

SHIRE OF CRANBROOK
ANNUAL BUDGET
FOR THE YEAR ENDED 30 JUNE 2025

LOCAL GOVERNMENT ACT 1995

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SHIRE'S VISION

That the Shire of Cranbrook is a proactive, sustainable, safe, friendly and prosperous place to be.

SHIRE OF CRANBROOK
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2025

	Note	2024/25 Budget	2023/24 Actual	2023/24 Budget
Revenue		\$	\$	\$
Rates	2(a)	3,214,421	3,090,280	3,089,815
Grants, subsidies and contributions		927,315	2,246,532	572,591
Fees and charges	14	492,128	500,697	438,998
Interest revenue	10(a)	145,963	173,087	147,325
Other revenue		120,611	145,055	123,436
		4,900,438	6,155,651	4,372,165
Expenses				
Employee costs		(2,924,290)	(2,396,368)	(2,160,683)
Materials and contracts		(2,296,404)	(1,308,574)	(2,008,265)
Utility charges		(153,296)	(145,962)	(151,930)
Depreciation	6	(4,184,210)	(4,144,693)	(2,518,695)
Finance costs	10(c)	(30,271)	(1,407)	(1,982)
Insurance		(252,365)	(234,719)	(250,135)
Other expenditure		(129,300)	(94,944)	(168,407)
		(9,970,136)	(8,326,667)	(7,260,097)
		(5,069,698)	(2,171,016)	(2,887,932)
Capital grants, subsidies and contributions		5,531,049	1,786,598	4,173,186
Profit on asset disposals	5	200,082	60,302	148,600
Loss on asset disposals	5	(91,500)	0	(4,000)
Fair value adjustments to financial assets at fair value through profit or loss		1,200	1,261	0
		5,640,831	1,848,161	4,317,786
Net result for the period		571,133	(322,855)	1,429,854
Other comprehensive income for the period				
<i>Items that will not be reclassified subsequently to profit or loss</i>				
Changes in asset revaluation surplus		0	0	0
Share of comprehensive income of associates accounted for using the equity method		0	0	0
Total other comprehensive income for the period		0	0	0
Total comprehensive income for the period		571,133	(322,855)	1,429,854

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

SHIRE OF CRANBROOK
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2025

	Note	2024/25 Budget	2023/24 Actual	2023/24 Budget
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts				
Rates		\$ 3,199,421	\$ 3,059,266	\$ 3,089,815
Grants, subsidies and contributions		912,315	2,200,538	572,591
Fees and charges		492,128	500,697	438,998
Interest revenue		145,963	173,087	147,325
Other revenue		120,611	145,055	123,436
		4,870,438	6,078,643	4,372,165
Payments				
Employee costs		(2,879,290)	(2,428,588)	(2,160,683)
Materials and contracts		(2,270,404)	(1,427,451)	(2,008,265)
Utility charges		(153,296)	(145,962)	(151,930)
Finance costs		(30,271)	(1,407)	(1,982)
Insurance paid		(252,365)	(234,719)	(250,135)
Goods and services tax paid		0	(4,316)	0
Other expenditure		(129,300)	(94,944)	(168,407)
		(5,714,926)	(4,337,387)	(4,741,402)
Net cash provided by (used in) operating activities	4	(844,488)	1,741,256	(369,237)
CASH FLOWS FROM INVESTING ACTIVITIES				
Payments for other loans and receivables - clubs/ institutions		(30,000)	0	0
Payments for purchase of property, plant & equipment	5(a)	(2,949,774)	(772,855)	(3,742,216)
Payments for construction of infrastructure	5(b)	(5,419,275)	(2,353,001)	(2,928,705)
Capital grants, subsidies and contributions		5,251,637	2,003,933	4,173,186
Proceeds from sale of property, plant and equipment	5(a)	764,602	363,295	775,100
Proceeds on other loans and receivables - clubs/ institutions		8,000	33,436	11,034
Net cash (used in) investing activities		(2,374,810)	(725,192)	(1,711,601)
CASH FLOWS FROM FINANCING ACTIVITIES				
Repayment of borrowings	7(a)	0	(36,001)	(36,001)
Payments for principal portion of lease liabilities	8	(19,412)	(19,106)	(19,106)
Net cash (used in) financing activities		(19,412)	(55,107)	(55,107)
Net increase (decrease) in cash held		(3,238,710)	960,957	(2,135,945)
Cash at beginning of year		6,878,567	5,917,606	5,917,606
Cash and cash equivalents at the end of the year	4	3,639,857	6,878,563	3,781,661

