

SHIRE OF EAST PILBARA
ANNUAL BUDGET
FOR THE YEAR ENDED 30 JUNE 2025

LOCAL GOVERNMENT ACT 1995

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SHIRE'S VISION

Proud connected and resourceful

Caring for our vast and ancient naturescapes from desert to sea, under the endless sky

Building on our strengths to grow and create opportunities for all

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

	NOTE	2024/25 Budget	2023/24 Actual	2023/24 Budget
Revenue		\$	\$	\$
Rates	2(a)	37,746,884	33,528,077	31,397,825
Grants, subsidies and contributions	10	6,995,000	4,206,390	10,753,760
Fees and charges	14	31,277,720	27,256,827	27,620,158
Service charges	2(f)	143,400	143,406	148,800
Interest revenue	11(a)	3,042,300	2,794,962	2,740,000
Other revenue	11(b)	2,210,700	838,502	1,608,600
		81,416,004	68,768,164	74,269,143
Expenses				
Employee costs		(24,415,860)	(19,859,455)	(20,510,091)
Materials and contracts		(30,077,620)	(23,113,806)	(27,004,321)
Utility charges		(842,400)	(2,803,037)	(2,245,898)
Depreciation	6	(16,335,740)	(16,168,272)	(16,755,434)
Finance costs	11(d)	(404,600)	(489,119)	(489,119)
Insurance		(1,461,390)	(2,025,269)	(1,578,689)
Other expenditure		(850,860)	(464,053)	(1,956,414)
		(74,388,470)	(64,923,011)	(70,539,966)
		7,027,534	3,845,153	3,729,177
Capital grants, subsidies and contributions	10	12,580,894	7,671,366	5,288,298
Profit on asset disposals	5	516,630	0	121,893
Loss on asset disposals		(34,070)	0	0
		13,063,454	7,671,366	5,410,191
Net result for the period		20,090,988	11,516,519	9,139,368
Other comprehensive income				
<i>Items that will not be reclassified subsequently to profit or loss</i>				
Total other comprehensive income for the period		0	0	0
Total comprehensive income for the period		20,090,988	11,516,519	9,139,368

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

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

	NOTE	2024/25 Budget	2023/24 Actual	2023/24 Budget
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts				
		\$	\$	\$
Rates		37,746,884	29,013,819	31,112,130
Grants, subsidies and contributions		6,995,000	3,558,925	10,603,476
Fees and charges		31,277,720	27,256,827	26,496,674
Service charges		143,400	143,406	148,800
Interest revenue		3,042,300	2,794,962	2,740,000
Goods and services tax received		2,921,688	2,153,122	0
Other revenue		2,210,700	838,502	1,604,946
		84,337,692	65,759,563	72,706,026
Payments				
Employee costs		(24,415,860)	(18,962,534)	(20,488,635)
Materials and contracts		(30,077,620)	(17,055,162)	(27,358,003)
Utility charges		(842,400)	(2,803,037)	(2,245,898)
Finance costs		(404,600)	(489,119)	(443,263)
Insurance		(1,461,390)	(2,025,269)	(1,578,689)
Goods and services tax paid		(2,921,688)	(2,153,122)	0
Other expenditure		(850,860)	(464,053)	(1,956,414)
		(60,974,418)	(43,952,296)	(54,070,902)
Net cash provided by (used in) operating activities	4	23,363,274	21,807,267	18,635,124
CASH FLOWS FROM INVESTING ACTIVITIES				
Payments for purchase of property, plant & equipment	5(a)	(62,822,229)	(3,902,461)	(7,880,228)
Payments for construction of infrastructure	5(b)	(17,675,818)	(12,358,590)	(8,061,772)
Capital grants, subsidies and contributions		12,580,894	7,671,366	5,288,298
Proceeds from sale of property, plant and equipment	5(a)	832,000	146,801	481,000
Net cash provided by (used in) investing activities		(67,085,153)	(8,442,884)	(10,172,702)
CASH FLOWS FROM FINANCING ACTIVITIES				
Repayment of borrowings	7(a)	(4,703,100)	(3,417,822)	(3,417,822)
Adjustment for error in prior year		0	0	(152,863)
Proceeds from new borrowings	7(a)	35,000,000	630,000	630,000
Net cash provided by (used in) financing activities		30,296,900	(2,787,822)	(2,940,685)
Net increase (decrease) in cash held		(13,424,979)	10,576,561	5,521,737
Cash at beginning of year		96,028,799	85,452,238	38,249,138
Cash and cash equivalents at the end of the year	4	82,603,820	96,028,799	43,770,875

