



Annual Report 2023-2024



What is the Annual Report?

As required by the Local Government Act 1995 and associated regulations, the Annual Report for 2023-2024 provides an overview of the operations, activities and major projects undertaken by the Shire for that period and includes major initiatives proposed to commence or to continue in the next financial year.

The performance of the Council is assessed against the Vision, Mission, Strategic Goals, Outcomes and Strategies as set out in the Shire of Broome Strategic Community Plan 2022-2032 and the Actions contained in the Corporate Business Plan 2023-2027.

These plans provide strategic focus for elected members and the organisation and affirm our commitments to the community.



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Acknowledgement of Country

Wirriya ngangaran liyan nyamba buru Yawuru

We hope you are feeling good in our Yawuru country

The Shire of Broome acknowledges the Yawuru people as the native title holders of the lands and waters in and around Rubibi (the town of Broome) together with all native title holders throughout the Shire.

We pay respect to the Elders, past, present and emerging, of the Yawuru people and extend that respect to all Aboriginal Australians living within the Shire of Broome.





Our Vision

Broome a future for everyone

Our Mission

To deliver affordable and quality
Local Government services.



Our Values

These are the values and behaviours that the Shire of Broome and the local community cares deeply about. We always strive to be:

P

Proactive, forward thinking, open-minded and innovative.

E

for Everyone; inclusive and welcoming of all people.

A

Accountable, transparent and ethical.

R

Respectful of everyone and everything.

L

Listening to people's needs and ideas; community focused.

S

Sustainable, aiming to meet present needs without compromising the ability for future generations to meet their needs.

Our Four Pillars



People

- Safety and security
- Public health and wellbeing
- Health and community services
- Housing
- Animal management
- Community buildings (Civic Centre)
- Sport and recreation (BRAC)
- Playgrounds, parks & reserves
- Library services
- Local history and heritage
- Festivals, events, art & culture
- Youth services
- Family & children services
- Seniors services
- Disability access
- Aboriginal history & heritage
- Volunteer support & recognition



Place

- Conservation and environment
- Sustainable practices
- Beaches and foreshore management
- Mosquito control
- Waste management
- Ranger services
- Natural disaster management
- Planning and building approvals
- Asset management
- Sealed roads
- Unsealed roads
- Street lighting
- Parking
- Streetscapes
- Footpaths, cycleways & trails
- Marine facilities
- Transport linkages



Prosperity

- Place activation
- Economic development
- Tourism attractions & marketing
- Telecommunications & internet
- Education and training
- Property investment portfolio management



Performance

- Governance
- Council's leadership
- Integrated planning and reporting
- Advocacy and lobbying
- Financial management / value for money
- Rates
- Risk management
- Human resource management
- Innovation & technology
- Information management
- Community consultation
- Communication
- Customer service

Statistics Snapshot 2023-24



\$45.15M

Value of Development Applications



\$68.31M

Est Value of Approved Building Applications



256

Building Applications



84

Planning Applications



27,990

Library Loans



52,528

BRAC Casual Pool Entries



26,763

Tonnes of Material Recycled



1.54km

New Footpaths



\$26,533

Kidsport Grants



70

New Australian Citizens



3,000ppl

Est Town Beach Christmas Party Attendance



18

Cable Beach Surf Rescues



483

Ranger Infringements



36

General Complaints Responded to/Resolved



Chinatown Wifi Usage

7496

333gb

Unique Client Devices

Data Transferred



CAPITAL WORKS PROGRAM

2023/24 : \$26.3M
2022/23 : \$11.7M
2021/22 : \$18M

2020/21 : \$23.8M
2019/20 : \$24.3M
2018/19 : \$24.5M

2017/18 : \$8.2M
2016/17 : \$10.6M
2015/16 : \$9.1M

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President's Report



The Shire of Broome's 2023-24 Annual Report demonstrates the balancing act required for consistent service delivery while investing in transformative capital projects during a challenging economic climate.

The Shire worked through significant challenges in 2023-24 caused by external factors, including CPI and interest rate increases, to continue to make Broome an even better place to live, work and visit.

We are proud of the notable progress of ongoing major initiatives during the past year and are excited to continue this momentum into the next financial year.

Key federal and state grants and independent industry support, resulting from our tireless work lobbying and advocating for the Shire's interests, have bolstered our achievements.

These grants have been instrumental in advancing our projects without spending additional ratepayer funds.

Current projects include the \$12.26 million Walmanyjun Cable Beach Foreshore Redevelopment Stage 1 works currently underway, which are almost wholly funded by grants, reserves, and borrowings.

In May 2024, the project received a further boost with the announcement of a \$26.3 million federal grant for Stage 2, which is scheduled to commence in 2025.

The funding comes from the Australian Government's \$400 million regional Precincts and Partnerships Program (rPPP), which funds the design and delivery of precincts, or 'places with purpose', to meet place-based community priorities.

The fact the Walmanyjun Cable Beach Foreshore Redevelopment is the only shovel ready project in Australia eligible for substantial Stream 2 rPPP funding is a testament to the Shire's extensive community consultation and commitment of our staff.

External funding also allows for community programs that benefit our town, such as Play the Broome Way, free school holiday activities and the A Sporting Chance diversionary program.

A Sporting Chance was a success from the start, attracting about sixty young people on each Friday night it was held. Thanks to additional funding from the Kimberley Development Commission, it was also extended to remote communities within the Shire.

A Sporting Chance complements actions in the Shire's Youth Plan supported by grant funding from Rio Tinto. These include, running school holiday events such as the Youth Forum and Skate Youth Week, collaborating with youth services, and facilitating the Youth Advisory Council.

Other significant community-focused projects entered their next phase, including the Broome Recreation and Aquatic Centre Redevelopment, which entered the detailed design stage.

One of the Shire of Broome's highest priority projects also came closer to fruition after the State Government announced it was providing \$7.6 million for the Sanctuary Village Holiday Park and Key Worker Accommodation.

The funding covers substantial costs for the Shire in carrying out the groundwork to prepare the project for an approved developer under a long-term lease agreement. An expression of interest to procure a lessee opened in June 2024.

While housing is not the local government's core business, the Shire is also working to guide the McMahon Estate, Cable Beach development, which will deliver more homes and open space for the Broome townsite.

The project has generated plenty of interest, and I would like to thank everyone who has been involved in the local structure plan consultation, including the members of the McMahon Estate Community Stakeholder Reference Group.

The Shire continued to support the arts, culture, and creative sectors. The Council adopted the Arts and Culture Strategy and Action Plan 2023-28 following a four-week community consultation period of the draft document.

Council also authorised the awarding of \$153,341 in Community Development Fund (CDF) grants to various community groups and events, funded by the Shire and Energy Developments Limited (EDL) - West Kimberley Community Fund.

On a personal note, I was honoured to be directly elected Shire President in the October 2023 Ordinary Election.

This was the first poll since the Council resolved to voluntarily move to elect the Shire President by a public vote rather than being chosen by the councillors. The October election was also the first since the Council resolved to move to a no-ward system.

Being chosen by the people for the first time has been an enriching experience, and I enjoy leading the rejuvenated Council.

Of course, I would like to thank Cr Desiree Male, who did an excellent job as Shire President during 2023 after Cr Harold Tracey's sudden resignation. I thank her for everything she has done for Broome so far, knowing that there is plenty more to come.

This annual report will provide more details of what the Shire has achieved over the last 12 months.

I appreciate your interest.

Shire President Chris Mitchell

CEO's Report



The Annual Report allows the community to review the Shire of Broome's operations, activities, major projects, and achievements over the past 12 months.

The Shire completed some vital infrastructure projects during 2023-24, including the new roundabout at one of Broome's worst traffic black spots, the intersection of Guy Street and Port Drive, the Broome Senior High School Car Park Project and drainage and roundabout works at the western end of Sanctuary Road.

The Sanctuary Road works paved the way for Stage 1 of the Walmanyjun Cable Beach Foreshore Redevelopment, which is now in full swing. On behalf of the Shire, I thank everyone for their patience as we undergo this transformational project to provide an all-season gateway to iconic Cable Beach.

The Walmanyjun Cable Beach Foreshore Redevelopment resulted from extensive community consultation over the past decade. Community and stakeholder engagement is crucial in informing the Shire's priorities and project outcomes.

During 2023-24, we conducted a series of thorough public consultations, including the biannual Community Scorecard. Nearly 1,200 community members shared valuable feedback on our town through the comprehensive survey, which will play a crucial role in shaping the Shire's future priorities.

Additionally, the Shire requested public input on several important projects and strategies.

We hired the urban planning consultancy Hames Sharley to facilitate community engagement for the initial stage of the McMahon Estate Local Structure Plan project. The engagement allowed the community to provide feedback through various channels, resulting in high levels of interest. Additionally, we conducted the first meeting of the newly established McMahon Estate Community Stakeholder Reference Group (CSRGR), which involved a walking tour around the site.

We also continued community workshops and engagement on the Old Broome/Chinatown and Cable Beach Precinct Structure Plans and the Town Beach Foreshore Management Plan.

Extensive community and stakeholder consultation also led to the creation of the Draft Animal Management Plan, and Council adopting both the Arts and Culture Strategy and Action Plan 2023 and the new Disability Access and Inclusion Plan (DAIP) for 2023-2028.

I encourage everyone to provide input on what the Shire is doing by engaging with the organisation through the Have Your Say section on the Shire website.

The Shire has accomplished many other things over the past 12 months, of which the organisation can be proud.

Our advocacy efforts led to two of our key projects receiving substantial government funding, including \$26.3 million in Federal Government funding for Stage 2 of the Walmanyjun Cable Beach Foreshore Redevelopment.

The Shire also secured \$7.6 million from the State Government for the Sanctuary Village Holiday Park and Key Worker Accommodation, which represents significant costs to carry out headworks to make the project shovel ready for an approved developer under a long-term lease agreement.

In November 2023, we witnessed the culmination of years of Shire lobbying efforts, which resulted in the state government allocating \$9.7 million to upgrade the Water Corporation's new Broome North Water Resource Recovery Facility. This upgrade enables the facility to provide non-potable water to the town, eliminating the need to use town water for irrigating sporting fields and the golf course. As a result, the Shire of Broome and Broome Golf Club have been spared from incurring annual watering costs of \$400,000 and \$800,000 respectively.

The Shire provides \$153,341 through Community Development Fund (CDF) grants to not-for-profit organisations, charities, service providers, tourism businesses, and event organisers to deliver various initiatives. Such funding boosts the local economy, creates jobs, and supports those selfless organisations that embody Broome's social fabric.

The Shire also uses local contractors and suppliers where possible to keep money in the community. In 2023-24, our local spending was just under \$21 million, or 63 per cent of our total spending, compared to 61 per cent in 2022-23.

Other 2023-24 highlights included the Council delegation to our Japanese sister city, Taiji for the first time since 2018. At an Ordinary Meeting of Council members were chosen to represent Broome and demonstrate appreciation and commitment to the 43-year sister city relationship. Upon arriving in Taiji, the delegation was overwhelmed by the warm welcome and the high regard in which Broome is held.

Staff also had the pleasure of attending cultural immersion training with Walaja Cultural Experience, led by Yawuru Elder Di Appleby.

This year we realised one of our actions from the Corporate Communication and Engagement Strategy 2022-2027, a short video showing our staff and Council working hard to deliver quality services and facilities to our community with the aim of achieving our vision – Broome, A Future for Everyone.

I hope this Annual Report will also show you the results and achievements of our efforts.

Sam Mastrolembo,
Shire Chief Executive Officer

About Council

Councillors are elected for a four-year term, with half of their terms expiring every two years. Local Government Elections are usually held on the third Saturday in October every other year. The October 2023 general election brought the first significant change to the Council's lineup for several years, with four new councillors filling the four vacant positions. The election also saw veteran Councillor Chris Mitchell become Broome's first popularly elected Shire President.

In March 2024 an extraordinary election was held to fill a remaining seat, vacated by former Shire President Harold Tracey who was not up for re-election in October 2025. The election of Councillor Sean Cooper saw the Council regain its full nine-member complement for the first time since 2021.

Local Government Reforms

In 2022, the Broome Shire Council resolved to voluntarily move to elect the Shire President by a public vote rather than being chosen by the councillors. The move resulted from reforms announced by Local Government Minister John Carey on July 3, 2022, which compelled Band 1 and 2 local governments to hold direct elections for City mayors and Shire presidents.

The first such election was held in October 2023, which saw Cr Chris Mitchell elected as Shire President and holder of one of the nine Council seats.

The October 2023 general election was also the first after the Council resolved to endorse the Shire of Broome Review of Wards and Representation Discussion Paper and commence the review of its ward boundaries.

While the Shire of Broome was not required to abolish its ward system, the continued decline in the number of electors in the Dampier Ward led the Council to unanimously resolve to move to a no-ward system and maintain the current level of representation at the Ordinary Meeting of Council on December 15, 2022.





Cr Chris Mitchell
Shire President
Term: 2027



Cr Desiree Male
Deputy Shire President
Term: 2025



Cr Sean Cooper
Term: 2025



Cr Jan Lewis
Term: 2027



Cr Johani Mamid
Term: 2027



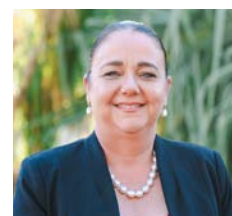
Cr Philip Matsumoto
Term: 2025



Cr Ellen Smith
Term: 2027



Cr Peter Taylor
Term: 2025



Cr Melanie Virgo
Term: 2027

Councillor Meeting Attendance

Council is the Shire's decision-making body and usually meets on the last Thursday of every month at 5pm.

The number of Council meetings held during the financial year ended June 27, 2024. The number of those meetings attended by each Elected Member, including those elected in October 2023 and March 2024 is as follows:

Councillor	Ordinary Council Meeting (11)	Special Council Meeting (5)	Annual Electors' Meeting (1)	Audit & Risk Committee Meeting (5)
Cr Chris Mitchell (Deputy Shire President until 21/1/23 then elected Shire President)	11	5	-	5
Cr D Male (President until 21/10/23 then elected as Deputy Shire President)	11	4	1	4
Cr S Cooper (from 31/03/23)	4	1	-	-
Cr E Foy (term ended 21/10/23)	3	-	1	-
Cr J Lewis	7	4	1	-
Cr J Mamid	6	3	1	-
Cr P Matsumoto	11	5	1	-
Cr B Rudeforth (term ended 21/10/23)	5	-	1	-
Cr E Smith	6	4	1	-
Cr P Taylor	11	4	1	4
Cr M Virgo	7	3	1	4

Profile of Council Members	Age	M	F	Aboriginal or Torres Strait Islander
Between 18 years and 24 years	-	-	-	-
Between 25 years and 34 years	-	-	-	-
Between 35 years and 44 years	3	1	2	1
Between 45 years and 54 years	2	1	1	-
Between 55 years and 64 years	1	1	-	-
Over the age of 64 years	3	2	1	1

* Current council



Executive



Sam Mastrolembro
Chief Executive Officer

- Elected Member Support
- People and Culture
- Media and Promotions
- Special Projects
- Occupational Health and Safety
- Community Development
- Community Engagement
- Place Activation



James Watt
Director Corporate Services

- Administration
- Governance
- Finance
- Information Services
- Customer Service
- Rates
- Integrated Strategic Planning
- Community Facilities



Jeremy Hall
Director Infrastructure

- Engineering and Civil Operations
- Landscape and Open Space
- Asset Management
- Waste Services
- Works Administration



Keith Williams
Director Development Services

- Town Planning and Building
- Environmental Health
- Economic Development
- Rangers and Emergency Services

About Broome

The Shire of Broome has an extraordinary prehistoric presence preserved by isolation. It has fossilised dinosaur tracks that were pressed into the earth 130 million years ago, some of the oldest recorded Aboriginal art in Australia and the earliest recorded European visits.

The Shire of Broome is located in the Kimberley covering approximately 56,000 square kilometres. The town of Broome is situated on the end of a peninsula, surrounded by ocean, and land-locked by distance, some 2,200 kilometres north of Perth. White sandy beaches are framed on one side by blue ocean waters and on the other by red pindan soils, providing a stunning backdrop for recreational, cultural and tourist activities.

Founded as a pearling port over a hundred years ago, Broome boasts a multicultural population with Koepanger, Malay, Chinese, Japanese, European and Aboriginal cultures all blended to create Broome's captivatingly friendly and flamboyant character. Around 28% of residents identify as Aboriginal or Torres Strait Islander. This is significantly higher than Western Australia (3.9%) and illustrates the central and significant position of Aboriginal people in the character and culture of the Broome community and economy.

Broome is the service and trade hub of the region, servicing agricultural, pastoral, mining and oil, gas production, and conservation jobs across the Kimberley. It also serves as the gateway for tourists and visitors to the Kimberley, including international visitors by cruise ship and aircraft.

The Shire of Broome was home to 16,959 people in 2021 and current projections indicate the population will reach 18,591 by 2031. However, the seasonal population of Broome can at times far exceed its residential population. Accounting for tourism visitors,

short-stay workers, business travellers and other workers, and people from around the Kimberley and North West using Broome as a base, the population of Broome can fluctuate as high as 50,000 people on any given day.

The residential population of the Shire is younger than the rest of Western Australia, with the median age at 34 years old, compared to Western Australia median of 38 years, and 0-14 years accounting for almost one in four residents.

In contrast, Broome has a significantly lower share of residents aged 65 and over and has a below average share of people aged 15-24. This is linked to a trend in regional towns of sending older students to Perth and other locations for secondary and tertiary education.

