



# Shire of Kellerberrin Annual Report 2017 / 2018

Adopted: 18th December 2018

MIN 233/18

# President's Report 2017/18

President Cr Rodney Forsyth

# INTRODUCTION

The 2017/18 year, my fifth as President, was a challenging and rewarding year for both Council and myself and I'm most privileged and honoured to continue to be of service to the Kellerberrin Community.

The year entailed completion of repair and upgrade works for roads and floodways following flood damage, bolstering our capability as a regional hub and the completion of works on Centenary Park delivering significant benefit to the community similarly.

Progressive upgrades to the Kellerberrin Recreation and Leisure Centre, Speedway and the Kellerberrin Caravan Park have continued such that we have made significant strides towards improving our presence in the region and our standing as a lifestyle community and destination.

# **FINANCE**

The financial position of the Shire of Kellerberrin has improved consistent with the Long Term Financial Plan and Council has demonstrated its ability to meet the Department of Local Governments financial ratios, consistent with the stated opinion of the Office of the Auditor General in respect of our Annual Financial Report.

Increasing own source revenue through Rates revenue remains the main means to achieving the Department's ratios, along with the rationalisation of Shire services. Council maintains that Rate increases should be incremental over the long term and every effort continues to be made to maintain services and facilities critical to the Kellerberrin community. The Long Term Financial Plan continues to provide the Shire of Kellerberrin with renewed infrastructure and development to facilitate the continued growth of Kellerberrin.

Council has succeeded in its endeavour to keep its plant and equipment in good condition fulfilling its responsibility to ensure full capability and minimised downtime in the ongoing road construction and maintenance programmes, particularly in light of the expanded road capital program following the flooding of previous years.

# **MAJOR PROJECTS**

The following information provides a summary of some the major projects listed as part of Council's Capital Works Programme:

# Road Construction

Approximately half of the funds budgeted for this programme were used in the repair and improvement of the floodways and roads damaged by the two flood events that occurred in 2017, including McClelland, McLellan, McLellan North, Old Yelbini, Kellerberrin-Yelbini, Kellerberrin-Bencubbin, Mission, Wilkins, Mather, McWhirter, Mooranoppin, Goldfields and Glen Luce roads

Betterment of these assets, in particular the installation of concrete floodways will deliver lowered operating and maintenance costs with benefit to rate setting and improved asset survivability in extreme weather events.



# Town Hall repairs

Renewal of this asset in particular the brick work and front veranda roof ensures events and ceremonies can continue to be held in a standard worthy of our Shire and way of life.

# • Caravan Park Upgrades

Expansion of accommodation capacity and facilities has thus far catered to increased opportunity in both tourism and transient workers.



# • Centenary Park Upgrade

Council has completed its Centenary Park upgrade, with funds from the following Grants.

0	Lotterywest	\$ 498,212
0	Wheatbelt Development Commission (WDC)	\$ 20,000
0	WDC Aged Friendly Communities	\$ 15,000
0	State National Resource Management Fund	\$ 11.533

- Department of Sport and Recreation
- National Stronger Regions Fund

\$ 95,000 \$ 310.462



# **COMMUNITY**

Council continues its support of a variety of community activities including;

- Australia Day Awards and Volunteers Breakfast Congratulations to all 2018 Australia
  Day award winners whose efforts and commitments who we are proud to have duly and
  properly recognised in the Shire of Kellerberrin Australia Day Awards.
- RSL Anzac Day Service Council provided continued support to this major annual event and considers it essential that this event is supported by the Community to recognise the achievements of our Countrymen whose efforts and sacrifices make Australia and our Community a better place to live and work in. Council works closely with the local RSL Branch and the Lions Club to host this memorable and traditional event that has been supported by the Community at the Memorial Hall. This year's event was once again very successful.
- Bushfire Volunteer Services. Council has provided the necessary statutory and administrative support to contribute to the outstanding performance of our Volunteer Bushfire Services, which continue to be the envy of Local Governments in the Eastern Wheatbelt.

Other unsung volunteer contributions made by the Council towards various local organisations and groups including groups such as the Kellerberrin Recreation and Leisure Centre Advisory Committee, Kellerberrin Horse and Riding Club, Kellerberrin Speedway Club, Central Wheatbelt Harness Racing Club Inc., Kellerberrin Golf Club, Doodlakine Community Committee, Golden Grains Bowling Carnival, Royal Flying Doctor Service, Kellerberrin Football and Cricket Clubs, Community Arts Network WA and the Kellerberrin & Districts Agricultural Show Society.

# **APPRECIATION**

I would like to acknowledge the following:

# COUNCIL

My fellow Councillors. You have displayed the necessary judgement in the face of challenging circumstances that I believe has been of considerable benefit to Community. Much of what was achieved over the reporting period could not have been without your support; to all elected members, a huge Thank you.

- I would like to recognise in particular Christy White for her exemplary service to the Shire of Kellerberrin in her tenure as Councillor and I wish her well in her future endeavours.
- All the Staff led by the Chief Executive Officer. Thank you for your dedication to improving our Community in cooperation with elected members.
- All volunteers within the Community and District including Volunteer Fire and Rescue group and St John's Ambulance. A huge vote of confidence and appreciation for your investment of personal time in the best interests of our Community, where you have once again provided services that may not otherwise be available. Through your dedication and sacrifice you have demonstrated outstanding commitment to keeping our town infrastructure and district safe.

CR ROD FORSYTH **President** 

# Chief Executive Officer's Report 2017/18



CEO Mr Raymond Griffiths

# **INTRODUCTION:**

The 2017/18 reporting period has again been busy period with further infrastructure construction, Road Construction and a planning program for Gravel Sheeting and Gravel Maintenance for the upcoming budget.

Council late in 2017/2018 commenced a program of gravel sheeting and road maintenance of which has previously not been attended to in the detail we would like due to flood damage reinstate and road construction programs. The gravel sheeting program including road widening, drainage improvements and carting in on new material to shape the road for improved drainage and road structure.

Council wishes to undertake further works of this nature into the future including replacement of town streets on an Annual Basis. Unfortunately going forward Council will be have a further deduction of \$250K from its Roads to Recovery Funding therefore these works will be on hold until the new program commences in 2019/2020.

# **COUNCIL AND COMMUNITY APPRECIATION**

I would like to pass on my sincere appreciation to the community members within the Shire of Kellerberrin as without your hard work, diligence and assistance throughout the year we as a Council would not have been able to perform to the level we have this year. This year has seen Council continue with the contractor gravel carting during busy time for Council which provides an additional revenue source to our local contractors.

This work has been readily accepted by all with it providing additional funds for up skilling and retaining staff.

Council continues to promote itself and try to ensure that it is aligns itself with State and Federal Government Strategies and plans to ensure it puts itself strategically in the right place to secure additional funding for projects and community functions.

Council is working with its surrounding Local Government to market and promote itself state-wide, identifying the opportunities and attraction of living in our District. This has been achieved in the annual Wheatbelt Regional Lift-out of the West Australian Newspaper, our Website, various Tourism Publications and various Media Releases on Community Events with our Regional ABC Radio and RadioWest Networks and the new addition of the WEROC App.

Council has also integrated Face Book promotions of events, information and notices to assist with the community understanding what is occurring throughout the Shire at any time.

# STAFF APPRECIATION

I would like to sincerely thank all of the dedicated and committed staff employed by the Shire of Kellerberrin who continue to work diligently for the Community and Council. Council is fortunate to have a number of hard working and community minded employees across all levels of the organisation who continue to perform beyond the capacity required of such individuals.

I will continue to strive, during my tenure in the role of Chief Executive Officer with the Shire of Kellerberrin to contribute to a positive team environment, performance and development of staff to ensure that the community and employees benefits from improved standards of customer service delivery.

# **GOVERNANCE REPORTING STANDARDS**

Local Government is governed by a number of various Acts of Legislation including the following Compliance and Statutory Reporting activities required for our Annual reporting processes and accountability;

a) Freedom of Information (FOI) Statement (Freedom of Information Act 2003) – Council regularly meets on a monthly basis with a seven (7) Councillor Membership, except the month of January, to make decisions relating to Policy, Statutory and Forward Planning direction of the Shire.

All Meetings are open to the Public and the dates, times and venues are advertised annually as Public Information for the Community. Council maintains a number of records and registers including but not exclusive of; Town Planning Schemes, Financial Interest Register, Delegated Authority Register, Cemetery Register, Rate Book, Electoral Roll, Policy Manual, Local Laws, Minute Book, Gifts Register, Asset Register, Insurance Register, Keys Register, etc. Nominated Documents can be inspected free of charge upon application at the Office of Council 110 Massingham Street, Kellerberrin during normal Business Hours.

During the year of review, Council didn't receive any applications for Freedom of Information and any application received is considered on the basis of not to contravene the privacy rights of the individuals and may be subject to a small administrative/copy charge for the enquiry.

The Shire of Kellerberrin received no applications for Freedom of Information during the reporting period.

b) Public Interest Disclosure (PID) – The Public Interest Disclosure Act was established by the Commissioner for Public Sector Standards under section 20 of the Public Interest Disclosure Act 2003. Local Government has been legislated with some responsibility under the mentioned Act including that any matters that relate to the Shire of Kellerberrin Staff or Councillors should be referred to the appointed Officer.

One of the principles of this new legislation is not just to provide protection to those who make disclosures (and those who are the subject of disclosures) but also encourages a system of transparency and accountability in the way government (parliamentarians) or government officials (public servants) act and utilise public monies.

The Shire of Kellerberrin had no Public Interest Disclosures during the reporting period.

c) National Competition Policy (NCP) – In 1995 the Council of Australian Government entered into a number of agreements known as the *National Competition Policy*. The policy is a whole of Government approach to bring about reform in the public sector to encourage Government to become more competitive.

Local Government will mainly be affected where it operates significant business activities that compete or could compete with private sector business. Local Government will also be impacted where its local laws unnecessarily affect competition.

Local Government and more particularly the Shire of Kellerberrin is required to comply with certain policies contained within the national Competition Policy Statement and report on progress in connection with Competitive Neutrality Principles and review of Local Laws.

The Shire of Kellerberrin has completed the majority of its statutory requirement for reviewing its Local Laws in association with the Joint Parliamentary Standing Committee.

d) Competitive Neutrality (CN) – The principle of "competitive neutrality" is that government businesses should not enjoy a competitive advantage, or suffer a disadvantage, simply as a result of their public sector ownership. Measures should be introduced to effectively neutralise any net competitive advantage flowing from government ownership.

Competitive Neutrality should apply to all business activities that generate a user pays income of over \$200,000 per annum, unless it can be shown it is not in the public interest. A public benefit test is used to determine if competitive neutrality is in the public interest.

The Shire of Kellerberrin does not control any business activity with a user pays income in excess of \$200,000.

e) Record Keeping Plan (RKP) – The State Records Act 2000 is an Act to provide for the keeping of State Records and for related purposes. Section 19 of the Act requires that every government organisation must have a record keeping plan (RKP) that has been approved by the State Records Commission. A government organisation's including local government, record keeping plan sets out the matters about which records are to be created by the organisation and how it is to keep its records.

The record keeping plan comprises of a range of documents which, when assessed as a whole, provides an accurate reflection of the record keeping program within the organisation. More specifically, documentation regarding the organisation's record keeping system/s, disposal arrangements, policies, practices and processes will be essential components of the recordkeeping plan held by a local government. The inclusion of such documentation will constitute evidence of compliance.

The Shire of Kellerberrin currently complies with the requirements of the State Records Act 2000 and its requirements for a Record Keeping Plan.

- f) Information on Payments to Employees In accordance with section 5.53(2)(g) of the Local Government Act 1995 as amended, the Annual Report of a Local Government for a financial year is to contain the following information;
- (i) the number of employees of the local government entitled to an annual salary of \$100,000 or more;
- (ii) the number of those employees with an annual salary entitlement that falls within each band of \$10,000 in excess of \$100,000.
  - The Shire of Kellerberrin has one employee who receives an annual salary in the \$150,000 to \$160,000 band.
- g) Disability Service Plan (DSP) Local Government under section 29(2) of the Disability Services Act 1993 is required to provide a summary report on Councils approach to assisting people with disabilities in our community as part of its Inclusiveness Planning summarised hereunder;
  - Existing functions, services and facilities are adopted to meet the needs of people with disabilities.
    - Council continues to consider the needs of people with disabilities wherever possible
  - Access to buildings and facilities are improved.
    - Current Public Buildings have modifications undertaken for improved access to Public Buildings
  - Information is provided in the appropriate communications format.
    - Council remains mindful of communicating at the simplest and easy to read format for all of its residents.
  - Staff awareness of the needs of people with disabilities in delivery of council service.
    - Staff remain aware to offer the appropriate assistance and advice to its residents on all occasions.
  - Opportunities for people with disabilities to participate at public buildings owned by the Council.

Access standards to all of Council Public Buildings remain a priority for people with disabilities to access these Public Buildings including the free Bus Service for Business and Shopping needs of the Aged.

The Shire of Kellerberrin has reviewed its Disability Service Plan.

# CHIEF EXECUTIVE OFFICER STATUTORY ROLE IN LOCAL GOVERNMENT:

Section 5.41 of the Local Government Act 1995 as amended, the functions of a CEO in a Local Government are to:

- (a) advise the Council in relation to the functions of a local government under this Act and other written laws:
- (b) ensure the advice and information is available to the council so that informed decisions can be made:
- (c) cause council decisions to be implemented;
- (d) manage the day to day operations of the local government;
- (e) liaise with the mayor or president on the local government's affairs and the performance of the local government functions;
- (f) speak on behalf of the local government if the mayor or president agrees;
- (g) be responsible for the employment, management, supervision, direction and dismissal of other employees (subject to section 5.37(2) in relation to senior employees;
- (h) ensure that records and documents of the local government are properly kept for the purposes of this Act and any other written law;
- (i) perform any other function specified or delegated by the local government or imposed under this Act or any other written law as a function to be performed by the CEO.

# **STAFF CHANGES**

The following is a summary of Staff resignations during the 2015/16 reporting period. I wish all staff that have moved on to other employment opportunities or stages in their lives the very best in their future and also extend a warm welcome to new staff members at the Shire of Kellerberrin.

Staff	Start/End Date	Years of	Position
		Service	
K Oborn	18/02/2015 — 19/02/2018	2.5 years	Deputy CEO
D Silver	30/11/2009 - 19/04/2018	8.5 years	Plant Operator
A Hughes	30/11/2016 - 02/11/2017	1.0 year	Admin Officer

# **DEPARTMENT AND MANAGERS' REPORTS**

Enclosed within this document are the various Managers and Administration Staff Reports that provide the Council and the Community with a greater summary detail of the activities and outcomes achieved throughout the year. I advise that not all program details and activities will be reported on as part of the annual report however, if you seek further information on any project or activities please contact me on 9045 4006.

# **COMPLAINTS**

The number of complaints recorded for the 17/18 year was 34 in total, comprising:

- Animal 13, all of which have been addressed by the Ranger;
- Roads 9, all of which have been addressed by the Manager Works and Services; and
- Other 12, all of which have been addressed by either the CEO or Manager Works and Services

# **COUNCIL AUDITOR**

Moore Stephens
Mr Greg Godwin (Auditor)
Mr D J Tomasi (Auditor)
Mr Wen-Shien Chai (Auditor)

# **COUNCIL BANKERS**

National Australia Bank

# **COUNCIL DEBT COLLECTION AGENT**

**AMPAC** 

# **COUNCIL INSURERS:**

Local Government Insurance Services

# **COUNCIL LAWYERS AND SOLICITORS**

McLeods

**DLA Piper Australia** 

# **COUNCIL PROFESSIONAL ASSOCIATIONS**

Western Australian Local Government Association (WALGA) – Council Members Local Government Managers Association (WA) (LGMAWA) – Council Staff

**RAYMOND GRIFFITHS** 

**Chief Executive Officer** 

# Deputy Chief Executive Officer's Report 2017/18

DCEO Mr Sean Sibly

# **COMMUNITY DONATIONS**

Council has been supportive towards helping our local not for profit community groups with financial support including following budgeted amounts:

Central Wheatbelt Harness Racing Club

Donation for Sponsorship of the Kellerberrin Cup	\$ 3,000
Kellerberrin Agricultural Society	
Donation for sponsorship of the 2015 Kellerberrin Ag Show	\$ 3,000
Doodlakine Bowling Club	
Community grant towards the Bowling Green upkeep	\$ 3,000
Doodlakine Community Committee	
Community grant	\$ 2,000
Kellerberrin Community Resource Center	
Community grant	\$ 2,870
Kellerberrin Men's Shed	
Community grant	\$ 550

# **RATES**

Council in 2017/18 increased rates revenue by 4.21% overall, which included property revaluations conducted by the Valuer General.

Differential rating was conducted in Kellerberrin for the first time, enabling prudent allocation of infrastructure maintenance costs for areas of higher use such as industrial land, whilst early payment discount of 2% was removed.

Furthermore, Council had devised rate in the dollar and minimum payments consistent with a strategy of sustained growth through project and infrastructure development and renewal whilst avoiding increases to Residential GRV and UV rates.

This resulted in 94% of rates being collected in the period to the value of \$1,939,622, with \$133,775 outstanding.

# **GENERAL PURPOSE GRANTS**

Federal Assistance Grants (FAGS) are an important source of funding for Council as they are untied. During the 2017/18 financial year council received the following;

General Purpose Grant	\$ 622,904
Roads Grant	\$ 559,065

# **EMERGENCY SERVICES LEVY**

Council in 2017/18 recorded income from ratepayers of \$60,734.38, collected on behalf of the Department of Fire and Emergency Services.

Council received \$35,000 from the Department of Fire and Emergency Services for the upkeep of Bush Fire Brigade equipment and resources.

# LEGISLATIVE COMPLIANCE

Council engaged Griffin Valuation Advisory review to value Council's Plant and Equipment and Infrastructure - Other assets whilst Road assets were revalued by RMECS.

Council engaged Moore Stephens to conduct an audit of Regulation 17 on behalf of the CEO and the findings were reported to the Audit Committee along with periodic updates as to action progress.

# **CAPITAL EXPENDITURE**

# **Plant and Equipment**

	Actual (16/17)	Budget (17/18)	Actual (17/18)
Plant & Equipment (net)	\$703,358	\$552,000	\$673,058

The Shire of Kellerberrin in its Annual Budget allocated funds for the purchase of new Plant and Equipment and replacement of allocated vehicles comprising:

Toyota Prado (Fleet)	\$	60,660
Toro Groundmaster 4700TD	\$	51,518
John Deere grader	\$	550,520
GL9000D generator	\$	10,360
	Toro Groundmaster 4700TD  John Deere grader	Toro Groundmaster 4700TD \$ John Deere grader \$

# **Land and Buildings**

	Actual (16/17)	Budget (17/18)	Actual (17/18)
Land and Buildings	\$172,551	\$1,250,800	\$162,091

The Shire of Kellerberrin in its Annual Budget allocated funds towards the improvement of land and buildings throughout the Shire. Major allocations for 2017/18 included:

	Solar Panels for Administration Office	\$ 11,279
	Caravan Park concreting	\$ 16,090
	Renovations to 29 Hammond St	\$ 23,861
	Town Hall renewal	\$ 38,191
	GROH housing project	\$ 4,848
$\triangleright$	Kellerberrin Recreation and Leisure Center Ladies Change rooms	\$ 67,539

# Infrastructure - Other / Public Facilities

	Actual (16/17)	Budget (17/18)	Actual (17/18)
Infrastructure – Other / Public Facilities	\$1,224,363	\$212,760	\$796,471

Other Infrastructure major assets constructed throughout the 2017/18 year included:

Cemetery Renewal & Upgrades
 Centenary Park Upgrades
 Caravan Park Upgrades
 44,026
 625,579
 126,865

# Roads

	Actual (16/17)	Budget (17/18)	Actual (17/18)
Roads	\$2,355,855	\$3,101,521	\$3,066,253
Footpaths	\$ 43,777	\$ 13,377	\$ 131,865

Major capital road works carried out during the 2017/18 financial year consisted of repairs to flood damaged roads McClelland, McLellan, McLellan North, Old Yelbini, Kellerberrin-Yelbini, Kellerberrin-Bencubbin, Mission, Wilkins, Mather, McWhirter, Mooranoppin, Goldfields and Glen Luce.