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

SHIRE OF EAST PILBARA
STATEMENT OF FINANCIAL ACTIVITY
FOR THE YEAR ENDED 30 JUNE 2025

		2024/25	2023/24	2023/24
	NOTE	Budget	Actual	Budget
OPERATING ACTIVITIES				
Revenue from operating activities				
General rates	2(a)	\$ 35,610,259	\$ 31,503,077	\$ 29,360,475
Rates excluding general rates	2(a)	2,136,625	2,025,000	2,037,350
Grants, subsidies and contributions	10	6,995,000	4,206,390	10,753,760
Fees and charges	14	31,277,720	27,256,827	27,620,158
Service charges	2(f)	143,400	143,406	148,800
Interest revenue	11(a)	3,042,300	2,794,962	2,740,000
Other revenue	11(b)	2,210,700	838,502	1,608,600
Profit on asset disposals	5	516,630	0	121,893
		81,932,634	68,768,164	74,391,036
Expenditure from operating activities				
Employee costs		(24,415,860)	(19,859,455)	(20,510,091)
Materials and contracts		(30,077,620)	(23,113,806)	(27,004,321)
Utility charges		(842,400)	(2,803,037)	(2,245,898)
Depreciation	6	(16,335,740)	(16,168,272)	(16,755,434)
Finance costs	11(d)	(404,600)	(489,119)	(489,119)
Insurance		(1,461,390)	(2,025,269)	(1,578,689)
Other expenditure		(850,860)	(464,053)	(1,956,414)
Loss on asset disposals	5	(34,070)	0	0
		(74,422,540)	(64,923,011)	(70,539,966)
Non-cash amounts excluded from operating activities	3(b)	15,853,180	16,168,272	16,755,434
Amount attributable to operating activities		23,363,274	20,013,425	20,606,504
INVESTING ACTIVITIES				
Inflows from investing activities				
Capital grants, subsidies and contributions	10	12,580,894	7,671,366	5,288,298
Proceeds from disposal of assets	5	832,000	146,801	481,000
		13,412,894	7,818,167	5,769,298
Outflows from investing activities				
Payments for property, plant and equipment	5(a)	(62,822,229)	(3,902,461)	(7,880,228)
Payments for construction of infrastructure	5(b)	(17,675,818)	(12,358,590)	(8,061,772)
		(80,498,047)	(16,261,051)	(15,942,000)
FINANCING ACTIVITIES				
Inflows from financing activities				
Proceeds from new borrowings	7(a)	35,000,000	630,000	630,000
Transfers from reserve accounts	8(a)	19,643,786	0	325,000
		54,643,786	630,000	955,000
Outflows from financing activities				
Repayment of borrowings	7(a)	(4,703,100)	(3,417,822)	(3,417,822)
Transfers to reserve accounts	8(a)	(12,764,644)	(11,000,000)	(7,970,980)
		(17,467,744)	(14,417,822)	(11,388,802)
Amount attributable to financing activities		37,176,042	(13,787,822)	(10,433,802)
MOVEMENT IN SURPLUS OR DEFICIT				
Surplus or deficit at the start of the financial year	3	6,545,837	8,763,118	0
Amount attributable to operating activities		23,363,274	20,013,425	20,606,504
Amount attributable to investing activities		(67,085,153)	(8,442,884)	(10,172,702)
Amount attributable to financing activities		37,176,042	(13,787,822)	(10,433,802)
Surplus or deficit at the end of the financial year	3	0	6,545,837	0

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

**CITY OF SOMEWHERE
FOR THE YEAR ENDED 30 JUNE 2024
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1(a) BASIS OF PREPARATION

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

Local Government Act 1995 requirements

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

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

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

The local government reporting entity

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

All monies held in the Trust Fund are excluded from the financial statements. A separate statement of those monies appears at Note 13 to the annual budget.

2023/24 actual balances

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

Budget comparative figures

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

Comparative figures

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

Rounding off figures

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

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 2021-2 Amendments to Australian Accounting Standards
 - Disclosure of Accounting Policies or Definition of Accounting Estimates
- AASB 2021-6 Amendments to Australian Accounting Standards
 - Disclosure of Accounting Policies: Tier 2 and Other Australian Accounting Standards
- AASB 2022-7 Editorial Corrections to Australian Accounting Standards and Repeal of Superseded and Redundant Standards

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

New accounting standards for application in future years

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

- AASB 2014-10 Amendments to Australian Accounting Standards
 - Sale or Contribution of Assets between an Investor and its Associate or Joint Venture
- AASB 2020-1 Amendments to Australian Accounting Standards
 - Classification of Liabilities as Current or Non-current
- AASB 2021-7c Amendments to Australian Accounting Standards
 - Effective Date of Amendments to AASB 10 and AASB 128 and Editorial Corrections [deferred AASB 10 and AASB 128 amendments in AASB 2014-10 apply]
- AASB 2022-5 Amendments to Australian Accounting Standards
 - Lease Liability in a Sale and Leaseback
- AASB 2022-6 Amendments to Australian Accounting Standards
 - Non-current Liabilities with Covenants
- AASB 2022-10 Amendments to Australian Accounting Standards
 - Fair Value Measurement of Non-Financial Assets of Not-for-Profit Public Sector Entities

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

Judgements, estimates and assumptions

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

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

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

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

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

1(b) KEY TERMS AND DEFINITIONS - NATURE OR TYPE

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 EARNINGS

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

OTHER REVENUE / INCOME

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

PROFIT ON ASSET DISPOSAL

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

EXPENSES

EMPLOYEE COSTS

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

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

MATERIALS AND CONTRACTS

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

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

UTILITIES (GAS, ELECTRICITY, WATER)

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

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

INSURANCE

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

LOSS ON ASSET DISPOSAL

Loss on the disposal of fixed assets.

DEPRECIATION ON NON-CURRENT ASSETS

Depreciation and amortisation expenses raised on all classes of assets.

FINANCE COSTS

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

OTHER EXPENDITURE

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

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

2. RATES AND SERVICE CHARGES

(a) Rating Information

Rate Description	Basis of valuation	Rate in	Number of properties	Rateable value	2024/25 Budgeted rate revenue	2024/25 Budgeted interim rates	2024/25 Budgeted back rates	2024/25 Budgeted total revenue	2023/24 Actual total revenue	2023/24 Budget total revenue
		\$		\$	\$	\$	\$	\$	\$	\$
(i) General rates										
Gross rental valuations										
GRV - Residential	Gross rental valuation	0.0702200	1,808	52,296,597	3,672,267			3,672,267	4,492,205	3,424,656
GRV - Non Residential	Gross rental valuation	0.0702200	156	23,892,670	1,677,743			1,677,743	1,535,393	1,544,521
GRV - Transient	Gross rental valuation	0.1404400	29	47,228,500	6,632,771			6,632,771	5,094,272	5,369,968
Unimproved valuations										
UV - Pastoral	Unimproved valuation	0.1754430	39	11,030,358	1,935,199			1,935,199	1,703,685	1,700,908
UV - Mining/Others	Unimproved valuation	0.3508860	1,030	61,181,911	21,467,876			21,467,876	18,139,532	17,180,277
UV - Mining Prospecting	Unimproved valuation	0.3199770	174	701,309	224,403			224,403	537,990	140,145
Total general rates			3,236	196,331,345	35,610,259	0	0	35,610,259	31,503,077	29,360,475
(ii) Minimum payment										
Minimum										
\$										
Gross rental valuations										
GRV - Residential	Gross rental valuation	1,185	673		797,505			797,505	742,500	742,500
GRV - Non Residential	Gross rental valuation	1,400	27		37,800			37,800	29,900	29,900
GRV - Transient	Gross rental valuation	1,400	0		0			0	0	0
Unimproved valuations										
UV - Pastoral	Unimproved valuation	1,400	26		36,400			36,400	33,800	33,800
UV - Mining/Others	Unimproved valuation	1,400	846		1,184,400			1,184,400	1,110,850	1,123,200
UV - Mining Prospecting	Unimproved valuation	915	88		80,520			80,520	107,950	107,950
Total minimum payments			1,660	0	2,136,625	0	0	2,136,625	2,025,000	2,037,350
Total general rates and minimum payments			4,896	196,331,345	37,746,884	0	0	37,746,884	33,528,077	31,397,825
					37,746,884	0	0	37,746,884	33,528,077	31,397,825
Total rates					37,746,884	0	0	37,746,884	33,528,077	31,397,825