The socio-economic attributes of the Broome population are marginally below national averages, primarily owing to the Shire's relative remoteness and lower access by households to economic resources.

Despite this, personal wage and salary incomes are generally higher than the rest of Western Australia, with a median personal weekly income of \$1,078 in 2021; which is \$230/week higher than the State average.

In 2023, the Shire of Broome was home to almost 9,303 jobs, up from 8,336 jobs in 2022, up from 7,400 in 2016 and 5,965 in 2006. The Health Care & Social Assistance industry sector is the largest employer in the Shire of Broome, with 1,604 jobs which represents 17.25% of total employment.

2023-24 Year in Review

This report summarises the Shire of Broome's progress during the 2023-24 Financial Year toward attaining the goals, outcomes and strategies set out in the Shire's Strategic Community Plan 2023-33.





Walmanyjun Cable Beach Foreshore Redevelopment

The redevelopment of Walmanyjun Cable Beach Foreshore represents a golden opportunity to expand Broome's peak season by stimulating commercial and tourism activation and ensuring one of our high-quality natural assets remains a global drawcard.

Stage 1 works are progressing and will run through to the end of 2024. The work has already transformed the area behind the Surf Club by undergrounding the drainage network adjacent to the car park to create additional space for a vibrant youth hub.

Highlights will include new beach access stairs and vehicle ramp, coastal protection works, shade structure, lookout, more accessible pathways and lighting between the car park and surf club, and a new promenade linking the surf club and Cable Beach House restaurant.

Procurement for the fully-funded Stage 1 was divided into two processes to allow for the commencement of initial drainage and roundabout works. A further procurement process was undertaken for the balance of Stage 1, with work commencing in April 2024.

Stage 2 has received \$26.3 million in Federal Government rPPP grant funding. Planning for its delivery is underway, with procurement expected in 2024 and construction to follow as soon as possible.



With drainage works now complete, work has begun on transforming the area behind the Broome Surf Life Saving Club into a beautiful and more accessible gateway fitting of the world-renowned Cable Beach.



Broome Recreation and Aquatic Centre Redevelopment

The redevelopment of the Broome Recreation and Aquatic Centre (BRAC) is part of the BRAC Master Plan. It will have important economic and social benefits, and is the highest infrastructure priority for the Broome community.

The goal is to attract increased visitation and provide more access to a wider range of user groups.

The Shire of Broome has invested \$875,000 in detailed designs and committed \$5.6 million to construction. The Shire is seeking funding of \$21.4 million from the State and Federal Governments.



Highlights include:

- Gym - A well-equipped gym and functional training area will promote a healthy and active lifestyle.
- Indoor playground - A first for Broome, this air-conditioned play space for energetic 1 to 6-year-olds will be equally welcomed by their parents.
- Creche - The upgraded and relocated creche will ensure the kids are happy.
- Change rooms - refurbished changerooms and family change station.
- Multi-purpose room - Large air-conditioned space for fitness classes, recreational programs, after-school care, and circus activities.

- Squash courts - Additional third court to expand matches, training and to host regional events.
- Café - Upgraded café that provides healthy food and beverage options and seating.
- Upgrade of reception foyer and administration.

The Shire of Broome has invested \$875,000 in detailed designs and committed \$5.6 million to construction. The Shire is seeking funding of \$21.4 million from the State and Federal Governments.



Our People

Environmental Health

The role of the Shire of Broome environmental health officers is to manage and provide education on public environmental health risks in areas such as food safety, public buildings, lodging houses, caravan parks, aquatic facilities, drinking water, water reuse, skin penetration, property conditions and mosquito control. During 2023-24, the team liaised with the Department of Health WA and local agencies to address issues of public concern in the public health realm through Shire-facilitated fortnightly meetings.



Broome Civic Centre

It was another busy year for the Broome Civic Centre. Attendances increased with plenty of Shire-presented performances, local not-for-profit group events and shows, corporate events, and private hires. A continued focus on asset management and renewal ensures the facility will continue to host a broad range of events.

Broome Public Library

The Broome Public Library is a thriving education and community hub that provides services to residents and visitors. Along with traditional book loans, a wide range of electronic services, informational talks, and programs for toddlers, youth, and seniors are hugely popular. In 2023-24 the library accommodated 27,990 visitors, and processed 77,168 loans and 9,389 computer hires.





Sport and Recreation

Participation in sport and recreation continues to grow in Broome, with the Shire acutely aware that the provision of relevant infrastructure is critical for our community.

The Broome Recreation and Aquatic Centre is a much-loved community hub for families, youth and sporting groups – and the home for sport in Broome. Its increasing popularity has established a need to extend the dry-side area, which will include a community gym, training rooms, multipurpose rooms, 3 squash courts, creche, indoor children's playground, café and an indoor seating area. Detailed designs are now complete and the Shire is actively seeking funding for construction from the State and Federal Government.



52,528

^ +10%

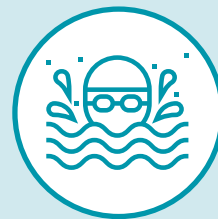
BRAC pool entries
(casual, swim lessons, aqua)



10,041

^ +22%

Group fitness



4,344*

▼ -18%

Swim lessons
attended



2,578

^ +42%

Bookings for
squash courts
(hours usage)



2,108

^ +0.14%

Basketball
shoot arounds



636

Same as
previous

Participants in
social badminton



1037

^ +7%

School holiday
program
participants



\$26,533

Kidsport Funding
187 recipients

^ +94%

Our People



Animal Management Plan

The Shire complete the Animal Management Plan, which included a reassessment and additional clarity around dog off-leash areas. Extensive consultation took place with key stakeholders and the community in the development of the plan. This resulted in an extension to the original timeframes. The draft plan was advertised for informal community feedback, and workshops were held.

A Sporting Chance

The A Sporting Chance program, in collaboration with key stakeholders, successfully attracted up to sixty participants each Friday night. Participants took part in a range of activities and enjoyed nutritious meals. With additional funding secured from the Kimberley Development Commission, the program was extended to remote communities. The program also led to casual job opportunities for local youth.



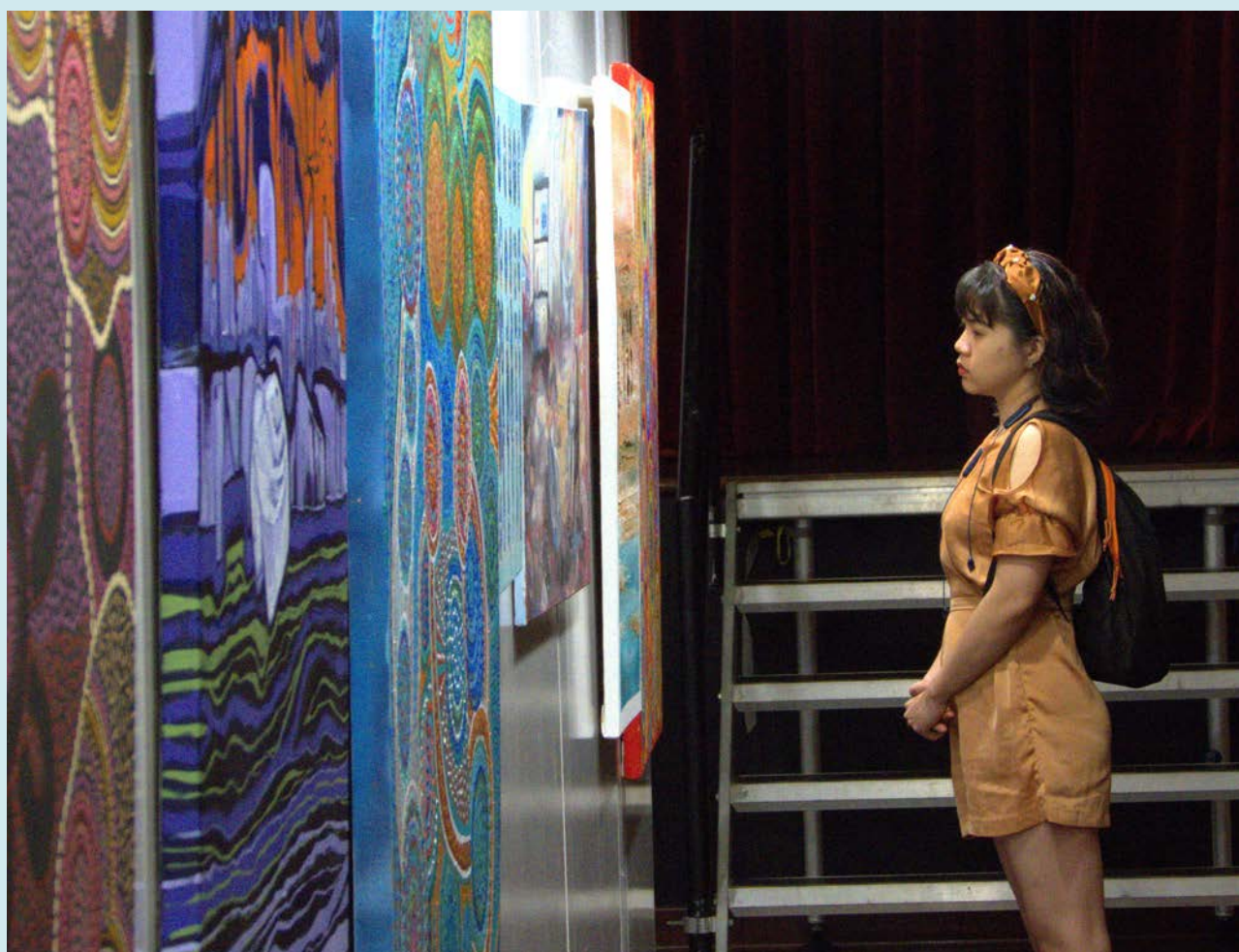


Taiji Visit

In May 2024 a Council delegation visited our Japanese sister city, Taiji for the first time since 2018. The Council nominated Deputy Shire President Desiree Male, Councillor Melanie Virgo and Councillor Phillip Matsumoto to represent the Shire. They were joined by Shire President Chris Mitchell and CEO Sam Mastrolembro, who travelled at their own expense to demonstrate the Shire's appreciation and commitment to the 43-year Sister-City relationship. Upon arriving in Taiji, they were warmly welcomed at a civic reception, participated in cultural walks and school visits.

Arts & Culture Strategy

The Shire commenced delivery of actions in the Arts and Culture Strategy including engagement with art & interpretive consultants for Walmanyjun Cable Beach Foreshore Redevelopment, review of Shire art collection and public art, partnering with Kimberley Arts Network to deliver school holiday programs, funding for arts and culture initiatives and facilitation of the Arts and Culture Community Reference Group.



Our People

Women's World Cup Trophy Tour

The Shire partnered with FIFA to coordinate the Broome leg of the FIFA Women's World Cup Trophy Tour, on Cable Beach, attended by hundreds of locals and visitors in July 2023.

Activities included key note speeches, FIFA special guest Q&A, entertainment, football activations, a gelato cart and an opportunity to get up close to the trophy.



Nursery

The Shire nursery has provided approximately 800 native plants to community members/groups through giveaways during 2023-24. The nursery has also been cultivating seedlings from local native plant stock for landscaping works around the Walmanyjun Cable Beach Foreshore Redevelopment.





Joint Ranger and Police Patrols

Where possible, Shire rangers and police have successfully completed joint patrols and exercises. In cases where joint patrols were not possible, patrols were undertaken by rangers and police separately. Joint exercises have deterred illegal camping, littering, and drinking in public places.

Volunteer Expo

The Shire partnered with Broome Circle to host the Volunteer Expo as part of Volunteer Week in May 2024. The free community event was held at Spinifex Brewery and was open to everyone, including seasoned volunteers and those considering getting involved in their local community for the first time.



Our People

Customer Service Charter

The Customer Service Charter includes the Shire's vision and values and is available in the Shire Administration Building. The document is complemented by the Quarterly Marketing Campaign video, which is shown at reception.



Quarterly Marketing Campaign Video

One of the actions from the Corporate Communication and Engagement Strategy 2022-2027 was the three-minute video that showcases the Shire's valuable contribution to the community. Filmed by local company Queen Tide Creative, the video has been used to advertise and promote the Shire on social media platforms. Shorter versions have been created to show at the historic Sun Picture Theatre and to assist Human Resources in showing the Shire's diverse employment options.



Walaja Cultural Experience

Shire staff members participated in cultural immersion training with Walaja Cultural Experience, led by Yawuru Elder Di Appleby. The session included a walk from the Shire Administration Building to Kennedy Hill lookout with cultural advisors who pointed out historical sites within Broome and the natural landscape. The training was then concluded with a classroom experience, where open discussions and questions were encouraged.



Citizenship



6

Australian
citizenship
ceremonies



70

New Australian
citizens



23

Countries of
origin

Our Place

McMahon Estate Structure Plan

The Shire of Broome is preparing a plan to guide the development of the McMahon Estate, Cable Beach. The project's primary focus will be to deliver housing for Broome.

The project was listed as an action in the Shire's Local Planning Strategy which suggested the preparation of a structured plan that considers:

- Affordable housing and open space
- Improved connectivity with a focus on safe streets and connections
- Integration of drainage using water-sensitive urban design principles.

The first project stage, site analysis and initial engagement, commenced in March 2024 and involved seeking input from the community and stakeholders to develop the site's concept plan.

A contract with urban planning consultancy Hames Sharley was executed for the community engagement and preparation of the McMahon Estate - Local Structure Plan.

Documents outlining site context, opportunities and constraints were prepared and the first rounds of the McMahon Estate Community Stakeholder Reference Group (CSRG), which included a site walk-around.

The Shire also invited community feedback, which attracted high levels of interest.



Sanctuary Village Holiday Park and Key Worker Accommodation

The Shire secured \$7.6 million from the State Government for this high-priority project to provide affordable housing for key workers.

The funding represents significant costs for the Shire to carry out headworks to make the project shovel ready for an approved developer under a long-term lease agreement. An EOI to procure a lessee opened in June 2024.

As well as key-worker housing, Sanctuary Village will encompass tourist camping, cabins and caravan sites, and relocatable residential dwellings for key workers.

The fully flexible site and relocatable home designs will allow accommodation purposes to be altered over time, depending on local demand and supply.

The Shire has continued advocating for the remaining funding requirement with the State and Federal Governments.



Our Place

North Water Resource Recovery Facility upgrade

The Water Corporation upgraded the Broome North Water Resource Recovery Facility (WRRF) to provide non-potable water to the town. The new plant replaced the Broome South WRRF, from which the Shire obtained free treated effluent to irrigate Haynes Oval, the Broome golf course, BRAC sports grounds, and St Mary's College playing fields.

The decision to close that facility meant the Shire and Broome Golf Club were faced with having to switch to the town water scheme at approximately \$400,000 and \$800,000 annually, respectively, which would have significantly burdened the Shire's annual budget.

However, after sustained lobbying by the Shire over several years, the state government announced a \$9.7 million allocation for the new non-potable water scheme to replace the effluent reuse water scheme.

The Shire will continue to liaise with the Water Corporation on opportunities to improve or extend the supply and is finalising the water supply agreement with St Marys College.



Port Drive/Guy Street Roundabout

Despite initial delays caused by a shortage of available road construction companies in the Kimberley, work on installing a roundabout to make one of Broome's most notorious intersections was completed more than a month ahead of schedule.

The project was expected to run until October 12, 2023, during which time the intersection was closed to traffic. However, the availability of road surfacing equipment from the south of the state allowed the project to be completed at the end of August.

The \$1.4 million project received significant state government funding, including a \$520,000 Black Spot, and \$350,000 Road Project grants from Main Roads WA, and a \$125,000 contribution from Roads to Recovery grant funding through the Department of Infrastructure, Transport, Regional Development, Communications and the Arts.



Infrastructure



Drainage

Open drain/swale

44.04km

Pipe drainage

16.1km

Culverts

4.27km



Footpath

Total length

121.86km

New concrete
footpath installed

1.54km²



Roads

Total

393.25km

Sealed

217.71km

Unsealed

175.54km

Bitumen reseal
for 2023/24

60,976m²



Public Open Space

Grassed Areas

349,856m²

Garden beds

98,508m²

Retic lateral lines

47.07km

Retic main lines

18.49km

Water tanks

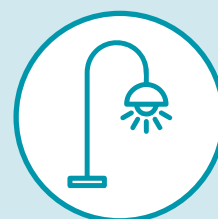
27

Drink fountains

49

Rubbish bins

216



458

Lighting

Total public open space
and street lights
(Shire maintained)

Sporting lights
(Haynes, Male, BRAC)

43

Waste and Recycling

Recycling



2,201

Tonnes of
steel



4,028

Tonnes of
concrete



6,640

Tonnes of
greenwaste



199

Tonnes of
glass



70

Tonnes of mixed recyclables
like plastics and cardboard



345

Tonnes of
tyres



26

Tonnes of
e-waste



39

Tonnes of
batteries

Kerbside Recycling Collection



1,438

Tonnes



138,529

Collections

Total Recycling



26,762

Tonnes

Landfill

Kerbside Waste Collection



4,763

Tonnes



335,247

Collections

Total Landfill



23,892

Tonnes

Our Place

Ranger Services

The Shire of Broome ranger team focuses on community safety by encouraging and ensuring compliance with relevant state and local laws, and providing support for the Emergency Services Team.

It takes an education-first approach where appropriate and follows up with regulatory actions as required.

In 2023-24, Rangers issued 483 infringements, compared to 777 notices in 2022-23.

