

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

**LOCAL GOVERNMENT ACT 1995**

**TABLE OF CONTENTS**

Statement of Comprehensive Income	2
Statement of Cash Flows	3
Statement of Financial Activity	4
Index of Notes to the Budget	5
Schedule of Fees and Charges	25

**SHIRE'S VISION**

Shark Bay is a proud, unified community, respecting and sharing our pristine environment and great lifestyle.

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

	Note	2024/25 Budget	2023/24 Actual	2023/24 Budget
<b>Revenue</b>		\$	\$	\$
Rates	2(a)	1,777,151	1,599,201	1,602,227
Grants, subsidies and contributions		1,866,832	2,902,199	770,438
Fees and charges	13	1,945,256	1,590,630	1,717,150
Interest revenue	9(a)	187,495	234,684	117,250
Other revenue		159,950	318,648	141,189
		5,936,684	6,645,362	4,348,254
<b>Expenses</b>				
Employee costs		(2,842,506)	(2,234,910)	(2,803,877)
Materials and contracts		(3,136,420)	(1,821,632)	(2,317,521)
Utility charges		(206,052)	(210,411)	(179,775)
Depreciation	6	(5,383,369)	(4,757,354)	(1,881,680)
Finance costs	9(c)	(19,308)	(14,753)	(20,139)
Insurance		(251,047)	(242,064)	(242,362)
Other expenditure		(235,324)	(222,579)	(229,781)
		(12,074,026)	(9,503,703)	(7,675,135)
		(6,137,342)	(2,858,341)	(3,326,881)
Capital grants, subsidies and contributions		7,507,681	2,280,275	8,069,996
Profit on asset disposals	5	29,000	14,082	24,483
Loss on asset disposals	5	(67,000)	(132,249)	(145,336)
		7,469,681	2,162,108	7,949,143
<b>Net result for the period</b>		<b>1,332,339</b>	<b>(696,233)</b>	<b>4,622,262</b>
<b>Other comprehensive income for the period</b>				
<b>Total other comprehensive income for the period</b>		<b>0</b>	<b>0</b>	<b>0</b>
<b>Total comprehensive income for the period</b>		<b>1,332,339</b>	<b>(696,233)</b>	<b>4,622,262</b>

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

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

**CASH FLOWS FROM OPERATING ACTIVITIES**

	Note	2024/25 Budget	2023/24 Actual	2023/24 Budget
<b>Receipts</b>				
		\$	\$	\$
Rates		1,777,151	1,589,510	1,602,227
Grants, subsidies and contributions		1,726,836	2,931,031	770,438
Fees and charges		1,945,256	1,590,630	1,717,150
Interest revenue		187,495	234,684	117,250
Goods and services tax received		380,777	434,199	0
Other revenue		159,950	318,648	141,189
		6,177,465	7,098,702	4,348,254
<b>Payments</b>				
Employee costs		(2,842,506)	(2,146,627)	(2,803,877)
Materials and contracts		(3,145,922)	(2,749,635)	(2,317,521)
Utility charges		(206,052)	(210,411)	(179,775)
Finance costs		(19,308)	(14,753)	(20,139)
Insurance paid		(251,047)	(242,064)	(242,362)
Goods and services tax paid		(371,275)	(475,028)	0
Other expenditure		(235,324)	(222,579)	(229,781)
		(7,071,434)	(6,061,097)	(5,793,455)
<b>Net cash provided by (used in) operating activities</b>	4	(893,969)	1,037,605	(1,445,201)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Payments for purchase of property, plant & equipment	5(a)	(8,495,555)	(1,916,276)	(5,245,985)
Payments for construction of infrastructure	5(b)	(3,752,756)	(1,728,201)	(4,553,570)
Capital grants, subsidies and contributions		2,949,825	3,753,409	8,069,996
Proceeds from sale of property, plant and equipment	5(a)	188,000	337,909	327,000
<b>Net cash provided by (used in) investing activities</b>		(9,110,486)	446,841	(1,402,559)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>				
Repayment of borrowings	7(a)	(35,097)	(34,324)	(34,324)
Proceeds from new borrowings	7(a)	2,000,000	0	0
<b>Net cash provided by (used in) financing activities</b>		1,964,903	(34,324)	(34,324)
<b>Net increase (decrease) in cash held</b>		(8,039,552)	1,450,122	(2,882,084)
Cash at beginning of year		13,553,663	12,103,541	11,663,686
<b>Cash and cash equivalents at the end of the year</b>	4	<b>5,514,111</b>	<b>13,553,663</b>	<b>8,781,602</b>

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

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

**OPERATING ACTIVITIES**

**Revenue from operating activities**

	Note	2024/25 Budget \$	2023/24 Actual \$	2023/24 Budget \$
General rates	2(a)(i)	1,651,194	1,476,706	1,488,455
Rates excluding general rates	2(a)	125,957	122,495	113,772
Grants, subsidies and contributions		1,866,832	2,902,199	770,438
Fees and charges	13	1,945,256	1,590,630	1,717,150
Interest revenue	9(a)	187,495	234,684	117,250
Other revenue		159,950	318,648	141,189
Profit on asset disposals	5	29,000	14,082	24,483
		<b>5,965,684</b>	<b>6,659,444</b>	<b>4,372,737</b>

