

# Budget

For the year end 30 June 2026





**TOWN OF BASSENDEAN**

**ANNUAL BUDGET**

**FOR THE YEAR ENDED 30 JUNE 2026**

**LOCAL GOVERNMENT ACT 1995**

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The Town of Bassendean is a tier 3 local government which, conducts the operations of a local government.

**TOWN'S VISION**

*Town of Bassendean is to be a safe, healthy and inclusive community that respects and celebrates cultural heritage and diversity; a home by the Swan for everyone to enjoy.*

*We share responsibility for climate action and the adoption of sustainable practices to conserve and enhance our environment and natural heritage, including the Swan River ecological corridor, tree canopy, and nature reserves.*

*We accommodate population growth responsibly with sustainable development, housing diversity, and tree-lined streets. We value and respect our built heritage and have excellent social infrastructure*

*Our town centre and precincts are vibrant and welcoming, supporting a diverse range of businesses and local employment opportunities. Community events, markets and other attractions help to draw visitors and connect the community.*

*Council effectively engages the community, makes well-informed, responsible and transparent decisions, embraces innovation and best practice, and maintains financial sustainability*

**TOWN OF BASSENDEAN**  
**STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE YEAR ENDED 30 JUNE 2026**

	Note	2025/26 Budget	2024/25 Actual	2024/25 Budget
<b>Revenue</b>		\$	\$	\$
Rates	2(a)	17,355,682	16,354,880	16,305,035
Grants, subsidies and contributions		433,272	852,037	482,003
Fees and charges	16	7,355,582	7,252,730	7,216,894
Service charges	2(d)	436,630	477,507	505,423
Interest revenue	10(a)	870,769	1,227,781	508,135
Other revenue		154,316	502,209	230,493
		26,606,251	26,667,144	25,247,983
<b>Expenses</b>				
Employee costs		(13,375,116)	(12,943,325)	(12,884,673)
Materials and contracts		(8,636,115)	(8,027,036)	(8,266,484)
Utility charges		(811,873)	(755,217)	(778,845)
Depreciation	6	(5,020,237)	(4,930,633)	(4,885,152)
Finance costs	10(c)	(20,499)	(30,316)	(31,557)
Insurance		(344,270)	(337,180)	(342,400)
Other expenditure		(608,821)	(428,084)	(606,185)
		(28,816,931)	(27,451,791)	(27,795,296)
		(2,210,680)	(784,647)	(2,547,313)
Capital grants, subsidies and contributions		2,958,949	2,437,693	3,658,272
Profit on asset disposals	5	610,000	20,374	0
Loss on asset disposals	5	0	(15,248)	0
		3,568,949	2,442,819	3,658,272
<b>Net result for the period</b>		<b>1,358,269</b>	<b>1,658,172</b>	<b>1,110,959</b>
<b>Other comprehensive income for the period</b>				
<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
<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>1,358,269</b>	<b>1,658,172</b>	<b>1,110,959</b>

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

**TOWN OF BASSENDEAN**  
**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED 30 JUNE 2026**

		2025/26	2024/25	2024/25
	Note	Budget	Actual	Budget
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
<b>Receipts</b>		\$	\$	\$
Rates		17,355,682	15,951,834	16,227,330
Grants, subsidies and contributions		433,272	1,860,312	392,003
Fees and charges		6,855,582	6,952,730	6,116,894
Service charges		436,630	477,507	505,423
Interest revenue		870,769	1,227,781	508,135
Goods and services tax received		500,000	398,561	1,100,000
Other revenue		154,316	502,209	230,493
		26,606,251	27,370,934	25,080,278
<b>Payments</b>				
Employee costs		(13,375,116)	(13,459,213)	(13,164,595)
Materials and contracts		(8,528,894)	(8,256,277)	(7,315,644)
Utility charges		(811,873)	(755,217)	(778,845)
Finance costs		(20,499)	(22,515)	(31,557)
Insurance paid		(344,270)	(337,180)	(342,400)
Goods and services tax paid		(170,000)	(140,000)	(125,000)
Other expenditure		(608,821)	(428,084)	(606,185)
		(23,859,473)	(23,398,486)	(22,364,226)
<b>Net cash provided by operating activities</b>	4	2,746,778	3,972,448	2,716,052
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Payments for purchase of property, plant & equipment	5(a)	(1,439,743)	(1,016,671)	(1,183,000)
Payments for construction of infrastructure	5(b)	(5,949,561)	(4,575,110)	(6,255,980)
Capital grants, subsidies and contributions		2,958,949	2,437,693	3,658,272
Proceeds from sale of property, plant and equipment	5(a)	1,800,000	43,950	0
<b>Net cash (used in) investing activities</b>		(2,630,355)	(3,110,138)	(3,780,708)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>				
Repayment of borrowings	7(a)	(217,582)	(231,092)	(231,017)
Payments for principal portion of lease liabilities	8	(38,798)	(70,069)	(84,925)
Proceeds on disposal of financial assets at amortised cost - term deposits		0	3,500,000	0
Proceeds from self-supporting loans		26,207	24,535	24,535
<b>Net cash provided by (used in) financing activities</b>		(230,173)	3,223,374	(291,407)
<b>Net increase (decrease) in cash held</b>		(113,750)	4,085,683	(1,356,063)
Cash at beginning of year		17,666,979	13,581,296	14,937,359
<b>Cash and cash equivalents at the end of the year</b>	4	<b>17,553,229</b>	<b>17,666,979</b>	<b>13,581,296</b>

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

**TOWN OF BASSENDEAN**  
**STATEMENT OF FINANCIAL ACTIVITY**  
**FOR THE YEAR ENDED 30 JUNE 2026**

**OPERATING ACTIVITIES**

**Revenue from operating activities**

	Note	2025/26 Budget \$	2024/25 Actual \$	2024/25 Budget \$
General rates	2(a)(i)	17,355,682	16,354,880	16,305,035
Grants, subsidies and contributions		433,272	852,037	482,003
Fees and charges	16	7,355,582	7,252,730	7,216,894
Service charges	2(d)	436,630	477,507	505,423
Interest revenue	10(a)	870,769	1,227,781	508,135
Other revenue		154,316	502,209	230,493
Profit on asset disposals	5	610,000	20,374	0
		27,216,251	26,687,518	25,247,983

