

# **SHIRE OF LEONORA**

## **MINUTES OF AN ORDINARY COUNCIL MEETING**



**MINUTES OF ORDINARY MEETING HELD  
AT THE LEINSTER TAVERN,  
MAINSBRIDGE ROAD, LEINSTER ON  
TUESDAY 19<sup>TH</sup> OCTOBER, 2010  
COMMENCING AT 9:30AM**

**1.0 DECLARATION OF OPENING / ANNOUNCEMENTS OF VISITORS / FINANCIAL INTEREST DISCLOSURE**

- 1.1 Cr Carter declared the meeting open at 9.30am
- 1.2 Visitors or members of the public in attendance – Mr H. Buckingham (from 9.45am).
- 1.3 Financial Interests Disclosure – Nil

**2.0 DISCLAIMER NOTICE**

**3.0 RECORD OF ATTENDANCE / APOLOGIES / LEAVE OF ABSENCE (previously approved)**

**3.1 PRESENT**

President	J F Carter
Deputy President	P Craig
Councillors	L Petersen
	N G Johnson
	G W Baker
	R Norrie
	J C Kennedy
	S J Heather
	MWV Taylor
Chief Executive Officer	JG Epis
Deputy Chief Executive Officer	TM Browning

**3.2 APOLOGIES**

Nil

**3.3 LEAVE OF ABSENCE**

**Moved Cr G. Baker, seconded Cr J. Kennedy** that Cr N. Johnson be granted a leave of absence from the November 2010 and December 2010 ordinary meeting of Council.

**CARRIED (9 VOTES TO 0)**

**4.0 RESPONSE TO PREVIOUS PUBLIC QUESTIONS TAKEN ON NOTICE**

Nil

**5.0 PUBLIC QUESTION TIME**

Nil

**6.0 APPLICATIONS FOR LEAVE OF ABSENCE**

Nil

**7.0 PETTITIONS / DEPUTATIONS / PRESENTATIONS**

Nil

**8.0 CONFIRMATION OF THE MINUTES OF THE PREVIOUS MEETINGS**

**Moved Cr R. Norrie, seconded Cr S.J. Heather** that the Minutes of the Ordinary Meeting held on 21<sup>st</sup> September, 2010 be confirmed as a true and accurate record.

**CARRIED (9 VOTES TO 0)**

**9.0 ANNOUNCEMENTS BY PRESIDING MEMBER WITHOUT DISCUSSION**

Nil

## **10.0 REPORTS OF OFFICERS**

### **10.1 CHIEF EXECUTIVE OFFICER**

#### **10.1(A) HERITAGE – GWALIA MUSEUM GROUP**

**SUBMISSION TO:** Meeting of Council  
Meeting Date: 19<sup>th</sup> October, 2010

**AGENDA REFERENCE:** 10.1 (A) OCT 10

**SUBJECT:** Heritage – Gwalia Museum Group

**LOCATION / ADDRESS:** Gwalia

**NAME OF APPLICANT:** Shire of Leonora

**FILE REFERENCE:** National Trust – Heritage 5.24

#### **AUTHOR, DISCLOSURE OF ANY INTEREST AND DATE OF REPORT**

**NAME:** James Gregory Epis

**OFFICER:** Chief Executive Officer

**INTEREST DISCLOSURE:** Nil

**DATE:** 23<sup>rd</sup> September, 2010

#### **BACKGROUND**

At the request of the Shire of Leonora, Ms Jacqui Sherriff, Goldfields Heritage Advisory Service prepared a Heritage Impact Statement in regards the concrete tank near the Mine Manager's House at Gwalia which had fallen into disrepair.

The Register of Heritage Places includes the Gwalia Museum Group and the Gwalia Townsite Precinct of which the concrete tank is a part of.

In regards the Heritage Listing, the statement of significance details:

- the place presents a unique cultural environment with intact buildings on their original site in close proximity to a modern mining operation and contribute to a greater understanding of the mining operations of 1898 to 1963;
- the Winder is the largest of its type in Australia and one of only three surviving. The Headframe is the only large timber headframe surviving in Australia;
- the place had a short but significant, association with Herbert Hoover;
- the place is a part of the mining town of Gwalia, one of the major underground goldmines in Australia, operating from 1896 to 1963;
- the place has survived because of the long-term mining at Gwalia;
- *the Mine Manager's House (fmr) is a simple elegant example of mining accommodation for a senior employee, in a garden setting;*
- the place is valued by the local and wider community,
- the place has a landmark quality demonstrated by the visual impact of the Headframe from many positions around the towns of Gwalia and Leonora.

The concrete tank is not mentioned in the assessment or statement of significance.

The concrete tank is located to the east of the Mine Manager's house. It is accessible from the verandah of the house. The house is regularly used for functions and as a bed and breakfast.

It is a standard concrete tank dating from C 1910. The tank is in very poor condition with extensive cracking and spalling. In early July, 2010 part of the tank wall collapsed and there is fear that the remainder of the walls will collapse.

An elevated deck constructed of timber and wire provides evidence of the tanks past use as a swimming pool.

The tank is dangerous and presents a public liability risk to the owner. The tank has not held water for many years. There are elements of far greater cultural heritage significance at Gwalia that demand resources for conservation and maintenance.

### **STATUTORY ENVIRONMENT**

In accordance with the Heritage of Western Australia Act 1990 and the Gwalia Townsite Precinct and Gwalia Museum Precinct Conservation Management Plan 2006.

### **POLICY IMPLICATIONS**

There are no policy implications resulting from the recommendations of this report.

### **FINANCIAL IMPLICATIONS**

There are no financial implications resulting from the recommendation of this report. It is expected that removal of the tank will be undertaken by volunteers.

### **STRATEGIC IMPLICATIONS**

The retention of the tank base will provide a basis for interpretation of the house's water supply and it's recreational use by children living in the house. It is proposed that the base of the pool be used as an outdoor sitting area in conjunction with functions held at the house, and for use of bed and breakfast guests.

### **RECOMMENDATIONS**

That as no specific heritage values have been identified for the tank, that Council support the removal of the tank and that the base be retained for interpretative purposes.

### **VOTING REQUIREMENT**

Simple majority required.

**Moved Cr J. Kennedy**

**Seconded Cr G. Baker**

**That as no specific heritage values have been identified for the tank, that Council support the removal of the tank and that the base be retained for interpretative purposes.**

**CARRIED (9 VOTES TO 0)**

**10.0 REPORTS OF OFFICERS**

**10.1 CHIEF EXECUTIVE OFFICER**

**10.1(B) TENDER**

**SUBMISSION TO:** Meeting of Council  
Meeting Date: 19<sup>th</sup> October, 2010

**AGENDA REFERENCE:** 10.1 (B) OCT 10

**SUBJECT:** Tender

**LOCATION / ADDRESS:** Leonora

**NAME OF APPLICANT:** Shire of Leonora

**FILE REFERENCE:** Tenders General 10.7

**AUTHOR, DISCLOSURE OF ANY INTEREST AND DATE OF REPORT**

**NAME:** James Gregory Epis

**OFFICER:** Chief Executive Officer

**INTEREST DISCLOSURE:** Nil

**DATE:** 7<sup>th</sup> October, 2010

**BACKGROUND**

Council resolved in the 2010/2011 budget to proceed with the installation of underground electricity supply and other services to complete the industrial site land development. An advertisement was published in the West Australian and Kalgoorlie Miner on the 11<sup>th</sup> September, 2010 inviting tenders from experienced electrical contractors with Horizon Power authority to carry out works in the Leonora townsite as detailed in the tender document.

Tender closed 4.00pm Thursday 30<sup>th</sup> September, 2010.

All tenders were opened by the Chief Executive Officer in the presence of the Deputy Chief Executive Officer after closing time and date.

Tenders were received from the following:

(i) Oracle Energy	\$ 591,851.96
(ii) Jemena Contracting Services	\$ 659,223.00
(iii) Underground Services	\$ 883,666.30
(iv) Mine Trades & Maintenance	\$ 926,554.50
(v) Diamond Communications Pty Ltd	\$1,037,780.67

All above tenders include GST.

Included in the current budget is an amount of \$800,000.00 to complete this project. This expenditure is subject to a grant of \$400,000.00 which at this stage does not appear to be forthcoming however, investigations are ongoing.

The budget document details sale of industrial blocks to be \$318,944.00 however this figure underestimates the interest being shown in the land. A more realistic figure is now estimated to be in excess of \$600,000.00.

