

SHIRE OF COOROW
BUDGET
FOR THE YEAR ENDED 30TH JUNE 2016

TABLE OF CONTENTS

Statement of Comprehensive Income by Nature or Type	2
Statement of Comprehensive Income by Program	3
Statement of Cash Flows	5
Rate Setting Statement	6
Notes to and Forming Part of the Budget	7
Supplementary Information	43

SHIRE OF COOROW
STATEMENT OF COMPREHENSIVE INCOME
BY NATURE OR TYPE
FOR THE YEAR ENDED 30TH JUNE 2016

	NOTE	2015/16 Budget \$	2014/15 Actual \$	2014/15 Budget \$
Revenue				
Rates	8	2,740,330	2,650,122	2,637,050
Operating Grants, Subsidies and Contributions		1,413,278	3,603,787	1,606,245
Fees and Charges	11	448,762	437,447	272,080
Interest Earnings	2(a)	79,500	86,241	101,000
Other Revenue	2(a)	201,975	54,966	1,425,841
		<u>4,883,845</u>	<u>6,832,563</u>	<u>6,042,216</u>
Expenses				
Employee Costs		(1,420,506)	(1,635,478)	(1,412,189)
Materials and Contracts		(2,381,567)	(1,681,292)	(2,268,100)
Utility Charges		(321,900)	(323,096)	(328,090)
Depreciation on Non-Current Assets	2(a)	(3,467,450)	(3,397,013)	(2,822,545)
Interest Expenses	2(a)	(24,477)	(23,287)	(23,827)
Insurance Expenses		(199,977)	(195,666)	(197,637)
Other Expenditure		(70,950)	(519,288)	(65,160)
		<u>(7,886,827)</u>	<u>(7,775,120)</u>	<u>(7,117,548)</u>
		(3,002,982)	(942,557)	(1,075,332)
Non-Operating Grants,				
Subsidies and Contributions		2,604,171	1,959,759	2,995,083
Profit on Asset Disposals	3	120,523	34,084	78,047
Loss on Asset Disposals	3	(63,517)	(63,844)	(555,396)
NET RESULT		(341,805)	987,442	1,442,402
Other Comprehensive Income				
Changes on Revaluation of Non-Current Assets		0	112,835,337	0
Total Other Comprehensive Income		<u>0</u>	<u>112,835,337</u>	<u>0</u>
TOTAL COMPREHENSIVE INCOME		<u>(341,805)</u>	<u>113,822,779</u>	<u>1,442,402</u>

Notes:

All fair value adjustments relating to remeasurement of financial assets at fair value through profit or loss (if any) and changes on revaluation of non-current assets in accordance with the mandating of fair value measurement through Other Comprehensive Income, are impacted upon by external forces and is not able to be reliably estimated at the time of budget adoption.

Fair value adjustments relating to the re-measurement of financial assets at fair value through profit or loss will be assessed at the time they occur with compensating budget amendments made as necessary.

It is anticipated, in all instances, any changes upon revaluation of non-current assets will relate to non-cash transactions and as such, have no impact on this budget document.

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

SHIRE OF COOROW
STATEMENT OF COMPREHENSIVE INCOME
BY PROGRAM
FOR THE YEAR ENDED 30TH JUNE 2016

	NOTE	2015/16 Budget	2014/15 Actual	2014/15 Budget
Revenue (Refer Notes 1,2,8 to 13)		\$	\$	\$
Governance		53,355	89,121	69,150
General Purpose Funding		3,517,597	4,814,469	4,108,251
Law, Order, Public Safety		60,680	108,146	59,460
Health		32,705	2,650	2,140
Education and Welfare		31,880	27,298	28,160
Housing		624,265	65,130	604,878
Community Amenities		326,885	245,838	310,115
Recreation and Culture		274,539	818,522	102,984
Transport		574,456	853,023	664,484
Economic Services		24,109	24,433	28,409
Other Property and Services		109,040	198,755	125,940
		<u>5,629,511</u>	<u>7,247,385</u>	<u>6,103,971</u>
Expenses Excluding Finance Costs (Refer Notes 1,2 & 14)				
Governance		(630,417)	(832,672)	(557,568)
General Purpose Funding		(292,499)	(213,598)	(262,020)
Law, Order, Public Safety		(397,310)	(418,091)	(393,663)
Health		(214,824)	(123,416)	(159,315)
Education and Welfare		(118,295)	(90,480)	(72,773)
Housing		(592,620)	(28,889)	49,421
Community Amenities		(766,944)	(564,449)	(807,767)
Recreation and Culture		(1,595,841)	(1,975,603)	(1,175,149)
Transport		(3,437,674)	(3,270,587)	(3,461,372)
Economic Services		(229,964)	(158,918)	(236,130)
Other Property and Services		(331,628)	(346,857)	(79,140)
		<u>(8,608,016)</u>	<u>(8,023,560)</u>	<u>(7,155,476)</u>
Finance Costs (Refer Notes 2 & 5)				
Housing		(19,747)	(19,338)	(19,218)
Community Amenities		0	(239)	(239)
Recreation and Culture		(4,730)	(3,710)	(4,370)
		<u>(24,477)</u>	<u>(23,287)</u>	<u>(23,827)</u>
Non-operating Grants, Subsidies and Contributions				
Law, Order, Public Safety		425,430	149,073	987,670
Education and Welfare		20,000	40,082	0
Community Amenities		0	311,502	0
Recreation and Culture		169,104	797,007	1,196,714
Transport		1,614,637	519,000	810,699
Economic Services		375,000	0	0
		<u>2,604,171</u>	<u>1,816,664</u>	<u>2,995,083</u>

SHIRE OF COOROW
STATEMENT OF COMPREHENSIVE INCOME
BY PROGRAM
FOR THE YEAR ENDED 30TH JUNE 2016

	NOTE	2015/16 Budget \$	2014/15 Actual \$	2014/15 Budget \$
Profit/(Loss) On				
Disposal Of Assets (Refer Note 3)				
Governance		(430)	23,682	16,292
Law, Order, Public Safety		(48,600)	(23,960)	(279,415)
Health		2,155	0	0
Housing		104,641	0	(42,944)
Transport		(760)	(29,482)	(171,282)
		<u>57,006</u>	<u>(29,760)</u>	<u>(477,349)</u>
NET RESULT		(341,805)	987,442	1,442,402
Other Comprehensive Income				
Changes on Revaluation of Non-Current Assets		0	112,835,337	0
Total Other Comprehensive Income		<u>0</u>	<u>112,835,337</u>	<u>0</u>
TOTAL COMPREHENSIVE INCOME		<u>(341,805)</u>	<u>113,822,779</u>	<u>1,442,402</u>

Notes:

All fair value adjustments relating to remeasurement of financial assets at fair value through profit or loss (if any) and changes on revaluation of non-current assets in accordance with the mandating of fair value measurement through Other Comprehensive Income, is impacted upon by external forces and is not able to be reliably estimated at the time of budget adoption.

Fair value adjustments relating to the remeasurement of financial assets at fair value through profit or loss will be assessed at the time they occur with compensating budget amendments made as necessary.

It is anticipated, in all instances, any changes upon revaluation of non-current assets will relate to non-cash transactions and as such, have no impact on this budget document.

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

**SHIRE OF COOROW
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30TH JUNE 2016**

	NOTE	2015/16 Budget \$	2014/15 Actual \$	2014/15 Budget \$
Cash Flows From Operating Activities				
Receipts				
Rates		2,721,662	2,621,035	2,605,717
Operating Grants, Subsidies and Contributions		1,566,694	3,594,164	1,606,245
Fees and Charges		448,762	436,842	272,080
Interest Earnings		79,500	86,216	101,000
Goods and Services Tax		10,396	0	30,000
Other Revenue		28,471	54,966	1,425,841
		<u>4,855,485</u>	<u>6,793,223</u>	<u>6,040,883</u>
Payments				
Employee Costs		(1,420,507)	(1,464,462)	(1,594,376)
Materials and Contracts		(2,381,572)	(1,741,121)	(1,997,072)
Utility Charges		(321,900)	(323,096)	(328,090)
Interest Expenses		(24,477)	(18,702)	(23,827)
Insurance Expenses		(199,977)	(195,666)	(197,637)
Goods and Services Tax		0	(13,465)	(30,000)
Other Expenditure		(70,950)	(422,468)	(65,160)
		<u>(4,419,383)</u>	<u>(4,178,980)</u>	<u>(4,236,162)</u>
Net Cash Provided By Operating Activities	15(b)	<u>436,102</u>	<u>2,614,243</u>	<u>1,804,721</u>
Cash Flows from Investing Activities				
Payments for Purchase of Property, Plant & Equipment	4	(1,313,314)	(2,156,532)	(3,384,543)
Payments for Construction of Infrastructure	4	(3,646,009)	(2,420,321)	(3,349,621)
Non-Operating Grants, Subsidies and Contributions used for the Development of Assets		2,604,171	1,813,175	2,995,083
Proceeds from Sale of Plant & Equipment	3	745,666	271,727	733,733
Proceeds from Advances				222,000
Net Cash Used in Investing Activities		<u>(1,609,486)</u>	<u>(2,491,951)</u>	<u>(2,783,348)</u>
Cash Flows from Financing Activities				
Repayment of Debentures	5(a)	(133,880)	(123,291)	(126,359)
Proceeds from Self Supporting Loans		3,857	15,119	18,191
Proceeds from New Debentures	5(b)	494,679	142,000	175,600
Net Cash Provided By (Used In) Financing Activities		<u>364,656</u>	<u>33,828</u>	<u>67,432</u>
Net Increase (Decrease) in Cash Held		(808,728)	156,120	(911,195)
Cash at Beginning of Year		<u>2,416,569</u>	<u>2,260,449</u>	<u>1,992,046</u>
Cash and Cash Equivalents at the End of the Year	15(a)	<u><u>1,607,841</u></u>	<u><u>2,416,569</u></u>	<u><u>1,080,851</u></u>

