

# **SHIRE OF COCOS (KEELING) ISLANDS**

## **ANNUAL BUDGET**

### **FOR THE YEAR ENDED 30 JUNE 2023**

#### **LOCAL GOVERNMENT ACT 1995**

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#### **SHIRE'S VISION**

Working together to advance our islands.

**SHIRE OF COCOS (KEELING) ISLANDS**  
**STATEMENT OF COMPREHENSIVE INCOME BY NATURE OR TYPE**  
**FOR THE YEAR ENDED 30 JUNE 2023**

|   | NOTE  | Shire<br>Budget  | 1979 Trust<br>Budget | 1984 Trust<br>Budget | 2022/23<br>Budget | Shire<br>Actual  | 1979 Trust<br>Actual | 1984 Trust<br>Actual | 2021/22<br>Actual | 2021/22<br>Budget |
|---|-------|------------------|----------------------|----------------------|-------------------|------------------|----------------------|----------------------|-------------------|-------------------|
|   |       |                  |                      |                      | \$                |                  |                      |                      | \$                | \$                |
| <b>Revenue</b>  |       |                  |                      |                      |                   |                  |                      |                      |                   |                   |
| Rates   | 2(a)  | 442,694          | 0                    | 0                    | 442,694           | 430,999          | 0                    | 0                    | 430,999           | 430,752           |
| Operating grants, subsidies and contributions                             | 10    | 4,909,182        | 0                    | 0                    | 4,909,182         | 4,677,341        | 0                    | 0                    | 4,677,341         | 4,353,103         |
| Fees and charges  | 13    | 480,731          | 488,779              | 141,764              | 1,111,274         | 562,878          | 511,782              | 133,832              | 1,208,492         | 1,009,660         |
| Interest earnings   | 11(a) | 11,288           | 0                    | 0                    | 11,288            | 8,618            | 0                    | 0                    | 8,618             | 20,650            |
| Other revenue   | 11(b) | 60,400           | 110,000              | 0                    | 170,400           | 126,803          | 118,099              | 0                    | 244,902           | 112,000           |
|   |       | 5,904,295        | 598,779              | 141,764              | 6,644,838         | 5,806,639        | 629,881              | 133,832              | 6,570,352         | 5,926,165         |
| <b>Expenses</b>   |       |                  |                      |                      |                   |                  |                      |                      |                   |                   |
| Employee costs  |       | (3,439,581)      | (84,012)             | (38,859)             | (3,562,452)       | (3,112,813)      | (37,693)             | (36,057)             | (3,186,562)       | (2,977,241)       |
| Materials and contracts   |       | (1,459,711)      | (7,200)              | (23,000)             | (1,489,911)       | (1,359,816)      | (66,805)             | (89,247)             | (1,515,868)       | (1,854,513)       |
| Utility charges   |       | (48,540)         | (49,800)             | (6,200)              | (104,540)         | (57,008)         | (48,966)             | (15,066)             | (121,041)         | (159,500)         |
| Depreciation on non-current assets  | 6     | (1,168,037)      | (349,963)            | (56,484)             | (1,574,485)       | (1,141,189)      | (343,377)            | (55,421)             | (1,539,987)       | (1,472,400)       |
| Interest expenses   | 11(d) | 0                | 0                    | 0                    | 0                 | (487)            | 0                    | 0                    | (487)             | 0                 |
| Insurance expenses  |       | (171,410)        | (295,070)            | (47,303)             | (513,782)         | (134,448)        | (252,279)            | (19,136)             | (405,862)         | (506,178)         |
| Other expenditure   |       | (109,000)        | 0                    | 0                    | (109,000)         | (54,953)         | 0                    | 0                    | (54,953)          | (50,000)          |
| Interfund Transfer  |       | (126,722)        | 138,125              | (11,403)             | 0                 | 99,621           | (224,138)            | 124,517              | 0                 | 0                 |
|   |       | (6,523,001)      | (647,920)            | (183,248)            | (7,354,170)       | (5,761,092)      | (973,257)            | (90,410)             | (6,824,760)       | (7,019,832)       |
|   |       | (618,706)        | (49,141)             | (41,484)             | (709,332)         | 45,547           | (343,377)            | 43,422               | (254,408)         | (1,093,667)       |
| Non-operating grants, subsidies and contributions                         | 10    | 2,132,684        | 0                    | 0                    | 2,132,684         | 970,891          | 0                    | 0                    | 970,891           | 761,000           |
| Profit on asset disposals   | 5(b)  | 21,225           | 0                    | 0                    | 21,225            | 28,500           | 0                    | 0                    | 28,500            | 0                 |
| Loss on asset disposals   | 5(b)  | (13,928)         | 0                    | 0                    | (13,928)          | 0                | 0                    | 0                    | 0                 | 0                 |
|   |       | 2,139,981        | 0                    | 0                    | 2,139,981         | 999,391          | 0                    | 0                    | 999,391           | 761,000           |
| <b>Net result for the period</b>  |       | <b>1,521,275</b> | <b>(49,141)</b>      | <b>(41,484)</b>      | <b>1,430,649</b>  | <b>1,044,938</b> | <b>(343,377)</b>     | <b>43,422</b>        | <b>744,983</b>    | <b>(332,667)</b>  |
| <b>Other comprehensive income</b>   |       |                  |                      |                      |                   |                  |                      |                      |                   |                   |
| <i>Items that will not be reclassified subsequently to profit or loss</i> |       |                  |                      |                      |                   |                  |                      |                      |                   |                   |
| Changes in asset revaluation surplus                                      |       | 0                | 0                    | 0                    | 0                 | 0                | 0                    | 0                    | 0                 | 0                 |
| <b>Total other comprehensive income for the period</b>                    |       | <b>0</b>         | <b>0</b>             | <b>0</b>             | <b>0</b>          | <b>0</b>         | <b>0</b>             | <b>0</b>             | <b>0</b>          | <b>0</b>          |
| <b>Total comprehensive income for the period</b>                          |       | <b>1,521,275</b> | <b>(49,141)</b>      | <b>(41,484)</b>      | <b>1,430,649</b>  | <b>1,044,938</b> | <b>(343,377)</b>     | <b>43,422</b>        | <b>744,983</b>    | <b>(332,667)</b>  |

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

**SHIRE OF COCOS (KEELING) ISLANDS**  
**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED 30 JUNE 2023**

|  | NOTE | 2022/23<br>Budget | 2021/22<br>Actual | 2021/22<br>Budget |
|--|------|-------------------|-------------------|-------------------|
|  |      | \$                | \$                | \$                |
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>                |      |                   |                   |                   |
| <b>Receipts</b>  |      |                   |                   |                   |
| Rates  |      | 447,694           | 447,516           | 430,752           |
| Operating grants, subsidies and contributions              |      | 5,209,182         | 4,755,296         | 4,703,103         |
| Fees and charges   |      | 480,731           | 562,878           | 1,009,660         |
| Interest received  |      | 11,288            | 8,618             | 20,650            |
| Other revenue  |      | 60,400            | 126,803           | 112,000           |
| Net Interfund receipts                                     |      | 0                 | 99,621            | 0                 |
|  |      | 6,209,295         | 6,000,732         | 6,276,165         |
| <b>Payments</b>  |      |                   |                   |                   |
| Employee costs   |      | (3,439,581)       | (3,112,813)       | (2,977,242)       |
| Materials and contracts                                    |      | (1,459,711)       | (1,500,781)       | (1,854,513)       |
| Utility charges  |      | (48,540)          | (57,008)          | (159,500)         |
| Interest expenses  |      | 0                 | (487)             |                   |
| Insurance paid   |      | (171,410)         | (134,448)         | (506,177)         |
| Other expenditure  |      | (109,000)         | (54,953)          | (50,000)          |
| Net Interfund payments                                     |      | (126,722)         | 0                 | 0                 |
|  |      | (5,354,964)       | (4,860,489)       | (5,547,432)       |
| <b>Net cash provided by (used in) operating activities</b> | 4    | 854,331           | 1,140,243         | 728,733           |
| <b>CASH FLOWS FROM INVESTING ACTIVITIES</b>                |      |                   |                   |                   |
| Payments for purchase of property, plant & equipment       | 5(a) | (3,721,762)       | (1,266,801)       | (2,631,240)       |
| Payments for construction of infrastructure                | 5(a) | (270,276)         | (497,668)         | (293,160)         |
| Non-operating grants, subsidies and contributions          |      | 1,601,684         | 1,433,521         | 761,000           |
| Proceeds from sale of property, plant and equipment        | 5(b) | 27,592            | 28,500            | 0                 |
| <b>Net cash provided by (used in) investing activities</b> |      | (2,362,762)       | (302,448)         | (2,163,400)       |
| <b>Net increase (decrease) in cash held</b>                |      | (1,508,431)       | 837,795           | (1,434,667)       |
| Cash at beginning of year                                  |      | 4,392,866         | 3,555,072         | 3,555,322         |
| <b>Cash and cash equivalents at the end of the year</b>    | 4    | <b>2,884,435</b>  | <b>4,392,867</b>  | <b>2,120,655</b>  |