Since the budget was adopted, the following expenditure has already been incurred or committed.

(1) Underground Water Services	\$ 43,863.00
(2) ABB Australia Pty Ltd	\$199,000.00
(3) Horizon Power	<u>\$ 41,577.70</u>
	<u>\$284,440.70</u>

If the tender of Oracle Energy for \$538,047.24 (this figure excludes GST) is accepted, an estimated shortfall of \$222,487.94 will still exist if not dependent on grant funding and \$600,000.00 is achieved at auction.

So that the project can be completed I am suggesting that the following Capital items included in the 2010/2011 budget being: Rubbish Compactors (\$160,000.00 less trade-in \$50,000.00) \$110,000.00 and Airport Fuel Facility \$60,000.00 not be proceeded with in the current financial year and that this expenditure be transferred to Industrial Land Development.

Additional income not included in the budget, that is, rating of the Jabiru minesite and campsite is expected to be worth \$46,000.00.

## **STATUTORY ENVIRONMENT**

Local Government (Functions and General) Regulation 11 states that tenders are to be publicly invited before a Local Government enters into a contract for another person to supply goods or services if the consideration under the contract is expected to be worth more than \$100,000.00.

## **POLICY IMPLICATIONS**

There are no policy implications resulting from the recommendation of this report.

## **FINANCIAL IMPLICATIONS**

Detailed earlier in this report.

## **STRATEGIC IMPLICATIONS**

Completion of this project will provide access to fourteen (14) industrial blocks, some of which could be released early next year and the balance depending on demand.

## **RECOMMENDATIONS**

- (1) That Council resolve to accept the tender submitted by Oracle Energy, the total cost being \$538,047.24 excluding GST;
- (2) That Council resolve to amend the 2010/2011 Annual Budget by deleting capital expenditure account E203004 (Airport Fuel Facility \$60,000.00) and E201005 (Rubbish Compactor \$160,000.00 less trade-in \$50,000.00 – net \$110,000.00, total \$170,000.00); and
- (3) That Council resolve to amend the 2010/2011 Annual Budget by increasing capital expenditure account E203002 (Industrial Land Development) from \$800,000.00 to \$970,000.00, increase income from sale of Industrial land from \$318,944.00 to \$600,000.00 and that income account I107415 for \$400,000.00 (Grant) be deleted.

## **VOTING REQUIREMENT**

Simple majority required.

Moved Cr P. Craig                      Seconded Cr S.J. Heather

- (1) That Council resolve to accept the tender submitted by Oracle Energy, the total cost being \$538,047.24 excluding GST;
- (2) That Council resolve to amend the 2010/2011 Annual Budget by deleting capital expenditure account E203004 (Airport Fuel Facility \$60,000.00) and E201005 (Rubbish Compactor \$160,000.00 less trade-in \$50,000.00 – net \$110,000.00, total \$170,000.00); and
- (3) That Council resolve to amend the 2010/2011 Annual Budget by increasing capital expenditure account E203002 (Industrial Land Development) from \$800,000.00 to \$970,000.00, increase income from sale of Industrial land from \$318,944.00 to \$600,000.00 and that income account I107415 for \$400,000.00 (Grant) be deleted.

**CARRIED (9 VOTES TO 0)**

**10.0 REPORTS OF OFFICERS**  
**10.1 CHIEF EXECUTIVE OFFICER**  
**10.1(C) COMMUNITY GRANTS**

**SUBMISSION TO:** Meeting of Council  
Meeting Date: 19<sup>th</sup> October, 2010

**AGENDA REFERENCE:** 10.1 (C) OCT 10

**SUBJECT:** Community Grants

**LOCATION / ADDRESS:** Not Applicable

**NAME OF APPLICANT:** Not Applicable

**FILE REFERENCE:** Grants – Leonora/Leinster 11.16

**AUTHOR, DISCLOSURE OF ANY INTEREST AND DATE OF REPORT**

**NAME:** James Gregory Epis

**OFFICER:** Chief Executive Officer

**INTEREST DISCLOSURE:** Nil

**DATE:** 11<sup>th</sup> October, 2010

**BACKGROUND**

In the past, the Shire of Leonora has made an annual financial contribution of \$40,000.00 directly to community and sporting organisations at both Leinster and Leonora. The following flyer was distributed within both the Leonora and Leinster Communities during August/September, 2010.

**GRANT:** Assisting your Community

**PROVIDER:** Shire of Leonora

**CLOSES:** 8<sup>th</sup> October, 2010

**FUNDING POOL:** \$40,000.00

**FUNDING ALLOCATION:** Maximum \$10,000 - Minimum \$500.00

**PURPOSE:** To provide the additional resources often needed by community groups to develop their own projects and find their own ways of getting people to work together for the common goal of promoting and benefiting the whole community.

**ACTIVITIES SUPPORTED:**

- Development Projects
  - Talent identification and development.
  - Developing sport and recreation within the community.
  - Creating school – community links.
  - Skill development clinics.
  - Coaches/ officials course
- Participation Projects
  - Outdoor and indoor recreation.

- Community participation.
  - Annual events at local level.
  - Introduction of new competitions.
- Community Service Groups

**WHO CAN APPLY:**

To be eligible for funding, organisations must be:

- Not for profit
- Incorporated
- Community based

Community organisations which are not incorporated should approach an incorporated community based organisation to auspice the project.

Since the 1<sup>st</sup> July, 2004 the following organisations/clubs at Leinster have been allocated \$240,000.00, details below.

Leinster Race Club	\$ 39,700.00
Leinster Community Library	\$ 35,050.00
Leinster Telecentre	\$ 34,000.00
Leinster Golf Club	\$ 30,721.00
Leinster Sports Recreation Association	\$ 24,100.00
Leinster Community Day Care	\$ 21,435.00
Leinster Drive-In	\$ 19,021.00
Leinster P & C Association	\$ 9,023.00
Leinster Play Group	\$ 8,450.00
Leinster Toy Library	\$ 5,000.00
Leinster Craft Group	\$ 4,000.00
Northern Goldfields Sport	\$ 4,000.00
Leinster Community Ball	\$ 3,000.00
Leinster Swimming Club	\$ 2,500.00
TOTAL	<u>\$240,000.00</u>

Since the 1<sup>st</sup> July, 2005 the following organisations/clubs at Leonora have been allocated \$200,000.00, details below.

Leonora Race Club	\$ 31,195.00
Leonora Clay Target	\$ 28,300.00
Leonora St John Ambulance	\$ 19,500.00
Leonora Aquatic Centre	\$ 17,905.00
Leonora Telecentre	\$ 16,824.00
Leonora RSL Club	\$ 15,003.45
Leonora Auskick	\$ 12,700.00
Leonora Child Care Centre	\$ 11,642.00
Leonora Motocross	\$ 6,500.00
Leonora Information Centre/Library	\$ 6,398.00
Leonora P & C Association	\$ 5,500.00
Walkatjorra Cultural Centre	\$ 5,400.00
Leonora Police Rangers	\$ 5,000.00
Leonora Recreation Centre	\$ 5,000.00
Leonora Bush Mission	\$ 4,000.00
Leonora Health Service	\$ 3,332.55
Tower Street Times	\$ 2,600.00
Leonora Milo IN2 Program	\$ 2,200.00
Leonora Playgroup	\$ 1,000.00
TOTAL	<u>\$200,000.00</u>

When applications for funding closed on the 8<sup>th</sup> October, 2010 the following community groups and sporting organisations had expressed an interest in the available funding.

## **LEINSTER**

Leinster St John Ambulance	\$10,000.00
Leinster Sports Recreation Association	\$10,000.00
Leinster Community Library	\$10,000.00
Leinster Day Care Centre	\$ 5,000.00
Leinster Golf Club	\$ 5,000.00
TOTAL	<u>\$40,000.00</u>

## **LEONORA**

Leonora Rifle Club	\$10,000.00
Leonora Clay Target Club	\$10,000.00
Leonora Bush Mission	\$ 4,000.00
Leonora Golf Club	\$ 4,000.00
Leonora St John Ambulance	\$ 3,300.00
Leonora Child Care Centre	\$ 3,000.00
Leonora Auskick	\$ 2,500.00
Leonora Milo IN2 Program	<u>\$ 2,000.00</u>
TOTAL	<u>\$38,800.00</u>

## **STATUTORY ENVIRONMENT**

Section 3.1 of the Local Government Act 1995 states that “The general function of a Local Government is to provide for the good government of persons in its district.