**Expenditure from operating activities**

Employee costs		(2,842,506)	(2,234,910)	(2,803,877)
Materials and contracts		(3,136,420)	(1,821,632)	(2,317,521)
Utility charges		(206,052)	(210,411)	(179,775)
Depreciation	6	(5,383,369)	(4,757,354)	(1,881,680)
Finance costs	9(c)	(19,308)	(14,753)	(20,139)
Insurance		(251,047)	(242,064)	(242,362)
Other expenditure		(235,324)	(222,579)	(229,781)
Loss on asset disposals	5	(67,000)	(132,249)	(145,336)
		<b>(12,141,026)</b>	<b>(9,635,952)</b>	<b>(7,820,471)</b>

Non cash amounts excluded from operating activities

	3(c)	5,421,369	4,875,521	2,002,533
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**Amount attributable to operating activities**

**(753,973) 1,899,013 (1,445,201)**

**INVESTING ACTIVITIES**

**Inflows from investing activities**

Capital grants, subsidies and contributions		7,507,681	2,280,275	8,069,996
Proceeds from disposal of assets	5	188,000	337,909	327,000
		<b>7,695,681</b>	<b>2,618,184</b>	<b>8,396,996</b>

**Outflows from investing activities**

Payments for property, plant and equipment	5(a)	(8,495,555)	(1,916,276)	(5,245,985)
Payments for construction of infrastructure	5(b)	(3,752,756)	(1,728,201)	(4,553,570)
		<b>(12,248,311)</b>	<b>(3,644,477)</b>	<b>(9,799,555)</b>

**Amount attributable to investing activities**

**(4,552,630) (1,026,293) (1,402,559)**

**FINANCING ACTIVITIES**

**Inflows from financing activities**

Proceeds from new borrowings	7(a)	2,000,000	0	0
Transfers from reserve accounts	8(a)	1,148,000	0	1,189,340
		<b>3,148,000</b>	<b>0</b>	<b>1,189,340</b>

**Outflows from financing activities**

Repayment of borrowings	7(a)	(35,097)	(34,324)	(34,324)
Transfers to reserve accounts	8(a)	(1,238,033)	(175,076)	(1,115,884)
		<b>(1,273,130)</b>	<b>(209,400)</b>	<b>(1,150,208)</b>

**Amount attributable to financing activities**

**1,874,870 (209,400) 39,132**

**MOVEMENT IN SURPLUS OR DEFICIT**

<b>Surplus at the start of the financial year</b>	3	3,431,733	2,768,413	2,808,628
Amount attributable to operating activities		(753,973)	1,899,013	(1,445,201)
Amount attributable to investing activities		(4,552,630)	(1,026,293)	(1,402,559)
Amount attributable to financing activities		1,874,870	(209,400)	39,132
<b>Surplus/(deficit) remaining after the imposition of general rates</b>	3	<b>0</b>	<b>3,431,733</b>	<b>0</b>

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

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

Note 1	Basis of Preparation	6
Note 2	Rates and Service Charges	7
Note 3	Net Current Assets	10
Note 4	Reconciliation of cash	13
Note 5	Property, Plant and Equipment	14
Note 6	Depreciation	15
Note 7	Borrowings	16
Note 8	Reserve Accounts	18
Note 9	Other Information	19
Note 10	Elected Members Remuneration	20
Note 11	Revenue and Expenditure	21
Note 12	Program Information	23
Note 13	Fees and Charges	24

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

## 1 BASIS OF PREPARATION

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

### Local Government Act 1995 requirements

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

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

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

### The local government reporting entity

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

All monies held in the Trust Fund are excluded from the financial statements. A separate statement of those monies appears at Note 10 to the annual budget.

### 2023/24 actual balances

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

### Budget comparative figures

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

### Comparative figures

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

### Rounding off figures

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

### Statement of Cashflows

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

### Initial application of accounting standards

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

- AASB 2020-1 Amendments to Australian Accounting Standards
  - Classification of Liabilities as Current or Non-current
- AASB 2022-5 Amendments to Australian Accounting Standards
  - Lease Liability in a Sale and Leaseback
- AASB 2022-6 Amendments to Australian Accounting Standards
  - Non-current Liabilities with Covenants
- AASB 2023-1 Amendments to Australian Accounting Standards
  - Supplier Finance Arrangements
- AASB 2023-3 Amendments to Australian Accounting Standards
  - Disclosure of Non-current Liabilities with Covenants: Tier 2

