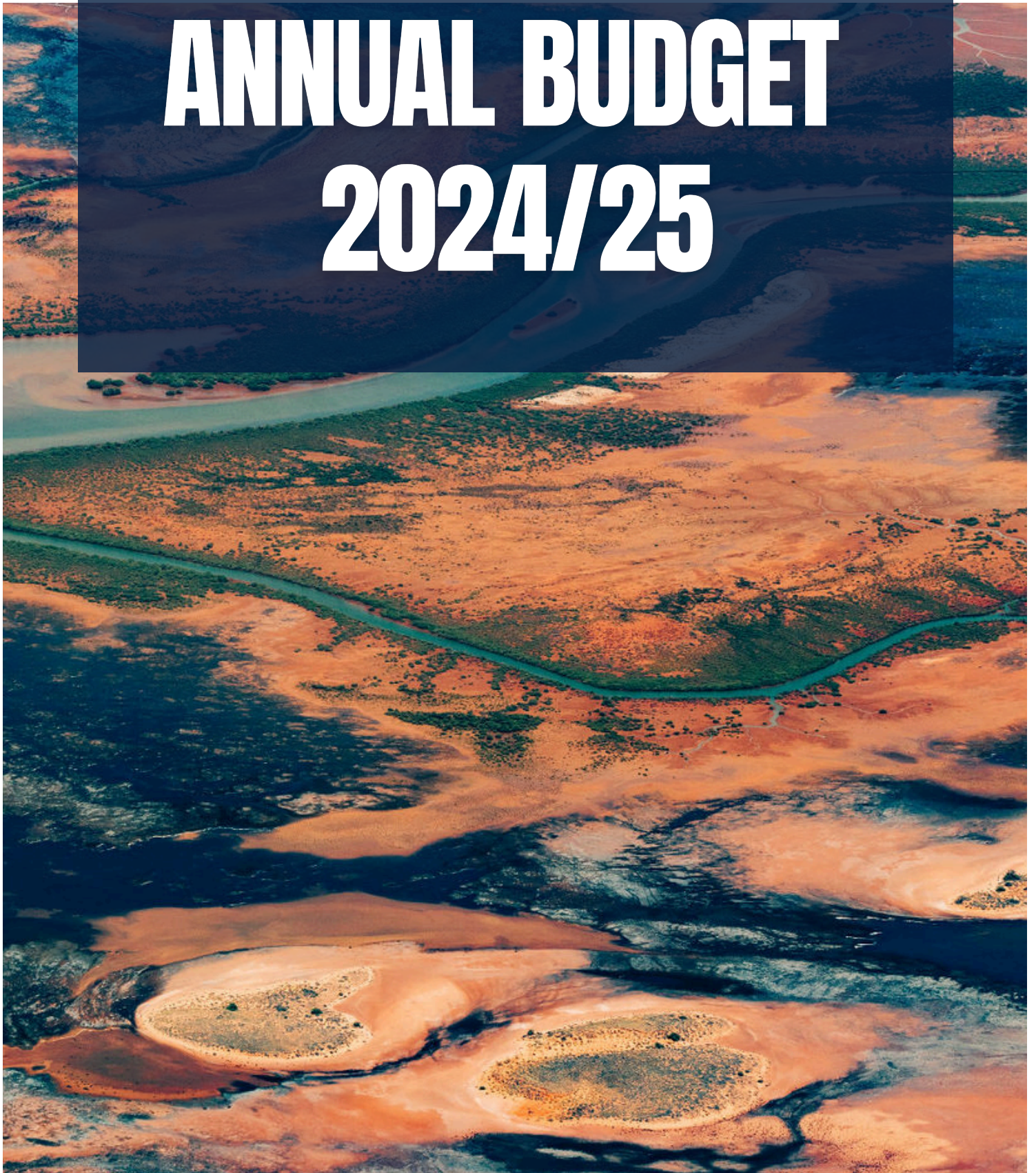


# ANNUAL BUDGET 2024/25



The Shire of Exmouth's Annual Budget indicates our community's civic priorities, projected revenue and costs, and plan for the future - what revenue will pay for which departmental services and for whom those services exist.

[www.exmouth.wa.gov.au](http://www.exmouth.wa.gov.au)



**SHIRE OF EXMOUTH**  
**ANNUAL BUDGET**  
**FOR THE YEAR ENDED 30 JUNE 2025**

**LOCAL GOVERNMENT ACT 1995**

**TABLE OF CONTENTS**

Statement of Comprehensive Income	2
Statement of Cash Flows	3
Statement of Financial Activity	4
Index of Notes to the Budget	5

**SHIRE'S VISION**

A globally recognised community of guardians for our unique environment and culture as we pursue innovations for sustainable growth.

Principal place of business:

2 Truscott Crescent  
Exmouth WA 6707

**SHIRE OF EXMOUTH  
STATEMENT OF COMPREHENSIVE INCOME  
FOR THE YEAR ENDED 30 JUNE 2025**

	<b>Note</b>	<b>2024/25 Budget</b>	<b>2023/24 Actual</b>	<b>2023/24 Budget</b>
<b>Revenue</b>		\$	\$	\$
Rates	2(a)	7,074,012	4,426,107	4,285,000
Grants, subsidies and contributions		2,247,400	913,752	2,380,000
Fees and charges	16	12,366,000	10,163,392	11,168,000
Interest revenue	10(a)	235,000	537,218	292,000
Other revenue		349,500	416,989	400,000
		<b>22,271,912</b>	<b>16,457,458</b>	<b>18,525,000</b>
<b>Expenses</b>				
Employee costs		(9,022,650)	(6,432,222)	(8,529,000)
Materials and contracts		(7,722,800)	(4,447,131)	(6,408,000)
Utility charges		(1,106,500)	(831,214)	(940,000)
Depreciation	6	(5,025,500)	(4,571,320)	(3,683,000)
Finance costs	10(c)	(86,215)	(81,681)	(98,000)
Insurance		(776,500)	(713,938)	(709,000)
Other expenditure		(637,176)	(222,572)	(690,000)
		<b>(24,377,341)</b>	<b>(17,300,078)</b>	<b>(21,057,000)</b>
		<b>(2,105,429)</b>	<b>(842,620)</b>	<b>(2,532,000)</b>
Capital grants, subsidies and contributions		2,132,000	907,773	4,662,000
		<b>2,132,000</b>	<b>907,773</b>	<b>4,662,000</b>
<b>Net result for the period</b>		<b>26,571</b>	<b>65,153</b>	<b>2,130,000</b>
<b>Other comprehensive income for the period</b>				
<b>Total other comprehensive income for the period</b>		<b>0</b>	<b>0</b>	<b>0</b>
<b>Total comprehensive income for the period</b>		<b>26,571</b>	<b>65,153</b>	<b>2,130,000</b>

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

**SHIRE OF EXMOUTH**  
**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED 30 JUNE 2025**

	<b>Note</b>	<b>2024/25 Budget</b>	<b>2023/24 Actual</b>	<b>2023/24 Budget</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
<b>Receipts</b>				
Rates		\$ 7,074,012	\$ 4,524,685	\$ 4,285,000
Grants, subsidies and contributions		1,747,400	2,346,754	3,880,000
Fees and charges		12,366,000	11,010,341	11,168,000
Interest revenue		235,000	542,218	292,000
Other revenue		349,500	416,989	400,000
		21,771,912	18,840,987	20,025,000
<b>Payments</b>				
Employee costs		(9,022,650)	(7,086,422)	(8,529,000)
Materials and contracts		(7,222,800)	(3,371,449)	(4,908,000)
Utility charges		(1,106,500)	(831,214)	(940,000)
Finance costs		(86,215)	(78,382)	(98,000)
Insurance paid		(776,500)	(713,938)	(709,000)
Other expenditure		(637,176)	(222,572)	(690,000)
		(18,851,841)	(12,303,977)	(15,874,000)
<b>Net cash provided by operating activities</b>	4	2,920,071	6,537,010	4,151,000
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Payments for purchase of property, plant & equipment	5(a)	(812,000)	(1,159,665)	(6,169,000)
Payments for construction of infrastructure	5(b)	(3,977,000)	(1,789,969)	(4,320,000)
Capital grants, subsidies and contributions		2,132,000	907,773	4,662,000
Proceeds from sale of property, plant and equipment	5(a)	2,730,000	93,000	140,000
<b>Net cash provided by (used in) investing activities</b>		73,000	(1,948,861)	(5,687,000)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>				
Repayment of borrowings	7(a)	(379,571)	(289,043)	(367,000)
Payments for principal portion of lease liabilities	8	(5,000)	(16,244)	(7,000)
Proceeds from community loans		35,567	29,567	38,000
<b>Net cash (used in) financing activities</b>		(349,004)	(275,720)	(336,000)
<b>Net increase (decrease) in cash held</b>		2,644,067	4,312,429	(1,872,000)
Cash at beginning of year		20,039,600	16,192,455	14,232,550
<b>Cash and cash equivalents at the end of the year</b>	4	<b>22,683,667</b>	<b>20,504,884</b>	<b>12,360,550</b>

