



**SHIRE OF MORAWA**  
**ORDINARY COUNCIL MEETING**  
**ATTACHMENTS**

**Thursday, 15 December 2022**



# Confidential Agenda Attachments

Shire of Morawa

Ordinary Council Meeting

15 December 2022

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## List of Attachments

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### 11.1 Chief Executive Officer

#### 11.1.2 Two-year Trial of the Morawa Community Gymnasium

*Attachment 1 – 11.1.2a Community Gymnasium Survey Results 2022*

#### 11.1.3 Cyclone Recovery Plan

*Attachment 1 – 11.1.3a Shire of Morawa Cyclone Recovery Plan 2022*

*Attachment 2 – 11.1.3b Minutes of November 2022 Morawa LEMC*

### 11.2 Executive Manager Corporate & Community Services

#### 11.2.1 Statement of Financial Activity- October 2022

*Attachment 1 – 11.2.1a Monthly Financial Report for the period ending 30 November 2022*

*Attachment 2 – 11.2.1b Bank Reconciliation for the period ending 30 November 2022*

*Attachment 3 – 11.2.1c List of Accounts Paid for the period ending 30 November 2022*

#### 11.2.2 Acceptance of Annual Report 2021-2022

*Attachment 1 – 11.2.2a Shire of Morawa Annual Report 2021-2022 including Annual Financial Statements and Audit Report*

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## Ordinary Council Meeting 15 December 2022

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***Attachment 1- 11.1.2a Community Gymnasium Survey Results 2022***

***Item 11.1.2- Two-year Trial of the Morawa Community Gymnasium***

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## ATTACHMENT 1: MORAWA COMMUNITY GYMNASIUM SURVEY RESULTS

### Survey details

Total responses: 34

Survey dates: 19/10/2022 - 11/11/2022

Promoted: Shire snippets, Facebook and website. Emailed to all gymnasium users.

Demographics: Female: 58%, Male: 32%, Unknown: 10%

### Key insights

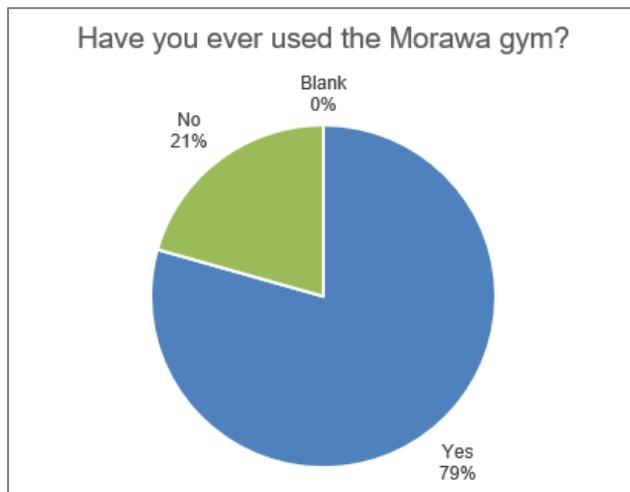
Common positive feedback:

- That the town operates a successful gym
- 24/7 access opportunity
- Quality and range of equipment available to use

Common suggestions for improvement:

- Air conditioning to be installed
- Mirrors to be installed
- More emphasis on signage/advertising
- Implementation of an orientation session for new members

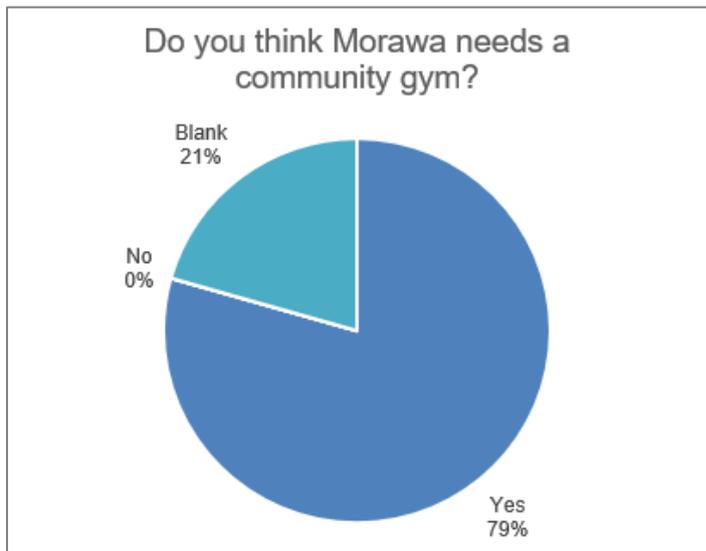
### All results



**What three (3) things would make you more likely to use the community gym?**

- Friendly guide/assistance
- Some one to go with, which I will have shortly
- Kids Corner / allowed to bring kids at certain time of the day . Morning weekdays would suit me
- Would use as is
- Air con would help
- Replace the stair climber
- A trainer would be good
- Nothing in particular - it just hasn't fit in with my life as yet but I look forward to using it in the future
- When I move back to Morawa, my family would join the gym there as we use the Gym often here in Kalgoorlie
- More frequent visits to town with work

- If I arrive in a weekend there was a way of accessing it
- Mix of classes for different groups
- Rehabilitation after my triple bypass operation, hip and knee replacement
- Maintain my strength and health
- Fitness training for my health, it is local and I don't have to travel
- Nothing, I use it multiple times a week
- Having the option to use it is key. My use relates to lifestyle choices and finding a work/life balance. Not having access would be detrimental to our community.



**What healthy or active living options do you prefer to utilise instead of the Community Gym?**

- Town pool in the mornings and the town oval
- The gyms my favourite followed by a close second with the pool
- I like to walk as well as using a gym
- None I use the gym
- Sometimes during summer I will also use the pool
- Wind surfing a kaji lake, football training, motorcycle riding
- Run
- Gym would be great for cardio and weights training, after or before work."
- None really except the pool in the summer months although will use gym all year round should it be air conditioned
- Swimming pool
- Ride my bike
- Weights at home

**Overall, how would you rate the Morawa Community Gym? 1 being poor, 10 being fantastic.**

Likely to Recommend	Overall rating
9.61	9.18

**What was your top three reasons for using the Morawa Community Gym?**

- Give us the ability to complete rehabilitation and strengthening exercises from injury
- Access to cardio and strengthening equipment all in one place
- To support an initiative from the Shire
- Lose weight
- Keep busy
- Create a healthy relationship with my body
- To keep fit
- Exercising
- Be healthy
- Safe
- Good access to equipment
- Easy to access
- Lose weight
- Get healthy
- Get fit for footy
- Get fit
- Mental health
- Wellbeing
- Exercise is great for my mental health
- Allows me to follow my gym program with appropriate equipment
- I love working out whenever I can and at any time
- Stay fit
- Rehab
- Build strength
- It's the only 24hr gym in town
- Wanted to exercise the time of day it suited me
- Mental and physical health
- Great for fitness and a great asset for the town
- Injury rehabilitation and conditioning
- Fitness, fun and mental health
- Health
- Wellbeing
- Something to do
- Accessible 24 hours - not constricted to set times.
- Maintain health and well-being
- Variety of up-to-date equipment available to suit everyone's fitness requirements
- I like to keep fit
- Me time
- Love going to the gym
- Health, fitness, strength, mobility and mental health
- I like to keep fit even when working away
- Training program
- Mental health
- Health and well being
- General fitness
- Muscular strength
- Endurance workouts
- Mental health
- Fitness
- Strength
- Healthy work life balance
- Build resilience
- Ease of use, fantastic equipment, great space, does need air conditioning - realise this is a huge cost
- My health
- My body strength after many surgeries
- Local facility otherwise I would be driving to other towns then spending money in those towns
- Stay healthy
- Accessibility
- Hadn't been able to access gym facilities since I had moved to town 6 years before hand
- Improved health
- Very easy and very accessible exercise option
- Health and wellbeing
- Enjoyment
- Socialisation

#### **How did you hear about the Morawa Community Gym?**

- Advertising – 2
- Facebook – 3
- Friends / word of mouth – 17
- Google maps – 1
- Shire / website – 7

How would you rate.... 1 being poor, 10 being fantastic.

Location	Ease of access	Cleanliness	Cardio Equipment	Free Weights	Weight Machines	Space for mat/core exercise
8.79	9.12	9.10	9.19	9.03	9.06	8.74

**What are the three (3) best things about the Morawa Community Gym?**

- Allows proper rehab to be completed when returning from sports injuries
- Is providing a service for the community
- Utilizing a shire building
- I liked the room just as you enter the gym, its an area you can cool down in with an aircon and keep items safe while you work out. It was very spacious and breathable in the gym itself, you could freely move around without bumping into anything. It was 24/7, you could work out at anytime of the week.
- Safe, variety of equipment, spacious
- The price, the amount of equipment and the kind of equipment
- Equipment, location and how clean it is.
- Good price, convenient location
- Open 24/7, location and that there is a gym in town
- Open 24/7, great equipment and location
- Exercising in private
- That there is one - living in country we miss out on a lot of stuff like this
- It's 24/hr
- Treadmill, weights, equipment
- The free weight barbells and dumbbells
- The rack
- 24hour access
- Quality of equipment, space available, safe environment
- Variety of equipment available
- No time constraints - use at own leisure
- Everything
- 24/7 access, price and location
- That Morawa has a gym, 24/7 access, good space
- 24/7, good space between gear - not too cramped, quality equipment
- Optional activity in Morawa, equipment and access 24hrs
- The fact that Morawa has a gym, the amount of equipment and the variety of equipment
- That we have one in town, accessibility 24 hours a day and range of equipment
- Open all hours
- The fact that anyone can use the gym any hour of the day, or night
- Easy access
- I just love it and think that we are so lucky to have it
- The equipment, location and being able to use 24 hours a day
- Easy access (24 hour)
- Cleanliness
- It's location
- 24/7 access and key card access
- The huge range of exercise options the gym provides
- The fact that I hadn't been able to access gym facilities since I had moved to town 6 years before hand.
- Availability, accessibility
- I feel it's the one and only place in town where the majority of residents are able to access rehabilitation equipment if necessary
- Visitors to town and local miners have access to this fantastic facility in their down time
- Keeping the community happy & healthy

### **What are the three worst things about the Morawa Community Gym?**

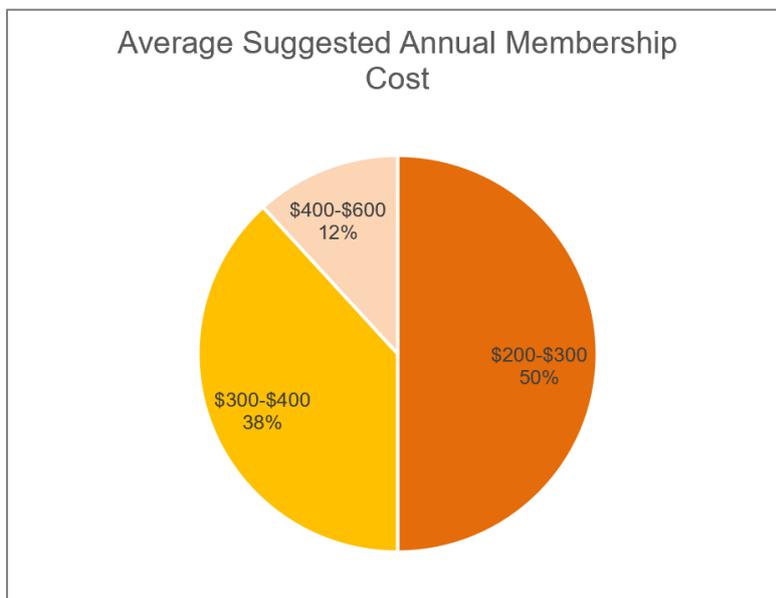
- Does get hot inside during the warmer months, particularly during the day
- It is completely out of town. I find it hard to walk there during the afternoon and at night.
- The gym does not have Wi-Fi. Wi-Fi isn't expected with how much it costs per month, but it's good to have when people want to go to the gym and only want to bring a watch to communicate with people, or do not have mobile data to gain access to basic connection. There isn't a sound system in the gym, many people bring their own headphones to work out, but when you're by yourself and want to work out, it would be nice to have some inbuilt speakers in the walls to play music.
- Sometimes busy - less access to equipment.
- The Location, room for free weights, no free trials for new members, no mirrors to check your form.
- It's quite hot in summer with just fans
- Hot in summer - no aircon
- Snakes getting in
- No induction process to learn to use of equipment
- Step machine doesn't work, needs more weights and that the price has doubled
- Not allowed to bring young kids, no aircon, no music
- Needs mirrors for posture
- No mirrors, no cold water, no air con
- (Lack of) Cooling - it's ok in winter but there are limited times in our extreme summer you can use it
- Lack of signage, lack of advertising - needs an orientation session for new members
- No induction for individuals of how to use/operate equipment correctly
- Gets hot in summer
- No instructor to conduct regular workouts with equipment available to encourage more people to use the gym
- If you arrive in town on a weekend you can't access it
- No air con for summer
- No mirrors for form training
- No air con - restricts times I can use during summer
- Would like some mirrors
- Lack of group classes and trainers
- Some equipment needs maintenance (minor criticism)
- Needs to be better advertised
- I don't think there are 3-the only complaint would be that in summer it needs aircon
- Not air conditioned
- No air con
- Nothing
- (lack of) Signage outside the fence so that people know it's there
- Promotion

### **If the Shire had to remove equipment to manage costs, which three pieces of equipment are least used/needed?**

- Step machine, rowing machine, bench press
- Ab curler machine, Rowing Machine, Mats for core exercise
- Seated chest press, stair machine, a bike (one seated further back)
- All the equipment at the gym is important and should all stay
- Ab machine, cardio machines
- There need to be more equipment not less
- Don't know - use most of them when I do go.
- The step machine, maybe the rower, only have one bike
- Ab machine, shoulder press machine, stair master
- The ab machine and the weight machines (there's free weights that are effective and probably cheaper - keep the leg press, less maintenance) and add a assist

- and lift or a dip pull up stand that is more versatile for short people
- Stair climber - it's great but never works
- The lower back sit up machine. Everything else is invaluable
- All equipment is relevant - everyone has different workout programs/routines that change as their fitness levels improve which then results in incorporating different equipment
- Ab machine
- Step machine (it never works)
- None I have used it all

- I use everything at some point so very hard to answer
- Mats
- Core/back extension machine
- Stair master
- Don't remove any.
- Perhaps take away the double up of cardio machines, stair walker, core/ back strength machine, mats
- Ab cruncher
- Stair master
- Not sure.
- I can't say because what I think doesn't get used may in actual fact get used a lot.



**Additional comments:**

- I think the Shire should be applauded for their work in setting up the Community Gym. I believe that possibly one barrier to more membership is the cooling factor inside during the summer months. Also potentially allowing access to sporting groups so they can complete sessions as part of the training programs. Potentially some work could be done to allow weekly membership for people who are passing through town and don't require a monthly membership. Would be better to gain \$10 for a week than people walking away as they don't want to pay \$40 for the month. Whilst I understand that such facilities should be 'covering costs', I think it is vital that we keep services such as this running in order to keep attracting people to town, even if it means that there is a shortfall that needs to be made up.
- It was great having the opportunity to be apart of this trial. If you plan on moving, it would be awesome to move to the sports pavilion down the speedway road. It would be much more walk friendly and it would be next to other sporting needs.
- Please keep it open. I already planning to give it a try but just don't have time.
- Been fantastic to have in the community. Great access to a variety of equipment. Always clean. Safe and easy to access.

- I believe the morawa gym is very important for the community because living out here there isn't any places close by that people can use to get healthier and healthier people are happier people.
- I think it is a very worth while community resource that the shire should keep and promote with greater intensity and vigour.
- It has been such an amazing thing for our community. I attend the gym 4-5 days a week and I absolutely love it. I would be so sad to see it gone, as it is important for so many of us! Not only for our physical health, but our mental health as well.
- Would love to see if continue to stay open, it's great to keep the community active!
- The only thing that would be better than the gym is it was part of the pools. And air conditioner in summer.
- Keep it open! Much needed in our town
- Please keep it its so great having somewhere to exerise that you can go do at any time that suits me.
- A handful of people using the service is better than none...same with the am pool slot...why wouldn't you want to promote health and fitness in the community. Plus it's a great place for injury recovery and rehab.
- Please don't close it down. It's a asset to the town and not everyone plays team sports, the opportunities for fitness are minimal for people who don't like group training. And fitness is important for mental health, long term health outcomes and even for rehabilitation from injuries etc.
- I think the cost increase should have been done in increments. It's still reasonably priced. I love seeing variety of age groups use it. Having a trainer or someone to do an induction would be good. I see people come along not know what to do then loose interest. Market it more.
- Great facility that I hope we can keep- needs to be promoted more though.
- 1. Needs to be advertised. 2. Definitely needs to have an instructor to demonstrate or hold sessions on correct use of equipment as I personally know others would go if they knew what to do or how to incorporate the correct use of machines, weights etc into a fitness routine to suit their ability/age.
- Having a gym is such a draw card to small towns.
- I would like it to continue. With my work I have the choice of staying in different towns eg. Pj, three springs or Mingenew. But I use Morawa now because of the gym.
- A person to do inductions and maybe do trainings. I've seen heaps of people come in clueless. Maybe old people home could use for exercises- there is some really suitable gear for older people eg. Sit in bike.
- If you want to attract new families, working groups and business to the town you need to maintain the facility and service.
- Excellent facility that more people need to take advantage of.
- It's a great facility to have in town.
- Maybe monthly instructor. Advertising and signage for travelers. Daily use, could it be booked on line with an after hours code using phone or device.
- This has been one of the best incentives the shire have ever done, the gym needs to be better advertised and promoted to GP, Physios and health services in the region. There should be a pensioner rate to allow them to access with minimal cost to help with their health and fitness. Air conditioning the building would also allow people to use all year round. Our town need to keep facilities like the gym to encourage people stay in the community and even move here as it is one of the best in the area.
- Would be great to have an air con in the main gym area, this would make the gym more usable all year round.
- It has been one of the best additions to the town of Morawa since I've moved here, I Hadn't been able to access gym facilities since I had moved to town 6 years before hand. Great and easy exercise option, great for my overall physical health and

extremely great for my improving my mental health and reducing stress and anxiety levels.

- Having a local gym caters for the needs of many people within our community. It promotes healthy lifestyle choices and is a great option when the weather is extremely hot. Having access to the gym is a plus when selling our town to newcomers, but also provides opportunities for those who live here to get fit/ stay fit in a safe space.
- The gym is a huge draw card for anyone contemplating a to move to Morawa. In my time of using the facility, I observed that the gym was well utilised by workers from the Deflector mine site along with contractors who were staying at Everlastings B&B, hospital & school staff. It would be a travesty if this facility were taking away from the community.

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## Ordinary Council Meeting 15 December 2022

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***Attachment 1- 11.1.3a Shire of Morawa Cyclone Recovery Plan 2022***

***Attachment 2- 11.1.3b Minutes of November 2022 Morawa LEMC***

***Item 11.1.3- Cyclone Recovery Plan***

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# LOCAL OPERATIONAL RECOVERY PLAN

## SHIRE OF MORAWA



### RECOVERY NARRATIVE

#### About our community

The Shire of Morawa was founded on broadacre farming which forms the backbone of its economy. Over the last two decades Morawa has established itself as a sub-regional centre for the North Midlands, assisted by the 'SuperTowns' Royalties for Regions investment of the 2010's and the developing Midwest mining and resource industry. Whilst agriculture remains the key industry, local government, health and education are also a major employers and tourism is a growing but still minor industry.

The Shire covers 3,528km<sup>2</sup> of the Yarra Yarra Catchment which encompasses broadacre and pastoral farmland, mining lease, reserves and uncrowned land. The Shire of Morawa has a population of 660-750 people. With up to 20% of the population identifying as Aboriginal or Torres Strait Islander.

The Morawa townsite is home to retail, commercial, service, hospitality businesses, and the Shire's administration offices. Key services include a hospital, aged care facility and medical centre, as well as a District High School, the WA College of Agriculture, and a CBH grain receival facility. Other localities in the Shire include Canna, Gutha, Koolanooka, Merkanooka and Pintharuka.

Key challenges for Morawa include a stagnant/declining population, driven by fluctuations in industry and expanding economies of scale in agriculture, and the attraction and retention of appropriately qualified and skilled workforce and contractors, as well as general community fatigue.

The Morawa community is generally resilient and well versed in responding to changing weather and climate conditions.

#### Severe Tropical Cyclone Seroja

Severe Tropical Cyclone (STC) Seroja crossed the Western Australian coast south of Kalbarri on 11 April 2021, as a Category 3 system with wind gusts of up to 170 kilometres per hour. STC Seroja is the strongest system on record in the Midwest Gascoyne Region. The cyclone impacted a population of almost 50,000 people and an area of more than 170,000 square kilometres and more than 16 local government areas.

The Morawa district experienced widespread damage across built and natural assets including significant impact on the townsite. 23 primary producer farm properties were impacted and 107 townsite homes were damaged (30 severely). The district was without communication and power (583 properties) for some days with some areas experiencing up to 4 weeks delay in power restoration.

State and nation-wide events, community priorities, and existing vulnerabilities continue to influence recovery. These include the complexity of insurance; sharing of data at local, state, and federal levels; limited workforce accommodation; shortages in skilled tradespeople; COVID-19 restrictions; and seasonal weather patterns.

#### Local Recovery Coordination

The Shire of Morawa has responsibility for coordinating recovery in its district under the *Emergency Management Act 2005*. The Shire and the Local Emergency Management Committee (LEMC) worked with district recovery staff to organise a Local Recovery Planning Workshop to inform this Recovery Plan. The workshop was conducted on the 3 May 2022.

#### Key recovery stakeholders in attendance:

- Shire of Morawa elected members and staff
- Community members and organisation
- Local business and industry representatives
- Department of Fire and Emergency Services
- Department of Communities
- Department of Education
- St John Ambulance
- Red Cross
- Rural Aid

### STRATEGIC PRIORITIES

The community and Shire of Morawa have developed a new Strategic Community Plan for 2022-2032. The aspirations and strategic focus areas outlined in the plan will contribute to community recovery, and many priorities identified in the recovery planning process were also identified in the strategic community planning process.

The following strategic priorities are identified in both plans.

#### Natural environment

- Develop a greening plan

#### Economy

- Incentivise and support small business
- Advocate for strong support systems and services for businesses
- Enhance partnerships and alliances
- Attract workforce and small business owners

#### Built environment

- Enhance and upgrade older buildings
- Improve access to fit for purpose housing

#### Human and social

- Champion inclusion and engagement
- Invest in socialisation and belonging
- Foster positivity and celebrate wins
- Enhance health service provision

# LOCAL OPERATIONAL RECOVERY PLAN

## SHIRE OF MORAWA



	KEY DAMAGE AND IMPACTS	RECOVERY OBJECTIVES	RECOVERY TASK/ACTIVITY	PARTNERS	MEASURES OF SUCCESS
HUMAN AND SOCIAL ENVIRONMENT	<p><b>Groups, Institutions &amp; Social Connection</b></p> <ul style="list-style-type: none"> <li>Damage to community infrastructure prevented use (e.g., speedway lights, golf club, bowling green, basketball and bowling club fences).</li> <li>CCTV and gymnasium inaccessible due to Node 1 outage.</li> <li>Morawa DHS and Morawa Ag College closed in preparation.</li> </ul> <p><b>Psychosocial and Wellbeing</b></p> <ul style="list-style-type: none"> <li>Concern for others was for immediate family members and neighbours.</li> <li>Morawa Desert Blue Connect office had an increase in referrals post-cyclone.</li> <li>Level of preparedness appears to have played a role in sense of wellbeing.</li> <li>“We will get by” culture a barrier to accessing support - people that may benefit from support aren’t accessing services.</li> </ul> <p><b>Cultural / Heritage</b></p> <ul style="list-style-type: none"> <li>Damage to the Masonic Lodge</li> </ul>	<p><b>Building Resilience</b></p> <p>Improved emergency preparedness of households and businesses</p>	<p><b>S1</b> Facilitate the delivery of preparedness training to assist community members to develop plans for their families, homes and businesses</p>	Shire of Morawa DFES Red Cross	Initial preparedness training delivered by Feb 2023 (DFES/Red Cross)
			<p><b>S2</b> Capture lessons learnt from Seroja to develop a local guide to provide advice to community members on things to consider and actions to take before, during and after an emergency event.</p>		Localised emergency preparedness resources completed by May 2023 for distribution with 2023/2024 rates notices.
		<p><b>Supporting volunteers and community groups</b></p>	<p><b>S3</b> Connect community groups with support and assistance for sustainability, such as:</p> <ul style="list-style-type: none"> <li>volunteer attraction and retention</li> <li>succession planning for volunteers</li> <li>strengthen networks with key agencies and funding providers</li> </ul>	Shire of Morawa Department of Local Government, Sport and Cultural Industries Volunteering WA	Ongoing sustainability of community clubs and organisations
		<p><b>Mental Health and wellbeing</b></p> <ul style="list-style-type: none"> <li>Increased social connection for vulnerable community members</li> <li>Encourage and support positive culture of community engagement</li> </ul>	<p><b>S4</b> Develop a buddy program to support and connect vulnerable people/community members to provide a readymade support network in an emergency.</p>	Shire of Morawa Local health care providers Desert Blue Connect Morawa Community Resource Centre Community groups	Local Emergency Management Arrangements updated to include arrangements for vulnerable persons  Secure funding for programs in 2023/24
	<p><b>S5</b> Seek out community building and community development programs to foster positive community initiatives and increased collaboration and participation</p>				

# LOCAL OPERATIONAL RECOVERY PLAN

## SHIRE OF MORAWA



	KEY DAMAGE AND IMPACTS	RECOVERY OBJECTIVES	RECOVERY TASK/ACTIVITY	PARTNERS	MEASURES OF SUCCESS
LOCAL ECONOMY	<b>Tourism, Industry and Small Business</b> <ul style="list-style-type: none"> <li>Shortage of suitable housing stock in town for workers</li> <li>Concern about reduced visitation due to cyclone impacts and access to services/sites.</li> <li>Difficulty obtaining goods and services (fuel, food etc.).</li> <li>Limited LG resources and fatigue levels of LG employees.</li> </ul>	<b>Sustain, grow and diversify the local economy</b>	<b>Refer Strategic Community Plan</b>		
	<b>Primary Production</b> <ul style="list-style-type: none"> <li>Most primary producers experienced impacts to infrastructure and subsequent impacts on farm activity</li> <li>Recovery was delayed due to prioritisation of farming activities</li> <li>Ongoing delays in insurance settlement and repair of infrastructure</li> </ul>	<b>Prioritise activities to support the recovery of local businesses</b>	<ul style="list-style-type: none"> <li>Work with accommodation providers to ensure cyclone workers are prioritised</li> <li>Ensure all damaged tourist infrastructure has been repaired</li> <li>Facilitate interaction with local businesses to ensure they have business continuity plans in place</li> </ul>	<ul style="list-style-type: none"> <li>Shire of Morawa</li> <li>Local business community</li> <li>Small Business Development Corporation</li> <li>Midwest Chamber of Commerce</li> </ul>	<ul style="list-style-type: none"> <li>Accommodation is available for reconstruction workers</li> <li>Tourist visitation returns to pre-cyclone levels and tourism spend is captured in Morawa</li> <li>Key local businesses have business continuity plans</li> </ul>

	KEY DAMAGE AND IMPACTS	RECOVERY OBJECTIVES	RECOVERY TASK/ACTIVITY	PARTNERS	MEASURES OF SUCCESS
NATURAL ENVIRONMENT	<b>Plants and animals</b> <ul style="list-style-type: none"> <li>Landscape damage throughout the Shire</li> <li>Loss of significant trees means loss of habitat</li> <li>Loss or damage to some trees in public spaces.</li> </ul>	<b>Cultural Heritage Management</b>	<b>N1</b> Develop a cultural site register which includes condition reports for culturally significant sites. This can be used as a baseline reference for measuring impact of future disaster events.	Shire of Morawa Department of Planning Lands and Heritage Yamatji Marlpa AC	
	<b>Hazardous vegetation</b> <ul style="list-style-type: none"> <li>Perceived and actual increase to fuel loads because of defoliation.</li> <li>Perceived and actual increase to risk of structurally compromised (uprooted/defoliated) trees and widespread debris.</li> </ul>	<b>Access and enjoyment of natural spaces and recovery of biodiversity</b> <ul style="list-style-type: none"> <li>Restore nature-based tourism assets.</li> <li>Create culture of pride and community ownership of natural environment.</li> </ul>	<b>N2</b> Regenerate Widimia Trail and catchment including improving eroded walk trails, moving fallen trees, manage weeds and other enhancement activities.	Shire of Morawa NACC Morawa Schools and Ag College	Develop management plan for Widimia Trail Implement priority bushfire risk mitigation prior to November 2023 Secure funding for other priority revegetation projects in 23/24 No. of trees planted, no. ha rehabilitated, no. of people engaged in community rehabilitation events/initiatives.