The Shire Ranger team also partnered with RSPCA, SAFE Broome and local welfare agencies to host a Community Action Day in July 2023.

Free microchipping and pro-rata registrations were offered for local dogs, as well as free dog food and giveaways.



Planning Approvals

The shortage of rental properties in Broome remained a major concern for the Shire in 2023-24, with approvals for single dwellings almost halving. The table below shows that the number of single-dwelling building permits issued in 2023-24 was similar to 2022-23, which was almost half the previous financial year. However, this is still significantly higher than the four years leading to the COVID-19 pandemic.

Building Permits Issued	2015/16	2016/17	2017/18	2018/19	2019/20	2020/21	2021/22	2022/23	2023/24
Single dwellings (Class1a & 4)	78	23	31	20	14	76	87	45	46
Group dwellings	0	0	0	0	1	0	0	0	0
Additions (Class1a & 4)	14	13	16	3	80	23	17	20	10
Outbuildings (class 10a)	126	93	74	72	99	111	80	77	51
Commercial/Industrial (Class 5,6,8,9)	27	19	19	27	25	10	28	19	24
Pool (class 10b)	89	73	48	32	57	76	100	90	55
Tourist (class 3 & 1B)	1	0	1	0	1	1	5	7	2
Class 10b Other								89	
Demolition	5	5	6	6	9	9	5	4	3
TOTAL	340	226	195	160	286	306	322	351	191
TOTAL VALUE	\$60.5m	\$25.1M	\$28.3M	\$17.1M	\$41.9M	\$55.3M	\$80.8M	\$54.09M	\$68.31M



Our Prosperity

The Shire of Broome values our town's economic prosperity and seeks to support local businesses at all opportunities. The Shire works closely with the Broome Chamber of Commerce and Industry (BCCI). The Shire proudly sponsored the Kimberley Economic Forum held at the Civic Centre in September 2023.

The Shire partnered with BCCI and Nyamba Buru Yawuru (NBY) to produce the Broome: Building a Future for Everyone 2024 brochure, which details the projects completed in Broome over the last few years and shows the shovel-ready initiatives that are seeking Government funding to stimulate the local economy.

The Shire is also a long-term financial supporter of local community groups and organisations in the events and not-for-profit space. In June 2024, the Council approved \$153,341 in Community Development Fund (CDF) grants under Streams 1 and 2 to various groups.

The CDF earlier provided \$77,500 of Stream 3 to the Shinju Matsuri Festival for the 2024 event.

The second round of CDF Stream 1 and 2 grants assisted a diverse range of community organisations and events, including Incredible Edible, Broome Soccer Association, RSPCA WA, Sharing Stories Foundation Limited, Broome Town Band, Theatre Kimberley, Broome Bowling Club, and Bidyadanga Aboriginal Community, which will use its \$10,000 Stream 2 grant to pay artists and cover their travel expenses towards Bidyadanga Music Week events.

Local Priorities

The Shire of Broome uses local contractors and suppliers where possible to keep money in the community. In 2023-24, our local spending was 63 per cent, compared to 61 per cent in 2022-2023 and 55 per cent in 2021-22.

	Non Local Spend	Local Spend	Total Spend	Percentage Non Local Spend	Percentage Local Spend
Jul-23	\$707,997.58	\$908,490.57	\$1,616,488.15	44%	56%
Aug-23	\$1,180,733.15	\$2,014,686.86	\$3,195,420.01	37%	63%
Sep-23	\$731,302.99	\$1,819,075.63	\$2,550,378.62	29%	71%
Oct-23	\$1,176,173.36	\$2,005,734.40	\$3,181,907.76	37%	63%
Nov-23	\$778,320.35	\$2,507,686.34	\$3,286,006.69	24%	76%
Dec-23	\$1,113,296.32	\$1,582,406.22	\$2,695,702.54	41%	59%
Jan-24	\$944,250.68	\$1,515,785.80	\$2,460,036.48	38%	62%
Feb-24	\$501,019.72	\$1,487,196.66	\$1,988,216.38	25%	75%
Mar-24	\$685,814.62	\$1,693,194.63	\$2,379,009.25	29%	71%
Apr-24	\$1,119,895.09	\$1,504,449.33	\$2,624,344.42	43%	57%
May-24	\$2,360,215.86	\$1,181,101.61	\$3,541,317.47	67%	33%
Jun-24	\$925,260.70	\$2,766,544.36	\$3,691,805.06	25%	75%
Total	\$12,224,280.42	\$20,986,352.41	\$33,210,632.83	37%	63%





Our Performance

Compliance

Register of Complaints

During the period July 1, 2023 to June 30, 2024, no breach or complaint was registered under Part 5, Division 9 of the Local Government Act 1995.

Freedom of Information

The Shire of Broome is subject to the provisions of the Freedom of Information Act 1992.

The Shire processed 8 Freedom of Information (FOI) requests in 2023-24.

The Shire has reviewed its Information Statement Document, which is published on the Shire website as required under the FOI Act. For further information on the FOI process, visit

broome.wa.gov.au/Council/Governance/Freedom-of-Information

State Records Compliance

The Shire of Broome's amended Recordkeeping Plan (RKP) was signed off by the Shire CEO in July 2024. This five-year plan details the goals and strategies for recordkeeping within the Shire of Broome and demonstrates the

Shire's commitment to accurate and compliant recordkeeping practices as per the *State Records Act 2000*. Once the RKP has been endorsed by the WA State Records Commission, it will be published to the Shire website at

broome.wa.gov.au/Council/Publications-and-Reports/Strategic-and-Corporate-Reports.

Compliance and Training

The RKP details the Shire's induction and training program. In compliance with the State Records Act, and our own RKP, all Shire employees receive an induction and training in records and information management within the first two weeks of commencement. In 2023-24, the Records Coordinator delivered 36 inductions to new employees and 29 follow-up advanced training sessions in recordkeeping. All staff were required to attend a refresher training in recordkeeping in the week of April 10, 2024 and the Shire elected members were invited to a recordkeeping awareness and a FOI training sessions delivered by WALGA on June 4, 2024.

Risk Management

Risk Management Strategy and Procedures

The Shire has developed Risk Management Strategies and Procedures to align with best practice, Australian standards AS/NZS ISO 31000:2018, and provide clear definitions of risk assessment criteria, measures of likelihood, risk acceptance criteria and control ratings.

The Shire's risk management practices are intended to formally assess and document the commitment and objectives regarding managing uncertainty that may impact the Shire's strategies, goals or objectives as outlined in the Strategic Community Plan and Corporate Business Plan of Council.

The implementation of a cloud-based risk management system that provides the Shire with a single risk register progressed during 2022-23 and is expected to be fully operational by mid 2024.

The aim of the risk management program is heavily focussed on control assurance, with priority placed on those risks assessed to have the highest plausible consequence.

The Shire continues to work closely with Local Government Insurance Service (LGIS) on risk-related improvement initiatives and providing re-insurers confidence in the Shire's processes and procedures.

The Shire's property portfolio was revalued during the year to ensure that the sum insured remains adequate.

Disability Access and Inclusion Plan (DAIP)

The Disability Services Act 1993 requires all local governments and selected State Government agencies to develop a Disability Access and Inclusion Plan (DAIP).

After an extensive public consultation period, Broome Shire Council formulated and endorsed a new Disability Access and Inclusion Plan (DAIP) for 2023-28 in the July 2023 Ordinary Meeting of Council (OMC). The new plan replaces the 2018-23 document.

The Annual DAIP report, submitted in July 2022, outlined several initiatives demonstrating that the Shire is meeting its obligations in implementing the plan.

The initiatives delivered in 2023-24 have enhanced access and inclusion in the community and include:

- A new DAIP Working Group was formed and held meetings throughout the year, during

which key stakeholders received updates on deliverables.

- Key DAIP deliverables include \$17,500 received from Australian Sports Commission to host an all abilities come and try day to begin the 2025 sporting season.
- Installed senior's priority parking signs for two spaces at the library car park.
- Acquired a full-colour auto-focus video magnification system for the library to assist vision impaired people.
- Booked an AUSLAN interpreter for the community Christmas Party working with Visual Communications Consultants to interpret formalities and the carols segment.
- Partnered with BRAMS to host an Art Therapy Exhibition for International Day for People with Disability in December, 2024.
- Reporting has been conducted as required to the State Government.

Information Technology

The Shire is continually reviewing and implementing new technology to assist in streamlining operations and providing a positive return on investment use of technology for its internal and external stakeholders.

Highlights in this space over 2023-24 include:

- Completed the rollout of new laptops and monitors – the replacement of aged devices has seen a significant drop in Information Services support resources required to maintain the existing fleet whilst assisting in greatly improving the Shires Cyber Security maturity stance.
- Provided flexible options for the Shire's indoor workforce to perform duties from alternate locations without interruption to business services.
- Continued focus on the completion of the ICT Strategy Plan 2022-26.
- The rollout to refresh aged endpoints and replace the Point of Sale (POS) devices has been completed.
- Focus on increasing Cyber posture and further testing on remediations achieved.
- Review of the Shire's Town CCTV platform.
- Improvements to the Shire public event booking platform.
- Review of current data protection against Cyber threats.
- Review and increase the capacity of the Shire's network links at each Shire facility.

Our Performance

Employee Salary

In accordance with the Local Government (Administration) Regulations 19B (2)(b), the Shire of Broome is required to disclose in bands of \$10,000 the number of employees entitled to an annual salary package of \$130,000 or more.

Salary Range	2023-24
\$130,000 - \$140,000	0
\$140,000 - \$150,000	2
\$150,000 - \$160,000	0
\$160,000 - \$170,000	5
\$170,000 - \$180,000	1
\$180,000 - \$190,000	0
\$190,000 - \$200,000	0
\$200,000 - \$210,000	1
\$210,000 - \$220,000	0
\$220,000 - \$230,000	0
\$230,000 - \$240,000	2
Grand Total	11

Chief Executive Officer Remuneration

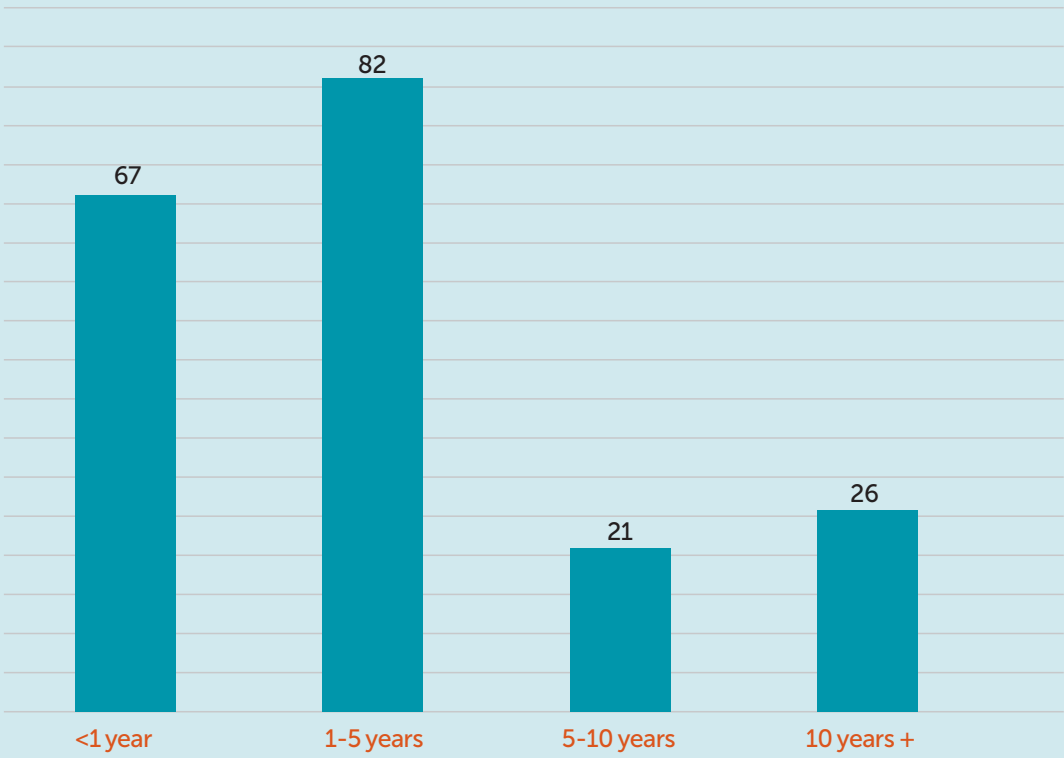
In accordance with the Local Government (Administration) Regulations 1996, Regulation 19B (2)(e) the remuneration provided to the CEO during the financial year was \$332,021

Employees

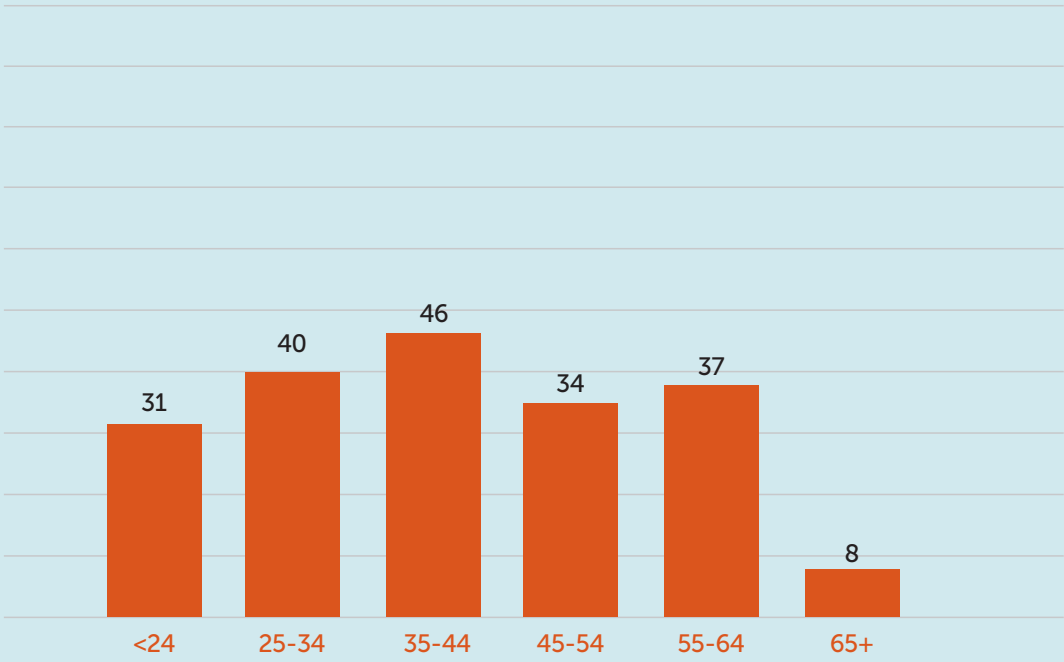
Gender	Casual	Full Time	Part Time	Total
Male	39	44	1	97
Female	20	78	14	99
Grand Total	59	122	15	196

Directorate	Casual	Full Time	Part Time	Total
CEO	9	12	3	24
Development	1	17	4	22
Corporate	47	32	7	86
Infrastructure	2	61	1	64
Grand Total	59	122	15	196

Employee Years of Service



Employee Age





2023/24 Financial Statements

For the year ended 30 June 2023

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

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

Broome - a future, for everyone

Principal place of business:
27 Weld Street
Broome WA 6725

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

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

STATEMENT BY CEO

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

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

Signed on the 5th day of December 2024



Chief Executive Officer

Salvatore Mastrolemba

Name of Chief Executive Officer

SHIRE OF BROOME
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2024

		2024	2024	Restated *
	NOTE	Actual	Budget	2023
		\$	\$	Actual
Revenue				
Rates	2(a),25	26,585,004	26,561,200	24,990,045
Grants, subsidies and contributions	2(a)	2,853,130	3,997,267	5,071,704
Fees and charges	2(a)	10,260,381	10,948,496	10,249,483
Interest revenue	2(a)	3,307,419	1,273,202	1,843,730
Other revenue	2(a)	1,569,079	1,275,664	1,623,088
		44,575,013	44,055,829	43,778,050
Expenses				
Employee costs	2(b)	(17,721,170)	(18,520,106)	(16,566,290)
Materials and contracts		(11,155,993)	(14,726,176)	(9,739,714)
Utility charges		(2,454,887)	(2,243,536)	(2,142,307)
Depreciation		(15,410,833)	(15,510,953)	(16,806,742)
Finance costs		(447,837)	(279,008)	(273,946)
Insurance		(808,032)	(879,464)	(1,011,767)
Other expenditure	2(b)	(2,637,510)	(1,763,771)	(1,534,050)
		(50,636,262)	(53,923,014)	(48,074,816)
		(6,061,249)	(9,867,185)	(4,296,766)
Capital grants, subsidies and contributions	2(a)	7,698,360	10,650,596	5,648,997
Profit on asset disposals		100,022	103,734	92,049
Loss on asset disposals		(115,383)	(57,034)	(96,025)
Fair value adjustments to financial assets at fair value through profit or loss	4(b)	2,102	0	4,607
Loss on revaluation of Infrastructure - landfill assets	9(a)	0	0	(340,297)
		7,685,101	10,697,296	5,309,331
Net result for the period	24(b)	1,623,852	830,111	1,012,565
Total comprehensive income for the period		1,623,852	830,111	1,012,565