**Expenditure from operating activities**

Employee costs		(13,375,116)	(12,943,325)	(12,884,673)
Materials and contracts		(8,636,115)	(8,027,036)	(8,266,484)
Utility charges		(811,873)	(755,217)	(778,845)
Depreciation	6	(5,020,237)	(4,930,633)	(4,885,152)
Finance costs	10(c)	(20,499)	(30,316)	(31,557)
Insurance		(344,270)	(337,180)	(342,400)
Other expenditure		(608,821)	(428,084)	(606,185)
Loss on asset disposals	5	0	(15,248)	0
		(28,816,931)	(27,467,039)	(27,795,296)

Non cash amounts excluded from operating activities

	03(c)	4,618,863	5,125,507	5,092,405
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**Amount attributable to operating activities**

**INVESTING ACTIVITIES**

**Inflows from investing activities**

Capital grants, subsidies and contributions		2,958,949	2,437,693	3,658,272
Proceeds from disposal of property, plant and equipment	5(a)	1,800,000	43,950	0
Assets exchange value	5(b)	55,000	0	0
Proceeds from self supporting loans		26,207	24,535	24,535
		4,840,156	2,506,178	3,682,807

**Outflows from investing activities**

Payments for property, plant and equipment	5(a)	(1,439,743)	(1,016,671)	(1,183,000)
Payments for construction of infrastructure	5(b)	(5,949,561)	(4,575,110)	(6,255,980)
		(7,389,304)	(5,591,781)	(7,438,980)

**Amount attributable to investing activities**

**FINANCING ACTIVITIES**

**Inflows from financing activities**

Transfers from reserve accounts	9(a)	3,933,522	1,085,646	1,665,403
		3,933,522	1,085,646	1,665,403

**Outflows from financing activities**

Repayment of borrowings	7(a)	(217,582)	(231,092)	(231,017)
Payments for principal portion of lease liabilities	8	(38,798)	(70,069)	(84,925)
Transfers to reserve accounts	9(a)	(4,805,162)	(2,800,125)	(1,185,122)
		(5,061,542)	(3,101,286)	(1,501,064)

**Amount attributable to financing activities**

**MOVEMENT IN SURPLUS OR DEFICIT**

**Surplus at the start of the financial year**

Amount attributable to operating activities	03	683,766	1,439,024	1,068,816
Amount attributable to investing activities		3,018,183	4,345,986	2,545,092
Amount attributable to financing activities		(2,549,148)	(3,085,603)	(3,756,173)
Amount attributable to financing activities		(1,128,020)	(2,015,640)	164,339
<b>Surplus/(deficit) remaining after the imposition of general rates</b>	03	<b>24,781</b>	<b>683,766</b>	<b>22,074</b>

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

**TOWN OF BASSENDEAN  
FOR THE YEAR ENDED 30 JUNE 2026  
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**TOWN OF BASSENDEAN**  
**NOTES TO AND FORMING PART OF THE BUDGET**  
**FOR THE YEAR ENDED 30 JUNE 2026**

**01. BASIS OF PREPARATION**

The annual budget of the Town of Bassendean which is a Class 3 local government 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 Leases* which would have required the Town 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 Town 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.

**2024/25 actual balances**

Balances shown in this budget as 2024/25 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*
- *AASB 2024-1 Amendments to Australian Accounting Standards*
  - *Supplier Finance Arrangements: Tier 2 Disclosures*

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 2025-26 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 2024-4b Amendments to Australian Accounting Standards*
  - *Effective Date of Amendments to AASB 10 and AASB 128* [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*
- *AASB 18 (FP) Presentation and Disclosure in Financial Statements*
  - (Appendix D) [for for-profit entities]
- *AASB 18 (NFP/super) Presentation and Disclosure in Financial Statements*
  - (Appendix D) [for not-for-profit and superannuation entities]
- *AASB 2024-2 Amendments to Australian Accounting Standards*
  - *Classification and Measurement of Financial Instruments*
- *AASB 2024-3 Amendments to Australian Accounting Standards*
  - *Standards – Annual Improvements Volume 11*

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

**Critical accounting estimates and judgements**

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.

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

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

- Fair value measurement of assets carried at reportable value including:
  - Property, plant and equipment
  - Infrastructure
- Expected credit losses on financial assets
- Assets held for sale
- Impairment losses of non-financial assets
- Investment property
- Estimated useful life of intangible assets
- Measurement of employee benefits
- Measurement of provisions

**TOWN OF BASSENDEAN**  
**NOTES TO AND FORMING PART OF THE BUDGET**  
**FOR THE YEAR ENDED 30 JUNE 2026**

**02. RATES AND SERVICE CHARGES**

**(a) Rating Information**

(a) Rating Information					2025/26 Budgeted rate revenue	2025/26 Budgeted interim rates	2025/26 Budgeted total revenue	2024/25 Actual total revenue	2024/25 Budget total revenue
Rate Description	Basis of valuation	Rate in dollar	Number of properties	Rateable value*					
				\$	\$	\$	\$	\$	\$
(i) General rates									
Gross Rental Valuations									
Improved – Residential	Gross rental valuation	0.08496	6,522	130,839,695	11,115,486	66,356	11,181,842	10,699,360	10,647,989
Improved – Commercial and Industrial	Gross rental valuation	0.10195	392	52,538,805	5,356,121	0	5,356,121	4,874,698	4,874,699
Vacant Land - Residential, Commercial and Industrial	Gross rental valuation	0.14867	140	2,324,500	345,586	0	345,586	386,876	261,821
Total general rates			7,054	185,703,000	16,817,193	66,356	16,883,549	15,960,935	15,784,509
		Minimum \$							
(ii) Minimum payment									
Improved – Residential	Gross rental valuation	1,229.00	339	4,674,220	416,631	0	416,631	401,037	402,220
Improved – Commercial and Industrial	Gross rental valuation	1,229.00	1	10,400	1,229	0	1,229	1,183	1,183
Vacant Land - Residential, Commercial and Industrial	Gross rental valuation	1,229.00	52	368,440	63,908	0	63,908	0	125,398
Total minimum payments			392	5,053,060	481,768	0	481,768	402,220	528,801
Total general rates and minimum payments			7,446	190,756,060	17,298,961	66,356	17,365,317	16,363,155	16,313,310
					17,298,961	66,356	17,365,317	16,363,155	16,313,310
Concessions (Refer note 2(f))							(9,635)	(8,275)	(8,275)
Total rates					17,298,961	66,356	17,355,682	16,354,880	16,305,035

The Town did not raise specified area rates for the year ended 30th June 2026.