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

**SHIRE OF COCOS (KEELING) ISLANDS**  
**RATE SETTING STATEMENT**  
**FOR THE YEAR ENDED 30 JUNE 2023**

|  | Shire             | 1979 Trust        | 1984 Trust        |                   | Shire             | 1979 Trust        | 1984 Trust        |                   |                   |
|--|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|
| NOTE   | 2022/23<br>Budget | 2022/23<br>Budget | 2022/23<br>Budget | 2022/23<br>Budget | 2021/22<br>Actual | 2021/22<br>Actual | 2021/22<br>Actual | 2021/22<br>Actual | 2021/22<br>Budget |
|  |                   |                   |                   | \$                |                   |                   |                   | \$                | \$                |
| <b>OPERATING ACTIVITIES</b>  |                   |                   |                   |                   |                   |                   |                   |                   |                   |
| Net current assets at start of financial year - surplus/(deficit)      | 3                 | 467,014           | 0                 | 0                 | 467,014           | 703,813           | 0                 | 0                 | 837,862           |
|  |                   | 467,014           | 0                 | 0                 | 467,014           | 703,813           | 0                 | 0                 | 837,862           |
| <b>Revenue from operating activities (excluding rates)</b>             |                   |                   |                   |                   |                   |                   |                   |                   |                   |
| Operating grants, subsidies and contributions                          | 10                | 4,909,182         | 0                 | 0                 | 4,909,182         | 4,677,341         | 0                 | 0                 | 4,353,103         |
| Fees and charges   | 13                | 480,731           | 488,779           | 141,764           | 1,111,274         | 562,878           | 511,782           | 133,832           | 1,009,660         |
| Interest earnings  | 11(a)             | 11,288            | 0                 | 0                 | 11,288            | 8,618             | 0                 | 0                 | 20,650            |
| Other revenue  | 11(b)             | 60,400            | 110,000           | 0                 | 170,400           | 126,803           | 118,099           | 0                 | 112,000           |
| Profit on asset disposals  | 5(b)              | 21,225            | 0                 | 0                 | 21,225            | 28,500            | 0                 | 0                 | 0                 |
|  |                   | 5,482,826         | 598,779           | 141,764           | 6,223,369         | 5,404,140         | 629,881           | 133,832           | 5,495,413         |
| <b>Expenditure from operating activities</b>                           |                   |                   |                   |                   |                   |                   |                   |                   |                   |
| Employee costs   |                   | (3,439,581)       | (84,012)          | (38,859)          | (3,562,452)       | (3,112,813)       | (37,693)          | (36,057)          | (2,977,241)       |
| Materials and contracts  |                   | (1,459,711)       | (7,200)           | (23,000)          | (1,489,911)       | (1,359,816)       | (66,805)          | (89,247)          | (1,854,513)       |
| Utility charges  |                   | (48,540)          | (49,800)          | (6,200)           | (104,540)         | (57,008)          | (48,966)          | (15,066)          | (159,500)         |
| Depreciation on non-current assets                                     | 6                 | (1,168,037)       | (349,963)         | (56,484)          | (1,574,485)       | (1,141,189)       | (343,377)         | (55,421)          | (1,472,400)       |
| Interest expenses  | 11(d)             | 0                 | 0                 | 0                 | 0                 | (487)             | 0                 | 0                 | 0                 |
| Insurance expenses   |                   | (171,410)         | (295,070)         | (47,303)          | (513,782)         | (134,448)         | (252,279)         | (19,136)          | (506,178)         |
| Other expenditure  |                   | (109,000)         | 0                 | 0                 | (109,000)         | (54,953)          | 0                 | 0                 | (50,000)          |
| Inter-trust transfer   |                   | 189,100           | (162,697)         | (26,403)          | 0                 | 198,464           | (224,138)         | 25,674            | 0                 |
| Loss on asset disposals  | 5(b)              | (13,928)          | 0                 | 0                 | (13,928)          | 0                 | 0                 | 0                 | 0                 |
|  |                   | (6,221,107)       | (948,742)         | (198,248)         | (7,368,098)       | (5,662,250)       | (973,258)         | (189,253)         | (7,019,832)       |
| Non-cash amounts excluded from operating activities                    | 3(b)              | 1,160,740         | 349,963           | 56,484            | 1,567,188         | 1,112,689         | 343,377           | 55,421            | 1,472,400         |
| <b>Amount attributable to operating activities</b>                     |                   | 889,473           | 0                 | 0                 | 889,473           | 1,558,392         | 0                 | 0                 | 785,843           |
| <b>INVESTING ACTIVITIES</b>  |                   |                   |                   |                   |                   |                   |                   |                   |                   |
| Non-operating grants, subsidies and contributions                      | 10                | 2,132,684         | 0                 | 0                 | 2,132,684         | 970,891           | 0                 | 0                 | 761,000           |
| Payments for property, plant and equipment                             |                   | (3,721,762)       | (300,822)         | (15,000)          | (4,037,584)       | (1,266,801)       | 0                 | (98,843)          | (2,631,240)       |
| Payments for construction of infrastructure                            | 5(a)              | (270,276)         | 0                 | 0                 | (270,276)         | (497,668)         | 0                 | 0                 | (293,160)         |
| Proceeds from disposal of assets                                       | 5(b)              | 27,592            | 0                 | 0                 | 27,592            | 28,500            | 0                 | 0                 | 0                 |
| Inter-trust transfer   |                   | (315,822)         | 300,822           | 15,000            | 0                 | (98,843)          | 0                 | 98,843            | 0                 |
| <b>Amount attributable to investing activities</b>                     |                   | (2,147,584)       | 0                 | 0                 | (2,147,584)       | (863,921)         | 0                 | 0                 | (2,163,400)       |
| Non-cash amounts excluded from investing activities                    | 3(c)              |                   |                   |                   | 0                 |                   |                   |                   | 0                 |
| <b>Amount attributable to investing activities</b>                     |                   | (2,147,584)       | 0                 | 0                 | (2,147,584)       | (863,921)         | 0                 | 0                 | (2,163,400)       |
| <b>FINANCING ACTIVITIES</b>  |                   |                   |                   |                   |                   |                   |                   |                   |                   |
| Transfers to cash backed reserves (restricted assets)                  | 8(a)              | (7,788)           | 0                 | 0                 | (7,788)           | (1,158,457)       | 0                 | 0                 | (315,150)         |
| Transfers from cash backed reserves (restricted assets)                | 8(a)              | 823,204           | 0                 | 0                 | 823,204           | 500,000           | 0                 | 0                 | 1,261,955         |
| <b>Amount attributable to financing activities</b>                     |                   | 815,416           | 0                 | 0                 | 815,416           | (658,457)         | 0                 | 0                 | 946,805           |
| <b>Budgeted deficiency before general rates</b>                        |                   | (442,695)         | 0                 | 0                 | (442,695)         | 36,014            | 0                 | 0                 | (430,752)         |
| <b>Estimated amount to be raised from general rates</b>                | 2(a)              | 442,695           | 0                 | 0                 | 442,695           | 430,999           | 0                 | 0                 | 430,752           |
| <b>Net current assets at end of financial year - surplus/(deficit)</b> | 3                 | 0                 | 0                 | 0                 | 0                 | 467,013           | 0                 | 0                 | 0                 |

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

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SHIRE OF COCOS (KEELING) ISLANDS  
NOTES TO AND FORMING PART OF THE BUDGET  
FOR THE YEAR ENDED 30 JUNE 2023

1 (a) BASIS OF PREPARATION

The annual budget has been prepared in accordance with Australian Accounting Standards (as they apply to local governments and not-for-profit entities) and interpretations of the Australian Accounting Standards Board, and the *Local Government Act 1995* and accompanying regulations.

The *Local Government Act 1995* and accompanying Regulations take precedence over Australian Accounting Standards where they are inconsistent.

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

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

Financial reporting disclosures in relation to assets and liabilities required by the Australian Accounting Standards have not been made unless considered important for the understanding of the budget or required by legislation.

**The local government reporting entity**

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

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

All monies held in the Trust Fund are excluded from the financial statements. A separate statement of those monies appears at Note 12 to the annual budget.

**2021/22 actual balances**

Balances shown in this budget as 2021/22 Actual are estimates as forecast at the time of preparation of the annual budget and are subject to final adjustments.

**Budget comparative figures**

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

**Comparative figures**

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

**Initial application of accounting standards**

During the budget year, the below revised Australian Accounting Standards and Interpretations are expected to be compiled, become mandatory and be applicable to its operations.

- AASB 2020-3 Amendments to Australian Accounting Standards - Annual Improvements 2018-2020 and Other Amendments
- AASB 2020-6 Amendments to Australian Accounting Standards - Classification of Liabilities as Current or Non-current - Deferral of Effective Date

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

**New accounting standards for application in future years**

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

- AASB 2021-2 Amendments to Australian Accounting Standards - Disclosure of Accounting Policies or Definition of Accounting Estimates
- AASB 2021-6 Amendments to Australian Accounting Standards - Disclosure of Accounting Policies: Tier 2 and Other Australian Accounting Standards

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

**Judgements, estimates and assumptions**

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

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

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

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

**Rounding off figures**

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

SHIRE OF COCOS (KEELING) ISLANDS  
NOTES TO AND FORMING PART OF THE BUDGET  
FOR THE YEAR ENDED 30 JUNE 2023

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

REVENUES

RATES

All rates levied under the *Local Government Act 1995*. Includes general, differential, specified area rates, minimum rates, interim rates, back rates, ex-gratia rates, less discounts and concessions offered. Exclude administration fees, interest on instalments, interest on arrears, service charges and sewerage rates.

SERVICE CHARGES

Service charges imposed under Division 6 of Part 6 of the *Local Government Act 1995*. Regulation 54 of the *Local Government (Financial Management) Regulations 1996* identifies these as television and radio broadcasting, underground electricity and neighbourhood surveillance services.

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

PROFIT ON ASSET DISPOSAL

Profit on the disposal of assets including gains on the disposal of long term investments. Losses are disclosed under the expenditure classifications.

OPERATING GRANTS, SUBSIDIES AND CONTRIBUTIONS

Refer to all amounts received as grants, subsidies and contributions that are not non-operating grants.