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

**SHIRE OF COOROW
RATE SETTING STATEMENT
FOR THE YEAR ENDED 30TH JUNE 2016**

	NOTE	2015/16 Budget \$	2014/15 Actual \$	2014/15 Budget \$
Revenue	1,2			
Governance		55,260	112,803	85,442
General Purpose Funding		777,267	2,164,347	1,471,201
Law, Order, Public Safety		486,110	257,219	1,047,130
Health		34,860	2,650	2,140
Education and Welfare		51,880	67,380	28,160
Housing		728,906	65,130	604,878
Community Amenities		326,885	557,340	310,115
Recreation and Culture		443,643	1,615,529	1,299,698
Transport		2,200,915	1,382,425	1,475,183
Economic Services		399,109	24,433	28,409
Other Property and Services		109,040	198,755	125,940
		<u>5,613,875</u>	<u>6,448,011</u>	<u>6,478,296</u>
Expenses	1,2			
Governance		(632,752)	(832,672)	(557,568)
General Purpose Funding		(292,499)	(213,598)	(262,020)
Law, Order, Public Safety		(445,910)	(442,051)	(673,078)
Health		(214,824)	(123,416)	(159,315)
Education and Welfare		(118,295)	(90,480)	(72,773)
Housing		(612,367)	(48,227)	(12,741)
Community Amenities		(766,944)	(564,688)	(808,006)
Recreation and Culture		(1,600,571)	(1,979,313)	(1,179,519)
Transport		(3,450,256)	(3,310,471)	(3,632,654)
Economic Services		(229,964)	(158,918)	(236,130)
Other Property and Services		(331,628)	(346,857)	(79,140)
		<u>(8,696,010)</u>	<u>(8,110,691)</u>	<u>(7,672,944)</u>
Net Result Excluding General Rates		(3,082,135)	(1,662,680)	(1,194,648)
Adjustments for Cash Budget Requirements:				
Non-Cash Expenditure and Revenue				
(Profit)/Loss on Asset Disposals	3	(57,006)	29,760	477,349
Depreciation on Assets	2(a)	3,467,450	3,397,013	2,822,545
Movement in Employee Benefit Provisions (Non-Current)		0	22,150	0
Movement in Leave Reserves (Added Back)		7,955	4,880	
Movement in Deferred Pensioner Rates (Non-Current)		0	16,804	0
Capital Expenditure and Revenue				
Purchase Property, Plant and Equipment	4	(1,313,314)	(2,156,532)	(3,384,543)
Purchase Infrastructure	4	(3,646,009)	(2,420,321)	(3,311,917)
Proceeds from Disposal of Assets	3	745,666	271,727	733,733
Repayment of Debentures	5(a)	(133,880)	(123,291)	(126,359)
Proceeds from New Debentures	5(b)	494,679	142,000	175,600
Self-Supporting Loan Principal Income		3,856	15,119	18,191
Transfers to Reserves (Restricted Assets)	6	(855,758)	(523,367)	(520,000)
Transfers from Reserves (Restricted Assets)	6	88,235	1,060,705	583,783
Transfers to Restricted Cash (Unspent Grants)		0	(953,944)	0
Transfers from Restricted Cash (Unspent Grants)		953,944	410,408	667,216
Transfers from Trust		0	0	222,000
ADD Estimated Surplus/(Deficit) July 1 B/Fwd	7	585,987	405,434	200,000
LESS Estimated Surplus/(Deficit) June 30 C/Fwd	7	0	585,987	0
Amount Required to be Raised from General Rate	8	<u>(2,740,330)</u>	<u>(2,650,122)</u>	<u>(2,637,050)</u>

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

SHIRE OF COOROW
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2016

1. SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of Preparation

The budget has been prepared in accordance with applicable Australian Accounting Standards (as they apply to local government and not-for-profit entities), Australian Accounting Interpretations, other authoritative pronouncements of the Australian Accounting Standards Board, the Local Government Act 1995 and accompanying regulations. Material accounting policies which have been adopted in the preparation of this budget are presented below and have been consistently applied unless stated otherwise.

Except for cash flow and rate setting information, the budget has also 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 Council controls resources to carry on its functions have been included in the financial statements forming part of this budget.

In the process of reporting on the local government as a single unit, all transactions and balances between those Funds (for example, loans and transfers between Funds) have been eliminated.

All monies held in the Trust Fund are excluded from the financial statements. A separate statement of those monies appears at Note 16 to this budget document.

(b) 2014/15 Actual Balances

Balances shown in this budget as 2014/15 Actual are as forecast at the time of budget preparation and are subject to final adjustments.

(c) Rounding Off Figures

All figures shown in this budget, other than a rate in the dollar, are rounded to the nearest dollar.

(d) Rates, Grants, Donations and Other Contributions

Rates, grants, donations and other contributions are recognised as revenues when the local government obtains control over the assets comprising the contributions.

Control over assets acquired from rates is obtained at the commencement of the rating period or, where earlier, upon receipt of the rates.

(e) 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.

(f) Superannuation

The Council contributes to a number of Superannuation Funds on behalf of employees.

All funds to which the Council contributes are defined contribution plans.

SHIRE OF COOROW
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2016

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(g) Cash and Cash Equivalents

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

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

(h) 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 goods sold and services performed in the ordinary course of business.

Receivables expected to be collected within 12 months of the end of the reporting period are classified as current assets. All other receivables are classified as non-current assets.

Collectability of trade and other receivables is reviewed on an ongoing basis. Debts that are known to be uncollectible are written off when identified. An allowance for doubtful debts is raised when there is objective evidence that they will not be collectible.

(i) 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.

Land Held for Resale

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

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

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

(j) Fixed Assets

Each class of fixed assets within either property, plant and equipment or infrastructure, is carried at cost or fair value as indicated less, where applicable, any accumulated depreciation and impairment losses.

Mandatory Requirement to Revalue Non-Current Assets

Effective from 1 July 2012, the Local Government (Financial Management) Regulations were amended and the measurement of non-current assets at Fair Value became mandatory.

SHIRE OF COOROW
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2016

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(j) Fixed Assets (Continued)

The amendments allow for a phasing in of fair value in relation to fixed assets over three years as follows:

- (a) for the financial year ending on 30 June 2013, the fair value of all of the assets of the local government that are plant and equipment; and
- (b) for the financial year ending on 30 June 2014, the fair value of all of the assets of the local government -
 - (i) that are plant and equipment; and
 - (ii) that are -
 - (I) land and buildings; or
 - (II) infrastructure; and
- (c) for a financial year ending on or after 30 June 2015, the fair value of all of the assets of the local government.

Thereafter, in accordance with the regulations, each asset class must be revalued at least every 3 years.

In 2013, Council commenced the process of adopting Fair Value in accordance with the Regulations.

Relevant disclosures, in accordance with the requirements of Australian Accounting Standards, have been made in the budget as necessary.

Land Under Control

In accordance with Local Government (Financial Management) Regulation 16(a), the Council was required to include as an asset (by 30 June 2013), Crown Land operated by the local government as a golf course, showground, racecourse or other sporting or recreational facility of state or regional significance.

Upon initial recognition, these assets were recorded at cost in accordance with AASB 116. They were then classified as Land and revalued along with other land in accordance with the other policies detailed in this Note.

Whilst they were initially recorded at cost (being fair value at the date of acquisition (deemed cost) as per AASB 116) they were revalued along with other items of Land and Buildings at 30 June 2014 and now form part of Land and Buildings to be subject to regular revaluation as detailed above.

Initial Recognition and Measurement between Mandatory Revaluation Dates

All assets are initially recognised at cost and subsequently revalued in accordance with the mandatory measurement framework detailed above.

In relation to this initial measurement, cost is determined as the fair value of the assets given as consideration plus costs incidental to the acquisition. For assets acquired at no cost or for nominal consideration, cost is determined as fair value at the date of acquisition. The cost of non-current assets constructed by the Council includes the cost of all materials used in construction, direct labour on the project and an appropriate proportion of variable and fixed overheads.

Individual assets acquired between initial recognition and the next revaluation of the asset class in accordance with the mandatory measurement framework detailed above, are carried at cost less accumulated depreciation as management believes this approximates fair value. They will be subject to subsequent revaluation of the next anniversary date in accordance with the mandatory measurement framework detailed above.

SHIRE OF COOROW
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2016

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(j) Fixed Assets (Continued)

Revaluation

Increases in the carrying amount arising on revaluation of assets are credited to a revaluation surplus in equity. Decreases that offset previous increases of the same asset are recognised against revaluation surplus directly in equity. All other decreases are recognised in profit or loss.

Transitional Arrangement

During the time it takes to transition the carrying value of non-current assets from the cost approach to the fair value approach, the Council may still be utilising both methods across differing asset classes.