Other major road works included:

➤ Baandee North Road➤ George Street\$ 568,665\$ 374,431

Sean Sibly

**Deputy Chief Executive Officer** 

# Manager Works and Services Report 2017/18

MWS Mr Mick Jones

# **Workplace Safety**

The Shire of Kellerberrin advises that there has been one major incident throughout 2017/18 reporting period. This has resulted in a LTI and the injury rehabilitation is ongoing.

The teams have adopted safer working practices to ensure the safety of all team members comes first, thus providing a safer work environment. Team members training will continue to be a major focus for Council staff over the coming year, to ensure the Shire up-skills and develops staff.

# **Kwolyin West Road (Roads to Recovery)**

Council started the second section of the Kwolyin West in February and this has been completed. This work was completed by council staff and they have produced a great road.

# **George Street (Roads to Recovery)**

George street was totally reconstructed with new concrete footpaths, curbing and cross overs constructed.

This road work was carried out by shire staff and have they have produced another great road for the community.

# **Baandee North (Regional Road Group)**

The Baandee road upgrade section 10.45 slk to 13.24 slk was completed. This required clearing of vegetation, importing of gravel and wet mixing.

This section also included a 40m x 10 meter concrete floodway with rock walling and a small culvert.

Council in this period has applied for funding from the federal government to complete the remaining 18 kilometres and this will be advised in August if successful.

# **Caravan Park**

The caravan park installed three self-contained units plus a new barbecue area (camp kitchen) in the enclosed area with a new patio area covering this and also replaced the old patio extending it to the new self-contained units.

The old gym shed has been cleaned out and is being used as a games room, TV room for guests.

There are plans to lay more concrete and powered bays in the near future. The caravan park is having great feedback and is getting more caravan clubs booking weekends.

# **Maintenance Grading**

Maintenance grading was increased this year the shire continues to try very hard to get the graders out there when the conditions are ideal for grading.

The team has been out to all corners of the shire this year doing maintenance with a great deal of re-sheeting where required, drainage, tree pruning, culvert repairs, pot holes, signage plus other work as directed.

The roads are rated so some roads will get graded twice a year others once and others one every two years. Unfortunately do to some weather events our best intentions get altered but we will endeavour to do the best we can.

# **Footpaths**

Footpath was constructed along George Street.

# Floodway construction

All floodways have been completed and they seem to be very successful with recent rain events and the crews have not been called out to fix the usual trouble spots which allows the team to stay on the job at hand..

# **Waste Transfer Station**

The management of the site is still very important and rate payers must adhere to the rules posted so that recycling can be kept at a high level which reduces costs to the rate payers.

The steel stockpile is reaching its limit and will need removal and this will be done early January 2019.

# Cemetery

The cemetery requires expansion urgently and during the past year soil from shire projects has been used to do this. The site has been levelled and surveyed for new plots to be created and this will be completed in 2018 / 19.

The plan is to have the new area roads sealed and curbed and while doing this the original section will also get an upgrade along with the ashes path over the next few years.

# **Private Works**

Private works has increased dramatically with the construction work at CBH and the Pindan construction sites this year with the main works being deliveries of sand, gravel.

Local private works also increased from previous years.

Mick Jones

**Manager Works and Services** 

# Community Development Officer's Report 2017/18

CDO

Mrs Natasha Giles & Miss Codi Mullen (July 2017 to September 2017) Mr Brett Taylor (October 2017 to June 2018)

# **KELLERBERRIN CARAVAN PARK**

During July 2017 we invited guests staying at the Kellerberrin Caravan Park to complete a survey on the Parks facilities and also gave the opportunity to provide any feedback or suggestions for the Park. The majority of the feedback was complimentary especially towards the Park's manager, layout and facilities that are available at the park. This information was collated and entered into a database at the Shire and will be drawn upon for future planning and enhancements that may be planned.

# **KELLERBERRIN HOCKEY CLUB**

In mid-2017 the Kellerberrin Hockey Club was successful in receiving funding from the Department of Sport and Recreation CSRFF fund for their lighting project. The project was successfully finalised and acquitted. The project involved upgrading the current lights as well as installing additional lights to the field. With the lighting being upgraded and configured to a competitive grade, the hockey club has now fixture night games into the competition. The driving force behind the project was the Kellerberrin Ladies Hockey Club and they must be congratulated for all of their efforts in fundraising and making this project a reality.

# **CENTENARY PARK UPGRADE**

The upgrades to Centenary Park were finally completed in September 2017 with the park officially opened by Ms Melissa Price MP (Member for Durack). The overall upgrade of the park included a new Skate Park, installation of a Nature-scape themed playground, new bbq facilities, sensory gardens, seating and paths. The new and improved park is a wonderful new asset to the town and is frequented, not just by locals but by neighbouring communities and tourists. The Shire was fortunate to receive large amounts of funding from both State and Federal entities for this project. We must thank the community as well as a number of Shire Staff for their endless efforts in ensuring the project grew from a simple idea into what it is today.

# **DOODLAKINE BOWLING CLUB**

The Shire together with the Doodlakine Bowling Club were successful in receiving funding through the Department of Sport and Recreation CSRFF fund for the replacement of their existing turf surface with a new synthetic playing surface. The project was completed in time for the commencement of the bowling season in October 2017.

# CO-ORDINATED CACTUS ERADICATION CAMPAIGN

The Shire has been working jointly with the Department of Agriculture in the cactus eradication campaign. We were fortunate enough to receive funding from the Department to assist with the project. The project is still ongoing and involves the monitoring and removal of infestations of Wheel and Prickly Pear Cactus's. The project runs for three years and has had a moderate success rate with removal to date.

# **GARAGE SALE TRAIL**

The Shire once again this financial year has been involved in the national "Garage Sale Trail" where locals are encouraged to hold garage sales on a designated day in October. The concept is gaining momentum around Australia and the event is becoming larger and

larger each year with more locations participating. The concept behind the project is to encourage people to recycle or re-use items instead of them ending up in landfill.

### **LADIES DAY OUT 2017**

Ladies Day Out this year was held on Wednesday, October 11<sup>th</sup> at the Kellerberrin Recreation and Leisure Centre. Approximately 160 ladies attended the event. This was the largest Ladies Day Out ever held with tickets selling out within a week from going on sale. The day featured the following guest speakers Kath Bullen "Country Kella Cop", Dee Donegan "Homewares Coffee and Cake", Mia Davies "Paddocks to Politician", Anna Joyce "Country to Country via the City" and Sandra Harris "Palmerston – Improving your Wellbeing". Once again the theme of the day had a large influence on Woman's Health and Inspirational Stories. The Kellerberrin Ag Society catered for the event. Kellerberrin's Local Health Advisory Group (LHAG) once again need to be commended for all their hard work and effort they put in each year to ensure this event is a success.

# **AUSTRALIA DAY CELEBRATIONS**

The annual Australia Day Breakfast was held on Friday, 26<sup>th</sup> January 2018 at the Kellerberrin and District Club. This year we had 120 people attend the event.

Once again the Kellerberrin Agricultural Society prepared the breakfast with Shire Staff and Councillors manning the barbecues during the morning.

Congratulations to all nominees, especially to the following category winners;

- Paul Brown 2018 Citizen of the Year
- Theresa Beech 2018 Community Service Award
- Kellerberrin Speedway Club 2018 Community Event of the Year Award

The Australia Day Award recipients were published in the Kellerberrin Pipeline. The award recipients also received congratulatory letters from Mia Davies MLA.

# **COMMUNITY BUDGET SUBMISSIONS**

The Shire of Kellerberrin once again invited local sporting and community groups to participate in its Annual Community Budget Submissions. Grants where available in the following categories:

- Community Donations (\$20,000) Max \$2,000 per applicant. Examples of eligible projects under this category include a new initiative or a significant one off project, capital project and repairs or maintenance or improvement to Council owned/managed facilities.
- Public Relations (\$3,000) Max \$300 per application. Examples of eligible projects under this category include public relations promotion through donations, sponsorships and waivers of fees and charges for Council owned/manager facilities.
- Community Grants (\$7,000) Max \$3,000 per applicant. Examples of eligible projects under this category include organisation that provide services or programs to residents of the Shire on an ongoing basis.

Successful recipients this year were:

- Doodlakine Bowling Club
- Doodlakine Community Committee Inc.
- Kellerberrin Seniors Group

- Kellerberrin District High School
- Kellerberrin Speedway Club
- Kellerberrin Agricultural Society
- Kellerberrin Squash Club

# **KELLERBERRIN SPEEDWAY**

The Shire has been working with Kellerberrin Speedway Committee to apply for funding to assist with upgrades to the track as well as the current facilities at the Speedway. Grants were submitted to Department of Sport and Recreation – Community Sport & Recreation Facility Fund as well as Royalties for Regions – Wheatbelt Regional Grant Scheme. The Speedway Club were successful in receiving \$100,000 in grant monies and with the assistance of the Perth TQ Car Club and the Shire of Kellerberrin works were undertaken and completed by April 2018 with the official opening held on the 9<sup>th</sup> May 2018 with Mia Davies MLA in attendance to open the upgrades.

# WHEATBELT MEDICAL STUDENTS IMMERSION PROGRAMME

For the first time since 2014 Kellerberrin was again the host for visiting Medical Students from Notre Dame and Edith Cowan Universities, there were a total of 32 students who were billeted out to local families, from Tuesday 13<sup>th</sup> to Friday 16<sup>th</sup> March, 2018 everyone who was involved in the process excited by the return of the programme. All parties involved in the programme look forward to it continuing in the future.

### **CCTV CAMERA PROJECT**

The Shire of Kellerberrin applied for a grant of \$103,605 through the Safer Communities Fund to allow a further 22 CCTV Cameras to be placed in Centenary Park and Main Street precinct of Kellerberrin. These cameras are to assist with children's safety in the Park and assist with crime prevention in the main street.

Natasha Giles, Codi Mullen & Brett Taylor

**Community Development Officers** 

# Strategic Priorities Review 2017/18 As per Strategic Community Plan



Throughout 2017/18 the Shire of Kellerberrin's Strategic Community Plan and Corporate Business Plan assisted Council in its decision making process. This ensured the resources allocated were done so in accordance with the outcomes established throughout the Strategic Community Plan.

The Strategic Community Plan (SCP) was created with the significant community consultation and the document was adopted by Council in June 2013. In 2016 a major review of the SCP was undertaken, and the community was asked for submissions. The updated SCP was adopted by Council in February 2016. The document outlines four (4) main themes for the community with a total of eight (8) goals to be progressed towards.

There were no significant changes made to the Shire of Kellerberrin's Strategic Community Plan or the Corporate Business Plan during the 2017/18 Financial Year.

The following tables identify the themes and goals determined, along with how the Shire of Kellerberrin is progressing towards them, including what has occurred during in the last 12 months.

# Theme 1: Lifestyle.

To Create a comfortable, inviting and welcoming lifestyles that is in keeping with the natural environment and cultural and historical heritage of the Shire.

natural environment and cultural and historical heritage of the Shire.			
	2016/2017	2017/2018	
1.1 We are a vibrant and viable, culturally diverse and engaging and unified community with strong links to history, culture and the creative arts.	<ul> <li>Australia Day Breakfast, including the Annual Citizen of the Year Awards.</li> <li>ANZAC Day March along Massingham Street.</li> <li>ANZAC Day Dawn Service held at the Hospital Memorial.</li> <li>Assist Chamber Of Commerce with Annual Street Party.</li> <li>Hosting the 2016 Regional Tidy Towns Award Luncheon.</li> <li>Seniors Morning Tea.</li> <li>LHAG Ladies Day Out.</li> <li>Support for the redevelopment of the old scout hall for the Kellerberrin Noongar centre.</li> </ul>	<ul> <li>Australia Day Breakfast, including the Annual Citizen of the Year Awards.</li> <li>ANZAC Day March along Massingham Street.</li> <li>ANZAC Day Dawn Service held at the Hospital Memorial.</li> <li>Assist Chamber Of Commerce with Annual Street Party.</li> <li>Hosting the 2016 Regional Tidy Towns Award Luncheon.</li> <li>Seniors Morning Tea.</li> <li>LHAG Ladies Day Out.</li> </ul>	
1.2 Our residents feel supported and cared for through the provision of a range of quality community services.	<ul> <li>Thank a Volunteer Day</li> <li>Commencement of stage one, being 14 units of the aged housing project in Kellerberrin,</li> </ul>	<ul> <li>Thank a Volunteer Day</li> <li>Progression of stage one, being 13 units of the aged housing project in Kellerberrin, delivered</li> </ul>	

	delivered through CEACA and Royalties for Regions funding.	through CEACA and Royalties for Regions funding.
1.3 Present a Shire with a high visual and aesthetic appeal to neighbouring Shire Councils and visitors.	<ul> <li>Completion of the Redevelopment of Centenary Park and the Skate Park.</li> <li>Ongoing Maintenance of Parks and Gardens.</li> <li>Construction of new footpath along Massingham Street.</li> <li>Administration efforts to clean up private yards throughout the town sites and the introduction of a formal policy to enforce this community aspiration which has new been adopted by Council.</li> </ul>	<ul> <li>Ongoing Maintenance of Parks and Gardens.</li> <li>Administration efforts to clean up private yards throughout the town sites</li> </ul>

# Theme 2: Sustainability

To live in a region that promotes sustainable economic, social and environmental development and growth.

and growth.							
	2016/2017	2017/2018					
2.1 Provide sustainable and well managed community assets and infrastructure for the long term enjoyment by our residents and visitors.	<ul> <li>Redevelopment of Centenary Park.</li> <li>Continue to upgrade roads funded by Regional Road Group, Financial Assistance Grants and Roads to Recovery Programs.</li> </ul>	Continue to upgrade roads funded by Regional Road Group, Financial Assistance Grants and Roads to Recovery Programs.					
2.2 We are a Shire that respects and aims to preserve the quality of the natural environment and rural landscape and promote environmentally sustainable initiatives.	Baiting for Control of Pests to continue.	Baiting for Control of Pests to continue.					

<u>Theme 3: Leadership</u> To be led by an open, honest and transparent government				
	2016/2017	2017/2018		
3.1 Our Elected Representatives provide effective, respected and progressive leadership.	Elected Representatives are active members of regional planning and development committees.	<ul> <li>Elected Representatives are active members of regional planning and development committees.</li> <li>Council Meetings open to the</li> </ul>		

- Council Meetings open to the public.
- Regular emails distributed to the community regarding Shire information.
- Council Matters Are published monthly.
- Elected Representatives attend seminars and networking events with ministerial representatives to advocate on behalf of Kellerberrin.
- Supporting Junior Fire Brigade in fundraising to go to the National Competition.
- Continued Sponsorship/support of Community Groups and Organisations.
- "Have Your Say" Meeting held in June before the budget is finalised.
- Continuation of Radio Interviews Held fortnightly.
- Supporting local sporting groups such as speedway, trots, hockey, football, netball.

- public.
- 'Council Matters' is published monthly.
- Elected Representatives attend seminars and networking events with ministerial representatives to advocate on behalf of Kellerberrin.
- Continued Sponsorship/support of Community Groups and Organisations.
- Supporting local sporting groups such as speedway, trots, hockey, football, netball.

# Theme 4: Prosperity

To develop a community that fosters and encourages long term prosperity and growth and presents a diverse range of opportunities.

presents a diverse range of opportunities.						
	2016/2017	2017/2018				
<b>4.1</b> We are a sustainable, economically diverse and strong community.	<ul> <li>Continue to utilise local contractors/suppliers wherever possible.</li> </ul>	Continue to utilise local contractors/suppliers wherever possible.				
	<ul> <li>Continue to advertise and sell the Remaining Industrial Lots.</li> </ul>	<ul> <li>Continue to advertise and sell the Remaining Industrial Lots.</li> </ul>				
	<ul> <li>Attraction of New Businesses to town.</li> </ul>	Attraction of New Businesses to town.				
	<ul> <li>Continued assistance to the Chamber of Commerce.</li> </ul>	Continued assistance to the Chamber of Commerce.				
	<ul> <li>Construction of 14 units through CEACA R4R Funding to provide increased housing opportunities.</li> </ul>					

# Plan for the Future 2017/18 As per the Long Term Financial Plan



Throughout 2017/18 the Shire of Kellerberrin's Long Term Financial Plan (LTFP) assisted Council in its decision making process. As the LTFP is aligned to the Strategic Community Plan, resources are allocated were in accordance with the outcomes established throughout the Strategic Community Plan. Below is an extract from the LTFP outlining the Shires Key Capital Projects for 2017 / 2018;