NON-OPERATING GRANTS, SUBSIDIES AND CONTRIBUTIONS

Amounts received specifically for the acquisition, construction of new or the upgrading of non-current assets paid to a local government, irrespective of whether these amounts are received as capital grants, subsidies, contributions or donations.

FEES AND CHARGES

Revenue (other than service charges) from the use of facilities and charges made for local government services, sewerage rates, rentals, hire charges, fee for service, photocopying charges, licences, sale of goods or information, fines, penalties and administration fees. Local governments may wish to disclose more detail such as rubbish collection fees, rental of property, fines and penalties, other fees and charges.

INTEREST EARNINGS

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

OTHER REVENUE / INCOME

Other revenue, which can not be classified under the above headings, includes dividends, discounts, and rebates. Reimbursements and recoveries should be separated by note to ensure the correct calculation of ratios.

EXPENSES

EMPLOYEE COSTS

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

MATERIALS AND CONTRACTS

All expenditures on materials, supplies and contracts not classified under other headings. These include supply of goods and materials, legal expenses, consultancy, maintenance agreements, communication expenses, advertising expenses, membership, periodicals, publications, hire expenses, rental, leases, postage and freight etc. Local governments may wish to disclose more detail such as contract services, consultancy, information technology, rental or lease expenditures.

UTILITIES (GAS, ELECTRICITY, WATER, ETC.)

Expenditures made to the respective agencies for the provision of power, gas or water. Exclude expenditures incurred for the reinstatement of roadwork on behalf of these agencies.

INSURANCE

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

LOSS ON ASSET DISPOSAL

Loss on the disposal of fixed assets includes loss on disposal of long term investments.

DEPRECIATION ON NON-CURRENT ASSETS

Depreciation and amortisation expense raised on all classes of assets.

INTEREST EXPENSES

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

OTHER EXPENDITURE

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

1 (c) KEY TERMS AND DEFINITIONS - REPORTING PROGRAMS

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

| OBJECTIVE | ACTIVITIES |
|-----------|------------|
|-----------|------------|



SHIRE OF COCOS (KEELING) ISLANDS  
NOTES TO AND FORMING PART OF THE BUDGET  
FOR THE YEAR ENDED 30 JUNE 2023

2. RATES AND SERVICE CHARGES

(a) Rating Information

| Rate Description                                | Basis of valuation     | Rate in        | Number of properties | Rateable value | 2022/23 Budgeted rate revenue | 2022/23 Budgeted interim rates | 2022/23 Budgeted back rates | 2022/23 Budgeted total revenue | 2021/22 Actual total revenue | 2021/22 Budget total revenue |
|---|------------------------|----------------|----------------------|----------------|-------------------------------|--------------------------------|-----------------------------|--------------------------------|------------------------------|------------------------------|
|   |                        | \$             |                      | \$             | \$                            | \$                             | \$                          | \$                             | \$                           | \$                           |
| (i) Differential general rates or general rates |                        |                |                      |                |                               |                                |                             |                                |                              |                              |
| <b>Gross Rental Valuations</b>                  |                        |                |                      |                | 0                             |                                |                             | 0                              |                              |                              |
| GRV - General Developed                         | Gross Rental Valuation | 0.11610        | 130                  | 2,240,160      | 260,083                       | 1,872                          | 0                           | 261,955                        | 247,121                      | 246,974                      |
| GRV - Vacant Land                               | Gross Rental Valuation | 0.23180        | 10                   | 44,400         | 10,292                        | 0                              | 0                           | 10,292                         | 12,365                       | 12,365                       |
| GRV - Business                                  | Gross Rental Valuation | 0.12250        | 42                   | 1,135,855      | 139,142                       | 0                              | 0                           | 139,142                        | 98,934                       | 98,934                       |
| GRV - Holiday Accomodation                      | N/A                    | N/A            | 0                    | 0              | 0                             | 0                              | 0                           | 0                              | 49,604                       | 49,604                       |
| <b>Sub-Total</b>                                |                        |                | 182                  | 3,420,415      | 409,517                       | 1,872                          | 0                           | 411,389                        | 408,024                      | 407,877                      |
|   |                        | <b>Minimum</b> |                      |                |                               |                                |                             |                                |                              |                              |
|   |                        | \$             |                      |                |                               |                                |                             |                                |                              |                              |
| <b>Gross Rental Valuations</b>                  |                        |                |                      |                | 0                             |                                |                             | 0                              |                              |                              |
| GRV - General Developed                         | Gross Rental Valuation | 751            | 5                    | 3,540          | 3,755                         | 0                              | 0                           | 3,755                          | 2,175                        | 2,175                        |
| GRV - Vacant Land                               | Gross Rental Valuation | 854            | 5                    | 4,270          | 4,270                         | 0                              | 0                           | 4,270                          | 4,125                        | 3,300                        |
| GRV - Business                                  | Gross Rental Valuation | 751            | 23                   | 17,273         | 17,273                        | 6,008                          | 0                           | 23,281                         | 16,675                       | 17,400                       |
| <b>Sub-Total</b>                                |                        |                | 33                   | 25,083         | 25,298                        | 6,008                          | 0                           | 31,306                         | 22,975                       | 22,875                       |
|   |                        |                | 215                  | 3,445,498      | 434,815                       | 7,880                          | 0                           | 442,695                        | 430,999                      | 430,752                      |
| <b>Total amount raised from general rates</b>   |                        |                |                      |                |                               |                                |                             | 442,695                        | 430,999                      | 430,752                      |

All land (other than exempt land) in the Shire of Cocos (Keeling) Islands is rated according to its Gross Rental Value (GRV).

The general rates detailed for the 2022/23 financial year have been determined by Council on the basis of raising the revenue required to meet the deficiency between the total estimated expenditure proposed in the budget and the estimated revenue to be received from all sources other than rates and also considering the extent of any increase in rating over the level adopted in the previous year.

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

2. RATES AND SERVICE CHARGES (CONTINUED)

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

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

| Instalment options  | Date due   | Instalment<br>plan admin<br>charge | Instalment<br>plan<br>interest<br>rate | Unpaid<br>rates<br>interest<br>rates |
|---------------------|------------|------------------------------------|--|--------------------------------------|
|                     |            | \$                                 | %                                      | %                                    |
| <b>Option one</b>   |            |                                    |  |                                      |
| Single full payment | 31/08/2022 | 0                                  | 0.0%                                   | 11.0%                                |
| <b>Option two</b>   |            |                                    |  |                                      |
| First instalment    | 31/08/2022 | 0                                  | 5.5%                                   | 11.0%                                |
| Second instalment   | 30/11/2022 | 5                                  | 5.5%                                   | 11.0%                                |
| Third instalment    | 31/01/2023 | 5                                  | 5.5%                                   | 11.0%                                |
| Fourth instalment   | 31/03/2023 | 5                                  | 5.5%                                   | 11.0%                                |

|   | 2022/23<br>Budget<br>revenue | 2021/22<br>Actual<br>revenue | 2021/22<br>Budget<br>revenue |
|---|------------------------------|------------------------------|------------------------------|
|   | \$                           | \$                           | \$                           |
| Instalment plan admin charge revenue            | 500                          | 315                          | 500                          |
| Instalment plan interest earned                 | 500                          | 742                          | 500                          |
| Unpaid rates and service charge interest earned | 3,000                        | 3,419                        | 4,000                        |
|   | 4,000                        | 4,476                        | 5,000                        |

SHIRE OF COCOS (KEELING) ISLANDS  
NOTES TO AND FORMING PART OF THE BUDGET  
FOR THE YEAR ENDED 30 JUNE 2023  
2. RATES AND SERVICE CHARGES (CONTINUED)

(c) Objectives and Reasons for Differential Rating

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

Differential general rate

| Description           | Characteristics   | Objects   | Reasons   |
|-----------------------|---|---|---|
| GRV General Developed | This category covers residential, special use and other properties where no commercial activity is occurring and is not being advertised as holiday accomodation. | The object of the rate for this category is to be the base rate by which all GRV rated properties are assessed.                   | This category has the lowest rate in the dollar as other GRV categories have a higher demand on Shire resources and vacant land is encouraged to be developed.  |
| GRV Vacant Land       | This category includes all properties that have no improvements other than merged improvements as defined in the Valuation of Land Act 1998                       | The object of the rate for this category is to encourage land owners to develop residential vacant land.                          | The Shire wants to promote and encourage land owners to develop vacant land to its full potential, thereby stimulating growth.  |
| GRV Business          | This category applies to all properties zoned commercial and industrial or on all properties where commercial activity is the main use.                           | The object of the rate is to fund the costs associated with the higher level of services provided to properties in this category. | The Shire incurs higher costs to service these areas including car park infrastructure, landscaping and other amenities as well as additional expenditure associated with tourism and economic development activities that benefit these rate payers. |

(d) Differential Minimum Payment

| Description           | Characteristics   | Objects  | Reasons   |
|-----------------------|---|--|---|
| GRV General Developed | This category covers residential, special use and other properties where no commercial activity is occurring and is not being advertised as holiday accomodation. | This payment is considered the minimum contribution for basic services and infrastructure. | This is considered to be the base minimum for GRV rated residential properties                  |
| GRV Vacant Land       | This category includes all properties that have no improvements other than merged improvements as defined in the Valuation of Land Act 1998                       | This payment is considered the minimum contribution for basic services and infrastructure. | The minimum for this category is designed to encourage land owners to develop thir vacant land. |
| GRV Business          | This category applies to all properties zoned commercial and industrial or on all properties where commercial activity is the main use.                           | This payment is considered the minimum contribution for basic services and infrastructure. | This is considered to be the base minimum for GRV rated business properties                     |

2. RATES AND SERVICE CHARGES (CONTINUED)

(e) Service Charges

The Shire does not intend to raise any service charges for the year ended 30th June 2023.

