TOWN OF Bassendean

Budget

For the year end 30 June 2027

TOWN OF BASSENDEAN

ANNUAL BUDGET

FOR THE YEAR ENDED 30 JUNE 2027

LOCAL GOVERNMENT ACT 1995

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The Town of Bassendean a Class 3 local government conducts the operations of a local government with the following community vision:

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 2027

	Note	2026/27 Budget	2025/26 Actual	2025/26 Budget
Revenue		$	$	$
Rates	2(a)	18,203,314	17,347,818	17,355,682
Grants, subsidies and contributions		1,004,150	859,224	433,272
Fees and charges	15	8,446,378	7,350,002	7,355,582
Service charges	2(d)	432,413	430,604	436,630
Interest revenue	9(a)	1,097,816	1,125,555	870,769
Other revenue		139,810	373,780	154,316
		29,323,881	27,486,983	26,606,251
Expenses				
Employee costs		(15,081,429)	(12,999,842)	(13,375,116)
Materials and contracts		(10,485,649)	(7,888,280)	(8,636,115)
Utility charges		(826,668)	(708,546)	(811,873)
Depreciation	6	(5,062,378)	(5,056,620)	(5,020,237)
Finance costs	9(c)	(47,699)	(20,499)	(20,500)
Insurance		(378,700)	(342,333)	(344,270)
Other expenditure		(3,010,412)	(504,247)	(608,821)
		(34,892,935)	(27,520,367)	(28,816,932)
		(5,569,054)	(33,384)	(2,210,681)
Capital grants, subsidies and contributions		6,886,023	970,536	2,958,949
Profit on asset disposals	5	0	454,519	610,000
		6,886,023	1,425,055	3,568,949
Net result for the period		**1,316,969**	**1,391,671**	**1,358,268**
Other comprehensive income for the period				
Items that will not be reclassified subsequently to profit or loss				
Changes in asset revaluation surplus		0	0	0
Changes in asset revaluation surplus arising from a change in liabilities				
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		**1,316,969**	**1,391,671**	**1,358,268**

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 2027

CASH FLOWS FROM OPERATING ACTIVITIES	Note	2026/27 Budget	2025/26 Actual	2025/26 Budget
Receipts		$	$	$
Rates		18,203,314	17,215,805	17,355,682
Grants, subsidies and contributions		1,004,150	3,001,991	433,272
Fees and charges		8,231,378	7,150,002	6,855,582
Service charges		432,413	430,604	436,630
Interest revenue		1,097,816	1,125,555	870,769
Goods and services tax received		700,000	650,000	500,000
Other revenue		139,810	373,780	154,316
		29,808,881	29,947,737	26,606,251
Payments				
Employee costs		(15,081,429)	(13,029,712)	(13,375,116)
Materials and contracts		(9,785,649)	(9,232,684)	(8,528,894)
Utility charges		(826,668)	(708,546)	(811,873)
Finance costs		(47,699)	(15,731)	(20,499)
Insurance paid		(378,700)	(342,333)	(344,270)
Goods and services tax paid		(215,000)	(200,000)	(170,000)
Other expenditure		(3,010,412)	(504,247)	(608,821)
		(29,345,557)	(24,033,253)	(23,859,473)
Net cash provided by operating activities	4	463,324	5,914,484	2,746,777
CASH FLOWS FROM INVESTING ACTIVITIES				
Payments for purchase of property, plant & equipment	5(a)	(2,002,672)	(1,522,763)	(1,439,743)
Payments for construction of infrastructure	5(b)	(8,557,569)	(5,054,956)	(5,949,561)
Proceeds from capital grants, subsidies and contributions		6,886,023	970,536	2,958,949
Proceeds from disposal of property, plant and equipment	5(a)	0	1,739,000	1,800,000
Proceeds on financial assets at amortised cost - self supporting loans		27,994	26,207	26,207
Net cash (used in) investing activities		(3,646,224)	(3,841,976)	(2,604,148)
CASH FLOWS FROM FINANCING ACTIVITIES				
Repayment of borrowings	7(a)	(227,826)	(217,582)	(217,582)
Proceeds from new borrowings	7(a)	2,334,074	0	0
Payments for principal portion of lease liabilities		0	0	(38,798)
Net cash provided by (used in) financing activities		2,106,248	(217,582)	(256,380)
Net increase (decrease) in cash held		(1,076,652)	1,854,926	(113,751)
Cash at beginning of year		22,207,517	20,352,591	17,666,979
Cash and cash equivalents at the end of the year	4	**21,130,865**	**22,207,517**	**17,553,229**