Schedule 04 - Governance		Capital	Asset Purc	chases 2	017/18 B	udget		
Schedule 04 - Governance		Accet Name	D-1-7-	Account /		g Source	Gross Purchase	Net Cost to
T. Server, P.C. CUTV, CenSelf RenewiReplace	POAR HOME	Details	Job#	_	Trade in / Sale	Price	Council	
Motor Vehicle (s)	Schedule 04 - Go	vernance						
Trade Trade Existing Vehicle (s)	Furn & Equip	IT, Server, PC, CCTV, GenSet Re	new/Replace				74,000	\$74,00
Motor Vehicle (s)	Plant	Motor Vehicle (s)	KEI	042901			\$0	
Motor Vehicle (s)	Trade	* * *	KE1	042037				
Trade Existing Vehicle   KERO2   0-42937	Plant	_	KE002	042901				
Completed MAY 2017	Trade		KE002	042037			\$0	9
Paint		(completed MAY 2017)						
Trade	Schedule 07 - Hea	ılth						
Montage	Plant	Motor Vehicle (s)	KEOO	042901			\$0	5
Trade	Trade	Trade Existing Vehicle	KEOO	042037			\$0	5
Schedule 9 - Housing	Plant	Motor Vehicle (s)	UTE	042901			40,000	\$40,00
Swep Aurion for Dual Ceb POOL Jan 2018    Schedule 9 - Housing   Building   Renewal of MDS House   Building   Town site Housing   Town sit Housi	Trade	Trade Existing Vehicle	KE003	042037		(20,000)		-\$20,00
Schedule 9 - Housing		-	an 2018)			, , ,		
Bautilog   Renewal of MDS House   A0,000   Autilog   A	Schedule 9 - Hous		•					
\$\frac{5chedule 10 - Community Amenities}{bilipatructure}							40,000	\$40,00
200,000   30,000	Building	Town site Housing					700,000	\$700,00
Schedule 10 - Community Amenities   Influentuation   In		-			1700.000)			-\$700,00
Influstructure   Cemetery Upgrade   105902   105914   (5,000)   Influstructure   Influstr					k,,			*
Influstructure   Cemetery Upgrade   105902   105914   (5,000)   Influstructure   Influstr	Schedule 10 -Com	munity Amenities						
				105902			30,000	\$30,00
	,			105314	(5.000)			-\$5,00
Schedule 11 - Recreation & Culture   Inflastructure   Caravan Park Upgrades   Prom 16/17   132900   52,100   30,000   60,000					(-,,		20,500	\$20,50
Schedule 11 - Recreation & Culture   Implementation & Impleme		-	Lottery Grant		(18.333)			\$36,66
Infrastructure		•						
Building   Building Renewals   Various / OBS   113900   3,000     Furn & Equip   Hall Blinds   From 16/17   113901   113901   3,000     Infrastructure   Minor Capex - Rec Cent & GSO   113905   113305   100,000     Infrastructure   Centenary Park   From 16/17 occ   113305   13305   13305     Infrastructure   Centenary Park   From 16/17 occ   13395,336     Infrastructure   Centenary Park   Grant Balance   From 16/17 occ   133901   77,000     Infrastructure   Speedway   DSR Grant   13901   (99,160)   110,160     Schedule 12 - Transport   Infrastructure   Roads Program   Incs Rd Mtce   Various   3,571,991     Non Op. Revenue   Grant - Foot path - connected communities   122318   (131,975)     Non Op. Revenue   Grant - Regional Road Group   122355   (376,667)     Non Op. Revenue   Grant - Ragional Road Group   122355   (320,000)     Non Op. Revenue   Grant - AGRN 2 New events YTD   122332   (1,727,475)     Op. Revenue   Grant - FAGS Roads   122001   50     Trade   Trade Existing Vehicle   KE2   122007   50     Trade   Trade Existing Vehicle   KE2   122001   410,000     Rint   Grader   122901   45,000     Rint   Grader   122901   50     Schedule 14 - Other Property & Services     Infrastructure   Hickley Street   pt b/f 16/17   Co62   20,000     Infrastructure   Hickley Street   Pt								
Furn & Equip   Hall Binds   from 16/17   113901   3,000     Infrastructure   Minor Capex - Rec Cent & GSO   113305   100,000     Infrastructure   Centenary Park   from 16/17 occ   395,936     Infrastructure   Centenary Park Grant Balance   from 16/17 occ   (527,765)   77,000     Infrastructure   Speedway   DSR Grant   113901   77,000     Infrastructure   Speedway   DSR Grant   (99,160)   110,160     Schedule 12 - Transport	Infrastructure		from 16/17	132900				\$52,10
Infrastructure		-						\$60,00
Infrastructure			from 16/17					\$3,00
Infrastructure				113305				\$100,00
Building   Town Hall							395,936	\$395,93
Infrastructure   Speedway   DSR Grant   Schedule 12 - Transport   Infrastructure   Roads Program   Incs Rd Mitze   Various   3,571,991   Non Op. Revenue   Grant - Foot path - connected communities   122318   (131,975)   Non Op. Revenue   Grant - Regional Road Group   122355   (376,667)   Non Op. Revenue   Grant - Regional Road Group   122356   (520,000)   Non Op. Revenue   Grant - Roads to Recovery   122356   (520,000)   Non Op. Revenue   Grant - AGRN 2 New events YTD   122332   (1,727,475)   (547,535)   Op. Revenue   Grant - FAGS Roads   (547,535)   Florit   Motor Vehicle (s)   KE2   122037   So (completed JUNE 2017)   Florit   Grader   Trade Existing Vehicle   KE2   122037   So (completed JUNE 2017)   Florit   Grader   Grant   Grader   Grant   Grader   Fuel Trailler   Schedule 14 - Other Property & Services   Nightstructure   Hickley Street   pt b/ 15/17   C062   20,000   Nightstructure   Town Dam   defer   144023   So	-	•	from 16/17 acc		(527,765)			-\$527,76
Schedule 12 - Transport   Infrastructure   Roads Program   Inc. Rd Mitze   Various   3,571,991				113901			1 1	\$77,00
Infrastructure   Roads Program   Incs Rd Mitce   Various	Infrastructure	Speedway	DSR Grant		(99,160)		110,160	\$11,00
Non Op. Revenue   Grant - Foot path - connected communities   Non Op. Revenue   Grant - Main Roads Direct   122318   (131,975)   (376,667)   (376,66			ince Bd Affen	Markour			3 571 001	
Non Op. Revenue   Grant - Main Roads Direct   122318   (131,975)   (376,667)	,			various			3,371,331	
Non Op. Revenue   Grant - Regional Road Group   122355   (376,667)		•		122210	(131 975)			
Non Op. Revenue   Grant - Roads to Recovery   122356   (520,000)								
Non Op. Revenue   Grant - AGRN 2 New events YTD   122332   (1,727,475)   (547,535)								
Op. Revenue         Grant - FAGS Roads         (547,535)           Plant         Motor Vehicle (s)         KE2         122901         \$0           Trade         Existing Vehicle         KE2         122037         \$0           (completed JUNE 2017)         \$0         \$0         \$0           Plant         Grader         \$122901         \$410,000           Plant         Canter Truck         \$122901         \$5,000           Plant         Fuel Trailer         \$22901         \$0           Schedule 14 - Other Property & Services         \$0         \$0           Infrastructure         Hickley Street         \$0         \$0           Infrastructure         Town Dam         \$0         \$0		•						
Plant   Motor Vehicle (s)   KE2   122901   \$0   \$0   \$0   \$0   \$0   \$0   \$0				12232				\$268,33
Trade         Trade Existing Vehicle (completed JUNE 2017)         KE2         122037         \$0           Plant         Grader         122901         410,000           Plant         Canter Truck         122901         45,000           Plant         Fuel Trailer         122901         8,000           Schedule 14 - Other Property & Services         122901         8,000           Infrastructure         Hickley Street         pt b/f 16/17         C062         20,000           Infrastructure         TOWN Dam         defer         144023         \$0	ор. печение	Glair - 1700 Hoads			(347,333)			\$200,55
	Plant	Motor Vehicle (s)	KE2	122901			\$0	\$
Plant         Grader         122901         410,000           Plant         Canter Truck         122901         45,000           Plant         Fuel Trailer         122901         8,000           Schedule 14 - Other Property & Services         Infrastructure         Hickley Street         pt b/f 16/17         C062         20,000           Infrastructure         Town Dam         defer         144023         \$0	Trade	Trade Existing Vehicle	KE2	122037			\$0	\$
Plant         Canter Truck         122901         45,000           Plant         Fuel Trailer         122901         8,000           Schedule 14 - Other Property & Services         10 th (September 1)         10 th (September 2)         20,000           Infrastructure         Town Dam         defer         144023         \$0		(completed JUNE 2017)						
Plant         Fuel Trailer         122901         8,000           Schedule 14 - Other Property & Services         Infrastructure         Hickley Street         pt b/f 16/17         C062         20,000           Infrastructure         Town Dam         defer         144023         \$0	Plant	Grader		122901				\$410,00
Schedule 14 - Other Property & Services           Infrastructure         Hickley Street         pt b/f 16/17         C062         20,000           Infrastructure         Town Dam         defer         144023         \$0	Plant							\$45,00
Infrastructure         Hickley Street         pt b/f 16/17         C062         20,000           Infrastructure         Town Dam         defer         144023         \$0	Plant	Fuel Trailer		122901			8,000	\$8,00
Infrastructure Town Dam defer 144023 \$0	Schedule 14 - Oth	er Property & Services						
	Infrastructure	-	pt b/f 16/17	C062			20,000	\$20,00
Sure & Suria Other Miner Workshop Equips 44403	Infrastructure	Town Dam	defer	144023				\$
Fun & Equip Other Minor Workshop Equipe 144023 7,000 (4,653,910) (20,000) 5,819,687 1	Furn & Equip	Other Minor Workshop Equipe		144023			7,000	\$7,00

# **Fire Control Officers**

# CHIEF FIRE CONTROL OFFICER & BAANDEE BUSH FIRE BRIGADE

Mr Geoff Ryan Home No. 9044 4033 Chn 13

Post Office Fax No. 9044 4114 DOODLAKINE WA 6411 Mobile No. 0427 544 033

Email: gnjlryan@wn.com.au

DEPUTY CHIEF FIRE CONTROL OFFICER / KELLERBERRIN CENTRAL

Mr Kelvin Tiller Home No. 9045 4561 Chn 1

P.O. Box 64 Fax No.

KELLERBERRIN WA 6410 Mobile No. 0427 561 518

Email: tillerkj@bigpond.com

NORTH KELLERBERRIN BUSH FIRE BRIGADE

 Mr Gavin Morgan
 Home No.
 9045 9015
 Chn 9

 P.O. Box 106
 Fax No.
 9045 9003

 KELLERBERRIN WA 6410
 Mobile No.
 0427 459 015

Email: gavmorg@wn.com.au

MT CAROLINE BUSH FIRE BRIGADE

Mr Murray McDonald Home No. 9045 7025 Chn 34

P.O. Box 128 Fax No. 9045 7025 KELLERBERRIN WA 6410 Mobile No. 0428 457 025

Email: malarga1@bigpond.com

DAADENNING CREEK BUSH FIRE BRIGADE

Mr Simon Tighe Home No. 9045 4139 Chn 12

P.O. Box 62 Fax No. 9045 4139 KELLERBERRIN WA 6410 Mobile No. 0439 965 006

Email: <a href="mailto:smitghe@gbigpond.com">smitghe@gbigpond.com</a>

DOODLAKINE BUSH FIRE BRIGADE

Mr Matthew Steber Home No. 9045 8296 Chn 13

Post Office 13 Fax No.

DOODLAKINE WA 6411 Mobile No. 0427 458 296

SHIRE OF KELLERBERRIN CEO

Mr Raymond Griffiths Home No. 9045 4006 Shire Office Fax No. 9045 4437 Kellerberrin WA 6410 Mobile No. 0417 927 637

Email: ceo@kellerberrin.wa.gov.au

SHIRE OF KELLERBERRIN BUSH FIRE REPEATERS

Kellerberrin Chn 1 Baandee Chn 5

# **Shire of Kellerberrin Administration Centre**

**Chief Executive Officer** 

Mr Raymond Griffiths Tel A/H: 0417 927 637

Email: ceo@kellerberrin.wa.gov.au

**Deputy Chief Executive Officer** 

Mr Sean Sibly

Tel A/H: 0429 454 806

Email: dceo@kellerberrin.wa.gov.au

**Manager Works & Services** 

Mr Mick Jones

Tel A/H: 0428 454 619

Email: mws@kellerberrin.wa.gov.au

Finance Officer / Community Development Officer

Mr Brett Taylor

Email: sfo@kellerberrin.wa.gov.au

**Personal Assistant** 

Miss Codi Mullen

Email: pa@kellerberrin.wa.gov.au

**Customer Service Officer** 

Mrs Amanda Garlett

Email: shire@kellerberrin.wa.gov.au

**Finance Officer** 

Miss Morgan Ware

Email: fo@kellerberrin.wa.gov.au

**Town Planner** 

Mr Lewis York

Email: planning@kellerberrin.wa.gov.au

**Trainee** 

Mr Jack Collins

Situated at 110 Massingham Street, Kellerberrin

PO Box 145 Kellerberrin WA 6410

**Office Hours** 

8.30 am to 4.30 pm Monday to Friday

Telephone: (08) 9045 4006

Facsimile: (08) 9045 4437

Email: <a href="mailto:shire@kellerberrin.wa.gov.au">shire@kellerberrin.wa.gov.au</a>

Website: www.kellerberrin.wa.gov.au



# **Shire Councillors**



**Shire President** Cr Rod Forsyth PO Box 73 Kellerberrin WA 6410 Tel: (08) 9045 9017 Fax: (08) 9045 9027 Originally Elected:

Term Expires:

2009 2021



**Deputy Shire President** Cr Scott O'Neill PO Box 60 Kellerberrin WA 6410 Tel: (08) 9045 8168 Fax: (08) 9045 4509 Originally Elected: 2007 Term Expires: 2019



Member Cr Wendy McNeil PO Box 25 Kellerberrin WA 6410 Tel: (08) 9045 2042 Fax: (08) 9045 2004 Originally Elected: Term Expires:

2013 2021



Member Cr Dennis Reid 201 West Road Yorkrakine WA 6409 Tel: (08) 9638 1049 Fax: N/A Originally Elected:

2015 Term Expires: 2019



Member Cr Matt Steber PO Box 13 Doodlakine WA 6411 Tel: (08) 9045 8296 Fax: (08) 9045 8242 Originally Elected: 2013 Term Expires: 2019



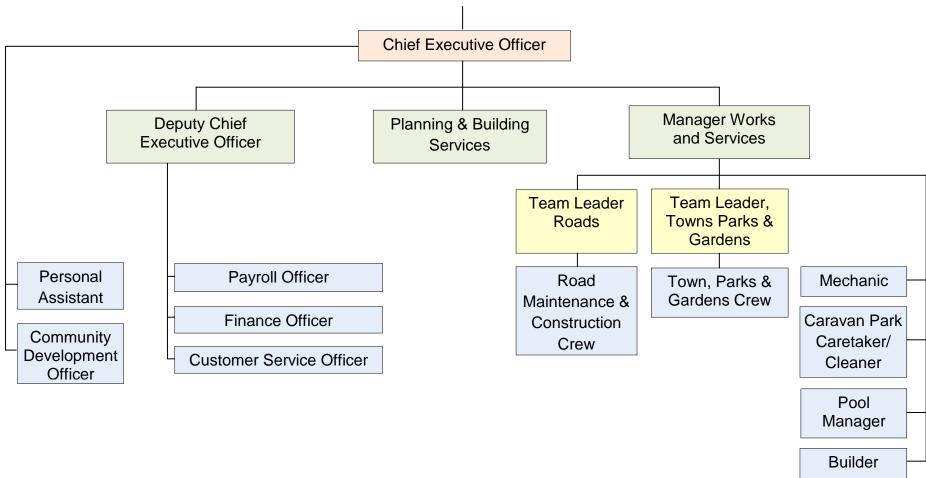
Member **Cr Christie White** 6 Bath Street Kellerberrin WA 6410 Tel: 08 9045 5798 Fax: N/A Originally Elected: 2015 Resigned 2018



Member Cr David Leake 664 North Woolundra Road Kellerberrin WA 6410 Tel: (08) 9045 8282 Fax: (08) 9045 8082 Originally Elected: 2015 Term Expires: 2019



# Shire of Kellerberrin Organisational Structure



# Shire at a Glance

# SHIRE LOCATION

Centrally located in the Wheatbelt, just 202km east of Perth, Kellerberrin is a warm, charming community, steeped in a vibrant history dating back from its Indigenous people to European pioneers. Kellerberrin celebrated it's centenary in 2008, Kellerberrin's longevity is attributed to the passion and commitment of its community, the beauty of its natural attractions and the fostering of new forms of artistic expression. Kellerberrin is a town where life is as rich as the landscape.

### HISTORY OF THE SHIRE

In 1830, Ensign Dale led an exploration party from York which reached into the Shire of Kellerberrin. Through the years 1861-68, a number of grazing leases were taken up in the area. In 1864, an explorer named C.C. Hunt named a granite outcrop "Killaberrin", this was named after the Aboriginal name for a large ant colony "Keller" found in the vicinity of the hill. In 1877 four sheep stations in the district, Cuttening, Milligan, Mooranoppin and Mt Caroline, were established. The names of the first settlers were the Massinghams, Rippers, Leakes and Sewells.

# **ROADS AND AREA OF THE SHIRE**

The Shire has a total area of 1852 square kilometres and has 877 kilometres of roads, of which 271 kms are sealed.

# **POPULATION**

The Shire of Kellerberrin has a population of approximately 1181 as at March 2011 with a town population of approximately 900. The other townsite of the Shire is Doodlakine with an estimated population of 30. The Shire has 792 electors and 439 dwellings and the Council employs 26 people.

### **LOCAL INDUSTRIES**

The local economy is based on wheat and sheep, being in the centre of the Wheatbelt region, along with manufacturing of wheat bins, augers, grain silos, boom sprays and camper trailers and general purpose trailers.

# **EDUCATION**

Kellerberrin has within the Shire a Playgroup, Four-Year Olds, District High School to Year 10, Activ Foundation for the intellectually handicapped. A daily school bus service is provided for students opting to attend Year 11 and 12 at Merredin Senior High School.

# **TOURIST INFORMATION BAY**

Situated in the main street car park, next to the train station. Information on the board includes a Shire map and townsite map. Information can also be obtained from the Shire Office or the Kellerberrin Community Resource Centre. A scenic lookout has been established at the top of the Kellerberrin Hill and provides a panoramic view of the townsite and surrounds.

# RECREATION AND SPORTING FACILITIES

Kellerberrin has a large range of sporting clubs including;

Aquatic Club Trotting

Junior Basketball Netball (Jnr & Snr)

Bowls (Kellerberrin and Doodlakine) Pistol Club

Cricket (Jnr & Snr) Riding and Pony Club

Darts Speedway

Football (Jnr & Snr) Cuolahan Craft Group

Golf Tennis (Jnr & Snr)

Hockey (Jnr & Snr)

# **COMMUNITY GROUPS AND ORGANISATIONS**

- Agricultural Society
- Blue Light Disco
- Chamber of Commerce
- Care of the Aged
- C.W.A.
- Historical Society
- Land Care
- Milligan Units
- Stud Breeders
- P & C (Kellerberrin)
- Red Cross
- RSL Kellerberrin and Districts Branch
- St John Ambulance
- Volunteer Fire and Rescue
- W.A. Farmers Federation
- Lions Club

# **RECEPTION/SEMINAR VENUES**

Kellerberrin Memorial Hall - situated on the corner of Massingham and Ripper Streets. Bookings can be made at the Shire Office.

Recreation and Leisure Centre, Cuolahan and Cottle Rooms—Situated at the Great Sports Ground. Bookings can be made through the Centre Manager.

# **CARAVAN PARK**

Situated at Lot 404 George Street. A resident caretaker is on site. The park has 10 caravan sites all with power, and sites available for tents. There are also 9 single rooms and 1 double room on site with shared facilities. Laundry and phone/internet facilities are available.

Tel: 9045 5894

Mobile: 0428 138 474

Shire of Kellerberrin - Annual Report 2017/2018

# **AIRSTRIP**

The Kellerberrin airstrip is located 1.5kms North of Kellerberrin on Mooranoppin Road. The airstrip is automatically illuminated by a VHF radio signal activated by the pilot (PALC).

# **SWIMMING POOL**

Tel: 9045 4223 Manager – Peter Arthur. Situated in Hinckley Street. Open to the general public from October to April with a Manager in attendance at all times.

Season and family tickets are available and can be purchased at the Pool and Shire Office.

# **OPENING HOURS**

Monday 5.30 a.m. to 7.30 a.m.

12.00 p.m. to 6.00 p.m

Tuesday 5.30 a.m. to 7.30 a.m.

12.00 p.m. to 6.00 p.m.

Wednesday 5.30 a.m. to 7.30 a.m.

12.00 p.m. to 5.00 p.m. (Aquatic Club only after 5pm)

Thurs, Fri 5.30 a.m. to 7.30 a.m.

12.00 p.m. to 6.00 p.m.

Saturday 12.00pm. to 6.00 p.m. Sunday 1.00 p.m. to 6.00 p.m.

# **AGED PERSONS FACILITIES**

Milligan Units - There are 12 units in Cornell Close and 6 units in Gregory Street which are fully self-contained.

Dryandra Frail Aged Hostel - located on the corner of Moore and Leake Streets, the Hostel can accommodate 47 persons.

### **WASTE TRANSFER FACILITY**

Situated 5 kms South of Kellerberrin on Inverarity Road, this facility is open from Friday to Monday from 8am to 5pm.

# **COMMUNITY BUS**

Council has for hire a 25 Seat Mitsubishi Rosa Community Bus. For bookings, please contact the Shire Office.

# **PRIVATE WORKS**

The Shire's range of modern plant and equipment operated by trained and experienced staff is available for private works hire. Current hire rates for graders, loaders, trucks and other plant are available from the Shire office.

# HEALTH, BUILDING, PLANNING AND WASTE MANAGEMENT

The Town Planner can be contacted via the Shire Office for any matters concerning planning, and the Shire Administration will direct queries for building and health to its consultants.

# **MOSQUITO CONTROL**

To assist in controlling mosquitoes, the following preventative measures should be taken;

- Ensure that all e-duct vents to plumbing installations are fitted with a mosquito proof cowl.
- Remove all rubbish, which may hold water from around the yard e.g. old drums, tyres and disused containers.
- Ensure all gutters are clean.
- Ensure that water tanks have a properly fitted lid and treat water with paraffin or kerosene in sufficient quantity to provide a film of oil across the surface.

# **DOG REGISTRATION**

Dog Registrations become due on 1 November, each year.

# **Dog Registration Fees:**

- Unsterilised dog or bitch
   \$50.00 for one year
   \$120.00 for three years
   \$250.00 for Lifetime Registration
- Sterilised dog or bitch
   \$20.00 for one year
   \$42.50 for three years
   \$100.00 for Lifetime Registration
- Farm dogs
   1/4 of fee
- Pensioners
   ½ of fee

Dog owners have an obligation to keep their dogs under control at all times. Dogs wandering at large present a nuisance and a danger to the public. The Shire Ranger carries out dog patrols and responds to complaints. From 1 November 2015 all dogs are required to be microchipped.

The Dog Act provides heavy penalties for owners whose dogs are impounded.

# **CAT REGISTRATION**

Registration for all cats came into force from 1 November 2013. It is a requirement of the Cat Act 2011 and the Cat Regulations 2012 that all cats be sterilised, microchipped and registered from this date forward.

# **Cat Registration Fees:**

1 year	\$ 20.00
1 year – pensioner	\$ 10.00
3 years	\$ 42.50
3 years – pensioner	\$ 21.25
Life Registration	\$ 100.00

Life Registration – pensioner \$ 50.00

People wishing to register their cats for the purposes of breeding are encouraged to contact Council staff for further information on the matter.

# **RUBBISH REMOVAL SERVICE**

Council provides a weekly kerbside collection of household rubbish from the 240 litre MGB (Mobile Garbage Bin). The MGB pick-up service is provided under contract by Avon Waste on Fridays.

Please Note: Do not leave your MGB bin permanently at the kerb. The MGB is the property of the Shire of Kellerberrin. Therefore replacement of a stolen or damaged bin will be at your expense. The bin has a serial number stamped on the side, this number is recorded against your property address. If you vacate the house the MGB must remain. A new bin will be provided at your new address within the area serviced by the shire.