Those assets carried at cost will be carried in accordance with the policy detailed in the ***Initial Recognition*** section as detailed above.

Those assets carried at fair value will be carried in accordance with the ***Revaluation*** Methodology section as detailed above.

Land Under Roads

In Western Australia, all land under roads is Crown land, the responsibility for managing which, is vested in the local government.

Effective as at 1 July 2008, Council elected not to recognise any value for land under roads acquired on or before 30 June 2008. This accords with the treatment available in Australian Accounting Standard AASB 1051 Land Under Roads and the fact Local Government (Financial Management) Regulation 16(a)(i) prohibits local governments from recognising such land as an asset.

In respect of land under roads acquired on or after 1 July 2008, as detailed above, Local Government (Financial Management) Regulation 16(a)(i) prohibits local governments from recognising such land as an asset.

Whilst such treatment is inconsistent with the requirements of AASB 1051, Local Government (Financial Management) Regulation 4(2) provides, in the event of such an inconsistency, the Local Government (Financial Management) Regulations prevail.

Consequently, any land under roads acquired on or after 1 July 2008 is not included as an asset of the Council.

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.

SHIRE OF COOROW
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2016

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(j) Fixed Assets (Continued)

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

Buildings	30 to 50 years
Furniture and Equipment	4 to 10 years
Plant and Equipment	5 to 15 years
Sealed roads and streets	
formation	not depreciated
pavement	50 years
seal	
- bituminous seals	20 years
- asphalt surfaces	25 years
Gravel roads	
formation	not depreciated
pavement	50 years
gravel sheet	12 years
Formed roads	
formation	not depreciated
pavement	50 years
Footpaths - slab	20 years
Sewerage piping	100 years
Water supply piping & drainage systems	75 years

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.

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.

When revalued assets are sold, amounts included in the revaluation surplus relating to that asset are transferred to retained surplus.

Capitalisation Threshold

Expenditure on items of equipment under \$1,000 is not capitalised. Rather, it is recorded on an asset inventory listing.

(k) Fair Value of Assets and Liabilities

When performing a revaluation, the Council uses a mix of both independent and management valuations using the following as a guide:

Fair Value is the price that Council would receive to sell the asset or would have to pay to transfer a liability, in an orderly (i.e. unforced) transaction between independent, knowledgeable and willing market participants at the measurement date.

SHIRE OF COOROW
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2016

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(k) Fair Value of Assets and Liabilities (Continued)

As fair value is a market-based measure, the closest equivalent observable market pricing information is used to determine fair value. Adjustments to market values may be made having regard to the characteristics of the specific asset. The fair values of assets that are not traded in an active market are determined using one or more valuation techniques. These valuation techniques maximise, to the extent possible, the use of observable market data.

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

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

Fair Value Hierarchy

AASB 13 requires the disclosure of fair value information by level of the fair value hierarchy, which categorises fair value measurement into one of three possible levels based on the lowest level that an input that is significant to the measurement can be categorised into as follows:

Level 1

Measurements based on quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date.

Level 2

Measurements based on inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly or indirectly.

Level 3

Measurements based on unobservable inputs for the asset or liability.

The fair values of assets and liabilities that are not traded in an active market are determined using one or more valuation techniques. These valuation techniques maximise, to the extent possible, the use of observable market data. If all significant inputs required to measure fair value are observable, the asset or liability is included in Level 2. If one or more significant inputs are not based on observable market data, the asset or liability is included in Level 3.

Valuation techniques

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

Market approach

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

SHIRE OF COOROW
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2016

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(k) Fair Value of Assets and Liabilities (Continued)

Income approach

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

Cost approach

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

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

As detailed above, the mandatory measurement framework imposed by the Local Government (Financial Management) Regulations requires, as a minimum, all assets carried at a revalued amount to be revalued at least every 3 years.

(l) Financial Instruments

Initial Recognition and Measurement

Financial assets and financial liabilities are recognised when the Council becomes a party to the contractual provisions to the instrument. For financial assets, this is equivalent to the date that the Council commits itself to either the purchase or sale of the asset (ie trade date accounting is adopted).

Financial instruments are initially measured at fair value plus transaction costs, except where the instrument is classified 'at fair value through profit or loss', in which case transaction costs are expensed to profit or loss immediately.

Classification and Subsequent Measurement

Financial instruments are subsequently measured at fair value, amortised cost using the effective interest rate method, or cost.

Amortised cost is calculated as:

- (a) the amount in which the financial asset or financial liability is measured at initial recognition;
- (b) less principal repayments and any reduction for impairment; and
- (c) plus or minus the cumulative amortisation of the difference, if any, between the amount initially recognised and the maturity amount calculated using the effective interest rate method.

SHIRE OF COOROW
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2016

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(I) Financial Instruments (Continued)

The effective interest method is used to allocate interest income or interest expense over the relevant period and is equivalent to the rate that discounts estimated future cash payments or receipts (including fees, transaction costs and other premiums or discounts) through the expected life (or when this cannot be reliably predicted, the contractual term) of the financial instrument to the net carrying amount of the financial asset or financial liability. Revisions to expected future net cash flows will necessitate an adjustment to the carrying value with a consequential recognition of an income or expense in profit or loss.

(i) Financial assets at fair value through profit and loss

Financial assets are classified at "fair value through profit or loss" when they are held for trading for the purpose of short term profit taking. Assets in this category are classified as current assets. Such assets are subsequently measured at fair value with changes in carrying amount being included in profit or loss.

(ii) Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market and are subsequently measured at amortised cost. Gains or losses are recognised in profit or loss.

Loans and receivables are included in current assets where they are expected to mature within 12 months after the end of the reporting period.

(iii) Held-to-maturity investments

Held-to-maturity investments are non-derivative financial assets with fixed maturities and fixed or determinable payments that the Council's management has the positive intention and ability to hold to maturity. They are subsequently measured at amortised cost. Gains or losses are recognised in profit or loss.

Held-to-maturity investments are included in current assets where they are expected to mature within 12 months after the end of the reporting period. All other investments are classified as non-current.

(iv) Available-for-sale financial assets

Available-for-sale financial assets are non-derivative financial assets that are either not suitable to be classified into other categories of financial assets due to their nature, or they are designated as such by management. They comprise investments in the equity of other entities where there is neither a fixed maturity nor fixed or determinable payments.

They are subsequently measured at fair value with changes in such fair value (i.e. gains or losses) recognised in other comprehensive income (except for impairment losses). When the financial asset is derecognised, the cumulative gain or loss pertaining to that asset previously recognised in other comprehensive income is reclassified into profit or loss.

Available-for-sale financial assets are included in current assets, where they are expected to be sold within 12 months after the end of the reporting period. All other available for sale financial assets are classified as non-current.

(v) Financial liabilities

Non-derivative financial liabilities (excl. financial guarantees) are subsequently measured at amortised cost. Gains or losses are recognised in the profit or loss.

SHIRE OF COOROW
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2016

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(l) Financial Instruments (Continued)

Impairment

A financial asset is deemed to be impaired if, and only if, there is objective evidence of impairment as a result of one or more events (a "loss event") having occurred, which has an impact on the estimated future cash flows of the financial asset(s).

In the case of available-for-sale financial assets, a significant or prolonged decline in the market value of the instrument is considered a loss event. Impairment losses are recognised in profit or loss immediately. Also, any cumulative decline in fair value previously recognised in other comprehensive income is reclassified to profit or loss at this point.

In the case of financial assets carried at amortised cost, loss events may include: indications that the debtors or a group of debtors are experiencing significant financial difficulty, default or delinquency in interest or principal payments; indications that they will enter bankruptcy or other financial reorganisation; and changes in arrears or economic conditions that correlate with defaults.

For financial assets carried at amortised cost (including loans and receivables), a separate allowance account is used to reduce the carrying amount of financial assets impaired by credit losses. After having taken all possible measures of recovery, if management establishes that the carrying amount cannot be recovered by any means, at that point the written-off amounts are charged to the allowance account or the carrying amount of impaired financial assets is reduced directly if no impairment amount was previously recognised in the allowance account.

Derecognition

Financial assets are derecognised where the contractual rights for receipt of cash flows expire or the asset is transferred to another party, whereby the Council no longer has any significant continual involvement in the risks and benefits associated with the asset.

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

(m) Impairment of Assets

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

Where such an indication exists, an impairment test is carried out on the asset by comparing the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, to the asset's carrying amount.

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

SHIRE OF COOROW
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2016

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(m) Impairment of Assets (Continued)

For non-cash generating assets such as roads, drains, public buildings and the like, value in use is represented by the depreciated replacement cost of the asset.

At the time of adopting this budget, it is not possible to estimate the amount of impairment losses (if any) as at 30 June 2016.

In any event, an impairment loss is a non-cash transaction and consequently, has no impact on this budget document.

(n) Trade and Other Payables

Trade and other payables represent liabilities for goods and services provided to the Council prior to the end of the financial year that are unpaid and arise when the Council 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.

(o) Employee Benefits

Short-Term Employee Benefits

Provision is made for the Council'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 Council's obligations for short-term employee benefits such as wages, salaries and sick leave are recognised as a part of current trade and other payables in the statement of financial position. The Council's obligations for employees' annual leave and long service leave entitlements are recognised as provisions in the statement of financial position.