# LOCAL OPERATIONAL RECOVERY PLAN

## SHIRE OF MORAWA



	KEY DAMAGE AND IMPACTS	RECOVERY OBJECTIVES	RECOVERY TASK/ACTIVITY	ACTIVITY PARTNERS	MEASURES OF SUCCESS
BUILT ENVIRONMENT	<p><b>Public and Private infrastructure</b></p> <ul style="list-style-type: none"> <li>Damage to private and public infrastructure; in town and on farms.</li> <li>33 residences deemed uninhabitable.</li> <li>Some properties still tarped</li> <li>Concerns about unmanaged asbestos in community</li> <li>Difficulty accessing building contractors, engineers, materials and an inflation of costs associated with rebuild.</li> <li>Concern that damaged buildings will be abandoned.</li> <li>Further assessments are ongoing to validate and identify additional needs</li> </ul> <p><b>Essential services</b></p> <ul style="list-style-type: none"> <li>Debris on roads and damage to road signs.</li> <li>Significant damage to utility infrastructure with</li> <li>Ongoing supply and reliability issues to power and telecommunication</li> </ul> <p><b>Insurance</b></p> <ul style="list-style-type: none"> <li>Delays in claim settlement</li> <li>Challenges in renewing policies and increased premiums for re-insurance</li> <li>Exact level of financial impact and insurance challenges remain undetermined.</li> </ul>	<p><b>Rebuild support</b></p> <ul style="list-style-type: none"> <li>Increase rate of repair and rebuild to cyclone damaged housing.</li> <li>Maintain resident numbers and increase accommodation capacity of town.</li> <li>Restore sense of community pride.</li> <li>Develop community knowledge of cyclone building standards.</li> </ul>	<p><b>B1</b> Collaborate with the Recovery Hub, DLGSCI and DMIRS to engage with owners of unrepaired dwellings and assist in progressing the clean-up and repairs of older dwellings</p>	Shire of Morawa DFES Department of Local Government, Sport and Cultural Industries Department of Mines and Industry Regulation	Ongoing renewal or demolition of unrepaired / abandoned dwellings
			<p><b>B2</b> Coordinate a community education program focussing on design requirements for a cyclonic classification of buildings.</p>	Shire of Morawa Department of Mines and Industry Regulation	No. of resources distributed, no. of engagements with online content, training sessions held
			<p><b>B3</b> Develop “Volunteer from Afar” program to engage people outside the community to assist in rebuild and revegetation activities</p>	Shire of Morawa Volunteer WA Rotary Australia	Identify potential projects and partners during 2022 Undertake at least one partnership project in 2023
			<p><b>B4</b> Assist Morawa Speedway Association to apply for funding for repair / replacement of speedway lights (uninsured).</p>	Shire of Morawa Morawa Speedway Assoc. Department of Local Government, Sport and Cultural Industries	Funding application submitted to DLGSCI and other relevant funding sources.
		<p><b>Disaster / emergency Infrastructure</b></p> <ul style="list-style-type: none"> <li>Stable and reliable emergency power and telecommunications access.</li> <li>Fit-for-purpose community emergency facilities.</li> </ul>	<p><b>B5</b> Upgrade telecommunications tower to improve resilience</p>	Shire of Morawa LEMC DFES	Meeting with key communications providers by Dec 2022 to progress advocacy.
			<p><b>B6</b> Identify a suitable facility for use as an emergency evacuation centre and undertake necessary upgrades to improve resilience and accessibility.</p>	Shire of Morawa Department of Communities	Identify suitable facility and required works by Dec 2022 Secure funding for necessary works in 23/24
			<p><b>B7</b> Continue regional advocacy for reported insurance challenges and issues</p>	Shire of Morawa MidWest Development Commission State Recovery Controller	Improved settlement of insurance claims

*This plan was developed with funding support through the Commonwealth-State Disaster Recovery Funding Arrangements and the support of the following organisations:*



Department of Fire and Emergency Services  
 Department of Communities





**SHIRE  
OF  
MORAWA**

**LOCAL EMERGENCY MANAGEMENT COMMITTEE**

**Minutes**

**Meeting commencing 12:00hrs 11<sup>th</sup> November 2022  
Shire of Morawa  
Council Chambers**

**1. Introduction**

*Section 39 of the Emergency Management Act 2005*

*It is the function of the Local Emergency Management committee (LEMC) to:*

- to advise and assist the local government in establishing local emergency management arrangements (LEMA) for the district;*
  - to liaise with public authorities and other persons in the development, review and testing of the local emergency management arrangements;*
  - to review and test the local emergency management arrangements; and*
- to carry out other emergency management activities as directed by the Office of Emergency Management (OEM) or prescribed by regulations*

**2. Record of Attendance & Apologies**

2.1. Attendance  
Karen Chappel  
Scott Wildgoose  
Paul Devic

Chairperson  
Shire of Morawa CEO  
Shire of Morawa Executive Manager Works and Assets

Richard Sasse	Shire of Morawa CBFCO
Leanne GRANT-WILLIAMS	Morawa Ag Farm Manager
Romy Babu	Morawa Hospital
Nathan Smith	OIC Morawa Police
Julia French	DBCA
Rick Ryan	CESM

2.2. Apologies

Deb MALEY	TC Seroja Recovery Officer
Cathy Macartney	SJA CP
Debbie Collins	SJA Morawa
Ian Comben	DFES
Tim Dalwood	DFES

### 3. Minutes of Previous Meeting

3.1. Confirmation of Minutes

Moved by Scott Wildgoose Seconded by Rick Ryan

3.2. Business Arising from Minutes

- Romy spoke to the impact on the Morawa & Three Springs hospitals following the Exercise held in Perenjori last week and how and what measures could be taken from a WACH prospective, the issue of having access to medical records of evacuees was also raised and discussed.

### 4. Correspondence

4.1. Incoming:

DEMC meeting minutes

TC community recovery plan

4.2. Outgoing:

Responses to DEMC

Updates to LEMA

### 5. LEMC Matters

5.1. Emergency Contacts Directory  
current

5.2. Post Incident Reports  
Nil incidents since the last meeting

5.3. Post Exercises reports  
Further discussion on the Perenjori Drill  
Follow up discussion on the lost person desktop held at out last meeting

5.4. LEMC Arrangements  
Our arrangements are current

### 6. Agency Reports

Other Agencies/Members are invited to report relevant information to the LEMC at this Agenda Item.

Leanne Morawa g School

- The school has held an evacuation drill and tested the plans
- Have reviewed the bushfire response plan with Rick Ryan
- 10 staff members have conducted fire training
- The school has a 50,000 Lt tank that will be made available for firefighting purposes this will be placed on the Three Spring Road farm boundary. The education department does not allow it staff to leave the grounds to fight a fire, but the collage is able to provide this water source for the community.
- The shire will assist if required in the sitting of the tank and can provide signage. Leanne said the collage are happy to set the tank up and for a sign to be put in place.

Romy WACH

- Romy is back in town
- The hospital is still maintaining its COVID protocols
- Staffing is still an issue with accommodation having a big impact on the hospital being able to recruit staff
- The hospital has vacancies for nursing and nursing aides
- The hospital has been able to gain a \$600,000 grant for improvements to aged care facilities at the hospital.
- New Acting Director of Nursing Julie Seeber till early 2023

Scott Shire of Morawa

- Cyclone recovery still on going
- Still having issues with lack of insurance for some properties and the impact that this has on the community
- The EHO is currently working with the recovery team
- The Road Construction crew are in full swing

Nathan Smith WAPOL

- Introduced himself he has been in town Two days and is very happy
- gave a brief on his priorities these being Family Violence, Youth Engagement and Crime Prevention and Drink Driving road Safety.
- he has had approval for the third position to be advertised subject to accommodation

Julia French DBCA

- Brodie Selby has left the Murchison District for another position in the Department. I will be Acting as District Fire Coordinator until late December or until someone is permanently appointed. Richard Boykett remains Regional Leader – Fire Management
- DBCA Geraldton staff and the local SES volunteers completed water bomber reloader training on Sunday 31<sup>st</sup> November.

- Geraldton depot should receive a second gang truck – ETA November 2022. Jurien depot should receive a second gang truck – ETA November 2022. Both resources available for bushfire suppression.
- 6 conservation employees started in the district at the beginning of the year. They have completed their bushfire crew member training and will be heavily involved in fire management activities (prescribed burning, bushfire suppression, machine operations, fire access track maintenance etc).
- Fire access track maintenance program has begun and hope to have priority tracks identified and maintenance commenced by December.

#### Rick Ryan CESM DFES

- The Region will enter the High Threat Period as of this Thursday the 10<sup>th</sup> of November whereby the DFES office will have two officers on call 24/7, that being the Regional Duty Officer and a Second on Call.
- The RDC will carry out normal on call duties whilst the Second on Call Officer will assist the RDC or be deployed to an incident as may be required.
- We will have up to 12 appliances stationed around the region over the next 3 to 4 weeks as our High Season Fleet, there will be 4 of these appliances based at the regional office ready for deployment, so in the event of a fire don't hesitate to request these appliances being deployed, we can always turn around and head back to Geraldton if they are not required.
- DFES staff are currently working on next year's training calendar
- He also that the holder owns the risk on their property and need to undertake mitigation activities to minimis their risk.
- The region also has available two water bomber aircraft working out of Geraldton to activate this contact myself of the RDC.

#### Richard Sasse CBFCO

- local Brigades have been busy preparing for the upcoming season
- Rick and I have conducted three pre-season workshops these being held in the following areas Merkanooka, Canna and Koolanooka with a total of 85 F F in attendance we covered of on the Shire volunteer induction and debriefed on last season and how we can be better prepared and respond to an incident this year.
- The shire could certainly use a second appliance for the western side of the Shire.
- The brigades responded to a fire North of Canna last Friday with a good outcome.

#### Karen Chapple Chairperson

- Mel PEXTON the State recovery co-ordinator for TC Seroja has visited Morawa
- The push is to have the community to insure for replacement value were possible

#### Deb MALEY Community Recovery Officer TC Seroja

- The Morawa Cyclone Recovery Hub team has the doors to the Recovery Hub office open on Tuesdays and Thursdays. We are also available at other times as required, (DFES, Dept of Communities and Red Cross) by phone or for an in-person visit.

- The Cyclone Seroja assistance grants closing date for applications has been extended till June 30, 2023, and the completion of the grant until 30 June 2024. This will provide affected residents a longer period to source materials and contractors to complete the works required. The updated information has been printed in all local newspapers in the region.
- There are companies now visiting the area quoting for cyclone shutters for the Resilience grant, which are available to eligible residential and farmhouses.
- Agencies such as Centre care, Frontier services etc are visiting the region and are available to meet locals and groups and assist as required.
- I will be on leave from mid-December to mid-January 2023. CRO's from other Hubs will be available to assist the Morawa community during that period and supporting Red Cross and Department of Communities at the Morawa Hub.
- The Hub will shortly be providing -Be Disaster Ready workshops. These are all hazards preparedness workshops supported by Red Cross and DFES.

## **7. General Business**

### **Local Operational Recovery Plan**

Scott Wildgoose spoke to the committee about the Shire of Morawa Local Operational Recovery Plan – Cyclone Seroja explaining the purpose of the plan.

the committee endorsed the plan unanimously

Paul Devic

Briefed the committee on the academic interest shown in the Widima Trail and conservation interest.

## **8. Next Meeting**

22<sup>nd</sup> Feb 2023 9am

## **9. Close**

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## Ordinary Council Meeting 15 December 2022

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***Attachment 1- 11.2.1a Monthly Financial Report for the period ending 30 November 2022***

***Attachment 2- 11.2.1b Bank Reconciliation for the period ending 30 November 2022***

***Attachment 3- 11.2.1c List of Accounts Paid for the period ending 30 November 2022***

***Item 11.2.1- Statement of Financial Activity – November 2022***

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**SHIRE OF MORAWA**  
**MONTHLY FINANCIAL REPORT**  
**(Containing the Statement of Financial Activity)**  
**For the Period Ended 30 November 2022**

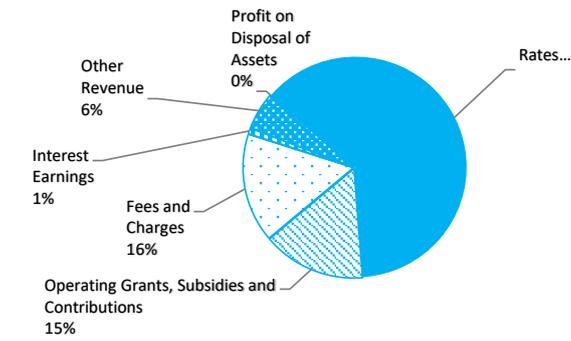
**LOCAL GOVERNMENT ACT 1995**  
**LOCAL GOVERNMENT (FINANCIAL MANAGEMENT) REGULATIONS 1996**

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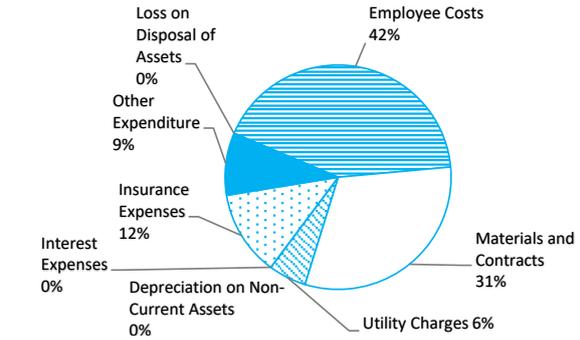
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OPERATING ACTIVITIES

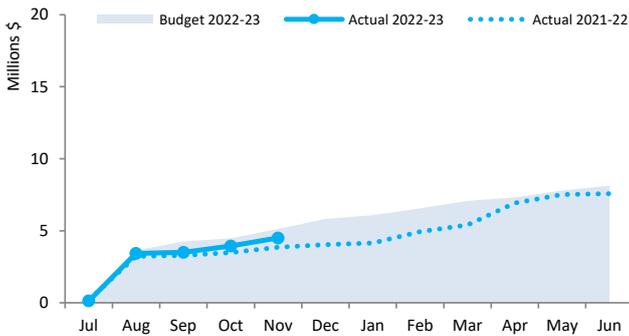
OPERATING REVENUE



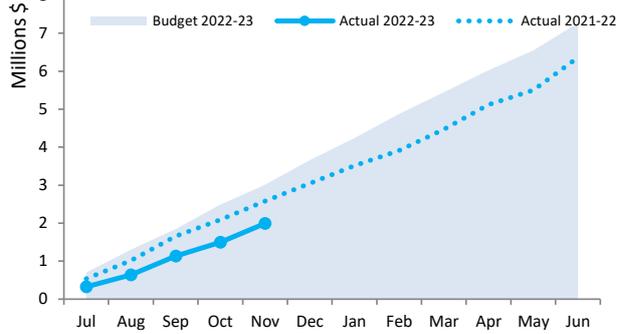
OPERATING EXPENSES



Budget Operating Revenues -v- Actual

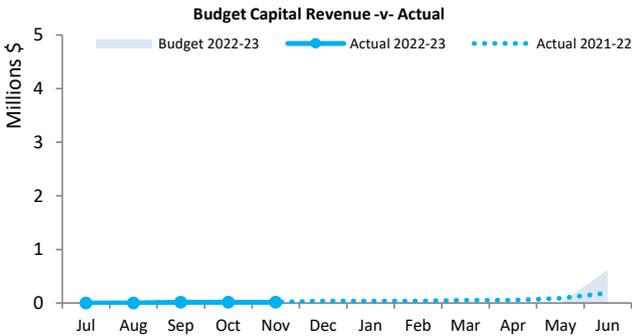


Budget Operating Expenses -v- YTD Actual

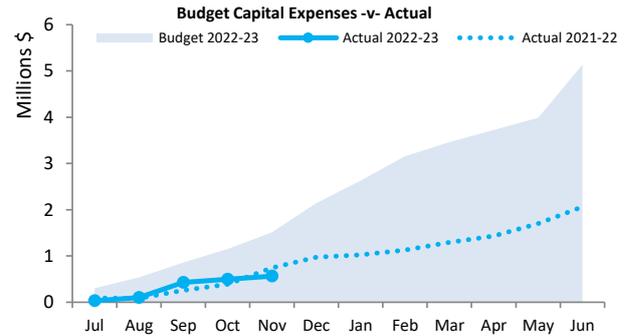


INVESTING ACTIVITIES

CAPITAL REVENUE



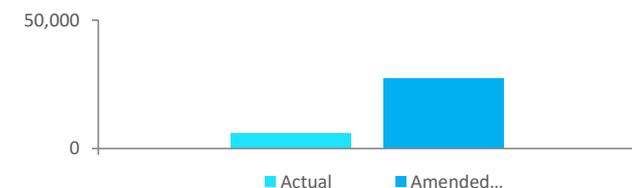
CAPITAL EXPENSES



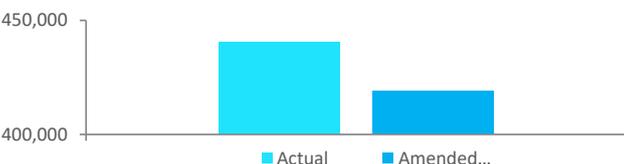
FINANCING ACTIVITIES

BORROWINGS

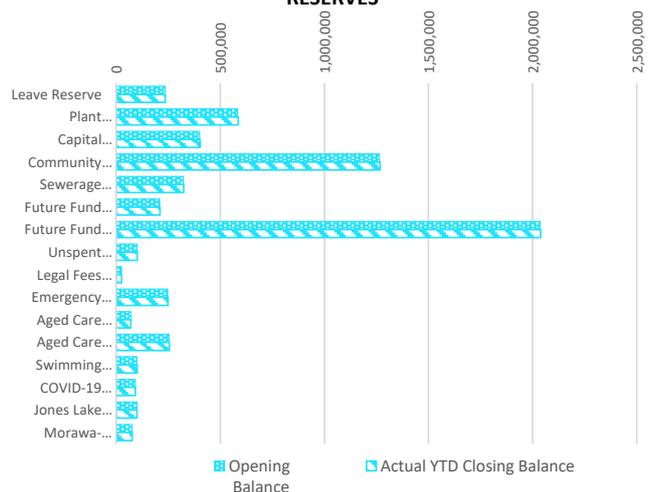
Principal Repayments



Principal Outstanding



RESERVES



This information is to be read in conjunction with the accompanying Financial Statements and Notes.

Funding surplus / (deficit) Components

Funding surplus / (deficit)				
	Amended Budget	YTD Budget (a)	YTD Actual (b)	Var. \$ (b)-(a)
Opening	\$2.38 M	\$2.38 M	\$2.38 M	\$0.00 M
Closing	\$0.33 M	\$3.63 M	\$4.29 M	\$0.66 M

Refer to Statement of Financial Activity

Cash and cash equivalents		
	\$	% of total
Unrestricted Cash	\$4.17 M	40.5%
Restricted Cash	\$6.14 M	59.5%
<b>Total</b>	<b>\$10.31 M</b>	

Refer to Note 2 - Cash and Financial Assets

Payables		
	\$	% Outstanding
Trade Payables	\$0.00 M	
0 to 30 Days		0.0%
30 to 90 Days		0.0%
Over 90 Days		0%

Refer to Note 5 - Payables

Receivables		
	\$	% Collected
Rates Receivable	\$0.88 M	75.6%
Trade Receivable	\$0.03 M	
30 to 90 Days		30.7%
Over 90 Days		44.1%

Refer to Note 3 - Receivables

Key Operating Activities

Amount attributable to operating activities			
Amended Budget	YTD Budget (a)	YTD Actual (b)	Var. \$ (b)-(a)
\$0.33 M	\$1.96 M	\$2.14 M	\$0.17 M

Refer to Statement of Financial Activity

Rates Revenue		
	\$	% Variance
YTD Actual	\$2.58 M	
YTD Budget	\$2.56 M	0.7%

Refer to Note 6 - Rate Revenue

Operating Grants and Contributions		
	\$	% Variance
YTD Actual	\$0.62 M	
YTD Budget	\$0.92 M	(32.2%)

Refer to Note 13 - Operating Grants and Contributions

Fees and Charges		
	\$	% Variance
YTD Actual	\$0.66 M	
YTD Budget	\$0.65 M	2.8%

Refer to Statement of Financial Activity

Key Investing Activities

Amount attributable to investing activities			
Amended Budget	YTD Budget (a)	YTD Actual (b)	Var. \$ (b)-(a)
(\$2.11 M)	(\$0.69 M)	(\$0.19 M)	\$0.50 M

Refer to Statement of Financial Activity

Proceeds on sale		
	\$	%
YTD Actual	\$0.01 M	
Amended Budget	\$0.18 M	(92.1%)

Refer to Note 7 - Disposal of Assets

Asset Acquisition		
	\$	% Spent
YTD Actual	\$0.56 M	
Amended Budget	\$4.42 M	(87.2%)

Refer to Note 8 - Capital Acquisitions

Capital Grants		
	\$	% Received
YTD Actual	\$0.36 M	
Amended Budget	\$2.14 M	(83.2%)

Refer to Note 8 - Capital Acquisitions

Key Financing Activities

Amount attributable to financing activities			
Amended Budget	YTD Budget (a)	YTD Actual (b)	Var. \$ (b)-(a)
(\$0.27 M)	(\$0.02 M)	(\$0.03 M)	(\$0.01 M)

Refer to Statement of Financial Activity

Borrowings	
Principal repayments	\$0.01 M
Interest expense	\$0.00 M
Principal due	\$0.44 M

Refer to Note 9 - Borrowings

Reserves	
Reserves balance	\$6.14 M
Interest earned	\$0.01 M

Refer to Note 11 - Cash Reserves

Lease Liability	
Principal repayments	\$0.01 M
Interest expense	\$0.00 M
Principal due	\$0.01 M

Refer to Note 10 - Lease Liabilities

This information is to be read in conjunction with the accompanying Financial Statements and notes.

## KEY TERMS AND DESCRIPTIONS

FOR THE PERIOD ENDED 30 NOVEMBER 2022

## STATUTORY REPORTING PROGRAMS

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

### PROGRAM NAME AND OBJECTIVES

### ACTIVITIES

#### GOVERNANCE

To manage Councils' Elected Members

Includes Members of Council, Civic Functions and Public Relations, Council Elections, Training/Education of members.

#### GENERAL PURPOSE FUNDING

To manage Council's finances

Includes Rates, Loans, Investments & Grants.

#### LAW, ORDER, PUBLIC SAFETY

To provide, develop & manage services in response to community needs.

Includes Emergency Services, Fire Services and Animal Control

#### HEALTH

To provide, develop & manage services in response to community needs.

Includes Environmental Health, Medical and Health facilities and providers

#### EDUCATION AND WELFARE

To provide, develop & manage services in response to community needs.

Includes Education, Welfare & Children's Services, Youth Development

#### HOUSING

To ensure quality housing and appropriate infrastructure is maintained.

Includes Staff and other housing, including aged care units and Dreghorn Street units.

#### COMMUNITY AMENITIES

To provide, develop & manage services in response to community needs.

Includes Refuse Collection, Sewerage, Cemetery, Building Control and Town Planning.

#### RECREATION AND CULTURE

To ensure the recreational & cultural needs of the community are met.

Includes the Swimming Pool, Halls, Library, Oval, Parks and Gardens and Recreational Facilities.

#### TRANSPORT

To effectively manage transport infrastructure within the shire.

Includes Roads, Footpaths, Private Works, Plant Operating Costs, Outside Crew wages and maintenance of the Airstrip.

#### ECONOMIC SERVICES

To foster economic development, tourism & rural services in the district.

Includes Tourism, Rural Services, Economic Development & Caravan Park.

#### OTHER PROPERTY AND SERVICES

To provide control accounts and reporting facilities for all other operations.

Includes Private Works, Public Works Overheads, Plant Recovery Costs, Administration Overheads and Unclassified Items

**STATEMENT OF FINANCIAL ACTIVITY  
FOR THE PERIOD ENDED 30 NOVEMBER 2022**

**STATUTORY REPORTING PROGRAMS**

	Ref Note	Adopted Budget	Amended Budget	YTD Budget (a)	YTD Actual (b)	Var. \$ (b)-(a)	Var. % (b)-(a)/(a)	Var.
		\$	\$	\$	\$	\$	%	
<b>Opening funding surplus / (deficit)</b>	1(c)	2,025,977	2,379,423	2,379,423	<b>2,379,423</b>	0	0.00%	
<b>Revenue from operating activities</b>								
Governance		25	25	0	<b>1,585</b>	1,585	0.00%	
General purpose funding - general rates	6	2,556,796	2,556,796	2,557,381	<b>2,575,948</b>	18,567	0.73%	
General purpose funding - other		1,348,320	1,348,320	664,383	<b>303,233</b>	(361,150)	(54.36%)	▼
Law, order and public safety		176,435	176,435	74,105	<b>162,159</b>	88,054	118.82%	▲
Health		7,050	7,050	2,200	<b>107</b>	(2,093)	(95.12%)	
Education and welfare		7,000	13,000	10,080	<b>8,924</b>	(1,156)	(11.47%)	
Housing		100,800	106,800	44,060	<b>42,178</b>	(1,882)	(4.27%)	
Community amenities		493,741	493,741	473,673	<b>465,755</b>	(7,918)	(1.67%)	
Recreation and culture		86,200	102,200	15,140	<b>55,713</b>	40,573	267.99%	▲
Transport		700,326	730,326	341,000	<b>283,613</b>	(57,387)	(16.83%)	▼
Economic services		239,572	239,572	99,775	<b>119,733</b>	19,958	20.00%	▲
Other property and services		219,300	219,300	32,370	<b>110,089</b>	77,719	240.09%	▲
		<b>5,935,565</b>	<b>5,993,565</b>	<b>4,314,167</b>	<b>4,129,036</b>	(185,131)		
<b>Expenditure from operating activities</b>								
Governance		(527,195)	(527,195)	(205,233)	<b>(155,373)</b>	49,860	24.29%	▲
General purpose funding		(283,311)	(283,311)	(115,225)	<b>(110,141)</b>	5,084	4.41%	
Law, order and public safety		(260,489)	(260,489)	(108,769)	<b>(81,480)</b>	27,289	25.09%	▲
Health		(195,834)	(195,834)	(81,947)	<b>(52,766)</b>	29,181	35.61%	▲
Education and welfare		(195,625)	(201,625)	(87,264)	<b>(37,069)</b>	50,195	57.52%	▲
Housing		(219,445)	(219,445)	(102,573)	<b>(105,826)</b>	(3,253)	(3.17%)	
Community amenities		(775,914)	(775,914)	(267,471)	<b>(171,213)</b>	96,258	35.99%	▲
Recreation and culture		(1,564,330)	(1,575,330)	(675,883)	<b>(469,436)</b>	206,447	30.54%	▲
Transport		(2,322,932)	(2,322,932)	(959,495)	<b>(483,158)</b>	476,337	49.64%	▲
Economic services		(801,809)	(801,809)	(318,883)	<b>(251,811)</b>	67,072	21.03%	▲
Other property and services		(102,215)	(102,215)	(88,101)	<b>(73,801)</b>	14,300	16.23%	▲
		<b>(7,249,099)</b>	<b>(7,266,099)</b>	<b>(3,010,844)</b>	<b>(1,992,074)</b>	1,018,770		
Non-cash amounts excluded from operating activities	1(a)	1,601,192	1,601,192	659,415	<b>770</b>	(658,645)	(99.88%)	▼
<b>Amount attributable to operating activities</b>		<b>287,658</b>	<b>328,658</b>	<b>1,962,738</b>	<b>2,137,732</b>	174,994		
<b>Investing Activities</b>								
Proceeds from non-operating grants, subsidies and contributions	14	2,083,602	2,137,330	800,739	<b>360,101</b>	(440,638)	(55.03%)	▼
Proceeds from disposal of assets	7	178,200	178,200	0	<b>14,000</b>	14,000	0.00%	▲
Payments for Infrastructure	9	(2,529,370)	(2,648,698)	(982,664)	<b>(518,997)</b>	463,667	47.18%	▲
Payments for property, plant and equipment	8	(1,774,867)	(1,774,867)	(508,007)	<b>(45,216)</b>	462,791	91.10%	▲
		<b>(2,042,435)</b>	<b>(2,108,035)</b>	<b>(689,932)</b>	<b>(190,112)</b>	499,820		
<b>Amount attributable to investing activities</b>		<b>(2,042,435)</b>	<b>(2,108,035)</b>	<b>(689,932)</b>	<b>(190,112)</b>	499,820		
<b>Financing Activities</b>								
Transfer from reserves	11	441,640	441,640	0	<b>0</b>	0	0.00%	
Payments for principal portion of lease liabilities	10	(28,922)	(28,922)	(7,230)	<b>(14,479)</b>	(7,249)	(100.27%)	
Repayment of debentures	9	(27,355)	(27,355)	(12,410)	<b>(6,060)</b>	6,350	51.17%	
Transfer to reserves	11	(656,564)	(656,564)	(610)	<b>(13,048)</b>	(12,438)	(2038.96%)	▼
<b>Amount attributable to financing activities</b>		<b>(271,201)</b>	<b>(271,201)</b>	<b>(20,250)</b>	<b>(33,587)</b>	(13,337)		
<b>Closing funding surplus / (deficit)</b>	1(c)	<b>(1)</b>	<b>328,845</b>	<b>3,631,979</b>	<b>4,293,456</b>			

**KEY INFORMATION**

▲ ▼ Indicates a variance between Year to Date (YTD) Actual and YTD Actual data as per the adopted materiality threshold.

Refer to Note ` for an explanation of the reasons for the variance.

The material variance adopted by Council for the 2022-23 year is \$10,000 or 10.00% whichever is the greater.

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

## KEY TERMS AND DESCRIPTIONS FOR THE PERIOD ENDED 30 NOVEMBER 2022

### REVENUE

#### RATES

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

#### OPERATING GRANTS, SUBSIDIES AND CONTRIBUTIONS

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

#### NON-OPERATING GRANTS, SUBSIDIES AND CONTRIBUTIONS

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

#### REVENUE FROM CONTRACTS WITH CUSTOMERS

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

#### FEES AND CHARGES

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

#### SERVICE CHARGES

Service charges imposed under *Division 6 of Part 6 of the Local Government Act 1995*. *Regulation 54 of the Local Government (Financial Management) Regulations 1996* identifies these as television and radio broadcasting, underground electricity and neighbourhood surveillance services. Exclude rubbish removal charges. Interest and other items of a similar nature received from bank and investment accounts, interest on rate instalments, interest on rate arrears and interest on debtors.

