



murchisonshire

Ancient land under brilliant skies

Ordinary Council Meeting

28 February 2025

Agenda Attachments



murchisonshire

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SHIRE OF MURCHISON

MONTHLY FINANCIAL REPORT

For the Period Ending 31 December 2024



RSM Australia Pty Ltd

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Compilation Report

To the Council

Shire of Murchison

Scope

We have compiled the accompanying special purpose financial statements.

The specific purpose for which the special purpose financial report has been prepared is to provide information relating to the financial performance and financial position of the Shire that satisfies the information needs of the Council and the *Local Government Act 1995* and associated regulations.

The responsibility of the Shire

The Shire is solely responsible for the information contained in the special purpose financial report and have determined that the accounting policies used are consistent and are appropriate to satisfy the requirements of the Council and the *Local Government Act 1995* and associated regulations.

Our responsibility

On the basis of information provided by the Shire, we have compiled the accompanying special purpose financial statements in accordance with the significant accounting policies adopted as set out in Note 1 to the financial statements and APES 315: Compilation of Financial Information.

Our procedures use accounting expertise to collect, classify and summarise the financial information, which the Management provided, into a financial report. Our procedures do not include any 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 Murchison, may suffer arising from negligence on our part.

This report was prepared for the benefit of the Council of the Shire of Murchison and the purpose identified above. We do not accept responsibility to any other person for the content of the report.

Travis Bate
Signed at GERALDTON

RSM Australia Pty Ltd
Chartered Accountants

Date 6th February 2025

THE POWER OF BEING UNDERSTOOD

AUDIT | TAX | CONSULTING

RSM Australia Pty Ltd is a member of the RSM network and trades as RSM. RSM is the trading name used by the members of the RSM network. Each member of the RSM network is an independent accounting and consulting firm which practices in its own right. The RSM network is not itself a separate legal entity in any jurisdiction.

RSM Australia Pty Ltd ACN 009 321 377 atf Birdanco Practice Trust ABN 65 319 382 479 trading as RSM

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SHIRE OF MURCHISON
MONTHLY FINANCIAL REPORT
For the Period Ending 31 December 2024
EXECUTIVE SUMMARY

Statement of Financial Activity

Statements are presented on pages 5 and 6 showing a surplus/(deficit) as at 31 December 2024 of \$4,444,807

Significant Revenue and Expenditure

Significant Projects

	Collected / Completed %	Annual Budget \$	YTD Budget \$	YTD Actual \$
SKA Route General Construction Works	7%	2,429,461	1,214,724	167,649
Caravan Park Pool Construction	50%	1,250,000	624,996	625,347
Carn-Mull Rd CGG Section Construction Works	-3%	900,000	450,000	(28,786)
Improvements To Drinking Water Reticulation	10%	620,000	309,996	60,990
Carn- Mullewa Rd	85%	666,353	333,162	563,448
	16%	5,199,461	2,599,716	825,200

Grants, Subsidies and Contributions

Grants, subsidies and contributions	24%	8,582,301	6,877,896	2,073,499
Capital grants, subsidies and contributions	34%	6,711,444	3,355,698	2,304,256
	29%	15,293,745	10,233,594	4,377,755

Rates Levied

	91%	799,547	799,547	724,397
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% - Compares current YTD actuals to the Annual Budget

Financial Position

Account

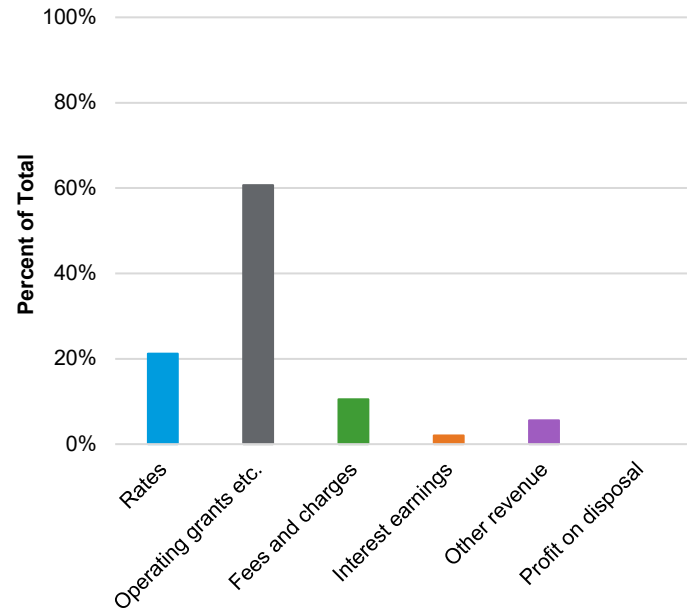
	Difference to Prior Year %	Current Year 31 Dec 24 \$	Prior Year 31 Dec 23 \$
Adjusted net current assets	182%	4,444,807	2,437,210
Cash and equivalent - unrestricted	211%	6,835,764	3,241,942
Cash and equivalent - restricted	0%	3,962,076	6,572,391
Receivables - rates	133%	169,145	127,013
Receivables - other	506%	25,720	5,085
Total Current Liabilities	186%	3,327,054	1,785,429

% - Compares current YTD actuals to prior year actuals

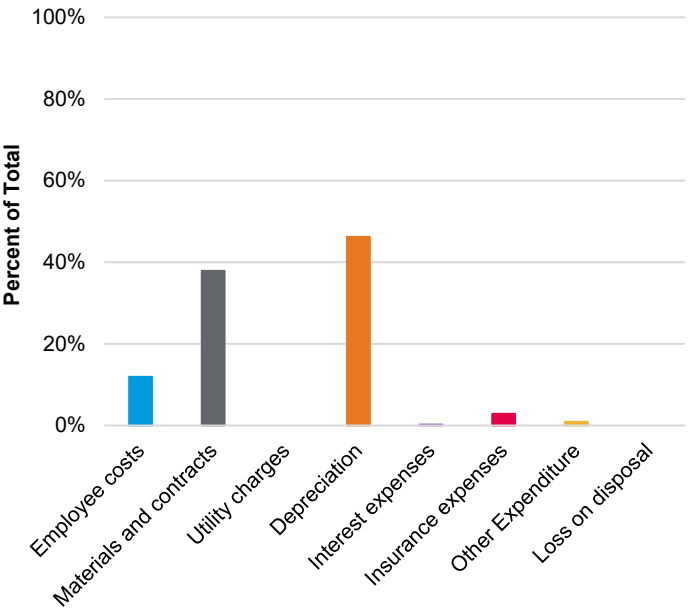
SHIRE OF MURCHISON
MONTHLY FINANCIAL REPORT
For the Period Ending 31 December 2024
SUMMARY GRAPHS