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

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

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

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

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

2. RATES AND SERVICE CHARGES (CONTINUED)

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

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

Instalment options	Date due	Instalment plan admin charge	Instalment plan interest rate	Unpaid rates interest rates
		\$	%	%
Option one				
Single full payment	21-August-2024	0	0.00%	0.00%
Option two				
First instalment	21-August-2024	0	0.00%	0.00%
Second instalment	07-January-2025	6	5.50%	11.00%
Option three				
First instalment	21-August-2024	0	0.00%	0.00%
Second instalment	07-November-2024	6	5.50%	11.00%
Third instalment	07-January-2025	6	5.50%	11.00%
Fourth instalment	11-March-2025	6	5.50%	11.00%

	2024/25 Budget revenue	2023/24 Actual revenue	2023/24 Budget revenue
	\$	\$	\$
Instalment plan admin charge revenue	10,000	9,410	10,000
Instalment plan interest earned	43,900	35,891	30,000
Unpaid rates and service charge interest earned	398,400	359,071	100,000
	452,300	404,372	140,000

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

2. RATES AND SERVICE CHARGES (CONTINUED)

(c) Objectives and Reasons for Differential Rating

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

Differential general rate

Description	Characteristics	Objects	Reasons
GRV - Residential	This incorporates residential single dwellings, duplex, multi-unit and strata improved properties.	To ensure that the proportion of total rate revenue derived from residential remains essentially consistent with previous years and also includes the ongoing maintenance and service provision of Shire assets and services primarily used by residential ratepayers.	This will ensure a reasonable contribution to the cost of Local Government services and facilities available to residents.
GRV - Transient Workforce Accommodation	This incorporates all mass accommodation facilities provided for a workforce that is not permanently located within the district.	To ensure rates are distributed equitably across property used for residential and non-residential workers. Temporary workers are consumers of Shire services but unless they are also property owners within the Shire, are not contributing to the cost of services which they use.	Mass communication properties to have a greater impact on Shire services and assets than other property types due to their number of occupants in a relatively small land parcel.
GRV - Non Residential	This incorporates all light industry, general industry, commercial including hotel/motel and mixed use properties.	To ensure that the proportion of total rate revenue derived from non-residential properties remains essentially consistent with previous years and to recognise the additional costs of servicing these types of properties. Non-residential properties generate higher volumes of pedestrian and traffic movements than residential properties which results in increased road and streetscape maintenance requirements, additional street parking needs and the requirement to install additional traffic treatments. Due to the increased presence of litter surrounding non-residential land the Shire is also required to provide additional litter collection services to these areas.	Patrons and employees of commercial and industrial premises are consumers of Shire services but unless they are also property owners within the Shire, are not contributing to the cost of services which they use. No concessions are intended.

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

2. RATES AND SERVICE CHARGES (CONTINUED)

(c) Objectives and Reasons for Differential Rating (Cont.)

Description	Characteristics	Objects	Reasons
UV - Pastoral	This incorporates all properties issued with pastoral leases granted by the State Government OR does not have the characteristics of any other UV differential rate category.	To ensure rates are reflective of the level of service utilised by ratepayers in this category.	To further reflect the additional costs associated with gravel road maintenance albeit to a lesser extent than that of mining.
UV - Mining /Prospecting	This incorporates all mining prospecting tenements, as defined under the Mining Act 1978 s40 to s56 as prospecting land use.	The rate in the dollar and minimum charge are comparatively lower than UV Mining/Other.	To reflect having a lesser impact upon the road network, and their operations may not be intended as commercially income-producing.
UV - Mining/Other	This incorporates mining tenements, permits drilling reservations, leases or licences held, extracting, stock piling, processing or refining of minerals and the extraction, processing or refining of fuel sources, and any other land use, not including prospecting tenements.	To ensure rates are reflective of the ongoing costs involved in maintaining the road network across broad Shire boundaries, and towards supporting regional communities.	To ensure the proportion of total rate revenue derived from mining related activities reflects the financial impact associated with activities from these assessments, which is generally considered higher than other assessments.

(d) Differential Minimum Payment

Gross rental valuations	\$
GRV - Residential	1,185
GRV - Non residential	1,400
GRV - Transient	1,400
Unimproved valuations	
UV - Pastoral/ Special Leases	1,400
UV - Mining/Others	1,400
UV - Mining Prospecting	915

(e) Variation in Adopted Differential Rates to Local Public Notice

The following rates and minimum payments were previously set out in the local public notice giving notice of the intention to charge differential rates.