#### INTEREST EARNINGS

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

#### OTHER REVENUE / INCOME

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

#### PROFIT ON ASSET DISPOSAL

Excess of assets received over the net book value for assets on their disposal.

## NATURE OR TYPE DESCRIPTIONS

### EXPENSES

#### EMPLOYEE COSTS

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

#### MATERIALS AND CONTRACTS

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

#### UTILITIES (GAS, ELECTRICITY, WATER, ETC.)

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

#### INSURANCE

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

#### LOSS ON ASSET DISPOSAL

Shortfall between the value of assets received over the net book value for assets on their disposal.

#### DEPRECIATION ON NON-CURRENT ASSETS

Depreciation expense raised on all classes of assets.

#### INTEREST EXPENSES

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

#### OTHER EXPENDITURE

Statutory fees, taxes, allowance for impairment of assets, member's fees or State taxes. Donations and subsidies made to community groups.

**STATEMENT OF FINANCIAL ACTIVITY  
FOR THE PERIOD ENDED 30 NOVEMBER 2022**

**BY NATURE OR TYPE**

	Ref Note	Adopted Budget	Amended Budget	YTD Budget (a)	YTD Actual (b)	Var. \$ (b)-(a)	Var. % (b)-(a)/(a)	Var.
		\$	\$	\$	\$	\$	%	
<b>Opening funding surplus / (deficit)</b>	1(c)	2,025,977	2,379,423	2,379,423	<b>2,379,423</b>	0	0.00%	
<b>Revenue from operating activities</b>								
Rates	6	2,556,796	2,556,796	2,557,381	<b>2,575,948</b>	18,567	0.73%	
Operating grants, subsidies and contributions	13	1,795,291	1,831,291	919,078	<b>623,430</b>	(295,648)	(32.17%)	▼
Fees and charges		918,363	939,363	645,078	<b>663,462</b>	18,384	2.85%	
Interest earnings		63,564	63,564	22,590	<b>34,880</b>	12,290	54.41%	▲
Other revenue		571,425	572,425	170,040	<b>231,316</b>	61,276	36.04%	▲
Profit on disposal of assets	7	30,126	30,126	0	<b>0</b>	0	0.00%	
		<b>5,935,565</b>	<b>5,993,565</b>	<b>4,314,167</b>	<b>4,129,036</b>	(185,131)		
<b>Expenditure from operating activities</b>								
Employee costs		(2,122,849)	(2,122,849)	(872,441)	<b>(839,805)</b>	32,636	3.74%	
Materials and contracts		(2,386,532)	(2,403,532)	(930,438)	<b>(621,417)</b>	309,021	33.21%	▲
Utility charges		(377,375)	(377,375)	(152,108)	<b>(107,742)</b>	44,366	29.17%	▲
Depreciation on non-current assets		(1,582,699)	(1,582,699)	(659,415)	<b>0</b>	659,415	100.00%	▲
Interest expenses		(16,757)	(16,757)	(6,975)	<b>(268)</b>	6,707	96.16%	
Insurance expenses		(243,898)	(243,898)	(227,920)	<b>(244,154)</b>	(16,234)	(7.12%)	
Other expenditure		(476,318)	(476,318)	(161,547)	<b>(178,688)</b>	(17,141)	(10.61%)	▼
Loss on disposal of assets	7	(42,671)	(42,671)	0	<b>0</b>	0	0.00%	
		<b>(7,249,099)</b>	<b>(7,266,099)</b>	<b>(3,010,844)</b>	<b>(1,992,074)</b>	1,018,770		
Non-cash amounts excluded from operating activities	1(a)	1,601,192	1,601,192	659,415	<b>770</b>	(658,645)	(99.88%)	▼
<b>Amount attributable to operating activities</b>		<b>287,658</b>	<b>328,658</b>	<b>1,962,738</b>	<b>2,137,732</b>	174,994		
<b>Investing activities</b>								
Proceeds from non-operating grants, subsidies and contributions	14	2,083,602	2,137,330	800,739	<b>360,101</b>	(440,638)	(55.03%)	▼
Proceeds from disposal of assets	7	178,200	178,200	0	<b>14,000</b>	14,000	0.00%	▲
Payments for infrastructure	8	(2,529,370)	(2,648,698)	(982,664)	<b>(518,997)</b>	463,667	(47.18%)	
Payments for property, plant and equipment	8	(1,774,867)	(1,774,867)	(508,007)	<b>(45,216)</b>	462,791	(91.10%)	▲
		<b>(2,042,435)</b>	<b>(2,108,035)</b>	<b>(689,932)</b>	<b>(190,112)</b>	499,820		
<b>Amount attributable to investing activities</b>		<b>(2,042,435)</b>	<b>(2,108,035)</b>	<b>(689,932)</b>	<b>(190,112)</b>	499,820		
<b>Financing Activities</b>								
Transfer from reserves	11	441,640	441,640	0	<b>0</b>	0	0.00%	
Payments for principal portion of lease liabilities	10	(28,922)	(28,922)	(7,230)	<b>(14,479)</b>	(7,249)	(100.27%)	
Repayment of debentures	9	(27,355)	(27,355)	(12,410)	<b>(6,060)</b>	6,350	51.17%	
Transfer to reserves	11	(656,564)	(656,564)	(610)	<b>(13,048)</b>	(12,438)	(2038.96%)	▼
<b>Amount attributable to financing activities</b>		<b>(271,201)</b>	<b>(271,201)</b>	<b>(20,250)</b>	<b>(33,587)</b>	(13,337)		
<b>Closing funding surplus / (deficit)</b>	1(c)	<b>(1)</b>	<b>328,845</b>	<b>3,631,979</b>	<b>4,293,456</b>			

**KEY INFORMATION**

▲ ▼ Indicates a variance between Year to Date (YTD) Actual and YTD Actual data as per the adopted materiality threshold.

Refer to Note 1 for an explanation of the reasons for the variance.

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

**BASIS OF PREPARATION**

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

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

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

Accounting policies which have been adopted in the preparation of this 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 REPORTING ENTITY**

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

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

All monies held in the Trust Fund are excluded from the financial statements. A separate statement of those monies appears at Note 15 to these financial statements.

**SIGNIFICANT ACCOUNTING POLICES**

**CRITICAL ACCOUNTING ESTIMATES**

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

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

**GOODS AND SERVICES TAX**

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.

**ROUNDING OFF FIGURES**

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

**PREPARATION TIMING AND REVIEW**

Date prepared: All known transactions up to 30 November 2022

(a) Non-cash items excluded from operating activities

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

	Notes	Adopted Budget	Amended Budget	YTD Budget (a)	YTD Actual (b)
		\$	\$	\$	\$
<b>Non-cash items excluded from operating activities</b>					
<b>Adjustments to operating activities</b>					
Less: Profit on asset disposals	7	(30,126)	(30,126)	0	0
Less: Movement in liabilities associated with restricted cash		5,948	5,948	0	770
Add: Loss on asset disposals	7	42,671	42,671	0	0
Add: Depreciation on assets		1,582,699	1,582,699	659,415	0
<b>Total non-cash items excluded from operating activities</b>		<b>1,601,192</b>	<b>1,601,192</b>	<b>659,415</b>	<b>770</b>

(b) Adjustments to net current assets in the Statement of Financial Activity

The following current assets and liabilities have been excluded from the net current assets used in the Statement of Financial Activity in accordance with *Financial Management Regulation 32*.

		Last Year Closing	This Time Last Year	Year to Date
		30 June 2022	30 Nov 2021	30 Nov 2022
<b>Adjustments to net current assets</b>				
Less: Reserves - restricted cash	11	(6,127,967)	(5,538,673)	(6,141,015)
Add Back: Component of Leave Liability not Required to be Fun	12	235,895	230,656	236,665
Add: Borrowings	9	27,355	20,617	21,295
Add: Lease liabilities	10	28,922	28,778	14,443
<b>Total adjustments to net current assets</b>		<b>(5,835,795)</b>	<b>(5,258,622)</b>	<b>(5,868,612)</b>

(c) Net current assets used in the Statement of Financial Activity

<b>Current assets</b>				
Cash and cash equivalents	2	9,144,743	8,635,247	10,314,776
Rates receivables	3	519,427	825,666	843,634
Receivables	3	24,975	11,838	34,020
Other current assets	4	113,542	13,879	32,546
<b>Less: Current liabilities</b>				
Payables	5	(646,038)	(300,140)	(142,016)
Borrowings	9	(27,355)	(20,617)	(21,295)
Contract liabilities	12	(528,111)	(146,702)	(528,111)
Lease liabilities	10	(28,922)	(28,778)	(14,443)
Provisions	12	(357,043)	(325,812)	(357,043)
<b>Less: Total adjustments to net current assets</b>	1(b)	<b>(5,835,795)</b>	<b>(5,258,622)</b>	<b>(5,868,612)</b>
<b>Closing funding surplus / (deficit)</b>		<b>2,379,423</b>	<b>3,405,959</b>	<b>4,293,456</b>

**CURRENT AND NON-CURRENT CLASSIFICATION**

In the determination of whether an asset or liability is current or non-current, consideration is given to the time when each asset or liability is expected to be settled. Unless otherwise stated assets or liabilities are classified as current if expected to be settled within the next 12 months, being the Council's operational cycle.

Description	Classification	Unrestricted \$	Restricted \$	Total Cash \$	Trust \$	Institution	Interest Rate	Maturity Date
<b>Cash on hand</b>								
Cash On Hand	Cash and cash equivalents	400		400			NIL	On Hand
<b>At Call Deposits</b>								
Municipal Cash at Bank	Cash and cash equivalents	3,142,266		3,142,266		Bankwest	0.10%	At Call
Muni Business Telenet Saver	Cash and cash equivalents	1,031,096		1,031,096		Bankwest	0.10%	At Call
CAB - Future Fund Grant (Interest) Reserve	Cash and cash equivalents	0	210,278	210,278		Bankwest	0.10%	At Call
CAB - Leave Reserve Account	Cash and cash equivalents	0	236,665	236,665		Bankwest	0.10%	At Call
CAB - Swimming Pool Reserve	Cash and cash equivalents	0	101,274	101,274		Bankwest	0.10%	At Call
CAB - Plant Replacement Reserve	Cash and cash equivalents	0	586,203	586,203		Bankwest	0.10%	At Call
CAB - Capital Works Reserve	Cash and cash equivalents	0	402,483	402,483		Bankwest	0.10%	At Call
CAB - Sewerage Reserve	Cash and cash equivalents	0	324,634	324,634		Bankwest	0.10%	At Call
CAB - Unspent Loans Reserve	Cash and cash equivalents	0	101,640	101,640		Bankwest	0.10%	At Call
CAB - Community & Economic Development Reserve	Cash and cash equivalents	0	767,464	767,464		Bankwest	0.10%	At Call
CAB - Future Funds (Principal) Reserve	Cash and cash equivalents	0	437,693	437,693		Bankwest	0.10%	At Call
CAB - Legal Reserve	Cash and cash equivalents	0	26,281	26,281		Bankwest	0.10%	At Call
CAB - Emergency Response Reserve	Cash and cash equivalents	0	248,600	248,600		Bankwest	0.10%	At Call
CAB - Aged Care Units 1-4 (JVA) Reserve	Cash and cash equivalents	0	71,101	71,101		Bankwest	0.10%	At Call
CAB - Aged Care Units (Excl. 1-4) Reserve	Cash and cash equivalents	0	255,429	255,429		Bankwest	0.10%	At Call
CAB - COVID-19 Emergency Response Reserve	Cash and cash equivalents	0	93,149	93,149		Bankwest	0.10%	At Call
CAB - Jones Lake Road Rehab Reserve	Cash and cash equivalents	0	100,412	100,412		Bankwest	0.10%	At Call
CAB - Morawa-Yalgoo Road Maintenance Reserve	Cash and cash equivalents	0	77,708	77,708		Bankwest	0.10%	At Call
<b>Term Deposits</b>		0						
TD: ... 8410 (Future Funds 1)	Cash and cash equivalents	0	800,000	800,000		Bankwest	0.15%	31/12/2022
TD: ... 8428 (Future Funds 2)	Cash and cash equivalents	0	800,000	800,000		Bankwest	0.15%	31/12/2022
TD: ... 8436 (Community Development Fund)	Cash and cash equivalents	0	500,000	500,000		Bankwest	0.15%	31/12/2022
<b>Trust Deposits</b>								
Trust Bank	Cash and cash equivalents	0			7,549		0.10%	At Call
<b>Total</b>		<b>4,173,761</b>	<b>6,141,015</b>	<b>10,314,776</b>	<b>7,549</b>			
<b>Comprising</b>								
Cash and cash equivalents		4,173,761	6,141,015	10,314,776	7,549			
		<b>4,173,761</b>	<b>6,141,015</b>	<b>10,314,776</b>	<b>7,549</b>			

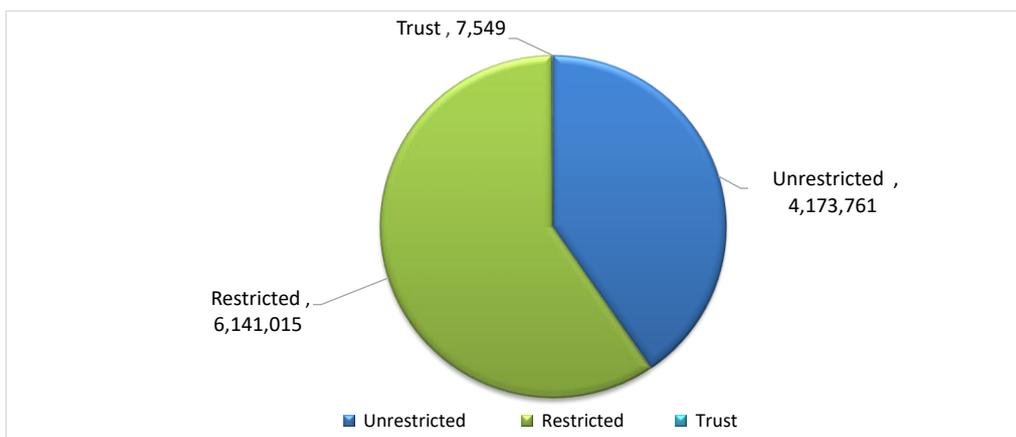
**KEY INFORMATION**

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 and bank overdrafts. Bank overdrafts are reported as short term borrowings in current liabilities in the statement of net current assets.

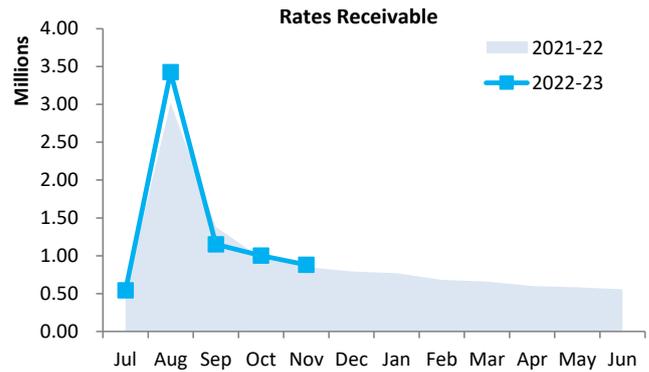
The local government classifies financial assets at amortised cost if both of the following criteria are met:

- 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.

Financial assets at amortised cost held with registered financial institutions are listed in this note other financial assets at amortised cost are provided in Note 4 - Other assets.



Rates receivable	30 Jun 2022	30 Nov 2022
	\$	\$
Opening arrears previous years	527,201	555,518
Levied this year	2,590,351	3,057,137
Less - collections to date	(2,562,035)	(2,732,930)
Equals current outstanding	<b>555,518</b>	<b>879,725</b>
<b>Net rates collectable</b>	<b>555,518</b>	<b>879,725</b>
% Collected	82.2%	75.6%

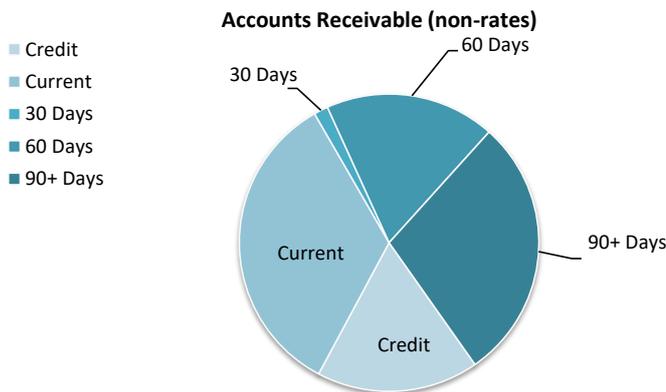


Receivables - general	Credit	Current	30 Days	60 Days	90+ Days	Total
	\$	\$	\$	\$	\$	\$
Receivables - general	(2,499)	4,837	220	2,623	4,086	9,267
Percentage	(27.0%)	52.2%	2.4%	28.3%	44.1%	
<b>Balance per trial balance</b>						
Sundry receivable						9,267
GST receivable						28,352
Increase in Allowance for impairment of receivables from contracts with customers						(25,012)
<b>Total receivables general outstanding</b>						<b>34,020</b>

Amounts shown above include GST (where applicable)

**KEY INFORMATION**

Trade and other receivables include amounts due from ratepayers for unpaid rates and service charges and other amounts due from third parties for goods sold and services performed in the ordinary course of business. Receivables expected to be collected within 12 months of the end of the reporting period are classified as current assets. All other receivables are classified as non-current assets. Collectability of trade and other receivables is reviewed on an ongoing basis. Debts that are known to be uncollectible are written off when identified. An allowance for impairment of receivables is raised when there is objective evidence that they will not be collectible.



	Opening Balance 1 July 2022	Asset Increase	Asset Reduction	Closing Balance 30 Nov 2022
	\$	\$	\$	\$
<b>Other current assets</b>				
<b>Inventory</b>				
Fuel, Oils and Materials on Hand	20,965	0	0	20,965
<b>Other current assets</b>				
Accrued income	92,578	0	(80,997)	11,581
<b>Total other current assets</b>	<b>113,543</b>	<b>0</b>	<b>(80,997)</b>	<b>32,546</b>
<b>Amounts shown above include GST (where applicable)</b>				

KEY INFORMATION

**Inventory**

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

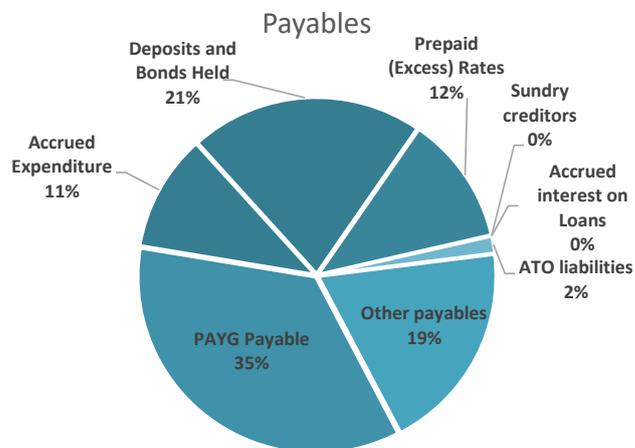
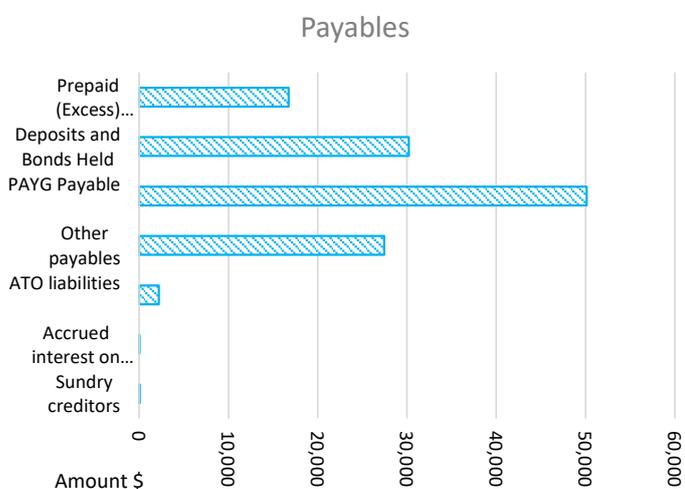
Net realisable value is the estimated selling price in the ordinary course of business less the estimated costs of completion and the estimated costs necessary to make the sale.

Payables - general	Credit	Current	30 Days	60 Days	90+ Days	Total
	\$	\$	\$	\$	\$	\$
Payables - general	0	0	0	0	0	0
Percentage	0%	0%	0%	0%	0%	
<b>Balance per trial balance</b>						
Sundry creditors						49
Accrued interest on Loans						27
ATO liabilities						2,213
Other payables						27,445
PAYG Payable						50,135
Accrued Expenditure						15,193
Deposits and Bonds Held						30,207
Prepaid (Excess) Rates						16,747
<b>Total payables general outstanding</b>						<b>142,016</b>

Amounts shown above include GST (where applicable)

KEY INFORMATION

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



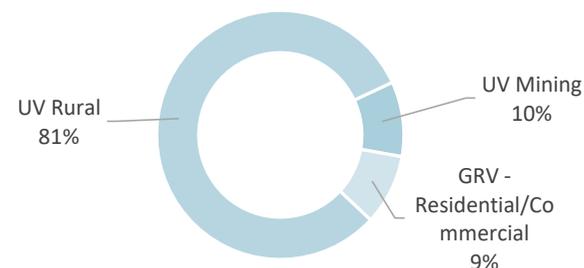
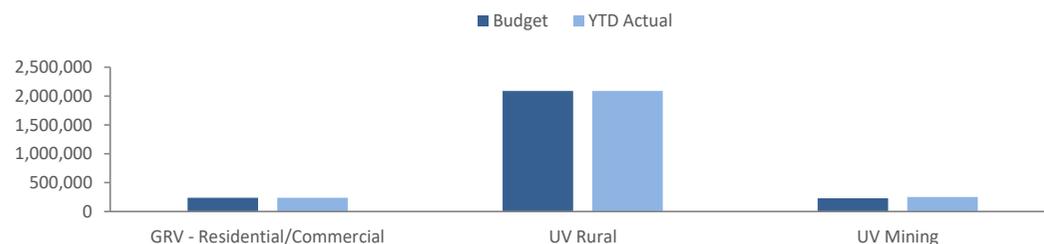
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY  
FOR THE PERIOD ENDED 30 NOVEMBER 2022

OPERATING ACTIVITIES  
NOTE 6  
RATE REVENUE

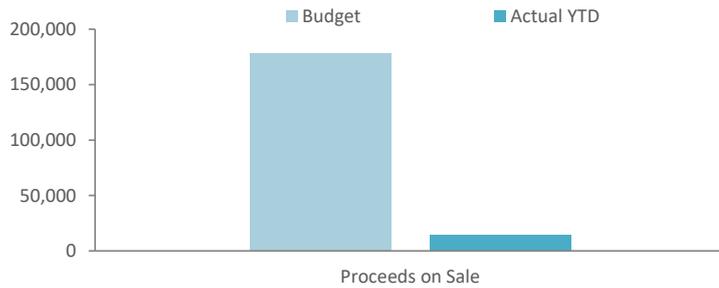
General rate revenue	Budget							YTD Actual			
	Rate in \$ (cents)	Number of Properties	Rateable Value	Rate Revenue	Interim Rate	Back Rate	Total Revenue	Rate Revenue	Interim Rates	Back Rates	Total Revenue
RATE TYPE				\$	\$	\$	\$	\$	\$	\$	\$
<b>General Rate</b>											
<b>Gross rental valuations</b>											
GRV - Residential/Commercial	0.084538	268	2,799,272	236,645	0	0	236,645	236,645	0.00	0.00	236,645
<b>Unimproved value</b>											
UV Rural	0.024439	207	85,452,000	2,088,313	0	0	2,088,313	2,088,362	0.00	0.00	2,088,362
UV Mining	0.301974	31	827,575	231,376	0	0	231,376	249,906	0.00	0.00	249,906
<b>Sub-Total</b>		<b>506</b>	<b>89,078,847</b>	<b>2,556,334</b>	<b>0</b>	<b>0</b>	<b>2,556,334</b>	<b>2,574,912</b>	<b>0</b>	<b>0</b>	<b>2,574,912</b>
<b>Minimum payment</b>											
<b>Minimum \$</b>											
<b>Gross rental valuations</b>											
GRV - Residential/Commercial	324.50	46	27,993	14,927	0	0	14,927	14,927	0	0	14,927
<b>Unimproved value</b>											
UV Rural	324.50	9	54,070	2,920	0	0	2,920	2,921	0	0	2,921
UV Mining	683.00	9	9,082	6,147	0	0	6,147	6,147	0	0	6,147
<b>Sub-total</b>		<b>64</b>	<b>91,145</b>	<b>23,994</b>	<b>0</b>	<b>0</b>	<b>23,994</b>	<b>23,995</b>	<b>0</b>	<b>0</b>	<b>23,995</b>
		<b>570</b>	<b>89,169,992</b>	<b>2,580,328</b>	<b>0</b>	<b>0</b>	<b>2,580,328</b>	<b>2,598,907</b>	<b>0</b>	<b>0</b>	<b>2,598,907</b>
Discount							(29,200)				(31,610)
<b>Amount from general rates</b>							<b>2,551,128</b>				<b>2,567,297</b>
Rates Written Off							(1,000)				(1,116)
Ex-gratia rates							6,668				9,766
<b>Total general rates</b>							<b>2,556,796</b>				<b>2,575,948</b>

KEY INFORMATION

Prepaid rates are, until the taxable event for the rates has occurred, refundable at the request of the ratepayer. Rates received in advance give rise to a financial liability. On 1 July 2021 the prepaid rates were recognised as a financial asset and a related amount was recognised as a financial liability and no income was recognised. When the taxable event occurs the financial liability is extinguished and income recognised for the prepaid rates that have not been refunded.



Asset Ref.	Asset description	Updated Budget				YTD Actual			
		Value	Proceeds	Profit	(Loss)	Value	Proceeds	Profit	(Loss)
		\$	\$	\$	\$	\$	\$	\$	\$
<b>Plant and equipment</b>									
<b>Transport</b>									
	Iveco 6700 Powerstar	24,252	45,000	20,748	0	0	0	0	0
	Isuzu Truck	6,261	13,200	6,939	0	0	0	0	0
	Kubota F3680 & Catcher	11,561	14,000	2,439	0	0	14,000	0	0
	Nissan Navara - 000 MO	20,065	15,000	0	(5,065)	0	0	0	0
	Fuel Tanker	1,046	1,000	0	(46)	0	0	0	0
	John Deere Grader 670 GP	127,560	90,000	0	(37,560)	0	0	0	0
		<b>190,745</b>	<b>178,200</b>	<b>30,126</b>	<b>(42,671)</b>	<b>0</b>	<b>14,000</b>	<b>0</b>	<b>0</b>



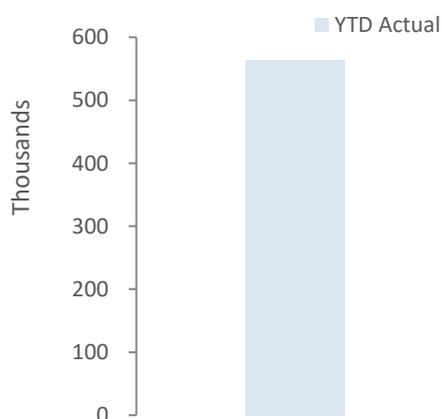
**NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY  
FOR THE PERIOD ENDED 30 NOVEMBER 2022**

**INVESTING ACTIVITIES  
NOTE 8  
CAPITAL ACQUISITIONS**

Capital acquisitions	Adopted Budget	Amended YTD Budget	YTD Actual	YTD Actual Variance
		\$	\$	\$
Land and Buildings	870,000	236,549	<b>11,716</b>	(224,833)
Plant and equipment	904,867	271,458	<b>33,500</b>	(237,958)
Infrastructure - roads	1,632,000	688,840	<b>383,168</b>	(305,672)
Infrastructure - Footpaths	126,520	126,520	<b>122,007</b>	(4,513)
Infrastructure - Drainage	50,000	50,000	<b>0</b>	(50,000)
Infrastructure - Parks & Ovals	131,640	0	<b>32</b>	32
Infrastructure - Sewerage	60,000	0	<b>0</b>	0
Infrastructure - Playground Equipment	90,000	0	<b>0</b>	0
Infrastructure - Other	275,854	68,302	<b>13,790</b>	(54,512)
Infrastructure - Airfields	163,356	49,002	<b>0</b>	(49,002)
<b>Payments for Capital Acquisitions</b>	<b>4,304,237</b>	<b>1,490,671</b>	<b>564,213</b>	<b>(926,458)</b>
<b>Total Capital Acquisitions</b>	<b>4,304,237</b>	<b>1,490,671</b>	<b>564,213</b>	<b>(926,458)</b>
<b>Capital Acquisitions Funded By:</b>				
		\$	\$	\$
Capital grants and contributions	2,083,602	800,739	<b>360,101</b>	(440,638)
Other (disposals & C/Fwd)	178,200	0	<b>14,000</b>	14,000
Cash backed reserves				
Plant Replacement Reserve	300,000	0	<b>0</b>	0
Contribution - operations	<b>1,742,435</b>	<b>689,932</b>	<b>190,112</b>	(499,820)
<b>Capital funding total</b>	<b>4,304,237</b>	<b>1,490,671</b>	<b>564,213</b>	<b>(926,458)</b>

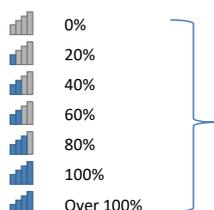
**SIGNIFICANT ACCOUNTING POLICIES**

All assets are initially recognised at cost. Cost is determined as the fair value of the assets given as consideration plus costs incidental to the acquisition. For assets acquired at no cost or for nominal consideration, cost is determined as fair value at the date of acquisition. The cost of non-current assets constructed by the local government includes the cost of all materials used in the construction direct labour on the project and an appropriate proportion of variable and fixed overhead. Certain asset classes may be revalued on a regular basis such that the carrying values are not materially different from fair value. Assets carried at fair value are to be revalued with sufficient regularity to ensure the carrying amount does not differ materially from that determined using fair value at reporting date.