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

**SHIRE OF EXMOUTH  
STATEMENT OF FINANCIAL ACTIVITY  
FOR THE YEAR ENDED 30 JUNE 2025**

**OPERATING ACTIVITIES**

**Revenue from operating activities**

	Note	2024/25 Budget	2023/24 Actual	2023/24 Budget
General rates	2(a)(i)	\$ 6,864,641	\$ 4,152,236	\$ 4,013,000
Rates excluding general rates	2(a)	209,371	273,871	272,000
Grants, subsidies and contributions		2,247,400	913,752	2,380,000
Fees and charges	16	12,366,000	10,163,392	11,168,000
Interest revenue	10(a)	235,000	537,218	292,000
Other revenue		349,500	416,989	400,000
		<b>22,271,912</b>	<b>16,457,458</b>	<b>18,525,000</b>

**Expenditure from operating activities**

Employee costs		(9,022,650)	(6,432,222)	(8,529,000)
Materials and contracts		(7,722,800)	(4,447,131)	(6,408,000)
Utility charges		(1,106,500)	(831,214)	(940,000)
Depreciation	6	(5,025,500)	(4,571,320)	(3,683,000)
Finance costs	10(c)	(86,215)	(81,681)	(98,000)
Insurance		(776,500)	(713,938)	(709,000)
Other expenditure		(637,176)	(222,572)	(690,000)
		<b>(24,377,341)</b>	<b>(17,300,078)</b>	<b>(21,057,000)</b>

Non cash amounts excluded from operating activities

	3(c)	5,025,500	4,571,320	3,683,000
--	------	-----------	-----------	-----------

**Amount attributable to operating activities**

**INVESTING ACTIVITIES**

**Inflows from investing activities**

Capital grants, subsidies and contributions		2,132,000	907,773	4,662,000
Proceeds from disposal of assets	5	2,730,000	93,000	140,000
		<b>4,862,000</b>	<b>1,000,773</b>	<b>4,802,000</b>

**Outflows from investing activities**

Payments for property, plant and equipment	5(a)	(812,000)	(1,159,665)	(6,169,000)
Payments for construction of infrastructure	5(b)	(3,977,000)	(1,789,969)	(4,320,000)
		<b>(4,789,000)</b>	<b>(2,949,634)</b>	<b>(10,489,000)</b>

**Amount attributable to investing activities**

**FINANCING ACTIVITIES**

**Inflows from financing activities**

Proceeds from community loans		35,567	29,567	38,000
Transfers from reserve accounts	9(a)	2,089,000	912,500	2,953,000
		<b>2,124,567</b>	<b>942,067</b>	<b>2,991,000</b>

**Outflows from financing activities**

Repayment of borrowings	7(a)	(379,571)	(289,043)	(367,000)
Payments for principal portion of lease liabilities	8	(5,000)	(16,244)	(7,000)
Transfers to reserve accounts	9(a)	(4,733,067)	(7,229,337)	(3,779,000)
		<b>(5,117,638)</b>	<b>(7,534,624)</b>	<b>(4,153,000)</b>

**Amount attributable to financing activities**

**MOVEMENT IN SURPLUS OR DEFICIT**

**Surplus at the start of the financial year**

Surplus at the start of the financial year		0	4,812,718	4,198,722
Amount attributable to operating activities		2,920,071	3,728,700	1,151,000
Amount attributable to investing activities		73,000	(1,948,861)	(5,687,000)
Amount attributable to financing activities		(2,993,071)	(6,592,557)	(1,162,000)
<b>Surplus/(deficit) remaining after the imposition of general rates</b>	3	<b>(0)</b>	<b>0</b>	<b>(1,499,278)</b>

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

**SHIRE OF EXMOUTH  
FOR THE YEAR ENDED 30 JUNE 2025  
INDEX OF NOTES TO THE BUDGET**

Note 1	Basis of Preparation	6
Note 2	Rates and Service Charges	7
Note 3	Net Current Assets	12
Note 4	Reconciliation of cash	14
Note 5	Property, Plant and Equipment	15
Note 6	Depreciation	16
Note 7	Borrowings	17
Note 8	Lease Liabilities	19
Note 9	Reserve Accounts	20
Note 10	Other Information	21
Note 11	Elected Members Remuneration	22
Note 12	Trading Undertakings and Major Trading Undertakings	23
Note 13	Trust Funds	24
Note 14	Revenue and Expenditure	25
Note 15	Program Information	27
Note 16	Fees and Charges	28

**SHIRE OF EXMOUTH**  
**NOTES TO AND FORMING PART OF THE BUDGET**  
**FOR THE YEAR ENDED 30 JUNE 2025**

**1 BASIS OF PREPARATION**

The annual budget is a forward looking document and has been prepared in accordance with the *Local Government Act 1995* and accompanying regulations.

**Local Government Act 1995 requirements**

Section 6.4(2) of the *Local Government Act 1995* read with the *Local Government (Financial Management) Regulations 1996* prescribe that the annual budget be prepared in accordance with the *Local Government Act 1995* and, to the extent that they are not inconsistent with the Act, the Australian Accounting Standards. The Australian Accounting Standards (as they apply to local governments and not-for-profit entities) and Interpretations of the Australian Accounting Standards Board were applied where no inconsistencies exist.

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

Accounting policies which have been adopted in the preparation of this annual budget have been consistently applied unless stated otherwise. Except for cash flow and rate setting information, the annual budget has been prepared on the accrual basis and is based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and liabilities.

**The local government reporting entity**

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

All monies held in the Trust Fund are excluded from the financial statements. A separate statement of those monies appears at Note 13 to the annual budget.

**2023/24 actual balances**

Balances shown in this budget as 2023/24 Actual are estimates as forecast at the time of preparation of the annual budget and are subject to final adjustments.

**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.

**Comparative figures**

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

**Rounding off figures**

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

**Statement of Cashflows**

Investing and financing transactions that do not require the use of cash or cash equivalents shall be excluded from a statement of cash flows. Such transactions shall be disclosed elsewhere in the financial statements in a way that provides all the relevant information about these investing and financing activities.

**Initial application of accounting standards**

During the budget year, the below revised Australian Accounting Standards and Interpretations are expected to be compiled, become mandatory and be applicable to its operations.

- AASB 2020-1 Amendments to Australian Accounting Standards
    - Classification of Liabilities as Current or Non-current
  - AASB 2022-5 Amendments to Australian Accounting Standards
    - Lease Liability in a Sale and Leaseback
  - AASB 2022-6 Amendments to Australian Accounting Standards
    - Non-current Liabilities with Covenants
  - AASB 2023-1 Amendments to Australian Accounting Standards
    - Supplier Finance Arrangements
  - AASB 2023-3 Amendments to Australian Accounting Standards
    - Disclosure of Non-current Liabilities with Covenants: Tier 2
- It is not expected these standards will have an impact on the annual budget.