Differential general rate or general rate	Proposed Rate in \$	Adopted Rate in \$	Reasons for the difference
GRV Transient	0.140441	0.140440	Rounding
UV Mining/Others	0.350887	0.350886	Rounding

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

2. RATES AND SERVICE CHARGES (CONTINUED)

(f) Service Charges

	Amount of charge	2024/25 Budgeted revenue	Budget amount to be applied to costs	Budget amount to be set aside to reserve	Reserve amount to be applied to costs	2023/24 Actual revenue	2023/24 Budget revenue
Service charge	\$	\$	\$	\$	\$	\$	\$
Security & Surveillance Service Charge	62	143,400	143,406	116,600	26,806	143,406	148,800
		143,400	143,406	116,600	26,806	143,406	148,800

Nature of the service charge	Objects of the charge	Reasons for the charge	Area/Properties charge to be imposed on
Security & Surveillance Service Charge 62	A service charge of \$62 per Newman townsite property is imposed for the provision of Property Surveillance & Security through Closed Circuit TV (CCTV) for Shire community property and spaces.	Funding for ongoing maintenance and operation of the CCTV Network and the future replacement of the network	Newman townsite

(g) Early payment discounts

The Shire does not anticipate any discounts for the year ended 30th June 2025.

(g) Waivers or concessions

The Shire does not anticipate any waivers or concessions for the year ended 30th June 2025.

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

3. NET CURRENT ASSETS

(a) Composition of estimated net current assets

Current assets

	2024/25 Budget 30 June 2025	2023/24 Actual 30 June 2024	2023/24 Budget 30 June 2024
Cash and cash equivalents	0	6,545,837	43,770,875
Financial assets	82,603,820	89,482,962	43,044,534
Receivables	6,257,165	6,257,165	4,615,044
Inventories	136,421	136,421	844,219
	88,997,406	102,422,385	92,274,672

Less: current liabilities

Trade and other payables	(5,298,144)	(5,298,144)	(8,747,866)
Contract liabilities	(1,095,442)	(1,095,442)	(1,985,476)
Capital grant/contribution liability	0	0	(2,009,129)
Long term borrowings	(4,703,100)	(4,703,100)	2,403,386
Employee provisions	(896,921)	(896,921)	(1,245,399)
	(11,993,607)	(11,993,607)	(11,584,484)

Net current assets

Less: Total adjustments to net current assets

	77,003,799	90,428,778	80,690,188
	(77,003,799)	(83,882,941)	(80,690,188)
Net current assets used in the Statement of Financial Activity	0	6,545,837	0

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

Items excluded from calculation of budgeted deficiency

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

(b) Non-cash amounts excluded from operating activities

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

Adjustments to operating activities

	2024/25 Budget 30 June 2025	2023/24 Actual 29 June 2024	2023/24 Budget 29 June 2024
Less: Profit on asset disposals	(516,630)	0	0
Add: Loss on asset disposals	34,070	0	0
Add: Depreciation	16,335,740	16,168,272	16,755,434
Non cash amounts excluded from operating activities	15,853,180	16,168,272	16,755,434

(c) Current assets and liabilities excluded from budgeted deficiency

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

Adjustments to net current assets

Less: Cash - reserve accounts	(82,603,820)	(89,482,962)	(76,005,072)
- Rates receivable	0	0	(2,281,730)
Add: Current liabilities not expected to be cleared at end of year	4,703,100	4,703,100	(2,403,386)
- Current portion of borrowings	896,921	896,921	0
- Current portion of employee benefit provisions held in reserve	(77,003,799)	(83,882,941)	(80,690,188)
Total adjustments to net current assets	(77,003,799)	(83,882,941)	(80,690,188)

3(d) NET CURRENT ASSETS (CONTINUED)

MATERIAL ACCOUNTING POLICIES

CURRENT AND NON-CURRENT CLASSIFICATION

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

TRADE AND OTHER PAYABLES

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

PREPAID RATES

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

INVENTORIES

General

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

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

Superannuation

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

LAND HELD FOR RESALE

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

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

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

GOODS AND SERVICES TAX (GST)

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

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

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

CONTRACT LIABILITIES

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

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

TRADE AND OTHER RECEIVABLES

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

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

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

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

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

PROVISIONS

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

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

EMPLOYEE BENEFITS

Short-term employee benefits

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

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

Other long-term employee benefits

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

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

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

4. RECONCILIATION OF CASH

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

	Note	2024/25 Budget	2023/24 Actual	2023/24 Budget
Cash at bank and on hand		\$ 0	\$ 6,545,837	\$ 24,896,096
Term deposits		82,603,820	89,482,962	18,874,779
Total cash and cash equivalents		82,603,820	96,028,799	43,770,875
Held as				
- Unrestricted cash and cash equivalents	3(a)	0	6,545,837	8,801,208
- Restricted cash and cash equivalents	3(a)	82,603,820	89,482,962	34,969,667
		82,603,820	96,028,799	43,770,875
Restrictions				
The following classes of assets have restrictions imposed by regulations or other externally imposed requirements which limit or direct the purpose for which the resources may be used:				
- Cash and cash equivalents		0	0	8,801,208
- Restricted financial assets at amortised cost - term deposits	3(a)	82,603,820	89,482,962	34,969,667
		82,603,820	89,482,962	43,770,875
The assets are restricted as a result of the specified purposes associated with the liabilities below:				
Financially backed reserves	8	82,603,820	89,482,962	43,770,875
		82,603,820	89,482,962	43,770,875
Reconciliation of net cash provided by operating activities to net result				
Net result		20,090,988	11,516,519	9,139,368
Depreciation	6	16,335,740	16,168,272	16,755,434
(Profit)/loss on sale of asset	5	(482,560)	0	(121,893)
(Increase)/decrease in receivables		0	(6,257,165)	(439,633)
(Increase)/decrease in inventories		0	(136,421)	(531,635)
Increase/(decrease) in payables		0	6,195,065	(878,219)
Increase/(decrease) in contract liabilities		0	1,095,442	0
Increase/(decrease) in employee provisions		0	896,921	0
Capital grants, subsidies and contributions		(12,580,894)	(7,671,366)	(5,288,298)
Net cash from operating activities		23,363,274	21,807,267	18,635,124