17.2.1 - February 2025

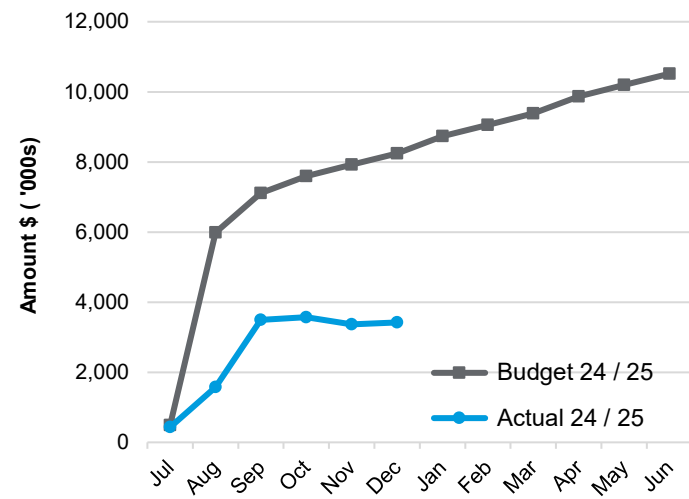
Operating Income



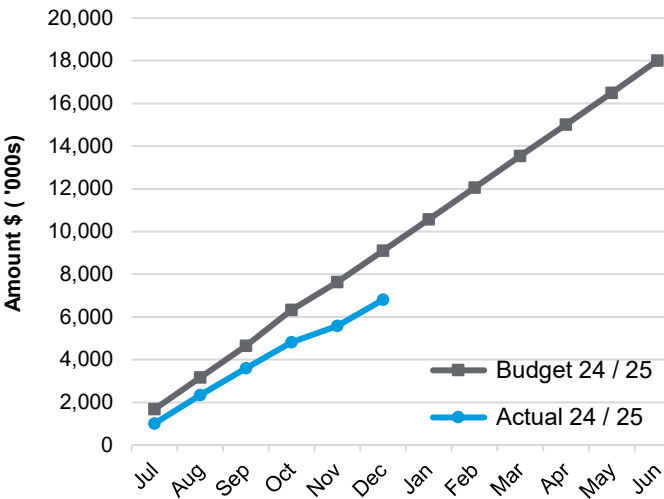
Operating Expenditure



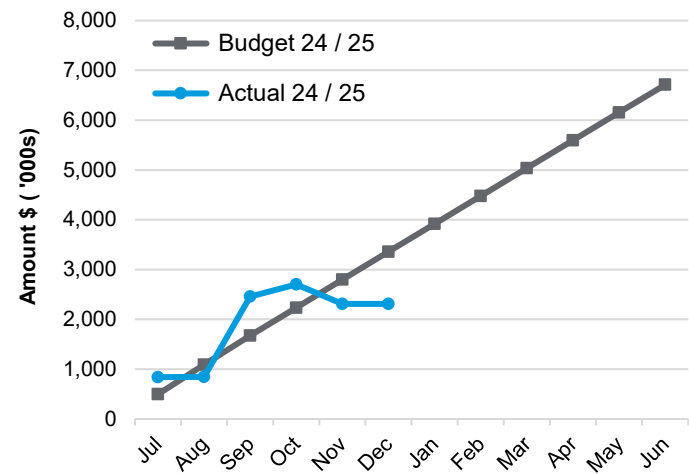
Operating Revenues



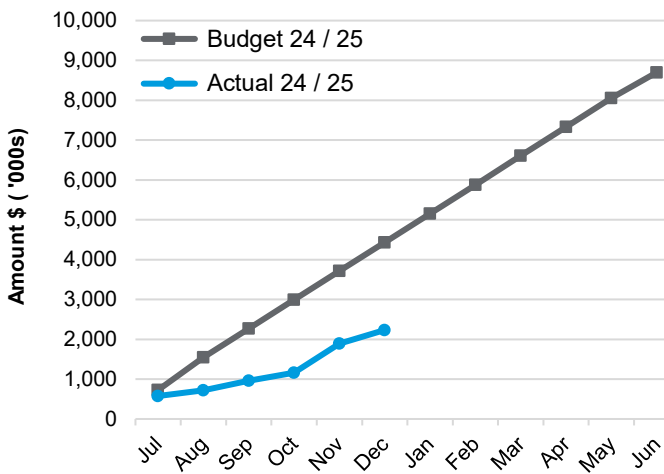
Operating Expenses



Capital Revenues - Investing



Capital Expenses



SHIRE OF MURCHISON
STATEMENT OF FINANCIAL ACTIVITY
For the Period Ending 31 December 2024
NATURE OR TYPE

	Note	Annual Budget \$	YTD Budget \$	YTD Actual \$	Var* \$	Var* %	Var
Revenue from Operating Activities							
Rates	10	799,547	799,547	724,397	(75,150)	(9%)	
Grants, subsidies and contributions	12(a)	8,582,301	6,877,896	2,073,499	(4,804,397)	(70%)	▼
Fees and charges		595,473	297,726	359,097	61,371	21%	▲
Interest earnings		144,639	71,689	69,405	(2,284)	(3%)	
Other revenue		394,846	198,218	190,687	(7,531)	(4%)	
Profit on disposal of assets	8	-	-	-	-		
		10,516,806	8,245,076	3,417,084			
Expenditure from Operating Activities							
Employee costs		(1,486,400)	(770,212)	(811,284)	(41,072)	(5%)	
Materials and contracts		(10,394,264)	(5,222,140)	(2,578,664)	2,643,476	51%	▲
Depreciation on non-current assets		(5,647,126)	(2,823,450)	(3,144,577)	(321,127)	(11%)	▼
Finance cost		(57,896)	(5,532)	(15,769)	(10,237)	(185%)	▼
Insurance expenses		(238,703)	(191,353)	(194,028)	(2,675)	(1%)	
Other expenditure		(186,207)	(89,574)	(60,345)	29,229	33%	▲
Loss on disposal of assets	8	-	-	-	-		
		(18,010,596)	(9,102,261)	(6,804,666)			
Excluded Non-cash Operating Activities							
Depreciation and amortisation		5,647,126	2,823,450	3,144,577			
Movement in Employee Benefits		-	-	-			
(Profit) / loss on asset disposal		-	-	-			
Net Amount from Operating Activities		(1,846,665)	1,966,265	(243,005)			
Investing Activities							
Inflows from Investing Activities							
Capital grants, subsidies and contributions	12(b)	6,711,444	3,355,698	2,304,256	(1,051,442)	(31%)	▼
Proceeds from disposal of assets	8	-	-	6,500	6,500		
		6,711,444	3,355,698	2,310,756			
Outflows from Investing Activities							
Land and buildings	9(a)	(215,000)	(107,496)	(163,730)	(56,234)	(52%)	▼
Plant and equipment	9(c)	(5,000)	(2,496)	(30,056)	(27,560)	(1,104%)	▼
Furniture and equipment	9(b)	(43,000)	(21,492)	-	21,492	100%	▲
Infrastructure - roads	9(d)	(5,592,923)	(2,845,560)	(873,330)	1,972,230	69%	▲
Infrastructure - other	9(e)	(2,843,702)	(1,421,826)	(1,166,242)	255,584	18%	
		(8,699,625)	(4,398,870)	(2,233,359)			
Net Amount from Investing Activities		(1,988,180)	(1,043,172)	77,397			
Financing Activities							
Inflows from Financing Activities							
Transfer from reserves	7	4,932,788	4,684,983	4,332,788	(352,195)	8%	
		4,932,788	4,684,983	4,332,788			
Outflows from Financing Activities							
Repayment of debentures	11(a)	(192,531)	-	(100,738)	(100,738)		
Transfer to reserves	7	(2,600,786)	(1,581,383)	(65,560)	1,515,823	96%	▲
		(2,793,317)	(1,581,383)	(166,298)			
Net Amount from Financing Activities		2,139,471	3,103,600	4,166,490			
Movement in Surplus or Deficit							
Opening Funding Surplus / (Deficit)							
Amount attributable to operating activities	3	1,768,357	1,768,357	443,925			
Amount attributable to investing activities		(1,846,665)	1,966,265	(243,005)			
Amount attributable to financing activities		(1,988,180)	(1,043,172)	77,397			
		2,139,471	3,103,600	4,166,490			
Closing Surplus / (Deficit)	3	72,983	5,795,050	4,444,807			

* - Note 2 provides an explanation for the relevant variances shown above.
This statement needs to be read in conjunction with the accompanying Financial Statements and Notes.

SHIRE OF MURCHISON
STATEMENT OF FINANCIAL ACTIVITY
For the Period Ending 31 December 2024
REPORTING PROGRAM

17.2.1 - February 2025

	Note	Annual Budget \$	YTD Budget \$	YTD Actual \$	Var* \$	Var* %
Revenue from Operating Activities						
Governance		56,000	27,990	2,374	(25,616)	(92%)
General purpose funding		1,598,966	1,199,470	1,122,740	(76,730)	(6%)
Law, order and public safety		19,620	9,804	6,240	(3,564)	(36%)
Housing		-	-	18,340	18,340	
Recreation and culture		3,192	1,560	4,784	3,224	207%
Transport		7,775,034	6,474,274	1,656,231	(4,818,043)	(74%)
Economic services		962,163	481,068	522,963	41,895	9%
Other property and services		101,830	50,910	83,320	32,410	64%
		10,516,806	8,245,076	3,417,084		
Expenditure from Operating Activities						
Governance		(764,616)	(474,578)	(327,063)	147,515	31%
General purpose funding		(50,981)	(25,482)	(23,782)	1,700	7%
Law, order and public safety		(76,155)	(40,753)	(43,749)	(2,996)	(7%)
Health		(67,647)	(35,304)	(28,150)	7,154	20%
Education and welfare		(7,124)	(3,306)	(70)	3,236	98%
Housing		(20,000)	(9,768)	(62,091)	(52,323)	(536%)
Community amenities		(164,250)	(77,004)	(86,059)	(9,055)	(12%)
Recreation and culture		(535,411)	(267,528)	(254,950)	12,578	5%
Transport		(14,049,677)	(7,010,137)	(4,750,087)	2,260,050	32%
Economic services		(2,177,905)	(1,088,622)	(1,115,959)	(27,337)	(3%)
Other property and services		(96,830)	(69,779)	(112,706)	(42,927)	(62%)
		(18,010,596)	(9,102,261)	(6,804,666)		
Excluded Non-cash Operating Activities						
Depreciation and amortisation		5,647,126	2,823,450	3,144,577		
Movement in Employee Benefits		-	-	-		
(Profit) / loss on asset disposal	8	-	-	-		
Net Amount from Operating Activities		(1,846,665)	1,966,265	(243,004)		
Investing Activities						
Inflows from Investing Activities						
Capital grants, subsidies and contribution	12(b)	6,711,444	3,355,698	2,304,256	(1,051,442)	(31%)
Proceeds from disposal of assets	8	-	-	6,500	6,500	
		6,711,444	3,355,698	2,310,756		
Outflows from Investing Activities						
Land and buildings	9(a)	(215,000)	(107,496)	(163,730)	(56,234)	(52%)
Plant and equipment	9(c)	(5,000)	(2,496)	(30,056)	(27,560)	(1,104%)
Furniture and equipment	9(b)	(43,000)	(21,492)	-	21,492	100%
Infrastructure - roads	9(d)	(5,592,923)	(2,845,560)	(873,330)	1,972,230	69%
Infrastructure - other	9(e)	(2,843,702)	(1,421,826)	(1,166,242)	255,584	18%
		(8,699,625)	(4,398,870)	(2,233,359)		
Net Amount from Investing Activities		(1,988,180)	(1,043,172)	77,397		
Financing Activities						
Inflows from Financing Activities						
Transfer from reserves	7	4,932,788	4,684,983	4,332,788	(352,195)	(8%)
		4,932,788	4,684,983	4,332,788		
Outflows from Financing Activities						
Repayment of debentures	11(a)	(192,531)	-	(100,738)	(100,738)	
Transfer to reserves	7	(2,600,786)	(1,581,383)	(65,560)	1,515,823	96%
		(2,793,317)	(1,581,383)	(166,298)		
Net Amount from Financing Activities		2,139,471	3,103,600	4,166,490		
Movement in Surplus or Deficit						
Opening Funding Surplus / (Deficit)						
Amount attributable to operating activities	3	1,768,357	1,768,357	443,925		
Amount attributable to investing activities		(1,846,665)	1,966,265	(243,004)		
Amount attributable to financing activities		(1,988,180)	(1,043,172)	77,397		
		2,139,471	3,103,600	4,166,490		
Closing Funding Surplus / (Deficit)	3	72,983	5,795,050	4,444,807		