- AASB 2022-10 Amendments to Australian Accounting Standards
  - Fair Value Measurement of Non-Financial Assets of Not-for-Profit Public Sector Entities, became mandatory during the budget year. Amendments to AASB 13 *Fair Value Measurement* impacts the future determination of fair value when revaluing assets using the cost approach. Timing of future revaluations is defined by regulation 17A of *Local Government (Financial Management) Regulations 1996*. Impacts of this pronouncement are yet to be quantified and are dependent on the timing of future revaluations of asset classes. No material impact is expected in relation to the 2024-25 statutory budget.

New accounting standards for application in future years

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

- AASB 2014-10 Amendments to Australian Accounting Standards
  - Sale or Contribution of Assets between an Investor and its Associate or Joint Venture
- AASB 2021-7c Amendments to Australian Accounting Standards
  - Effective Date of Amendments to AASB 10 and AASB 128 and Editorial Corrections [deferred AASB 10 and AASB 128 amendments in AASB 2014-10 apply]
- AASB 2022-9 Amendments to Australian Accounting Standards
  - Insurance Contracts in the Public Sector
- AASB 2023-5 Amendments to Australian Accounting Standards
  - Lack of Exchangeability

It is not expected these standards will have an impact on the annual budget.

Judgements, estimates and assumptions

The preparation of the annual 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 balances, transactions and disclosures impacted by accounting estimates are as follows:

- estimated fair value of certain financial assets
- estimation of fair values of land and buildings and investment property
- impairment of financial assets
- estimation uncertainties and judgements made in relation to lease accounting
- estimated useful life of assets
- estimation of provisions
- estimation of fair value of leases

SHIRE OF EXMOUTH  
NOTES TO AND FORMING PART OF THE BUDGET  
FOR THE YEAR ENDED 30 JUNE 2025

2. RATES AND SERVICE CHARGES

(a) Rating Information

Rate Description	Basis of valuation	Rate in	Number of properties	Rateable value	2024/25 Budgeted rate revenue	2024/25 Budgeted interim rates	2024/25 Budgeted total revenue	2023/24 Actual total revenue	2023/24 Budget total revenue
		\$		\$	\$	\$	\$	\$	\$
<b>(i) General rates</b>									
General	Gross rental valuation	0.09580	1,263	46,484,199	4,453,186	15,000	4,468,186	2,710,994	2,670,000
Marina Developed	Gross rental valuation	0.12940	136	6,864,045	888,207	0	888,207	599,844	496,000
Holiday Homes	Gross rental valuation	0.13280	122	4,599,920	609,276	0	609,276	367,402	340,000
Vacant Land	Gross rental valuation	0.19150	267	3,997,050	765,435	0	765,435	350,023	389,000
Mining	Unimproved valuation	0.20380	10	386,955	78,823	0	78,823	73,135	68,000
Rural	Unimproved valuation	0.10200	6	536,400	54,713	0	54,713	50,838	50,000
<b>Total general rates</b>			1,804	62,868,569	6,849,641	15,000	6,864,641	4,152,236	4,013,000
<b>(j) Minimum payment</b>									
		\$							
General	Gross rental valuation	1,160	58	274,712	67,280	0	67,280	101,350	100,000
Marina Developed	Gross rental valuation	1,160	1	0	1,160	0	1,160	4,455	1,000
Holiday Homes	Gross rental valuation	1,160	0	0	0	0	0	1,920	0
Vacant Land	Gross rental valuation	910	29	93,300	26,390	0	26,390	96,330	105,000
Mining	Unimproved valuation	300	10	10,287	3,000	0	3,000	2,800	3,000
Rural	Unimproved valuation	910	2	5,800	1,820	0	1,820	845	1,000
<b>Total minimum payments</b>			100	384,099	99,650	0	99,650	207,700	210,000
<b>Total general rates and minimum payments</b>			1,904	63,252,668	6,949,291	15,000	6,964,291	4,359,936	4,223,000
<b>(k) Specified area rates</b>									
Marina Specified Area		0.01700		109,721	109,721	0	109,721	66,171	62,000
					7,059,012	15,000	7,074,012	4,426,107	4,285,000
<b>Total rates</b>					7,059,012	15,000	7,074,012	4,426,107	4,285,000

All rateable properties within the district used predominately for non-rural purposes are rated according to their Gross Rental Valuation (GRV), all other properties are rated according to their Unimproved Valuation (UV)

The general rates detailed for the 2024/25 financial year have been determined by Council on the basis of raising the revenue required to meet the estimated deficiency between the total estimated expenditure proposed in the budget and the estimated revenue to be received from all sources other than general 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 local government services/facilities.



**SHIRE OF EXMOUTH**  
**NOTES TO AND FORMING PART OF THE BUDGET**  
**FOR THE YEAR ENDED 30 JUNE 2025**

**2. RATES AND SERVICE CHARGES (CONTINUED)**

**(b) Interest Charges and Instalments - Rates and Service Charges**

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

**Option 1 (Full Payment)**

Full amount of rates and charges including arrears, to be paid on or before 26 August 2024 or 35 days after the date of service appearing on the rate notice, whichever is the later.

**Option 2 (Two Instalments)**

First instalment to be made on or before 26 August 2024 or 35 days after the date of service appearing on the rate notice, whichever is later and including all arrears and half the current rates and service charges; and

Second instalment to be made on or before 4 November 2024, or 2 months after the due date of the first instalment, whichever is later.

**Option 3 (Four Instalments)**

First instalment to be made on or before 26 August 2024 or 35 days after the date of service appearing on the rate notice, whichever is later and including all arrears and half the current rates and service charges; and

Second instalment to be made on or before 4 November 2024, or 2 months after the due date of the first instalment, whichever is later.

Third instalment to be made on or before 13 January 2025, or 2 months after the due date of the second instalment, whichever is later; and

Fourth instalment to be made on or before 24 March 2025, or 2 months after the due date of the third instalment, whichever is later.

Instalment options	Date due	Instalment plan	Instalment plan	Unpaid rates
		admin charge	interest rate	interest rates
		\$	%	%
<b>Option one</b>				
Single full payment	26/08/2024	0	0.00%	11.00%
<b>Option two</b>				
First instalment	26/08/2024	0	0.00%	11.00%
Second instalment	4/11/2024	0	0.00%	11.00%
<b>Option three</b>				
First instalment	26/08/2024	0	0.00%	11.00%
Second instalment	4/11/2024	0	0.00%	11.00%
Third instalment	13/01/2025	0	0.00%	11.00%
Fourth instalment	24/03/2025	0	0.00%	11.00%

**SHIRE OF EXMOUTH**  
**NOTES TO AND FORMING PART OF THE BUDGET**  
**FOR THE YEAR ENDED 30 JUNE 2025**

**2. RATES AND SERVICE CHARGES (CONTINUED)**

	<b>2024/25 Budget revenue</b>	<b>2023/24 Actual revenue</b>	<b>2023/24 Budget revenue</b>
	\$	\$	\$
Instalment plan admin charge revenue	0	11,920	12,000
Instalment plan interest earned	0	12,863	12,000
Unpaid rates and service charge interest earned	20,000	20,521	20,000
	<u>20,000</u>	<u>45,304</u>	<u>44,000</u>

**(c) Objectives and Reasons for Differential Rating**

To provide equity in the rating of properties across the Shire the following rate categories have been determined for the implementation of differential rating.