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

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

### New accounting standards for application in future years

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

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

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

### Judgements, estimates and assumptions

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

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

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

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

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

2. RATES AND SERVICE CHARGES

(a) Rating Information

Rate Description	Basis of valuation	Rate in	Number of properties	Rateable value	2024/25 Budgeted rate revenue	2024/25 Budgeted interim rates	2024/25 Budgeted total revenue	2023/24 Actual total revenue	2023/24 Budget total revenue
		\$		\$	\$	\$	\$	\$	\$
<b>(i) General rates</b>									
GRV Rateable Property	Gross rental valuation	0.10633	362	5,119,130	544,312	0	544,312	571,465	570,056
GRV Other	Gross rental valuation	0.11696	134	5,366,174	627,633	0	627,633	521,626	520,155
UV Rateable Property	Unimproved valuation	0.15750	7	1,074,136	169,176	0	169,176	122,262	134,180
UV Rateable Property Pastoral	Unimproved valuation	0.10500	11	555,676	58,346	0	58,346	54,013	54,274
UV Rateable Property Mining/Exploration	Unimproved valuation	0.21000	12	1,198,702	251,727	0	251,727	207,340	209,790
<b>Total general rates</b>			526	13,313,818	1,651,194	0	1,651,194	1,476,706	1,488,455
<b>(j) Minimum payment</b>									
		\$							
GRV Rateable Property	Gross rental valuation	950.00	93	302,185	88,350	0	88,350	88,754	79,672
GRV Other	Gross rental valuation	950.00	20	111,680	19,000	0	19,000	16,454	17,320
UV Rateable Property	Unimproved valuation	950.00	6	13,920	5,700	0	5,700	3,954	3,954
UV Rateable Property Pastoral	Unimproved valuation	950.00	0	0	0	0	0	0	0
UV Rateable Property Mining/Exploration	Unimproved valuation	950.00	2	4,935	1,900	0	1,900	1,986	2,730
<b>Total minimum payments</b>			121	432,720	114,950	0	114,950	111,148	103,676
<b>Total general rates and minimum payments</b>			647	13,746,538	1,766,144	0	1,766,144	1,587,854	1,592,131
<b>(k) Specified area rates</b>									
Monkey Mia Bore Replacement	Gross rental valuation	0.01063	1	1,411,050	15,000	0	15,000	14,999	15,000
					1,781,144	0	1,781,144	1,602,853	1,607,131
Concessions (Refer note 2(f))							(3,993)	(3,652)	(4,904)
<b>Total rates</b>					1,781,144	0	1,777,151	1,599,201	1,602,227

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

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

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

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

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

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

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

**Option 1 (Full Payment)**

Full amount of rates and charges including arrears, to be paid on or before 27 September 2024 or 35 days after the date of issue appearing on the rate notice whichever is the later.

**Option 2 (Two Instalments)**

First instalment to be made on or before 27 September 2024 or 35 days after the date of issue appearing on the rate notice whichever is, later including all arrears and half the current rates and specified area rates; and Second instalment to be made on or before 31 January 2025, or 2 months after the due date of the first instalment, whichever is later.

**Option 3 (Four Instalments)**

First instalment to be made on or before 27 September 2024 or 35 days after the date of issue appearing on the rate notice, whichever is later including all arrears and and a quarter of the current rates and specified area rates; Second instalment to be made on or before 29 November 2024, or 2 months after the due date of the first instalment, whichever is later;

Third instalment to be made on or before 31 January 2025, or 2 months after the due date of the second instalment, whichever is later; and

Fourth instalment to be made on or before 4 April 2025, or 2 months after the due date of the third instalment, whichever is later.

<b>Instalment options</b>	<b>Date due</b>	<b>Instalment plan admin charge</b>	<b>Instalment plan interest rate</b>	<b>Unpaid rates interest rates</b>
		\$	%	%
<b>Option one</b>				
Single full payment	27/09/2024	0	0.0%	11.0%
<b>Option two</b>				
First instalment	27/09/2024	12	5.0%	11.0%
Second instalment	31/01/2025	12	5.0%	11.0%
<b>Option three</b>				
First instalment	27/09/2024	12	5.0%	11.0%
Second instalment	29/11/2024	12	5.0%	11.0%
Third instalment	31/01/2025	12	5.0%	11.0%
Fourth instalment	4/04/2025	12	5.0%	11.0%

	<b>2024/25 Budget revenue</b>	<b>2023/24 Actual revenue</b>	<b>2023/24 Budget revenue</b>
	\$	\$	\$
Instalment plan admin charge revenue	7,000	6,917	500
Unpaid rates and specified area rate interest earned	5,245	6,948	5,100
	12,245	13,865	5,600



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

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

**(c) Objectives and Reasons for Differential Rating**

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

**Differential general rate**

Description	Characteristics	Objects	Reasons
GRV	All properties where the basis of rate is the Gross Rental Value (GRV) and the land use is solely residential as defined by Local Planning Policy No 1.	This rate is to contribute to services desired by the community	This is considered the base rate above which all other GRV rated properties are assessed.
GRV Other	Residential properties where the basis of rate is the Gross Rental Value (GRV) and the land uses is anything other than residential as defined by Local Planning Policy No 1. This includes commercial, industrial, tourism accommodation, holiday houses etc.	Obtain an appropriate contribution from non-residential properties toward the budgeted deficiency.	Recognise the impact of non-residential activities within the district.
UV Rural	All properties where the basis of rate is the Unimproved Value (UV) and not within any other rating category.	Obtain an appropriate contribution from rural activities toward the budgeted deficiency.	Recognise the impact of non-pastoral activities within the district.
UV Pastoral	All properties where the basis of rate is the Unimproved Value (UV) and the predominant land use is pastoral activities.	Obtain an appropriate contribution from Pastoral activities toward the budgeted deficiency.	This is considered the base rate above which all other UV rated properties are assessed.
UV Mining	Properties where the basis of rate is the Unimproved Value (UV) and a land use associated with exploration/prospecting or mining leases/tenements.	Obtain an appropriate contribution from mining and exploration activities toward the budgeted deficiency.	Due to the difference in valuation methodology and recognise the impact of mining related activities on the Shire.