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

SHIRE OF CRANBROOK
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)	\$ 2,962,165	\$ 2,859,623	\$ 2,858,670
Rates excluding general rates	2(a)	252,256	230,657	231,145
Grants, subsidies and contributions		927,315	2,246,532	572,591
Fees and charges	14	492,128	500,697	438,998
Interest revenue	10(a)	145,963	173,087	147,325
Other revenue		120,612	145,055	123,436
Profit on asset disposals	5	200,082	60,302	148,600
Fair value adjustments to financial assets at fair value through profit or loss		1,200	1,261	0
		5,101,721	6,217,214	4,520,765

Expenditure from operating activities

Employee costs		(2,924,290)	(2,396,368)	(2,160,683)
Materials and contracts		(2,296,404)	(1,308,574)	(2,008,272)
Utility charges		(153,296)	(145,962)	(151,930)
Depreciation	6	(4,184,210)	(4,144,693)	(2,518,695)
Finance costs	10(c)	(30,271)	(1,407)	(1,982)
Insurance		(252,365)	(234,719)	(250,135)
Other expenditure		(129,300)	(94,944)	(168,407)
Loss on asset disposals	5	(91,500)	0	(4,000)
		(10,061,636)	(8,326,667)	(7,264,104)

Non cash amounts excluded from operating activities

	3(c)	4,098,341	3,972,275	2,365,025
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Amount attributable to operating activities

(861,574) 1,862,822 (378,314)

INVESTING ACTIVITIES

Inflows from investing activities

Capital grants, subsidies and contributions		5,531,049	1,786,598	4,173,186
Proceeds from disposal of assets	5	764,602	363,295	775,100
Proceeds on other loans and receivables - clubs/institutions		8,000	33,436	11,034
		6,303,651	2,183,329	4,959,320

Outflows from investing activities

Payments for property, plant and equipment	5(a)	(2,949,774)	(772,855)	(3,742,216)
Payments for construction of infrastructure	5(b)	(5,419,275)	(2,353,001)	(2,928,705)
Payments for other loans and receivables - clubs/institutions		(30,000)	0	0
		(8,399,049)	(3,125,856)	(6,670,921)
Amount attributable to investing activities		(2,095,398)	(942,527)	(1,711,601)

FINANCING ACTIVITIES

Inflows from financing activities

Transfers from reserve accounts	9(a)	708,399	282,371	245,785
		708,399	282,371	245,785

Outflows from financing activities

Repayment of borrowings	7(a)	0	(36,001)	(36,001)
Payments for principal portion of lease liabilities	8	(19,412)	(19,106)	(19,106)
Transfers to reserve accounts	9(a)	(723,514)	(688,769)	(588,191)
		(742,926)	(743,876)	(643,298)
Amount attributable to financing activities		(34,527)	(461,505)	(397,513)

MOVEMENT IN SURPLUS OR DEFICIT

Surplus at the start of the financial year	3	2,991,499	2,532,709	2,487,428
Amount attributable to operating activities		(861,574)	1,862,822	(378,314)
Amount attributable to investing activities		(2,095,398)	(942,527)	(1,711,601)
Amount attributable to financing activities		(34,527)	(461,505)	(397,513)
Surplus/(deficit) remaining after the imposition of general rates	3	0	2,991,499	0

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

**SHIRE OF CRANBROOK
FOR THE YEAR ENDED 30 JUNE 2025
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SHIRE OF CRANBROOK
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 11 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
- estimation of fair value of leases

