

SHIRE OF PLANTAGENET
FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2024



Statement by Chief Executive Officer	2
Statement of Comprehensive Income	3
Statement of Financial Position	4
Statement of Changes in Equity	5
Statement of Cash Flows	6
Statement of Financial Activity	7
Index of Notes to the Financial Report	8
Independent Auditor's Report	41

The Shire of Plantagenet conducts the operations of a local government with the following community vision:

Plantagenet, building a sustainable and respectful community, where the environment is preserved and natural beauty and diversity provide opportunities for all.

Principal place of business:
22-24 Lowood Road
Mount Barker 6324



**SHIRE OF PLANTAGENET
FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2024**

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

STATEMENT BY CEO

The accompanying financial report of the Shire of Plantagenet has been prepared in compliance with the provisions of the *Local Government Act 1995* from proper accounts and records to present fairly the financial transactions for the reporting period ended 30 June 2024 and the financial position as at 30 June 2024.

At the date of signing this statement the particulars included in the financial report are not misleading or inaccurate.

Signed on the 9th day of December 2024



CEO

Julian Murphy



**SHIRE OF PLANTAGENET
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2024**

	NOTE	2024 Actual \$	2024 Budget \$	2023 Actual \$
Revenue				
Rates	2(a),24	7,841,647	7,818,093	7,446,583
Grants, subsidies and contributions	2(a)	4,041,640	1,660,525	4,016,303
Fees and charges	2(a)	2,590,979	2,321,862	2,199,526
Interest revenue	2(a)	241,182	242,450	284,755
Other revenue	2(a)	774,250	467,807	481,800
		15,489,698	12,510,737	14,428,967
Expenses				
Employee costs	2(b)	(6,113,573)	(6,602,711)	(5,608,574)
Materials and contracts		(4,941,541)	(5,888,273)	(3,117,536)
Utility charges		(483,914)	(565,521)	(382,720)
Depreciation		(16,253,747)	(6,812,464)	(6,573,813)
Finance costs		(64,330)	(70,951)	(80,635)
Insurance		(333,346)	(341,358)	(335,147)
Other expenditure	2(b)	(440,770)	(401,268)	(444,026)
		(28,631,221)	(20,682,546)	(16,542,451)
		(13,141,523)	(8,171,809)	(2,113,484)
Capital grants, subsidies and contributions	2(a)	2,095,925	3,152,939	2,210,103
Profit on asset disposals		26,515	34,719	242,835
Loss on asset disposals		(3,714)	0	(41,000)
Fair value adjustments to financial assets at fair value through profit or loss	4(b)	0	0	4,607
		2,118,726	3,187,658	2,416,545
Net result for the period		(11,022,797)	(4,984,151)	303,061
Other comprehensive income for the period				
<i>Items that will not be reclassified subsequently to profit or loss</i>				
Changes in asset revaluation surplus		0	0	214,513,975
Total other comprehensive income for the period		0	0	214,513,975
Total comprehensive income for the period		(11,022,797)	(4,984,151)	214,817,036

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



**SHIRE OF PLANTAGENET
STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2024**

	NOTE	2024	2023
		\$	\$
CURRENT ASSETS			
Cash and cash equivalents	3	9,671,792	9,267,179
Trade and other receivables	5	1,316,401	674,762
Other financial assets	4(a)	51,932	480,331
Inventories	6	67,333	68,954
Other assets	7	208,101	137,352
TOTAL CURRENT ASSETS		11,315,559	10,628,578
NON-CURRENT ASSETS			
Trade and other receivables	5	171,840	171,840
Other financial assets	4(b)	371,946	423,877
Property, plant and equipment	8	50,537,804	51,829,445
Infrastructure	9	395,911,049	407,193,010
Right-of-use assets	11(a)	38,192	47,366
Intangible assets	12	274,335	290,613
TOTAL NON-CURRENT ASSETS		447,305,166	459,956,151
TOTAL ASSETS		458,620,725	470,584,729
CURRENT LIABILITIES			
Trade and other payables	13	577,820	972,085
Other liabilities	14	109,270	352,230
Lease liabilities	11(b)	12,937	12,808
Borrowings	15	386,978	382,448
Employee related provisions	16	1,005,136	900,972
TOTAL CURRENT LIABILITIES		2,092,141	2,620,543
NON-CURRENT LIABILITIES			
Lease liabilities	11(b)	15,256	28,193
Borrowings	15	878,548	1,265,526
Employee related provisions	16	127,475	140,365
TOTAL NON-CURRENT LIABILITIES		1,021,279	1,434,084
TOTAL LIABILITIES		3,113,420	4,054,627
NET ASSETS		455,507,305	466,530,102
EQUITY			
Retained surplus		52,136,872	64,232,388
Reserve accounts	27	6,116,407	5,043,688
Revaluation surplus	17	397,254,026	397,254,026
TOTAL EQUITY		455,507,305	466,530,102

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



**SHIRE OF PLANTAGENET
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2024**

	NOTE	RETAINED SURPLUS \$	RESERVE ACCOUNTS \$	REVALUATION SURPLUS \$	TOTAL EQUITY \$
Balance as at 1 July 2022		64,924,171	4,048,844	182,740,051	251,713,066
Comprehensive income for the period					
Net result for the period		303,061	0	0	303,061
Other comprehensive income for the period	17	0	0	214,513,975	214,513,975
Total comprehensive income for the period		303,061	0	214,513,975	214,817,036
Transfers from reserve accounts	27	1,066,042	(1,066,042)	0	0
Transfers to reserve accounts	27	(2,060,886)	2,060,886	0	0
Balance as at 30 June 2023		64,232,388	5,043,688	397,254,026	466,530,102
Comprehensive income for the period					
Net result for the period		(11,022,797)	0	0	(11,022,797)
Total comprehensive income for the period		(11,022,797)	0	0	(11,022,797)
Transfers from reserve accounts	27	360,283	(360,283)	0	0
Transfers to reserve accounts	27	(1,433,002)	1,433,002	0	0
Balance as at 30 June 2024		52,136,872	6,116,407	397,254,026	455,507,305

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



**SHIRE OF PLANTAGENET
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2024**

	NOTE	2024 Actual \$	2023 Actual \$
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts			
Rates		7,773,148	7,328,847
Grants, subsidies and contributions		3,429,215	4,333,379
Fees and charges		2,590,979	2,198,300
Interest revenue		241,182	284,755
Goods and services tax received		336,783	257,362
Other revenue		774,250	481,800
		15,145,557	14,884,443
Payments			
Employee costs		(6,061,435)	(5,616,862)
Materials and contracts		(5,363,005)	(3,233,839)
Utility charges		(483,914)	(382,720)
Finance costs		(64,330)	(80,635)
Insurance paid		(333,346)	(335,147)
Goods and services tax paid		(299,508)	(294,706)
Other expenditure		(441,550)	(444,025)
		(13,047,088)	(10,387,934)
Net cash provided by operating activities		2,098,469	4,496,509
CASH FLOWS FROM INVESTING ACTIVITIES			
Payments for purchase of property, plant & equipment	8(a)	(334,228)	(1,271,938)
Payments for construction of infrastructure	9(a)	(3,391,322)	(3,769,652)
Capital grants, subsidies and contributions		1,852,965	1,567,219
Proceeds for financial assets at amortised cost		417,776	(417,776)
Proceeds from financial assets at amortised cost - self supporting loans		62,553	73,137
Proceeds from sale of property, plant & equipment		93,656	466,363
Net cash (used in) investing activities		(1,298,600)	(3,352,647)
CASH FLOWS FROM FINANCING ACTIVITIES			
Repayment of borrowings	26(a)	(382,448)	(422,294)
Payments for principal portion of lease liabilities	26(c)	(12,808)	(18,063)
Net cash (used in) financing activities		(395,256)	(440,357)
Net increase in cash held		404,613	703,504
Cash at beginning of year		9,267,179	8,563,675
Cash and cash equivalents at the end of the year		9,671,792	9,267,179