## **POLICY IMPLICATIONS**

There are no policy implications resulting from the recommendation of this report.

## **FINANCIAL IMPLICATIONS**

An amount of \$80,000.00 is contained within the current budget for expenditure as detailed.

## **STRATEGIC IMPLICATIONS**

To provide the additional resources often needed by community groups and sporting organisations to develop their own projects and to find ways of getting people to work together for the common goal of promoting and benefiting the whole community.

## **RECOMMENDATIONS**

That Council approve the allocation of funding to the following sporting groups/organisations:

## **LEINSTER**

Leinster St John Ambulance	\$10,000.00
Leinster Sports Recreation Association	\$10,000.00
Leinster Community Library	\$10,000.00
Leinster Day Care Centre	\$ 5,000.00
Leinster Golf Club	\$ 5,000.00
TOTAL	<u>\$40,000.00</u>

**LEONORA**

Leonora Rifle Club	\$10,000.00
Leonora Clay Target Club	\$10,000.00
Leonora Bush Mission	\$ 4,000.00
Leonora Golf Club	\$ 4,000.00
Leonora St John Ambulance	\$ 3,300.00
Leonora Child Care Centre	\$ 3,000.00
Leonora Auskick	\$ 2,500.00
Leonora Milo IN2 Program	<u>\$ 2,000.00</u>
TOTAL	<u>\$38,800.00</u>

**VOTING REQUIREMENT**

Absolute majority required.

Moved Cr G. Baker

Seconded Cr M. Taylor

That Council approve the allocation of funding to the following sporting groups/organisations:

**LEINSTER**

Leinster St John Ambulance	\$10,000.00
Leinster Sports Recreation Association	\$10,000.00
Leinster Community Library	\$10,000.00
Leinster Day Care Centre	\$ 5,000.00
Leinster Golf Club	<u>\$ 5,000.00</u>
TOTAL	<u>\$40,000.00</u>

**LEONORA**

Leonora Rifle Club	\$10,000.00
Leonora Clay Target Club	\$10,000.00
Leonora Bush Mission	\$ 4,000.00
Leonora Golf Club	\$ 4,000.00
Leonora St John Ambulance	\$ 3,300.00
Leonora Child Care Centre	\$ 3,000.00
Leonora Auskick	\$ 2,500.00
Leonora Milo IN2 Program	<u>\$ 2,000.00</u>
TOTAL	<u>\$38,800.00</u>

**CARRIED (9 VOTES TO 0)**

## 10.0 REPORTS OF OFFICERS

### 10.2 DEPUTY CHIEF EXECUTIVE OFFICER

#### 10.2(A) MONTHLY FINANCIAL STATEMENTS

**SUBMISSION TO:** Meeting of Council  
Meeting Date: 19<sup>th</sup> October, 2010

**AGENDA REFERENCE:** 10.2 (A) OCT 10

**SUBJECT:** Monthly Financial Statements

**LOCATION / ADDRESS:** Leonora

**NAME OF APPLICANT:** Shire of Leonora

**FILE REFERENCE:** Nil

#### AUTHOR, DISCLOSURE OF ANY INTEREST AND DATE OF REPORT

**NAME:** Tanya Browning

**OFFICER:** Deputy Chief Executive Officer

**INTEREST DISCLOSURE:** Nil

**DATE:** 12<sup>th</sup> October, 2010

#### BACKGROUND

In complying with the Local Government Financial Management Regulations 1996, a monthly statement of financial activity must be submitted to an Ordinary Council meeting within 2 months after the end of the month to which the statement relates. The statement of financial activity is a complex document but gives a complete overview of the “cash” financial position as at the end of each month. The statement of financial activity for each month must be adopted by Council and form part of the minutes.

It is understood that parts of the statement of financial activity have been submitted to Ordinary Council meetings previously. In reviewing the Regulations the complete statement of financial activity is to be submitted, along with the following reports that are not included in the statement.

Monthly Financial Statements submitted for adoption include:

- (a) Statement of Financial Activity – 30<sup>th</sup> September, 2010
- (b) Compilation Report
- (c) Material Variances – 30<sup>th</sup> September, 2010

#### STATUTORY ENVIRONMENT

##### ***Part 4 — Financial reports— s. 6.4***

34. *Financial activity statement report – s. 6.4*

(1A) *In this regulation —*

***committed assets*** means revenue unspent but set aside under the annual budget for a specific purpose.

34. (1) *A local government is to prepare each month a statement of financial activity reporting on the revenue and expenditure, as set out in the annual budget under regulation 22(1)(d), for that month in the following detail —*

- (a) *annual budget estimates, taking into account any expenditure incurred for an additional purpose under section 6.8(1)(b) or (c);*
- (b) *budget estimates to the end of the month to which the statement relates;*
- (c) *actual amounts of expenditure, revenue and income to the end of the month to which the statement relates;*

- (d) *material variances between the comparable amounts referred to in paragraphs (b) and (c); and*
  - (e) *the net current assets at the end of the month to which the statement relates.*
34. (2) *Each statement of financial activity is to be accompanied by documents containing —*
- (a) *an explanation of the composition of the net current assets of the month to which the statement relates, less committed assets and restricted assets;*
  - (b) *an explanation of each of the material variances referred to in subregulation (1)(d); and*
  - (c) *such other supporting information as is considered relevant by the local government.*
34. (3) *The information in a statement of financial activity may be shown —*
- (a) *according to nature and type classification; or*
  - (b) *by program; or*
  - (c) *by business unit.*
34. (4) *A statement of financial activity, and the accompanying documents referred to in subregulation (2), are to be —*
- (a) *presented at an ordinary meeting of the council within 2 months after the end of the month to which the statement relates; and*
  - (b) *recorded in the minutes of the meeting at which it is presented.*
34. (5) *Each financial year, a local government is to adopt a percentage or value, calculated in accordance with the AAS, to be used in statements of financial activity for reporting material variances.*

**POLICY IMPLICATIONS**

There are no policy implications resulting from the recommendation of this report.

**FINANCIAL IMPLICATIONS**

There are no financial implications resulting from the recommendation of this report.

**STRATEGIC IMPLICATIONS**

There are no strategic implications resulting from the recommendation of this report.

**RECOMMENDATIONS**

That the Monthly Financial Statements for the month ended 30<sup>th</sup> September, 2010 consisting of:

- (d) Statement of Financial Activity – 30<sup>th</sup> September, 2010
- (e) Compilation Report
- (f) Material Variances – 30<sup>th</sup> September, 2010

be accepted.

**VOTING REQUIREMENT**

Simple Majority

**Moved Cr P. Craig**

**Seconded Cr R. Norrie**

**That the Monthly Financial Statements for the month ended 30<sup>th</sup> September, 2010 consisting of:**

- (a) **Statement of Financial Activity – 30<sup>th</sup> September, 2010**
- (b) **Compilation Report**
- (c) **Material Variances – 30<sup>th</sup> September, 2010**

**be accepted.**

**CARRIED (9 VOTES TO 0)**

**SHIRE OF LEONORA**  
**MONTHLY STATEMENT OF FINANCIAL ACTIVITY**  
**FOR THE PERIOD 1 JULY 2010 TO 30 SEPTEMBER 2010**

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**SHIRE OF LEONORA**  
**STATEMENT OF FINANCIAL ACTIVITY**  
**FOR THE PERIOD 1 JULY 2010 TO 30 SEPTEMBER 2010**