**(d) Specified Area Rate**

Specified area rate	Budgeted rate applied to costs	Budgeted rate set aside to reserve	Reserve Amount to be applied to costs	Purpose of the rate	Area or properties rate is to be imposed on
	\$	\$	\$		
Monkey Mia Bore Replacement	0	15,000	0	The specified area rates is designated for the future replacement and major maintenance of the bore at Monkey Mia.	Assessment 2024
	0	15,000	0		

**(e) Service Charges**

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

**(f) Waivers or concessions**

Rate, fee or charge to which the waiver or concession is granted	Type	Waiver/Concession	Discount %	Discount (\$)	2024/25 Budget	2023/24 Actual	2023/24 Budget	Circumstances in which the waiver or concession is granted	Objects and reasons of the waiver or concession
General rates	Rate	Concession	25%	0	1,394	1,251	2,503	On application by ratepayer.	To recognise that the use of the land is partly used for charitable purposes.
General rates	Rate	Concession	50%	0	2,599	2,401	2,401	On application by ratepayer.	To recognise the use of the land as a landing point.
					3,993	3,652	4,904		

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

**3. NET CURRENT ASSETS**

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

**Current assets**

Cash and cash equivalents  
Receivables  
Inventories  
Other assets

**Less: current liabilities**

Trade and other payables  
Contract liabilities  
Capital grant/contribution liability  
Long term borrowings  
Employee provisions  
Other provisions

**Net current assets**

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

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

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

The following current assets and liabilities have been excluded from the net current assets used in the Statement of Financial Activity in accordance with *Financial Management Regulation 32* to agree to the surplus/(deficit) after imposition of general rates.

**Adjustments to net current assets**

Less: Cash - reserve accounts  
Add: Current liabilities not expected to be cleared at end of year  
- Current portion of borrowings

**Total adjustments to net current assets**

Note	2024/25 Budget 30 June 2025	2023/24 Actual 30 June 2024	2023/24 Budget 30 June 2024
	\$	\$	\$
4	5,514,111	13,553,663	8,781,602
	115,295	115,295	142,412
	129,762	129,762	140,182
	0	0	40,645
	5,759,168	13,798,720	9,104,841
	(195,500)	(195,500)	(500,313)
	0	(139,996)	(3,384,911)
	0	(4,557,856)	0
7	(35,888)	(35,097)	(34,324)
	(251,621)	(251,621)	(282,731)
	(36,596)	(36,596)	0
	(519,605)	(5,216,666)	(4,202,279)
	5,239,563	8,582,054	4,902,562
3(b)	(5,239,563)	(5,150,321)	(4,902,562)
	0	3,431,733	0
8	(5,275,451)	(5,185,418)	(4,936,886)
	35,888	35,097	34,324
	(5,239,563)	(5,150,321)	(4,902,562)

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

**3. NET CURRENT ASSETS**

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

**Items excluded from calculation of budgeted deficiency**

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

**(c) Non-cash amounts excluded from operating activities**

The following non-cash revenue or expenditure has been excluded from amounts attributable to operating activities within the Statement of Financial Activity in accordance with *Financial Management Regulation 32*.

**Adjustments to operating activities**

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

**Non cash amounts excluded from operating activities**

<b>Note</b>	<b>2024/25 Budget 30 June 2025</b>	<b>2023/24 Actual 30 June 2024</b>	<b>2023/24 Budget 30 June 2024</b>
	\$	\$	\$
5	(29,000)	(14,082)	(24,483)
5	67,000	132,249	145,336
6	5,383,369	4,757,354	1,881,680
	<b>5,421,369</b>	<b>4,875,521</b>	<b>2,002,533</b>