\*Rateable Value at time of adopting budget.

The general rates detailed for the 2025/26 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 payments have been determined by Council on the basis that all ratepayers must make a reasonable contribution to the cost of local government services/facilities.



TOWN OF BASSENDEAN  
 NOTES TO AND FORMING PART OF THE BUDGET  
 FOR THE YEAR ENDED 30 JUNE 2026

02. 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
		\$	%	%
<b>Option one</b>				
Single full payment	29/08/2025	0	0.0%	11.0%
<b>Option two</b>				
First instalment	29/08/2025	0	0.0%	11.0%
Second instalment	07/01/2026	14	5.5%	11.0%
<b>Option three</b>				
First instalment	29/08/2025	0	0.0%	11.0%
Second instalment	31/10/2025	14	5.5%	11.0%
Third instalment	07/01/2026	14	5.5%	11.0%
Fourth instalment	09/03/2026	14	5.5%	11.0%

	2025/26 Budget revenue	2024/25 Estimated revenue	2024/25 Budget revenue
	\$	\$	\$
Instalment plan charges	70,000	67,064	65,000
Instalment plan interest	68,000	73,182	70,000
Late payment of rate or service charge interest	82,000	100,000	110,000
	220,000	240,246	245,000

**TOWN OF BASSENDEAN**  
**NOTES TO AND FORMING PART OF THE BUDGET**  
**FOR THE YEAR ENDED 30 JUNE 2026**

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

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

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

**(i) Differential general rate**

Description	Characteristics	Objects	Reasons
<b>Improved – Residential (GRV)</b>	The Improved – Residential differential general rate applies to land valued on a GRV basis, which is zoned or held under the Town Planning Scheme for the purpose of residential use and has an improvement erected on it.	The object of this rate category is to apply a base differential general rate to land zoned and used for residential purposes and to act as the Town's benchmark differential rate by which other GRV rated properties are assessed.	The reason is to ensure that all ratepayers make a reasonable contribution towards the ongoing maintenance and provision of works, services and facilities throughout the Town.
<b>Improved –Commercial and Industrial Category (GRV)</b>	The Improved – Commercial and Industrial differential general rate applies to land valued on a GRV basis, which is zoned or held under the Town Planning Scheme for the purpose of commercial or industrial use and has an improvement erected on it.	The object of this rate category is to apply a higher differential general rate to land zoned or used for commercial and industrial purposes.	The reason is to raise additional revenue to meet higher service costs and increased maintenance and renewal of assets and infrastructure associated with commercial and industrial properties
<b>Vacant Land – Residential, Commercial and Industrial (GRV)</b>	The Vacant Land – Residential, Commercial and Industrial differential general rate applies to land valued on a GRV basis, which is zoned or held under the Town Planning Scheme for the purpose of residential, commercial or industrial and is vacant land.	The object of this rate category is to impose a higher differential general rate on vacant land within the Town.	The reason is to encourage development, as the Town considers the development of all vacant rateable land to be in the best interests of the community, to stimulate growth and development and improve the vibrancy of the Town.

**TOWN OF BASSENDEAN**  
**NOTES TO AND FORMING PART OF THE BUDGET**  
**FOR THE YEAR ENDED 30 JUNE 2026**

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

**(ii) Differential Minimum Payment**

<b>Improved – Residential (GRV)</b>	The Minimum applied to these categories is in recognition that every property within the Town receives some minimum level of benefit from services provided. These categories affect all properties not used as Vacant Land or for Industrial or Commercial purposes.	The object of this rate is to raise a fair value minimum charge against each property in the Town to ensure equity between all ratepayers.	The GRV General minimum is reflective of the basic level of service that all (predominantly) residential properties receive.
<b>Improved –Commercial and Industrial Category (GRV)</b>	The Minimum applied to this category is in recognition that every property within the Town receives some minimum level of benefit from services provided. These categories affect all properties used for Industrial or Commercial purposes.	The object of this rate is to raise a fair value minimum charge against each property in the Town to ensure equity between all ratepayers.	The GRV General minimum is reflective of the basic level of service that all properties receive.
<b>Vacant Land – Residential, Commercial and Industrial (GRV)</b>	The Minimum applied to this category is in recognition that every property within the Town receives some minimum level of benefit from services provided. This category affects all properties identified as Vacant Land.	The object of this rate is to raise a fair value minimum charge against each property in the Town to ensure equity between all ratepayers.	The GRV General minimum is reflective of the basic level of service that all properties receive.

TOWN OF BASSENDEAN  
 NOTES TO AND FORMING PART OF THE BUDGET  
 FOR THE YEAR ENDED 30 JUNE 2026

02. RATES AND SERVICE CHARGES (CONTINUED)

(d) Service Charges

	2025/26 Budgeted revenue	2024/25 Actual revenue	2024/25 Budget revenue
Service charge	\$	\$	\$
Underground Power	436,630	477,507	505,423
	436,630	477,507	505,423

The Town imposes the following service charge for properties in the Eden Hill NRUPP Underground Power Program for the year ended 30th June 2026:

- I. NRUPP - Consumer Mains Connection, \$2,910.
- ii. NRUPP – Cut and Cap Connection, \$1,455.

Nature of the service charge	Objects of the charge	Reasons for the charge	Area/Properties charge to be imposed on
Underground Power	The objective of the charge is to facilitate underground power project in the selected local area.	Reason for the charge is to recover the cost paid to Western Power	Eden Hill



TOWN OF BASSENDEAN  
 NOTES TO AND FORMING PART OF THE BUDGET  
 FOR THE YEAR ENDED 30 JUNE 2026

02. RATES AND SERVICE CHARGES (CONTINUED)

(e ) Incentive for Rates

Ratepayers who register for e-rates by the 15 August 2025 will go into a draw for a \$1,000 discount towards their 2025/26 rates.  
 Ratepayers who pay their rates fully by 29 August 2025 will go into a draw for a \$1,000 discount towards their 2025/26 rates.