**Differential general rate**

<b>Description</b>	<b>Characteristics</b>	<b>Objects</b>	<b>Reasons</b>
GRV General	This rating category consists of properties zoned as: Residential Urban Development Commercial Tourism Light Industry Service Commercial General Industry Industrial Development Rural Residential	Revenue derived from this category assists funding to operate efficiently the service levels expected by the community as outlined in our Strategic Plan and Corporate Business Plan.	Means any land that is predominantly used for singular and multi-dwelling and is zoned in accordance with the characteristics detailed.
GRV Marina Developed	This rating category consists of developed properties zoned as: Marina	The object of the rate for this category is to reflect the additional revenue required to fund the costs associated with the higher level of maintenance provided to these properties including maintaining the seawall to the north of the marina, maintain public jetties, canal footbridge, beach stabilisation, landscaping, road sweeping, and maintenance of street furniture, canal drainage and footbridge lighting. Also responsible for boat ramps and associated with cost within the area and maintenance of water way adjoining public open space.	This rate applies to developed properties zoned as marina

**SHIRE OF EXMOUTH  
NOTES TO AND FORMING PART OF THE BUDGET  
FOR THE YEAR ENDED 30 JUNE 2025**

**2. RATES AND SERVICE CHARGES (CONTINUED)**

GRV Holiday Homes	This rating category consists of residential properties that have received Town Planning approval to operate as short term holiday accommodation.	This category is rated higher than the GRV General Rate to assist with contribution to tourism, marketing and related projects throughout the district. Additionally, it includes the development of tourist related services and infrastructure.	Means any land approved and predominantly used to provide holiday accommodation.
GRV Vacant Land	This rating category consists of all vacant land within Town site boundaries.	The object of the rate for this category is to reflect the additional revenue required to fund the costs associated with the higher level of service provided to properties in this category, including but not limited to firebreaks maintenance, upgrade and renewal of the street network, roadside sweeping, CBD car parking, landscaping, dust control management, drainage, footbridge lighting, street furniture and other amenities.	To encourage development of vacant land and to assist with the higher level of service provided to these properties.
UV Mining	This rating category consists of properties used for mining, exploration or prospecting purposes.	The object of the rate for this category is to raise revenue to fund additional costs to Council including, but not limited to frequent heavy vehicle use over extensive lengths of Shire roads throughout the year.	To raise additional revenue to fund costs associated with mining activity.
UV Rural	This rating category consists of properties zoned Rural.	This rate is required to meet our community expectations and needs in our Strategic Community and Corporate Business Plans. The object of the rate for this category is to be the base rate by which all other UV rated properties are assessed.	The reason is these properties are large extensive parcels of land with little commercial activity.

**(d) Differential Minimum Payment**

GRV Rate Categories	Includes all GRV rated properties.	This rate is considered the minimum contribution for basic services and infrastructure.	This is considered to be the base minimum for GRV rated properties.
UV Rate Categories	Includes all UV rated properties.	This rate is considered the minimum contribution for basic services and infrastructure.	This is considered to be the base minimum for UV rated properties.

**SHIRE OF EXMOUTH**  
**NOTES TO AND FORMING PART OF THE BUDGET**  
**FOR THE YEAR ENDED 30 JUNE 2025**

**2. RATES AND SERVICE CHARGES (CONTINUED)**

**(e) Specified Area Rate**

	<b>Budgeted rate applied to costs</b>	<b>Budgeted rate set aside to reserve</b>	<b>Reserve Amount to be applied to costs</b>	<b>Purpose of the rate</b>	<b>Area or properties rate is to be imposed on</b>
<b>Specified area rate</b>	\$ 0	\$ 109,721	\$ 0	The proceeds of these funds are applied in full on environmental monitoring and maintenance of the canal waterway, dredging and entrance channel navigation including both onshore & offshore, cost of clearing the sand traps, maintaining the main breakwaters including all breakwaters and groynes surrounding and protecting the outer harbour and other preservation works in accordance with the Exmouth Marina Village Agreement between the Minister for Transport, Landcorp & Shire of Exmouth.	This Specified Area Rate applies to properties zoned Marina that have canal frontage in the Exmouth Marina Precinct.
Marina Specified Area	0	109,721	0		

**(f) Service Charges**

The Shire did not raise service charges for the year ended 30th June 2025.

**(g) Waivers or concessions**

The Shire does not anticipate any waivers or concessions for the year ended 30th June 2025.

**SHIRE OF EXMOUTH**  
**NOTES TO AND FORMING PART OF THE BUDGET**  
**FOR THE YEAR ENDED 30 JUNE 2025**

**3. NET CURRENT ASSETS**

**(a) Composition of estimated net current assets**

**Current assets**

Cash and cash equivalents  
 Receivables  
 Inventories

**Less: current liabilities**

Trade and other payables  
 Contract liabilities  
 Lease liabilities  
 Long term borrowings  
 Employee provisions

**Net current assets**

**Less: Total adjustments to net current assets**

**Net current assets used in the Statement of Financial Activity**

**(b) Current assets and liabilities excluded from budgeted deficiency**

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

**Adjustments to net current assets**

Less: Cash - reserve accounts  
 Add: Current liabilities not expected to be cleared at end of year  
 - Current portion of borrowings  
 - Current portion of lease liabilities  
 - Current portion of community loans  
 - Current portion of employee benefit provisions held in reserve

**Total adjustments to net current assets**

Note	2024/25 Budget 30 June 2025	2023/24 Actual 30 June 2024	2023/24 Budget 30 June 2024
	\$	\$	\$
4	22,683,667	20,039,600	13,822,550
	1,374,247	874,247	3,237,853
	198,708	198,708	152,032
	24,256,622	21,112,555	17,212,435
	(2,122,146)	(1,622,146)	(3,091,754)
	(300,000)	(300,000)	(354,092)
8	302	(4,698)	(7,000)
7	(379,016)	(379,016)	(379,000)
	(640,530)	(640,530)	(778,391)
	(3,441,390)	(2,946,390)	(4,610,237)
	20,815,232	18,166,165	12,602,198
3(b)	(20,815,232)	(18,166,165)	(12,601,476)
	0	0	722
9	(21,934,476)	(19,290,409)	(13,727,867)
	379,016	379,016	379,000
	(302)	4,698	7,000
			(38,000)
	740,530	740,530	778,391
	(20,815,232)	(18,166,165)	(12,601,476)

**EXPLANATION OF DIFFERENCE IN NET CURRENT ASSETS AND SURPLUS/(DEFICIT)**

**Items excluded from calculation of budgeted deficiency**

When calculating the budget deficiency for the purpose of Section 6.2 (2)(c) of the *Local Government Act 1995* the following amounts have been excluded as provided by *Local Government (Financial Management) Regulation 32* which will not fund the budgeted expenditure.

**(c) Non-cash amounts excluded from operating activities**

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

**Adjustments to operating activities**

Add: Depreciation

**Non cash amounts excluded from operating activities**

Note	2024/25 Budget 30 June 2025	2023/24 Actual 30 June 2024	2023/24 Budget 30 June 2024
	\$	\$	\$
6	5,025,500	4,571,320	3,683,000
	5,025,500	4,571,320	3,683,000

### 3. NET CURRENT ASSETS

#### (e) MATERIAL ACCOUNTING POLICIES

##### CURRENT AND NON-CURRENT CLASSIFICATION

The asset or liability is classified as current if it is expected to be settled within the next 12 months, being the Shire's operational cycle. In the case of liabilities where the Shire does not have the unconditional right to defer settlement beyond 12 months, such as vested long service leave, the liability is classified as current even if not expected to be settled within the next 12 months. Inventories held for trading are classified as current or non-current based on the Shire's intentions to release for sale.

##### TRADE AND OTHER PAYABLES

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

##### PREPAID RATES

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

##### 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.

###### Superannuation

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

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

##### 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.

##### CONTRACT LIABILITIES

##### TRADE AND OTHER RECEIVABLES

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

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

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

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

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

##### PROVISIONS

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

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

##### EMPLOYEE BENEFITS

###### Short-term employee benefits

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

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

The Shire's obligations for employees' annual leave and long service leave entitlements are recognised as provisions in the determination of the net current asset position.

