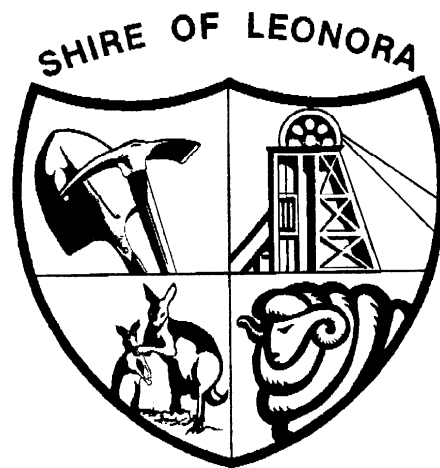


SHIRE OF LEONORA

MINUTES OF AN ORDINARY COUNCIL MEETING



**MINUTES OF ORDINARY MEETING HELD
IN SHIRE CHAMBERS, LEONORA ON
TUESDAY 20TH APRIL, 2010 COMMENCING
AT 9:30AM**

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

- 1.1 Cr Carter declared the meeting open at 9.40am
- 1.2 Swearing In of newly Elected Member - Councillor Matthew Taylor was sworn in by Mrs J.R. Carter J.P.
- 1.2 Visitors or members of the public in attendance – Cr Carter announced a visitor Mr Allan Cooke at 10.30am. A Strategic Planning Consultant was introduced after the closure of the meeting.
- 1.4 Financial Interests Disclosure – Cr J.F. Carter declared an interest in Item 10.1B being the owner of a Pastoral Lease.

2.0 DISCLAIMER NOTICE

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

3.1 PRESENT

President	J F Carter
Deputy President	P Craig
Councillors	L Petersen
	G W Baker
	S J Heather
	MWV Taylor
Chief Executive Officer	JG Epis
Acting Deputy Chief Executive Officer	JF Rowe
Visitors	Mrs JG Carter
	Mr Harry Buckingham

3.2 APOLOGIES

Cr N.G. Johnson and Cr J.C. Kennedy.

3.3 LEAVE OF ABSENCE

Cr R.A. Norrie.

4.0 RESPONSE TO PREVIOUS PUBLIC QUESTIONS TAKEN ON NOTICE

Nil

5.0 PUBLIC QUESTION TIME

Mr Buckingham asked Council to reconsider their view on an alternative route around Leonora for dangerous goods. Cr Carter advised that Council would monitor this situation for future consideration.

Mr Buckingham enquired to recent payments made to a past staff member.

The CEO advised of these details.

6.0 APPLICATIONS FOR LEAVE OF ABSENCE

Nil

7.0 PETTITIONS / DEPUTATIONS / PRESENTATIONS

Nil

8.0 CONFIRMATION OF THE MINUTES OF THE PREVIOUS MEETINGS

Moved Cr Baker, seconded Cr Petersen that the Minutes of the Ordinary Meeting held on 16th March, 2010 be confirmed as a true and accurate record.

CARRIED (6 VOTES TO 0)

9.0 ANNOUNCEMENTS BY PRESIDING MEMBER WITHOUT DISCUSSION

The President, Cr J.F. Carter advised that his term as a member of the Board of Management of the Goldfields-Esperance Development Commission expires on the 30th June, 2010 and that he was eligible for renomination. Cr Carter further advised that with Council approval he would renominate.

Moved Cr Baker, seconded Cr Craig that the nomination of Shire President, Cr J.F. Carter to the Goldfields-Esperance Development Commission Board of Management be endorsed.

CARRIED (6 VOTES TO 0)

10.0 REPORTS OF OFFICERS

10.1 CHIEF EXECUTIVE OFFICER

10.1(A) METHOD OF VALUATION - MINING OPERATIONS

SUBMISSION TO: Meeting of Council
Meeting Date: 20th April, 2010

AGENDA REFERENCE: 10.1 (A) APR 10

SUBJECT: Method of Valuation - Mining Operations

LOCATION / ADDRESS: Not Applicable

NAME OF APPLICANT: Shire of Leonora

FILE REFERENCE: Valuations - GRV Mines 17.3

AUTHOR, DISCLOSURE OF ANY INTEREST AND DATE OF REPORT

NAME: James Gregory Epis

OFFICER: Chief Executive Officer

INTEREST DISCLOSURE: Nil

DATE: 24th March, 2010

BACKGROUND

Gross Rental Valuations applied to mine sites was introduced by the Shire of Leonora in about 1989 and has applied equally to all mining operations within the Shire since that time. The valuation provided only applies to above ground structures used in the processing of resources, residential dwellings (campsites) and any other type of ancillary building.

In submitting applications for Governor's approval to convert the rating of such structures to GRV, Council has needed to provide the following information:-

- the expected period of tenure over the particular mining tenement. Only significant mining operations with some permanency should be converted to GRV's and therefore tenure must be at least one year;
- a full description of the improvements over the mining tenement must be provided with the application together with a plan;
- Councils must demonstrate that they have consulted with the owner of the mining operations and provide advice on the estimated increase in rates. Copies of any objections to the proposed rates must be provided; and
- an estimated gross rental value shall be obtained by council from the Valuer General (at council's own cost) and a comparison of the existing rates and proposed rates must be provided for the entire site.

The Department of Local Government has adopted a policy that only significant mining operations with some permanency would be recommended for conversion. Once the proposal has been approved by the Minister for Local Government, Council must arrange for the preparation of a technical description of the land to a standard required by the Department of Planning and Infrastructure in readiness for required publication in the Government Gazette.

Unfortunately many of the mining operations have closed down however the technical description allowing for the method of valuing the land still exists.

One of these was Spargos Exploration NL and Queen Margaret Gold Mines Bellevue gold mine.

The Schedule detailing description of land comprising the Plant and Administration Complex and the Accommodation Complex for the Bellevue Mine was published in the Government Gazette on the 5th May, 1989. The mine ceased operations in about 1996. It now remains that the technical description be cancelled.

STATUTORY ENVIRONMENT

In accordance with the provisions of Section 6.28 of the Local Government Act 1995.

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. Both the minesite and campsite have not been rated for a number of years or since all plant, equipment and buildings were removed from site.

STRATEGIC IMPLICATIONS

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

RECOMMENDATIONS

That Council resolve to write to the Department of Local Government requesting that the method of valuing the land described in the schedules published on page 1400 of the Government Gazette dated 5th May, 1989 be cancelled.

VOTING REQUIREMENT

Simple majority required.

Moved Cr Craig

Seconded Cr Baker

That Council resolve to write to the Department of Local Government requesting that the method of valuing the land described in the schedules published on page 1400 of the Government Gazette dated 5th May, 1989 be cancelled.

CARRIED (6 VOTES TO 0)

Cr Carter left the meeting at 10.00am having declared an interest in the next item of business.