Other Long-Term Employee Benefits

Provision is made for employees' long service leave and annual leave entitlements not expected to be settled wholly within 12 months after the end of the annual reporting period in which the employees render the related service. Other long-term employee benefits 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 or 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 Council's obligations for long-term employee benefits are presented as non-current provisions in its statement of financial position, except where the Council does not have an unconditional right to defer settlement for at least 12 months after the end of the reporting period, in which case the obligations are presented as current provisions.

SHIRE OF COOROW
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2016

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(p) Borrowing Costs

Borrowing costs are recognised as an expense when incurred except where they are directly attributable to the acquisition, construction or production of a qualifying asset. Where this is the case, they are capitalised as part of the cost of the particular asset until such time as the asset is substantially ready for its intended use or sale.

(q) Provisions

Provisions are recognised when the Council has a 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.

(r) Leases

Leases of fixed assets where substantially all the risks and benefits incidental to the ownership of the asset, but not legal ownership, are transferred to the Council, are classified as finance leases.

Finance leases are capitalised recording an asset and a liability at the lower amounts equal to the fair value of the leased property or the present value of the minimum lease payments, including any guaranteed residual values. Lease payments are allocated between the reduction of the lease liability and the lease interest expense for the period.

Leased assets are depreciated on a straight line basis over the shorter of their estimated useful lives or the lease term.

Lease payments for operating leases, where substantially all the risks and benefits remain with the lessor, are charged as expenses in the periods in which they are incurred.

Lease incentives under operating leases are recognised as a liability and amortised on a straight line basis over the life of the lease term.

(s) Interests in Joint Arrangements

Joint arrangements represent the contractual sharing of control between parties in a business venture where unanimous decisions about relevant activities are required.

Separate joint venture entities providing joint venturers with an interest to net assets are classified as a joint venture and accounted for using the equity method. Refer to note 1(o) for a description of the equity method of accounting.

Joint venture operations represent arrangements whereby joint operators maintain direct interests in each asset and exposure to each liability of the arrangement. The Council's interests in the assets, liabilities, revenue and expenses of joint operations are included in the respective line items of the financial statements. Information about the joint ventures is set out in Note 17.

SHIRE OF COOROW
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2016

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(t) Current and Non-Current Classification

In the determination of whether an asset or liability is current or non-current, consideration is given to the time when each asset or liability is expected to be settled. The asset or liability is classified as current if it is expected to be settled within the next 12 months, being the Council's operational cycle. In the case of liabilities where the Council 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 even if not expected to be realised in the next 12 months except for land held for sale where it is held as non-current based on the Council's intentions to release for sale.

(u) Comparative Figures

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

(v) Budget Comparative Figures

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

SHIRE OF COOROW
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2016

	2015/16 Budget \$	2014/15 Actual \$	2014/15 Budget \$
2. REVENUES AND EXPENSES			
(a) Net Result			
The Net Result includes:			
(i) Charging as Expenses:			
Auditors Remuneration			
Audit Services	41,500	42,022	37,500
Depreciation			
<u>By Program</u>			
Governance	72,500	71,352	58,500
Law, Order, Public Safety	153,000	124,366	160,030
Health	18,700	18,511	12,675
Education and Welfare	46,500	46,942	14,800
Housing	130,000	133,260	71,200
Community Amenities	49,100	40,783	24,900
Recreation and Culture	662,600	679,111	289,970
Transport	2,075,000	2,081,791	1,780,100
Economic Services	10,050	9,756	7,870
Other Property and Services	250,000	191,141	402,500
	<u>3,467,450</u>	<u>3,397,013</u>	<u>2,822,545</u>
<u>By Class</u>			
Buildings	262,023	256,701	213,290
Furniture and Equipment	46,794	45,844	38,091
Plant and Equipment	695,037	680,918	565,768
Tools	15,828	15,506	12,884
Roads	2,306,009	2,259,165	1,877,118
Footpaths	37,848	37,080	30,809
Drainage	35,095	34,382	28,568
Other Infrastructure	68,816	67,418	56,017
	<u>3,467,450</u>	<u>3,397,013</u>	<u>2,822,545</u>
Interest Expenses (Finance Costs)			
- Debentures (<i>refer note 5(a)</i>)	24,477	23,287	23,827
	<u>24,477</u>	<u>23,287</u>	<u>23,827</u>
(ii) Crediting as Revenues:			
Interest Earnings			
Investments			
- Reserve Funds	30,000	33,181	40,000
- Other Funds	25,000	27,887	35,000
Other Interest Revenue (<i>refer note 13</i>)	24,500	25,173	26,000
	<u>79,500</u>	<u>86,241</u>	<u>101,000</u>
(iii) Other Revenue			
Other	201,975	54,966	1,425,841
	<u>201,975</u>	<u>54,966</u>	<u>1,425,841</u>

**SHIRE OF COOROW
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2016**

2. REVENUES AND EXPENSES (Continued)

(b) Statement of Objective

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

COMMUNITY VISION

The Shire of Coorow will be a sustainable, progressive, desirable, and caring community, which recognises and values its diversity.

GOVERNANCE

Objective:

Provide the greatest level of administrative support to all Council functions and activities as well as to elected members.

Activities:

Delivering administration services to elected members.

Co-ordinating external audits of the Shire's finances and administrative processes.

Administering and operating Council's facilities and services.

GENERAL PURPOSE FUNDING

Objective:

Provide a solid financial platform by good financial management in order to provide a level of services expected by electors.

Activities:

Administering the Rates function, interest on investments and the receipt of grants funds.

LAW, ORDER, PUBLIC SAFETY

Objective:

Ensure residents enjoy a standard of living as free as possible from the threat of bushfires and public nuisance (e.g. dog attacks).

Activities:

Assisting Volunteer Bushfire Brigades to prevent fire, preserve life and protect property.

Registering dogs and cats.

Enforcing local laws and miscellaneous legislation.

HEALTH

Objective:

Maintain a high standard of health control for the benefit of residents by ensuring compliance with all relevant legislation and regular testing by health staff.

Activities:

Managing rubbish disposal and controlling industrial emissions.

Inspecting premises where food is prepared for or sold to the public, and testing the food.

Controlling mosquitoes and flies.

Maintaining the Doctor's surgery in Coorow.

SHIRE OF COOROW
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2016

2. REVENUES AND EXPENSES (Continued)

(b) Statement of Objective (Continued)

EDUCATION AND WELFARE

Objective:

Provide a range of services to protect the welfare of various segments with the community, including children and the aged, and assist local Community Resource Centres to offer limited education/training services to local residents.

Activities:

Maintaining facilities as child minding centres; encouraging other parties to offer this service.
Providing aged persons' accommodation.
Contributing to Community Resource Centres.

HOUSING

Objective:

Provide and maintain a range of Council-owned residences to Shire employees to encourage and retain high quality staff and management.

Activities:

Renting properties to Shire employees.
Maintaining an optimum mix of different properties to suit Council's future needs.

COMMUNITY AMENITIES

Objective:

Provide high quality community amenities (e.g. waste management and public conveniences) for use by both residents and visitors as well as manage the Town Planning Scheme to encourage and foster development within the Shire.

Activities:

Managing the collection of rubbish and maintaining tips and transfer stations.
Inspecting septic tanks.
Providing public toilets and ablutions.
Maintaining a coastal public cemetery and contributing financially to the Winchester cemetery.
Administering and reviewing town planning and regional development.
Protecting the coastal environment and maintaining urban stormwater drainage infrastructure.

RECREATION AND CULTURE

Objective:

Provide cost effective recreation and culture facilities of a high standard for use by residents and visitors and help ensure that the use of these facilities is maximised.

Activities:

Administering and operating public halls and community centres.
Administering and/or operating beaches, foreshores and the Coorow Swimming Pool.
Administering and operating ovals, recreation centres and other sporting facilities.
Providing boat ramp facilities, library services and limited radio rebroadcasting.
Encouraging other cultural activities both to and within the Shire.

**SHIRE OF COOROW
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2016**

2. REVENUES AND EXPENSES (Continued)

(b) Statement of Objective (Continued)

TRANSPORT

Objective:

Construct and maintain a high quality road network in an efficient manner, which is designed to meet the transport requirements of residents, local industry and visitors.

Activities:

Constructing and maintaining streets, roads, parking facilities and footpaths.

Maintaining Shire works depots and the Leeman airstrip.

Purchasing and maintaining Road plant.

Providing Police licensing services.

ECONOMIC SERVICES

Objective:

Provide support for local industry to encourage and foster economic development within the Shire and the Midwest Region.

Activities:

Controlling vermin, noxious weeds and other flora and fauna pests.

Promoting the Shire as a tourist destination.

Operating and maintaining the Coorow Caravan Park.

Administering building control legislation, including licensing of caravan parks.

Administering and operating a water standpipes system in the Coorow Shire.

OTHER PROPERTY & SERVICES

Objective:

Maintain the fleet of plant and equipment in good working order and provide additional income by utilising downtime to perform private works.

Activities:

Producing income by providing Shire plant and labour for private works projects.

Administering public works and MWLGSA overheads, and plant operation costs.

Administering the stock (materials in store) system.

SHIRE OF COOROW
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2016

3. DISPOSALS OF ASSETS

The following assets are budgeted to be disposed of during the year.