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

* Refer to Note 29 - Correction of Prior Period Error



SHIRE OF BROOME
STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2024

	NOTE	2024 \$	Restated * 2023 \$	Restated * 2022 \$
CURRENT ASSETS				
Cash and cash equivalents	3	53,524,615	50,477,249	43,413,804
Trade and other receivables	5	2,570,892	1,750,652	2,015,721
Other financial assets	4(a)	96,154	96,154	0
Inventories	6	27,879	30,354	31,520
Other assets	7	576,111	160,912	225,940
TOTAL CURRENT ASSETS		56,795,651	52,515,321	45,686,985
NON-CURRENT ASSETS				
Trade and other receivables	5	134,560	82,550	48,671
Other financial assets	4(b)	2,003,696	1,946,454	1,347,255
Property, plant and equipment	8	87,529,274	87,047,673	86,054,785
Infrastructure	9	324,647,381	324,369,191	332,051,620
Right-of-use assets	11(a)	356,399	0	0
TOTAL NON-CURRENT ASSETS		414,671,310	413,445,868	419,502,331
TOTAL ASSETS		471,466,961	465,961,189	465,189,316
CURRENT LIABILITIES				
Trade and other payables	12	4,186,894	3,264,285	5,824,127
Other liabilities	13	7,112,533	5,489,456	2,628,768
Lease liabilities	11(b)	132,032	0	0
Borrowings	14	608,967	551,033	444,162
Employee related provisions	15	2,016,446	1,772,619	2,783,876
Other provisions	16	103,000	234,420	91,147
TOTAL CURRENT LIABILITIES		14,159,872	11,311,813	11,772,080
NON-CURRENT LIABILITIES				
Lease liabilities	11(b)	235,554	0	0
Borrowings	14	6,626,745	7,235,712	6,786,745
Employee related provisions	15	352,567	302,961	267,558
Other provisions	16	4,190,943	2,833,275	3,098,070
TOTAL NON-CURRENT LIABILITIES		11,405,809	10,371,948	10,152,373
TOTAL LIABILITIES		25,565,681	21,683,761	21,924,453
NET ASSETS		445,901,280	444,277,428	443,264,863
EQUITY				
Retained surplus		153,595,865	155,622,151	156,954,726
Reserve accounts	28	38,787,299	35,137,161	32,792,021
Revaluation surplus	17	253,518,116	253,518,116	253,518,116
TOTAL EQUITY		445,901,280	444,277,428	443,264,863

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

* Refer to Note 29 - Correction of Prior Period Error



SHIRE OF BROOME
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2024

	NOTE	RETAINED SURPLUS \$	RESERVE ACCOUNTS \$	REVALUATION SURPLUS \$	TOTAL EQUITY \$
Balance as at 1 July 2022		155,253,553	32,792,021	253,518,116	441,563,690
Correction of error	29	1,701,173	0	0	1,701,173
Restated balance at the beginning of the financial year		156,954,726	32,792,021	253,518,116	443,264,863
Comprehensive income for the period					
Restated Net result for the period		1,012,565	0	0	1,012,565
Restated total comprehensive income for the period		1,012,565	0	0	1,012,565
Transfers from reserve accounts	28	865,430	(865,430)	0	0
Transfers to reserve accounts	28	(3,210,570)	3,210,570	0	0
Restated balance as at 30 June 2023		155,622,151	35,137,161	253,518,116	444,277,428
Comprehensive income for the period					
Net result for the period		1,623,852	0	0	1,623,852
Total comprehensive income for the period		1,623,852	0	0	1,623,852
Transfers from reserve accounts	28	3,357,078	(3,357,078)	0	0
Transfers to reserve accounts	28	(7,007,216)	7,007,216	0	0
Balance as at 30 June 2024		153,595,865	38,787,299	253,518,116	445,901,280

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 2024

		2024	Restated
	NOTE	Actual	2023
		\$	Actual
		\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts			
Rates		26,299,580	25,124,787
Grants, subsidies and contributions		2,224,636	5,066,839
Fees and charges		10,031,607	10,223,565
Interest revenue		3,307,419	1,843,730
Goods and services tax received		2,567,995	2,059,329
Other revenue		1,569,079	1,623,088
		46,000,316	45,941,338
Payments			
Employee costs		(17,221,526)	(17,585,775)
Materials and contracts		(10,869,050)	(12,211,222)
Utility charges		(2,454,887)	(2,142,307)
Finance costs		(317,705)	(189,071)
Insurance paid		(808,032)	(1,011,767)
Goods and services tax paid		(2,265,374)	(2,404,945)
Other expenditure		(2,393,236)	(1,534,050)
		(36,329,810)	(37,079,137)
Net cash provided by operating activities	18(b)	9,670,506	8,862,201
CASH FLOWS FROM INVESTING ACTIVITIES			
Payments for financial assets at amortised cost - self supporting loans		(151,294)	0
Payments for purchase of property, plant & equipment	8(a)	(5,545,588)	(5,834,039)
Payments for construction of infrastructure	9(a)	(11,203,382)	(5,150,713)
Capital grants, subsidies and contributions		10,257,715	8,248,905
Proceeds from financial assets at amortised cost - self supporting loans		96,154	0
Proceeds from sale of property, plant & equipment		570,564	381,253
Net cash (used in) investing activities		(5,975,831)	(2,354,594)
CASH FLOWS FROM FINANCING ACTIVITIES			
Repayment of borrowings	27(a)	(551,033)	(444,162)
Payments for principal portion of lease liabilities	27(c)	(96,276)	0
Proceeds from new borrowings	27(a)	0	1,000,000
Net cash provided by (used in) financing activities		(647,309)	555,838
Net increase in cash held		3,047,366	7,063,445
Cash at beginning of year		50,477,249	43,413,804
Cash and cash equivalents at the end of the year	18(a)	53,524,615	50,477,249

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



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

	NOTE	2024 Actual \$	2024 Budget \$	Restated 2023 Actual \$
OPERATING ACTIVITIES				
Revenue from operating activities				
General rates	25	25,848,510	25,951,036	24,361,840
Rates excluding general rates	25	736,494	610,164	628,205
Grants, subsidies and contributions		2,853,130	3,997,267	5,071,704
Fees and charges		10,260,381	10,948,496	10,249,483
Interest revenue		3,307,419	1,273,202	1,843,730
Other revenue		1,569,079	1,275,664	1,623,088
Profit on asset disposals		100,022	103,734	92,049
Fair value adjustments to financial assets at fair value through profit or loss	4(b)	2,102	0	4,607
		44,677,137	44,159,563	43,874,706
Expenditure from operating activities				
Employee costs		(17,721,170)	(18,520,106)	(16,566,290)
Materials and contracts		(11,155,993)	(14,726,176)	(9,739,714)
Utility charges		(2,454,887)	(2,243,536)	(2,142,307)
Depreciation		(15,410,833)	(15,510,953)	(16,806,742)
Finance costs		(447,837)	(279,008)	(273,946)
Insurance		(808,032)	(879,464)	(1,011,767)
Other expenditure		(2,637,510)	(1,763,771)	(1,534,050)
Loss on asset disposals		(115,383)	(57,034)	(96,025)
Loss on revaluation of non-current assets		0	0	(340,297)
		(50,751,645)	(53,980,048)	(48,511,138)
Non cash amounts excluded from operating activities	26(a)	16,931,769	15,497,961	17,067,941
Amount attributable to operating activities		10,857,261	5,677,476	12,431,509
INVESTING ACTIVITIES				
Inflows from investing activities				
Capital grants, subsidies and contributions		7,698,360	10,650,596	5,648,997
Proceeds from disposal of assets		570,564	718,644	381,253
Proceeds from financial assets at amortised cost - self supporting loans	27(a)	96,154	96,154	0
		8,365,078	11,465,394	6,030,250
Outflows from investing activities				
Payments for financial assets at amortised cost - self supporting loans		(151,294)	0	(690,746)
Right of use assets received - non cash	11(a)	(463,862)	0	0
Purchase of property, plant and equipment	8(a)	(5,545,588)	(5,768,713)	(5,834,039)
Purchase and construction of infrastructure	9(a)	(11,203,382)	(20,506,044)	(5,150,713)
		(17,364,126)	(26,274,757)	(11,675,498)
Non-cash amounts excluded from investing activities	26(b)	463,862	0	0
Amount attributable to investing activities		(8,535,186)	(14,809,363)	(5,645,248)
FINANCING ACTIVITIES				
Inflows from financing activities				
Proceeds from borrowings	27(a)	0	2,350,507	1,000,000
Proceeds from new leases - non cash	27(c)	463,862	0	0
Transfers from reserve accounts	28	3,357,078	6,130,711	865,430
		3,820,940	8,481,218	1,865,430
Outflows from financing activities				
Repayment of borrowings	27(a)	(551,033)	(551,027)	(444,162)
Payments for principal portion of lease liabilities	27(c)	(96,276)	0	0
Transfers to reserve accounts	28	(7,007,216)	(4,445,042)	(3,210,570)
		(7,654,525)	(4,996,069)	(3,654,732)
Non-cash amounts excluded from financing activities	26(c)	(463,862)	0	0
Amount attributable to financing activities		(4,297,447)	3,485,149	(1,789,302)
MOVEMENT IN SURPLUS OR DEFICIT				
Surplus or deficit at the start of the financial year	26(d)	7,888,542	5,646,738	2,891,583
Amount attributable to operating activities		10,857,261	5,677,476	12,431,509
Amount attributable to investing activities		(8,535,186)	(14,809,363)	(5,645,248)
Amount attributable to financing activities		(4,297,447)	3,485,149	(1,789,302)
Surplus or deficit after imposition of general rates	26(d)	5,913,170	0	7,888,542

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

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

1. BASIS OF PREPARATION

The financial report of the Shire of Broome which is a Class 2 local government comprises general purpose financial statements which have been prepared in accordance with the *Local Government Act 1995* and accompanying regulations.

Local Government Act 1995 requirements

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

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

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

Critical accounting estimates and judgements

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

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

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

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

- Fair value measurement of assets carried at reportable value including:
 - Property, plant and equipment - note 8
 - Infrastructure - note 9
- Expected credit losses on other receivables - note 5
- Measurement of employee benefits - note 15
- Measurement of provisions - note 16

Fair value hierarchy information can be found in note 23

The local government reporting entity

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

All monies held in the Trust Fund are excluded from the financial statements.

Initial application of accounting standards

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

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

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

New accounting standards for application in future years

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

- *AASB 2014-10 Amendments to Australian Accounting Standards - Sale or Contribution of Assets between an Investor and its Associate or Joint Venture*
- *AASB 2020-1 Amendments to Australian Accounting Standards - Classification of Liabilities as Current or Non-current*
- *AASB 2021-7c Amendments to Australian Accounting Standards - Effective Date of Amendments to AASB 10 and AASB 128 and Editorial Corrections [deferred AASB 10 and AASB 128 amendments in AASB 2014-10 apply]*
- *AASB 2022-5 Amendments to Australian Accounting Standards - Lease Liability in a Sale and Leaseback*
- *AASB 2022-6 Amendments to Australian Accounting Standards - Non-current Liabilities with Covenants*

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

- *AASB 2022-10 Amendments to Australian Accounting Standards - Fair Value Measurement of Non-Financial Assets of Not-for-Profit Public Sector Entities*

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

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

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

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

2. REVENUE AND EXPENSES

(a) Revenue

Contracts with customers

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

Revenue Category	Nature of goods and services	When obligations typically satisfied	Payment terms	Returns/Refunds/Warranties	Timing of revenue recognition
Grants, subsidies and contributions	Community events, minor facilities, research, design, planning evaluation and services	Over time	Fixed terms transfer of funds based on agreed milestones and reporting	Contract obligation if project not complete	Output method based on project milestones and/or completion date matched to performance obligations
Fees and charges - licences, registrations, approvals	Building, planning, development and animal management.	Single point in time	Full payment prior to issue	None	On payment of the licence, registration or approval
Other revenue - private works	Contracted private works	Single point in time	Monthly in arrears	None	At point of service

Consideration from contracts with customers is included in the transaction price.

Revenue Recognition

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

For the year ended 30 June 2024

Nature	Contracts with customers	Capital grant/contributions	Statutory Requirements	Other	Total
	\$	\$	\$	\$	\$
Rates	0	0	26,585,004	0	26,585,004
Grants, subsidies and contributions	2,096,564	0	0	756,566	2,853,130
Fees and charges	9,377,975	0	643,025	239,381	10,260,381
Interest revenue	28,132	0	298,374	2,980,913	3,307,419
Other revenue	1,104,126	0	0	464,953	1,569,079
Capital grants, subsidies and contributions	0	7,698,360	0	0	7,698,360
Total	12,606,797	7,698,360	27,526,403	4,441,813	52,273,373

Restated

For the year ended 30 June 2023

Nature	Contracts with customers	Capital grant/contributions	Statutory Requirements	Other	Total
	\$	\$	\$	\$	\$
Rates	0	0	24,990,045	0	24,990,045
Grants, subsidies and contributions	1,397,220	0	0	3,674,484	5,071,704
Fees and charges	9,614,390	0	610,616	24,477	10,249,483
Interest revenue	0	0	228,677	1,615,053	1,843,730
Other revenue	841,306	0	0	781,782	1,623,088
Capital grants, subsidies and contributions	0	4,331,130	0	1,317,867	5,648,997
Total	11,852,916	4,331,130	25,829,338	7,413,663	49,427,047

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

2. REVENUE AND EXPENSES (Continued)

(a) Revenue (Continued)

	2024	2023
	Actual	Actual
	\$	\$
Interest revenue		
Financial assets at amortised cost - self supporting loans	77,931	25,671
Interest on reserve account	1,779,336	1,046,705
Trade and other receivables overdue interest	298,374	228,676
Other interest revenue	1,151,778	542,678
	3,307,419	1,843,730

The 2024 original budget estimate in relation to:
Trade and other receivables overdue interest was \$270,000.

Fees and charges relating to rates receivable

Charges on instalment plan	54,483	52,042
----------------------------	--------	--------

The 2024 original budget estimate in relation to:
Charges on instalment plan was \$56,100.

(b) Expenses

Auditors remuneration

- Audit of the Annual Financial Report	150,200	144,950
- Other services – grant acquittals	25,422	12,050
	175,622	157,000

Employee Costs

Employee benefit costs	16,598,714	12,716,195
Other employee costs	1,122,456	3,850,095
	17,721,170	16,566,290

Finance costs

Interest and financial charges paid/payable for lease liabilities and financial liabilities not at fair value through profit or loss	317,705	189,071
Provisions: unwinding of discount	130,132	84,875
	447,837	273,946

Other expenditure

Impairment losses on other receivables	244,274	0
Estimated remediation costs	1,196,000	0
Sundry expenses	1,197,236	1,534,050
	2,637,510	1,534,050

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

3. CASH AND CASH EQUIVALENTS

Note	2024	2023
	\$	\$
Cash at bank and on hand	53,524,615	50,477,249
Total cash and cash equivalents	53,524,615	50,477,249
Held as		
- Unrestricted cash and cash equivalents	7,624,783	9,850,632
- Restricted cash and cash equivalents	45,899,832	40,626,617
	53,524,615	50,477,249

MATERIAL 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 with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

Bank overdrafts are reported as short term borrowings in current liabilities in the statement of financial position.

Restricted financial assets

Restricted financial asset balances are not available for general use by the local government due to externally imposed restrictions. Restrictions are specified in an agreement, contract or legislation. This applies to reserve accounts, unspent grants, subsidies and contributions and unspent loans that have not been fully expended in the manner specified by the contributor, legislation or loan agreement and for which no liability has been recognised.

4. OTHER FINANCIAL ASSETS

(a) Current assets

Financial assets at amortised cost

Note	2024	2023
	\$	\$
	96,154	96,154
	96,154	96,154
Other financial assets at amortised cost		
Self supporting loans receivable	96,154	96,154
	96,154	96,154
Held as		
- Unrestricted other financial assets at amortised cost	96,154	96,154
	96,154	96,154

(b) Non-current assets

Financial assets at amortised cost

Financial assets at fair value through profit or loss

	1,899,732	1,844,592
	103,964	101,862
	2,003,696	1,946,454
Financial assets at amortised cost		
Self supporting loans receivable	1,899,732	1,844,592
	1,899,732	1,844,592
Financial assets at fair value through profit or loss		
Units in Local Government House Trust - opening balance	101,862	97,255
Movement attributable to fair value increment	2,102	4,607
Units in Local Government House Trust - closing balance	103,964	101,862

MATERIAL ACCOUNTING POLICIES

Other financial assets at amortised cost

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

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

Fair values of financial assets at amortised cost are not materially different to their carrying amounts, since the interest receivable on those assets is either close to current market rates or the assets are of a short term nature. Non-current financial assets at amortised cost fair values are based on discounted cash flows using current market rates. They are classified as level 2 fair values in the fair value hierarchy (see Note 23 (i)) due to the observable market rates).

Interest received is presented under cashflows from operating activities in the Statement of Cash Flows where it is earned from financial assets that are held for cash management purposes.

Financial assets at fair value through profit or loss

The Shire has elected to classify the following financial assets at fair value through profit or loss:

- debt investments which do not qualify for measurement at either amortised cost or fair value through other comprehensive income.
- equity investments which the Shire has elected to recognise as fair value gains and losses through profit or loss.

Impairment and risk

Information regarding impairment and exposure to risk can be found at Note 22.