10.0 REPORTS OF OFFICERS

10.1 CHIEF EXECUTIVE OFFICER

10.1(B) DIFFERENTIAL RATING - PASTORAL LEASES

SUBMISSION TO: Meeting of Council
Meeting Date: 20th April, 2010

AGENDA REFERENCE: 10.1 (B) APR 10

SUBJECT: Differential Rating - Pastoral Leases

LOCATION / ADDRESS: Not Applicable

NAME OF APPLICANT: Not Applicable

FILE REFERENCE: Lands Department Property 6.2

AUTHOR, DISCLOSURE OF ANY INTEREST AND DATE OF REPORT

NAME: James Gregory Epis

OFFICER: Chief Executive Officer

INTEREST DISCLOSURE: Nil

DATE: 25th March, 2010

BACKGROUND

In July 2009, new pastoral lease rents were determined and applied across the State as required under the Land Administration Act 1997 which requires a market based review every five (5) years. The recent determination resulted in significant increases in rents, particularly for cattle properties. The Valuation of Land Act 1978 requires that for rating and taxing purposes, the unimproved value of a pastoral lease is twenty (20) times the annual rent reserved in the lease. This means that for the many leases which have experienced an increase in rent, there will be a corresponding increase in the unimproved value which will come into force on 1st July, 2010.

Please note that recent amendments to the Land Administration Act 1997 to allow a three (3) year phasing in of the new rents will not affect the unimproved value which will continue to be determined on the basis of the full rent determined by the Valuer General.

To assist pastoralists and local authorities with determining the modelling rates for 2010/2011, the Valuer General has undertaken to provide estimates in advance, of all unimproved values of pastoral leases in the State. This has given local governments adequate time for consultation and discussion if required. Approved and final annual valuation rolls will be sent out in May/June, 2010.

These values do not include:

- Diversification permit rents;
- Other special lease rents within the pastoral lease; and
- Any freehold land within the pastoral lease.

These additional rents or values will be included in the final valuation rolls to be sent in a few months time. In most cases, their exclusion will result in a slight understatement of the total (pastoral lease) unimproved value in each shire but are considered accurate enough for broad based modelling and budgeting purposes.

The increase in pastoral lease rents has resulted in the following change which is significant.

<u>Gross 2009 Pastoral Lease UV</u>	<u>Gross 2010 Pastoral Lease UV</u>	<u>% Change in Pastoral Lease UV</u>
<u>\$637,192</u>	<u>\$1,153,607</u>	<u>81.05%</u>

Under the local Government Act 1995 there are a number of discretionary mechanisms available to local governments to enable them to achieve a more equitable rate burden on properties in the district and to better reflect the capacity to pay. One of these is differential rating. This is designed to give local government more flexibility in rating and can be applied to either unimproved or gross rental properties. This may be applied to property according to its zoning, its predominant use, whether it is vacant or any other characteristics or combination of characteristics as prescribed in the regulations.

Local Governments are being encouraged to:

- 1) Identify in their budget papers the separate categories of pastoral and mining in the unimproved value environment so as to recognise the different methodologies used in obtaining valuations and;
- 2) Maintain principles of differential rating as established in the Local Government Act 1995.

In the past some consideration was given to replacing "unimproved value" with new categories such as "pastoral value" and "mining value".

However, it was decided that this would impact on a large number of pieces of legislation and would be a very costly exercise. Existing legislation, including differential rating provisions, was seen as being able to accommodate these and future changes.

It is considered that local governments in Western Australia are consistent and reasonably equitable in their approach to the rating of pastoral leases.

Past History - Shire of Leonora – Pastoral Properties

<u>Year</u>	<u>Rate in \$</u>	<u>Rateable Value</u>	<u>Rates Levied</u>
2000/01	0.096	346885	33300.96
2001/02	0.062	504877	31302.37
2002/03	0.0742	504925	37465.43
2003/04	0.088	510958	44964.30
2004/05	0.0925	510887	47257.04
2005/06	0.0975	737410	71897.47
2006/07	0.0650	702900	45688.50
2007/08	0.0650	705446	45854.00
2008/09	0.0685	722467	49489.00
2009/10	0.0702	711856	50084.00

On previous occasions, Council resolved to provide assistance to the pastoral industry by creating a differential rate, with an 81.05% change in pastoral lease unimproved valuations, Council has no other option than to continue a differential rating arrangement.

Work to date preparing the 2010/2011 Budget has already identified that an increase of about 3% in rates will be required to satisfy expenditure requirements. This would increase rates derived from pastoral properties from \$50,084.00 to about \$51,586.00. To achieve this amount, the rates in \$ (with total unimproved valuations being \$1,153,607) would need to be 0.045 down from the previous year of 0.0702.

In regards Gross Rental Valuations, a review was completed on the 1st August, 2009 effective for 1st July, 2010. Valuations for the entire Shire increased overall by 45.31%. The need to reduce the rate in the dollar down from 0.0753 will be necessary to reflect % increase in values but maintaining a 3% increase in rates compared to amount levied during the 2009/2010 financial year. It is proposed that the rate in the dollar be reduced from 0.0753 to 0.0545. Anomalies are common with every revaluation however it is considered that to impose differential rating on use classifications is not necessary at this

time. Valuation queries are more likely to be generated from those with mining plant and camp sites however the opportunity exists for those to appeal the valuation.

STATUTORY ENVIRONMENT

- 6.33(1)** A local government may impose differential general rates according to any, or a combination, of the following characteristics -
- a) the purpose for which the land is zoned under a town planning scheme in force under the *Town Planning and Development Act 1928*,
 - b) the predominant purpose for which the land is held or used as determined by the local government.
 - c) whether or not the land is vacant land; or
 - d) any other characteristic or combination of characteristics prescribed.

Local Government to Give Notice of Certain Rates

6.36

- (1) Before imposing any differential general rates or a minimum payment applying to a differential rate category under section 6.35(6)(c) a local government is to give local public notice of its intention to do so.
- (2) A local government is required to ensure that a notice referred to in subsection (1) is published in sufficient time to allow compliance with the requirements specified in this section and section 6.2(1)
- (3) A notice referred to in subsection (1) -
 - (a) may be published within the period of 2 months preceding the commencement of the financial year to which the proposed rates are to apply on the basis of the local government's estimate of the budget deficiency;
 - (b) is to contain -
 - (i) details of each rate or minimum payment the local government intends to impose;
 - (ii) an invitation for submissions to be made by an elector or a ratepayer in respect of the proposed rate or minimum payment and any related matters within 21 days (or such longer period as specified in the notice) of the notice; and
 - (iii) any further information in relation to the matters specified in subparagraphs (i) and (ii) which may be prescribed.and
 - a) is to advise electors and ratepayers of the time and place where a document describing the objects of and reasons for, each proposed rate and minimum payment may be inspected.

- (4) The local government is required to consider any submissions received before imposing the proposed rate or minimum payment with or without modification.

POLICY IMPLICATIONS

Nil

FINANCIAL IMPLICATIONS

Creating a differential rate in the dollar in favour of unimproved valuations on pastoral properties will result in a 3% increase compared to the previous year however this increase will apply to all rate categories.