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

SHIRE OF MURCHISON
STATEMENT OF FINANCIAL POSITION
For the Period Ending 31 December 2024

	NOTE	FY 2024 31 December 2024	FY 2024 30 June 2024
		\$	\$
CURRENT ASSETS			
Cash and cash equivalents	4	10,797,840	8,523,978
Trade and other receivables	5	273,892	3,507,380
Inventories		162,411	220,515
Other assets	7	120,489	120,489
TOTAL CURRENT ASSETS		11,354,632	12,372,362
NON-CURRENT ASSETS			
Other financial assets		20,793	20,793
Property, plant and equipment	9	13,953,812	13,176,287
Infrastructure	9	94,645,490	96,340,734
TOTAL NON-CURRENT ASSETS		108,620,095	109,537,813
TOTAL ASSETS		119,974,727	121,910,175
CURRENT LIABILITIES			
Trade and other payables	14	785,817	1,542,115
Other liabilities		2,161,932	2,161,932
Borrowings	11(a)	194,304	192,531
Employee related provisions		196,861	196,861
TOTAL CURRENT LIABILITIES		3,338,915	4,093,440
NON-CURRENT LIABILITIES			
Borrowings	11(a)	1,243,710	1,341,307
Employee related provisions		95,557	95,557
TOTAL NON-CURRENT LIABILITIES		1,339,267	1,436,865
TOTAL LIABILITIES		4,678,182	5,530,304
NET ASSETS		115,296,545	116,379,871
EQUITY			
Retained surplus		27,653,527	31,975,741
Reserve accounts	7	8,227,949	4,989,061
Revaluation surplus		79,415,068	79,415,068
TOTAL EQUITY		115,296,545	116,379,871

SHIRE OF MURCHISON

STATEMENT OF CAPITAL ACQUISITIONS AND FUNDING

For the Period Ending 31 December 2024

CAPITAL ACQUISITIONS AND FUNDING

Asset Group	Note	Annual Budget \$	YTD Actual Total \$
Land and buildings	9(a)	215,000	163,730
Plant and equipment	9(c)	5,000	30,056
Furniture and equipment	9(b)	43,000	-
Infrastructure - roads	9(d)	5,592,923	873,330
Infrastructure - other	9(e)	2,843,702	1,166,242
Total Capital Expenditure		8,699,625	2,233,359
Capital Acquisitions Funded by:			
Capital grants and contributions		6,711,444	1,483,905
Borrowings		-	-
Other (disposals and c/fwd)		-	6,500
Council contribution - from reserves		600,000	-
Council contribution - operations		1,388,180	742,954
Total Capital Acquisitions Funding		8,699,625	2,233,359

SHIRE OF MURCHISON
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ending 31 December 2024

1. SIGNIFICANT ACCOUNTING POLICIES

This report is prepared to meet the requirements of *Local Government (Financial Management) Regulations 1996 Regulation 34*.

The material variance adopted by the Shire of Murchison for the 2024/25 year is \$10,000 or 10%, whichever is greater. Items considered to be of material variance are disclosed in Note 2.

The statements and accompanying notes are prepared based on all transactions recorded at the time of preparation and may vary due to transactions being processed for the reporting period after the date of preparation. The preparation also requires management to make judgements, estimates and assumptions which effect the application of policies and the reported amounts in the statements and notes. These estimated figures are based on historical experience or other factors believed to be reasonable under the circumstances. Therefore, the actual results may differ from these reported amounts.

Actual and Budget comparatives are presented in year to date format unless otherwise stated. The Adopted Budget is used in the report until superseded by the Budget Review.

Preparation

Prepared by: Bertus Lochner
 Reviewed by: Travis Bate
 Date prepared: 06 Feb 25

(a) Basis of Preparation

The following financial statements are special purpose financial statements that have been prepared in accordance with the Australian Accounting Standards, Authoritative Interpretations, the *Local Government Act 1995*, and regulations, within the context in which they relate to local governments and not-for-profit entities.

With the exception of the cash flow statement and rate setting information, the following report has been prepared on an accrual basis with balances measured at historical cost unless subject to fair value adjustments. Items subject to fair value adjustments include certain non-current assets, financial assets, and financial liabilities. Items such as assets, liabilities, equity, income and expenses have been recognised in accordance with the definitions and recognition criteria set out in the Framework for the Preparation and Presentation of Financial Statements.

These financial statements comply with, and supersede, the Australian Accounting Standards with the *Local Government (Financial Management) Regulations 1996* where applicable. Further information is provided in Note 1(i).

The functional and presentation currency of the report is Australian dollars.

(b) The Local Government Reporting Entity

The Australian Accounting Standards define local government as a reporting entity which can be a single entity or a group comprising a parent and all its subsidiaries. All funds controlled by the Shire in order to provide its services have formed part of the following report. Transactions and balances related to these controlled funds, such as transfers to and from reserves, were eliminated during the preparation of the report.

Funds held in Trust, which are controlled but not owned by the Shire, do not form part of the financial statements. Further information on the Shire funds in Trust are provided in Note 5.

(c) Rounding of Amounts

The Shire is an entity to which the *Local Government (Financial Management) Regulations 1996* applies and, accordingly amounts in the financial report have been rounded to the dollar except for amounts shown as a rate in the dollar. Where total assets exceed \$10,000,000 in the prior audited annual financial report, the amounts may be rounded to the nearest \$1,000.

SHIRE OF MURCHISON**NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY****For the Period Ending 31 December 2024****1. SIGNIFICANT ACCOUNTING POLICIES (Continued)****(d) Goods and Services Tax (GST)**

Revenue, expenses and assets are recognised net of the amount of goods and services tax (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.

(e) 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.

(f) Cash and Cash Equivalents

Cash and cash equivalents normally include cash on hand, cash at bank, deposits 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.

(g) 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.

(h) Inventories**General**

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

Land Held for Resale

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

(i) 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 on 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 credit loss allowance for all trade receivables. To measure the expected credit losses, rates receivables are separated from other trade receivables due to the difference in payment terms and security for rates receivable.

SHIRE OF MURCHISON
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ending 31 December 2024

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(j) Fixed Assets

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

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.

(i) Depreciation of Non-current Assets

The depreciable amount of fixed assets included in 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:

Asset Class	Useful life
Buildings & Improvements	7 to 90 years
Furniture and equipment	3 to 25 years
Plant and equipment	5 to 20 years
Sealed roads and streets formation	not depreciated
pavement	12 years
seal	10 years
- bituminous seals	20 years
- asphalt surfaces	25 years
Gravel roads formation	not depreciated
pavement	45 years
Footpaths	10 years
Culverts	60 years
Signs	20 years
Stock Grids	80 years
Floodways	21 years
Water supply piping and drainage systems	75 years
Bridges	80 years

SHIRE OF MURCHISON**NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY****For the Period Ending 31 December 2024****1. SIGNIFICANT ACCOUNTING POLICIES (Continued)****(l) 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.

(m) 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.

(n) Employee Benefits**Short-term employee benefits**

Provision is made for the Shire's obligation 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 the 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.

(o) 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. Subsequent measurement is at amortised cost using the effective interest method. The annual government guarantee fee is expensed in the year incurred.

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

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 amount, 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 the discounted cash flows using a current borrowing rate. They are classified as level 3 fair values in the fair value hierarchy due to the unobservable inputs, including own credit risk.

(p) 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 measure using the best estimate of the amounts required to settle the obligation at the end of the reporting period.

SHIRE OF MURCHISON
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ending 31 December 2024

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(q) Contract Liabilities

Contract liabilities represent the Shire's obligation to transfer goods or services to a customer for which the Shire has received consideration from the customer.

Contract liabilities represent obligations which are not yet satisfied. Contract liabilities are recognised as revenue when the performance obligations in the contract are satisfied.

(r) 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.

(p) Nature or Type Classifications

Rates

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

Grants, Subsidies and Contributions

Refer to 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.