<u>By Program</u>	Net Book Value	Sale Proceeds	Profit(Loss)
	2015/16 BUDGET \$	2015/16 BUDGET \$	2015/16 BUDGET \$
Governance			
DCEO vehicle	27,800	29,705	1,905
Ranger computer	120	0	(120)
Coorow Library computer	25	0	(25)
CEO computer	140	0	(140)
DCEO computer	210	0	(210)
Coastal Leading Hand computer	1,840	0	(1,840)
Law, Order, Public Safety			
Green Head BFB Fire Tender CW0038	29,600	0	(29,600)
Warradarge BFB Fire Tender CW0051	19,000	0	(19,000)
Health			
MRS vehicle	27,550	29,705	2,155
Housing			
Lot 520 Tuart St	396,986	400,000	3,014
Lot 5 Bristol St	50,269	80,000	29,731
Lot 103 Bristol St	8,104	80,000	71,896
Transport			
Kubota Mower	7,930	6,500	(1,430)
Works Ford Ranger C0017	24,533	22,045	(2,488)
Works Ford Ranger C0023	24,533	22,045	(2,488)
John Deere Backhoe	33,050	44,872	11,822
Mechanic vehicle	36,970	30,794	(6,176)
	688,660	745,666	57,006

<u>By Class</u>	Net Book Value	Sale Proceeds	Profit(Loss)
	2015/16 BUDGET \$	2015/16 BUDGET \$	2015/16 BUDGET \$
Land	135,000	135,000	0
Buildings	320,359	425,000	104,641
Plant & Equipment	233,301	185,666	(47,635)
	688,660	745,666	57,006

Summary

	2015/16 BUDGET \$
Profit on Asset Disposals	120,523
Loss on Asset Disposals	(63,517)
	<u>57,006</u>

**SHIRE OF COOROW
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2016**

4. ACQUISITION OF ASSETS

The following assets are budgeted to be acquired during the year:

Asset Class	Reporting Program											Total \$
	Governance \$	General Purpose Funding \$	Law, Order, Public Safety \$	Health \$	Education and Welfare \$	Housing \$	Community Amenities \$	Recreation and Culture \$	Transport \$	Economic Services \$	Other Property and Services \$	
<i>Property, Plant and Equipment</i>												
Land and Buildings					25,000	71,000	3,000	97,520	12,000			208,520
Furniture and Equipment	17,000							2,500	1,500			21,000
Plant and Equipment	49,173		425,430	49,173				9,000	509,444			1,042,220
Tools									41,574			41,574
<i>Infrastructure</i>												
Roads									2,054,327			2,054,327
Footpaths									22,489			22,489
Drainage												
Other	3,000		30,000				50,000	1,111,193		375,000		1,569,193
<i>Land Held for Resale</i>												
	69,173	0	455,430	49,173	25,000	71,000	53,000	1,220,213	2,641,334	375,000	0	4,959,323

A detailed breakdown of acquisitions on an individual asset basis can be found in the supplementary information attached to this budget document as follows:

- Detailed Asset Purchases Listing by Program

SHIRE OF COOROW
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2016

5. INFORMATION ON BORROWINGS

(a) Debenture Repayments

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

Particulars	Principal 1-Jul-15	New Loans	Principal Repayments		Principal Outstanding		Interest Repayments	
			2015/16 Budget \$	2014/15 Actual \$	2015/16 Budget \$	2014/15 Actual \$	2015/16 Budget \$	2014/15 Actual \$
Housing								
Loan 79 - Tuart St Executive Residence	67,241	0	21,222	20,113	46,019	67,241	4,985	4,470
Loan 88 - Morcombe Rd Executive Residence	284,970	0	67,425	65,030	217,545	284,970	9,922	11,591
Loan 89 - Brand St Residences x 2	128,802	0	27,039	13,198	101,763	128,802	4,840	3,277
Community Amenities								
Loan 81A - CCLI Coorow Roadhouse (SS)	0	0	0	7,721	0	0	0	239
Recreation and Culture								
Loan 82 - Leeman Bowling Green Upgrade (SS)	3,856	0	3,856	7,398	0	3,856	111	565
Loan 87 - Maley Park Changerooms	34,239	0	10,583	9,831	23,656	34,239	2,614	3,145
New Loan - Coorow Bowling Green Upgrade	0	87,679	3,755	0	83,924	0	2,005	0
New Loan - Illyarrie St Boat Ramp	0	407,000	0	0	407,000	0	0	0
	519,108	494,679	133,880	123,291	879,907	519,108	24,477	23,287

Loans shown as Self-Supporting (SS) are financed by payments from third parties.

A portion (\$5,589) of the new Coorow Bowling Green Upgrade loan will be financed by payments from third parties.

All other debenture repayments will be financed by general purpose revenue.

**SHIRE OF COOROW
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2016**

5. INFORMATION ON BORROWINGS (Continued)

(b) New Debentures - 2015/16

Particulars/Purpose	Amount Borrowed Budget	Institution	Loan Type	Term (Years)	Total Interest & Charges	Interest Rate %	Amount Used Budget	Balance Unspent \$
Coorow Bowling Green Upgrade	87,679	WATC	P&I	10	17,171	3.31	87,679	0
Illyarrie St Boat Ramp	407,000	WATC	P&I	10	76,650	3.31	407,000	0
					93,821		494,679	0

(c) Unspent Debentures

Council had no unspent debenture funds as at 30th June 2015 nor is it expected to have unspent debenture funds as at 30th June 2016.

(d) Overdraft

Council has not utilised an overdraft facility during the financial year although an overdraft facility of \$200,000 with Bankwest does exist. It is not anticipated that this facility will be required to be utilised during 2015/16.

SHIRE OF COOROW
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2016

	2015/16 Budget \$	2014/15 Actual \$	2014/15 Budget \$
6. RESERVES			
(a) Leave Reserve			
Opening Balance	189,741	184,861	184,861
Amount Set Aside / Transfer to Reserve	7,955	4,880	6,842
Amount Used / Transfer from Reserve	0	0	0
	<u>197,696</u>	<u>189,741</u>	<u>191,703</u>
(b) Building Reserve			
Opening Balance	3,533	79,436	79,436
Amount Set Aside / Transfer to Reserve	516,148	2,097	482,940
Amount Used / Transfer from Reserve	0	(78,000)	(78,000)
	<u>519,681</u>	<u>3,533</u>	<u>484,376</u>
(c) Resource Sharing Reserve			
Opening Balance	23,051	22,459	22,459
Amount Set Aside / Transfer to Reserve	966	592	831
Amount Used / Transfer from Reserve	0	0	0
	<u>24,017</u>	<u>23,051</u>	<u>23,290</u>
(d) Plant Reserve			
Opening Balance	335,283	690,491	516,718
Amount Set Aside / Transfer to Reserve	23,971	16,579	19,125
Amount Used / Transfer from Reserve	(52,500)	(371,787)	(371,787)
	<u>306,754</u>	<u>335,283</u>	<u>164,056</u>
(e) Waste Management Reserve			
Opening Balance	5,311	5,174	5,174
Amount Set Aside / Transfer to Reserve	223	137	192
Amount Used / Transfer from Reserve	0	0	0
	<u>5,534</u>	<u>5,311</u>	<u>5,366</u>
(f) Green Head Public Open Space Reserve			
Opening Balance	22,201	0	0
Amount Set Aside / Transfer to Reserve	931	177,201	0
Amount Used / Transfer from Reserve	(17,000)	(155,000)	0
	<u>6,132</u>	<u>22,201</u>	<u>0</u>
(g) Leeman Public Open Space Reserve			
Opening Balance	20,000	0	0
Amount Set Aside / Transfer to Reserve	839	315,000	0
Amount Used / Transfer from Reserve	0	(295,000)	0
	<u>20,839</u>	<u>20,000</u>	<u>0</u>
(h) Radio & Television Broadcasting Reserve			
Opening Balance	26,877	29,508	31,104
Amount Set Aside / Transfer to Reserve	1,127	741	1,151
Amount Used / Transfer from Reserve	(12,358)	(3,372)	(4,108)
	<u>15,646</u>	<u>26,877</u>	<u>28,147</u>
Total Reserves C/Fwd	<u>1,096,299</u>	<u>625,997</u>	<u>896,938</u>

SHIRE OF COOROW
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2016

	2015/16 Budget \$	2014/15 Actual \$	2014/15 Budget \$
6. RESERVES (Continued)			
Total Reserves B/Fwd	<u>1,096,299</u>	<u>625,997</u>	<u>896,938</u>
(i) Green Head Commercial Parking Reserve			
Opening Balance	126	26,429	26,429
Amount Set Aside / Transfer to Reserve	5	697	978
Amount Used / Transfer from Reserve	0	(27,000)	0
	<u>131</u>	<u>126</u>	<u>27,407</u>
(j) Leeman Commercial Parking Reserve			
Opening Balance	0	28,246	28,246
Amount Set Aside / Transfer to Reserve	0	745	1,046
Amount Used / Transfer from Reserve	0	(28,991)	0
	<u>0</u>	<u>0</u>	<u>29,292</u>
(k) Wann Park Water Reserve			
Opening Balance	30,143	127,020	127,020
Amount Set Aside / Transfer to Reserve	1,264	3,123	4,702
Amount Used / Transfer from Reserve	0	(100,000)	(100,000)
	<u>31,407</u>	<u>30,143</u>	<u>31,722</u>
(l) Community Grant Reserve			
Opening Balance	4,755	4,626	4,626
Amount Set Aside / Transfer to Reserve	199	129	171
Amount Used / Transfer from Reserve	0	0	0
	<u>4,954</u>	<u>4,755</u>	<u>4,797</u>
(m) Coorow Aged Accommodation Reserve			
Opening Balance	5,460	6,706	6,706
Amount Set Aside / Transfer to Reserve	229	172	248
Amount Used / Transfer from Reserve	(6,377)	(1,418)	(1,343)
	<u>(688)</u>	<u>5,460</u>	<u>5,611</u>
(n) Leeman Aged Accommodation Reserve			
Opening Balance	49,062	47,925	47,925
Amount Set Aside / Transfer to Reserve	2,057	1,274	1,774
Amount Used / Transfer from Reserve	0	(137)	(28,545)
	<u>51,119</u>	<u>49,062</u>	<u>21,154</u>
(o) Unspent Grants Reserve			
Opening Balance	0	0	0
Amount Set Aside / Transfer to Reserve	0	0	0
Amount Used / Transfer from Reserve	0	0	0
	<u>0</u>	<u>0</u>	<u>0</u>
Total Reserves C/Fwd	<u>1,183,222</u>	<u>715,543</u>	<u>1,016,921</u>