MATERIAL ACCOUNTING POLICES

CASH AND CASH EQUIVALENTS

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

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

FINANCIAL ASSETS AT AMORTISED COST

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

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

5. FIXED ASSETS

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

	2024/25 Budget Additions	2024/25 Budget Disposals - Net Book Value	2024/25 Budget Disposals - Sale Proceeds	2024/25 Budget Disposals - Profit or Loss	2023/24 Actual Additions	2023/24 Disposals - Net Book Value	2023/24 Actual Disposals - Sale Proceeds	2023/24 Actual Disposals - Profit or Loss	2023/24 Budget Additions	2023/24 Budget Disposals - Net Book Value	2023/24 Budget Disposals - Sale Proceeds	2023/24 Budget Disposals - Profit or Loss
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
(a) Property, Plant and Equipment												
Buildings - non-specialised	54,857,900			0	1,751,818			0	1,520,500			0
Buildings - specialised	0			0	0			0	3,550,735			0
Furniture and equipment	277,000			0	188,607			0	210,000			0
Plant and equipment	7,687,329	349,440	832,000	482,560	1,962,036		146,801	146,801	2,598,993	359,107	481,000	121,893
Total	62,822,229	349,440	832,000	482,560	3,902,461	0	146,801	146,801	7,880,228	359,107	481,000	121,893
(b) Infrastructure												
Infrastructure - roads	8,966,960			0	12,358,590			0	6,783,571			0
Other infrastructure footpaths	0			0	0			0	326,818			0
Other infrastructure drainage	0			0	0			0	224,000			0
Other infrastructure airport	7,558,858			0	0			0	0			0
Other infrastructure parks & ovals	1,150,000			0	0			0	727,383			0
Total	17,675,818	0	0	0	12,358,590	0	0	0	8,061,772	0	0	0
Total	80,498,047	349,440	832,000	482,560	16,261,051	0	146,801	146,801	15,942,000	359,107	481,000	121,893

MATERIAL ACCOUNTING POLICIES

RECOGNITION OF ASSETS

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

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

GAINS AND LOSSES ON DISPOSAL

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

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

6. DEPRECIATION

By Class

Buildings - non-specialised
Buildings - specialised
Furniture and equipment
Plant and equipment
Infrastructure - roads
Other infrastructure footpaths
Other infrastructure drainage
Other infrastructure airport
Other infrastructure parks & ovals

By Program

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

	2024/25 Budget	2023/24 Actual	2023/24 Budget
	\$	\$	\$
	623,782	617,387	639,808
	3,050,508	3,019,235	3,128,881
	296,934	293,890	304,563
	1,434,777	1,420,068	1,471,639
	7,739,174	7,659,835	7,938,007
	434,418	429,965	445,579
	339,227	335,749	347,942
	1,846,856	1,827,923	1,894,305
	570,064	564,220	584,710
	16,335,740	16,168,272	16,755,434
	559,700	559,632	559,632
	197,900	197,928	197,934
	15,100	15,120	15,115
	453,400	453,396	453,393
	510,100	510,084	510,087
	942,860	1,274,792	816,303
	2,120,900	1,788,856	2,424,154
	10,650,580	10,650,528	11,060,886
	666,300	666,276	666,267
	218,900	51,660	51,663
	16,335,740	16,168,272	16,755,434

MATERIAL ACCOUNTING POLICIES

DEPRECIATION

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

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

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

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

Buildings - non-specialised	10-60 Years
Buildings - specialised	10-60 Years
Furniture and equipment	3-5 Years
Plant and equipment	3-10 Years
Infrastructure - roads	15-60 Years
Other infrastructure footpaths	20-60 Years
Other infrastructure drainage	20-60 Years
Other infrastructure airport	20-60 Years
Other infrastructure parks & ovals	20-60 Years
Other infrastructure Landfill rehabilitation	10-31 Years

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

7. BORROWINGS

(a) Borrowing repayments

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

Purpose	Loan Number	Institution	Interest Rate	Budget	2024/25	2024/25	Budget	2024/25	Actual	2023/24	2023/24	Actual	2023/24	Budget	2023/24	2023/24	Budget	2023/24
				Principal	Budget	Budget	Principal	Principal		Actual	Actual	Actual	Principal		Budget	Budget	Budget	Principal
				1 July 2024	New Loans	Principal Repayments	outstanding 30 June 2025	Interest Repayments	1 July 2023	New Loans	Principal Repayments	outstanding 29 June 2024	Interest Repayments	1 July 2023	New Loans	Principal Repayments	outstanding 29 June 2024	Interest Repayments
				\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Housing							0											
Staff housing	71	WATC	6.49%	350,203		(169,500)	180,703	(20,000)	509,227		(159,024)	350,203	(30,509)	509,227		(159,024)	350,203	(30,509)
Community amenities							0											
Sewerage plant	72	WATC	4.49%	818,886		(149,600)	669,286	(35,100)	961,955		(143,069)	818,886	(41,604)	961,955		(143,069)	818,886	(41,604)
Sewerage plant	73	WATC	3.05%	436,353		(104,300)	332,053	(12,500)	537,495		(101,142)	436,353	(15,636)	537,495		(101,142)	436,353	(15,636)
Liquid waste water treatment plant	76			4,413,703		(2,165,700)	2,248,003	(146,100)	6,500,000		(2,086,297)	4,413,703	(225,480)	0		(2,086,297)	(2,086,297)	(225,480)
Landfill waste heavy plant	77	WATC	3.77%	630,000		(201,200)	428,800	(24,800)	0	630,000	0	630,000	0	0	630,000	0	0	0
Newman WWTP	78	WATC	4.50%	0	35,000,000	(950,000)	34,050,000	(24,800)	0	0	0	0	0	0	0	0	0	0
Transport																		
Marble Bar airport	75	WATC	3.69%	4,071,710		(962,800)	3,108,910	(141,300)	5,000,000		(928,290)	4,071,710	(175,890)	5,000,000		(928,290)	4,071,710	(175,890)
				10,720,855	35,000,000	(4,703,100)	41,017,755	(404,600)	13,508,677	630,000	(3,417,822)	10,720,855	(489,119)	7,008,677	630,000	(3,417,822)	3,590,855	(489,119)

All borrowing repayments will be financed by general purpose revenue.

