

**SHIRE OF UPPER GASCOYNE**

**ANNUAL STATUTORY BUDGET**

**FOR THE YEAR ENDING 30 JUNE 2026**

**SHIRE OF UPPER GASCOYNE**  
**ANNUAL STATUTORY BUDGET**  
**FOR THE YEAR ENDING 30 JUNE 2026**  
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**SHIRE OF UPPER GASCOYNE**  
**STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE YEAR ENDING 30 JUNE 2026**  
**BY NATURE OR TYPE**

		<b>Budget 25 / 26</b>	<b>Actual 24 / 25</b>	<b>Budget 24 / 25</b>
	<b>Note</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
<b>Revenue</b>				
Rates	2(a)	2,333,917	1,974,283	2,029,060
Operating Grants, Subsidies and Contributions	17	4,830,380	7,283,111	13,060,455
Fees and Charges	5(a)	62,616	61,040	46,700
Interest Earnings	5(b)	300,000	440,118	201,320
Other Revenue	5(c)	115,613	269,296	171,889
		<u>7,642,526</u>	<u>10,027,848</u>	<u>15,509,424</u>
<b>Expenses</b>				
Employee Costs		(2,099,152)	(1,634,580)	(2,051,440)
Materials and Contracts		(5,003,546)	(5,695,285)	(14,503,211)
Utility Charges		(244,770)	(221,018)	(230,601)
Depreciation on Non-current Assets	6(a)	(5,065,973)	(4,149,581)	(3,883,498)
Finance Cost	6(b)	(116,845)	(59,194)	(103,188)
Insurance Expenses		(334,960)	(321,993)	(318,989)
Other Expenditure		(154,538)	(31,163)	(128,000)
		<u>(13,019,784)</u>	<u>(12,112,813)</u>	<u>(21,218,927)</u>
Operating Surplus / (Deficit)		<u>(5,377,258)</u>	<u>(2,084,965)</u>	<u>(5,709,503)</u>
<b>Other Revenue and Expenses</b>				
Capital Grants, Subsidies and Contributions	17	17,035,401	9,342,988	8,150,771
Profit on Disposal of Assets	7	24,600	-	7,012
(Loss) on Disposal of Assets	7	-	(9,058)	(25,000)
<b>Net Result</b>		<u>11,682,743</u>	<u>7,248,965</u>	<u>2,423,280</u>
<b>Total Comprehensive Income</b>		<u><b>11,682,743</b></u>	<u><b>7,248,965</b></u>	<u><b>2,423,280</b></u>

This statement needs to be read in conjunction with the accompanying Financial Statements and Notes.

**SHIRE OF UPPER GASCOYNE**  
**ANNUAL STATUTORY BUDGET**  
**FOR THE YEAR ENDING 30 JUNE 2026**  
**STATEMENT OF CASH FLOWS**

**CASH FLOWS FROM OPERATING ACTIVITIES**

**Receipts**

	<b>Budget 25 / 26</b>	<b>Actual 24 / 25</b>	<b>Budget 24 / 25</b>
Note	\$	\$	\$
Rates	2,333,917	1,974,283	2,029,060
Operating Grants, Subsidies and Contributions	4,830,380	5,649,617	13,060,455
Fees and Charges	62,616	61,040	46,700
Interest Earnings	300,000	440,118	201,320
Other Revenue	115,613	269,296	171,889
	<u>7,642,526</u>	<u>8,394,354</u>	<u>15,509,424</u>

**Payments**

Employee Costs	(2,099,152)	(1,639,913)	(2,051,440)
Materials and Contracts	(5,003,546)	(4,271,092)	(14,503,211)
Utility Charges	(244,770)	(221,018)	(230,601)
Finance Cost	(116,845)	(59,194)	(103,188)
Insurance Expenses	(334,960)	(321,993)	(318,989)
Other Expenditure	(154,538)	(31,163)	(128,000)
	<u>(7,953,811)</u>	<u>(6,544,372)</u>	<u>(17,335,429)</u>

Net Cash provided by / (used in) Operating Activities	11(b)	<u>(311,285)</u>	<u>1,849,982</u>	<u>(1,826,005)</u>
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**CASH FLOWS FROM INVESTING ACTIVITIES**

Capital Grants, Subsidies and Contributions	17	17,035,401	9,342,988	8,150,771
Proceeds from Sale of Fixed Assets	7	38,000	152,703	225,000
Payments for purchase of Land and Buildings	8(a)	(1,349,351)	(907,117)	(1,291,000)
Payments for purchase of Furniture and Equipment	8(a)	(156,400)	(27,717)	(50,000)
Payments for purchase of Plant and Equipment	8(a)	(965,000)	(1,392,113)	(960,000)
Payments for construction of Infrastructure - Roads	8(b)	(18,286,223)	(8,979,031)	(8,472,352)
Payments for construction of Infrastructure - Footpaths	8(b)	-	(304,336)	(150,000)
Payments for construction of Infrastructure - Other	8(b)	(310,000)	(1,261,287)	(1,725,000)

Net Cash used in Investing Activities		<u>(3,993,573)</u>	<u>(3,375,910)</u>	<u>(4,272,581)</u>
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**CASH FLOWS FROM FINANCING ACTIVITIES**

Repayment of Long Term Borrowings	9(a)	(247,887)	(208,800)	(185,426)
Proceeds from New Long Term Borrowings	9(a)	600,000	-	-

Net cash provided by (used in) Financing Activities		<u>352,113</u>	<u>(208,800)</u>	<u>(185,426)</u>
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**Net Increase / (Decrease) in Cash Held**

Cash at Beginning of Year		7,713,409	9,448,138	9,924,383
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**Cash and Cash Equivalents at the End of the Year**

	<u><u>3,760,664</u></u>	<u><u>7,713,409</u></u>	<u><u>3,640,370</u></u>
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This statement needs to be read in conjunction with the accompanying Financial Statements and Notes.

**SHIRE OF UPPER GASCOYNE**  
**ANNUAL STATUTORY BUDGET**  
**FOR THE YEAR ENDING 30 JUNE 2026**  
**STATEMENT OF FINANCIAL ACTIVITY**

		<b>Budget 25 / 26</b>	<b>Actual 24 / 25</b>	<b>Budget 24 / 25</b>
	<b>Note</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
<b>OPERATING ACTIVITIES</b>				
<b>Net Current Assets at 01 Jul - Surplus / (Deficit)</b>	12	4,875,356	6,556,702	7,209,439
<b>Revenue from Operating Activities</b>				
Operating Grants, Subsidies and Contributions	17	4,830,380	7,283,111	13,060,455
Fees and Charges	5(a)	62,616	61,040	46,700
Interest Earnings	5(b)	300,000	440,118	201,320
Other Revenue	5(c)	115,613	269,296	171,889
Profit on Disposal of Assets	7	24,600	-	7,012
		<u>5,333,209</u>	<u>8,053,565</u>	<u>13,487,376</u>
<b>Expenditure from Operating Activities</b>				
Employee Costs		(2,099,152)	(1,634,580)	(2,051,440)
Materials and Contracts		(5,003,546)	(5,695,285)	(14,503,211)
Utility Charges		(244,770)	(221,018)	(230,601)
Depreciation on Non-current Assets	6(a)	(5,065,973)	(4,149,581)	(3,883,498)
Finance Cost	6(b)	(116,845)	(59,194)	(103,188)
Insurance Expenses		(334,960)	(321,993)	(318,989)
Other Expenditure		(154,538)	(31,163)	(128,000)
Loss on Disposal of Assets	7	-	(9,058)	(25,000)
		<u>(13,019,784)</u>	<u>(12,121,871)</u>	<u>(21,243,927)</u>
<b>Excluded Non-cash Operating Activities</b>				
(Profit) / Loss on Disposal of Assets	7	(24,600)	9,058	17,988
Movement in Employee Benefits Provisions		-	104,139	-
Depreciation and Amortisation on Assets	6(a)	5,065,973	4,149,581	3,883,498
<b>Amount Attributable to Operating Activities</b>		<u>(2,645,202)</u>	<u>194,472</u>	<u>(3,855,065)</u>
<b>INVESTING ACTIVITIES</b>				
<b>Inflows from Investing Activities</b>				
Capital Grants, Subsidies and Contributions	17	17,035,401	9,342,988	8,150,771
Proceeds from Disposal of Assets	7	38,000	152,703	225,000
		<u>17,073,401</u>	<u>9,495,691</u>	<u>8,375,771</u>
<b>Outflows from Investing Activities</b>				
Payments for Property, Plant and Equipment Purchases	8(a)	(2,470,751)	(2,326,947)	(2,301,000)
Payments for construction of Infrastructure	8(b)	(18,596,223)	(10,544,654)	(10,347,352)
		<u>(21,066,974)</u>	<u>(12,871,601)</u>	<u>(12,648,352)</u>
<b>Amount Attributable to Investing Activities</b>		<u>(3,993,573)</u>	<u>(3,375,910)</u>	<u>(4,272,581)</u>
<b>FINANCING ACTIVITIES</b>				
<b>Inflows from financing activities</b>				
Transfers from Reserves (Restricted Assets)	10	40,909	96,755	101,000
Proceeds from New Long Term Borrowings	9(b)	600,000	-	-
Plus unspent borrowings brought forward		-	148,795	158,896
		<u>640,909</u>	<u>245,550</u>	<u>259,896</u>
<b>Outflows from financing activities</b>				
Repayment of Long Term Borrowings	9(a)	(247,887)	(208,800)	(185,426)
Transfers to Reserves (Restricted Assets)	10	(963,520)	(510,941)	(1,185,323)
		<u>(1,211,407)</u>	<u>(719,741)</u>	<u>(1,370,749)</u>
<b>Amount Attributable to Financing Activities</b>		<u>(570,498)</u>	<u>(474,191)</u>	<u>(1,110,853)</u>
<b>Surplus / (Deficit) before General Rates</b>		<u>(2,333,917)</u>	<u>2,901,073</u>	<u>(2,029,060)</u>
Total Amount raised from General Rates	2(a)	2,333,917	1,974,283	2,029,060
<b>Net Current Assets at 30 Jun - Surplus / (Deficit)</b>	12	<u>-</u>	<u>4,875,356</u>	<u>-</u>

