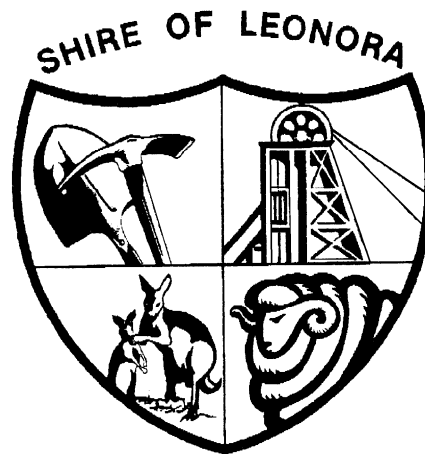


SHIRE OF LEONORA

NOTICE OF AN ORDINARY COUNCIL MEETING



**MINUTES OF ORDINARY MEETING HELD
IN SHIRE CHAMBERS, LEONORA
ON TUESDAY 15TH AUGUST, 2017
COMMENCING AT 9:32 AM**

1.0 DECLARATION OF OPENING / ANNOUNCEMENTS OF VISITORS / FINANCIAL INTEREST DISCLOSURE**1.1 President Cr Peter Craig declared the meeting open at 9:33 am****1.3 Visitors or members of the public in attendance**

Ms Claire Heptinstall, A/Assistant District Director, Goldfields Child Protection and Family Support (DCPFS);

Sgt Isaac Rinaudo, Leonora Police; and

Ms Jennette Maxfield, Principal, Leonora District High School.

(Delivering an information session about the work the DCPFS undertakes with children and families, including their referral process and the function of Children at Risk Meetings)

1.4 Financial Interests Disclosure

Cr GW Baker declared a financial interest in item 10.1(A)

2.0 DISCLAIMER NOTICE**3.0 RECORD OF ATTENDANCE / APOLOGIES / LEAVE OF ABSENCE****3.1 Present**

President

Deputy President

Councillors

Chief Executive Officer

Deputy Chief Executive Officer

Visitor

PJ Craig

RA Norrie

RM Cotterill

GW Baker

AE Taylor

LR Petersen

JG Epis

TM Browning

C Haptinstall – DCPFS – 10:42am – 11:45am

I Rinaudo – Leonora Police – 10:42am – 11:45am

Jennette Maxfield – LDHS – 10:42am – 11:45am

F Harris – LDHS – 10:42am – 11:45am

3.2 Apologies

Nil

3.3 Leave Of Absence (Previously Approved)

Nil

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 PETITIONS / DEPUTATIONS / PRESENTATIONS

Nil

8.0 CONFIRMATION OF THE MINUTES OF THE PREVIOUS MEETINGS

Moved Cr RA Norrie, Seconded Cr GW Baker that the Minutes of the Ordinary Meeting held on 18th July, 2017 be confirmed as a true and accurate record.

CARRIED (6 VOTES TO 0)

9.0 ANNOUNCEMENTS BY PRESIDING MEMBER WITHOUT DISCUSSION

President: _____

- Attended Local Government Week at the beginning of August. Along with the Chief Executive Officer. There was GVROC meeting held during Local Government Week, which was very productive. It included presentations from the following:
 - Department of Planning and Department of Mines regarding planning issues faced by communities with local schemes being opposed by mining interests etc.
 - Ms M Tannock also presented to the GVROC with regard to various Native Title determinations within the district and region.

It was noted that the GVROC meeting was a highlight of attending Local Government Week. The content, outcomes, discussion and productivity of that meeting was of a very high standard.

- Attended Bob Hodder's funeral in Northam whilst at Local Government Week also. Mr Hodder was previously at Weebo Station and other areas of the district for a number of years.
- Attended GTNA meeting in Kalgoorlie, in capacity of Deputy Chair of the GTNA, following the recent resignation of the Executive Officer, some constitutional changes are being considered.
- Invitation has been received to attend a meeting at FMG offices with regard to proposed cashless debit card (CDC) for welfare recipients. Cr Hill (President, Shire of Laverton) will be attending and presenting (and will present on behalf of Leonora also). Cr PJ Craig is unable to attend however if a Councillor wants to attend in his place, they are welcome (however Cr PJ Hill will represent the Leonora and Laverton shires based on previous community consultation and meetings).

President: _____

Cr GW Baker declared a financial interest in item 10.1(A) as he is a director of Azark Pty Ltd, (one of the companies listed in the report) and left the meeting at 9:45am.

10.0 REPORTS OF OFFICERS

10.1 CHIEF EXECUTIVE OFFICER

10.1(A) NATIONAL RADIOACTIVE WASTE MANAGEMENT FACILITY

SUBMISSION TO: Meeting of Council
Meeting Date: 15th August, 2017

AGENDA REFERENCE: 10.1 (A) AUG 17

SUBJECT: National Radioactive Waste Management Facility

LOCATION / ADDRESS: Leonora

NAME OF APPLICANT: Shire of Leonora

FILE REFERENCE: Developments Uranium 14.33

AUTHOR, DISCLOSURE OF ANY INTEREST AND DATE OF REPORT

NAME: James Gregory Epis

OFFICER: Chief Executive Officer

INTEREST DISCLOSURE: Nil

DATE: 25th July, 2017

BACKGROUND

Some of the information contained in this report has been presented to Council previously, some dating back to the year 2009. To save time searching previous Agenda's, the information is now being presented again as a refresher.

At a Meeting of Council on the 21st April, 2009, the following resolution was carried unanimously:

- *That Council members acknowledge that uranium is now inevitable and could well be a reality within the region in the not too distant future.*
- *That Council members adopt a positive attitude in regards the mining and transportation of uranium material and that the storage of waste product within the Shire of Leonora be considered and further investigated.*
- *That Members of Council and staff attend the Australian Uranium Summit 2009 in Perth on the 7th and 8th May, 2009 to gain further knowledge on the development of uranium mining in Western Australia.*

At a further Meeting of Council on the 21st October, 2014, the following resolution was again carried unanimously:

- *that Council resolve to support the Minister for Industry's notice of proposed declaration under Section 6 of the National Radioactive Waste Management Act 2012 to open a nationwide volunteer process for nominating land as a potential site for a radioactive waste management facility; and*
- *that the Chief Executive Officer be instructed to provide comment back to the Minister prior to the 10th November, 2014.*

The resolution of the 21st October, 2014 was based on the Australian Government's commitment to ensuring that Australia has an appropriate facility for the management of radioactive waste created in Australia.

The Government's approach to securing a site is consistent with leading practice for the management of low level and intermediate level radioactive waste. The Government's approach requires:

- A volunteer process that brings forward multiple site options for consideration;
- Evidenced and undisputed consent from landowners of potential site; and
- Rigorous regulatory approval process for potential sites.

Council at its October, 2014 meeting requested of the Chief Executive Officer that he provide further information in regard:

- i) beneficial uses of radiation; and
- ii) the various categories of radioactive waste.

The following information was provided.

Beneficial Uses

Radioactive materials have a variety of important uses in medicine, industry, agriculture, and sterilisation, as well as in our homes.

- **Medicine**

Perhaps the most important use of radioactive materials is in medicine.

- Radiopharmaceuticals – drugs that contain radioactive material – are important in the diagnosis and treatment of many diseases. They can be injected into the body, inhaled, or taken orally as medicines or to enable imaging of internal organs and bodily processes.

Millions of people in Australia and around the world have benefited from the diagnostic and therapeutic qualities of radioactive materials. In 2002-03 alone there were over 590,000 nuclear medicine services in Australia. In medical procedures such as cancer diagnosis and treatment, around 500,000 patients have benefited from a radioisotope produced by the Australian Nuclear Science and Technology Organisation.

- **Industry**

Australian industry uses radioactive materials in a variety of ways to improve productivity and safety and to obtain information that could not be obtained in other ways.

Radioactive materials are used in industrial radiography, civil engineering, materials analysis, measuring devices, process control in factories, oil and mineral exploration, and checking oil and gas pipelines for leaks and weaknesses. These uses directly and indirectly influence our everyday lives. For example, measuring devices containing radioactive materials are used in tasks ranging from testing the moisture content of soils during road construction, to measuring the thickness of paper and plastics during manufacturing, to checking the height of fluid when filling bottles in factories. Radioactive materials are even used in devices designed to detect explosives.

- **Agriculture**

In agriculture, radioactive materials are used to improve food crops, preserve food, and control insect pests. They are also used to measure soil moisture content, erosion rates, salinity, and the efficiency of fertiliser uptake in the soil.

- **Sterilisation and Irradiation**

Sterilisation is one of the most beneficial uses of radiation. Syringes, dressings, surgical gloves and instruments, and heart valves can be sterilised after packaging by using radiation. Radiation sterilisation can be used where more traditional methods, such as heat treatment, cannot be used, such as in the sterilisation of powders and ointments and in biological preparations like tissue grafts.

Other products can be irradiated in order to kill parasites, such as raw wool, archival documents, and timber. Food can be irradiated to extend shelf-life and reduce the risk of disease.

- **Environment**

Radioactive materials are used as tracers to measure environmental processes, including the monitoring of silt, water and pollutants. They are used to measure and map effluent and pollution discharges from factories and sewerage plants, and the movement of sand around harbours, rivers and bays. Radioactive materials used for such purposes have short half-lives and decay to background levels within days.

- **In Our Homes**

Most first-aid kits found in our homes contain items sterilised by radiation, including cotton wool, bandages, and burn dressings.

One of the most common uses of radioactive materials in the home is in smoke detectors. Most of these life-saving devices contain tiny amounts of radioactive material which make the detectors sensitive to smoke. The radiation dose to the occupants of the house is very much less than that from background radiation.

Various Categories

Radioactive waste is generally classified on the basis of how much radiation it emits, on the form of radiation it emits, and on the length of time for which it will continue to emit radiation.

The purpose of classification is to ensure that radioactive waste is handled, stored and disposed of in ways that are appropriate to its characteristics.

Radioactive wastes are described as low level, intermediate level, or high level depending on the levels of radiation they emit. Radioactive wastes can also be categorised as short-lived or long-lived depending on the length of time over which they emit radiation.

Short-lived radioactive materials have a half-life of less than about forty years. This means that half the unstable atoms in short-lived radioactive materials will change into the stable decay product in less than forty years. Long-lived radioactive materials will have a half-life of greater than forty years.

Australia has adopted the nationally uniform system for the classification of radioactive waste, based on the International Atomic Energy Agency General Safety Guide, Classification of Radioactive Waste.

The Australian classification scheme, developed by the Australian Radiation Protection and Nuclear Safety Agency is set out in the following table.

Waste Type	Definition
Low Level Waste	Contains enough radioactive material such that it is not exempt from regulatory control. Low level waste may include short-lived materials at higher activity concentration levels and long-lived materials at low activity concentration levels. Low level waste is suitable for near-surface disposal.
Intermediate Level Waste	Waste that requires greater containment and isolation from the environment than can be provided by near-surface disposal facilities. Intermediate level waste is differentiated from low level waste due to its content – particularly long-lived radionuclides. Intermediate level waste needs little or no provision for heat dissipation during storage and disposal.
High Level Waste	Waste that requires further containment and isolation than intermediate level waste. High level waste may generate such significant quantities of heat by radioactive decay that provision for heat dissipation is required, or it may contain large quantities of long-lived radionuclides. Australia possesses no high level radioactive waste.

On the 4th March, 2015, Mr Rick Wilson MP, Federal Member for O'Connor provided the following advice:

“Landholders in all states and territories can nominate land for a facility to safely store Australia’s intermediate level waste and dispose of low level waste, under the National Radioactive Waste Management Act 2012.

Australia has 4,248 cubic metres of low level and 656 cubic metres of intermediate level waste in temporary storage. The government is committed to taking responsibility for this waste, which is a by-product of world leading medical, research and industrial processes that benefit all Australians.

An Independent Advisory Panel has been established to assist with assessing nominations and advising the Government on which sites may be suitable for a facility.

Sites will be assessed against important criteria and objectives including community well-being; stable environment; environmental protection; health, safety and security; and economic viability.

President: _____

Extensive public consultation will be undertaken during every stage of the project. Once the nomination and the preferred site identification are complete, the government intends to negotiate with the landholder of the selected site.

The government will also engage with the community in closest proximity to the selected site and will discuss a package of benefits in recognition of the potential construction and operational requirements of the facility.

For more information on how to lodge a nomination and to download the nomination guidelines please visit <http://www.radioactivewaste.gov.au/how-lodge-nomination>.

Site nominations close at 5:00pm (Australian Eastern Standard time) on Tuesday 5th May, 2015.”

As you will recall, nomination date being 5th May, 2015 did not provide enough time, in which a more thorough and comprehensive site application nomination could be submitted.

Nevertheless, Mr Matthew Lewis, a Lawyer specialising in resources and corporate work was engaged briefly to assist with the formal application.

Even though a number of preferred sites were identified, the Shire unfortunately did not have management control of the land. The process involved in securing these sites would be exhausting. In fact, freehold land held by the Shire of Leonora outside townsites is non-existent. With limited options and time constraints, the Malcolm site owned by Cr Glenn Baker became more attractive.

On the 5th May, 2015 (site nomination day) I did write to Cr Baker outlining our previous discussions.

“Location 51 freehold property at Mt Malcolm – potential site for a National Radioactive Waste Management Facility for the Australian Government

I refer to our meeting on 19th March, 2015 and subsequent discussions concerning possible sites within the Shire of Leonora which could be nominated as suitable for the construction of a facility for the storage of low-level and medium-level radioactive waste facility.

As you know, the Australian Government is seeking nominations of sites which may be suitable for building a Facility and the Shire of Leonora has been looking for sites within the Shire which may be suitable for nomination.

Location 51 may fit the criteria published by the Department of Industry and Science as a suitable site – being freehold land of about 81 ha, near road, rail and power and about 15kms from Leonora but not within a built up area. In addition, we understand that you had Location 51 drilled for minerals and carried out a flora and fauna survey of the site.

The Shire of Leonora sees the location of a Facility within the Shire as assisting the economic development and potentially beneficial to the local community and businesses. It may also benefit the infrastructure of the area.

If the nomination is successful then the Shire is prepared to assist in the process of informing the local community and arranging locations etc. for briefings to the local community and businesses. The Shire will also assist where it can in connecting the local community and businesses with the proponents of the Facility from design through to construction and operation.

If you wish to discuss further, please contact me.”

As a result of the above advice, Cr Glenn Baker became the Nominator of the land. As Nominator he was requested to complete and submit the nomination form and provide supporting evidence which will be used for the purpose of evaluation.

At a Meeting of Council on the 16th June, 2015, the following resolution was carried unanimously:

- That Council resolve to endorse the actions of the Chief Executive Officer having provided assistance to the Nominator in preparation of his Nomination Form – Radioactive Waste Management Site Facility

On the 16th November, 2015 the then Minister for Resources, Energy and Northern Australia, the Hon Josh Frydenberg wrote to Mr Baker advising that following a first pass technical assessment of all nominations, his land nomination was not being considered for the next phase of the assessment. No reason was provided for the elimination.

President: _____

At the Meeting of Council on the 15th December, 2015, again the following resolution was carried unanimously:

- That Council engage the services of Al Maynard and Associates Pty Ltd, Consulting Geologists to search and find suitable Nuclear Waste Sites within certain areas identified, and that the field work be supported by report writing, maps, conclusions and recommendations for Council's further consideration.

On the 30th June, 2016, the above report was received by Council. The report was revised on the 15th September, 2016.

In September 2016, I did write to the Department of Lands requesting the creation of a Management Reserve in favour of the Shire of Leonora for the purpose required. The area requested was exactly the same area contained within Exploration Licence 37/1255 applied for and registered in the name Glenn W. Baker

Department of Lands advised that they would not be in position to grant any tenure for a proposed Nuclear Waste Disposal Site until all other necessary approvals have been provided, including but not limited to:

- Environment Protection Authority;
- Department of Mines and Petroleum;
- Any Native Title Holders;
- Department of Planning;
- Pastoral Lease Holders;
- Goldfields Land and Sea Council;
- Department of Health (Radiation Safety Act);
- Department of State Development;
- Department of Industry, Innovation and Science
- Shires of Menzies, Sandstone, Laverton and Wiluna.

The formal nomination of the land has already been lodged with the Department of Industry, Innovation and Science by the holder of the pastoral lease, Goldfields Carbon Group Pty Ltd (as required by the Act) with the full support of the Shire of Leonora and Azark Project Pty Ltd (Azark). Azark has been promoting the nomination of the land and has basically undertaken most of the background work including the preparation of the nomination document. In addition it has been canvassing various parties at both the political and commercial levels to promote the successful nomination of the land as this site for the disposal facility and negotiating with potential consultants and contractors.

Azark proposes to manage and commercially implement the overall development of the site for the disposal facility as a revenue earning venture in which the Shire would be a participant. To that end it will be necessary for the Shire to enter into the heads of agreement already submitted to it by Azark and approval is sought for the signing of those heads of agreement.

The Shire is also required to enter into another agreement with Goldfields Carbon Group to authorise and confirm the completion of the formal nomination and again approval is sought for the signing of that agreement in the form in which it has been submitted by Azark.

STATUTORY ENVIRONMENT

In accordance with the National Radioactive Waste Management Act 2012 and other stringent requirements.

The regulatory approach to Naturally-Occurring Radioactive Material (NORM) issues within Australia is guided by the Australian Radiation Protection and Nuclear Safety Agency (ARPANSA). The Commonwealth and each state and territory government has a regulatory system for radiation protection, including the use of radioactive materials. In each jurisdiction the regulations include exemption limits on, for example, the total activity and activity concentration of radioactive material to be regulated.

Waste rock, process tailings, and products containing elevated concentrations of naturally occurring radionuclides are covered by the ARPANSA Code of Practice and Safety Guide Radiation Protection and Radioactive Waste Management in Mining and Mineral Processing (2005).

The Code of Practice for the near-surface disposal of radioactive waste in Australia (NHRMC, 1992) (currently under revision) is applicable to bulk NORM residue disposal. Those seeking information on NORM can also consult the ARPANSA Safety Guide for Management of Naturally Occurring Radioactive Material (NORM) (2008).

The Facility to be established under the National Radioactive Waste Management Act 2012 is for the express purpose

of managing waste arising from the beneficial medical, industrial and research uses of radioactive material in Australia.

POLICY IMPLICATIONS

At this point in time, there are no policy implications resulting from the recommendation of this report.

FINANCIAL IMPLICATIONS

An amount of \$20,000.00 is included in the 2017/2018 Budget to enable independent qualified facilitators to address Council and the community on matters dealing with low level and intermediate level radioactive waste material and the safe storage of that material.

STRATEGIC IMPLICATIONS

Uranium mining and storage of waste – like any mining activity has a limited lifespan. Any facility in Australia, constructed for the management of radioactive waste would be permanent and an economic win-win for the recipients.

RECOMMENDATIONS

- i) That Council resolve to endorse the actions of the Chief Executive Officer having provided assistance to the Nominator in preparation of his Nomination Form – Radioactive Waste Management Site Facility;
- ii) That if the Nomination is viewed favourably by the National Radioactive Waste Management Facility Taskforce, that additional community consultation be arranged with all stakeholders as a matter of great importance and urgency.
- iii) That Council resolve to enter into the Heads of Agreement with Azark Project Pty Ltd and the Agreement with Goldfields Carbon Group Pty Ltd.

VOTING REQUIREMENT

Simple Majority

Cr PJ Craig adjourned the meeting at 10:32am for a morning tea break, and advised that item 10.1(A) will be deferred until after invited visitors have addressed the Council following the morning tea break.

Cr PJ Craig reconvened the meeting at 10:42am, with all those previously listed in the record of attendance present at the meeting. Cr GW Baker was also in attendance.

Cr PJ Craig welcomed to the meeting invited visitors, Ms Claire Heptinsall, A/Assistant District Director, Goldfields Child Protection and Family Support, Sgt Isaac Rinaudo, Officer in Charge, Leonora Police, Ms Jennette Maxfield, Principal Leonora District High School and Ms Fifi Harris, Leonora District High School. Visitors were invited to the Council meeting to discuss ongoing concerns with young people frequently out within the community late at night.

Ms Heptinsall addressed the Council and advised of staffing changes within the region, as well as vacancies, and processes surrounding referrals and action that can be taken in different circumstances. Some discussion ensued on difficulties with certain agencies, particularly noted by police that crisis care lines have generally been inactive in Leonora and not offered local assistance. It was also noted that there are some difficulties in referral processes - particularly linking in with regional contacts to action local matters causing immediate concerns.