Profit on Asset Disposal

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

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.

Service Charges

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

Interest Earnings

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

Other Revenue / Income

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

Employee Costs

All costs associated with the employment of a 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.

SHIRE OF MURCHISON
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ending 31 December 2024

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(p) Nature or Type Classifications (Continued)

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.

Utilities (Gas, Electricity, Water, etc.)

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

Insurance

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

Loss on Asset Disposal

Loss on the disposal of fixed assets.

Depreciation on Non-current Assets

Depreciation expense raised on all classes of assets.

Finance Cost

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 State taxes, donations and subsidies made to community groups.

SHIRE OF MURCHISON
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ending 31 December 2024

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(q) Program Classifications (Function / Activity)

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

GOVERNANCE

Administration and operation of facilities and services to members of Council. Other costs that relate to the task of assisting elected members and electors on matters which do not concern specific Council services.

GENERAL PURPOSE FUNDING

Rates, general purpose government grants and interest revenue.

LAW, ORDER AND PUBLIC SAFETY

Supervision of various by-laws, fire prevention and animal control.

HEALTH

Monitor health control standards within the community, provide support and assistance with airstrips to enable all residents access to the Royal Flying Doctor for regular and emergency health services.

EDUCATION AND WELFARE

Support of education facilities within the Shire and of any external resources necessary to assist with education programmes for all residents.

HOUSING

Provision and maintenance of staff housing.

COMMUNITY AMENITIES

Maintain a refuse site for the settlement.

RECREATION AND CULTURE

Provide a library and museum and operation there of. Maintain recreation centre, sports field, parks, gardens and other recreational facilities.

TRANSPORT

Construction and maintenance of roads, drainage works and traffic signs. Maintenance of the settlement airstrip.

ECONOMIC SERVICES

Building control, provision of power and water supplies. Supply and maintenance of television re-broadcasting installation. Provision of radio communication. Maintenance of caravan park. Vermin control and area promotion.

OTHER PROPERTY AND SERVICES

Private works operations, plant repairs and operation costs.

SHIRE OF MURCHISON

NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY

For the Period Ending 31 December 2024

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(r) Revenue Recognition Policy

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

Revenue Category	Nature of goods and services	When obligations typically satisfied	Payment terms	Returns / Refunds / Warranties	Determination of transaction price	Allocating transaction price	Measuring obligations for returns	Timing of revenue recognition
Rates	General Rates	Over time	Payment dates adopted by Council during the year	None	Adopted by council annually	When taxable event occurs	Not applicable	When rates notice is issued
Service charges	Charge for specific service	Over time	Payment dates adopted by Council during the year	Refund in event monies are unspent	Adopted by council annually	When taxable event occurs	Not applicable	When rates notice is issued
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	Set by mutual agreement with the customer	Based on the progress of works to match performance obligations	Returns limited to repayment of transaction price of terms breached	Output method based on project milestones and/or completion date matched to performance obligations as inputs are shared
Grants, subsidies or contributions for the construction of non-financial assets	Construction or acquisition of recognisable non-financial assets to be controlled by the local government	Over time	Fixed terms transfer of funds based on agreed milestones and reporting	Contract obligation if project not complete	Set by mutual agreement with the customer	Based on the progress of works to match performance obligations	Returns limited to repayment of transaction price of terms breached	Output method based on project milestones and/or completion date matched to performance obligations as inputs are shared
Grants with no contract commitments	General appropriations and contributions with no reciprocal commitment	No obligations	Not applicable	Not applicable	Cash received	On receipt of funds	Not applicable	When assets are controlled
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	Set by State legislation or limited by legislation to the cost of provision	Based on timing of issue of the associated rights	No refunds	On payment and issue of the licence, registration or approval
Pool inspections	Compliance safety check	Single point in time	Equal proportion based on an equal annually fee	None	Set by State legislation	Apportioned equally across the inspection cycle	No refunds	After inspection complete based on a 4 year cycle

SHIRE OF MURCHISON

NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY

For the Period Ending 31 December 2024

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(r) Revenue Recognition Policy (Continued)

Revenue Category	Nature of goods and services	When obligations typically satisfied	Payment terms	Returns / Refunds / Warranties	Determination of transaction price	Allocating transaction price	Measuring obligations for returns	Timing of revenue recognition
Other inspections	Regulatory Food, Health and Safety	Single point in time	Full payment prior to inspection	None	Set by State legislation or limited by legislation to the cost of provision	Applied fully on timing of inspection	Not applicable	Revenue recognised after inspection event occurs
Property hire and entry	Use of halls and facilities	Single point in time	In full in advance	Refund if event cancelled within 7 days	Adopted by council annually	Based on timing of entry to facility	Returns limited to repayment of transaction price	On entry or at conclusion of hire
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	Adopted by council annually	Applied fully based on timing of provision	Not applicable	Output method based on provision of service or completion of works
Sale of stock	Roadhouse fuel & kiosk sales.	Single point in time	In full in advance, on 15 day credit	Refund for faulty goods	Adopted by council policy & annual fees and charges review, set by mutual agreement	Applied fully based on timing of provision	Returns limited to repayment of transaction price	Output method based on goods
Commissions	Commissions on licencing and ticket sales	Over time	Payment in full on sale	None	Set by mutual agreement with the customer	On receipt of funds	Not applicable	When assets are controlled
Reimbursements	Insurance claims	Single point in time	Payment in arrears for claimable event	None	Set by mutual agreement with the customer	When claim is agreed	Not applicable	When claim is agreed

SHIRE OF MURCHISON
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ending 31 December 2024

2. EXPLANATION OF MATERIAL VARIANCES

Variances which have exceeded the thresholds are listed below by Program. Significant variances within the Program are listed underneath it by Nature or Type.

The material variance adopted by Council for the 2024/25 year is \$10,000 and 10%.

Nature or Type Operating Revenues	Var \$	Var %	Var	Timing /		Explanation of Variance
				Permanent		
Grants, Subsidies and Contributions	(4,804,397)	(70%)	▼	Timing		Main contribution to difference relates to flood damage timing of claims and MRWA SKA Roads opposed to budget profile. See Note 12 for further detail.
Fees and Charges	61,371	21%	▲	Timing		Mostly related to Roadhouse Fuel Sales (\$26K), Roadhouse Accommodation and Camping Revenue (\$31K) and Private Works Income (\$10K) above budget.
Capital Operating Grants, Subsidies and Contributions	(1,051,442)	(31%)	▼	Timing		Relates to timing of budget profile, refer note 12 for breakdown.

Operating Expense

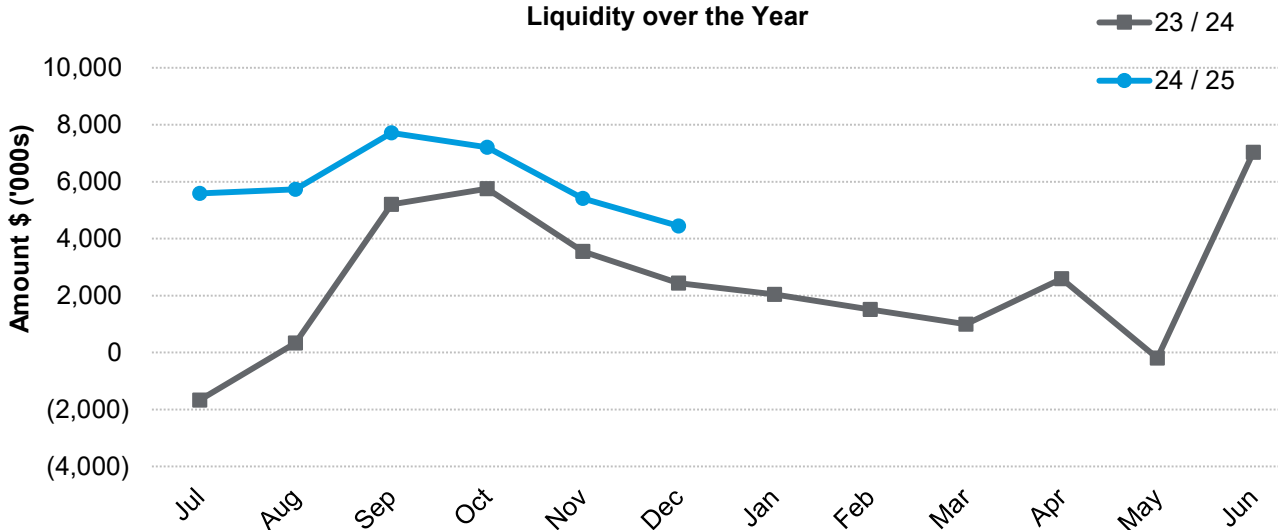
Materials and contracts	2,643,476	51%	▲	Timing	Mainly due to timing of Flood Damage works on rain events March 2022 and February 2021 (\$2.8M) Parts & Repairs (\$85K), Settlement Power Generation (\$57K), General Road Maintenance (\$54K), Gravel Pits (\$50K) and Road Bunding (\$40K) below budget, Offset up SKA Road Maintenance which is \$458K above budget.
Depreciation on Non-current Assets	(321,127)	(11%)	▼	Timing	Depreciation above budget due to update of asset register at 30 June 2024. To be reviewed at budget review.
Finance cost	(10,237)	(185%)	▼	Timing	Timing issue in relation to budget profile.
Other expenditure	29,229	33%	▲	Timing	Timing differences in relation to payment of member costs.