	NOTE	30 September 2010 Actual \$	30 September 2010 Y-T-D Budget \$	2010/11 Budget \$	Variences Budget to Actual Y-T-D %
<b><u>Operating</u></b>					
<b>Revenues</b>	1,2				
Governance		1,254	375	41,660	234.40%
General Purpose Funding		132,200	180,570	823,451	(26.79%)
Law, Order, Public Safety		2,283	10,833	43,350	(78.93%)
Health		3,146	4,183	16,720	(24.79%)
Education and Welfare		28,482	178,940	270,790	(84.08%)
Housing		7,655	10,362	41,520	(26.12%)
Community Amenities		75,045	109,637	617,259	(31.55%)
Recreation and Culture		24,955	36,801	719,516	(32.19%)
Transport		407,225	245,994	1,058,944	65.54%
Economic Services		80,233	88,917	380,150	(9.77%)
Other Property and Services		382,423	27,928	141,700	1269.32%
		<u>1,144,901</u>	<u>894,540</u>	<u>4,155,060</u>	27.99%
<b>(Expenses)</b>	1,2				
Governance		(86,737)	(87,539)	(285,998)	0.92%
General Purpose Funding		(116,550)	(92,207)	(368,831)	(26.40%)
Law, Order, Public Safety		(28,992)	(43,552)	(174,211)	33.43%
Health		(198,357)	(203,290)	(438,712)	2.43%
Education and Welfare		(39,130)	(69,244)	(282,000)	43.49%
Housing		0	9	0	100.00%
Community Amenities		(51,894)	(72,911)	(291,638)	28.83%
Recreation & Culture		(187,581)	(266,783)	(1,157,018)	29.69%
Transport		(824,268)	(785,696)	(3,524,856)	(4.91%)
Economic Services		(260,887)	(231,219)	(1,229,954)	(12.83%)
Other Property and Services		(357,120)	(17,494)	(70,000)	(1941.39%)
		<u>(2,151,516)</u>	<u>(1,869,926)</u>	<u>(7,823,218)</u>	(15.06%)
<b><u>Adjustments for Non-Cash</u></b>					
<b><u>(Revenue) and Expenditure</u></b>					
(Profit)/Loss on Asset Disposals	4	23,989	(92,902)	(152,581)	125.82%
Depreciation on Assets		349,810	354,759	1,419,000	1.40%
<b><u>Capital Revenue and (Expenditure)</u></b>					
Purchase Land Held for Resale	3	0	0	0	0.00%
Purchase Land and Buildings	3	(536,546)	(536,546)	(3,384,173)	0.00%
Purchase Infrastructure Assets - Roads	3	0	0	(323,243)	0.00%
Purchase Infrastructure Assets - Other	3	0	0	(60,000)	0.00%
Purchase Plant and Equipment	3	(162,947)	(162,947)	(896,408)	0.00%
Purchase Furniture and Equipment	3	(5,785)	(5,785)	(20,000)	0.00%
Proceeds from Disposal of Assets	4	85,000	85,000	702,581	0.00%
Transfers to Reserves (Restricted Assets)	6	(14,259)	(14,259)	(2,000)	0.00%
Transfers from Reserves (Restricted Assets)	6	0	0	1,000,000	0.00%
ADD Net Current Assets July 1 B/Fwd	7	696,535	866,861	866,861	19.65%
LESS Net Current Assets Year to Date	7	3,912,068	4,036,916	0	0.00%
<b>Amount Raised from Rates</b>	8	<u>(4,482,886)</u>	<u>(4,518,121)</u>	<u>(4,518,121)</u>	

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

**SHIRE OF LEONORA**  
**NOTES TO AND FORMING PART OF THE STATEMENT OF FINANCIAL ACTIVITY**  
**FOR THE PERIOD 1 JULY 2010 TO 30 SEPTEMBER 2010**

**1. SIGNIFICANT ACCOUNTING POLICIES**

The significant accounting policies which have been adopted in the preparation of this statement of financial activity are:

**(a) Basis of Accounting**

This statement is a special purpose financial report, prepared in accordance with applicable Australian Accounting Standards, other mandatory professional reporting requirements and the Local Government Act 1995 (as amended) and accompanying regulations (as amended).

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

All Funds through which the Council controls resources to carry on its functions have been included in this statement.

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.

Council currently hold no funds on behalf of other entities.

**(c) Rounding Off Figures**

All figures shown in this statement, other than a rate in the dollar, are rounded to the nearest dollar.

**(d) Rates, Grants, Donations and Other Contributions**

Rates, grants, donations and other contributions are recognised as revenues when the local government obtains control over the assets comprising the contributions. Control over assets acquired from rates is obtained at the commencement of the rating period or, where earlier, upon receipt of the rates.

**(e) Goods and Services Tax**

In accordance with recommended practice, revenues, expenses and assets capitalised are stated net of any GST recoverable. Receivables and payables are stated inclusive of applicable GST.

**(f) Cash and Cash Equivalents**

Cash and cash equivalents comprise cash at bank and in hand and short-term deposits that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

For the purposes of the Cash Flow Statement, cash and cash equivalents consist of cash and cash equivalents as defined above, net of outstanding bank overdrafts. Bank overdrafts are included as short-term borrowings in current liabilities.

**(g) Trade and Other Receivables**

Trade receivables, which generally have 30 - 90 day terms, are recognised initially at fair value and subsequently measured at amortised cost using the effective interest rate method, less any allowance for uncollectible amounts.

Collectibility of trade receivables is reviewed on an ongoing basis. Debts that are known to be uncollectible are written off when identified. An allowance for doubtful debts is raised when there is objective evidence that they will not be collectible.

**SHIRE OF LEONORA**  
**NOTES TO AND FORMING PART OF THE STATEMENT OF FINANCIAL ACTIVITY**  
**FOR THE PERIOD 1 JULY 2010 TO 30 SEPTEMBER 2010**

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

**(h) General**

Inventories are valued 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.

Inventories held from trading are classified as current even if not expected to be realised in the next 12 months.

***Land Held for Resale***

Land purchased for development and/or resale is valued at the lower of cost and net realisable value. Cost includes the cost of acquisition, development and interest incurred on the financing of that land during its development. Interest and holding charges incurred after development is complete are recognised as expenses.

Revenue arising from the sale of property is recognised in the operating statement as at the time of signing a binding contract of sale.

Land held for resale is classified as current except where it is held as non-current based on Council's intentions to release for sale.

**(i) Fixed Assets**

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 Municipality 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.

**(j) Depreciation of Non-Current Assets**

All non-current assets having a limited useful life are systematically depreciated over their useful lives in a manner which reflects the consumption of the future economic benefits embodied in those assets.

Depreciation is recognised on a straight-line basis, using rates which are reviewed each reporting period. Major depreciation periods are:

Buildings	30 to 50 years
Furniture and Equipment	2 to 15 years
Plant and Equipment	5 to 15 years
Infrastructure	10 to 40 years

**SHIRE OF LEONORA**  
**NOTES TO AND FORMING PART OF THE STATEMENT OF FINANCIAL ACTIVITY**  
**FOR THE PERIOD 1 JULY 2010 TO 30 SEPTEMBER 2010**

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

**(k) Impairment**

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

Where such an indication exists, an estimate of the recoverable amount of the asset is made in accordance with AASB 136 "Impairment of Assets" and appropriate adjustments made.

An impairment loss is recognised whenever the carrying amount of an asset or its cash-generating unit exceeds its recoverable amount. Impairment losses are recognised in the Income Statement.

For non-cash generating assets such as roads, drains, public buildings and the like, value in use is represented by the depreciated replacement cost of the asset.

At the time of preparing this report, it is not possible to estimate the amount of impairment losses (if any) as at 30 June 2011.

In any event, an impairment loss is a non-cash transaction and consequently, has no impact on the Monthly Statement of Financial Position from a budgetary perspective.

**(l) Trade and Other Payables**

Trade and other payables are carried at amortised cost. They represent liabilities for goods and services provided to the Municipality prior to the end of the financial year that are unpaid and arise when the Municipality becomes obliged to make future payments in respect of the purchase of these goods and services. The amounts are unsecured and are usually paid within 30 days of recognition.

**(m) Employee Benefits**

The provisions for employee benefits relates to amounts expected to be paid for long service leave, annual leave, wages and salaries and are calculated as follows:

**(i) Wages, Salaries, Annual Leave and Long Service Leave (Short-term Benefits)**

The provision for employees' benefits to wages, salaries, annual leave and long service leave expected to be settled within 12 months represents the amount the municipality has a present obligation to pay resulting from employees services provided to balance date. The provision has been calculated at nominal amounts based on remuneration rates the Council expects to pay and includes related on-costs.

**(ii) Annual Leave and Long Service Leave (Long-term Benefits)**

The liability for long service leave is recognised in the provision for employee benefits and measured as the present value of expected future payments to be made in respect of services provided by employees up to the reporting date using the projected unit credit method. Consideration is given to expected future wage and salary levels, experience of employee departures and periods of service. Expected future payments are discounted using market yields at the reporting date on national government bonds with terms to maturity and currency that match as closely as possible, the estimated future cash outflows. Where Council does not have the unconditional right to defer settlement beyond 12 months, the liability is recognised as a current liability.

**SHIRE OF LEONORA**  
**NOTES TO AND FORMING PART OF THE STATEMENT OF FINANCIAL ACTIVITY**  
**FOR THE PERIOD 1 JULY 2010 TO 30 SEPTEMBER 2010**

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

**(n) Interest-bearing Loans and Borrowings**

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.