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

**3. NET CURRENT ASSETS**

**(d) MATERIAL ACCOUNTING POLICIES**

**CURRENT AND NON-CURRENT CLASSIFICATION**

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

**TRADE AND OTHER PAYABLES**

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

**PREPAID RATES**

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

**INVENTORIES**

**General**

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

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

**Superannuation**

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

**LAND HELD FOR RESALE**

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

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

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

**GOODS AND SERVICES TAX (GST)**

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

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

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

**CONTRACT LIABILITIES**

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

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

**TRADE AND OTHER RECEIVABLES**

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

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

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

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

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

**PROVISIONS**

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

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

**EMPLOYEE BENEFITS**

**Short-term employee benefits**

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

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

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

**Other long-term employee benefits**

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

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

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

**4. RECONCILIATION OF CASH**

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

	Note	2024/25 Budget	2023/24 Actual	2023/24 Budget
Cash at bank and on hand		\$ 1,514,111	\$ 9,553,663	\$ 2,781,602
Term deposits		4,000,000	4,000,000	6,000,000
<b>Total cash and cash equivalents</b>		<b>5,514,111</b>	<b>13,553,663</b>	<b>8,781,602</b>
Held as				
- Unrestricted cash and cash equivalents		238,660	3,810,389	3,844,716
- Restricted cash and cash equivalents		5,275,451	9,743,274	4,936,886
	3(a)	5,514,111	13,553,663	8,781,602
<b>Restrictions</b>				
The following classes of assets have restrictions imposed by regulations or other externally imposed requirements which limit or direct the purpose for which the resources may be used:				
- Cash and cash equivalents		5,275,451	9,743,274	4,936,886
		5,275,451	9,743,274	4,936,886
The assets are restricted as a result of the specified purposes associated with the liabilities below:				
Reserve accounts	8	5,275,451	5,185,418	4,936,886
Unspent capital grants, subsidies and contribution liabilities		0	4,557,856	
		5,275,451	9,743,274	4,936,886
<b>Reconciliation of net cash provided by operating activities to net result</b>				
<b>Net result</b>		1,332,339	(696,233)	4,622,262
Depreciation	6	5,383,369	4,757,354	1,881,680
(Profit)/loss on sale of asset	5	38,000	118,167	120,853
(Increase)/decrease in receivables		0	31,335	0
(Increase)/decrease in other assets		0	40,645	0
Increase/(decrease) in payables		0	(880,365)	0
Increase/(decrease) in contract liabilities		(139,996)	(53,023)	0
Increase/(decrease) in unspent capital grants		(4,557,856)	1,473,134	0
Capital grants, subsidies and contributions		(2,949,825)	(3,753,409)	(8,069,996)
<b>Net cash from operating activities</b>		<b>(893,969)</b>	<b>1,037,605</b>	<b>(1,445,201)</b>

**MATERIAL ACCOUNTING POLICES**

**CASH AND CASH EQUIVALENTS**

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

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

**FINANCIAL ASSETS AT AMORTISED COST**

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

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

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

5. PROPERTY, PLANT AND EQUIPMENT

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

	2024/25 Budget					2023/24 Actual					2023/24 Budget				
	Additions	Disposals - Net Book Value	Disposals - Sale Proceeds	Disposals - Profit	Disposals - Loss	Additions	Disposals - Net Book Value	Disposals - Sale Proceeds	Disposals - Profit	Disposals - Loss	Additions	Disposals - Net Book Value	Disposals - Sale Proceeds	Disposals - Profit	Disposals - Loss
<b>(a) Property, Plant and Equipment</b>	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Buildings - non-specialised	7,309,989	0	0	0	0	1,003,856	0	0	0	0	4,230,200	0	0	0	0
Buildings - specialised	160,000	0	0	0	0	26,403	0	0	0	0	130,000	0	0	0	0
Furniture and equipment	66,566	0	0	0	0	83,209	0	0	0	0	30,000	0	0	0	0
Plant and equipment	929,000	(226,000)	188,000	29,000	(67,000)	800,866	(456,076)	337,909	14,082	(132,249)	828,785	(447,853)	327,000	24,483	(145,336)
Heritage Assets	30,000	0	0	0	0	1,942	0	0	0	0	27,000	0	0	0	0
<b>Total</b>	<b>8,495,555</b>	<b>(226,000)</b>	<b>188,000</b>	<b>29,000</b>	<b>(67,000)</b>	<b>1,916,276</b>	<b>(456,076)</b>	<b>337,909</b>	<b>14,082</b>	<b>(132,249)</b>	<b>5,245,985</b>	<b>(447,853)</b>	<b>327,000</b>	<b>24,483</b>	<b>(145,336)</b>
<b>(b) Infrastructure</b>															
Infrastructure - roads other	548,507	0	0	0	0	524,356	0	0	0	0	438,117	0	0	0	0
Infrastructure - roads town	715,834	0	0	0	0	206,114	0	0	0	0	916,608	0	0	0	0
Infrastructure - footpaths	60,000	0	0	0	0	164,660	0	0	0	0	193,120	0	0	0	0
Infrastructure - public facilities	2,428,415	0	0	0	0	833,071	0	0	0	0	3,005,725	0	0	0	0
<b>Total</b>	<b>3,752,756</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>1,728,201</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>4,553,570</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Total</b>	<b>12,248,311</b>	<b>(226,000)</b>	<b>188,000</b>	<b>29,000</b>	<b>(67,000)</b>	<b>3,644,477</b>	<b>(456,076)</b>	<b>337,909</b>	<b>14,082</b>	<b>(132,249)</b>	<b>9,799,555</b>	<b>(447,853)</b>	<b>327,000</b>	<b>24,483</b>	<b>(145,336)</b>