STRATEGIC IMPLICATIONS

Nil

RECOMMENDATIONS

That a local public notice of Council's intention to provide a differential general rate as follows be published.

Gross Rental Valuations	5.45 cents
Unimproved Valuations (Mining)	11.35 cents
Unimproved Valuations (Pastoral)	4.50 cents
Minimum Rate	\$227.00

VOTING REQUIREMENT

Absolute majority required.

Moved Cr Baker

Seconded Cr Heather

That a local public notice of Council's intention to provide a differential general rate as follows be published.

Gross Rental Valuations	5.45 cents
Unimproved Valuations (Mining)	11.35 cents
Unimproved Valuations (Pastoral)	4.50 cents
Minimum Rate	\$227.00

CARRIED (5 VOTES TO 0)

Cr Carter returned to the meeting at 10.05am.

Cr Craig advised Cr Carter of Councils decision.

Cr Carter resumed the chair.

10.0 REPORTS OF OFFICERS

10.2 CHIEF EXECUTIVE OFFICER

10.2(A) MONTHLY FINANCIAL STATEMENTS

SUBMISSION TO: Meeting of Council
Meeting Date: 20th April, 2010

AGENDA REFERENCE: 10.2 (A) APR 10

SUBJECT: Monthly Financial Statements

LOCATION / ADDRESS: Leonora

NAME OF APPLICANT: Shire of Leonora

FILE REFERENCE: Nil

AUTHOR, DISCLOSURE OF ANY INTEREST AND DATE OF REPORT

NAME: James Gregory Epis

OFFICER: Chief Executive Officer

INTEREST DISCLOSURE: Nil

DATE: 12th April, 2010

BACKGROUND

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

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

Monthly Financial Statements submitted for adoption include:

- (a) Statement of Financial Activity – 31st March, 2010
- (b) Compilation Report
- (c) Material Variances – 31st March, 2010

STATUTORY ENVIRONMENT

Part 4 — Financial reports— s. 6.4

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

(1A) *In this regulation —*

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

34. (1) *A local government is to prepare each month a statement of financial activity reporting on the revenue and expenditure, as set out in the annual budget under regulation 22(1)(d), for that month in the following detail —*
- (a) *annual budget estimates, taking into account any expenditure incurred for an additional purpose under section 6.8(1)(b) or (c);*
 - (b) *budget estimates to the end of the month to which the statement relates;*
 - (c) *actual amounts of expenditure, revenue and income to the end of the month to which the statement relates;*
 - (d) *material variances between the comparable amounts referred to in paragraphs (b) and (c); and*
 - (e) *the net current assets at the end of the month to which the statement relates.*
34. (2) *Each statement of financial activity is to be accompanied by documents containing —*
- (a) *an explanation of the composition of the net current assets of the month to which the statement relates, less committed assets and restricted assets;*
 - (b) *an explanation of each of the material variances referred to in subregulation (1)(d); and*
 - (c) *such other supporting information as is considered relevant by the local government.*
34. (3) *The information in a statement of financial activity may be shown —*
- (a) *according to nature and type classification; or*
 - (b) *by program; or*
 - (c) *by business unit.*
34. (4) *A statement of financial activity, and the accompanying documents referred to in subregulation (2), are to be —*
- (a) *presented at an ordinary meeting of the council within 2 months after the end of the month to which the statement relates; and*
 - (b) *recorded in the minutes of the meeting at which it is presented.*
34. (5) *Each financial year, a local government is to adopt a percentage or value, calculated in accordance with the AAS, to be used in statements of financial activity for reporting material variances.*

POLICY IMPLICATIONS

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

FINANCIAL IMPLICATIONS

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

STRATEGIC IMPLICATIONS

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

RECOMMENDATIONS

That the Monthly Financial Statements for the month ended 31st March, 2010 consisting of:

- (d) Statement of Financial Activity – 31st March, 2010
- (e) Compilation Report
- (f) Material Variances – 31st March, 2010

be accepted.

VOTING REQUIREMENT

Simple Majority

Moved Cr Petersen

Seconded Cr Heather

That the Monthly Financial Statements for the month ended 31st March, 2010 consisting of:

- (g) Statement of Financial Activity – 31st March, 2010
- (h) Compilation Report
- (i) Material Variances – 31st March, 2010

be accepted.

CARRIED (6 VOTES TO 0)

SHIRE OF LEONORA
MONTHLY STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD 1 JULY 2009 TO 31 MARCH 2010

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SHIRE OF LEONORA
STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD 1 JULY 2009 TO 31 MARCH 2010

	NOTE	31 Mar 2010 Actual \$	31 Mar 2010 Y-T-D Budget \$	Amended 2009/10 Budget \$	Variances Budget to Actual Y-T-D %
<u>Operating</u>					
Revenues					
	1,2				
Governance		10,480	10,320	10,320	1.55%
General Purpose Funding		891,425	1,458,040	1,749,838	(38.86%)
Law, Order, Public Safety		45,672	34,600	38,550	32.00%
Health		12,379	13,240	17,240	(6.50%)
Education and Welfare		153,516	162,735	214,836	(5.67%)
Housing		30,486	29,656	39,440	2.80%
Community Amenities		68,776	224,540	259,600	(69.37%)
Recreation and Culture		117,989	110,087	1,282,908	7.18%
Transport		499,702	507,951	940,935	(1.62%)
Economic Services		178,323	192,065	403,416	(7.15%)
Other Property and Services		221,219	33,000	52,700	570.36%
		<u>2,229,967</u>	<u>2,776,234</u>	<u>5,009,783</u>	(19.68%)
(Expenses)					
	1,2				
Governance		(127,628)	(119,627)	(186,398)	(6.69%)
General Purpose Funding		(245,399)	(274,927)	(385,069)	10.74%
Law, Order, Public Safety		(92,086)	(152,780)	(198,457)	39.73%
Health		(311,410)	(325,041)	(441,842)	4.19%
Education and Welfare		(163,147)	(258,054)	(336,732)	36.78%
Housing		0	0	0	0.00%
Community Amenities		(145,760)	(220,190)	(293,591)	33.80%
Recreation & Culture		(651,773)	(751,915)	(1,015,044)	13.32%
Transport		(3,006,084)	(2,807,656)	(3,987,654)	(7.07%)
Economic Services		(410,417)	(548,510)	(1,031,150)	25.18%
Other Property and Services		413,313	(39,729)	(9,008)	1140.33%
		<u>(4,740,391)</u>	<u>(5,498,429)</u>	<u>(7,884,945)</u>	13.79%
<u>Adjustments for Non-Cash</u>					
<u>(Revenue) and Expenditure</u>					
(Profit)/Loss on Asset Disposals	4	40,721	61,408	35,061	100.00%
Depreciation on Assets		1,044,186	1,038,798	1,385,065	(0.52%)
<u>Capital Revenue and (Expenditure)</u>					
Purchase Land Held for Resale	3	(121,690)	0	(171,000)	100.00%
Purchase Land and Buildings	3	(1,172,089)	(2,171,000)	(3,809,542)	(100.00%)
Purchase Infrastructure Assets - Roads	3	0	0	0	0.00%
Purchase Infrastructure Assets - Other	3	(236,636)	(504,547)	(654,547)	53.10%
Purchase Plant and Equipment	3	(380,190)	(1,096,000)	(776,000)	65.31%
Purchase Furniture and Equipment	3	(19,431)	(146,500)	(146,500)	86.74%
Proceeds from Disposal of Assets	4	252,447	526,500	702,000	52.05%
Transfers to Reserves (Restricted Assets)	6	(430,874)	(868,751)	(1,158,334)	50.40%
Transfers from Reserves (Restricted Assets)	6	59	1,849,691	2,466,255	100.00%
ADD Net Current Assets July 1 B/Fwd	7	518,981	694,599	694,599	25.28%
LESS Net Current Assets Year to Date	7	1,032,417	970,109	0	(6.42%)
Amount Raised from Rates	8	<u>(4,047,357)</u>	<u>(4,308,105)</u>	<u>(4,308,105)</u>	