It was also noted that the case load of the single local officer is reaching capacity which requires matters that are referred to be prioritised accordingly. Given that there are no other positions funded currently to be employed locally, there are limited opportunities to improve on the current situation. It was also queried that some plans to expand on current staffing levels must have existed at some point in time, given the collaboration and input into the design and construction of the NGROAC, which to date is still vacant within the purposely constructed Department of Communities section (it has been advised it will be September before advice is received on whether the Department of Communities will take up tenancy). Unfortunately, there are too few local officers and only high priority, high need cases are able to be taken on.

Some discussion ensued on how disappointing the current situation is, with lack of resources, and as it would appear, further decreasing support for local based positions. It was also disappointing that action can only be taken when it's too late, rather than concentrating on proactive and preventative actions.

President: _____

Ms Maxfield provided some information on local problems at the school, including efforts that are undertaken by the school to get children to attend school. There are significant efforts undertaken, as well as the school providing breakfast, lunch, school uniforms, transport etc. There are significant problems with anti social behaviours (which impacts on teachers as well) and there must also be some consideration into the children who are at school - particularly finding a balance with resource allocation to providing them with an education, as well as endeavouring to get truants to improve attendance. Ms Maxfield provided some information on the positive things being achieved by the school and invited all councillors to come to the school to witness these positive changes.

Cr PJ Craig thanked all for their attendance and contribution to the meeting. Ms Heptinsall, Sgt Rinaudo, Ms Maxfield and Ms Harris left the meeting at 11:45am.

Cr PJ Craig adjourned the meeting at 11:45am for a comfort break.

Cr PJ Craig reconvened the meeting at 11:49am, with all those previously listed as present in the record of attendance, present at the meeting.

Cr GW Baker left the meeting, given that item 10.1(A) was again being considered (which he has declared a financial interest in).

COUNCIL DECISION

Moved Cr LR Petersen, Seconded Cr RA Norrie that the matter be deferred until a future meeting of Council after legal advice is sought and received with regard to the Heads of Agreements being presented to Council.

CARRIED (5 VOTES TO 0)

Cr GW Baker returned to the meeting at 12:10pm

REASON FOR ALTERATION TO RECOMMENDATION

Council would prefer a legal opinion/advice on the Heads of Agreements prior to a resolution to enter into them.

10.0 REPORTS OF OFFICERS**10.2 DEPUTY CHIEF EXECUTIVE OFFICER****10.2(A) MONTHLY FINANCIAL STATEMENTS**

SUBMISSION TO: Meeting of Council
Meeting Date: 15th August, 2017

AGENDA REFERENCE: 10.2 (A) AUG 17

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: 11th July, 2017

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 – 31st July, 2017
- (b) Compilation Report
- (c) Material Variances – 31st July, 2017

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*

President: _____

- (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 31st July, 2017 consisting of:

- (a) Statement of Financial Activity –31st July, 2017
- (b) Compilation Report
- (c) Material Variances –31st July, 2017

be accepted.

VOTING REQUIREMENT

Simple Majority

COUNCIL DECISION

Moved Cr RM Cotterill, Seconded Cr LR Petersen that the Monthly Financial Statements for the month ended 31st July, 2017 consisting of:

- (a) Statement of Financial Activity –31st July, 2017
- (b) Compilation Report
- (c) Material Variances –31st July, 2017

be accepted.

CARRIED (6 VOTES TO 0)

President: _____

MOORE STEPHENS

Level 15 Exchange Tower
2 The Esplanade
Perth, WA 6000

PO Box 5785
St Georges Terrace, WA 6831

T +61 (0)8 9225 5355

www.moorestephenswa.com.au

Mr Jim Epis
The Chief Executive Officer
Shire of Leonora
PO Box 56
LEONORA WA 6438

COMPILATION REPORT TO THE SHIRE OF LEONORA

We have compiled the accompanying Local Government special purpose financial statements of the Shire of Leonora, which comprise the Statement of Financial Activity (by Statutory Reporting Program), a summary of significant accounting policies and other explanatory notes for the period ending 31 July 2017. The financial statements have been compiled to meet compliance with the *Local Government Act 1995* and associated Regulations.

THE RESPONSIBILITY OF THE SHIRE OF LEONORA

The Shire of Leonora are solely responsible for the information contained in the special purpose financial statements and are responsible for the maintenance of an appropriate accounting system in accordance with the relevant legislation.

OUR RESPONSIBILITY

On the basis of information provided by the Shire of Leonora we have compiled the accompanying special purpose financial statements in accordance with the requirements of the *Local Government Act 1995*, associated Regulations and APES 315 *Compilation of Financial Information*.

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

The Local Government special purpose financial statements were compiled exclusively for the benefit of the Shire of Leonora. We do not accept responsibility to any other person for the contents of the special purpose financial statements


Moore Stephens (WA) Pty Ltd
Chartered Accountants



PAUL BREMAN
DIRECTOR

8 August 2017

**SHIRE OF LEONORA
MONTHLY FINANCIAL REPORT
For the Period Ended 31 July 2017**

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

TABLE OF CONTENTS

Statement of Financial Activity by Program	2
Summary Graphs - Financial Activity	3
Note 1 Significant Accounting Policies	4-6
Note 2 Net Current Funding Position	7
Note 3 Capital - Acquisitions, Funding and Disposal	8-11
Note 4 Cash and Investments	12
Note 5 Receivables	13
Note 6 Payables	14
Note 7 Cash Backed Reserves	15
Note 8 Rating Information	16
Note 9 Information on Borrowings	17
Note 10 Grants and Contributions	18
Note 11 Budget Amendments	19
Note 12 Trust	20
Note 13 Material Variances	21

SHIRE OF LEONORA
STATEMENT OF FINANCIAL ACTIVITY
Statutory Reporting Program
For the Period Ended 31 July 2017

	Note	Adopted Annual Budget	YTD Budget (a)	YTD Actual (b)	Var. \$ (b)-(a)	Var. % (b)- (a)/(a)	Var.
Operating Revenues		\$	\$	\$	\$	%	
Governance		4,480	332	59	(273)	(82%)	
General Purpose Funding - Rates		5,488,040	5,488,040	5,525,590	37,550	1%	▲
General Purpose Funding - Other		676,406	38,477	1,607	(36,870)	(96%)	▼
Law, Order, Public Safety		9,615	112	12	(100)	(89%)	
Health		30,718	2,386	4,754	2,368	99%	
Education and Welfare		228,415	22,429	27,087	4,658	21%	
Housing		38,750	3,232	2,317	(915)	(28%)	
Community amenities		312,565	170,844	191,214	20,370	12%	▲
Recreation and Culture		176,812	32,961	32,980	19	0%	
Transport		578,069	37,841	183,624	145,783	385%	▲
Economic Services		606,575	30,961	34,472	3,511	11%	
Other Property and Services		134,090	5,163	4,241	(922)	(18%)	
Total Operating Revenue		8,284,535	5,832,778	6,007,957	175,179		
Operating Expense							
Governance		(631,755)	(36,864)	(46,184)	(9,320)	(25%)	
General Purpose Funding		(397,655)	(30,656)	(15,233)	15,423	50%	▼
Law, Order, Public Safety		(163,766)	(11,454)	(8,650)	2,804	24%	
Health		(631,547)	(83,041)	(76,974)	6,067	7%	
Education and Welfare		(643,201)	(65,300)	(26,598)	38,702	59%	▼
Housing		0	0	0	0		
Community Amenities		(429,840)	(27,686)	(10,859)	16,827	61%	▼
Recreation and Culture		(1,198,405)	(118,479)	(74,878)	43,601	37%	▼
Transport		(3,044,039)	(274,767)	(210,392)	64,375	23%	▼
Economic Services		(1,949,802)	(137,650)	(88,776)	48,874	36%	▼
Other Property and Services		(30,600)	(108,381)	(2,905)	105,476	97%	▼
Total Operating Expenditure		(9,120,610)	(894,278)	(561,449)	332,829		
Funding Balance Adjustments							
Add back Depreciation		1,209,703	100,804	106,608	5,804	6%	
Adjust (Profit)/Loss on Disposal		140,552	0	0	0		
Adjust Provisions and Accruals		0	0	(94,834)			
Net Cash from Operations		514,180	5,039,304	5,458,282	513,812		
Capital Revenues							
Grants, Subsidies and Contributions	10	4,514,131	203,583	306,000	102,417	50%	▲
Proceeds from Disposal of Assets	3	198,181	0	0	0		
Total Capital Revenues		4,712,312	203,583	306,000	102,417		
Capital Expenses							
Land and Buildings	3	(1,995,970)	0	(3,434)	(3,434)		
Infrastructure - Roads	3	(4,020,531)	(180,000)	(50,303)	129,697	72%	▼
Infrastructure - Other	3	(1,558,745)	(194,545)	(222,655)	(28,110)	(14%)	▲
Plant and Equipment	3	(615,612)	0	0	0		
Total Capital Expenditure		(8,190,858)	(374,545)	(276,392)	98,153		
Net Cash from Capital Activities		(3,478,546)	(170,962)	29,608	200,570		
Financing							
Transfer from Reserves	7	450,000	0	0	0		
Transfer to Reserves	7	(739,728)	(1,061)	(1,107)	(46)	4%	
Net Cash from Financing Activities		(289,728)	(1,061)	(1,107)	(46)		
Net Operations, Capital Financing		(3,254,094)	4,867,281	5,486,783	714,335		
Opening Funding Surplus(Deficit)	2	3,254,094	3,254,094	3,200,635			
Closing Funding Surplus(Deficit)	2	0	8,121,375	8,687,418			

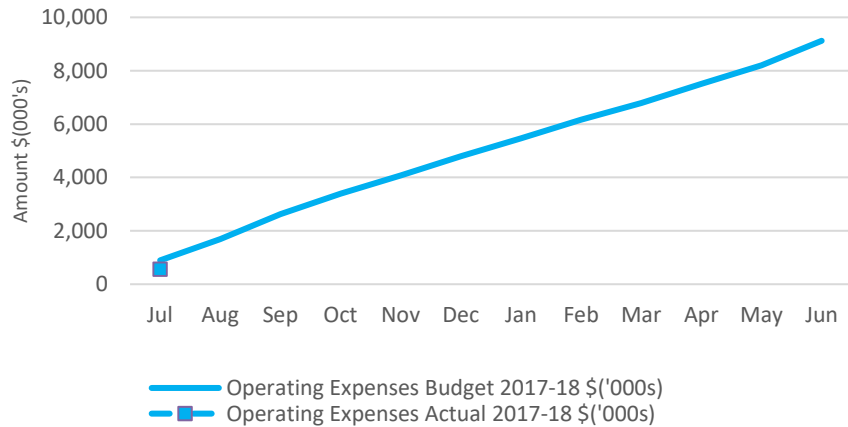
▲▼ Indicates a variance between Year to Date (YTD) Budget and YTD Actual data as per the adopted materiality threshold.

Refer to the attached Explanation of Material Variances Statement for an explanation of the reasons for the variance.

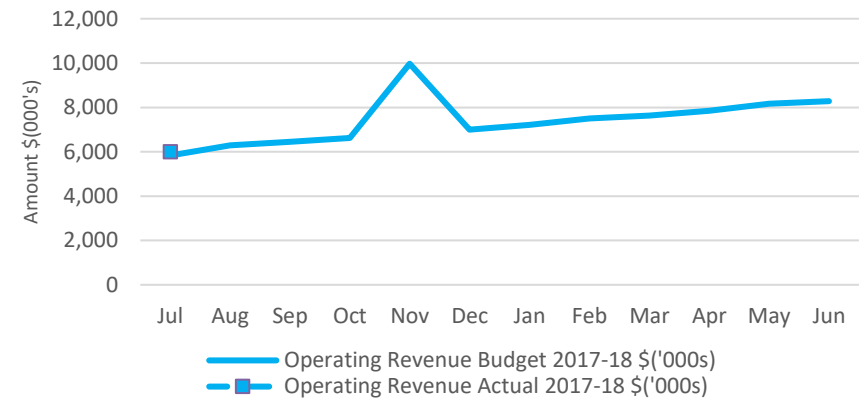
This statement is to be read in conjunction with the accompanying financial statements and notes.

**SHIRE OF LEONORA
SUMMARY GRAPHS - FINANCIAL ACTIVITY
For the Period Ended 31 July 2017**

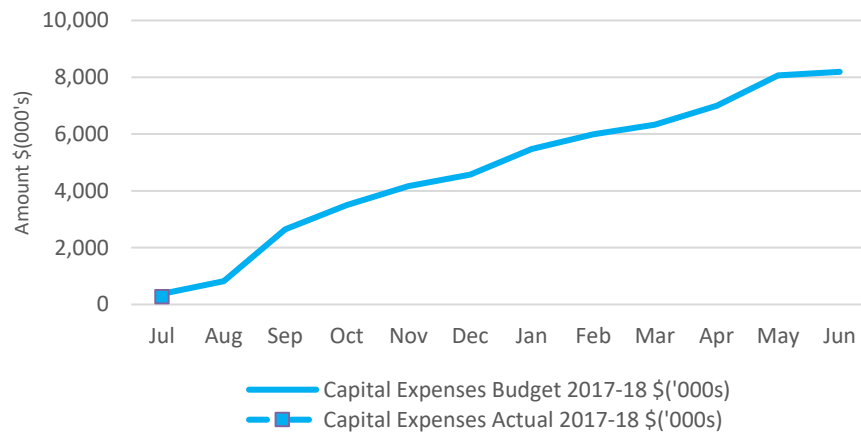
Operating Expenses



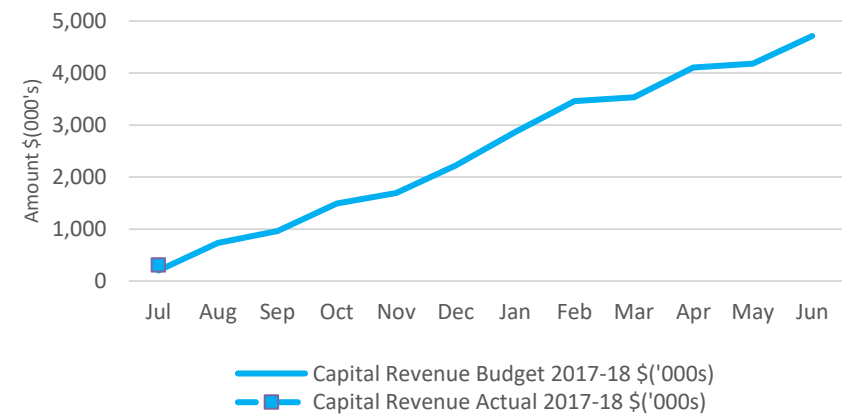
Operating Revenue



Capital Expenditure



Capital Revenue



This information is to be read in conjunction with the accompanying financial statements and notes.

SHIRE OF LEONORA
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 31 July 2017

1. SIGNIFICANT ACCOUNTING POLICIES**(a) Basis of Accounting**

This statement comprises a special purpose financial report which has been prepared in accordance with Australian Accounting Standards (as they apply to local governments and not-for-profit entities), Australian Accounting Interpretations, other authoritative pronouncements of the Australian Accounting Standards Board, the Local Government Act 1995 and accompanying regulations. Material accounting policies which have been adopted in the preparation of this statement are presented below and have been consistently applied unless stated otherwise. Except for cash flow and rate setting information, the report has also 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.

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.

(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. All monies held in the Trust Fund are excluded from the statement, but a separate statement of those monies appears at Note 11.

(c) Rounding Off Figures

All figures shown in this statement 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

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.

(f) 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 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 financial position.

(g) Trade and Other Receivables

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

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 doubtful debts is raised when there is objective evidence that they will not be collectible.

(h) Inventories**General**

Inventories are measured at the lower of cost and net realisable value. Net realisable value is the estimated selling price in the ordinary course of business less the estimated costs of completion and the estimated costs necessary to make the sale.

Land Held for Resale

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

(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 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.

(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

SHIRE OF LEONORA
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
NOTES TO THE STATEMENT OF FINANCIAL POSITION
For the Period Ended 31 July 2017

Note 1 (j) (Continued)

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

Asset	Depreciation Rate
Buildings	30 to 50 years
Furniture and Equipment	2 to 15 years
Plant and Equipment	5 to 15 years
Roads – Aggregate	25 years
Roads – Unsealed – Gravel	35 years
Drains and Sewers	75 years
Airfield – Runways	12 years

(k) Trade and Other Payables

Trade and other payables represent liabilities for goods and services provided to the Council prior to the end of the financial year that are unpaid and arise when the Council 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.

(l) 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 Shire 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 Shire 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 project 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 the Shire does not have the unconditional right to defer settlement beyond 12 months, the liability is recognised as a current liability.

(m) 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.

(n) Provisions

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 of item included in the same class of obligations may be small.

(o) 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.

(p) Nature or Type Classifications

Rates

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

Operating Grants, Subsidies and Contributions

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

Non-Operating Grants, Subsidies and Contributions

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

Profit on Asset Disposal

Profit on the disposal of assets including gains on the disposal of long term investments.

Losses are disclosed under the expenditure classifications.

SHIRE OF LEONORA

NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY

NOTES TO THE STATEMENT OF FINANCIAL POSITION
For the period ended
Note 1 (p) (Continued)

For the Period Ended 31 July 2017

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 the These are 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.

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

Loss on the disposal of fixed assets.

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, provision for bad debts, member's fees or levies including WA Fire Brigade Levy and State taxes. Donations and subsidies made to community groups.

(r) Program Classifications (Function/Activity)**Governance**

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

General Purpose Funding

Rates, general purpose government grants and interest revenue.

Law, Order, Public Safety

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

Health

Inspection of food outlets and their control, provision of meat inspection services, noise control and waste disposal compliance.

Education and Welfare

Maintenance of child minding centre, playgroup centre, senior citizen centre and aged care centre. Provision and maintenance of home and community care programs and youth services.

Housing

Provision and maintenance of elderly residents housing.

Community Amenities

Rubbish collection services, operation of rubbish disposal sites, litter control, construction and maintenance of urban storm water drains, protection of the environment and administration of town planning schemes, cemetery and public conveniences.

Recreation and Culture

Maintenance of public halls, civic centres, aquatic centre, beaches, recreation centres and various sporting facilities. Provision and maintenance of parks, gardens and playgrounds. Operation of library, museum and other cultural facilities.

Transport

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

Economic Services

Tourism and area promotion including the maintenance and operation of a caravan park. Provision of rural services including weed control, vermin control and standpipes. Building Control.

Other Property and Services

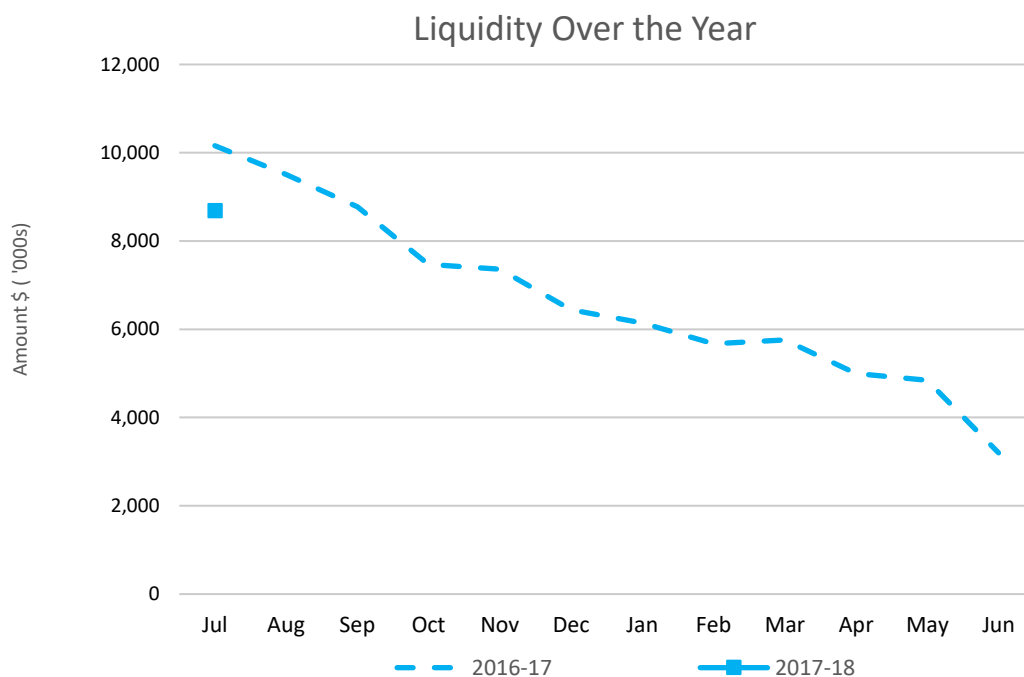
Private works operation, plant repair and operation costs and engineering operation costs.