**SHIRE OF UPPER GASCOYNE**  
**NOTES TO AND FORMING PART OF THE BUDGET**  
**FOR THE YEAR ENDING 30 JUNE 2026**

**1. SIGNIFICANT ACCOUNTING POLICIES**

**(a) Basis of Preparation**

2025 Actual figures are as at 18 August 2025 and remain subject to audit.

The 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 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 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.

**(b) 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 2020-1 Amendments to Australian Accounting Standards - Classification of Liabilities as Current or Non-current
- AASB 2022-5 Amendments to Australian Accounting Standards - Lease Liability in a Sale and Leaseback
- AASB 2022-6 Amendments to Australian Accounting Standards - Non-current Liabilities and Covenants.
- AASB 2023-1 Amendments to Australian Accounting Standards - Supplier Finance Arrangements
- AASB 2023-3 Amendments to Australian Accounting Standards - Disclosure of Non-current Liabilities with Covenants: Tier 2

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

- AASB 2022-10 Amendments to Australian Accounting Standards - Fair Value Measurement of Non-Financial Assets of Not-for-Profit Public Sector Entities, became mandatory during the budget year. Amendments to AASB 13 Fair Value Measurement impacts the future determination of fair value when revaluing assets using the cost approach. Timing of future revaluations is defined by regulation 17A of Local Government (Financial Management) Regulations 1996. Impacts of this pronouncement are yet to be quantified and are dependent on the timing of future revaluations of asset classes.

No material impact is expected in relation to the 2025-26 statutory budget.

**SHIRE OF UPPER GASCOYNE**  
**NOTES TO AND FORMING PART OF THE BUDGET**  
**FOR THE YEAR ENDING 30 JUNE 2026**

**1. SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**(c) New Accounting Standards Applicable in Future Years**

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

- AASB 2014-10 Amendments to Australian Accounting Standards - Sale or Contribution of Assets between an Investor and its Associate or Joint Venture
- AASB 2024-4b Amendments to Australian Accounting Standards
  - Effective Date of Amendments to AASB10 and AASB 128 [deferred AASB 10 and AASB 128 amendments in AASB 2014-10 apply]
- AASB 2022-9 Amendments to Australian Accounting Standards
  - Insurance Contracts in the Public Sector
- AASB 2023-5 Amendments to Australian Accounting Standards
  - Lack of Exchangeability
- AASB 18 (FP) Presentation and Disclosure in Financial Statements
  - (Appendix D) [for for-profit entities]
- AASB 18 (NFP/super) Presentation and Disclosure in Financial Statements
  - (Appendix D) [for not-for-profit and superannuation entities]
- AASB 2024-2 Amendments to Australian Accounting Standards
  - Classification and Measurement of Financial Instruments
- AASB 2024-3 Amendments to Australian Accounting Standards
  - Standards - Annual Improvements Volume 11

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

**(d) The Local Government Reporting Entity**

The Australian Accounting Standards define local government as a reporting entity which can be a single entity or a group comprising a parent and all its subsidiaries. All funds controlled by the Shire in order to provide its services have formed part of the following report. Transactions and balances related to these controlled funds, such as transfers to and from reserves, were eliminated during the preparation of the report.

Funds held in Trust, which are controlled but not owned by the Shire, do not form part of the financial statements. Further information on the Shire funds in Trust are provided in Note 13.

**(e) Rounding of Amounts**

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

**(f) Goods and Services Tax (GST)**

Revenue, expenses and assets are recognised net of the amount of goods and services tax (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 where applicable. 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 in the statement of cash flows are included on a gross basis and the GST component of cash flows arising from investing and financing activities which is recoverable from, or payable to, the taxation authority is classified as operating cash flows.

**(g) Statement of Cashflows**

Investing and financing transactions that do not require the use of cash or cash equivalents shall be excluded from a statement of cash flows. Such transactions shall be disclosed elsewhere in the financial statements in a way that provides all the relevant information about these investing and financing activities.

**SHIRE OF UPPER GASCOYNE**  
**NOTES TO AND FORMING PART OF THE BUDGET**  
**FOR THE YEAR ENDING 30 JUNE 2026**

**1. SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**(h) 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.

As with all estimates, the use of different assumptions could lead to material changes in the amounts reported in the financial report.

The following are estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amount of assets and liabilities within the next financial year and further information on their nature and impact can be found in the relevant note:

- Fair value measurement of assets carried at reportable value including:
- Expected credit losses on financial assets
- Assts held for sale
- Impairment losses on non-financial assets
- Investment property
- Estimated useful life of intangible assets
- Measurement of employee benefits
- Measurement of provisions

**(i) Comparative Figures**

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

**(j) 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.

**(k) 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 right to defer settlement beyond 12 months, such as vested long service leave, the liability is classified as current even if it is 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.

**(l) Superannuation**

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

**(m) 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 or changes in value and bank overdrafts.

Term deposits with an original maturity date of greater than 3 months are classified as financial assets and are not included as cash and cash equivalents.

Bank overdrafts are shown as short term borrowings in current liabilities in Note 12 - Net Current Assets.

Total restricted cash incorporates both cash and cash equivalents and financial assets.

**(n) Financial Assets at Amortised Cost**

The Shire classifies financial assets at amortised cost if both 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.

**SHIRE OF UPPER GASCOYNE**  
**NOTES TO AND FORMING PART OF THE BUDGET**  
**FOR THE YEAR ENDING 30 JUNE 2026**

**1. SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**(o) 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.

**(p) Contract Assets**

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

**(q) 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 initially at the amount of consideration that is unconditional, unless they contain significant financing components, when they are recognised at fair value.

Trade receivables are held with the objective to collect the contractual cashflows and therefore 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 credit 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.

**(r) 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 related to completion and its sale.

**Land Held for Resale**

Land held for development and sale is valued at the lower of cost and net realisable value. Cost includes the cost of acquisition, development, borrowing costs and holding costs until completion of development. Finance costs and holding charges incurred after development is completed are expensed. Gains and losses are recognised in profit or loss at the time of signing an unconditional contract of sale if significant risks and rewards, and effective control over the land, are passed on to the buyer at this point. Land held for sale is classified as current except where it is held as non-current based on Council's intentions to release for sale.

**SHIRE OF UPPER GASCOYNE**  
**NOTES TO AND FORMING PART OF THE BUDGET**  
**FOR THE YEAR ENDING 30 JUNE 2026**

**1. SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**(s) Fixed 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 low value assets are purchased together as part of a larger asset or collectively forming a larger asset exceeding the threshold, the individual assets are recognised as one asset and capitalised.

**Gains and Losses on Disposal**

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

**Depreciation of Non-current Assets**

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:

<b>Asset</b>	<b>Useful life</b>
Buildings	3 to 80 years
Furniture and equipment	1 to 20 years
Plant and equipment	1 to 25 years
Other infrastructure	5 to 50 years
Sealed roads and streets	
formation	not depreciated
pavement	39 years
seal	20 years
Formed subgrade	not depreciated
Unformed subgrade	not depreciated
Gravel Roads	
formation	not depreciated
pavement	28 years
Footpaths - slab	40 years
Drainage	30 - 108 years
Bridges	100 years

**(t) Interest in Joint Arrangements**

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

Separate joint venture entities providing joint venturers with an interest to net assets are classified as a joint venture and accounted for using the equity method.

Joint venture operations represent arrangements whereby joint operators maintain direct interests in each asset and exposure to each liability of the arrangement. The Shire's interest in the assets liabilities revenue and expenses of joint operations are include in the respective lines items of the financial statements.

**(u) Trade and Other Payables**

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

**SHIRE OF UPPER GASCOYNE**  
**NOTES TO AND FORMING PART OF THE BUDGET**  
**FOR THE YEAR ENDING 30 JUNE 2026**

**1. SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**(v) 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.

**(w) 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 part of current trade and other payables in the determination of the net current asset position. The Shire's obligations for employees' annual leave and long service leave entitlements are recognised as provisions in the determination of the net current asset position.

***Other long-term employee benefits***

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

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

**(x) Contract Liabilities**

Contract liabilities represent the Shire's obligation to transfer goods or services to a customer for which the Shire has received consideration from the customer. Contract liabilities represent obligations which are not yet satisfied. Contract liabilities are recognised as revenue when the performance obligations in the contract are satisfied.