SHIRE OF CRANBROOK
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
		\$		\$	\$	\$	\$	\$	\$
(i) General rates									
Residential	Gross rental valuation	0.102800	243	2,987,080	307,072	0	307,072	294,103	294,353
Commercial	Gross rental valuation	0.102800	7	123,160	12,661	250	12,911	12,190	12,190
Rural	Unimproved valuation	0.004653	408	567,630,000	2,641,182	1,000	2,642,182	2,553,330	2,552,127
Mining Tenements	Unimproved valuation	0.004653	0	0	0	0	0	0	0
Total general rates			658	570,740,240	2,960,915	1,250	2,962,165	2,859,623	2,858,670
(j) Minimum payment									
		\$							
Residential	Gross rental valuation	740	137	261,274	101,380	250	101,630	96,952	96,560
Commercial	Gross rental valuation	740	11	15,860	8,140	0	8,140	7,810	7,810
Rural	Unimproved valuation	780	66	7,424,300	51,480	250	51,730	38,640	39,390
Mining Tenements	Unimproved valuation	780	12	123,920	9,360	250	9,610	9,230	9,360
Total minimum payments			226	7,825,354	170,360	750	171,110	152,632	153,120
Total general rates and minimum payments			884	578,565,594	3,131,275	2,000	3,133,275	3,012,255	3,011,790
(k) Ex-gratia rates									
Ex-gratia rates					81,146		81,146	78,025	78,025
					3,212,421	2,000	3,214,421	3,090,280	3,089,815
Total rates					3,212,421	2,000	3,214,421	3,090,280	3,089,815

The Shire did not raise specified area rates for the year ended 30th June 2025.

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 CRANBROOK
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.

Instalment options	Date due	Instalment plan admin charge	Instalment plan interest rate	Unpaid rates interest rates
		\$	%	%
Option one				
Single full payment	18/09/2024	n/a	0%	11%
Option two				
First instalment	18/09/2024	n/a	0%	11%
Second instalment	22/01/2025	\$11.00	5.5%	11%
Option three				
First instalment	18/09/2024	n/a	0%	11%
Second instalment	20/11/2024	\$11.00	5.5%	11%
Third instalment	22/01/2025	\$11.00	5.5%	11%
Fourth instalment	26/03/2025	\$11.00	5.5%	11%

	2024/25 Budget revenue	2023/24 Actual revenue	2023/24 Budget revenue
	\$	\$	\$
Instalment plan admin charge revenue	4,000	4,610	4,000
Instalment plan interest earned	12,000	12,053	10,500
Unpaid rates and service charge interest earned	10,000	9,531	6,500
	26,000	26,194	21,000

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

2. RATES AND SERVICE CHARGES (CONTINUED)

(c) Service Charges

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

(d) 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
Waste and recycling collection	Fee and charge	Waiver	100.0%		\$ 2,912	\$ 2,800	\$ 2,000	Policy 4.5 Rates and Sundry Debtors Charges – Write Offs, Recovery Process	
Hall/facility hire - includes bus and equipment hire	Fee and charge	Waiver	100.0%		11,250	10,706	3,000	Policy 7.3 - Community Facilities and Equipment - Usage	
Cranbrook Caravan Park charges	Fee and charge	Concession	30.0%		0	0	10,500	Delegation 1.9 Grant Discounts, Waive or Refund Fees and Charges, Write Off of Minor Debts	
					14,162	13,506	15,500		

SHIRE OF CRANBROOK
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
 Financial assets
 Receivables
 Inventories
 Other assets

Less: current liabilities

Trade and other payables
 Capital grant/contribution liability
 Lease liabilities
 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
 Less: Current assets not expected to be received at end of year
 - Current financial assets at amortised cost - self supporting loans
 Add: Current liabilities not expected to be cleared at end of year
 - Current portion of borrowings
 - Current portion of lease liabilities
 - Current portion of employee benefit provisions held in reserve