SHIRE OF LEONORA
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 31 July 2017

NOTE 2. NET CURRENT ASSETS

Net Current Assets	Note	30 June 2017	YTD 31 Jul 2016	YTD 31 Jul 2017
		\$	\$	\$
Current Assets				
Cash Municipal	4	2,759,947	3,241,951	2,767,620
Cash Reserves	4	2,411,600	2,028,514	2,412,707
Restricted Municipal Cash Investments	4	0	1,312,796	0
Receivables - Rates	5	116,411	5,692,672	5,905,557
Receivables -Other	5	989,679	193,279	713,715
Inventories		40,848	93,355	20,839
		6,318,485	12,562,567	11,820,438
Less: Current Liabilities				
Payables	6	(706,250)	(411,395)	(720,313)
Provisions		(266,849)	(161,545)	(172,015)
Less: Cash Reserves	7	(2,411,600)	(2,028,514)	(2,412,707)
Add: Leave provisions already funded		172,015	161,545	172,015
Add: Accrued Salaries		94,834	0	0
Net Current Funding Position		3,200,635	10,122,658	8,687,418

Positive=Surplus (Negative=Deficit)

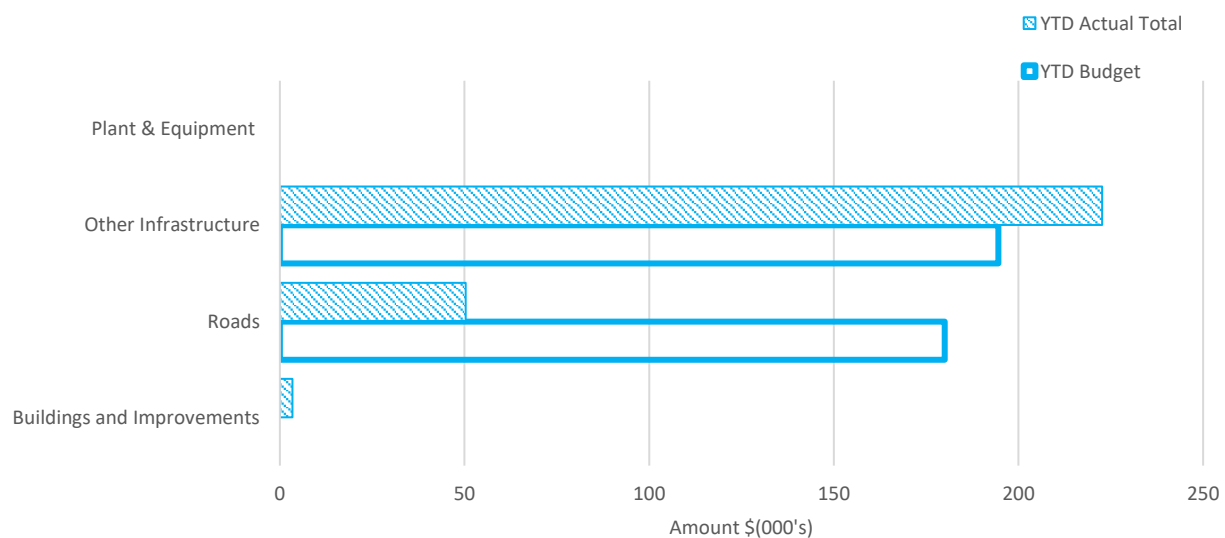


SHIRE OF LEONORA
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 31 July 2017

NOTE 3. CAPITAL - ACQUISITIONS AND FUNDING

Capital Acquisitions	Note	YTD Actual New /Upgrade (a)	YTD Actual (Renewal Expenditure) (b)	Adopted Annual Budget	YTD Budget (d)	YTD Actual Total (c) = (a)+(b)	Variance (d) - (c)
		\$	\$	\$	\$	\$	\$
Buildings and Improvements		1,889	1,545	1,995,970	0	3,434	(1,995,970)
Roads		0	50,303	4,020,531	180,000	50,303	(3,840,531)
Other Infrastructure		0	222,655	1,558,745	194,545	222,655	(1,364,200)
Plant & Equipment		0	0	615,612	0	0	(615,612)
Capital Expenditure Totals		1,889	274,503	8,190,858	374,545	276,392	(7,816,313)
Capital Acquisitions Funded By							
Capital Grants and Contributions				4,514,131	203,583	306,000	(4,310,548)
Other (Disposals & C/Fwd)				198,181	0	0	(198,181)
Council Contribution - Operations				3,478,546	170,962	(29,608)	(3,307,584)
Capital Funding Total				8,190,858	374,545	276,392	

Capital Expenditure Program YTD



SHIRE OF LEONORA
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 31 July 2017

NOTE 3. CAPITAL ACQUISITIONS

			Adopted	YTD Budget	YTD Actual	Variance
			Annual			(Under)/
			Budget			Over
Capital Acquisitions						
Building and Improvements			\$	\$	\$	\$
E840001	Land Trans Aged Care Facility	New	205,000	0	0	(205,000)
E820018	Aged Care Facility - SIHI	New	195,000	0	0	(195,000)
E082001	Lot 1142 Walton South	Renewal	27,320	0	0	(27,320)
E082002	Lot 240 Hoover St Renewal	Renewal	43,328	0	0	(43,328)
E082003	Lot 137A Hoover South	Renewal	6,846	0	0	(6,846)
E082004	Lot 137B Hoover North	Renewal	9,906	0	0	(9,906)
E082005	Lot 229 Hoover St Renewal	Renewal	5,700	0	0	(5,700)
E082006	Lot 250 Queen Vic St	Renewal	29,500	0	0	(29,500)
E820007	Lot 294 Queen Vic St	Renewal	26,070	0	1,545	(24,525)
E820019	Relocate / Renew Gym	Renewal	20,000	0	0	(20,000)
E820020	Skate Park Fencing	New	40,000	0	1,889	(38,111)
E820020	Works Depot Workshop Renewal	Renewal	50,000	0	0	(50,000)
E820013	School Masters House	Renewal	150,000	0	0	(150,000)
E820011	Chisholms House Renewal	Renewal	225,800	0	0	(225,800)
E820010	Hoover house Renewal	Renewal	256,400	0	0	(256,400)
E820008	Murrin Murrin Lockup Renewal	Renewal	20,600	0	0	(20,600)
E820009	Balletich's Place Renewal	Renewal	34,500	0	0	(34,500)
E820012	Art's Place Place Renewal	Renewal	101,400	0	0	(101,400)
E820014	Edna Wilcox's House	Renewal	100,000	0	0	(100,000)
E820015	Mazza's Store	Renewal	250,000	0	0	(250,000)
E820017	Paint Museum Office	Renewal	52,600	0	0	(52,600)
E810004	Lawler Police Stn Rest.	Renewal	100,000	0	0	(100,000)
E820016	Painting Admin Offices	New	46,000	0	0	(46,000)
TOTAL - Building and Improvements			1,995,970	0	3,434	(1,992,536)
Plant & Equipment						
E830004	EHO Vehicle	Replacement	36,855	0	0	(36,855)
E830008	Doctor's Vehicle	Replacement	38,546	0	0	(38,546)
E830005	Parks & Gardens Utility	Replacement	45,000	0	0	(45,000)
E830003	Grader Utility	Replacement	45,000	0	0	(45,000)
E830009	Semi Water Tanker	Replacement	75,000	0	0	(75,000)
E830010	Grader Camp Trailers	Replacement	200,000	0	0	(200,000)
E830006	MEHS Vehicle	Replacement	28,519	0	0	(28,519)
E830001	CEO Vehicle Replacement	Replacement	70,500	0	0	(70,500)
E830002	DCEO Vehicle	Replacement	50,192	0	0	(50,192)
E830007	MCS Vehicle	Replacement	26,000	0	0	(26,000)
TOTAL - Plant & Equipment			615,612	0	0	(615,612)
TOTAL PROPERTY PLANT AND EQUIPMENT			2,611,582	0	3,434	(2,608,148)

SHIRE OF LEONORA
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 31 July 2017

NOTE 3. CAPITAL ACQUISITIONS

			Adopted Annual Budget	YTD Budget	YTD Actual	Variance (Under)/ Over
Capital Acquisitions						
Roads						
E800001	Agnew Rd South WANDRRA	Renewal	275,000	0	0	(275,000)
E800002	Wonganoo Rd WANDRRA	Renewal	720,000	180,000	48,886	(671,114)
E800003	Leonora-Nambi Rd WANDRRA	Renewal	260,000	0	481	(259,519)
E800004	Littlemill Rd WANDRRA	Renewal	400,000	0	0	(400,000)
E800005	Leonora Mt Ida Rd WANDRRA	Renewal	100,000	0	0	(100,000)
E800006	Darlot Rd WANDRRA	Renewal	200,000	0	936	(199,064)
E800007	Albion Downs Yeerlirrie WANDRRA	Renewal	320,000	0	0	(320,000)
E800008	Kookynie Malcolm WANDRRA	Renewal	160,000	0	0	(160,000)
E800009	Glenorn Yundamindra Rd WANDRRA	Renewal	440,000	0	0	(440,000)
E800010	RRG Glenorn Yundamindra	Upgrade	480,000	0	0	(480,000)
E080011	R2R Project	Upgrade	565,531	0	0	(565,531)
E080012	Grid Renewals (various)	Renewal	100,000	0	0	(100,000)
TOTAL - Roads			4,020,531	180,000	50,303	(3,970,228)
Other Infrastructure						
E810006	Liquid Waste Site Development	Upgrade	600,000	0	0	(600,000)
E810005	Cemetery Fencing	Renewal	45,200	0	0	(45,200)
E810007	Oval Retic System Renewal	Renewal	80,000	0	0	(80,000)
E810008	Fitness Playground Equip	Upgrade	24,000	0	0	(24,000)
E810009	Memorial Park Lighting	Upgrade	15,000	0	0	(15,000)
E810010	Playground Softfall	Renewal	15,000	0	0	(15,000)
E810012	Shade Sails Town Park	New	25,000	0	0	(25,000)
E810001	Gwalia Headframe Renewal	Renewal	494,545	194,545	222,655	(271,890)
E810002	Gwalia Headframe NSRF	Renewal	190,000	0	0	(190,000)
E810003	Upgrade Gwalia Entrance	Upgrade	25,000	0	0	(25,000)
E810011	Rushton Engine Reloc.	Renewal	20,000	0	0	(20,000)
E810013	Gwalia St Barb Fencing	New	25,000	0	0	(25,000)
TOTAL - Other Infrastructure			1,558,745	194,545	222,655	(1,336,090)
TOTAL INFRASTRUCTURE			5,579,276	374,545	272,958	(5,306,318)
Total Capital Expenditure			8,190,858	374,545	276,392	(7,914,466)

SHIRE OF LEONORA
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 31 July 2017

NOTE 3. CAPITAL DISPOSALS**Assets Disposed**

Description Disposed Asset	Cost/Fair Value	Accum Depr	Proceeds	Adopted Budget Profit/(Loss)	Actual Profit/(Loss)	Variance	Comments
	\$	\$	\$	\$	\$	\$	
Plant and Equipment (Fixed Assets)							
PE8 2016 Mitsubishi Paj. Sport EHO				(9,455)	0	9,455	29,091
651 2015 Ford Territory TX (Doc 3L)				(17,989)	0	17,989	19,545
648 MCS Nissan X Trail KBC772K				(10,295)	0	10,295	15,454
PE6 DCEO Ford Territory Titanium				(16,086)	0	16,086	30,909
650 Mits. 2014 Triton (P646)				(16,415)	0	16,415	20,000
644 Mits. 2014 Triton (P968)				(18,468)	0	18,468	18,182
649 MEHS Nissan X Trail KBC771K				(9,385)	0	9,385	16,364
637 CEO 2014 Ford FPV GTF Sedan				(32,459)	0	32,459	43,636
20 P850 1984 Water Tanker				(10,000)	0	10,000	5,000
	0	0	0	(140,552)	0	140,552	
	0	0	0	(140,552)	0	140,552	

SHIRE OF LEONORA
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 31 July 2017

NOTE 4. CASH AND INVESTMENTS

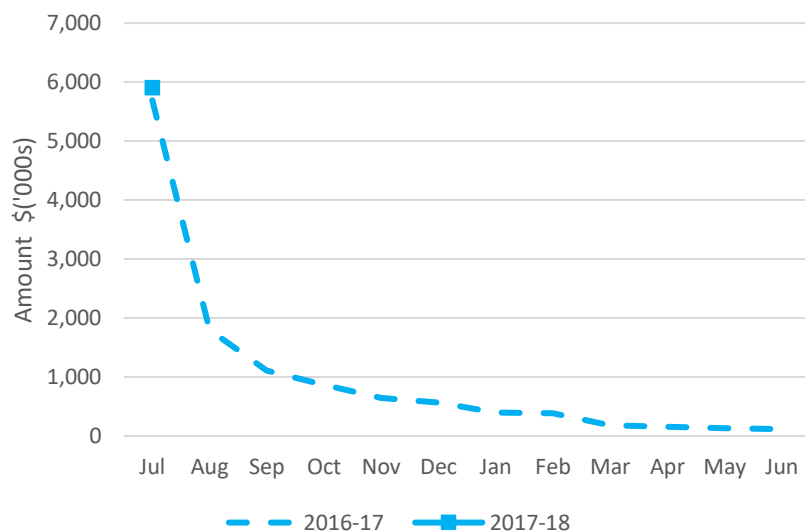
Bank Accounts	Municipal	Municipal Restricted	Reserves	Trust	Total Amount	Institution	Interest Rate	Details
	\$		\$	\$	\$			
(a) Cash Deposits								
Municipal Account	2,766,350				2,766,350	NAB	Variable	Cheque Acc.
LSL Maximiser			131,750		131,750	NAB	Variable	Cheque Acc.
Fire Maximiser			30,849		30,849	NAB	Variable	Cheque Acc.
Plant Maximiser			511,621		511,621	NAB	Variable	Cheque Acc.
Annual Leave Maximiser			161,220		161,220	NAB	Variable	Cheque Acc.
Gwalia Precinct Maximiser			373,461		373,461	NAB	Variable	Cheque Acc.
Building Maintenance Maximiser			600,644		600,644	NAB	Variable	Cheque Acc.
Waste Management Maximiser			503,162		503,162	NAB	Variable	Cheque Acc.
Aerodrome			100,000		100,000	NAB	Variable	Cheque Acc.
Cash on Hand	1,270				1,270	NAB	NIL	On Hand
Total	2,767,620	0	2,412,707	0	5,180,327			

**SHIRE OF LEONORA
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 31 July 2017**

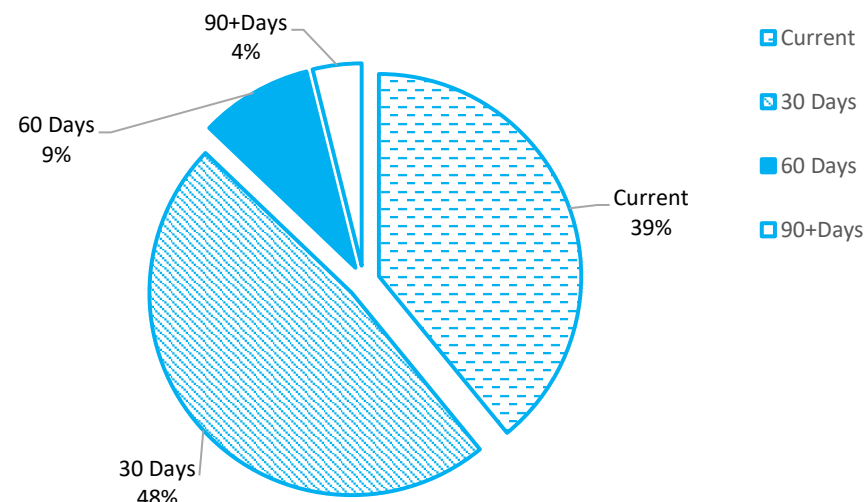
NOTE 5. RECEIVABLES

Receivables - Rates and Other Rates Receivable	YTD 31 Jul 2017	30 June 2016	Receivables - General	Credit	Current	30 Days	60 Days	90+Days	Total
	\$	\$		\$	\$	\$	\$	\$	\$
Opening Arrears Previous Years	116,915	83,147	Receivables - General	0	278,932	342,979	63,975	27,829	713,715
Levied this year	5,525,590	5,239,642	GST Receivable						
Discounts	0	0							
Deferred	0	0							
Less Collections to date	263,052	(5,205,874)							
Equals Current Outstanding	5,905,557	116,915	Total Receivables General Outstanding						713,715
Net Rates Collectable	5,905,557	116,915	Amounts shown above include GST (where applicable)						
% Collected	(4.66%)	97.80%							

Rates Receivable



Accounts Receivable (non-rates)



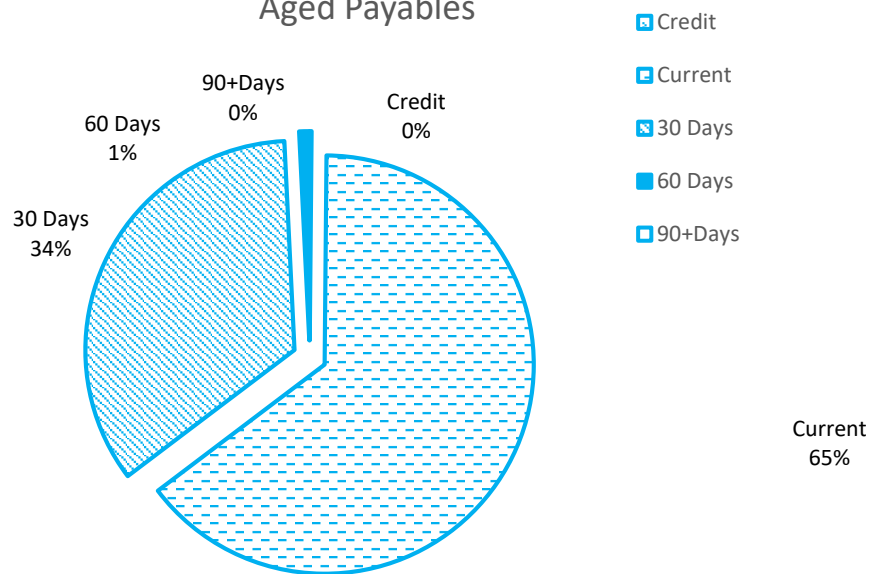
SHIRE OF LEONORA
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 31 July 2017

NOTE 6. PAYABLES

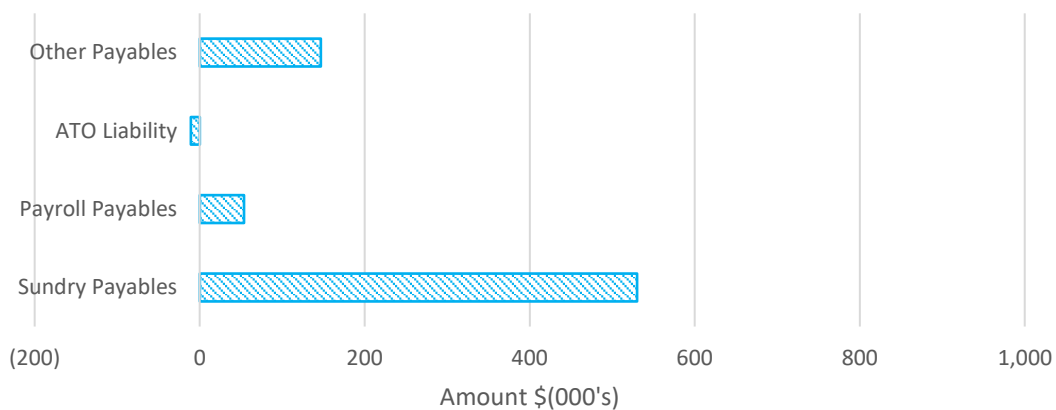
Payables	Credit	Current	30 Days	60 Days	90+Days	Total
Payables - General	\$ (755)	\$ 343,174	\$ 183,590	\$ 4,128	\$ 0	\$ 530,137
Sundry Payables						530,137
Payroll Payables						53,908
ATO Liability						(10,510)
Other Payables						146,778
Total Payables General Outstanding						720,313

Amounts shown above include GST (where applicable)