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



**SHIRE OF PLANTAGENET
STATEMENT OF FINANCIAL ACTIVITY
FOR THE YEAR ENDED 30 JUNE 2024**

NOTE	2024 Actual \$	2024 Budget \$	2023 Actual \$	
OPERATING ACTIVITIES				
Revenue from operating activities				
General rates	24	7,836,947	7,818,093	7,446,583
Rates excluding general rates	24	4,700	0	0
Grants, subsidies and contributions		4,041,640	1,660,525	4,016,303
Fees and charges		2,590,979	2,321,862	2,199,527
Interest revenue		241,182	242,450	284,755
Other revenue		774,250	467,807	481,800
Profit on asset disposals		26,515	34,719	242,835
Fair value adjustments to financial assets at fair value through profit or loss	4(b)	0	0	4,607
		<u>15,516,213</u>	<u>12,545,456</u>	<u>14,676,410</u>
Expenditure from operating activities				
Employee costs		(6,113,573)	(6,602,711)	(5,608,574)
Materials and contracts		(4,941,541)	(5,888,273)	(3,117,537)
Utility charges		(483,914)	(565,521)	(382,720)
Depreciation		(16,253,747)	(6,812,464)	(6,573,814)
Finance costs		(64,330)	(70,951)	(80,635)
Insurance		(333,346)	(341,358)	(335,147)
Other expenditure		(440,770)	(401,268)	(444,026)
Loss on asset disposals		(3,714)	0	(41,000)
		<u>(28,634,935)</u>	<u>(20,682,546)</u>	<u>(16,583,453)</u>
Non cash amounts excluded from operating activities	25(a)	16,322,224	6,794,268	6,250,463
Amount attributable to operating activities		<u>3,203,502</u>	<u>(1,342,822)</u>	<u>4,343,420</u>
INVESTING ACTIVITIES				
Inflows from investing activities				
Capital grants, subsidies and contributions		2,095,925	3,152,939	2,210,103
Proceeds from disposal of assets		93,656	141,500	466,363
Proceeds from financial assets at amortised cost - self supporting loans	26(a)	62,553	62,555	73,137
		<u>2,252,134</u>	<u>3,356,994</u>	<u>2,749,603</u>
Outflows from investing activities				
Payments for financial assets at amortised cost - self supporting loans		0	(20,741)	0
Purchase of property, plant and equipment	8(a)	(334,228)	(2,913,235)	(1,271,938)
Purchase and construction of infrastructure	9(a)	(3,391,322)	(6,983,313)	(3,769,652)
		<u>(3,725,550)</u>	<u>(9,917,289)</u>	<u>(5,041,590)</u>
Amount attributable to investing activities		<u>(1,473,416)</u>	<u>(6,560,295)</u>	<u>(2,291,987)</u>
FINANCING ACTIVITIES				
Inflows from financing activities				
Proceeds from borrowings	26(a)	0	3,550,000	0
Transfers from reserve accounts	27	360,283	1,806,635	1,066,042
		<u>360,283</u>	<u>5,356,635</u>	<u>1,066,042</u>
Outflows from financing activities				
Repayment of borrowings	26(a)	(382,448)	(412,002)	(422,294)
Payments for principal portion of lease liabilities	26(c)	(12,808)	(12,725)	(18,063)
Transfers to reserve accounts	27	(1,433,002)	(1,332,604)	(2,060,886)
		<u>(1,828,258)</u>	<u>(1,757,331)</u>	<u>(2,501,243)</u>
Amount attributable to financing activities		<u>(1,467,975)</u>	<u>3,599,304</u>	<u>(1,435,201)</u>
MOVEMENT IN SURPLUS OR DEFICIT				
Surplus or deficit at the start of the financial year	25(b)	4,198,019	4,303,813	3,581,787
Amount attributable to operating activities		3,203,502	(1,342,822)	4,343,420
Amount attributable to investing activities		(1,473,416)	(6,560,295)	(2,291,987)
Amount attributable to financing activities		(1,467,975)	3,599,304	(1,435,201)
Surplus or deficit after imposition of general rates	25(b)	<u>4,460,130</u>	<u>0</u>	<u>4,198,019</u>

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



**SHIRE OF PLANTAGENET
FOR THE YEAR ENDED 30 JUNE 2024
INDEX OF NOTES TO THE FINANCIAL REPORT**

Note 1	Basis of Preparation	9
Note 2	Revenue and Expenses	10
Note 3	Cash and Cash Equivalents	12
Note 4	Other Financial Assets	12
Note 5	Trade and Other Receivables	13
Note 6	Inventories	14
Note 7	Other Assets	15
Note 8	Property, Plant and Equipment	16
Note 9	Infrastructure	18
Note 10	Fixed Assets	20
Note 11	Leases	22
Note 12	Intangible Assets	23
Note 13	Trade and Other Payables	24
Note 14	Other Liabilities	25
Note 15	Borrowings	26
Note 16	Employee Related Provisions	27
Note 17	Revaluation Surplus	28
Note 18	Restrictions Over Financial Assets	29
Note 19	Undrawn Borrowing Facilities and Credit Standby Arrangements	29
Note 20	Contingent Liabilities	30
Note 21	Capital Commitments	30
Note 22	Related Party Transactions	31
Note 23	Other Material Accounting Policies	33
Information required by legislation		
Note 24	Rating Information	34
Note 25	Determination of Surplus or Deficit	35
Note 26	Borrowing and Lease Liabilities	36
Note 27	Reserve accounts	38
Note 28	Trust Funds	40

**SHIRE OF PLANTAGENET
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2024**

1. BASIS OF PREPARATION

The financial report of the Shire of Plantagenet which is a Class 3 local government comprises general purpose financial statements which have been prepared in accordance with the *Local Government Act 1995* and accompanying regulations.

Local Government Act 1995 requirements

Section 6.4(2) of the *Local Government Act 1995* read with the *Local Government (Financial Management) Regulations 1996* prescribe that the financial report be prepared in accordance with the *Local Government Act 1995* and, to the extent that they are not inconsistent with the *Local Government Act 1995*, the Australian Accounting Standards. The Australian Accounting Standards (as they apply to local governments and not-for-profit entities) and Interpretations of the Australian Accounting Standards Board were applied except for disclosure requirements of:

- AASB 7 Financial Instruments Disclosures
- AASB 16 Leases paragraph 58
- AASB 101 Presentation of Financial Statements paragraph 61
- AASB 107 Statement of Cash Flows paragraphs 43 and 45
- AASB 116 Property, Plant and Equipment paragraph 79
- AASB 137 Provisions, Contingent Liabilities and Contingent Assets paragraph 85
- AASB 140 Investment Property paragraph 75(f)
- AASB 1052 Disaggregated Disclosures paragraph 11
- AASB 1054 Australian Additional Disclosures paragraph 16

The *Local Government (Financial Management) Regulations 1996* specify that vested land is a right-of-use asset to be measured at cost, and is considered a zero cost concessionary lease. All right-of-use assets under zero cost concessionary leases are measured at zero cost rather than at fair value, except for vested improvements on concessionary land leases such as roads, buildings or other infrastructure which continue to be reported at fair value, as opposed to the vested land which is measured at zero cost. The measurement of vested improvements at fair value is a departure from AASB 16 *Leases* 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 financial report have been consistently applied unless stated otherwise. Except for cash flow and rate setting information, the financial report has been prepared on the accrual basis and is based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and liabilities.

The *Local Government (Financial Management) Regulations 1996* provide that:

- land and buildings classified as property, plant and equipment; or
- infrastructure; or
- vested improvements that the local government controls; and measured at reportable value, are only required to be revalued every five years. Revaluing these non-financial assets every five years is a departure from AASB 116 *Property, Plant and Equipment*, which would have required the Shire to assess at each reporting date whether the carrying amount of the above mentioned non-financial assets materially differs from their fair value and if so, revalue the class of non-financial asset.

Critical accounting estimates and judgements

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

The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances; the results of which form the basis of making the judgements about carrying amounts 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 amounts 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:
 - Property, plant and equipment - note 8
 - Infrastructure - note 9
 - Estimated useful life of intangible assets - note 12
 - Measurement of employee benefits - note 16

Fair value hierarchy information can be found in notes 8(b) & 9(b)

The local government reporting entity
All funds through which the Shire controls resources to carry on its functions have been included in the financial statements forming part of this financial report.

All monies held in the Trust Fund are excluded from the financial statements. A separate statement of those monies appears at *Note 28 of the financial report.*

Initial application of accounting standards
During the current year, the following new or revised Australian Accounting Standards and Interpretations were applied for the first time.

- AASB 2021-2 Amendments to Australian Accounting Standards - *Disclosure of Accounting Policies or Definition of Accounting Estimates*

This standard resulted in terminology changes relating to material accounting policies (formerly referred to as significant accounting policies).

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

- AASB 2014-10 Amendments to Australian Accounting Standards - *Sale or Contribution of Assets between an Investor and its Associate or Joint Venture*
- AASB 2020-1 Amendments to Australian Accounting Standards - *Classification of Liabilities as Current or Non-Current*
 - AASB 2021-7c Amendments to Australian Accounting Standards
- *Effective Date of Amendments to AASB 10 and AASB 128 and Editorial Corrections [deferred AASB 10 and AASB 128 amendments in AASB 2014-10 apply]*
- AASB 2022-5 Amendments to Australian Accounting Standards - *Lease Liability in a Sale and Leaseback*
- AASB 2022-6 Amendments to Australian Accounting Standards - *Non-current Liabilities with Covenants*

These amendments are not expected to have any material impact on the financial report on initial application.

- AASB 2022-10 Amendments to Australian Accounting Standards - *Fair Value Measurement of Non-Financial Assets of Not-for-Profit Public Sector Entities*

These amendment may result in changes to the fair value of non-financial assets. The impact is yet to be quantified.

- AASB 2023-1 Amendments to Australian Accounting Standards - *Supplier Finance Arrangements*

These amendments may result in additional disclosures in the case of applicable finance arrangements.

- *Fair Value Measurement of Non-Financial Assets of Not-for-Profit Public Sector Entities*

These amendment may result in changes to the fair value of non-financial assets. The impact is yet to be quantified.



**SHIRE OF PLANTAGENET
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2024**

2. REVENUE AND EXPENSES

(a) Revenue

Contracts with customers

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	Timing of revenue recognition
Grants, subsidies and contributions	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
Fees and charges - licences, registrations, approvals	Building, planning, development and animal management.	Single point in time	Full payment prior to issue	None	On payment of the licence, registration or approval
Fees and charges - 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
Fees and charges - airport landing charges	Permission to use facilities and runway	Single point in time	Monthly in arrears	None	On landing/departure event
Fees and charges - 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	At point of sale
Other revenue - private works	Contracted private works	Single point in time	Monthly in arrears	None	At point of service

Consideration from contracts with customers is included in the transaction price.