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	3,639,857	6,878,567	3,781,662
	0	5,000	(9,500)
	192,962	172,962	120,324
	38,580	43,580	36,206
	184,886	184,886	161,914
	4,056,285	7,284,995	4,090,606
	(164,705)	(138,705)	(274,267)
	0	(279,412)	(75,437)
8	(6,542)	(19,412)	0
7	0	0	(1)
	(455,566)	(425,566)	(441,376)
	(42,776)	(42,776)	(31,987)
	(669,589)	(905,871)	(823,068)
	3,386,696	6,379,124	3,267,538
3(b)	(3,386,696)	(3,387,625)	(3,267,537)
	0	2,991,499	1
9	(3,573,653)	(3,558,539)	(3,494,546)
		(5,000)	9,500
	0	0	1
	6,542	19,412	0
	180,415	156,502	217,508
	(3,386,696)	(3,387,625)	(3,267,537)

SHIRE OF CRANBROOK
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
 Less: Fair value adjustments to financial assets at fair value through profit and loss
 Add: Loss on asset disposals
 Add: Depreciation
 Movement in current employee provisions associated with restricted cash
 Non-cash movements in non-current assets and liabilities:
 - Pensioner deferred rates
 - Receivables for employee related provisions
 - Employee provisions

Non cash amounts excluded from operating activities

Note	2024/25 Budget 30 June 2025	2023/24 Actual 30 June 2024	2023/24 Budget 30 June 2024
	\$	\$	\$
5	(200,082)	(60,302)	(148,600)
	(1,200)	(1,261)	0
5	91,500	0	4,000
6	4,184,210	4,144,693	2,518,695
	23,913	(70,077)	(9,070)
	(5,000)	(7,837)	0
	(5,000)	(16,531)	0
	10,000	(16,410)	0
	4,098,341	3,972,275	2,365,025

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

3. NET CURRENT ASSETS

(e) 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 CRANBROOK
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		\$ 36,402	\$ 3,175,112	\$ 629,522
Term deposits		3,603,455	3,703,455	3,152,140
Total cash and cash equivalents		3,639,857	6,878,567	3,781,662
Held as				
- Unrestricted cash and cash equivalents		66,204	3,040,616	211,679
- Restricted cash and cash equivalents		3,573,653	3,837,951	3,569,983
	3(a)	3,639,857	6,878,567	3,781,662
Restrictions				
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		3,573,653	3,837,951	3,569,983
		3,573,653	3,837,951	3,569,983
The assets are restricted as a result of the specified purposes associated with the liabilities below:				
Financially backed reserves	9	3,573,653	3,558,539	3,494,546
Unspent capital grants, subsidies and contribution liabilities		0	279,412	75,437
		3,573,653	3,837,951	3,569,983
Reconciliation of net cash provided by operating activities to net result				
Net result		571,133	(322,855)	1,429,854
Depreciation	6	4,184,210	4,144,693	2,518,695
(Profit)/loss on sale of asset	5	(108,582)	(60,302)	(144,600)
Adjustments to fair value of financial assets at fair value through profit and loss		(1,200)	(1,261)	0
(Increase)/decrease in receivables		(30,000)	(104,296)	0
(Increase)/decrease in inventories		5,000	(7,882)	0
Increase/(decrease) in payables		26,000	(88,023)	0
Increase/(decrease) in unspent capital grants		(279,412)	206,546	0
Increase/(decrease) in other provision		0	10,789	0
Increase/(decrease) in employee provisions		40,000	(32,220)	0
Capital grants, subsidies and contributions		(5,251,637)	(2,003,933)	(4,173,186)
Net cash from operating activities		(844,488)	1,741,256	(369,237)

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 CRANBROOK
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	Additions	Disposals - Net Book Value	Disposals - Sale Proceeds	Disposals - Profit	Disposals - Loss
(a) Property, Plant and Equipment	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Buildings - specialised	1,092,414	0	0	0	0	129,174	0	0	0	2,347,116	0	0	0	0
Furniture and equipment	36,000	0	0	0	0	0								
Plant and equipment	1,821,360	(656,020)	764,602	200,082	(91,500)	643,681	302,994	363,295	60,302	1,395,100	630,500	775,100	148,600	(4,000)
Total	2,949,774	(656,020)	764,602	200,082	(91,500)	772,855	302,994	363,295	60,302	3,742,216	630,500	775,100	148,600	(4,000)
(b) Infrastructure														
Infrastructure - roads	5,270,978	0	0	0	0	1,838,093	0	0	0	2,150,221	0	0	0	0
Infrastructure - bridges	0	0	0	0	0	9,800	0	0	0	101,000	0	0	0	0
Infrastructure - other	148,297	0	0	0	0	505,108	0	0	0	677,484	0	0	0	0
Total	5,419,275	0	0	0	0	2,353,001	0	0	0	2,928,705	0	0	0	0
Total	8,369,049	(656,020)	764,602	200,082	(91,500)	3,125,856	302,994	363,295	60,302	6,670,921	630,500	775,100	148,600	(4,000)