**SHIRE OF UPPER GASCOYNE**  
**NOTES TO AND FORMING PART OF THE BUDGET**  
**FOR THE YEAR ENDING 30 JUNE 2026**

**1. SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**(y) Borrowing Costs**

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

Fair values of borrowings are not materially different to their carrying amounts since the interest payable on those borrowings is either close to current market rates or the borrowings are of a short term nature.

Borrowings fair values are based on discounted cash flows using a current borrowing rate.

**(z) 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.

**(aa) Leases**

At the inception of a contract, the Shire assesses whether the contract is or contains, a lease. A contract is, or contains a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

At the commencement date, a right-of-use asset is recognised at cost and a lease liability at the present value of the lease payments that are not paid at that date. The lease payments are discounted using the interest rate implicit in the lease, if that rate can be readily determined. If that rate cannot be readily determined, the Shire uses its incremental borrowing rate.

**(ab) Lease Liabilities**

The present value of future lease payments not paid at the reporting date discounted using the incremental borrowing rate where the implicit interest rate in the lease is not readily determined.

**(ac) Nature or Type Classifications**

**Rates**

All rates levied under the *Local Government Act 1995*. Includes general, differential, specific 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 and service charges and sewerage rates.

**Operating Grants, Subsidies and Contributions**

All amounts received as grants, subsidies and contributions that are not capital grants.

**Capital Grants, Subsidies and Contributions**

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

**Revenue from Contracts with Customers**

Revenue from contracts with customers is recognised when the local government satisfies its performance obligations under the contract.

**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.

**Fees and Charges**

Revenues (other than service charges) from the use of facilities and charges made for local government services, sewerage rates, rentals, hire charges, fee for service, photocopying charges, licences, sale of goods or information, fines, penalties and administration fees.

**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. Exclude 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.

**SHIRE OF UPPER GASCOYNE**  
**NOTES TO AND FORMING PART OF THE BUDGET**  
**FOR THE YEAR ENDING 30 JUNE 2026**

**1. SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**(ac) Nature or Type Classifications (Continued)**

**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, rebates etc.

**Employee Costs**

All costs associate 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.

**Utilities (Gas, Electricity, Water, etc.)**

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

**Insurance**

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

**Loss on Asset Disposal**

Loss on the disposal of fixed assets.

**Depreciation on Non-current Assets**

Depreciation and amortisation expense raised on all classes of assets.

**Finance Cost**

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

**Other Expenditure**

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

**(ad) Program Classifications (Function / Activity)**

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

**GOVERNANCE**

Includes the activities of members of council and the administrative support available to the council for the provision of governance of the district. Other costs relate to the task of assisting elected members and ratepayers on matters which do not concern specific council services.

**GENERAL PURPOSE FUNDING**

Rates, general purpose government grants and interest revenue.

**LAW, ORDER AND PUBLIC SAFETY**

Supervision and enforcement of various local laws relating to fire prevention, animal control and other aspects of public safety including emergency services.

**HEALTH**

Control of the quality of food and water. Environmental Health Officer twice per year.

**SHIRE OF UPPER GASCOYNE  
NOTES TO AND FORMING PART OF THE BUDGET  
FOR THE YEAR ENDING 30 JUNE 2026**

**1. SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**(ad) Program Classifications (Function / Activity) (Continued)**

**EDUCATION AND WELFARE**

Provide a range of appropriate services via the Community Resource Centre.

**HOUSING**

Provide housing for staff.

**COMMUNITY AMENITIES**

Rubbish collection services, operation of rubbish disposal sites, litter control, protection of the environment and administration of town planning schemes, cemetery and public conveniences.

**RECREATION AND CULTURE**

Maintenance of public use buildings and areas including various sporting facilities. Provision and maintenance of parks, gardens, and playgrounds. Operation of library, museum and other cultural facilities.

**TRANSPORT**

Construction and maintenance of roads, streets, footpaths, depots, cycle ways, parking facilities and traffic control. Cleaning of streets and maintenance of street trees, street lighting etc.

**ECONOMIC SERVICES**

Tourism and area promotion. Building Control.

**OTHER PROPERTY AND SERVICES**

Private works operation, plant repair and operation costs and engineering operation costs.

**SHIRE OF UPPER GASCOYNE**  
**NOTES TO AND FORMING PART OF THE BUDGET**  
**FOR THE YEAR ENDING 30 JUNE 2026**

**1. SIGNIFICANT ACCOUNTING POLICIES (Continued)**

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:

<b>Revenue Category</b>	<b>Nature of goods and services</b>	<b>When obligations typically satisfied</b>	<b>Payment terms</b>	<b>Returns / Refunds / Warranties</b>	<b>Revenue recognition</b>
Rates	General Rates	Over time	Payment dates adopted by Council during the year	None	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	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	Output method based on project milestones and/or completion date matched to performance obligations as inputs are shared
Grants with no contract commitments	General appropriations and contributions with no reciprocal commitment	No obligations	Not applicable	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	On payment and issue of the licence, registration or approval

**SHIRE OF UPPER GASCOYNE**  
**NOTES TO AND FORMING PART OF THE BUDGET**  
**FOR THE YEAR ENDING 30 JUNE 2026**

**1. SIGNIFICANT ACCOUNTING POLICIES (Continued)**

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:

<b>Revenue Category</b>	<b>Nature of goods and services</b>	<b>When obligations satisfied</b>	<b>Payment terms</b>	<b>Returns / Refunds / Warranties</b>	<b>Revenue recognition</b>
Other inspections	Regulatory Food, Health and Safety	Single point in time	Full payment prior to inspection	None	Revenue recognised after inspection event occurs
Waste management collections	Kerbside collection service	Over time	Payment on an annual basis in advance	None	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	On entry to facility
Property hire and entry	Use of halls and facilities	Single point in time	In full in advance	Refund if event cancelled within 7 days	On entry or at conclusion of hire
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	Output method based on provision of service or completion of works

**SHIRE OF UPPER GASCOYNE**  
**NOTES TO AND FORMING PART OF THE BUDGET**  
**FOR THE YEAR ENDING 30 JUNE 2026**

**2. RATE REVENUE**

The following are the proposed Differential General Rates and Minimum Payments for the Shire of Upper Gascoyne for the 25/26 financial year.

**(a) General Rates**

Rate Type	Rateable Value	Valuation	Number of Properties	Budget 25 / 26	Actual 24 / 25	Budget 24 / 25
	\$	\$	#	\$	\$	\$
GRV Town	82,480	0.125000	14	10,310	5,299	13,383
UV Rural	1,650,469	0.174900	26	288,667	147,499	147,049
UV Mining	4,220,569	0.349800	159	1,476,355	1,463,093	1,509,703
GRV Transient Workforce Accom	900,000	0.250000	1	225,000	-	0
<b>Total General</b>	<b>6,853,518</b>		<b>200</b>	<b>2,000,332</b>	<b>1,615,891</b>	<b>1,670,135</b>

**Minimum Rates**

Rate Type	Rateable Value	Minimum	Number of Properties	Budget 25 / 26	Actual 24 / 25	Budget 24 / 25
	\$	\$	#	\$	\$	\$
GRV Town	13,393	525	9	4,725	6,300	6,825
UV Rural	22,317	1,600	12	19,200	20,800	20,800
UV Mining	407,731	2,200	139	305,800	319,000	330,000
GRV Transient Workforce Accommo	-	1,200	0	-	-	0
<b>Total Minimum</b>	<b>443,441</b>		<b>160</b>	<b>329,725</b>	<b>346,101</b>	<b>357,625</b>
<b>Total General and Minimum</b>	<b>7,296,959</b>		<b>360</b>	<b>2,330,057</b>	<b>1,961,992</b>	<b>2,027,760</b>

**Other Rate Revenue**

Rates Written Off	(5,000)	(3,241)	(5,000)
Interim Rates		6,672	
Facilities Fees (Ex Gratia)	7,000	7,000	6,300
<b>Total Rate Revenue</b>	<b>2,332,057</b>	<b>1,972,423</b>	<b>2,029,060</b>

**Administration Charges**

Interest Written Off	-	-	-
Administration Charges	1,860	1,860	-
<b>Total Funds Raised from Rates</b>	<b>2,333,917</b>	<b>1,974,283</b>	<b>2,029,060</b>

**(b) Interest Charges and Instalments**

**Source of Revenue**

	Budget 25 / 26	Actual 24 / 25	Budget 24 / 25
	\$	\$	\$
Interest on Unpaid Rates	20,000	38,038	6,000
Interest on Instalments Plan	5,000	11,795	5,320
<b>Total Interest</b>	<b>25,000</b>	<b>49,832</b>	<b>11,320</b>
Administration Charges	1,860	1,860	1,200
<b>Total Charges</b>	<b>26,860</b>	<b>51,692</b>	<b>12,520</b>

	Instalment Dates	Admin Charge	Instalment Plan	Unpaid Rates
	25 / 26	\$	%	%
First Due Date	10 Oct 2025	0.00	5.50%	11.0%
Second Instalment	12 Dec 2025	5.00	5.50%	11.0%
Third Instalment	13 Feb 2026	5.00	5.50%	11.0%
Fourth Instalment	17 Apr 2026	5.00	5.50%	11.0%

## **2. RATE REVENUE (Continued)**

### **(c) Objectives and Reasons for Differential Rating**

In accordance with Section 6.36 of the Local Government Act 1995, the Shire of Upper Gascoyne is required to publish its Objects and Reasons for implementing Differential Rates.