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 2027

	Note	2026/27 Budget	2025/26 Actual	2025/26 Budget
OPERATING ACTIVITIES				
Revenue from operating activities		$	$	$
General rates	2(a)(i)	18,203,314	17,347,818	17,355,682
Grants, subsidies and contributions		1,004,150	859,224	433,272
Fees and charges	15	8,446,378	7,350,002	7,355,582
Service charges	2(d)	432,413	430,604	436,630
Interest revenue	9(a)	1,097,816	1,125,555	870,769
Other revenue		139,810	373,780	154,317
Profit on asset disposals	5	0	454,519	610,000
		29,323,881	27,941,502	27,216,252
Expenditure from operating activities				
Employee costs		(15,081,429)	(12,999,842)	(13,375,116)
Materials and contracts		(10,485,649)	(7,888,280)	(8,636,115)
Utility charges		(826,668)	(708,546)	(811,873)
Depreciation	6	(5,062,378)	(5,056,620)	(5,020,237)
Finance costs	9(c)	(47,699)	(20,499)	(20,499)
Insurance		(378,700)	(342,333)	(344,270)
Other expenditure		(3,010,412)	(504,247)	(608,821)
		(34,892,935)	(27,520,367)	(28,816,931)
Non cash amounts excluded from operating activities	03(c)	5,062,378	4,602,101	4,618,863
Amount attributable to operating activities		**(506,676)**	**5,023,236**	**3,018,184**
INVESTING ACTIVITIES				
Inflows from investing activities				
Proceeds from capital grants, subsidies and contributions		6,886,023	970,536	2,958,949
Proceeds from disposal of property, plant and equipment	5(a)	0	1,739,000	1,800,000
Assets exchange value		0	0	55,000
Proceeds from financial assets at amortised cost - self supporting loans		27,994	26,207	26,207
		6,914,017	2,735,743	4,840,156
Outflows from investing activities				
Acquisition of property, plant and equipment	5(a)	(2,002,672)	(1,522,763)	(1,439,743)
Acquisition of infrastructure	5(b)	(8,557,569)	(5,054,956)	(5,949,561)
		(10,560,241)	(6,577,719)	(7,389,304)
Amount attributable to investing activities		**(3,646,224)**	**(3,841,976)**	**(2,549,148)**
FINANCING ACTIVITIES				
Inflows from financing activities				
Proceeds from new borrowings	7(a)	2,334,074	0	0
Transfers from reserve accounts	8(a)	2,584,594	3,292,254	3,933,522
		4,918,668	3,292,254	3,933,522
Outflows from financing activities				
Repayment of borrowings	7(a)	(227,826)	(217,582)	(217,582)
Payments for principal portion of lease liabilities	6	0	(38,798)	(38,798)
Transfers to reserve accounts	8(a)	(1,914,528)	(5,301,696)	(4,805,162)
		(2,142,354)	(5,558,076)	(5,061,542)
Amount attributable to financing activities		**2,776,314**	**(2,265,821)**	**(1,128,020)**
MOVEMENT IN SURPLUS OR DEFICIT				
Surplus remaining at the start of the financial year	03	1,413,768	2,498,330	683,766
Amount attributable to operating activities		(506,676)	5,023,236	3,018,184
Amount attributable to investing activities		(3,646,224)	(3,841,976)	(2,549,148)
Amount attributable to financing activities		2,776,314	(2,265,821)	(1,128,020)
Surplus remaining after the imposition of general rates	03	**37,182**	**1,413,768**	**24,781**

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

TOWN OF BASSENDEAN
FOR THE YEAR ENDED 30 JUNE 2027
INDEX OF NOTES TO THE BUDGET

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.