Capital expenditure total

Level of completion indicators



Percentage Year to Date Actual to Annual Budget expenditure where the expenditure over budget highlighted in red.

Level of completion indicator, please see table at the end of this note for further detail.

Account/Job Description	Adopted	Amended	YTD Budget	YTD Actual	Variance (Under)/ Over
	Budget	Budget			
<b>Buildings</b>					
Land & Buildings Renewal - Other Culture	(20,000)	(20,000)	0	0	0
Purchase Land & Buildings	(70,000)	(70,000)	(20,997)	(2,857)	18,140
Purchase Land & Buildings - Other Housing	0	0	0	(707)	(707)
Old Roads Board Building - Storage, entrance, water tank	(200,000)	(200,000)	(44,442)	(64)	44,378
Recreation Centre - Renewals	(500,000)	(500,000)	(111,110)	(8,087)	103,023
Purchase Land and Buildings	(20,000)	(20,000)	0	0	0
Caravan Park Chalets/Units - Renewals	(60,000)	(60,000)	(60,000)	0	60,000
	(870,000)	(870,000)	(236,549)	(11,716)	224,833
<b>Plant &amp; Equipment</b>					
Purchase Plant & Equipment - Road Plant Purchases	(904,867)	(904,867)	(271,458)	(33,500)	237,958
	(904,867)	(904,867)	(271,458)	(33,500)	237,958
<b>Furniture &amp; Equipment</b>					
Purchase Playground Equipment	(90,000)	(90,000)	0	0	0
	(90,000)	(90,000)	0	0	0
<b>Infrastructure Other</b>					
Other Infrastructure	(80,000)	(80,000)	(24,000)	0	24,000
Other Infrastructure - Fire Prevention	0	(74,328)	(30,970)	(9,981)	20,989
Infrastructure Other - Solar Initiatives	(20,000)	(20,000)	(13,332)	(81)	13,251
Cemetery Entrance & Landscaping	(175,854)	(175,854)	0	(3,728)	(3,728)
	(275,854)	(350,182)	(68,302)	(13,790)	54,512
<b>Infrastructure Sewerage</b>					
Sewerage Upgrade	(60,000)	(60,000)	0	0	0
	(60,000)	(60,000)	0	0	0
<b>Infrastructure Parks &amp; Ovals</b>					
Electric Vehicle Charging Stations	(30,000)	(30,000)	0	0	0
Netball Courts - Shed Replacement	(101,640)	(101,640)	0	(32)	(32)
	(131,640)	(131,640)	0	(32)	(32)
<b>Infrastructure Roads</b>					
Morawa Yalgoo Road	(450,000)	(450,000)	(112,498)	0	112,498
Nanekine Road	(450,000)	(450,000)	0	(18,117)	(18,117)
Canna North East Road	(300,000)	(300,000)	(299,997)	(116,991)	183,006
Gutha West Rd	(100,000)	(100,000)	(99,999)	(128,949)	(28,950)
White Road - Gravel Resheeting	(112,000)	(112,000)	(89,596)	(73,027)	16,569
Black Spot Evaside Rd Expenditure	0	(45,000)	(18,750)	0	18,750
Main Street Lighting Upgrade	(110,000)	(110,000)	0	(194)	(194)
Townsite Construction - Valentine Street	(60,000)	(60,000)	(18,000)	0	18,000
Kerbing Construction - Townsite Roads	(50,000)	(50,000)	(50,000)	(45,890)	4,110
	(1,632,000)	(1,677,000)	(688,840)	(383,168)	305,672
<b>Infrastructure Footpaths</b>					
Granville Street - Footpath	(65,584)	(65,584)	(65,584)	(61,493)	4,091
Shared Pathway Construction - Grant Funded	0	0	0	(3,597)	(3,597)
Dreghorn Street - Footpath	(60,936)	(60,936)	(60,936)	(56,917)	4,019
	(126,520)	(126,520)	(126,520)	(122,007)	4,513
<b>Infrastructure Drainage</b>					
Drainage Construction	(50,000)	(50,000)	(50,000)	0	50,000
	(50,000)	(50,000)	(50,000)	0	50,000
<b>Infrastructure Aerodrome</b>					
Community Stewardship Grant Exp - Airport Vermin Fencing	(163,356)	(163,356)	(49,002)	0	49,002
	(163,356)	(163,356)	(49,002)	0	49,002
	(4,304,237)	(4,423,565)	(1,490,671)	(564,213)	926,458

NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY  
FOR THE PERIOD ENDED 30 NOVEMBER 2022

FINANCING ACTIVITIES

NOTE 9  
BORROWINGS

Repayments - borrowings

Information on borrowings	Loan No.	1 July 2022	New Loans			Principal Repayments			Principal Outstanding			Interest Repayments		
			Actual	Amended Budget	Adopted Budget	Actual	Amended Budget	Adopted Budget	Actual	Amended Budget	Adopted Budget	Actual	Amended Budget	Adopted Budget
Particulars		\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
<b>Housing</b>														
24 Harley Street - Staff Housing	136	264,472	0	0	0	0	15,186	15,186	264,472	249,286	249,286	(313)	12,046	12,046
<b>Recreation and culture</b>														
Netball Courts Redevelopment	139	182,112	0	0	0	6,060	12,169	12,169	176,053	169,943	169,943	556	4,509	4,509
<b>Total</b>		<b>446,584</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>6,060</b>	<b>27,355</b>	<b>27,355</b>	<b>440,524</b>	<b>419,229</b>	<b>419,229</b>	<b>243</b>	<b>16,555</b>	<b>16,555</b>
Current borrowings		27,355							21,295					
Non-current borrowings		419,229							419,229					
		446,584							440,524					

All debenture repayments were financed by general purpose revenue.

Unspent borrowings

Particulars	Date Borrowed	Unspent Balance	Borrowed During Year	Expended During Year	Unspent Balance
		30 June 2022			30 Nov 2022
		\$	\$	\$	\$
New Shed	139	89,613	0	0	89,613
		89,613	0	0	89,613

KEY INFORMATION

All loans and borrowings are initially recognised at the fair value of the consideration received less directly attributable transaction costs. After initial recognition, interest-bearing loans and borrowings are subsequently measured at amortised cost using the effective interest method. Fees paid on the establishment of loan facilities that are yield related are included as part of the carrying amount of the loans and borrowings.

**NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY  
FOR THE PERIOD ENDED 30 NOVEMBER 2022**

**FINANCING ACTIVITIES  
NOTE 10  
LEASE LIABILITIES**

**Movement in carrying amounts**

Information on leases		1 July 2022	New Leases			Principal Repayments			Principal Outstanding			Interest Repayments		
			Actual	Amended Budget	Adopted Budget	Actual	Amended Budget	Adopted Budget	Actual	Amended Budget	Adopted Budget	Actual	Amended Budget	Adopted Budget
Particulars	Lease No.	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
<b>Recreation and culture</b>														
Lease - Gymnasium Equipment		28,922	0	0	0	14,479	28,922	28,922	14,443	0	0	24	202	202
<b>Total</b>		28,922	0	0	0	14,479	28,922	28,922	14,443	0	0	24	202	202
Current lease liabilities		28,922							14,443					
Non-current lease liabilities		0							0					
		28,922							14,443					

All lease repayments were financed by general purpose revenue.

**KEY INFORMATION**

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 asset 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 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 classified as short-term leases (i.e. a lease with a remaining 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.

## Cash backed reserve

Reserve name	Opening Balance	Budget Interest Earned	Actual Interest Earned	Budget Transfers In (+)	Actual Transfers In (+)	Budget Transfers Out (-)	Actual Transfers Out (-)	Budget Closing Balance	Actual YTD Closing Balance
	\$	\$	\$	\$	\$	\$	\$	\$	\$
Leave Reserve	235,895	948	770	5,000	0	0	0	241,843	236,665
Plant Replacement Reserve	584,297	1,734	1,906	300,000	0	(300,000)	0	586,031	586,203
Capital Works Reserve	401,174	1,912	1,309	100,000	0	0	0	503,086	402,483
Community & Economic Development Reserve	1,264,779	5,010	2,685	0	0	0	0	1,269,789.32	1,267,464
Sewerage Reserve	323,579	1,125	1,056	60,000	0	0	0	384,703.57	324,634
Future Fund Grants (Interest) Reserve	209,080	6,660	1,197	0	0	(40,000)	0	175,740	210,278
Future Fund (Principal) Reserve	2,036,179	2,049	1,514	0	0	0	0	2,038,228	2,037,693
Unspent Loans Reserve	101,640	0	0	0	0	(101,640)	0	(0)	101,640
Legal Fees Reserve	26,196	107	85	10,000	0	0	0	36,303	26,281
Emergency Response Reserve	247,792	813	808	10,000	0	0	0	258,605	248,600
Aged Care Units 1-4 (JVA) Reserve	70,870	291	231	0	0	0	0	71,161	71,101
Aged Care Units (Excl. 1-4) Reserve	254,599	375	831	10,000	0	0	0	264,974	255,429
Swimming Pool Reserve	100,945	333	329	20,000	0	0	0	121,278	101,274
COVID-19 Emergency Response Reserve	93,149	0	0	0	0	0	0	93,149	93,149
Jones Lake Road Rehab Reserve	100,085	207	327	50,000	0	0	0	150,292	100,412
Morawa-Yalgoo Road Maintenance Reserve	77,708	0	0	70,000	0	0	0	147,708	77,708
	<b>6,127,967</b>	<b>21,564</b>	<b>13,048</b>	<b>635,000</b>	<b>0</b>	<b>(441,640)</b>	<b>0</b>	<b>6,342,891</b>	<b>6,141,015</b>

	Note	Opening Balance 1 July 2022	Liability transferred from/(to) non current	Liability Increase	Liability Reduction	Closing Balance 30 Nov 2022
		\$		\$	\$	\$
<b>Other current liabilities</b>						
<b>Other liabilities</b>						
- Contract liabilities		528,111	0	0	0	528,111
<b>Total other liabilities</b>		528,111	0	0	0	528,111
<b>Provisions</b>						
Provision for annual leave		186,070	0	0	0	186,070
Provision for long service leave		170,973	0	0	0	170,973
<b>Total Provisions</b>		357,043	0	0	0	357,043
<b>Total other current liabilities</b>		<b>885,154</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>885,154</b>
<b>Amounts shown above include GST (where applicable)</b>						

#### KEY INFORMATION

##### Provisions

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

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

##### Employee benefits

###### Short-term employee benefits

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

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

###### Other long-term employee benefits

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

Long-term employee benefits are measured at the present value of the expected future payments to be made to employees. Expected future payments incorporate anticipated future wage and salary levels, durations of service and employee departures and are discounted at 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.

##### Contract liabilities

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

Provider	Operating grants, subsidies and contributions revenue				
	Adopted Budget Revenue	Amended YTD Budget	Annual Budget	Budget Variations	YTD Revenue Actual
	\$	\$	\$	\$	\$
<b>Operating grants, contributions and subsidies</b>					
<b>General purpose funding</b>					
Grants- FAGS WALGGC - General	842,773	421,386	842,773	225,103	196,284
Grants- FAGS WALGGC - Local Roads	427,983	213,992	427,983	144,008	69,984
<b>Law, order, public safety</b>					
Grant - ESL BFB Operating Grant	20,000	10,000	20,000	(2,034)	12,034
Grant - ESL BFB Operating Grant - Bushfire Risk Planning	149,785	62,410	149,785	(87,375)	149,785
<b>Education and welfare</b>					
Grant - Youth Events	2,000	8,000	8,000	500	7,500
Other Income	1,500	625	1,500	625	0
<b>Community amenities</b>					
Grants/Contributions	20,000	10,000	20,000	5,455	4,545
Drummuster Contribution	250	0	250	0	0
<b>Recreation and culture</b>					
Grant - NAIDOC week	2,000	0	2,000	0	0
Australia Day Grant	12,000	0	12,000	0	0
<b>Transport</b>					
Black Spot Grant Income	0	0	30,000	0	0
Grant - Main Roads - Direct	151,000	151,000	151,000	(13,489)	164,489
Street Light Subsidy	10,000	2,500	10,000	2,500	0
Maintenance Contribution -Silverlake - Morawa Yalgoo Road	100,000	25,000	100,000	6,191	18,809
Road Maintenance Contribution	55,000	13,750	55,000	13,750	0
<b>Other property and services</b>					
Income related to Unclassified	1,000	415	1,000	415	0
<b>TOTALS</b>	<b>1,795,291</b>	<b>919,078</b>	<b>1,831,291</b>	<b>295,648</b>	<b>623,430</b>

Non operating grants, subsidies and contributions revenue

Provider	Adopted Budget Revenue	Amended Budget Revenue	Amended YTD Budget	Budget Variations	YTD Revenue Actual
	\$	\$	\$	\$	\$
<b>Non-operating grants and subsidies</b>					
<b>Law, order, public safety</b>					
Grant - Dept Water & Environment	0	53,728	22,385	22,385	0
<b>Community amenities</b>					
Grants - LRCIP GEN	175,854	175,854	73,270	73,270	0
<b>Recreation and culture</b>					
Grant - LRCIP - Old Roads Board Building	200,000	200,000	83,330	54,964	28,366
Grant Income - LRCIP	422,000	422,000	175,830	147,463	28,367
<b>Transport</b>					
Grant - Regional Road Group - Road Projects	600,000	600,000	240,000	240,000	0
Grant - Roads to Recovery	499,971	499,971	149,991	(128,393)	278,384
Grant - WA Bicycle Network	63,260	63,260	25,304	320	24,984
CSG Grant - Airport Vermin Fencing	122,517	122,517	30,629	30,629	0
	<b>2,083,602</b>	<b>2,137,330</b>	<b>800,739</b>	<b>440,638</b>	<b>360,101</b>

**NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY  
FOR THE PERIOD ENDED 30 NOVEMBER 2022**

**NOTE 15  
TRUST FUND**

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

Description	Opening Balance	Amount	Amount	Closing Balance
	1 July 2022	Received	Paid	30 Nov 2022
	\$	\$	\$	\$
Drug Action Group	660	0	0	660
Youth Fund Raising	865	0		865
BRB/BCITF	3,144	2,880	0	6,024
	<b>4,669</b>	<b>2,880</b>	<b>0</b>	<b>7,549</b>

**NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY  
FOR THE PERIOD ENDED 30 NOVEMBER 2022**

**EXPLANATION OF MATERIAL VARIANCES**

The material variance thresholds are adopted annually by Council as an indicator of whether the actual expenditure or revenue varies from the year to date Actual materially.

The material variance adopted by Council for the 2022-23 year is \$10,000 or 10.00% whichever is the greater.

Reporting Program			Explanation of positive variances		Explanation of negative variances	
	Var. \$	Var. %	Timing	Permanent	Timing	Permanent
<b>Revenue from operating activities</b>	\$	%				
General purpose funding - other	(361,150)	(54.36%)	▼			The phasing of the Financial Assistance Grant income budget differs from the actuals.
Law, order and public safety	88,054	118.82%	▲	ESL Grant funding received in October phasing over 12 months.		
Recreation and culture	40,573	267.99%	▲	Music, Art Fest and Swimming Pool Admissions coming in higher than budget at this point in time.		
Transport	(57,387)	(16.83%)	▼			The phasing of the MRWA Direct Grant income budget differs from the actuals.
Economic services	19,958	20.00%	▲	The Caravan Park income is coming in higher than budget at this point in time.		
Other property and services	77,719	240.09%	▲	DRFAWA Claims received in November 22, budgeted for in Dec 22 & June 23.		
<b>Expenditure from operating activities</b>						
Governance	49,860	24.29%	▲	The phasing of various expenditure account budgets differ from the actuals and Audit fee accrual reversal \$35,300 causing negative expenditure.		
Law, order and public safety	27,289	25.09%	▲	The phasing of various expenditure account budgets differ from the actuals. Depreciation has not yet been run for this year and this a large contributing factor.		
Health	29,181	35.61%	▲	The phasing of various expenditure account budgets differ from the actuals. Depreciation has not yet been run for this year and this a large contributing factor.		
Education and welfare	50,195	57.52%	▲	The phasing of various expenditure account budgets differ from the actuals. Depreciation has not yet been run for this year and this a large contributing factor.		
Community amenities	96,258	35.99%	▲	The phasing of various expenditure account budgets differ from the actuals. Depreciation has not yet been run for this year and this a large contributing factor.		
Recreation and culture	206,447	30.54%	▲	The phasing of various expenditure account budgets differ from the actuals. Depreciation has not yet been run for this year and this a large contributing factor.		
Transport	476,337	49.64%	▲	The phasing of various expenditure account budgets differ from the actuals. Depreciation has not yet been run for this year and this a large contributing factor.		
Economic services	67,072	21.03%	▲	The phasing of various expenditure account budgets differ from the actuals. Depreciation has not yet been run for this year and this a large contributing factor.		
Other property and services	14,300	16.23%	▲	The phasing of various expenditure account budgets differ from the actuals. Depreciation has not yet been run for this year and this a large contributing factor.		
<b>Investing activities</b>						
Proceeds from non-operating grants, subsidies and contributions	(440,638)	(55.03%)	▼			The phasing of the LRCIP Grant income budgets differs from the actuals.
Payments for Infrastructure	463,667	47.18%	▲	The phasing of various expenditure account budgets differ from the actuals.		
Payments for property, plant and equipment	462,791	91.10%	▲	The phasing of various expenditure account budgets differ from the actuals.		
Transfer to reserves	(12,438)	(2038.96%)	▼			Transfer to Reserve happens at end of year.



**Shire of Morawa**  
**Bank Reconciliation Report**  
For Period Ending 30 November 2022

	Municipal Account	Municipal Online Saver	Trust Account	Reserve Account	Term Deposits - Reserves
<b>Balance as per Bank Statement</b>	3,173,879.01	1,031,095.88	7,165.83	4,041,014.76	2,100,000.00
<b>Balance as per General Ledger</b>	3,175,643.83	1,031,095.88	7,548.73	4,041,014.76	2,100,000.00
<b>Less Unpresented Payments</b>					
Superannuation Payment					
Direct Debits	1,587.52				
Outstanding Cheque	-250.00				
<b>Plus Outstanding Deposits</b>					
Bank Deposits made after 30/11/2022	866.90				
Transfer From Municipal Outstanding			\$382.90		
Unallocated due to insufficient deposit details	-439.60				
<b>Difference</b>	3,175,643.83 0.00	1,031,095.88 0.00	7,548.73 0.00	4,041,014.76 0.00	2,100,000.00 0.00

## Shire of Morawa List of Payments Report

For Period Ending 30 November 2022

Chq/EFT	Date	Name	Description	Amount	Bank
EFT16038	08/11/2022	Shire President	President Allowance & Sitting Fees 1 July - 30 September 2022	8,457.00	1
EFT16039	08/11/2022	Councillor	Member Sitting Fees 1St Quarter	2,050.00	1
EFT16040	08/11/2022	Star Track Express	Freight Charges For Month October 22-23	186.67	1
EFT16041	08/11/2022	Morawa Medical Centre	New Employee Medical Assessment	330.00	1
EFT16042	08/11/2022	Nutrien Ag Solutions	One Pallet Fertilizer.	2,827.14	1
EFT16043	08/11/2022	Geraldton Ceramics	6M2 Gloss White Tiles 200X200 & Adhesive For 20 Barnes St	270.08	1
EFT16044	08/11/2022	Landgate	Copy Of Certificate Of Titles And Other Documents As Required	112.80	1
EFT16045	08/11/2022	Refuel Australia	120000 Litres Of Diesel Supplied In October At \$2.2675	27,210.00	1
EFT16046	08/11/2022	Think Water Geraldton	Hunter Node 1 Water System With Valves For Verges X4	1,182.10	1
EFT16047	08/11/2022	Hitachi Construction Machinery Pty Ltd	30 L Coolant Premix, 80L High Gear Oil & 20 L Transmission Fluid	1,650.31	1
EFT16048	08/11/2022	Bunnings Group Limited	Dulux Antique White Paint 15L & Lead Ext For 20 Barnes St	269.51	1
EFT16049	08/11/2022	Aerodrome Management Services Pty Ltd	X10 Solar Powered Battery And Lights For Airport Plus Freight	1,361.80	1
EFT16050	08/11/2022	Truckline	Tow Ball Reducer X4, Relay Valve X2, Mudflaps X4- Shire Vehicles	817.74	1
EFT16051	08/11/2022	LGISWA	Insurance Renewals 2022-23	126,287.73	1
EFT16052	08/11/2022	Deputy Shire President	Deputy President Allowance & Sitting Fees 1 Jul - 30 Sep 2022	3,140.00	1
EFT16053	08/11/2022	Woodlands Distributors & Agencies Pty Ltd	Dog Waste Bags 10 Rolls Per Carton. X10	159.50	1
EFT16054	08/11/2022	Councillor	Member Sitting Fees 1St Quarter	2,050.00	1
EFT16055	08/11/2022	Office Works	Oxford A4 Divider A-Z Coloured Tab X3	27.48	1
EFT16056	08/11/2022	Aquatic Services WA Pty Ltd	Service Work - Automatic Pool Cleaner & Filtration Repair	1,459.70	1
EFT16057	08/11/2022	Infinitum Technologies Pty Ltd	Monthly IT Support July 2022 - June 2023	5,953.40	1
EFT16058	08/11/2022	Avon Waste	Weekly General Waste Services	6,593.76	1
EFT16059	08/11/2022	Element Advisory Pty Ltd	Bushfire Planning Services - Lot 10 (#18) White Avenue	968.00	1
EFT16060	08/11/2022	Toll Transport Pty Ltd	Freight Charges Monthly Freight Charges	269.09	1
EFT16061	08/11/2022	Councillor	Member Sitting Fees 1St Quarter	2,050.00	1
EFT16062	08/11/2022	AFGRI Equipment	Inspection, Battery, Air Filter & Travel Costs For Backhoe Loader	2,459.28	1
EFT16063	08/11/2022	G W Mechanical (Glen Wallace)	Tandem Axle Dolly - Break Repair & Wiring (P153)	1,868.50	1
EFT16064	08/11/2022	Purcher International WA	X10 Lamps & Water, Fuel And Oil Temperature Sensor For Tip Truck	104.25	1
EFT16065	08/11/2022	Gymnasium Patron	Reimbursement Of Gym Security Access Toggle Bond	30.00	1
EFT16066	08/11/2022	Cloud Collections Pty Ltd	Property & Probate Search & Solicitor Fee - A80	416.63	1
EFT16067	08/11/2022	Councillor	Member Sitting Fees 1St Quarter	2,050.00	1

## Shire of Morawa List of Payments Report

For Period Ending 30 November 2022

Chq/EFT	Date	Name	Description	Amount	Bank
EFT16068	08/11/2022	Winc	Photocopier Usage Charges	975.37	1
EFT16069	08/11/2022	Councillor	Member Sitting Fees 1st Quarter	2,050.00	1
EFT16070	09/11/2022	Rip-It Security Shredding (Primecode Pty Ltd)	Collection /Storage Of Secure Archive Documents	104.50	1
EFT16071	09/11/2022	InterFire Agencies	Protective Clothing For Fire Brigades 16 Jackets & 20 Pants	4,395.60	1
EFT16072	09/11/2022	Morawa Community Resource Centre	Seniors Week 2022 Catering	675.00	1
EFT16073	09/11/2022	Star Track Express	Transport Of Asphalt For Town Roads	1,863.45	1
EFT16074	09/11/2022	Kats Rural	Plumbing Parts And Repair For Office Building Maintenance	335.32	1
EFT16075	09/11/2022	Morawa Drapery Store	Work Wear For Outside Employees Hi -Vis, Hats And Pants	773.40	1
EFT16076	09/11/2022	Morawa Traders	Bulk Purchase Of Coffee And Milk For Depot	105.92	1
EFT16077	09/11/2022	WesTrac Equipment Pty Ltd	Miscellaneous Parts For Various Shire Vehicles	2,362.09	1
EFT16078	09/11/2022	IT Vision Australia Pty Ltd	Synergysoft Records User - Full Day Training	1,320.00	1
EFT16079	09/11/2022	Think Water Geraldton	Recticulation Parts For Park & Gardens	3,519.90	1
EFT16080	09/11/2022	Canine Control	Ranger Services October And November Payment	1,970.98	1
EFT16081	09/11/2022	GH Country Courier	X10 Deliveries Throughout October	619.08	1
EFT16082	09/11/2022	WALGA	Breakfast With Heads Of Agencies - Ceo	70.00	1
EFT16083	09/11/2022	Sigma Companies Group Pty Ltd	Commercial Themometer For Swimming Pool	79.20	1
EFT16084	09/11/2022	Geraldton Mower & Repairs Specialists	Mowing Head Autocut C 26-2 X4	210.40	1
EFT16085	09/11/2022	Young Motors Geraldton	Investigation & Repair Of Emwa Vehicle Battery Issue	1,228.56	1
EFT16086	09/11/2022	The Paper Company of Australia	Paper For Timesheets Shire Depot X5	138.33	1
EFT16087	09/11/2022	McLeods Barristers and Solicitors	Location Of Next Of Kin For Trust Via The Public Trustees Office	323.40	1
EFT16088	09/11/2022	All Decor	Replacement Of Carpets In 78 Yewers Avenue	6,630.00	1
EFT16089	09/11/2022	Truckline	Various Parts For Water Cart And Semi Trailer	1,527.79	1
EFT16090	09/11/2022	Total Toilets	Trailer Mounted Port 4.43 Weeks & 320Kms Of Travel Plus Service	2,194.38	1
EFT16091	09/11/2022	Herrings Coastal Plumbing & Gas	Heating System 20 Barnes, 78 Yewers Gas Stove & Unit 5 Taps	5,614.36	1
EFT16092	09/11/2022	IGA Morawa	Iga Account For October	654.13	1
EFT16093	09/11/2022	Medical Director	Support For Pracsoft - First User	957.00	1
EFT16094	09/11/2022	Great Southern Fuel Supplies	Fuel For Shire Vehicles Through Fuel Cards	1,066.50	1
EFT16095	09/11/2022	Mitchell and Brown Communications	Annual Security Monitoring At Youth Centre & Gymnasium	175.77	1
EFT16096	09/11/2022	Morawa Rural Pty Ltd T/AS Morawa Rural	Supply 2X Batteries For Shire Machinery And Truck Sweeper	325.00	1
EFT16097	09/11/2022	Toll Transport Pty Ltd	Freight Charges	154.27	1

## Shire of Morawa List of Payments Report

For Period Ending 30 November 2022

Chq/EFT	Date	Name	Description	Amount	Bank
EFT16098	09/11/2022	Breeze Connect Pty Ltd	Admin Office Voip Telephone Lines	232.00	1
EFT16099	09/11/2022	Bob Waddell Consultant	Assistance With The October Monthly Financial Statements	1,155.00	1
EFT16100	09/11/2022	Core Business Australia PTY Ltd	Drfawa Supervision Claim 6 - Flood Damage	9,556.25	1
EFT16101	09/11/2022	G W Mechanical (Glen Wallace)	Service Truck And Replace Clutch Cylinder Dolly	893.75	1
EFT16102	09/11/2022	Jill Cameron and Associates	Completion Of A Needs Analysis For Ecec. 1/2	6,105.00	1
EFT16103	09/11/2022	Purcher International WA	2X Sensors, Fuel, Air And Oil Filter X4 Each For Tip Truck	1,662.56	1
EFT16104	09/11/2022	Circuitwest Inc	Zap Circus Tour 2022	2,750.00	1
EFT16105	09/11/2022	Cloud Collections Pty Ltd	Implementation Of Cloud Payment Hubb Plus August Fees	5,540.27	1
EFT16106	09/11/2022	Seek	Seek Job Ad-Customer And Corporate Support Officer	335.50	1
EFT16107	10/11/2022	Australian Services Union	Payroll Deductions	77.70	1
EFT16108	10/11/2022	Department of Human Services	Payroll Deductions	477.58	1
EFT16109	14/11/2022	Town of Victoria Park	Recoup Wages - Environmental Health Officer	3,420.00	1
EFT16110	14/11/2022	Gymnasium Patron	Reimbursement Of Gym Security Access Toggle Bond	30.00	1
EFT16111	14/11/2022	Clifton DONGARA	Refund On Bond Oval Function	500.00	1
EFT16112	15/11/2022	McDonalds Wholesalers	Paring Knife 8Cm For The Admin Building	49.55	1
EFT16113	15/11/2022	Wesfarmers Kleenheat Gas Pty Ltd	Gas Bottle Rental Annual Charge For 4 Shire Houses	443.30	1
EFT16114	15/11/2022	Greenfield Technical Services	Ad-Hoc Support For Granville Footpath Program	330.00	1
EFT16115	15/11/2022	Snap Osborne Park	2000X Rates Notices A4 With Various Formats	851.18	1
EFT16116	15/11/2022	Allstamps	New Invoice Authorisation Stamp	93.25	1
EFT16117	15/11/2022	Department of Water and Environmental	Application To Clear Native Vegetation - Reserve 21911- Morawa	2,400.00	1
EFT16118	15/11/2022	Aquatic Services WA Pty Ltd	Supply And Install Discharge Isolation & Check Valves X 2	5,300.90	1
EFT16119	15/11/2022	Shire Employee	X-Mas Decoration -K-Mart And Spotlight Reimbursement	240.70	1
EFT16120	15/11/2022	CORSIGN WA PTY LTD	Supply Of Materials And Sign For The Youth Week Project 2022	97.35	1
EFT16121	15/11/2022	Bob Waddell Consultant	Assistance With The October Monthly Financial Statements	123.75	1
EFT16122	15/11/2022	NodeOne NodeOne Pty Ltd	Nodeone Fixed Wireless Internet For Gymnasium	119.00	1
EFT16123	15/11/2022	Megan Howlett Premium Business Concepts	Developpe Professional & Performance Framework	4,100.00	1
EFT16124	15/11/2022	Shire Employee	Youth Centre Halloween Face Painting Reimbursement	78.29	1
EFT16125	15/11/2022	Regional Sounds	Conduct Kids Music Workshop	858.00	1
EFT16126	15/11/2022	LG Best Practices Pty Ltd	Completion Of Month End Rates Balancing, Production Of Rates	3,176.25	1
EFT16127	18/11/2022	North Midlands Electrical	Winfield Street Gardens - Main Retic Pump Works	2,545.79	1