### **CHEMIST**

Kellerberrin Pharmacy - Massingham Street. Phone 9045 4306

# **CHURCHES**

St John's Anglican Church – Sewell Street Uniting Church – Sewell Street

St Joseph's Catholic Church – James Street

People's Baptist Church – Hammond Street

### **COMMUNITY HEALTH**

Located at the Kellerberrin Memorial Hospital. Phone 9045 4671.

### RESIDENT DOCTOR

Surgery located at 13 Moore Street (next to Hospital). Phone 9045 4301.

# **HOSPITAL**

Located in Gregory Street. Phone 9045 6222.

# **HOME HELP/EXTENDED CARE**

Administered by the Kellerberrin Memorial Hospital. Phone 9045 6222.

# **HOME AND COMMUNITY CARE**

Administered by the Kellerberrin Memorial Hospital. Phone 9045 6222.

# **IMMUNISATION**

Held at the Kellerberrin Memorial Hospital between 1p.m. and 2p.m. on the third Tuesday of each month.

# **MEALS ON WHEELS**

Administered by Kellerberrin Memorial Hospital. Phone 9045 6222.

# **NEWSPAPER**

"Pipeline" Newsletter. P.O. Box 180, Kellerberrin. Contributions can be dropped in at the Kellerberrin Community Resource Centre.

# **PHYSIOTHERAPIST**

Located at Hospital. Phone 9045 6222.

# **PODIATRIST**

Located at Hospital. Phone 9045 6222.

# **POLICE**

Kellerberrin Police Station located in Massingham Street, Kellerberrin. Phone 9045 6000.

# **ROYAL FLYING DOCTOR SERVICE**

The Shire of Kellerberrin is serviced by RFDS. Hospital - 9045 6222.

# ST JOHN AMBULANCE

Volunteer St John's Ambulance Association based in Ripper Street, Kellerberrin. Contact the Hospital on 9045 6222. For enquiries regarding the St John Ambulance Association contact 9045 4052.

# **TELSTRA**

Faults and reports Tel: 13 22 03

# **TRANSPORT**

TRANSWA: "Prospector" and "Avon Link" train trips: bookings can made at the "Kellerberrin Community Resource Centre". Tel: (08) 90454991. Fax: (08) 90454992.

# **VOLUNTEER FIRE AND RESCUE**

W.A. Fire and Rescue Fire Station located in Leake Street (opposite the East Crossing). Tel: 000. For enquiries regarding the Fire and Rescue, Tel: 9045 4383.

# **VOLUNTEER BUSH FIRE BRIGADES**

Contact Shire on 9045 4006 or any Fire Control Officer (page 24) in emergencies.

Chief Fire Control Officer:

Mr Geoff Ryan Home No. 9044 4033 Chn 13

Post Office Fax No. 9044 4114 DOODLAKINE WA 6411 Mobile No. 0427 544 033

Email: gnjlryan@wn.com.au

# WATER CORPORATION

Faults and Reports - Tel: Merredin 9041 0200

# **SYNERGY**

Faults and Reports - Tel: Merredin 9041 0126 Fax: 9041 2429

# **HOW DO WE RECYCLE?**

Storage cages for cardboard products as well as two enclosed steel skip bins for co-mingled recyclables are installed in Centenary Park, situated off Leake Street Kellerberrin. This facility is provided by Council for receipt of recyclable materials emanating from households only; it is not to be used for commercial or industrial purposes.

Council contracts Avon Waste to clear the bins routinely and as required, transporting the recyclables to a Materials Recovery Facility in Perth.

# SHIRE OF KELLERBERRIN

# FINANCIAL REPORT

# FOR THE YEAR ENDED 30TH JUNE 2018

# **TABLE OF CONTENTS**

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# **COMMUNITY VISION**

To welcome diversity, culture and industry; promote a safe a prosperous community with a rich, vibrant and sustainable lifestyle for all to enjoy.

Principal place of business: 110 Massingham Street Kellerberrin WA6410

# SHIRE OF KELLERBERRIN FINANCIAL REPORT FOR THE YEAR ENDED 30TH JUNE 2018

# Local Government Act 1995 Local Government (Financial Management) Regulations 1996

# STATEMENT BY CHIEF EXECUTIVE OFFICER

The attached financial report of the Shire of Kellerberrin for the financial year ended 30 June 2018 is based on proper accounts and records to present fairly the financial position of the Shire of Kellerberrin at 30 June 2018 and the results of the operations for the financial year then ended in accordance with the *Local Government Act 1995* and, to the extent that they are not inconsistent with the Act, the Australian Accounting Standards.

Signed on the

28TH

day of NOVEMBER

2018

Raymond Griffiths
Chief Executive Officer

OAG AUDITED 37

# STATEMENT OF COMPREHENSIVE INCOME BY NATURE OR TYPE FOR THE YEAR ENDED 30TH JUNE 2018

	NOTE	2018 Actual	2018 Budget	2017 Actual	
		\$	\$	\$	
Revenue					
Rates	20(a)	1,998,744	2,010,063	1,883,035	
Operating grants, subsidies and contributions	2(a)	2,025,120	2,076,752	3,118,409	
Fees and charges	2(a)	654,061	509,574	642,525	
Interest earnings	2(a)	36,626	35,279	34,854	
Other revenue	2(a)	734,545	478,192	370,319	
		5,449,096	5,109,860	6,049,142	
Expenses					
Employee costs		(1,879,480)	(1,690,570)	(1,780,685)	
Materials and contracts		(736,139)	(1,134,717)	(429,584)	
Utility charges		(352,633)	(341,903)	(329,694)	
Depreciation on non-current assets	9(b)	(2,447,311)	(2,094,159)	(2,366,262)	
Interest expenses	2(b)	(113,290)	(122,956)	(94,169)	
Insurance expenses		(145,392)	(178,211)	(176,113)	
Other expenditure	,-	(149,902)	(138,114)	(73,188)	
		(5,824,147)	(5,700,630)	(5,249,695)	
		(375,051)	(590,770)	799,447	
Non-operating grants, subsidies and contributions	2	2,328,290	2,890,281	2,454,630	
Profit on asset disposals	9(a)	20,388	0	46,761	
(Loss) on asset disposals	9(a)	(64,814)	0	(11,815)	
		2,283,864	2,890,281	2,489,576	
Net result		1,908,813	2,299,511	3,289,023	
Other comprehensive income					
Items that will not be reclassified subsequently to profit or loss					
Changes on revaluation of non-current assets	10	19,432,422	0	(5,437,636)	
Total other comprehensive income		19,432,422	0	(5,437,636)	
Total comprehensive income	-	21,341,235	2,299,511	(2,148,613)	

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



### STATEMENT OF COMPREHENSIVE INCOME BY PROGRAM FOR THE YEAR ENDED 30TH JUNE 2018

Revenue   128, 486		NOTE	2018 Actual	2018 Budget	2017 Actual
Convernance	_	<b>~</b> ( )	\$	\$	\$
Ceneral purpose funding		2(a)	120 406	14.466	52 560
Law, order, public safety   53,971   34,080   41,160   Health   12,674   9,409   9,347   Education and welfare   5,364   5,293   4,002   Housing   3,768   0   2,553			•		
Health				The second secon	
Education and welfare					
Community amenities   3,768   10   2,553   Community amenities   153,192   164,421   155,377   154,495   154,495   154,495   154,695   154,695   154,695   154,096				7	2)
Community amenities	Housing			T.	
Transport   98,253   143,036   213,529   Economic services   266,076   311,556   289,482   342,890   248,403   306,025   5,449,096   5,109,860   6,049,142				164,421	155,377
Economic services	Recreation and culture		395,926	210,942	A
Cher property and services					
Expenses   2(a)				- ·	1.50
Expenses   2(a)   Governance   (587,391)   (561,776)   (559,169)   (661,776)   (74,304)   (174,304)   (174,304)   (174,304)   (174,304)   (174,304)   (174,304)   (174,304)   (174,304)   (101,257)   (134,335)   (174,304)   (101,257)   (134,335)   (101,557)   (104,325)   (138,330)   (138,330)   (138,330)   (138,330)   (138,330)   (138,330)   (138,330)   (138,330)   (101,278)   (10,278)   (11,794)   (10,027)   (11,798)   (10,287)   (10,2	Other property and services	_	342,890	248,403	306,025
Governance   (587,391) (561,776) (559,189)			5,449,096	5,109,860	6,049,142
Governance   (587,391) (561,776) (559,189)	Expenses	2(a)			
Law, order, public safety   (101,257) (134,335) (101,557)   Health (107,532) (104,325) (138,330) (101,357)   Health (107,532) (104,325) (138,330) (104,325) (138,330)   Health (12,027) (11,796)   Housing (12,781) (10,0287) (11,796)   Housing (12,781) (10,039,99) (10,039,953)   Health (137,3980) (1,093,999) (1,039,953)   Transport (2,543,051) (2,207,683) (1,971,849)   Economic services (510,905) (519,308) (526,664)   Health (137,3980) (526,664)   Health (137,3980) (1,039,399) (1,039,953)   Health (137,3980)	13 PM 1		(587,391)	(561,776)	(559,169)
Law, order, public safety   (101,257) (134,335) (101,557)   Health   (107,532) (104,325) (138,330) (138,330)   Education and welfare   (11,014) (12,027) (11,796)   Housing   (12,781)   0 (10,287)   (2,781)   0 (10,287)   (482,174)   (510,659) (453,648)   (482,174)   (510,659) (453,648)   (482,174)   (510,659) (453,648)   (17,39,890) (1,093,999) (1,039,953)   Transport   (2,543,051) (2,207,683) (1,971,849)   Economic services   (510,905) (519,308) (526,664)   (510,905) (519,308) (526,664)   (510,857) (5,577,674) (167,969)   (5710,857) (5,577,674) (167,969)   (5710,857) (5,577,674) (167,969)   (5710,857) (10,857)   (5,577,674) (10,7969)   (5,710,857)   (5,917,70) (10,7969)   (5,717,299)   (5,717,2	General purpose funding		•		
Education and welfare			(101,257)	(134, 335)	(101,557)
Housing Community amenities			(107,532)	5	2
Community amenities   (482,174)   (510,659)   (453,648)     Recreation and culture   (1,173,980)   (1,093,999)   (1,039,953)     Transport   (2,543,051)   (2,207,683)   (1,971,849)     Economic services   (510,905)   (519,308)   (526,664)     Other property and services   14,233   (254,179)   (167,969)     (5,710,857)   (5,577,674)   (5,155,526)     Finance Costs   2(a)   (1,940)   (256)   (253)     General purpose funding   (1,940)   (256)   (253)     Recreation and culture   (89,588)   (78,156)   (77,229)     Transport   (3,177)   (3,540)   (3,498)     Other property and services   (18,615)   (41,004)   (13,189)     Other property and services   (18,615)   (41,004)   (13,189)     (131,290)   (122,956)   (94,169)     (375,051)   (590,770)   799,447     Non-operating grants, subsidies and contributions   2   2,328,290   2,890,281   2,454,630     Profit on disposal of assets   9(a)   20,388   0   46,761     (Loss) on disposal of assets   9(a)   (64,814)   0   (11,815)     Cother comprehensive income     19,432,422   0   (5,437,636)     Other comprehensive income     19,432,422   0   (5,437,636)     Total other comprehensive income   19,432,422   0   (5,437,636)			1 × 2		100 in a company and 100 in a
Recreation and culture					
Capacitic   Capa				A.D. 10 A.D.	
Contempre   Cont					A. C.
Other property and services         14,233         (254,179)         (167,969)           Finance Costs         2(a)         (5,710,857)         (5,577,674)         (5,155,526)           Finance Costs         2(a)         (1,940)         (256)         (253)           Recreation and culture         (89,558)         (78,156)         (77,229)           Transport         (3,177)         (3,540)         (3,498)           Other property and services         (18,615)         (41,004)         (13,189)           (113,290)         (122,956)         (94,169)           (375,051)         (590,770)         799,447           Non-operating grants, subsidies and contributions         2         2,328,290         2,890,281         2,454,630           Profit on disposal of assets         9(a)         20,388         0         46,761           (Loss) on disposal of assets         9(a)         (64,814)         0         (11,815)           Net result         1,908,813         2,299,511         3,289,023           Net result         1,908,813         2,299,511         3,289,023           Other comprehensive income         1,9432,422         0         (5,437,636)           Total other comprehensive income         19,432,422         0					
(5,710,857) (5,577,674) (5,155,526)   Finance Costs   (1,940) (256) (253)   (253)					
Caneral purpose funding   (1,940) (256) (253)	Other property and services	-			
Caneral purpose funding   (1,940) (256) (253)	Finance Costs	2(a)			
Transport Other property and services       (3,177) (3,540) (3,498)       (3,498) (18,615) (41,004) (13,189)         Non-operating grants, subsidies and contributions       2 2,328,290 (590,770) (590,770)       2,454,630         Profit on disposal of assets       9(a) 20,388 (64,814) (64,814) (11,815)       0 46,761         (Loss) on disposal of assets       9(a) (64,814) (11,815) (11,815)       2,283,864 (2,890,281) (2,489,576)         Net result       1,908,813 (2,299,511) (3,289,023)         Other comprehensive income Items that will not be reclassified subsequently to profit or loss Changes on revaluation of non-current assets       10 19,432,422 (5,437,636)         Total other comprehensive income       19,432,422 (5,437,636)		• •	(1,940)	(256)	(253)
Other property and services         (18,615)         (41,004)         (13,189)           (113,290)         (122,956)         (94,169)           (375,051)         (590,770)         799,447           Non-operating grants, subsidies and contributions         2         2,328,290         2,890,281         2,454,630           Profit on disposal of assets         9(a)         20,388         0         46,761           (Loss) on disposal of assets         9(a)         (64,814)         0         (11,815)           (Loss) on disposal of assets         9(a)         2,283,864         2,890,281         2,489,576           Net result         1,908,813         2,299,511         3,289,023           Other comprehensive income Items that will not be reclassified subsequently to profit or loss Changes on revaluation of non-current assets         10         19,432,422         0         (5,437,636)           Total other comprehensive income         19,432,422         0         (5,437,636)	Recreation and culture		(89,558)	(78,156)	(77,229)
(113,290) (122,956) (94,169)	Transport			the state of the s	
Non-operating grants, subsidies and contributions   2   2,328,290   2,890,281   2,454,630	Other property and services	_			
Non-operating grants, subsidies and contributions         2         2,328,290         2,890,281         2,454,630           Profit on disposal of assets         9(a)         20,388         0         46,761           (Loss) on disposal of assets         9(a)         (64,814)         0         (11,815)           Net result         1,908,813         2,299,511         3,289,023           Other comprehensive income         1,908,813         2,299,511         3,289,023           Other comprehensive income           Items that will not be reclassified subsequently to profit or loss         19,432,422         0         (5,437,636)           Total other comprehensive income         19,432,422         0         (5,437,636)		-			
contributions         2         2,328,290         2,890,281         2,454,630           Profit on disposal of assets         9(a)         20,388         0         46,761           (Loss) on disposal of assets         9(a)         (64,814)         0         (11,815)           Net result         1,908,813         2,299,511         3,289,023           Other comprehensive income         Items that will not be reclassified subsequently to profit or loss         Changes on revaluation of non-current assets         10         19,432,422         0         (5,437,636)           Total other comprehensive income         19,432,422         0         (5,437,636)			(375,051)	(590,770)	799,447
Profit on disposal of assets         9(a) (64,814)         20,388 (64,814)         0 (11,815)           (Loss) on disposal of assets         9(a) (64,814)         0 (11,815)           2,283,864         2,890,281         2,489,576           Net result         1,908,813         2,299,511         3,289,023           Other comprehensive income Items that will not be reclassified subsequently to profit or loss Changes on revaluation of non-current assets         10         19,432,422         0 (5,437,636)           Total other comprehensive income         19,432,422         0 (5,437,636)	•				
(Loss) on disposal of assets       9(a)       (64,814)       0       (11,815)         2,283,864       2,890,281       2,489,576         Net result         1,908,813       2,299,511       3,289,023         Other comprehensive income         Items that will not be reclassified subsequently to profit or loss         Changes on revaluation of non-current assets       10       19,432,422       0       (5,437,636)         Total other comprehensive income       19,432,422       0       (5,437,636)					
Net result         2,283,864         2,890,281         2,489,576           Other comprehensive income Items that will not be reclassified subsequently to profit or loss Changes on revaluation of non-current assets         10         19,432,422         0         (5,437,636)           Total other comprehensive income         19,432,422         0         (5,437,636)					
Net result  1,908,813 2,299,511 3,289,023  Other comprehensive income Items that will not be reclassified subsequently to profit or loss Changes on revaluation of non-current assets 10 19,432,422 0 (5,437,636)  Total other comprehensive income	(Loss) on disposal of assets	9(a) _			
Other comprehensive income  Items that will not be reclassified subsequently to profit or loss Changes on revaluation of non-current assets 10 19,432,422 0 (5,437,636)  Total other comprehensive income 19,432,422 0 (5,437,636)			2,283,864	2,890,281	2,489,576
Items that will not be reclassified subsequently to profit or loss Changes on revaluation of non-current assets 10 19,432,422 0 (5,437,636)  Total other comprehensive income 19,432,422 0 (5,437,636)	Net result	-	1,908,813	2,299,511	3,289,023
Changes on revaluation of non-current assets 10 19,432,422 0 (5,437,636)  Total other comprehensive income 19,432,422 0 (5,437,636)				300	
			19,432,422	0	(5,437,636)
Total comprehensive income 21,341,235 2,299,511 (2,148,613)	Total other comprehensive income	-	19,432,422	0	(5,437,636)
	Total comprehensive income	-	21,341,235	2,299,511	(2,148,613)



### STATEMENT OF FINANCIAL POSITION AS AT 30TH JUNE 2018

•	NOTE	2018	2017
		\$	\$
CURRENT ASSETS			
Cash and cash equivalents	3	1,782,138	1,244,153
Trade and other receivables	5	305,465	1,323,704
Inventories	6	3,784	3,784
TOTAL CURRENT ASSETS		2,091,387	2,571,641
NON-CURRENT ASSETS			
Other receivables	5	22,557	22,557
Inventories	6	178,537	221,215
Property, plant and equipment	7	17,797,933	16,284,852
Infrastructure	8	70,236,171	50,318,040
TOTAL NON-CURRENT ASSETS		88,235,198	66,846,664
TOTAL ASSETS		90,326,585	69,418,305
CURRENT LIABILITIES			
Trade and other payables	11	234,016	519,088
Current portion of long term borrowings	12(a)	149,114	141,390
Provisions	13	183,959	216,040
TOTAL CURRENT LIABILITIES		567,089	876,518
NON-CURRENT LIABILITIES			
Long term borrowings	12(a)	1,447,910	1,597,025
Provisions	13	43,907	18,318
TOTAL NON-CURRENT LIABILITIES		1,491,817	1,615,343
TOTAL LIABILITIES		2,058,906	2,491,861
NET ASSETS		88,267,679	66,926,444
FOURTY			
EQUITY Retained surplus		29,859,702	27,966,411
Reserves - cash backed	4	626,403	610,881
Revaluation surplus	10	57,781,574	38,349,152
TOTAL EQUITY		88,267,679	66,926,444



### STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 30TH JUNE 2018

			<b>RESERVES</b>		
		RETAINED	- CASH	REVALUATION	TOTAL
	NOTE	SURPLUS	BACKED	SURPLUS	EQUITY
		\$	\$	\$	\$
Balance as at 1 July 2016		24,778,326	509,943	43,786,788	69,075,057
Comprehensive income Net result		3,289,023	0	0	3,289,023
Changes on revaluation of assets	10	0	0	(5,437,636)	(5,437,636)
Total comprehensive income		3,289,023	0	(5,437,636)	(2,148,613)
Transfers from/(to) reserves		(100,938)	100,938	0	0
Balance as at 30 June 2017		27,966,411	610,881	38,349,152	66,926,444
Comprehensive income Net result		1,908,813	O	0	1,908,813
Changes on revaluation of assets	10	0	0	19,432,422	19,432,422
Total comprehensive income		1,908,813	C	19,432,422	21,341,235
Transfers from/(to) reserves		(15,522)	15,522	. 0	0
Balance as at 30 June 2018		29,859,702	626,403	57,781,574	88,267,679

### STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30TH JUNE 2018

	NOTE	2018 Actual	2018 Budget	2017 Actual
CASH FLOWS FROM OPERATING ACTIVITIES		\$	\$	\$
Receipts		*	•	•
Rates		1,984,391	2,010,063	1,871,775
Operating grants, subsidies and contributions		3,016,090	2,076,752	2,235,490
Fees and charges		654,061	817,603	642,525
Interest earnings		36,626	35,279	34,854
Goods and services tax		363,004	0	237,067
Other revenue		734,545	478,192	358,681
	•	6,788,717	5,417,889	5,380,392
Payments				
Employee costs		(1,881,378)	(1,690,570)	(1,823,714)
Materials and contracts		(1,025,264)	(1,817,720)	(340,776)
Utility charges		(352,633)	(341,903)	(329,694)
Interest expenses		(113,831)	(122,956)	(98,338)
Insurance expenses		(145,392)	(178,211)	(176,113)
Goods and services tax		(321,382)	0	(296, 325)
Other expenditure	_	(149,902)	(138,114)	(73,187)
		(3,989,782)	(4,289,474)	(3,138,147)
Net cash provided by (used in)	_			
operating activities	14	2,798,935	1,128,415	2,242,245
CASH FLOWS FROM INVESTING ACTIVITIES				
Payments for development of				
Land held for resale		42,678	0	0
Payments for purchase of				
property, plant & equipment		(817,472)	(1,699,641)	(1,043,675)
Payments for construction of		, ,		
infrastructure		(3,900,674)	(3,334,281)	(3,709,020)
Non-operating grants,				
subsidies and contributions		2,328,290	2,890,281	2,454,630
Proceeds from sale of fixed assets		227,619	8,984	414,786
Net cash provided by (used in)	_			
investment activities		(2,119,559)	(2,134,657)	(1,883,279)
CASH FLOWS FROM FINANCING ACTIVITIES				,
Repayment of long term borrowings		(141,391)	(199,522)	(110,069)
Proceeds from new long term borrowings		Ò	700,000	380,800
Net cash provided by (used In)				
financing activities	•	(141,391)	500,478	270,731
Net increase (decrease) in cash held		537,985	(505,764)	629,697
Cash at beginning of year		1,244,153	1,323,257	614,456
Cash and cash equivalents			,	
at the end of the year	14	1,782,138	817,493	1,244,153
The state of the s	=			

### RATE SETTING STATEMENT FOR THE YEAR ENDED 30TH JUNE 2018

	NOTE	2018 Actual	2018 Budget	2017 Actual
		\$	\$	\$
OPERATING ACTIVITIES				
Net current assets at start of financial year - surplus/(def	icit)	1,441,672	169,328	69,272
		1,441,672	169,328	69,272
Revenue from operating activities (excluding rates)				
Governance		129,612	14,466	56,796
General purpose funding		1,989,752	1,983,191	2,937,368
Law, order, public safety Health		53,971 12,674	34,080 9,409	41,160 9,347
Education and welfare		5,364	5,293	4,002
Housing		3,768	0	2,553
Community amenities		153,192	164,421	155,377
Recreation and culture Transport		413,447 98,253	210,942 143,036	155,150 213,529
Economic services		266,076	311,556	289,482
Other property and services		344,631	248,403	348,104
		3,470,740	3,124,797	4,212,868
Expenditure from operating activities Governance		(587,391)	(561,776)	(562,685)
General purpose funding		(196,945)	(179,639)	(174,557)
Law, order, public safety		(101,257)	(134,335)	(101,557)
Health		(107,532)	(104,325)	(146,629)
Education and welfare Housing		(11,014) (12,781)	(12,027) 0	(11,796) (10,287)
Community amenities		(482,174)	(510,659)	(453,648)
Recreation and culture		(1,276,907)	(1,172,155)	(1,117,182)
Transport		(2,585,120)	(2,211,223)	(1,975,347)
Economic services Other property and services		(510,905) (16,935)	(519,308) (295,183)	(526,664) (181,158)
Other property and services		(5,888,961)	(5,700,630)	(5,261,510)
Operating activities excluded		(2,222,227)	, , , , , , , , , , , , , , , , , , , ,	
(Profit) on disposal of assets	9(a)	(20,388)	0	(46,761)
Loss on disposal of assets  Movement in employee benefit provisions	9(a)	64,814 (6,492)	0	11,815 (79,823)
Depreciation and amortisation on assets	9(b)	2,447,311	2,094,159	2,366,262
Amount attributable to operating activities		1,508,696	(312,346)	1,272,123
INVESTING A CTUITIES				
INVESTING ACTIVITIES  Non-operating grants, subsidies and contributions		2,328,290	2,890,281	2,454,630
Proceeds from disposal of assets	9(a)	227,619	8,984	414,786
Purchase of land held for resale		42,678	0	0
Purchase of property, plant and equipment	7(b)	(817,472)	(1,619,000)	(1,043,675)
Purchase and construction of infrastructure  Amount attributable to investing activities	8(b)	(3,900,674) (2,119,559)	(3,334,281) (2,054,016)	(3,709,020) (1,883,279)
Amount attributable to investing activities		(2,119,555)	(2,054,010)	(1,003,273)
FINANCING ACTIVITIES				
Repayment of long term borrowings	12(a)	(141,391)	(122,701)	(110,069)
Proceeds from new long term borrowings Transfers to reserves (restricted assets)	12(b) 4	0 (15,522)	700,000 (196,000)	380,800 (230,938)
Transfers from reserves (restricted assets)	4	0	0	130,000
Amount attributable to financing activities		(156,913)	381,299	169,793
Surplus(deficiency) before general rates		(767,776)	(1,985,063)	(441,363)
Total amount raised from general rates	20	1,998,744	1,985,063	1,883,035
Net current assets at the end of financial year -		2 Krong 95 Kr 5 5	- Francis and F. T. T.	- Particle of 4 7, 705
surplus/(deficit)	21	1,230,968	0	1,441,672

### 1. BASIS OF PREPARATION

The financial report comprises general purpose financial statements which have been prepared in accordance with Australian Accounting Standards (as they apply to local governments and not-for-profit entities and to the extent they are not in-consistent with the Local Government Act 1995 and accompanying regulations.), Australian Accounting Interpretations, other authoritative pronouncements of the Australian Accounting Standards Board, the Local Government Act 1995 and accompanying regulations. Accounting policies which have been adopted in the preparation of this financial report have been consistently applied unless stated otherwise.

The Local Government (Financial Management) Regulations 1996 take precedence over Australian Accounting Standards. Regulation 16 prohibits a local government from recognising as assets crown land that is a public thoroughfare, such as land under roads, and land not owned by but under the control or management of the local government, unless it is a golf course, showground, racecourse or any other sporting or recreational facility of state or regional significance. Consequently, some assets, including land under roads acquired on or after 1 July 2008 have not been recognised in this financial report. This is not in accordance with the requirements of AASB 1051 Land Under Roads paragraph 15 and AASB 116 Property, Plant and Equipment paragraph 7.

Except for cash flow and rate setting information, the report 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.

### CRITICAL ACCOUNTING ESTIMATES

The preparation of a financial report 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 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 financial report.

In the process of reporting on the local governement 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 25 to these financial statements.

### 2. REVENUE AND EXPENSES

(a)	Revenue	2018 Actual	2018 Budget	2017 Actual
		\$	\$	\$
	Other revenue			
	Reimbursements and recoveries	428,450	138,166	269,839
	Other	306,095	323,476	100,480
		734,545	461,642	370,319
	Fees and Charges			
	Governance	4,000	30	30
	General purpose funding	68,026	63,959	63,200
	Law, order, public safety	6,455	6,080	6,008
	Health	12,674	9,409	9,347
	Education and welfare	5,364	3,956	3,909
	Housing	21,759	0	0
	Community amenities	152,685	114,421	155,377
	Recreation and culture	24,232	22,312	24,089
	Transport	6,959	6,867	6,785
	Economic services	82,037	98,954	97,780
	Other property and services	269,870	180,771	276,000
		654,061	506,759	642,525

There were no changes during the year to the amount of the fees or charges detailed in the original budget.

### 2. REVENUE AND EXPENSES (Continued)

### (a) Revenue (Continued)

### **Grant Revenue**

Grants, subsidies and contributions are included as operating and non-operating revenues in the Statement of Comprehensive Income:

	2018 Actual	2018 Budget	2017 Actual
	\$	\$	\$
Operating grants, subsidies and contributions			
Governance	20,635	0	61,238
General purpose funding	1,876,219	1,853,283	2,837,664
Law, order, public safety	47,516	28,000	35,153
Recreation and culture	4,744	59,900	54,649
Transport	76,006	135,569	129,705
	2,025,120	2,076,752	3,118,409
Non-operating grants, subsidies and contributions			
Recreation and culture	40,570	117,493	938,000
Transport	2,287,720	2,772,788	1,516,630
	2,328,290	2,890,281	2,454,630
Total grants, subsidies and contributions	4,353,410	4,967,033	5,573,039

### SIGNIFICANT ACCOUNTING POLICIES

Grants, Donations and Other Contributions Grants, donations and other contributions are recognised as revenues when the local government obtains control over the assets comprising the contributions.

Where contributions recognised as revenues during the reporting period were obtained on the condition that they be expended in a particular manner or used over

Grants, Donations and Other Contributions (Continued) a particular period, and those conditions were undischarged as at the reporting date, the nature of and amounts pertaining to those undischarged conditions are disclosed in Note 19. That note also discloses the amount of contributions recognised as revenues in a previous reporting period which were obtained in respect of the local government's operations for the current period.

Interest earnings	
- Reserve funds	
- Other funds	
Other interest revenue (refer note 20(b))	

	Budget	Actual
	\$	\$
522	7,932	15,868
880	10,745	675
016	16,602	18,311
626	35,279	34,854
	522 088 016 626	522     7,932       088     10,745       016     16,602

2018

2018

2017

### 2. REVENUE AND EXPENSES (Continued)

(b) Expenses	2018	2017
	\$	\$
Auditors remuneration		
- Audit of the Annual Financial Report	20,960	37,978
- Assistance with the finalisation of the annual financial report	8,000	9,905
- Other Service	2,766	5,615
	31,726	53,498
Interest expenses (finance costs)		
Long term borrowings (refer Note 12(a))	111,350	93,136
Interest on overdraft	1,940	1,033
	113,290	94,169
Rental charges		
- Operating leases	33,626	57,799
	33,626	57,799

	NOTE	2018	2017
3. CASH AND CASH EQUIVALENTS		\$	\$
Unrestricted		1,147,791	633,272
Restricted		634,347	610,881
	•	1,782,138	1,244,153
The following restrictions have been imposed	by		
regulations or other externally imposed require	ements:		
Leave Reserve	4	42,206	41,118
Plant Replacement Reserve	4	141	138
Special Projects Reserve	4	44,588	44,055
Housing Reserve	4	59,144	57,618
Community Bus Reserve	4	65,010	63,334
Swimming Pool Reserve	4	386,030	376,074
Pathways Reserve	4	1,056	1,044
Sports and Recreation Reserve	4	28,228	27,500
Unspent grants	19	7,944	0
	•	634,347	610,881

### SIGNIFICANT ACCOUNTING POLICIES

Cash and cash equivalents

Cash and cash equivalents include cash on hand, cash at bank, deposits available on demand with banks and other short term highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash

### Cash and cash equivalents (Continued)

which are subject to an insignificant risk of changes in value and bank overdrafts. Bank overdrafts are reported as short tem borrowings in current liabilities in the statement of financial position.

### 4. RESERVES - CASH BACKED

4. AROUNT - CASH DACKED												
	2018	2018	2018		2018	2018	2018	2018	2017	2017	2017	2017
	Actual	Actual	Actual		Budget	Budget	Budget	Budget	Actual	Actual	Actual	Actual
	Opening	Transfer	Transfer	2018	Opening	Transfer	Transfer	Closing	Opening	Transfer	Transfer	Closing
	Balance	to	(from)	Actual	Balance	to	(from)	Balance	Balance	t t	(from)	Balance
	€9-	€	₩	<del>so</del>	<del>so</del>	s	€9	ss.	€9-	€	₩.	<del>\$</del>
Leave Reserve	41,118	1,088	0	42,206	41,118	20,000	0	61,118	21,118	20,000	0	41,118
Plant Replacement Reserve	138	ო	0	141	138	0	0	138	138	0	0	138
Special Projects Reserve	44,055	533	0	44,588	47,870	70,000	0	117,870	43,037	131,018	(130,000)	44,055
Housing Reserve	57,618	1,526	0	59,144	57,619	0	0	57,619	57,618	0	0	57,618
Community Bus Reserve	63,334	1,676	0	65,010	63,334	0	0	63,334	63,334	0	0	63,334
Swimming Pool Reserve	376,074	9,956	0	386,030	372,259	100,000	0	472,259	302,154	73,920	0	376,074
Pathways Reserve	1,044	12	0	1,056	1,044	0	0	1,044	1,044	0	0	1,044
Sports and Recreation Reserve	27,500	728	0	28,228	27,500	000'9	0	33,500	21,500	000'9	0	27,500
	610,881	15,522	0	626,403	610,882	196,000	0	806,882	509,943	230,938	(130,000)	610,881

All of the reserve accounts are supported by money held in financial institutions and match the amount shown as restricted cash in Note 3 to this financial report.

In accordance with council resolutions in relation to each reserve account, the purpose for which the reserves are set aside and their anticipated date of use are as follows:

	Anticipated	
Name of Reserve	date of use	Purpose of the reserve
Leave Reserve	Ongoing	To be used to fund employees Long Service Leave
Plant Replacement Reserve	Ongoing	To be used for the future purchase of Plant and Machinery
Special Projects Reserve	Ongoing	To be used in the funding of Special Projects
Housing Reserve	Ongoing	To be used for the provision of Staff Housing
Community Bus Reserve	2019/2020	To subsidise the replacement of Community Bus
Swimming Pool Reserve	2020/2021	To be used to improve the Swimming Pool Facilities
Pathways Reserve	Ongoing	To be used for the construction of new Pathways
Sports and Recreation Reserve	Ongoing	To provide Sporting and Recreation Amenities

5. TRADE AND OTHER RECEIVABLES	2018	2017
	\$	\$
Current		
Rates outstanding	133,756	119,403
Sundry debtors	146,676	88,931
GST receivable	25,033	66,655
Accrued income/ Payments in advance	0	1,048,715
	305,465	1,323,704
Non-current		
Rates outstanding - pensioners	22,557	22,557
	22,557	22,557
Information with respect the impairment or otherwise		
of the totals of rates outstanding and sundry debtors		
is as follows:		
Rates outstanding		
Includes:		
- 1 to 5 years	128,867	116,837
- more than 5 years	4,889	2,566
Sundry debtors		
Includes:		
Past due and not impaired		
- up to one month	4,687	8,436
- 1 to 3 months	2,760	1,700
- 3 months to one year	38,987	16,386
- 1 to 5 years	1,700	500

### SIGNIFICANT ACCOUNTING POLICIES

### Trade and other receivables

5

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.

### Classification and subsequent measurement

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.

6. INVENTORIES	2018	2017
	\$	\$
Current		
Fuel. Oil & Materials on hand	3,78	4 3,784
	3,78	4 3,784
Non-current		
Land held for resale - cost		
Cost of acquisition	178,53	7 221,215
	178,53	7 221,215

### SIGNIFICANT ACCOUNTING POLICIES

### 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 resale 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.

### Land held for resale (Continued)

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 Council's intentions to release for resale.

### 7 (a). PROPERTY, PLANT AND EQUIPMENT

Land and buildings	2018	2017
•	\$	\$
Land - freehold land at:		
- Independent valuation 2017 - level 2	1,460,500	1,477,500
	1,460,500	1,477,500
Land - vested in and under the control of Council at:		
- Independent valuation 2017 - level 3	153,000	153,000
	153,000	153,000
Total land	1,613,500	1,630,500
Buildings - non-specialised at:		
- Independent valuation 2017 - level 2	1,789,361	1,637,554
Buildings - non-specialised - Less: accumulated depreciation	(38,674)	0
	1,750,687	1,637,554
Buildings - specialised at:		
- Independent valuation 2017 - level 3	10,843,506	10,849,596
Buildings - specialised - Less: accumulated depreciation	(236,962)	0
	10,606,544	10,849,596
Total buildings	12,357,231	12,487,150
Total land and buildings	13,970,731	14,117,650
Furniture and equipment at:		
- Management valuation 2018 - level 3	146,950	235,118
Furniture and equipment - Less: accumulated depreciation	126	(23,668)
	147,076	211,450
Plant and equipment at:		
- Management valuation 2018 - level 3	3,697,971	2,129,754
Plant and equipment - Less: accumulated depreciation	(17,845)	(174,002)
	3,680,126	1,955,752
Total property, plant and equipment	17,797,933	16,284,852

## 7. PROPERTY, PLANT AND EQUIPMENT (Continued)

### (b) Movements in Carrying Amounts

Movement in the carrying amounts of each class of property, plant and equipment between the beginning and the end of the current financial year.

	Land - freehold land	Land - vested in and under the control of Council	Total land	Buildings - non- specialised	Buildings - specialised	Total buildings	Total land and buildings	Furniture and equipment	Plant and equipment	Total property, plant and equipment
Balance at 1 July 2016	\$ 1,358,512	\$ 153,000	\$ 1,511,512	\$ 1,896,153	\$ 11,132,624	\$ 13,028,777	\$ 14,540,289	\$ 191,500	\$ 1,679,341	\$ 16,411,130
Additions	0	0	0	0	158,415	158,415	158,415	43,618	841,642	1,043,675
(Disposals)	0	0	0	0	0	0	0	0	(379,840)	(379,840)
Revaluation increments/ (decrements) transferred to revaluation surplus	118,988	0	118,988	(221,965)	(173,292)	(395,257)	(276,269)	0	0	(276,269)
Depreciation (expense)	0	0	0	(102,454)	(202,331)	(304,785)	(304,785)	(23,668)	(185,391)	(513,844)
Transfers	0	0	0	65,820	(65,820)	0	0	0	0	0
Carrying amount at 30 June 2017	1,477,500	153,000	1,630,500	1,637,554	10,849,596	12,487,150	14,117,650	211,450	1,955,752	16,284,852
Additions	0	0	0	23,862	121,855	145,717	145,717	31,116	640,639	817,472
(Disposals)	(17,000)	0	(17,000)	0	0	0	(17,000)	126	(255,171)	(272,045)
Revaluation increments/ (decrements) transferred to revaluation surplus	0	0	0	0	0	0	0	(37,055)	1,580,369	1,543,314
Depreciation (expense)	0	0	0	(38,674)	(236,962)	(275,636)	(275,636)	(26,143)	(273,881)	(575,660)
Transfers	0	0	0	127,945	(127,945)	0	0	(32,418)	32,418	0
Carrying amount at 30 June 2018	1,460,500	153,000	1,613,500	1,750,687	10,606,544	10,606,544 12,357,231	13,970,731	147,076	3,680,126	3,680,126 17,797,933

# 7. PROPERTY, PLANT AND EQUIPMENT (Continued)

### (c) Fair Value Measurements

Asset Class	Fair Value Hierarchy	Valuation Technique	Basis of Valuation	Date of Last Valuation	Inputs Used
Land and buildings		Morbot Scient decorates			
Land - freehold land	2	observable market data for similar properties / income approach using discounted cashflow methodology	Independent registered valuer	June 2017	Price per hectare / market borrowing rate
Land - vested in and under the control of Council	ო	Cost approach and depreciated replacement cost	Independent registered valuer	June 2017	Improvements to land using construction costs and current condition, residual values and remaining useful life assessments inputs
Buildings - non-specialised	2	Market approach using recent observable market data for similar properties / income approach using discounted cashflow methodology	Independent registered valuers	June 2017	Price per hectare / market borrowing rate
Buildings - specialised	ო	Cost approach and depreciated replacement cost	Independent registered valuer	June 2017	Construction costs and current condition, residual values and remaining useful life assessments inputs
Furniture and equipment	м	Cost approach and depreciated replacement cost	Management valuation	June 2018	Purchase costs and current condition, residual values and remaining useful life assessments inputs
Plant and equipment	ო	Cost approach and depreciated replacement cost	Management valuation	June 2018	Purchase costs and current condition, residual values and remaining useful life assessments inputs

Level 3 inputs are based on assumptions with regards to future values and patterns of consumption utilising current information. If the basis of these assumptions were varied, they have the potential to result in a significantly higher or lower fair value measurement.