Revenue Recognition

Revenue recognised during the year under each basis of recognition by nature of goods or services is provided in the table below:

For the year ended 30 June 2024

Nature	Contracts with customers	Capital grant/contributions	Statutory Requirements	Other	Total
	\$	\$	\$	\$	\$
Rates	0	0	7,841,647	0	7,841,647
Grants, subsidies and contributions	122,836	0	0	3,918,804	4,041,640
Fees and charges	1,713,969	0	831,149	45,861	2,590,979
Interest revenue	0	0	57,031	184,151	241,182
Other revenue	36,555	0	101,822	635,873	774,250
Capital grants, subsidies and contributions	0	1,875,089	0	220,836	2,095,925
Total	1,873,360	1,875,089	8,831,649	5,005,525	17,585,623

For the year ended 30 June 2023

Nature	Contracts with customers	Capital grant/contributions	Statutory Requirements	Other	Total
	\$	\$	\$	\$	\$
Rates	0	0	7,446,583	0	7,446,583
Grants, subsidies and contributions	110,837	0	0	3,905,466	4,016,303
Fees and charges	142,415	0	952,365	1,104,746	2,199,526
Interest revenue	0	0	55,157	229,598	284,755
Other revenue	206,691	0	80,482	194,627	481,800
Capital grants, subsidies and contributions	0	2,210,103	0	0	2,210,103
Total	459,943	2,210,103	8,534,587	5,434,437	16,639,070



**SHIRE OF PLANTAGENET
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2024**

2. REVENUE AND EXPENSES (Continued)

(a) Revenue (Continued)

The Shire utilises volunteer services at the fire station, library and beach lifeguards. When beach lifeguard volunteers are not available, the Shire employs paid beach lifeguards, and therefore the fair value of beach lifeguard volunteers can be reliably measured. All other volunteer services are not recognised as revenue as the fair value of the services cannot be reliably estimated.

Interest revenue

Financial assets at amortised cost - self supporting loans
Interest on reserve account
Other interest revenue

2024 Actual	2023 Actual
8,478	9,635
175,871	93,868
56,833	181,252
241,182	284,755

The 2024 original budget estimate in relation to:
Trade and other receivables overdue interest was \$242,450

Fees and charges relating to rates receivable

Charges on instalment plan

13,223	35,332
--------	--------

The 2024 original budget estimate in relation to:
Charges on instalment plan was \$13,000

(b) Expenses

Auditors remuneration

- Audit of the Annual Financial Report
- Other services – grant acquittals

49,892	41,661
4,730	0
54,622	41,661

Employee Costs

Employee benefit costs
Other employee costs

5,578,981	5,432,024
534,592	176,550
6,113,573	5,608,574

Other expenditure

Sundry expenses

440,770	444,026
440,770	444,026

**SHIRE OF PLANTAGENET
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2024**

3. CASH AND CASH EQUIVALENTS

Note	2024	2023
	\$	\$
Cash at bank and on hand	3,539,452	6,020,895
Term deposits	6,132,340	3,246,284
Total cash and cash equivalents	9,671,792	9,267,179
Held as		
- Unrestricted cash and cash equivalents	3,446,115	4,289,037
- Restricted cash and cash equivalents	18 6,225,677	4,978,142
	9,671,792	9,267,179

MATERIAL ACCOUNTING POLICIES

Cash and cash equivalents

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

Bank overdrafts are reported as short term borrowings in current liabilities in the statement of financial position.

Term deposits are presented as cash equivalents if they have a maturity of three months or less from the date of acquisition and are repayable with 24 hours notice with no loss of interest.

Restricted financial assets

Restricted financial asset balances are not available for general use by the local government due to externally imposed restrictions. Restrictions are specified in an agreement, contract or legislation. This applies to reserve accounts, unspent grants, subsidies and contributions and unspent loans that have not been fully expended in the manner specified by the contributor, legislation or loan agreement and for which no liability has been recognised.

4. OTHER FINANCIAL ASSETS

(a) Current assets

Financial assets at amortised cost

Other financial assets at amortised cost

Self supporting loans receivable
Term deposits

Held as

- Unrestricted other financial assets at amortised cost
- Restricted other financial assets at amortised cost

(b) Non-current assets

Financial assets at amortised cost
Financial assets at fair value through profit or loss

Financial assets at amortised cost

Self supporting loans receivable

Financial assets at fair value through profit or loss

Units in Local Government House Trust - opening balance
Financial assets at fair value through profit and loss LG House
Financial assets at fair value through profit and loss Co-Op
Units in Local Government House Trust - closing balance

Note	2024	2023
	\$	\$
	51,932	480,331
	51,932	480,331
25(b)	51,932	62,555
	0	417,776
	51,932	480,331
18	51,932	62,555
	0	417,776
	51,932	480,331
	265,392	317,323
	106,554	106,554
	371,946	423,877
	265,393	317,323
	265,393	317,323
	106,554	97,255
	0	4,607
	0	4,692
	106,554	106,554

MATERIAL ACCOUNTING POLICIES

Other 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.

Fair values of financial assets at amortised cost are not materially different to their carrying amounts, since the interest receivable on those assets is either close to current market rates or the assets are of a short term nature. Non-current financial assets at amortised cost fair values are based on discounted cash flows using a current market rates. They are classified as level 2 fair values in the fair value hierarchy (see Note 23 (i)) due to the observable market rates).

Interest received is presented under cashflows from operating activities in the Statement of Cash Flows where it is earned from financial assets that are held for cash management purposes.

Financial assets at fair value through profit or loss

The Shire has elected to classify the following financial assets at fair value through profit or loss:

- debt investments which do not qualify for measurement at either amortised cost or fair value through other comprehensive income.
- equity investments which the Shire has elected to recognise as fair value gains and losses through profit or loss.



**SHIRE OF PLANTAGENET
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2024**

5. TRADE AND OTHER RECEIVABLES

Note	2024 \$	2023 \$
Current		
Rates and statutory receivables	537,996	441,563
Trade receivables	769,943	187,463
GST receivable	69	37,344
Receivables for employee related provisions	10,830	10,829
Allowance for credit losses of rates and statutory receivables	(2,437)	(2,437)
	1,316,401	674,762
Non-current		
Rates and statutory receivables	158,873	158,873
Receivables for employee related provisions	12,967	12,967
	171,840	171,840

The carrying amounts of the trade and other receivables include receivables which are subject to a factoring arrangement. Under the factoring arrangement, the Shire of Plantagenet has transferred the relevant receivables to the factor in exchange for cash and is prevented from selling or pledging the receivables, late payment and credit risk remains with the Shire of Plantagenet, therefore the Shire continues to recognise the transferred assets in their entirety. The amount repayable under the factoring arrangement is presented as a secured borrowing under other loans at Note 15. The Shire considers that the held to collect business model remains appropriate for these receivables and continues measuring them at amortised cost.

Disclosure of opening and closing balances related to contracts with customers

Information about receivables from contracts with customers along with financial assets and associated liabilities arising from transfers to enable the acquisition or construction of recognisable non financial assets is:

Note	30 June 2024 Actual \$	30 June 2023 Actual \$	1 July 2022 Actual \$
Trade and other receivables from contracts with customers			
Contract assets	7	174,639	33,542
Allowance for credit losses of trade receivables	5	(2,437)	(2,437)
Total trade and other receivables from contracts with customers		172,202	31,105

MATERIAL ACCOUNTING POLICIES

Rates and statutory receivables

Rates and statutory receivables are non-contractual receivables arising from statutory requirements and include amounts due from ratepayers for unpaid rates and service charges and other statutory charges or fines.

Rates and statutory receivables are recognised when the taxable event has occurred and can be measured reliably.

Trade receivables

Trade receivables are amounts receivable from contractual arrangements with customers for goods sold, services performed or grants or contributions with sufficiently specific performance obligations or for the construction of recognisable non financial assets as part of the ordinary course of business.

Other receivables

Other receivables are amounts receivable from contractual arrangements with third parties other than contracts with customers and amounts received as grants for the construction of recognisable non financial assets.

Measurement

Trade and other receivables are recognised initially at the amount of the transaction price, unless they contain a significant financing component, and are to be recognised at fair value.

Classification and subsequent measurement

Receivables which are generally due for settlement within 30 days except rates receivables which are expected to be collected within 12 months are classified as current assets. All other receivables such as, deferred pensioner rates receivable after the end of the reporting period are classified as non-current assets.

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

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

**SHIRE OF PLANTAGENET
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2024**

6. INVENTORIES

	Note	2024	2023
Current		\$	\$
Fuel and materials		67,333	68,954
		67,333	68,954
The following movements in inventories occurred during the year:			
Balance at beginning of year		68,954	64,259
Inventories expensed during the year		(1,102,584)	(491,440)
Additions to inventory		1,100,963	496,135
Balance at end of year		67,333	68,954

MATERIAL ACCOUNTING POLICIES

General

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

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

**SHIRE OF PLANTAGENET
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2024**

7. OTHER ASSETS

	2024	2023
	\$	\$
Other assets - current		
Prepayments	33,462	3,514
Accrued income	0	100,296
Contract assets	174,639	33,542
	208,101	137,352

Contract Assets

The Shire's contract assets represent work completed, which have not been invoiced at year end. This is due to the Shire not having met all the performance obligations in the contract which give an unconditional right to receive consideration.

MATERIAL ACCOUNTING POLICIES

Other current assets

Other non-financial assets include prepayments which represent payments in advance of receipt of goods or services or that part of expenditure made in one accounting period covering a term extending beyond that period.