Borrowings are classified as current liabilities unless the Council has an unconditional right to defer settlement of the liability for at least 12 months after the balance sheet date.

***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.

- (o) Provisions are recognised when:** The council has a present legal or constructive obligation as a result of past events; it is more likely than not that an outflow of resources will be required to settle the obligation; and the amount has been reliably estimated. Provisions are not recognised for future operating losses.

Where there are a number of similar obligations, the likelihood that an outflow will be required in settlement is determined by considering the class of obligations as a whole. A provision is recognised even if the likelihood of an outflow with respect to any one item included in the same class of obligations may be small.

**(p) 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. The asset or liability is classified as current if it is expected to be settled within the next 12 months, being the Council's operational cycle. In the case of liabilities where Council 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 even if not expected to be realised in the next 12 months except for land held for resale where it is held as non-current based on Council's intentions to release for sale.

**SHIRE OF LEONORA**  
**NOTES TO AND FORMING PART OF THE STATEMENT OF FINANCIAL ACTIVITY**  
**FOR THE PERIOD 1 JULY 2010 TO 30 SEPTEMBER 2010**

**2. STATEMENT OF OBJECTIVE**

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

Council operations as disclosed in this statement encompass the following service orientated activities/programs:

**GOVERNANCE**

Includes costs and revenues associated with the President and Councillors in the exercise of their obligations as a governing body. Items of expenditure include conference, travel, meeting attendance fees, presidential allowance, receptions, donations, subscriptions and phone rentals. Costs of advertising and conducting elections are also included. Revenues include election nomination fees and reimbursements by members for private expenses. An administration cost is also allocated which enables staff to process Council Meeting procedures, implement all government decisions and conduct Council meetings. Cost of conducting audit of Council books of accounts and procedures is also include under this heading.

**GENERAL PURPOSE FUNDING**

*1 Rates*

- (a) GRV (gross rental value) refers to property rates for Leonora, Gwalia, Leinster and Agnew town sites and operational mines and associated infrastructure.
- (b) UV (unimproved value) refers to mining properties and tenements (other than mines and other associated infrastructure) and includes prospecting licences, exploration licences and mining leases. It also refers to broad acre rural pastoral properties.
- (c) Additional rates and rates written back refer mainly to mining rates where tenements are granted or surrendered following the adoption of the budget.
- (d) Administration charge refers to the charge levied on ratepayers electing to make payment of rates on the offered instalment plan and is based on the actual cost involved in administering this process
- (e) Administration costs allocated are the costs of maintaining records, levying and collecting all rates.

*2 Grants*

- (a) Grants Commission - a general purpose grant allocated annually by the Federal Government to all local governments. The amount is determined by various formulae devised by the Grants Commission, with a significant component being based on population.
- (b) Roads Grant - An untied road grant allocated by the Federal Government and again distributed by the Grants Commission utilising a pre-determined formula.
- (c) Administration costs allocated to grants refers to the costs associated in collection of Federal Government grants including provision and updating of data used in grants commission formula.

*3 Interest from Investments*

Includes interest received on surplus funds invested throughout the year from both operating and reserve accounts.

**LAW, ORDER, PUBLIC SAFETY**

Costs and revenues associated with animal control within the Shire and also includes fire insurance, dog control and registration.

**SHIRE OF LEONORA**  
**NOTES TO AND FORMING PART OF THE STATEMENT OF FINANCIAL ACTIVITY**  
**FOR THE PERIOD 1 JULY 2010 TO 30 SEPTEMBER 2010**

**2. STATEMENT OF OBJECTIVE (Continued)**

**HEALTH**

Costs and revenues associated with compliance with the Health Act including inspections and approvals, food quality control, mosquito control, septic tank inspection/control, food hygiene inspection/control, contribution to doctors expenses, Royal Flying Doctor donation and notification of disease.

**EDUCATION AND WELFARE**

Provision of support for education and aged and disabled facilities within the district for the betterment of the residents.

**HOUSING**

Costs of maintaining Council owned accommodation units and collection of rentals paid by staff for use of those buildings. Costs that can be accurately attributed to other programs are allocated. Revenue associated with a State Government owned house by way of loan repayments to Council are also included.

Accommodation units include 3 houses, 2 duplexes and a single persons quarters.

**COMMUNITY AMENITIES**

Costs of collection and disposal of domestic and commercial refuse for town site of Leonora and Gwalia and maintenance of the landfill refuse site. Revenue collection by way of an annual fee for this service which is included on rate assessment notices.

Costs associated with review and administration of Council's Town Planning Scheme.

Provision of Christmas decorations in Leonora Town site.

Operation of the Leonora Cemetery.

**RECREATION AND CULTURE**

Provision and maintenance of Council owned parks, gardens and grassed oval/recreation ground at Leonora and a contribution to similar facilities within Leinster town site.

Costs of operation and maintenance of a purpose built recreation centre which includes indoor basketball court, two squash courts, kitchen, gymnasium and associated facilities and revenues collected from the public for use of these facilities.

Costs of maintenance of Council owned and provided television and radio re-transmission service which includes GWN, WIN and SBS television and WAFM and ABC fine music radio.

Costs and revenues associated with the operation and maintenance of library facilities at Leonora in conjunction with the Library Board of Western Australia.

**SHIRE OF LEONORA**  
**NOTES TO AND FORMING PART OF THE STATEMENT OF FINANCIAL ACTIVITY**  
**FOR THE PERIOD 1 JULY 2010 TO 30 SEPTEMBER 2010**

**2. STATEMENT OF OBJECTIVE (Continued)**

**TRANSPORT**

Maintenance and improvements of 1,300 kilometres of Council controlled unsealed roads, town site footpaths and streets, drainage control, street cleaning and provision and maintenance of street trees. Costs of providing electricity for steel lights in the Leonora/Gwalia town sites and maintenance of Council's works depot and associated infrastructure.

Operation, maintenance and management of Leonora Aerodrome including runways, runway lighting, tarmac and terminal building and gardens. Purchase of aviation fuel for resale to aircraft operators.

Revenues by way of landing fees and Head Tax charges charged to all aircraft with the exception of the Royal Flying Doctors Service, lease/renting of building to all users of facilities and charges for fuel supplied to aircraft.

**ECONOMIC SERVICES**

Costs associated with tourism promotion throughout the Shire including employment of a Curator/Promotion Officer at the Gwalia Museum and historic precinct.

Contribution to employment of a Goldfields/Esperance Development Officer operating from Shire Offices - Leonora.

Contribution to costs of North Eastern Goldfields Landcare Organisation.

Costs and revenues associated with building control under building regulations, including inspections and issuing building permits.

**OTHER PROPERTY & SERVICES**

Costs and revenues for private hire of Council machinery and operators for completion of private works for ratepayers and others.

Costing allocation pools including administration, overheads, plant operation costs and salaries and wages which are all individually detailed and then allocated throughout all previously mentioned operating activities, works and services.

**SHIRE OF LEONORA**  
**NOTES TO AND FORMING PART OF THE STATEMENT OF FINANCIAL ACTIVITY**  
**FOR THE PERIOD 1 JULY 2010 TO 30 SEPTEMBER 2010**

<b>3. ACQUISITION OF ASSETS</b>	<b>30 September 2010 Actual \$</b>	<b>2010/11 Budget \$</b>
The following assets have been acquired during the period under review:		
<b><u>By Program</u></b>		
<b>Law, Order, Public Safety</b>		
Ranger Vehicle	PE	0
		35,000
<b>Health</b>		
Helath Vehicle	PE	0
Doctor Vehicle	PE	0
		42,271
		42,271
<b>Education and Welfare</b>		
Youth Centre Refurbishment	LB	0
Utility Youth Officer	PE	21,082
		150,000
		30,000
<b>Housing</b>		
1260 Ftizgerald St - Shed	LB	3,647
1260 Ftizgerald St - furniture	FE	1,430
		32,000
		0
<b>Community Amenities</b>		
Izuzu Garbage Truck	PE	0
Cemetery Entrance	LB	0
Underground Power Industrial Subdivision	LB	43,863
Caravan Toilet Dump	LB	0
		160,000
		75,000
		800,000
		40,000
<b>Recreation and Culture</b>		
Oval Sports Facility	FE	4,355
Leonora Lawn Bowling Field	LB	487,979
Oval Caretakers Residence/fence	LB	1,057
		20,000
		2,277,173
		10,000
<b>Transport</b>		
Leonora Nambi Seal	IR	0
Manager Works Vehicle	PE	50,784
Ford Ranger	PE	0
Cat Grader	PE	0
Airport Fuel Facility	IO	0
		323,243
		50,784
		35,000
		410,000
		60,000
<b>Other Property and Services</b>		
CEO Vehicle	PE	48,810
DCEO Vehicle	PE	42,271
		48,811
		42,271
		<b>705,278</b>
		<b>4,683,824</b>