The objective of Council's rates is to collect revenue on an equitable basis in order that services to ratepayers can be provided throughout the Shire. The rates are raised to achieve a balanced budget. Property valuations provided by the Valuer General are used as the basis for the calculation of rates each year. Section 6.33 of the Local Government Act 1995 provides the ability to differentially rate properties based on zoning and/or land use as determined by the Shire of Upper Gascoyne. The application of differential rating maintains equity in the rating of properties across the Shire, enabling the Council to provide facilities, infrastructure and services to the entire community and visitors.

Council has considered the Key Values contained within the Rating Policy Differential Rates (s.6.33) March 2016 released by the Department of Local Government, Sport and Cultural Industries, being:

- (a) Objectivity
- (b) Fairness and Equity
- (c) Consistency
- (d) Transparency and Administrative Efficiency

A copy of the policy can be obtained from

<https://www.cits.wa.gov.au/departments/publications/publication/rating-policy-differential-rates>

Council strive to deliver on the objectives of its long term strategic plans. A big part of achieving these goals is consistency and efficiencies. We are committed to ensuring our community is sustainable going into the future and that we can continue to deliver quality services and infrastructure to our community.

This year's budget has taken a longer term view as to the ongoing sustainability of the Shire, rising costs attributable to inflation in the first instance; material costs associated with Heritage Surveys and Monitors; legal costs associated with Heritage issues; two additional staff members; providing new staff housing; renovation of the Administration Building to remove asbestos and increase office space; supply line issues; the employment market; availability of contractors; increased cost of flood damage claims; increased costs associated with legislative compliance and triple the usage of our roads by the Mining sector and a huge increase in heavy vehicles on our road network primarily from the Mining sector and to a smaller degree increased usage by Tourists.

Based on current calculations the proposed rating for the 25/26 period will deliver \$2,330,057. Council has reviewed its expenditure and considered efficiency measures as part of its budget deliberations that will assist in managing the overall budget. In particular the following actions have been undertaken:

- Continuation of a 10/4 with an 11 hour per day work roster for the Road crews to reduce mobilisation costs. The Shire is exploring a 14/7 day roster for outside crew as this may assist with retention and attraction of staff.
- Provide onsite mobile accommodation for the outside crew, reducing lost productive time associated with travelling.
- Strategically placed fuel storage depots throughout the Shire so the outside crew do not have to wait for fuel supplies.
- Have established a further 32 bores and additional borrow pits to reduce the cartage distance to works and hence improve productivity.
- Continuation of camping out on jobs for Road crews when more than 50km from town to reduce time spent traveling to jobs and increase the time spent working on the roads.
- A continued focus by officers in leveraging council resources to attract grant funding.
- Multi skilling of all employees.
- Continued training of employees to improve their knowledge and productivity.
- Purchase modern equipment that is designed to do the job, reducing down time and reduce maintenance costs.
- Resource sharing where possible.
- Operating with an extremely small workforce - 17FTE's
- Working directly with the various sectors - Mining / Pastoral to find collaborative ways to manage our assets by hosting sector specific forums.
- Ensuring that the Shire is maximising its Financial Assistance Grant by keeping all possible cost adjusters up to date.

**SHIRE OF UPPER GASCOYNE  
NOTES TO AND FORMING PART OF THE BUDGET  
FOR THE YEAR ENDING 30 JUNE 2026**

**2. RATE REVENUE (Continued)**

**(d) Differential General Rates**

The Local Government Act 1995 determines that properties of a Non-Rural purpose be rated using the Gross Rental Valuation (GRV) as the basis for the calculation of annual rates. The Valuer General determines the GRV for all properties within the Shire of Upper Gascoyne every three years and assigns a GRV. The current valuation is effective from 1 July 2025. Interim valuations are provided monthly to Council by the Valuer General for properties where changes have occurred (i.e. subdivisions or strata title of property, amalgamations, building constructions, demolition, additions and/or property rezoning etc). In such instances Council recalculates the rates for the affected properties and issues interim rates notices.

**GRV - General**

Consists of properties predominately located within the Gascoyne Junction townsite boundaries with a predominant residential use and is valued by the Valuer General on a GRV basis. This category is considered by Council to be the base rate by which all other GRV rated properties are assessed. The properties were last assessed on the Valuer General on 1 July 2025. The rate reflects an adequate contribution to the rate burden on the Shire to deliver services, carry out maintenance of public facilities and infrastructure and to meet the objectives as set out in the Strategic Community Plan and other statutory requirements.

**Minimum Rates - GRV General**

The setting of minimum rates within rating categories is an important method of ensuring that all properties contribute an equitable rate amount. A minimum rate of \$525 has been set for the GRV-General category. The minimum rate reflects an adequate contribution to the rate burden on the Shire to deliver services, carry out maintenance of public facilities and infrastructure and to meet the objectives as set out in the Strategic Community Plan and other statutory requirements.

The minimum rate for the GRV-General category is set to ensure that less than 50% of the properties in this category are on the minimum rate to ensure compliance with Section 6.35 of the Local Government Act 1995.

**GRV - Transient Workforce Accommodation**

This incorporates all mass accommodation facilities provided for a workforce that is not permanently located within the district.

To ensure rates are distributed equitably across property used for residential and non-residential workers. Temporary workers are consumers of Shire services but unless they are also property owners within the Shire, are not contributing to the cost of services which they use. Mass accommodation properties have the potential to have a greater impact on Shire services and assets than other property types due to their number of occupants in a relatively small land parcel.

**(e) Unimproved Value (UV)**

Properties that are predominantly of a rural purpose are assigned an Unimproved Value that is supplied and updated by the Valuer General on an annual basis from 1 July of the current year. The rate in the dollar set for the UV-Rural category forms the basis for calculating all other UV differential rates

**UV - Rural (The base rate for Unimproved Value)**

Consists of properties that are exclusively for pastoral/rural use and is considered to be the base rate by which all other UV rated properties are assessed.

This category has been rated to reflect an adequate contribution on the maintenance and renewal of the Shires extensive 1900km road network, and other associated transport infrastructure required to support the ongoing sustainability of the Shire's road network. These properties have access to all other services and facilities provided by the Shire.

**SHIRE OF UPPER GASCOYNE**  
**NOTES TO AND FORMING PART OF THE BUDGET**  
**FOR THE YEAR ENDING 30 JUNE 2026**

**2. RATE REVENUE (Continued)**

**Minimum Rates - UV Rural**

The setting of minimum rates within rating categories is an important method of ensuring that all properties contribute an equitable rate amount. A minimum rate of \$1,600 has been set for the UV-Rural category.

The proposed minimum payment reflects an adequate contribution on the maintenance and renewal of the Shires extensive 1900km road network, and to provide other services such as Biosecurity, inclusive of Wild Dog Control. These properties have access to all other services and facilities provided by Council.

The minimum rate for the UV-Rural category is set to ensure that less than 50% of the properties in this category are on the minimum rate to ensure compliance with Section 6.35 of the *Local Government Act 1995*.

**UV - Mining**

This category covers all Mining Leases, Exploration Licences, Prospecting Licences, Retention Licences, General Purpose Leases, Special Prospecting Leases for Gold and Miscellaneous Licences as defined under the Mining Act 1978.

Consists of properties that are used for mining, exploration or prospecting purposes. The Unimproved Value is supplied and updated by the Valuer General on both an annual basis from 1 July and a monthly basis thereafter for new tenement grants, deaths and other changes.

The reasons for this category is to reflect the impact on utilisation of rural infrastructure (comparative to Rural) by heavy transport and associated higher traffic volumes and heavy equipment on the shires extensive 1900km road network. The larger scale equipment, frequency of movement, size and operations of mining result in the shires road network requiring additional on-going maintenance and renewal to service these users. Further, these properties have access to all other services and facilities provided by Council.

**Minimum Rates - UV Mining**

The setting of minimum rates within rating categories is an important method of ensuring that all properties contribute an equitable rate amount. A minimum rate of \$2,200 has been set for the UV-Mining category.

The reasons for this category is to reflect the impact on utilisation of rural infrastructure (comparative to Rural) by heavy transport and associated higher traffic volumes and heavy equipment on the shires extensive 1900km road network. The larger scale equipment and operations of mining result in the shires road network requiring additional on-going maintenance and renewal to service these users. Further, these properties have access to all other services and facilities provided by Council.

The minimum rate for the UV-Mining category is set to ensure that less than 50% of the properties in this category are on the minimum rate to ensure compliance with Section 6.35 of the *Local Government Act 1995*.

**(f) Rate Payment Discounts, Waivers and Concessions**

No Discounts, Waivers or Concessions in relation to Rates are proposed for 2025/26.

**3. SPECIFIED AREA RATE**

No Specified Area Rates will be levied in the 2025/26 financial year.

**4. SERVICE CHARGES**

No Service Charges will be imposed in the 2025/26 financial year.