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 CRANBROOK
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
Infrastructure - roads
Infrastructure - footpaths
Infrastructure - drainage
Infrastructure - bridges
Infrastructure - other
Infrastructure - waste site rehabilitation
Infrastructure - Car Parks
Right of use - plant and equipment

By Program

Governance
Law, order, public safety
Education and welfare
Community amenities
Recreation and culture
Transport
Economic services
Other property and services

2024/25 Budget	2023/24 Actual	2023/24 Budget
\$	\$	\$
123,217	120,907	116,337
241,228	236,705	227,758
19,900	18,680	32,400
659,060	661,309	726,010
2,115,349	2,092,240	935,704
31,873	31,525	14,099
155,034	153,340	68,578
642,540	635,520	284,221
97,224	96,162	43,006
44,455	44,451	35,955
35,330	34,944	15,627
19,000	18,910	19,000
4,184,210	4,144,693	2,518,695
110,000	107,941	90,000
156,610	156,165	154,610
3,000	2,880	3,800
106,000	105,514	113,050
257,600	256,864	230,235
3,000,000	2,961,388	1,380,000
41,000	40,746	37,000
510,000	513,195	510,000
4,184,210	4,144,693	2,518,695

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 60 years
Buildings - specialised	30 to 60 years
Furniture and equipment	3 to 15 years
Plant and equipment	1 to 15 years
Infrastructure - roads (pavement and surface components. Formation not depreciated)	20 to 55 years
Infrastructure - footpaths	25 to 45 years
Infrastructure - drainage	60 to 80 years
Infrastructure - bridges	50 to 60 years
Infrastructure - other	30 to 50 years
Infrastructure - waste site rehabilitation	7 to 30 years
Infrastructure - Car Parks	30 to 50 years
Right of use - plant and equipment	Based on the remaining lease

AMORTISATION

The depreciable amount of all intangible assets with a finite useful life, are depreciated on a straight-line basis over the individual asset's useful life from the time the asset is held for use.

The assets residual value of intangible assets is considered to be zero and useful live and amortisation method are reviewed at the end of each financial year.

Amortisation is included within Depreciation on non-current assets in the Statement of Comprehensive Income.

SHIRE OF CRANBROOK
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
Lot 9 Edward Street Staff Housing	77	WATC	4.3%	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 36,001	\$ 0	\$ (36,001)	\$ 0	\$ (830)	\$ 36,001	\$ 0	\$ (36,001)	\$ 0	\$ (1,405)
				0	0	0	0	0	36,001	0	(36,001)	0	(830)	36,001	0	(36,001)	0	(1,405)

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 CRANBROOK
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2025

7. BORROWINGS

(b) New borrowings - 2024/25

The Shire does not intend to undertake any new borrowings for the year ended 30th June 2025

(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
	\$	\$	\$
Undrawn borrowing facilities			
credit standby arrangements			
Short term lending facility (WATC)	1,000,000	0	0
Short term lending facility (WATC) at balance date	0	0	0
Credit card limit	22,000	10,000	7,000
Credit card balance at balance date	5,000	3,767	0
Total amount of credit unused	1,027,000	13,767	7,000

Overdraft details	Purpose overdraft was established	Year overdraft established	Amount b/fwd 1 July 2024	2024/25 Budgeted Increase/ (Decrease)	Amount as at 30th June 2025
			\$ 0	\$ 0	\$ 0
Short term lending facility with the Western Australian Treasury Corporation of not more than \$1 million dollars for periods of up to 12 months and with a final termination of facility date of 30 September 2025	Management of cash flow while undertaking capital road works under the Great Southern Secondary Freight Network project	2024	0	0	0