During the period there were no changes in the valuation techniques used by the local government to determine the fair value of property, plant and equipment using either level 2 or level 3 inputs.

8 (a). INFRASTRUCTURE	2018	2017
	\$	\$
Infrastructure - Roads		
- Independent valuation 2018 - level 3	82,965,820	39,125,051
Infrastructure - Roads - Less: accumulated depreciation	(26,223,360)	0
	56,742,460	39,125,051
Infrastructure - Footpaths		
- Independent valuation 2018 - level 3	1,806,142	592,886
Infrastructure - Footpaths - Less: accumulated depreciation	(1,055,388)	0
	750,754	592,886
Infrastructure - Drainage		
- Independent valuation 2018 - level 3	10,131,753	5,259,557
Infrastructure - Drainage - Less: accumulated depreciation	(3,206,060)	0
	6,925,693	5,259,557
Infrastructure - Public Facilities		
- Independent valuation 2018 - level 3	5,892,369	5,775,229
Infrastructure - Public Facilities - Less: accumulated depreciation	(75,105)	(434,683)
	5,817,264	5,340,546
Total infrastructure	70,236,171	50,318,040

## 8. INFRASTRUCTURE (Continued)

## (b) Movements in Carrying Amounts

Movement in the carrying amounts of each class of infrastructure between the beginning and the end of the current financial year.

	Infrastructure -	Infrastructure -	Infrastructure -	Infrastructure - Infrastructure - Infrastructure - Infrastructure -	
	Roads	Footpaths	Drainage	<b>Public Facilities</b>	Public Facilities Total Infrastructure
	49	\$	₩	€9	49
Balance at 1 July 2016	48,081,896	386,676	605,095	4,549,138	53,622,805
Additions	2,667,276	43,777	0	796,766	3,709,020
Revaluation increments/ (decrements) transferred to revaluation surplus	(996'666'6)	175,652	4,662,947	0	(5,161,367)
Depreciation (expense)	(1,624,155)	(13,219)	(8,485)	(206,559)	(1,852,418)
Carrying amount at 30 June 2017	39,125,051	592,886	5,259,557	5,340,546	50,318,040
Additions	2,809,668	131,865	139,219	819,922	3,900,674
Revaluation increments/ (decrements) transferred to revaluation surplus	16,300,935	66,639	1,612,976	(91,442)	17,889,108
Depreciation (expense)	(1,493,194)	(40,636)	(86,059)	(251,762)	(1,871,651)
Carrying amount at 30 June 2018	56,742,460	750,754	6,925,693	5,817,264	70,236,171

### 8. INFRASTRUCTURE (Continued)

### (c) Fair Value Measurements

Asset Class	Fair Value Hierarchy	Valuation Technique	Basis of Valuation	Date of Last Valuation	Inputs Used
Infrastructure - Roads	ო	Cost approach using depreciated replacement cost	Independent valuation	June 2018	Construction costs and current condition, residual values and remaining useful life assessments inputs
Infrastructure - Footpaths	m	Cost approach using depreciated replacement cost	Independent valuation	June 2018	Construction costs and current condition, residual values and remaining useful life assessments inputs
Infrastructure - Drainage	ю	Cost approach using depreciated replacement cost	Independent valuation	June 2018	Construction costs and current condition, residual values and remaining useful life assessments inputs
Infrastructure - Public Facilities	ო	Cost approach using depreciated replacement cost	Independent valuation	June 2018	Construction costs and current condition, residual values and remaining useful life assessments inputs

Level 3 inputs are based on assumptions with regards to future values and patterns of consumption utilising current information. If the basis of these assumptions were varied, they have the potential to result in a significantly higher or lower fair value measurement.

During the period there were no changes in the valuation techniques used to determine the fair value of infrastructure using level 3 inputs.

### 9. FIXED ASSETS

### SIGNIFICANT ACCOUNTING POLICIES

### 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.

### 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.

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 Shire 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, are recognised at cost and disclosed as being at fair value as management believes cost approximates fair value. They are subject to subsequent revaluation at the next anniversary date in accordance with the mandatory measurement framework.

### Revaluation

The fair value of fixed assets is determined at least every three years in accordance with the regulatory framework. At the end of each period the valuation is reviewed and where appropriate the fair value is updated to reflect current market conditions. This process is considered to be in accordance with Local Government (Financial Management) Regulation 17A (2) which requires property, plant and equipment to be shown at fair value.

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 class of asset are recognised against revaluation surplus directly in equity. All other decreases are recognised in profit or loss.

### Land under control

In accordance with Local Government (Financial Management) Regulation 16(a)(ii), the Shire 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.

### 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 Standards 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 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 Mangement) Regulation 4(2) provides, in the event of such an inconsistency, the Local Government (Financial Management) Regulations

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

### 9. FIXED ASSETS (Continued)

### (a) Disposals of Assets

The following assets were disposed of during the year.

	Actual Net Book	Actual Sale	Actual	Actual	Budget Net Book	Budget Sale	Budget	Budget
_	Value	Proceeds	Profit	Loss	Value	Proceeds	Profit	Loss
Plant and Equipment	\$	\$	\$	\$	\$	\$	\$	\$
Governance								
Prado wagon W/T VX	55,818	56,818	1,000	0	0	0	0	0
Admin Building workstation	(126)	0	126		0	0	0	0
Recreation and culture								
Commander 3520 Fairway Mower	8,334	1,139	0	(7,195)	0	0	0	0
2010 Perkins Generator 900KVA	25,003	41,503	16,500	0	0	0	0	0
Toro Fairways Mower 4000 (GSG)	2,167	3,188	1,021	0	0	0	0	0
John Deere EX455 Tractor (Golf club)	13,334	7,160	0	(6,174)	0	0	0	0
Transport								
Nissan Navara Dual cab	16,000	0	0	(16,000)	8,984	8,984	0	0
Volvo G720b Grader	83,344	62,500	0	(20,844)	0	0	0	0
2017 Ford Ranger WildTrak 4x4	47,286	45,455	0	(1,831)	0	0	0	0
Pacific Multi Tyred roller	3,217	3,000	0	(217)	0	0	0	0
Other property and services								
Lot 450 68 Forrest Street	17,000	4,447	0	(12,553)	0	0	0	0
Mitsubishi Canter Fe53	668	1,409	741	0	0	0	0	0
Cherry Picker	0	1,000	1,000	0	0	0	0	0
	272,045	227,619	20,388	(64,814)	8,984	8,984	0	0

### (b) Depreciation

	2018	2017
	\$	\$
Buildings - non-specialised	38,674	102,454
Buildings - specialised	236,962	202,331
Furniture and equipment	26,143	23,668
Plant and equipment	273,881	185,391
Infrastructure - Roads	1,493,194	1,624,155
Infrastructure - Footpaths	40,636	13,219
Infrastructure - Drainage	86,059	8,485
Infrastructure - Public Facilities	251,762	206,559
	2,447,311	2,366,262

### 9. FIXED ASSETS (Continued)

### (b) Depreciation (Continued)

### SIGNIFICANT ACCOUNTING POLICIES

### Depreciation

The depreciable amount of all fixed assets including buildings but excluding freehold land and vested 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.

When an item of property, plant and equipment is revalued, any accumulated depreciation at the date of the revaluation is treated in one of the following ways

- a) The gross carrying amount is adjusted in a manner that is consistent with the revaluation of the carrying amount of the asset. For example, the gross carrying amount may be restated by reference to observable market data or it may be restated proportionately to the change in the carrying amount. The accumulated depreciation at the date of the revaluation is adjusted to equal the difference between the gross carrying amount and the carrying amount of the asset after taking into account accumulated impairment losses; or
- b) Eliminated against the gross carrying amount of the asset and the net amount restated to the revalued amount of the asset.

### Depreciation rates

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

Buildings

30 to 50 years

Furniture and equipment Plant and equipment

4 to 10 years 5 to 15 years

Sealed roads and streets - formation

not depreciated

Sealed roads and streets - pavement 50 years Seal

20 - 25 years

Gravel roads - formation

not depreciated

Gravel roads - pavement

50 years

Gravel roads - gravel sheet

12 years

Formed roads - formation

not depreciated 50 years

Formed roads - pavement Footpaths - slab

20 years

Footpaths - concrete

50 years

Public facilities

20-45 years

Sewerage piping

100 years

Water supply piping & drainage

systems

75 years

### Depreciation (Continued)

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 the statement of comprehensive income in the period in which they arise.

### 10. REVALUATION SURPLUS

				2018					2017	
	2018	2018	2018	Total	2018	2017	2017	2017	Total	2017
	Opening	Revaluation	Revaluation	Revaluation Movement on	Closing	Opening	Revaluation	Revaluation	Revaluation Movement on	Closing
	Balance	Increment	(Decrement)	Revaluation	Balance	Balance	Increment	(Decrement) Revaluation	Revaluation	Balance
	€9	<del>so</del>	ιs	69	69	<del>vs</del>	69	\$	\$	\$
Revaluation surplus - Land	1,100,209	0	0	0	1,100,209	981,221	118,988	0	118,988	1,100,209
Revaluation surplus - Buildings	3,635,414	0	0	0	3,635,414	4,030,671	0	(395,257)	(395,257)	3,635,414
Revaluation surplus - Furniture and equipment	78,476	0	(37,055)	(37,055)	41,421	78,476	0	0	0	78,476
Revaluation surplus - Plant and equipment	268,746	1,580,369	0	1,580,369	1,849,115	268,746	0	0	0	268,746
Revaluation surplus - Infrastructure - Roads	26,540,567	16,300,935	0	16,300,935	42,841,502	36,540,533		(996'666'6)	(996'666'6)	26,540,567
Revaluation surplus - Infrastructure - Footpaths	338,546	66,639	0	66,639	405,185	162,893	175,653	0	175,653	338,546
Revaluation surplus - Infrastructure - Drainage	4,662,946	1,612,976	0	1,612,976	6,275,922	0	4,662,946	0	4,662,946	4,662,946
Revaluation surplus - Infrastructure - Public Facilities	1,724,248	0	(91,442)	(91,442)	1,632,806	1,724,248	0	0	0	1,724,248
	38.349.152	19.560.919	(128.497)	19.432.422	57.781.574	57.781.574 43.786.788	4.957.587	4.957.587 (10.395.223)	(5.437.636)	38 349 152

Movements on revaluation of fixed assets are not able to be reliably attributed to a program as the assets were revalued by class as provided for by AASB 116 Aus 40.1.

### 11. TRADE AND OTHER PAYABLES

	\$	\$
Current		
Sundry creditors	145,590	175,664
Accrued interest on long term borrowings	4,797	5,338
Accrued salaries and wages	8,574	0
ATO liabilities	35,139	39,119
Income in advance	28,934	24,732
Accrued expenses	10,982	274,235
	234,016	519,088

### SIGNIFICANT ACCOUNTING POLICIES

### 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

### Trade and other payables (Continued)

2018

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.

2017

### 12. INFORMATION ON BORROWINGS

### (a) Repayments - Borrowings

			Princi	pal	Princi	pal	Intere	st	
	Principal	New	Repaym	nents	30 June	2018	Repaym	ents	Interest
	1 July 2017	Loans	Actual	Budget	Actual	Budget	Actual	Budget	Rate
Particulars	\$	\$	\$	\$	\$	\$	\$	\$	%
Recreation and culture									
Loan 118 Recreation Centre Construction	1,235,374	0	56,659	53,189	1,178,715	1,182,185	89,558	78,156	6.37%
Transport									
Loan 116A - John Deere Grader	61,497	0	29,908	28,314	31,589	33,183	3,177	3,540	5.51%
Other property and services									
Loan 117 Residence Leake Street	68,875	0	21,648	20,435	47,227	48,440	4,418	4,904	5.85%
Loan 119 14 CEACA Units	372,669	00	33,176	97,584	339,493	275,085	14,197	36,100	3.16%
	1,738,415	0	141,391	199,522	1,597,024	1,538,893	111,350	122,700	

All borrowings are sourced from Western Australian Treasury Corporation.

Borrowings	2018	2017	
	\$	\$	
Current	149,114	141,390	
Non-current	1,447,910	1,597,025	
	1,597,024	1,738,415	

### 12. INFORMATION ON BORROWINGS (Continued)

	2010	2011
(b) Undrawn Borrowing Facilities	\$	\$
Credit Standby Arrangements		
Bank overdraft limit	500,000	500,000
Bank overdraft at balance date	0	0
Credit card limit	15,000	15,000
Credit card balance at balance date	(457)	0
Total amount of credit unused	514,543	515,000
Loan facilities		
Loan facilities - current	149,114	141,390
Loan facilities - non-current	1,447,910	1,597,025
Total facilities in use at balance date	1,597,024	1,738,415
Unused loan facilities at balance date	NIL	NIL

### Unused loan facilities at balance date SIGNIFICANT ACCOUNTING POLICIES

### Financial liabilities

Financial liabilities are recognised at fair value when the Shire becomes a party to the contractual provisions to the instrument

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

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.

### 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.

2018

2017

### 13. PROVISIONS

	Annual Leave	Long Service Leave	Total
	\$	\$	\$
Opening balance at 1 July 2017			
Current provisions	102,781	113,259	216,040
Non-current provisions	0	18,318	18,318
	102,781	131,577	234,358
Additional provision	(116,497)	38,068	(78,429)
Amounts used	129,985	(58,048)	71,937
Balance at 30 June 2018	116,269	111,597	227,866
Comprises			
Current	106,542	77,417	183,959
Non-current	9,727	34,180	43,907
	116,269	111,597	227,866

Current annual and long service leave liabilities have been classified as current as there are no unconditional right to defer settlement for at least 12 months after the end of the reporting period. Assessments indicate that actual settlement of the liabilities are expected to occur as detailed below.

Cur	rent	Prov	/ision	15
Oul	CIT	1 10		•

Within 12 months of the end of the reporting period

Annual	Long Service	
Leave	Leave	Total
\$	\$	\$
106,542	77,417	183,959
106,542	77,417	183,959

Provision for Provision for

### SIGNIFICANT ACCOUNTING POLICIES

### 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 statement of financial position.

### Other long-term employee benefits

The Shire's obligations for employees' annual leave and long service leave entitlements are recognised as provisions in the statement of financial position.

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 of service and employee departures and are discounted at

### Other long-term employee benefits (Continued)

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.

### **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.

### 14. NOTES TO THE STATEMENT OF CASH FLOWS

### Reconciliation of Cash

For the purposes of the Statement of Cash Flows, cash includes cash and cash equivalents, net of outstanding bank overdrafts. Cash at the end of the reporting period is reconciled to the related items in the Statement of Financial Position as follows:

	2018 Actual	2018 Budget	2017 Actual
	\$	\$	\$
Cash and cash equivalents	1,782,138	817,493	1,244,153
Reconciliation of Net Cash Provided By Operating Activities to Net Result			
Net result	1,908,813	2,299,511	3,289,023
Non-cash flows in Net result:			
Depreciation	2,447,311	2,094,159	2,366,262
(Profit)/loss on sale of asset	44,426	0	(34,946)
Changes in assets and liabilities:			
(Increase)/decrease in receivables	1,018,239	308,029	(965,074)
Increase/(decrease) in payables	(285,072)	(683,003)	121,433
Increase/(decrease) in provisions	(6,492)	0	(79,823)
Grants contributions for			
the development of assets	(2,328,290)	(2,890,281)	(2,454,630)
Net cash from operating activities	2,798,935	1,128,415	2,242,245

### 15. TOTAL ASSETS CLASSIFIED BY FUNCTION AND ACTIVITY

	2018	2017
	\$	\$
2	050 000	077.054
Governance	959,023	977,951
General purpose funding	156,313	0
Law, order, public safety	746,576	345,220
Health	360,121	331,383
Education and welfare	189,641	190,000
Housing	1,901,357	3,377,715
Community amenities	633,398	531,388
Recreation and culture	12,816,042	12,493,793
Transport	66,406,239	49,037,479
Economic services	903,631	608,590
Other property and services	2,791,163	1,421,408
Unallocated	2,463,081	103,378
	90,326,585	69,418,305

### **16. CONTINGENT LIABILITY**

There is no known contingent liability as at 30 June 2018.

17. CAPITAL AND LEASING COMMITMENTS	2018	2017
(a) Capital Expenditure Commitments	\$	\$
Contracted for:		
<ul> <li>capital expenditure projects</li> </ul>	0	281,643
- plant & equipment purchases	0	0
Payable:		*
- not later than one year	0	281,643

The prior year commitment was for the construction of the new recreation centre.

### (b) Operating Lease Commitments

Non-cancellable operating leases contracted for but not capitalised in the accounts.

### Payable:

- later than one year but not later than five years
- later than five years

11,352	6,700
34,056	0
	0
45,408	6,700

### SIGNIFICANT ACCOUNTING POLICIES

### 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 Shire, are classified as finance leases.

Finance leases are capitalised recording an asset and a liability at the lower of 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.

### Leases (Continued)

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 on a straight line basis over the lease term.

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

### 18. RELATED PARTY TRANSACTIONS

### **Elected Members Remuneration**

	2018	2018	2017
The following fees, expenses and allowances were	Actual	Budget	Actual
paid to council members and/or the President.	\$	\$	\$
Meeting Fees	16,600	20,350	15,850
President'sallowance	5,000	5,000	5,000
Travelling expenses	3,550	4,000	3,700
	25,150	29,350	24,550

### Key Management Personnel (KMP) Compensation Disclosure

The total of remuneration paid to KMP of the	2018	2017
Shire during the year are as follows:	\$	\$
Short-term employee benefits	441,287	409,055
Post-employment benefits	49,000	38,909
Other long-term benefits	8,745	10,110
	499,032	458,074

### Short-term employee benefits

These amounts include all salary, paid leave, fringe benefits and cash bonuses awarded to KMP except for details in respect to fees and benefits paid to elected members which may be found above.

### Post-employment benefits

These amounts are the current-year's estimated cost of providing for the Shire's superannuation contributions made during the year.

### Other long-term benefits

These amounts represent long service benefits accruing during the year.

### Transactions with related parties

Transactions between related parties, and the Shire are on normal commercial terms and conditions no more favourable than those available to other parties unless otherwise stated.

No outstanding balances or provisions for doubtful debts or guaranties exist in relation to related parties at year end.

The following transactions occurred with related parties:	2018	2017
	\$	\$
Purchase of goods and services		
Companies - Key management personnel	124,925	117,998
Amounts outstanding from related parties:		
Trade and other receivables - Key management personnel	330	0
Amounts payable to related parties:	0.005	0
Trade and other payables - Key management personnel	3,985	U

### **Related Parties**

### The Shire's main related parties are as follows:

i. Key management personnel Any person(s) having authority and responsibility for planning, directing and controlling the activities of the entity, directly or indirectly, including any elected member, are considered key management personnel.

# 19. CONDITIONS OVER GRANTS/CONTRIBUTIONS

Grant/Contribution	Opening Balance <sup>(1)</sup> 1/07/16	Received <sup>(2)</sup> 2016/17	Expended <sup>(3)</sup> 2016/17	Closing Balance <sup>(1)</sup> 30/06/17	Received <sup>(2)</sup> 2017/18	Received <sup>(2)</sup> Expended <sup>(3)</sup> 2017/18	Closing Balance 30/06/18
	₩	₩	₩.	\$	\$	₩	\$
Governance							
Business Administration Traineeship	0	0	0	0	20,000	(12,056)	7,944
Recreation and culture							
WDC Disabled Communities Grant	55,000	0	(55,000)	0	0	0	0
NSFR Centenary Park	0	938,000	(938,000)	0	0	0	0
Transport							
MRDWA & WANDRRA Funds	0	1,516,630	(1,516,630)	0	0	0	0
Total	55,000	2,454,630	(2,509,630)	0	20,000	(12,056)	7,944

### Notes:

- (1) Grants/contributions recognised as revenue in a previous reporting period which were not expended at the close of the previous reporting period.
- (2) New grants/contributions which were recognised as revenues during the reporting period and which had not yet been fully expended in the manner specified by the contributor.
- (3) Grants/contributions which had been recognised as revenues in a previous reporting period or received in the current reporting period and which were expended in the current reporting period in the manner specified by the contributor.