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

SHIRE OF LEONORA
NOTES TO AND FORMING PART OF THE STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD 1 JULY 2009 TO 31 MARCH 2010

1. SIGNIFICANT ACCOUNTING POLICIES

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

(a) Basis of Accounting

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

(b) The Local Government Reporting Entity

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

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

Council currently hold no funds on behalf of other entities.

(c) Rounding Off Figures

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

(d) Rates, Grants, Donations and Other Contributions

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

(e) Goods and Services Tax

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

(f) Cash and Cash Equivalents

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

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

(g) Trade and Other Receivables

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

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

SHIRE OF LEONORA
NOTES TO AND FORMING PART OF THE STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD 1 JULY 2009 TO 31 MARCH 2010

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(h) Inventories

General

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

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

Land Held for Resale

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

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

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

(i) Fixed Assets

All assets are initially recognised at cost. Cost is determined as the fair value of the assets given as consideration plus costs incidental to the acquisition. For assets acquired at no cost or for nominal consideration, cost is determined as fair value at the date of acquisition. The cost of non-current assets constructed by the Municipality includes the cost of all materials used in the construction, direct labour on the project and an appropriate proportion of variable and fixed overhead.

Certain asset classes may be revalued on a regular basis such that the carrying values are not materially different from fair value. Assets carried at fair value are to be revalued with sufficient regularity to ensure the carrying amount does not differ materially from that determined using fair value at reporting date.

(j) Depreciation of Non-Current Assets

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

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

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

SHIRE OF LEONORA
NOTES TO AND FORMING PART OF THE STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD 1 JULY 2009 TO 31 MARCH 2010

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(k) Impairment

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

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

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

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

At the time of preparing this report, it is not possible to estimate the amount of impairment losses (if any) as at 30 June 2010.

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

(l) Trade and Other Payables

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

(m) Employee Benefits

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

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

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

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

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

SHIRE OF LEONORA
NOTES TO AND FORMING PART OF THE STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD 1 JULY 2009 TO 31 MARCH 2010

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(n) Interest-bearing Loans and Borrowings

All loans and borrowings are initially recognised at the fair value of the consideration received less directly attributable transaction costs.

After initial recognition, interest-bearing loans and borrowings are subsequently measured at amortised cost using the effective interest method. Fees paid on the establishment of loan facilities that are yield related are included as part of the carrying amount of the loans and borrowings.

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

Borrowing Costs

Borrowing costs are recognised as an expense when incurred except where they are directly attributable to the acquisition, construction or production of a qualifying asset. Where this is the case, they are capitalised as part of the cost of the particular asset.

(o) Provisions

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

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

(p) Current and Non-Current Classification

In the determination of whether an asset or liability is current or non-current, consideration is given to the time when each asset or liability is expected to be settled. The asset or liability is classified as current if it is expected to be settled within the next 12 months, being the Council's operational cycle. In the case of liabilities where Council does not have the unconditional right to defer settlement beyond 12 months, such as vested long service leave, the liability is classified as current even if not expected to be settled within the next 12 months. Inventories held for trading are classified as current even if not expected to be realised in the next 12 months except for land held for resale where it is held as non-current based on Council's intentions to release for sale

SHIRE OF LEONORA
NOTES TO AND FORMING PART OF THE STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD 1 JULY 2009 TO 31 MARCH 2010

2. STATEMENT OF OBJECTIVE

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

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

GOVERNANCE

Includes costs and revenues associated with the President and Councillors in the exercise of their obligations as a governing body. Items of expenditure include conference, travel, meeting attendance fees, presidential allowance, receptions, donations, subscriptions and phone rentals. Costs of advertising and conducting elections are also included. Revenues include election nomination fees and reimbursements by members for private expenses.

An administration cost is also allocated which enables staff to process Council Meeting procedures, implement all government decisions and conduct Council meetings. Cost of conducting audit of Council books of accounts and procedures is also include under this heading.

GENERAL PURPOSE FUNDING

1 Rates

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

2 Grants

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

3 Interest from Investments

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

LAW, ORDER, PUBLIC SAFETY

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

SHIRE OF LEONORA
NOTES TO AND FORMING PART OF THE STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD 1 JULY 2009 TO 31 MARCH 2010

2. STATEMENT OF OBJECTIVE (Continued)

HEALTH

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

EDUCATION AND WELFARE

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

HOUSING

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

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

COMMUNITY AMENITIES

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

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

Provision of Christmas decorations in Leonora Town site.

Operation of the Leonora Cemetery.

RECREATION AND CULTURE

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

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

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

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

SHIRE OF LEONORA
NOTES TO AND FORMING PART OF THE STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD 1 JULY 2009 TO 31 MARCH 2010

2. STATEMENT OF OBJECTIVE (Continued)

TRANSPORT

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

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

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

ECONOMIC SERVICES

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

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

Contribution to costs of North Eastern Goldfields Landcare Organisation.