SHIRE OF COOROW
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2016

	2015/16 Budget \$	2014/15 Actual \$	2014/15 Budget \$
6. RESERVES (Continued)			
Total Reserves B/Fwd	<u>1,183,222</u>	<u>715,543</u>	<u>1,016,921</u>
(p) Furniture & Equipment Reserve			
Opening Balance	0	0	0
Amount Set Aside / Transfer to Reserve	10,000	0	0
Amount Used / Transfer from Reserve	<u>0</u>	<u>0</u>	<u>0</u>
	<u>10,000</u>	<u>0</u>	<u>0</u>
(q) Road Infrastructure Reserve			
Opening Balance	0	0	0
Amount Set Aside / Transfer to Reserve	287,744	0	0
Amount Used / Transfer from Reserve	<u>0</u>	<u>0</u>	<u>0</u>
	<u>287,744</u>	<u>0</u>	<u>0</u>
(r) Coorow Bowling Club Reserve			
Opening Balance	0	0	0
Amount Set Aside / Transfer to Reserve	2,100	0	0
Amount Used / Transfer from Reserve	<u>0</u>	<u>0</u>	<u>0</u>
	<u>2,100</u>	<u>0</u>	<u>0</u>
Total Reserves	<u><u>1,483,066</u></u>	<u><u>715,543</u></u>	<u><u>1,016,921</u></u>

All of the above reserve accounts are to be supported by money held in financial institutions.

SHIRE OF COOROW
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2016

6. RESERVES (Continued)	2015/16 Budget \$	2014/15 Actual \$	2014/15 Budget \$
SUMMARY OF RESERVE TRANSFERS			
Transfers to Reserves			
Leave Reserve	7,955	4,880	6,842
Building Reserve	516,148	2,097	482,940
Resource Sharing Reserve	966	592	831
Plant Reserve	23,971	16,579	19,125
Waste Management Reserve	223	137	192
Green Head Public Open Space Reserve	931	177,201	0
Leeman Public Open Space Reserve	839	315,000	0
Radio & Television Broadcasting Reserve	1,127	741	1,151
Green Head Commercial Parking Reserve	5	697	978
Leeman Commercial Parking Reserve	0	745	1,046
Wann Park Water Reserve	1,264	3,123	4,702
Community Grant Reserve	199	129	171
Coorow Aged Accommodation Reserve	229	172	248
Leeman Aged Accommodation Reserve	2,057	1,274	1,774
Furniture & Equipment Reserve	10,000	0	0
Road Infrastructure Reserve	287,744	0	0
Coorow Bowling Club Reserve	2,100	0	0
	<u>855,758</u>	<u>523,367</u>	<u>520,000</u>
Transfers from Reserves			
Building Reserve	0	(78,000)	(78,000)
Plant Reserve	(52,500)	(371,787)	(371,787)
Green Head Public Open Space Reserve	(17,000)	(155,000)	0
Leeman Public Open Space Reserve	0	(295,000)	0
Radio & Television Broadcasting Reserve	(12,358)	(3,372)	(4,108)
Green Head Commercial Parking Reserve	0	(27,000)	0
Leeman Commercial Parking Reserve	0	(28,991)	0
Wann Park Water Reserve	0	(100,000)	(100,000)
Coorow Aged Accommodation Reserve	(6,377)	(1,418)	(1,343)
Leeman Aged Accommodation Reserve	0	(137)	(28,545)
	<u>(88,235)</u>	<u>(1,060,705)</u>	<u>(583,783)</u>
Total Transfer to/(from) Reserves	<u>767,523</u>	<u>(537,338)</u>	<u>(63,783)</u>

SHIRE OF COOROW
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2016

6. RESERVES (Continued)

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

Leave Reserve

To be used to fund annual and long service leave requirements.

Building Reserve

To be used for the upgrading of Council buildings.

Resource Sharing Reserve

To be used for resource sharing projects.

Plant Reserve

To be used for the purchase of major plant.

Waste Management Reserve

To be used for the management of waste.

Green Head Public Open Space Reserve

To be used to fund the development of public open space in Green Head.

Leeman Public Open Space Reserve

To be used to fund the development of public open space in Leeman.

Radio & Television Broadcasting Reserve

To be used to maintain/upgrade equipment at radio rebroadcasting sites.

Green Head Commercial Parking Reserve

To be used for the construction of commercial parking in Green Head.

Leeman Commercial Parking Reserve

To be used for the construction of commercial parking in Leeman.

Wann Park Water Reserve

To be used to fund the development of a suitable water supply to Wann Park, Leeman.

Community Grant Reserve

To be used to provide future funds for Community based projects.

Coorow Aged Accommodation Reserve

To be used for the maintenance and further development of the Aged Persons' Units in Coorow.

Leeman Aged Accommodation Reserve

To be used for the maintenance and further development of the Aged Persons' Units in Leeman.

SHIRE OF COOROW
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2016

6. RESERVES (Continued)

Unspent Grants Reserve

To be used to set aside any unspent grants at end of year as restricted cash.

Furniture & Equipment Reserve

To be used for the purchase of furniture and equipment.

Road Infrastructure Reserve

To be used for road, footpath and drainage infrastructure projects.

Coorow Bowling Club Reserve

To be used for future replacement of synthetic bowling green surface at Coorow Bowling Club.

**SHIRE OF COOROW
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2016**

	Note	2015/16 Budget \$	2014/15 Actual \$
7. NET CURRENT ASSETS			
Composition of Estimated Net Current Asset Position			
CURRENT ASSETS			
Cash - Unrestricted	15(a)	124,775	747,082
Cash - Restricted	15(a)	1,483,066	1,669,487
Receivables		275,282	389,531
Inventories		70,049	70,049
		<u>1,953,172</u>	<u>2,876,149</u>
LESS: CURRENT LIABILITIES			
Trade and Other Payables		(364,838)	(503,596)
Short Term Borrowings		0	0
Long Term Borrowings		(174,527)	(130,125)
Provisions		(302,964)	(302,964)
		<u>(842,329)</u>	<u>(936,685)</u>
NET CURRENT ASSET POSITION		1,110,843	1,939,464
Less: Cash - Restricted Reserves	15(a)	(1,483,066)	(715,543)
Less: Land Held for Resale		0	0
Less: Current Loans - Clubs / Institutions		0	(3,856)
Add: Current Portion of Debentures		174,527	130,125
Less: Cash - Restricted Municipal	15(a)	0	(953,944)
Leave Liability not Required to be Funded		197,696	189,741
ESTIMATED SURPLUS/(DEFICIENCY) C/FWD		<u><u>0</u></u>	<u><u>585,987</u></u>

The estimated surplus/(deficiency) c/fwd in the 2014/15 actual column represents the surplus (deficit) brought forward as at 1 July 2015.

The estimated surplus/(deficiency) c/fwd in the 2015/16 budget column represents the surplus (deficit) carried forward as at 30 June 2016.

SHIRE OF COOROW
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2016

8. RATING INFORMATION - 2015/16 FINANCIAL YEAR

RATE TYPE	Rate in \$	Number of Properties	Rateable Value \$	2015/16 Budgeted Rate Revenue \$	2015/16 Budgeted Interim Rates \$	2015/16 Budgeted Back Rates \$	2015/16 Budgeted Total Revenue \$	2014/15 Actual \$
Differential General Rate/General Rate								
UV - Agricultural	0.016359	204	103,429,305	1,692,000	0	0	1,692,000	1,646,015
UV - Mining	0.152187	19	559,838	85,200	0	0	85,200	99,409
GRV - Townsites	0.110901	714	7,923,734	878,750	500	0	879,250	835,842
Sub-Totals		937	111,912,877	2,655,950	500	0	2,656,450	2,581,266
Minimum Payment	Minimum \$							
UV - Agricultural	775	9	91,495	6,975	0	0	6,975	6,615
UV - Mining	500	15	16,764	7,500	0	0	7,500	13,965
GRV - Townsites	775	216	1,015,530	167,400	0	0	167,400	155,820
Sub-Totals		240	1,123,789	181,875	0	0	181,875	176,400
Ex-Gratia Rates							8,005	1,336
Rates Written Off							(1,000)	(8,978)
Discounts (Note 12)							(105,000)	(99,902)
Total Amount Raised from General Rate							2,740,330	2,650,122
Specified Area Rates (Note 9)							0	0
Total Rates							2,740,330	2,650,122

**SHIRE OF COOROW
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2016**

8(a). RATING INFORMATION - 2015/16 FINANCIAL YEAR (CONTINUED)

All land except exempt land in the Shire of Somewhere is rated according to its Gross Rental Value (GRV) in townsites or Unimproved Value (UV) in the remainder of the Shire.