2. RATES AND SERVICE CHARGES (CONTINUED)

(f) Waivers or concessions

The Shire does not anticipate any waivers or concessions for the year ended 30th June 2023.

**SHIRE OF COCOS (KEELING) ISLANDS**  
**NOTES TO AND FORMING PART OF THE BUDGET**  
**FOR THE YEAR ENDED 30 JUNE 2023**

**3. NET CURRENT ASSETS**

|   |       | Shire        | 1979 Trust   | 1984 Trust   | 2022/23      | Shire        | 1979 Trust   | 1984 Trust   | 2021/22      | 2021/22      |
|---|-------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|
|   |       | Budget       | Budget       | Budget       | Budget       | Actual       | Actual       | Actual       | Actual       | Budget       |
|   | Note  | 30 June 2023 | 30 June 2023 | 30 June 2023 | 30 June 2023 | 30 June 2022 | 30 June 2022 | 30 June 2022 | 30 June 2022 | 30 June 2022 |
| (a) Composition of estimated net current assets                     |       |              |              |              |              |              |              |              |              |              |
|   |       |              |              |              | \$           |              |              |              | \$           | \$           |
| Current assets  |       |              |              |              |              |              |              |              |              |              |
| Cash and cash equivalents - unrestricted                            | 4     | 20,794       | 0            | 0            | 20,794       | 713,809      | 0            | 0            | 713,809      | 46,860       |
| Cash and cash equivalents - restricted                              | 4     | 2,863,641    | 0            | 0            | 2,863,641    | 3,679,057    | 0            | 0            | 3,679,057    | 2,073,795    |
| Receivables   |       | 56,013       | 0            | 0            | 56,013       | 361,013      | 0            | 0            | 361,013      | 92,111       |
| Inventories   |       | 32,751       | 0            | 0            | 32,751       | 32,751       | 0            | 0            | 32,751       | 36,024       |
|   |       | 2,973,199    | 0            | 0            | 2,973,199    | 4,786,630    | 0            | 0            | 4,786,630    | 2,248,790    |
| Less: current liabilities   |       |              |              |              |              |              |              |              |              |              |
| Trade and other payables  |       | (109,559)    | 0            | 0            | (109,559)    | (109,559)    | 0            | 0            | (109,559)    | (174,995)    |
| Unspent non-operating grants, subsidies and contributions liability |       | 0            | 0            | 0            | 0            | (531,000)    | 0            | 0            | (531,000)    | 0            |
| Employee provisions   |       | (397,904)    | 0            | 0            | (397,904)    | (397,904)    | 0            | 0            | (397,904)    | (353,444)    |
|   |       | (507,463)    | 0            | 0            | (507,463)    | (1,038,463)  | 0            | 0            | (1,038,463)  | (528,439)    |
| Net current assets  |       | 2,465,736    | 0            | 0            | 2,465,736    | 3,748,167    | 0            | 0            | 3,748,167    | 1,720,351    |
| Less: Total adjustments to net current assets                       | 3.(c) | (2,465,737)  | 0            | 0            | (2,465,737)  | (3,281,153)  | 0            | 0            | (3,281,153)  | (1,720,351)  |
| Net current assets used in the Rate Setting Statement               |       | (1)          | 0            | 0            | (1)          | 467,014      | 0            | 0            | 467,014      | 0            |

**3. NET CURRENT ASSETS (CONTINUED)**

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

**Items excluded from calculation of budgeted deficiency**

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

**(b) Non-cash amounts excluded from operating activities**

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

**Adjustments to operating activities**

| Adjustments to operating activities                        |      |           |         |        |           |           |         |        |           |           |
|--|------|-----------|---------|--------|-----------|-----------|---------|--------|-----------|-----------|
| Less: Profit on asset disposals                            | 5(b) | (21,225)  | 0       | 0      | (21,225)  | (28,500)  | 0       | 0      | (28,500)  | 0         |
| Add: Loss on disposal of assets                            | 5(b) | 13,928    | 0       | 0      | 13,928    | 0         | 0       | 0      | 0         | 0         |
| Add: Depreciation on assets                                | 6    | 1,168,037 | 349,963 | 56,484 | 1,574,485 | 1,141,189 | 343,377 | 55,421 | 1,539,987 | 1,472,400 |
| <b>Non cash amounts excluded from operating activities</b> |      | 1,160,740 | 349,963 | 56,484 | 1,567,188 | 1,112,689 | 343,377 | 55,421 | 1,511,487 | 1,472,400 |

**(c) Current assets and liabilities excluded from budgeted deficiency**

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

**Adjustments to net current assets**

|  |   |             |   |   |             |             |   |   |             |             |
|--|---|-------------|---|---|-------------|-------------|---|---|-------------|-------------|
| Less: Cash - restricted reserves                                   | 8 | (2,863,641) | 0 | 0 | (2,863,641) | (3,679,057) | 0 | 0 | (3,679,057) | (2,073,795) |
| Add: Current liabilities not expected to be cleared at end of year |   | 0           | 0 | 0 | 0           | 0           | 0 | 0 | 0           | 0           |
| - Current portion of employee benefit provisions held in reserve   |   | 397,904     | 0 | 0 | 397,904     | 397,904     | 0 | 0 | 397,904     | 353,444     |
| <b>Total adjustments to net current assets</b>                     |   | (2,465,737) | 0 | 0 | (2,465,737) | (3,281,153) | 0 | 0 | (3,281,153) | (1,720,351) |

3 (d) NET CURRENT ASSETS (CONTINUED)

SIGNIFICANT ACCOUNTING POLICIES

CURRENT AND NON-CURRENT CLASSIFICATION

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

TRADE AND OTHER PAYABLES

Trade and other payables represent liabilities for goods and services provided to the Shire prior to the end of the financial year that are unpaid and arise when the Shire of Cocos (Keeling) Islands becomes obliged to make future payments in respect of the purchase of these goods and services. The amounts are unsecured, are recognised as a current liability and are normally paid within 30 days of recognition.

PREPAID RATES

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

INVENTORIES

General

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

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

Superannuation

The Shire of Cocos (Keeling) Islands contributes to a number of superannuation funds on behalf of employees.

All funds to which the Shire of Cocos (Keeling) Islands contributes are defined contribution plans.

LAND HELD FOR RESALE

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

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

GOODS AND SERVICES TAX (GST)

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

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

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

TRADE AND OTHER RECEIVABLES

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

Trade receivables are recognised at original invoice amount less any allowances for uncollectible amounts (i.e. impairment). The carrying amount of net trade receivables is equivalent to fair value as it is due for settlement within 30 days.

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

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

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

PROVISIONS

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

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

EMPLOYEE BENEFITS

Short-term employee benefits

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

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

CONTRACT LIABILITIES

An entity's obligation to transfer goods or services to a customer for which the entity has received consideration (or the amount is due) from the customer. Grants to acquire or construct recognisable non-financial assets to be controlled by the Shire are recognised as a liability until such time as the Shire satisfies its obligations under the agreement.