## Shire of Morawa List of Payments Report

For Period Ending 30 November 2022

Chq/EFT	Date	Name	Description	Amount	Bank
EFT16128	18/11/2022	McDonalds Wholesalers	Coffee Sticks Mocc 1000'S X 1 Box For Caravan Park	196.60	1
EFT16129	18/11/2022	Refuel Australia	Mobiltrans Hd 50 Oil 20 Litres X2	290.00	1
EFT16130	18/11/2022	Australian Taxation Office	Payment Of October Bas	15,464.00	1
EFT16131	18/11/2022	Blackwoods - (J Blackwood & Son Pty Ltd)	Makita Batteries X3	668.98	1
EFT16132	18/11/2022	IGA Morawa	Morawa Iga Expenses -01/11/2022 To 16/11/2022	291.42	1
EFT16133	18/11/2022	Aquatic Services WA Pty Ltd	Additional Parts Required During Service For Swimming Pool	253.00	1
EFT16134	18/11/2022	Toll Transport Pty Ltd	Freight Charges	24.85	1
EFT16135	18/11/2022	Cleanpak Total Solutions	Cleaning Chemicals And Consumables As Per Order Sheet	1,712.89	1
EFT16136	18/11/2022	Nigels Service Centre	Dogman Training With Nigel'S Services For 6 Employees	5,160.00	1
EFT16137	18/11/2022	Midmech Pty Ltd	Mo-0 Ceo Vehicle Service @ 15 586Hrs	344.41	1
EFT16138	18/11/2022	Vitrum Works	Install Securty Door & Rebate Frame X14 - Shire Properties	7,711.00	1
EFT16139	18/11/2022	Purcher International WA	Radiator Plug For Iveco Powerstar Truck	48.98	1
EFT16140	18/11/2022	Gymnasium Patron	Reimbursement Of Gym Security Access Toggle Bond	30.00	1
EFT16141	18/11/2022	Winc	Stationary For Admin Office	246.33	1
EFT16142	23/11/2022	InterFire Agencies	Heat Applied Text X15 For Fire Brigade	313.50	1
EFT16143	23/11/2022	Nutrien Ag Solutions	1 X 4C78220 4 Waterboy Solar Pumping System (To 40M Bore)"	10,979.50	1
EFT16144	23/11/2022	Eastman Poletti Sherwood Pty Ltd	Town Hall Storage - Design Development & Additional Services	6,112.70	1
EFT16145	23/11/2022	Aerodrome Management Services Pty Ltd	Quarterly Operational Assurance Management - Service Fee	4,376.63	1
EFT16146	23/11/2022	RJ & LJ King	Fit New Trye To Rim 17.5 R25 Doublecoin - For Grader	1,956.24	1
EFT16147	23/11/2022	Heritage Intelligence (WA)	Review Of Shire Of Morawa Municipal Heritage Inventory	4,567.75	1
EFT16148	23/11/2022	CORSIGN WA PTY LTD	Pvc Pipes, Saddle Bags, Traffic Cones & Road Signs	9,016.70	1
EFT16149	23/11/2022	Scott Andrew Wildgoose	Accomodation For Lg Pro, Astro, Meetings & Tyre Service	1,571.50	1
EFT16150	23/11/2022	RelianSys Pty Ltd	Annual Software Access Fees: Management Software 23-24	2,305.00	1
EFT16151	23/11/2022	Winc	Whiteboard For Shire Depot With Accessories	322.65	1
EFT16152	24/11/2022	Australian Services Union	Payroll Deductions	77.70	1
EFT16153	24/11/2022	Department of Human Services	Payroll Deductions	426.21	1

**Total Eft Payments 373,043.63**

12040	01/11/2022	Water Corporation	Various Shire Properties Water Bill Payment	12,326.61	1
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**Total Cheque Payments 12,326.61**

## Shire of Morawa List of Payments Report

For Period Ending 30 November 2022

Chq/EFT	Date	Name	Description	Amount	Bank
DD8935.1	01/11/2022	Exetel Pty Ltd	Monthly Charge On Internet Service For Shire Admin Office November	1,375.00	1
DD8935.2	01/11/2022	Westnet Pty Ltd	Monthly Charge On Internet Service For Tourist Centre 1/11/2022 -	29.95	1
DD8940.1	04/11/2022	Telstra Corporation Limited	Telephone Expenses Tourist Centre October 2022	50.00	1
2223-05.01	07/11/2022	Bank West	Payment Of Mastercard Purchases	2,086.96	1
DD8949.1	09/11/2022	Synergy	Electricity Expenses 20/8/2022 - 19/10/2022	2,929.49	1
DD8950.1	08/11/2022	Synergy	Electricity Expenses 17/8/2022 - 18/10/2022	308.03	1
DD8951.1	09/11/2022	Aware Super	Payroll Deductions	6,986.93	1
DD8951.2	09/11/2022	HOSTPLUS Superannuation Fund	Superannuation Contributions	285.68	1
DD8951.3	09/11/2022	HESTA	Superannuation Contributions	251.29	1
DD8951.4	09/11/2022	Maritime Super	Superannuation Contributions	303.57	1
DD8951.5	09/11/2022	mobiSuper	Superannuation Contributions	329.12	1
DD8951.6	09/11/2022	Australian Super	Superannuation Contributions	1,345.15	1
DD8951.7	09/11/2022	Hawkins Super	Superannuation Contributions	1,309.70	1
DD8951.8	09/11/2022	BT FINANCIAL GROUP	Superannuation Contributions	365.58	1
DD8951.9	09/11/2022	MLC Super Fund	Superannuation Contributions	273.15	1
DD8959.1	11/11/2022	Synergy	Electricity Expense	268.87	1
DD8960.1	10/11/2022	Synergy	Electricity Expense	3,525.89	1
DD8965.1	14/11/2022	Synergy	Electricity Expense	2,561.60	1
DD8969.1	15/11/2022	Fleet Partners Pty Limited	Payment For Brpco Vehicle Lease	1,089.00	1
DD8975.1	15/11/2022	Synergy	Electricity Expense	5,460.60	1
DD8979.1	16/11/2022	Synergy	Electricity Expense	1,496.98	1
DD8981.1	16/11/2022	Telstra Corporation Limited	Telephone Expense	946.31	1
DD8983.1	18/11/2022	Synergy	Electricity Expense	3,557.42	1
DD8987.1	18/11/2022	Synergy	Electricity Expense	488.90	1
DD8991.1	21/11/2022	Synergy	Electricity Expense	15.39	1
DD8993.1	21/11/2022	Telstra Corporation Limited	Telephone Expenses 1/11/2022 - 1/12/2022	109.92	1
DD8995.1	22/11/2022	Synergy	Electricity Expenses 25/8/2022 - 24/10/2022	3,918.59	1
DD8999.1	23/11/2022	Aware Super	Payroll Deductions	6,566.88	1
DD8999.2	23/11/2022	HOSTPLUS Superannuation Fund	Superannuation Contributions	285.68	1

## Shire of Morawa List of Payments Report

For Period Ending 30 November 2022

Chq/EFT	Date	Name	Description	Amount	Bank
DD8999.3	23/11/2022	HESTA	Superannuation Contributions	251.29	1
DD8999.4	23/11/2022	Maritime Super	Superannuation Contributions	303.57	1
DD8999.5	23/11/2022	Australian Retirement Trust	Superannuation Contributions	206.64	1
DD8999.6	23/11/2022	mobiSuper	Superannuation Contributions	336.32	1
DD8999.7	23/11/2022	Australian Super	Superannuation Contributions	1,288.29	1
DD8999.8	23/11/2022	Hawkins Super	Superannuation Contributions	1,294.70	1
DD8999.9	23/11/2022	BT FINANCIAL GROUP	Superannuation Contributions	375.80	1
DD9007.1	29/11/2022	Synergy	Electricity Expenses 25/8/2022 - 10/10/2022	717.78	1
DD9008.1	28/11/2022	Synergy	Electricity Expenses 15/9/2022 - 20/10/2022	1,587.52	1
DD9010.1	24/11/2022	Telstra Corporation Limited	Telephone Expenses 2/10/2022 - 1/11/2022	236.04	1
DD9020.1	24/11/2022	Telstra Corporation Limited	Telephone Expenses 2/10/2022 - 1/11/2022	507.93	1
DD9021.1	24/11/2022	Telstra Corporation Limited	Telephone Expenses	507.93	1
DD9025.1	29/11/2022	Synergy	Electricity Expenses 26/8/2022 - 18/10/2022	717.78	1
DD9026.1	29/11/2022	Synergy	Electricity Expenses 26/8/2022 - 18/10/2022	717.78	1
DD8951.10	09/11/2022	CBUS	Superannuation Contributions	208.25	1
DD8951.11	09/11/2022	MLC Super Fund	Superannuation Contributions	280.43	1
DD8951.12	09/11/2022	Commonwealth Bank Group Super	Superannuation Contributions	117.38	1
DD8999.10	23/11/2022	MLC Super Fund	Superannuation Contributions	273.15	1
DD8999.11	23/11/2022	CBUS	Superannuation Contributions	212.33	1
DD8999.12	23/11/2022	MLC Super Fund	Superannuation Contributions	327.23	1
DD8999.13	23/11/2022	Commonwealth Bank Group Super	Superannuation Contributions	119.03	1
2223-05.11	30/11/2022	Department of Transport	Being Payment Of Licensing Collection	31,574.35	1

**Total Direct Debit Payments**      **90,683.15**

2223-05.09	01/11/2022	Bank West	Bank Charges	63.40	1
2223-05.10	01/11/2022	Bank West	Merchant Fees	431.68	1
	10/11/2022	Payroll	Payroll For Pay Cycle 27/10/2022 To 9/11/2022	63,583.98	1
	24/11/2022	Payroll	Payroll For Pay Cycle 10/11/22 To 23/11/2022	63,255.16	1

**Total Bank Transfers/ Payments**      **127,334.22**

## Shire of Morawa List of Payments Report

For Period Ending 30 November 2022

Chq/EFT	Date	Name	Description	Amount	Bank
2223-05.01	07/11/2022	Bank West	Corporate Card Purchases Payed In November 2022	2,086.96	1
		<b>EMCCS - Corporate Credit Card</b>			
	3/10/2022	Digidirect	Microsoft Dock 2 For Admin Microsoft Surface	357.00	
	12/10/2022	Ink Station	Admin Printer Ink Cartridges X 7	174.00	
	15/10/2022	EG Group	Fuel For Shire Vehicle Emccs	117.43	
	20/10/2022	Hotel Products Direct	Soap Bars 40Gm X150 For Caravan Park Units And Chalets	111.10	
	21/10/2022	Shire of Morawa	Payment Of Employee Vehicle Registration For Salary Sacrifice	449.10	
	28/10/2022	Bunnings	Key Blanks For Shire Property	13.60	
	28/10/2022	Caltex Morawa	Fuel For Shire Vehicle Emccs	30.00	
	28/10/2022	Atom Supply Geraldton	Respirator Full Facepiece & Filter Cartridge	345.23	
			<b>Sub Total</b>	<b>1,597.46</b>	
		<b>EMWA - Corporate Credit Card</b>			
	5/10/2022	Monyash Investments pty Ltd	Fuel For Shire Vehicle Emwa	80.62	
			<b>Sub Total</b>	<b>80.62</b>	
		<b>CEO - Corporate Credit Card</b>			
	5/10/2022	Colaba Social	Council Conference Dinner	200.00	
	5/10/2022	ZOOM.US	Zoom Standard Pro Monthly Subscription For Council	20.99	
	13/10/2022	Shire of morawa	Registration Of Shire Vehicle Ceo	50.75	
	28/10/2022	Atlas Fuel	Fuel For Shire Vehicle Ceo	99.00	
	28/10/2022	Atlas Fuel	Fuel For Shire Vehicle Ceo	37.52	
	30/10/2022	Bank West	Foreign Transaction Fee (Zoom)	0.62	
			<b>Sub Total</b>	<b>408.88</b>	

**TOTAL Corporate Credit Card Payment** 2,086.96

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## Ordinary Council Meeting 15 December 2022

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***Attachment 1- 11.2.2a Shire of Morawa Annual Report  
2021-2022 including Annual Financial  
Statements and Audit Report***

***Item 11.2.2- Acceptance of Annual Report 2021-2022***

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# SHIRE OF MORAWA

## ANNUAL REPORT 2021-2022

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# ACKNOWLEDGEMENT OF COUNTRY

The Shire of Morawa acknowledges the Traditional Custodians, the Yamatji people, and recognises the contribution of Yamatji Elders past, present and future, in working together for the future of Morawa.





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# A MESSAGE FROM THE SHIRE PRESIDENT

I am pleased to present the Shire of Morawa's Annual Report for the 2021-2022 financial year. It has been another huge year as we have navigated several large projects and initiatives, while continuing to manage the impacts of COVID-19.

A huge thanks to all of the Councillors and community volunteers who continue to give their time and energy to make our community so great and make all visitors feel welcome to the Shire and the Mid-West.

This year we successfully drafted a new ten year Strategic Community Plan with the help of our community. This endeavours to be a plan for all and moves away from operational or goals specific to the local government and looks more holistically at what the community aspires to be. The community vision has been revised to emphasise the uniqueness of Morawa. Council and I look forward to working with the whole community to ensure that in 10 years' time:

**“Morawa is a welcoming and inclusive community that embraces what makes it unique, offering livability, variety, and opportunity for all.”**

The year ahead will bring more planning and ideas for our future, along with a suite of infrastructure upgrades to support our community. We were pleased to see major upgrades this year to the Morawa Golf and Bowling Club and Old Roads Board Building thanks to Federal Grant Funding under the Local Roads and Community Infrastructure Program. These are both great community assets which are much loved by our Town.



# A MESSAGE FROM THE SHIRE PRESIDENT

A large part of our annual budget is spent on road infrastructure and Council has maintained this important focus to ensure that our major assets are kept at an appropriate standard for our community. This year most notably significant upgrades were made to sections of Morawa Yalgoo Road, Nanekine Road, and Koolanooka South Road.

The Shire is proud to support the provision of medical, dental and childcare services as part of its strategy to retain population and to continually improve the wellbeing of our community.

I would like to take this opportunity to thank Mr Scott Wildgoose as CEO and his Executive team Paul Devcic and Jacqueline Hawkins for their outstanding leadership and support over the year, and also thanks to the whole operational team at the Shire of Mowara.

**CR KAREN CHAPPEL JP**  
**SHIRE PRESIDENT**





# A WORD FROM THE CEO

As CEO, I would like to thank Shire staff, Council, volunteers, residents and visitors for their participation and community support over the last year.

The Shire has successfully continued to deliver key services despite increased construction costs and some service interruptions with the COVID-19 illness arriving in the community earlier this year.

The Shire remained focused on recovery efforts following Cyclone Seroja which greatly impacted our community in April 2021, with repairs undertaken and construction in many areas adapted for future proofing of key infrastructure.

Major upgrades were completed this year to the Morawa Golf and Bowling Club and Old Roads Board Building, thanks to Federal grant funding of \$283,699 from the Local Roads and Community Infrastructure Program. The works resulted in significant interior renovations to the Club and increased accessibility of the Old Roads Board Building. The Shire is thrilled to be improving these special places which make our community so great.

Drainage rectification works were also completed adjacent to the Morawa Netball Courts, following issues after resurfacing last year. This was successfully implemented in time for the 2022 season.

The following road program was undertaken to maintain and improve the roads in the Shire. Funding for the roads program comes from Shire rates, the Federal Government Department of Infrastructure, the State Department of Transport, the Grants Commission and Main Roads. The Shire's Road management program is where the largest amount (approx. 35%) of Shire funds is expended. The major expenditure in 2021-2022 occurred in the following areas:

• Morawa Yalgoo Road	\$ 451,082
• Nanekine Road	\$ 145,229
• Koolanooka South Road	\$ 106,566
• Canna North East Road	\$ 14,431
• West Gutha Road	\$ 116,583
• Maintenance of Rural Roads	<u>\$ 715,281</u>
	\$1,549,172

As part of its footpath program to increase the safety of pedestrians and improve liveability throughout the town, the Shire spent \$128,084 to install a dual-use footpath on Manning Road with the co-contribution assistance of grant funding from the Department of Transport.

The Youth Centre remains well activated, with an average weekly attendance of 20 kids during 2021 - 2022. The Morawa Swimming Pool and Community Gym also continued to be well utilised. Council will continue investing in creative activities and implementing community programs where demand is higher than normal.



# A WORD FROM THE CEO

This year we also completed community engagement and drafting of the Shire's new Strategic Community Plan 2022-2032, with drafting of a new Corporate Business Plan now underway. This gives Council and community a distinct vision for the future and a suite of aspirations and focus areas to help us get there together. Alongside this, we also engaged and developed a Strategic Resource Plan, Arts and Culture Plan and Tourism Plan which were adopted early in the 2022 - 2023 financial year.

Looking ahead to 2022-2023, planning and concept design has been scheduled for:

- Evaside Road
- Winfield Street Drainage
- Caravan park
- Townsite Greening
- Critical assets including roads sewerage and landfill

Major infrastructure projects will include:

- Replacement of the Recreation Centre Roof
- Revitalisation of Wildflower Park
- Town Hall storage unit
- Cemetery entry and landscaping
- Solar street lighting

It has been a privilege to be part of the Morawa team and work alongside the community, Council, and stakeholders of the Shire of Morawa over the 2021 - 2022 financial year. I would like to take this opportunity to sincerely thank the Shire President and Councillors for their ongoing support.

In terms of our finances our annual audit, conducted by Nexia on behalf of the Office of the Auditor General (OAG), was carried out in October and came through as unqualified. This means that in accordance with the Local Government (Audit) Regulations 1996: All required information and explanations were provided. All audit procedures were satisfactorily completed.

**SCOTT WILDGOOSE**  
**CHIEF EXECUTIVE OFFICER**



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# SHIRE SERVICES

Council provides a variety of services for the community under a wide range of legislation, including:

Community buildings  
Community development  
Environmental Health  
Library services  
Playgrounds  
Parks and gardens  
Recreation facilities and gym  
Swimming pool  
Youth Centre

Bushfire control and prevention  
Building approvals  
Cemetaries  
Dog control  
Planning approvals  
Roads, footpaths and kerbs  
Street lighting  
Waste management

**599**

Properties in the Shire of Morawa

**\$650,000**

Annual cost for operation of Community Facilities including the pool and sporting grounds

**14**

Major capital works projects completed over 2021-2022

# PLANNING FOR OUR FUTURE

The Shire's Strategic Community Plan 2022-2023 commenced development on January 2022. It is a long-term planning document that sets out the community's vision and aspirations for the future, and an overview of the key strategies to be focused on to achieve these aspirations



# STRATEGIC COMMUNITY PLAN

- Provides a vision for the future state we all want to achieve.
- Includes a clear direction for Council to use in decision making.
- Identifies the risks and opportunities for Council.

## OUR STRATEGIES

### Create a sense of place for visitors

- Factor the visitor experience into planning and design decisions
- Develop and Implement a Tourism Plan
- Embrace a commitment to excellent service
- Ensure the townsite and its services are accessible to all

### Activate a vibrant small business sector

- Facilitate and support small business
- Encourage variety and competition
- Maintain strong support systems and services

### Take pride in our community and an aesthetically appealing townsite

- Develop and implement a townsite greening plan
- Enhance the appearance of homes, gardens, businesses, public buildings, and open spaces
- Utilise public art
- Celebrate our wins

### Embrace cultural and social diversity

- Develop and implement an Arts and Culture plan
- Champion inclusion and engagement
- Invest in socialisation and belonging
- Promote positive aging in place across the community

### Cement strong foundations for growth and prosperity

- Safe and suitable road and other transport networks
- Ready to go commercial and industrial facilities
- Enhance partnerships and alliances

### Occupy a Safe and Healthy living space

- Build safer neighbourhoods
- Occupy fit for purpose housing
- Increase active living
- Enhance health service provisions

### Be future focussed in all we do

- Ensure the shire and its assets are well resourced and sustainable
- Embrace recycling and renewable energy
- Foster passion and belief in younger residents

# GOVERNANCE & STATUTORY REPORTING STANDARDS



## Disability Access & Inclusion Plan (DAIP)

The *Disability Services Act* WA 1993 (amended 2004) requires all local governments to develop, maintain and implement a Disability Access and Inclusion Plan (DAIP) each year. DAIP's benefit everyone in the community especially people with disability, the elderly, families and carers, and people from culturally and linguistically diverse backgrounds.

The Act also requires annual reporting on DAIP progress to the Department of Communities and to provide details of activity in annual reports.

The following DAIP strategies have been implemented during the 2021-2022 year.

The Shire of Morawa has held a number of inclusive community events during the 2021-2022 year including:

- Mid-West NAIDOC Week Celebration in July 2021
- Seniors Week with the CRC and Hospital in November 2021
- The Australia Day event including the Auspire Community Citizen of the Year in January 2022
- Tom Curtin Community Day in March 2022
- Astrotourism open days in April 2022
- Thank a Volunteer Day in May 2022
- Reconciliation Breakfast in June 2022
- Preparation for the Bi-annual Community Art show for August 2022, and
- Ngala Parenting workshops

Infrastructure upgrades to improve access to community buildings included:

- The Shire completed safe footpath construction and upgrades, including Manning Road in 2021-2022.

# GOVERNANCE & STATUTORY REPORTING STANDARDS



- Sealing and pothole repair on the football/netball oval carpark and other Shire roads providing a safer and smoother area for people of all abilities to traverse.
- The Roads Board building was renovated to include an access ramp and disabled toilet, with walls removed to widen access.
- The Golf and Bowling Club had a major renovation with new commercial kitchen.

Our Strategic Community Plan was completed in early 2022, where the community were invited to submit feedback through a range of mechanisms including in person discussions.

Our Disability and Inclusion Plan is due for renewal prior to 30 June 2023 and planning has commenced to ensure robust engagement with our community.

Equitable complaints mechanisms are in place to effectively receive and address complaints from all members of the community. The Shire has received no complaints in relation to access and inclusion in the reporting period.

The Shire of Morawa uses a variety of communication methods to provide information to the community, and ensures all information provided can be made available in alternative formats. To promote community events and services the Shire used communication methods including:

- Shire's website and social media channels
- Printed posters and flyers
- Letters to residents
- Morawa Snippets newsletter and
- Media releases to local newspapers & radio stations.

The Shire website has been developed to meet W3C Web Content Accessibility Guidelines 2.0 Level AA. There is a notice on the website with a link to the guidelines and a link to the 'contact us' page should the user encounter any access issues.

All Shire employment advertisement material and employee contracts include an Equal Employment Opportunity statement.

# GOVERNANCE & STATUTORY REPORTING STANDARDS

## Record Keeping Plan

The Shire of Morawa is committed to accessible and efficient record keeping practices and complies with relevant legislation including the *State Records Act 2000*.

The Shire has an established Record Keeping Plan. This plan includes a Records Management Procedure Manual which is designed to adequately address all records management issues and identifies staff roles and responsibilities.

The Shire is committed in maintaining a high standard of record keeping and will continue to review and improve processes.

## Public Interest Disclosure

The *Public Interest Disclosure Code* was established by the Commissioner for Public Sector Standards under Section 20 of the *Public Interest Disclosure Act 2003*.

One of the principles of the Code is not just to provide protection to those who make disclosures, but also to encourage a system of transparency and accountability in the way government officials act and utilise public monies.

Matters that relate to the Shire of Morawa should be referred to the Shire of Morawa's Public Interest Disclosure officer.

Disclosures to the officer can be made not just about officers of the Shire of Morawa but also its elected members.

There is an obligation of the Public Interest Disclosure Officer in the *Public Interest Disclosure Act* to ensure that the disclosure is confidential and that the person making a disclosure is provided adequate protection from reprisals, civil and criminal liability or breach of confidentiality.

The Shire of Morawa had no Public Interest Disclosures during the 2021-2022 reporting year.



# GOVERNANCE & STATUTORY REPORTING STANDARDS



## Freedom of Information Act 1992

The Shire's affairs are governed by seven (7) elected members who represent all sections of the community. The Council meets on the Third Thursday of each month - excluding January. These meetings are open to the public and the dates and times are advertised on Council's website and noticeboards as Public information.

The Council is a legislative body that establishes policies and makes decisions within the requirements of the *Local Government Act 1995* on a wide range of issues affecting the community, and in keeping with the legislative requirements.

The Council governs the Shire's affairs including decisions regarding its activities and functions. Such decisions include the approval of services and facilities to be undertaken, and the allocation of resources and funding to these services and facilities.

Nominated documents can be inspected upon application and payment of a small fee at the Shire office located at 26 Winfield Street, Morawa during normal business hours.

During the year of review any applications received are considered on the basis of not contravening the privacy rights of any individual and are subject to an administrative charge in accordance with the ACT.

The Shire of Morawa has had no Freedom of Information requests during the 2021-2022 reporting year.

# GOVERNANCE & STATUTORY REPORTING STANDARDS

## National Competition Policy

In 1995, the Council of Australian Government entered into agreements known as the National Competition Policy. The Policy is a whole of government approach to bring about reform in the public sector to encourage government to become more competitive.

Local government will mainly be affected where it operates significant business activities (defined as one that generates an annual income from fees and charges exceeding \$200,000) that compete or could compete with private sector business. The Shire of Morawa does not operate any such businesses

A review of the Local Laws found that they had no impact on the competition across the Shire.

## Employee Payments

For the purpose of Regulation 19B of the *Local Government (Administration) Regulations 1996* the following information is required to be included in Council's Annual Report:

The number of employees of the Shire of Morawa (excluding the CEO) entitled to an annual salary:

- Of \$130,000 or more; and
- That falls within each band of \$10,000 over \$130,000

There were no employees entitled to an annual salary of \$130,000 or more during 2021-2022.

The total remuneration paid to the Chief Executive Officer (CEO) during 2021-2022 was \$ 184,603.21.



# GOVERNANCE & STATUTORY REPORTING STANDARDS

## Councillor Information

For the purpose of Regulation 19B (f)(g)(h)(i) of the *Local Government (Administration) Regulations 1996* the following Councillor information is required to be included in Council's Annual Report:

- the number of council and committee meetings attended by each council member during the year
- if available, the gender, linguistic background and country of birth of council members
- if available, the number of council members who are aged -
  - between 18 and 24 years; and
  - between 25 and 34 years; and
  - between 35 and 44 years; and
  - between 45 and 54 years; and
  - between 55 and 64 years; and
  - over the age of 64 years.
- if available, the number of council members who identify as Aboriginal or Torres Strait Islander.

Councillor Information	1	2	3	4	5	6	7
Aged between 18 & 24 years							
Aged between 25 & 34 years							
Aged between 35 & 44 years							
Aged between 45 & 54 years				X		X	X
Aged between 55 & 64 years	X	X					
Aged over 64 years			X				
Identify as Aboriginal or Torres Strait Islander	No	No	No	No		No	No
Gender	M	F	F	F	F	M	F
Linguistic background	E	E	E	E		E	E
Country of birth	A	A	A	A		A	A
Council Meetings Attended	17/17	17/17	14/17	17/17	14/17	14/17	15/17
Committee Meetings Attended	3/3	3/3	2/3	3/3	2/3	3/3	0/3

Linguistic Background : E – English

Country of Birth: A - Australia



## Morawa Golf and Bowling Club

The Shire successfully completed a major renovation of the clubhouse which featured:

- New carpets and blinds
- Internal and external painting
- New commercial grade kitchen
- New air conditioning

BEFORE



## Morawa Golf and Bowling Club

*These works complimented the major rebuild of the bowling greens also completed this year, following damage from Cyclone Seroja*

### AFTER

*Funded by the LRCIP  
and the  
Shire of Morawa  
Total cost: \$154,003*



## Old Roads Board Building

*The Shire completed a renovation in early 2022 to include an access ramp and disabled toilet, with walls removed to widen access.*

*Other upgrades included a new kitchen, internal painting, lighting and flooring, featuring restoration of the old floorboards.*

**BEFORE**



# PROJECTS 2021-2022

## Old Roads Board Building

*The next steps include activation of the building and surrounds.*

## AFTER

*Funded by the LRCIP  
and the  
Shire of Morawa  
Total cost: \$158,922*



# TOM CURTIN COMMUNITY DAY WEDNESDAY 30 MARCH 2022



*More than 350  
community members  
came together to  
acknowledge the  
1 year anniversary of  
Cyclone Seroja*



# PROJECTS 2021-2022

**\$1,549,172**

Total spend on Shire roads this year of which 45% was from grant funding

**\$128,084**

Total cost of upgrade to Manning Road footpath with \$32,792 of grant funding

**\$715,281**

Maintenance works on the Shire's rural roads carried out during the year.

**\$240,334**

Grant funding received during the year from the Federal Government under LRCIP for Morawa-Yalgoo Road.