The general rates detailed above for the 2015/16 financial year have been determined by Council on the basis of raising the revenue required to meet the deficiency between the total estimated expenditure proposed in the budget and the estimated revenue to be received from all sources other than rates and also considering the extent of any increase in rating over the level adopted in the previous year.

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

OBJECTIVES AND REASONS FOR DIFFERENTIAL RATING

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

Differential General Rate

Description	Characteristics	Objects	Reasons
UV - Agricultural	Properties used predominantly for agricultural purposes.	This rate contributes to the service desired by the community.	This is considered the base rate above which all other UV rated properties are assessed.
UV - Mining	Properties with a land use associated with mining/petroleum leases/tenements.	Provide proportional relativity in rates levied on Agricultural and Mining Properties in the Shire of Coorow.	Raising additional revenue will contribute toward higher costs such as higher vehicle traffic weights and volumes associated with mining activity.

**SHIRE OF COOROW
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2016**

8(a). RATING INFORMATION - 2015/16 FINANCIAL YEAR (CONTINUED)

Differential Minimum Payment

Description	Characteristics	Objects	Reasons
UV - Agricultural	Properties used predominantly for agricultural purposes.	This rate is considered the minimum contribution for basic services and infrastructure.	This is considered the base minimum above which all other UV rated properties are assessed.
UV - Mining	Properties with a land use associated with mining/petroleum leases/tenements.	This rate ensures that the Shire of Coorow's rate model is compliant with legislation and supportive of its rating strategy.	This rate ensures that the Shire of Coorow complies with the legislative requirement for 50% of assessments to be "non minimum", while also ensuring proportional relativity of rates levied across the Shire.

SHIRE OF COOROW
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2016

9. SPECIFIED AREA RATE - 2015/16 FINANCIAL YEAR

There are no Specified Area Rates planned for the 2015/16 financial year.

10. SERVICE CHARGES - 2015/16 FINANCIAL YEAR

There are no service charges planned for the 2014/2015 financial year.

11. FEES & CHARGES REVENUE	2015/16 Budget \$	2014/15 Actual \$
Governance	50	0
General Purpose Funding	5,800	6,019
Law, Order, Public Safety	7,400	8,054
Health	2,000	1,620
Education and Welfare	31,880	26,800
Housing	59,960	62,080
Community Amenities	267,035	245,599
Recreation and Culture	17,388	17,279
Economic Services	18,609	19,469
Other Property and Services	38,640	50,527
	<u>448,762</u>	<u>437,447</u>

**12. RATE PAYMENT DISCOUNTS, WAIVERS AND CONCESSIONS
- 2015/16 FINANCIAL YEAR**

	Type	Disc %	2015/16 Budget \$	2014/15 Actual \$
General Rates	Discount	5.00%	98,270	93,498
	Minimum Rate	5.00%	6,730	6,404
			105,000	99,902
Rate Assessment	Write-Off		1,000	8,978

A discount of 5% of the current rates levied will be offered to rate payers whose payment of the full amount owing, including arrears, and service charges is received on or before 35 days after the date of service appearing on the rate notice. The total value of the discount is estimated to be \$105,000.

The discount is not available on the Emergency Services Levy or Rubbish Removal charges. The discount will not apply to interim rates issued after the billing date.

SHIRE OF COOROW
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2016

13. INTEREST CHARGES AND INSTALMENTS - 2015/16 FINANCIAL YEAR

	Interest Rate %	Admin. Charge \$	2015/16 Budget \$	2014/15 Actual \$
Interest on Unpaid Rates	11.00%	N/A	19,000	19,583
Interest on Instalments Plan	5.50%	N/A	5,500	5,590
Charges on Instalment Plan	N/A	5.00	2,200	2,230
			26,700	27,403

An interest rate of 11% will be charged on all rate payments which are late. It is estimated this will generate income of \$19,000. Three separate option plans will be available to ratepayers for payment of their rates.

Option 1

Full amount of rates and charges including areas to be paid on or before 35 days after the date of service appearing on the rate notice. See Note 12 for discount provisions under this option.

Option 2 (2 instalments)

First instalment to be received on or before 35 days after the date of service appearing on the rate notice including all arrears and half of the current rates and charges.

The second instalment is to be made four months thereafter.

Option 3 (4 instalments)

First instalment to be received on or before 35 days after the date of service appearing on the rate notice including all arrears and a quarter of the current rates and charges.

The second, third and fourth instalments to be made at two month intervals thereafter.

Two Instalment Option

1st Instalment Due 9 September 2015

2nd Instalment Due 11 January 2016

Four Instalment Option

1st Instalment Due 9 September 2015

2nd Instalment Due 9 November 2015

3rd Instalment Due 11 January 2016

4th Instalment Due 11 March 2016

The cost of the instalment plans will comprise simple interest of 5.5% p.a. calculated from the date the first instalment is due, together with an administration fee of \$5 for each instalment notice (i.e. \$5 for Option 2 and \$15 for Option 3). The total revenue from the imposition of the interest (\$5,500) and administration charge (\$2,200) under Options 2 and 3 is estimated at \$7,700.

14. ELECTED MEMBERS REMUNERATION	2015/16 Budget \$	2014/15 Actual \$
The following fees, expenses and allowances were paid to council members and/or the president.		
Meeting Fees	23,400	20,000
President's Allowance	10,000	10,000
Deputy President's Allowance	2,500	2,500
Travelling Expenses	5,000	927
Telecommunications Allowance	4,800	4,800
	45,700	38,227

SHIRE OF COOROW
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2016

15. NOTES TO THE STATEMENT OF CASH FLOWS

(a) Reconciliation of Cash

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

	2015/16 Budget \$	2014/15 Actual \$	2014/15 Budget \$
Cash - Unrestricted	124,775	747,082	63,929
Cash - Restricted	1,483,066	1,669,487	1,016,921
	<u>1,607,841</u>	<u>2,416,569</u>	<u>1,080,850</u>

The following restrictions have been imposed by regulation or other externally imposed requirements:

Leave Reserve	197,696	189,741	191,703
Building Reserve	519,681	3,533	484,376
Resource Sharing Reserve	24,017	23,051	23,290
Plant Reserve	306,754	335,283	164,056
Waste Management Reserve	5,534	5,311	5,366
Green Head Public Open Space Reserve	6,132	22,201	0
Leeman Public Open Space Reserve	20,839	20,000	0
Radio & Television Broadcasting Reserve	15,646	26,877	28,147
Green Head Commercial Parking Reserve	131	126	27,407
Leeman Commercial Parking Reserve	0	0	29,292
Wann Park Water Reserve	31,407	30,143	31,722
Community Grant Reserve	4,954	4,755	4,797
Coorow Aged Accommodation Reserve	(688)	5,460	5,611
Leeman Aged Accommodation Reserve	51,119	49,062	21,154
Furniture & Equipment Reserve	10,000	0	0
Road Infrastructure Reserve	287,744	0	0
Coorow Bowling Club Reserve	2,100	0	0
Unspent Grants Reserve	0	953,944	0
	<u>1,483,066</u>	<u>1,669,487</u>	<u>1,016,921</u>

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

Net Result	(341,805)	987,442	1,442,402
Depreciation	3,467,450	3,397,013	2,822,545
(Profit)/Loss on Sale of Asset	(57,006)	29,760	477,349
(Increase)/Decrease in Receivables	110,393	(160,128)	(31,333)
(Increase)/Decrease in Inventories	0	0	135,841
Increase/(Decrease) in Payables	(138,759)	172,943	(47,000)
Increase/(Decrease) in Employee Provisions	0	3,877	0
Grants/Contributions for the Development of Assets	<u>(2,604,171)</u>	<u>(1,816,664)</u>	<u>(2,995,083)</u>
Net Cash from Operating Activities	<u>436,102</u>	<u>2,614,243</u>	<u>1,804,721</u>

SHIRE OF COOROW
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2016

15. NOTES TO THE STATEMENT OF CASH FLOWS (Continued)

(c) Undrawn Borrowing Facilities

Credit Standby Arrangements

Bank Overdraft Limit	200,000	200,000	0
Bank Overdraft at Balance Date	0	0	0
Credit Card Limit	15,000	15,000	15,000
Credit Card Balance at Balance Date	0	1,954	0
Total Amount of Credit Unused	<u>215,000</u>	<u>216,954</u>	<u>15,000</u>

Loan Facilities

Loan Facilities in use at Balance Date	<u>879,907</u>	<u>519,108</u>	<u>0</u>
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SHIRE OF COOROW
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2016

16. TRUST FUNDS

Funds held at balance date over which the local government has no control and which are not included in the financial statements are as follows:

Detail	Balance 1-Jul-15 \$	Estimated Amounts Received \$	Estimated Amounts Paid (\$)	Estimated Balance 30-Jun-16 \$
Kerbing Deposits	13,600	1,000	(2,000)	12,600
On Line Licensing	0	0	0	0
Other	13,534	5,000	(5,000)	13,534
Aged Units Bonds - Coorow	600	0	0	600
RSL Thailand Competition	185	0	0	185
Coorow Christmas Tree	275	0	0	275
Green Head Number Plates	50	100	100	250
Leeman Number Plates	3,300	500	0	3,800
LGCHP Surplus	23,371	0	(1,705)	21,666
Standpipe Card Bond	2,030	100	(100)	2,030
BCITF Levy	0	4,000	(4,000)	0
BRB Levy	500	4,000	(4,500)	0
Aged Units Bonds - Leeman	1,300	0	0	1,300
CCLI Number Plates	0	200	(100)	100
Coorow Bushfire Brigade	2,025	0	0	2,025
Warradarge Bushfire Brigade	1,350	0	0	1,350
Leeman Bushfire Brigade	3,283	0	0	3,283
Refuse Site Key Bond	1,400	200	(200)	1,400
Public Open Space	450,000	0	(155,000)	295,000
	<u>516,803</u>	<u>15,100</u>	<u>(172,505)</u>	<u>359,398</u>

**SHIRE OF COOROW
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2016**

17. MAJOR LAND TRANSACTIONS

It is not anticipated any major land transactions will occur in 2015/16.