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

5. TRADE AND OTHER RECEIVABLES

Current

	Note	2024 \$	2023 \$
Rates and statutory receivables		1,052,012	786,301
Trade receivables		1,336,602	663,392
Other receivables - infringements		244,390	32,860
GST receivable		132,815	435,436
Receivables for employee related provisions	15	49,347	61,437
Allowance for credit losses of rates and statutory receivables		0	(181,273)
Allowance for credit losses of trade receivables	22(b)	0	(47,501)
Allowance for credit losses of other receivables	22(b)	(244,274)	0
		<u>2,570,892</u>	<u>1,750,652</u>

Non-current

Rates and statutory receivables		93,817	57,373
Receivables for employee related provisions		40,743	25,177
		<u>134,560</u>	<u>82,550</u>

Disclosure of opening and closing balances related to contracts with customers

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

	Note	30 June 2024 Actual \$	30 June 2023 Actual \$	1 July 2022 Actual \$
Trade and other receivables from contracts with customers		1,244,172	663,392	1,172,126
Allowance for credit losses of trade receivables	5	0	(47,501)	(10,663)
Total trade and other receivables from contracts with customers		<u>1,244,172</u>	<u>615,891</u>	<u>1,161,463</u>

MATERIAL ACCOUNTING POLICIES

Rates and statutory receivables

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

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

Trade receivables

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

Other receivables

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

Measurement

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

Classification and subsequent measurement

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

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

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

Impairment and risk exposure

Information about the impairment of trade receivables and their exposure to credit risk and interest rate risk can be found in Note 22.

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

6. INVENTORIES

Current

Fuel and materials

Other inventories

2024	2023
\$	\$
21,441	20,025
6,438	10,329
27,879	30,354
30,354	31,520
(409,331)	(364,195)
406,856	363,029
27,879	30,354

The following movements in inventories occurred during the year:

Balance at beginning of year

Inventories expensed during the year

Additions to inventory

Balance at end of year

MATERIAL ACCOUNTING POLICIES

General

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

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

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

7. OTHER ASSETS

Other assets - current

Prepayments
 Accrued income

2024	2023
\$	\$
432,031	160,912
144,080	0
576,111	160,912

MATERIAL ACCOUNTING POLICIES

Other current assets

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

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

8. PROPERTY, PLANT AND EQUIPMENT

(a) Movements in Balances

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

	Total Property			Plant and equipment				
	Land	Buildings	Total Property	Furniture and equipment	Plant and equipment	Buildings - work in progress	Furniture and equipment - work in progress	Total property, plant and equipment
	\$	\$	\$	\$	\$	\$	\$	\$
Balance at 1 July 2022	5,130,000	71,067,550	76,197,550	2,085,175	5,969,927	1,785,447	16,686	86,054,785
Additions	0	3,315,592	3,315,592	330,379	1,593,128	594,940	0	5,834,039
Disposals	0	0	0	0	(315,404)	(32,073)	0	(347,477)
Depreciation	0	(2,806,702)	(2,806,702)	(663,305)	(1,023,667)	0	0	(4,493,674)
Transfers	0	1,410,294	1,410,294	16,686	0	(1,410,294)	(16,686)	0
Balance at 30 June 2023	5,130,000	72,986,734	78,116,734	1,768,935	6,223,984	938,020	0	87,047,673
Comprises:								
Gross balance amount at 30 June 2023	5,130,000	75,793,436	80,923,436	4,558,758	14,484,230	938,020	0	100,904,444
Accumulated depreciation at 30 June 2023	0	(2,806,702)	(2,806,702)	(2,789,823)	(8,260,246)	0	0	(13,856,771)
Balance at 30 June 2023	5,130,000	72,986,734	78,116,734	1,768,935	6,223,984	938,020	0	87,047,673
Additions	842,303	589,266	1,431,569	77,850	2,492,675	1,543,494	0	5,545,588
Disposals	0	0	0	0	(585,925)	0	0	(585,925)
Depreciation	0	(3,152,005)	(3,152,005)	(268,292)	(1,077,898)	0	0	(4,498,195)
Transfers	0	240,263	240,263	(212,564)	0	(7,566)	0	20,133
Balance at 30 June 2024	5,972,303	70,664,258	76,636,561	1,365,929	7,052,836	2,473,948	0	87,529,274
Comprises:								
Gross balance amount at 30 June 2024	5,972,303	76,622,965	82,595,268	4,424,044	15,641,808	2,473,948	0	105,135,068
Accumulated depreciation at 30 June 2024	0	(5,958,707)	(5,958,707)	(3,058,115)	(8,588,972)	0	0	(17,605,794)
Balance at 30 June 2024	5,972,303	70,664,258	76,636,561	1,365,929	7,052,836	2,473,948	0	87,529,274

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

8. PROPERTY, PLANT AND EQUIPMENT (Continued)

(b) Carrying Amount Measurements

Asset Class	Fair Value Hierarchy	Valuation Technique	Basis of Valuation	Date of Last Valuation	Inputs Used
(i) Fair Value - as determined at the last valuation date					
Land and buildings					
Land - vested in and under the control of Council	2 & 3	Market approach using recent observable market data for similar properties	Independent registered valuer	June 2022	Sales comparisons (level 2 and 3 inputs)
Buildings	2 & 3	Market approach using recent observable market data for similar properties	Independent registered valuer	June 2022	Sales comparisons per lettable area (level 2 inputs), depreciated replacement cost per unit area and estimated useful life (Level 3 inputs)

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

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

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

9. INFRASTRUCTURE

(a) Movements in Balances

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

	Infrastructure - roads	Infrastructure - footpaths, carparks & bridges	Infrastructure - drainage	Infrastructure - recreation areas	Infrastructure - other	Work in progress - roads, footpaths and bridges	Infrastructure - landfill assets	Work in Progress - recreation areas	Work in Progress - other infrastructure	Total Infrastructure
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Balance at 1 July 2022	203,973,379	24,698,820	42,714,555	38,777,498	16,849,841	599,152	2,711,510	1,726,865	0	332,051,620
Additions	1,232,329	561,146	72,314	750,508	395,850	656,096	0	1,453,446	29,024	5,150,713
(Disposals)	(37,752)	0	0	0	0	0	0	0	0	(37,752)
Revaluation (loss) / reversals transferred to profit or loss	0	0	0	0	0	0	(482,322)	0	0	(482,322)
Depreciation	(4,693,462)	(801,018)	(669,387)	(3,728,807)	(629,448)	0	(1,790,946)	0	0	(12,313,068)
Transfers	523,035	0	0	808,564	0	(523,035)	0	(808,564)	0	0
Balance at 30 June 2023	200,997,529	24,458,948	42,117,482	36,607,763	16,616,243	732,213	438,242	2,371,747	29,024	324,369,191
Comprises:										
Gross balance at 30 June 2023	205,690,991	25,259,966	42,786,869	40,336,570	17,245,691	732,213	3,067,695	2,371,747	29,024	337,520,766
Accumulated depreciation at 30 June 2023	(4,693,462)	(801,018)	(669,387)	(3,728,807)	(629,448)	0	(2,629,453)	0	0	(13,151,575)
Balance at 30 June 2023	200,997,529	24,458,948	42,117,482	36,607,763	16,616,243	732,213	438,242	2,371,747	29,024	324,369,191
Additions	4,297,690	1,246,310	853,926	1,489,303	223,093	144,735	0	2,908,875	39,450	11,203,382
Revaluation (loss) / reversals transferred to profit or loss	0	0	0	0	0	0	(99,884)	0	0	(99,884)
Depreciation	(4,750,113)	(833,081)	(685,407)	(3,785,528)	(694,308)	0	(56,738)	0	0	(10,805,175)
Transfers	649,657	82,556	642,774	642,774	(91,896)	(732,213)	95,987	(642,774)	(24,224)	(20,133)
Balance at 30 June 2024	201,194,763	24,954,733	42,286,001	34,954,312	16,053,132	144,735	377,607	4,637,848	44,250	324,647,381
Comprises:										
Gross balance at 30 June 2024	210,638,337	26,588,833	43,640,796	42,468,647	17,374,930	144,735	3,065,757	4,637,848	44,250	348,604,133
Accumulated depreciation at 30 June 2024	(9,443,574)	(1,634,100)	(1,354,795)	(7,514,335)	(1,321,798)	0	(2,688,150)	0	0	(23,956,752)
Balance at 30 June 2024	201,194,763	24,954,733	42,286,001	34,954,312	16,053,132	144,735	377,607	4,637,848	44,250	324,647,381

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

9. INFRASTRUCTURE (Continued)

(b) Carrying Amount Measurements

Asset Class	Fair Value Hierarchy	Valuation Technique	Basis of Valuation	Date of Last Valuation	Inputs Used
(i) Fair Value - as determined at the last valuation date					
Infrastructure - roads	3	Cost approach using current replacement cost	Independent registered valuer	June 2022	Construction costs and current condition (Level 2), residual values and remaining useful life assessments (Level 3) inputs
Infrastructure - footpaths, carparks & bridges	3	Cost approach using current replacement cost	Independent registered valuer	June 2022	Construction costs and current condition (Level 2), residual values and remaining useful life assessments (Level 3) inputs
Infrastructure - drainage	3	Cost approach using current replacement cost	Independent registered valuer	June 2022	Construction costs and current condition (Level 2), residual values and remaining useful life assessments (Level 3) inputs
Infrastructure - recreation areas	3	Cost approach using current replacement cost	Independent registered valuer	June 2022	Construction costs and current condition (Level 2), residual values and remaining useful life assessments (Level 3) inputs
Infrastructure - other	3	Cost approach using current replacement cost	Independent registered valuer	June 2022	Construction costs and current condition (Level 2), residual values and remaining useful life assessments (Level 3) inputs
Infrastructure - landfill assets	3	Cost approach using current replacement cost	Independent registered valuer	June 2023	Construction costs and current condition (Level 2), residual values and remaining useful life assessments (Level 3) inputs

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

Level 2 inputs are based on directly or indirectly observable information in active markets for identical assets or liabilities that the entity can access at the measurement date.

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

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

10. FIXED ASSETS

(a) Depreciation

Depreciation rates

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

Asset Class	Useful life
Buildings	10 - 80 Years
Furniture and equipment	4 - 10 Years
Plant and equipment	2 - 16 Years
Infrastructure - Roads	8 - 100 Years
Infrastructure - Footpaths, carparks & bridges	15 - 80 Years
Infrastructure - Drainage	50 - 80 Years
Infrastructure - Recreation areas	4 - 100 Years
Infrastructure - Other	4 - 100 Years
Infrastructure - Landfill assets	7 - 50 Years

(b) Fully Depreciated Assets in Use

The gross carrying amount of assets held by the Shire which are currently in use yet fully depreciated are shown in the table below.

	2024	2023
	\$	\$
Furniture and equipment	2,076,387	650,272
Plant and equipment	4,640,017	5,445,814
Infrastructure - recreation areas	0	281
	6,716,404	6,096,367

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

10. FIXED ASSETS (Continued)

MATERIAL ACCOUNTING POLICIES

Initial recognition

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

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

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

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

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

Measurement after recognition

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

Reportable Value

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

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

Revaluation

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

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

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

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

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

Depreciation

The depreciable amount of all property, plant and equipment and infrastructure, are depreciated on a straight-line basis over the individual asset's useful life from the time the asset is held ready for use. Leasehold improvements are depreciated over the shorter of either the unexpired period of the lease or the estimated useful life of the improvements.

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

Depreciation on revaluation

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

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

Impairment

In accordance with *Local Government (Financial Management) Regulations 17A(4C)*, the Shire is not required to comply with *AASB 136 Impairment of Assets* to determine the recoverable amount of its non-financial assets that are land or buildings classified as property, plant and equipment, infrastructure or vested improvements that the local government controls in circumstances where there has been an impairment indication of a general decrease in asset values.

In other circumstances where it has been assessed that one or more of these non-financial assets are impaired, the asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Gains or losses on disposal

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

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

11. LEASES

(a) Right-of-Use Assets

Movement in the balance of each class of right-of-use asset between the beginning and the end of the current financial year.

	Note	Right-of-use assets - plant and equipment	Right-of-use assets Total
		\$	\$
Balance at 30 June 2023		0	0
Additions		463,862	463,862
Depreciation		(107,463)	(107,463)
Balance at 30 June 2024		356,399	356,399
Gross balance amount at 30 June 2024		463,862	463,862
Accumulated depreciation at 30 June 2024		(107,463)	(107,463)
Balance at 30 June 2024		356,399	356,399

The following amounts were recognised in the statement of comprehensive income during the period in respect of leases where the Shire is the lessee:

		2024 Actual	2023 Actual
		\$	\$
Depreciation on right-of-use assets		(107,463)	0
Finance charge on lease liabilities	27(c)	(19,401)	0
Total amount recognised in the statement of comprehensive income		(126,864)	0
Total cash outflow from leases		(115,677)	0
(b) Lease Liabilities			
Current		132,032	0
Non-current		235,554	0
	27(c)	367,586	0

MATERIAL ACCOUNTING POLICIES

Leases

At inception of a contract, the Shire assesses if the contract contains or is a lease. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

At the commencement date, a right-of-use asset is recognised at cost and lease liability at the present value of the lease payments that are not paid at that date. The lease payments are discounted using the interest rate implicit in the lease, if that rate can be readily determined. If that rate cannot be readily determined, the Shire uses its incremental borrowing rate.

All contracts that are classified as short-term leases (i.e. a lease with a term of 12 months or less) and leases of low value assets are recognised as an operating expense on a straight-line basis over the term of the lease.

Details of individual lease liabilities required by regulations are provided at Note 27(c).

Right-of-use assets - measurement

Right-of-use assets are measured at cost. All right-of-use assets (other than vested improvements) under zero cost concessionary leases are measured at zero cost (i.e. not recognised in the Statement of Financial Position). The exception is vested improvements on concessionary land leases such as roads, buildings or other infrastructure which are reported at fair value.

Refer to Note 10 under revaluation for details on the material accounting policies applying to vested improvements.

Right-of-use assets - depreciation

Right-of-use assets are depreciated over the lease term or useful life of the underlying asset, whichever is the shorter. Where a lease transfers ownership of the underlying asset, or the cost of the right-of-use asset reflects that the Shire anticipates to exercise a purchase option, the specific asset is depreciated over the useful life of the underlying asset.

SHIRE OF BROOME
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
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12. TRADE AND OTHER PAYABLES

Current

Sundry creditors
 Prepaid rates
 Accrued payroll liabilities
 Bonds and deposits held
 Accrued liabilities

2024	2023
\$	\$
2,100,926	1,657,216
560,344	543,613
276,723	70,512
846,171	641,896
402,730	351,048
4,186,894	3,264,285

MATERIAL ACCOUNTING POLICIES

Financial liabilities

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

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

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

Trade and other payables

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

Prepaid rates

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

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

13. OTHER LIABILITIES

Current

Contract liabilities

Capital grant/contributions liabilities

Reconciliation of changes in contract liabilities

Opening balance

Additions

Revenue from contracts with customers included as a contract liability at the start of the period

The aggregate amount of the performance obligations unsatisfied (or partially unsatisfied) in relation to these contract liabilities was \$259,722 (Restated 2023: \$0)

The Shire expects to satisfy the performance obligations, from contracts with customers unsatisfied at the end of the reporting period, within the next 12 months.

Reconciliation of changes in capital grant/contribution liabilities

Opening balance

Additions

Performance obligations in relation to capital grant/contribution liabilities are satisfied as project milestones are met or completion of construction or acquisition of the asset.

	2024	Restated 2023
	\$	\$
Contract liabilities	259,722	0
Capital grant/contributions liabilities	6,852,811	5,489,456
	7,112,533	5,489,456
Opening balance	0	265,314
Additions	259,722	0
Revenue from contracts with customers included as a contract liability at the start of the period	0	(265,314)
	259,722	0
Opening balance	5,489,456	2,363,454
Additions	1,363,355	3,126,002
	6,852,811	5,489,456

MATERIAL ACCOUNTING POLICIES

Contract liabilities

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

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

Capital grant/contribution liabilities

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

Fair values for non-current capital grant/contribution liabilities, not expected to be extinguished within 12 months, are based on discounted cash flows of expected cashflows to satisfy the obligations using a current borrowing rate. They are classified as level 3 fair values in the fair value hierarchy (see Note 23(i)) due to the unobservable inputs, including own credit risk.

SHIRE OF BROOME
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FOR THE YEAR ENDED 30 JUNE 2024

14. BORROWINGS

	Note	2024			2023		
		Current	Non-current	Total	Current	Non-current	Total
		\$	\$	\$	\$	\$	\$
Loans - WATC		608,967	6,626,745	7,235,712	551,033	7,235,712	7,786,745
Total unsecured borrowings	27(a)	608,967	6,626,745	7,235,712	551,033	7,235,712	7,786,745

MATERIAL ACCOUNTING POLICIES

Borrowing costs

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

Fair values of borrowings are not materially different to their carrying amounts, since the interest payable on those borrowings is either close to current market rates or the borrowings are of a short term nature.

Borrowings fair values are based on discounted cash flows using a current borrowing rate. They are classified as level 3 fair values in the fair value hierarchy (see Note 23(i)) due to the unobservable inputs, including own credit risk.

Risk

Information regarding exposure to risk can be found at Note 22.

Details of individual borrowings required by regulations are provided at Note 27(a).