**SHIRE OF UPPER GASCOYNE**  
**NOTES TO AND FORMING PART OF THE BUDGET**  
**FOR THE YEAR ENDING 30 JUNE 2026**

**5. OPERATING REVENUE**

**(a) Fees and Charges**

	<b>Budget 25 / 26</b>	<b>Actual 24 / 25</b>	<b>Budget 24 / 25</b>
<b>Program</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
Governance	-	-	1,000
General Purpose Funding	-	100	-
Law, Order, Public Safety	10,400	9,735	10,100
Health	500	368	500
Education and Welfare	6,500	-	5,500
Community Amenities	11,866	16,536	11,850
Recreation and Culture	31,350	31,261	16,250
Economic Services	2,000	3,040	1,500
<b>Total Fees and Charges</b>	<b>62,616</b>	<b>61,040</b>	<b>46,700</b>

**(b) Interest Earnings**

	<b>Budget 25 / 26</b>	<b>Actual 24 / 25</b>	<b>Budget 24 / 25</b>
<b>Source of Revenue</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
Interest on Reserves	75,000	95,059	40,000
Other Funds	200,000	295,227	150,000
Other Interest Revenue (Refer to Note 2(b))	25,000	49,832	11,320
<b>Total Interest Earnings</b>	<b>300,000</b>	<b>440,118</b>	<b>201,320</b>

**(c) Other Revenue**

	<b>Budget 25 / 26</b>	<b>Actual 24 / 25</b>	<b>Budget 24 / 25</b>
<b>Source of Revenue</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
Other Revenue	115,613	269,296	171,889
<b>Total Other Revenue</b>	<b>115,613</b>	<b>269,296</b>	<b>171,889</b>

**SHIRE OF UPPER GASCOYNE**  
**NOTES TO AND FORMING PART OF THE BUDGET**  
**FOR THE YEAR ENDING 30 JUNE 2026**

**6. OPERATING EXPENSES**

**(a) Depreciation**

**By Program**

Governance
Law, Order, Public Safety
Education and Welfare
Housing
Community Amenities
Recreation and Culture
Transport
Economic Services
Other Property and Services
<b>Total Depreciation by Program</b>

<b>Budget 25 / 26</b>	<b>Actual 24 / 25</b>	<b>Budget 24 / 25</b>
\$	\$	\$
49,450	41,209	36,500
39,405	32,836	25,656
8,725	7,932	7,912
37,800	30,237	23,745
3,155	2,865	9,940
167,910	152,649	205,950
4,024,645	3,217,941	2,864,125
241,455	194,933	178,280
493,428	468,979	531,390
<b>5,065,973</b>	<b>4,149,581</b>	<b>3,883,498</b>

**By Class**

Land and Buildings
Furniture and Equipment
Plant and Equipment
Roads
Other Infrastructure
<b>Total Depreciation by Class</b>

202,326	166,980	152,337
13,734	11,666	9,190
499,331	473,807	536,220
3,742,880	2,985,209	2,634,355
607,702	511,918	551,396
<b>5,065,973</b>	<b>4,149,581</b>	<b>3,883,498</b>

**(b) Interest Expenses (Finance Costs)**

**Loan Description**

Borrowings (Refer to Note 9)
Overdraft
Other Interest
<b>Total Finance Cost</b>

<b>Budget 25 / 26</b>	<b>Actual 24 / 25</b>	<b>Budget 24 / 25</b>
\$	\$	\$
66,845	50,794	53,188
50,000	8,400	50,000
-	-	-
<b>116,845</b>	<b>59,194</b>	<b>103,188</b>

**(c) Auditor Remuneration**

**Service Provided**

Audit Services
<b>Total Auditing Expense</b>

<b>Budget 25 / 26</b>	<b>Actual 24 / 25</b>	<b>Budget 24 / 25</b>
\$	\$	\$
55,000	56,727	51,000
<b>55,000</b>	<b>56,727</b>	<b>51,000</b>

**SHIRE OF UPPER GASCOYNE**  
**NOTES TO AND FORMING PART OF THE BUDGET**  
**FOR THE YEAR ENDING 30 JUNE 2026**

**6. OPERATING EXPENSES (Cont)**

**(d) Elected Members Remuneration**

**Fees, Expenses and Allowances Paid**

**Cr. Jim Caunt**

President's annual allowance  
Meeting attendance fees  
Superannuation  
Annual allowance for ICT expenses  
Travel and accommodation expenses

	<b>Budget 25 / 26</b>	<b>Actual 24 / 25</b>	<b>Budget 24 / 25</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>
	22,470	20,875	21,710
	21,880	20,171	21,138
	2,626	-	-
	3,500	3,500	3,500
	1,500	1,681	-
	<b>51,976</b>	<b>46,227</b>	<b>46,348</b>

**Cr. Hamish McTaggart**

Deputy President's annual allowance  
Meeting attendance fees  
Superannuation  
Annual allowance for ICT expenses  
Travel and accommodation expenses

	5,618	5,219	5,219
	10,650	9,890	10,286
	-	-	-
	3,500	3,500	3,500
	1,500	781	-
	<b>21,268</b>	<b>19,390</b>	<b>19,005</b>

**Cr. Blanche Walker**

Meeting attendance fees  
Superannuation  
Annual allowance for ICT expenses  
Travel and accommodation expenses

	10,650	9,890	10,286
	1,278	-	-
	3,500	3,500	3,500
	1,500	-	-
	<b>16,928</b>	<b>13,390</b>	<b>13,786</b>

**Cr. Peter Windie**

Meeting attendance fees  
Superannuation  
Annual allowance for ICT expenses  
Travel and accommodation expenses

	10,650	9,890	10,286
	1,278	-	-
	3,500	3,500	3,500
	1,500	-	-
	<b>16,928</b>	<b>13,390</b>	<b>13,786</b>

**Cr. Will Baston**

Meeting attendance fees  
Superannuation  
Annual allowance for ICT expenses  
Travel and accommodation expenses

	10,650	9,890	10,286
	1,278	-	-
	3,500	3,500	3,500
	1,500	188	-
	<b>16,928</b>	<b>13,578</b>	<b>13,786</b>

**Cr. Raymond Hoseason-Smith**

Meeting attendance fees  
Superannuation  
Annual allowance for ICT expenses  
Travel and accommodation expenses

	10,650	9,890	10,286
	-	-	-
	3,500	3,500	3,500
	1,500	2,031	-
	<b>15,650</b>	<b>15,421</b>	<b>13,786</b>

**Cr. Leane Alys McKeough**

Meeting attendance fees  
Superannuation  
Annual allowance for ICT expenses  
Travel and accommodation expenses

	10,650	9,890	10,286
	1,278	-	-
	3,500	3,500	3,500
	1,500	2,127	-
	<b>16,928</b>	<b>15,517</b>	<b>13,786</b>

**Total**

	<b>156,606</b>	<b>136,913</b>	<b>134,283</b>
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**SHIRE OF UPPER GASCOYNE  
NOTES TO AND FORMING PART OF THE BUDGET  
FOR THE YEAR ENDING 30 JUNE 2026**

**6. OPERATING EXPENSES (Cont)**

**(d) Elected Members Remuneration (Cont)**

Fees, expenses and allowances to be paid or reimbursed to elected council members.

President's allowance

Deputy President's allowance

Meeting attendance fees

Superannuation

Annual allowance for ICT expenses

Travel and accommodation expenses

**Total**

<b>Budget 25 / 26</b>	<b>Actual 24 / 25</b>	<b>Budget 24 / 25</b>
<b>\$</b>	<b>\$</b>	<b>\$</b>
22,470	20,875	21,710
5,618	5,219	5,219
85,780	79,511	82,854
7,738	-	-
24,500	24,500	24,500
10,500	6,808	-
<b>156,606</b>	<b>136,913</b>	<b>134,283</b>

SHIRE OF UPPER GASCOYNE  
NOTES TO AND FORMING PART OF THE BUDGET  
FOR THE YEAR ENDING 30 JUNE 2026

7. DISPOSAL OF ASSETS

(a) Annual Budget 25 / 26

Plant and Equipment

Transport

P113 - 2020 Toyota Hilux 4x4 2.8L DSL SR5  
Semi-Trailer with Side Tipping tray

Total Disposals

Book Value Budget 25 / 26	Proceeds Budget 25 / 26	Profit Budget 25 / 26	(Loss) Budget 25 / 26
\$	\$	\$	\$
3,400	18,000	14,600	-
10,000	20,000	10,000	-
		-	-
13,400	38,000	24,600	-

Total Profit / (Loss) on Disposal

24,600

(b) Actual 24 / 25

Plant and Equipment

Transport

P100 - CAT 140M Grader - GU184

Total Disposals

Book Value Actual 24 / 25	Proceeds Actual 24 / 25	Profit Actual 24 / 25	(Loss) Actual 24 / 25
\$	\$	\$	\$
161,761	152,703	-	(9,058)
161,761	152,703	-	(9,058)

Total Profit / (Loss) on Disposal

(9,058)