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

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

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

**SHIRE OF EXMOUTH**  
**NOTES TO AND FORMING PART OF THE BUDGET**  
**FOR THE YEAR ENDED 30 JUNE 2025**

**4. 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:

	2024/25 Budget	2023/24 Actual	2023/24 Budget
Cash at bank and on hand	\$ 22,683,667	\$ 20,039,600	\$ 13,822,550
<b>Total cash and cash equivalents</b>	<b>22,683,667</b>	<b>20,039,600</b>	<b>13,822,550</b>
Held as			
- Unrestricted cash and cash equivalents	749,191	749,191	94,683
- Restricted cash and cash equivalents	21,934,476	19,290,409	13,727,867
3(a)	22,683,667	20,039,600	13,822,550
<b>Restrictions</b>			
The following classes of assets have restrictions imposed by regulations or other externally imposed requirements which limit or direct the purpose for which the resources may be used:			
- Cash and cash equivalents	21,934,476	19,290,409	13,727,867
	21,934,476	19,290,409	13,727,867
The assets are restricted as a result of the specified purposes associated with the liabilities below:			
Financially backed reserves	21,934,476	19,290,409	13,727,867
9	21,934,476	19,290,409	13,727,867
<b>Reconciliation of net cash provided by operating activities to net result</b>			
<b>Net result</b>	26,571	65,153	2,130,000
Depreciation	5,025,500	4,571,320	3,683,000
(Increase)/decrease in receivables	(500,000)	2,383,529	1,500,000
(Increase)/decrease in inventories	0	14,929	0
Increase/(decrease) in payables	500,000	137,892	1,500,000
Increase/(decrease) in employee provisions	0	(108,983)	0
Capital grants, subsidies and contributions	(2,132,000)	(907,773)	(4,662,000)
<b>Net cash from operating activities</b>	<b>2,920,071</b>	<b>6,156,067</b>	<b>4,151,000</b>

**MATERIAL ACCOUNTING POLICES**

**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 3 - Net Current Assets.

**FINANCIAL ASSETS AT AMORTISED COST**

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

- the asset is held within a business model whose objective is to collect the contractual cashflows, and
- the contractual terms give rise to cash flows that are solely payments of principal and interest.

**SHIRE OF EXMOUTH**  
**NOTES TO AND FORMING PART OF THE BUDGET**  
**FOR THE YEAR ENDED 30 JUNE 2025**

**5. PROPERTY, PLANT AND EQUIPMENT**

The following assets are budgeted to be acquired and/or disposed of during the year.

	2024/25 Budget			2023/24 Actual			2023/24 Budget		
	Additions	Disposals - Net Book Value	Disposals - Sale Proceeds	Additions	Disposals - Net Book Value	Disposals - Sale Proceeds	Additions	Disposals - Net Book Value	Disposals - Sale Proceeds
	\$	\$	\$	\$	\$	\$	\$	\$	\$
<b>(a) Property, Plant and Equipment</b>									
Land - freehold land	0	1,830,000	1,830,000	0	0	0	0	0	0
Land - vested in and under the control of council	0	0	0	8,830	0	0	0	0	0
Buildings - non-specialised	0	900,000	900,000	619,457	0	0	0	0	0
Buildings - specialised	60,000	0	0	36,353	0	0	4,490,000	0	0
Furniture and equipment	26,000	0	0	495,025	93,000	93,000	15,000	0	0
Plant and equipment	0	0	0	0	0	0	1,664,000	140,000	140,000
Plant and equipment	726,000	0	0	0	0	0	0	0	0
<b>Total</b>	<b>812,000</b>	<b>2,730,000</b>	<b>2,730,000</b>	<b>1,159,665</b>	<b>93,000</b>	<b>93,000</b>	<b>6,169,000</b>	<b>140,000</b>	<b>140,000</b>
<b>(b) Infrastructure</b>									
Infrastructure - roads	2,889,000	0	0	1,260,276	0	0	2,725,000	0	0
Other infrastructure	1,088,000	0	0	529,693	0	0	1,595,000	0	0
<b>Total</b>	<b>3,977,000</b>	<b>0</b>	<b>0</b>	<b>1,789,969</b>	<b>0</b>	<b>0</b>	<b>4,320,000</b>	<b>0</b>	<b>0</b>
<b>Total</b>	<b>4,789,000</b>	<b>2,730,000</b>	<b>2,730,000</b>	<b>2,949,634</b>	<b>93,000</b>	<b>93,000</b>	<b>10,489,000</b>	<b>140,000</b>	<b>140,000</b>

**MATERIAL ACCOUNTING POLICIES**

**RECOGNITION OF ASSETS**

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

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

**GAINS AND LOSSES ON DISPOSAL**

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 EXMOUTH**  
**NOTES TO AND FORMING PART OF THE BUDGET**  
**FOR THE YEAR ENDED 30 JUNE 2025**

**6. DEPRECIATION**

**By Class**

Buildings - non-specialised  
 Buildings - specialised  
 Furniture and equipment  
 Plant and equipment  
 Infrastructure - roads  
 Other infrastructure

**By Program**

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

	<b>2024/25 Budget</b>	<b>2023/24 Actual</b>	<b>2023/24 Budget</b>
	\$	\$	\$
Buildings - non-specialised	187,500	172,017	160,000
Buildings - specialised	1,019,500	937,004	895,500
Furniture and equipment	165,250	155,981	167,000
Plant and equipment	445,000	352,068	315,000
Infrastructure - roads	2,252,000	2,073,990	1,521,000
Other infrastructure	956,250	883,782	624,500
	<b>5,025,500</b>	<b>4,574,842</b>	<b>3,683,000</b>
Governance	1,250	1,110	1,500
Law, order, public safety	24,250	22,534	23,000
Education and welfare	12,500	11,408	0
Housing	187,500	176,493	160,000
Community amenities	120,250	110,435	140,000
Recreation and culture	1,496,500	1,375,797	1,147,000
Transport	2,679,250	2,467,777	1,863,500
Economic services	104,250	99,385	69,000
Other property and services	399,750	309,904	279,000
	<b>5,025,500</b>	<b>4,574,842</b>	<b>3,683,000</b>

**MATERIAL ACCOUNTING POLICIES**

**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.

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.

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

Buildings - non-specialised	40 years
Buildings - specialised	30 to 100 years
Furniture and equipment	4 to 15 years
Plant and equipment	3 to 40 years
Infrastructure - roads	15 to 80 years
Other infrastructure	13 to 80 years

**AMORTISATION**

The depreciable amount of all intangible assets with a finite useful life, are depreciated on a straight-line basis over the individual asset's useful life from the time the asset is held for use.

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

Amortisation is included within Depreciation on non-current assets in the Statement of Comprehensive Income.

SHIRE OF EXMOUTH  
NOTES TO AND FORMING PART OF THE BUDGET  
FOR THE YEAR ENDED 30 JUNE 2025

7. BORROWINGS

(a) Borrowing repayments

Movement in borrowings and interest between the beginning and the end of the current financial year.

Purpose	Loan Number	Institution	Interest Rate	Budget Principal 1 July 2024	2024/25 Budget New Loans	2024/25 Budget Principal Repayments	Budget Principal outstanding 30 June 2025	2024/25 Budget Interest Repayments	Actual Principal 1 July 2023	2023/24 Actual Principal Repayments	Actual Principal outstanding 30 June 2024	2023/24 Actual Interest Repayments	Budget Principal 1 July 2023	2023/24 Budget Principal Repayments	Budget Principal outstanding 30 June 2024	2023/24 Budget Interest Repayments
Staff Dwellings	80	WATC	4.7%	253,494	0	(83,010)	170,485	(10,206)	332,676	(72,440)	260,236	(13,008)	332,676	(79,000)	253,676	(14,000)
Staff Dwellings	83	WATC	1.4%	386,049	0	(52,806)	333,242	(5,366)	438,103	(25,934)	412,169	(3,152)	438,103	(52,000)	386,103	(6,000)
Staff Dwellings	84	WATC	3.4%	1,371,166	0	(151,881)	1,219,285	(45,302)	1,518,016	(146,849)	1,371,167	(50,333)	1,518,016	(147,000)	1,371,016	(50,000)
Ningaloo Centre	82	WATC	3.3%	594,333	0	(65,993)	528,340	(19,246)	658,181	(31,661)	626,520	(10,959)	658,181	(64,000)	594,181	(21,000)
1 Bennett Street	76	WATC	5.0%	127,320	0	(25,882)	101,438	(6,095)	151,945	(12,159)	139,786	(3,829)	151,945	(25,000)	126,945	(7,000)
				2,732,361	0	(379,571)	2,352,790	(86,215)	3,098,921	(289,043)	2,809,878	(81,281)	3,098,921	(367,000)	2,731,921	(98,000)

All borrowing repayments, other than self supporting loans, will be financed by general purpose revenue.  
The self supporting loan(s) repayment will be fully reimbursed.