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

15. EMPLOYEE RELATED PROVISIONS

Employee Related Provisions

	2024	2023
	\$	\$
Current provisions		
Employee benefit provisions		
Annual leave	1,021,199	1,000,118
Long service leave	667,456	696,913
	1,688,655	1,697,031
Employee related other provisions		
Employment on-costs	327,791	75,588
	327,791	75,588
Total current employee related provisions	2,016,446	1,772,619
Non-current provisions		
Employee benefit provisions		
Long service leave	310,181	278,705
	310,181	278,705
Employee related other provisions		
Employment on-costs	42,386	24,256
	42,386	24,256
Total non-current employee related provisions	352,567	302,961
Total employee related provisions	2,369,013	2,075,580

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

Annual leave liabilities are classified as current, as there is no unconditional right to defer settlement for at least 12 months after the end of the reporting period. Assessments indicate that actual settlement of the liabilities is expected to occur as follows:

	Note	2024	2023
		\$	\$
Amounts are expected to be settled on the following basis:			
Less than 12 months after the reporting date		1,154,915	941,279
More than 12 months from reporting date		1,214,098	1,134,301
		2,369,013	2,075,580
Expected reimbursements of employee related provisions from other WA local governments included within other receivables	5	(49,347)	(61,437)

MATERIAL ACCOUNTING POLICIES

Employee benefits

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

Short-term employee benefits

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

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

Other long-term employee benefits

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

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

SHIRE OF BROOME
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
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16. OTHER PROVISIONS

	Provision for remediation costs	Total
	\$	\$
Opening balance at 1 July 2023		
Current provisions	234,420	234,420
Non-current provisions	2,833,275	2,833,275
	<u>3,067,695</u>	<u>3,067,695</u>
Recognition of remediation liability	1,196,000	1,196,000
Unused amounts reversed	(99,884)	(99,884)
Charged to profit or loss		
- unwinding of discount	130,132	130,132
Balance at 30 June 2024	<u>4,293,943</u>	<u>4,293,943</u>
Comprises		
Current	103,000	103,000
Non-current	4,190,943	4,190,943
	<u>4,293,943</u>	<u>4,293,943</u>

Other provisions

Amounts which are expected to be paid out within 12 months of the reporting date are classified as current. Exact timing of payment of non-current obligations is unable to be reliably estimated as it is dependent on factors beyond the control of the local government.

Provision for remediation costs

Shire of Broome recognised the future remediation liability for the waste management facility in the statement of financial position as it is probable that an outflow of obligation is certain and the amount at which the settlement will take place can be measured reliably. The liability is reported at the present value of the future net cash outflows that are expected to be required to settle the liability in the normal course of business as per *AASB 137 Provisions, Contingent Liabilities and Contingent Assets*. The restoration obligation has been estimated by an independent industry professional and the present value of the future restoration costs is to be reviewed annually and any changes in the estimate are to be reflected in the restoration provision at each reporting date.

Investigation of a potential contaminated site located at 20 Cable Beach Rd, Djugun, Landfill, Crown Reserve 42502, Cable Beach Road, Broome, confirmed contamination of the site.

A remediation plan has been developed and costs to remediate the site are currently estimated at \$1,196,000. A provision has been recognised for the value of the estimated remediation costs and expensed as other expenditure.

Unused provision amounts reversed were allocated against the loss on revaluation of the associated landfill asset.

MATERIAL ACCOUNTING POLICIES

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 FINANCIAL REPORT
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17. REVALUATION SURPLUS

	2024 Opening Balance	2024 Closing Balance	2023 Opening Balance	2023 Closing Balance
	\$	\$	\$	\$
Revaluation surplus - Land and Buildings	26,803,337	26,803,337	26,803,337	26,803,337
Revaluation surplus - Furniture and equipment	201,314	201,314	201,314	201,314
Revaluation surplus - Infrastructure - roads	148,085,836	148,085,836	148,085,836	148,085,836
Revaluation surplus - Infrastructure - footpaths, carparks & bridges	11,799,526	11,799,526	11,799,526	11,799,526
Revaluation surplus - Infrastructure - drainage	38,398,458	38,398,458	38,398,458	38,398,458
Revaluation surplus - Infrastructure - recreation areas	28,229,645	28,229,645	28,229,645	28,229,645
	253,518,116	253,518,116	253,518,116	253,518,116

SHIRE OF BROOME
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FOR THE YEAR ENDED 30 JUNE 2024

18. NOTES TO THE STATEMENT OF CASH FLOWS

(a) Reconciliation of Cash

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

	Note	2024 Actual \$	Restated 2023 Actual \$
Cash and cash equivalents	3	53,524,615	50,477,249

Restrictions

The following classes of financial assets have restrictions imposed by regulations or other externally imposed requirements which limit or direct the purpose for which the resources may be used:

- Cash and cash equivalents	3	45,899,832	40,626,617
		45,899,832	40,626,617

The restricted financial assets are a result of the following specific purposes to which the assets may be used:

Restricted reserve accounts	28	38,787,299	35,137,161
Contract liabilities	13	259,722	0
Capital grant liabilities	13	6,852,811	5,489,456
Total restricted financial assets		45,899,832	40,626,617

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

Net result		1,623,852	1,012,565
Non-cash items:			
Adjustments to fair value of financial assets at fair value through profit or loss		(2,102)	(4,607)
Depreciation/amortisation		15,410,833	16,806,742
(Profit)/loss on sale of asset		15,361	3,976
Loss on revaluation of fixed assets		0	482,322
Assets received for substantially less than fair value		0	(627,951)
Changes in assets and liabilities:			0
(Increase)/decrease in trade and other receivables		(872,250)	168,395
(Increase)/decrease in other assets		(415,199)	65,028
(Increase)/decrease in inventories		2,475	1,166
Increase/(decrease) in trade and other payables		922,609	(2,559,842)
Increase/(decrease) in employee related provisions		293,433	(975,854)
Increase/(decrease) in other provisions		1,326,132	(121,522)
Increase/(decrease) in other liabilities		1,623,077	2,860,688
Capital grants, subsidies and contributions		(10,257,715)	(8,248,905)
Net cash provided by/(used in) operating activities		9,670,506	8,862,201

(c) Undrawn Borrowing Facilities

Credit Standby Arrangements

Bank overdraft limit	700,000	700,000
Bank overdraft at balance date	0	0
Credit card limit	200,000	200,000
Credit card balance at balance date	(13,452)	(19,072)
Total amount of credit unused	886,548	880,928

Loan facilities

Loan facilities - current	608,967	551,033
Loan facilities - non-current	6,626,745	7,235,712
Total facilities in use at balance date	7,235,712	7,786,745

Unused loan facilities at balance date	NIL	NIL
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SHIRE OF BROOME
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FOR THE YEAR ENDED 30 JUNE 2024

19. CONTINGENT LIABILITIES

In relation to land owned, vested or leased the Shire of Broome has identified the following sites where there may be possible sources of contamination. At the date of this report the Shire is yet to conduct investigations to ascertain the value and timing of remediation works.

1. 8 Napier Tce, Broome, 6725, Former Landfill, Crown Reserve 8176 (Lot 1317) Napier Terrace, Broome.
2. 317 Kavite Rd, Minyirr, 6725, Broome Turf Club, Crown Reserve 22648, 317 Kavite Road Cnr Gantheaume Point Road, Broome.
3. 197 Port Dr, Minyirr, 6725, Broome Golf Course, Crown Reserve 29300, Port Drive, Broome (Source Site)
4. 223 Port Drive, Minyirr, 6725, Broome Golf Course, Crown Reserve 29300, Port Drive, Broome (Source Site)
5. 73 Wattle Dr, Roebuck, 6725, Former Landfill, Crown Reserve 30803, Lot 73 Wattle Drive, Broome.
6. 605 Clementson St, Minyirr, 6725, Asbestos, Lots 503 & 605 Clementson Street, Minyirr.

20. CAPITAL COMMITMENTS

Contracted for:

- capital expenditure projects
- plant & equipment purchases

Payable:

- not later than one year

2024	2023
\$	\$
12,559,737	2,162,384
292,396	1,898,648
12,852,133	4,061,032
12,852,133	4,061,032

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

21. RELATED PARTY TRANSACTIONS

(a) Elected Member Remuneration

Fees, expenses and allowances paid or reimbursed to elected council members.

Note	2024 Actual \$	2024 Budget \$	2023 Actual \$
President's annual allowance	65,915	65,915	57,835
President's meeting attendance fees	32,410	32,410	41,803
President's annual allowance for ICT expenses	3,500	3,500	7,000
President's travel and accommodation expenses	0	0	100
President's annual allowance for travel and accommodation expenses	100	100	0
	101,925	101,925	106,738
Deputy President's annual allowance	16,479	16,479	3,044
Deputy President's meeting attendance fees	24,170	24,170	17,858
Deputy President's ICT expenses	3,500	3,500	3,500
Deputy President's travel and accommodation expenses	0	0	50
Deputy President's annual allowance for travel and accommodation expenses	100	100	0
	44,249	44,249	24,452
All other council member's meeting attendance fees	140,667	157,105	84,825
All other council member's annual allowance for ICT expenses	20,370	22,750	16,625
All other council member's annual allowance for travel and accommodation expenses	582	650	238
	161,619	180,505	101,688
21(b)	307,793	326,679	232,878

(b) Key Management Personnel (KMP) Compensation

The total of compensation paid to KMP of the Shire during the year are as follows:

Short-term employee benefits	1,158,564	1,079,567
Post-employment benefits	112,957	104,726
Employee - other long-term benefits	21,386	176,305
Council member costs	307,793	232,878
21(a)	1,600,700	1,593,476

Short-term employee benefits

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

Post-employment benefits

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

Other long-term benefits

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

Council member costs

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

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

21. RELATED PARTY TRANSACTIONS

Transactions with related parties

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

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

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

	2024 Actual	2023 Actual
	\$	\$
Sale of goods and services	197,677	139,012
Purchase of goods and services	254,000	75,304
Amounts outstanding from related parties:		
Trade and other receivables	21,251	19,585
Amounts payable to related parties:		
Trade and other payables	115	25,327

Related Parties

The Shire's main related parties are as follows:

i. Key management personnel

Any person(s) having authority and responsibility for planning, directing and controlling the activities of the Shire, directly or indirectly, including any council member, are considered key management personnel and are detailed in Notes 21(a) and 21(b).

ii. Other Related Parties

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

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

iii. Entities subject to significant influence by the Shire

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

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

22. FINANCIAL RISK MANAGEMENT

This note explains the Shire's exposure to financial risks and how these risks could affect the Shire's future financial performance.

Risk	Exposure arising from	Measurement	Management
Market risk - interest rates	Long term borrowings at variable rates	Sensitivity analysis	Utilise fixed interest rate borrowings
Credit risk	Cash and cash equivalents, trade receivables, financial assets and debt investments	Aging analysis Credit analysis	Diversification of bank deposits, credit limits. Investment policy
Liquidity risk	Borrowings and other liabilities	Rolling cash flow forecasts	Availability of committed credit lines and borrowing facilities

The Shire does not engage in transactions expressed in foreign currencies and is therefore not subject to foreign currency risk.

Financial risk management is carried out by the finance department under policies approved by the council. The finance department identifies, evaluates and manages financial risks in close co-operation with the operating divisions. Council have approved the overall risk management policy and provide policies on specific areas such as investment policy.

(a) Interest rate risk

Cash and cash equivalents

The Shire's main interest rate risk arises from cash and cash equivalents with variable interest rates, which exposes the Shire to cash flow interest rate risk. Short term overdraft facilities also have variable interest rates however these are repaid within 12 months, reducing the risk level to minimal.

Excess cash and cash equivalents are invested in fixed interest rate term deposits which do not expose the Shire to cash flow interest rate risk. Cash and cash equivalents required for working capital are held in variable interest rate accounts and non-interest bearing accounts. Carrying amounts of cash and cash equivalents at the 30 June and the weighted average interest rate across all cash and cash equivalents, term deposits, and Treasury bonds held disclosed as financial assets at amortised cost are reflected in the table below.

	Weighted Average Interest Rate	Carrying Amounts	Fixed Interest Rate	Variable Interest Rate	Non Interest Bearing
	%	\$	\$	\$	\$
2024					
Cash and cash equivalents	3.95%	53,524,615	0	53,313,642	210,973
2023					
Cash and cash equivalents	3.82%	50,477,249	0	47,099,701	3,377,548

Sensitivity

Profit or loss is sensitive to higher/lower interest income from cash and cash equivalents as a result of changes in interest rates.

	2024	2023
	\$	\$
Impact of a 1% movement in interest rates on profit or loss and equity*	533,136	470,997

* Holding all other variables constant

Borrowings

Borrowings are subject to interest rate risk - the risk that movements in interest rates could adversely affect funding costs. The Shire manages this risk by borrowing long term and fixing the interest rate to the situation considered the most advantageous at the time of negotiation. The Shire does not consider there to be any interest rate risk in relation to borrowings. Details of interest rates applicable to each borrowing may be found at Note 27(a).

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

22. FINANCIAL RISK MANAGEMENT (Continued)

(b) Credit risk

Trade and Other Receivables

The Shire's major trade and other receivables comprise contractual non-statutory user fees and charges, grants, contributions and reimbursements. The major risk associated with these receivables is credit risk – the risk that the debts may not be repaid. The Shire manages this risk by monitoring outstanding debt and employing debt recovery policies.

The level of outstanding receivables is reported to council monthly and benchmarks are set and monitored for acceptable collection performance.

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

The expected loss rates are based on the payment profiles of trade and other receivables over a period of 36 months before 1 July 2023 or 1 July 2024 respectively and the corresponding historical losses experienced within this period. Historical credit loss rates are adjusted to reflect current and forward-looking information on macroeconomic factors such as the ability of users to settle the receivables.

The loss allowance as at 30 June 2024 and 30 June 2023 was determined as follows for trade and other receivables.

	Current	More than 30 days past due	More than 60 days past due	More than 90 days past due	Specific provision	Total
30 June 2024						
Other receivables						
Expected credit loss	98.87%	99.17%	99.91%	100.00%	0.00%	
Gross carrying amount	7,430	3,119	6,274	227,568	0	244,390
Loss allowance	7,346	3,093	6,268	227,568	0	244,274
30 June 2023						
Trade receivables						
Expected credit loss	1.31%	5.00%	10.00%	16.89%	100.00%	
Gross carrying amount	365,738	206,983	102	109,593	13,836	696,252
Loss allowance	4,791	10,349	10	18,515	13,836	47,501
Rates receivables						
Expected credit loss	2.00%	5.00%	8.00%	10.00%	100.00%	
Gross carrying amount	23,592	457,785	120,468	107,137	134,692	843,674
Loss allowance	472	25,758	9,637	10,714	134,692	181,273

The loss allowances for trade, and other receivables as at 30 June reconcile to the opening loss allowances as follows:

	Trade receivables		Other receivables		Rates receivables	
	2024 Actual	2023 Actual	2024 Actual	2023 Actual	2024 Actual	2023 Actual
Opening loss allowance as at 1 July	\$ 47,501	\$ 10,663	\$ 0	\$ 0	\$ 0	\$ 181,273
Increase in loss allowance recognised in profit or loss during the year	0	0	244,274	0	0	0
Unused amount reversed	(47,501)	36,838	0	0	0	(181,273)
Closing loss allowance at 30 June	0	47,501	244,274	0	0	0

Trade, and other receivables are written off where there is no reasonable expectation of recovery. Indicators that there is no reasonable expectation of recovery include, amongst others, the failure of a debtor to engage in a repayment plan with the Shire, and a failure to make contractual payments for a period of greater than 120 days past due. Impairment losses on rates and statutory receivables, trade, and other receivables are presented as net impairment losses within other expenditure. Subsequent recoveries of amounts previously written off are credited against the same line item.

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

22. FINANCIAL RISK MANAGEMENT (Continued)

(c) Liquidity risk

Payables and borrowings

Payables and borrowings are both subject to liquidity risk – that is the risk that insufficient funds may be on hand to meet payment obligations as and when they fall due. The Shire manages this risk by monitoring its cash flow requirements and liquidity levels and maintaining an adequate cash buffer. Payment terms can be extended and overdraft facilities drawn upon if required and disclosed in Note 18(c).

The contractual undiscounted cash flows of the Shire's payables and borrowings are set out in the liquidity table below. Balances due within 12 months equal their carrying amounts, as the impact of discounting is not significant.

	Due within 1 year	Due between 1 & 5 years	Due after 5 years	Total contractual cash flows	Carrying amount
<u>2024</u>	\$	\$	\$	\$	\$
Trade and other payables	4,186,894	0	0	4,186,894	4,186,894
Borrowings	816,059	3,864,741	4,018,822	8,699,622	7,235,712
Lease liabilities	132,032	235,554	0	367,586	367,586
	<u>5,134,985</u>	<u>4,100,295</u>	<u>4,018,822</u>	<u>13,254,102</u>	<u>11,790,192</u>
<u>2023</u>					
Trade and other payables	3,264,285	0	0	3,264,285	3,264,285
Borrowings	771,594	4,061,506	4,638,116	9,471,216	7,786,745
	<u>4,035,879</u>	<u>4,061,506</u>	<u>4,638,116</u>	<u>12,735,501</u>	<u>11,051,030</u>

SHIRE OF BROOME
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23. OTHER MATERIAL 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

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

c) Rounding off figures

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

d) Comparative figures

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

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

e) Budget comparative figures

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

f) Superannuation

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

g) Fair value of assets and liabilities

Fair value is the price that the Shire would receive to sell the asset or would have to pay to transfer a liability, in an orderly (i.e. 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 or liability. The fair values of assets that are not traded in an active market are determined using one or more valuation techniques. These valuation techniques maximise, to the extent possible, the use of observable market data.

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

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

h) Interest revenue

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

i) Fair value hierarchy

AASB 13 *Fair Value Measurement* requires the disclosure of fair value information by level of the fair value hierarchy, which categorises fair value measurement into one of three possible levels based on the lowest level 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.