The Shire has not budgeted to have any borrowings for the year ended 30th June 2025 and did not have or budget to have any borrowings for the year ended 30th June 2024

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

7. BORROWINGS

(b) New borrowings - 2024/25

Particulars/Purpose	Institution	Loan type	Term (years)	Interest rate	Amount borrowed budget	Total interest & charges	Amount used budget	Balance unspent
Newman WWTP	WATC	Fixed	40	4.50%	\$ 35,000,000	\$ TBA	\$ 35,000,000	\$ 0
					35,000,000	0	35,000,000	0

(c) Unspent borrowings

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

(d) Credit Facilities

	2024/25 Budget	2023/24 Actual	2023/24 Budget
Undrawn borrowing facilities credit standby arrangements	\$	\$	\$
Credit card limit	60,000	60,000	60,000
Credit card balance at balance date	0	0	0
Total amount of credit unused	60,000	60,000	60,000
Loan facilities			
Loan facilities in use at balance date	41,017,755	10,720,855	3,590,855

MATERIAL ACCOUNTING POLICIES

BORROWING COSTS

The Shire has elected to recognise borrowing costs as an expense when incurred regardless of how the borrowings are applied.

Fair values of borrowings are not materially different to their carrying amounts, since the interest payable on those borrowings is either close to current market rates or the borrowings are of a short term nature. Borrowings fair values are based on discounted cash flows using a current borrowing rate. They are classified as level 3 fair values in the fair value hierarchy due to the unobservable inputs, including own credit risk.

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

8. RESERVE ACCOUNTS

(a) Reserve Accounts - Movement

	2024/25 Budget Opening Balance	2024/25 Budget Transfer to	2024/25 Budget Transfer (from)	2024/25 Budget Closing Balance	2023/24 Actual Opening Balance	2023/24 Actual Transfer to	2023/24 Actual Transfer (from)	2023/24 Actual Closing Balance	2023/24 Budget Opening Balance	2023/24 Budget Transfer to	2023/24 Budget Transfer (from)	2023/24 Budget Closing Balance
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Restricted by legislation												
(a) Service charge reserve	113,889	116,600		230,489	113,889			113,889	94,800	116,600		211,400
Restricted by council												
(a) Employee entitlements reserve	1,007,872	29,000		1,036,872	1,007,872			1,007,872	989,978	29,000		1,018,978
(b) Alice Springs Road reserve	224,646	6,500		231,146	224,646			224,646	225,014	6,500		231,514
(c) Heavy road plant reserve	823,445	3,100	(823,445)	3,100	823,445			823,445	106,550	1,003,100		1,109,650
(d) Cape Kerauden development reserve	614,641	17,500		632,141	614,641			614,641	604,181	17,500		621,681
(e) Computer technology reserve	2,129,560	34,500	(1,584,700)	579,360	2,129,560			2,129,560	1,185,775	934,500	(325,000)	1,795,275
(f) Newman airport reserve	66,430,521	12,107,644	(10,000,000)	68,538,165	58,430,521	8,000,000		66,430,521	49,758,248	4,263,981		54,022,229
(g) Recreation facilities maintenance reserve	2,447,378	70,500		2,517,878	2,447,378			2,447,378	2,403,940	70,500		2,474,440
(h) Staff housing reserve	894,009	21,000		915,009	894,009			894,009	721,929	21,000		742,929
(i) Waste management reserve	1,465,595	49,500		1,515,095	1,465,595			1,465,595	1,691,689	249,500		1,941,189
(j) Public art reserve	233,441	6,800		240,241	233,441			233,441	232,421	6,800		239,221
(k) Newman House reserve	760,408	22,000		782,408	760,408			760,408	754,790	22,000		776,790
(l) Public building maintenance	2,412,174	69,500		2,481,674	2,412,174			2,412,174	2,369,445	69,500		2,438,945
(m) Martumili operations reserve	734,156	19,000	(140,000)	613,156	734,156			734,156	656,333	19,000		675,333
(n) Martumili infrastructure project reserve	939,722	26,500		966,222	939,722			939,722	909,052	26,500		935,552
(o) Future infrastructure reserve	7,746,944	151,000	(7,095,641)	802,303	4,746,944	3,000,000		7,746,944	5,166,851	1,101,000		6,267,851
(p) Insurance reserve	504,561	14,000		518,561	504,561			504,561	488,095	14,000		502,095
(q) Interest reserve	0			0	0			0	0	0		0
	89,369,073	12,648,044	(19,643,786)	82,373,331	78,369,073	11,000,000	0	89,369,073	68,264,291	7,854,381	(325,000)	75,793,672
	89,482,962	12,764,644	(19,643,786)	82,603,820	78,482,962	11,000,000	0	89,482,962	68,359,091	7,970,981	(325,000)	76,005,072

(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 legislation		
(a) Service charge reserve	Ongoing	To provide for the maintenance and future replacement of the Shire's CCTV network
Restricted by council		
(a) Employee entitlements reserve	Ongoing	Provision for the employee entitlements for staff of the shire
(b) Alice Springs Road reserve	Ongoing	To establish a road link to Alice Springs from Marble Bar to the Northern Territory border
(c) Heavy road plant reserve	Ongoing	To fund the purchase of heavy plant that is needed for the operation of the Shire
(d) Cape Kerauden development reserve	Ongoing	For the maintenance, development & enhancement of the Cape Keraudren Reserve
(e) Computer technology reserve	Ongoing	For the replacement, enhancement and upgrading of computer hardware and software
(f) Newman airport reserve	Ongoing	For the upgrading, maintenance and enhancement of the Newman airport
(g) Recreation facilities maintenance reserve	Ongoing	For the upgrading and enhancement of recreation facilities
(h) Staff housing reserve	Ongoing	For the upgrading and maintenance of staff and community housing assets
(i) Waste management reserve	Ongoing	For the development, maintenance and enhancement of waste facilities including the sewerage plant
(j) Public art reserve	Ongoing	For the development, maintenance and enhancement of public art within the three towns of the Shire
(k) Newman House reserve	Ongoing	For the upgrade, maintenance and enhancement of Newman House
(l) Public building maintenance	Ongoing	For the upgrading, maintenance and enhancement of public buildings
(m) Martumili operations reserve	Ongoing	To hold and utilise the allocation of Martumili's funds
(n) Martumili infrastructure project reserve	Ongoing	For the upgrading, maintenance and enhancement of Martumili Buildings
(o) Future infrastructure reserve	Ongoing	For the development of new or replacement infrastructure with total project cost of greater than one (1) million dollars
(p) Insurance reserve	Ongoing	To provide for the liabilities that may arise from the Shire's insurance requirements