(c) Annual Budget 24 / 25

Plant and Equipment

Transport

Caterpillar CT630B on Highway Truck P36  
P100 - CAT 140M Grader - GU184

Total Disposals

Book Value Budget 24 / 25	Proceeds Budget 24 / 25	Profit Budget 24 / 25	(Loss) Budget 24 / 25
\$	\$	\$	\$
75,000	50,000	-	(25,000)
167,988	175,000	7,012	-
		-	-
242,988	225,000	7,012	(25,000)

Total Profit / (Loss) on Disposal

(17,988)

**SHIRE OF UPPER GASCOYNE**  
**NOTES TO AND FORMING PART OF THE BUDGET**  
**FOR THE YEAR ENDING 30 JUNE 2026**

**8. CAPITAL EXPENDITURE**

**(a) PROPERTY, PLANT AND EQUIPMENT**

**Land and Buildings**

**Governance**

Council Office Extension/Upgrade	322,942	77,059	400,000
Electrical Board Upgrade for Emergency Command Centre	-	70,129	60,000

**Housing**

Lot 49 (Big Ds) - Replace flooring and blinds	13,500	-	-
Lot 17 (John's) - Replace blinds	8,000	-	-
Lot 48 Units - Paint outside and redo decking	20,000	-	-
Lot 49 Units - Paint outside and redo decking	20,000	-	-
Lot 48 A/B- Carports	60,000	-	-
Lot 50 Hatch Street - Installation of Shade to Patio	20,000	-	-
Lot 49 - Carport	35,000	-	-
Lot 45 B - Lighting and power to shed	8,000	-	-
Lot 23- Lighting and power to shed	8,000	-	-
Lot 19 Carport	50,000	-	-
Lot 53,28 Hatch Street New Housing Development	600,000	-	-
Lot 50, 22 Hatch Street - Manager Finance and	-	242	-
Lot 40,3 Gregory Street - Town Services Officers	-	316	-
Lot 21, 23 Gregory Street - Works Supervisor and	-	453	-
Lot 23 Gregory Street - Shed	-	34,414	40,150
Lot 45B Gregory Street - Shed	-	34,403	40,150
Lot 45A Gregory Street - Patio	-	24,503	28,250
Lot 39 Gregory Street - Patio	-	24,796	28,250
Lot 17 Gregory Street - Patio	-	20,352	17,300
Lot 51 Hatch Street - Gardens and Reticulation	-	67,915	50,000
Lot 45B Gregory Street - Gardens and Reticulation	-	48,406	50,000
Lot 50 Hatch Street - Installation of Lighting and Power to Shed	-	3,556	8,000
Lot 40 Gregory Street - Install Lighting and Power to Shed and Patio	8,000	-	8,000
Lot 21 Gregory Street - Installation of Power to Patio	-	2,917	3,500
Lot 52 Hatch Street - Concrete Path around House - replace paving	-	19,692	25,000
Lot 19 Gregory Street - Concrete Path around House - replace paving	-	19,983	25,000
Lot 53 Hatch Street - Install Retaining Wall	-	15,975	20,000
Lot 19 Gregory Street - Pool Fence Upgrade	-	14,262	15,000
Lot 52 Hatch Street - Patio	-	13,636	15,250
Lot 23 Gregory Street - Patio	-	13,514	15,250
Lot 45B Gregory Street House Construction CF 23/24	-	168,632	210,500
Lot 51 Hatch Street - Fitout CF 23/24	-	71,527	81,000

**Recreation and Culture**

Upgrade Electrical Board At Evacuation Centre	-	50,477	50,000
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**Transport**

Depot Machinery Shed - Water Tank and Gutters Storage	10,000	-	-
Depot Perimeter Fence - Replacement	30,000	-	-
Chemical Laydown Area	80,000	-	-
Chemical Shed and Eye Wash/Shower Station	-	31,044	35,000
Stainless benches/shelving	-	3,489	-

**SHIRE OF UPPER GASCOYNE**  
**NOTES TO AND FORMING PART OF THE BUDGET**  
**FOR THE YEAR ENDING 30 JUNE 2026**

**8. CAPITAL EXPENDITURE (Continued)**

**(a) PROPERTY, PLANT AND EQUIPMENT (Cont)**

**Land and Buildings (Cont)**

**Economic Services**

GJTP Storage Shed - Power and Lighting	15,000	-	-
Laundry at Gascoyne Junction Pub and Tourist Park	40,909	-	-
Storage Shed at Gascoyne Junction Pub and Tourist Park	-	50,425	65,400
Residential Land Development	-	25,000	-

<b>Total Land and Buildings</b>	<b>1,349,351</b>	<b>907,117</b>	<b>1,291,000</b>
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**Furniture and Equipment**

**Governance**

Council Chambers Chairs and Infrastructure	-	14,155	25,000
Telephone System and ICT Upgrade	-	13,562	25,000
Front Office Upgrade	75,000	-	-
Computer Server Upgrade	21,400	-	-

**Recreation and Culture**

Slatwall and Equipment/Furniture	20,000	-	-
Bureau Meeting Pods for Privacy - Centrelink/General Meeting	40,000	-	-

<b>Total Furniture and Equipment</b>	<b>156,400</b>	<b>27,717</b>	<b>50,000</b>
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**Plant and Equipment**

**Transport**

Works Supervisor Vehicle replacement	75,000	-	-
Telehandler	220,000	-	-
2x solar lighting tower	40,000	-	-
2x flattop trailer 12x7	17,000	-	-
Fresh water cartage tandem trailer	18,000	-	-
Gardeners truck	200,000	-	-
Tow Behind Roller	150,000	-	-
Operator Camp	95,000	-	-
Water wheel trailer	35,000	-	-
Broom for Kubota tractor	20,000	-	-
Operator Camp	95,000	-	90,000
Grader	-	557,200	585,000
Prime Mover	-	217,835	250,000
Generator P72 Camp	-	252	10,000
Generator WM Camp	-	8,565	10,000
Fuel Tank Cobra Diary Creek	-	12,302	15,000
Light Trailer with Water Wheel and Genset	-	15,213	-
Zero Turn Ride On Mower	-	11,500	-
Depot - Unleaded Tank With Pump	-	9,965	-
Air Compressor - Depot	-	8,636	-
Fleet Number Sticker	-	644	-

**Law, Order & Public Safety**

Fire Truck Supplied by Fesa	-	550,000	-
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<b>Total Plant and Equipment</b>	<b>965,000</b>	<b>1,392,113</b>	<b>960,000</b>
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<b>Total Property, Plant and Equipment</b>	<b>2,470,751</b>	<b>2,326,947</b>	<b>2,301,000</b>
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**SHIRE OF UPPER GASCOYNE**  
**NOTES TO AND FORMING PART OF THE BUDGET**  
**FOR THE YEAR ENDING 30 JUNE 2026**