Valuation techniques

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

Market approach

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

Income approach

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

Cost approach

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

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

j) Impairment of assets

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

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

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

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

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

SHIRE OF BROOME
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FOR THE YEAR ENDED 30 JUNE 2024

24. FUNCTION AND ACTIVITY

(a) Service objectives and descriptions

Shire operations as disclosed in this financial report encompass the following service orientated functions and activities.

Objective	Description
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 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 and assistance towards other 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 the town planning scheme, maintenance of cemeteries, storm water drainage maintenance, sanitation maintenance and environmental 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 street lighting.
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 Council's operations, allocated to other functions. Engineering, works and parks and gardens management, allocated to construction and maintenance jobs. Plant and depot operation and maintenance, allocated to construction and maintenance jobs.

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

24. FUNCTION AND ACTIVITY (Continued)

(b) Income and expenses	2024	Restated
	Actual	2023 Actual
	\$	\$
Income excluding grants, subsidies and contributions and capital grants, subsidies and contributions		
Governance	20,571	12,729
General purpose funding	27,052,162	25,363,549
Law, order, public safety	294,186	104,254
Health	222,442	190,308
Education and welfare	6,000	0
Housing	575,237	621,273
Community amenities	6,951,660	6,696,411
Recreation and culture	1,745,249	1,306,212
Transport	280,837	152,012
Economic services	756,928	753,139
Other property and services	3,918,736	3,603,115
	41,824,008	38,803,002
Grants, subsidies and contributions and capital grants, subsidies and contributions		
Governance	0	215,000
General purpose funding	1,372,560	2,553,543
Law, order, public safety	25,000	627,951
Health	7,169	6,977
Education and welfare	123,000	86,372
Community amenities	194,616	55,630
Recreation and culture	4,055,528	3,826,686
Transport	4,573,331	3,047,451
Economic services	200,285	203,096
Other property and services	0	97,995
	10,551,489	10,720,701
Total Income	52,375,497	49,523,703
Expenses		
Governance	(2,266,816)	(2,444,734)
General purpose funding	(128,949)	(298,982)
Law, order, public safety	(1,814,867)	(1,571,550)
Health	(885,911)	(799,105)
Education and welfare	(865,846)	(896,631)
Housing	(897,186)	(938,537)
Community amenities	(10,525,285)	(10,955,239)
Recreation and culture	(14,819,974)	(14,841,312)
Transport	(10,157,028)	(9,425,280)
Economic services	(2,621,308)	(2,651,475)
Other property and services	(5,768,475)	(3,688,293)
Total expenses	(50,751,645)	(48,511,138)
Net result for the period	1,623,852	1,012,565
(c) Total Assets		
Governance	1,400,359	582,488
General purpose funding	2,859,656	4,183,092
Law, order, public safety	6,397,798	6,776,475
Health	4,382	63,041
Education and welfare	37,500	0
Housing	4,298,538	4,265,733
Community amenities	68,670,330	67,752,711
Recreation and culture	86,100,832	88,252,806
Transport	239,557,435	242,340,522
Economic services	5,435,127	5,232,291
Other property and services	56,705,004	46,512,030
	471,466,961	465,961,189

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25. RATING INFORMATION

(a) General Rates

RATE TYPE				2023/24 Actual Rateable Value*	2023/24 Actual Rate Revenue	2023/24 Actual Interim Rates	2023/24 Actual Total Revenue	2023/24 Budget Rate Revenue	2023/24 Budget Interim Rate	2023/24 Budget Total Revenue	2022/23 Actual Total Revenue
Rate Description	Basis of valuation	Rate in \$	Number of Properties	\$	\$	\$	\$	\$	\$	\$	\$
Residential	Gross rental valuation	0.087268	5,095	165,862,767	14,423,160	184,965	14,608,125	14,423,585	150,000	14,573,585	13,587,127
Vacant	Gross rental valuation	0.184795	161	3,597,288	535,083	0	535,083	535,082	0	535,082	635,055
Commercial	Gross rental valuation	0.118501	558	59,862,942	7,075,586	0	7,075,586	7,075,589	0	7,075,589	6,570,660
Tourism	Gross rental valuation	0.141405	577	22,542,730	3,076,944	0	3,076,944	3,076,935	0	3,076,935	2,906,045
Commercial Rural	Unimproved valuation	0.03558	22	10,814,160	384,650	0	384,650	384,653	0	384,653	357,865
Mining	Unimproved valuation	0.143945	39	1,437,736	201,533	0	201,533	201,532	0	201,532	162,520
Rural	Unimproved valuation	0.00851	54	18,000,300	151,554	0	151,554	151,563	0	151,563	142,568
Total general rates			6,506	282,117,923	25,848,510	184,965	26,033,475	25,848,939	150,000	25,998,939	24,361,840
Minimum payment		\$									
Residential	Gross rental valuation	1,268.00	45	588,460	57,060	0	57,060	57,060	0	57,060	67,204
Vacant	Gross rental valuation	1,268.00	154	701,738	195,272	0	195,272	195,272	0	195,272	229,508
Commercial	Gross rental valuation	1,268.00	22	153,862	27,896	0	27,896	27,896	0	27,896	27,896
Tourism	Gross rental valuation	1,268.00	247	782,931	313,196	0	313,196	313,196	0	313,196	329,680
Commercial Rural	Unimproved valuation	1,268.00	1	3,300	1,268	0	1,268	1,268	0	1,268	2,536
Mining	Unimproved valuation	520.00	20	37,669	10,400	0	10,400	10,400	0	10,400	11,440
Rural	Unimproved valuation	1,268.00	4	191,300	5,072	0	5,072	5,072	0	5,072	5,072
Total minimum payments			493	2,459,260	610,164	0	610,164	610,164	0	610,164	673,336
Total general rates and minimum payments			6,999	284,577,183	26,458,674	184,965	26,643,639	26,459,103	150,000	26,609,103	25,035,176
Concessions							(58,635)			(47,903)	(45,131)
Total Rates							26,585,004			26,561,200	24,990,045
Rate instalment interest							130,025				113,278
Rate overdue interest							166,458				115,398

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

*Rateable Value at time of raising of rate.

SHIRE OF BROOME
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26. DETERMINATION OF SURPLUS OR DEFICIT

		2023/24 (30 June 2024 Carried Forward)	2023/24 Budget (30 June 2024 Carried Forward)	Restated 2022/23 (30 June 2023 Carried Forward)
	Note	\$	\$	\$
(a) Non-cash amounts excluded from operating activities				
The following non-cash revenue or expenditure has been excluded from amounts attributable to operating activities within the Statement of Financial Activity in accordance with <i>Financial Management Regulation 32</i> .				
Adjustments to operating activities				
Less: Profit on asset disposals		(100,022)	(103,734)	(92,049)
Less: Movement in liabilities associated with restricted cash		36,963	33,708	42,779
Less: Fair value adjustments to financial assets at fair value through profit or loss		(2,102)	0	(4,607)
Add: Loss on disposal of assets		115,383	57,034	96,025
Add: Loss on revaluation of fixed assets	9(a)	99,884	0	482,322
Add: Depreciation	10(a)	15,410,833	15,510,953	16,806,742
Add: Unwinding of discount		130,132	0	0
Non-cash movements in non-current assets and liabilities:				
Pensioner deferred rates		(36,444)	0	(8,702)
Employee benefit provisions		49,606	0	10,226
Other provisions		1,227,536	0	(264,795)
Non-cash amounts excluded from operating activities		16,931,769	15,497,961	17,067,941
(b) Non-cash amounts excluded from investing activities				
The following non-cash revenue or expenditure has been excluded from amounts attributable to investing activities within the Statement of Financial Activity in accordance with <i>Financial Management Regulation 32</i> .				
Adjustments to investing activities				
Right of use assets received - non cash	11(a)	463,862	0	0
Non-cash amounts excluded from investing activities		463,862	0	0
(c) Non-cash amounts excluded from financing activities				
The following non-cash revenue or expenditure has been excluded from amounts attributable to financing activities within the Statement of Financial Activity in accordance with <i>Financial Management Regulation 32</i> .				
Adjustments to financing activities				
Non cash proceeds from new leases	27(c)	(463,862)	0	0
Non-cash amounts excluded from financing activities		(463,862)	0	0
(d) Surplus or deficit after imposition of general rates				
The following current assets and liabilities have been excluded from the net current assets used in the Statement of Financial Activity in accordance with <i>Financial Management Regulation 32</i> to agree to the surplus/(deficit) after imposition of general rates.				
Adjustments to net current assets				
Less: Reserve accounts	28	(38,787,299)	(33,012,780)	(35,137,161)
Less: Financial assets at amortised cost - self supporting loans	4(a)	(96,154)	(96,154)	(96,154)
Less: Financial assets at amortised cost				
Less: Current assets not expected to be received at end of year				
- Receivables for employee related provisions		15,566	0	0
Add: Current liabilities not expected to be cleared at end of year				
- Current portion of borrowings	14	608,967	608,961	551,033
- Current portion of developer contributions held in reserve		0	1,881,760	0
- Current portion of lease liabilities	11(b)	132,032	0	0
- Employee benefit provisions		1,404,279	1,383,921	1,367,316
Total adjustments to net current assets		(36,722,609)	(29,234,292)	(33,314,966)
Net current assets used in the Statement of Financial Activity				
Total current assets		56,795,651	40,917,799	52,515,321
Less: Total current liabilities		(14,159,872)	(11,683,507)	(11,311,813)
Less: Total adjustments to net current assets		(36,722,609)	(29,234,292)	(33,314,966)
Surplus or deficit after imposition of general rates		5,913,170	0	7,888,542

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

27. BORROWING AND LEASE LIABILITIES

(a) Borrowings

Purpose	Note	Actual							Budget			
		Principal at 1 July 2022	New Loans During 2022-23	Principal Repayments During 2022-23	Principal at 30 June 2023	New Loans During 2023-24	Principal Repayments During 2023-24	Principal at 30 June 2024	Principal at 1 July 2023	New Loans During 2023-24	Principal Repayments During 2023-24	Principal at 30 June 2024
		\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Town Beach Redevelopment		1,276,291	0	(88,975)	1,187,316	0	(90,419)	1,096,897	1,187,316	0	(90,419)	1,096,897
Chinatown Revitalisation Project Stage 1		1,223,137	0	(165,029)	1,058,108	0	(168,163)	889,945	1,058,108	0	(168,163)	889,945
Chinatown Revitalisation Project Stage 2		1,681,479	0	(105,549)	1,575,930	0	(107,617)	1,468,313	1,575,930	0	(107,617)	1,468,313
Chinatown Contingency		1,800,000	0	(84,609)	1,715,391	0	(88,680)	1,626,711	1,715,391	0	(88,674)	1,626,717
Cable Beach Stage 1		0	0	0	0	0	0	0	0	2,350,507	0	2,350,507
Broome Life Saving Club		0	309,254	0	309,254	(151,294)	0	157,960	309,254	0	0	309,254
Total		5,980,907	309,254	(444,162)	5,845,999	(151,294)	(454,879)	5,239,826	5,845,999	2,350,507	(454,873)	7,741,633
Self Supporting Loans												
Broome Golf Club		1,250,000	0	0	1,250,000	0	(96,154)	1,153,846	1,250,000	0	(96,154)	1,153,846
Broome Life Saving Club			690,746	0	690,746	151,294	0	842,040	690,746	0	0	690,746
Total Self Supporting Loans		1,250,000	690,746	0	1,940,746	151,294	(96,154)	1,995,886	1,940,746	0	(96,154)	1,844,592
Total Borrowings	14	7,230,907	1,000,000	(444,162)	7,786,745	0	(551,033)	7,235,712	7,786,745	2,350,507	(551,027)	9,586,225

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

Borrowing Finance Cost Payments

Purpose	Loan Number	Institution	Interest Rate	Date final payment is due	Actual for year ended 30 June 2024	Budget for year ended 30 June 2024	Actual for year ended 30 June 2023
					\$	\$	\$
Town Beach Redevelopment	195	WATC*	1.62%	15/06/2035	(31,178)	(18,829)	(21,112)
Chinatown Revitalisation Project Stage 1	196	WATC*	1.89%	20/06/2029	(30,153)	(19,207)	(22,942)
Chinatown Revitalisation Project Stage 2	198	WATC*	1.95%	30/06/2036	(46,710)	(30,209)	(32,529)
Chinatown Contingency	201	WATC*	4.75%	21/06/2037	(98,368)	(80,524)	(86,817)
Broome Life Saving Club	200	WATC*	4.78%	27/06/2039	(5,217)	(47,843)	0
Total					(211,626)	(196,612)	(163,400)
Self Supporting Loans Finance Cost Payments							
Broome Golf Club	199	WATC*	1.95%	28/06/2036	(36,879)	(23,955)	(24,625)
Broome Life Saving Club	200	WATC*	4.78%	27/06/2039	(49,799)	0	(1,046)
Total Self Supporting Loans Finance Cost Payments					(86,678)	(23,955)	(25,671)
Total Finance Cost Payments					(298,304)	(220,567)	(189,071)

* WA Treasury Corporation

SHIRE OF BROOME
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27. BORROWING AND LEASE LIABILITIES (Continued)

(b) New Borrowings - 2023/24

Particulars/Purpose	Institution	Loan Type	Term Years	Interest Rate	Amount Borrowed		Amount (Used)		Total Interest & Charges	Actual Balance Unspent
					2024 Actual	2024 Budget	2024 Actual	2024 Budget		
				%	\$	\$	\$	\$	\$	\$
Cable Beach Stage 1	WATC*	Semi-annual	15	5.00%	0	2,350,507	0	2,350,507	0	0
					0	2,350,507	0	2,350,507	0	0

* WA Treasury Corporation

(c) Lease Liabilities

Purpose	Note	Actual							Budget			
		Principal at 1 July 2022	New Leases During 2022-23	Principal Repayments During 2022-23	Principal at 30 June 2023	New Leases During 2023-24	Principal Repayments During 2023-24	Principal at 30 June 2024	Principal at 1 July 2023	New Leases During 2023-24	Principal Repayments During 2023-24	Principal at 30 June 2024
		\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
IT Equipment		0	0	0	0	311,646	(80,815)	230,831	0	0	0	0
IT Equipment		0	0	0	0	152,216	(15,461)	136,755	0	0	0	0
Total Lease Liabilities	11(b)	0	0	0	0	463,862	(96,276)	367,586	0	0	0	0

Lease Finance Cost Payments

Purpose	Lease Number	Institution	Interest Rate	Date final payment is due	Actual for year ended 30 June 2024	Budget for year ended 30 June 2024	Actual for year ended 30 June 2023	Lease Term
IT Equipment	BRO020123B	Vestone Capital	5.80%	20/09/2029	\$ (13,247)	\$ 0	\$ 0	3 Years
IT Equipment	BRO020124	Vestone Capital	5.80%	20/09/2029	(6,154)	0	0	5 Years
Total Finance Cost Payments					(19,401)	0	0	

SHIRE OF BROOME
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28. RESERVE ACCOUNTS

	2024 Actual Opening Balance \$	2024 Actual Transfer to \$	2024 Actual Transfer (from) \$	2024 Actual Closing Balance \$	2024 Budget Opening Balance \$	2024 Budget Transfer to \$	2024 Budget Transfer (from) \$	2024 Budget Closing Balance \$	2023 Actual Opening Balance \$	2023 Actual Transfer to \$	2023 Actual Transfer (from) \$	2023 Actual Closing Balance \$
Restricted by legislation/agreement												
(a) Developer Contributions - Footpaths (New)	0	838,790	(192,003)	646,787	0	551,696	(210,000)	341,696	0	0	0	0
(b) Developer Contributions - Drainage (New)	0	61,424	0	61,424	0	34,423	0	34,423	0	0	0	0
(c) Cash-in-lieu of Public Open Space (New)	0	180,587	0	180,587	0	180,587	0	180,587	0	0	0	0
	0	1,080,801	(192,003)	888,798	0	766,706	(210,000)	556,706	0	0	0	0
Restricted by council												
(d) Leave reserve	1,367,316	60,529	(23,566)	1,404,279	1,350,213	33,708	0	1,383,921	1,324,537	42,779	0	1,367,316
(e) Restricted cash	65,000	341,946	0	406,946	65,000	0	0	65,000	65,000	0	0	65,000
(f) Community sponsorship	84,290	3,731	0	88,021	83,235	2,080	0	85,315	81,722	2,568	0	84,290
(g) EDL sponsorship	28,133	51,246	0	79,379	27,781	1,584	0	29,365	62,229	1,504	(35,600)	28,133
(h) Road reserve	2,451,865	821,310	(38,645)	3,234,530	2,421,195	680,537	(231,981)	2,869,751	1,892,145	559,720	0	2,451,865
(i) Public Art Reserve	6,428	284	0	6,712	6,347	159	0	6,506	6,232	196	0	6,428
(j) BRAC (Leisure Centre) Reserve	60,541	2,680	(41,114)	22,107	59,784	1,494	(41,114)	20,164	58,697	1,844	0	60,541
(k) Public Open Space	5,126,978	624,172	(143,339)	5,607,811	5,062,846	96,451	(1,629,053)	3,530,244	3,789,991	1,336,987	0	5,126,978
(l) Drainage reserve	1,659,383	96,150	0	1,755,533	1,638,627	64,103	(34,423)	1,668,307	1,636,813	51,023	(28,453)	1,659,383
(m) Plant reserve	1,446,090	1,187,354	(353,284)	2,280,160	1,428,001	1,160,068	(353,284)	2,234,785	1,616,587	48,023	(218,520)	1,446,090
(n) Buildings reserve	3,556,699	729,458	(384,313)	3,901,844	3,512,209	655,730	(1,024,819)	3,143,120	3,289,749	266,950	0	3,556,699
(o) Refuse site reserve	2,367,508	405,355	(511,371)	2,261,492	2,337,893	65,521	(1,321,141)	1,082,273	2,574,623	77,289	(284,404)	2,367,508
(p) Regional resource recovery park reserve	13,313,641	1,016,129	(1,047,817)	13,281,953	13,147,103	398,903	(419,180)	13,126,826	12,815,817	497,824	0	13,313,641
(q) IT & equipment reserve	1,039,887	185,034	(15,470)	1,209,451	1,026,879	162,834	0	1,189,713	936,537	103,350	0	1,039,887
(r) Kimberley zone reserve	106,077	4,696	0	110,773	104,750	10,075	0	114,825	395,873	8,657	(298,453)	106,077
(s) Resilience Reserve (New)	0	96,465	0	96,465	0	96,465	0	96,465	0	0	0	0
(t) Carpark reserve*	424,719	74,988	0	499,707	419,406	66,147	(105,188)	380,365	391,357	33,362	0	424,719
(u) Footpath reserve*	2,032,606	224,888	(606,156)	1,651,338	2,007,180	182,478	(760,528)	1,429,130	1,854,112	178,494	0	2,032,606
	35,137,161	5,926,415	(3,165,075)	37,898,501	34,698,449	3,678,337	(5,920,711)	32,456,075	32,792,021	3,210,570	(865,430)	35,137,161
	35,137,161	7,007,216	(3,357,078)	38,787,299	34,698,449	4,445,042	(6,130,711)	33,012,780	32,792,021	3,210,570	(865,430)	35,137,161

* These reserves were incorrectly classified under Restricted by legislation/agreement in the previous year. They have been reflected under the correct category in the current year.