**SHIRE OF COCOS (KEELING) ISLANDS**  
**NOTES TO AND FORMING PART OF THE BUDGET**  
**FOR THE YEAR ENDED 30 JUNE 2023**

**4. RECONCILIATION OF CASH**

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

|  |      | Shire<br>2022/23<br>Budget | 1979 Trust<br>2022/23<br>Budget | 1984 Trust<br>2022/23<br>Budget | 2022/23<br>Budget | Shire<br>2021/22<br>Actual | 1979 Trust<br>2021/22<br>Actual | 1984 Trust<br>2021/22<br>Actual | 2021/22<br>Actual | 2021/22<br>Budget |
|--|------|----------------------------|---------------------------------|---------------------------------|-------------------|----------------------------|---------------------------------|---------------------------------|-------------------|-------------------|
|  | Note |                            |                                 |                                 | \$                |                            |                                 |                                 | \$                | \$                |
| Cash at bank and on hand   |      | 2,884,435                  | 0                               | 0                               | 2,884,435         | 4,392,866                  | 0                               | 0                               | 4,392,866         | 2,120,655         |
| <b>Total cash and cash equivalents</b>   |      | 2,884,435                  | 0                               | 0                               | 2,884,435         | 4,392,866                  | 0                               | 0                               | 4,392,866         | 2,120,655         |
| Held as  |      |                            |                                 |                                 |                   |                            |                                 |                                 |                   |                   |
| - Unrestricted cash and cash equivalents   | 3(a) | 20,794                     | 0                               | 0                               | 20,794            | 713,809                    | 0                               | 0                               | 713,809           | 46,860            |
| - Restricted cash and cash equivalents   | 3(a) | 2,863,641                  | 0                               | 0                               | 2,863,641         | 3,679,057                  | 0                               | 0                               | 3,679,057         | 2,073,795         |
|  |      | 2,884,435                  | 0                               | 0                               | 2,884,435         | 4,392,866                  | 0                               | 0                               | 4,392,866         | 2,120,655         |
| <b>Restrictions</b>  |      |                            |                                 |                                 |                   |                            |                                 |                                 |                   |                   |
| The following classes of assets have restrictions imposed by regulations or other externally imposed requirements which limit or direct the purpose for which the resources may be used: |      |                            |                                 |                                 |                   |                            |                                 |                                 |                   |                   |
| - Cash and cash equivalents  |      | 2,863,641                  | 0                               | 0                               | 2,863,641         | 3,679,057                  | 0                               | 0                               | 3,679,057         | 2,073,795         |
|  |      | 2,863,641                  | 0                               | 0                               | 2,863,641         | 3,679,057                  | 0                               | 0                               | 3,679,057         | 2,073,795         |
| The restricted assets are a result of the following specific purposes to which the assets may be used:   |      |                            |                                 |                                 |                   |                            |                                 |                                 |                   |                   |
| Financially backed reserves  | 8    | 2,863,641                  | 0                               | 0                               | 2,863,641         | 3,679,057                  | 0                               | 0                               | 3,679,057         | 2,073,795         |
|  |      | 2,863,641                  | 0                               | 0                               | 2,863,641         | 3,679,057                  | 0                               | 0                               | 3,679,057         | 2,073,795         |
| <b>Reconciliation of net cash provided by operating activities to net result</b>   |      |                            |                                 |                                 |                   |                            |                                 |                                 |                   |                   |
| <b>Net result</b>  |      | 1,521,273                  | (49,141)                        | (41,484)                        | 1,430,647         | 1,044,937                  | (343,377)                       | 43,422                          | 744,982           | (332,667)         |
| Depreciation   | 6    | 1,168,037                  | 349,963                         | 56,484                          | 1,574,485         | 1,141,189                  | 343,377                         | 55,421                          | 1,539,987         | 1,472,400         |
| (Profit)/loss on sale of asset   | 5(b) | (7,297)                    | 0                               | 0                               | (7,297)           | (28,500)                   | 0                               | 0                               | (28,500)          | 0                 |
| (Increase)/decrease in receivables   |      | 305,000                    | 0                               | 0                               | 305,000           | 91,872                     | 0                               | 0                               | 91,872            | 350,000           |
| Increase/(decrease) in payables  |      | 0                          | 0                               | 0                               | 0                 | (138,365)                  | 0                               | 0                               | (138,365)         | 0                 |
| Increase/(decrease) in unspent non-operating grants  |      | (531,000)                  | 0                               | 0                               | (531,000)         | 462,630                    | 0                               | 0                               | 462,630           | (761,000)         |
| Non-operating grants, subsidies and contributions  |      | (1,601,684)                | 0                               | 0                               | (1,601,684)       | (1,433,521)                | 0                               | 0                               | (1,433,521)       | 0                 |
| <b>Net cash from operating activities</b>  |      | 854,329                    | 300,822                         | 15,000                          | 1,170,151         | 1,140,242                  | (0)                             | 98,843                          | 1,239,085         | 728,733           |

**SIGNIFICANT ACCOUNTING POLICES**

**CASH AND CASH EQUIVALENTS**

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

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

**FINANCIAL ASSETS AT AMORTISED COST**

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

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

5. FIXED ASSETS

(a) Acquisition of Assets

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

| Reporting program                    |            |         |                     |           |                   |                      |                      |                      |
|--------------------------------------|------------|---------|---------------------|-----------|-------------------|----------------------|----------------------|----------------------|
|                                      |            |         |                     |           |                   |                      |                      |                      |
|                                      | Governance | Housing | Community amenities | Transport | Economic services | 2022/23 Budget total | 2021/22 Actual total | 2021/22 Budget total |
| Asset class                          | \$         | \$      | \$                  | \$        | \$                | \$                   | \$                   | \$                   |
| <u>Property, Plant and Equipment</u> |            |         |                     |           |                   |                      |                      |                      |
| Buildings - non-specialised          | 0          | 333,350 |                     |           | 1,931,041         | 2,264,391            | 474,108              | 2,069,040            |
| Furniture and equipment              | 10,000     |         |                     |           |                   | 10,000               | 665,768              | 33,000               |
| Plant and equipment                  |            |         | 234,180             | 1,213,191 |                   | 1,447,371            | 126,925              | 529,200              |
|                                      | 10,000     | 333,350 | 234,180             | 1,213,191 | 1,931,041         | 3,721,762            | 1,266,801            | 2,631,240            |
| <u>Infrastructure</u>                |            |         |                     |           |                   |                      |                      |                      |
| Infrastructure - roads               |            |         |                     | 270,276   |                   | 270,276              | 348,240              | 155,370              |
| Other infrastructure - other         |            |         |                     |           |                   | 0                    | 149,428              | 137,790              |
|                                      | 0          | 0       | 0                   | 270,276   | 0                 | 270,276              | 497,668              | 293,160              |
| Total acquisitions                   | 10,000     | 333,350 | 234,180             | 1,483,467 | 1,931,041         | 3,992,038            | 1,764,469            | 2,924,400            |

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

SIGNIFICANT ACCOUNTING POLICIES

RECOGNITION OF ASSETS

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

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



|                  |                     |
|------------------|---------------------|
| Type Description | Capital Expenditure |
| Fund             | 1                   |

| Row Labels                                       | Sum of Original Budget | Sum of Fcst Actual |
|--|------------------------|--------------------|
| Buildings - Admin                                | 61,524                 | 0                  |
| Buildings - Comm Resource Centre                 | 899,577                | 331,580            |
| Buildings - Council Chambers                     | 6,507                  | 0                  |
| Buildings - Economic Services                    | 0                      | 16,500             |
| Buildings - Other Culture                        | 7,908                  | 0                  |
| Buildings - Other Sport & Rec                    | 34,892                 | 34,892             |
| Buildings - Public Halls                         | 0                      | 41,730             |
| Buildings - Swimming Areas                       | 60,058                 | 49,407             |
| Land & Buildings - Housing                       | 919,557                | 648,669            |
| Furniture & Equip - Other Sport                  | 23,000                 | 17,098             |
| Furniture and Equipment - Admin                  | 10,000                 | 7,724              |
| Light Vehicles                                   | 129,000                | 119,201            |
| Machinery  | 112,200                | 0                  |
| Plant - Waste Management                         | 288,000                | 0                  |
| MRWA Capital Works                               | 0                      | 23,312             |
| Road To Recovery Exp                             | 155,371                | 324,929            |
| Roads/Depots- Buildings                          | 79,015                 | 0                  |
| Other Infastructure - Tourism and Area Promotion | 35,568                 | 59,812             |
| Other Infrastructure - Economic Services         | 0                      | 0                  |
| Other Infrastructure - Governance                | 68,028                 | 26,423             |
| Other Infrastructure - Other Sport               | 34,194                 | 63,193             |
| <b>Grand Total</b>                               | <b>2,924,400</b>       | <b>1,764,470</b>   |



| Type Description                                  |
|---|
| Fund  |
|   |
| <b>Row Labels</b>                                 |
| <b>Community Amenities</b>                        |
| Buildings - Waste Management                      |
| Buildings -Other Community Amenities              |
| Other Infrastructure - Other Community Amenities  |
| Other Infrastructure - Protection of Environment  |
| Other Infrastructure - Waste                      |
| Plant - Waste Management                          |
| <b>Economic Services</b>                          |
| Buildings - Economic Services                     |
| L & B - Comm Resource Centre                      |
| Other Infrastructure - Economic Services          |
| Other Infrastructure - Tourism and Area Promotion |
| Tourism Buildings                                 |
| <b>Education And Welfare</b>                      |
| Buildings - Other Education                       |
| Buildings - Other Welfare                         |
| Other Infrastructure - Education                  |
| <b>Governance</b>                                 |
| Furniture & Equipment - Members                   |
| Furniture and Equipment - Admin                   |
| Other Infrastructure - Governance                 |
| Plant and Equipment - Admin                       |
| <b>Housing</b>                                    |
| Land & Buildings - Housing                        |
| Plant & Equip - Housing                           |
| <b>Law, Order And Public Safety</b>               |
| Buildings - Animal Control                        |
| Furniture & Equip - Animal Control                |
| Other Infrastructure - Animal Control             |
| <b>Recreation And Culture</b>                     |
| Buildings - Other Culture                         |
| Buildings - Other Sport & Rec                     |
| Buildings - Public Halls                          |
| Buildings - Swimming Areas                        |
| Furniture & Equip - Libraries                     |
| Furniture & Equip - Other Culture                 |
| Furniture & Equip - Other Sport                   |
| Furniture & Equipment-Public Halls                |
| Other Infrastructure - Culture                    |
| Other Infrastructure - Other Sport                |
| Other Infrastructure - Swimming Areas             |
| Plant - Public Halls                              |
| Plant & Equipment - Other Sport & Equip           |

**Transport**

---

Furniture & Equipment - Depot  
Light Vehicles  
Machinery  
MRWA Capital Works  
Other Equipment  
Other Infrastructure - Streets  
Roads/Depots- Buildings  
RTR Supplementary Works  
Footpaths Construction  
Other Infrastructure - Water Transport Facilities  
Road To Recovery Exp

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**Grand Total**

Capital Expenditure  
(Multiple Items)