(f) Waivers or concessions

Rate, fee or charge to which the waiver or concession is granted	Waiver/Concession	Discount %	2025/26 Budget	2024/25 Budget	Circumstances in which the waiver or concession is granted	Objects and reasons of the waiver or concession
Concessions	Concession	50%	\$ 9,635	\$ 8,275	Westcare Inc.	Assist in maintaining the ability to fulfill the mission of 'empowering, enriching and enhancing' the lives of people with disabilities.
			9,635	8,275		

**TOWN OF BASSENDEAN**  
**NOTES TO AND FORMING PART OF THE BUDGET**  
**FOR THE YEAR ENDED 30 JUNE 2026**

**03. 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  
Bonds and Deposits  
Contract liabilities  
Rates in advance  
Lease liabilities  
Short term borrowings  
Employee 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  
- 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	2025/26 Budget 30 June 2026	2024/25 Actual 30 June 2025	2024/25 Budget 30 June 2025
	\$	\$	\$
4	17,553,229	17,666,979	13,581,296
	0	0	424,037
	998,550	1,348,550	1,242,863
	26,215	24,715	7,559
	313,487	278,487	81,531
	18,891,481	19,318,731	15,337,286
	(1,081,068)	(1,178,806)	(802,589)
	(1,970,000)	(1,850,000)	(1,939,162)
	0	(550,472)	(95,022)
	(100,000)	(150,000)	(146,985)
8	(27,538)	(66,336)	(84,925)
7	(217,582)	(231,017)	(231,017)
	(2,921,392)	(2,771,317)	(2,748,552)
	(6,317,580)	(6,797,948)	(6,048,252)
	12,573,901	12,520,783	9,289,034
3(b)	(12,549,120)	(11,837,017)	(9,266,959)
	24,781	683,766	22,074

**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  
- Employee provisions

**Non cash amounts excluded from operating activities**

Note	2025/26 Budget 30 June 2026	2024/25 Actual 30 June 2025	2024/25 Budget 30 June 2025
	\$	\$	\$
5	(610,000)	(20,374)	0
5	0	15,248	0
6	5,020,237	4,930,633	4,885,152
	208,626	200,000	207,253
	4,618,863	5,125,507	5,092,405

**TOWN OF BASSENDEAN**  
**NOTES TO AND FORMING PART OF THE BUDGET**  
**FOR THE YEAR ENDED 30 JUNE 2026**

**03. 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 Town's operational cycle. In the case of liabilities where the Town 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 Town's intentions to release for sale.

**TRADE AND OTHER PAYABLES**

Trade and other payables represent liabilities for goods and services provided to the Town prior to the end of the financial year that are unpaid and arise when the Town 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 Town 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 Town contributes to a number of superannuation funds on behalf of employees. All funds to which the Town contributes are defined contribution plans.

**INVENTORY - 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.

Inventory - land held for resale is classified as current except where it is held as non-current based on the Town'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 Town's obligation to transfer goods or services to a customer for which the Town 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 Town 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 Town 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 Town 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 Town'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 Town'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 Town'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 Town's obligations for long-term employee benefits are presented as non-current provisions in its statement of financial position, except where the Town 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.

**TOWN OF BASSENDEAN**  
**NOTES TO AND FORMING PART OF THE BUDGET**  
**FOR THE YEAR ENDED 30 JUNE 2026**

**04. 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	2025/26 Budget	2024/25 Actual	2024/25 Budget
		\$	\$	\$
Cash at bank and on hand		331,200	408,378	947,860
Term deposits		17,222,029	17,258,601	12,633,436
<b>Total cash and cash equivalents</b>		<b>17,553,229</b>	<b>17,666,979</b>	<b>13,581,296</b>
Held as				
- Unrestricted cash and cash equivalents		3,581,181	4,566,570	957,461
- Restricted cash and cash equivalents		13,972,048	13,100,409	12,623,835
	3(a)	<b>17,553,229</b>	<b>17,666,979</b>	<b>13,581,296</b>
<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:				
- Restricted financial assets at amortised cost - term deposits		13,972,048	13,100,409	10,684,673
		<b>13,972,048</b>	<b>13,100,409</b>	<b>12,623,835</b>
The assets are restricted as a result of the specified purposes associated with the liabilities below:				
Reserve accounts	9	13,972,048	13,100,409	10,684,673
		<b>13,972,048</b>	<b>13,100,409</b>	<b>10,684,673</b>
<b>Reconciliation of net cash provided by operating activities to net result</b>				
<b>Net result</b>		<b>1,358,269</b>	<b>1,658,172</b>	<b>1,110,959</b>
Depreciation	6	5,020,237	4,930,633	4,885,152
(Profit)/loss on sale of asset	5	(610,000)	(5,126)	0
(Increase)/decrease in receivables		45,000	40,069	(77,705)
(Increase)/decrease in inventories		0	(928)	(1,350)
(Increase)/decrease in other assets		0	(46,728)	0
Increase/(decrease) in payables		(315,779)	(885,793)	289,728
Increase/(decrease) in contract liabilities		0	519,842	(90,000)
Increase/(decrease) in other provision		0	0	5,110
Increase/(decrease) in employee provisions		208,000	200,000	252,430
Capital grants, subsidies and contributions		(2,958,949)	(2,437,693)	(3,658,272)
<b>Net cash from operating activities</b>		<b>2,746,778</b>	<b>3,972,448</b>	<b>2,716,052</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.

**FINANCIAL ASSETS AT AMORTISED COST**

The Town 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.