**SHIRE OF EXMOUTH**  
**NOTES TO AND FORMING PART OF THE BUDGET**  
**FOR THE YEAR ENDED 30 JUNE 2025**

**7. BORROWINGS**

**(b) New borrowings - 2024/25**

The Shire does not intend to undertake any new borrowings for the year ended 30th June 2025

**(c) Unspent borrowings**

The Shire had no unspent borrowing funds as at 30th June 2024 nor is it expected to have unspent borrowing funds as at 30th June 2025.

**(d) Credit Facilities**

	<b>2024/25 Budget</b>	<b>2023/24 Actual</b>	<b>2023/24 Budget</b>
	\$	\$	\$
<b>Undrawn borrowing facilities</b>			
<b>credit standby arrangements</b>			
Bank overdraft limit	400,000	400,000	400,000
Bank overdraft at balance date	0	0	0
Credit card limit	35,000	15,000	25,000
Credit card balance at balance date	0	0	0
<b>Total amount of credit unused</b>	<b>435,000</b>	<b>415,000</b>	<b>425,000</b>
<b>Loan facilities</b>			
Loan facilities in use at balance date	2,352,790	2,809,878	2,731,921

**MATERIAL ACCOUNTING POLICIES**

**BORROWING COSTS**

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

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

Borrowings fair values are based on discounted cash flows using a current borrowing rate.

SHIRE OF EXMOUTH  
 NOTES TO AND FORMING PART OF THE BUDGET  
 FOR THE YEAR ENDED 30 JUNE 2025

8. LEASE LIABILITIES

Purpose	Lease Number	Institution	Lease Interest Rate	Lease Term	Budget Lease Principal 1 July 2024	2024/25 Budget New Leases	2024/25 Budget Lease Principal Repayments	Budget Lease Principal outstanding 30 June 2025	2024/25 Budget Lease Interest Repayments	Actual Principal 1 July 2023	2023/24 Actual New Leases	2023/24 Actual Lease Principal repayments	Actual Lease Principal outstanding 30 June 2024	2023/24 Actual Lease Interest repayments	Budget Principal 1 July 2023	2023/24 Budget New Leases	2023/24 Budget Lease Principal repayments	Budget Lease Principal outstanding 30 June 2024	2023/24 Budget Lease Interest repayments
RAAF Airport Lease		DOD		30 years	\$ 57,845	\$ 0	\$ (5,000)	\$ 52,845	\$ 0	\$ 74,089	\$ 0	\$ (16,244)	\$ 57,845	\$ 0	\$ 74,089	\$ 0	\$ (7,000)	\$ 67,089	\$ 0
					57,845	0	(5,000)	52,845	0	74,089	0	(16,244)	57,845	0	74,089	0	(7,000)	67,089	0

MATERIAL ACCOUNTING POLICIES

LEASES

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

At the commencement date, a right-of-use asset is recognised at cost and a lease liability at the present value of the lease payments that are not paid at that date. The lease payments are discounted using the interest rate implicit in the lease, if that rate can be readily determined. If that rate cannot be readily determined, the Shire uses its incremental borrowing rate.

LEASE LIABILITIES

The present value of future lease payments not paid at the reporting date discounted using the incremental borrowing rate where the implicit interest rate in the lease is not readily determined.

**SHIRE OF EXMOUTH  
NOTES TO AND FORMING PART OF THE BUDGET  
FOR THE YEAR ENDED 30 JUNE 2025**

**9. RESERVE ACCOUNTS**

**(a) Reserve Accounts - Movement**

	2024/25 Budget				2023/24 Actual				2023/24 Budget			
	Opening Balance	Transfer to	Transfer (from)	Closing Balance	Opening Balance	Transfer to	Transfer (from)	Closing Balance	Opening Balance	Transfer to	Transfer (from)	Closing Balance
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
<b>Restricted by legislation</b>												
(a) Marina Canal Reserve (Specified Area Rates)	614,949	109,721	0	724,670	533,394	81,555	0	614,949	528,329	73,000	0	601,329
	614,949	109,721	0	724,670	533,394	81,555	0	614,949	528,329	73,000	0	601,329
<b>Restricted by council</b>												
(b) Leave reserve	739,615	7,900	0	747,515	718,658	20,957	0	739,615	711,834	14,000	0	725,834
(c) Aviation Reserve	1,136,441	435,546	(530,000)	1,041,987	1,102,823	33,618	0	1,136,441	1,141,876	422,000	(550,000)	1,013,876
(d) Building Infrastructure Reserve	1,086,160	1,011,650	0	2,097,810	83,719	1,002,441	0	1,086,160	82,924	2,000	0	84,924
(e) Community Development Reserve	784,656	708,400	(281,000)	1,212,056	938,294	27,362	(181,000)	784,656	929,384	19,000	0	948,384
(f) Community Interest Free Reserve	187,851	2,000	0	189,851	182,528	5,323	0	187,851	180,795	3,000	0	183,795
(g) Insurance/Natural Disaster Reserve	194,608	2,100	0	196,708	189,094	5,514	0	194,608	187,298	4,000	0	191,298
(h) Land Acquisition Reserve	2,467,151	26,400	0	2,493,551	1,425,458	1,041,693	0	2,467,151	1,411,921	28,000	0	1,439,921
(i) Marina Village Asset Replacement Reserve	35,375	400	0	35,775	34,373	1,002	0	35,375	34,047	1,000	0	35,047
(j) Mosquito Management Reserve	10,748	100	0	10,848	10,443	305	0	10,748	10,345	0	0	10,345
(k) Ningaloo Centre Reserve	1,008,006	10,800	0	1,018,806	457,660	550,346	0	1,008,006	453,314	546,000	0	999,314
(l) Plant Reserve	1,866,240	520,000	(437,000)	1,949,240	1,006,878	1,259,362	(400,000)	1,866,240	997,317	1,250,000	(1,394,000)	853,317
(m) Public Radio Infrastructure Reserve	5,485	50	0	5,535	5,330	155	0	5,485	5,279	0	0	5,279
(n) Rehabilitation Reserve	268,084	2,850	0	270,934	260,488	7,596	0	268,084	258,014	5,000	0	263,014
(o) Roads Reserve	1,493,236	816,000	(515,000)	1,794,236	926,226	827,010	(260,000)	1,493,236	917,431	818,000	(260,000)	1,475,431
(p) Shire Staff Housing Reserve	2,130,577	22,800	0	2,153,377	1,098,542	1,032,035	0	2,130,577	1,088,110	22,000	0	1,110,110
(q) Swimming Pool Reserve	2,931,165	1,031,400	(25,000)	3,937,565	2,362,278	568,887	0	2,931,165	2,339,846	45,000	0	2,384,846
(r) Tourism Development Reserve	374,285	4,000	(100,000)	278,285	363,680	10,605	0	374,285	360,226	7,000	(100,000)	267,226
(s) Town Planning Scheme Reserve	245,708	2,650	(25,000)	223,358	22,581	223,127	0	245,708	22,366	0	0	22,366
(t) Waste & Recycle Management Reserve	1,502,939	16,100	(130,000)	1,389,039	1,043,995	530,444	(71,500)	1,502,939	1,034,081	520,000	(480,000)	1,074,081
(u) Unspent Grants & Contributions Reserve	207,130	2,200	(46,000)	163,330	207,130	0	0	207,130	207,130	0	(169,000)	38,130
	18,675,460	4,623,346	(2,089,000)	21,209,806	12,440,178	7,147,782	(912,500)	18,675,460	12,373,538	3,706,000	(2,953,000)	13,126,538
	19,290,409	4,733,067	(2,089,000)	21,934,476	12,973,572	7,229,337	(912,500)	19,290,409	12,901,867	3,779,000	(2,953,000)	13,727,867