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 CRANBROOK
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2025**

8. LEASE LIABILITIES

Purpose	Lease Number	Institution	Lease Interest Rate	Lease Term	Budget Lease Principal 1 July 2024	2024/25 Budget New Leases	2024/25 Budget Lease Principal Repayments	Budget Lease Principal outstanding 30 June 2025	2024/25 Budget Lease Interest Repayments	Actual Principal 1 July 2023	2023/24 Actual New Leases	2023/24 Actual Lease Principal repayments	Actual Lease Principal outstanding 30 June 2024	2023/24 Actual Lease Interest repayments	Budget Principal 1 July 2023	2023/24 Budget New Leases	2023/24 Budget Lease Principal repayments	Budget Lease Principal outstanding 30 June 2024	2023/24 Budget Lease Interest repayments
CESM Lease Vehicle			1.6%	5	\$ 25,954	\$ -	\$ (19,412)	\$ 6,542	\$ (271)	\$ 45,060	\$ -	\$ (19,106)	\$ 25,954	\$ (577)	\$ 45,060	\$ -	\$ (19,106)	\$ 25,954	\$ (577)
					25,954	0	(19,412)	6,542	(271)	45,060	0	(19,106)	25,954	(577)	45,060	0	(19,106)	25,954	(577)

MATERIAL ACCOUNTING POLICIES

LEASES

At the inception of a contract, the Shire assesses whether the contract is, or contains, 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 a 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.

LEASE LIABILITIES

The present value of future lease payments not paid at the reporting date discounted using the incremental borrowing rate where the implicit interest rate in the lease is not readily determined.

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

9. RESERVE ACCOUNTS

(a) Reserve Accounts - Movement

	2024/25 Budget				2023/24 Actual				2023/24 Budget			
	Opening Balance	Transfer to	Transfer (from)	Closing Balance	Opening Balance	Transfer to	Transfer (from)	Closing Balance	Opening Balance	Transfer to	Transfer (from)	Closing Balance
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Restricted by council												
(a) Plant Replacement Reserve	356,226	8,906	(49,900)	315,232	451,915	65,811	(161,500)	356,226	451,915	15,817	(136,050)	331,682
(b) Employee Entitlement Reserve	156,502	53,913	(30,000)	180,415	226,579	27,860	(97,937)	156,502	226,578	28,860	(47,000)	208,438
(c) Waste and Water Management Reserve	39,495	10,987	0	50,482	28,629	10,866	0	39,495	28,629	11,002	0	39,631
(d) Information Technology and Office Equipmer	155,828	103,896	(20,000)	239,724	83,325	72,503	0	155,828	83,326	72,916	0	156,242
(e) Building Asset Management Reserve	254,674	6,367	(89,525)	171,516	201,724	56,160	(3,210)	254,674	201,723	7,060	(42,735)	166,048
(f) Community Associations Financial assistanc	62,161	9,554	(30,000)	41,715	18,147	44,014	0	62,161	18,148	21,669	0	39,817
(g) Roadworks Reserve	145,888	53,647	0	199,535	78,282	67,606	0	145,888	78,282	77,740	0	156,022
(h) Land Reserves	127,632	3,191	0	130,823	123,878	3,754	0	127,632	123,878	4,336	0	128,214
(i) Frankland River Sporting Facilities Reserve	177,956	4,449	0	182,405	172,662	5,294	0	177,956	172,662	6,043	0	178,705
(j) Housing Reserve	386,382	9,660	0	396,042	374,928	11,454	0	386,382	374,928	13,122	0	388,050
(k) Frankland River Asset Replacement Fund (B	86,057	7,151	0	93,208	78,651	7,406	0	86,057	78,651	7,753	0	86,404
(l) Cranbrook Asset Replacement Fund (Bowlin	91,257	7,281	0	98,538	83,658	7,599	0	91,257	83,658	7,928	0	91,586
(m) Rate Discount Reserve	1,159,333	185,533	(219,974)	1,124,892	923,031	256,027	(19,724)	1,159,334	923,030	260,131	(20,000)	1,163,161
(n) Emergency Response Reserve	127,999	13,200	0	141,199	104,823	23,176	0	127,999	104,823	23,669	0	128,492
(o) Works Depot Reserve	186,564	4,664	(150,000)	41,228	161,655	24,909	0	186,564	161,655	25,658	0	187,313
(p) Bridges Reserve	0	200,000	(119,000)	81,000	0	0	0	0	0	0	0	0
(q) Refuse Site Reserve	44,584	16,115	0	60,699	40,254	4,330	0	44,584	40,254	4,487	0	44,741
(r) Revaluation Expense Reserve	0	25,000	0	25,000	0	0	0	0	0	0	0	0
	3,558,538	723,514	(708,399)	3,573,653	3,152,141	688,769	(282,371)	3,558,539	3,152,140	588,191	(245,785)	3,494,546