2025/26 actual balances
Balances shown in this budget as 2025/26 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 2026-1 Amendments to Australian Accounting Standards – Disclosures about Uncertainties in the Financial Statements*
• *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*
• *AASB 2025-1 Amendments to Australian Accounting Standards – Contracts Referencing Nature-dependent Electricity*
It is not expected these standards will have an impact on the annual budget on initial application.

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]*
It is not expected these standards will have an impact on the annual budget on initial application.
• *AASB 18 Presentation and Disclosure in Financial Statements*
• *AASB 18 (NFP/super) Presentation and Disclosure in Financial Statements - (Appendix D) [for not-for-profit and superannuation entities]*
These accounting standards will materially change the presentation of the annual financial report and 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.

The annual budget is a forward-looking statement and is comprised of management estimates. As with all estimates, the use of different assumptions could lead to material changes in the amounts reported in the annual budget.

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

02. RATES AND SERVICE CHARGES

(a) Rating Information

Rate Description	Basis of valuation	Rate in dollar	Number of properties	Rateable value*	2026/27 Budgeted rate revenue	2026/27 Budgeted interim rates	2026/27 Budgeted total revenue	2025/26 Actual total revenue	2025/26 Budget total revenue
				$	$	$	$	$	$
(i) General rates									
Gross Rental Valuations									
Improved – Residential	Gross rental valuation	0.05793	6,757	207,098,690	11,838,774	56,000	11,894,774	11,170,333	11,181,842
Improved – Commercial and Industrial	Gross rental valuation	0.09268	389	62,279,208	5,773,265	0	5,773,265	5,356,121	5,356,121
Vacant Land - Residential, Commercial and Industrial	Gross rental valuation	0.11469	124	3,128,460	301,765	0	301,765	351,027	345,586
Total general rates			7,270	272,506,358	17,913,804	56,000	17,969,804	16,877,481	16,883,549
		Minimum $							
(ii) Minimum payment									
Gross Rental Valuations									
Improved – Residential	Gross rental valuation	1,229.00	132		162,228	0	162,228	415,402	416,631
Improved – Commercial and Industrial	Gross rental valuation	1,229.00	1		1,229	0	1,229	1,229	1,229
Vacant Land - Residential, Commercial and Industrial	Gross rental valuation	1,229.00	57		70,053	0	70,053	62,679	63,908
Total minimum payments			190	0	233,510	0	233,510	479,310	481,768
Total general rates and minimum payments			7,460	272,506,358	18,147,314	56,000	18,203,314	17,356,791	17,365,317
					18,147,314	56,000	18,203,314	17,356,791	17,365,317
Concessions					0	0	0	(8,973)	(9,635)
Total rates					18,147,314	56,000	18,203,314	17,347,818	17,355,682

The Town did not raise specified area rates for the year ended 30th June 2027.
*Rateable Value at time of adopting budget.
All rateable properties within the district used predominately for non-rural purposes are rated according to their Gross Rental Valuation (GRV).
The general rates detailed for the 2026/27 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.

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
		$	%	%
Option one				
Single full payment	Monday, 31 August 2026	0	0.0%	11.0%
Option two				
First instalment	Monday, 31 August 2026	0	0.0%	11.0%
Second instalment	Thursday, 7 January 2027	14	5.5%	11.0%
Option three				
First instalment	Monday, 31 August 2026	0	0.0%	11.0%
Second instalment	Monday, 2 November 2026	14	5.5%	11.0%
Third instalment	Thursday, 7 January 2027	14	5.5%	11.0%
Fourth instalment	Tuesday, 9 March 2027	14	5.5%	11.0%

	2026/27 Budget revenue	2025/26 Estimated revenue	2025/26 Budget revenue
Instalment plan charges	73,500	67,536	70,000
Instalment plan interest	70,000	66,862	68,000
Late payment of rate or service charge interest	110,000	111,974	82,000
	253,500	246,372	220,000

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
Improved – Residential (GRV)	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.
Improved –Commercial and Industrial Category (GRV)	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
Vacant Land – Residential, Commercial and Industrial (GRV)	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.