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

28. RESERVE ACCOUNTS (Continued)

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

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

Name of reserve account	Purpose of the reserve account
Restricted by legislation/agreement	
(a) Developer Contributions - Footpaths (New)	New Reserve - to hold developer contributions for footpaths as required by State Planning Policy 3.6 Infrastructure Contributions (SPP 3.6).
(b) Developer Contributions - Drainage (New)	New Reserve - to hold developer contributions for drainage as required by State Planning Policy 3.6 Infrastructure Contributions (SPP 3.6).
(c) Cash-in-lieu of Public Open Space (New)	New Reserve - maintained for the purpose of retaining and using funds in accordance with section 154 (2) of the Planning and Development Act 2005.
Restricted by council	
(d) Leave reserve	To be used to fund annual and long service leave requirements.
(e) Restricted cash	To be used for unspent grant and loan funds.
(f) Community sponsorship	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.
(g) EDL sponsorship	To hold funds to be spent on community projects as approved by Energy Development Limited.
(h) Road reserve	To be used for renewal, upgrade or new streets and roads.
(i) Public Art Reserve	To hold funds set aside annually to fund future public art projects and initiatives within the Shire.
(j) BRAC (Leisure Centre) Reserve	To be used for the construction of recreation infrastructure and facilities.
(k) Public Open Space	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.
(l) Drainage reserve	To be used for the renewal, upgrade or construction of drainage services. Typically funds are from contributions made by developers.
(m) Plant reserve	To be used for the renewal, upgrade or purchase of new mobile plant and engineering equipment.
(n) Buildings reserve	To be used for renewal, upgrade, replacement or new building construction and associated infrastructure.
(o) Refuse site reserve	To be used for the current and future costs of maintaining and closing the refuse site in accordance with operational needs and environmental guidelines.
(p) Regional 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.
(q) IT & equipment reserve	To be used for renewal, upgrade or new office equipment, IT hardware and software.
(r) 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.
(s) Resilience Reserve (New)	New Reserve - to provide a level of self insurance for claims falling outside of Council's insurance coverage, particularly miscellaneous infrastructure.
(t) Carpark reserve*	To be used for renewal, upgrade or new carparks. Typically, funds are from "Cash In Lieu" payments from developers.
(u) Footpath reserve*	To be used for renewal, upgrade or new footpaths. Typically, funds are from contributions made by developers.

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

29. CORRECTION OF PRIOR PERIOD ERROR

During the year, the Shire reviewed the accounting treatment of the contributions from developers. Certain contributions from developers were identified as being received with no obligation to construct identifiable assets controlled by the Shire. The Shire places these contributions in a reserve account and utilises them for the construction of assets yet to be identified. In accordance with *AASB 1058 Income of Not-for-Profit Entities* the contributions are required to be recognised as revenue when received. Where these had previously been recognised as a liability a prior year correction is required to correct the error.

The total developer contribution balance is \$1,867,402, out of which \$166,229 should have been recognised as revenue during the year ended 30 June 2023, and the remaining \$1,701,173 recognised as revenue for the period ended 30 June 2022 and before. The entire \$1,701,173 was adjusted against the opening retained earnings from 1 July 2022.

During the year the Shire had a loan agreement in place for a self supporting loan to a community organisation for the construction of a clubhouse on Shire land. The loan receivable from the sporting club was not previously recognised at 30 June 2023 despite the funds having already been used for the construction of the clubhouse. A prior year correction is required to reflect the financial asset at amortised cost of \$690,746 at 30 June 2023 and the associated in kind capital grants, subsidy and contribution and GST liability.

Statement of Financial Position (Extract)	30 June 2023	Increase/ (Decrease)	30 June 2023 (Restated)	1 July 2022	Increase/ (Decrease)	1 July 2022 (Restated)
	\$	\$	\$	\$	\$	\$
Current assets						
Trade and other receivables	1,813,447	(62,795)	1,750,652			
Non-current assets						
Other financial assets	1,255,708	690,746	1,946,454			
Current liabilities						
Other liabilities	(7,356,858)	1,867,402	(5,489,456)	(4,329,941)	1,701,173	(2,628,768)
Net assets	441,782,075	2,495,353	444,277,428	441,563,690	1,701,173	443,264,863
Retained earnings	153,126,798	2,495,353	155,622,151	155,253,553	1,701,173	156,954,726
Total equity	441,782,075	2,495,353	444,277,428	441,563,690	1,701,173	443,264,863

Statement of Comprehensive Income (Extract)	2023	Increase/ (Decrease)	2023 (Restated)
	\$	\$	\$
Capital grants, subsidies and contributions	4,854,817	794,180	5,648,997
Net result for the period	218,385	794,180	1,012,565
Total comprehensive income for the period	218,385	794,180	1,012,565

Statement of Changes in Equity (Extract)	30 June 2023	Increase/ (Decrease)	30 June 2023 (Restated)	30 June 2022	Increase/ (Decrease)	30 June 2022 (Restated)
	\$	\$	\$	\$	\$	\$
Net result for the period	218,385	794,180	1,012,565			
Total comprehensive income for the period	218,385	794,180	1,012,565			
Retained surplus	153,126,798	2,495,353	155,622,151	155,253,553	1,701,173	156,954,726
Total equity	441,782,075	2,495,353	444,277,428	441,563,690	1,701,173	443,264,863

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

29. CORRECTION OF PRIOR PERIOD ERROR (Continued)

Statement of Cash Flows
(Extract)

	30 June 2023	Increase/ (Decrease)	30 June 2023 (Restated)
	\$	\$	\$
Receipts			
Grants, subsidies and contributions	5,233,068	(166,229)	5,066,839
	46,107,567	(166,229)	45,941,338
Net cash provided by operating activities	9,028,430	(166,229)	8,862,201
CASH FLOWS FROM INVESTING ACTIVITIES			
Capital grants, subsidies contributions	8,082,676	166,229	8,248,905
	(2,520,823)	166,229	(2,354,594)

	30 June 2023	Increase/ (Decrease)	30 June 2023 (Restated)
	\$	\$	\$
Statement of Financial Activity (Extract)			
Inflows from investing activities			
Capital grants, subsidies and contributions	4,854,817	794,180	5,648,997
Outflows from investing activities			
Payments for financial assets at amortised cost - self supporting loans	0	(690,746)	(690,746)
Amount attributable to investing activities	(5,748,682)	103,434	(5,645,248)
Surplus of deficit after imposition of general rates	7,785,108	103,434	7,888,542

Note 2
Revenue and Expenses
(Extract)

For the year ended 30 June 2023
Nature

	Capital grant/ contributions	Other	Total
	\$	\$	\$
Capital grants, subsidies and contributions	4,331,130	523,687	4,854,817
Total	4,331,130	6,619,483	48,632,867

Increase/(Decrease)
Nature

	Capital grant/ contributions	Other	Total
	\$	\$	\$
Capital grants, subsidies and contributions	0	794,180	794,180
Total	0	166,229	166,229

Restated
For the year ended 30 June 2023
Nature

	Capital grant/ contributions	Other	Total
	\$	\$	\$
Capital grants, subsidies and contributions	4,331,130	1,317,867	5,648,997
Total	4,331,130	6,785,712	48,799,096

Note 3
Cash and cash equivalents
(Extract)

	30 June 2023	Increase/ (Decrease)	30 June 2023 (Restated)
	\$	\$	\$
Held as			
- Unrestricted cash and cash equivalents	9,208,736	641,896	9,850,632
- Restricted cash and cash equivalents	41,268,513	(641,896)	40,626,617
	50,477,249	0	50,477,249

SHIRE OF BROOME
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
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29. CORRECTION OF PRIOR PERIOD ERROR (Continued)

Note 4			
Other financial assets	30 June 2023	Increase/ (Decrease)	30 June 2023 (Restated)
(Extract)	\$	\$	\$
Non-current assets			
Financial assets at amortised cost			
Self supporting loans receivable	1,153,846	690,746	1,844,592
	1,153,846	690,746	1,844,592
Note 5			
Trade and other receivables	30 June 2023	Increase/ (Decrease)	30 June 2023 (Restated)
(Extract)	\$	\$	\$
Current			
GST receivable	498,231	(62,795)	435,436
	1,813,447	(62,795)	1,750,652
Note 13			
Other liabilities	30 June 2023	Increase/ (Decrease)	30 June 2023 (Restated)
(Extract)	\$	\$	\$
Current			
Capital grant/contributions liabilities	5,489,456	0	5,489,456
Developer contributions	1,867,402	(1,867,402)	0
	7,356,858	(1,867,402)	5,489,456
Note 18			
Notes to the Statement of Cash Flows	30 June 2023	Increase/ (Decrease)	30 June 2023 (Restated)
(Extract)	\$	\$	\$
Restrictions			
- Cash and cash equivalents	41,268,513	(641,896)	40,626,617
Restricted reserve accounts	35,137,161	0	35,137,161
Capital grant liabilities	5,489,456	0	5,489,456
Bonds and deposits held	641,896	(641,896)	0
Total restricted financial assets	41,268,513	(641,896)	40,626,617
Reconciliation of Net Result to Net Cash Provided By Operating Activities			
Net result	218,385	794,180	1,012,565
Non-cash items:			
Assets received for substantially less than fair value	0	(627,951)	(627,951)
Changes in assets and liabilities:			
Increase/(decrease) in other liabilities	3,026,917	(166,229)	2,860,688
Capital grants, subsidies and contributions	(8,082,676)	(166,229)	(8,248,905)
Net cash provided by/(used in) operating activities	9,028,430	(166,229)	8,862,201
Note 24			
Function and Activity	30 June 2023	Increase/ (Decrease)	30 June 2023 (Restated)
(Extract)	\$	\$	\$
Grants, subsidies and contributions and capital grants, subsidies and contributions			
Law, order, public safety	0	627,951	627,951
Community amenities	12,600	43,030	55,630
Transport	2,924,252	123,199	3,047,451
	9,926,521	794,180	10,720,701
Net result for the period	218,385	794,180	1,012,565
Total Assets			
Recreation and culture	87,624,855	627,951	88,252,806
	465,333,238	627,951	465,961,189

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

29. CORRECTION OF PRIOR PERIOD ERROR (Continued)

Note 26			
Determination of Surplus or Deficit	30 June 2023	Increase/	30 June 2023
(Extract)	\$	(Decrease)	(Restated)
Adjustments to net current assets			
- Current portion of developer contributions held in reserve	1,701,173	(1,701,173)	0
Total adjustments to net current assets	(31,613,793)	(1,701,173)	(33,314,966)
Net current assets used in the Statement of Financial Activity			
Total current assets	52,578,116	(62,795)	52,515,321
Less: Total current liabilities	(13,179,215)	1,867,402	(11,311,813)
Less: Total adjustments to net current assets	(31,613,793)	(1,701,173)	(33,314,966)
Surplus or deficit after imposition of general rates	7,785,108	103,434	7,888,542
Note 27			
Borrowings and Lease Liabilities	30 June 2023	Increase/	30 June 2023
(Extract)	\$	(Decrease)	(Restated)
New Loans			
Borrowings			
Chinatown Contingency	1,000,000	(1,000,000)	0
Broome Life Saving Club	0	309,254	309,254
Self Supporting Loans			
Broome Life Saving Club	0	690,746	690,746
Total Borrowings	1,000,000	0	1,000,000



Auditor General

INDEPENDENT AUDITOR'S REPORT

2024

Shire of Broome

To the Council of the Shire of Broome

Opinion

I have audited the financial report of the Shire of Broome (Shire) which comprises:

- the statement of financial position as at 30 June 2024, the statement of comprehensive income, statement of changes in equity, statement of cash flows and statement of financial activity for the year then ended
- notes comprising a summary of material accounting policies and other explanatory information.

In my opinion, the financial report:

- is based on proper accounts and records
- presents fairly, in all material respects, the results of the operations of the Shire for the year ended 30 June 2024 and its financial position at the end of that period
- is in accordance with the *Local Government Act 1995* (the Act) and, to the extent that they are not inconsistent with the Act, Australian Accounting Standards.

Basis for opinion

I conducted my audit in accordance with Australian Auditing Standards. My responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial report section below.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Emphasis of matter – Restatement of comparative balances

I draw attention to Note 29 of the financial report which states that the amounts reported in the previously issued 30 June 2023 financial report have been restated and disclosed as comparatives in this financial report. My opinion is not modified in respect of this matter.

Other information

The Chief Executive Officer (CEO) is responsible for the preparation and the Council for overseeing the other information. The other information is the information in the entity's annual report for the year ended 30 June 2024, but not the financial report and my auditor's report.

My opinion on the financial report does not cover the other information and accordingly, I do not express any form of assurance conclusion thereon.

In connection with my audit of the financial report, my responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or my knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work I have performed, I conclude that there is a material misstatement of this other information, I am required to report that fact. I did not receive the other information prior to the date of this auditor's report. When I do receive it, I will read it and if I conclude that there is a material misstatement in this information, I am required to communicate the matter to the CEO and Council and request them to correct the misstated information. If the misstated information is not corrected, I may need to retract this auditor's report and re-issue an amended report.

Responsibilities of the Chief Executive Officer and Council for the financial report

The Chief Executive Officer (CEO) of the Shire is responsible for:

- keeping proper accounts and records
- preparation and fair presentation of the financial report in accordance with the requirements of the Act, the Regulations and Australian Accounting Standards
- managing internal control as required by the CEO to ensure the financial report is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the CEO is responsible for:

- assessing the Shire's ability to continue as a going concern
- disclosing, as applicable, matters related to going concern
- using the going concern basis of accounting unless the State Government has made decisions affecting the continued existence of the Shire.

The Council is responsible for overseeing the Shire's financial reporting process.

Auditor's responsibilities for the audit of the financial report

As required by the *Auditor General Act 2006*, my responsibility is to express an opinion on the financial report. The objectives of my audit are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with Australian Auditing Standards will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial report. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations or the override of internal control.

A further description of my responsibilities for the audit of the financial report is located on the Auditing and Assurance Standards Board website. This description forms part of my auditor's report and can be found at https://www.auasb.gov.au/auditors_responsibilities/ar4.pdf.

My independence and quality management relating to the report on the financial report

I have complied with the independence requirements of the *Auditor General Act 2006* and the relevant ethical requirements relating to assurance engagements. In accordance with ASQM 1 Quality Management for Firms that Perform Audits or Reviews of Financial Reports and Other Financial Information, or Other Assurance or Related Services Engagements, the Office of the Auditor General maintains a comprehensive system of quality management including documented policies and procedures regarding compliance with ethical requirements, professional standards and applicable legal and regulatory requirements.

Matters relating to the electronic publication of the audited financial report

This auditor's report relates to the financial report of the Shire of Broome for the year ended 30 June 2024 included in the annual report on the Shire's website. The Shire's management is responsible for the integrity of the Shire's website. This audit does not provide assurance on the integrity of the Shire's website. The auditor's report refers only to the financial report. It does not provide an opinion on any other information which may have been hyperlinked to/from the annual report. If users of the financial report are concerned with the inherent risks arising from publication on a website, they are advised to contact the Shire to confirm the information contained in the website version.



Sandra Labuschagne
Deputy Auditor General
Delegate of the Auditor General for Western Australia
Perth, Western Australia
9 December 2024



FEEDBACK

If you have a comment or questions about the Annual Report here's how to contact us.

In person: Shire Administration Centre
Cnr Weld and Haas Street
Broome, Western Australia

Phone: +618 9191 3456

Email: shire@broome.wa.gov.au

Facebook: facebook.com/BroomeWesternAustralia/

Instagram: instagram.com/shireofbroome/

Mail: PO Box 44, Broome
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**Shire of
Broome**
A future, for everyone
www.broome.wa.gov.au