPITAL INCOME
Transfer From Refuse Site Reserve - Sanitation Gen Refuse	(288,340)		288,340				CAPITAL INCOME
Vehicle & Plant New - Cap Exp - P&G Operations	60,000	60,000					CAPITAL EXPENDITURE
Short St-Paspaley Carnarvon Street New Drainage Const - Cap Exp	621,049		621,049				CAPITAL EXPENDITURE
Transfer From Drainage Reserve - Urban Stormwater Drainage - Cap Inc	(590,135)		590,135				CAPITAL INCOME
Male Oval New Carpark Const - Cap Exp	317,000		317,000				CAPITAL EXPENDITURE
Transfer From Carpark Reserve - Car Park Construction	(267,000)		267,000				CAPITAL INCOME
Hunter Street - Footpath Construction	131,000	131,000					CAPITAL EXPENDITURE
Hamersley St Upgrade Construction - Cap Exp	217,901	152,981	64,920				CAPITAL EXPENDITURE
Transfer From Road Reserve Road Construction - Cap Inc	(64,920)		64,920				CAPITAL INCOME
Morrell Park Road Maintenance Op Exp - Private Works	21,697		21,697				OPERATING EXPENDITURE
Transfer From Restricted Cash Reserve Private Wks Rd Const - Cap Inc	(21,697)		21,697				CAPITAL INCOME
BRAC Ovals Renewal Infra Works - Cap Exp - BRAC Ovals	45,456	45,456					CAPITAL EXPENDITURE
2017-2018 WANDRRA Events - Works Maint	50,000			50,000			OPERATING EXPENDITURE
Old Broome Estate - New Bus bay Construction - Cap Exp	21,278	21,278					CAPITAL EXPENDITURE
Palmer Road - Footpath Construction	20,300		20,300				CAPITAL EXPENDITURE
Roebuck Estate Subdivision - Various Stages	40,300		40,300				CAPITAL EXPENDITURE
Broome North Footpath New Const - Capex	92,633		92,633				CAPITAL EXPENDITURE
Six Seasons Estate - Januburu Subdivision - Various Stages	14,250		14,250				CAPITAL EXPENDITURE
Old Broome Estate Subdivision - Whole Estate - Various Paths	11,931		11,931				CAPITAL EXPENDITURE
Transfer From Footpath Reserve - Footpath Construction	(179,414)		179,414				CAPITAL INCOME
Broome New Street Light Construction - Cap Exp	122,500	122,500					CAPITAL EXPENDITURE
Street Lighting at Various Locations - Renewal	45,894	45,894					CAPITAL EXPENDITURE
Vehicle & Mob Plant Renewal (Replacement) - Cap Exp - Gen Admin	22,000	22,000					CAPITAL EXPENDITURE
Proceeds from Sale of Assets - Cap Inc - General Administration	(8,000)		8,000				CAPITAL INCOME
Proceeds from Sale of Assets - Cap Inc - Parks & Gardens Operations	(42,000)		42,000				CAPITAL INCOME
Vehicle & Plant Renewal(Replacement) - Cap Exp - P&G Operations	160,000	160,000					CAPITAL EXPENDITURE
Proceeds from Sale of Assets - Cap Inc - Works Operations	(65,000)		65,000				CAPITAL INCOME
Vehicle & Mob Plant Renewal(Replacement) - Cap Exp - Works Ops	200,000	200,000					CAPITAL EXPENDITURE

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 2019/20

Description	Carry Over Expenditure (\$)	Funding Source					Funding Type
		Muni	Reserve	Grants	Loans	Sale or Trade In	
Dep't Premier & Cabint Natural Disaster Grant - Cape Leveque Rd	(552,945)			-	552,945		OPERATING INCOME
Reticulation Control System New Exp - Cap Exp Parks & Ovals	40,500	40,500					CAPITAL EXPENDITURE
BRAC Ovals - P&G Maint	35,670	35,670					OPERATING EXPENDITURE
Town Beach Reserve Upgrade - Cap Exp - P&G	48,000	48,000					CAPITAL EXPENDITURE
Hunter St Renewal Rd Infra Const - Capex (was Herbert st)	667,849	667,849					CAPITAL EXPENDITURE
Regional Rd Group (RRG) Urban Rd Const Funding - Non Op Inc - Rd Const	(199,108)			-	199,108		CAPITAL INCOME
Town Beach - Design/Plans/Feasibility - Op Exp - Other Recreation & Sport	48,659	48,659					OPERATING EXPENDITURE
Drainage Consultant/Strategy - op Exp - Urban Stormwater Drainage	9,500	9,500					OPERATING EXPENDITURE
Shire Office Build Haas St Renewal - Cap Exp - Corp Gov	35,000	35,000					CAPITAL EXPENDITURE
KRO1 Building Renewal - Cap Exp - Office Prop Leased	357,000		357,000				CAPITAL EXPENDITURE
KRO2 Building Renewal - Cap Exp - Office Prop Leased	357,000		357,000				CAPITAL EXPENDITURE
Transfer From Building Reserve Leased Offices Un Clas	(714,000)		-	714,000			CAPITAL INCOME

Community & Economic Development

Haynes Oval Floodlighting Upgrade Infra - Capex	6,000	6,000					CAPITAL EXPENDITURE
Aquatic Infrastructure Renewal - Cap Exp - BRAC Aquatic	31,600	31,600					CAPITAL EXPENDITURE
Youth Bike Recreation Area - New Construction - Cap Exp	306,000	306,000					CAPITAL EXPENDITURE
Grant Program Expenses - Op Exp - Library (Income in 115480)	5,915			5,915			OPERATING EXPENDITURE
Grant Program Income - Op Inc - Library (Expense in 115280)	(5,915)			-	5,915		OPERATING INCOME
EDL sponsorship programme Reserve Funded - Op Exp - Other Governance	104,805		104,805				OPERATING EXPENDITURE
Transfer From EDL Sponsorship Reserve - Cap Inc - Other Gov	(104,805)		-	104,805			OPERATING EXPENDITURE
Economic Development Program Expense - Op Exp - Other Economic Services	7,294		7,294				OPERATING EXPENDITURE
Transfer From Restricted Cash Reserve - Other Economic Services	(7,294)		-	7,294			CAPITAL INCOME
VBFB Building New Const - Cap Exp - Volunteer Bush Fire Brigade	1,198,424			1,198,424			CAPITAL EXPENDITURE
Capital Grant Funding For Plant/Equip/ Buildings - Cap Inc - Volunteer Bush Fire Brigade	(1,200,000)			-	1,200,000		CAPITAL INCOME

TOTAL PROPOSED CARRYOVER EXP/(INC)

2,499,521	2,265,121	1,020,768	(786,368)	0	0
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