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

OTHER PROPERTY & SERVICES

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

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

SHIRE OF LEONORA
NOTES TO AND FORMING PART OF THE STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD 1 JULY 2009 TO 31 MARCH 2010

	31 Mar 2010 Actual \$	Amended 2009/10 Budget \$
3. ACQUISITION OF ASSETS		
The following assets have been acquired during the period under review:		
<u>By Program</u>		
Housing		
E192001 - 1260 Fitzgerald St	FE 6,981	60,000
E192008 - 1260 Fitzgerald St	LB 24,293	0
E190001 - 3 x 2 House	LB 0	0
Community Amenities		
E190002 - PEP Building	LB 252,932	250,000
E193001 - Cemetery Entrance	IO 1,364	60,000
E192004 - Christmas Decorations	FE 827	20,000
E190006 - Industrial Land Development	LR 121,690	171,000
E190007 - PEP Building Refit	LB 0	150,000
Recreation and Culture		
E190003 - Oval Sports Facility	LB 879,880	1,200,000
E190004 - Leonora Lawn Bowling Facility	LB 487	2,009,542
E190009 - Oval Caretakers Residence	LB 14,497	50,000
E193002 - Playground Equipment	IO 37,085	50,000
E193003 - Telecentre Shade Sail	IO 0	4,000
E193004 - Malcolm Dam Improvements	IO 0	25,000
E192003 - Portable Outdoor Cinema	FE 0	8,000
E193005 - Heating Swimming Pool	IO 0	250,000
E192005 - Stage Facility	FE 0	30,000
Transport		
E191002 - Road Sweeper	PE 64,000	90,000
E191003 - Prime Mover	PE 0	200,000
E191004 - Tray top Truck	PE 59,960	70,000
E191005 - Grader	PE 0	0
E191006 - Tip truck	PE 0	150,000
E191007 - Utility	PE 36,797	35,000
E191008 - Utility	PE 37,063	35,000
E191013 - Camp Generator	PE 16,353	18,000
E193006 - Airport Fuel Facility	IO 0	50,000
E191014 - Vermin Control Equipment	PE 0	10,000
E191015 - Coffee Vending Machine - Airport	PE 8,083	8,000
Economic Services		
E193007 - Goldfields North Heritage Trail	IO 198,187	215,547
Other Property and Services		
E190005 - Office Extensions	LB 0	150,000
E192002 - IT Upgrade and Restructure	FE 11,623	28,500
E191009 - CEO Vehicle	PE 46,247	55,000
E191010 - DCEO Vehicle	PE 37,229	35,000
E191011 - Health Vehicle	PE 37,229	35,000
E191012 - Doctor Vehicle	PE 37,229	35,000
	<u>1,930,036</u>	<u>5,557,589</u>

SHIRE OF LEONORA
NOTES TO AND FORMING PART OF THE STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD 1 JULY 2009 TO 31 MARCH 2010

3. ACQUISITION OF ASSETS (Continued)	31 Mar 2010 Actual \$	Amended 2009/10 Budget \$
<u>By Class</u>		
Land for Resale	LR 121,690	171,000
Land and Buildings	LB 1,172,089	3,809,542
Infrastructure Assets - Other	IO 236,636	654,547
Plant and Equipment	PE 380,190	776,000
Furniture and Equipment	FE 19,431	146,500
	1,930,036	5,557,589

SHIRE OF LEONORA
NOTES TO AND FORMING PART OF THE STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD 1 JULY 2009 TO 31 MARCH 2010

4. DISPOSALS OF ASSETS

The following assets have been disposed of during the period under review:

<u>By Program</u>	Net Book Value	Sale Proceeds	Profit(Loss)
	31 Mar 2010 Actual \$	31 Mar 2010 Actual \$	31 Mar 2010 Actual \$
Health			
Ford FG XR Sedan	28,369	23,177	(5,192)
Transport			
Aska ES1705 Generator	10,284	4,091	(6,193)
Sweeper 6650	43,443	25,000	(18,443)
Ford Courier XL Supercab Reg:33L	20,449	11,227	(9,221)
Aviation Fuel Tank	62,255	52,000	(10,255)
Truck 7 tonne	13,029	31,818	18,789
Admin			
Ford FG XR Sedan	28,439	23,091	(5,348)
Ford FG G6E Sedan	41,744	35,454	(6,290)
Ford Falcon Seduce	28,840	30,907	2,067
Ford Courier Super C/Cab	16,317	15,682	(635)
	293,168	252,447	(40,721)

<u>By Class</u>	Net Book Value	Sale Proceeds	Profit(Loss)
	31 Mar 2010 Actual \$	31 Mar 2010 Actual \$	31 Mar 2010 Actual \$
Plant & Equipment	293,168	252,447	(40,721)
	293,168	252,447	(40,721)

Summary

Profit on Asset Disposals	20,856
Loss on Asset Disposals	(61,577)
	<u>(40,721)</u>

5. INFORMATION ON BORROWINGS

- (a) Debenture Repayments
The Shire of Leonora has no borrowings.
- (b) New Debentures 2009/10
No new debentures were raised during the reporting period.

SHIRE OF LEONORA
NOTES TO AND FORMING PART OF THE STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD 1 JULY 2009 TO 31 MARCH 2010

	31 Mar 2010 Actual \$	Amended 2009/10 Budget \$
6. RESERVES		
Cash Backed Reserves		
(a) Long Service Leave Reserve		
Opening Balance	119,484	119,484
Amount Set Aside / Transfer to Reserve	2,387	4,779
Amount Used / Transfer from Reserve	(4)	0
	121,867	124,263
(b) Fire Disaster Reserve		
Opening Balance	9,755	9,755
Amount Set Aside / Transfer to Reserve	2,229	2,430
Amount Used / Transfer from Reserve	0	0
	11,984	12,185
(d) Combined Sporting Reserve		
Opening Balance	825,458	825,458
Amount Set Aside / Transfer to Reserve	323,767	321,126
Amount Used / Transfer from Reserve	(29)	(1,145,720)
	1,149,196	864
(e) Plant Purchase Reserve		
Opening Balance	56,388	56,387
Amount Set Aside / Transfer to Reserve	88,263	87,884
Amount Used / Transfer from Reserve	(2)	(55,000)
	144,649	89,271
(f) Bowling Green Reserve		
Opening Balance	600,000	600,000
Amount Set Aside / Transfer to Reserve	11,989	665,535
Amount Used / Transfer from Reserve	(20)	(1,265,535)
	611,969	0
(g) Annual Leave Reserve		
Opening Balance	112,002	112,002
Amount Set Aside / Transfer to Reserve	2,239	4,480
Amount Used / Transfer from Reserve	(4)	0
	114,237	116,482
(h) Housing Reserve		
Opening Balance	0	0
Amount Set Aside / Transfer to Reserve	0	72,100
Amount Used / Transfer from Reserve	0	0
	0	72,100
Total Cash Backed Reserves	2,153,902	415,165

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

SHIRE OF LEONORA
NOTES TO AND FORMING PART OF THE STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD 1 JULY 2009 TO 31 MARCH 2010

6. RESERVES (Continued)	31 Mar 2010 Actual \$	Amended 2009/10 Budget \$
Summary of Transfers To Cash Backed Reserves		
Transfers to Reserves		
Long Service Leave Reserve	2,387	4,779
Fire Disaster Reserve	2,229	2,430
Combined Sporting Reserve	323,767	321,126
Plant Purchase Reserve	88,263	87,884
Bowling Green Reserve	11,989	665,535
Annual Leave Reserve	2,239	4,480
Housing Reserve	0	72,100
	430,874	1,158,334
Transfers from Reserves		
Long Service Leave Reserve	(4)	0
Fire Disaster Reserve	0	0
Combined Sporting Reserve	(29)	(1,145,720)
Plant Purchase Reserve	(2)	(55,000)
Bowling Green Reserve	(20)	(1,265,535)
Annual Leave Reserve	(4)	0
Housing Reserve	0	0
	(59)	(2,466,255)
Total Transfer to/(from) Reserves	430,815	(1,307,921)

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

Long Service Leave Reserve

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

Fire Disaster Reserve

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

Combined Sporting Reserve

- To set aside money for the building of a combined sporting club facility within the Shire.