**8. CAPITAL EXPENDITURE (Continued)**

**(b) INFRASTRUCTURE**

**Infrastructure - Roads**

**Transport**

Indigenous Access Road - Landor Mt Augustus CF  
23/24

- 158,801 140,985

Indigenous Access Road - Landor Mt Augustus  
24/25

- 540,915 200,000

Signage

75,000 29,526 60,000

Grids

60,000 53,520 60,000

State Initiative Program - Carnarvon Mullewa Road  
24/25

4,770,000 5,125,045 5,015,729

RRG/LRCI Landor Mt Augustus Road 24/25

581,408 580,340

RRG/LRCI Landor Meekatharra Road 24/25

455,450 580,340

R2R Carnarvon Mullewa Road Project 24/25

1,039,029 1,034,958

33 River Crossing Floodway Reconstruction

180,000 496 180,000

Road Resealing Program - Various 24/25

- 900,320 500,000

Bore Findings x3

- 91,423 100,000

River Level Gauge at Landor

- 3,100 20,000

RRG Cobra Diary Creek Road Resheets 25/26

908,732 - -

RRG Carnarvon Mullewa Road Resheets 25/26

908,732 - -

R2R Landor Meekatharra Road Resheet - Various

634,958 - -

R2R Carnarvon Mullewa Road Resealing 25/26

650,000 - -

Landor Mt Augustus Road Realignment including  
Culvert 25/26

9,300,000 - -

Indigenous Access Roads/R2R Landor Mt Augustus

Road 3 x Culverts

718,801 - -

2 x Bore Findings

80,000 - -

**Total Roads**

**18,286,223 8,979,031 8,472,352**

**SHIRE OF UPPER GASCOYNE  
NOTES TO AND FORMING PART OF THE BUDGET  
FOR THE YEAR ENDING 30 JUNE 2026**

**8. CAPITAL EXPENDITURE (Continued)**

**(b) INFRASTRUCTURE (Cont)**

**Infrastructure - Footpaths**

**Transport**

Footpath Plan - Hatch Street

-

304,336

150,000

**Total Footpaths**

-

**304,336**

**150,000**

**Infrastructure - Other**

**Community Amenities**

New Rubbish Tip Reserve and Fence

150,000

-

100,000

Rehabilitate Old Rubbish Tip Reserve

20,000

-

20,000

Reverse Osmosis Plant

50,000

607,596

1,000,000

Evaporation Pond at new tip for Water Treatment Plant

-

546,969

240,000

Evaporation Pond/Trenches for Sullage Waste

-

-

60,000

Buildings - Fire Control GEN

-

632

-

**Recreation and Culture**

Concrete pad between Dongas for Outdoor Gym Area

-

43,420

40,000

Install Power Outlets for Two Rivers Memorial Park

-

8,850

10,000

Oval Renovation Part Two

-

44,020

50,000

Museum Upgrade

30,000

-

30,000

Telescope and Concrete Viewing Pad

-

9,800

15,000

Water Hole Access Ramp

-

-

100,000

Upgrade River Pumps and Infrastructure

60,000

-

60,000

**Total Other Infrastructure**

**310,000**

**1,261,287**

**1,725,000**

**Total Infrastructure**

**18,596,223**

**10,544,654**

**10,347,352**

**Total Capital Expenditure**

**21,066,974**

**12,871,601**

**12,648,352**

**SHIRE OF UPPER GASCOYNE**  
**NOTES TO AND FORMING PART OF THE BUDGET**  
**FOR THE YEAR ENDING 30 JUNE 2026**

**9. INFORMATION ON BORROWINGS**

**(a) Debenture Repayments**

**(i) Loan 29 Staff Housing**

**Housing**

	Budget 25 / 26	Actual 24 / 25	Budget 24 / 25
Opening Balance	133,268	172,829	136,392
Principal Payment	(38,665)	(39,561)	(37,534)
<b>Principal Outstanding</b>	<b>94,603</b>	<b>133,268</b>	<b>98,858</b>
Finance Cost Payment	(2,744)	(4,166)	(4,592)
<b>Total Finance Cost</b>	<b>(2,744)</b>	<b>(4,166)</b>	<b>(4,592)</b>

**(ii) Loan 28 Tourism Precinct**

**Economic Services**

Opening Balance	284,850	343,564	293,185
Principal Payment	(55,652)	(58,714)	(52,949)
<b>Principal Outstanding</b>	<b>229,198</b>	<b>284,850</b>	<b>240,236</b>
Finance Cost Payment	(12,156)	(15,263)	(16,104)
<b>Total Finance Cost</b>	<b>(12,156)</b>	<b>(15,263)</b>	<b>(16,104)</b>

**(ii) Loan 30 Staff Housing**

**Housing**

Opening Balance	295,920	342,033	298,020
Principal Payment	(44,978)	(46,113)	(44,493)
<b>Principal Outstanding</b>	<b>250,942</b>	<b>295,920</b>	<b>253,527</b>
Finance Cost Payment	(4,184)	(5,000)	(5,079)
<b>Total Finance Cost</b>	<b>(4,184)</b>	<b>(5,000)</b>	<b>(5,079)</b>

**(iii) Loan 31 Staff Housing**

**Housing**

Opening Balance	525,100	589,512	575,550
Principal Payment	(52,592)	(64,412)	(50,450)
<b>Principal Outstanding</b>	<b>472,508</b>	<b>525,100</b>	<b>525,100</b>
Finance Cost Payment	(23,761)	(26,365)	(27,413)
<b>Total Finance Cost</b>	<b>(23,761)</b>	<b>(26,365)</b>	<b>(27,413)</b>

**SHIRE OF UPPER GASCOYNE**  
**NOTES TO AND FORMING PART OF THE BUDGET**  
**FOR THE YEAR ENDING 30 JUNE 2026**

**9. INFORMATION ON BORROWINGS (Continued)**

**(b) New Loans**

**(iii) Loan 32 Staff Housing**

**Housing**

Opening Balance  
 Proceeds from Borrowing  
 Principal Payment

**Principal Outstanding**

Finance Cost Payment

**Total Finance Cost**

**Total Proceeds from Borrowing**

**Total Principal Repayments**

**Total Finance Cost**

	Budget 25 / 26	Actual 24 / 25	Budget 24 / 25
	\$	\$	\$
Opening Balance	-	-	-
Proceeds from Borrowing	600,000	-	-
Principal Payment	(56,000)	-	-
<b>Principal Outstanding</b>	<b>544,000</b>	<b>-</b>	<b>-</b>
Finance Cost Payment	(24,000)	-	-
<b>Total Finance Cost</b>	<b>(24,000)</b>	<b>-</b>	<b>-</b>
<b>Total Proceeds from Borrowing</b>	<b>600,000</b>	<b>-</b>	<b>-</b>
<b>Total Principal Repayments</b>	<b>(247,887)</b>	<b>(208,800)</b>	<b>(185,426)</b>
<b>Total Finance Cost</b>	<b>(66,845)</b>	<b>(50,794)</b>	<b>(53,188)</b>

**9. INFORMATION ON BORROWINGS (Continued)**

Institution

Loan Type

Term

Interest Rate

Western Australian Treasury Corporation (WATC)

Fixed

10 Years

4.1994% Semi Annual Compounding

**(b) Unspent Borrowings**

The Shire had no unspent borrowing as at 30th June 2025. It is not expected to have unspent borrowing funds as at 30th June 2026.

**(c) Overdraft Facility**

The Shire holds an overdraft facility with the Commonwealth Bank for \$700,000. The current interest rate on the facility is 10.28% per annum.

**SHIRE OF UPPER GASCOYNE**  
**NOTES TO AND FORMING PART OF THE BUDGET**  
**FOR THE YEAR ENDING 30 JUNE 2026**

**10. CASH BACKED RESERVES**

	2025/26 Budget Opening Balance	2025/26 Budget Transfers (from)	2025/26 Budget Interest Received	2025/26 Budget Transfer to	2025/26 Budget Closing Balance	2024/25 Actual Opening Balance	2024/25 Actual Transfers (from)	2024/25 Actual Interest Received	2024/25 Actual Transfer to	2024/25 Actual Closing Balance	2024/25 Budget Opening Balance	2024/25 Budget Transfers (from)	2024/25 Budget Interest Received	2024/25 Budget Transfer to	2024/25 Budget Closing Balance
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
<b>Restricted by council</b>															
Plant Replacement Reserve	457,464	-	15,308	120,000	<b>592,772</b>	434,932	-	22,532	-	<b>457,464</b>	434,933	-	9,598	90,402	<b>534,933</b>
Airport Reserve	144,533	-	4,836	50,000	<b>199,369</b>	42,219	-	2,314	100,000	<b>144,533</b>	42,219	-	927	99,073	<b>142,219</b>
Leave Reserve	186,388	-	6,237	50,000	<b>242,625</b>	82,012	-	4,376	100,000	<b>186,388</b>	82,011	-	1,800	118,222	<b>202,033</b>
Tourism Precinct Reserve	258,278	(40,909)	8,643	50,000	<b>276,012</b>	86,693	(25,000)	4,703	191,882	<b>258,278</b>	86,693	-	1,903	98,097	<b>186,693</b>
Building Reserve	123,088	-	4,117	68,520	<b>195,725</b>	186,324	(71,755)	8,520	-	<b>123,088</b>	186,324	(81,000)	2,393	397,607	<b>505,324</b>
Works Reserve	173,522	-	5,809	100,000	<b>279,331</b>	163,985	-	9,537	-	<b>173,522</b>	163,985	-	3,705	146,295	<b>313,985</b>
Roads Flood Damage Reserve	189,468	-	6,340	-	<b>195,808</b>	157,289	-	8,179	24,000	<b>189,468</b>	157,289	-	3,453	20,649	<b>181,391</b>
Bridge Maintenance	126,489	-	4,233	50,000	<b>180,722</b>	120,259	-	6,230	-	<b>126,489</b>	120,259	(20,000)	2,712	22,288	<b>125,259</b>
Economic Development	500,208	-	16,738	100,000	<b>616,946</b>	475,571	-	24,637	-	<b>500,208</b>	475,571	-	10,178	139,822	<b>625,571</b>
Sealed Road Sealing Reserve	81,838	-	2,739	300,000	<b>384,577</b>	77,807	-	4,031	-	<b>81,838</b>	77,807	-	3,331	12,868	<b>94,006</b>
<b>Total Reserves</b>	<b>2,241,276</b>	<b>(40,909)</b>	<b>75,000</b>	<b>888,520</b>	<b>3,163,887</b>	<b>1,827,091</b>	<b>(96,755)</b>	<b>95,059</b>	<b>415,882</b>	<b>2,241,276</b>	<b>1,827,091</b>	<b>(101,000)</b>	<b>40,000</b>	<b>1,145,323</b>	<b>2,911,414</b>

**Reserve Accounts - Purposes**

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

<b>Reserve Name</b>	<b>Purpose</b>
Plant Replacement Reserve	to be used to be used for the purchase of major plant and also to fund major mechanical breakdowns
Airport Reserve	to fund the resealing of the Gascoyne Junction Airport
Leave Reserve	to be used to fund annual and long service leave requirements
Tourism Precinct Reserve	to be used for future significant repairs or upgrades on an as required basis
Building Reserve	to be used for new buildings, future repairs or upgrades on an as required basis (excluding the Tourism Precinct)
Works Reserve	to be used to support funding of major infrastructure projects
Roads Flood Damage Reserve	to be used towards the required Shire contribution for Western Australia Natural Disaster Relief funding
Bridge Maintenance Reserve	to be used for repairs and maintenance of Kilili Bridge as required
Economic Development	to set aside funds for economic development initiatives
Sealed Road Resealing Reserve	to set aside funds for the resealing of the Shire's sealed road network