Sum of Total Draft Budget  
234,180

-

-

-

-

-

234,180

1,931,041

1,101,666

829,376

-

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10,000

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10,000

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333,350

333,350

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**1,483,467**

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180,000

1,033,191

-

-

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-

-

-

270,276

**3,992,038**

5. FIXED ASSETS

(b) Disposals of Assets

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

|                                      | 2022/23<br>Budget<br>Net Book<br>Value | 2022/23<br>Budget<br>Sale<br>Proceeds | 2022/23<br>Budget<br>Profit | 2022/23<br>Budget<br>Loss | 2021/22<br>Actual<br>Net Book<br>Value | 2021/22<br>Actual<br>Sale<br>Proceeds | 2021/22<br>Actual<br>Profit | 2021/22<br>Actual<br>Loss | 2021/22<br>Budget<br>Net Book<br>Value | 2021/22<br>Budget<br>Sale<br>Proceeds | 2021/22<br>Budget<br>Profit | 2021/22<br>Budget<br>Loss |
|--------------------------------------|--|---------------------------------------|-----------------------------|---------------------------|--|---------------------------------------|-----------------------------|---------------------------|--|---------------------------------------|-----------------------------|---------------------------|
|                                      | \$                                     | \$                                    | \$                          | \$                        | \$                                     | \$                                    | \$                          | \$                        | \$                                     | \$                                    | \$                          | \$                        |
| By Program                           |  |                                       |                             |                           |  |                                       |                             |                           |  |                                       |                             |                           |
| Transport                            | 12,867                                 | 34,092                                | 21,225                      | 0                         |  | 0                                     | 0                           | 0                         | 0                                      | 0                                     | 0                           | 0                         |
| Other property and services          | 7,428                                  | (6,500)                               | 0                           | (13,928)                  | 0                                      | 28,500                                | 28,500                      | 0                         | 0                                      | 0                                     | 0                           | 0                         |
|                                      | 20,295                                 | 27,592                                | 21,225                      | (13,928)                  | 0                                      | 28,500                                | 28,500                      | 0                         | 0                                      | 0                                     | 0                           | 0                         |
| By Class                             |  |                                       |                             |                           |  |                                       |                             |                           |  |                                       |                             |                           |
| <u>Property, Plant and Equipment</u> |  |                                       |                             |                           |  |                                       |                             |                           |  |                                       |                             |                           |
| Plant and equipment                  | 20,295                                 | 27,592                                | 21,225                      | (13,928)                  | 0                                      | 28,500                                | 28,500                      | 0                         | 0                                      | 0                                     | 0                           | 0                         |
|                                      | 20,295                                 | 27,592                                | 21,225                      | (13,928)                  | 0                                      | 28,500                                | 28,500                      | 0                         | 0                                      | 0                                     | 0                           | 0                         |

A detailed breakdown of disposals on an individual asset basis can be found in the supplementary information attached to this budget document.

SIGNIFICANT ACCOUNTING POLICIES

GAINS AND LOSSES ON DISPOSAL

proceeds with the carrying amount. These gains and losses are included in profit or loss in the period which they arise.

SHIRE OF COCOS (KEELING) ISLANDS

NOTES TO AND FORMING PART OF THE BUDGET

FOR THE YEAR ENDED 30 JUNE 2023

6. ASSET DEPRECIATION

|                              | Shire     | 1979 Trust | 1984 Trust | Total     | Shire     | 1979 Trust | 1984 Trust | Total     |           |
|------------------------------|-----------|------------|------------|-----------|-----------|------------|------------|-----------|-----------|
|                              | 2022/23   | 2022/23    | 2022/23    | 2022/23   | 2021/22   | 2021/22    | 2021/22    | 2021/22   | 2021/22   |
|                              | Budget    | Budget     | Budget     | Budget    | Actual    | Actual     | Actual     | Actual    | Budget    |
|                              |           |            |            | \$        | \$        | \$         | \$         | \$        | \$        |
| By Program                   |           |            |            |           |           |            |            |           |           |
| Governance                   | 34,634    | 0          | 14,199     | 48,833    | 32,885    | 0          | 13,931     | 46,817    | 55,500    |
| Law, Order And Public Safety | 391       | 0          | 0          | 391       | 384       | 0          | 0          | 384       | 400       |
| Health                       | 0         | 0          | 5,198      | 5,198     | 0         | 0          | 5,100      | 5,100     | 4,900     |
| Education and welfare        | 9,950     | 0          | 0          | 9,950     | 17,361    | 0          | 0          | 17,361    | 17,300    |
| Housing                      | 19,229    | 338,172    | 0          | 357,401   | 18,867    | 331,807    | 0          | 350,674   | 326,300   |
| Community amenities          | 225,213   | 1,284      | 0          | 226,497   | 224,944   | 1,260      | 0          | 226,204   | 227,000   |
| Recreation and culture       | 189,877   | 3,781      | 9,356      | 203,014   | 185,334   | 3,710      | 9,180      | 198,224   | 189,100   |
| Transport                    | 260,096   | 0          | 0          | 260,096   | 254,816   | 0          | 0          | 254,816   | 246,400   |
| Economic services            | 36,378    | 6,726      | 27,732     | 70,836    | 35,694    | 6,600      | 27,210     | 69,503    | 65,800    |
| Other property and services  | 392,269   | 0          | 0          | 392,269   | 370,904   | 0          | 0          | 370,904   | 339,700   |
|                              | 1,168,037 | 349,963    | 56,484     | 1,574,485 | 1,141,189 | 343,377    | 55,421     | 1,539,987 | 1,472,400 |
| By Class                     |           |            |            |           |           |            |            |           |           |
| Buildings - non-specialised  | 195,835   | 349,963    | 56,484     | 602,283   | 192,151   | 343,377    | 55,421     | 590,949   | 548,100   |
| Furniture and equipment      | 38,689    | 0          | 0          | 38,689    | 44,069    | 0          | 0          | 44,069    | 442,500   |
| Plant and equipment          | 487,755   | 0          | 0          | 487,755   | 451,554   | 0          | 0          | 451,554   | 61,400    |
| Infrastructure - roads       | 173,296   | 0          | 0          | 173,296   | 169,649   | 0          | 0          | 169,649   | 150,200   |
| Other infrastructure - other | 272,462   | 0          | 0          | 272,462   | 283,766   | 0          | 0          | 283,766   | 270,200   |
|                              | 1,168,037 | 349,963    | 56,484     | 1,574,485 | 1,141,189 | 343,377    | 55,421     | 1,539,987 | 1,472,400 |

SIGNIFICANT ACCOUNTING POLICIES

DEPRECIATION

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

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

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

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

|                              |                |
|------------------------------|----------------|
| Buildings - non-specialised  | 30 to 50 years |
| Furniture and equipment      | 4 to 10 years  |
| Plant and equipment          | 5 to 15 years  |
| Infrastructure - roads       | 20 to 80 years |
| Other infrastructure - other |                |

AMORTISATION

The depreciable amount of all intangible assets with a finite useful life, are depreciated on a straight-line basis over the individual asset's useful life from the time the asset is held for use.

The assets residual value of intangible assets is considered to be zero and useful live and amortisation method are reviewed at the end of each financial year.

Amortisation is included within Depreciation on non-current assets in the Statement of Comprehensive Income.



SHIRE OF COCOS (KEELING) ISLANDS  
NOTES TO AND FORMING PART OF THE BUDGET  
FOR THE YEAR ENDED 30 JUNE 2023

7. INFORMATION ON BORROWINGS

(a) Borrowing repayments

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

The Shire has not budgeted to have any borrowings for the year ended 30th June 2023 and did not have or budget to have any borrowings for the year ended 30th June 2022

7. INFORMATION ON BORROWINGS

(b) New borrowings - 2022/23

The Shire does not intend to undertake any new borrowings for the year ended 30th June 2023

(c) Unspent borrowings

The Shire had no unspent borrowing funds as at 30th June 2022 nor is it expected to have unspent borrowing funds as at 30th June 2023.

SIGNIFICANT ACCOUNTING POLICIES

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.

8. FINANCIALLY BACKED RESERVES

(a) Financially Backed Reserves - Movement

|                                  | 2022/23<br>Budget<br>Opening<br>Balance | 2022/23<br>Budget<br>Transfer to | 2022/23<br>Budget<br>Transfer<br>(from) | 2022/23<br>Budget<br>Closing<br>Balance | 2021/22<br>Actual<br>Opening<br>Balance | 2021/22<br>Actual<br>Transfer to | 2021/22<br>Actual<br>Transfer<br>(from) | 2021/22<br>Actual<br>Closing<br>Balance | 2021/22<br>Budget<br>Opening<br>Balance | 2021/22<br>Budget<br>Transfer to | 2021/22<br>Budget<br>Transfer<br>(from) | 2021/22<br>Budget<br>Closing<br>Balance |
|----------------------------------|---|----------------------------------|---|---|---|----------------------------------|---|---|---|----------------------------------|---|---|
|                                  | \$                                      | \$                               | \$                                      | \$                                      | \$                                      | \$                               | \$                                      | \$                                      | \$                                      | \$                               | \$                                      | \$                                      |
| Restricted by council            |   |                                  |   |   |   |                                  |   |   |   |                                  |   |   |
| (a) Cash Backed Leave Reserve    | 335,348                                 | 870                              |   | 336,218                                 | 334,854                                 | 494                              | 0                                       | 335,348                                 | 334,854                                 | 1,680                            | 0                                       | 336,534                                 |
| (b) Plant Reserve                | 1,328,323                               | 1,920                            | (400,089)                               | 930,154                                 | 753,212                                 | 575,111                          | 0                                       | 1,328,323                               | 753,212                                 | 303,770                          | (124,000)                               | 932,982                                 |
| (c) Building Reserve             | 1,153,686                               | 1,980                            | (235,352)                               | 920,314                                 | 772,546                                 | 581,140                          | (200,000)                               | 1,153,686                               | 772,546                                 | 3,870                            | (432,853)                               | 343,563                                 |
| (d) Furniture & Equipment Reseve | 18,286                                  | 48                               |   | 18,334                                  | 18,259                                  | 27                               | 0                                       | 18,286                                  | 84,131                                  | 100                              | 0                                       | 84,231                                  |
| (e) Self Insurance Reserve       | 101,591                                 | 540                              |   | 102,131                                 | 201,294                                 | 297                              | (100,000)                               | 101,591                                 | 856,304                                 | 1,010                            | (100,000)                               | 757,314                                 |
| (f) Community Reserve            | 657,568                                 | 2,190                            | (187,763)                               | 471,995                                 | 856,304                                 | 1,264                            | (200,000)                               | 657,568                                 | 18,259                                  | 4,290                            | (605,102)                               | (582,553)                               |
| (g) Climate Adaptation Reserve   | 84,255                                  | 240                              |   | 84,495                                  | 84,131                                  | 124                              | 0                                       | 84,255                                  | 201,294                                 | 430                              | 0                                       | 201,724                                 |
|                                  | 3,679,057                               | 7,788                            | (823,204)                               | 2,863,641                               | 3,020,600                               | 1,158,457                        | (500,000)                               | 3,679,057                               | 3,020,600                               | 315,150                          | (1,261,955)                             | 2,073,795                               |
|                                  | 3,679,057                               | 7,788                            | (823,204)                               | 2,863,641                               | 3,020,600                               | 1,158,457                        | (500,000)                               | 3,679,057                               | 3,020,600                               | 315,150                          | (1,261,955)                             | 2,073,795                               |