02. RATES AND SERVICE CHARGES (CONTINUED)

(ii) Differential Minimum Payment

Description	Characteristics	Objects	Reasons
Improved – Residential (GRV)	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.
Improved –Commercial and Industrial Category (GRV)	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.
Vacant Land – Residential, Commercial and Industrial (GRV)	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.

02. RATES AND SERVICE CHARGES (CONTINUED)

(d) Service Charges

	2026/27 Budgeted revenue	2025/26 Actual revenue	2025/26 Budget revenue
Service charge	$	$	$
Underground Power	432,413	430,604	436,630
	432,413	430,604	436,630

The Town imposes the following service charge for properties in the Eden Hill NRUPP Underground Power Program for the year ended 30th June 2027:

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

(e) Incentive for Rates

Ratepayers who register for e-rates by the 14 August 2026 will go into a draw for a $1,000 discount towards their 2026/27 rates.

Ratepayers who pay their rates fully by 31 August 2026 will go into a draw for a $1,000 discount towards their 2026/27 rates.

(f) Waivers or concessions

The Town does not anticipate any waivers or concessions for the year ended 30th June 2027.

03. NET CURRENT ASSETS

(a) Composition of estimated net current assets

	Note	2026/27 Budget 30 June 2027 Carried forward	2025/26 Actual 30 June 2026 Carried forward	2025/26 Budget 30 June 2026 Carried forward
Current assets		$	$	$
Cash and cash equivalents	4	21,130,865	22,207,517	17,553,229
Receivables		1,531,296	1,498,092	998,550
Inventories		28,964	31,814	26,215
Other assets		309,696	281,896	313,487
		23,000,821	24,019,319	18,891,481
Less: current liabilities				
Trade and other payables		(2,414,245)	(1,807,319)	(1,181,068)
Bonds and Deposits		(1,789,506)	(1,953,061)	(1,970,000)
Capital grant/contributions liabilities		(2,794,961)	(2,372,503)	0
Lease liabilities		(29,063)	0	(27,538)
Short term borrowings		(227,826)	(265,518)	(217,582)
Employee provisions		(1,979,841)	(1,749,713)	(2,921,392)
		(9,235,442)	(8,148,114)	(6,317,580)
Net current assets		13,765,379	15,871,205	12,573,901
Less: Total adjustments to net current assets	3(b)	(13,728,197)	(14,457,437)	(12,549,120)
Net current assets used in the Statement of Financial Activity		37,182	1,413,768	24,781

(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.

	Note	2026/27	2025/26 Actual	2025/26 Budget
Adjustments to net current assets				
Less: Reserve accounts	8	(15,134,854)	(15,804,920)	(13,972,048)
Add: Current liabilities not expected to be cleared at end of year				
- Current portion of borrowings		227,826	265,518	217,582
- Current portion of lease liabilities		0	0	27,538
- Current portion of employee benefit provisions		1,178,831	1,081,965	1,177,808
Total adjustments to net current assets		(13,728,197)	(14,457,437)	(12,549,120)

EXPLANATION OF DIFFERENCE IN 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) Amounts excluded from operating activities

	Note	2026/27 Budget 30 June 2027 Carried forward	2025/26 Actual 30 June 2026 Carried forward	2025/26 Budget 30 June 2026 Carried forward
		$	$	$
Less: Profit on asset disposals	5	0	(454,519)	(610,000)
Add: Depreciation	6	5,062,378	5,056,620	5,020,237
Other non cash adjustments		0	0	208,626
Non cash amounts excluded from operating activities		5,062,378	4,602,101	4,618,863

03. NET CURRENT ASSETS (CONTINUED)

(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 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.

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.

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.

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.

CONTRACT ASSETS
Contract assets primarily relate to the Town's right to consideration for work completed but not billed at the end of the period.