### 20. RATING INFORMATION

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		Number				2018	2017	Budget	2018 Budget
RATE TYPE	Rate in	oţ	Rateable	Rate	Interim	Total	Total	Rate	Total
Differential general rate / general rate	↔	Properties	Value	Revenue	Rates	Revenue	Revenue	Revenue	Revenue
			₩	₩	\$	₩	₩	₩	₩
Gross rental valuations									
Kellerberrin Residential	0.1272	331	2,967,536	359,879	(28)	359,851	338,569	369,985	369,985
Other Residential	0.1272	က	19,240	4,851	0	4,851	5,927	5,805	5,805
Kellerberrin Commercial	0.1399	29	474,464	63,150	0	63,150	40,277	64,313	64,313
Other Commercial	0.1399	က	27,976	3,916	0	3,916	2,680	3,916	3,916
Unimproved valuations									
Rural	0.0206	278	69,564,000	1,431,329	10,554	1,441,883	1,363,161	1,431,045	1,431,045
Sub-Total		644	73,053,216	1,863,125	10,526	1,873,651	1,750,614	1,875,064	1,875,064
	Minimum								
Minimum payment	↔								
Gross rental valuations									
	i		1		•				
Kellerberrin Residential	712	22	73,744	40,584	0	40,584	40,680	34,888	34,888
Other Residential	712	26	41,945	18,512	0	18,512	15,594	17,800	17,800
Kellerberrin Commercial	783	25	72,194	19,575	0	19,575	22,374	18,009	18,009
Other Commercial	783	2	170	1,566	0	1,566	2,034	1,566	1,566
Unimproved valuations									
Rural	712	62	1,555,500	44,144	0	44,144	23,784	37,024	37,024
Mining Tenements	712	1	2,722	712	0	712	678	712	712
Sub-Total		173	1,746,275	125,093	0	125,093	105,144	109,999	109,999
	•	817	74,799,491	1,988,218	10,526	1,998,744	1,855,758	1,985,063	1,985,063
Discounts/concessions (refer note 20(b))						0	(24,659)		0
Total amount raised from general rate					l	1,998,744	1,831,099	l	1,985,063
Ex-gratia rates						0	51,936		25,000
Totals					ı	1,998,744	1,883,035		2,010,063
SECTION OF THE CHARGES									

### SIGNIFICANT ACCOUNTING POLICIES Rates

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

## 20. RATING INFORMATION (Continued)

## (b) Interest Charges & Instalments

		Instalment	Instalment	<b>Unpaid Rates</b>
	Date	Plan	Plan	Interest
Instalment Options	Due	Admin Charge	Interest Rate	Rate
		€9	%	%
Option One				
Single full payment	31/08/2017	0	0.00%	11.00%
Option Two				
First instalment	31/08/2017	5	2.50%	11.00%
Second instalment	9/01/2018	2	5.50%	11.00%
Option Three				
First instalment	31/08/2017	5	5.50%	11.00%
Second instalment	26/09/2017	5	2.50%	11.00%
Third instalment	9/01/2018	5	2.50%	11.00%
Fourth instalment	13/03/2018	5	2.50%	11.00%
			0,000	
			0107	
		2018	Budget	2017
		₩	₩	
Interest on unpaid rates		12,805	10,404	6/179
Interest on instalment plan		6,211	6,198	6,125
Charges on instalment plan		722	1,928	1,902
Interest on ESL Charges		0	0	502
		19,738	18,530	18,308

### 21. NET CURRENT ASSETS

Composition of net current assets for the purposes of the Rate Setting Statement

	30 June 2018	30 June 2017
	\$	\$
	1,230,968	1,441,672
CURRENT ASSETS		
Cash and cash equivalents		
Unrestricted	1,147,791	633,272
Restricted	634,347	610,881
Receivables		
Rates outstanding	133,756	119,403
Sundry debtors	146,676	88,931
GST receivable	25,033	66,655
Accrued income/ Payments in advance	0	1,048,715
Inventories		
Fuel. Oil & Materials on hand	3,784	3,784
LESS: CURRENT LIABILITIES		
Trade and other payables		
Sundry creditors	(145,590)	(175,664)
Accrued interest on long term borrowings	(4,797)	(5,338)
Accrued salaries and wages	(8,574)	0
ATO liabilities	(35,139)	(39,119)
Income in advance	(28,934)	(24,732)
Accrued expenses	(10,982)	(274,235)
Current portion of long term borrowings	(149,114)	(141,390)
Provisions		
Provision for annual leave	(106,542)	(102,781)
Provision for long service leave	(77,417)	(113,259)
Unadjusted net current assets	1,524,298	1,695,123
Adjustments		
Less: Reserves - restricted cash	(626,403)	(610,881)
Less: Provision for annuals leave	106,542	102,781
Less: Provision for long service leave	77,417	113,259
Add: Current portion of long term borrowings	149,114	141,390
Surplus/(deficit)	1,230,968	1,441,672

### 22. FINANCIAL RISK MANAGEMENT

The Shire's activities expose it to a variety of financial risks including price risk, credit risk, liquidity risk and interest rate risk. The Shire's overall risk management focuses on the unpredictability of financial markets and seeks to minimise potential adverse effects on the financial performance of the Shire.

The Shire does not engage in transactions expressed in foreign currencies and is therefore not subject to foreign currency risk.

Financial risk management is carried out by the finance area under policies approved by the Council.

The Shire held the following financial instruments at balance date:

	Carrying '	Value	Fair Va	alue
	2018	2017	2018	2017
	\$.	\$	\$	\$
Financial assets				
Cash and cash equivalents	1,782,138	1,244,153	1,782,138	1,244,153
Receivables	328,022	1,323,704	328,022	1,323,704
	2,110,160	2,567,857	2,110,160	2,567,857
Financial liabilities				
Payables	234,016	519,088	234,016	519,088
Borrowings	1,597,024	1,738,415	1,849,711	2,009,266
	1,831,040	2,257,503	2,083,727	2,528,354

Fair value is determined as follows:

Cash and cash equivalents, receivables, payables - estimated to the carrying value which approximates net market value.

Borrowings - estimated future cash flows discounted by the current market interest rates applicable to assets and liabilities with similar risk profiles.

### 22. FINANCIAL RISK MANAGEMENT (Continued)

### (a) Cash and Cash Equivalents

The Shire's objective is to maximise its return on cash whilst maintaining an adequate level of liquidity and preserving capital. The finance area manages the cash portfolio. The Shire has an Investment Policy and the Policy is subject to review by Council. An Investment Report is provided to Council on a monthly basis setting out the make-up and performance of the portfolio.

Cash is subject to interest rate risk - the risk that movements in interest rates could affect returns.

Another risk associated with cash is credit risk - the risk that a contracting entity will not complete its obligations under a financial instrument resulting in a financial loss to the Shire.

The Shire manages these risks by diversifying its portfolio and only investing in investments authorised by Local Government (Financial Management) Regulation 19C.

Impact of a 1% <sup>(1)</sup> movement in interest rates on cash	\$	\$
- Equity	17,822	12,442
- Statement of Comprehensive Income	17,822	12,442

### Notes:

Sensitivity percentages based on management's expectation of future possible interest rate movements.

### 22. FINANCIAL RISK MANAGEMENT (Continued)

### (b) Receivables

The Shire's major receivables comprise rates and annual charges and user charges and fees. The major risk associated with these receivables is credit risk - the risk that the debts may not be repaid. The Shire manages this risk by monitoring outstanding debt and employing debt recovery policies. It also encourages ratepayers to pay rates by the due date through incentives.

Credit risk on rates and annual charges is minimised by the ability of the Shire to recover these debts as a secured charge over the land, that is, the land can be sold to recover the debt. The Shire is also able to charge interest on overdue rates and annual charges at higher than market rates, which further encourages payment.

The level of outstanding receivables is reported to Council monthly and benchmarks are set and monitored for acceptable collection performance.

The Shire makes suitable provision for doubtful receivables as required and carries out credit checks on most non-rate debtors.

There are no material receivables that have been subject to a re-negotiation of repayment terms.

The profile of the Shire's credit risk at balance date was:

	2018	2017
Percentage of rates and annual charges	%	%
- Current	0.00%	0.00%
- Overdue	100.00%	100.00%
Percentage of other receivables		
- Current	69.29%	98.00%
- Overdue	30.76%	2.00%

### 22. FINANCIAL RISK MANAGEMENT (Continued)

### (c) Payables and borrowings

Payables and borrowings are both subject to liquidity risk - that is the risk that insufficient funds may be on hand to meet payment obligations as and when they fall due. The Shire manages this risk by monitoring its cash flow requirements and liquidity levels and maintaining an adequate cash buffer. Payment terms can be extended and overdraft facilities drawn upon if required.

The contractual undiscounted cash flows of the Shire's Payables and Borrowings are set out in the Liquidity Table below:

	Due	Due	Due	Total	
	within	between	after	contractual	Carrying
_	1 year	1 & 5 years	5 years	cash flows	values
2018	\$	\$	\$	\$	\$
Payables	234,016	0	0	234,016	234,016
Borrowings	223,945	930,939	1,071,800	2,226,684	1,597,024
	457,961	930,939	1,071,800	2,460,700	1,831,040
2017					
Payables	519,088	0	0	519,088	519,088
Borrowings	236,628	797,728	1,428,956	2,463,312	1,738,415
	755,716	797,728	1,428,956	2,982,400	2,257,503

Borrowings are also subject to interest rate risk - the risk that movements in interest rates could adversely affect funding costs. The Shire manages this risk by borrowing long term and fixing the interest rate to the situation considered the most advantageous at the time of negotiation.

The following tables set out the rate risk:				ancial instrument				Weighted Average Effective
Year ended 30 June 2018	<1 year	>1<2 years	>2<3 years	>3<4 years	>4<5 years	>5 years	Total	Interest Rate
	\$	\$	\$	\$	\$	\$	\$	%
Borrowings								
Fixed rate								
Long term borrowings	31,589	47,227	0	_	0 0	1,518,208	1,597,024	5.66%
Weighted average								
Effective interest rate	5.50%	5.85%				5.65%		
Year ended 30 June 2017								
Borrowings								
Fixed rate								
Long term borrowings	0	61,497	68,875	3	0 0	1,608,043	1,738,415	5.66%
Weighted average Effective interest rate		5.51%	5.85%			5.63%		

### 23. TRUST FUNDS

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

	1 July 2017	Amounts Received	Amounts Paid	30 June 2018
	\$	\$	\$	\$
Police Licensing	3,824	826,426	(824,294)	5,956
Pre- paid rates receipts	27,300	29,111	(28,411)	28,000
BCITF Levy	11,707	399	(12,106)	0
Building services levy	8,952	979	(9,428)	503
Community bus bond	3,400	400	(200)	3,600
Housing bonds	1,704	2,000	0	3,704
Cullahan/Cottle Room bond	4,600	1,200	(850)	4,950
Hall bonds	3,890	2,950	(5,100)	1,740
Equipment hire	50	600	(600)	50
Unclaimed monies account	2,536	155	0	2,691
Key bonds	10,215	2,650	(3,250)	9,615
Recreational centre bond	300	500	0	800
Bushfire brigade funds	327	3,000	0	3,327
Nomination Deposits	0	400	(400)	0
	78,805			64,936

## 24. NEW ACCOUNTING STANDARDS AND INTERPRETATIONS FOR APPLICATION IN FUTURE PERIODS

The AASB has issued a number of new and amended Accounting Standards and Interpretations that have mandatory application dates for future reporting periods, some of which are relevant to the Shire.

Management's assessment of the new and amended pronouncements that are relevant to the Shire, applicable to future reporting periods and which have not yet been adopted are set out as follows:

	Title	Issued / Compiled	Applicable (1)	Impact
€	AASB 9 Financial Instruments (incorporating AASB 2014-7 and AASB 2014-8)	December 2014	1 January 2018	Nil – The objective of this Standard is to improve and simplify the approach for classification and measurement of financial assets compared with the requirements of AASB 139. Given the nature of the financial assets of the Shire, it is not anticipated the Standard will have any material effect.
€	AASB 15 Revenue from Contracts with Customers	December 2014	1 January 2019	This Standard establishes principles for entities to apply to report useful information to users of financial statements about the nature, amount, timing and uncertainty of revenue and cash flows arising from a contract with a customer.  The effect of this Standard will depend on the nature of future transactions the Shire has with those third parties it has dealings with. It may or may not be significant.
	AASB 16 Leases	February 2016	1 January 2019	Under AASB 16 there is no longer a distinction between finance and operating leases. Lessees will now bring to account a right-to-use asset and lease liability into the statement of financial position for all leases. Effectively this means the vast majority of operating leases as defined by the current AASB 117 Leases which currently do not impact the statement of financial position will be required to be capitalised on the statement of financial position when AASB 16 is adopted.
	Notes: (1) Applicable to reporting periods commencing on or after the given date.	ter the given date.		Currently, operating lease payments are expensed as incurred. This will cease and will be replaced by both depreciation and interest charges. Based on the current number of operating leases held by the Shire, the impact is not expected to be significant.

# 24. NEW ACCOUNTING STANDARDS AND INTERPRETATIONS FOR APPLICATION IN FUTURE PERIODS (Continued)

(1) Impact	019 These standards are likely to have a significant impact on	income recognition for NFP's. Key areas for consideration
Applicable (1)	1 January 2019	
Issued / Compiled	December 2016	
Title	AASB 1058 Income of Not-for-Profit Entities	
	(iv)	

These standards are likely to have a significant impact on the income recognition for NFP's. Key areas for consideration are:
- Assets received below fair value;
- Transfers received to acquire or construct non-financial assets;

Prepaid rates;
 Leases entered into at below market rates; and

- Leases entered mic

- Grants received;

Volunteer services.

Whilst it is not possible to quantify the financial impact (or if it is material) of these key areas until the details of future transactions are known, they will all have application to the Shire's operations.

Notes:

(1) Applicable to reporting periods commencing on or after the given date.

### Adoption of New and Revised Accounting Standards

During the current year, the Shire adopted all of the new and revised Australian Accounting Standards and Interpretations which were compiled, became mandatory and which were applicable to its operations.

Whilst many reflected consequential changes associate with the amendment of existing standards, the only new standard with material application is as follows:

1 January 2017

(ii) AASB 2016-7 Amendments to Accounting Standards - Deferral of AASB 15 for Not-for-Profit Entities

1 January 2017

### 25. OTHER SIGNIFICANT ACCOUNTING POLICIES

### a) 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

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

### b) 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 operating 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.

### c) Rounding off figures

All figures shown in this annual financial report, other than a rate in the dollar, are rounded to the nearest dollar. Amounts are presented in Australian Dollars

### d) Comparative figures

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

When the Shire applies an accounting policy retrospectively, makes a retrospective restatement or reclassifies items in its financial statements that has a material effect on the statement of financial position, an additional (third) statement of financial position as at the beginning of the preceding period in addition to the minimum comparative financial statements is presented

### e) Budget comparative figures

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

### f) Superannuation

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

### g) Fair value of assets and liabilities

Fair value is the price that the Shire 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.

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 or liability. 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 or liability (i.e. the market with the greatest volume and level of activity for the asset or liability) or, in the absence of such a market, the most advantageous market available to the entity at the end of the reporting period (i.e. 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.

### h) 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:

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 Shire 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 Shire 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.

### 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 the service capacity of an asset.

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 Shire 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 are 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.

### i) Impairment of assets

In accordance with Australian Accounting Standards the Shire's cash generating non-specialised 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

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 revalued asset is treated as a revaluation decrease in accordance with that other Standard.

For non-cash generating specialised assets that are measured under the revaluation model , such as roads, drains, public buildings and the like, no annual assessment of impairment is required. Rather AASB 116.31 applies and revaluations need only be made with sufficient regulatory to ensure the carrying value does not differ materially from that which would be determined using fair value at the ends of the reporting period.

### 26. ACTIVITIES/PROGRAMS

Shire operations as disclosed in these financial statements encompass the following service orientated activities/programs.

### 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 community.

### HEALTH

To provide an operational framework for good community health.

To meet the needs of the community in these

### **COMMUNITY AMENITIES**

To provide services required by the community.

### RECREATION AND CULTURE

To establish and manage effectively infrastructure and resources which will help the social well being of the community.

### TRANSPORT

To provide effective and efficient transport services to the community.

### **ECONOMIC SERVICES**

To help promote the Shire and improve its economic wellbeing

### OTHER PROPERTY AND SERVICES

To monitor and control council's overheads operating accounts.

### **ACTIVITIES**

Administration and operation of facilities and services to members of Council. Other costs that relate to the task of assisting elected members and ratepayers on matters which do not concern specific Council services.

Rates, general purpose government grants and interest revenue.

Supervision of various by-laws, fire prevention, emergency services and animal control.

Food quality and pest control, immunisation services

Provision of Pre School Facilities.

Rubbish collection services, operation of tips, noise control, administration of town planning scheme, maintenance of cemetery and provision of Land Care services.

Maintenance of halls, aquatic centre, recreation centre, reserves and parks, library.

Construction and maintenance of streets, roads, bridges; cleaning and lighting of streets, depot maintenance, licensing services and airstrip maintenance.

The regulation and provision of tourism, area promotion, building control, sale yards, noxious weeds, vermin control and standpipes.

Private works operations, plant repairs and operations costs.

7. FINANCIAL RATIOS	2018	2017	2016
Current ratio	2.78	2.35	0.54
Asset consumption ratio	0.74	0.57	0.58
Asset renewal funding ratio	0.52	0.80	1.06
Asset sustainability ratio	1.53	1.50	0.86
Debt service cover ratio	8.47	16.13	1.27
Operating surplus ratio	(0.12)	0.28	(0.83)
Own source revenue coverage ratio	0.59	0.57	0.45
The above ratios are calculated as follows:			
Current ratio	current asse	ets minus restri	cted assets
	current liabilitie	s minus liabiliti	es associated
	with	restricted asse	ets
Asset consumption ratio	depreciated replace	ment costs of	depreciable assets
	current replacem	ent cost of dep	reciable assets
Asset renewal funding ratio	NPV of planned	capital renewa	l over 10 years
	NPV of required c	apital expenditu	ure over 10 years
Asset sustainability ratio	capital renewal	and replaceme	ent expenditure
·	depr	eciation expen	ses
Debt service cover ratio	annual operating surp	lus before inter	rest and depreciation
	principal and interest		
Operating surplus ratio	operating reven	ue minus opera	ating expenses
	own sou	rce operating r	evenue
Own source revenue coverage ratio	own sou	rce operating r	evenue
	оро	erating expense	es

### Notes:

Three of the ratios disclosed above were distorted by the early receipt of Financial Assistance Grants. The own source revenue coverage ratio disclosed below was distorted by the reimbursement for flood damage received in 2018, and the assets written off prior to asset revaluation in 2016.

	2018	2017	2016
•	\$	\$	\$
Amount of Financial Assistance Grant received during the year relating to the subsequent year.	996,261	984,381	942,783
Amount of Financial Assistance Grant received in prior year relating to current year.	984,381	942,783	0
Amount of reimbursement for flood damage received	140,630	0	0
Assets written off prior to asset revaluation	0	0	281,974

If the events detailed above did not occur, the impacted ratios in the 2018, 2017 and 2016 columns above would be as follows:

	2018	2017	2016
Current ratio	0.88	1.17	n/a
Debt service cover ratio	7.87	11.31	6.91
Operating surplus ratio	(0.17)	(0.05)	(0.38)
Own source revenue coverage ratio	0.56	n/a	0.47



Our Ref: 7935

Mr Rod Forsyth
President
Shire of Kellerberrin
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Dear President

### ANNUAL FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2018

The Office has completed the audit of the annual financial report for your local government. In accordance with section 7.12AD (2) of the *Local Government Amendment (Auditing) Act 2017*, we enclose the Auditor General's auditor's report, together with the audited annual financial report.

We have also forwarded the reports to the CEO and the Minister, as required by the Act. The CEO is required to publish the annual report, including the auditor's report and the audited financial report, on your Shire's official website within 14 days after the annual report has been accepted by your Council.

The result of the audit was satisfactory. Please note that the purpose of our audit was to express an opinion on the financial report. The audit included consideration of internal control relevant to the preparation of the financial report in order to design audit procedures that were appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of internal control.

An audit is not designed to identify all internal control deficiencies that may require management attention. It is possible that irregularities and deficiencies may have occurred and not been identified as a result of our audit.

This letter has been provided for the purposes of the Shire and the Minister for Local Government and may not be suitable for other purposes.

I would like to take this opportunity to thank you, the management and the staff of the Shire for their cooperation with the audit team during our audit.

Feel free to contact me on 6557 7536 if you would like to discuss any matters concerning the audit.