9. REVENUE RECOGNITION

MATERIAL ACCOUNTING POLICIES

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

Revenue Category	Nature of goods and services	When obligations typically satisfied	Payment terms	Returns/Refunds/Warranties	Determination of transaction price	Allocating transaction price	Measuring obligations for returns	Timing of Revenue recognition
Grant contracts with customers	Community events, minor facilities, research, design, planning evaluation and services	Over time	Fixed terms transfer of funds based on agreed milestones and reporting	Contract obligation if project not complete	Set by mutual agreement with the customer	Based on the progress of works to match performance obligations	Returns limited to repayment of transaction price of terms breached	Output method based on project milestones and/or completion date matched to performance obligations as inputs are shared
Licences/ Registrations/ Approvals	Building, planning, development and animal management, having the same nature as a licence regardless of naming.	Single point in time	Full payment prior to issue	None	Set by State legislation or limited by legislation to the cost of provision	Based on timing of issue of the associated rights	No refunds	On payment and issue of the licence, registration or approval
Waste management entry fees	Waste treatment, recycling and disposal service at disposal sites	Single point in time	Payment in advance at gate or on normal trading terms if credit provided	None	Adopted by council annually	Based on timing of entry to facility	Not applicable	On entry to facility
Fees and charges for other goods and services	Cemetery services, library fees, reinstatements and private works	Single point in time	Payment in full in advance	None	Adopted by council annually	Applied fully based on timing of provision	Not applicable	Output method based on provision of service or completion of works
Sale of stock	Aviation fuel, kiosk and visitor centre stock	Single point in time	In full in advance, on 15 day credit	Refund for faulty goods	Adopted by council annually, set by mutual agreement	Applied fully based on timing of provision	Returns limited to repayment of transaction price	Output method based on goods

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

10. PROGRAM INFORMATION

(a) Key Terms and Definitions - Reporting Programs

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

OBJECTIVE

Governance

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

General purpose funding

To collect revenue to allow for the provision of services.

Law, order, public safety

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

Health

To provide an operational framework for environmental and community health.

Education and welfare

To provide services to children and youth.

Housing

To provide and maintain staff and community housing.

Community amenities

To provide services required to the community.

Recreation and culture

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

Transport

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

Economic services

To help promote the Shire and its economic wellbeing.

Other property and services

To monitor and control the Shire's overheads and operating accounts.

ACTIVITIES

Members of council, general governance including administration, finance and other corporate services, computer administration and community liaison.

Rates, general purpose government grants and interest revenue.

Supervision of local laws, fire prevention, emergency services and animal control.

Health inspection services, food and water quality control, mosquito control and public health.

Community services and support and services for children and youth.

Aged person housing, staff housing and community housing.

Rubbish collection services, maintenance of cemeteries and public toilets, the maintenance of the Newman Waste Water Treatment Plant.

Maintenance of public halls, Newman and Marble Bar aquatic centres, Newman Recreation Centre, public parks and gardens, libraries and recreation services.

Construction and maintenance of roads, footpaths, drainage works, parking facilities, traffic signs, street lighting, depot operations, street cleaning and operation of the Newmand airport and Marble Bar and Nullagine airstrips.

Tourism support, building services and controls, caravan parks and bus services.

Private works carried out by the Shire and allocations to works and services or all salaries and wages, overheads and plant costs incurred. Miscellaneous unclassified areas.

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

10 PROGRAM INFORMATION (Continued)

(b) Income and expenses

	2024/25	2023/24	2023/24
	Budget	Actual	Budget
Income excluding grants, subsidies and contributions	\$	\$	\$
Governance	256,300	103,958	2,040,200
General purpose funding	38,829,184	36,737,313	32,137,825
Law, order, public safety	348,650	180,054	286,993
Health	119,700	111,851	53,600
Education and welfare	1,250	171,337	0
Housing	464,400	374,112	375,000
Community amenities	7,275,600	6,771,813	7,357,940
Recreation and culture	2,019,120	1,435,486	1,340,100
Transport	23,082,300	17,818,060	18,747,699
Economic services	1,162,130	768,167	692,918
Other property and services	1,379,000	89,623	605,001
	74,937,634	64,561,774	63,637,276
Grants, subsidies and contributions			
Governance	0	1,140,000	0
General purpose funding	3,464,000	126,792	3,612,000
Law, order, public safety	65,500	29,544	73,486
Health	5,900	7,046	10,000
Education and welfare	144,800	0	62,000
Housing	0	21,074	0
Community amenities	302,000	7,272	297,368
Recreation and culture	1,154,200	1,601,776	3,286,226
Transport	1,707,600	898,964	2,485,600
Economic services	151,000	0	260,080
Other property and services	0	373,922	667,000
	6,995,000	4,206,390	10,753,760
Capital grants, subsidies and contributions			
Community amenities	0	201,136	0
Recreation and culture	1,257,900	2,410,010	750,000
Transport	11,222,994	4,769,324	4,538,298
Economic services	100,000	290,896	0
	12,580,894	7,671,366	5,288,298
Total Income	94,513,528	76,439,530	79,679,334
Expenses			
Governance	(6,980,150)	(4,410,305)	(3,489,865)
General purpose funding	(626,860)	(279,081)	(656,656)
Law, order, public safety	(1,654,830)	(1,299,965)	(1,543,091)
Health	(711,940)	(531,756)	(827,904)
Education and welfare	(3,486,720)	(2,596,127)	(3,175,049)
Housing	(2,139,000)	(2,146,167)	(2,250,710)
Community amenities	(7,713,153)	(7,364,285)	(7,835,991)
Recreation and culture	(16,259,410)	(11,882,172)	(15,996,005)
Transport	(27,784,339)	(29,011,745)	(28,853,507)
Economic services	(4,015,608)	(2,750,351)	(3,712,648)
Other property and services	(3,050,530)	(2,651,057)	(2,198,540)
Total expenses	(74,422,540)	(64,923,011)	(70,539,966)
Net result for the period	20,090,988	11,516,519	9,139,368