The reserves are not expected to be used within a set timeframe and further transfers to and from the reserve accounts are expected as funds are utilised

**SHIRE OF UPPER GASCOYNE**  
**NOTES TO AND FORMING PART OF THE BUDGET**  
**FOR THE YEAR ENDING 30 JUNE 2026**

**11. NOTES TO THE STATEMENT OF CASH FLOWS**

The statement of cash flows includes cash and cash equivalents net of outstanding overdrafts. The estimated cash at reporting date is as follows:

**(a) Reconciliation of Cash**

	<b>Budget 25 / 26</b>	<b>Actual 24 / 25</b>	<b>Budget 24 / 25</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>
Cash at bank and on hand	3,760,664	7,713,023	3,640,371
Bank Overdraft	-	386	-
<b>Total Cash on Hand</b>	<b>3,760,664</b>	<b>7,713,409</b>	<b>3,640,371</b>
<b>Held as</b>			
- Unrestricted cash and cash equivalents	596,777	5,472,132	728,957
- Restricted cash and cash equivalents	3,163,887	2,241,276	2,911,414
	<b>3,760,664</b>	<b>7,713,408</b>	<b>3,640,371</b>

**Restrictions**

The following include the cash balances restricted by regulation or other externally imposed requirement:

- Cash and cash equivalents	3,163,887	2,241,276	2,911,414
<b>Total Restricted Cash</b>	<b>3,163,887</b>	<b>2,241,276</b>	<b>2,911,414</b>

The restricted assets are a result of the following specific purposes to which the asset may be used:

Reserves - cash/financial asset backed  
 Unspent non-operating grants, subsidies and contribution liabilities

**(b) Reconciliation of Net Cash from Operating Activities to Net Result**

Net Result	11,682,743	7,248,965	2,423,280
Depreciation	5,065,973	4,149,581	3,883,498
(Profit) on Sale of Asset	(24,600)	-	(7,012)
Loss on Sale of Asset	-	9,058	25,000
(Increase) / Decrease in Receivables	-	(616,674)	-
(Increase) / Decrease in Contract Assets	-	(463,715)	-
(Increase) / Decrease in Inventories	-	(3,386)	-
Increase / (Decrease) in Payables	-	1,427,579	-
Increase / (Decrease) in Contract Liabilities	-	(553,105)	-
Increase / (Decrease) in Employee Provisions	-	(5,333)	-
Non-operating Grants, Subsidies and Contributions	(17,035,401)	(9,342,988)	(8,150,771)
<b>Net Cash from Operating Activities</b>	<b>(311,285)</b>	<b>1,849,982</b>	<b>(1,826,005)</b>

**(c) Undrawn Borrowing Facilities**

**Credit Standby Arrangements**

Bank Overdraft Limit	4,200,000	4,200,000	4,200,000
Bank Overdraft at Balance Date	-	386	-
Credit Card Limit	10,000	10,000	10,000
Credit Card Balance at Balance Date	-	(3,873)	-
<b>Total Amount of Credit Unused</b>	<b>4,210,000</b>	<b>4,206,513</b>	<b>4,210,000</b>

**Loan Facilities**

Loan Facilities in use at Balance Date	1,591,251	1,239,138	1,117,721
Unused Loan Facilities at Balance Date	4,200,000	4,200,386	4,200,000

**SHIRE OF UPPER GASCOYNE**  
**NOTES TO AND FORMING PART OF THE BUDGET**  
**FOR THE YEAR ENDING 30 JUNE 2026**

**12. NET CURRENT ASSETS**

Composition of Estimated Net Current Assets

		<b>Budget 25 / 26</b>	<b>Actual 24 / 25</b>	<b>Budget 24 / 25</b>
	<b>Note</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
<b>Current Assets</b>				
Cash - Unrestricted	11(a)	596,777	5,472,132	728,957
Cash - Restricted Reserves	10	3,163,887	2,241,276	2,911,414
Receivables		1,175,593	1,175,593	281,914
Contract Assets		1,087,829	1,087,829	1,018,225
Inventories		211,931	211,931	222,507
<b>Total Current Assets</b>		<b>6,236,017</b>	<b>10,188,761</b>	<b>5,163,017</b>
<b>Current Liabilities</b>				
Trade and Other Payables		(2,429,378)	(2,429,378)	30,783
Deposits and Bonds		(180)	(180)	(50,180)
Contract Liabilities		(532,545)	(532,545)	(2,104,876)
Short Term Borrowings		(191,887)	(191,887)	(191,887)
Provisions		(324,576)	(324,576)	(240,601)
<b>Total Current Liabilities</b>		<b>(3,478,566)</b>	<b>(3,478,566)</b>	<b>(2,556,761)</b>
<b>Net Current Funding Position</b>		<b>2,757,451</b>	<b>6,710,195</b>	<b>2,606,256</b>
Cash - Restricted Reserves	10	(3,163,887)	(2,241,276)	(2,911,414)
Less: Land Held for Resale		-	-	(2,500)
Add: Current Portion of Debentures		191,887	191,887	191,887
Add: Movement in Employee Leave Reserve		28,161	28,162	34,065
Add: Liabilities Related to Restricted Assets		186,388	186,388	81,706
<b>Estimated Surplus / (Deficit) C/FWD</b>		<b>-</b>	<b>4,875,356</b>	<b>(0)</b>

The estimated surplus/(deficit) c/fwd in the 2025/26 budget column represents the surplus/(deficit) carried forward as at 30 June 2025.

SHIRE OF UPPER GASCOYNE  
NOTES TO AND FORMING PART OF THE BUDGET  
FOR THE YEAR ENDING 30 JUNE 2026

13. TRUST FUNDS

The Shire has no control over funds held in Trust and therefore not included in the financial statements.

Description	Opening Balance 01 Jul 25	Estimated Amounts Received	Estimated Amounts Paid	Closing Balance 30 Jun 26
	\$	\$	\$	\$
	-	-	-	-
Total Trust Funds	-			-

14. MAJOR LAND TRANSACTIONS

The Shire does not anticipate any major land transactions in the 25/26 financial year.

15. TRADING UNDERTAKINGS AND MAJOR TRADING UNDERTAKINGS

The Shire does not anticipate any trading undertakings or major trading undertakings in the 25/26 financial year.

16. JOINT VENTURE ARRANGEMENTS

The Shire is not involved or expected to be involved in any joint venture arrangements in the 25/26 financial year.

**SHIRE OF UPPER GASCOYNE**  
**NOTES TO AND FORMING PART OF THE BUDGET**  
**FOR THE YEAR ENDING 30 JUNE 2026**

**17. PROGRAM INFORMATION**

	<b>Budget 25 / 26</b>	<b>Actual 24 / 25</b>	<b>Budget 24 / 25</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>
<b>Income excluding grants, subsidies and contributions</b>			
Governance	1,000	691	1,000
General Purpose Funding	2,638,917	2,414,408	2,235,580
Law, Order, Public Safety	12,975	12,310	12,625
Health	500	368	500
Education and Welfare	27,100	28,311	40,695
Community Amenities	11,866	16,626	11,850
Recreation and Culture	31,350	31,261	17,750
Transport	68,350	40,207	35,000
Economic Services	44,688	69,638	93,969
Other Property and Services	-	130,917	-
	<u>2,836,746</u>	<u>2,744,737</u>	<u>2,448,969</u>
<b>Operating grants, subsidies and contributions</b>			
General Purpose Funding	1,977,747	3,080,956	641,720
Law, Order, Public Safety	25,230	30,934	29,213
Education and Welfare	104,000	99,500	106,500
Recreation and Culture	-	-	5,000
Transport	2,583,403	4,057,987	12,118,984
Economic Services	85,000	(50,503)	109,038
Other Property and Services	55,000	64,237	50,000
	<u>4,830,380</u>	<u>7,283,111</u>	<u>13,060,455</u>
<b>Capital grants, subsidies and contributions</b>			
Law, Order, Public Safety	-	550,034	-
Recreation and Culture	-	624,973	624,873
Transport	17,035,401	8,167,980	7,525,898
	<u>17,035,401</u>	<u>9,342,988</u>	<u>8,150,771</u>
<b>Total Income</b>	<u>24,702,527</u>	<u>19,370,836</u>	<u>23,660,195</u>
<b>Expenses</b>			
Governance	(564,141)	(619,715)	(724,288)
General Purpose Funding	(297,177)	(61,805)	(139,996)
Law, Order, Public Safety	(178,186)	(126,272)	(134,592)
Health	(101,126)	(17,383)	(28,400)
Education and Welfare	(510,390)	(472,236)	(746,807)
Housing	(648,913)	(464,089)	(473,959)
Community Amenities	(270,048)	(96,330)	(191,243)
Recreation and Culture	(830,739)	(521,942)	(631,580)
Transport	(8,381,434)	(8,406,516)	(16,918,286)
Economic Services	(1,182,630)	(1,119,952)	(1,197,764)
Other Property and Services	(55,000)	(215,631)	(50,000)
	<u>(13,019,784)</u>	<u>(12,121,871)</u>	<u>(21,236,915)</u>
<b>Net Result for the period</b>	<u>11,682,743</u>	<u>7,248,964</u>	<u>2,423,280</u>