**TOWN OF BASSENDEAN**  
**NOTES TO AND FORMING PART OF THE BUDGET**  
**FOR THE YEAR ENDED 30 JUNE 2026**

**05. PROPERTY, PLANT AND EQUIPMENT**

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

	2025/26 Budget					2024/25 Actual					2024/25 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>	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Land - Freehold Land	135,000	(1,190,000)	1,800,000	610,000	0	0	0	0	0	0	100,000	0	0	0	0
Buildings - non-specialised	487,993	0	0	0	0	400,030	0	0	0	0	0	0	0	0	0
Buildings - specialised	0	0	0	0	0	0	0	0	0	0	514,000	0	0	0	0
Furniture and Equipment	271,750	0	0	0	0	84,915	0	0	0	0	70,000	0	0	0	0
Plant and Equipment	545,000	0	0	0	0	531,726	18,288	7,750	0	10,538	499,000	0	0	0	0
Plant and Equipment	0	0	0	0	0	0	12,836	33,210	20,374	0	0	0	0	0	0
<b>Total</b>	<b>1,439,743</b>	<b>(1,190,000)</b>	<b>1,800,000</b>	<b>610,000</b>	<b>0</b>	<b>1,016,671</b>	<b>31,124</b>	<b>40,960</b>	<b>20,374</b>	<b>10,538</b>	<b>1,183,000</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>(b) Infrastructure</b>															
Infrastructure - Roads	641,375	0	0	0	0	1,894,767	0	0	0	0	2,114,067	0	0	0	0
Infrastructure - Footpaths	0	0	0	0	0	10,226	0	0	0	0	50,000	0	0	0	0
Infrastructure - Drainage	884,855	0	0	0	0	242,862	0	0	0	0	147,000	0	0	0	0
Infrastructure - Parks and Ovals	4,423,331	0	0	0	0	2,427,255	7,700	2,990	0	4,710	3,944,913	0	0	0	0
<b>Total</b>	<b>5,949,561</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>4,575,110</b>	<b>7,700</b>	<b>2,990</b>	<b>0</b>	<b>4,710</b>	<b>6,255,980</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Total</b>	<b>7,389,304</b>	<b>(1,190,000)</b>	<b>1,800,000</b>	<b>610,000</b>	<b>0</b>	<b>5,591,781</b>	<b>38,824</b>	<b>43,950</b>	<b>20,374</b>	<b>15,248</b>	<b>7,438,980</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</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.

**TOWN OF BASSENDEAN**  
**NOTES TO AND FORMING PART OF THE BUDGET**  
**FOR THE YEAR ENDED 30 JUNE 2026**

**06. DEPRECIATION**

**By Class**

Buildings - non-specialised  
 Furniture and Equipment  
 Plant and Equipment  
 Infrastructure - Roads  
 Infrastructure - Footpaths  
 Infrastructure - Drainage  
 Infrastructure - Parks and Ovals

**By Program**

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

2025/26 Budget	2024/25 Actual	2024/25 Budget
\$	\$	\$
1,319,601	1,319,601	1,343,271
180,370	180,370	105,864
164,044	164,044	157,649
1,932,611	1,843,007	1,895,767
278,968	278,968	273,288
401,598	401,598	402,884
743,045	743,045	706,429
5,020,237	4,930,633	4,885,152
211,497	256,031	112,902
22,778	22,750	0
7,590	7,581	7,588
285,755	286,198	262,689
149,525	100,778	138,652
1,687,882	1,641,072	1,487,615
2,484,715	2,472,935	2,607,245
170,494	143,289	268,462
5,020,237	4,930,633	4,885,152

**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	50 to 80 years
Furniture and Equipment	4 to 10 years
Plant and Equipment	5 to 15 years
Infrastructure - Roads	18 to 120 years
Infrastructure - Footpaths	20 years
Infrastructure - Drainage	30 to 75 years
Infrastructure - Parks and Ovals	80 years
Infrastructure - Waste facilities	40 Years

**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.

**TOWN OF BASSENDEAN**  
**NOTES TO AND FORMING PART OF THE BUDGET**  
**FOR THE YEAR ENDED 30 JUNE 2026**

**07. 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 2025	2025/26 Budget Principal Repayments	Budget Principal outstanding 30 June 2026	2025/26 Budget Interest Repayments	Actual Principal 1 July 2024	2024/25 Actual Principal Repayments	Actual Principal outstanding 30 June 2025	2024/25 Actual Interest Repayments	Budget Principal 1 July 2024	2024/25 Budget Principal Repayments	Budget Principal outstanding 30 June 2025	2024/25 Budget Interest Repayments
				\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Recreation and culture Civil Centre Development	160B	WATC	5.92%	0	0	0	0	23,283	(23,283)	0	(868)	23,283	(23,283)	0	(870)
Economic services Underground Power	164	WATC	4.37%	0 391,207	0 (191,375)	0 199,832	0 (15,033)	574,482	(183,275)	0 391,207	(22,309)	574,482	(183,199)	391,283	(23,548)
				391,207	(191,375)	199,832	(15,033)	597,765	(206,558)	391,207	(23,177)	597,764	(206,482)	391,283	(24,418)
Self Supporting Loans															
Recreation and culture Technology for Ageing & Disability WA (TADWA)	162	WATC	6.7%	91,893	(26,207)	65,686	(5,467)	116,428	(24,535)	91,893	(7,139)	116,428	(24,535)	91,893	(7,139)
				91,893	(26,207)	65,686	(5,467)	116,428	(24,535)	91,893	(7,139)	116,428	(24,535)	91,893	(7,139)
				483,100	(217,582)	265,518	(20,500)	714,192	(231,092)	483,100	(30,316)	714,193	(231,017)	483,176	(31,557)

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

Underground Power is partially funded by a Service Charge.

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

TOWN OF BASSENDEAN  
NOTES TO AND FORMING PART OF THE BUDGET  
FOR THE YEAR ENDED 30 JUNE 2026

07. BORROWINGS

(b) New borrowings - 2025/26

The Town does not intend to undertake any new borrowings for the year ended 30th June 2026

(c) Unspent borrowings

The Town had no unspent borrowing funds as at 30th June 2025 nor is it expected to have unspent borrowing funds as at 30th June 2026.