Aged Payables



Payables

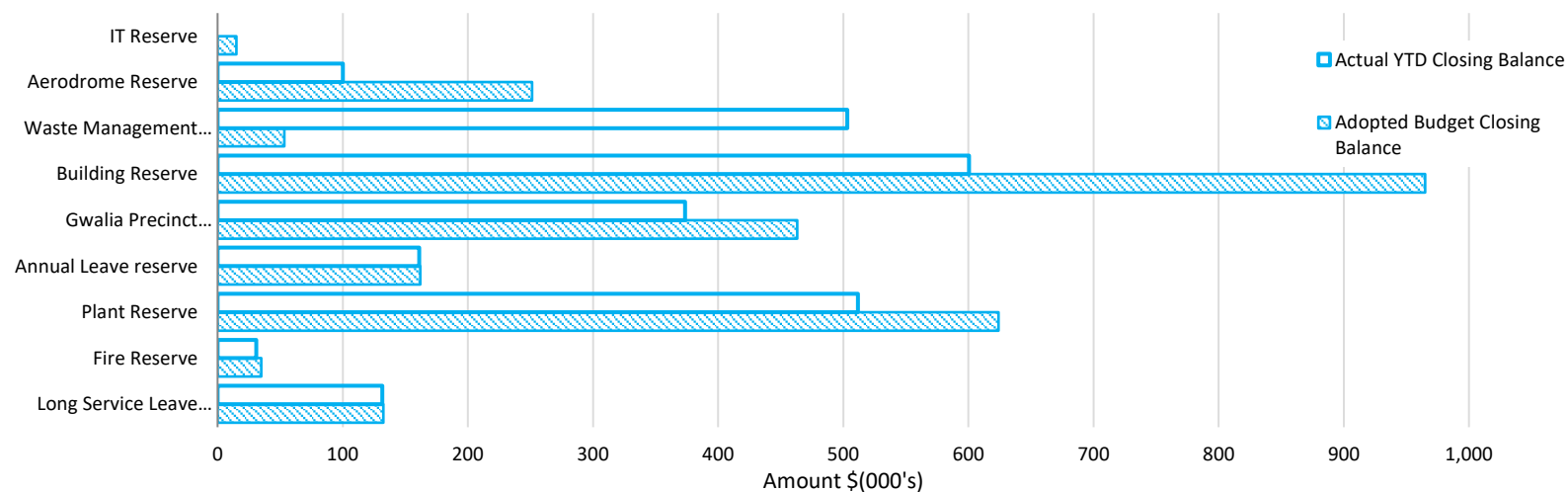


SHIRE OF LEONORA
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 31 July 2017

NOTE 7. CASH BACKED RESERVE

Reserves	Opening Balance	Adopted Budget Interest Earned	Actual Interest Earned	Adopted Budget Transfers In (+)	Actual Transfers In (+)	Adopted Budget Transfers Out (-)	Actual Transfers Out (-)	Adopted Budget Closing Balance	Actual YTD Closing Balance
	\$	\$	\$	\$	\$	\$	\$	\$	\$
Long Service Leave Reserve	131,683	658	67	0	0	0	0	132,341	131,750
Fire Reserve	30,833	174	16	4,000	0	0	0	35,007	30,849
Plant Reserve	511,360	2,732	261	110,000	0	0	0	624,092	511,621
Annual Leave reserve	161,138	806	82	0	0	0	0	161,944	161,220
Gwalia Precinct Reserve	373,271	1,966	190	88,000	0	0	0	463,237	373,461
Building Reserve	600,339	4,802	305	360,000	0	0	0	965,141	600,644
Waste Management Reserve	502,976	265	186	0	0	(450,000)	0	53,241	503,162
Aerodrome Reserve	100,000	1,250	0	150,000	0	0	0	251,250	100,000
IT Reserve	0	75	0	15,000	0	0	0	15,075	0
	2,411,600	12,728	1,107	727,000	0	(450,000)	0	2,701,328	2,412,707

Reserve Balances



President: _____

SHIRE OF LEONORA
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 31 July 2017

NOTE 8. RATING INFORMATION

RATE	Rate in	Number of Properties	Rateable Value	Rate Revenue	YTD Actual		Total Revenue	Rate Revenue	Adopted Budget		Total Revenue
					Interim Rates	Back Rates			Interim Rate	Back Rate	
General Rate	\$		\$				\$				\$
GRV	0.0677	591	15,290,974	1,035,199	0	0	1,035,199	1,035,207	1,500	0	1,036,707
UV	0.1485	1,104	28,708,933	4,264,729	401	0	4,265,130	4,264,572	(38,500)	0	4,226,072
Sub-Totals		1,695	43,999,907	5,299,928	401	0	5,300,329	5,299,779	(37,000)	0	5,262,779
Minimum Payment	Minimum \$										
GRV	309	84	114,929	25,956	0	0	25,956	25,956	0	0	25,956
UV	309	645	716,621	199,305	0	0	199,305	199,305	0	0	199,305
Sub-Totals		729	831,550	225,261	0	0	225,261	225,261	0	0	225,261
							5,525,590				5,488,040
							0				0
Amount from General Rates							5,525,590				5,488,040
Ex-Gratia Rates							0				0
							5,525,590				5,488,040

SHIRE OF LEONORA
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 31 July 2017

NOTE 9. INFORMATION ON BORROWINGS

(a) Debenture Repayments

The Shire does not have any borrowings.

(b) New Debentures

There are no new debentures as at the reporting date.

SHIRE OF LEONORA
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 31 July 2017

NOTE 10. GRANTS AND CONTRIBUTIONS

Grants	Grant Provider	Approval (Y/N)	2017-18	Adopted 2016-17 Budget			Variations		Received	Recoup Status Not Received
			Adopted Budget	Operating	Capital	Operating	(Deletions) Capital	Operating		
			\$	\$	\$	\$		\$	\$	
General Purpose Funding										
I030019	Grant Equalisation	WALGCC	Y	316,245	316,245	0	0	0	0	316,245
I030021	Grant - Roads	WALGCC	Y	329,748	329,748	0	0	0	0	329,748
Law, Order, Public Safety										
I053402	Operational Grant - Bush Fire	DFES		1,415	1,415	0	0	0	0	1,415
Welfare Services										
I080002	Sustainability Child Care			54,715	54,715	0	0	0	0	54,715
I082001	Youth Support DCP Grant	DCP		68,700	68,700	0	0	0	0	68,700
Recreation and Culture										
I1130045	Arts in Residence Grant Contr.			9,000	9,000	0	0	0	0	9,000
I117010	Other Grant Funding			120,000	120,000	0	0	0	31,686	88,314
Transport										
MRWA Funding										
I122200	MRWA Direct	MRWA		143,998	143,998	0	0	0	143,998	0
I122052	Contribution Street Lights	MRWA		3,700	3,700	0	0	0	0	3,700
I122213	Natural Disaster Reinstatement	MRWA		2,721,600	0	2,721,600	0	0	0	2,721,600
I122218	RRG Funding	MRWA		320,000	0	320,000	0	0	128,000	192,000
Other Streets/Roads Funding										
I122042	Contribution Crossovers			1,500	1,500	0	0	0	0	1,500
I122206	Roads to Recovery			565,531	0	565,531	0	0	0	565,531
Economic Services										
I138005	Grants			48,000	48,000	0		0	0	48,000
I138002	Sponsorship			115,000	115,000	0	0	0	0	115,000
I134470	Gwalia Precinct Renewal	Regional		729,000	0	729,000	0	0	0	729,000
I134471	Headframe Renewal Reg. Grants Scheme	Regional		178,000	0	178,000	0	0	178,000	0
TOTALS				5,726,152	1,212,021	4,514,131	0	0	481,684	5,244,468

President: _____

SHIRE OF LEONORA
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 31 July 2017

NOTE 12. TRUST FUND

Funds held at balance sheet date over which Shire has no control and which are not included in the financial statements are as follows:

Description	Opening Balance 1 Jul 17	Amount Received	Amount Paid	Closing Balance 31 Jul 17
	\$	\$	\$	\$
Nomination fees	0	0	0	0
	0	0	0	0

SHIRE OF LEONORA
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 31 July 2017

NOTE 13. EXPLANATION OF MATERIAL VARIANCES

Details and explanations of the material variances reflected on the Statement of Financial Activity are provided below as required by Local Government (Financial Management) Regulation 34(1) (d). ▲▼ Indicates a variance between Year to Date (YTD) Budget and YTD Actual data as per the adopted materiality threshold of \$15,000.

Reporting Program	Variance	Variance	Var.	Timing/ Permanent	Explanation of Variance
	\$	%			
Operating Revenues					
General Purpose Funding - Rates	37,550	0.68%	▲	Timing	No adjustments for tenement deaths etc processed at report date
General Purpose Funding - Other	(36,870)	(95.82%)	▼	Timing	Alteration to timing of payment of grants and fees
Community Amenities	20,370	11.92%	▲	Permanent	Higher volume of liquid waste received during the reporting period than budgeted
Transport	145,783	385.25%	▲	Permanent	Alteration to timing of payment of grants
Operating Expense					
General Purpose Funding	15,423	50.31%	▼	Timing	Variance to administration allocation and timing of allocation
Education and Welfare	38,702	59.27%	▼	Timing	Lower staffing costs whilst recruitment processes are undertaken
Community Amenities	16,827	60.78%	▼	Timing	Less activity during reporting period than estimated (at time of preparing monthly budgets)
Recreation and Culture	43,601	36.80%	▼	Timing	Insurance payments not made during reporting period, some alteration to timing of planned works
Transport	64,375	23.43%	▼	Timing	Alteration to timing of works for road maintenance, insurance payments, and aerodrome operations
Economic Services	48,874	35.51%	▼	Timing	Alteration to timing of works for heritage projects, insurance payments, and aerodrome operations
Other Property and Services	105,476	97.32%	▼	Timing	Variance to timing of administration allocation expenses
Capital Revenues					
Grants, Subsidies and Contributions	102,417	50.31%	▲	Timing	Alteration to timing of payment of grants
Capital Expenses					
Infrastructure - Roads	129,697	72.05%	▼	Timing	Alteration to timing of works programmes
Infrastructure - Other	(28,110)	(14.45%)	▲	Timing	Alteration to timing of works programmes
Additional Comments					
Note 2 - Net Current Assets					N/A
Note 3 - Capital					N/A
Note 4 - Cash					N/A
Note 5 - Receivables					N/A
Note 6 - Payables					N/A
Note 7 - Reserves					N/A
Note 8 - Rates					N/A
Note 9 - Borrowings					N/A
Note 10 - Grants					N/A
Note 11 - Budget Amendments					N/A
Note 12 - Trust					N/A

10.0 REPORTS OF OFFICERS**10.2 DEPUTY CHIEF EXECUTIVE OFFICER****10.2(B) ACCOUNTS FOR PAYMENT**

SUBMISSION TO: Meeting of Council
Meeting Date: 15th August, 2017

AGENDA REFERENCE: 10.2 (B) AUG 17

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: 11th July, 2017

BACKGROUND

Attached statement consists of accounts paid by Delegated Authority and Direct Bank Transactions represented by cheques numbered from **22909** to **22924** totalling **\$526,204.20** and accounts paid by Council Authorisation represented by cheques numbered from **22925** to **23004** totalling **\$408,265.97**.

STATUTORY ENVIRONMENT

Local Government Act 1995 S6.10 & Financial Management (1996) Regulation 12 & 13 apply to how the information is to be presented within this report for authorisation by Council.

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 and Direct Bank Transactions represented by cheques numbered from **22909** to **22924** totalling **\$526,204.20** and accounts paid by Council Authorisation represented by cheques numbered from **22925** to **23004** totalling **\$408,265.97** be accepted.

VOTING REQUIREMENT

Simple Majority

President: _____

COUNCIL DECISION

Moved Cr AE Taylor, Seconded Cr LR Petersen that accounts paid by Delegated Authority and Direct Bank Transactions represented by cheques numbered from **22909** to **22924** totalling **\$526,204.20** and accounts paid by Council Authorisation represented by cheques numbered from **22925** to **23004** totalling **\$408,265.97** be accepted.

CARRIED (6 VOTES TO 0)

Shire of Leonora				
Monthly Report – List of Accounts Paid by Delegated Authority				
Submitted to Council on the 15th August, 2017				
The following list of accounts has been paid under delegation, and Direct Bank Transactions by the Chief Executive Officer, since the previous list of accounts. Cheques are numbered from 22909 to 22924 and totalling \$526,204.20 .				
CHIEF EXECUTIVE OFFICER				
Cheque	Date	Name	Item	Payment by Delegated Authority
393	11/07/2017	Australian Super	Superannuation PPE: 3/7/17	781.65
394	11/07/2017	BT Super for Life	Superannuation PPE: 3/7/17	169.57
395	11/07/2017	Host Plus	Superannuation PPE: 3/7/17	49.60
396	11/07/2017	Prime Superannuation Fund	Superannuation PPE: 3/7/17	592.80
397	11/07/2017	Rest Superannuation	Superannuation PPE: 3/7/17	167.55
398	11/07/2017	WA Super	Superannuation PPE: 3/7/17	9,068.49
22909	18/07/2017	Goldfields Truck Power	Parts and Services	8,384.01
22910	17/07/2017	Modern Teaching Aids	Leinster community grant supplies	6,705.25
1	18/07/2017	Shire of Leonora	Salaries & Wages PPE: 17/7/17	70,951.20
399	14/07/2017	National Australia Bank	NAB Connect Fee - July, 2017	43.49
400	18/07/2017	National Australia Bank	NAB Super Pay - July, 2017	17.75
22911	21/07/2017	LGRCEU	Union Fee PPE: 17/7/17	20.50
22912	25/07/2017	Desert Enterprises Australia	Works carried out on Leonora Airport	25,712.50
22913	25/07/2017	Netlogic Information Technology	Setup pool laptop, onsite consulting and setup for new CRC	9,689.00
22914	25/07/2017	Telstra	Bills July, 2017	119.68
402	26/07/2017	Australian Super	Superannuation PPE: 17/7/17	426.34
403	26/07/2017	BT Super for Life	Superannuation PPE: 17/7/17	131.19
404	26/07/2017	Host Plus	Superannuation PPE: 17/7/17	144.27
405	26/07/2017	MLC Nominees Pty Ltd	Superannuation PPE: 17/7/17	186.20
406	26/07/2017	Prime Superannuation Fund	Superannuation PPE: 17/7/17	370.50
407	26/07/2017	Rest Superannuation	Superannuation PPE: 17/7/17	167.60
408	26/07/2017	WA Super	Superannuation PPE: 17/7/17	8,449.39
409	26/07/2017	Alliance Equipment Finance	Copier hire - Shire Depot - July, 2017	230.20
22915	31/07/2017	Department of Transport	Various licence renewals	4,888.00
22916	31/07/2017	Dave Hadden	Health and Building services - invoices 84 & 85	14,520.00
22917	31/07/2017	Elaine Labuschagne	Reimbursements for items purchased for 51 Gwalia St and Hoover House	374.76
22918	31/07/2017	Gavin Prime	Reimbursement of travel costs 28/07/2017	694.00
22919	31/07/2017	Goldfield Services	Cleaning of NGRO building, youth centre and rec centre	7,950.00
410	31/07/2017	National Australia Bank	Account fees July, 2017	95.90
1	1/08/2017	Shire of Leonora	Salaries & Wages PPE: 31/7/17	75,687.71
411	2/08/2017	Australian Super	Superannuation PPE: 31/7/17	790.41
			Sub Total	\$247,579.51

President: _____

Cheque	Date	Name	Item	Payment by Delegated Authority
			Balance Brought Forward	\$247,579.51
412	2/08/2017	BT Super for Life	Superannuation PPE: 31/7/17	105.07
413	2/08/2017	Host Plus	Superannuation PPE: 31/7/17	112.19
414	2/08/2017	MLC Nominees Pty Ltd	Superannuation PPE: 31/7/17	89.78
415	2/08/2017	Prime Superannuation Fund	Superannuation PPE: 31/7/17	444.60
416	2/08/2017	Rest Superannuation	Superannuation PPE: 31/7/17	154.37
417	2/08/2017	WA Super	Superannuation PPE: 31/7/17	8423.43
22921	3/08/2017	LGRCEU	Union Fee PPE: 31/7/17	20.50
22922	3/08/2017	Horizon Power	Power Bill – Sports Complex	4,761.37
22923	3/08/2017	Water Corporation	Water Bills various	19,443.91
418	1/08/2017	National Australia Bank	Merchant Fee – Gwalia Museum Eftpos, August, 2017	138.52
419	1/08/2017	Westnet	Internet charges CRC – August, 2017	11.00
22924	7/08/2017	Constructive PD	Gwalia Mine Head Frame Restoration	244,919.95
			Grand Total	\$526,204.20

Shire of Leonora				
Monthly Report - List of Accounts Paid by Authorisation of Council				
Submitted to Council on the 15th August, 2017				
Cheques numbered from 22925 to 23004 totaling \$408,265.97 submitted to each member of the Council on 15th August, 2017 have been checked and are fully supported by remittances and duly certified invoices with checks being carried out as to prices, computations and costing.				
CHIEF EXECUTIVE OFFICER				
Cheque	Date	Name	Item	Payment
22925	15/08/2017	Austral Mercantile Collections P/L	Debt collections July 2017	141.41
22926	15/08/2017	Australia's Golden Outback	2017/2018 GOLD membership of Australia's Golden Outback 01/07/2017-30/06/2018	295.00
22927	15/08/2017	BlueChip Timing	Fees for online registrations - Golden Gift 2017	404.80
22928	15/08/2017	BOC Limited	Container services fees July, 2017	255.37
22929	15/08/2017	Breakaway Earthmoving	Wandraa works 24/06/2017-31/07/2017	116,364.69
22930	15/08/2017	Building Commission	Building Service Levy for Licence 19/15, 20/15, 21/15 and 22/15	384.15
22931	15/08/2017	Bunnings Building Supplies Pty Ltd	Materials various	307.17
22932	15/08/2017	Butson Group Pty Ltd	Accommodation - Paul Breman 18/07/2017-19/07/2017	120.00
22933	15/08/2017	Canine Control	Ranger services April & July, 2017	7,924.80
22934	15/08/2017	Cardile International Fireworks P/L	Balance of Fireworks Display 2017 Golden Gift	18,920.00
22935	15/08/2017	Central Hotel	Catering luncheon sandwiches and finger food for 15 people @ Hoover House for GNRBA 12/07/2017	120.00
22936	15/08/2017	Chefmaster Australia	Bins and bin bags various	906.10
22937	15/08/2017	Comfort Inn Midas	Accommodation and breakfast for John Oxley	157.00
22938	15/08/2017	Covs Parts Pty Ltd	Filters various	87.34
22939	15/08/2017	CR Hose Glassware Pty Ltd	Gwalia museum glassware for resale	1,907.60
22940	15/08/2017	David Fitzgerald	Reimbursement for printing and postage of 24 2017 cactus reports	410.04
22941	15/08/2017	Department Of Transport	Licence Renewals 2017/2018	911.00
22942	15/08/2017	Des Taylor	Dog food	142.00
22943	15/08/2017	Eagle Petroleum (WA) Pty Ltd	Motorpass charges June-July and hire of fuel trailer July, 2017	2,149.50
22944	15/08/2017	Earth Australia Contracting Pty Ltd	Gas bottle delivered to Hoover House	45.00
22945	15/08/2017	Elite Gym Hire	Gym equipment hire 01/07/2017-01/08/2017	1,072.50
22946	15/08/2017	Elite Pool Covers	Deposit for pool cover 1 Queen Vic St (doctor's house)	1,700.00
22947	15/08/2017	Forman Bros	Various plumbing works, Oval, Info Bay, Pool, ANZAC park, 9 Cohen St, Airport, Hoover House	2,226.62
22948	15/08/2017	Gencon Civil Pty Ltd	Mobilisation, plant and operators - work at Wonganoo Rd	39,542.80
			Sub Total	\$196,494.89