Yours faithfully

EFTHALIA SAMARAS DIRECTOR FINANCIAL AUDIT

05 December 2018

Attach



### **MOORE STEPHENS**



**Audit Concluding Memorandum** 

**Shire of Kellerberrin** 

Year Ended 30 June 2018

elcome to

ELLERBER

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### 1. Executive Summary

Introduction	Moore Stephens has been engaged by the Office of Auditor General (OAG) Western Australia to perform an audit of the Shire of Kellerberrin's (the Shire) annual financial report for the year ended 30 June 2018.	
	The key purpose of this memorandum is to promote effective communication between the auditor and those charged with governance regarding the completion of the current year's audit.	
	We request management and the Audit Committee to review this document to help ensure:	
	<ul> <li>the Shire concurs with the matters raised (if any), and</li> <li>there are no further significant considerations or matters that could impact the audit and the financial report.</li> </ul>	
	This document is strictly confidential and although it has been made available to management and those charged with governance to facilitate discussions, it may not be taken as altering our responsibilities to the Shire arising under our audit contract with the OAG.	
	The contents of this document should not be disclosed to third parties without our prior written consent.	
Audit Status and Report	We are pleased to advise that we have substantially completed our audit of the Shire's financial report for the year ended 30 June 2018.	
	We will recommend OAG to issue an unqualified opinion on the audit of the Shire's financial report.	
	In addition, we found there were no matters to be reported in accordance with Reg 10(3) of the Local Government (Audit) Regulations 1996.	
Key Audit Risks or Focus Areas	We identified key audit risks or audit focus areas as part of our risk assessment procedures undertaken throughout the audit.	
	We are pleased to advise we have satisfactorily completed our audit procedures designed to address those risks and the outcomes met our audit objectives. Particulars of the key audit risks and results of the relevant procedures performed are detailed in Section 2 of this memorandum.	
Summary of Audit Differences	We did not identify any non-trivial uncorrected audit differences.	
Internal Controls Relevant to Audit	We did not identify any significant deficiencies in internal controls during the year- end audit. Any deficiencies that were noted were included in the formal management letter issued after the interim audit. One finding will be reported in the audit report. A summary of the findings is provided at Section 3 of this memorandum.	

### 1. Executive Summary (Continued)

### **Other Key Matters**

We confirm we have no issues in relation to audit independence, irregularities and illegal acts, non-compliance with laws and regulations, appropriateness of accounting policies and liaison with management.

We have also provided a brief summary of the new accounting standards that may impact the Shire in the future periods for your due considerations at Appendix 1.

### 2. Key Audit Risks and Focus Areas

As part of our risk assessment, we identified key audit risks based on our extensive knowledge of the Shire, the industry and issues faced by metropolitan local governments. This risk assessment process is designed to ensure that we focus our audit work on the areas of highest risk.

This risk assessment and our responses have been updated throughout the engagement to ensure that all areas of material risk are addressed by our audit.

Set out below is an overview of what we have identified as the key audit risks and focus areas for the audit of the Shire's financial report for the year ended 30 June 2018. The table below also includes our audit procedures performed to address these risks together with the outcomes.

**RISK AREAS** 

### **AUDIT PROCEDURES TO ADDRESS RISK**

CONCLUSIONS

### PROPERTY, PLANT AND EQUIPMENT INFRASTRUCTURE

The Shire was due for an infrastructure revaluation in the current year. This is a significant industry risk given the judgement applied in determining fair values as well as depreciation expense in accordance with legislation and AASB 13: Fair Value Measurement.

The valuation of the Shire's infrastructure assets resulted in an increment of \$19.4mil.

The following is a broad outline of our approach: Property, Plant and Equipment and Infrastructure

- Documented and tested key audit controls around Property, Plant and Equipment and Infrastructure balances.
- Assessed accounting policies associated with fair value assessments and ensured they are in accordance with accounting standards.
- Reviewed revaluations, including evaluation of management's expertise/experience.
- Ensured valuation methodology and assumptions used were reasonable.
- Substantively tested all additions to the asset classes.
- Reviewed impairment assessments.
- Reviewed fair value disclosures to ensure in accordance with AASB13 requirements.

### Depreciation and amortisation

- Understood and documented depreciation policies relevant to the various asset classes.
- Documented and tested key audit controls around the calculation of depreciation/amortisation.
- Performed depreciation recalculations based on our sampling approach.
- Performed substantive analytical procedures.
- In addition, given our industry experience, reviewed the determination of applicable depreciation rates and reasonableness in light of any revaluations.

Based on work performed, we are satisfied the Shire's fixed assets in particular the revaluation of infrastructure and the associated revaluation surplus are fairly stated and disclosed in the 2018 financial report.

RISK AREAS AUDIT PROCEDURES TO ADDRESS RISK CONCLUSIONS

### **EMPLOYEE BENEFIT PROVISIONS**

Provisions for annual leave and long service leave involve a degree of management estimation and uncertainty in their calculation in respect of inflation rates, discount factors, timing and probabilities of settlement. There is risk these liabilities may not be captured completely and recognised in accordance with AASB 119: Employee Benefits.

As at 30 June 2018, the Shire reported a total provision of \$228k.

We documented and tested key audit controls and Based on work performed, we performed walkthroughs of the systems with a view are satisfied the Shire's to rely on the internal controls. We performed employee benefits provisions substantive test of detail utilising our sampling are fairly stated and disclosed methodology as well as year-end analytical review to in the 2018 financial report. add to the level of audit assurance obtained.

We also reviewed employee benefit provisions to ensure they are consistent with the payroll records and calculated in accordance with AASB119.

### **RISK AREAS**

### **AUDIT PROCEDURES TO ADDRESS RISK**

**CONCLUSIONS** 

### **REVENUE**

The Shire's main sources of revenue are:

- government grants;
- rates; and
- Other fee for service revenue streams.

Given the variety of revenue streams, there is a risk that revenue may not be recognised with relevant accounting standards.

For the year ended 30 June 2018, the Shire has recognised:

Rates	\$2mil
Operating	\$2.mil
grants,	
subsidies and	
contributions	
Non-	\$2.3mil
Operating	
grants,	
subsidies and	
contributions	
Fees and	\$0.7mil
Charges	

Given the nature of local government grants, we Based on work performed, we substantively tested this revenue to third party are satisfied the Shire's documentation and vouched receipt of funds in revenue is fairly stated and accordance with our methodology. Also performed analytical review report. procedures.

With respect to Rates, we performed substantive analytical procedures whereby we documented and evaluated the reliability of data from which our expectation of recorded amounts is developed, taking account of source, comparability, and nature and relevance of information available, and controls over preparation. We also performed test of details utilising our sampling methodology as well as yearend analytical review to add to the level of assurance obtained.

We also reviewed the design and implementation of controls of all main sources of revenue including the rates systems.

As part of these procedures, we performed cut-off testing to help ensure revenue is correctly recognised and recorded.

In addition, we considered the impact AASB 15 will have on the local government industry and have assessed the comments regarding the impact in the financial report.

We considered the nature, complexity and materiality of the revenue transactions in the process of identifying the risk of fraud in revenue.

established sampling disclosed in the 2018 financial

### **RISK AREAS**

### **AUDIT PROCEDURES TO ADDRESS RISK**

### **CONCLUSIONS**

### **EXPENDITURE**

Expenditure forms a large part of a local government's operations. This takes the form of both operating and capital expenditure.

For the year ended 30 June 2018, the Shire has recognised:

Employee	\$1.9mil
costs	
Materials and	\$0.7mil
contracts	
Depreciation	\$2.4mil

For the testing of expenditure, we documented and Based on work performed, we key audit controls and performed are satisfied that the Shire's walkthroughs of the systems with a view to rely on expenditure is fairly stated internal controls.

We performed substantive tests of detail based on our sampling methodology as well as year-end analytical review to add to the level of assurance obtained.

We paid particular attention to the cost allocation methodology associated with administration allocations, Public Works Overheads and Plant Operating Costs to ensure these are properly allocated as they impact the split between operational and capital expenditure.

Specific attention was paid to credit cards, particularly in light of history and our experience of the industry.

and disclosed in the 2018 financial report.

### MANAGEMENT OVERRIDE **CONTROLS**

Management is involved in day to day operations and monitoring of the business, which gives them ability to manipulate records accounting and manipulate financial disclosures by overriding controls in place. Due to the unpredictable way in which such override could occur, this leads to potential fraud risk.

The following procedures were performed:

- Reviewed journal entries and other adjustments are satisfied that the risk of for evidence of possible material misstatements fraud from management due to fraud:
- Reviewed accounting estimates and application an acceptable level. of accounting policies for evidence of bias or aggressive accounting practices; and
- significant or unusual transactions, evaluated the business rationale (or the lack thereof) for evidence of fraudulent financial reporting or misappropriation of assets.

Based on work performed, we override has been reduced to

### **RELATED PARTY DISCLOSURE**

This was a new area of disclosure governments commencing for the year ended 30 June 2017.

We reviewed the processes to ensure the required Based on work performed, we disclosures were adequately addressed and a robust are satisfied that related system is in place.

Ensured related party transactions are on an arms' properly disclosed and at length basis.

party transactions arms' length basis.

RISK AREAS	AUDIT PROCEDURES TO ADDRESS RISK	CONCLUSIONS	
SIGNIFICANT ADVERSE TRENDS			
Reporting of any material matters that indicate significant adverse trends in the financial position or the financial management practices of the Shire relating to the requirements of Local Government (Audit) Regulation 10(3)(a).	We used the statutory ratios disclosed and compared them against industry benchmarks and previously reported ratios in accordance with the OAG's guideline. We also assessing how the ratios impact the operations of the Shire.  We also considered whether any breakdowns in systems or procedures highlighted or were indicative of a significant adverse trend in the financial management practices of the Shire.	Based on work performed, nothing has come to our attention to indicate that there are significant adverse trends in the financial position or the financial management practices of the Shire.	

### **Summary of Audit Differences**

We are required by the auditing standards to communicate all differences (other than clearly trivial) that we noted during the audit.

The table below summarises the impact of audit adjustments, affecting the statement of comprehensive income, arising from the audit.

	Effect on net result Increase/(decrease) A\$'s
Factual	
Depreciation effect on revaluation of Roads, Drainage and Footpath (corrected in the latest valuation report)	(1,102,217)
Error in accounting of FBT amount (30 June 2018)	(10,983)
	(1,113,200)

There are no unadjusted errors arising from the audit.

### **Internal Controls Relevant to Audit**

As part of our planned audit approach, we have evaluated the Shire's system of internal controls primarily to enable us to determine the appropriate nature and extent of our procedures.

This, however, does not constitute a comprehensive review. Accordingly, the Audit Committee may wish to discuss with management any matters they may have raised with respect to particular systems, which may necessitate a more comprehensive review.

It should be appreciated that our audit procedures are designed primarily to enable us to form an opinion on the financial statements and therefore may not bring to light all weaknesses in systems and procedures which may exist. However, we aim to use our knowledge of the Shire's organisation gained during our work to make comments and suggestions which, we hope, will be useful to you.

The table below provides a summary of the findings that were included in the formal management letter issued after the interim audit:

FINDINGS		RATING		
		Significant	Moderate	Minor
1.	Review of the Payroll system revealed instances where the employees had not signed their contracts of employment with the Shire.		✓	
2.	While journal entries are being reviewed by the CEO, there is no evidence that supports this review.		✓	
3.	Sample testing of payment transactions noted:  a. three instances where the purchase orders were raised after the supplier tax invoices were received; and  b. one instance where a purchase order was not raised at all.		<b>*</b>	
4.	Review of the annual returns and primary returns of Councillors and Staff noted five annual returns contained sections which had been left blank.			✓
5.	The annual financial report for the year ended 30 June 2017 was not submitted to the Department of Local Government, Sport and Cultural Industries within 30 days of receiving the auditor's report.			<b>√</b>
6.	Review of the Shire's asset management plans (AMPs) noted they did not include the yearly totals of planned capital renewal expenditure covering the next 10 years from financial year ended 30 June 2018.			<b>✓</b>
7.	A copy of the budget review was not submitted to the Department of Local Government, Sport and Cultural Industries within 30 days of adoption by Council.		<b>√</b>	
8.	Whilst the local public notice of Council's intention to impose differential rates was given, Council had adopted the differential rates prior to the expiry of the 21 days' notice period without considering any submissions from electors or ratepayers.		<b>√</b>	

Please note finding No.2 will be included in the audit report.

### **Other Key Matters**

In accordance with Auditing Standards, we are required to communicate a number of matters with those charged with governance which is covered in the table below.

Matters Considered	Outcome
Ethics and Independence	We have obtained independence declarations from all staff engaged in the audit. We also have policies and procedures in place
	We confirm that to the best of our knowledge, we met the relevant ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 Code of Ethics for Professional Accountants (the Code) that are relevant to my audit of the financial report.
	We have further considered the safeguards the Moore Stephens Australia network has in place and we are not aware of any services being provided that would compromise our independence as external auditor.
Fraud and Compliance with Laws and Regulations	We have enquired with the Management regarding the existence of fraud and/or non-compliance with laws and regulations. We have also reviewed the general ledger and minutes for evidence of these.
	Based on the confirmation obtained from the Management and work performed we are confident that the risk of fraud in relation to financial reporting and non-compliance with laws and regulations is low and have not identified any reportable matters for your attention.
Appropriateness of Accounting Policies	Based on the work performed, we are satisfied that accounting policies used for the preparation of financial report are acceptable financial reporting framework and in accordance with the requirements of the Act, the Regulations and, to the extent that they are not inconsistent with the Act, Australian Accounting Standards.
Appropriateness of the Use of Going Concern Basis of Accounting	Based on the audit evidence obtained up to the date of our auditor's report, we are not aware of material uncertainty exists related to events or conditions that may cast significant doubt on the Shire's ability to continue as a going concern.
Liaison with Management	We had no disagreements with management about significant audit, accounting or disclosures matters.
	There were no difficulties encountered in dealing with management related to the performance of the audit.
New Accounting Standards for Future Periods	Please refer Appendix 1 of this document.

### **Appendix 1: Recent Regulatory and Technical Developments**

The AASB has issued a number of new and amended Accounting Standards and Interpretations that have mandatory application dates for current or future reporting periods, some of which are relevant to the Shire.

The new and amended pronouncements that are relevant to the Shire are set out as follows:

Title	Issued / Complied	Applicable (1)	Objective
AASB 9 Financial Instruments (incorporating AASB 2014-7 and AASB 2014- 8)	December 2014	1 January 2018	This Standard is to improve and simplify the approach for classification and measurement of financial assets compared with the requirements of AASB 139.
AASB 15 Revenue from Contracts with Customers	December 2014	1 January 2019	This Standard establishes principles for entities to apply to report useful information to users of financial statements about the nature, amount, timing and uncertainty of revenue and cash flows arising from a contract with a customer.  The effect of this Standard will depend upon the nature of future transactions the Shire has with those third parties it has dealings with. It may or may not be significant.
AASB 16 Leases	February 2016	1 January 2019	Under this Standard there is no longer a distinction between finance and operating leases. Lessees will now bring to account a right-to-use asset and lease liability onto their statement of financial position for all leases. Effectively this means the vast majority of operating leases as defined by the current AASB 117 Leases which currently do not impact the statement of financial position will be required to be capitalised on the statement of financial position once AASB 16 is adopted.
			Currently, operating lease payments are expensed as incurred. This will cease and will be replaced by both depreciation and interest charges.
AASB 1058 Income of Not-for-Profit Entities (incorporating AASB 2016-7 and AASB 2016- 8)	December 2016	1 January 2019	These standards are likely to have a significant impact on the income recognition for NFP's. Key areas for consideration are:  - Assets received below fair value;  - Transfers received to acquire or construct nonfinancial assets;  - Grants received;  - Prepaid rates;  - Leases entered into at below market rates; and  - Volunteer services.

Notes:  ${}^{(1)}$  Applicable to reporting periods commencing on or after the given date.

The impact of these standards, if any, on the Shire's financial statements in future periods had been assessed by the management and disclosed in Note 1 to the 2018 annual financial report.

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### INDEPENDENT AUDITOR'S REPORT

To the Council of the Shire of Kellerberrin

Report on the Audit of the Financial Report

**Opinion** 

I have audited the annual financial report of the Shire of Kellerberrin which comprises the Statement of Financial Position as at 30 June 2018, the Statement of Comprehensive Income by Nature or Type, Statement of Comprehensive Income by Program, Statement of Changes in Equity, Statement of Cash Flows and Rate Setting Statement for the year then ended, and notes comprising a summary of significant accounting policies and other explanatory information, and the Statement by the Chief Executive Officer.

In my opinion the annual financial report of the Shire of Kellerberrin:

- (i) is based on proper accounts and records; and
- (ii) fairly represents, in all material respects, the results of the operations of the Shire of Kellerberrin for the year ended 30 June 2018 and its financial position at the end of that period in accordance with the *Local Government Act 1995* (the Act) and, to the extent that they are not inconsistent with the Act, Australian Accounting Standards.

Basis for Opinion

I conducted my audit in accordance with Australian Auditing Standards. My responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of my report. I am independent of the Shire of Kellerberrin in accordance with the *Auditor General Act 2006* and the relevant ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants* (the Code) that are relevant to my audit of the financial report. I have also fulfilled my other ethical responsibilities in accordance with the Code. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Emphasis of Matter - Basis of Accounting

I draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report has been prepared for the purpose of fulfilling the Shire's financial reporting responsibilities under the Act. Regulation 16 of the Local Government (Financial Management) Regulations 1996 (Regulations), does not allow a local government to recognise some categories of land, including land under roads, as assets in the annual financial report. My opinion is not modified in respect of this matter.

Responsibilities of the Chief Executive Officer and Council for the Financial Report
The Chief Executive Officer (CEO) of the Shire is responsible for the preparation and fair
presentation of the annual financial report in accordance with the requirements of the Act, the
Regulations and, to the extent that they are not inconsistent with the Act, Australian Accounting
Standards. The CEO is also responsible for such internal control as the CEO determines is
necessary to enable the preparation of a financial report that is free from material misstatement,
whether due to fraud or error.

In preparing the financial report, the CEO is responsible for assessing the Shire's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the State government has made decisions affecting the continued existence of the Shire.

The Council is responsible for overseeing the Shire's financial reporting process.

### Auditor's Responsibility for the Audit of the Financial Report

The objectives of my audit are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial report.

As part of an audit in accordance with Australian Auditing Standards, I exercise professional judgment and maintain professional scepticism throughout the audit. I also:

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Shire's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the CEO.
- Conclude on the appropriateness of the CEO's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Shire's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my auditor's report, as we cannot predict future events or conditions that may have an impact.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

I communicate with the Council and the CEO regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that I identify during my audit.

### Report on Other Legal and Regulatory Requirements

In accordance with the Local Government (Audit) Regulations 1996 I report that:

- (i) The following material matters indicating non-compliance with Part 6 of the *Local Government Act 1995*, the Local Government (Financial Management) Regulations 1996 or applicable financial controls of any other written law were identified during the course of my audit:
  - a. Accounting journal entries were posted by one employee, without evidence of them being reviewed by a senior staff member independent of preparation. Accounting journals can represent significant adjustments to previously approved accounting transactions, and should therefore be appropriately reviewed and approved.
- (ii) All required information and explanations were obtained by me.
- (iii) All audit procedures were satisfactorily completed.
- (iv) In my opinion, the asset consumption ratio and the asset renewal funding ratio included in the annual financial report were supported by verifiable information and reasonable assumptions.

### **Other Matter**

The financial report of the Shire for the year ended 30 June 2017 was audited by another auditor who expressed an unmodified opinion on that financial report. The financial ratios for 2017 and 2016 in Note 27 of the audited financial report were included in the supplementary information and/or audited financial report for those years.

### Matters Relating to the Electronic Publication of the Audited Financial Report

This auditor's report relates to the annual financial report of the Shire for the year ended 30 June 2018 included on the Shire's website. The Shire's management is responsible for the integrity of the Shire's website. This audit does not provide assurance on the integrity of the Shire's website. The auditor's report refers only to the financial report described above. It does not provide an opinion on any other information which may have been hyperlinked to/from this financial report. If users of the financial report are concerned with the inherent risks arising from publication on a website, they are advised to refer to the hard copy of the audited financial report to confirm the information contained in this website version of the financial report.

SANDRA LABUSCHAGNE

ACTING DEPUTY AUDITOR GENERAL

FOR WESTERN AUSTRALIA

Perth, Western Australia

CS December 2018