04. RECONCILIATION OF CASH

(a) 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	2026/27 Budget	2025/26 Actual	2025/26 Budget
		$	$	$
Cash and cash equivalents		21,130,865	22,207,517	17,553,229
Restrictions				
The following classes of financial assets have restrictions imposed by regulations or other externally imposed requirements which limit or direct the purpose for which the resources may be used:				
Cash and cash equivalents		17,929,815	18,177,423	13,972,048
		17,929,815	18,177,423	13,972,048
The restricted financial assets are a result of the following specific purposes to which the assets may be used:				
Reserve accounts	8	15,134,854	15,804,920	13,972,048
Capital grant/contributions liabilities		2,794,961	2,372,503	0
Total restricted financial assets		17,929,815	18,177,423	13,972,048

(b) Reconciliation of net cash provided by operating activities

	Note	2026/27 Budget	2025/26 Actual	2025/26 Budget
Net result		1,316,969	1,391,671	1,358,268
Non-cash items:				
Depreciation	6	5,062,378	5,056,620	5,020,237
(Profit) on sale of assets	5	0	(454,519)	(610,000)
Changes in assets and liabilities:				
(Increase) / Decrease in receivables		(118,000)	259,950	45,000
(Increase) in inventories		(3,485)	(2,723)	0
Decrease in other assets		750,000	1,281,484	0
(Increase)/decrease in trade and other payables		341,485	(2,527,287)	(315,779)
Decrease in contract liabilities		0	1,879,824	
Decrease in provisions		0	0	208,000
Capital grants, subsidies and contributions		(6,886,023)	(970,536)	(2,958,949)
Net cash provided by operating activities		463,324	5,914,484	2,746,777

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.

Term deposits are presented as cash equivalents if they have a maturity of three months or less from the date of acquisition and are repayable with 24 hours notice with no loss of interest.

Bank overdrafts are shown as short term borrowings in current liabilities in Note 7(c) - Net Current Assets.

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.

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

05. PROPERTY, PLANT AND EQUIPMENT

	2026/27 Budget					2025/26 Actual				2025/26 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
(a) Property, Plant and Equipment	$	$	$	$	$	$	$	$	$	$	$	$	$
Land - freehold land	135,000	0	0	0	0	0	1,284,481	1,739,000	454,519	135,000	(1,190,000)	1,800,000	610,000
Buildings - non-specialised	347,702	0	0	0	0	656,928	0	0	0	487,993	0	0	0
Furniture and equipment	17,000	0	0	0	0	0	0	0	0	271,750	0	0	0
ICT Projects and Equipment	1,187,970					292,468	0	0	0	0			
Plant and equipment	315,000	0	0	0	0	573,367	0	0	0	545,000	0	0	0
Total	2,002,672	0	0	0	0	1,522,763	1,284,481	1,739,000	454,519	1,439,743	(1,190,000)	1,800,000	610,000
(b) Infrastructure													
Infrastructure - roads	1,177,341	0	0	0	0	803,455	0	0	0	641,375	0	0	0
Infrastructure - drainage	199,635	0	0	0	0	45,602	0	0	0	884,855	0	0	0
Infrastructure - other	7,180,593	0	0	0	0	4,205,899	0	0	0	4,423,331	0	0	0
Total	8,557,569	0	0	0	0	5,054,956	0	0	0	5,949,561	0	0	0
Total	10,560,241	0	0	0	0	6,577,719	1,284,481	1,739,000	454,519	7,389,304	(1,190,000)	1,800,000	610,000

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.

06. DEPRECIATION

	2026/27 Budget	2025/26 Actual	2025/26 Budget
	$	$	$
By Class			
Buildings - non-specialised	1,320,876	1,320,876	1,319,601
Furniture and equipment	180,616	180,616	180,370
Plant and equipment	197,985	197,985	164,044
Infrastructure - roads	1,924,310	1,918,553	1,932,611
Infrastructure - footpaths	279,504	279,504	278,968
Infrastructure - drainage	400,879	400,879	401,598
Infrastructure - parks and ovals	758,207	758,207	743,045
	5,062,378	5,056,620	5,020,237
By Program			
Governance	190,267	265,613	211,497
Law, order, public safety	20,511	20,704	22,778
Health	7,588	7,577	7,590
Education and welfare	247,702	247,341	285,755
Community amenities	100,870	100,723	149,525
Recreation and culture	1,720,538	1,718,264	1,687,882
Transport	2,556,424	2,475,290	2,484,715
Other property and services	218,478	221,109	170,494
	5,062,378	5,056,620	5,020,237

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 - Footpaths	20 years
Infrastructure - Drainage	30 to 75 years
Infrastructure - Roads	18 to 120 years
Infrastructure - Other	80 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.