President: _____

Cheque	Date	Name	Item	Payment
			Balance Brought Forward	\$196,494.89
22949	15/08/2017	Giovanni Coffee	Coffee machine, grinder and water softener for Gwalia Museum cafe	8,067.76
22950	15/08/2017	Goldfield Services -	Deep clean of shire yard dongas accommodation and washing	1,615.00
22951	15/08/2017	Goldfields Pest Control	Spray weeds at airport, spider treatment at child care centre	5,880.00
22952	15/08/2017	Goldfields Tourism Network Assoc Inc	Contribution towards Golden Quest Trail and GTN 2017/2018	40,150.00
22953	15/08/2017	Goldfields Truck Power	Hire of multi roller 01/07/2017-31/07/2017	5,830.00
22954	15/08/2017	Goldline Distributors	Supplies for Hoover House and Gwalia Museum July, 2017	1,484.39
22955	15/08/2017	GSD Projects Pty Ltd	Leonora Geotrails app balance	1,925.00
22956	15/08/2017	GVROC	Annual Subscription and contributions for 2017/2018	11,440.00
22957	15/08/2017	Hazelton Focus Services	The Cook's Daughter CD for resale at Gwalia Museum	300.00
22958	15/08/2017	Hitachi Construction Machinery	Left hand mirror for P2334 and right hand mirror for P2396	446.62
22959	15/08/2017	Horizon Power	Power usage various	4,814.22
22960	15/08/2017	Institute of Public Works and Engineering	NAMS plus subscription fee 01/07/2017-30/06/2018	792.00
22961	15/08/2017	J.R. & A. Hersey Pty Ltd	Tools and parts various for depot workshop	3,709.61
22962	15/08/2017	Jim Epis -	Reimbursement for taxis and parking fees paid by either CEO or Shire President whilst attending ...	279.00
22963	15/08/2017	Josway Hospitality Pty Ltd	Supply lunch for 30 people at emergency risk assessment workshop, reimbursement of \$150 paid to ...	690.00
22964	15/08/2017	KAL Engineering Consultants Pty Ltd	NGROAC project management 03/07/2017-31/07/2017 + travel expenses	7,101.60
22965	15/08/2017	Kalgoorlie Case & Drill Pty Ltd	Tools etc. for depot workshop	3,175.37
22966	15/08/2017	Kalgoorlie Monumental Works	50% deposit - 99 x grave markers	2,286.90
22967	15/08/2017	Kenyon & Company Pty Ltd	Battery clamps, UHF radios, cable sleeve	1,697.30
22968	15/08/2017	Kleenheat Gas	Gas bottles - 13 Fitzgerald, 35 Hoover and 51 Gwalia	611.48
22969	15/08/2017	Landgate	Mining tenements chargeable	69.30
22970	15/08/2017	Leinster Contracting Services	Empty skips at Malcolm Dam and Nambi village	2,328.04
22971	15/08/2017	Leonora Bush Missions.	Donation to Leonora Bush Mission 2017	4,500.00
22972	15/08/2017	Leonora Motor Inn	Accommodation for David Fitzgerald and John Walsh 12-13 July 2017	270.00
22973	15/08/2017	Leonora Post Office	Postal charges for July, 2017	739.90
22974	15/08/2017	Leonora Supplies WA	Supplies for office, museum, child care centre, crc and info centre - July, 2017	415.12
22975	15/08/2017	Local Health Authorities Analytical Comm	Analytical services 2017/2018	571.49
22976	15/08/2017	Long Neck Creek Holdings	June, 2017 - hire of water transfer equipment	1,540.00
22977	15/08/2017	McMahon Burnett Transport	Freight July, 2017 - Office and depot	427.04
			Sub Total	\$309,652.03

President: _____

Cheque	Date	Name	Item	Payment
			Balance Brought Forward	\$309,652.03
22978	15/08/2017	Moore Stephens	Final account to 31 July, 2017 in relation to planning and reporting services	1,100.00
22979	15/08/2017	Netlogic Information Technology	Remote consulting - diagnose speed issues, troubleshoot email issues and move router back to admi...	665.00
22980	15/08/2017	Office National Kalgoorlie	Copier charges and service for CRC, depot and office - July, 2017	1,184.07
22981	15/08/2017	Penns Cartage Contractors	Freight for July, 2017 Depot	272.80
22982	15/08/2017	Peter Craig.	Flights Perth - Kal 06/08/2017	505.49
22983	15/08/2017	Pier Street Medical	Drug and Alcohol screen Harley Tekowhai	206.98
22984	15/08/2017	Pipeline Mining & Civil Contracting	Grave digging services	1,122.00
22985	15/08/2017	Prime Media Group Ltd	Airtime - Gwalia Ghost Town and Museum - July, 2017	682.00
22986	15/08/2017	Prosegur Australia Pty Ltd	ATM upkeep - July, 2017	2,617.38
22987	15/08/2017	PWT Electrical Pty Ltd	Works various - Hoover House, NGROAC, Bowls Club	7,017.21
22988	15/08/2017	Quick Corporate Australia	Stationery order July, 2017	633.96
22989	15/08/2017	R.B. Primrose	Books for resale at Gwalia Museum - Frontline Policing and Tall Timber:Brown Paper and Porridge	545.00
22990	15/08/2017	Satellite Television & Radio Australia	Supply and installation of new DTV system 22/07/2017	918.50
22991	15/08/2017	Shire Of Leonora - Rates	Rates 2017/2018	52,159.74
22992	15/08/2017	Skippers Aviation Pty Ltd	Flights for Greg Doherty 05/07 & 07/07, David Fitzgerald and John Walsh 12/07 & 13/07	2,082.00
22993	15/08/2017	Sports Power Kalgoorlie	Tennis balls	360.00
22994	15/08/2017	State Library of Western Australia	Annual fee for lost and damaged public library materials 2017-18	220.00
22995	15/08/2017	Telstra	Phone usage - CRC internet	220.00
22996	15/08/2017	The Food Van	Elderly folks morning tea July, 2017	270.00
22997	15/08/2017	Threat Protect	Alarm monitoring - July, 2017	1,117.84
22998	15/08/2017	Tjuma Pulka (Media) Aboriginal Corporatio	Telstra phone line connection 16/07/2017-15/08/2017	155.00
22999	15/08/2017	Toll Customised Solutions	Templar Distribution - Tourist Information - July, 2017	629.75
23000	15/08/2017	Toll Ipec Pty Ltd	Freight for depot, office and pool - July, 2017	199.22
23001	15/08/2017	WA Country Health Service - Goldfields	Rent of surgery and consulting rooms for July, 2017	417.38
23002	15/08/2017	Walga.	WALGA subscriptions 1 July 2017 - 30 June 2018	20,077.12
23003	15/08/2017	Westland Autos No1 Pty Ltd	Services and works on various Shire vehicles	3,175.55
23004	15/08/2017	Wurth Australia Pty Ltd	Moulding strip tool	59.95
			Grand Total	\$408,265.97

10.0 REPORTS OF OFFICERS**10.2 DEPUTY CHIEF EXECUTIVE OFFICER****10.2(C) ADOPTION OF CORPORATE BUSINESS PLAN**

SUBMISSION TO: Meeting of Council
Meeting Date: 15th August 2017

AGENDA REFERENCE: 10.2 (C) AUG 17

SUBJECT: Adoption of Corporate Business Plan

LOCATION / ADDRESS: Leonora

NAME OF APPLICANT: N/A

FILE REFERENCE: 9.13

AUTHOR, DISCLOSURE OF ANY INTEREST AND DATE OF REPORT

NAME: Tanya Browning

OFFICER: Deputy Chief Executive Officer

INTEREST DISCLOSURE: Nil

DATE: 8th August 2017

BACKGROUND

Under the requirements of the Integrated Planning & Reporting (IPR) Framework, all local governments must prepare a Corporate Business Plan (CBP). The CBP has been reviewed and amended, through the engagement and assistance of Moore Stephens, who have been working extensively with the administration to review other IPR documents. The purpose of the CBP is to activate the goals outlined within the Strategic Community Plan, by prioritising, resourcing, and implementing the community's short, medium and long term aspirations.

The document is a tool that influences the annual budget, to ensure that resources are being allocated appropriately, supported by the Asset Management Plan and Strategic Resource Plan. The CBP is reviewed annually, and the latest review was actioned following the major review and adoption of the Strategic Community Plan in June 2017. The draft CBP that relates to the adopted Strategic Community Plan is attached for review and consideration.

STATUTORY ENVIRONMENT

Local governments are required to prepare a 'Plan for the Future' (S5.56 Local Government Act 1995), which encompasses the Strategic Community Plan.

Regulation 19DA of the Local Government (Administration) Regulations 1996 sets out requirements for CBP, including that a council is to consider a corporate business plan, or modifications of such a plan, submitted to it and is to determine whether or not to adopt the plan or the modifications.

POLICY IMPLICATIONS

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

FINANCIAL IMPLICATIONS

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

STRATEGIC IMPLICATIONS

The attached plan will form the direction for future budget considerations to achieve goals etc within the Shire of Leonora's Strategic Community Plan.

President: _____

RECOMMENDATIONS

That the attached draft Shire of Leonora Corporate Business Plan 2017-21 be adopted.

VOTING REQUIREMENT

Absolute Majority

COUNCIL DECISION

Moved Cr GW Baker, Seconded Cr AE Taylor that the attached draft Shire of Leonora Corporate Business Plan 2017-21 be adopted.

CARRIED BY ABSOLUTE MAJORITY (6 VOTES TO 0)



DRAFT CORPORATE BUSINESS PLAN 2017 - 2021

Contents

Planning Framework	4
Capital Program	6
Service Delivery.....	7
Social Objective.....	9
Economic Objective	11
Environment Objective	13
Leadership Objective	14
Measuring Success	18
Services and Facilities	19
Strategic Risk Management	20
References and Acknowledgements.....	21

Our Vision

“That the Shire of Leonora is a proactive, sustainable, safe, friendly and prosperous place to be.”



Planning Framework

This Draft Corporate Business Plan 2017-2021, together with the Strategic Community Plan 2017-2027, is the Shire of Leonora's Plan for the Future and has been prepared to achieve compliance with *the Local Government (Administration) Regulations 1996*.

Under *Local Government (Administration) Regulations 1996* Regulation 19DA (3), a Corporate Business Plan for a district is to:

- a) set out, consistently with any relevant priorities in the Strategic Community Plan, a local government's priorities for dealing with the objectives and aspirations of the community in the district; and
- b) govern a local government's internal business planning by expressing a local government's priorities by reference to operations that are within the capacity of the local government's resources; and
- c) develop and integrate matters relating to resources, including asset management, workforce planning and long-term financial planning.

In the preparation of the annual budget the local government is to have regard to the contents of the Plan for the Future as per Section 6.2(2) of the *Local Government Act 1995*.

Development of the Plan has also been influenced by the Department of Local Government, Sport and Cultural Industries Framework and Guidelines for Integrated Planning and Reporting.

Strategic Community Plan

The Shire of Leonora community had a strong involvement and voice in the development of the Strategic Community Plan. Commencing in February 2017, the community were invited to share their visions and aspirations for the future of the Shire of Leonora, and the Plan has subsequently been reviewed and updated to reflect the community aspirations.

The community shared what they considered most special about the district and their aspirations for the future. The strong sense of community and the friendly, welcoming atmosphere was highly valued by residents. The community expressed their pride in the history of the district and wish for it to be protected for future generations, and increase awareness of this history both to current residents and potential visitors.

The community identified their desire for further economic development, supporting current local industry whilst pursuing opportunities for economic diversity and growth.

This information provided a valuable insight into the key issues and aspirations, as perceived by the local community. Importantly for the Council, these views have helped establish clear priorities and shaped the visions, values, objectives and strategies contained within the Strategic Community Plan 2017 - 2027.

Planning Framework (continued)

Corporate Business Plan

Achieving the community's vision and the Shire's strategic objectives requires the development of actions to address each strategy contained within the Strategic Community Plan. Careful operational planning and prioritisation is required to achieve the outcomes due to the constraints of limited resources. This planning process is formalised by the development of this Corporate Business Plan. The Corporate Business Plan then, in turn, converts the Strategic Community Plan into action via the adoption of an Annual Budget.

The Draft Corporate Business Plan 2017-2021 must be reviewed annually to assess the progress of projects and realign the Plan's actions and priorities based on current information and available funding.

Actions requiring funding will only be undertaken once approved within the statutory budget and subject to funding availability. Along with achieving the community aspirations and objectives the Corporate Business Plan draws on information contained within the following strategic documents.

Asset Management Plan

The Shire has developed Asset Management Plans for major asset classes in accordance with Council's Asset Management Policy. The Asset Management Plans form a component of an overall Asset Management Strategy which addresses the Shire's current asset management processes and sets out the steps required to continuously improve the management of Shire controlled assets.

Capital renewal estimates contained within the Asset Management Plans have been included to the extent the financial and workforce resources are available to enable the renewals to occur.

Workforce Plan

The Workforce Plan provides the workforce management and resource strategies necessary to deliver the objectives, outcomes and strategies of the Shire's Strategic Community Plan.

Workforce issues have been considered during the development of this Corporate Business Plan. A combination of workforce and financial constraints has influenced the prioritisation of actions within this Plan.

Long Term Financial Plan

The Shire of Leonora is planning for a positive and financially stable future. The Shire seeks to maintain, and where possible, improve service levels into the future while maintaining a healthy financial position.

Review of Plan

In accordance with statutory requirements, the Corporate Business Plan is reviewed and updated annually. The review of this Plan occurred following a major review of the Strategic Community Plan in 2017.

Capital Program

A number of projects are forecast to be undertaken during the life of the Plan which result in capital expenditure. The activities are summarised below along with an indication of the forecast capital expenditure extracted from the Long Term Financial Plan.

Strategy	Action Ref	Project	Capital Expenditure			
			2017-18	2018-19	2019-20	2020-21
			\$	\$	\$	
Ensure there is appropriate infrastructure and facilities to service the health and social needs of the Shire's senior residents	1.2.1.3	Aged Care	400,000	4,455,000	4,775,000	
		Road Renewal RRG	480,000	389,358	399,871	410,668
		Road Renewal R2R	566,252	0	283,126	283,126
		Road Renewal	100,000	319,533	439,535	473,274
Continue to implement the asset management improvement plan and document the asset management policies and procedures that are currently undertaken	3.2.1.1	Plant Replacement	577,606	1,020,801	709,110	579,642
		Parks/Oval Upgrades	199,000	15,000	35,000	85,000
		Cemetery Fencing Renewal	45,200	0	0	0
		Footpaths	0	150,000	150,000	150,000
		Building Renewals	194,670	162,481	166,868	121,373
		Airport Renewals/Upgrades			200,000	100,000
	3.2.3.1 & 4.4.2.1	Residential Land Subdivision	0	0	0	2,000,000
Ongoing assessment of services and infrastructure	3.2.3.1 & 4.3.1.3	Depot/Workshop Upgrade	50,000	30,000	5,000	5,000
	3.2.3.1	Relocate Gym	20,000			
	3.2.3.1	Liquid Waste Site Upgrade	600,000			
	3.2.3.1	Refuse Site				100,000
Ensure the Shire's historic Gwalia buildings remain for future generations of the community by specific asset management planning	3.2.2.1	Heritage Renewals	2,045,845	475,000	665,000	50,000
	3.2.2.2	Barnes Federal Theatre	0	0	0	520,000
Total			5,278,573	7,017,173	7,828,510	4,878,083

Service Delivery

The Shire of Leonora delivers services to its community in line with its mission, values and four key strategic objectives as set out within the Strategic Community Plan.

Each of the four objectives contains several outcomes the Shire wishes to achieve over the 10+ years of the Strategic Community Plan. For each objective, one or more desired outcomes has been defined along with strategies to achieve the outcomes.

The outcomes were developed after considering the community engagement process and other external factors such as the available plans published by other government agencies.

The tables on the following pages detail future actions to be undertaken for each strategy. Prioritisation of the actions is reflected by the square indicating when the action is planned to be undertaken. This prioritisation guides the delivery of services and implementation of the actions.

The table below summarises the desired outcomes under each of the four key themes and strategic objectives.

	<p>SOCIAL <i>An empowered and spirited community</i></p>	1	<p>Outcome 1.1 Foster a greater sense of community Outcome 1.2 Support our senior residents in their community</p>
	<p>ECONOMIC <i>Economic hub of the Northern Goldfields</i></p>	2	<p>Outcome 2.1 Become the economic focal point for business and industry in the Northern Goldfields Outcome 2.2 Increase awareness of the district and region's attractions</p>
	<p>ENVIRONMENT <i>Forward thinking management of the built and natural environment</i></p>	3	<p>Outcome 3.1 Sustainable and effective environmental management Outcome 3.2 Plan for continuous improvement of infrastructure and services</p>
	<p>LEADERSHIP <i>Innovative and proactive Shire and Councillors</i></p>	4	<p>Outcome 4.1 Efficient service offerings to the Community Outcome 4.2 Effective and open engagement with all sections of the community Outcome 4.3 Innovative and safe working environment Outcome 4.4 Diversify and strengthen revenue streams Outcome 4.5 Strong leadership and planning</p>

President: _____



Social Objective

An empowered and spirited community

The following tables reflect the future actions to be undertaken for each strategy. The prioritisation of the actions is reflected by a square indicating when the action is planned to be undertaken.

Outcome 1.1 Foster a greater sense of community

Strategy	Action	2017-18	2018-19	2019-20	2020-21	2021 Onwards
Exhibit the community spirit and showcase attractions of the Shire by facilitating events attracting community members and other visitors	1.1.1.1 Promote and support an annual program of arts cultural and festival events	■	■	■	■	→
	1.1.1.2 Collaborate with tourism groups such as Goldfields Tourism Network to promote tourism within the Shire and the region	■	■	■	■	→
	1.1.1.3 Enhance, develop and promote the Golden Gift	■	■	■	■	→
	1.1.1.4 Consider opportunities to participate in competitions that promote the district	■	■	■	■	→
	1.1.1.5 Consider opportunities to recognise and celebrate outstanding community spirit and leadership	■	■	■	■	→
Promote a sense of community through encouraging and motivating citizens and advocate the coordination of relevant government agencies to provide the required services	1.1.2.1 Advocate on behalf of the community for improved coordination amongst state and federal agencies	■	■	■	■	→
	1.1.2.2 Participate in regional forums for improved coordination amongst state and federal agencies	■	■	■	■	→
Support community in sporting, recreational and volunteering initiatives through direct financial assistance, the utilisation of Shire facilities, or the leverage of Shire expertise in a mentoring role	1.1.3.1 Identify and implement the most appropriate sport and recreation opportunities for the Shire	■	■	■	■	→
	1.1.3.2 Encourage and support volunteerism by identifying successful policies, strategies and actions	■	■	■	■	→
	1.1.3.3 Support community groups to access various financial assistance grants available from external funding sources	■	■	■	■	→
	1.1.3.4 Maintain community grant allocation and process	■	■	■	■	→

Social Objective (continued)

Outcome 1.2 Support our senior residents in their community

Strategy	Action	2017-18	2018-19	2019-20	2020-21	2021 Onwards
Ensure there is appropriate infrastructure and facilities to service the health and social needs of the Shire's senior residents	1.2.1.1 Engage with the senior residents and relevant agencies in the community to understand their issues and service requirements	■	■	■	■	→
	1.2.1.2 Communicate to the Department of Health the issues and service requirements identified through engagement with the aged community	■	■	■	■	→
	1.2.1.3 Continue to implement the business case for the development of accommodation for the aged	■	■			
	1.2.1.4 Encourage and promote utilisation and access by the aged to community facilities	■	■	■	■	→

Economic Objective

Economic hub of the northern goldfields

The following tables reflect the future actions to be undertaken for each strategy. The prioritisation of the actions is reflected by a square indicating when the action is planned to be undertaken.

Outcome 2.1 Become the economic focal point for business and industry in the Northern Goldfields

Strategy	Action	2017-18	2018-19	2019-20	2020-21	2021 Onwards
Attract new industry, business, investment and encourage diversity whilst encouraging growth of local business	2.1.1.1 Communicate with relevant universities and TAFE organisations to provide localised access to tertiary education	■	■	■	■	→
	2.1.1.2 Consider opportunities to improve infrastructure to support Leonora as the regional hub for tertiary education	■	■	■	■	→
	2.1.1.3 Develop and maintain stakeholder relationships	■	■	■	■	→
	2.1.1.4 Engage with potential investors	■	■	■	■	→
Develop Leonora as a transportation hub for the Northern Goldfields and alternate route to the Pilbara	2.1.2.1 Assess opportunities to attract transportation businesses to the district	■	■	■	■	→
	2.1.2.2 Continue to support the RRG, GEDC and other regional groups in the extension of the Goldfields highway to Great Northern highway	■	■	■	■	→
Become the regional service hub for the Northern Goldfields	2.1.3.1 Advocate the healthcare issues in the northern goldfields region to relevant government agencies	■	■	■	■	→
	2.1.3.2 Promote and support the improvement of regional services in Leonora	■	■	■	■	→
	2.1.3.3 Advocate for improved health services at Leonora hospital	■	■	■	■	→
Improve essential infrastructure and services to promote growth	2.1.4.1 Liaise with Horizon Power and source funding opportunities to improve essential power infrastructure to accommodate growth	■	■	■	■	→
	2.1.4.2 Liaise with Water Corporation and source funding opportunities to extend Leonora Townsite Sewerage Infill Program	■	■	■	■	→
Support the continuation and establishment of business operations within the Shire to ensure sustained economic benefit	2.1.5.1 Consider individual business cases for Shire owned infrastructure to support the local economy	■	■	■	■	→

Economic Objective (continued)

Outcome 2.2 Increase awareness of the district and regional attractions

Strategy	Action	2017-18	2018-19	2019-20	2020-21	2021 Onwards
Promote the district and assist to develop tourism initiatives	(Moved from 1.1.1.2) 2.2.1.1 Collaborate with tourism groups such as Goldfields Tourism Network to promote tourism within the Shire and the region	■	■	■	■	→
	2.2.1.2 Review and implement Tourism Strategy	■	■	■	■	→
Enhance and maintain local attractions and associated infrastructure	2.2.2.1 Continue to implement asset management plans	■	■	■	■	→

Environment Objective

Forward thinking management of the built and natural environment

The following tables reflect the future actions to be undertaken for each strategy. The prioritisation of the actions is reflected by a square indicating when the action is planned to be undertaken.