Plant Replacement Reserve

- to be used for the purchase of major plant.

Bowling Green Reserve

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

Annual Leave Reserve

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

Housing Reserve

- To set aside money for the building of housing within the Shire.

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

SHIRE OF LEONORA
NOTES TO AND FORMING PART OF THE STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD 1 JULY 2009 TO 31 MARCH 2010

	31 Mar 2010 Actual \$	Brought Forward 1-Jul \$
7. NET CURRENT ASSETS		
Composition of Estimated Net Current Asset Position		
 CURRENT ASSETS		
Cash - Unrestricted	573,560	500,809
Cash - Restricted	2,153,902	1,723,086
Receivables	480,059	262,656
Inventories	89,372	32,448
	3,296,893	2,518,999
 LESS: CURRENT LIABILITIES		
Payables and Provisions	(110,574)	(276,932)
 NET CURRENT ASSET POSITION	3,186,319	2,242,067
Less: Cash - Reserves - Restricted	(2,153,902)	(1,723,086)
 NET CURRENT ASSET POSITION	1,032,417	518,981

SHIRE OF LEONORA
NOTES TO AND FORMING PART OF THE STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD 1 JULY 2009 TO 31 MARCH 2010

8. RATING INFORMATION

<u>RATE TYPE</u>	Rate in \$	Number of Properties	Rateable Value \$	2009/10 Rate Revenue \$	2009/10 Interim Rates \$	2009/10 Back Rates \$	2009/10 Total Revenue \$	2009/10 Budget \$
Differential General Rate								
GRV	0.0753	575	9,550,728	702,858	46,304	0	749,162	703,357
UV Pastoral	0.0702	28	707,188	49,645	220	0	49,865	49,644
UV Other	0.1102	1,225	26,622,891	2,985,998	118,199	0	3,104,197	3,389,704
Sub-Totals		1,828	36,880,807	3,738,501	164,723	0	3,903,224	4,142,705
Minimum Rates	Minimum \$							
GRV	220	70	37,515	15,400	(440)	0	14,960	15,400
UV Pastoral	220	2	4,668	440	0	0	440	440
UV Other	220	1,069	1,211,468	240,106	41,056	0	281,162	236,060
Sub-Totals		1,141	1,253,651	255,946	40,616	0	296,562	251,900
							4,199,786	4,394,605
Totals							(152,429)	(86,500)
Write-offs							4,047,357	4,308,105

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

The general rates detailed above for the 2009/10 financial year have been determined by Council on the basis of raising the revenue required to meet the deficiency between the total estimated expenditure proposed in the budget and the estimated revenue to be received from all sources other than rates and also bearing considering the extent of any increase in rating over the level adopted in the previous year.

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

9. TRUST FUNDS

Council holds no funds on behalf of other entities

COMPILATION REPORT TO THE SHIRE OF LEONORA

(1) Scope

On the basis of the information provided by the Shire of Leonora, we have compiled, in accordance with APS 9 "Statement on Compilation of Financial Reports", the attached (local government) special purpose financial report of the Shire of Leonora for the period ended 31st March, 2010.

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

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

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

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

(2) Legislative Framework

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

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

UHY Haines Norton

Shire of Leonora
Material Variances as at March 31st 2010

Variances 2009/10 Budget to Actual
Month Ended 31/03/2010

In accordance with your adopted policy the following accounts are reported for your information.

ACCOUNT	NAME	ACTUAL	Year To Date BUDGET	DIFFERENCE
Income				
I030008	Rates Additional - GRV	\$ 54,118.00	\$ 400.00	\$ 53,718.00
I030009	Additional Mining Rates	\$ 149,082.00	\$ 299,997.00	\$ (150,915.00)
I030011	Rates - Mining Written Back	\$ 151,983.00	\$ 78,546.00	\$ 73,437.00
I030022	Interest - Muni	\$ 21,201.00	\$ 37,499.00	\$ (16,298.00)
I030028	Grant - Country local Govt Fund	\$ -	\$ 390,535.00	\$ (390,535.00)
I030029	R4R - 09-10 Gergs	\$ -	\$ 225,000.00	\$ (225,000.00)
I030030	Community Infrastructure Prog	\$ -	\$ 30,000.00	\$ (30,000.00)
I053404	Roadwise Project	\$ 25,380.00	\$ 15,000.00	\$ 10,380.00
I080005	Youth Support Program	\$ 41,838.00	\$ 60,000.00	\$ (18,162.00)
I107413	Grant - Pep Building	\$ -	\$ 150,000.00	\$ (150,000.00)
I116413	Telecentre Grant - Wages	\$ 48,000.00	\$ 30,000.00	\$ 18,000.00
I122208	Grant Kurrajong St Lighting	\$ -	\$ 35,000.00	\$ (35,000.00)
I132002	Golden Gift Contribution	\$ 49,593.00	\$ -	\$ 49,593.00
I136497	Land Conservation Grant	\$ -	\$ 27,000.00	\$ (27,000.00)
I136498	Grant - NG Tourism	\$ -	\$ 42,454.00	\$ (42,454.00)
I141450	Charges - Plant Hire	\$ 106,794.00	\$ 10,500.00	\$ 96,294.00
I144451	Reimb - Insurance	\$ 27,262.00	\$ -	\$ 27,262.00
		\$ 675,251.00	\$ 1,431,931.00	\$ (756,680.00)
Expenditure				
E041070	Presidential Allow	\$ 12,000.00	\$ -	\$ 12,000.00
E041186	Structural Reform	\$ 14,871.00	\$ 30,000.00	\$ (15,129.00)
E053411	Emergency Management Plan	\$ -	\$ 10,000.00	\$ (10,000.00)
E053416	Roadwise Projects	\$ 6,553.00	\$ 20,000.00	\$ (13,447.00)
E080005	Childcare Services	\$ 94,812.00	\$ 105,942.00	\$ (11,130.00)
E081004	Youth Support Services	\$ 3,528.00	\$ 61,951.00	\$ (58,423.00)
E081005	Youth Support Wages	\$ 10,040.00	\$ 29,700.00	\$ (19,660.00)
E091033	Mtce- 1142 Walton St (South)	\$ 12,480.00	\$ 23,251.00	\$ (10,771.00)
E101020	Domestic Refuse	\$ 30,148.00	\$ 45,000.00	\$ (14,852.00)
E101030	Refuse site Maint	\$ 4,922.00	\$ 37,499.00	\$ (32,577.00)
E102020	Commercial Refuse Collection	\$ 25,978.00	\$ 13,500.00	\$ 12,478.00
E103010	Liquid Waste Disposal Site	\$ 35.00	\$ 14,999.00	\$ (14,964.00)
E106013	Uranium Consultant	\$ -	\$ 14,999.00	\$ (14,999.00)