SHIRE OF PLANTAGENET
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2024

8. PROPERTY, PLANT AND EQUIPMENT

(a) Movements in Balances

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

	<u>Total Property</u>					<u>Plant and equipment</u>		<u>Total property, plant and equipment</u>
	<u>Land</u>	<u>Buildings - non-specialised</u>	<u>Buildings - specialised</u>	<u>Work in progress</u>	<u>Total Property</u>	<u>Furniture and equipment</u>	<u>Plant and equipment</u>	
	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>
Balance at 1 July 2022	4,719,000	4,243,300	37,068,953	62,499	46,093,752	716,406	5,489,220	52,299,378
Additions	0	157,030	187,575	0	344,605	75,259	852,074	1,271,938
Disposals	(144,000)	0	0	0	(144,000)	0	(120,528)	(264,528)
Depreciation	0	(123,138)	(835,195)	0	(958,333)	(52,013)	(502,195)	(1,512,541)
Transfers	0	62,499	0	(62,499)	0	35,198	0	35,198
Balance at 30 June 2023	4,575,000	4,339,691	36,421,333	0	45,336,024	774,850	5,718,571	51,829,445
Comprises:								
Gross balance amount at 30 June 2023	4,575,000	4,462,829	37,256,528	0	46,294,357	1,075,535	7,619,830	54,989,722
Accumulated depreciation at 30 June 2023	0	(123,138)	(835,195)	0	(958,333)	(300,685)	(1,901,259)	(3,160,277)
Balance at 30 June 2023	4,575,000	4,339,691	36,421,333	0	45,336,024	774,850	5,718,571	51,829,445
Additions	0	0	64,194	0	64,194	0	270,034	334,228
Disposals	(12,000)	0	0	0	(12,000)	0	(58,857)	(70,857)
Depreciation	0	(125,887)	(840,479)	0	(966,366)	(60,189)	(528,457)	(1,555,012)
Balance at 30 June 2024	4,563,000	4,213,804	35,645,048	0	44,421,852	714,661	5,401,291	50,537,804
Comprises:								
Gross balance amount at 30 June 2024	4,563,000	4,462,829	37,320,722	0	46,346,551	1,075,535	7,729,864	55,151,950
Accumulated depreciation at 30 June 2024	0	(249,026)	(1,675,674)	0	(1,924,700)	(360,874)	(2,328,572)	(4,614,146)
Balance at 30 June 2024	4,563,000	4,213,803	35,645,048	0	44,421,851	714,661	5,401,292	50,537,804

**SHIRE OF PLANTAGENET
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2024**

8. PROPERTY, PLANT AND EQUIPMENT (Continued)

(b) Carrying Amount Measurements

Asset Class	Fair Value Hierarchy	Valuation Technique	Basis of Valuation	Date of Last Valuation	Inputs Used
(i) Fair Value - as determined at the last valuation date					
Land and buildings					
Land	2	Market approach using recent observable market data for similar properties / income approach using discounted cashflow methodology	Independent registered valuers	June 2022	Price per hectare / market borrowing rate
Buildings - non-specialised	2 and 3	Improvements to land valued using cost approach using depreciated replacement cost	Independent registered valuers	June 2022	Improvements to land using construction costs and current condition (Level 2), residual values and remaining useful life assessments (Level 3) inputs
Buildings - specialised	3	Market approach using recent observable market data for similar properties / income approach using discounted cashflow methodology	Independent registered valuers	June 2022	Price per square metre / market borrowing rate
Level 3 inputs are based on assumptions with regards to future values and patterns of consumption utilising current information. If the basis of these assumptions were varied, they have the potential to result in a significantly higher or lower fair value measurement.					
During the period there were no changes in the valuation techniques used by the local government to determine the fair value of property, plant and equipment using either level 2 or level 3 inputs. The valuation techniques applied to property subject to lease was the same as that applied to property not subject to lease.					
(ii) Cost					
Furniture and equipment	N/A	Cost	N/A	N/A	N/A
Plant and equipment	N/A	Cost	N/A	N/A	N/A

SHIRE OF PLANTAGENET
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2024

9. INFRASTRUCTURE

(a) Movements in Balances

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

	Infrastructure - roads	Infrastructure - footpaths	Infrastructure - drainage	Infrastructure - parks and ovals	Infrastructure - other	Total Infrastructure
	\$	\$	\$	\$	\$	\$
Balance at 1 July 2022	157,152,086	1,985,288	11,089,823	6,792,411	16,954,536	193,974,144
Additions	2,762,141	292,865	141,779	157,986	414,881	3,769,652
Revaluation increments / (decrements) transferred to revaluation surplus	211,106,351	1,107,458	(1,665,642)	1,004,626	2,961,182	214,513,975
Depreciation	(4,011,954)	(129,837)	(263,514)	(369,223)	(255,035)	(5,029,563)
Transfers					(35,198)	(35,198)
Balance at 30 June 2023	367,008,624	3,255,774	9,302,446	7,585,800	20,040,366	407,193,010
Comprises:						
Gross balance at 30 June 2023	528,071,884	5,463,011	20,947,714	15,815,900	35,448,447	605,746,956
Accumulated depreciation at 30 June 2023	(161,063,260)	(2,207,237)	(11,645,268)	(8,230,100)	(15,408,081)	(198,553,946)
Balance at 30 June 2023	367,008,624	3,255,774	9,302,446	7,585,800	20,040,366	407,193,010
Additions	2,794,103	133,560	323,342	63,472	76,845	3,391,322
Depreciation	(13,049,514)	(141,754)	(261,840)	(441,760)	(778,415)	(14,673,283)
Balance at 30 June 2024	356,753,213	3,247,580	9,363,948	7,207,512	19,338,796	395,911,049
Comprises:						
Gross balance at 30 June 2024	530,865,987	5,596,571	21,271,056	15,879,372	35,525,292	609,138,278
Accumulated depreciation at 30 June 2024	(174,112,774)	(2,348,991)	(11,907,108)	(8,671,860)	(16,186,496)	(213,227,229)
Balance at 30 June 2024	356,753,213	3,247,580	9,363,948	7,207,512	19,338,796	395,911,049

**SHIRE OF PLANTAGENET
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2024**

9. INFRASTRUCTURE (Continued)

(b) Carrying Amount Measurements

Asset Class	Fair Value Hierarchy	Valuation Technique	Basis of Valuation	Date of Last Valuation	Inputs Used
(i) Fair Value - as determined at the last valuation date					
Infrastructure - roads	3	Cost approach using current replacement cost	Independent registered valuers	June 2023	Construction costs and current condition, residual values and remaining useful life assessments inputs
Infrastructure - footpaths	3	Cost approach using current replacement cost	Independent registered valuers	June 2023	Construction costs and current condition, residual values and remaining useful life assessments inputs
Infrastructure - drainage	3	Cost approach using current replacement cost	Independent registered valuers	June 2023	Construction costs and current condition, residual values and remaining useful life assessments inputs
Infrastructure - parks and ovals	3	Cost approach using current replacement cost	Independent registered valuers	June 2023	Construction costs and current condition, residual values and remaining useful life assessments inputs
Infrastructure - other	3	Cost approach using current replacement cost	Independent registered valuers	June 2023	Construction costs and current condition, residual values and remaining useful life assessments inputs

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

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

**SHIRE OF PLANTAGENET
 NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
 FOR THE YEAR ENDED 30 JUNE 2024**

10. FIXED ASSETS

(a) Depreciation

Depreciation rates

Typical estimated useful lives for the different asset classes for the current and prior years are included in the table below:

Asset Class	Useful life
Buildings - non-specialised	25 to 50 years
Buildings - specialised	25 to 50 years
Furniture and equipment	5 to 25 years
Plant and equipment	5 to 25 years
Infrastructure - roads	
Sealed roads and streets	
Formation	Not depreciated
Pavement	40 to 70 years
Seal	12 to 35 years
- bituminous seals	20 years
- asphalt surfaces	25 years
Gravel roads	
- formation	not depreciated
- pavement	20 to 100 years
Pathways	30 to 40 years
Infrastructure - footpaths	20 years
Infrastructure - drainage	50 to 100 years
Infrastructure - parks and ovals	15 to 60 years
Infrastructure - other infrastructure	10 to 100 Years
Right of use - plant and equipment	Based on the remaining lease

SHIRE OF PLANTAGENET
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2024

10. FIXED ASSETS (Continued)

MATERIAL ACCOUNTING POLICIES

Initial recognition

An item of property, plant and equipment or infrastructure that qualifies for recognition as an asset is measured at its cost.

Upon initial recognition, cost is determined as the amount paid (or other consideration given) to acquire the assets, plus costs incidental to the acquisition. The cost of non-current assets constructed by the Shire includes the cost of all materials used in construction, direct labour on the project and an appropriate proportion of variable and fixed overheads. For assets acquired at zero cost or otherwise significantly less than fair value, cost is determined as fair value at the date of acquisition.

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 *Local Government (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.

Individual assets that are land, buildings and infrastructure acquired between scheduled revaluation dates of the asset class in accordance with the Shire's revaluation policy, are recognised at cost and disclosed as being at reportable value.

Measurement after recognition

Plant and equipment including furniture and equipment and right-of-use assets (other than vested improvements) are measured using the cost model as required under *Local Government (Financial Management) Regulation 17A(2)*. Assets held under the cost model are carried at cost less accumulated depreciation and any impairment losses being their reportable value.

Reportable Value

In accordance with *Local Government (Financial Management) Regulation 17A(2)*, the carrying amount of non-financial assets that are *land and buildings classified as property, plant and equipment*, investment properties, infrastructure or vested improvements that the local government controls.

Reportable value is for the purpose of *Local Government (Financial Management) Regulation 17A(4)* is the fair value of the asset at its last valuation date minus (to the extent applicable) the accumulated depreciation and any accumulated impairment losses in respect of the non-financial asset subsequent to its last valuation date.

Revaluation

Land and buildings classified as property, plant and equipment, *infrastructure or vested improvements that the local government controls* and measured at reportable value, are only required to be revalued every five years in accordance with the regulatory framework. This includes buildings and infrastructure items which were pre-existing improvements (i.e. vested improvements) on land vested in the Shire.

Whilst the regulatory framework only requires a revaluation to occur every five years, it also provides for the Shire to revalue earlier if it chooses to do so.

For land, buildings and infrastructure, increases in the carrying amount arising on revaluation of asset classes are credited to a revaluation surplus in equity.

Decreases that offset previous increases of the same class of asset are recognised against revaluation surplus directly in equity. All other decreases are recognised in profit or loss.

Subsequent increases are then recognised in profit or loss to the extent they reverse a net revaluation decrease previously recognised in profit or loss for the same class of asset.

Depreciation

The depreciable amount of all property, plant and equipment and infrastructure, 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.

Depreciation on revaluation

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

- (i) The gross carrying amount is adjusted in a manner that is consistent with the revaluation of the carrying amount of the asset.
- (ii) Eliminated against the gross carrying amount of the asset and the net amount restated to the revalued amount of the asset.