(b) Financially Backed Reserves - Purposes

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

| Reserve name                     | Anticipated<br>date of use | Purpose of the reserve   |
|----------------------------------|----------------------------|--|
| (a) Cash Backed Leave Reserve    | Ongoing                    | to be used to fund annual and long service leave requirements.                             |
| (b) Plant Reserve                | Ongoing                    | to be used for the purchase of major plant.  |
| (c) Building Reserve             | Ongoing                    | to be used for the construction of Council buildings.                                      |
| (d) Furniture & Equipment Reseve | Ongoing                    | to be used for the purchase of furniture and office equipment.                             |
| (e) Self Insurance Reserve       | Ongoing                    | to be used to ensure the Council has sufficient cover on all insurance policies.           |
| (f) Community Reserve            | Ongoing                    | to be used for the development of Home Island facilities and infrastructure.               |
| (g) Climate Adaptation Reserve   | Ongoing                    | to be used for the purpose of providing for the needs of climate adaptation in the future. |

**SHIRE OF COCOS (KEELING) ISLANDS**  
**NOTES TO AND FORMING PART OF THE BUDGET**  
**FOR THE YEAR ENDED 30 JUNE 2023**

**9. REVENUE RECOGNITION**

**SIGNIFICANT ACCOUNTING POLICIES**

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

| Revenue Category  | Nature of goods and services   | When obligations typically satisfied | Payment terms  | Returns/Refunds/Warranties                  | Determination of transaction price  | Allocating transaction price                                    | Measuring obligations for returns                                   | Revenue recognition  |
|---|--|--------------------------------------|--|---|---|---|---|--|
| Rates   | General Rates  | Over time                            | Payment dates adopted by Council during the year                         | None  | Adopted by council annually   | When taxable event occurs                                       | Not applicable  | When rates notice is issued  |
| Specified area rates  | Rates charge for specific defined purpose  | Over time                            | Payment dates adopted by Council during the year                         | Refund in event monies are unspent          | Adopted by council annually   | When taxable event occurs                                       | Not applicable  | When rates notice is issued  |
| Service charges   | Charge for specific service  | Over time                            | Payment dates adopted by Council during the year                         | Refund in event monies are unspent          | Adopted by council annually   | When taxable event occurs                                       | Not applicable  | When rates notice is issued  |
| Grant contracts with customers  | Community events, minor facilities, research, design, planning evaluation and services                           | Over time                            | Fixed terms transfer of funds based on agreed milestones and reporting   | Contract obligation if project not complete | Set by mutual agreement with the customer                                   | Based on the progress of works to match performance obligations | Returns limited to repayment of transaction price of terms breached | Output method based on project milestones and/or completion date matched to performance obligations as inputs are shared |
| Grants, subsidies or contributions for the construction of non-financial assets | Construction or acquisition of recognisable non-financial assets to be controlled by the local government        | Over time                            | Fixed terms transfer of funds based on agreed milestones and reporting   | Contract obligation if project not complete | Set by mutual agreement with the customer                                   | Based on the progress of works to match performance obligations | Returns limited to repayment of transaction price of terms breached | Output method based on project milestones and/or completion date matched to performance obligations as inputs are shared |
| Grants with no contractual commitments  | General appropriations and contributions with no specific contractual commitments                                | No obligations                       | Not applicable   | Not applicable                              | Cash received   | On receipt of funds   | Not applicable  | When assets are controlled   |
| Licences/ Registrations/ Approvals  | Building, planning, development and animal management, having the same nature as a licence regardless of naming. | Single point in time                 | Full payment prior to issue  | None  | Set by State legislation or limited by legislation to the cost of provision | Based on timing of issue of the associated rights               | No refunds  | On payment and issue of the licence, registration or approval  |
| Waste management collections  | Kerbside collection service  | Over time                            | Payment on an annual basis in advance                                    | None  | Adopted by council annually   | Apportioned equally across the collection period                | Not applicable  | Output method based on regular weekly and fortnightly period as proportionate to collection service                      |
| Waste management entry fees   | Waste treatment, recycling and disposal service at disposal sites  | Single point in time                 | Payment in advance at gate or on normal trading terms if credit provided | None  | Adopted by council annually   | Based on timing of entry to facility                            | Not applicable  | On entry to facility   |
| Airport landing charges   | Permission to use facilities and runway  | Single point in time                 | Monthly in arrears   | None  | Adopted by council annually   | Applied fully on timing of landing/take-off                     | Not applicable  | On landing/departure event   |
| Fees and charges for other goods and services                                   | Cemetery services, library fees, reinstatements and private works  | Single point in time                 | Payment in full in advance   | None  | Adopted by council annually   | Applied fully based on timing of provision                      | Not applicable  | Output method based on provision of service or completion of works   |
| Sale of stock   | Aviation fuel, kiosk and visitor centre stock  | Single point in time                 | In full in advance, on 15 day credit                                     | Refund for faulty goods                     | Adopted by council annually, set by mutual agreement                        | Applied fully based on timing of provision                      | Returns limited to repayment of transaction price                   | Output method based on goods   |

**SHIRE OF COCOS (KEELING) ISLANDS**  
**NOTES TO AND FORMING PART OF THE BUDGET**  
**FOR THE YEAR ENDED 30 JUNE 2023**

**10. PROGRAM INFORMATION**

|   | Shire       | 1979 Trust | 1984 Trust | TOTAL       | Shire       | 1979 Trust | 1984 Trust | TOTAL       |             |
|---|-------------|------------|------------|-------------|-------------|------------|------------|-------------|-------------|
|   | 2022/23     | 2022/23    | 2022/23    | 2022/23     | 2021/22     | 2021/22    | 2021/22    | 2021/22     | 2021/22     |
|   | Budget      | Budget     | Budget     | Budget      | Actual      | Actual     | Actual     | Actual      | Budget      |
| <b>Income and expenses</b>                                  |             |            |            |             |             |            |            |             |             |
| <b>Income excluding grants, subsidies and contributions</b> |             |            |            | \$          |             |            |            | \$          | \$          |
| Governance  | 0           | 0          | 0          | 0           | 32,928      | 0          | 0          | 32,928      | 10,500      |
| General purpose funding                                     | 454,962     | 0          | 0          | 454,962     | 440,572     | 0          | 0          | 440,572     | 452,402     |
| Law, order, public safety                                   | 10,327      | 4,207      | 66,642     | 81,176      | 9,531       | 0          | 0          | 9,531       | 7,700       |
| Health  | 1,200       | 27,775     | 18,612     | 47,587      | 545         | 26,327     | 12,408     | 39,280      | 45,000      |
| Education and welfare                                       | 0           | 4,581      | 0          | 4,581       | 0           | 0          | 0          | 0           | 500         |
| Housing   | 28,496      | 480,188    | 0          | 508,684     | 38,770      | 483,611    | 0          | 522,381     | 498,940     |
| Community amenities   | 91,044      | 0          | 0          | 91,044      | 93,850      | 0          | 0          | 93,850      | 75,000      |
| Recreation and culture                                      | 7,224       | 0          | 0          | 7,224       | 10,059      | 0          | 0          | 10,059      | 8,500       |
| Transport   | 34,725      | 0          | 0          | 34,725      | 15,120      | 0          | 0          | 15,120      | 13,000      |
| Economic services   | 72,924      | 82,028     | 56,510     | 211,462     | 59,713      | 17,194     | 2,456      | 79,364      | 57,500      |
| Other property and services                                 | 315,436     | 0          | 0          | 315,436     | 456,709     | 102,749    | 118,968    | 678,426     | 404,020     |
|   | 1,016,338   | 598,779    | 141,764    | 1,756,881   | 1,157,797   | 629,881    | 133,832    | 1,921,511   | 1,573,062   |
| <b>Operating grants, subsidies and contributions</b>        |             |            |            |             |             |            |            |             |             |
| General purpose funding                                     | 4,758,000   | 0          | 0          | 4,758,000   | 4,531,554   | 0          | 0          | 4,531,554   | 4,208,556   |
| Law, order, public safety                                   | 0           | 0          | 0          | 0           | 82,697      | 0          | 0          | 82,697      | 82,697      |
| Health  | 86,832      | 0          | 0          | 86,832      | 0           | 0          | 0          | 0           | 0           |
| Transport   | 64,350      | 0          | 0          | 64,350      | 63,090      | 0          | 0          | 63,090      | 61,850      |
|   | 4,909,182   | 0          | 0          | 4,909,182   | 4,677,341   | 0          | 0          | 4,677,341   | 4,353,103   |
| <b>Non-operating grants, subsidies and contributions</b>    |             |            |            |             |             |            |            |             |             |
| Housing   | 0           | 0          | 0          | 0           | 200,000     | 0          | 0          | 200,000     | 200,000     |
| Recreation and culture                                      | 0           | 0          | 0          | 0           | 180,928     | 0          | 0          | 180,928     | 0           |
| Transport   | 399,921     | 0          | 0          | 399,921     | 299,921     | 0          | 0          | 299,921     | 99,000      |
| Economic services   | 1,732,763   | 0          | 0          | 1,732,763   | 290,042     | 0          | 0          | 290,042     | 462,000     |
|   | 2,132,684   | 0          | 0          | 2,132,684   | 970,891     | 0          | 0          | 970,891     | 761,000     |
| <b>Total Income</b>   | 8,058,204   | 598,779    | 141,764    | 8,798,747   | 6,806,029   | 629,881    | 133,832    | 7,569,743   | 6,687,165   |
| <b>Expenses</b>   |             |            |            |             |             |            |            |             |             |
| Governance  | (1,053,237) | 138,125    | (40,598)   | (955,710)   | (415,779)   | 0          | (93,543)   | (509,322)   | (315,410)   |
| General purpose funding                                     | (71,265)    | 0          | 0          | (71,265)    | (79,618)    | 0          | 0          | (79,618)    | (66,514)    |
| Law, order, public safety                                   | (320,304)   | 0          | 0          | (320,304)   | (143,238)   | 0          | 0          | (143,238)   | (224,940)   |
| Health  | (207,919)   | 0          | (33,889)   | (241,808)   | (16,063)    | 0          | (35,336)   | (51,399)    | (48,349)    |
| Education and welfare                                       | (205,515)   | 0          | 0          | (205,515)   | (376,772)   | 0          | 0          | (376,772)   | (377,590)   |
| Housing   | (223,391)   | (755,794)  | (2,000)    | (981,185)   | (258,977)   | (721,623)  | 0          | (980,600)   | (1,280,831) |
| Community amenities   | (1,600,152) | (1,284)    | 0          | (1,601,436) | (1,430,836) | (1,260)    | 0          | (1,432,096) | (1,427,469) |
| Recreation and culture                                      | (1,182,414) | (3,781)    | (17,892)   | (1,204,087) | (1,241,978) | (3,710)    | (23,104)   | (1,268,792) | (1,469,362) |
| Transport   | (951,858)   | 0          | 0          | (951,858)   | (727,851)   | 0          | 0          | (727,851)   | (954,534)   |
| Economic services   | (334,342)   | (25,186)   | (59,494)   | (419,022)   | (254,232)   | (22,526)   | (56,795)   | (333,554)   | (444,828)   |
| Other property and services                                 | (386,532)   | 0          | (29,376)   | (415,908)   | (815,747)   | (224,138)  | 118,367    | (921,518)   | (410,005)   |
| <b>Total expenses</b>                                       | (6,536,929) | (647,920)  | (183,248)  | (7,368,098) | (5,761,091) | (973,257)  | (90,411)   | (6,824,760) | (7,019,832) |
| <b>Net result for the period</b>                            | 1,521,275   | (49,141)   | (41,484)   | 1,430,649   | 1,044,938   | (343,377)  | 43,422     | 744,983     | (332,667)   |