**\$451,082**

Total project cost for 3km widening and sealing of Morawa-Yalgoo Road

# PROJECTS 2021-2022



**\$36,360**

Was spent on rectification of drainage issues as part of the Netball Courts Redevelopment

**\$74,819**

Was spent on upgrade of the Caravan Park Ablution Block including fresh paint, and updated plumbing, tiling and painting inside.



**\$86,860**

Was spent on sealing of the Aerodrome Apron

# ANNUAL FINANCIAL REPORT 2021-2022





**SHIRE OF MORAWA**  
**FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2022**

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

***The Shire of Morawa: Breaking New Ground***

***Morawa is a welcoming and inclusive community that embraces what makes it unique, offering liveability, variety, and opportunity for all.***

Principal place of business:  
26 Winfield Street  
Morawa WA 6623

Nexia Perth Audit Services Pty Ltd

**SHIRE OF MORAWA  
FINANCIAL REPORT  
FOR THE YEAR ENDED 30 JUNE 2022**

The attached financial report of the Shire of Morawa for the financial year ended 30 June 2022 is based on proper accounts and records to present fairly the financial position of the Shire of Morawa at 30 June 2022 and the results of the operations for the financial year then ended in accordance with the Local Government Act 1995 and, to the extent that they are not inconsistent with the Act, the Australian Accounting Standards.

Signed on the                      5th    day of                      December                      2022



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Chief Executive Officer

Scott Wildgoose

---

Name of Chief Executive Officer



**Nexia Perth Audit Services Pty Ltd**

SHIRE OF MORAWA  
STATEMENT OF COMPREHENSIVE INCOME  
BY NATURE OR TYPE  
FOR THE YEAR ENDED 30 JUNE 2022

	NOTE	2022 Actual	2022 Budget	2021 Actual
		\$	\$	\$
<b>Revenue</b>				
Rates	26(a),2(a)	2,115,230	2,117,418	1,981,711
Operating grants, subsidies and contributions	2(a)	3,040,028	1,290,180	1,929,359
Fees and charges	25(c),2(a)	879,305	849,017	736,361
Interest earnings	2(a)	42,533	59,300	58,452
Other revenue	2(a)	534,197	711,735	511,157
		<b>6,611,293</b>	<b>5,027,650</b>	<b>5,217,040</b>
<b>Expenses</b>				
Employee costs		(1,729,140)	(1,957,582)	(1,720,425)
Materials and contracts		(1,692,865)	(2,185,743)	(1,209,255)
Utility charges		(362,266)	(432,192)	(340,711)
Depreciation	10(a)	(1,881,178)	(1,991,517)	(2,009,922)
Finance costs	2(b)	(15,861)	(15,706)	(17,465)
Insurance		(207,716)	(216,872)	(188,931)
Other expenditure	2(b)	(470,099)	(455,750)	(516,110)
		<b>(6,359,125)</b>	<b>(7,255,362)</b>	<b>(6,002,819)</b>
		<b>252,168</b>	<b>(2,227,712)</b>	<b>(785,779)</b>
Capital grants, subsidies and contributions	2(a)	948,411	1,335,970	1,469,848
Profit on asset disposals	10(b)	12,650	10,531	0
Loss on asset disposals	10(b)	0	(92,564)	(17,396)
Fair value adjustments to financial assets at fair value through profit or loss		2,998	0	1,939
		<b>964,059</b>	<b>1,253,937</b>	<b>1,454,391</b>
<b>Net result for the period</b>	<b>25(b)</b>	<b>1,216,227</b>	<b>(973,775)</b>	<b>668,612</b>
<b>Other comprehensive income for the period</b>				
<i>Items that will not be reclassified subsequently to profit or loss</i>				
Changes in asset revaluation surplus	16	0	0	4,645,000
<b>Total other comprehensive income for the period</b>	<b>16</b>	<b>0</b>	<b>0</b>	<b>4,645,000</b>
<b>Total comprehensive income for the period</b>		<b>1,216,227</b>	<b>(973,775)</b>	<b>5,313,612</b>

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



Nexia Perth Audit Services Pty Ltd

SHIRE OF MORAWA  
STATEMENT OF FINANCIAL POSITION  
AS AT 30 JUNE 2022

	NOTE	2022 \$	2021 \$
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	3	9,143,287	7,568,204
Trade and other receivables	5	613,313	764,200
Inventories	6	20,965	13,879
Other assets	7	98,056	5,127
<b>TOTAL CURRENT ASSETS</b>		<b>9,875,621</b>	<b>8,351,410</b>
<b>NON-CURRENT ASSETS</b>			
Trade and other receivables	5	36,091	26,076
Other financial assets	4	58,353	55,355
Property, plant and equipment	8	24,167,441	24,190,235
Infrastructure	9	50,632,902	50,397,216
Right-of-use assets	11(a)	33,819	91,232
<b>TOTAL NON-CURRENT ASSETS</b>		<b>74,928,606</b>	<b>74,760,114</b>
<b>TOTAL ASSETS</b>		<b>84,804,227</b>	<b>83,111,524</b>
<b>CURRENT LIABILITIES</b>			
Trade and other payables	12	718,871	405,548
Other liabilities	13	528,111	203,224
Lease liabilities	11(b)	28,922	57,413
Borrowings	14	27,355	26,580
Employee related provisions	15	357,043	325,811
<b>TOTAL CURRENT LIABILITIES</b>		<b>1,660,302</b>	<b>1,018,576</b>
<b>NON-CURRENT LIABILITIES</b>			
Lease liabilities	11(b)	0	28,922
Borrowings	14	419,229	446,584
Employee related provisions	15	28,983	137,956
<b>TOTAL NON-CURRENT LIABILITIES</b>		<b>448,212</b>	<b>613,462</b>
<b>TOTAL LIABILITIES</b>		<b>2,108,514</b>	<b>1,632,038</b>
<b>NET ASSETS</b>		<b>82,695,713</b>	<b>81,479,486</b>
<b>EQUITY</b>			
Retained surplus		35,619,211	34,994,479
Reserve accounts	29	6,127,967	5,536,472
Revaluation surplus	16	40,948,535	40,948,535
<b>TOTAL EQUITY</b>		<b>82,695,713</b>	<b>81,479,486</b>

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



Nexia Perth Audit Services Pty Ltd

SHIRE OF MORAWA  
STATEMENT OF CHANGES IN EQUITY  
FOR THE YEAR ENDED 30 JUNE 2022

	NOTE	RETAINED SURPLUS \$	RESERVE ACCOUNTS \$	REVALUATION SURPLUS \$	TOTAL EQUITY \$
<b>Balance as at 1 July 2020</b>		<b>34,659,817</b>	<b>5,202,521</b>	<b>36,303,533</b>	<b>76,165,871</b>
Comprehensive income for the period					
Net result for the period		668,612	0	0	668,612
Other comprehensive income for the period	16	0	0	4,645,000	4,645,000
Total comprehensive income for the period		668,612	0	4,645,000	5,313,612
Transfers from reserves	29	363,331	(363,331)	0	0
Transfers to reserves	29	(697,282)	697,282	0	0
<b>Balance as at 30 June 2021</b>		<b>34,994,479</b>	<b>5,536,472</b>	<b>40,948,535</b>	<b>81,479,486</b>
Comprehensive income for the period					
Net result for the period		1,216,227	0	0	1,216,227
Transfers from reserves	29	177,116	(177,116)	0	0
Transfers to reserves	29	(768,611)	768,611	0	0
<b>Balance as at 30 June 2022</b>		<b>35,619,211</b>	<b>6,127,967</b>	<b>40,948,535</b>	<b>82,695,713</b>

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



Nexia Perth Audit Services Pty Ltd

SHIRE OF MORAWA  
STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED 30 JUNE 2022

	NOTE	2022 Actual \$	2022 Budget \$	2021 Actual \$
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
<b>Receipts</b>				
Rates		2,092,557	2,117,418	1,998,777
Operating grants, subsidies and contributions		3,189,314	1,374,173	1,737,318
Fees and charges		879,305	849,017	745,014
Interest received		42,533	59,300	58,452
Goods and services tax received		458,260	0	267,382
Other revenue		534,197	711,735	511,158
		<u>7,196,166</u>	<u>5,111,643</u>	<u>5,318,101</u>
<b>Payments</b>				
Employee costs		(1,819,858)	(1,957,582)	(1,701,903)
Materials and contracts		(1,471,920)	(2,185,743)	(1,430,514)
Utility charges		(362,266)	(432,192)	(340,711)
Finance costs		(17,620)	(15,706)	(17,465)
Insurance paid		(207,716)	(216,872)	(188,931)
Goods and services tax paid		(436,965)	0	(338,520)
Other expenditure		(470,036)	(455,750)	(425,189)
		<u>(4,786,381)</u>	<u>(5,263,845)</u>	<u>(4,443,233)</u>
<b>Net cash provided by (used in) operating activities</b>	17(b)	<u>2,409,785</u>	<u>(152,202)</u>	<u>874,868</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Payments for purchase of property, plant & equipment	8(a)	(786,505)	(1,147,669)	(505,383)
Payments for construction of infrastructure	9(a)	(1,276,501)	(1,762,827)	(1,778,867)
Non-operating grants, subsidies and contributions		1,273,298	1,335,970	1,610,748
Proceeds from sale of property, plant & equipment	10(b)	38,999	36,500	100,706
<b>Net cash provided by (used in) investing activities</b>		<u>(750,709)</u>	<u>(1,538,026)</u>	<u>(572,797)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>				
Repayment of borrowings	28(a)	(26,580)	(26,580)	(19,963)
Payments for principal portion of lease liabilities	28(c)	(57,413)	(57,413)	(28,492)
Proceeds from new borrowings	28(a)	0	0	200,000
<b>Net cash provided by (used in) financing activities</b>		<u>(83,993)</u>	<u>(83,993)</u>	<u>151,545</u>
<b>Net increase (decrease) in cash held</b>		<u>1,575,083</u>	<u>(1,774,221)</u>	<u>453,616</u>
Cash at beginning of year		<u>7,568,204</u>	<u>7,868,846</u>	<u>7,114,588</u>
<b>Cash and cash equivalents at the end of the year</b>	17(a)	<u><u>9,143,287</u></u>	<u><u>6,094,625</u></u>	<u><u>7,568,204</u></u>

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



Nexia Perth Audit Services Pty Ltd

SHIRE OF MORAWA  
RATE SETTING STATEMENT  
FOR THE YEAR ENDED 30 JUNE 2022

	NOTE	2022 Actual \$	2022 Budget \$	2021 Actual \$
<b>NET CURRENT ASSETS - At start of financial year - surplus/(deficit)</b>	27(b)	2,110,858	1,986,095	1,692,941
<b>OPERATING ACTIVITIES</b>				
<b>Revenue from operating activities (excluding general rate)</b>				
Rates (excluding general rate)	26(b)	6,412	6,412	6,165
Operating grants, subsidies and contributions		3,040,028	1,290,180	1,929,359
Fees and charges		879,305	849,017	736,361
Interest earnings		42,533	59,300	58,452
Other revenue		534,197	711,735	511,157
Profit on asset disposals	10(b)	12,650	10,531	0
Fair value adjustments to financial assets at fair value through profit or loss		2,998	0	1,939
		<b>4,518,123</b>	<b>2,927,175</b>	<b>3,243,433</b>
<b>Expenditure from operating activities</b>				
Employee costs		(1,729,140)	(1,957,582)	(1,720,425)
Materials and contracts		(1,692,865)	(2,185,743)	(1,188,549)
Utility charges		(362,266)	(432,192)	(340,711)
Depreciation		(1,881,178)	(1,991,517)	(2,009,922)
Finance costs		(15,861)	(15,706)	(17,465)
Insurance		(207,716)	(216,872)	(188,931)
Other expenditure		(470,099)	(455,750)	(516,110)
Loss on asset disposals	10(b)	0	(92,564)	(17,396)
		<b>(6,359,125)</b>	<b>(7,347,926)</b>	<b>(5,999,509)</b>
Non-cash amounts excluded from operating activities	27(a)	1,751,934	2,073,550	2,094,551
<b>Amount attributable to operating activities</b>		<b>(89,068)</b>	<b>(2,347,201)</b>	<b>(661,525)</b>
<b>INVESTING ACTIVITIES</b>				
Non-operating grants, subsidies and contributions		948,411	1,335,970	1,469,848
Proceeds from disposal of assets	10(b)	38,999	36,500	100,706
Purchase of property, plant and equipment	8(a)	(786,505)	(1,147,669)	(505,383)
Purchase and construction of infrastructure	9(a)	(1,276,501)	(1,762,827)	(1,778,868)
<b>Amount attributable to investing activities</b>		<b>(1,075,596)</b>	<b>(1,538,026)</b>	<b>(713,697)</b>
<b>FINANCING ACTIVITIES</b>				
Repayment of borrowings	28(a)	(26,580)	(26,580)	(19,963)
Proceeds from borrowings	28(a)	0	0	200,000
Payments for principal portion of lease liabilities	28(c)	(57,413)	(57,413)	(28,492)
Transfers to reserves (restricted assets)	29	(768,611)	(635,533)	(697,282)
Transfers from reserves (restricted assets)	29	177,116	507,652	363,331
<b>Amount attributable to financing activities</b>		<b>(675,488)</b>	<b>(211,874)</b>	<b>(182,406)</b>
<b>Surplus/(deficit) before imposition of general rates</b>		<b>270,706</b>	<b>(2,111,006)</b>	<b>135,312</b>
<b>Total amount raised from general rates</b>	26(a)	<b>2,108,818</b>	<b>2,111,006</b>	<b>1,975,546</b>
<b>Surplus/(deficit) after imposition of general rates</b>	27(b)	<b>2,379,524</b>	<b>0</b>	<b>2,110,858</b>

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

**SHIRE OF MORAWA**  
**FOR THE YEAR ENDED 30 JUNE 2022**  
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**SHIRE OF MORAWA**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2022**

**1. BASIS OF PREPARATION**

The financial report 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 Act, the Australian Accounting Standards. The Australian Accounting Standards (as they apply to local governments and not-for-profit entities) and interpretations of the Australian Accounting Standards Board were applied where no inconsistencies exist.

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

Accounting policies which have been adopted in the preparation of this 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 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 30 of the financial report.

**Judgements and estimates**

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

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

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

- estimated fair value of certain financial assets
- impairment of financial assets
- estimation of fair values of land and buildings, and infrastructure.
- estimation uncertainties made in relation to lease accounting

SHIRE OF MORAWA  
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT  
FOR THE YEAR ENDED 30 JUNE 2022

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
Operating grants, subsidies and contributions with customers	Community events, minor facilities, research, design, planning evaluation and services	Over time	Fixed terms transfer of funds based on agreed milestones and reporting	Contract obligation if project not complete	Output method based on project milestones and/or completion date matched to performance obligations as inputs are shared
Fees and charges - licences, registrations, approvals	Building, planning, development and animal management	Single point of 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 if time	Payment in advance at gate or on normal trading terms if credit provided	None	On entry to facility
Grants, subsidies and contributions for the construction of non-financial assets	Construction or acquisition of recognisable non-financial assets to be controlled by the local government	Over time	Fixed terms transfer of funds based on agreed milestones and reporting	Contract obligation if project not complete	Output method based on project milestones and/or completion date matched to performance obligations as inputs are shared
Other revenue - private works	Contracted private works	Single point in time	Monthly in arrears	None	Output method based on works done.

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 or types of goods or services is provided in the table below:

For the year ended 30 June 2022

Nature or type	Contracts with customers	Capital grant/contributions	Statutory Requirements	Other	Total
	\$	\$	\$	\$	\$
Rates	0	0	2,108,818	6,412	2,115,230
Operating grants, subsidies and contributions	182,396	0	0	2,857,632	3,040,028
Fees and charges	0	0	8,106	871,199	879,305
Interest earnings	0	0	31,894	10,639	42,533
Other revenue	55,818	0	0	478,379	534,197
Non-operating grants, subsidies and contributions	0	948,411	0	0	948,411
<b>Total</b>	<b>238,214</b>	<b>948,411</b>	<b>2,148,818</b>	<b>4,224,261</b>	<b>7,559,704</b>

For the year ended 30 June 2021

Nature or type	Contracts with customers	Capital grant/contributions	Statutory Requirements	Other	Total
	\$	\$	\$	\$	\$
Rates	0	0	1,975,546	6,165	1,981,711
Operating grants, subsidies and contributions	47,326	0	0	1,882,033	1,929,359
Fees and charges	0	0	5,697	730,664	736,361
Interest earnings	0	0	31,036	27,416	58,452
Other revenue	34,015	0	0	477,142	511,157
Non-operating grants, subsidies and contributions	0	1,469,848	0	0	1,469,848
<b>Total</b>	<b>81,341</b>	<b>1,469,848</b>	<b>2,012,279</b>	<b>3,123,420</b>	<b>6,686,888</b>

SHIRE OF MORAWA  
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT  
FOR THE YEAR ENDED 30 JUNE 2022

2. REVENUE AND EXPENSES (Continued)

	Note.	2022 Actual	2022 Budget	2021 Actual
		\$	\$	\$
<b>(a) Revenue (Continued)</b>				
<b>Interest earnings</b>				
Interest on reserve funds		7,996	17,300	17,469
Rates instalment and penalty interest (refer Note 26(d))		31,894	32,000	31,036
Other interest earnings		2,643	10,000	9,947
		<u>42,533</u>	<u>59,300</u>	<u>58,452</u>
<b>(b) Expenses</b>				
<b>Auditors remuneration</b>				
- Audit of the Annual Financial Report		38,300	45,000	78,960
- Other services		1,218	10,000	1,655
		<u>39,518</u>	<u>55,000</u>	<u>80,615</u>
<b>Finance costs</b>				
Borrowings	28(a)	15,260	15,105	14,657
Lease liabilities	28(c)	601	601	2,808
		<u>15,861</u>	<u>15,706</u>	<u>17,465</u>
<b>Other expenditure</b>				
Impairment losses on rates receivables		24,949	3,000	114
Impairment losses on receivables from contracts with customers		63	25,012	25,012
Sundry expenses		445,087	427,738	490,984
		<u>470,099</u>	<u>455,750</u>	<u>516,110</u>

SHIRE OF MORAWA  
 NOTES TO AND FORMING PART OF THE FINANCIAL REPORT  
 FOR THE YEAR ENDED 30 JUNE 2022

3. CASH AND CASH EQUIVALENTS

Cash at bank and on hand  
 Term deposits  
**Total cash and cash equivalents**

Note	2022	2021
	\$	\$
	7,043,287	5,468,204
	2,100,000	2,100,000
17(a)	<u>9,143,287</u>	<u>7,568,204</u>

Held as  
 - Unrestricted cash and cash equivalents  
 - Restricted cash and cash equivalents

	2,372,991	1,682,882
17(a)	<u>6,770,296</u>	<u>5,885,322</u>
	<u>9,143,287</u>	<u>7,568,204</u>

SIGNIFICANT ACCOUNTING POLICIES

Cash and cash equivalents

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

Details of restrictions on financial assets can be found at Note 17.

4. OTHER FINANCIAL ASSETS

Non-current assets

Financial assets at fair value through profit and loss

	2022	2021
	\$	\$
	58,353	55,355
	<u>58,353</u>	<u>55,355</u>

Financial assets at fair value through profit and loss

Units in Local Government House Trust

	58,353	55,355
	<u>58,353</u>	<u>55,355</u>

SIGNIFICANT 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 24 (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 and loss

The Shire classifies the following financial assets at fair value through profit and 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 not elected to recognise fair value gains and losses through other comprehensive income.

Impairment and risk

Information regarding impairment and exposure to risk can be found at Note 22.

SHIRE OF MORAWA  
 NOTES TO AND FORMING PART OF THE FINANCIAL REPORT  
 FOR THE YEAR ENDED 30 JUNE 2022

5. TRADE AND OTHER RECEIVABLES

	Note	2022 \$	2021 \$
<b>Current</b>			
Rates receivable		520,882	501,125
Trade and other receivables		45,835	195,184
GST receivable		71,608	92,903
Allowance for credit losses of trade and other receivables	22(b)	(63)	(487)
Allowance for credit losses of rates receivables	22(b)	(24,949)	(24,525)
		<u>613,313</u>	<u>764,200</u>
<b>Non-current</b>			
Pensioner's rates and ESL deferred		36,091	26,076
		<u>36,091</u>	<u>26,076</u>

**SIGNIFICANT ACCOUNTING POLICIES**

**Trade and other receivables**

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

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

**Impairment and risk exposure**

Information about the impairment of trade receivables and their exposure to credit risk and interest rate risk can be found in Note 22.

**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 MORAWA**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2022**

**6. INVENTORIES**

Current	Note	2022	2021
		\$	\$
Fuel and materials		20,965	13,879
		20,965	13,879

The following movements in inventories occurred during the year:

Balance at beginning of year	13,879	12,307
Additions to inventory	7,086	1,572
Balance at end of year	20,965	13,879

**SIGNIFICANT ACCOUNTING POLICIES**

**General**

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

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

**SHIRE OF MORAWA**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2022**

**7. OTHER ASSETS**

**Other assets - current**

Prepayments

Accrued income

	2022	2021
	\$	\$
	14,503	0
	83,553	5,127
	<b>98,056</b>	<b>5,127</b>

**SIGNIFICANT ACCOUNTING POLICIES**

**Accrued Income**

Other non-financial assets include accrued Income which represent Income that should have been received in the current year for services or goods provided by Council.

**Prepayments**

Prepayments represent funds paid in advance of receiving the goods and services to which the payment relates and should not have been paid for in the current year.

SHIRE OF MORAWA  
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT  
FOR THE YEAR ENDED 30 JUNE 2022

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.

Note	Land	Buildings - non- specialised	Buildings - specialised	Total land and buildings	Furniture and equipment	Plant and equipment	Other property, plant and equipment - WIP	Total property, plant and equipment
	\$	\$	\$	\$	\$	\$	\$	\$
Balance at 1 July 2020	1,230,625	4,021,076	14,430,135	19,681,836	53,513	2,582,990	20,699	22,339,038
Additions	0	5,460	65,057	70,517	0	392,420	21,747	484,684
Disposals	0	0	0	0	0	(118,102)	0	(118,102)
Revaluation (loss) / reversals transferred to profit or loss	(344,505)	492,900	2,048,648	2,197,043	0	0	0	2,197,043
Depreciation	0	(108,063)	(288,696)	(396,759)	(5,587)	(310,082)	0	(712,428)
Transfers	0	0	20,699	20,699	0	0	(20,699)	0
Balance at 30 June 2021	886,120	4,411,373	16,275,843	21,573,336	47,926	2,547,226	21,747	24,190,235
Comprises:								
Gross balance amount at 30 June 2021	886,120	4,411,373	16,275,843	21,573,336	59,100	3,062,728	21,747	24,716,911
Accumulated depreciation at 30 June 2021	0	0	0	0	(11,174)	(515,502)	0	(526,676)
Balance at 30 June 2021	886,120	4,411,373	16,275,843	21,573,336	47,926	2,547,226	21,747	24,190,235
Additions	0	41,675	429,924	471,599	66,647	248,259	0	786,505
Disposals	0	0	0	0	0	(26,349)	0	(26,349)
Depreciation	0	(174,184)	(306,935)	(481,119)	(5,877)	(286,477)	0	(773,473)
Transfers	0	942,152	(900,317)	41,835	(29,565)	0	(21,747)	(9,477)
Balance at 30 June 2022	886,120	5,221,016	15,498,515	21,605,651	79,131	2,482,659	0	24,167,441
Comprises:								
Gross balance amount at 30 June 2022	886,120	5,395,200	15,805,450	22,086,770	96,182	3,263,987	0	25,446,939
Accumulated depreciation at 30 June 2022	0	(174,184)	(306,935)	(481,119)	(17,051)	(781,328)	0	(1,279,498)
Balance at 30 June 2022	886,120	5,221,016	15,498,515	21,605,651	79,131	2,482,659	0	24,167,441



SHIRE OF MORAWA  
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT  
FOR THE YEAR ENDED 30 JUNE 2022

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.

Note	Infrastructure -										Total Infrastructure
	roads	Footpaths	Infrastructure - Parks & Ovals	Other Infrastructure - Sewerage	Other Infrastructure - Airfields	Infrastructure - Dams	Infrastructure - Playground Equipment	Other Infrastructure -	Other Infrastructure -		
Balance at 1 July 2020	\$ 38,554,797	\$ 361,018	\$ 688,674	\$ 2,110,962	\$ 420,024	\$ 547,867	\$ 112,725	\$ 4,648,225	\$ 47,444,292		
Additions	1,247,626	73,935	290,969	7,950	11,486	0	0	146,902	1,778,868		
Revaluation increments / (decrements) transferred to revaluation surplus	0	0	(30,055)	311,996	267,802	272,161	27,893	1,598,158	2,447,955		
Depreciation	(766,442)	(15,829)	(46,119)	(68,759)	(51,325)	(45,128)	(17,318)	(262,979)	(1,273,899)		
Balance at 30 June 2021	39,035,981	419,124	903,469	2,362,149	647,987	774,900	123,300	6,130,306	50,397,216		
Comprises:											
Gross balance at 30 June 2021	70,967,014	1,186,709	903,469	2,362,149	647,987	774,900	123,300	6,130,306	83,095,834		
Accumulated depreciation at 30 June 2021	(31,931,033)	(767,585)	0	0	0	0	0	0	(32,698,618)		
Balance at 30 June 2021	39,035,981	419,124	903,469	2,362,149	647,987	774,900	123,300	6,130,306	50,397,216		
Additions	1,033,870	49,854	36,359	30,474	86,859	0	0	39,085	1,276,501		
Depreciation	(782,268)	(16,351)	(27,664)	(36,980)	(10,336)	(16,742)	(9,194)	(150,757)	(1,050,292)		
Transfers	(57,387)	0	0	0	0	0	0	66,864	9,477		
Balance at 30 June 2022	39,230,196	452,627	912,164	2,355,643	724,510	758,158	114,106	6,085,498	50,632,902		
Comprises:											
Gross balance at 30 June 2022	71,943,496	1,236,563	939,828	2,392,623	734,846	774,900	123,300	6,236,256	84,381,812		
Accumulated depreciation at 30 June 2022	(32,713,300)	(783,936)	(27,664)	(36,980)	(10,336)	(16,742)	(9,194)	(150,758)	(33,748,910)		
Balance at 30 June 2022	39,230,196	452,627	912,164	2,355,643	724,510	758,158	114,106	6,085,498	50,632,902		

SHIRE OF MORAWA  
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT  
FOR THE YEAR ENDED 30 JUNE 2022

9. INFRASTRUCTURE (Continued)

(b) Carrying Value Measurements

(i) Fair Value	Asset Class	Fair Value Hierarchy	Valuation Technique	Basis of Valuation	Date of Last Valuation	Inputs Used
	Infrastructure - roads	3	Cost approach using current replacement cost	Management Valuation	June 2018	Construction costs and current condition (Level 2), residual values and remaining useful life assessments (Level 3) inputs.
	Infrastructure - Footpaths	3	Cost approach using current replacement cost	Management Valuation	June 2018	Construction costs and current condition (Level 2), residual values and remaining useful life assessments (Level 3) inputs.
	Other Infrastructure - Parks & Ovals	3	Cost approach using current replacement cost	Independent Registered Valuers	June 2021	Construction costs and current condition (Level 2), residual values and remaining useful life assessments (Level 3) inputs.
	Other Infrastructure - Sewerage	3	Cost approach using current replacement cost	Independent Registered Valuers	June 2021	Construction costs and current condition (Level 2), residual values and remaining useful life assessments (Level 3) inputs.
	Other Infrastructure - Airfields	3	Cost approach using current replacement cost	Independent Registered Valuers	June 2021	Construction costs and current condition (Level 2), residual values and remaining useful life assessments (Level 3) inputs.
	Other Infrastructure - Dams	3	Cost approach using current replacement cost	Independent Registered Valuers	June 2021	Construction costs and current condition (Level 2), residual values and remaining useful life assessments (Level 3) inputs.
	Other Infrastructure - Playground Equipment	3	Cost approach using current replacement cost	Independent Registered Valuers	June 2021	Construction costs and current condition (Level 2), residual values and remaining useful life assessments (Level 3) inputs.
	Other Infrastructure - Other	3	Cost approach using current replacement cost	Independent Registered Valuers	June 2021	Construction costs and current condition (Level 2), residual values and remaining useful life assessments (Level 3) inputs.

**SHIRE OF MORAWA  
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT  
FOR THE YEAR ENDED 30 JUNE 2022**

**9. INFRASTRUCTURE (Continued)**

(b) Carrying Value Measurements

Asset Class	Fair Value Hierarchy	Valuation Technique	Basis of Valuation	Date of Last Valuation	Inputs Used
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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 MORAWA  
 NOTES TO AND FORMING PART OF THE FINANCIAL REPORT  
 FOR THE YEAR ENDED 30 JUNE 2022

10. FIXED ASSETS

(a) Depreciation

	Note	2022 Actual \$	2022 Budget \$	2021 Actual \$
Buildings - non-specialised	8(a)	174,184	110,673	108,063
Buildings - specialised	8(a)	306,935	302,110	288,696
Furniture and equipment	8(a)	5,877	6,683	5,587
Plant and equipment	8(a)	286,477	256,070	310,082
Infrastructure - roads	9(a)	782,268	786,030	766,442
Infrastructure - Footpaths	9(a)	16,351	16,695	15,829
Other Infrastructure - Parks & Ovals	9(a)	27,664	47,918	46,119
Other Infrastructure - Sewerage	9(a)	36,980	72,447	68,759
Other Infrastructure - Airfields	9(a)	10,336	54,461	51,325
Other Infrastructure - Dams	9(a)	16,742	47,923	45,128
Other Infrastructure - Playground Equipment	9(a)	9,194	13,124	17,318
Other Infrastructure - Other	9(a)	150,757	277,383	262,979
Right-of-use assets - plant and equipment	11(a)	57,413	0	23,595
		1,881,178	1,991,517	2,009,922

Revision of useful lives of plant and equipment

No changes were implemented during the annual review of remaining useful life for this financial year.