Impairment

In accordance with *Local Government (Financial Management) Regulations 17A(4C)*, the Shire is not required to comply with *AASB 136 Impairment of Assets* to determine the recoverable amount of its non-financial assets that are land or buildings classified as property, plant and equipment, infrastructure or vested improvements that the local government controls in circumstances where there has been an impairment indication of a general decrease in asset values.

In other circumstances where it has been assessed that one or more of these non-financial assets are impaired, the asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Gains or losses on disposal

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains and losses are included in the statement of comprehensive income in the period in which they arise.

**SHIRE OF PLANTAGENET
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2024**

11. LEASES

(a) Right-of-Use Assets

	Right-of-use assets - furniture & equipment	Right-of-use assets - plant and equipment	Right-of-use assets Total
Note	\$	\$	\$
Movement in the balance of each class of right-of-use asset between the beginning and the end of the current financial year.			
Balance at 1 July 2022	6,258	56,542	62,800
Depreciation	(6,258)	(9,176)	(15,434)
Balance at 30 June 2023	0	47,366	47,366
Gross balance amount at 30 June 2023	34,347	64,156	98,503
Accumulated depreciation at 30 June 2023	(34,347)	(16,790)	(51,137)
Balance at 30 June 2023	0	47,366	47,366
Depreciation	0	(9,174)	(9,174)
Balance at 30 June 2024	0	38,192	38,192
Gross balance amount at 30 June 2024	34,347	64,156	98,503
Accumulated depreciation at 30 June 2024	(34,347)	(25,964)	(60,311)
Balance at 30 June 2024	0	38,192	38,192

The following amounts were recognised in the statement of comprehensive income during the period in respect of leases where the Shire is the lessee:

	2024 Actual \$	2023 Actual \$
Depreciation on right-of-use assets	(9,174)	(15,434)
Finance charge on lease liabilities	(351)	(493)
Expenses for variable lease payment not recognised as a liability	0	(18,556)
Total amount recognised in the statement of comprehensive income	(9,525)	(34,483)
Total cash outflow from leases	(13,159)	(18,556)
(b) Lease Liabilities		
Current	12,937	12,808
Non-current	15,256	28,193
	26(c) 28,193	41,001

The Shire has two leases relating to plant and equipment. The lease term for both leases is 4 years. One of the leases has variable lease payments. The measurement of lease liabilities does not include variable lease payments and any future cash outflows associated with leases not yet commenced to which the Shire is committed.

Secured liabilities and assets pledged as security

Lease liabilities are effectively secured, as the rights to the leased assets recognised in the final statements revert to the lessor in the event of default.

MATERIAL ACCOUNTING POLICIES

Leases

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

At the commencement date, a right-of-use asset is recognised at cost and 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.

All contracts that are classified as short-term leases (i.e. a lease with a term of 12 months or less) and leases of low value assets are recognised as an operating expense on a straight-line basis over the term of the lease.

Details of individual lease liabilities required by regulations are provided at Note 26(c).

Right-of-use assets - measurement

Right-of-use assets are measured at cost. All right-of-use assets (other than vested improvements) under zero cost concessionary leases are measured at zero cost (i.e. not recognised in the Statement of Financial Position). The exception is vested improvements on concessionary land leases such as roads, buildings or other infrastructure which are reported at fair value.

Refer to Note 10 under revaluation for details on the material accounting policies applying to vested improvements.

Right-of-use assets - depreciation

Right-of-use assets are depreciated over the lease term or useful life of the underlying asset, whichever is the shorter. Where a lease transfers ownership of the underlying asset, or the cost of the right-of-use asset reflects that the Shire anticipates to exercise a purchase option, the specific asset is depreciated over the useful life of the underlying asset.



**SHIRE OF PLANTAGENET
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2024**

12. INTANGIBLE ASSETS

	2024 Actual	2023 Actual
	\$	\$
Intangible assets		
Non-current		
Intangible asset - property plant & equipment	325,559	325,559
Less: Accumulated amortisation	(51,224)	(34,946)
	274,335	290,613
 Movements in balances of computer software during the financial year are shown as follows:		
Balance at 1 July	290,613	306,891
Amortisation	(16,278)	(16,278)
Balance at 30 June	274,335	290,613
 TOTAL INTANGIBLE ASSETS	274,335	290,613

Amortisation

The estimated useful life of intangible assets is 7 years for the current and prior years.

MATERIAL ACCOUNTING POLICIES

Computer software

Costs associated with maintaining software programmes are recognised as an expense as incurred. Development costs that are directly attributable to the design and testing of identifiable and unique software products controlled by the the Shire are recognised as intangible assets where the following criteria are met:

- it is technically feasible to complete the software so that it will be available for use;
- management intends to complete the software and use or sell it;
- there is an ability to use or sell the software;
- it can be demonstrated how the software will generate probable future economic benefits;
- adequate technical, financial and other resources to complete the development and to use or sell the software are available; and
- the expenditure attributable to the software during its development can be reliably measured.

Computer software (continued)

Directly attributable costs that are capitalised as part of the software include employee costs and an appropriate portion of relevant overheads.

Capitalised development costs are recorded as intangible assets and amortised from the point at which the asset is ready for use.

Amortisation

All intangible assets with a finite useful life, are amortised on a straight-line basis over the individual asset's useful life from the time the asset is held ready for use.

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

Amortisation is included within depreciation in the Statement of Comprehensive Income.



**SHIRE OF PLANTAGENET
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2024**

13. TRADE AND OTHER PAYABLES

Current

Sundry creditors
Prepaid rates
Accrued payroll liabilities
Bonds and deposits held
Other Payables *
Accrued Expenses
Accrued interest on debentures

	2024	2023
	\$	\$
	126,601	137,507
	169,603	141,669
	182,947	221,543
	94,888	84,996
	0	330,291
	0	51,518
	3,781	4,561
	577,820	972,085

*** Other Payables**

Funds recognised as other payables for 30 June 2023 being the sale of the property for non-payment of rates on 31/05/2021.

Funds were transferred to Pallisade Lawyers Trust on 27/06/2024 to facilitate the Supreme Court application to disburse funds. These actions have been taken in accordance with the requirements of the *Local Government Act 1995*.

MATERIAL ACCOUNTING POLICIES

Financial liabilities

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

Non-derivative financial liabilities (excluding financial guarantees) are subsequently measured at amortised cost.

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

Trade and other payables

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

Prepaid rates

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

SHIRE OF PLANTAGENET
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2024

14. OTHER LIABILITIES

Current

Contract liabilities	0	202,239
Capital grant/contributions liabilities	109,270	149,991
	<u>109,270</u>	<u>352,230</u>

Reconciliation of changes in contract liabilities

Opening balance	202,239	14,522
Additions	0	202,239
Revenue from contracts with customers included as a contract liability at the start of the period	(202,239)	(14,522)
	<u>0</u>	<u>202,239</u>

The aggregate amount of the performance obligations unsatisfied (or partially unsatisfied) in relation to these contract liabilities was \$0 (2023: \$202,239)

The Shire expects to satisfy the performance obligations, from contracts with customers unsatisfied at the end of the reporting period, within the next 12 months.

Reconciliation of changes in capital grant/contribution liabilities

Opening balance	149,991	792,875
Additions	84,879	149,991
Revenue from capital grant/contributions held as a liability at the start of the period	(125,600)	(792,875)
	<u>109,270</u>	<u>149,991</u>

Expected satisfaction of capital grant/contribution liabilities

Less than 1 year	109,270	149,991
1 to 2 years	0	0
2 to 3 years	0	0
3 to 4 years	0	0
4 to 5 years	0	0
> 5 years	0	0
	<u>109,270</u>	<u>149,991</u>

Performance obligations in relation to capital grant/contribution liabilities are satisfied as project milestones are met or completion of construction or acquisition of the asset.

MATERIAL ACCOUNTING POLICIES

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.

Capital grant/contribution liabilities

Capital grant/contribution liabilities represent the Shire's obligations to construct recognisable non-financial assets to identified specifications to be controlled by the Shire which are yet to be satisfied. Capital grant/contribution liabilities are recognised as income when the obligations in the contract are satisfied.

Fair values for non-current capital grant/contribution liabilities, not expected to be extinguished within 12 months, are based on discounted cash flows of expected cashflows to satisfy the obligations using a current borrowing rate. They are classified as level 3 fair values in the fair value hierarchy (see Note 23(i)) due to the unobservable inputs, including the Shire's own credit risk.



**SHIRE OF PLANTAGENET
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2024**

15. BORROWINGS

	Note	2024			2023		
		Current	Non-current	Total	Current	Non-current	Total
Secured		\$	\$	\$	\$	\$	\$
Bank loans		386,978	878,548	1,265,526	382,448	1,265,526	1,647,974
Total secured borrowings	26(a)	386,978	878,548	1,265,526	382,448	1,265,526	1,647,974

Secured liabilities and assets pledged as security

Debentures, bank overdrafts and bank loans are secured by floating charge over the assets of the Shire of Plantagenet. Other loans related to transferred receivables. Refer to Note 5.

The Shire of Plantagenet has complied with the financial covenants of its borrowing facilities during the 2024 and 2023 years.

MATERIAL ACCOUNTING POLICIES

Borrowing costs

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

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

Borrowings fair values are based on discounted cash flows using a current borrowing rate. They are classified as level 3 fair values in the fair value hierarchy (see Note 23(i)) due to the unobservable inputs, including own credit risk.

Risk

Details of individual borrowings required by regulations are provided at Note 26(a).

**SHIRE OF PLANTAGENET
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2024**

16. EMPLOYEE RELATED PROVISIONS

Employee Related Provisions

	2024	2023
	\$	\$
Current provisions		
Employee benefit provisions		
Annual leave	340,840	343,093
Long service leave	535,855	431,777
	876,695	774,870
Employee related other provisions		
Employment on-costs	128,441	126,102
	128,441	126,102
Total current employee related provisions	1,005,136	900,972
Non-current provisions		
Employee benefit provisions		
Long service leave	111,759	127,650
	111,759	127,650
Employee related other provisions		
Employment on-costs	15,716	12,715
	15,716	12,715
Total non-current employee related provisions	127,475	140,365
Total employee related provisions	1,132,611	1,041,337

Provision is made for benefits accruing to employees in respect of wages and salaries, annual leave and long service leave and associated on costs for services rendered up to the reporting date and recorded as an expense during the period the services are delivered.