SHIRE OF MURCHISON
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ending 31 December 2024

3. NET CURRENT FUNDING POSITION

	Note	Current Month 31 Dec 24 \$	Prior Year Closing 30 Jun 24 \$	This Time Last Year 31 Dec 23 \$
Current Assets				
Cash unrestricted	4	6,835,764	294,675	3,241,942
Cash restricted	4	3,962,076	8,229,304	6,572,391
Receivables - rates	6(a)	169,145	(14,723)	127,013
Receivables - sundry	6(b)	25,720	3,446,102	5,085
Receivables - other		74,323	46,310	98,355
Provision for doubtful debts		(7,157)	(7,157)	(8,295)
Contract assets		120,489	120,489	-
Inventories		162,411	220,515	315,816
Total Current Assets		11,342,771	12,335,515	10,352,306
Current Liabilities				
Payables - sundry		(206,954)	(394,291)	(884,862)
Payables - other		1,176	(356,667)	116,118
PAYG Tax withheld		(48,821)	(32,212)	(27,390)
Accrued salaries and wages		-	(60,402)	-
Accrued expenses		-	(141,793)	(38,750)
Accrued interest on loans		-	-	-
Trust Liability		49	49	(355,982)
Deposits and bonds		(158,604)	(156,604)	(157,360)
Contract liabilities		(2,161,932)	(2,161,932)	-
Murchison Community Fund		(360,803)	(358,434)	-
Loan liabilities	11(a)	(194,304)	(197,445)	(190,774)
Total Payables		(3,130,193)	(3,859,731)	(1,539,000)
Provisions		(196,861)	(196,861)	(246,429)
Total Current Liabilities		(3,327,054)	(4,056,592)	(1,785,429)
Less: cash reserves	7	(3,962,076)	(8,229,304)	(6,572,391)
Less: provisions		196,861	196,861	246,429
Less: Self-supporting loan		-	-	-
Add: Disposal of Asset TBA		-	-	-
Add: Loan principal (current)		194,304	197,445	196,293
Add: trust transactions to municipal		-	-	-
Net Funding Position - Surplus / (Deficit)		4,444,807	443,925	2,437,210

Liquidity over the Year



SHIRE OF MURCHISON

NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY

For the Period Ending 31 December 2024

4. CASH AND FINANCIAL ASSETS

	Unrestricted	Restricted	Total	Institution	Interest	Maturity
	\$	\$	\$		Rate	Date
Cash					%	
Murchison Community Fund	360,802		360,802	Westpac	Variable	N/A
Municipal	5,902,674		5,902,674	Westpac	Variable	N/A
Cash On Hand	500		500	Cash on hand	Nil	N/A
Muni Short Term Investment	157,140		157,140	Westpac	Variable	N/A
Roadhouse	407,239		407,239	Westpac	Variable	N/A
CSIRO	7,408		7,408	Westpac	Variable	N/A
Reserve Funds		3,962,076	3,962,076	Westpac	3.25%	9-Feb-25
Total Cash and Financial Assets	6,835,764	3,962,076	10,797,840			

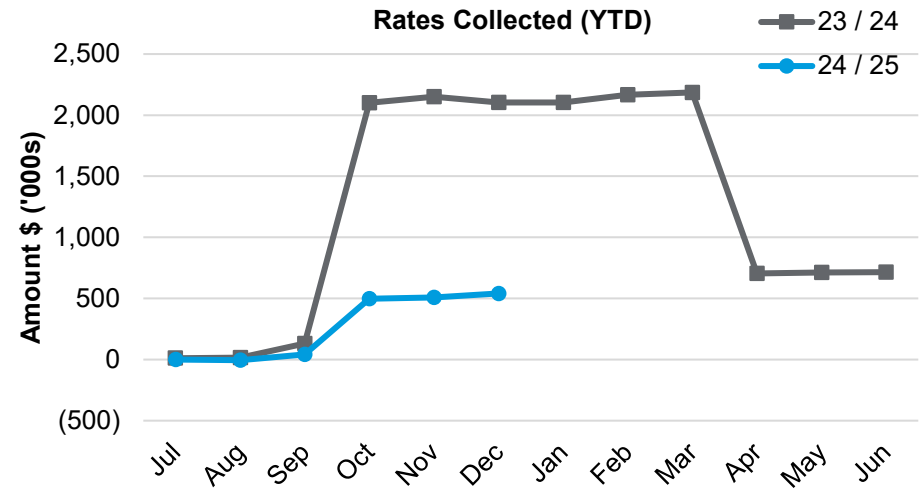
5. TRUST FUND

There are no funds held at balance date over which the Shire has no control

SHIRE OF MURCHISON
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ending 31 December 2024

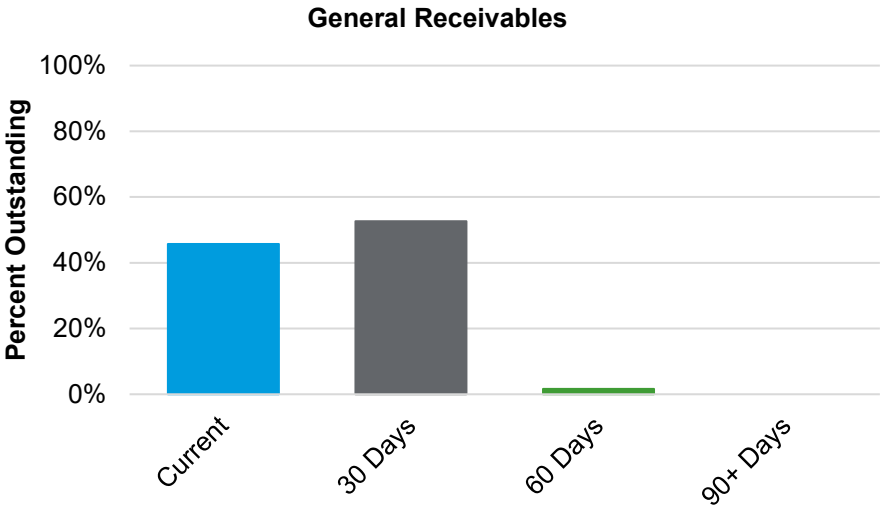
6. RECEIVABLES

(a) Rates Receivable	31 Dec 24
	\$
Rates receivables	169,145
Total Rates Receivable Outstanding	169,145
Closing balances - prior year	(14,723)
Rates levied this year	724,397
Closing balances - current month	(169,145)
Total Rates Collected to Date	540,529



Comments / Notes

(b) General Receivables	31 Dec 24
	\$
Current	11,760
30 Days	13,540
60 Days	420
90+ Days	-
Total General Receivables Outstanding	25,720



Comments / Notes
Amounts shown above include GST (where applicable)

SHIRE OF MURCHISON

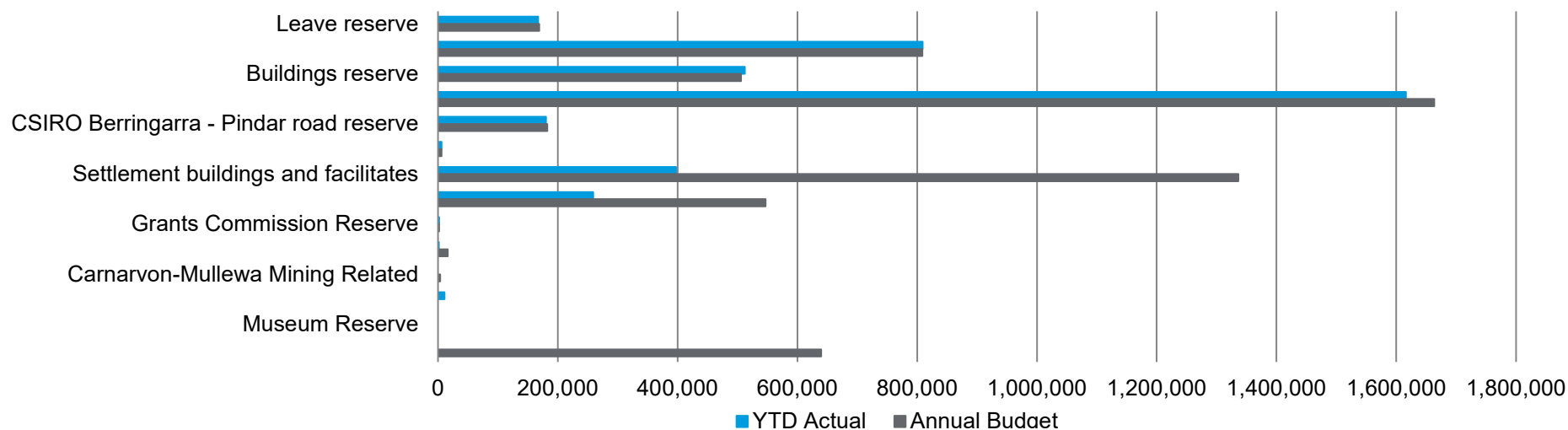
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY

For the Period Ending 31 December 2024

7. CASH BACKED RESERVES

Restricted by council:	Annual Budget				YTD Actual			
	Balance 01 Jul 24 \$	Transfers from \$	Transfer to \$	Balance 30 Jun 25 \$	Balance 01 Jul 24 \$	Transfers from \$	Transfer to \$	Balance 31 Dec 24 \$
Reserve Name							75.24	
Leave reserve	166,950	-	1,958	168,908	166,950	-	171	167,120
Plant reserve	808,758	-	-	808,758	808,758	-	584	809,343
Buildings reserve	505,854	-	-	505,854	511,858	-	524	512,382
Berringarra - Cue road reserve	1,552,455	-	110,867	1,663,322	1,552,454	-	63,484	1,615,938
CSIRO Berringarra - Pindar road rese	180,329	-	2,114	182,443	180,329	-	185	180,513
Flood damage repairs reserve	5,968	-	-	5,968	5,969	-	4	5,973
Settlement buildings and facilitates	397,111	(600,000)	1,539,092	1,336,203	397,112	-	407	397,519
Road Asset Reserve	258,912	-	288,306	547,218	258,912	-	187	259,099
Grants Commission Reserve	4,334,805	(4,332,788)	-	2,017	4,334,803	(4,332,788)	2	2,017
Community Economic Development F	1,335	-	14,849	16,184	1,348	-	1	1,349
Carnarvon-Mullewa Mining Related	-	-	3,600	3,600	-	-	-	-
Asset Management Reserve	-	-	-	-	10,804	-	11	10,815
Museum Reserve	-	-	-	-	-	-	-	-
Workforce Accommodation Reserve	-	-	640,000	640,000	-	-	-	-
Total Cash Backed Reserves	8,212,477	(4,932,788)	2,600,786	5,880,475	8,229,297	(4,332,788)	65,560	3,962,069

Annual Budget v YTD Actual



SHIRE OF MURCHISON
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ending 31 December 2024

8. DISPOSAL OF ASSETS

Annual Budget

	WDV \$	Proceeds \$	Profit \$	(Loss) \$
Transport				
Plant and Equipment				
Plant and Equipment			-	-
Total Disposal of Assets	-	-	-	-
Total Profit or (Loss)				-

YTD Actual

	WDV \$	Proceeds \$	Profit \$	(Loss) \$
Other Property & Services				
Plant and Equipment				
2005 SFM 3 Axle Trailer (MU2024)	-	6,500	-	
Total Disposal of Assets	-	6,500	-	-
Total Profit or (Loss)				-

SHIRE OF MURCHISON
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ending 31 December 2024

9. CAPITAL ACQUISITIONS

(a) Land and Buildings	Funding Source	Annual Budget \$	YTD Budget \$	YTD Actual \$	YTD Variance \$	% Complete
Recreation & Culture						
Sports Club Access Upgrade		37,500	18,750	-	18,750	0%
Community / Sports Centre Refurbishments		27,500	13,746	29,786	(16,040)	108%
Economic Services						
Tour Area Prom Buildings & Improvements		150,000	75,000	133,944	(58,944)	89%
Total Land and Buildings		215,000	107,496	163,730	(56,234)	

(b) Furniture & Equipment	Funding Source	Annual Budget \$	YTD Budget \$	YTD Actual \$	YTD Variance \$	% Complete
Council Chambers Communications Gear/Tables		8,000	3,996	-	3,996	0%
Housing						
Staff Housing Furniture & Equipment		10,000	4,998	-	4,998	100%
Economic Services						
Capex - Washing Machines		15,000	7,500	-	7,500	0%
Roadhouse Appliances		10,000	4,998	-	4,998	0%
Total Furniture & Equipment		43,000	21,492	-	21,492	

(c) Plant and Equipment	Funding Source	Annual Budget \$	YTD Budget \$	YTD Actual \$	YTD Variance \$	% Complete
Other Property & Services						
Mechanical Tools & Equipment		5,000	2,496		2,496	0%
Transport						
Plant & Equipment - Minor		-	-	15,126	(15,126)	
Plant & Equipment - Major		-	-	14,931	(14,931)	
Total Plant and Equipment		5,000	2,496	30,056	2,496	

9. CAPITAL ACQUISITIONS (Continued)

(d) Infrastructure - Roads	Funding Source	Annual Budget	YTD Budget	YTD Actual	YTD Variance	% Complete
		\$	\$	\$	\$	
Transport						
Roads Construction General		609,466	304,722	1,216	303,506	0%
Beri-Pindar Rd - Resheet Incl Floodway Sections		343,728	171,864	-	171,864	0%
Reseal Works		98,298	98,298	-	98,298	0%
SKA Route General Construction Works		2,429,461	1,214,724	167,649	1,047,075	7%
Carn- Mullewa Rd		666,353	333,162	563,448	(230,286)	85%
Carn-Mull Rd CGG Section Construction Works		900,000	450,000	(28,786)	478,786	-3%
Resheet Works General		43,571	21,780	-	21,780	0%
Mulga Cr Reconstruct & Two Coat Seal		308,269	154,128	169,802	(15,674)	55%
Beri-Byro Rd Sections 69.99-87.70		122,749	61,374	-	61,374	0%
Capex Grids General		71,029	35,508	-	35,508	0%
		5,592,923	2,845,560	873,330	1,972,230	
Total Infrastructure - Roads		5,592,923	2,845,560	873,330	1,972,230	
 (e) Infrastructure - Other	Funding Source	Annual Budget	YTD Budget	YTD Actual	YTD Variance	% Complete
		\$	\$	\$	\$	
Recreation & Culture						
J Capex - Playground Upgrade		25,000	12,498	9,300	3,198	37%
Community Splash Pool		630,000	315,000	335,193	(20,193)	53%
 Economic Services						
Caravan Park Pool Construction		1,250,000	624,996	625,347	(351)	50%
Caravan Park Internal Roads		28,702	14,340	-	14,340	0%
Improvements To Drinking Water Reticulation		620,000	309,996	60,990	249,006	10%
Power Supply Capital		150,000	75,000	21,896	53,104	15%
Power Supply Upgrade		140,000	69,996	113,518	(43,522)	81%
 Community Amenities						
Total Infrastructure - Other		2,843,702	1,421,826	1,166,242	255,584	
 Total Capital Expenditure		8,699,625	4,398,870	2,233,359	2,195,567	

SHIRE OF MURCHISON

NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY

For the Period Ending 31 December 2024

10. RATING INFORMATION

	Rateable Value \$	Rate in \$	Number of Properties #	Annual Budget Revenue \$	Rate Revenue \$	Interim Rates CY \$	Interim Rates PY \$	YTD Actual Revenue \$
General Rates								
UV Pastoral	1,242,527	0.093250	22	115,866	115,861	-	-	115,861
UV Mining	2,018,823	0.185500	14	374,492	374,482		-	374,482
UV Prospecting and exploration	1,545,499	0.185500	59	286,690	286,682	(71,991)	(3,137)	211,554
Total General Rates				777,048	777,025	(71,991)	(3,137)	701,897
Minimum Rates								
UV Pastoral	17,304	900	6	5,400	5,400	-	-	5,400
UV Mining	1,753	900	1	900	900	-	-	900
UV Prospecting and exploration	13,680	900	18	16,200	16,200	-	-	16,200
Total Minimum Rates				22,500	22,500	-	-	22,500
Total General and Minimum Rates				799,548	799,525	(71,991)	(3,137)	724,397
Other Rate Revenue								
Facilities fees (Ex Gratia)								-
Total Rate Revenue				799,548				724,397

SHIRE OF MURCHISON
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ending 31 December 2024

11. INFORMATION ON BORROWINGS

(a) Debenture Repayments

(i) Loan 2 Roadworks in 2020-21

	Annual Budget	YTD Budget	YTD Actual
	\$	\$	\$
Transport			
Opening balance	1,533,838	1,533,838	1,538,752
Principal payment	(192,531)	-	(100,738)
Principal Outstanding	1,341,307	1,533,838	1,438,014
Finance cost payment	(46,827)	-	-
Service fee			
Total Principal, Finance Cost and Fees Paid	(239,358)	-	(100,738)
Total Principal Outstanding	1,341,307	1,533,838	1,438,014
Total Principal Repayments	(192,531)	-	(100,738)

SHIRE OF MURCHISON
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ending 31 December 2024

12. GRANTS, SUBSIDIES AND CONTRIBUTIONS

(a) Grants, Subsidies and Contributions

Program / Details	Grant Provider	Annual Budget \$	YTD Budget \$	YTD Actual \$
General Purpose Funding				
F.A.G Grant - General	WALGGC	548,682	274,340	274,341
F.A.G. Grant - Roads	WALGGC	104,234	52,116	52,117
Law, Order and Public Safety				
DFES Operating Grant	DFES	19,520	9,756	5,740
Transport				
MRWA Direct	MRWA	323,506	161,748	323,506
WANDRRA Flood Damage	MRWA	5,173,528	5,173,528	930,240
MRWA - SKA Roads	MRWA	2,277,000	1,138,500	401,713
Economic Services				
Tour Area Prom Revenue		34,000	16,998	10,942
Roadhouse Other Revenue		-	-	2,997
Other Property & Services				
Diesel Fuel Rebate		101,830	50,910	38,876
Workers Compensation Reimbursements		-	-	33,028
Total Grants, Subsidies and Contributions		8,582,301	6,877,896	2,073,499