MATERIAL ACCOUNTING POLICIES

RECOGNITION OF ASSETS

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

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

GAINS AND LOSSES ON DISPOSAL

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

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

**6. DEPRECIATION**

**By Class**

Buildings - non-specialised
Buildings - specialised
Furniture and equipment
Plant and equipment
Heritage Assets
Infrastructure - roads other
Infrastructure - roads town
Infrastructure - footpaths
Infrastructure - public facilities
Infrastructure - drainage
Infrastructure - streetscapes

**By Program**

Governance
General purpose funding
Law, order, public safety
Housing
Community amenities
Recreation and culture
Transport
Economic services
Other property and services

<b>2024/25 Budget</b>	<b>2023/24 Actual</b>	<b>2023/24 Budget</b>
\$	\$	\$
643,962	625,813	136,295
488,053	0	373,105
141,546	137,557	132,835
310,988	302,224	258,230
18,830	18,299	20,760
2,390,486	2,323,116	437,995
492,157	478,287	97,200
118,531	115,190	35,325
471,033	457,758	339,310
286,206	278,140	40,670
21,577	20,970	9,955
<b>5,383,369</b>	<b>4,757,354</b>	<b>1,881,680</b>
6,949	6,713	6,715
0	0	31,630
16,087	15,548	0
172,983	167,195	104,255
45,916	40,720	39,325
780,684	696,622	621,710
3,929,382	3,388,724	776,265
168,616	162,973	64,775
262,752	278,859	237,005
<b>5,383,369</b>	<b>4,757,354</b>	<b>1,881,680</b>

**MATERIAL ACCOUNTING POLICIES**

**DEPRECIATION**

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

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

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

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

Buildings - non-specialised	30 to 50 years
Buildings - specialised	50 to 80 years
Furniture and equipment	4 to 10 years
Plant and equipment	5 to 15 years
Heritage Assets	
Infrastructure - roads other	20 to 80 years
Infrastructure - roads town	20 to 80 years
Infrastructure - footpaths	80 years
Infrastructure - public facilities	30 to 75 years
Infrastructure - drainage	10 to 60 Years
Infrastructure - streetscapes	40 Years

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

7. BORROWINGS

(a) Borrowing repayments

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

Purpose	Loan Number	Institution	Interest Rate	Budget Principal 1 July 2024	2024/25 Budget New Loans	2024/25 Budget Principal Repayments	Budget Principal outstanding 30 June 2025	2024/25 Budget Interest Repayments	Actual Principal 1 July 2023	2023/24 Actual New Loans	2023/24 Actual Principal Repayments	Actual Principal outstanding 30 June 2024	2023/24 Actual Interest Repayments	Budget Principal 1 July 2023	2023/24 Budget New Loans	2023/24 Budget Principal Repayments	Budget Principal outstanding 30 June 2024	2023/24 Budget Interest Repayments
Town Oval Bore	58	WATC	2.2%	632,850	0	(35,097)	597,753	(19,308)	667,174	0	(34,324)	632,850	(14,753)	701,499	0	(34,324)	667,175	(20,139)
Essential Worker Accommodation		WATC		0	2,000,000	0	2,000,000	0	0	0	0	0	0	0	0	0	0	0
				632,850	2,000,000	(35,097)	2,597,753	(19,308)	667,174	0	(34,324)	632,850	(14,753)	701,499	0	(34,324)	667,175	(20,139)

All borrowing repayments, other than self supporting loans, will be financed by general purpose revenue.  
 The self supporting loan(s) repayment will be fully reimbursed.



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

**7. BORROWINGS**

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

Particulars/Purpose	Institution	Loan type	Term (years)	Interest rate	Amount borrowed budget	Total interest & charges	Amount used budget	Balance unspent
				%	\$	\$	\$	\$
Essential Worker Accommodation	WATC	Debenture	10	5.26%	2,000,000	0	2,000,000	0
					2,000,000	0	2,000,000	0

**(c) Unspent borrowings**

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

**(d) Credit Facilities**

	2024/25 Budget	2023/24 Actual	2023/24 Budget
	\$	\$	\$
<b>Undrawn borrowing facilities credit standby arrangements</b>			
Bank overdraft limit	50,000	50,000	50,000
Bank overdraft at balance date	0	0	0
Credit card limit	20,000	20,000	15,000
Credit card balance at balance date	0	(523)	0
<b>Total amount of credit unused</b>	<b>70,000</b>	<b>69,477</b>	<b>65,000</b>
<b>Loan facilities</b>			
Loan facilities in use at balance date	2,597,753	632,850	667,175