Annual leave liabilities are classified as current, as there is no unconditional right to defer settlement for at least 12 months after the end of the reporting period.

MATERIAL ACCOUNTING POLICIES

Employee benefits

The Shire's obligations for employees' annual leave, long service leave and other employee leave entitlements are recognised as employee related provisions in the Statement of Financial Position.

Short-term employee benefits

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

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

Other long-term employee benefits

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

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



**SHIRE OF PLANTAGENET
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2024**

17. REVALUATION SURPLUS

	2024 Opening Balance	2024 Closing Balance	2023 Opening Balance	Total Movement on Revaluation	2023 Closing Balance
	\$	\$	\$	\$	\$
Revaluation surplus - Land - freehold land	3,863,727	3,863,727	3,863,727	0	3,863,727
Revaluation surplus - Buildings - non-specialised	4,138,480	4,138,480	4,138,480	0	4,138,480
Revaluation surplus - Buildings - specialised	36,741,215	36,741,215	36,741,215	0	36,741,215
Revaluation surplus - Furniture and equipment	225,564	225,564	225,564	0	225,564
Revaluation surplus - Plant and equipment	1,365,650	1,365,650	1,365,650	0	1,365,650
Revaluation surplus - Infrastructure - roads	328,850,081	328,850,081	117,743,730	211,106,351	328,850,081
Revaluation surplus - Infrastructure - footpaths	2,268,611	2,268,611	1,161,153	1,107,458	2,268,611
Revaluation surplus - Infrastructure - drainage	8,048,320	8,048,320	9,713,963	(1,665,643)	8,048,320
Revaluation surplus - Infrastructure - parks and ovals	4,014,002	4,014,002	3,009,375	1,004,627	4,014,002
Revaluation surplus - Infrastructure - other	7,738,376	7,738,376	4,777,194	2,961,182	7,738,376
	397,254,026	397,254,026	182,740,051	214,513,975	397,254,026

**SHIRE OF PLANTAGENET
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2024**

18. RESTRICTIONS OVER FINANCIAL ASSETS

	Note	2024 Actual \$	2023 Actual \$
The following classes of financial 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	3	6,225,677	4,978,142
- Financial assets at amortised cost	4	0	417,776
		6,225,677	5,395,918
The restricted financial assets are a result of the following specific purposes to which the assets may be used:			
Restricted reserve accounts	27	6,116,407	5,043,688
Contract liabilities	14	0	202,239
Capital grant liabilities	14	109,270	149,991
Total restricted financial assets		6,225,677	5,395,918

**19. UNDRAWN BORROWING FACILITIES AND CREDIT
STANDBY ARRANGEMENTS**

Bank overdraft limit		500,000	500,000
Bank overdraft at balance date		0	0
Credit card limit		20,000	20,000
Credit card balance at balance date		0	(9,404)
Total amount of credit unused		520,000	510,596
Loan facilities			
Loan facilities - current		386,978	382,448
Loan facilities - non-current		878,548	1,265,526
Total facilities in use at balance date		1,265,526	1,647,974
Unused loan facilities at balance date		0	0

**SHIRE OF PLANTAGENET
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2024**

20. CONTINGENT LIABILITIES

The Shire was issued Licence L7026/1997/14 to operate the Mount Barker Waste Management Facility by the Department of Environment Regulation (now the Department of Water and Environmental Regulation – DWER) on 20 June 2014. The licence conditions include a requirement to submit a Closure and Post Closure Management Plan.

The Shire of Plantagenet engaged GHD Pty Ltd (GHD) consulting services to prepare a Closure and Post Closure Management Plan for the O’Neil Road Waste site in April 2021.

The plan provides a detailed guide on how to close the O’Neill Road Waste Management Site over a number of graduated stages. The aim is to extend the lifespan of the site as far as practicable and spread the capital costs of closing and capping the landfill site over an extended period of time.

The detailed design for the Closure and Post Closure Management Plan for the O’Neill Road Waste Management Facility is to be completed in 2024/2025 via a consultant. DWER have stated that the works approval application for the O’Neill Road extension should be signed off before end of December 2024. This will enable the detailed design to progress. An additional survey is being commissioned to ascertain exact fill levels for active areas of the tip which are getting close to final design levels.

21. CAPITAL COMMITMENTS

Contracted for:

- capital expenditure projects
- plant & equipment purchases

Payable:

- not later than one year

	2024	2023
	\$	\$
	0	291,162
	0	113,107
	0	404,269
	0	404,269

The prior year commitments represented costs associated with the following projects:

- Kendenup Hall toilets
- Mount Barker Regional Saleyards canteen and ablution block
- Mount Barker footpath construction
- Swimming pool retaining wall
- Mount Barker Recreation Centre change facility
- Drainage construction works
- Narrikup Playground
- Wilson Park fitness equipment
- Medium tipper truck



**SHIRE OF PLANTAGENET
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2024**

22. RELATED PARTY TRANSACTIONS

(a) Elected Member Remuneration

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

Note	2024 Actual \$	2024 Budget \$	2023 Actual \$
President's annual allowance	30,789	32,683	34,093
President's meeting attendance fees	22,415	22,415	22,080
President's annual allowance for ICT expenses	2,000	2,000	2,000
President's travel and accommodation expenses	496	0	0
	<u>55,700</u>	<u>57,098</u>	<u>58,173</u>
Deputy President's annual allowance	7,918	8,171	8,523
Deputy President's meeting attendance fees	14,475	14,475	14,260
Deputy President's ICT expenses	2,000	2,000	2,000
	<u>24,393</u>	<u>24,646</u>	<u>24,783</u>
All other council member's meeting attendance fees	101,325	101,325	99,820
All other council member's ICT expenses	14,000	14,000	14,000
All other council member's travel and accommodation expenses	3,610	0	0
	<u>118,935</u>	<u>115,325</u>	<u>113,820</u>
22(b)	<u>199,028</u>	<u>197,069</u>	<u>196,776</u>

(b) Key Management Personnel (KMP) Compensation

The total of compensation paid to KMP of the Shire during the year are as follows:

Short-term employee benefits	768,195		803,897
Post-employment benefits	91,113		106,227
Employee - other long-term benefits	54,264		5,029
Employee - termination benefits	0		47,006
Council member costs	22(a) <u>199,028</u>		<u>196,776</u>
	<u>1,112,600</u>		<u>1,158,935</u>

Short-term employee benefits

These amounts include all salary and fringe benefits awarded to KMP except for details in respect to fees and benefits paid to council members which may be separately found in the table above.

Post-employment benefits

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

Other long-term benefits

These amounts represent annual leave and long service leave entitlements accruing during the year.

Termination benefits

These amounts represent termination benefits paid to KMP (Note: may or may not be applicable in any given year).

Council member costs

These amounts represent payments of member fees, expenses, allowances and reimbursements during the year.

**SHIRE OF PLANTAGENET
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2024**

22. RELATED PARTY TRANSACTIONS (Continued)

Transactions with related parties

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

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

In addition to KMP compensation above the following transactions occurred with related parties:

	2024 Actual	2023 Actual
	\$	\$
Sale of goods and services	7,633	27,708
Purchase of goods and services	2,752	12,042
Short term employee benefits - other related parties	0	12,898
Payment of council member costs (Refer to Note 21(a))	199,028	196,775
Amounts payable to related parties:		
Trade and other payables	17,846	2,848

Related Parties

The Shire's main related parties are as follows:

i. Key management personnel

Any person(s) having authority and responsibility for planning, directing and controlling the activities of the Shire, directly or indirectly, including any council member, are considered key management personnel and are detailed in Notes 22(a) and 22(b).

ii. Other Related Parties

Sale of, and purchase of, goods & services was minor in nature and processed on terms and conditions equivalent for those that prevail in arm's length transactions under the Shire's procurement process.

Short-term employee benefits related to an associate person of the CEO who was employed by the Shire under normal employment terms and conditions.

Outside of normal citizen type transactions with the Shire, there were no other related party transactions involving key management personnel and/or their close family members and/or their controlled (or jointly controlled) entities.

iii. Entities subject to significant influence by the Shire

There were no such entities requiring disclosure during the current or previous year.

**SHIRE OF PLANTAGENET
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2024**

23. OTHER MATERIAL ACCOUNTING POLICIES

a) Goods and services tax (GST)

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

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

b) Current and non-current classification

The asset or liability is classified as current if it is expected to be settled within the next 12 months, being the Shire's 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.

c) Rounding off figures

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

d) Comparative figures

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

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

e) Budget comparative figures

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

f) Superannuation

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

g) Fair value of assets and liabilities

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

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

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

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

h) Interest revenue

Interest revenue is calculated by applying the effective interest rate to the gross carrying amount of a financial asset measured at amortised cost except for financial assets that subsequently become credit-impaired. For credit-impaired financial assets the effective interest rate is applied to the net carrying amount of the financial asset (after deduction of the loss allowance).

i) Fair value hierarchy

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

Level 1

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

Level 2

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

Level 3

Measurements based on unobservable inputs for the asset or liability.

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

Valuation techniques

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

Market approach

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

Income approach

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

Cost approach

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

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

j) Impairment of assets

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

Where such an indication exists, an impairment test is carried out on the asset by comparing the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, to the asset's carrying amount except for non-financial assets that are:

- land and buildings classified as property, plant and equipment;
- infrastructure; or
- vested improvements that the local government controls, in circumstances where there has been an impairment indication of a general decrease in asset values.