Outcome 3.1 Sustainable and effective environmental management

Strategy	Action	2017-18	2018-19	2019-20	2020-21	2021 Onwards
Identification and establishment of facilities for waste management to meet growing demand	3.1.1.1 Develop and implement a Waste Management Strategy			■	■	
Identify opportunities for management of hazardous materials and waste minimisation	3.1.2.1 Consider opportunities for community recycling initiatives	■	■	■	■	→
	3.1.2.2 Develop and maintain a register of hazardous materials such as asbestos	■	■	■	■	→
Continue the reduction in the adverse effects of mining activity around and near the town	3.1.3.1 Consider initiatives to reduce the adverse impact of dust from the movement of heavy vehicles	■	■	■	■	→

Outcome 3.2 Plan for continuous improvement of infrastructure and services

Strategy	Action	2017-18	2018-19	2019-20	2020-21	2021 Onwards
Continue to implement the asset management improvement plan and document the asset management policies and procedures that are currently undertaken	3.2.1.1 Continue to improve asset management planning practices	■	■	■	■	→
Ensure the Shire's historic Gwalia buildings remain for future generations of the community by specific asset management planning	3.2.2.1 Continue to engage heritage specialists in support of the conservation and restoration of Gwalia heritage assets	■	■	■	■	→
	3.2.2.2 Seek funding for the maintenance of historic assets	■	■	■	■	→
Ongoing assessment of services and infrastructure	3.2.3.1 Continue to monitor and identify improvements in services and infrastructure	■	■	■	■	→
	3.2.3.2 Maintain asset infrastructure information	■	■	■	■	→

Leadership Objective

Innovative and proactive Shire and Councillors

The following tables reflect the future actions to be undertaken for each strategy. The prioritisation of the actions is reflected by a square indicating when the action is planned to be undertaken.

Outcome 4.1 Efficient service offerings to the Community

Strategy	Action No.	Actions	2017-18	2018-19	2019-20	2020-21	2021 Onwards
Continue to support effective delivery of services by Federal and State Government agencies by providing a shared work space	4.1.1.1	Encourage participation to raise awareness of needs and coordinate community driven initiatives	■	■	■	■	→
	4.1.1.2	Identify and promote to appropriate government agencies the utilisation of available facilities	■	■	■	■	→
Provide appropriate regulatory services	4.1.2.1	Continue to provide regulatory services (including health/building inspections, ranger services)	■	■	■	■	→

Outcome 4.2 Effective and open engagement with all sections of the community

Strategy	Action No.	Actions	2017-18	2018-19	2019-20	2020-21	2021 Onwards
Clearly engage and communicate with all sections of the community to promote Shire initiatives and ensure the Shire remains connected with the needs and requirements of the community	4.2.1.1	Develop and implement a community communication strategy	■	■	■	■	→
	4.2.1.2	Ensure all staff and elected members are aware of the community communication strategy and appropriately trained on the impact of the strategy		■	■	■	→
	4.2.1.3	Develop a proposal to fund increased community development resources	■	■			
	4.2.1.4	Use the community communication strategy to promote the district and Shire initiatives		■	■	■	→

Leadership Objective (continued)

Outcome 4.3 Innovative and safe working environment

Strategy	Action No.	Actions	2017-18	2018-19	2019-20	2020-21	2021 Onwards
Create an environment that promotes and encourages best practice, with an emphasis on safety	4.3.1.1	Continue to develop policies and procedures to improve internal business practices	■	■	■	■	→
	4.3.1.2	Improve workforce planning activities, support human resourcing requirements	■	■	■	■	→
	4.3.1.3	Continued improvement of occupational safety and health practices	■	■	■	■	→

Outcome 4.4 Diversify and strengthen revenue streams

Strategy	Action No.	Actions	2017-18	2018-19	2019-20	2020-21	2021 Onwards
Endeavour to attain the maximum grant assistance available to ensure the greatest benefit to the community	4.4.1.1	Investigate opportunities for an external resource to identify available and relevant grant funding	■	■	■	■	→
Plan for adequate supply of residential and commercial land to meet the requirements of the community	4.4.2.1	Continue to identify opportunities for release of residential and industrial land	■	■	■	■	→
	4.4.2.2	Continue to monitor the demand for residential and industrial land	■	■	■	■	→

Leadership Objective (continued)

Outcome 4.5 Strong leadership and planning

Strategy	Action No.	Actions	2017-18	2018-19	2019-20	2020-21	2021 Onwards
Support the provision of opportunities for future leadership, develop and assist staff to reach their potential	4.5.1.1	Promote opportunities in support of professional development, career development and training for staff	■	■	■	■	→
	4.5.1.2	Identify opportunities for career progression within the existing workforce	■	■	■	■	→
	4.5.1.3	Plan for succession in relation to key roles	■	■	■	■	→
	4.5.1.4	Identify opportunities to develop local/indigenous staff	■	■	■	■	→
Support and develop Councillors (and prospective Councillors) to represent the community effectively	4.5.2.1	Host community information sessions prior to Councillor elections to increase interest and awareness of the roles and responsibilities of Councillors	■		■		→
	4.5.2.2	Provide appropriate training to Councillors for continuously improving their skills and knowledge. Consider alternative methods of delivery, local sessions (depending on content)	■	■	■	■	→
Continue to develop strategic plans and ensure legislative compliance	4.5.3.1	Maintain controls to ensure a high level of compliance throughout the organisation	■	■	■	■	→



Measuring Success

The intended outcome of this Plan is to align the community's visions and aspirations for the future of the Shire of Leonora to the Shire's objectives. Success will be measured by both quantifiable and non-quantifiable outcomes.

Key performance measures provide an indication of whether the Shire is meeting the objectives and will be monitored and reported. The measures for each objective are provided in the table below.

Objectives		Strategic Performance Indicators	
SOCIAL	An empowered and spirited community	Social media activity	<i>increase posts and engagement rates</i>
		Community participation levels in recreation activities and events	<i>increase number of participants / attendees</i>
		Recreation facilities usage rates	<i>increase in usage of centres</i>
ECONOMIC	Economic hub of the Northern Goldfields	Population statistics	<i>(stable / increasing population base)</i>
		No. of development approvals	<i>(increase)</i>
		Assessed vacancy rates (business and residential)	<i>(decrease)</i>
		No. of building approvals	<i>(increase)</i>
		Visitor statistics	<i>(increase)</i>
ENVIRONMENT	Forward thinking management of the built and natural environment	Statutory asset management ratios	<i>(maintain healthy ratios)</i>
		Compliance with statutory reviews required by the Local Planning Framework	<i>(maintain compliance)</i>
LEADERSHIP	Innovative and proactive Shire and Councillors	Statutory financial ratios	<i>(maintain healthy ratios)</i>
		Employee retention rates	<i>(maintain / increase)</i>
		Volunteer levels	<i>(increase)</i>

Services and Facilities

Services and facilities provided by the Shire are linked with the relevant strategy of the Strategic Community Plan in the following table. The table reflects the strong connection between the services and facilities provided by the Shire and the desired outcomes and community vision.

Services/Facilities	Associated Strategic Reference	Services/Facilities	Associated Strategic Reference
Shire Services		Community Facilities	
Building control	3.2.1 3.2.3 4.4.2	Aquatic centre	1.1.3 3.2.1
Community consultation / engagement	1.1.2 1.1.3 1.2.1 4.2.1	Community / town halls	1.2.1 3.2.1
Council's customer service	4.1.1 4.2.1	Gwalia townsite	3.2.2
Economic development	2.1.1 2.1.2 2.1.3 2.1.4 2.1.5	Heritage assets	3.2.2
Environmental initiatives	3.1.1 3.1.2 3.1.3	Library	1.1.2 1.2.1
Festival / event management	1.1.1	Parks / gardens / ovals	1.1.3 3.2.1
Financial management	4.1.1 4.4.1 4.5.3	Playgrounds	1.1.3 3.2.1
General garbage collection	3.1.1	Public toilets	2.2.2 3.2.1
Governance / advocacy	4.1.1 4.2.1 4.3.1 4.4.1 4.4.2 4.5.1 4.5.2 4.5.3	Reserves / public open spaces	3.2.1
Health administration / inspection	4.1.2	Sport / recreation facilities	1.1.3 3.2.1
Landscaping	1.1.1 2.2.2		
Litter control	1.1.1 2.2.2	Infrastructure	
Long term planning	4.5.3	Airstrip	3.2.1
Maintenance - other infrastructure	3.2.1 3.2.3	Cemetery	3.2.1
Maintenance - roads	3.2.1	Drainage / storm water	3.2.1
Pest control	4.1.2	Employee housing	3.2.1 4.4.2
Ranger services	4.1.2	Quality of town centre	1.1.1 2.2.2
Recycling	3.1.2	Retirement units	1.2.1 2.1.3
Regional collaboration	1.1.1 1.1.2 1.2.1 2.1.1 2.1.2	Roads / verges / footpaths	2.1.2
Support for volunteers	1.1.2 1.1.3	Street lighting	3.2.1
Tourism management	1.1.1 2.2.1 2.2.2		
Town planning	1.2.1 4.4.2	Community Support & Services	
Waste management	3.1.1 3.1.2	Aged care	3.2.1
		Child care	3.2.1
		Community resource centre	3.2.1
		Crime prevention	1.1.2
		Information centre	3.2.1
		Youth services	3.2.1

Strategic Risk Management

It is important to consider the external and internal context in which the Shire of Leonora operates, relative to risk, in order to understand the environment in which the Shire seeks to achieve its strategic objectives.

The external and internal factors identified and considered during the preparation of this Plan are set out below:

External Factors	Internal Factors
Increasing community expectations in relation to service levels and service delivery	The objectives and strategies contained in the Council's current Strategic Community Plan
Rapid changes in information technology changing the service delivery environment	The timing and actions contained in the Council's Corporate Business Plan
Increased compliance requirements due to Government Policy and Legislation	Organisational size, structure, activities and location
Cost shifting by Federal and State Governments	Human resourcing levels and staff retention
Reducing external funding for infrastructure and operations	Current organisational strategy and culture
Increasing population and economic development resulting in greater pressure on the natural environment and its resources	The financial capacity of the Shire
Resource development and the associated social impacts	Allocation of resources to achieve strategic outcomes
Increasing community expectations and regulations in relation to waste management	Maintenance of corporate records
Native title processes and determinations	Current organisational systems and processes
Aboriginal Heritage	
Government responses in relation to social services (including itinerants)	
Delivery of services to remote communities	
Climate change and subsequent response	

References and Acknowledgements

Reference to the following documents or sources were made during the preparation of the Corporate Business Plan:

- Shire of Leonora Strategic Community Plan 2017 - 2027;
- Council website: www.leonora.wa.gov.au;
- Shire of Leonora Annual Financial Report 2015–16.

Disclaimer

This Plan has been prepared for the exclusive use by the Shire of Leonora.

This Plan contains quantitative and qualitative statements, including projections, estimates, opinions and forecasts concerning the anticipated future performance of the Shire of Leonora, based on a large number of assumptions, and will be, subject to significant uncertainties and contingencies many, if not all, of which are outside the control of the Shire of Leonora.

This Plan is supplied in good faith for public information purposes and the Shire accepts no responsibility for any loss occasioned by any person acting or refraining from action as a result of reliance on the Plan.

Review of the Corporate Business Plan

In accordance with statutory requirements, the Corporate Business Plan is reviewed and updated on an annual review cycle. Actions requiring funding will only be undertaken once approved within the statutory budget and subject to funding availability.

Document Management

Status: Draft | V1.5

Date of Adoption:



For further details on the Corporate Business Plan please contact

Shire of Leonora

16 Tower Street

PO Box 56

Leonora WA 6438

P: 08 9037 6044

F: 08 9037 6295

E: admin@leonora.wa.gov.au

10.0 REPORTS OF OFFICERS**10.2 DEPUTY CHIEF EXECUTIVE OFFICER****10.2 (D) BUDGET AMENDMENT – 2017/18 BUDGET**

SUBMISSION TO: Meeting of Council
Meeting Date: 15th August 2017

AGENDA REFERENCE: 10.2 (D) AUG 17

SUBJECT: Budget Amendment – 2017/18 Budget

LOCATION / ADDRESS: Leonora

NAME OF APPLICANT: N/A

FILE REFERENCE: 1.6

AUTHOR, DISCLOSURE OF ANY INTEREST AND DATE OF REPORT

NAME: Tanya Browning

OFFICER: Deputy Chief Executive Officer

INTEREST DISCLOSURE: Nil

DATE: 8th August 2017

BACKGROUND

Whilst preparing statutory statements to the 2017/18 Budget document, a cell error was noted in the Detailed Management Budget, document. This resulted in a capital purchase not being correctly reported on the summary sheet used for balancing. The error was at account E830008 (Doctor Vehicle), which totalled \$38,546.

After discussion with the executive management, the following considerations were made to account for this error and to correct the adopted management budget:

- E126103 Airport Security Equipment can be reduced by \$12,000 (this provision was included to allow for improved security cameras, wifi and modem access etc – but on review can be accommodated at maintenance expense account)
- E106010 Town Planning expenses can be reduced by \$10,000 (sufficient provision has been allowed to cover works already, and it's likely that may need to carry forward some of the project to 18/19 just due to the time involved in work to be done)
- E041030 Councillor Conference Expenses reduce by \$7,500 (the full provision is not normally utilised due to savings obtained by collaborating with other training programs and neighbouring local governments. Extra provision was included in case of new councillors being elected, however management is confident that cost savings can again be achieved through similar initiatives as embraced in the past)
- E080010 Childcare training expenditure can be reduced by \$3500 (still have a generous provision, and our MCS has been able to save money by getting traineeships paid through employment programs for casual staff)
- E074069 Health Conference/Training can be reduced by \$4000 (having a contracted officer means that they will maintain their qualifications, however provision was included for items that the Shire of Leonora specifically request the officer to do. This can be accommodated under other programs if required)
- E134024 Gwalia Office and Equipment Expense can be reduced by \$1546 (management will endeavour to achieve savings through combining/scheduling work with other departments to save costs)

Therefore, the following changes are recommended for budget amendment for the 2017/18 period:

E126103 – Airport Security Equipment, provision be decreased by \$12,000 to **\$0**
 E106010 – Town Planning, provision be decreased by \$10,000 to **\$180,000**
 E041030 – Councillor Conference expenses, provision be decreased by \$7,500 to **\$17,000**
 E080010 – Childcare Training, provision be decreased by \$3,500 to **\$20,400**
 E074069 – Health Conference/Training expenses, provision be decreased by \$4,000 to **\$1,500**
 E134024 – Gwalia Office & Equipment, provision be decreased by \$1,546 to **\$9,654**
 E830008 – Doctor Vehicle, provision be increased by \$38,546 to **\$38,546**

The following adjustments have been checked and calculated, and the statutory budget document has been amended to reflect the above changes.

STATUTORY ENVIRONMENT

Section 6.8(1) (b) of the Local Government Act 1995 provides that expenditure can be incurred when not included in the annual budget provided that it is authorised in advance by resolution (absolute majority).

POLICY IMPLICATIONS

Adoption of the recommendations within this report will assist to achieve the objectives as set out within the Gwalia collections policy.

FINANCIAL IMPLICATIONS

There are no financial implications resulting from the recommendation of this report that will have any detrimental effect on the Shire's finances.

STRATEGIC IMPLICATIONS

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

RECOMMENDATIONS

That the Council, by absolute majority, :

1. Approve the following budget amendments for the 2017/18 period:

E126103 – Airport Security Equipment, provision be decreased by \$12,000 to **\$0**
 E106010 – Town Planning, provision be decreased by \$10,000 to **\$180,000**
 E041030 – Councillor Conference expenses, provision be decreased by \$7,500 to **\$17,000**
 E080010 – Childcare Training, provision be decreased by \$3,500 to **\$20,400**
 E074069 – Health Conference/Training expenses, provision be decreased by \$4,000 to **\$1,500**
 E134024 – Gwalia Office & Equipment, provision be decreased by \$1,546 to **\$9,654**
 E830008 – Doctor Vehicle, provision be increased by \$38,546 to **\$38,546**

2. Adopt the Statutory Budget for 2017/18 that reflects the above amendments, as attached.

VOTING REQUIREMENT

Absolute Majority

COUNCIL DECISION

Moved Cr RA Norrie, Seconded Cr LR Petersen that the Council, by absolute majority, :

1. Approve the following budget amendments for the 2017/18 period:

E126103 – Airport Security Equipment, provision be decreased by \$12,000 to **\$0**
 E106010 – Town Planning, provision be decreased by \$10,000 to **\$180,000**
 E041030 – Councillor Conference expenses, provision be decreased by \$7,500 to **\$17,000**
 E080010 – Childcare Training, provision be decreased by \$3,500 to **\$20,400**
 E074069 – Health Conference/Training expenses, provision be decreased by \$4,000 to **\$1,500**
 E134024 – Gwalia Office & Equipment, provision be decreased by \$1,546 to **\$9,654**
 E830008 – Doctor Vehicle, provision be increased by \$38,546 to **\$38,546**

2. Adopt the Statutory Budget for 2017/18 that reflects the above amendments, as attached.

CARRIED BY ABSOLUTE MAJORITY (6 VOTES TO 0)

SHIRE OF LEONORA
BUDGET
FOR THE YEAR ENDED 30 JUNE 2018

TABLE OF CONTENTS

Statement of Comprehensive Income by Nature or Type	2
Statement of Comprehensive Income by Program	3
Statement of Cash Flows	5
Rate Setting Statement	6
Notes to and Forming Part of the Budget	7 to 35
Supplementary Information	36

SHIRE OF LEONORA
STATEMENT OF COMPREHENSIVE INCOME
BY NATURE OR TYPE
FOR THE YEAR ENDED 30 JUNE 2018

	NOTE	2017/18 Budget \$	2016/17 Actual \$	2016/17 Budget \$
Revenue				
Rates	8	5,488,040	5,319,667	5,303,874
Operating grants, subsidies and contributions	15	1,212,021	2,580,364	1,918,106
Fees and charges	14	1,330,951	1,218,229	1,210,623
Interest earnings	2(a)	17,728	29,987	64,798
Other revenue	2(a)	<u>235,795</u>	<u>158,059</u>	<u>123,256</u>
		8,284,535	9,306,306	8,620,657
Expenses				
Employee costs		(2,820,773)	(2,690,941)	(2,565,294)
Materials and contracts		(4,354,168)	(3,241,826)	(4,400,330)
Utility charges		(253,138)	(172,481)	(193,150)
Depreciation on non-current assets	2(a)	(1,209,703)	(1,127,647)	(1,180,621)
Insurance expenses		(244,275)	(272,715)	(255,999)
Other expenditure		<u>(98,001)</u>	<u>(82,277)</u>	<u>(104,080)</u>
		<u>(8,980,058)</u>	<u>(7,587,887)</u>	<u>(8,699,474)</u>
		(695,523)	1,718,419	(78,817)
Non-operating grants, subsidies and contributions	15	4,514,131	4,068,555	4,814,113
Loss on asset disposals	6	(140,552)	(56,754)	(115,352)
Net result		3,678,056	5,730,220	4,619,944
Other comprehensive income				
Changes on revaluation of non-current assets		<u>0</u>	<u>0</u>	<u>0</u>
Total other comprehensive income		0	0	0
Total comprehensive income		<u>3,678,056</u>	<u>5,730,220</u>	<u>4,619,944</u>

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

SHIRE OF LEONORA
STATEMENT OF COMPREHENSIVE INCOME
BY PROGRAM
FOR THE YEAR ENDED 30 JUNE 2018

	NOTE	2017/18 Budget \$	2016/17 Actual \$	2016/17 Budget \$
Revenue (refer notes 1,2,8,10 to 15)				
Governance		4,480	873	4,500
General purpose funding		6,164,446	7,208,305	6,582,269
Law, order, public safety		9,615	7,636	10,200
Health		30,718	53,095	51,368
Education and welfare		228,415	225,074	222,568
Housing		38,750	30,478	38,650
Community amenities		312,565	402,310	271,029
Recreation and culture		176,812	232,423	202,420
Transport		578,069	548,070	566,614
Economic services		606,575	439,845	472,156
Other property and services		134,090	158,197	198,883
		<u>8,284,535</u>	<u>9,306,306</u>	<u>8,620,657</u>
Expenses excluding finance costs (refer notes 1, 2 & 16)				
Governance		(631,755)	(464,525)	(569,538)
General purpose funding		(397,655)	(283,480)	(382,336)
Law, order, public safety		(163,766)	(141,839)	(151,476)
Health		(604,103)	(548,852)	(579,147)
Education and welfare		(643,201)	(496,502)	(633,878)
Housing		0	(4,882)	0
Community amenities		(429,840)	(176,919)	(238,100)
Recreation and culture		(1,198,405)	(954,161)	(1,129,347)
Transport		(3,044,039)	(3,015,434)	(3,156,275)
Economic services		(1,949,802)	(1,351,961)	(1,829,377)
Other property and services		82,508	(149,332)	(30,000)
		<u>(8,980,058)</u>	<u>(7,587,887)</u>	<u>(8,699,474)</u>
		(695,523)	1,718,419	(78,817)
Non-operating grants, subsidies and contributions:	15	4,514,131	4,068,555	4,814,113
(Loss) on disposal of assets	6	(140,552)	(56,754)	(115,352)
		<u>4,373,579</u>	<u>4,011,801</u>	<u>4,698,761</u>
Net result		3,678,056	5,730,220	4,619,944
Other comprehensive income				
Changes on revaluation of non-current assets		0	0	0
Total other comprehensive income		0	0	0
Total comprehensive income		<u>3,678,056</u>	<u>5,730,220</u>	<u>4,619,944</u>

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

The exclusion of the loss on sale of assets from allocations in Other Properties and Services for the purposes of this statement has resulted in a positive expenses balance for this program of \$82,508.