(d) Credit Facilities

	2025/26 Budget	2024/25 Actual	2024/25 Budget
	\$	\$	\$
<b>Undrawn borrowing facilities</b>			
<b>credit standby arrangements</b>			
Bank overdraft limit	100,000	100,000	100,000
Bank overdraft at balance date	0	0	0
Credit card limit	150,000	150,000	150,000
Credit card balance at balance date	(15,000)	(15,845)	(15,000)
<b>Total amount of credit unused</b>	<b>235,000</b>	<b>234,155</b>	<b>235,000</b>
<b>Loan facilities</b>			
Loan facilities in use at balance date	265,518	483,100	483,176
Unused loan facilities at balance date	0	0	0

MATERIAL ACCOUNTING POLICIES

**BORROWING COSTS**

The Town 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.



TOWN OF BASSENDEAN  
 NOTES TO AND FORMING PART OF THE BUDGET  
 FOR THE YEAR ENDED 30 JUNE 2026

08. LEASE LIABILITIES

Purpose

Other property and services  
 Plant and equipment

Budget Lease Principal 1 July 2025	2025/26 Budget Lease Principal Repayments	Budget Lease Principal outstanding 30 June 2026	2025/26 Budget Lease Interest Repayments	Actual Principal 1 July 2024	2024/25 Actual Lease Principal repayments	Actual Lease Principal outstanding 30 June 2025	2024/25 Actual Lease Interest repayments	Budget Principal 1 July 2024	2024/25 Budget Lease Principal repayments	Budget Lease Principal outstanding 30 June 2025	2024/25 Budget Lease Interest repayments
\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
66,336	(38,798)	27,538	(2,700)	136,405	(70,069)	66,336	(3,616)	122,166	(84,925)	37,241	(2,910)
66,336	(38,798)	27,538	(2,700)	136,405	(70,069)	66,336	(3,616)	122,166	(84,925)	37,241	(2,910)

MATERIAL ACCOUNTING POLICIES

LEASES

At the inception of a contract, the Town 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 rate where the implicit interest rate in the lease is not liability at the present value of the lease payments that are not paid at that date. T readily determined.

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 Town 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

**TOWN OF BASSENDEAN**  
**NOTES TO AND FORMING PART OF THE BUDGET**  
**FOR THE YEAR ENDED 30 JUNE 2026**

**09. RESERVE ACCOUNTS**

**(a) Reserve Accounts - Movement**

	2025/26		Budget		2024/25		Actual		2024/25		Budget	
	Opening	Transfer	Transfer	Closing	Opening	Transfer	Transfer	Closing	Opening	Transfer	Transfer	Closing
	Balance	to	(from)	Balance	Balance	to	(from)	Balance	Balance	to	(from)	Balance
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
<b>Restricted by council</b>												
(a) Employee Entitlements Reserve	966,039	211,769	0	1,177,808	926,850	39,189	0	966,039	892,975	208,797	0	1,101,772
(b) Fleet and Plant Reserve	210,419	6,049	0	216,468	288,232	137,187	(215,000)	210,419	411,354	129,053	(245,000)	295,407
(c) Wind in the Willows Childcare Reserve	384,389	11,049	(125,000)	270,438	368,796	15,593	0	384,389	450,885	4,442	0	455,327
(d) Hyde Retirement Village Reserve	504,166	14,492	0	518,658	520,590	22,012	(38,436)	504,166	503,376	4,959	(40,000)	468,335
(e) Youth Development Reserve	34,460	991	0	35,451	33,062	1,398	0	34,460	31,784	313	0	32,097
(f) Underground Power Reserve	99,425	2,858	0	102,283	95,392	4,033	0	99,425	92,568	912	0	93,480
(g) Urban Greening Reserve	56,283	1,618	0	57,901	53,266	52,252	(49,235)	56,283	48,755	50,480	(49,235)	50,000
(h) Land and Buildings Infrastructure Reserve	3,100,586	91,772	(1,135,000)	2,057,358	3,063,073	129,513	(92,000)	3,100,586	2,990,967	29,468	(100,000)	2,920,435
(i) Information Technology Reserve	1,271,405	536,547	0	1,807,952	1,051,927	219,478	0	1,271,405	1,044,979	185,295	0	1,230,274
(j) Future Projects Reserve	778,692	272,384	(100,000)	951,076	747,103	31,589	0	778,692	725,076	7,143	0	732,219
(k) Waste Processing/Disposal Reserve	888,132	25,530	0	913,662	939,900	39,741	(91,509)	888,132	915,410	9,019	(150,000)	774,429
(l) Waste Asset Reserve	289,289	138,316	0	427,605	277,553	11,736	0	289,289	318,086	3,134	0	321,220
(m) Waste Programs Reserve	1,286,632	36,985	(300,000)	1,023,617	1,234,437	52,195	0	1,286,632	1,223,870	12,058	(305,307)	930,621
(n) Natural Areas Reserves	730,388	1,820,995	(57,590)	2,493,793	434,036	296,352	0	730,388	525,914	5,182	(57,590)	473,506
(o) Jubilee Reserve Reserve	770,037	1,272,135	(1,031,815)	1,010,357	554,766	273,457	(58,186)	770,038	559,207	255,509	(500,000)	314,716
(p) Events & Culture Reserve	14,614	420	0	15,034	14,021	593	0	14,614	23,282	229	0	23,511
(q) Asset Enhancement Reserve	531,335	361,252	0	892,587	241,616	335,340	(45,621)	531,335	233,819	277,428	(45,621)	465,626
(r) Unexpended Capital Works Reserve	1,184,117	0	(1,184,117)	0	541,310	1,138,467	(495,660)	1,184,117	172,650	1,701	(172,650)	1,701
	13,100,408	4,805,162	(3,933,522)	13,972,048	11,385,930	2,800,125	(1,085,646)	13,100,409	11,164,954	1,185,122	(1,665,403)	10,684,673