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 2026	2026/27 Budget New Loans	2026/27 Budget Principal Repayments	Budget Principal outstanding 30 June 2027	2026/27 Budget Interest Repayments	Actual Principal 1 July 2025	2025/26 Actual Principal Repayments	Actual Principal outstanding 30 June 2026	2025/26 Actual Interest Repayments	Budget Principal 1 July 2025	2025/26 Budget Principal Repayments	Budget Principal outstanding 30 June 2026	2025/26 Budget Interest Repayments
				$	$	$	$	$	$	$	$	$	$	$	$	$
Underground Power	164	WATC	4.37%	199,832	0	(199,832)	0	(6,577)	391,207	(191,375)	199,832	(15,033)	391,207	(191,375)	199,832	(15,033)
Bassendean North Underground Power Project	Loan 1		5.07%	0	1,167,037	0	1,167,037	(26,745)	0	0	0	0	0	0	0	0
Bassendean North Underground Power Project	Loan 2		5.11%	0	1,167,037	0	1,167,037	(10,698)	0	0	0	0	0	0	0	0
				199,832	2,334,074	(199,832)	2,334,074	(44,019)	391,207	(191,375)	199,832	(15,033)	391,207	(191,375)	199,832	(15,033)
Self Supporting Loans																
Technology for Ageing & Disability WA (TADWA)	162	WATC	6.7%	65,686	0	(27,994)	37,692	(3,680)	91,893	(26,207)	65,686	(5,466)	91,893	(26,207)	65,686	(5,467)
				65,686	0	(27,994)	37,692	(3,680)	91,893	(26,207)	65,686	(5,466)	91,893	(26,207)	65,686	(5,467)
				265,518	2,334,074	(227,826)	2,371,766	(47,699)	483,100	(217,582)	265,518	(20,499)	483,100	(217,582)	265,518	(20,500)

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.

07. BORROWINGS (CONTINUED)

(b) New borrowings - 2026/27

Particulars/Purpose		Institution	Term (years)	Interest rate	Amount borrowed budget	Total interest & charges	Amount used budget	Balance unspent
				%	$	$	$	$
Bassendean North Underground Power Project	Loan 1	WATC	5	5.07%	1,167,037	(26,745)	1,167,037	0
Bassendean North Underground Power Project	Loan 2	WATC	5	5.11%	1,167,037	(10,698)	1,167,037	0
					2,334,074	(37,443)	2,334,074	0

(c) Credit Facilities

	2026/27 Budget	2025/26 Actual	2025/26 Budget
	$	$	$
Undrawn borrowing facilities credit standby arrangements			
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	(19,000)	(18,894)	(15,000)
Total amount of credit unused	231,000	231,106	235,000
Loan facilities			
Loan facilities in use at balance date	2,371,766	265,518	265,518

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.