These non-financial assets are assessed in accordance with the regulatory framework detailed in Note 10.

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



**SHIRE OF PLANTAGENET
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2024**

24. RATING INFORMATION

(a) General Rates

RATE TYPE				2023/24	2023/24	2023/24	2023/24	2023/24	2023/24	2023/24	2022/23
Rate Description	Basis of valuation	Rate in \$	Number of Properties	Actual Rateable Value*	Actual Rate Revenue	Actual Interim Rates	Actual Total Revenue	Budget Rate Revenue	Budget Interim Rate	Budget Total Revenue	Actual Total Revenue
				\$	\$	\$	\$	\$	\$	\$	\$
Rural Townsite	Gross rental valuation	0.113548	183	1,956,851	222,196	0	222,196	222,197	0	222,197	221,785
Mount Barker Townsite	Gross rental valuation	0.113548	734	9,986,792	1,133,980	0	1,133,980	1,133,980	0	1,133,980	1,097,416
Strata Title	Gross rental valuation	0.113548	4	45,760	5,196	0	5,196	5,196	0	5,196	4,971
Rural GRV	Gross rental valuation	0.113548	44	1,243,908	141,243	0	141,243	141,243	0	141,243	135,101
Rural	Unimproved valuation	0.05831	1,064	816,940,000	4,763,578	18,224	4,781,802	4,762,947	0	4,762,947	4,556,343
Mining	Unimproved valuation	0.05831	0	0	0	0	0	0	0	0	0
Total general rates			2,029	830,173,311	6,266,193	18,224	6,284,417	6,265,563	0	6,265,563	6,015,616
Minimum Payment											
		\$									
Rural Townsite	Gross rental valuation	1,020	359	1,039,561	366,180	0	366,180	366,180	0	366,180	336,590
Mount Barker Townsite	Gross rental valuation	1,020	307	1,952,567	313,140	0	313,140	313,140	0	313,140	285,180
Strata Title	Gross rental valuation	1,020	87	193,390	88,740	0	88,740	88,740	0	88,740	84,390
Rural GRV	Gross rental valuation	1,020	31	185,731	31,620	0	31,620	31,620	0	31,620	30,070
Rural	Unimproved valuation	1,050	696	91,376,900	730,800	0	730,800	730,800	0	730,800	674,205
Mining	Unimproved valuation	1,050	21	293,980	22,050	0	22,050	22,050	0	22,050	20,532
Total minimum payments			1,501	95,042,129	1,552,530	0	1,552,530	1,552,530	0	1,552,530	1,430,967
Total general rates and minimum payments			3,530	925,215,440	7,818,723	18,224	7,836,947	7,818,093	0	7,818,093	7,446,583
Ex-gratia Rates											
CBH			0	0	4,700	0	4,700	0	0	0	0
Total amount raised from rates (excluding general rates)			0	0	4,700	0	4,700	0	0	0	0
Total Rates							7,841,647			7,818,093	7,446,583

The rate revenue was recognised from the rate record as soon as practicable after the Shire resolved to impose rates in the financial year as well as when the rate record was amended to ensure the information in the record was current and correct.

*Rateable Value at time of raising of rate.

SHIRE OF PLANTAGENET
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2024

25. DETERMINATION OF SURPLUS OR DEFICIT

Note	2023/24 (30 June 2024 Carried Forward) \$	2023/24 Budget (30 June 2024 Carried Forward) \$	2023/24 (1 July 2023 Brought Forward) \$	2022/23 (30 June 2023 Carried Forward) \$
(a) Non-cash amounts excluded from operating activities				
The following non-cash revenue or expenditure has been excluded from amounts attributable to operating activities within the Statement of Financial Activity in accordance with <i>Financial Management Regulation 32</i> .				
Adjustments to operating activities				
Less: Profit on asset disposals	(26,515)	(34,719)	(242,835)	(242,835)
Less: Fair value adjustments to financial assets at fair value through profit or loss	0	0	(4,607)	(4,607)
Add: Loss on disposal of assets	3,714	0	41,000	41,000
Add: Depreciation	16,253,747	6,812,464	6,573,813	6,573,813
Non-cash movements in non-current assets and liabilities:				
Pensioner deferred rates	0	16,523	(19,785)	(19,785)
Employee benefit provisions	(12,890)	0	(12,967)	(12,967)
Other provisions	102,545	0	(84,156)	(84,156)
Inventory	1,621	0	0	0
Non-cash amounts excluded from operating activities	16,322,224	6,794,268	6,250,464	6,250,464
(b) Surplus or deficit after imposition of general rates				
The following current assets and liabilities have been excluded from the net current assets used in the Statement of Financial Activity in accordance with <i>Financial Management Regulation 32</i> to agree to the surplus/(deficit) after imposition of general rates.				
Adjustments to net current assets				
Less: Reserve accounts	27 (6,116,407)	(4,561,087)	(5,043,689)	(5,043,689)
Less: Financial assets at amortised cost - self supporting loans	4(a) (51,932)	(62,555)	(62,555)	(62,555)
Add: Current liabilities not expected to be cleared at end of year				
- Current portion of borrowings	15 386,978	675,592	382,448	382,448
- Current portion of lease liabilities	11(b) 12,937	9,533	12,808	12,808
- Employee benefit provisions	1,005,136	1,011,480	900,972	900,972
Total adjustments to net current assets	(4,763,288)	(2,927,037)	(3,810,016)	(3,810,016)
Net current assets used in the Statement of Financial Activity				
Total current assets	11,315,559	5,955,004	10,628,578	10,628,578
Less: Total current liabilities	(2,092,141)	(3,027,968)	(2,620,543)	(2,620,543)
Less: Total adjustments to net current assets	(4,763,288)	(2,927,037)	(3,810,016)	(3,810,016)
Surplus or deficit after imposition of general rates	4,460,130	0	4,198,019	4,198,019

SHIRE OF PLANTAGENET
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2024

26. BORROWING AND LEASE LIABILITIES

(a) Borrowings

Purpose	Note	Actual							Budget			
		Principal			Principal at 30 June 2023	Principal			Principal at 1 July 2023	Principal		
		Principal at 1 July 2022	New Loans During 2022-23	Repayments During 2022-23		New Loans During 2023-24	Repayments During 2023-24	Principal at 30 June 2024		New Loans During 2023-24	Repayments During 2023-24	Principal at 30 June 2024
\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$		
New Administration Centre		625,465	0	(196,648)	428,817	0	(208,260)	220,557	428,817	0	(208,260)	220,557
Plantagenet Medical Centre		340,036	0	(40,717)	299,319	0	(41,216)	258,103	299,319	0	(41,216)	258,103
Sounness Park Development		43,647	0	(43,647)	0	0	0	0	0	0	0	0
Swimming Pool Refurbishment		500,000	0	(42,195)	457,805	0	(43,764)	414,041	457,805	0	(43,764)	414,041
Saleyards Roof		108,106	0	(25,950)	82,156	0	(26,655)	55,501	82,157	0	(26,654)	55,503
GSCore Trails Project		0	0	0	0	0	0	0	0	350,000	(29,554)	320,446
DFES - Bush Fire Brigade Sheds		0	0	0	0	0	0	0	0	1,500,000	0	1,500,000
Swimming Pool - Stage 1B		0	0	0	0	0	0	0	0	1,700,000	0	1,700,000
Total		1,617,254	0	(349,157)	1,268,097	0	(319,895)	948,202	1,268,098	3,550,000	(349,448)	4,468,650
Self Supporting Loans												
Plantagenet Village Homes		347,913	0	(41,015)	306,898	0	(41,698)	265,200	306,898	0	(41,698)	265,200
Mount Barker Golf Club - Bowls Turf		35,102	0	(23,379)	11,723	0	(11,723)	0	11,724	0	(11,724)	0
Mount Barker Golf Club - Bowls Turf (Green A)		70,000	0	(8,743)	61,257	0	(9,132)	52,125	61,120	0	(9,132)	51,988
Total Self Supporting Loans		453,015	0	(73,137)	379,878	0	(62,553)	317,325	379,742	0	(62,554)	317,188
Total Borrowings	15	2,070,269	0	(422,294)	1,647,975	0	(382,448)	1,265,527	1,647,840	3,550,000	(412,002)	4,785,838

Self supporting loans are financed by payments from third parties. These are shown in Note 4 as other financial assets at amortised cost. All other loan repayments were financed by general purpose revenue.

Borrowing Finance Cost Payments

Purpose	Loan Number	Institution	Interest Rate	Date final payment is due	Actual for year ending 30 June 2024	Budget for year ending 30 June 2024	Actual for year ending 30 June 2023
New Administration Centre	90	WATC*	5.82%	23/06/2025	(22,287)	(27,489)	(38,938)
Plantagenet Medical Centre	97	WATC*	1.22%	18/06/2030	(3,638)	(3,526)	(6,447)
Sounness Park Development	94	WATC*	3.84%	7/06/2023	0	0	(1,665)
Swimming Pool Refurbishment	99	WATC*	1.50%	17/05/2032	(18,341)	(16,461)	(20,017)
Saleyards Roof	95	WATC*	2.70%	18/05/2026	(180)	(13,462)	(3,440)
GSCore Trails Project		WATC*	4.50%		0	(2,040)	0
Total					(44,446)	(62,978)	(70,507)
Self Supporting Loans Finance Cost Payments							
Plantagenet Village Homes	96	WATC*	1.66%	18/05/2030	(5,466)	(4,922)	(7,836)
Mount Barker Golf Club - Bowls Turf	98	WATC*	0.39%	2/11/2023	(16)	(23)	(359)
Mount Barker Golf Club - Bowls Turf (Green A)	100	WATC*	4.39%	27/06/2029	(2,996)	(2,594)	(1,440)
Total Self Supporting Loans Finance Cost Payments					(8,478)	(7,539)	(9,635)
Total Finance Cost Payments					(52,924)	(70,517)	(80,142)