**SHIRE OF LEONORA**  
**NOTES TO AND FORMING PART OF THE STATEMENT OF FINANCIAL ACTIVITY**  
**FOR THE PERIOD 1 JULY 2010 TO 30 SEPTEMBER 2010**

3. ACQUISITION OF ASSETS (Continued)	30 September 2010 Actual \$	2010/11 Budget \$
<b><u>By Class</u></b>		
Land for Resale	LR 0	0
Land and Buildings	LB 536,546	3,384,173
Infrastructure Assets - Roads	IR 0	323,243
Infrastructure Assets - Other	IO 0	60,000
Plant and Equipment	PE 162,947	896,408
Furniture and Equipment	FE 5,785	20,000
	705,278	4,683,824
	705,278	4,683,824

**SHIRE OF LEONORA**  
**NOTES TO AND FORMING PART OF THE STATEMENT OF FINANCIAL ACTIVITY**  
**FOR THE PERIOD 1 JULY 2010 TO 30 SEPTEMBER 2010**

**4. DISPOSALS OF ASSETS**

<b><u>By Program</u></b>	<b>Net Book Value</b>	<b>Sale Proceeds</b>	<b>Profit(Loss)</b>
	<b>30-Sep 2010 Actual \$</b>	<b>30-Sep 2010 Actual \$</b>	<b>30-Sep 2010 Actual \$</b>
<b>Health</b> Health Vehicle	33,588	27,273	(6,315)
<b>Transport</b> Manager Works Vehicle	33,931	22,727	(11,204)
<b>Other Property &amp; Services</b> CEO Vehicle	41,470	35,000	(6,470)
	108,989	85,000	(23,989)

<b><u>By Class</u></b>	<b>Net Book Value</b>	<b>Sale Proceeds</b>	<b>Profit(Loss)</b>
	<b>2010/11 BUDGET \$</b>	<b>2010/11 BUDGET \$</b>	<b>2010/11 BUDGET \$</b>
<b>Plant &amp; Equipment</b> Health Vehicle	33,588	27,273	(6,315)
Manager Works Vehicle	33,931	22,727	(11,204)
CEO Vehicle	41,470	35,000	(6,470)
	108,989	85,000	(23,989)

<b><u>Summary</u></b>	<b>2010/11 BUDGET \$</b>
Profit on Asset Disposals	0
Loss on Asset Disposals	(23,989)
	<u>(23,989)</u>

**SHIRE OF LEONORA**  
**NOTES TO AND FORMING PART OF THE STATEMENT OF FINANCIAL ACTIVITY**  
**FOR THE PERIOD 1 JULY 2010 TO 30 SEPTEMBER 2010**

**5. INFORMATION ON BORROWINGS**

(a) Debenture Repayments

The Shire of Leonora has no borrowings.

(b) New Debentures 2010/11

No new debentures were raised during the reporting period.

**SHIRE OF LEONORA**  
**NOTES TO AND FORMING PART OF THE STATEMENT OF FINANCIAL ACTIVITY**  
**FOR THE PERIOD 1 JULY 2010 TO 30 SEPTEMBER 2010**

	<b>30 September 2010 Actual \$</b>	<b>2010/11 Budget \$</b>
<b>6. RESERVES</b>		
<b>Cash Backed Reserves</b>		
<b>(a) Long Service Leave Reserve</b>		
Opening Balance	123,196	123,196
Amount Set Aside / Transfer to Reserve	1,403	0
Amount Used / Transfer from Reserve	0	0
	124,599	123,196
<b>(b) Fire Disaster Reserve</b>		
Opening Balance	12,115	12,115
Amount Set Aside / Transfer to Reserve	138	2,000
Amount Used / Transfer from Reserve	0	0
	12,253	14,115
<b>(c) Plant Purchase Reserve</b>		
Opening Balance	992	992
Amount Set Aside / Transfer to Reserve	0	0
Amount Used / Transfer from Reserve	0	0
	992	992
<b>(d) Bowling Green Reserve</b>		
Opening Balance	1,001,642	1,001,642
Amount Set Aside / Transfer to Reserve	11,404	0
Amount Used / Transfer from Reserve	0	(1,000,000)
	1,013,046	1,642
<b>(e) Annual Leave Capital Reserve</b>		
Opening Balance	115,482	115,482
Amount Set Aside / Transfer to Reserve	1,314	0
Amount Used / Transfer from Reserve	0	0
	116,796	115,482
<b>Total Reserves</b>	1,267,686	255,427

All of the above reserve accounts are supported by money held in financial institutions.

**SHIRE OF LEONORA**  
**NOTES TO AND FORMING PART OF THE STATEMENT OF FINANCIAL ACTIVITY**  
**FOR THE PERIOD 1 JULY 2010 TO 30 SEPTEMBER 2010**

6. RESERVES (Continued)	30 September 2010 Actual \$	2010/11 Budget \$
<b>Summary of Transfers To Cash Backed Reserves</b>		
<b>Transfers to Reserves</b>		
Long Service Leave Reserve	1,403	0
Fire Disaster Reserve	138	2,000
Plant Purchase Reserve	0	0
Bowling Green Reserve	11,404	0
Annual Leave Reserve	1,314	0
	14,259	2,000
<b>Transfers from Reserves</b>		
Long Service Leave Reserve	0	0
Fire Disaster Reserve	0	0
Plant Purchase Reserve	0	0
Bowling Green Reserve	0	(1,000,000)
Annual Leave Reserve	0	0
	0	(1,000,000)
<b>Total Transfer to/(from) Reserves</b>	14,259	(998,000)

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

**Long Service Leave Reserve**

- This reserve is to offset Council's leave liability to it's employees.

**Fire Disaster Reserve**

- This reserve will assist in the provision of emergency contingencies in the case of fire disaster.

**Plant Replacement Reserve**

- to be used for the purchase of major plant.

**Bowling Green Reserve**

- to be used for the maintenance of the bowling green.

**Annual Leave Reserve**

- This reserve is to offset Council's annual leave liability to it's employees.

None of the above reserves are expected to be used within a set period as further transfers to the reserve accounts are expected before funds are utilised.

**SHIRE OF LEONORA**  
**NOTES TO AND FORMING PART OF THE STATEMENT OF FINANCIAL ACTIVITY**  
**FOR THE PERIOD 1 JULY 2010 TO 30 SEPTEMBER 2010**

	<b>30 September 2010 Actual \$</b>	<b>Brought Forward 1-Jul \$</b>
<b>7. NET CURRENT ASSETS</b>		
<b>Composition of Estimated Net Current Asset Position</b>		
<b>CURRENT ASSETS</b>		
Cash - Unrestricted	3,226,162	505,432
Cash - Restricted	1,267,686	1,253,427
Receivables	918,898	368,413
Inventories	(1,439)	40,645
	5,411,307	2,167,917
<b>LESS: CURRENT LIABILITIES</b>		
Payables and Provisions	(231,553)	(217,955)
<b>NET CURRENT ASSET POSITION</b>	5,179,754	1,949,962
Less: Cash - Reserves - Restricted	(1,267,686)	(1,253,427)
<b>NET CURRENT ASSET POSITION</b>	3,912,068	696,535

**SHIRE OF LEONORA**

**NOTES TO AND FORMING PART OF THE STATEMENT OF FINANCIAL ACTIVITY**

**FOR THE PERIOD 1 JULY 2010 TO 30 SEPTEMBER 2010**

**8. RATING INFORMATION**

<u>RATE TYPE</u>	Rate in \$	Number of Properties	Rateable Value \$	2010/11 Rate Revenue \$	2010/11 Interim Rates \$	2010/11 Back Rates \$	2010/11 Total Revenue \$	2010/11 Budget \$
<b>Differential General Rate</b>								
GRV	0.0545	574	15,330,862	835,532	1,490	0	837,022	835,531
UV Pastoral	0.0450	26	1,239,156	55,762	0	0	55,762	56,762
UV Other	0.1200	1,185	27,581,983	3,309,838	2,484	0	3,312,322	3,443,328
<b>Sub-Totals</b>		1,785	44,152,001	4,201,132	3,974	0	4,205,106	4,335,621
<b>Minimum Rates</b>	<b>Minimum \$</b>							
GRV	250	100	138,068	25,000	(500)	0	24,500	24,500
UV Pastoral	250	4	15,156	1,000	0	0	1,000	257,000
UV Other	250	1,028	1,160,752	257,000	(1,810)	0	255,190	1,000
<b>Sub-Totals</b>		1,132	1,313,976	283,000	(2,310)	0	280,690	282,500
							4,485,796	4,618,121
Write-offs							(2,910)	(100,000)
<b>Totals</b>							4,482,886	4,518,121

All land except exempt land in the Shire of Leonora is rated according to its Gross Rental Value (GRV) in town sites or Unimproved Value (UV) in the remainder of the Shire.