E113030	Parks and Gardens	\$	72,184.00	\$	56,250.00	\$	15,934.00
E113050	Sporting Leonora	\$	18,981.00	\$	30,001.00	\$	(11,020.00)
E113070	Oval	\$	31,797.00	\$	45,000.00	\$	(13,203.00)
E113092	Swimming Pool Maint	\$	88,544.00	\$	75,001.00	\$	13,543.00
E114280	Salaries - Rec Centre	\$	28,662.00	\$	88,887.00	\$	(60,225.00)
E114294	Repairs Rec Centre	\$	24,997.00	\$	11,250.00	\$	13,747.00
E114296	Sporting Equip	\$	1,110.00	\$	14,999.00	\$	(13,889.00)
E114351	Member Card System Upgrade	\$	1,055.00	\$	18,751.00	\$	(17,696.00)
E116025	Telecentre Equip	\$	1,672.00	\$	14,061.00	\$	(12,389.00)
E122040	Roadworks Mtce	\$	988,896.00	\$	927,587.00	\$	61,309.00
E122160	Street Cleaning	\$	132,380.00	\$	149,999.00	\$	(17,619.00)
E122180	Street Trees and Watering	\$	111,549.00	\$	82,499.00	\$	29,050.00
E122189	Street Lighting - Kurrajong	\$	-	\$	26,249.00	\$	(26,249.00)
E122198	Grant Kookynie Malcolm	\$	63,268.00	\$	51,750.00	\$	11,518.00
E122204	RRG Leonora Nambi	\$	82,162.00	\$	70,716.00	\$	11,446.00
E122205	Leinster Shoulder Grading	\$	-	\$	60,300.00	\$	(60,300.00)
E122206	Roads To Recovery	\$	234,002.00	\$	323,243.00	\$	(89,241.00)
E126010	Aerodrome Maint	\$	57,009.00	\$	86,251.00	\$	(29,242.00)
E132076	NG Working Group	\$	37,337.00	\$	73,091.00	\$	(35,754.00)
E132078	Leonora Mile	\$	12,996.00			\$	12,996.00
E132082	Revegetation Project	\$	17,642.00	\$	42,555.00	\$	(24,913.00)
E132093	Museum - Salary Subsidy	\$	8,519.00	\$	22,500.00	\$	(13,981.00)
E132094	Info Centre Wages	\$	21,728.00	\$	33,044.00	\$	(11,316.00)
E132095	Regional Marketing	\$	-	\$	18,751.00	\$	(18,751.00)
E132097	Italian Girls - Gwalia project	\$	-	\$	11,428.00	\$	(11,428.00)
E141010	Private Works	\$	105,195.00	\$	-	\$	105,195.00
E142011	Salaries Admin	\$	271,207.00	\$	304,169.00	\$	(32,962.00)
E142012	Annual Leave - Admin	\$	-	\$	24,511.00	\$	(24,511.00)
E142144	Consultants Fees	\$	4,164.00	\$	14,999.00	\$	(10,835.00)
E142252	Wage Increase	\$	14,454.00	\$	26,249.00	\$	(11,795.00)
E143040	Insurance	\$	166,605.00	\$	155,000.00	\$	11,605.00
E144010	Fuel and Oil	\$	119,603.00	\$	187,501.00	\$	(67,898.00)
E144030	Parts and Repairs	\$	87,827.00	\$	72,000.00	\$	15,827.00
E146200	Gross Salaries	\$	1,188,180.00	\$	1,427,426.00	\$	(239,246.00)
		\$	4,209,092.00	\$	4,952,859.00	\$	(743,767.00)

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

SUBMISSION TO: Meeting of Council
Meeting Date: 20th April, 2010

AGENDA REFERENCE: 10.2 (B) APR 10

SUBJECT: Accounts for Payment

LOCATION / ADDRESS: Nil

NAME OF APPLICANT: Nil

FILE REFERENCE: Nil

AUTHOR, DISCLOSURE OF ANY INTEREST AND DATE OF REPORT

NAME: James Gregory Epis

OFFICER: Chief Executive Officer

INTEREST DISCLOSURE: Nil

DATE: 12th April, 2010

BACKGROUND

Attached statement consists of accounts paid by Delegated Authority represented by **Vouchers 952 to 1045** and totalling **\$1,148,452.38**, and accounts paid by Council Authorisation represented by **Vouchers 1046 to 1073** and totalling **\$45,081.29**.

POLICY IMPLICATIONS

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

FINANCIAL IMPLICATIONS

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

STRATEGIC IMPLICATIONS

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

RECOMMENDATIONS

That accounts paid by Delegated Authority represented by **Vouchers 952 to 1045** and totalling **\$1,148,452.38**, and accounts paid by Council Authorisation represented by **Vouchers 1046 to 1073** and totalling **\$45,081.29** be authorised for payment.

VOTING REQUIREMENT

Simple Majority

Moved Cr Heather **Seconded Cr Petersen**
That accounts paid by Delegated Authority represented by Vouchers 952 to 1045 and totalling \$1,148,452.38, and accounts paid by Council Authorisation represented by Vouchers 1046 to 1073 and totalling \$45,081.29 be authorised for payment.

CARRIED (6 VOTES TO 0)

Shire of Leonora

Monthly Report - List of Accounts Paid by Delegated Authority

Submitted to Council on Tuesday 20th April, 2010

The following list of accounts has been paid under delegation, by the Chief Executive Officer, since the previous list of accounts. Vouchers numbered from 952 to 1045.