**TOWN OF BASSENDEAN**  
**NOTES TO AND FORMING PART OF THE BUDGET**  
**FOR THE YEAR ENDED 30 JUNE 2026**

**09. RESERVE ACCOUNTS**

**(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
<b>Restricted by council</b>		
(a) Employee Entitlements Reserve	Ongoing	To provide funds for future payments to staff for employee entitlements.
(b) Fleet and Plant Reserve	Ongoing	To accrue funds for the purpose of replacement of fleet and plant.
(c) Wind in the Willows Childcare Reserve	Ongoing	To accrue funds for the purpose of asset improvement in the Centre and to cater for future surplus or deficit in operations.
(d) Hyde Retirement Village Reserve	Ongoing	To accrue funds to provide for the operational deficit, refurbishment and capital expenses, for Hyde Retirement Village.
(e) Youth Development Reserve	Ongoing	To provide funds for activities and facilities for the benefit of youth in the Town.
(f) Underground Power Reserve	Ongoing	To accrue funds to assist residents facing financial hardship with meeting the property owner contribution costs of underground power.
(g) Urban Greening Reserve	Ongoing	To fund projects that improve urban canopy and greening to reduce the urban heat island effect
(h) Land and Buildings Infrastructure Reserve	Ongoing	To hold funds accrued as a result of sale of land and buildings for the provisions of funds for the purchase and development of land and building infrastructure.
(i) Information Technology Reserve	Ongoing	To fund the acquisition and enhancement of technology and digital service delivery initiatives.
(j) Future Projects Reserve	Ongoing	To assist in funding new and upgrade capital initiatives that are generally significant in nature and provide a means to spread the costs of intergenerational assets over multiple years.
(k) Waste Processing/Disposal Reserve	Ongoing	To accrue funds to accommodate fluctuations in annual waste collection costs and start-up costs of new waste processing (or reduction) programs.
(l) Waste Asset Reserve	Ongoing	To accrue funds for the long term asset renewal and purchase of new waste management assets.
(m) Waste Programs Reserve	Ongoing	To implement programs and projects identified in the Strategic Waste Plan.
(n) Natural Areas Reserves	Ongoing	To provide for the future restoration of natural areas including foreshore stabilisation
(o) Jubilee Reserve Reserve	Ongoing	To accrue funds for major expenditure in the provision of community facilities at Jubilee Reserve.
(p) Events & Culture Reserve	Ongoing	To accrue funds for significant or major events/cultural activities.
(q) Asset Enhancement Reserve	Ongoing	To accrue funds for upgrade and Replacement of Infrastructure Assets.
(r) Unexpended Capital Works Reserve	Ongoing	To accrue unspent funds from Operating and Capital Works Programs to enable continuation in future years

**(c) Reserve Accounts - Partial funds reallocation**

The Town has resolved to reallocate a portion of the funds in a reserve account for the following purpose.

Reserve name	Proposed Reallocated Reserve	Objects of Funds of the reserve	Reasons for reallocating the use of the reserve	2025/26 Budget amount to be used	2025/26 Budget amount change of purpose
Land and Buildings Infrastructure Reserve	Jubilee Resserve Reserve	To accrue funds for major expenditure in the provision of community facilities at Jubilee Reserve.	To provide Council with increased resoucrs to channel funds to priority areas	\$ 0	\$ 1,000,000
				0	1,000,000

**TOWN OF BASSENDEAN**  
**NOTES TO AND FORMING PART OF THE BUDGET**  
**FOR THE YEAR ENDED 30 JUNE 2026**

**10. OTHER INFORMATION**

	2025/26 Budget	2024/25 Actual	2024/25 Budget
<b>The net result includes as revenues</b>	\$	\$	\$
<b>(a) Interest earnings</b>			
Investments	700,302	1,054,599	303,600
Late payment of fees and charges *	82,000	100,000	110,000
Other interest revenue	88,467	73,182	94,535
	870,769	1,227,781	508,135
* The Town has resolved to charge interest under section 6.13 for the late payment of any amount of money at 11%.			
<b>The net result includes as expenses</b>			
<b>(b) Auditors remuneration</b>			
Audit services	65,000	62,250	65,000
Other services	30,000	35,000	35,000
	95,000	97,250	100,000
<b>(c) Interest expenses (finance costs)</b>			
Borrowings (refer Note 7(a))	20,499	30,316	31,557
	20,499	30,316	31,557

**11. MAJOR LAND TRANSACTIONS AND TRADING UNDERTAKING**

It is not anticipated that the Town will enter into a major land transaction or any Trading Undertaking in 2025/26.

**12. INVESTMENT IN JOINT ARRANGEMENTS**

**Eastern Metropolitan Regional Council**  
The Council is a member of the Eastern Metropolitan Regional Council. EMRC was established in accordance with the Local Government Act 1995.  
The Town's interest in the joint arrangement calculated by EMRC as at 30 June 2024 was 5.56%.

**MATERIAL ACCOUNTING POLICIES**  
**Joint Operations**  
A joint operation is a joint arrangement where the Town has joint control with two or more parties to the joint arrangement. All parties to the joint arrangement have rights to the assets and obligations for the liabilities related to the arrangement.



**TOWN OF BASSENDEAN**  
**NOTES TO AND FORMING PART OF THE BUDGET**  
**FOR THE YEAR ENDED 30 JUNE 2026**

**13. COUNCIL MEMBERS REMUNERATION**

	<b>2025/26 Budget</b>	<b>2024/25 Actual</b>	<b>2024/25 Budget</b>
	\$	\$	\$
<b>Elected member 1</b>			
Mayor's annual allowance	41,388	39,988	39,988
Meeting attendance fees	28,385	27,425	27,425
Training Expenses	2,143	2,143	2,143
Annual allowance for ICT expenses	2,800	2,800	2,800
	<b>74,716</b>	<b>72,356</b>	<b>72,356</b>
<b>Elected member 2</b>			
Deputy Mayor's allowance	10,347	9,997	9,997
Meeting attendance fees	18,355	17,711	17,711
Training Expenses	2,143	2,143	2,143
Annual allowance for ICT expenses	2,800	2,800	2,800
	<b>33,645</b>	<b>32,651</b>	<b>32,651</b>
<b>Elected member 3</b>			
Meeting attendance fees	18,355	17,711	17,711
Child care expenses	2,000	2,000	2,000
Training Expenses	2,143	2,143	2,143
Annual allowance for ICT expenses	2,800	2,800	2,800
	<b>25,298</b>	<b>24,654</b>	<b>24,654</b>
<b>Elected member 4</b>			
Meeting attendance fees	18,355	17,711	17,711
Training Expenses	2,143	2,143	2,143
Annual allowance for ICT expenses	2,800	2,800	2,800
	<b>23,298</b>	<b>22,654</b>	<b>22,654</b>
<b>Elected member 5</b>			
Meeting attendance fees	18,355	17,711	17,711
Training Expenses	2,143	2,143	2,143
Annual allowance for ICT expenses	2,800	2,800	2,800
	<b>23,298</b>	<b>22,654</b>	<b>22,654</b>
<b>Elected member 6</b>			
Meeting attendance fees	18,355	17,711	17,711
Training Expenses	2,143	2,143	2,143
Annual allowance for ICT expenses	2,800	2,800	2,800
	<b>23,298</b>	<b>22,654</b>	<b>22,654</b>
<b>Elected member 7</b>			
Meeting attendance fees	18,355	17,711	17,711
Training Expenses	2,142	2,142	2,142
Annual allowance for ICT expenses	2,800	2,800	2,800
	<b>23,297</b>	<b>22,653</b>	<b>22,653</b>
<b>Total Council Member Remuneration</b>	<b>226,850</b>	<b>220,276</b>	<b>220,276</b>
Mayor's annual allowance	41,388	39,988	39,988
Deputy Mayor's allowance	10,347	9,997	9,997
Meeting attendance fees	138,515	133,691	133,691
Child care expenses	2,000	2,000	2,000
Other expenses	15,000	15,000	15,000
Annual allowance for ICT expenses	19,600	19,600	19,600
	<b>226,850</b>	<b>220,276</b>	<b>220,276</b>