08. RESERVE ACCOUNTS

(a) Reserve Accounts - Movement

		2026/27 Budget				2025/26 Actual				2025/26 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)	Employee Entitlements Reserve	1,447,605	246,137	0	1,693,742	974,958	472,647	0	1,447,605	966,039	211,769	0	1,177,808
(b)	Fleet and Plant Reserve	218,143	6,952	0	225,095	296,964	11,771	(90,592)	218,143	210,419	6,049	0	216,468
(c)	Wind in the Willows Childcare Reserve	39,574	132,656	(140,839)	31,391	387,938	15,378	(363,742)	39,574	384,389	11,049	(125,000)	270,438
(d)	Hyde Retirement Village Reserve	527,284	16,805	0	544,089	507,180	20,104	0	527,284	504,166	14,492	0	518,658
(e)	Youth Development Reserve	36,157	1,152	0	37,309	34,778	1,379	0	36,157	34,460	991	0	35,451
(f)	Underground Power Reserve	104,321	3,325	0	107,646	100,343	3,978	0	104,321	99,425	2,858	0	102,283
(g)	Urban Greening Reserve	59,088	1,883	0	60,971	56,835	2,253	0	59,088	56,283	1,618	0	57,901
(h)	Land and Buildings Infrastructure Reserve	2,246,850	125,790	(135,000)	2,237,640	3,123,055	123,795	(1,000,000)	2,246,850	3,100,586	91,772	(1,135,000)	2,057,358
(i)	Information Technology Reserve	2,091,770	766,667	(1,672,346)	1,186,091	1,290,611	801,159	0	2,091,770	1,271,405	536,547	0	1,807,952
(j)	Future Projects Reserve	803,233	25,600	0	828,833	785,881	281,152	(263,800)	803,233	778,692	272,384	(100,000)	951,076
(k)	Waste Processing/Disposal Reserve	927,802	29,570	0	957,372	892,427	35,375	0	927,802	888,132	25,530	0	913,662
(l)	Waste Asset Reserve	303,532	9,674	(28,465)	284,741	291,959	11,573	0	303,532	289,289	138,316	0	427,605
(m)	Waste Programs Reserve	1,033,777	32,948	0	1,066,725	1,282,923	50,854	(300,000)	1,033,777	1,286,632	36,985	(300,000)	1,023,617
(n)	Natural Areas Reserves	2,465,382	24,394	(97,590)	2,392,186	736,200	1,729,182	0	2,465,382	730,388	1,820,995	(57,590)	2,493,793
(o)	Jubilee Reserve Reserve	2,058,838	281,296		2,340,134	777,999	1,280,839	0	2,058,838	770,037	1,272,135	(1,031,815)	1,010,357
(p)	Events & Culture Reserve	15,334	489	0	15,823	14,749	585	0	15,334	14,614	420	0	15,034
(q)	Asset Enhancement Reserve	915,876	209,190	0	1,125,066	548,168	367,708	0	915,876	531,335	361,252	0	892,587
(r)	Unexpended Capital Works Reserve	510,354	0	(510,354)	0	1,692,509	91,965	(1,274,120)	510,354	1,184,117	0	(1,184,117)	0
		15,804,920	1,914,528	(2,584,594)	15,134,854	13,795,479	5,301,696	(3,292,254)	15,804,920	13,100,408	4,805,162	(3,933,522)	13,972,048

08. RESERVE ACCOUNTS (CONTINUED)

(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
	Restricted by council		
(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 Operational and Capital Works Programs to enable continuation in future years

09. OTHER INFORMATION

The net result includes as revenues	2026/27 Budget	2025/26 Actual	2025/26 Budget
	$	$	$
(a) Interest earnings			
Investments	897,136	910,306	700,302
Late payment of fees and charges *	110,000	111,974	82,000
Other interest revenue	90,680	103,275	88,467
	1,097,816	1,125,555	870,769

* The Town has resolved to charge interest under section 6.13 for the late payment of any amount of money at 11%.

The net result includes as expenses	2026/27 Budget	2025/26 Actual	2025/26 Budget
(b) Auditors remuneration			
Audit services	85,000	82,000	65,000
Other services	30,000	0	30,000
	115,000	82,000	95,000
(c) Interest expenses (finance costs)			
Borrowings (refer Note 7(a))	47,699	20,499	20,500
	47,699	20,499	20,500

10. 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 2026/27.

11. 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 2025 was 5.44%.

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.