The general rates detailed above for the 2010/11 financial year have been determined by Council on the basis of raising the revenue required to meet the deficiency between the total estimated expenditure proposed in the budget and the estimated revenue to be received from all sources other than rates and also bearing considering the extent of any increase in rating over the level adopted in the previous year.

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

## **COMPILATION REPORT TO THE SHIRE OF LEONORA**

### **(1) Scope**

On the basis of the information provided by the Shire of Leonora, we have compiled, in accordance with APS 9 "Statement on Compilation of Financial Reports", the attached (local government) special purpose financial report of the Shire of Leonora for the period ended 30<sup>th</sup> September, 2010.

The Shire of Leonora is solely responsible for the information contained in the attached monthly (local government) special purpose financial report.

Our procedures use accounting knowledge to collect, classify and summarise the financial information, which the Shire of Leonora provided, into a financial report. Our procedures do not include verification or validation procedures. *No audit or review has been performed* and accordingly *no assurance is expressed*.

To the extent permitted by law, we do not accept liability for any loss or damage which any person, other than the Shire of Leonora, may suffer arising from any negligence on our part.

The monthly (local government) special purpose financial report was prepared exclusively for the benefit of the Shire of Leonora. We do not accept responsibility to any other person for the contents of the financial report.

### **(2) Legislative Framework**

The Shire of Leonora is required to prepare a monthly statement of financial activity for presentation to the Council by the Local Government Act 1995 and associated Regulations.

It should be noted that the attached financial report incorporates comparison of the actual year to date figures with the year to date budget amounts and also the full year budget figures.

UHY Haines Norton

Shire of Leonora

Material Variances as at 30th September 2010

**Variances 2010/11 Budget to Actual  
Month Ended 30/09/2010**

In accordance with your adopted policy (\$15000.00 Variance) the following accounts are reported for your information.

ACCOUNT	NAME	ACTUAL	Year To Date BUDGET	DIFFERENCE	REASON FOR VARIATION
<b>Income</b>					
I030009 · Rates - Additional UV		14,629.32	33,088.00	\$ (18,458.68)	Delay in receiving and processing valuation rolls
I030019 · Grant - Equalisation		0.00	81,246.00	\$ (81,246.00)	Advice of delay in grant payment
I030021 · Grant - Roads (Untied)		0.00	114,835.00	\$(114,835.00)	Advice of delay in grant payment
I10080012 · Youth Centre Refurbishment Grant PEP		0.00	150,000.00	\$(150,000.00)	Quotations now collated, grant applications can now be prepared
I107457 · Gain on Sale Of Assets		0.00	33,739.00	\$ (33,739.00)	Dr Vehicle not arrived until early October
I122056 · Grant - MRWA Direct		0.00	94,000.00	\$ (94,000.00)	Recoup not yet submitted, therefore funds not yet received
I122206 · Grant - Roads to Recovery		323,243.00	0.00	\$ 323,243.00	Income received earlier than expected
I122300 · Gain on Disposal of Assets		0.00	73,000.00	\$ (73,000.00)	Asset purchase not yet initiated
I141450 · Charges - plant hire		120,668.81	25,003.00	\$ 95,665.81	More private works than budget estimate
		<u>\$ 458,541.13</u>	<u>\$ 604,911.00</u>	<u>\$(146,369.87)</u>	
<b>Expenditure</b>					
E030013 · Admin Allocated to Rates		99,267.40	79,710.00	\$ 19,557.40	Requirement to review admin allocation rates
E041030 · Conference Expenses		17,384.17	38,000.00	\$ (20,615.83)	More expenses incurred early in the year rather than an even spread across the year
E041160 · Subscriptions		22,517.63	5,250.00	\$ 17,267.63	Payment of ROMAN II subscription earlier than originally anticipated
E041187 · Strategic Plan Development		0.00	15,000.00	\$ (15,000.00)	Alteration to timing of original programme
E113092 · Swimming Pool Mtce		3,767.19	27,497.00	\$ (23,729.81)	Alteration to timing of original programme
E114352 · Tennis/netball Resurface		0.00	23,350.00	\$ (23,350.00)	Alteration to timing of original programme
E122040 · Roadworks - Maintenance		344,757.69	276,835.00	\$ 67,922.69	Evidence that plant allocations too high
E122180 · Street trees & watering		8,724.51	31,247.00	\$ (22,522.49)	Alteration to timing of original programme
E122204 · Grant RRG-Leo Nambi		15,743.50	0.00	\$ 15,743.50	Alteration to timing of original programme
E132041 · Donation - Leonora Tourism		617.27	22,500.00	\$ (21,882.73)	Now funded by Shire, instead of one off payment
E132078 · Leonora Golden Gift		26,448.10	0.00	\$ 26,448.10	Residual Expenses

E132076 · NG Tourism Working Group	724.10	20,421.00	\$ (19,696.90)	Alteration to timing of original programme
E132093 · Hoover Museum - Salary Subsidy	20,474.99	5,000.00	\$ 15,474.99	Wages now processed through Shire
E132095 · Regional Tourism Marketing	20,872.00	0.00	\$ 20,872.00	Alteration to timing of original programme
E132097 · Italian Girls - Gwalia	69,000.00	17,250.00	\$ 51,750.00	Alteration to timing of original programme
E136042 · Gold Treat Feasability Study	0.00	25,003.00	\$ (25,003.00)	Alteration to timing of original programme
E141010 · Private Works	108,025.00	17,503.00	\$ 90,522.00	More private works than budget estimate
E142030 · Insurance Admin	36,429.54	9,000.00	\$ 27,429.54	Paid in one lump sum (no instalments)
E142143 · Grants Consultation	27,272.73	7,003.00	\$ 20,269.73	Alteration to timing of original programme
E142299 · LESS Allocated To Programs	(330,891.44)	(265,693.00)	\$ (65,198.44)	Review required to correctly allocate expenses & consider rates being allocated
E143040 · Insurance on Works	164,336.72	42,497.00	\$ 121,839.72	Paid in one lump sum (no instalments)
E143290 · Less PWOH Allocated to Projects	(68,976.87)	(117,086.00)	\$ 48,109.13	Review required to correctly allocate
E144290 · Less POC Allocated to Projects	(169,010.00)	(92,250.00)	\$ (76,760.00)	Review required to correctly allocate
E148299 · Less Depn. Allocated to Project	(106,820.50)	(30,253.00)	\$ (76,567.50)	Evidence that plant allocations too high, detailed review currently being undertaken
	<u>\$ 171,494.53</u>	<u>\$ 34,824.00</u>	<u>\$ 136,670.53</u>	

**10.0 REPORTS OF OFFICERS**

**10.2 DEPUTY CHIEF EXECUTIVE OFFICER**

**10.2(B) ACCOUNTS FOR PAYMENT**

**SUBMISSION TO:** Meeting of Council  
Meeting Date: 19<sup>th</sup> October, 2010

**AGENDA REFERENCE:** 10.2 (B) OCT 10

**SUBJECT:** Accounts for Payment

**LOCATION / ADDRESS:** Nil

**NAME OF APPLICANT:** Nil

**FILE REFERENCE:** Nil

**AUTHOR, DISCLOSURE OF ANY INTEREST AND DATE OF REPORT**

**NAME:** Tanya Browning

**OFFICER:** Deputy Chief Executive Officer

**INTEREST DISCLOSURE:** Nil

**DATE:**

**BACKGROUND**

Attached statement consists of accounts paid by Delegated Authority represented by **Vouchers 294 to 353** and totalling **\$540,895.48**, and accounts paid by Council Authorisation represented by **Vouchers 354 to 388** and totalling **\$48,937.53**.