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	40 to 100 years
Furniture and equipment	5 to 10 years
Plant and equipment	5 to 15 years
Sealed roads and streets	20 to 80 years
- clearing and earthworks	not depreciated
Gravel roads	20 to 80 years
- clearing and earthworks	not depreciated
Footpaths	10 to 60 years
Drainage	40 - 100 years
Other infrastructure	10 to 60 years
Parks and ovals	10 to 60 years
Airfields	50 years

SHIRE OF MORAWA  
 NOTES TO AND FORMING PART OF THE FINANCIAL REPORT  
 FOR THE YEAR ENDED 30 JUNE 2022

10. FIXED ASSETS (Continued)

(b) Disposals of assets

	2022 Actual Net Book Value	2022 Actual Sale Proceeds	2022 Actual Profit	2022 Actual Loss	2022 Budget Net Book Value	2022 Budget Sale Proceeds	2022 Budget Profit	2022 Budget Loss	2021 Actual Net Book Value	2021 Actual Sale Proceeds	2021 Actual Profit	2021 Actual Loss
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Plant and equipment	26,349	38,999	12,650	0	118,533	36,500	10,531	(92,564)	118,102	100,706	0	(17,396)
	<u>26,349</u>	<u>38,999</u>	<u>12,650</u>	<u>0</u>	<u>118,533</u>	<u>36,500</u>	<u>10,531</u>	<u>(92,564)</u>	<u>118,102</u>	<u>100,706</u>	<u>0</u>	<u>(17,396)</u>

The following assets were disposed of during the year.

	2022 Actual Net Book Value	2022 Actual Sale Proceeds	2022 Actual Profit	2022 Actual Loss
<b>Plant and Equipment</b>				
<b>Transport</b>				
P247 Hilux SMT Workmate	11,401	22,635	11,234	0
<b>Other property and services</b>				
P241 Toyota RAV4 AWD	14,948	16,364	1,416	0
	<u>26,349</u>	<u>38,999</u>	<u>12,650</u>	<u>0</u>

**SHIRE OF MORAWA**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
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**10. FIXED ASSETS (Continued)**

**SIGNIFICANT ACCOUNTING POLICIES**

**Fixed assets**

Each class of fixed assets within either property, plant and equipment or infrastructure, is carried at cost or fair value as indicated less where applicable, any accumulated depreciation and impairment losses.

**Initial recognition and measurement for assets held at cost**

Plant and equipment including furniture and equipment is recognised at cost on acquisition in accordance with *Financial Management Regulation 17A*. Where acquired at no cost the asset is initially recognised at fair value. Assets held at cost are depreciated and assessed for indicators of impairment annually.

**Initial recognition and measurement between mandatory revaluation dates for assets held at fair value**

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

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

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

Individual assets that are land, buildings, infrastructure and investment properties acquired between scheduled revaluation dates of the asset class in accordance with the mandatory measurement framework, are recognised at cost and disclosed as being at fair value as management believes cost approximates fair value. They are subject to subsequent revaluation at the next revaluation date in accordance with the mandatory measurement framework.

**Revaluation**

The fair value of land, buildings, and infrastructure is determined at least 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 vested land acquired by the Shire.

At the end of each period the carrying amount for each asset class is reviewed and where appropriate the fair value is updated to reflect current market conditions. This process is considered to be in accordance with *Local Government (Financial Management) Regulation 17A (2)* which requires land, buildings, infrastructure, and vested improvements to be shown at fair value.

**Revaluation (continued)**

For property, plant and equipment and infrastructure, increases in the carrying amount arising on revaluation of assets are credited to a revaluation surplus in equity. Decreases that offset previous increases of the same class of asset are recognised against revaluation surplus directly in equity. All other decreases are recognised in profit or loss. 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.

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

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

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

**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 and in Note 10(a).

SHIRE OF MORAWA  
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT  
FOR THE YEAR ENDED 30 JUNE 2022

11. LEASES

(a) Right-of-Use Assets

Movement in the balance of each class of right-of-use asset between the beginning and the end of the current financial year.

	Right-of-use assets - plant and equipment	Right-of-use assets Total
Note	\$	\$
Balance at 1 July 2020	0	0
Additions	114,827	114,827
Depreciation	(23,595)	(23,595)
Balance at 30 June 2021	91,232	91,232
Depreciation	(57,413)	(57,413)
Balance at 30 June 2022	33,819	33,819

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

		2022 Actual	2021 Actual
		\$	\$
Depreciation on right-of-use assets	10(a)	(57,413)	(23,595)
Interest expense on lease liabilities	28(c)	(601)	(2,808)
<b>Total amount recognised in the statement of comprehensive income</b>		<b>(58,014)</b>	<b>(26,403)</b>
Total cash outflow from leases		(58,014)	(31,300)

(b) Lease Liabilities

Current		28,922	57,413
Non-current		0	28,922
	28(c)	<b>28,922</b>	<b>86,335</b>

**Secured liabilities and assets pledged as security**

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

**SIGNIFICANT 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 asset 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 28(c).

**Right-of-use assets - valuation measurement**

Right-of-use assets are measured at cost. This means that all right-of-use assets (other than vested improvements) under zero cost concessionary leases are measured at zero cost (i.e. not included 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 significant 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 amortised over the useful life of the underlying asset.

**SHIRE OF MORAWA**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2022**

**12. TRADE AND OTHER PAYABLES**

**Current**

Sundry creditors  
 Prepaid rates  
 Accrued payroll liabilities  
 ATO liabilities  
 Bonds and deposits held  
 Accrued interest  
 Accrued Expenditure

	2022	2021
	\$	\$
	488,233	179,328
	56,835	49,736
	31,706	28,990
	36,532	52,225
	24,605	19,653
	1,407	3,166
	79,553	72,450
	<b>718,871</b>	<b>405,548</b>

**SIGNIFICANT 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 the fair value of the 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 revenue for the prepaid rates that have not been refunded.

**SHIRE OF MORAWA**  
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**13. OTHER LIABILITIES**

**Current**

Capital grant/contributions liabilities

	2022	2021
	\$	\$
	528,111	203,224
	<u>528,111</u>	<u>203,224</u>

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

**Reconciliation of changes in capital grant/contribution liabilities**

Opening balance

203,224                      62,324

Additions

523,456                      203,224

Revenue from capital grant/contributions held as a liability at the start of the period

(198,569)                      (62,324)

528,111                      203,224

**Expected satisfaction of capital grant/contribution liabilities**

Less than 1 year

528,111                      203,224

528,111                      203,224

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.

**SIGNIFICANT 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 the Shire which are yet to be satisfied. Capital grant/contribution liabilities are recognised as revenue when the obligations in the contract are satisfied.

Non-current capital grant/contribution liabilities fair values 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 24(i)) due to the unobservable inputs, including own credit risk.

**SHIRE OF MORAWA**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2022**

**14. BORROWINGS**

	Note	2022			2021		
		Current	Non-current	Total	Current	Non-current	Total
<b>Secured</b>		\$	\$	\$	\$	\$	\$
Borrowings		27,355	419,229	446,584	26,580	446,584	473,164
<b>Total secured borrowings</b>	28(a)	27,355	419,229	446,584	26,580	446,584	473,164

**Secured liabilities and assets pledged as security**

Debentures, bank overdrafts and bank loans are secured by a floating charge over the assets of the Shire of Morawa.

The Shire of Morawa has complied with the financial covenants of its borrowing facilities during the 2022 and 2021 years.

**SIGNIFICANT ACCOUNTING POLICIES**

**Borrowing costs**

Borrowing costs are recognised as an expense when incurred except where they are directly attributable to the acquisition, construction or production of a qualifying asset. Where this is the case, they are capitalised as part of the cost of the particular asset until such time as the asset is substantially ready for its intended use or sale.

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 24(i)) due to the unobservable inputs including own credit risk.

**Risk**

Information regarding exposure to risk can be found at Note 22

Details of individual borrowings required by regulations are provided at Note 28(a).

**SHIRE OF MORAWA**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
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**15. EMPLOYEE RELATED PROVISIONS**

**Employee Related Provisions**

**Current provisions**

**Employee benefit provisions**

Annual Leave

Long Service Leave

**Non-current provisions**

Long Service Leave

	2022	2021
	\$	\$
	186,070	232,682
	170,973	93,129
	<u>357,043</u>	<u>325,811</u>
	28,983	137,956
	<u>28,983</u>	<u>137,956</u>
	<u>386,026</u>	<u>463,767</u>

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. Assessments indicate that actual settlement of the liabilities is expected to occur as follows:

**Amounts are expected to be settled on the following basis:**

Less than 12 months after the reporting date

More than 12 months from reporting date

Expected reimbursements from other WA local governments

Note	2022	2021
	\$	\$
	81,654	77,741
	286,405	353,119
	<u>17,967</u>	<u>32,907</u>
	<u>386,026</u>	<u>463,767</u>

**SIGNIFICANT 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 MORAWA  
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT  
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16. REVALUATION SURPLUS

	2022		2022		2022		2021		2021		2021	
	Opening Balance	Revaluation Increment	Revaluation (Decrement)	Total Revaluation Movement on	Closing Balance	Opening Balance	Revaluation Increment	Revaluation (Decrement)	Total Revaluation Movement on	Closing Balance		
Revaluation surplus - Land & Buildings	12,213,453	0	0	0	12,213,453	10,016,410	2,541,545	(344,502)	2,197,043	12,213,453		
Revaluation surplus - Furniture and equipment	36,213	0	0	0	36,213	36,213	0	0	0	36,213		
Revaluation surplus - Plant and equipment	1,052,296	0	0	0	1,052,296	1,052,296	0	0	0	1,052,296		
Revaluation surplus - Infrastructure - roads	21,696,026	0	0	0	21,696,026	21,696,026	0	0	0	21,696,026		
Revaluation surplus - Other infrastructure - Footpaths	52,807	0	0	0	52,807	52,807	0	0	0	52,807		
Revaluation surplus - Other infrastructure - Parks & Gardens	137,677	0	0	0	137,677	167,732	0	(30,055)	(30,055)	137,677		
Revaluation surplus - Other infrastructure - Sewerage	1,719,326	0	0	0	1,719,326	1,407,329	311,997	0	311,997	1,719,326		
Revaluation surplus - Other infrastructure - Airfields	578,944	0	0	0	578,944	311,142	267,802	0	267,802	578,944		
Revaluation surplus - Other infrastructure - Dams	937,032	0	0	0	937,032	664,870	272,162	0	272,162	937,032		
Revaluation surplus - Other infrastructure - Playground Equipment	114,763	0	0	0	114,763	86,870	27,893	0	27,893	114,763		
Revaluation surplus - Other infrastructure - Other	2,409,998	0	0	0	2,409,998	811,838	1,598,158	0	1,598,158	2,409,998		
	40,948,535	0	0	0	40,948,535	36,303,533	5,019,557	(374,557)	4,645,000	40,948,535		

Movements on revaluation of property, plant and equipment (including infrastructure) are not able to be reliably attributed to a program as the assets were revalued by class as provided for by AASB 116 Aus 40.1.

SHIRE OF MORAWA  
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT  
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17. NOTES TO THE STATEMENT OF CASH FLOWS

(a) Reconciliation of Cash

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

	Note	2022 Actual \$	2022 Budget \$	2021 Actual \$
Cash and cash equivalents	3	9,143,287	6,094,625	7,568,204

Restrictions

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	6,770,296	5,914,161	5,885,322
		<u>6,770,296</u>	<u>5,914,161</u>	<u>5,885,322</u>

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

Restricted reserve accounts	29	6,127,967	5,538,380	5,536,472
Contract liabilities	13	0	0	0
Capital grant/contributions liabilities	13	528,111	375,781	203,224
Bonds and deposits held	12	24,605	0	19,653
Unspent loans	28(b)	89,613	0	125,973
<b>Total restricted financial assets</b>		<u>6,770,296</u>	<u>5,914,161</u>	<u>5,885,322</u>

(b) Reconciliation of Net Result to Net Cash Provided  
By Operating Activities

Net result		1,216,227	(973,775)	668,612
Non-cash items:				
Adjustments to fair value of financial assets at fair value through profit and loss		(2,998)	0	(1,939)
Depreciation/amortisation		1,881,178	1,991,517	2,009,922
(Profit)/loss on sale of asset		(12,650)	82,033	17,396
Changes in assets and liabilities:				
(Increase)/decrease in trade and other receivables		140,872	0	(218,186)
(Increase)/decrease in other assets		(92,929)	0	(980)
(Increase)/decrease in inventories		(7,086)	0	(1,573)
Increase/(decrease) in trade and other payables		313,323	0	(145,386)
Increase/(decrease) in employee related provisions		(77,741)	0	16,850
Increase/(decrease) in other liabilities		324,887	83,993	140,900
Non-operating grants, subsidies and contributions		<u>(1,273,298)</u>	<u>(1,335,970)</u>	<u>(1,610,748)</u>
Net cash provided by/(used in) operating activities		<u>2,409,785</u>	<u>(152,202)</u>	<u>874,868</u>

(c) Undrawn Borrowing Facilities

Credit Standby Arrangements

Credit card limit		15,000		15,000
Credit card balance at balance date		<u>(2,160)</u>		<u>(379)</u>
<b>Total amount of credit unused</b>		<u>12,840</u>		<u>14,621</u>

Loan facilities

Loan facilities - current		27,355		26,580
Loan facilities - non-current		<u>419,229</u>		<u>446,584</u>
<b>Total facilities in use at balance date</b>		<u>446,584</u>		<u>473,164</u>

<b>Unused loan facilities at balance date</b>		<u>89,613</u>		<u>125,973</u>
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**SHIRE OF MORAWA**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2022**

**18. CONTINGENT LIABILITIES**

The Shire of Morawa has, in compliance with the Contaminated Sites Act 2003 s11, listed sites to be possible sources of contamination:

- The Shire of Morawa Works Depot
- The Shire of Morawa Landfill site - Jones Lake Road
- The Shire of Morawa Waste Water Treatment Plant
- The Old Hospital located on Caulfield Road

Until the Shire conducts an investigation to determine the presence and scope of contamination, assess the risk and agree with the DWER the need and criteria for remediation, the Shire is unable to accurately quantify its clean-up liabilities for potentially contaminated sites. The Shire is continuing to monitor the sites and will progressively undertake site investigations and remediation on a risk based approach. This approach is consistent with the DWER guidelines.

**Old Morawa Hospital**

The Shire was granted a management order over Reserve 52057 on 22 April 2015 (the Old Hospital Site). The buildings on the site are in a state of disrepair, and it is assumed, include asbestos containing materials (ACM's) within the building's fabric.

The Shire has the intention to further investigate its options by assessing the asbestos levels in collaboration with expert parties.

The Shire has been working with the Department of Planning Lands and Heritage (the department) regarding the future ownership of the old hospital. The Department will first need to consider whether native title rights and interest have been extinguished over the whole or portion of the subject reserve.

Upon confirming the native title status for Reserve 52057, both the Shire and the Department will consider their options which may include (but are not limited to):

- The subject reserve remains with the Shire with an undertaking that building is demolished; or
- Sold via a divestment with the Department's Land Asset program for divestment.

Other than the matters noted above, the Shire is not aware of any potential contingent liabilities as at 30 June 2022.

**19. CAPITAL COMMITMENTS**

	2022	2021
	\$	\$
Contracted for:		
- plant & equipment purchases	357,930	0
	<u>357,930</u>	<u>0</u>
Payable:		
- not later than one year	357,930	

The capital expenditure commitment at the end of the current reporting period represents the purchase of new truck.

SHIRE OF MORAWA  
 NOTES TO AND FORMING PART OF THE FINANCIAL REPORT  
 FOR THE YEAR ENDED 30 JUNE 2022

20. RELATED PARTY TRANSACTIONS

(a) Elected Member Remuneration

Note	2022 Actual \$	2022 Budget \$	2021 Actual \$
<b>Councillor 1</b>			
President's annual allowance	17,000	17,000	17,000
Meeting attendance fees	16,000	16,000	16,000
Other expenses	981	2,500	300
Travel and accommodation expenses	150	2,200	0
	<u>34,131</u>	<u>37,700</u>	<u>33,300</u>
<b>Councillor 2</b>			
Deputy President's annual allowance	4,250	4,250	4,250
Meeting attendance fees	8,000	8,000	8,000
Other expenses	458	2,000	300
Travel and accommodation expenses	0	2,000	0
	<u>12,708</u>	<u>16,250</u>	<u>12,550</u>
<b>Councillor 3</b>			
Meeting attendance fees	8,000	8,000	8,000
Other expenses	1,176	2,000	497
Travel and accommodation expenses	2,274	2,000	0
	<u>11,449</u>	<u>12,000</u>	<u>8,497</u>
<b>Councillor 4</b>			
Meeting attendance fees	8,000	8,000	8,000
Other expenses	458	2,000	497
Travel and accommodation expenses	2,354	2,000	0
	<u>10,812</u>	<u>12,000</u>	<u>8,497</u>
<b>Councillor 5</b>			
Meeting attendance fees	8,000	8,000	8,000
Other expenses	458	2,000	300
Travel and accommodation expenses	0	2,000	0
	<u>8,458</u>	<u>12,000</u>	<u>8,300</u>
<b>Councillor 6</b>			
Meeting attendance fees	8,000	8,000	8,000
Other expenses	458	2,000	300
Travel and accommodation expenses	0	2,000	0
	<u>8,458</u>	<u>12,000</u>	<u>8,300</u>
<b>Councillor 7</b>			
Meeting attendance fees	667	0	0
	<u>667</u>	<u>0</u>	<u>0</u>
<b>Councillor 8 (Resigned)</b>			
Meeting attendance fees	6,000	8,000	8,000
Other expenses	458	2,000	300
Travel and accommodation expenses	2,290	2,000	0
	<u>8,748</u>	<u>12,000</u>	<u>8,300</u>
	<u>95,431</u>	<u>113,950</u>	<u>87,744</u>

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

	2022 Actual \$	2022 Budget \$	2021 Actual \$
President's annual allowance	17,000	17,000	17,000
Deputy President's annual allowance	4,250	4,250	4,250
Meeting attendance fees	62,667	64,000	64,000
Other expenses	4,447	14,500	2,494
Travel and accommodation expenses	7,067	14,200	0
20(b)	<u>95,431</u>	<u>113,950</u>	<u>87,744</u>

**SHIRE OF MORAWA**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2022**

**20. RELATED PARTY TRANSACTIONS**

**(b) Key Management Personnel (KMP) Compensation**

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

	2022 Actual	2021 Actual
	\$	\$
Short-term employee benefits	442,085	486,786
Post-employment benefits	50,249	47,756
Employee - other long-term benefits	62,557	25,551
Employee - termination benefits	0	18,500
Council member costs	95,431	87,744
20(a)	650,322	666,337

*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 owing 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 MORAWA**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
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**20. RELATED PARTY TRANSACTIONS**

**(c) 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.

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

	2022 Actual	2021 Actual
	\$	\$
Purchase of goods and services	227,626	245,153
<b>Amounts outstanding from related parties:</b>		
Trade and other receivables	0	170
<b>Amounts payable to related parties:</b>		
Trade and other payables	377	0

**(d) Related Parties**

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

*i. Key management personnel*

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

*ii. Other Related Parties*

An associate person of KMP was employed by the Shire under normal employment terms and conditions.

Any entity that is controlled by or over which KMP, or close family members of KMP, have authority and responsibility for planning, directing and controlling the activity of the entity, directly or indirectly, are considered related parties in relation to the Shire.

*iii. Entities subject to significant influence by the Shire*

An entity that has the power to participate in the financial and operating policy decisions of an entity, but does not have control over those policies, is an entity which holds significant influence. Significant influence may be gained by share ownership, statute or agreement.

*iv. Joint venture entities accounted for under the proportionate consolidation method*

The Shire has 2% interest in the supply of single person accommodation with Homewest. The interest in this joint venture (JV) is accounted for in these financial statement using the proportionate consolidation method of accounting. For details please refer to Note 21.

**SHIRE OF MORAWA**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2022**

**21. JOINT ARRANGEMENTS**

**Share of joint operations**

The Shire of Morawa has entered into a joint arrangement, based on a Deed of Trust, with Homeswest for the construction of 2 x 1 bedroom unit and 1 x 2 bedroom units in Dreghorn Street, Morawa. The provision of this housing aims to provide accommodation to single persons. The Shire of Morawa has a 2% interest in the assets of this joint arrangement. All revenue and expenditure, as well as liabilities, of the joint arrangements are recognised in the relevant financial statements of Council.

**Statement of Financial Position**

Land and Buildings  
 Less accumulated depreciation  
**Total assets**

	2022 Actual	2021 Actual
	\$	\$
	14,150	3,120
	(534)	0
	13,616	3,120

**SIGNIFICANT ACCOUNTING POLICIES**

**Joint operations**

A joint operation is a joint arrangement where the Shire has joint control with another party to the joint arrangement. All parties to joint arrangement have rights to the assets, and obligations for the liabilities relating to the arrangement.

Assets, liabilities, revenues and expenses relating to the Shire's interest in the joint operation are accounted for in accordance with the relevant Australian Accounting Standard.

SHIRE OF MORAWA  
 NOTES TO AND FORMING PART OF THE FINANCIAL REPORT  
 FOR THE YEAR ENDED 30 JUNE 2022

22. FINANCIAL RISK MANAGEMENT

This note explains the Shire's exposure to financial risks and how these risks could affect the Shire's future financial performance.

Risk	Exposure arising from	Measurement	Management
Market risk - interest rates	Long term borrowings at variable rates	Sensitivity analysis	Utilise fixed interest rate borrowings
Credit risk	Cash and cash equivalents, trade receivables, financial assets and debt investments	Aging analysis Credit analysis	Diversification of bank deposits, credit limits. Investment policy
Liquidity risk	Borrowings and other liabilities	Rolling cash flow forecasts	Availability of committed credit lines and borrowing facilities

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

Financial risk management is carried out by the finance area under policies approved by the Council. The finance area identifies, evaluates and manages financial risks in close co-operation with the operating divisions. Council have approved the overall risk management policy and provide policies on specific areas such as investment policy.

(a) Interest rate risk

Cash and cash equivalents

The Shire's main interest rate risk arises from cash and cash equivalents with variable interest rates, which exposes the Shire to cash flow interest rate risk.

Excess cash and cash equivalents are invested in fixed interest rate term deposits which do not expose the Shire to cash flow interest rate risk. Cash and cash equivalents required for working capital are held in variable interest rate accounts and non-interest bearing accounts. Carrying amounts of cash and cash equivalents at the 30 June and the weighted average interest rate across all cash and cash equivalents, term deposits, and Treasury bonds held disclosed as financial assets at amortised cost are reflected in the table below.

	Weighted Average Interest Rate	Carrying Amounts	Fixed Interest Rate	Variable Interest Rate	Non Interest Bearing
	%	\$	\$	\$	\$
<b>2022</b>					
Cash and cash equivalents	0.08%	9,143,287	2,100,000	7,042,887	400
<b>2021</b>					
Cash and cash equivalents	0.39%	7,568,204	2,100,000	5,463,862	4,342

Sensitivity

Profit or loss is sensitive to higher/lower interest income from cash and cash equivalents as a result of changes in interest rates.

	2022	2021
	\$	\$
Impact of a 1% movement in interest rates on profit and loss and equity*	70,429	54,638

\* Holding all other variables constant

Borrowings

Borrowings are subject to interest rate risk - the risk that movements in interest rates could adversely affect funding costs. The Shire manages this risk by borrowing long term and fixing the interest rate to the situation considered the most advantageous at the time of negotiation. The Shire does not consider there to be any interest rate risk in relation to borrowings. Details of interest rates applicable to each borrowing may be found at Note 28(a).

**SHIRE OF MORAWA**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
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**22. FINANCIAL RISK MANAGEMENT (Continued)**

**(b) Credit risk**

**Trade and Other Receivables**

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

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

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

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

The expected loss rates are based on the payment profiles of rates and fees and charges over a period of 36 months before 1 July 2021 or 1 July 2022 respectively and the corresponding historical losses experienced within this period. Historical credit loss rates are adjusted to reflect current and forward-looking information on macroeconomic factors such as the ability of ratepayers and residents to settle the receivables. Housing prices and unemployment rates have been identified as the most relevant factor in repayment rates, and accordingly adjustments are made to the expected credit loss rate based on these factors.

The loss allowance as at 30 June 2022 and 30 June 2021 for rates receivable was determined as follows:

	Less than 1 year past due	More than 1 year past due	More than 2 years past due	More than 3 years past due	Total	Note
<b>30 June 2022</b>						
Rates receivable						
Expected credit loss	0.00%	2.09%	4.98%	11.17%		
Gross carrying amount	191,274	113,560	90,291	161,848	556,973	
Loss allowance	0	2,373	4,496	18,080	24,949	5
<b>30 June 2021</b>						
Rates receivable						
Expected credit loss	2.00%	2.07%	5.20%	9.00%		
Gross carrying amount	164,467	109,121	101,279	152,334	527,201	
Loss allowance	3,289	2,259	5,267	13,710	24,525	5

The loss allowance as at 30 June 2022 and 30 June 2021 was determined as follows for trade receivables.

	Less than 1 year past due	More than 30 days past due	More than 60 days past due	More than 90 days past due	Total	
<b>30 June 2022</b>						
Trade and other receivables						
Expected credit loss	0.00%	0.00%	0.60%	2.65%		
Gross carrying amount	42,324	1,260	8	2,243	45,835	
Loss allowance	0	0	0	63	63	5
<b>30 June 2021</b>						
Trade and other receivables						
Expected credit loss	0.05%	0.06%	0.50%	2.00%		
Gross carrying amount	31,268	92,680	67,130	4,106	195,184	
Loss allowance	16	54	335	82	487	5

SHIRE OF MORAWA  
 NOTES TO AND FORMING PART OF THE FINANCIAL REPORT  
 FOR THE YEAR ENDED 30 JUNE 2022

22. FINANCIAL RISK MANAGEMENT (Continued)

(b) Credit risk

The loss allowances for trade receivables and contract assets as at 30 June reconcile to the opening loss allowances as follows:

	Rates receivable		Trade and other receivables	
	2022 Actual	2021 Actual	2022 Actual	2021 Actual
Opening loss allowance as at 1 July	\$ 24,525	\$ 24,525	\$ 487	\$ 487
Increase in loss allowance recognised in profit or loss during the year	24,949	114	63	25,012
Receivables written off during the year as uncollectible	(14,249)	0	(1,617)	0
Unused amount reversed	(10,276)	(114)	1,130	(25,012)
Closing loss allowance at 30 June	24,949	24,525	63	487

Trade receivables and contract assets are written off where there is no reasonable expectation of recovery. Indicators that there is no reasonable expectation of recovery include, amongst others, the failure of a debtor to engage in a repayment plan with the Shire, and a failure to make contractual payments for a period of greater than 120 days past due.

Impairment losses on trade receivables and contract assets are presented as net impairment losses within operating profit. Subsequent recoveries of amounts previously written off are credited against the same line item.

**Contract Assets**

The Shire has no contract assets which have not been invoiced at year end.

**SHIRE OF MORAWA**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2022**

**22. FINANCIAL RISK MANAGEMENT (Continued)**

**(c) Liquidity risk**

**Payables and borrowings**

Payables and borrowings are both subject to liquidity risk – that is the risk that insufficient funds may be on hand to meet payment obligations as and when they fall due. The Shire manages this risk by monitoring its cash flow requirements and liquidity levels and maintaining an adequate cash buffer. Payment terms can be extended and overdraft facilities drawn upon if required and disclosed in Note 17(c).

The contractual undiscounted cash flows of the Shire's payables and borrowings are set out in the liquidity table below. Balances due within 12 months equal their carrying balances, as the impact of discounting is not significant.

	Due within 1 year	Due between 1 & 5 years	Due after 5 years	Total contractual cash flows	Carrying values
	\$	\$	\$	\$	\$
<b><u>2022</u></b>					
Trade and other payables	662,036	0	0	662,036	662,036
Borrowings	40,510	203,141	303,821	547,472	446,584
Lease liabilities	29,124	0	0	29,124	28,922
	731,670	203,141	303,821	1,238,632	1,137,542
<b><u>2021</u></b>					
Trade and other payables	355,812	0	0	355,812	355,812
Borrowings	26,580	114,336	332,248	473,164	473,164
Lease liabilities	57,413	28,922	0	86,335	86,335
	439,805	143,258	332,248	915,311	915,311

SHIRE OF MORAWA  
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT  
FOR THE YEAR ENDED 30 JUNE 2022

**23. EVENTS OCCURRING AFTER THE END OF THE REPORTING PERIOD**

The Shire does not have any subsequent events after the reporting date.

24. OTHER SIGNIFICANT ACCOUNTING POLICIES

**a) Goods and services tax (GST)**

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

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

**e) Budget comparative figures**

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

**f) Superannuation**

The Shire contributes to a number of Superannuation Funds on behalf of employees. All funds to which the Shire contributes are defined contribution 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. unforced) transaction between independent, knowledgeable and willing market participants at the measurement date.

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

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

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

**h) Interest earnings**

Interest income 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 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 cash generating non-specialised assets, other than inventories, are assessed at each reporting date to determine whether there is any indication they may be impaired.

Where such an indication exists, an impairment test is carried out on the asset by comparing the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, to the asset's carrying amount.

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

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

**k) Initial application of accounting standards**

During the current year, no new or revised Australian Accounting Standards and Interpretations were compiled, became mandatory and were applicable to its operations.