12. COUNCIL MEMBERS REMUNERATION

	2026/27 Budget	2025/26 Actual	2025/26 Budget
	$	$	$
Elected member 1			
Mayor's annual allowance	42,837	41,388	41,388
Meeting attendance fees	29,380	28,385	28,385
Training Expenses	2,143	2,143	2,143
Annual allowance for ICT expenses	2,800	2,800	2,800
Superannuation contribution payments	8,666	0	0
	85,826	74,716	74,716
Elected member 2			
Deputy Mayor's allowance	10,709	10,347	10,347
Meeting attendance fees	19,000	18,355	18,355
Training Expenses	2,143	2,143	2,143
Annual allowance for ICT expenses	2,800	2,800	2,800
Superannuation contribution payments	3,565	0	0
	38,217	33,645	33,645
Elected member 3			
Meeting attendance fees	19,000	18,355	18,355
Child care expenses	0	0	2,000
Training Expenses	2,143	2,143	2,143
Annual allowance for ICT expenses	2,800	2,800	2,800
Superannuation contribution payments	2,280	0	0
	26,223	23,298	25,298
Elected member 4			
Meeting attendance fees	19,000	18,355	18,355
Training Expenses	2,143	2,143	2,143
Annual allowance for ICT expenses	2,800	2,800	2,800
Superannuation contribution payments	2,280	0	0
	26,223	23,298	23,298
Elected member 5			
Meeting attendance fees	19,000	18,355	18,355
Training Expenses	2,143	2,143	2,143
Annual allowance for ICT expenses	2,800	2,800	2,800
Superannuation contribution payments	2,280	0	0
	26,223	23,298	23,298
Elected member 6			
Meeting attendance fees	19,000	18,355	18,355
Training Expenses	2,143	2,143	2,143
Annual allowance for ICT expenses	2,800	2,800	2,800
Superannuation contribution payments	2,280	0	0
	26,223	23,298	23,298
Elected member 7			
Meeting attendance fees	19,000	18,355	18,355
Training Expenses	2,143	2,142	2,142
Annual allowance for ICT expenses	2,800	2,800	2,800
Superannuation contribution payments	2,280	0	0
	26,223	23,297	23,297
Total Council Member Remuneration	255,157	224,850	226,850
Mayor's annual allowance	42,837	41,388	41,388
Deputy Mayor's allowance	10,709	10,347	10,347
Meeting attendance fees	143,380	138,515	138,515
Child care expenses	0	0	2,000
Other expenses	15,000	15,000	15,000
Annual allowance for ICT expenses	19,600	19,600	19,600
Superannuation contribution payments	23,631	0	0
	255,157	224,850	226,850

13. 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
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.

13. REVENUE AND EXPENDITURE (CONTINUED)

(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	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
Airport landing charges	Permission to use facilities and runway	Single point in time	Monthly in arrears	None	Adopted by council annually	Applied fully on timing of landing/take-off	Not applicable	On landing/departure event
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

14. 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
Governance	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. **Human Resources** 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 **Strategic Communications** Provision of strategic advocacy and media management **Council and Executive Support** Support the Mayor and Councillors
General purpose funding	**Finance Services** Budgeting, accounting services, financial management and reporting, long-term financial planning and rating services
Law, order, public safety	Parking and traffic management control, management of public amenity, animal control, and emergency management
Health	**Environmental Health Services** Regulate public health, food safety, and mosquito control
Education and welfare	**Children's Services** 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.
Community amenities	**Waste Management and Recycling** Coordinate the collection, processing and disposal of waste and develop and implement strategies and engagement to reduce waste, implement Waste Plan **Sustainability** Develop and implement strategies to reduce the organisation and District's water use and carbon footprint **Environment** 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
Recreation and culture	**Recreation and volunteering programs, Library services.** **Parks and Gardens** Maintenance of parks and reserves, playing fields, garden beds and tree planting
Transport	**Engineering Design Services** Provide safe, efficient and effective infrastructure including roads, paths, drainage, lighting, traffic management and associated structures
Economic services	**Statutory Planning and Development Services** Provision of statutory planning and development, development of Local Planning Strategy and Scheme, issue building approvals and undertake building compliance
Other property and services	Asset planning and management, facility management, project delivery and maintenance of roads, paths drainage, rights of way and carparks

15. FEES AND CHARGES

	2026/27 Budget	2025/26 Actual	2025/26 Budget
	$	$	$
By Program:			
General purpose funding	162,444	158,114	158,114
Law, order, public safety	55,815	36,500	31,500
Health	23,200	20,500	20,500
Education and welfare	3,746,701	3,028,698	3,028,698
Community amenities	3,916,566	3,613,663	3,619,244
Recreation and culture	352,327	299,023	299,023
Transport	2,400	1,000	6,000
Economic services	177,200	142,500	142,500
Other property and services	9,725	50,004	50,004
	8,446,378	7,350,002	7,355,582

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