* WA Treasury Corporation

**SHIRE OF PLANTAGENET
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2024**

26. BORROWING AND LEASE LIABILITIES (Continued)

(b) New Borrowings - 2023/24

Particulars/Purpose	Institution	Loan Type	Term Years	Interest Rate	Amount Borrowed		Amount (Used)		Total Interest & Charges	Actual Balance Unspent
					2024 Actual	2024 Budget	2024 Actual	2024 Budget		
GSCore Trails Project	WATC*	Debenture	10	4.50%	\$ 0	\$ 350,000	\$ 0	\$ (350,000)	\$ 0	\$ 0
DFES - Bush Fire Brigade Sheds	WATC*	Debenture	10	4.50%	0	1,500,000	0	(1,500,000)	0	0
Swimming Pool - Stage 1B	WATC*	Debenture	20	4.50%	0	1,700,000	0	(1,700,000)	0	0
					0	3,550,000	0	(3,550,000)	0	0

* WA Treasury Corporation

(c) Lease Liabilities

Purpose	Note	Actual				Budget						
		Principal at 1 July 2022	New Leases During 2022-23	Principal Repayments During 2022-23	Principal at 30 June 2023	New Leases During 2023-24	Principal Repayments During 2023-24	Principal at 30 June 2024	Principal at 1 July 2023	New Leases During 2023-24	Principal Repayments During 2023-24	Principal at 30 June 2024
Photocopier Lease		\$ 6,434	\$	\$ (6,434)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
CESM Vehicle		52,630		(11,629)	41,001	0	(12,808)	28,193	47,296	0	(12,725)	34,571
Total Lease Liabilities	11(b)	59,064	0	(18,063)	41,001	0	(12,808)	28,193	47,296	0	(12,725)	34,571

Lease Finance Cost Payments

Purpose	Lease Number	Institution	Interest Rate	Date final payment is due	Actual for year ending 30 June 2024	Budget for year ending 30 June 2024	Actual for year ending 30 June 2023	Lease Term
Photocopier Lease		Best Office	2.00%	15/08/2022	\$ 0	\$ 0	\$ (20)	48 months
CESM Vehicle		SG Fleet	1.00%	31/08/2026	(351)	(434)	(473)	60 months
Total Finance Cost Payments					(351)	(434)	(493)	

Secured liabilities and assets pledged as security

Debentures, bank overdrafts and bank loans are secured by floating charge over the assets of the Shire of Plantagenet. Other loans related to transferred receivables. Refer to Note 5.

The Shire of Plantagenet has complied with the financial covenants of its borrowing facilities during the 2024 and 2023 years.

**SHIRE OF PLANTAGENET
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2024**

27. RESERVE ACCOUNTS

	2024 Actual Opening Balance	2024 Actual Transfer to	2024 Actual Transfer (from)	2024 Actual Closing Balance	2024 Budget Opening Balance	2024 Budget Transfer to	2024 Budget Transfer (from)	2024 Budget Closing Balance	2023 Actual Opening Balance	2023 Actual Transfer to	2023 Actual Transfer (from)	2023 Actual Closing Balance
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Restricted by legislation/agreement												
(a) Public open space reserve - WAPC 99183	13,686	445	0	14,131	13,186	370	0	13,556	13,185	501	0	13,686
	13,686	445	0	14,131	13,186	370	0	13,556	13,185	501	0	13,686
Restricted by council												
(b) Leave reserve	133,431	54,959	0	188,390	134,925	53,786	0	188,711	81,817	51,614	0	133,431
(c) Waste management reserve	1,003,285	261,620	(48,589)	1,216,316	1,009,161	252,894	(93,336)	1,168,719	840,725	236,974	(74,414)	1,003,285
(d) Plant replacement reserve	720,844	21,282	(108,373)	633,753	723,852	20,312	(188,796)	555,368	856,220	597,885	(733,261)	720,844
(e) Drainage & water management reserve	89,223	104,132	0	193,355	89,227	102,504	0	191,731	85,960	3,263	0	89,223
(f) Hockey ground carpet replacement reserve	133,970	24,771	0	158,741	134,512	23,775	0	158,287	112,247	21,723	0	133,970
(g) Mt Barker swimming pool revitalisation reserve	1,205,374	39,270	0	1,244,644	1,222,079	34,293	(1,200,000)	56,372	849,785	355,589	0	1,205,374
(h) Computer hardware/software upgrade reserve	39,196	21,522	0	60,718	39,198	21,100	0	60,298	37,763	1,433	0	39,196
(i) Saleyards capital improvements reserve	74,413	139,070	(118,150)	95,333	126,049	75,212	(99,503)	101,758	294,549	38,231	(258,367)	74,413
(j) Saleyards operating loss reserve	304,081	9,906	0	313,987	304,094	8,533	0	312,627	292,960	11,121	0	304,081
(k) Outstanding land resumptions reserve	9,806	319	0	10,125	9,807	275	0	10,082	9,448	358	0	9,806
(l) Natural disaster reserve	297,725	121,847	(85,171)	334,401	297,352	120,844	(225,000)	193,196	195,906	101,819	0	297,725
(m) Building renewals reserve	364,080	511,310	0	875,390	283,086	501,348	0	784,434	167,693	196,387	0	364,080
(n) Spring Road roadworks reserve	58,271	1,898	0	60,169	58,273	1,635	0	59,908	56,140	2,131	0	58,271
(o) Community Resource Centre building reserve	62,164	12,148	0	74,312	62,465	11,753	0	74,218	50,544	11,620	0	62,164
(p) Museum complex reserve	9,523	310	0	9,833	9,523	267	0	9,790	9,174	349	0	9,523
(q) Standpipe reserve	38,518	11,377	0	49,895	38,817	11,089	0	49,906	27,762	10,756	0	38,518
(r) Paths and trails reserve	33,042	1,076	0	34,118	33,044	927	0	33,971	31,834	1,208	0	33,042
(s) Major projects reserve	422,934	13,779	0	436,713	416,468	11,687	0	428,155	35,132	387,802	0	422,934
(t) Community grants reserve	30,122	81,961	0	112,083	30,000	80,000	0	110,000	0	30,122	0	30,122
	5,030,002	1,432,557	(360,283)	6,102,276	5,021,932	1,332,234	(1,806,635)	4,547,531	4,035,659	2,060,385	(1,066,042)	5,030,002
	5,043,688	1,433,002	(360,283)	6,116,407	5,035,118	1,332,604	(1,806,635)	4,561,087	4,048,844	2,060,886	(1,066,042)	5,043,688

All reserves are supported by cash and cash equivalents and financial assets at amortised cost and are restricted within equity as Reserve accounts.

**SHIRE OF PLANTAGENET
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2024**

27. RESERVE ACCOUNTS (Continued)

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

Name of reserve account	Purpose of the reserve account
Restricted by legislation/agreement	
(a) Public open space reserve - WAPC 99183	To hold the cash in lieu of open space contribution held against the subdivision in WAPC reference 99183 until approval is granted to use those funds, pursuant to Section 6.11 of the Local Government Act 1995
Restricted by council	
(b) Leave reserve	To fund sick, annual and long service leave entitlements for former staff and unplanned payments of annual leave and long
(c) Waste management reserve	To fund waste management infrastructure and major items of associated plant and equipment
(d) Plant replacement reserve	To fund the purchase of vehicles, plant and machinery
(e) Drainage & water management reserve	To fund the purchase of land for drainage purposes and carry out major drainage works and projects identified in the Shire of Plantagenet Water Strategy 2020
(f) Hockey ground carpet replacement reserve	To contribute towards the planned replacement of carpet at the Sounness Park Hockey Ground
(g) Mt Barker swimming pool revitalisation reserve	To fund planning and capital works associated with the revitalisation of the Mount Barker Memorial Swimming Pool
(h) Computer hardware/software upgrade reserve	To fund the upgrade of business system software and hardware with latest versions and additional functionality
(i) Saleyards capital improvements reserve	To fund capital works and purchases at the Mount Barker Regional Saleyards
(j) Saleyards operating loss reserve	To retain a proportion of Saleyards operating surpluses to fund operating deficits
(k) Outstanding land resumptions reserve	To fund old / outstanding obligations for land resumptions associated with road realignments and the like
(l) Natural disaster reserve	To fund the Council's proportion of natural disaster events in the Shire of Plantagenet
(m) Building renewals reserve	To fund the renewal and refurbishment of Shire buildings
(n) Spring Road roadworks reserve	To fund the construction of roadworks in Spring Road, Porongurup as required by the relevant subdivision condition
(o) Community Resource Centre building reserve	To contribute to the maintenance, renewal, refurbishment and improvements to the Mount Barker Community Resource
(p) Museum complex reserve	To fund the refurbishment of buildings at the Mount Barker Historical Museum complex
(q) Standpipe reserve	To fund the repair, renewal and upgrade of water standpipes
(r) Paths and trails reserve	To fund the development of new pathways, cycleway infrastructure and trails
(s) Major projects reserve	To fund new, improvements or refurbishments to existing Shire buildings and / or infrastructure and concept planning / working drawings for projects, to be determined by the Council
(t) Community grants reserve	To fund Council contributions towards leased Shire building and infrastructure improvements, funded via Shire community gr

**SHIRE OF PLANTAGENET
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2024**

28. TRUST FUNDS

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

	1 July 2023	Amounts Received	Amounts Paid	30 June 2024
	\$	\$	\$	\$
Feral Pig Eradication Committee	79,744	0	(10,462)	69,282
Contribution - Public Open Space	88,930	0	(25,576)	63,354
Bonds - Other transferred to Municipal Acc	330,291	0	(330,291)	0
	<u>498,965</u>	<u>0</u>	<u>(366,329)</u>	<u>132,636</u>

\$330,291 was transferred to the other payables in the 2023 financial year and has been subsequently paid in the 2024 financial year. Refer to note 13.