**SHIRE OF EAST PILBARA
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11. OTHER INFORMATION

The net result includes as revenues

(a) Interest earnings

	2024/25 Budget	2023/24 Actual	2023/24 Budget
Investments			
- Reserve accounts	2,000,000	2,000,000	2,000,000
- Other funds	600,000	400,000	610,000
Other interest revenue	442,300	394,962	130,000
	3,042,300	2,794,962	2,740,000

(b) Other revenue

Reimbursements and recoveries	2,210,700	838,502	1,608,600
	2,210,700	838,502	1,608,600

The net result includes as expenses

(c) Auditors remuneration

Audit services	140,000	139,833	85,000
	140,000	139,833	85,000

(d) Interest expenses (finance costs)

Borrowings (refer Note 7(a))	404,600	489,119	489,119
	404,600	489,119	489,119

(e) Write offs

General rate	339,300	28	350,000
Fees and charges	0	0	10,000
	339,300	28	360,000

SHIRE OF EAST PILBARA
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FOR THE YEAR ENDED 30 JUNE 2025

12. ELECTED MEMBERS REMUNERATION

	2024/25 Budget	2023/24 Actual	2023/24 Budget
	\$	\$	\$
Cr Anthony Middleton			
President's allowance	68,552	65,915	65,915
Meeting attendance fees	33,706	32,410	32,410
Annual allowance for ICT expenses	3,500	3,500	3,500
	105,758	101,825	101,825
Cr Wendy McWhirter - Brooks			
Deputy President's allowance	17,138	16,478	16,478
Meeting attendance fees	25,137	24,170	24,170
Annual allowance for ICT expenses	3,500	3,500	3,500
	45,775	44,148	44,148
Cr Matthew Anick			
Meeting attendance fees	0	7,342	24,170
Annual allowance for ICT expenses	0	1,063	3,500
	0	8,405	27,670
Cr Peta Baer			
Meeting attendance fees	25,137	24,170	24,170
Annual allowance for ICT expenses	3,500	3,500	3,500
	28,637	27,670	27,670
Cr Langtree Coppin			
Meeting attendance fees	0	7,342	24,170
Annual allowance for ICT expenses	0	1,063	3,500
	0	8,405	27,670
Cr David Kular			
Meeting attendance fees	25,137	24,170	24,170
Annual allowance for ICT expenses	3,500	3,500	3,500
	28,637	27,670	27,670
Cr Annabell Landy			
Meeting attendance fees	25,137	24,170	24,170
Annual allowance for ICT expenses	3,500	3,500	3,500
	28,637	27,670	27,670
Cr Karen Lockyer			
Meeting attendance fees	25,137	24,170	24,170
Annual allowance for ICT expenses	3,500	3,500	3,500
	28,637	27,670	27,670
Cr Adrienne Mortimer			
Meeting attendance fees	0	7,342	24,170
Annual allowance for ICT expenses	0	1,063	3,500
	0	8,405	27,670
Cr Stacy Smith			
Meeting attendance fees	0	7,342	24,170
Annual allowance for ICT expenses	0	1,063	3,500
	0	8,405	27,670
Cr Milton Chapman			
Meeting attendance fees	25,137	7,147	0
Annual allowance for ICT expenses	3,500	1,035	0
	28,637	8,182	0
Cr Lee Anderson			
Meeting attendance fees	25,137	16,828	0
Annual allowance for ICT expenses	3,500	2,437	0
	28,637	19,265	0
Cr David Evrett			
Meeting attendance fees	25,137	16,828	0
Annual allowance for ICT expenses	3,500	2,437	0
	28,637	19,265	0
Reduction/Vacant Councillor Positions			
Meeting attendance fees			(8,057)
Annual allowance for ICT expenses			(1,167)
	0	0	(9,224)
Total Elected Member Remuneration	351,992	336,985	358,109
President's allowance	68,552	65,915	65,915
Deputy President's allowance	17,138	16,478	16,478
Meeting attendance fees	234,802	223,431	241,883
Annual allowance for ICT expenses	31,500	31,161	33,833
	351,992	336,985	358,109

**SHIRE OF EAST PILBARA
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13. TRUST FUNDS

Funds held at balance date which are required by legislation to be credited to the trust fund and which are not included in the financial statements are as follows:

Detail	Balance 30 June 2024	Estimated amounts received	Estimated amounts paid	Estimated balance 30 June 2025
	\$	\$	\$	\$
Cash in lieu of public open space	758,224	0	0	758,224
Impounded vehicle income	4,545	0	0	4,545
	<u>762,769</u>	<u>0</u>	<u>0</u>	<u>762,769</u>

**SHIRE OF EAST PILBARA
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14. FEES AND CHARGES

	2024/25 Budget	2023/24 Actual	2023/24 Budget
	\$	\$	\$
By Program:			
Governance	100	26,000	100
General purpose funding	40,000	414,274	0
Law, order, public safety	48,750	36,649	31,300
Health	101,700	111,851	53,600
Education and welfare	1,250	305	0
Housing	428,400	374,112	360,000
Community amenities	7,026,100	6,607,838	6,857,940
Recreation and culture	1,207,320	942,517	884,100
Transport	21,313,500	17,985,405	18,742,200
Economic services	1,105,600	757,876	690,918
Other property and services	5,000	0	0
	31,277,720	27,256,827	27,620,158

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