**(b) Reserve Accounts - Purposes**

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	Purpose of the reserve
(a) Marina Canal Reserve (Specified Area Rates)	These funds are derived from levying specified area rate titles Marina Specified Area Rates.
(b) Leave reserve	To be used for annual and long service leave requirements.
(c) Aviation Reserve	To be used to fund aviation improvements.
(d) Building Infrastructure Reserve	To be used for the development, preservation and maintenance of building infrastructure with the the Shire of Exmouth.
(e) Community Development Reserve	To be used for major community development initiatives.
(f) Community Interest Free Reserve	To be to fund major community development projects
(g) Insurance/Natural Disaster Reserve	To be used for the purpose of funding insurance claims where the excess is higher than the cost of repairs in addition to any weather related in
(h) Land Acquisition Reserve	To be used to fund the acquisition and disposal of land and buildings and provide contributions for land development within the Shire of Exmout
(i) Marina Village Asset Replacement Reserve	To be used for the preservation and maintenance of infrastructure related to the Exmouth Marina Village.
(j) Mosquito Management Reserve	To be used in years where mosquito-borne disease/nuisance is greater than normal.
(k) Ningaloo Centre Reserve	To be used for the preservation and maintenance of the Ningaloo Centre.
(l) Plant Reserve	To be used for the purchase of major plant and equipment.
(m) Public Radio Infrastructure Reserve	To be used to maintain the rebroadcasting infrastructure.
(n) Rehabilitation Reserve	To be used to manage the funds associated with the environmental rehabilitation of the sand and gravel pits within the Shire of Exmouth.
(o) Roads Reserve	To be used for the preservation and maintenance of roads.
(p) Shire Staff Housing Reserve	To be used to fund housing for staff.
(q) Swimming Pool Reserve	To be used to fund swimming pool upgrades.
(r) Tourism Development Reserve	To be used to fund the development and implementation of initiatives to achieve the strategic tourism and economic developments of the Shire
(s) Town Planning Scheme Reserve	To be used from the propose of funding a review of the future Town Planning Scheme.
(t) Waste & Recycle Management Reserve	To be used to fund capital and operational costs of Refuse Site including implementation of post closure plan.
(u) Unspent Grants & Contributions Reserve	To be used to contain funds that are derived from unspent grants or prepaid grants and contributions from external parties.

**SHIRE OF EXMOUTH  
NOTES TO AND FORMING PART OF THE BUDGET  
FOR THE YEAR ENDED 30 JUNE 2025**

**10. OTHER INFORMATION**

**The net result includes as revenues**

**(a) Interest earnings**

Investments	215,000	561,095	260,000
Other interest revenue	20,000	33,384	32,000
	<b>235,000</b>	<b>594,479</b>	<b>292,000</b>

\* The Shire has resolved to charge interest under section 6.13 for the late payment of any amount of money at 11%.

**The net result includes as expenses**

**(b) Auditors remuneration**

Audit services	65,000	54,400	60,000
Other services	8,000	3,000	12,000
	<b>73,000</b>	<b>57,400</b>	<b>72,000</b>

**(c) Interest expenses (finance costs)**

Borrowings (refer Note 7(a))	86,215	81,281	98,000
	<b>86,215</b>	<b>81,281</b>	<b>98,000</b>

**SHIRE OF EXMOUTH**  
**NOTES TO AND FORMING PART OF THE BUDGET**  
**FOR THE YEAR ENDED 30 JUNE 2025**

**11. ELECTED MEMBERS REMUNERATION**

	<b>2024/25 Budget</b>	<b>2023/24 Actual</b>	<b>2023/24 Budget</b>
	\$	\$	\$
<b>Elected member 1</b>			
President's allowance	39,988	28,706	38,450
Meeting attendance fees	27,425	19,687	26,370
ICT expenses	1,000	681	0
Annual allowance for ICT expenses	600	282	500
Travel and accommodation expenses	15,000	6,763	15,000
	<b>84,013</b>	<b>56,119</b>	<b>80,320</b>
<b>Elected member 2</b>			
Deputy President's allowance	9,997	7,210	9,613
Meeting attendance fees	17,711	10,218	13,624
ICT expenses	500	288	500
Travel and accommodation expenses	8,000	2,916	12,000
	<b>36,208</b>	<b>20,632</b>	<b>35,737</b>
<b>Elected member 3</b>			
Meeting attendance fees	17,711	10,218	13,624
ICT expenses	500	288	500
Travel and accommodation expenses	5,000	742	8,000
	<b>23,211</b>	<b>11,248</b>	<b>22,124</b>
<b>Elected member 4</b>			
Meeting attendance fees	17,711	6,019	13,624
Annual allowance for ICT expenses	600	265	600
Travel and accommodation expenses	5,000	0	8,000
	<b>23,311</b>	<b>6,284</b>	<b>22,224</b>
<b>Elected member 5</b>			
Meeting attendance fees	17,711	4,153	13,624
Annual allowance for ICT expenses	600	183	600
Travel and accommodation expenses	5,000	0	5,000
	<b>23,311</b>	<b>4,335</b>	<b>19,224</b>
<b>Elected member 6</b>			
Meeting attendance fees	17,711	10,246	13,624
Annual allowance for ICT expenses	600	0	500
Travel and accommodation expenses	5,000	742	5,000
	<b>23,311</b>	<b>10,988</b>	<b>19,124</b>
<b>Elected member 7</b>			
Meeting attendance fees	17,711	10,171	0
Annual allowance for ICT expenses	600	448	0
Travel and accommodation expenses	5,000	612	0
	<b>23,311</b>	<b>11,232</b>	<b>0</b>
<b>Total Elected Member Remuneration</b>	<b>236,676</b>	<b>120,837</b>	<b>198,753</b>
President's allowance	39,988	28,706	38,450
Deputy President's allowance	9,997	7,210	9,613
Meeting attendance fees	133,691	70,712	94,490
ICT expenses	2,000	1,257	1,000
Annual allowance for ICT expenses	3,000	1,177	2,200
Travel and accommodation expenses	48,000	11,775	53,000
	<b>236,676</b>	<b>120,837</b>	<b>198,753</b>

**SHIRE OF EXMOUTH**  
**NOTES TO AND FORMING PART OF THE BUDGET**  
**FOR THE YEAR ENDED 30 JUNE 2025**

**12. TRADING UNDERTAKINGS AND MAJOR TRADING UNDERTAKINGS**

**Learmonth Airport**

**(a) Details**

Learmonth Airport is the general aviation and regular transport for the Shire of Exmouth. It is the main regional base for aircraft charter operations and private flying in Exmouth. The Shire is responsible for operating the civil terminal, apron and taxiway; the RAAF are responsible for maintaining the other civil facilities used for civil aviation to comply with defence legislations and regulations.