(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) Plant Replacement Reserve	Ongoing	For the purchase or replacement of capital plant and equipment
(b) Employee Entitlement Reserve	Ongoing	To fund current and past employee leave entitlements
(c) Waste and Water Management Reserve	Ongoing	For the establishment or improvements of waste sites, water harvesting and re-use initiatives, and infrastructure to be used as part of ongoing
(d) Information Technology and Office Equipmer	Ongoing	To fund the purchase and upgrade of computer equipment, software and office equipment
(e) Building Asset Management Reserve	Ongoing	For capital maintenance on Council owned public buildings
(f) Community Associations Financial assistanc	Ongoing	For the provision of interest free loans to community organisations
(g) Roadworks Reserve	Ongoing	To be used on road construction projects
(h) Land Reserves	Ongoing	For the acquisition and development of land
(i) Frankland River Sporting Facilities Reserve	Ongoing	For upgrading or improvements to sporting facilities in Frankland River
(j) Housing Reserve	Ongoing	For the provision of new housing and capital maintenance and improvements of existing housing
(k) Frankland River Asset Replacement Fund (B	Ongoing	For the replacement of the synthetic bowling green at Frankland River
(l) Cranbrook Asset Replacement Fund (Bowlin	Ongoing	For the replacement of the synthetic bowling green at Cranbrook
(m) Rate Discount Reserve	Ongoing	For the upgrade of existing and construction of new community facilities
(n) Emergency Response Reserve	Ongoing	To fund expenses arising for unforeseen circumstances, or other urgent expenditure
(o) Works Depot Reserve	Ongoing	For upgrading and improvements to the Shire's Works Depot
(p) Bridges Reserve	Ongoing	To be used on bridge construction or maintenance projects
(q) Refuse Site Reserve	Ongoing	To fund infrastructure development and rehabilitation costs associated with the Shire's waste facilities.
(r) Revaluation Expense Reserve	2028	To fund future asset revaluations as required by <i>Local Government (Financial Management) Regulations 1996</i>

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

10. OTHER INFORMATION

	2024/25 Budget	2023/24 Actual	2023/24 Budget
	\$	\$	\$
The net result includes as revenues			
(a) Interest earnings			
Reserve Accounts	88,963	94,104	110,325
Other Funds	35,000	57,399	20,000
Other interest revenue	22,000	21,584	17,000
	145,963	173,087	147,325
The net result includes as expenses			
(b) Auditors remuneration			
Audit services	38,200	33,340	40,250
Other services	4,000	2,500	0
	42,200	35,840	40,250
(c) Interest expenses (finance costs)			
Borrowings (refer Note 7(a))	0	830	1,405
Interest on lease liabilities (refer Note 8)	271	577	577
Other finance costs (refer Note 7(d))	30,000		
	30,271	1,407	1,982
(d) Write offs			
General rate	500	48	500
	500	48	500