18. TRADING UNDERTAKINGS AND MAJOR TRADING UNDERTAKINGS

It is not anticipated any trading undertakings or major trading undertakings will occur in 2015/16.

SUPPLEMENTARY INFORMATION TO NOTE 4

<u>Detailed Asset Purchases Listing by Program</u>	Budget	Grants	Muni	Sale/Trade	Reserves	Loans	Contributions	Total
Governance								
Laptops - Elected Members	5,000		5,000					5,000
DCEO Vehicle	49,173		19,468	29,705				49,173
Admin Computers	10,000		10,000					10,000
Coorow Office Grounds upgrade	3,000		3,000					3,000
Coorow Office Furniture	1,000		1,000					1,000
Leeman Office Furniture	1,000		1,000					1,000
	69,173							69,173
Law, Order, Public Safety								
Green Head VBFB - Light Tanker	125,430		0	125,430				125,430
Warradarge VBFB - 2.4 Broadacre single cab	300,000		0	300,000				300,000
CCTV Infrastructure - Leeman	30,000	25,000	5,000					30,000
	455,430							455,430
Health								
MRS vehicle	49,173		19,468	29,705				49,173
	49,173							49,173
Education and Welfare								
Mens Shed Meeting Room	25,000	20,000	5,000					25,000
	25,000							25,000
Housing								
<u>Lot 50 Nairn St</u>								
Door slider	2,000		2,000					2,000
Vanity cupboard	1,000		1,000					1,000
<u>Lot 5 Bristol St</u>								
Pre-sale capital works	10,000		10,000					10,000
<u>Lot 49 Nairn St</u>								
Paint front patio	5,000		5,000					5,000
<u>Lot 103 Bristol St</u>								
Pre-sale capital works	10,000		10,000					10,000
<u>Lot 520 Tuart St</u>								
Paint externally	25,000		25,000					25,000
<u>Lot 626 Morcombe Rd</u>								
Miscellaneous works at end of tenancy	10,000		10,000					10,000

SUPPLEMENTARY INFORMATION TO NOTE 4

<u>Lot 16A Brand St</u>						
Steel framed shed	1,500		1,500			1,500
<u>Lot 16B Brand St</u>						
Steel framed shed	1,500		1,500			1,500
Replacement carpets for Council houses	5,000		5,000			5,000
	71,000					71,000
Community Amenities						
<u>Coastal Cemetery</u>						
Completion of initial works	50,000	26,739	23,261			50,000
<u>Morphett Park Toilets</u>						
Painting of ablution block	1,000		1,000			1,000
<u>Leeman Foreshore Toilets</u>						
Paint metal surfaces	2,000		2,000			2,000
	53,000					53,000
Recreation and Culture						
Leeman Recreation Centre dump point	7,000	3,500	3,500			7,000
Coorow District Hall extension	75,520	29,162	46,358			75,520
Leeman Library bookshelves	2,500	1,364	1,136			2,500
Recladding of Maley Park Gardener's Shed	20,000		20,000			20,000
Coorow Bowling Club synthetic greens	256,768	85,589	3,500	87,679	80,000	256,768
<u>Coorow Swimming Pool</u>						
Pump line repairs	5,000	5,000	0			5,000
Reticulation and lawn	4,000	4,000	0			4,000
Gutters and fascia of building	2,000	2,000	0			2,000
Repaint bowl	20,000	20,000	0			20,000
Maley Park Water Infrastructure	120,000	60,000	60,000			120,000
Ilyarrie Street Boat Ramp - latent conditions claim	407,000		0	407,000		407,000
Lot 601 POS Development - Green Head	172,000		0	17,000	155,000	172,000
Wann Park Storm Water Harvesting	118,425	18,425	0	100,000		118,425
Maley Park shade sails	4,000		4,000			4,000
Dynamite Bay barbecues	6,000		6,000			6,000
	1,220,213					1,220,213

SUPPLEMENTARY INFORMATION TO NOTE 4

Transport

Roadworks

Green Head Rd Drainage R2R - Kerbing And Drainage 2.6 Km To 3 Km	72,235	72,235	0	72,235
Mcpartland Rd R2R - Gravel Resheeting 0.0 To 5.0Km	93,830	93,830	0	93,830
Chatfield Clark Rd R2R - Gravel Resheeting 4.51 to 9.51SLK	60,000	60,000	0	60,000
Morcombe Rd R2R - Sealing 10mm Blue Metal	11,212	11,212	0	11,212
Chatfield Clark Rd R2R - Gravel Resheeting 0 to 4.51 SLK	103,642	103,642	0	103,642
Thomas St R2R - Kerbing And Drainage 1.75 To 2.10Km	105,751	105,751	0	105,751
Bonham St R2R - Sealing 10mm Blue Metal	9,102	9,102	0	9,102
Latham St R2R - Sealing 10mm Blue Metal	4,080	4,080	0	4,080
Wann St R2R - Sealing 10mm Blue Metal	3,942	3,942	0	3,942
Launer Road Culverts R2R	167,518	167,518	0	167,518
Ocean View Dr R2R - Sealing 10mm Blue Metal	7,467	7,467	0	7,467
Battersby St R2R - Kerbing And Drainage	123,383	123,383	0	123,383
Bierman St R2R - Sealing 10mm Blue Metal	6,511	6,511	0	6,511
Farley St R2R - Sealing 10mm Blue Metal	5,855	5,855	0	5,855
Banksia Close R2R - Sealing 10mm Blue Metal	6,529	6,529	0	6,529
Hibiscus St R2R - Sealing 10mm Blue Metal	5,019	5,019	0	5,019
Johns St R2R - Sealing 10mm Blue Metal	4,442	4,442	0	4,442
Patton St R2R - Sealing 10mm Blue Metal	7,504	7,504	0	7,504
Illyarrie St R2R - Sealing 10mm Blue Metal	17,042	17,042	0	17,042
Buntine Marchagee Road - Improve formation and drainage, widening seal from 3.7m to 7.4m: 18.54-20.8km	267,067	178,000	89,067	267,067
Read St R2R - Sealing 10mm Blue Metal	5,812	5,812	0	5,812
Morcombe St R2R - Sealing 10mm Blue Metal	3,827	3,827	0	3,827
Coorow Green Head Road East - Improve formation and batters, widening of seal from 6.2 m to 7.4m: 24.00-26.5km	220,072	146,667	73,405	220,072
Coorow Green Head Road West - Improve formation and batters, widening of seal from 6.2 m to 7.4m: 4.00-6.00km	215,459	143,600	71,859	215,459
Main St Footpath - Coorow District Hall Project	11,489		11,489	11,489
Tootbardie Rd Blackspot	481,323	310,667	170,656	481,323
Battersby St R2R Footpath	11,000	11,000	0	11,000
Coorow District Hall Car Park - Seal with 14mm chip	45,703		45,703	45,703
Finish Concreting Leeman Depot Shed	12,000		12,000	12,000

SUPPLEMENTARY INFORMATION TO NOTE 4

Plant Purchases

Purchase additional Bobcat	90,000	90,000		90,000
Replace Ford Ranger XL CW0017	38,200	16,155	22,045	38,200
Replace Ford Ranger XL CW0023	38,200	16,155	22,045	38,200
Replace John Deere Backhoe CW0012	245,975	201,103	44,872	245,975
Replace Toyota Landcruiser Workmate CW3314	63,069	32,275	30,794	63,069
Replace Kubota Mower	34,000	27,500	6,500	34,000

Sundry Tools Coorow

Roll Tarps	24,000	24,000		24,000
Chain Saw	800	800		800
Ditch Witch	7,554	7,554		7,554
Lawn Mower	2,200	2,200		2,200
Witch's Hats x 100	1,200	1,200		1,200

Sundry Tools Leeman

Blower	620	620		620
Lawn Mower	2,200	2,200		2,200
Brush Cutter	1,800	1,800		1,800
Witch's Hats x 100	1,200	1,200		1,200

Breathalyser machines x 2

1,500	1,500		1,500
2,641,334			2,641,334

Economic Services

Coastal Nodes Eco Tourism project	375,000	375,000		375,000
	375,000	375,000		375,000

Other Property and Services

0	0		0
0			0
4,959,323			4,959,323