**SHIRE OF LEONORA
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2018**

	NOTE	2017/18 Budget \$	2016/17 Actual \$	2016/17 Budget \$
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts				
Rates		5,488,040	5,320,171	5,303,874
Operating grants, subsidies and contributions		1,212,021	1,790,445	2,033,663
Fees and charges		1,330,951	1,218,229	1,210,623
Interest earnings		17,728	29,987	64,798
Goods and services tax		430,507	631,130	506,822
Other revenue		235,795	158,059	123,256
		<u>8,715,042</u>	<u>9,148,021</u>	<u>9,243,036</u>
Payments				
Employee costs		(2,820,773)	(2,636,240)	(2,565,294)
Materials and contracts		(3,753,604)	(3,013,328)	(4,400,330)
Utility charges		(253,138)	(172,481)	(193,150)
Insurance expenses		(244,275)	(272,715)	(255,999)
Goods and services tax		(430,507)	(677,811)	(506,822)
Other expenditure		(98,001)	(82,277)	(104,080)
		<u>(7,600,298)</u>	<u>(6,854,852)</u>	<u>(8,025,675)</u>
Net cash provided by (used in) operating activities	3(b)	<u>1,114,744</u>	<u>2,293,169</u>	<u>1,217,361</u>
CASH FLOWS FROM INVESTING ACTIVITIES				
Payments for purchase of property, plant & equipment	5	(2,611,582)	(5,321,406)	(6,453,114)
Payments for construction of infrastructure	5	(5,579,276)	(3,345,423)	(4,760,625)
Non-operating grants, subsidies and contributions used for the development of assets		4,514,131	4,068,555	4,814,113
Proceeds from sale of plant & equipment	6	198,181	110,911	166,000
Net cash provided by (used in) investing activities		<u>(3,478,546)</u>	<u>(4,487,363)</u>	<u>(6,233,626)</u>
Net increase (decrease) in cash held		(2,363,802)	(2,194,194)	(5,016,265)
Cash at beginning of year		<u>5,065,130</u>	<u>7,259,324</u>	<u>7,259,324</u>
Cash and cash equivalents at the end of the year	3(a)	<u><u>2,701,328</u></u>	<u><u>5,065,130</u></u>	<u><u>2,243,059</u></u>

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

**SHIRE OF LEONORA
RATE SETTING STATEMENT
FOR THE YEAR ENDED 30 JUNE 2018**

	NOTE	2017/18 Budget \$	2016/17 Actual \$	2016/17 Budget \$
Net current assets at start of financial year - surplus/(deficit)	4	<u>3,254,094</u>	<u>5,279,630</u>	<u>5,347,520</u>
		3,254,094	5,279,630	5,347,520
Revenue from operating activities (excluding rates)				
Governance		4,480	873	4,500
General purpose funding		676,406	1,888,638	1,278,395
Law, order, public safety		9,615	7,636	10,200
Health		30,718	53,095	51,368
Education and welfare		228,415	225,074	222,568
Housing		38,750	30,478	38,650
Community amenities		312,565	402,310	271,029
Recreation and culture		176,812	232,423	202,420
Transport		578,069	548,070	566,614
Economic services		606,575	439,845	472,156
Other property and services		134,090	158,197	198,883
		<u>2,796,495</u>	<u>3,986,639</u>	<u>3,316,783</u>
Expenditure from operating activities				
Governance		(631,755)	(464,525)	(569,538)
General purpose funding		(397,655)	(283,480)	(382,336)
Law, order, public safety		(163,766)	(141,839)	(151,476)
Health		(631,547)	(556,532)	(590,341)
Education and welfare		(643,201)	(496,502)	(633,878)
Housing		0	(4,882)	0
Community amenities		(429,840)	(176,919)	(238,100)
Recreation and culture		(1,198,405)	(954,161)	(1,129,347)
Transport		(3,044,039)	(3,038,033)	(3,197,869)
Economic services		(1,949,802)	(1,351,961)	(1,829,377)
Other property and services		(30,600)	(175,807)	(92,564)
		<u>(9,120,610)</u>	<u>(7,644,641)</u>	<u>(8,814,826)</u>
Operating activities excluded from budget				
Loss on disposal of assets	6	140,552	56,754	115,352
Depreciation on assets	2(a)	<u>1,209,703</u>	<u>1,127,647</u>	<u>1,180,621</u>
Amount attributable to operating activities		(1,719,766)	2,806,029	1,145,450
INVESTING ACTIVITIES				
Non-operating grants, subsidies and contributions	15	4,514,131	4,068,555	4,814,113
Purchase property, plant and equipment	5	(2,611,582)	(5,321,406)	(6,453,114)
Purchase and construction of infrastructure	5	(5,579,276)	(3,345,423)	(4,760,625)
Proceeds from disposal of assets	6	<u>198,181</u>	<u>110,911</u>	<u>166,000</u>
Amount attributable to investing activities		(3,478,546)	(4,487,363)	(6,233,626)
FINANCING ACTIVITIES				
Transfers to cash backed reserves (restricted assets)	9	(739,728)	(484,239)	(465,698)
Transfers from cash backed reserves (restricted assets)	9	<u>450,000</u>	<u>100,000</u>	<u>250,000</u>
Amount attributable to financing activities		(289,728)	(384,239)	(215,698)
Budgeted deficiency before general rates		<u>(5,488,040)</u>	<u>(2,065,573)</u>	<u>(5,303,874)</u>
Estimated amount to be raised from general rates	8	<u>5,488,040</u>	<u>5,319,667</u>	<u>5,303,874</u>
Net current assets at end of financial year - surplus/(deficit)		<u><u>0</u></u>	<u><u>3,254,094</u></u>	<u><u>0</u></u>

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

**SHIRE OF LEONORA
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2018**

1. SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of preparation

The budget has been prepared in accordance with applicable Australian Accounting Standards (as they apply to local government and not-for-profit entities), Australian Accounting Interpretations, other authoritative pronouncements of the Australian Accounting Standards Board, the *Local Government Act 1995* and accompanying regulations. Material accounting policies which have been adopted in the preparation of this budget are presented below and have been consistently applied unless stated otherwise.

Except for cash flow and rate setting information, the budget has also 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.

Critical accounting estimates

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

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

The local government reporting eEntity

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

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

All monies held in the Trust Fund are excluded from the financial statements. A separate statement of those monies appears at Note 17 to the budget.

(b) 2016/17 actual balances

Balances shown in this budget as 2016/17 Actual are as forecast at the time of budget preparation and are subject to final adjustments.

(c) Rounding off figures

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

(d) Comparative figures

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

(e) Budget comparative figures

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

**SHIRE OF LEONORA
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2018**

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(f) Forecast fair value adjustments

All fair value adjustments relating to remeasurement of financial assets at fair value through profit or loss (if any) and changes on revaluation of non-current assets are impacted upon by external forces and not able to be reliably estimated at the time of budget adoption.

Fair value adjustments relating to the re-measurement of financial assets at fair value through profit or loss will be assessed at the time they occur with compensating budget amendments made as necessary.

It is anticipated, in all instances, any changes upon revaluation of non-current assets will relate to non-cash transactions and as such, have no impact on this budget document.

(g) Rates, grants, donations and other contributions

Rates, grants, donations and other contributions are recognised as revenues when the Shire of Leonora 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.

(h) 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.

(i) Superannuation

The Shire of Leonora contributes to a number of superannuation funds on behalf of employees.

All funds to which the Shire of Leonora contributes are defined contribution plans.

(j) Cash and cash equivalents

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

Bank overdrafts are shown as short term borrowings in current liabilities in Note 4 - Net Current Assets.

(k) Trade and other receivables

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

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 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 BUDGET
FOR THE YEAR ENDED 30 JUNE 2018**

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(l) Inventories

General

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

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

Land held for resale

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

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

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

(m) 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.

Mandatory requirement to revalue non-current assets

Effective from 1 July 2012, the *Local Government (Financial Management) Regulations* were amended and the measurement of non-current assets at Fair Value became mandatory.

During the year ended 30 June 2013, the Shire of Leonora commenced the process of adopting fair value in accordance with the Regulations.

Whilst the amendments initially allowed for a phasing in of fair value in relation to fixed assets over three years, as at 30 June 2015 all non-current assets were carried at fair value in accordance with the requirements.

Thereafter, each asset class must be revalued in accordance with the regulatory framework established and the Shire of Leonora revalues its asset classes in accordance with this mandatory timetable.

Relevant disclosures, in accordance with the requirements of Australian Accounting Standards, have been made in the financial report as necessary.

Initial recognition and measurement between mandatory revaluation dates

All assets are initially recognised at cost and subsequently revalued in accordance with the mandatory measurement framework detailed above.

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 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 Shire of Leonora 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 acquired between initial recognition and the next revaluation of the asset class in accordance with the mandatory measurement framework detailed above, are carried at cost less accumulated depreciation as management believes this approximates fair value. They will be subject to subsequent revaluation of the next anniversary date in accordance with the mandatory measurement framework detailed above.

**SHIRE OF LEONORA
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2018**

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(m) Fixed assets (continued)

Revaluation

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 asset are recognised against revaluation surplus directly in equity. All other decreases are recognised in profit or loss.

Land under roads

In Western Australia, all land under roads is Crown land, the responsibility for managing which, is vested in the local government.

Effective as at 1 July 2008, Council elected not to recognise any value for land under roads acquired on or before 30 June 2008. This accords with the treatment available in *Australian Accounting Standard AASB 1051 Land Under Roads* and the fact *Local Government (Financial Management) Regulation 16(a)(i)* prohibits local governments from recognising such land as an asset.

In respect of land under roads acquired on or after 1 July 2008, as detailed above, *Local Government (Financial Management) Regulation 16(a)(i)* prohibits local governments from recognising such land as an asset.

Whilst such treatment is inconsistent with the requirements of AASB 1051, *Local Government (Financial Management) Regulation 4(2)* provides, in the event of such an inconsistency, the *Local Government (Financial Management) Regulations* prevail.

Consequently, any land under roads acquired on or after 1 July 2008 is not included as an asset of the Shire

Depreciation

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

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

Buildings	30 to 50 years
Furniture and Equipment	4 to 10 years
Plant and Equipment	5 to 15 years
Infrastructure	10 to 40 Years

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 profit or loss in the period which they arise.

**SHIRE OF LEONORA
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2018**

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(n) Fair value of assets and liabilities

When performing a revaluation, the Shire of Leonora uses a mix of both independent and management valuations using the following as a guide:

Fair value is the price that the Shire of Leonora 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. 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 (i.e. the market with the greatest volume and level of activity for the asset or, in the absence of such a market, the most advantageous market available to the entity at the end of the reporting period (ie 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.

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 of Leonora 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 of Leonora are consistent with one or more of the following valuation approaches:

**SHIRE OF LEONORA
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2018**

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(n) Fair value of assets and liabilities (continued)

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 an asset at its current service capacity.

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 of Leonora 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 and 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.

The mandatory measurement framework imposed by the *Local Government (Financial Management) Regulations* requires, as a minimum, all assets to be revalued at least every 3 years. Relevant disclosures, in accordance with the requirements of Australian Accounting Standards have been made in the budget as necessary.

(o) Financial instruments

Initial recognition and measurement

Financial assets and financial liabilities are recognised when the Shire of Leonora becomes a party to the contractual provisions to the instrument. For financial assets, this is equivalent to the date that the Shire of Leonora commits itself to either the purchase or sale of the asset (ie trade date accounting is adopted).

Financial instruments are initially measured at fair value plus transaction costs, except where the instrument is classified 'at fair value through profit or loss', in which case transaction costs are expensed to profit or loss immediately.

Classification and subsequent measurement

Financial instruments are subsequently measured at fair value, amortised cost using the effective interest rate method, or cost.

Amortised cost is calculated as:

- (a) the amount in which the financial asset or financial liability is measured at initial recognition;
- (b) less principal repayments and any reduction for impairment; and
- (c) plus or minus the cumulative amortisation of the difference, if any, between the amount initially recognised and the maturity amount calculated using the effective interest rate method.

**SHIRE OF LEONORA
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2018**

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(o) Financial instruments (continued)

The effective interest method is used to allocate interest income or interest expense over the relevant period and is equivalent to the rate that discounts estimated future cash payments or receipts (including fees, transaction costs and other premiums or discounts) through the expected life (or when this cannot be reliably predicted, the contractual term) of the financial instrument to the net carrying amount of the financial asset or financial liability. Revisions to expected future net cash flows will necessitate an adjustment to the carrying value with a consequential recognition of an income or expense in profit or loss.

(i) Financial assets at fair value through profit and loss

Financial assets are classified at "fair value through profit or loss" when they are held for trading for the purpose of short term profit taking. Assets in this category are classified as current assets. Such assets are subsequently measured at fair value with changes in carrying amount being included in profit or loss.

(ii) Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market and are subsequently measured at amortised cost. Gains or losses are recognised in profit or loss.

Loans and receivables are included in current assets where they are expected to mature within 12 months after the end of the reporting period.

(iii) Held-to-maturity investments

Held-to-maturity investments are non-derivative financial assets with fixed maturities and fixed or determinable payments that the Shire of Leonora management has the positive intention and ability to hold to maturity. They are subsequently measured at amortised cost. Gains or losses are recognised in profit or loss.

Held-to-maturity investments are included in current assets where they are expected to mature within 12 months after the end of the reporting period. All other investments are classified as non-current.

(iv) Available-for-sale financial assets

Available-for-sale financial assets are non-derivative financial assets that are either not suitable to be classified into other categories of financial assets due to their nature, or they are designated as such by management. They comprise investments in the equity of other entities where there is neither a fixed maturity nor fixed or determinable payments.

They are subsequently measured at fair value with changes in such fair value (i.e. gains or losses) recognised in other comprehensive income (except for impairment losses). When the financial asset is derecognised, the cumulative gain or loss pertaining to that asset previously recognised in other comprehensive income is reclassified into profit or loss.

Available-for-sale financial assets are included in current assets, where they are expected to be sold within 12 months after the end of the reporting period. All other available for sale financial assets are classified as non-current.

(v) Financial liabilities

Non-derivative financial liabilities (excl. financial guarantees) are subsequently measured at amortised cost. Gains or losses are recognised in the profit or loss.

**SHIRE OF LEONORA
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2018**

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(o) Financial instruments (continued)

Impairment

A financial asset is deemed to be impaired if, and only if, there is objective evidence of impairment as a result of one or more events (a "loss event") having occurred, which has an impact on the estimated future cash flows of the financial asset(s).

In the case of available-for-sale financial assets, a significant or prolonged decline in the market value of the instrument is considered a loss event. Impairment losses are recognised in profit or loss immediately. Also, any cumulative decline in fair value previously recognised in other comprehensive income is reclassified to profit or loss at this point.

In the case of financial assets carried at amortised cost, loss events may include: indications that the debtors or a group of debtors are experiencing significant financial difficulty, default or delinquency in interest or principal payments; indications that they will enter bankruptcy or other financial reorganisation; and changes in arrears or economic conditions that correlate with defaults.

For financial assets carried at amortised cost (including loans and receivables), a separate allowance account is used to reduce the carrying amount of financial assets impaired by credit losses. After having taken all possible measures of recovery, if management establishes that the carrying amount cannot be recovered by any means, at that point the written-off amounts are charged to the allowance account or the carrying amount of impaired financial assets is reduced directly if no impairment amount was previously recognised in the allowance account.

Derecognition

Financial assets are derecognised where the contractual rights for receipt of cash flows expire or the asset is transferred to another party, whereby the Shire of Leonora no longer has any significant continual involvement in the risks and benefits associated with the asset.

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.

(p) Impairment of assets

In accordance with Australian Accounting Standards the Shire of Leonora 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 revaluation decrease in accordance with that other standard.

**SHIRE OF LEONORA
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2018**

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(p) Impairment of assets (continued)

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 adopting this budget, it is not possible to estimate the amount of impairment losses (if any) as at 30 June 2018.

In any event, an impairment loss is a non-cash transaction and consequently, has no impact on this budget document.

(q) Trade and other payables

Trade and other payables represent liabilities for goods and services provided to the Shire prior to the end of the financial year that are unpaid and arise when the Shire of Leonora 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.

(r) Employee benefits

Short-term employee benefits

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

Other long-term employee benefits

Provision is made for employees' long service leave and annual leave entitlements not expected to be settled wholly within 12 months after the end of the annual reporting period in which the employees render the related service. Other 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 or 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 of Leonora's obligations for long-term employee benefits are presented as non-current provisions in its statement of financial position, except where the Shire of Leonora 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 LEONORA
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2018**

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(s) 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.

(t) Provisions

Provisions are recognised when the Shire of Leonora has a 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.

(u) Leases

Leases of fixed assets where substantially all the risks and benefits incidental to the ownership of the asset, but not legal ownership, are transferred to the Shire of Leonora, are classified as finance leases.

Finance leases are capitalised recording an asset and a liability at the lower amounts equal to the fair value of the leased property or the present value of the minimum lease payments, including any guaranteed residual values. Lease payments are allocated between the reduction of the lease liability and the lease interest expense for the period.

Leased assets are depreciated on a straight line basis over the shorter of their estimated useful lives or the lease term.

Lease payments for operating leases, where substantially all the risks and benefits remain with the lessor, are charged as expenses in the periods in which they are incurred.

Lease incentives under operating leases are recognised as a liability and amortised on a straight line basis over the life of the lease term.

(v) Investment in associates

An associate is an entity over which the Shire of Leonora has significant influence. Significant influence is the power to participate in the financial operating policy decisions of that entity but is not control or joint control of those policies. Investments in associates are accounted for in the financial statements by applying the equity method of accounting, whereby the investment is initially recognised at cost and adjusted thereafter for the post-acquisition change in the Shire of Leonora's share of net assets of the associate. In addition, the Shire of Leonora's share of the profit or loss of the associate is included in the

The carrying amount of the investment includes, where applicable, goodwill relating to the associate. Any discount on acquisition, whereby the Shire of Leonora's share of the net fair value of the associate exceeds the cost of investment, is recognised in profit or loss in the period in which the investment is acquired.

**SHIRE OF LEONORA
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2018**

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(w) Investment in associates (continued)

Profits and losses resulting from transactions between the Shire of Leonora and the associate are eliminated to the extent of the Shire of Leonora's interest in the associate.

When the Shire of Leonora's share of losses in an associate equals or exceeds its interest in the associate, the Shire of Leonora discontinues recognising its share of further losses unless it has incurred legal or constructive obligations or made payments on behalf of the associate. When the associate subsequently makes profits, the Shire of Leonora will resume recognising its share of these profits once its share of the profits equals the share of the losses not recognised.

(x) Interests in joint arrangements

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

Separate joint venture entities providing joint venturers with an interest to net assets are classified as a joint venture and accounted for using the equity method. Refer to note 1(o) for a description of the equity method of accounting.

Joint venture operations represent arrangements whereby joint operators maintain direct interests in each asset and exposure to each liability of the arrangement. The Shire of Leonora's interests, in the assets, liabilities, revenue and expenses of joint operations are included in the respective line items of the financial statements. Information about the joint ventures is set out in Note 20.