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

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

- AASB 2020-1 Amendments to Australian Accounting Standards - Classification of Liabilities as Current or Non-current
- AASB 2020-3 Amendments to Australian Accounting Standards - Annual Improvements 2018-2020 and Other Amendments
- AASB 2021-2 Amendments to Australian Accounting Standards - Disclosure of Accounting Policies or Definition of Accounting Estimates
- AASB 2021-7 Amendments to Australian Accounting Standards - Effective Date of Amendments to AASB 10 and AASB 128 and Editorial Corrections

It is not expected these standards will have an impact on the financial report.

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 NOTES TO AND FORMING PART OF THE FINANCIAL REPORT  
 FOR THE YEAR ENDED 30 JUNE 2022

25. FUNCTION AND ACTIVITY

(a) Service objectives and descriptions

Shire operations as disclosed in this financial report encompass the following service orientated functions and activities.

Objective	Description
<b>Governance</b> To manage Councils' Elected Members	Includes Members of Council, Civic Functions and Public Relations, Council Elections, Training/Education of members.
<b>General purpose funding</b> To manage Councils' finances	Includes Rates, Loans Investment and Grants
<b>Law, order, public safety</b> To provide, develop & manage services in response to community needs.	Includes Emergency Services, Fire Services and Animal Control
<b>Health</b> To provide, develop & manage services in response to community needs.	Includes Environmental Health, Medical and Health facilities and providers
<b>Education and welfare</b> To provide, develop & manage services in response to community needs	Includes Education, Welfare & Children's Services, Youth Development
<b>Housing</b> To ensure quality housing and appropriate infrastructure is maintained.	Includes Staff and other housing, including aged care units and Dreghorn Street units.
<b>Community amenities</b> To provide, develop & manage services in response to community needs	Includes Refuse Collection, Sewerage, Cemetery, Building Control and Town Planning
<b>Recreation and culture</b> To ensure the recreational & cultural needs of the community are met.	Includes the Swimming Pool, Halls, Library, Oval, Parks and Gardens and Recreational Facilities
<b>Transport</b> To effectively manage transport infrastructure within the shire.	Includes Roads, Footpaths, Private Works, Plant Operating Costs, Outside Crew wages and maintenance of the Airstrip.
<b>Economic services</b> To foster economic development, tourism & rural services in the district	Includes Tourism, Rural Services, Economic Development & Caravan Park
<b>Other property and services</b> To provide control accounts and reporting facilities for all other operations.	Includes Private Works, Public Works Overheads, Plant Operating Costs, Administrative Overheads and Unclassified items.

SHIRE OF MORAWA  
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT  
FOR THE YEAR ENDED 30 JUNE 2022

25. FUNCTION AND ACTIVITY (Continued)

(b) Income and expenses

Income excluding grants, subsidies and contributions

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

Grants, subsidies and contributions

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

Total Income

Expenses

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

Total expenses

Net result for the period

	2022 Actual	2022 Budget	2021 Actual
	\$	\$	\$
<b>Income excluding grants, subsidies and contributions</b>			
Governance	0	50	43
General purpose funding	2,170,874	2,191,018	2,044,462
Law, order, public safety	4,853	7,450	7,080
Health	33,039	600	10,664
Education and welfare	3,891	2,500	2,694
Housing	95,331	99,100	78,631
Community amenities	455,319	449,870	439,293
Recreation and culture	57,614	37,000	35,421
Transport	306,090	413,241	364,721
Economic services	251,562	152,272	168,263
Other property and services	208,340	394,900	138,348
	<b>3,586,913</b>	<b>3,748,001</b>	<b>3,289,620</b>
<b>Grants, subsidies and contributions</b>			
General purpose funding	2,402,613	930,000	1,673,804
Law, order, public safety	104,856	22,730	21,827
Health	0	13,500	0
Education and welfare	29,646	3,700	3,499
Housing	0	7,500	0
Community amenities	20,000	4,750	0
Recreation and culture	262,431	381,919	233,750
Transport	976,186	1,196,051	1,379,040
Economic services	0	50,000	87,287
Other property and services	192,707	16,000	0
	<b>3,988,439</b>	<b>2,626,150</b>	<b>3,399,207</b>
<b>Total Income</b>	<b>7,575,352</b>	<b>6,374,151</b>	<b>6,688,827</b>
<b>Expenses</b>			
Governance	(384,834)	(509,921)	(425,956)
General purpose funding	(212,799)	(264,844)	(179,332)
Law, order, public safety	(141,575)	(107,595)	(86,531)
Health	(156,521)	(196,441)	(198,423)
Education and welfare	(161,666)	(191,041)	(174,151)
Housing	(231,864)	(251,422)	(217,039)
Community amenities	(591,031)	(717,347)	(516,849)
Recreation and culture	(1,358,558)	(1,594,228)	(1,373,387)
Transport	(2,262,198)	(2,249,328)	(1,988,658)
Economic services	(586,823)	(788,860)	(658,089)
Other property and services	(271,256)	(476,899)	(201,800)
<b>Total expenses</b>	<b>(6,359,125)</b>	<b>(7,347,926)</b>	<b>(6,020,215)</b>
<b>Net result for the period</b>	<b>1,216,227</b>	<b>(973,775)</b>	<b>668,612</b>

SHIRE OF MORAWA  
 NOTES TO AND FORMING PART OF THE FINANCIAL REPORT  
 FOR THE YEAR ENDED 30 JUNE 2022

25. FUNCTION AND ACTIVITY (Continued)

	2022 Actual	2022 Budget	2021 Actual
	\$	\$	\$
<b>(c) Fees and Charges</b>			
Governance	0	25	43
General purpose funding	10,113	14,300	2,360
Law, order, public safety	853	3,450	3,080
Health	930	600	164
Education and welfare	3,890	2,500	2,694
Housing	87,345	99,100	76,670
Community amenities	455,244	449,870	436,178
Recreation and culture	41,714	37,000	19,866
Transport	2,793	50,000	0
Economic services	251,363	152,272	168,306
Other property and services	25,060	39,900	27,000
	<u>879,305</u>	<u>849,017</u>	<u>736,361</u>
<b>(d) Total Assets</b>	<b>2022</b>	<b>2021</b>	
	\$	\$	
Governance	3,134,664	2,496,679	
General purpose funding	805,814	850,759	
Law, order, public safety	246,006	270,200	
Health	768,352	719,700	
Education and welfare	545,064	543,000	
Housing	4,059,921	4,007,269	
Community amenities	3,483,759	3,516,624	
Recreation and culture	14,765,751	14,452,990	
Transport	42,667,976	42,201,825	
Economic services	9,756,742	10,162,646	
Other property and services	4,570,178	3,889,832	
	<u>84,804,227</u>	<u>83,111,524</u>	

SHIRE OF MORAWA  
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT  
FOR THE YEAR ENDED 30 JUNE 2022

26. RATING INFORMATION

(a) General Rates

RATE TYPE Rate Description	Basis of valuation	Rate in \$	Number of Properties	2021/22 Actual		2021/22 Interim		2021/22 Budget		2021/22 Budget		2020/21 Actual	
				Rateable Value*	Revenue	Actual Rates	Back Rates	Rate	Rate	Rate	Rate	Total Revenue	Total Revenue
GRV Residential /Commercial	Gross rental valuation	0.081287	268	2,799,272	227,544	781	2,997	0	0	226,851	0	219,432	
UV Rural	Unimproved valuation	0.023499	206	71,392,500	1,677,653	(3,116)	533	0	0	1,677,241	0	1,581,540	
UV Mining	Unimproved valuation	0.301974	31	705,024	212,899	10,970	(3)	0	0	212,899	0	190,333	
<b>Sub-Total</b>			505	74,896,796	2,118,096	8,635	3,527	0	0	2,116,991	0	1,991,305	
<b>Minimum payment</b>													
GRV Residential /Commercial	Gross rental valuation	312	42	27,013	13,108	0	0	0	0	13,104	0	13,332	
UV Rural	Unimproved valuation	683	8	65,800	2,497	0	0	0	0	2,496	0	2,424	
UV Mining	Unimproved valuation		7	7,411	4,781	0	0	0	0	4,781	0	6,147	
<b>Sub-Total</b>			57	100,224	20,386	0	0	0	0	20,381	0	21,903	
<b>Exempt properties</b>													
<b>Gross rental valuations</b>													
UV Rural	Unimproved valuation			12,318,494	0	0	(3,369)	0	0	0	0	0	
<b>Sub-Total</b>				12,318,494	0	0	(3,369)	0	0	0	0	0	
<b>Discounts on general rates (refer note 26(c))</b>													
<b>Concessions on general rates (Refer note 26(c))</b>													
<b>Total amount raised from general rates</b>			562	87,315,514	2,138,482	8,635	158	0	0	2,137,372	0	2,013,208	
<b>* Rateable value is based on the value of properties at the time the rate is raised.</b>													
<b>(b) Rates (excluding general rates)</b>													
<b>Ex-gratia Rates</b>													
CBH	Unimproved valuation	0.0418948	0	153,050	6,412	0	0	0	0	6,412	0	6,165	
<b>Sub-Total</b>			0	153,050	6,412	0	0	0	0	6,412	0	6,165	
<b>Total amount raised from rates (excluding general rates)</b>										6,412	0	6,165	
												6,165	
												<b>1,981,711</b>	

The entire balance of rates revenue has been recognised at a point in time in accordance with AASB 1058 Income for not-for-profit entities.

SHIRE OF MORAWA  
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT  
FOR THE YEAR ENDED 30 JUNE 2022

26. RATING INFORMATION (Continued)

(c) Discounts, Incentives, Concessions, & Write-offs

Rates Discounts

Rate or Fee Discount Granted	Type	Discount %	Discount \$	2022 Actual \$	2022 Budget \$	2021 Actual \$	Circumstances in which Discount is Granted
<b>General Rates</b>	<b>Rate</b>	<b>2.50%</b>	<b>\$</b>	<b>24,208</b>	<b>24,366</b>	<b>37,549</b>	
				<u>24,208</u>	<u>24,366</u>	<u>37,549</u>	
<b>Waivers or Concessions</b>							
<b>General Rates</b>	<b>Rate</b>						
<b>CWA - Sewerage</b>	<b>Waiver</b>			<b>14,249</b>	<b>2,000</b>	<b>113</b>	
	<b>Concession</b>			<b>994</b>	<b>500</b>	<b>0</b>	
				<u>15,243</u>	<u>2,500</u>	<u>113</u>	
<b>Total discounts/concessions (Note 26)</b>			<b>\$</b>	<b>39,451</b>	<b>26,866</b>	<b>37,662</b>	

Rate or Fee and Charge to which the Waiver or Concession is Granted	Type	Waiver/Concession	Discount %	Discount \$	2022 Actual \$	2022 Budget \$	2021 Actual \$	Reasons for the Waiver or Concession
<b>General Rates</b>	<b>Rate</b>	<b>Waiver</b>			<b>14,249</b>	<b>2,000</b>	<b>113</b>	
<b>CWA - Sewerage</b>	<b>Fee and charge</b>	<b>Concession</b>			<b>994</b>	<b>500</b>	<b>0</b>	
					<u>15,243</u>	<u>2,500</u>	<u>113</u>	
<b>Total discounts/concessions (Note 26)</b>				<b>\$</b>	<b>39,451</b>	<b>26,866</b>	<b>37,662</b>	

Rate or Fee and Charge to which the Waiver or Concession is Granted	Type	Waiver/Concession	Discount %	Discount \$	2022 Actual \$	2022 Budget \$	2021 Actual \$	Reasons for the Waiver or Concession
<b>General Rates</b>	<b>Rate</b>	<b>Waiver</b>			<b>14,249</b>	<b>2,000</b>	<b>113</b>	
<b>CWA - Sewerage</b>	<b>Fee and charge</b>	<b>Concession</b>			<b>994</b>	<b>500</b>	<b>0</b>	
					<u>15,243</u>	<u>2,500</u>	<u>113</u>	
<b>Total discounts/concessions (Note 26)</b>				<b>\$</b>	<b>39,451</b>	<b>26,866</b>	<b>37,662</b>	

Rate or Fee and Charge to which the Waiver or Concession is Granted	Type	Waiver/Concession	Discount %	Discount \$	2022 Actual \$	2022 Budget \$	2021 Actual \$	Reasons for the Waiver or Concession
<b>General Rates</b>	<b>Rate</b>	<b>Waiver</b>			<b>14,249</b>	<b>2,000</b>	<b>113</b>	
<b>CWA - Sewerage</b>	<b>Fee and charge</b>	<b>Concession</b>			<b>994</b>	<b>500</b>	<b>0</b>	
					<u>15,243</u>	<u>2,500</u>	<u>113</u>	
<b>Total discounts/concessions (Note 26)</b>				<b>\$</b>	<b>39,451</b>	<b>26,866</b>	<b>37,662</b>	

Rate or Fee and Charge to which the Waiver or Concession is Granted	Type	Waiver/Concession	Discount %	Discount \$	2022 Actual \$	2022 Budget \$	2021 Actual \$	Reasons for the Waiver or Concession
<b>General Rates</b>	<b>Rate</b>	<b>Waiver</b>			<b>14,249</b>	<b>2,000</b>	<b>113</b>	
<b>CWA - Sewerage</b>	<b>Fee and charge</b>	<b>Concession</b>			<b>994</b>	<b>500</b>	<b>0</b>	
					<u>15,243</u>	<u>2,500</u>	<u>113</u>	
<b>Total discounts/concessions (Note 26)</b>				<b>\$</b>	<b>39,451</b>	<b>26,866</b>	<b>37,662</b>	

SHIRE OF MORAWA  
 NOTES TO AND FORMING PART OF THE FINANCIAL REPORT  
 FOR THE YEAR ENDED 30 JUNE 2022

26. RATING INFORMATION (Continued)

(d) Interest Charges & Instalments

Instalment Options	Date Due	Instalment Plan Admin Charge \$	Instalment Plan Interest Rate %	Unpaid Rates Interest Rate %
<b>Option One</b>				
Single full payment	10/01/2021	0.0	0.00%	5.50%
<b>Option Two</b>				
First instalment	10/01/2021	0.0	0.00%	5.50%
Second instalment	12/03/2021	5.00	5.50%	5.50%
Third instalment	2/11/2022	5.00	5.50%	5.50%
Fourth instalment	15/04/2022	5.00	5.50%	5.50%

	2022 Actual \$	2022 Budget \$	2021 Actual \$
Interest on unpaid rates	28,555	28,000	27,697
Interest on instalment plan	3,339	4,000	3,339
Charges on instalment plan	720	1,000	860
	<b>32,614</b>	<b>33,000</b>	<b>31,896</b>

SHIRE OF MORAWA  
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT  
FOR THE YEAR ENDED 30 JUNE 2022

27. RATE SETTING STATEMENT INFORMATION

Note	2021/22	2021/22	2020/21
	(30 June 2022 Carried Forward) \$	Budget (30 June 2022 Carried Forward) \$	(30 June 2021 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 Rate Setting Statement in accordance with *Financial Management Regulation 32*.

Adjustments to operating activities

Less: Profit on asset disposals	10(b)	(12,650)	(10,531)	0
Less: Movement in liabilities associated with restricted cash		5,392	0	5,498
Less: Fair value adjustments to financial assets at fair value through profit and loss		(2,998)	0	(1,939)
Add: Loss on disposal of assets	10(b)	0	92,564	17,396
Add: Depreciation	10(a)	1,881,178	1,991,517	2,009,922
Non-cash movements in non-current assets and liabilities:				
Pensioner deferred rates		(10,015)	0	2,081
Employee benefit provisions (non-current)		(108,973)	0	61,593
<b>Non-cash amounts excluded from operating activities</b>		<b>1,751,934</b>	<b>2,073,550</b>	<b>2,094,551</b>

(b) Surplus/(deficit) after imposition of general rates

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

Adjustments to net current assets

Less: Reserve accounts	29	(6,127,967)	(5,538,380)	(5,536,472)
Add: Current liabilities not expected to be cleared at end of year				
- Current portion of borrowings	14	27,355	26,580	26,580
- Current portion of lease liabilities	11(b)	28,922	57,413	57,413
- Employee benefit provisions		235,895	0	230,503
<b>Total adjustments to net current assets</b>		<b>(5,835,795)</b>	<b>(5,454,387)</b>	<b>(5,221,976)</b>

Net current assets used in the Rate Setting Statement

Total current assets		9,875,621	6,883,131	8,351,410
Less: Total current liabilities		(1,660,302)	(1,428,744)	(1,018,576)
Less: Total adjustments to net current assets		(5,835,795)	(5,454,387)	(5,221,976)
<b>Net current assets used in the Rate Setting Statement</b>		<b>2,379,524</b>	<b>0</b>	<b>2,110,858</b>

SHIRE OF MORAWA  
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT  
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28. BORROWING AND LEASE LIABILITIES

(a) Borrowings

Purpose	Note	Actual				Budget			
		Principal at 1 July 2020	New Loans During 2020-21	Principal Repayments During 2020-21	Principal at 30 June 2021	New Loans During 2021-22	Principal Repayments During 2021-22	Principal at 30 June 2022	
<b>Housing</b>									
24 Harley Street		293,127	0	(14,049)	279,078	0	(14,607)	264,471	
<b>Recreation and culture</b>									
Netball Courts Redevelopment		0	200,000	(5,914)	194,086	0	(11,973)	182,113	
<b>Total Borrowings</b>	14	293,127	200,000	(19,963)	473,164	0	(26,580)	446,584	

\* WA Treasury Corporation

All loan repayments were financed by general purpose revenue.

Borrowing Interest Repayments

Purpose	Note	Function and activity	Loan Number	Institution	Interest Rate	Actual for year ending 30 June 2022	Budget for year ending 30 June 2022
24 Harley Street		Housing	136	WATC*	3.93%	(11,649)	(12,000)
Netball Courts Redevelopment		Recreation and culture	139	WATC*	2.15%	(3,611)	(3,105)
<b>Total Interest Repayments</b>	2(b)					(15,260)	(15,105)

(b) Unspent Borrowings

Particulars	Institution	Date Borrowed	Unspent Balance 1 July 2021	Borrowed During Year		Unspent Balance 30 June 2022	
				During Year	Expended During Year	30 June 2022	30 June 2022
Netball Courts Redevelopment	WATC*	1/09/2020	\$ 125,973	\$ 0	\$ (36,360)	\$ 89,613	\$ 89,613
<b>Total</b>			125,973	0	(36,360)	89,613	89,613

\* WA Treasury Corporation

(c) Lease Liabilities

Purpose	Note	Actual				Budget			
		Principal at 1 July 2020	New Leases During 2020-21	Principal Repayments During 2020-21	Principal at 30 June 2021	New Leases During 2021-22	Principal Repayments During 2021-22	Principal at 30 June 2022	
Gymnasium Equipment	11(b)	0	114,827	(28,492)	86,335	0	(57,413)	28,922	
<b>Total Lease Liabilities</b>		0	114,827	(28,492)	86,335	0	(57,413)	28,922	

Purpose	Note	Function and activity	Lease Number	Institution	Interest Rate	Actual for year ending 30 June 2022	Budget for year ending 30 June 2022	Lease Term
Gymnasium Equipment	2(b)	Recreation and culture		MAIA Financial	2.00%	(601)	(601)	24 months
<b>Total Interest Repayments</b>						(2,808)	(2,808)	

**SHIRE OF MORAWA  
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT  
FOR THE YEAR ENDED 30 JUNE 2022**

**29. RESERVE ACCOUNTS**

	2022		2022		2022		2022		2022		2021		2021	
	Actual	Actual	Actual	Transfer to	Budget	Budget	Budget	Transfer to	Budget	Budget	Actual	Actual	Actual	Actual
	Opening	Transfer to	Actual	(from)	Opening	Transfer to	Opening	(from)	Closing	Closing	Opening	Transfer to	Closing	Closing
	Balance	\$	Balance	\$	Balance	\$	Balance	\$	Balance	Balance	Balance	\$	Balance	Balance
<i>Restricted by council</i>														
(a) Leave Reserve	230,503	5,392	0	0	230,503	5,499	230,005	(79,152)	156,850	5,498	225,005	5,498	0	230,503
(b) Plant Replacement Reserve	420,976	300,717	(137,396)	0	420,976	301,040	467,291	(388,500)	333,516	251,035	467,291	251,035	(297,350)	420,976
(c) Capital Works Reserve	350,577	50,597	0	0	350,578	50,577	260,001	0	401,155	90,576	260,001	90,576	0	350,577
(d) Sewerage Reserve	273,113	50,466	0	0	273,113	50,494	222,621	0	323,607	50,492	222,621	50,492	0	273,113
(e) Unspent Loans Reserve	125,973	0	(24,334)	0	101,639	0	0	0	0	125,973	0	125,973	0	125,973
(f) Community & Economic Development Reserve	1,262,857	1,923	0	0	1,262,856	13,121	1,258,550	0	1,275,977	4,307	1,258,550	4,307	0	1,262,857
(g) Future Funds (Principal) Reserve	2,035,350	829	0	0	2,035,350	1,598	2,033,955	0	2,036,948	9,301	2,033,955	9,301	(7,906)	2,035,350
(h) Future Funds (Interest) Reserve	206,821	2,259	0	0	206,821	12,070	224,416	(40,000)	178,891	8,480	224,416	8,480	(26,075)	206,821
(i) Emergency Response Reserve	197,455	50,337	0	0	197,455	50,326	147,129	0	247,781	50,326	147,129	50,326	0	197,455
(j) Aged Care Units 1-4 (JVA) Reserve	70,749	121	0	0	70,749	157	70,593	0	70,906	156	70,593	156	0	70,749
(k) Aged Care Units (Excl.1-4) Reserve	91,300	163,299	0	0	91,300	10,147	66,153	0	101,447	25,147	66,153	25,147	0	91,300
(l) Swimming Pool Reserve	80,808	20,137	0	0	80,808	20,135	60,674	0	100,943	20,134	60,674	20,134	0	80,808
(m) Legal Fees Reserve	26,151	45	0	0	26,151	58	26,093	0	26,209	58	26,093	58	0	26,151
(n) COVID-19 Emergency Response Reserve	108,350	185	(15,386)	0	108,350	311	140,040	0	108,661	310	140,040	310	(32,000)	108,350
(o) Jones Lake Road Rehab Reserve	50,000	50,065	0	0	50,000	50,000	0	0	100,000	0	0	50,000	0	50,000
(p) Morawa-Yalgoo Road Maintenance Reserve	5,489	72,219	0	0	5,489	70,000	0	0	75,489	5,489	0	5,489	0	5,489
	<b>5,536,472</b>	<b>768,611</b>	<b>(177,116)</b>	<b>0</b>	<b>5,410,499</b>	<b>635,533</b>	<b>5,202,521</b>	<b>(507,652)</b>	<b>5,538,380</b>	<b>697,282</b>	<b>5,202,521</b>	<b>697,282</b>	<b>(363,331)</b>	<b>5,536,472</b>

All reserves are supported by cash and cash equivalents and are restricted within equity as Reserves - cash backed.

SHIRE OF MORAWA  
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29. RESERVE ACCOUNTS (CONT'D)

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	Anticipated date of use	Purpose of the reserve
(a) Leave Reserve	In Perpetuity	To be used to fund leave requirements.
(b) Plant Replacement Reserve	In Perpetuity	To be used to upgrade, replace, or purchase of new plant and equipment.
(c) Capital Works Reserve	In Perpetuity	To be used for the Shire to allocate towards expenditure on capital works, specifically the renewal or creation of Shire assets.
(d) Sewerage Reserve	In Perpetuity	To be used to repair, replace, or extend the sewerage facility.
(e) Unspent Loans Reserve	In Perpetuity	To be used to quarantine any unspent loan funds at year end due to incomplete projects.
(f) Community & Economic Development F	Until used in full	To fund significant community or economic development projects within the shire.
(g) Future Funds (Principal) Reserve	In Perpetuity	To provide an ongoing conduit for benefits to the people and environment of Morawa in line with Sinosteel Midwest Corporation Future Fund Foundation Memorandum.
(h) Future Funds (Interest) Reserve	Until used in full	To allocate funding to community based projects financed from the interest received on the Future Fund (Principal) Reserve.
(i) Emergency Response Reserve	In Perpetuity	To be used to fund insurance excesses and emergency response activities in relation to unbudgeted events impacting the community or Shire assets outside of Council control.
(j) Aged Care Units 1-4 (JVA) Reserve	In Perpetuity	To fund future repair and maintenance costs associated with the Joint Venture Agreement (JVA) Aged Care Units.
(k) Aged Care Units (Excl.1-4) Reserve	In Perpetuity	To fund capital works expenditure realting to existing or new Aged Care Units.
(l) Swimming Pool Reserve	In Perpetuity	Funds to be used for any renewal/upgrade or maintenance of the Morawa Swimming Pool.
(m) Legal Fees Reserve	In Perpetuity	To be used to fund any unforeseen legal action against the Shire of Morawa.
(n) COVID-19 Emergency Response Reserve	30/06/2023	To invest in activities that promote community wellbeing, aid residents and businesses in financial hardship and other general COVID recovery projects.
(o) Jones Lake Road Rehab Reserve	No longer needed	To fund future closure and rehabilitation of the landfill site at Jones Lake Road.
(p) Morawa-Yalgoo Road Maintenance Reserve	No longer needed	To be used to fund any future maintenance works on the Morawa Yalgoo Road.

SHIRE OF MORAWA  
 NOTES TO AND FORMING PART OF THE FINANCIAL REPORT  
 FOR THE YEAR ENDED 30 JUNE 2022

30. 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 2021	Amounts Received	Amounts Paid	30 June 2022
	\$	\$	\$	\$
Drug Action Group	660	0	0	660
Youth Fundraising	865	0	0	865
BCITF/BSL	113	3,031	0	3,144
Housing Bonds	0	0	0	0
Excess Rent - Daphne Little	1,704	0	(1,704)	0
	<u>3,342</u>	<u>3,031</u>	<u>(1,704)</u>	<u>4,669</u>



# Auditor General

## INDEPENDENT AUDITOR'S REPORT 2022 Shire of Morawa

To the Councillors of the Shire of Morawa

### Opinion

I have audited the financial report of the Shire of Morawa (Shire) which comprises:

- the Statement of Financial Position at 30 June 2022, the Statement of Comprehensive Income by Nature or Type, Statement of Changes in Equity, and Statement of Cash Flows and Rate Setting Statement for the year then ended
- Notes comprising a summary of significant accounting policies and other explanatory information.

In my opinion, the financial report is:

- based on proper accounts and records
- presents fairly, in all material respects, the results of the operations of the Shire for the year ended 30 June 2022 and its financial position at the end of that period
- in accordance with the *Local Government Act 1995* (the Act) and, to the extent that they are not inconsistent with the Act, Australian Accounting Standards.

### Basis for opinion

I conducted my audit in accordance with Australian Auditing Standards. My responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial report section below.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

### Other information

The Chief Executive Officer (CEO) is responsible for the preparation and the Council for overseeing the other information. The other information is the information in the entity's annual report for the year ended 30 June 2022, but not the financial report and my auditor's report.

My opinion on the financial report does not cover the other information and, accordingly, I do not express any form of assurance conclusion thereon.

In connection with my audit of the financial report, my responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or my knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work I have performed, I conclude that there is a material misstatement of this other information, I am required to report that fact. I did not receive the other information prior to

the date of this auditor's report. When I do receive it, I will read it and if I conclude that there is a material misstatement in this information, I am required to communicate the matter to the CEO and Council and request them to correct the misstated information. If the misstated information is not corrected, I may need to retract this auditor's report and re-issue an amended report.

### **Responsibilities of the Chief Executive Officer and Council for the financial report**

The Chief Executive Officer of the Shire is responsible for:

- preparation and fair presentation of the financial report in accordance with the requirements of the Act, the Regulations and Australian Accounting Standards
- managing internal control as required by the CEO to ensure the financial report is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the CEO is responsible for:

- assessing the Shire's ability to continue as a going concern
- disclosing, as applicable, matters related to going concern
- using the going concern basis of accounting unless the State Government has made decisions affecting the continued existence of the Shire.

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

### **Auditor's responsibilities for the audit of the financial report**

As required by the *Auditor General Act 2006*, my responsibility is to express an opinion on the financial report. The objectives of my audit are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with Australian Auditing Standards will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial report. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations or the override of internal control.

A further description of my responsibilities for the audit of the financial report is located on the Auditing and Assurance Standards Board website. This description forms part of my auditor's report and can be found at [https://www.auasb.gov.au/auditors\\_responsibilities/ar4.pdf](https://www.auasb.gov.au/auditors_responsibilities/ar4.pdf).

### **My independence and quality control relating to the report on the financial report**

I have complied with the independence requirements of the *Auditor General Act 2006* and the relevant ethical requirements relating to assurance engagements. In accordance with ASQC 1 *Quality Control for Firms that Perform Audits and Reviews of Financial Reports and Other Financial Information, and Other Assurance Engagements*, the Office of the Auditor General maintains a comprehensive system of quality control including documented policies and procedures regarding compliance with ethical requirements, professional standards and applicable legal and regulatory requirements.

### **Matters relating to the electronic publication of the audited financial report**

This auditor's report relates to the financial report of the Shire of Morawa for the year ended 30 June 2022 included in the annual report on the Shire's website. The Shire's management is responsible for the integrity of the Shire's website. This audit does not provide assurance on the integrity of the Shire's website. The auditor's report refers only to the financial report. It does not provide an opinion on any other information which may have been hyperlinked to/from the annual report. If users of the financial report are concerned with the inherent risks arising from publication on a website, they are advised to contact the Shire to confirm the information contained in the website version.



Patrick Arulsingham  
Senior Director Financial Audit  
Delegate of the Auditor General for Western Australia  
Perth, Western Australia  
6 December 2022