## 11. OTHER INFORMATION

|  | 2022/23<br>Budget | 2021/22<br>Actual | 2021/22<br>Budget |
|--|-------------------|-------------------|-------------------|
|  | \$                | \$                | \$                |
| <b>The net result includes as revenues</b>   |                   |                   |                   |
| <b>(a) Interest earnings</b>                 |                   |                   |                   |
| Investments                                  |                   |                   |                   |
| - Reserve funds                              | 7,788             | 4,457             | 15,150            |
| - Other funds                                | 0                 | 0                 | 1,000             |
| Other interest revenue (refer note 1b)       | 3,500             | 4,161             | 4,500             |
|  | 11,288            | 8,618             | 20,650            |
| <b>(b) Other revenue</b>                     |                   |                   |                   |
| Reimbursements and recoveries                | 170,400           | 244,902           | 11,000            |
| Other  | 0                 | 0                 | 101,000           |
|  | 170,400           | 244,902           | 112,000           |
| <b>The net result includes as expenses</b>   |                   |                   |                   |
| <b>(c) Auditors remuneration</b>             |                   |                   |                   |
| Audit services                               | 77,500            | 65,500            | 59,500            |
| Other services                               | 15,000            | 0                 | 0                 |
|  | 92,500            | 65,500            | 59,500            |
| <b>(d) Interest expenses (finance costs)</b> |                   |                   |                   |
| Other  | 0                 | 487               | 0                 |
|  | 0                 | 487               | 0                 |
| <b>(e) Write offs</b>                        |                   |                   |                   |
| General rate                                 | 0                 | 79                | 0                 |
|  | 0                 | 79                | 0                 |

## 12. ELECTED MEMBERS REMUNERATION

### Cr. Minkom

President's allowance  
Meeting attendance fees  
Other expenses  
Conferences and Training

### Cr. Iku

Meeting attendance fees  
Other expenses  
Conferences and Training

### Cr. Ibram

Meeting attendance fees  
Other expenses  
Conferences and Training

### Cr. Hamiril

Meeting attendance fees  
Other expenses  
Conferences and Training

### Cr. Lacy

Meeting attendance fees  
Other expenses  
Conferences and Training

### Cr. Liu

Meeting attendance fees  
Other expenses  
Conferences and Training

### Cr. Young

Meeting attendance fees  
Other expenses  
Conferences and Training

### Total Elected Member Remuneration

President's allowance  
Meeting attendance fees  
Other expenses  
Travel and accommodation expenses

| 2022/23<br>Budget | 2021/22<br>Actual | 2021/22<br>Budget |
|-------------------|-------------------|-------------------|
| \$                | \$                | \$                |
| 5,500             | 5,500             | 5,500             |
| 5,500             | 5,500             | 5,500             |
|                   |                   | 1,429             |
|                   | 7,516             | 8,571             |
| 11,000            | 18,516            | 21,000            |
| 5,500             | 5,500             | 5,500             |
|                   |                   | 1,429             |
|                   | 7,632             | 8,571             |
| 5,500             | 13,132            | 15,500            |
| 0                 | 2,750             | 5,500             |
| 0                 |                   | 1,429             |
| 0                 | 3,329             | 8,571             |
| 0                 | 6,079             | 15,500            |
| 5,500             | 5,500             | 5,500             |
|                   |                   | 1,429             |
|                   | 3,329             | 8,571             |
| 5,500             | 8,829             | 15,500            |
| 5,500             | 5,500             | 5,500             |
|                   |                   | 1,429             |
|                   | 3,329             | 8,571             |
| 5,500             | 8,829             | 15,500            |
| 5,500             | 5,500             | 5,500             |
|                   |                   | 1,429             |
|                   | 5,598             | 8,571             |
| 5,500             | 11,098            | 15,500            |
| 5,500             | 5,500             | 5,500             |
|                   |                   | 1,429             |
|                   | 5,232             | 8,571             |
| 5,500             | 10,732            | 15,500            |
| 38,500            | 77,213            | 114,000           |
| 5,500             | 5,500             | 5,500             |
| 33,000            | 35,750            | 38,500            |
| 0                 | 0                 | 10,000            |
| 0                 | 35,963            | 60,000            |
| 38,500            | 77,213            | 114,000           |

### 13. FEES AND CHARGES

|                              | 2022/23<br>Shire | 2022/23<br>1979 Trust | 2022/23<br>1984 Trust | 2022/23<br>Budget | 2021/22<br>Shire | 2021/22<br>1979 Trust | 2021/22<br>1984 Trust | 2021/22<br>Actual | 2021/22<br>Budget |
|------------------------------|------------------|-----------------------|-----------------------|-------------------|------------------|-----------------------|-----------------------|-------------------|-------------------|
|                              | \$               | \$                    | \$                    | \$                | \$               | \$                    | \$                    | \$                | \$                |
| <b>By Program:</b>           |                  |                       |                       |                   |                  |                       |                       |                   |                   |
| Governance                   | 0                | 0                     | 0                     | 0                 | 4,108            | 0                     | 0                     | 4,108             | 2,500             |
| General purpose funding      | 980              | 0                     | 0                     | 980               | 955              | 0                     | 0                     | 955               | 1,000             |
| Law, Order And Public Safety | 10,327           | 4,207                 | 66,642                | 81,176            | 9,531            | 0                     | 0                     | 9,531             | 7,700             |
| Health                       | 1,200            | 27,775                | 18,612                | 47,587            | 545              | 26,327                | 12,408                | 39,280            | 45,000            |
| Education and welfare        | 0                | 4,581                 | 0                     | 4,581             | 0                | 0                     | 0                     | 0                 | 0                 |
| Housing                      | 28,496           | 370,188               | 0                     | 398,684           | 38,770           | 365,512               | 0                     | 404,282           | 405,940           |
| Community amenities          | 91,044           | 0                     | 0                     | 91,044            | 90,937           | 0                     | 0                     | 90,937            | 75,000            |
| Recreation and culture       | 1,824            | 0                     | 0                     | 1,824             | 1,525            | 0                     | 0                     | 1,525             | 3,000             |
| Transport                    | 0                | 0                     | 0                     | 0                 | 8,824            | 0                     | 0                     | 8,824             | 8,000             |
| Economic services            | 72,924           | 82,028                | 56,510                | 211,462           | 59,713           | 17,194                | 2,456                 | 79,364            | 57,500            |
| Other property and services  | 273,936          | 0                     | 0                     | 273,936           | 347,970          | 102,749               | 118,968               | 569,686           | 404,020           |
|                              | 480,731          | 488,779               | 141,764               | 1,111,274         | 562,878          | 511,782               | 133,832               | 1,208,492         | 1,009,660         |

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