(y) 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 Shire of Leonora's operational cycle. In the case of liabilities where the Shire of Leonora 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 sale where it is held as non-current based on the Shire of Leonora's intentions to

SHIRE OF LEONORA
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2018

REVENUES AND EXPENSES

Net result	2017/18	2016/17	2016/17
The net result includes:	Budget	Actual	Budget
	\$	\$	\$
Charging as an expense:			
Auditors remuneration			
Audit services	9,000	11,500	11,500
Other services	6,200	7,055	0
Depreciation by program			
Health	12,624	11,092	12,376
Education and welfare	5,736	0	5,624
Housing	31,980	29,352	31,980
Community amenities	85,363	29,163	48,689
Recreation and culture	125,442	119,312	128,624
Transport	693,213	688,202	806,656
Economic services	72,863	69,048	29,785
Other property and services	182,482	181,478	116,887
	<u>1,209,703</u>	<u>1,127,647</u>	<u>1,180,621</u>
Depreciation by asset class			
Land and buildings	252,992	262,751	233,192
Furniture and equipment	13,675	8,011	12,675
Plant and equipment	456,301	370,387	408,286
Roads	483,147	480,249	523,908
Improvements and Infrastructure	3,588	6,249	2,560
	<u>1,209,703</u>	<u>1,127,647</u>	<u>1,180,621</u>
Crediting as revenues:			
Significant expense and revenue			
WA Local Government Grants Commission	<u>0</u>	<u>645,993</u>	<u>0</u>
made an early payment of \$645,993. This amount was recognised as revenue in 2016-17 and carried forward as part of the surplus in the current budget. The anticipated revenue for 2017-18 has been reduced by this amount accordingly.			
Interest earnings			
Investments			
- Reserve funds	12,728	14,269	16,698
- Other funds	5,000	15,718	48,100
Other interest revenue (<i>refer note 12</i>)	0	0	0
	<u>17,728</u>	<u>29,987</u>	<u>64,798</u>
Other revenue			
Reimbursements and recoveries	0	0	0
Other	235,795	158,059	123,256
	<u>235,795</u>	<u>158,059</u>	<u>123,256</u>

**SHIRE OF LEONORA
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2018**

REVENUES AND EXPENSES (Continued)

(b) Statement of objective

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

COMMUNITY VISION

The Shire will endeavour to provide the community services and facilities to meet the needs of the members of the community and enable them to enjoy a pleasant and healthy way of life. Council operations as disclosed in this budget encompass the following service orientated activities/programs:

GOVERNANCE

Objective:

To provide a decision making process for the efficient allocation of scarce resources.

Activities:

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 included under this heading.

GENERAL PURPOSE FUNDING

Objective:

To collect revenue to allow for the provision of services.

Activities:

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.

**SHIRE OF LEONORA
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2018**

REVENUES AND EXPENSES (Continued)

(b) Statement of objective (Continued)

LAW, ORDER, PUBLIC SAFETY

Objective:

To provide services to help ensure a safer and environmentally conscious community.

Activities:

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

HEALTH

Objective:

To provide an operational framework for environmental and community health.

Activities:

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

Objective:

To provide services to disadvantaged persons, the elderly, children and youth

Activities:

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

HOUSING

Objective:

To provide and maintain elderly residents housing.

Activities:

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 9 houses, 2 duplexes and a single persons quarters.

**SHIRE OF LEONORA
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2018**

REVENUES AND EXPENSES (Continued)

(b) Statement of objective (Continued)

COMMUNITY AMENITIES

Objective:

To provide services required by the community.

Activities:

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

Objective:

To establish and effectively manage infrastructure and resource which will help the social well being of the community.

Activities:

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

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 digital television and radio.

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

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.

**SHIRE OF LEONORA
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2018**

REVENUES AND EXPENSES (Continued)

(b) Statement of objective (Continued)

ECONOMIC SERVICES

Objective:

To help promote the shire and its economic wellbeing.

Activities:

Costs associated with tourism promotion throughout the Shire including employment of staff at the Gwalia Museum and historic precinct & Leonora Information Centre.

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

Costs and revenues associated with the annual 'Leonora Golden Gift'.

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

Costs associated with tourism promotion throughout the Shire including employment of staff at the Gwalia Museum and historic precinct & Leonora Information Centre.

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

Costs and revenues associated with the annual 'Leonora Golden Gift'.

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

OTHER PROPERTY & SERVICES

Objective:

To monitor and control council's overheads operating accounts.

Activities:

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 BUDGET
FOR THE YEAR ENDED 30 JUNE 2018

NOTES TO THE STATEMENT OF CASH FLOWS

Reconciliation of cash

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

	2017/18	2016/17	2016/17
	Budget	Actual	Budget
	\$	\$	\$
Cash - unrestricted	0	2,653,530	0
Cash - restricted	2,701,328	2,411,600	2,243,059
	<u>2,701,328</u>	<u>5,065,130</u>	<u>2,243,059</u>

The following restrictions have been imposed by regulation or other externally imposed requirements:

Long Service Leave Reserve	132,341	131,683	131,786
Fire Disaster reserve	35,007	30,833	30,884
Plant Purchase Reserve	624,092	511,360	490,376
Annual Leave Reserve	161,944	161,138	161,265
Gwalia Precinct Reserve	463,237	373,271	372,897
Building Maintenance Reserve	965,141	600,339	602,476
Waste Management Reserve	53,241	502,976	352,625
Aerodrome Reserve	251,250	100,000	100,750
IT Reserve	15,075	0	0
	<u>2,701,328</u>	<u>2,411,600</u>	<u>2,243,059</u>

Reconciliation of net cash provided by operating activities to net result

Net result	3,678,056	5,730,220	4,619,944
Depreciation	1,209,703	1,127,647	1,180,621
(Profit)/loss on sale of asset	140,552	56,754	115,352
(Increase)/decrease in receivables	0	(836,096)	115,557
(Increase)/decrease in inventories	0	6,353	0
Increase/(decrease) in payables	600,564	225,095	0
Increase/(decrease) in employee provisions	0	51,751	0
Grants/contributions for the development of assets	(4,514,131)	(4,068,555)	(4,814,113)
Net cash from operating activities	<u>1,114,744</u>	<u>2,293,169</u>	<u>1,217,361</u>

SHIRE OF LEONORA
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2018

NOTES TO THE STATEMENT OF CASH FLOWS (Continued)

	2017/18 Budget \$	2016/17 Actual \$	2016/17 Budget \$
Undrawn borrowing facilities credit standby arrangements			
Bank overdraft limit	0	0	0
Bank overdraft at balance date	0	0	0
Credit card limit	35,000	35,000	35,000
Credit card balance at balance date	0	9,712	0
Total amount of credit unused	<u>35,000</u>	<u>44,712</u>	<u>35,000</u>
Loan facilities			
Loan facilities in use at balance date	<u>0</u>	<u>0</u>	<u>0</u>
Unused loan facilities at balance date	<u>0</u>	<u>0</u>	<u>0</u>
	Note	2017/18 Budget \$	2016/17 Actual \$
NET CURRENT ASSETS			
Composition of estimated net current assets			
Current assets			
Cash - unrestricted	3(a)	0	2,653,530
Cash - restricted reserves	3(a)	2,701,328	2,411,600
Receivables		1,267,050	1,267,050
Inventories		40,847	40,847
		<u>4,009,225</u>	<u>6,373,027</u>
Less: current liabilities			
Trade and other payables		(1,307,897)	(707,333)
Provisions		(223,766)	(223,766)
		<u>(1,531,663)</u>	<u>(931,099)</u>
Unadjusted net current assets		2,477,562	5,441,928
Differences between the net current assets at the end of each financial year in the rate setting statement and net current assets detailed above arise from amounts which have been excluded when calculating the budget deficiency in accordance with <i>Local Government (Financial Management) Regulation 32</i> as movements for these items have been funded within the budget estimates. These differences are disclosed as adjustments below.			
Adjustments			
Less: Cash - restricted reserves	3(a)	(2,701,328)	(2,411,600)
Add: Current liabilities not expected to be cleared at end of year		223,766	223,766
Adjusted net current assets - surplus/(deficit)		<u><u>0</u></u>	<u><u>3,254,094</u></u>

SHIRE OF LEONORA
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2018

5. ACQUISITION OF ASSETS

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

Asset class	Reporting program											2017/18 Budget total \$	2016/17 Actual total \$
	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 \$		
<i>Property, Plant and Equipment</i>													
Land and buildings	0	0	0	400,000	0	148,670	0	60,000	50,000	1,291,300	46,000	1,995,970	5,067,722
Plant and equipment	0	0	0	75,401	0	0	0	45,000	320,000	28,519	146,692	615,612	253,684
	0	0	0	475,401	0	148,670	0	105,000	370,000	1,319,819	192,692	2,611,582	5,321,406
<i>Infrastructure</i>													
Roads	0	0	0	0	0	0	0	0	4,020,531	0	0	4,020,531	1,535,629
Improvements and Infrastructure	0	0	0	0	0	0	645,200	159,000	0	754,545	0	1,558,745	1,809,794
	0	0	0	0	0	0	645,200	159,000	4,020,531	754,545	0	5,579,276	3,345,423
Total acquisitions	0	0	0	475,401	0	148,670	645,200	264,000	4,390,531	2,074,364	192,692	8,190,858	8,666,829

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

**SHIRE OF LEONORA
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2018**

6. DISPOSALS OF ASSETS

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

<u>By Program</u>	Net book	Sale	2017/18 Budget		2016/17 Actual		2016/17 Budget	
	value	proceeds	Profit	Loss	Profit	Loss	Profit	Loss
	\$	\$	\$	\$	\$	\$	\$	\$
Health	76,080	48,636	0	(27,444)	0	(7,680)	0	(11,194)
Other property and services	262,653	149,545	0	(113,108)	0	(26,475)	0	(62,564)
	338,733	198,181	0	(140,552)	0	(56,754)	0	(115,352)

<u>By Class</u>	Net book	Sale	2017/18 Budget		2016/17 Actual		2016/17 Budget	
	value	proceeds	Profit	Loss	Profit	Loss	Profit	Loss
	\$	\$	\$	\$	\$	\$	\$	\$
Plant and equipment	338,733	198,181	0	(140,552)	0	(56,754)	0	(115,352)
	338,733	198,181	0	(140,552)	0	(56,754)	0	(115,352)

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

**SHIRE OF LEONORA
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2018**

7. INFORMATION ON BORROWINGS

(a) Borrowing repayments

The Shire is planning no borrowings during 2017/18.

(b) New borrowings - 2017/18

The Shire has no plans to apply for any new debentures during 2017/18.

(c) Unspent borrowings

The Shire had no unspent borrowing funds as at 30th June 2017 nor is it expected to have unspent borrowing funds as at 30th June 2018.

(d) Overdraft

The Shire does not have an overdraft facility and it is not anticipated an overdraft facility will be required during 2017/18.

SHIRE OF LEONORA
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2018

8. RATING INFORMATION

RATE TYPE	Rate in \$	Number of properties	Rateable value \$	2017/18 Budgeted rate revenue \$	2017/18 Budgeted interim rates \$	2017/18 Budgeted back rates \$	2017/18 Budgeted total revenue \$	2016/17 Actual \$
General rate								
GRV	0.067700	591	15,290,974	1,035,199	1,508	0	1,036,707	1,020,453
UV	0.148500	1,101	28,718,719	4,264,730	(38,658)	0	4,226,072	4,065,438
Sub-Totals		1,692	44,009,693	5,299,929	(37,150)	0	5,262,779	5,085,891
Minimum payment	\$							
GRV	309	84	0	25,956	0	0	25,956	25,232
UV	309	645	0	199,305	0	0	199,305	208,544
Sub-Totals		729	0	225,261	0	0	225,261	233,776
		2,421	44,009,693	5,525,190	(37,150)	0	5,488,040	5,319,667
Discounts/concessions (<i>Refer note 13</i>)							0	0
Total amount raised from general rates							5,488,040	5,319,667
Specified area rates (<i>Refer note 10</i>)							0	0
Total rates							5,488,040	5,319,667

**SHIRE OF LEONORA
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2018**

8(a). RATING INFORMATION

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

The general rates detailed above for the 2017/18 financial year have been determined by Council on the basis of raising the revenue required to meet the deficiency between the total estimated expenditure proposed in the budget and the estimated revenue to be received from all sources other than rates and also considering the extent of any increase in rating over the level adopted in the previous year.

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

SHIRE OF LEONORA
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2018

9. CASH BACKED RESERVES

	2017/18 Budget Opening balance \$	2017/18 Budget Transfer to \$	2017/18 Budget Transfer (from) \$	2017/18 Budget Closing balance \$	2016/17 Actual Opening balance \$	2016/17 Actual Transfer to \$	2016/17 Actual Transfer (from) \$	2016/17 Actual Closing balance \$	2016/17 Budget Opening balance \$	2016/17 Budget Transfer to \$	2016/17 Budget Transfer (from) \$	2016/17 Budget Closing balance \$
Long Service Leave Reserve	131,683	658	0	132,341	130,805	878	0	131,683	130,805	981	0	131,786
Fire Disaster reserve	30,833	4,174	0	35,007	26,654	4,179	0	30,833	26,654	4,230	0	30,884
Plant Purchase Reserve	511,360	112,732	0	624,092	391,726	119,634	0	511,360	391,726	98,650	0	490,376
Annual Leave Reserve	161,138	806	0	161,944	160,064	1,074	0	161,138	160,064	1,201	0	161,265
Gwalia Precinct Reserve	373,271	89,966	0	463,237	470,121	3,150	(100,000)	373,271	470,121	2,776	(100,000)	372,897
Building Maintenance Reserve	600,339	364,802	0	965,141	347,991	252,348	0	600,339	347,991	254,485	0	602,476
Waste Management Reserve	502,976	265	(450,000)	53,241	500,000	2,976	0	502,976	500,000	2,625	(150,000)	352,625
Aerodrome Reserve	100,000	151,250	0	251,250	0	100,000	0	100,000	0	100,750	0	100,750
IT Reserve	0	15,075	0	15,075	0	0	0	0	0	0	0	0
	<u>2,411,600</u>	<u>739,728</u>	<u>(450,000)</u>	<u>2,701,328</u>	<u>2,027,361</u>	<u>484,239</u>	<u>(100,000)</u>	<u>2,411,600</u>	<u>2,027,361</u>	<u>465,698</u>	<u>(250,000)</u>	<u>2,243,059</u>

**SHIRE OF LEONORA
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2018**

9. CASH BACKED RESERVES (Continued)

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

Reserve name	Anticipated date of use	Purpose of the reserve
Long Service Leave Reserve	Ongoing	- This reserve is to offset Council's long service leave liabilities to its employees
Fire Disaster reserve	Ongoing	- This reserve will assist in the provision of emergency contingencies in the case of a fire disaster
Plant Purchase Reserve	Ongoing	- To be used for the purchase of major plant
Annual Leave Reserve	Ongoing	- This reserve is to offset Council's leave liability to its employees
Gwalia Precinct Reserve	Ongoing	- To be used for restoration and historical projects in the Gwalia precinct
Building Maintenance Reserve	Ongoing	- To be used for the construction and preservation of Council buildings and urgent repairs and maintenance
Waste Management Reserve	Ongoing	- To be used for management and compliance works associated with the rubbish tip and liquid waste disposal site.
Aerodrome Reserve	Ongoing	- To be used for the maintenance, renewal and upgrade works at the Leonora Airport.
IT Reserve	Ongoing	- To be used for the maintenance, renewal and upgrade of IT requirements/projects.

**SHIRE OF LEONORA
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2018**

10. SPECIFIED AREA RATE

There will be no specified area charges raised in 2017/18.

11. SERVICE CHARGES

There will be no service charges raised in 2017/18.

12. INTEREST CHARGES AND INSTALMENTS - RATES AND SERVICE CHARGES

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

Instalment options	Date due	Instalment plan admin charge \$	Instalment plan interest rate %	Unpaid rates interest rates %
Option one				
Pay in full	1/09/2017		0.00%	0.00%
Option two				
<i>Four Instalment Option</i>				
1st Instalment	1/09/2017			
2nd Instalment	3/11/2017	\$24	0.00%	0.00%
3rd Instalment	8/01/2018	\$24	0.00%	0.00%
4th Instalment	6/03/2018	\$24	0.00%	0.00%
			2017/18 Budget revenue \$	2016/17 Actual \$
Instalment plan admin charge revenue			12,000	11,736
Instalment plan interest earned			0	0
Unpaid rates interest earned			0	0
			<u>12,000</u>	<u>11,736</u>

SHIRE OF LEONORA
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2018

13. PAYMENT DISCOUNTS, WAIVERS AND CONCESSIONS**Rates discounts**

No Discount is offered on early payment of rates.

Waivers or concessions

Rate or fee and charge to which the waiver or concession is granted	Type	Disc % or Amount (\$)	2017/18 Budget \$	2016/17 Actual \$	Circumstances in which the waiver or concession is granted	Objects of the waiver or concession	Reasons for the waiver or concession
Landing Fees	Waiver	100%	3,000	3000	Royal Flying Doctor Service (RFDS) has been granted a continuous waiver on landing fees at the Leonora airport.	To assist the operations and work of the RFDS.	Recognition of valuable community service the RFDS provides to the district.
Housing Rental	Waiver	100%	5,200	5200	Doctor servicing Leonora has a house provided by Council at no charge.	To support the retention of a doctor to provide medical services to the Shire of Leonora	Rent is waived as per agreement with Council.
Gwalia Gift Shop Sales	Waiver	10%	200	200	Discount offered to "Friends of Gwalia" subscribers.	To assist and encourage community members and visitors to subscribe to "Friends of Gwalia".	"Friends of Gwalia" plays an important role in maintaining the Gwalia Historical Precinct and support the efforts to conserve, explore and share the cultural heritage of Gwalia.
			<u>8,400</u>	<u>8,400</u>			

SHIRE OF LEONORA
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2018

	2017/18 Budget \$	2016/17 Actual \$
14. FEES & CHARGES REVENUE		
Governance	480	0
General purpose funding	12,685	12,421
Law, order, public safety	8,200	4,819
Health	30,718	32,445
Education and welfare	105,000	105,007
Housing	33,650	26,658
Community amenities	305,484	395,228
Recreation and culture	45,812	39,076
Transport	428,196	403,267
Economic services	297,786	143,336
Other property and services	62,940	55,972
	<u>1,330,951</u>	<u>1,218,229</u>
15. GRANT REVENUE		
Grants, subsidies and contributions are included as operating revenues in the Statement of Comprehensive Income:		
By Program:		
Operating grants, subsidies and contributions		
Governance		
General purpose funding	645,993	1,846,230
Law, order, public safety	1,415	2,817
Health	0	20,650
Education and welfare	123,415	120,067
Recreation and culture	129,000	182,700
Transport	149,198	144,128
Economic services	163,000	263,772
	<u>1,212,021</u>	<u>2,580,364</u>
Non-operating grants, subsidies and contributions		
Law, order, public safety	0	100,000
Health	0	195,000
Transport	3,607,131	1,844,101
Economic services	907,000	1,929,454
	<u>4,514,131</u>	<u>4,068,555</u>

President: _____

**SHIRE OF LEONORA
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2018**

16. ELECTED MEMBERS REMUNERATION	2017/18 Budget \$	2016/17 Actual \$
The following fees, expenses and allowances were paid to council members and the President.		
Meeting fees	45,516	33,531
President's allowance	16,713	16,713
Deputy President's allowance	4,178	7,678
Travelling expenses	13,455	10,089
Telecommunications allowance	24,500	19,993
	<u>104,362</u>	<u>88,004</u>

17. TRUST FUNDS

Funds held at balance date over which the Shire has no control and which are not included in the financial statements are as follows:

Detail	Balance 1-Jul-17 \$	Estimated amounts received \$	Estimated amounts paid (\$)	Estimated balance 30-Jun-18 \$
Nomination Fees	0	480	(480)	0
	<u>0</u>	<u>480</u>	<u>(480)</u>	<u>0</u>

**SHIRE OF LEONORA
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2018**

18. MAJOR LAND TRANSACTIONS

It is not anticipated that any major land transactions will occur in 2017/18.

19. TRADING UNDERTAKINGS AND MAJOR TRADING UNDERTAKINGS

It is not anticipated any trading undertakings or major trading undertakings will occur in 2017/18.

President: _____

10.0 REPORTS OF OFFICERS

10.3 ENVIRONMENTAL HEALTH AND BUILDING OFFICER

Nil

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

Tuesday 19th September, 2017, in the Shire of Leonora Council Chambers.

13.0 CLOSURE OF MEETING

There being no further business, Shire President Cr PJ Craig declared the meeting closed at **12:35PM**.