CHIEF EXECUTIVE OFFICER

952	08.03.2010	Australian Taxation Office	BAS – February 2010	9,922.00
953	10.03.2010	Shire of Leonora	Sal & Wages - PPE: 10.03.2010	43,660.00
953(a)	10.03.2010	L.G.R.C.E.U.	Union Fees – PPE: 10.03.2010	16.40
953(b)	10.03.2010	Shire of Leonora	Tax/Rent – PPE: 10.03.2010	17,340.40
953(c)	10.03.2010	W.A.L.G.S. Plan	Superannuation – PPE: 10.03.2010	8,012.25
953(d)	10.03.2010	Child Support Agency	Child Support – PPE: 10.03.2010	657.55
953(e)	10.03.2010	Shire of Leonora	M. Anderson – Inv No: 1765	657.55
954	10.03.2010	National Australia Bank	M/Card Charges – March 2010 B/S	1,212.08
955	11.03.2010	Shire of Leonora	Petty Cash Recoup	274.70
956	12.03.2010	National Australia Bank	Bank Fee – March 2010 B/S	101.50
957	12.03.2010	N. Gagliardi	Contract Grading	6,560.00
958	12.03.2010	P N White	Contract Grading	6,240.00
959	12.03.2010	Hardie Spicer – Kalgoorlie	Parts & Repairs on P1915	1,527.40
960	15.03.2010	S. Williamson	Contract Grading	2,600.00
961	15.03.2010	J.R. Carter	Bond Refund on Bus	200.00
962	16.03.2010	Agnew Hotel	Accommodation	1,059.30
963	16.03.2010	Auski Inland Motel	Accommodation & Meals - P. Kelly	159.50
964	16.03.2010	Bradley C Pepper	Administrative Fees	2,129.33
965	16.03.2010	Chubb Security	ATM Running Costs	2,562.31
966	16.03.2010	Courier Australia	Freight Charges	27.70
967	16.03.2010	Donovan Payne Architects	Architectural Consultancy Services	47,520.00
968	16.03.2010	Dell Australia Pty Ltd	Computer Expenses	1,021.90
969	16.03.2010	Everlake Pty Ltd	Removal of Old Properties - Rates	605.00
970	16.03.2010	Earth Australia Contracting	Supply of Gravel & LPG Refill	26,445.00
971	16.03.2010	Forman Bros	Maintenance & Repairs - Various	2,488.80
972	16.03.2010	Goldfields Commercial Security	Supply & Program Security Cards	1,160.50
973	16.03.2010	Goldfields Printing Company	Raffle Tickets - Golden Gift 2010	220.00
974	16.03.2010	Horizon Power	Electricity Usage	998.80
975	16.03.2010	IP Systems Pty Ltd	Phone & Internet Usage - Medical	278.09
976	16.03.2010	Leonora Roadhouse	Fuel Purchases	68.01
977	16.03.2010	Leighton Davis & Partners	Strategic Plan Costs	3,823.60
978	16.03.2010	Lee Jeavons	Reimbursement - Fuel & Course	249.00
979	16.03.2010	Landgate	Title Searches	41.00
980	16.03.2010	L.P. Strugnell	Attendance at Reform Conference	424.49
981	16.03.2010	L & W Sales	Various Maintenance	152.74
982	16.03.2010	McMahon Burnett Transport	Freight Charges	254.20
983	16.03.2010	McD Contracting Pty Ltd	Transport of Grader	3,575.00
984	16.03.2010	Ozowned Supplies & Services	Shampoo of Carpets - 1 Queen Vic	220.00
985	16.03.2010	Robert Griffin	Parts and Repairs - P2253	110.00
			Sub Total	\$194,576.10

Shire of Leonora				
Monthly Report - List of Accounts Paid by Delegated Authority				
Submitted to Council on the 20 th April, 2010				
Vouch. No.	Date	Payee's Name	Particulars	Payment Made By Delegated Authority.
			Balance B/Fwd	\$194,576.10
986	16.03.2010	W.A.L.G.A.	Advertising Costs	1,529.40
987	16.03.2010	Toll Transport Pty Ltd	Freight Charges	14.07
988	19.03.2010	Toyota Financial Services	GEDC Vehicle – March 2010 B/S	1,476.06
989	19.03.2010	Builders Registration Board	Builders Rego Fee – B/L No: 02.10	34.50
990	19.03.2010	Construction Training Fund	Construction Train. Fund Fee – B/L No: 02/10	1,773.40
991	19.03.2010	Telstra	Phone & Internet Usage	1,618.39
992	19.03.2010	Leonora Clay Target Club	Community Grant	12,000.00
993	24.03.2010	Shire of Leonora	Sal & Wages - PPE: 24.03.2010	39,506.00
993(a)	24.03.2010	L.G.R.C.E.U.	Union Fee - PPE: 24.03.2010	16.40
993(b)	24.03.2010	Shire of Leonora	Tax/Rent - PPE: 24.03.2010	14,877.28
993(c)	24.03.2010	WALGS Plan	Superannuation - PPE: 24.03.2010	7,529.36
993(d)	24.03.2010	Child Support Agency	Child Support - PPE: 24.03.2010	692.55
994	25.03.2010	National Australia Bank	Bank Fee – March 2010 B/S	91.00
995	25.03.2010	WC & EP May Grader Hire	Grader Hire - Mt Ida Road	28,217.75
996	26.03.2010	PJJD Nominees Pty Ltd	Contract Grading	12,640.00
997	29.03.2010	Goldsworthy Family Trust	Health & Building Contract	7,584.50
998	30.03.2010	Stuart Williamson	Contract Grading	3,360.00
999	30.03.2010	Agnew Hotel	Accommodation & Meals	272.00
1000	30.03.2010	Bradley C Pepper	Administrative Fees	2,981.06
1001	30.03.2010	Courier Australia	Freight Charges	44.20
1002	30.03.2010	Coates Hire Operations	Diesel Fuel	601.92
1003	30.03.2010	The Wiggles Live Australia P/L	Dorothy the Dinosaur 10% Deposit GG 2010	885.00
1004	30.03.2010	The Educational Experience	Community Grant Leinster Day Care Centre	2,742.08
1005	30.03.2010	Forman Bros	Various Plumbing Repairs & Maintenance	14,280.20
1006	30.03.2010	Leonora Motor Inn	Accommodation & Meals - Norm White	277.85
1007	30.03.2010	Minter Ellison Lawyers	Legal Fees	4,008.40
1008	30.03.2010	Majstrovich Building Company	Oval Sporting Facility 3 rd Progress Payment	463,432.20
1009	30.03.2010	Pipeline Mining & Civil Cont.	Supply of Granite - Interpretive Garden	1,265.00
1010	30.03.2010	Rylan Pty Ltd	Kerbing - Racecourse Road	13,213.20
1011	30.03.2010	Reynolds Graphics Pty Ltd	Tags/Advertising - Various Tourism	990.00
1012	30.03.2010	Reliance Petroleum	Bulk Fuels, Oils and Fuel Card Purchases	42,477.23
1013	30.03.2010	Seb Sports	Consultancy Fee - Golden Gift 2010	2,750.00
1014	30.03.2010	Sparlon Electrical	Various Electrical Works and Repairs	2,310.00
1015	30.03.2010	Sarah Mazza	Reimbursement - Fuel for Caravan Show	287.15
1016	30.03.2010	Telstra	Phone & Internet Usage	466.80
1017	30.03.2010	West Australian Newspapers Ltd	Advertising - Tourism	6,985.44
1018	30.03.2010	Tecline Pty Ltd	Accommodation & Meals - W. May	1,584.00
1019	30.03.2010	Total Asphalt	Bitumen Works	86,870.00
1020	30.03.2010	UHY Haines Norton	Accounting Fees	5,500.00
1021	30.03.2010	Water Corporation	Water Usage	22,291.35
1022	30.03.2010	WA Country Health Service	Rent - Medical Centre	408.80
			Sub Total	\$1,004,460.64

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

Cr Baker raised the Law and Order subject. A general discussion ensued. Council agreed that the Sergeant in charge of Leonora will be invited to the next meeting.

B. OFFICERS

Nil

12.0 NEXT MEETING

18th May, 2010 to be held in Council Chambers, Leonora.

13.0 CLOSURE OF MEETING

Cr Carter declared the meeting closed, the time being 10.35am.