**TOWN OF BASSENDEAN**  
**NOTES TO AND FORMING PART OF THE BUDGET**  
**FOR THE YEAR ENDED 30 JUNE 2026**

**14. 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.

**TOWN OF BASSENDEAN**  
**NOTES TO AND FORMING PART OF THE BUDGET**  
**FOR THE YEAR ENDED 30 JUNE 2026**

**14. REVENUE AND EXPENDITURE**

**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	Determination of transaction price	Allocating transaction price	Measuring obligations for returns	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	Set by mutual agreement with the customer	Based on the progress of works to match performance obligations	Returns limited to repayment of transaction price of terms breached	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	Set by State legislation or limited by legislation to the cost of provision	Based on timing of issue of the associated rights	No refunds	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	Adopted by council annually	Based on timing of entry to facility	Not applicable	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	Adopted by council annually	Applied fully based on timing of provision	Not applicable	Output method based on provision of service or completion of works
Sale of stock	Aviation fuel, kiosk and visitor centre stock	Single point in time	In full in advance, on 15 day credit	Refund for faulty goods	Adopted by council annually, set by mutual agreement	Applied fully based on timing of provision	Returns limited to repayment of transaction price	Output method based on goods

**TOWN OF BASSENDEAN**  
**NOTES TO AND FORMING PART OF THE BUDGET**  
**FOR THE YEAR ENDED 30 JUNE 2026**

**15. 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 Town's Community Vision, and for each of its broad activities/programs.

**OBJECTIVE**

**ACTIVITIES**

<b>Governance</b>	<p>Coordinate election process and education programs for councillors, management of meetings and decisions, local laws, delegations, policy reviews, risk management, Annual Report, governance advice, Council Plan and Corporate Business Plan.</p> <p><b>Human Resources</b>            Delivery of human resource and organisational development services in relation to workforce planning, recruitment and selection, workplace health and safety, training and development and recognition and wellbeing</p> <p><b>Strategic Communications</b>            Provision of strategic advocacy and media management</p> <p><b>Council and Executive Support</b>            Support the Mayor and Councillors</p>
<b>General purpose funding</b>	<p><b>Finance Services</b>            Budgeting, accounting services, financial management and reporting, long-term financial planning and rating services</p>
<b>Law, order, public safety</b>	<p>Parking and traffic management control, management of public amenity, animal control, and emergency management</p>
<b>Health</b>	<p><b>Environmental Health Services</b>            Regulate public health, food safety, and mosquito control</p>
<b>Education and welfare</b>	<p><b>Children's Services</b>            Operate two early childhood education centres            Community Development            Civic events, recreation facilities, support to community groups, youth programs and support, manage the Hyde Retirement village.</p>
<b>Community amenities</b>	<p><b>Waste Management and Recycling</b>            Coordinate the collection, processing and disposal of waste and develop and implement strategies and engagement to reduce waste, implement Waste Plan</p> <p><b>Sustainability</b>            Develop and implement strategies to reduce the organisation and District's water use and carbon footprint</p> <p><b>Environment</b>            Improve the water quality of the river and catchment areas, develop and implement plans to improve the natural environment including urban forest and natural area reserves</p>
<b>Recreation and culture</b>	<p><b>Recreation and volunteering programs, Library services.</b>  <b>Parks and Gardens</b>            Maintenance of parks and reserves, playing fields, garden beds and tree planting</p>
<b>Transport</b>	<p><b>Engineering Design Services</b>            Provide safe, efficient and effective infrastructure including roads, paths, drainage, lighting, traffic management and associated structures</p>
<b>Economic services</b>	<p><b>Statutory Planning and Development Services</b>            Provision of statutory planning and development, development of Local Planning Strategy and Scheme, issue building approvals and undertake building compliance</p>
<b>Other property and services</b>	<p>Asset planning and management, facility management, project delivery and maintenance of roads, paths drainage, rights of way and carparks</p>

**TOWN OF BASSENDEAN**  
**NOTES TO AND FORMING PART OF THE BUDGET**  
**FOR THE YEAR ENDED 30 JUNE 2026**

**16. FEES AND CHARGES**

	2025/26 Budget	2024/25 Actual	2024/25 Budget
	\$	\$	\$
<b>By Program:</b>			
General purpose funding	158,114	139,428	146,598
Law, order, public safety	31,500	26,876	58,000
Health	20,500	26,917	20,250
Education and welfare	3,028,698	3,022,928	3,022,662
Community amenities	3,619,244	3,582,076	3,541,935
Recreation and culture	299,023	260,233	269,449
Transport	6,000	17,405	9,500
Economic services	142,500	149,142	148,500
Other property and services	50,004	27,725	0
	<u>7,355,582</u>	<u>7,252,730</u>	<u>7,216,894</u>

The Fees and Charges Schedule detail the fees and charges proposed to be imposed by the local government.