(b) Capital Grants, Subsidies and Contributions

Transport				
MRWA Specific	MRWA	600,000	300,000	1,080,000
Roads to Recovery		995,488	497,742	-
MRWA Black Spot		-	-	-
LRCIP		347,504	173,748	-
MRWA - SKA Roads	MRWA	3,662,407	1,831,200	1,213,256
Mining Related Road Contributions		3,600	1,794	-
Recreation & Culture				
Other Rec & Sport Grants		852,446	426,216	11,000
Other Rec & Sport Grants		-	-	-
Economic Services				
Settlement Infrastructure Grants		250,000	124,998	-
Total Capital Grants, Subsidies and Contributions		6,711,444	3,355,698	2,304,256
Total Grants, Subsidies and Contributions		15,293,745	10,233,594	4,377,755



murchisonshire

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SHIRE OF MURCHISON

MONTHLY FINANCIAL REPORT

For the Period Ending 31 January 2025



RSM Australia Pty Ltd

Level 1, 12 Bayly Street Geraldton WA 6530

PO Box 61 Geraldton WA 6531

T +61(0) 8 9920 7400

F +61(0) 8 9920 7450

www.rsm.com.au

Compilation Report

To the Council

Shire of Murchison

Scope

We have compiled the accompanying special purpose financial statements.

The specific purpose for which the special purpose financial report has been prepared is to provide information relating to the financial performance and financial position of the Shire that satisfies the information needs of the Council and the *Local Government Act 1995* and associated regulations.

The responsibility of the Shire

The Shire is solely responsible for the information contained in the special purpose financial report and have determined that the accounting policies used are consistent and are appropriate to satisfy the requirements of the Council and the *Local Government Act 1995* and associated regulations.

Our responsibility

On the basis of information provided by the Shire, we have compiled the accompanying special purpose financial statements in accordance with the significant accounting policies adopted as set out in Note 1 to the financial statements and APES 315: Compilation of Financial Information.

Our procedures use accounting expertise to collect, classify and summarise the financial information, which the Management provided, into a financial report. Our procedures do not include any 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 Murchison, may suffer arising from negligence on our part.

This report was prepared for the benefit of the Council of the Shire of Murchison and the purpose identified above. We do not accept responsibility to any other person for the content of the report.

Travis Bate
Signed at GERALDTON

RSM Australia Pty Ltd
Chartered Accountants

Date 21st February 2025

THE POWER OF BEING UNDERSTOOD

AUDIT | TAX | CONSULTING

RSM Australia Pty Ltd is a member of the RSM network and trades as RSM. RSM is the trading name used by the members of the RSM network. Each member of the RSM network is an independent accounting and consulting firm which practices in its own right. The RSM network is not itself a separate legal entity in any jurisdiction.

RSM Australia Pty Ltd ACN 009 321 377 atf Birdanco Practice Trust ABN 65 319 382 479 trading as RSM

Liability limited by a scheme approved under Professional Standards Legislation

General

Note

- Compilation Report
- Executive Summary

Financial Statements

- Statement of Financial Activity by Nature or Type
- Statement of Financial Activity by Program
- Statement of Financial Position
- Statement of Capital Acquisitions and Funding

Notes to the Statement of Financial Activity

- | | |
|-----------------------------------|---------|
| Significant Accounting Policies | Note 1 |
| Explanation of Material Variances | Note 2 |
| Net Current Funding Position | Note 3 |
| Cash and Investments | Note 4 |
| Trust Fund | Note 5 |
| Receivables | Note 6 |
| Cash Backed Reserves | Note 7 |
| Capital Disposals | Note 8 |
| Capital Acquisitions | Note 9 |
| Rating Information | Note 10 |
| Information on Borrowings | Note 11 |
| Grants and Contributions | Note 12 |

SHIRE OF MURCHISON
MONTHLY FINANCIAL REPORT
For the Period Ending 31 January 2025
EXECUTIVE SUMMARY

Statement of Financial Activity

Statements are presented on pages 5 and 6 showing a surplus/(deficit) as at 31 January 2025 of \$3,562,530

Significant Revenue and Expenditure

Significant Projects

	Collected / Completed %	Annual Budget \$	YTD Budget \$	YTD Actual \$
SKA Route General Construction Works	6%	2,429,461	1,417,178	149,774
Caravan Park Pool Construction	50%	1,250,000	729,162	625,413
Carn-Mull Rd CGG Section Construction Works	-3%	900,000	525,000	(28,786)
Improvements To Drinking Water Reticulation	10%	620,000	361,662	61,579
Carn- Mullewa Rd	85%	666,353	388,689	568,342
	16%	5,199,461	3,033,002	807,981

Grants, Subsidies and Contributions

Grants, subsidies and contributions	24%	8,582,301	7,270,776	2,077,865
Capital grants, subsidies and contributions	34%	6,711,444	3,914,981	2,304,256
	29%	15,293,745	11,185,757	4,382,121