**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.

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

**8. RESERVE ACCOUNTS**

**(a) Reserve Accounts - Movement**

	2024/25				2023/24				2023/24			
	Opening Balance	Transfer to	Budget Transfer (from)	Closing Balance	Opening Balance	Transfer to	Actual Transfer (from)	Closing Balance	Opening Balance	Transfer to	Budget Transfer (from)	Closing Balance
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
<b>Restricted by legislation</b>												
(a) Monkey Mia Bore reserve	14,999	15,000	0	29,999	0	14,999	0	14,999	0	15,200	0	15,200
	14,999	15,000	0	29,999	0	14,999	0	14,999	0	15,200	0	15,200
<b>Restricted by council</b>												
(b) Leave Reserve	205,471	46,150	0	251,621	199,109	6,362	0	205,471	199,109	3,300	0	202,409
(c) Plant Replacement Reserve	692,823	115,033	0	807,856	671,375	21,448	0	692,823	671,374	392,000	(501,785)	561,589
(d) Infrastructure Reserve	3,442,710	1,050,000	(1,148,000)	3,344,710	3,336,122	106,588	0	3,442,710	3,336,123	643,534	(577,555)	3,402,102
(e) Pensioner Unit Reserve	214,509	3,000	0	217,509	207,868	6,641	0	214,509	207,868	53,000	(60,000)	200,868
(f) Recreation Facilities Upgrade Reserve	560,466	8,000	0	568,466	543,114	17,352	0	560,466	543,114	8,000	(50,000)	501,114
(g) Monkey Mia Jetty Reserve	23,281	350	0	23,631	22,560	721	0	23,281	22,560	350	0	22,910
(h) Shared Fire System Reserve	31,159	500	0	31,659	30,194	965	0	31,159	30,194	500	0	30,694
	5,170,419	1,223,033	(1,148,000)	5,245,452	5,010,342	160,077	0	5,170,419	5,010,342	1,100,684	(1,189,340)	4,921,686
	5,185,418	1,238,033	(1,148,000)	5,275,451	5,010,342	175,076	0	5,185,418	5,010,342	1,115,884	(1,189,340)	4,936,886

**(b) Reserve Accounts - Purposes**

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

Reserve name	Anticipated date of use	Purpose of the reserve
(a) Monkey Mia Bore reserve	Ongoing	To be used to fund the replacement and maintenance of the Monkey Mia Bore.
(b) Leave Reserve	Ongoing	To be used for the provision of employee leave.
(c) Plant Replacement Reserve	Ongoing	To be used for the purchase of plant and equipment.
(d) Infrastructure Reserve	Ongoing	To be used to fund the future replacement and construction of infrastructure in the Shire.
(e) Pensioner Unit Reserve	Ongoing	To be used to fund the replacement and maintenance of the pensioner units.
(f) Recreation Facilities Upgrade Reserve	Ongoing	To be used to fund the upgrade/maintenance of the Shire recreation facilities.
(g) Monkey Mia Jetty Reserve	Ongoing	To be used for the upgrade and maintenance of the Monkey Mia Jetty.
(h) Shared Fire System Reserve	Ongoing	Shared with the Department of Biodiversity, Conservation and Attractions and to be used to fund the future system replacement.

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

**9. OTHER INFORMATION**

The net result includes as revenues

**(a) Interest earnings**

	2024/25 Budget	2023/24 Actual	2023/24 Budget
	\$	\$	\$
Investments	182,250	227,736	112,150
Other interest revenue	5,245	6,948	5,100
	<u>187,495</u>	<u>234,684</u>	<u>117,250</u>

The net result includes as expenses

**(b) Auditors remuneration**

Audit services	40,000	30,790	45,000
Other services	10,000	5,700	0
	<u>50,000</u>	<u>36,490</u>	<u>45,000</u>

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

Borrowings (refer Note 7(a))	19,308	14,753	20,139
	<u>19,308</u>	<u>14,753</u>	<u>20,139</u>

**(d) Write offs**

General rate	0	236	0
	<u>0</u>	<u>236</u>	<u>0</u>

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

**10. ELECTED MEMBERS REMUNERATION**

	<b>2024/25 Budget</b>	<b>2023/24 Actual</b>	<b>2023/24 Budget</b>
	\$	\$	\$
<b>Shire President</b>			
President's allowance	12,963	12,465	12,465
Meeting attendance fees	12,620	12,135	12,135
Annual allowance for ICT expenses	2,175	2,175	2,175
	27,758	26,775	26,775
<b>Deputy Shire President</b>			
Deputy President's allowance	3,245	1,700	3,120
Meeting attendance fees	6,141	5,905	5,905
Annual allowance for ICT expenses	2,175	2,175	2,175
	11,561	9,780	11,200
<b>Elected Member 1</b>			
Meeting attendance fees	6,141	5,905	5,905
Annual allowance for ICT expenses	2,175	2,175	2,175
	8,316	8,080	8,080
<b>Elected member 2</b>			
Meeting attendance fees	6,141	5,905	5,905
Annual allowance for ICT expenses	2,175	2,175	2,175
	8,316	8,080	8,080
<b>Elected member 3</b>			
Meeting attendance fees	6,141	5,905	5,905
Annual allowance for ICT expenses	2,175	2,175	2,175
	8,316	8,080	8,080
<b>Elected member 4</b>			
Meeting attendance fees	6,141	5,905	5,905
Deputy President's allowance	0	1,040	0
Annual allowance for ICT expenses	2,175	2,175	2,175
	8,316	9,120	8,080
<b>Elected member 5</b>			
Meeting attendance fees	6,141	5,905	5,905
Annual allowance for ICT expenses	2,175	2,175	2,175
	8,316	8,080	8,080
<b>Total Elected Member Remuneration</b>	80,899	77,995	78,375
President's allowance	12,963	12,465	12,465
Deputy President's allowance	3,245	2,740	3,120
Meeting attendance fees	49,466	47,565	47,565
Annual allowance for ICT expenses	15,225	15,225	15,225
	80,899	77,995	78,375