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

11. ELECTED MEMBERS REMUNERATION

	2024/25 Budget	2023/24 Actual	2023/24 Budget
	\$	\$	\$
Elected member 1			
President's allowance	14,100	13,608	13,608
Meeting attendance fees	11,085	10,700	10,700
ICT expenses	1,330	1,285	1,285
	26,515	25,593	25,593
Elected member 2			
Deputy President's allowance	3,525	3,402	3,402
Meeting attendance fees	5,545	5,350	5,350
ICT expenses	665	640	640
	9,735	9,392	9,392
Elected member 3			
Meeting attendance fees	5,545	5,350	5,350
ICT expenses	665	640	640
	6,210	5,990	5,990
Elected member 4			
Meeting attendance fees	5,545	5,350	5,350
ICT expenses	665	640	640
	6,210	5,990	5,990
Elected member 5			
Meeting attendance fees	5,545	5,350	5,350
ICT expenses	665	640	640
	6,210	5,990	5,990
Elected member 6			
Meeting attendance fees	5,545	5,350	5,350
ICT expenses	665	640	640
	6,210	5,990	5,990
Elected member 7			
Meeting attendance fees	5,545	5,350	5,350
ICT expenses	665	640	640
	6,210	5,990	5,990
Elected member 8			
Meeting attendance fees	0	1,338	1,338
ICT expenses	0	160	160
	0	1,498	1,498
Elected member 9			
Meeting attendance fees	0	1,338	1,338
ICT expenses	0	160	160
	0	1,498	1,498
Total Elected Member Remuneration	67,300	67,930	67,930
President's allowance	14,100	13,608	13,608
Deputy President's allowance	3,525	3,402	3,402
Meeting attendance fees	44,355	45,475	45,475
ICT expenses	5,320	5,445	5,445
	67,300	67,930	67,930

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 CRANBROOK
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12. 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:

Revenue Category	Nature of goods and services	When obligations typically satisfied	Payment terms	Returns/Refunds/Warranties	Timing of Revenue recognition
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	Administration office promotional stock	Single point in time	In full in advance, on 15 day credit	Refund for faulty goods	Output method based on goods

**SHIRE OF CRANBROOK
NOTES TO AND FORMING PART OF THE BUDGET
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13. 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 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 no concern specific council services.

General purpose funding

To collect revenue to allow for the provision of services.

Rates, general purpose government grants and interest revenue.

Law, order, public safety

To provide services for a safer community.

Fire prevention, animal control and the administration of local-laws.

Health

To provide services for environmental and community health.

Food quality control, provide and maintain the Cranbrook and Frankland River doctor's surgeries.

Education and welfare

To provide services for the aged, disadvantaged, children and youth.

Provide financial assistance to community groups and childcare.

Housing

To provide and maintain staff and other housing.

Operating, maintenance and rental of Council's staff housing and other housing.

Community amenities

To provide services required by the community.

Rubbish and recycling collection services, maintenance of rubbish disposal sites, control and co-ordination of cemeteries, public conveniences and storm water drainage maintenance. The administration of the town planning scheme, community and environmental services.

Recreation and culture

To establish and manage recreational and cultural infrastructure and resources.

Maintenance of halls, sporting complexes, reserves, community centres, Lake Poorrarecup and Lake Nunijup. Operation of the Cranbrook and Frankland River libraries.

Transport

To provide safe and efficient transport services to the community.

Construction and maintenance of streets, roads, footpaths, parking facilities; cleaning and lighting of streets, traffic signage and depot maintenance.

Economic services

To assist in the promotion of the shire and its economic wellbeing.

The regulation and provision of tourism, area promotion, building control, noxious weeds and the operation of the Cranbrook and Frankland River caravan parks.

Other property and services

To monitor and control council's overheads

Private works operations, plant repairs and operations costs.

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

14. FEES AND CHARGES

	2024/25 Budget	2023/24 Actual	2023/24 Budget
	\$	\$	\$
By Program:			
Governance	750	456	750
General purpose funding	8,000	11,750	6,500
Law, order, public safety	6,700	6,936	6,300
Health	800	693	600
Education and welfare	3,949		
Housing	78,998	73,997	78,998
Community amenities	115,531	110,590	110,950
Recreation and culture	18,600	16,534	19,600
Economic services	233,800	253,910	212,300
Other property and services	25,000	25,832	3,000
	492,128	500,697	438,998

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