**(b) Statement of Comprehensive Income**

	<b>2024/25 Budget</b>	<b>2023/24 Actual</b>	<b>2023/24 Budget</b>
	\$	\$	\$
<b>Revenue</b>			
Fees and charges	8,484,500	6,644,878	6,668,000
Grants, subsidies and contributions	0	590,314	0
	<u>8,484,500</u>	<u>7,235,192</u>	<u>6,668,000</u>
<b>Expenditure</b>			
Employee costs	(1,483,250)	(1,126,990)	(1,490,000)
Materials and contracts	(1,996,250)	(2,008,761)	(2,463,000)
Utility charges	(150,500)	(119,599)	(122,000)
Depreciation	(311,250)	(341,567)	(269,000)
Insurance	(113,500)	(98,159)	(94,000)
Other expenditure	(262,000)	(4,153)	(400,000)
	<u>(4,316,750)</u>	<u>(3,699,229)</u>	<u>(4,838,000)</u>
<b>NET RESULT</b>	<u>4,167,750</u>	<u>3,535,963</u>	<u>1,830,000</u>
<b>TOTAL COMPREHENSIVE INCOME</b>	<u>4,167,750</u>	<u>3,535,963</u>	<u>1,830,000</u>



**SHIRE OF EXMOUTH**  
**NOTES TO AND FORMING PART OF THE BUDGET**  
**FOR THE YEAR ENDED 30 JUNE 2025**

**13. TRUST FUNDS**

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

<b>Detail</b>	<b>Balance 30 June 2024</b>	<b>Estimated amounts received</b>	<b>Estimated amounts paid</b>	<b>Estimated balance 30 June 2025</b>
	\$	\$	\$	\$
Cash in Lieu POS	45,640	0	0	45,640
Bond Deed Exmouth Marina Holdings	18,186	0	0	18,186
Exmouth Volunteer Fire & Rescue	50,828	0	0	50,828
	<b>114,654</b>	<b>0</b>	<b>0</b>	<b>114,654</b>

**SHIRE OF EXMOUTH**  
**NOTES TO AND FORMING PART OF THE BUDGET**  
**FOR THE YEAR ENDED 30 JUNE 2025**

**14. REVENUE AND EXPENDITURE**

**(a) Revenue and Expenditure Classification**

**REVENUES**

**RATES**

All rates levied under the *Local Government Act 1995*. Includes general, differential, specific area rates, minimum payment, interim rates, back rates, ex-gratia rates, less discounts offered.

Exclude administration fees, interest on instalments, interest on arrears, service charges and sewerage rates.

**GRANTS, SUBSIDIES AND CONTRIBUTIONS**

All amounts received as grants, subsidies and contributions that are not capital grants.

**CAPITAL GRANTS, SUBSIDIES AND CONTRIBUTIONS**

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

**REVENUE FROM CONTRACTS WITH CUSTOMERS**

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

**FEES AND CHARGES**

Revenues (other than service charges) from the use of facilities and charges made for local government services, sewerage rates, rentals, hire charges, fee for service, photocopying charges, licences, sale of goods or information, fines, penalties and administration fees.

Local governments may wish to disclose more detail such as rubbish collection fees, rental of property, fines and penalties, other fees and charges.

**SERVICE CHARGES**

Service charges imposed under *Division 6 of Part 6 of the Local Government Act 1995*. Regulation 54 of the *Local Government (Financial Management) Regulations 1996* identifies the charges which can be raised. These are television and radio broadcasting, underground electricity and neighbourhood surveillance services and water.

Exclude rubbish removal charges which should not be classified as a service charge. 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 REVENUE**

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 cannot be classified under the above headings, includes dividends, discounts, rebates etc.

**PROFIT ON ASSET DISPOSAL**

Gain on the disposal of assets including gains on the disposal of long-term investments.

**EXPENSES**

**EMPLOYEE COSTS**

All costs associated 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.

Note *AASB 119 Employee Benefits* provides a definition of employee benefits which should be considered.

**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 (such as telephone and internet charges), 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 and rental or lease expenditures.

**UTILITIES (GAS, ELECTRICITY, WATER)**

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 and amortisation expenses raised on all classes of assets.

**FINANCE COSTS**

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 DFES levy and State taxes. Donations and subsidies made to community groups.

**SHIRE OF EXMOUTH  
NOTES TO AND FORMING PART OF THE BUDGET  
FOR THE YEAR ENDED 30 JUNE 2025**

**14. REVENUE AND EXPENDITURE**

**(b) Revenue Recognition**

Recognition of revenue from contracts with customers is dependant on the source of revenue and the associated terms and conditions associated with each source of revenue and recognised as follows:

<b>Revenue Category</b>	<b>Nature of goods and services examples</b>	<b>When obligations typically satisfied</b>	<b>Payment terms</b>	<b>Returns/Refunds/Warranties</b>	<b>Timing of Revenue recognition</b>
Grant contracts with customers	Community events, minor facilities, research, design, planning evaluation and services	Over time	Fixed terms transfer of funds based on agreed milestones and reporting	Contract obligation if project not complete	Output method based on project milestones and/or completion date matched to performance obligations as inputs are shared
Licences/ Registrations/ Approvals	Building, planning, development and animal management, having the same nature as a licence regardless of naming.	Single point in time	Full payment prior to issue	None	On payment and issue of the licence, registration or approval
Waste management entry fees	Waste processing and treatment, recycling and disposal service at disposal sites	Single point in time	Payment in advance at gate or on normal trading terms if credit provided	None	On entry to facility
Airport landing charges	Permission to use facilities and runway	Single point in time	Monthly in arrears	None	On landing/departure event
Fees and charges for other goods and services	Cemetery services, library fees, reinstatements and private works	Single point in time	Payment in full in advance	None	Output method based on provision of service or completion of works
Sale of stock	Swimming Pool kiosk and visitor centre stock	Single point in time	In full in advance, on 15 day credit	Refund for faulty goods	Output method based on goods

**SHIRE OF EXMOUTH  
NOTES TO AND FORMING PART OF THE BUDGET  
FOR THE YEAR ENDED 30 JUNE 2025**

**15. PROGRAM INFORMATION**

**Key Terms and Definitions - Reporting Programs**

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.

**OBJECTIVE**

**ACTIVITIES**

**Governance**

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

Administration and operations of facilities and services to members of Council. Other costs which relate to the tasks of assisting elected members and ratepayers on matters which do not concern specific council services.

**General purpose funding**

To collect general revenue to allow for the provision of services.

Rates activity, general purpose grants, banking costs and interest revenue.

**Law, order, public safety**

To provide services to help ensure a safer community.

Supervision of various local laws relating to fire prevention animal control and other aspects of public safety.

**Health**

To provide an operational framework for good community health.

Food quality, pest control and food premises inspections.

**Education and welfare**

To meet the needs of the community in these areas.

Provide support for pre-school facilities and assistance of seniors.

**Housing**

To meet the needs of the Shire of Exmouth Staff and for various Government agencies.

Staff Housing.

**Community amenities**

To provide sanitary and essential services required by the community. To provide land development strategies and to process land development activities

Refuse collection services, operation of refuse site, administration of town planning scheme, cemetery services and maintenance, environmental protection services and land development services.

**Recreation and culture**

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

Operations of the Recreation Centre, public swimming pool, library service, ovals, parks and gardens.

**Transport**

To provide safe, effective and efficient transport services to the community.

Maintenance of streets, roads, footpaths, street lighting, airport.

**Economic services**

To help promote and market the Shire of Exmouth to the world and improve the economic well being. To ensure building development regulations are adhered to.

Tourism and area promotion (including Ningaloo Visitor Centre and Ningaloo Aquarium and Discovery Centre), building control and services.

**Other property and services**

To ensure works programs are operating efficiently.

Private works operations, public works operations and plant operations.

**SHIRE OF EXMOUTH**  
**NOTES TO AND FORMING PART OF THE BUDGET**  
**FOR THE YEAR ENDED 30 JUNE 2025**

**16. FEES AND CHARGES**

	<b>2024/25 Budget</b>	<b>2023/24 Actual</b>	<b>2023/24 Budget</b>
	\$	\$	\$
<b>By Program:</b>			
Governance	0	82	0
General purpose funding	25,000	34,481	32,000
Law, order, public safety	22,500	31,053	49,000
Health	39,000	34,347	42,000
Education and welfare	5,000	5,286	0
Housing	13,000	11,842	0
Community amenities	1,735,000	1,459,366	1,455,000
Recreation and culture	863,000	826,310	878,000
Transport	8,639,500	6,644,652	7,695,000
Economic services	1,021,000	1,105,555	1,016,000
Other property and services	3,000	2,465	1,000
	<b>12,366,000</b>	<b>10,155,440</b>	<b>11,168,000</b>

The subsequent pages detail the fees and charges proposed to be imposed by the local government.