**POLICY IMPLICATIONS**

There are no policy implications resulting from the recommendation of this report.

**FINANCIAL IMPLICATIONS**

There are no financial implications resulting from the recommendation of this report.

**STRATEGIC IMPLICATIONS**

There are no strategic implications resulting from the recommendation of this report.

**RECOMMENDATIONS**

That accounts paid by Delegated Authority represented by **Vouchers 294 to 353** and totalling **\$540,895.48**, and accounts paid by Council Authorisation represented by **Vouchers 354 to 388** and totalling **\$48,937.53** be authorised for payment.

**VOTING REQUIREMENT**

Simple Majority

Moved Cr S.J. Heather

Seconded Cr N. Johnson

**That accounts paid by Delegated Authority represented by Vouchers 294 to 353 and totalling \$540,895.48, and accounts paid by Council Authorisation represented by Vouchers 354 to 388 and totalling \$48,937.53 be authorised for payment.**

**CARRIED (9 VOTES TO 0)**

Shire of Leonora

Monthly Report - List of Accounts Paid by Delegated Authority

Submitted to Council on 19<sup>th</sup> October, 2010

The following list of accounts has been paid under delegation, by the Chief Executive Officer, since the previous list of accounts. Vouchers numbered from 294 to 353.

\_\_\_\_\_  
**CHIEF EXECUTIVE OFFICER**

294	14.09.2010	Minara Resources	Rates Refund – Ass No. 6511	1,577.50
295	14.09.2010	MEEDAC Incorporated	Rates Refund – Ass No. 7904	299.95
296	14.09.2010	MLG OZ Pty Ltd	Rates Refund – Ass No. 3172	675.84
297	14.09.2010	Leonora Dodgey Tyre Service	Various Tyre Repairs	960.00
298	15.09.2010	National Australia Bank	Mastercard Charges – August 2010	4,108.33
299	16.09.2010	Toyota Financial Services	GEDC Vehicle – Sept 2010 B/S	1,476.05
300	16.09.2010	Telstra	Phone & Internet Usage	3,748.05
301	20.09.2010	National Australia Bank	Mastercard Charges – SEPT 2010	7,000.00
302	20.09.2010	Department of Transport	Replacement Number Plates – 2L	93.50
303	20.09.2010	Christian Bush Camp	Community Grant - Leonora	1,500.00
304	22.09.2010	Shire of Leonora	Salaries & Wages PPE: 22.09.2010	43,251.00
304(a)	22.09.2010	L.G.R.C.E.U.	Union Fees PPE: 22.09.2010	17.40
304(b)	22.09.2010	Shire of Leonora	Tax/Rent PPE: 22.09.2010	16,148.62
304(c)	22.09.2010	W.A.L.G.S.P.	Superannuation PPE: 22.09.2010	8,448.59
304(d)	22.09.2010	Child Support Agency	Child Support PPE: 22.09.2010	352.56
305	22.09.2010	Sparlon Electrical	Various Electrical Repairs	4,874.10
306	22.09.2010	Alliance Equipment Finance	Lease of Photocopier – Sept 2010 B/S	1,121.55
307	23.09.2010	Pacrim Energy Ltd	Rates Refund – Ass No. 6595	1,802.48
308	23.09.2010	Leonora District High School	Bond Refund – Oval Sporting Facility	220.00
309	23.09.2010	National Australia Bank	Bank Fee – September 2010 B/S	98.00
310	24.09.2010	Builders Registration Board of WA	Builders Rego Fee B/L: 13/10	35.00
311	24.09.2010	Construction Training Fund	Construction Training Fund Fee	993.40
312	28.09.2010	N. Gagliardi	Contract Grading	6,160.00
313	29.09.2010	Builders Registration Board	Builders Rego. Fee – B/L No: 14/10	35.00
314	29.09.2010	Construction Training Fund	Construction. Train. Fee – B/L 14/10	987.40
315	30.09.2010	St Barbara Limited	Rates Refund	45,108.38
316	30.09.2010	BOC Limited	LPG Cylinder – 11A Walton Street	35.15
317	30.09.2010	Boulder Promotion & Devel. Assoc.	Kalkards Administration – Museum	198.00
318	30.09.2010	Coyles Mower & Chainsaw Centre	Service of Stihl Blower – P05	106.00
319	30.09.2010	Eagle Petroleum (WA) Pty Ltd	Fuel Card Charges	913.15
320	30.09.2010	Golden Quest Trails Association	Goldfields Tourism Network Contrib.	22,959.20
321	30.09.2010	Ian Diffen Tyre & Mufflers	Tyres – P6	3,084.00
322	30.09.2010	Toll Priority	Freight Charges	78.13
323	30.09.2010	Truck Centre (WA) Pty Ltd	Parts & Repairs – P2019	572.28
324	30.09.2010	Westland Autos No.1 Pty Ltd	Purchase of New Vehicle – P1	53,966.93
325	30.09.2010	Goldfields South East Health	Rent – Medical Centre	408.80
326	30.09.2010	Corporate Express	Various Stationery	2,219.31
327	30.09.2010	Telstra	Internet Usage	346.83
328	30.09.2010	Ross Norrie	Oval Facility Hall Hire – Bond Refund	200.00
			<b>Sub Total</b>	<b>\$236,180.48</b>





Cr N. Johnson declared a financial interest in item 10.3, as he holds a firearms dealers licence.

Moved Cr G. Baker, seconded Cr L. Petersen that Cr N. Johnson be allowed to participate in discussions relating to item 10.3.

**CARRIED (8 VOTES TO 0)**

**10.0 REPORTS OF OFFICERS**

**10.3 ENVIRONMENTAL HEALTH AND BUILDING OFFICER**

**10.3(A) HOME OCCUPATION**

**SUBMISSION TO:** Meeting of Council  
Meeting Date: 19<sup>th</sup> October, 2010

**AGENDA REFERENCE:** 10.3 (A) OCT 10

**SUBJECT:** Home Occupation

**LOCATION / ADDRESS:** No. 41, Lot 226 Hoover Street, Leonora

**NAME OF APPLICANT:** Erik Snyman

**FILE REFERENCE:** 32.1.2

**AUTHOR, DISCLOSURE OF ANY INTEREST AND DATE OF REPORT**

**NAME:** Gary Goldsworthy

**OFFICER:** Principal Environmental Health Officer

**INTEREST DISCLOSURE:** Nil

**DATE:** 7<sup>th</sup> October, 2010

**BACKGROUND**

The applicant has written to Council seeking permission to run an Internet business from his home, he has registered with the WA Police to be registered as a gun dealer.

His storage facility on the property consists of a 5 metre sea container, which will be locked with four security locks as well as having security lights and motion sensors, closed circuit television cameras that operate 24 hours a day and he has installed intruder alarm system with outdoor motion detectors, and a control panel that can phone up to five telephone numbers when the alarm is activated.

The applicant is a member of the Clay Pigeon Club here in Leonora and believes his home business will be of a benefit for the members of the Leonora Gun Club and other gun enthusiasts.

**STATUTORY ENVIRONMENT**

Shire of Leonora Town Planning Scheme No.1.

**POLICY IMPLICATIONS**

There are no policy implications resulting from the recommendations of this report.

**FINANCIAL IMPLICATIONS**

There are no financial implications resulting from the recommendation of this report

**STRATEGIC IMPLICATIONS**

There are no strategic implications resulting from the recommendation of this report.

**RECOMMENDATIONS**

That Council approve the home occupation, subject to all WA Police clearance being complied with and approved.

**VOTING REQUIREMENT**

Simple majority required.

**Moved Cr G. Baker**

**Seconded Cr M. Taylor**

**That Council approve the home occupation, subject to all WA Police clearance being complied with and approved.**

**CARRIED (5 VOTES TO 3)**

**Moved Cr G. Baker, seconded Cr P. Craig that the motion for Item 10.3 be amended to include at the end of the resolution ‘and written approval from the landlord of the premises for the home occupation be obtained’.**

**CARRIED (8 VOTES TO 0)**

**11.0 NEW BUSINESS OF AN URGENT NATURE INTRODUCED BY DECISION OF THE MEETING.**

**A. ELECTED MEMBERS**

Nil

**B. OFFICERS**

Nil

**12.0 NEXT MEETING**

16<sup>th</sup> November, 2010 to be held in Council Chamber, Leonora.

**13.0 CLOSURE OF MEETING**

There being no further business, the President declared the meeting closed the time being 10.29am.