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

**11. REVENUE AND EXPENDITURE**

**(a) Revenue and Expenditure Classification**

**REVENUES**

**RATES**

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

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

**GRANTS, SUBSIDIES AND CONTRIBUTIONS**

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

**CAPITAL GRANTS, SUBSIDIES AND CONTRIBUTIONS**

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

**REVENUE FROM CONTRACTS WITH CUSTOMERS**

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

**FEES AND CHARGES**

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

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

**SERVICE CHARGES**

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

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

**INTEREST REVENUE**

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

**OTHER REVENUE / INCOME**

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

**PROFIT ON ASSET DISPOSAL**

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

**EXPENSES**

**EMPLOYEE COSTS**

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

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

**MATERIALS AND CONTRACTS**

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

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

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

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

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

**INSURANCE**

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

**LOSS ON ASSET DISPOSAL**

Loss on the disposal of fixed assets.

**DEPRECIATION ON NON-CURRENT ASSETS**

Depreciation and amortisation expenses raised on all classes of assets.

**FINANCE COSTS**

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

**OTHER EXPENDITURE**

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

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

**11. REVENUE AND EXPENDITURE**

**(b) Revenue Recognition**

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

<b>Revenue Category</b>	<b>Nature of goods and services</b>	<b>When obligations typically satisfied</b>	<b>Payment terms</b>	<b>Returns/Refunds/Warranties</b>	<b>Timing of Revenue recognition</b>
Grant contracts with customers	Community events, minor facilities, research, design, planning evaluation and services	Over time	Fixed terms transfer of funds based on agreed milestones and reporting	Contract obligation if project not complete	Output method based on project milestones and/or completion date matched to performance obligations as inputs are shared
Licences/ Registrations/ Approvals	Building, planning, development and animal management, having the same nature as a licence regardless of naming.	Single point in time	Full payment prior to issue	None	On payment and issue of the licence, registration or approval
Waste management entry fees	Waste treatment, recycling and disposal service at disposal sites	Single point in time	Payment in advance at gate or on normal trading terms if credit provided	None	On entry to facility
Fees and charges for other goods and services	Cemetery services, library fees, reinstatements and private works	Single point in time	Payment in full in advance	None	Output method based on provision of service or completion of works
Sale of stock	Visitor centre stock	Single point in time	In full in advance, on 15 day credit	Refund for faulty goods	Output method based on goods

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

**12. PROGRAM INFORMATION**

**Key Terms and Definitions - Reporting Programs**

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

**OBJECTIVE**

**ACTIVITIES**

**Governance**

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

Expenses associated with the provision of services to members of council and elections.

**General purpose funding**

To collect revenue to allow for the provision of services.

Rates and associated revenues, general purpose government grants, interest revenue and other miscellaneous revenues such as commission on Police Licensing. This also includes the costs associated with raising these revenues e.g. valuation expenses, debt collection and overheads.

**Law, order, public safety**

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

Enforcement of Local Laws, fire prevention, animal control and the provision of ranger services.

**Health**

To provide an operational framework for environmental and community health.

Health inspection services, food quality control and mosquito control.

**Housing**

To provide and maintain housing for the elderly and staff.

Provision and maintenance of rented housing accommodation for pensioners and employees.

**Community amenities**

To provide service required by the community.

Sanitation, stormwater drainage, protection of the environment, public conveniences, cemeteries and town planning.

**Recreation and culture**

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

Parks, gardens and recreation reserves, library services, television and radio re-broadcasting, swimming facilities, walk trails, youth recreation, Shark Bay World Heritage Discovery and Visitor Centre, foreshore, public halls and the Shark Bay Recreation Centre.

**Transport**

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

Construction and maintenance of roads, footpaths, drainage, parking facilities, traffic control, depot operations, marine facilities and street cleaning.

**Economic services**

To help promote the Shire and its economic wellbeing.

Tourism, community development, building services, visitor centre stock and private works.

**Other property and services**

To monitor and control council's overhead operating accounts.

Plant maintenance, administration, labour overheads and stock.

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

**13. FEES AND CHARGES**

	<b>2024/25 Budget</b>	<b>2023/24 Actual</b>	<b>2023/24 Budget</b>
	\$	\$	\$
<b>By Program:</b>			
General purpose funding	11,942	13,597	10,000
Law, order, public safety	4,655	4,047	6,160
Health	765	702	0
Housing	161,372	118,226	115,700
Community amenities	443,821	458,303	401,316
Recreation and culture	311,395	295,257	292,920
Transport	53,676	40,549	52,163
Economic services	957,630	659,949	838,891
	<b>1,945,256</b>	<b>1,590,630</b>	<b>1,717,150</b>

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