Rates Levied

	89%	799,547	799,547	714,478
--	-----	---------	---------	---------

% - Compares current YTD actuals to the Annual Budget

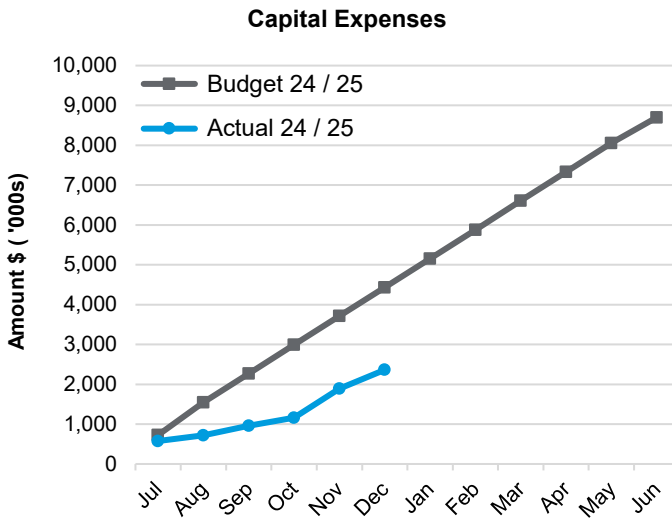
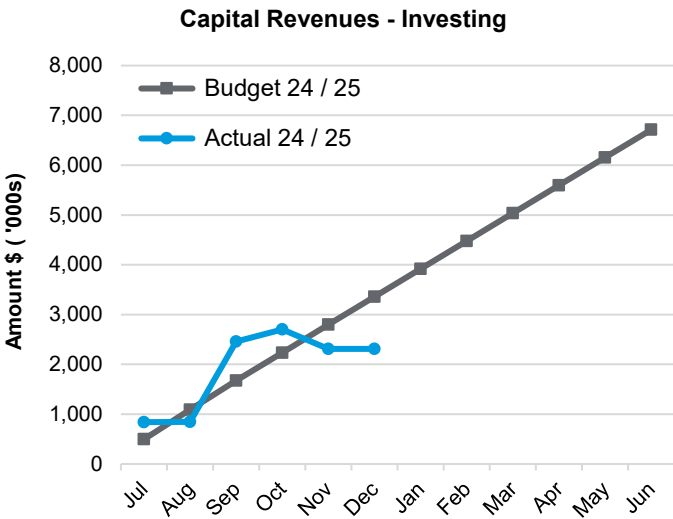
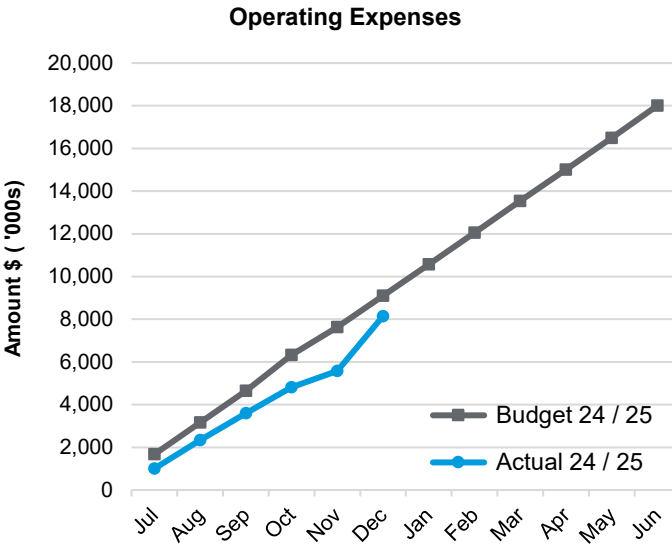
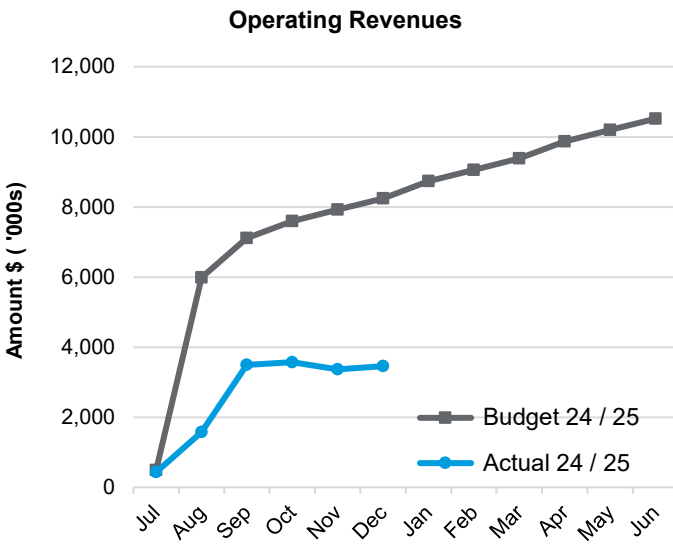
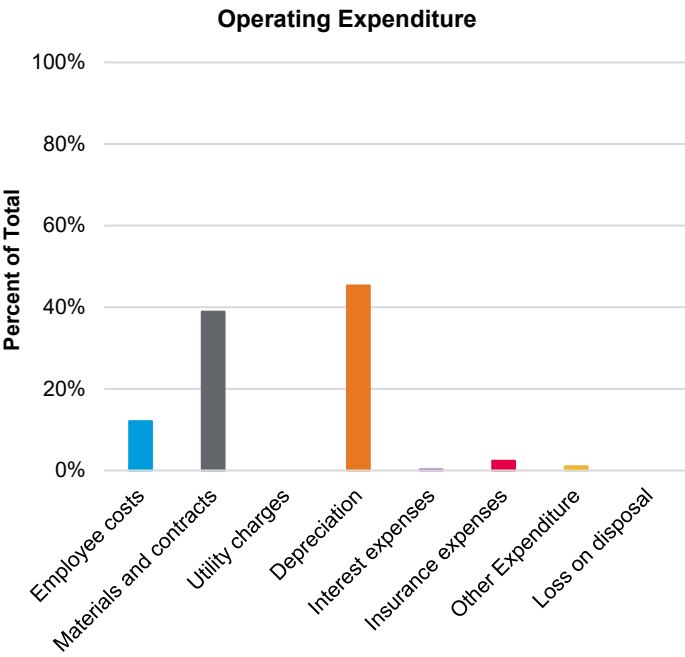
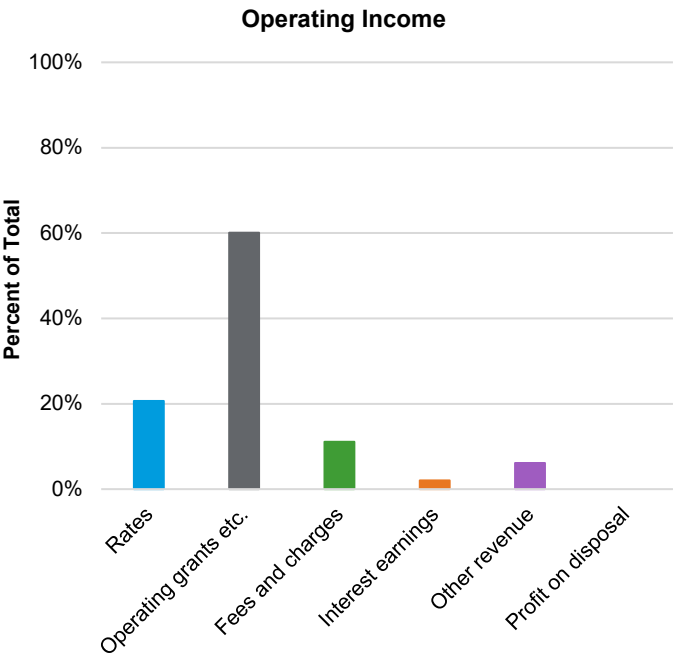
Financial Position

Account

	Difference to Prior Year %	Current Year 31 Jan 25 \$	Prior Year 31 Jan 24 \$
Adjusted net current assets	175%	3,562,530	2,037,404
Cash and equivalent - unrestricted	269%	6,012,466	2,232,088
Cash and equivalent - restricted	0%	3,962,385	6,576,116
Receivables - rates	108%	135,715	125,262
Receivables - other	108%	12,180	11,300
Total Current Liabilities	298%	3,287,522	1,104,544

% - Compares current YTD actuals to prior year actuals

SHIRE OF MURCHISON
MONTHLY FINANCIAL REPORT
For the Period Ending 31 January 2025
SUMMARY GRAPHS



SHIRE OF MURCHISON
STATEMENT OF FINANCIAL ACTIVITY
For the Period Ending 31 January 2025
NATURE OR TYPE

	Note	Annual Budget \$	YTD Budget \$	YTD Actual \$	Var* \$	Var* %	Var
Revenue from Operating Activities							
Rates	10	799,547	799,547	714,478	(85,069)	(11%)	▼
Grants, subsidies and contributions	12(a)	8,582,301	7,270,776	2,077,865	(5,192,911)	(71%)	▼
Fees and charges		595,473	347,347	383,627	36,280	10%	▲
Interest earnings		144,639	83,844	70,628	(13,216)	(16%)	▼
Other revenue		394,846	230,971	211,756	(19,215)	(8%)	
Profit on disposal of assets	8	-	-	-	-		
		10,516,806	8,732,485	3,458,355			
Expenditure from Operating Activities							
Employee costs		(1,486,400)	(889,414)	(984,540)	(95,126)	(11%)	▼
Materials and contracts		(10,394,264)	(6,083,830)	(3,169,938)	2,913,892	48%	▲
Depreciation on non-current assets		(5,647,126)	(3,294,025)	(3,692,413)	(398,388)	(12%)	▼
Finance cost		(57,896)	(6,454)	(21,062)	(14,608)	(226%)	▼
Insurance expenses		(238,703)	(199,218)	(194,028)	5,190	3%	
Other expenditure		(186,207)	(104,003)	(84,096)	19,907	19%	▲
Loss on disposal of assets	8	-	-	-	-		
		(18,010,596)	(10,576,944)	(8,146,076)			
Excluded Non-cash Operating Activities							
Depreciation and amortisation		5,647,126	3,294,025	3,692,413			
Movement in Employee Benefits		-	-	-			
(Profit) / loss on asset disposal		-	-	-			
Net Amount from Operating Activities		(1,846,665)	1,449,566	(995,309)			
Investing Activities							
Inflows from Investing Activities							
Capital grants, subsidies and contributions	12(b)	6,711,444	3,914,981	2,304,256	(1,610,725)	(41%)	▼
Proceeds from disposal of assets	8	-	-	6,500	6,500		
		6,711,444	3,914,981	2,310,756			
Outflows from Investing Activities							
Land and buildings	9(a)	(215,000)	(125,412)	(168,080)	(42,668)	(34%)	▼
Plant and equipment	9(c)	(5,000)	(2,912)	(30,056)	(27,144)	(932%)	▼
Furniture and equipment	9(b)	(43,000)	(25,074)	(744)	24,330	97%	▲
Infrastructure - roads	9(d)	(5,592,923)	(3,303,437)	(981,046)	2,322,391	70%	▲
Infrastructure - other	9(e)	(2,843,702)	(1,658,797)	(1,183,096)	475,701	29%	
		(8,699,625)	(5,115,632)	(2,363,023)			
Net Amount from Investing Activities		(1,988,180)	(1,200,651)	(52,267)			
Financing Activities							
Inflows from Financing Activities							
Transfer from reserves	7	4,932,788	4,684,983	4,332,788	(352,195)	8%	
		4,932,788	4,684,983	4,332,788			
Outflows from Financing Activities							
Repayment of debentures	11(a)	(192,531)	-	(100,738)	(100,738)		
Transfer to reserves	7	(2,600,786)	(1,581,383)	(65,869)	1,515,514	96%	▲
		(2,793,317)	(1,581,383)	(166,607)			
Net Amount from Financing Activities		2,139,471	3,103,600	4,166,181			
Movement in Surplus or Deficit							
Opening Funding Surplus / (Deficit)							
Amount attributable to operating activities	3	1,768,357	1,768,357	443,925			
Amount attributable to investing activities		(1,846,665)	1,449,566	(995,309)			
Amount attributable to financing activities		(1,988,180)	(1,200,651)	(52,267)			
		2,139,471	3,103,600	4,166,181			
Closing Surplus / (Deficit)	3	72,983	5,120,872	3,562,530			

* - Note 2 provides an explanation for the relevant variances shown above.
This statement needs to be read in conjunction with the accompanying Financial Statements and Notes.

SHIRE OF MURCHISON
STATEMENT OF FINANCIAL ACTIVITY
For the Period Ending 31 January 2025
REPORTING PROGRAM

17.3.1 - February 2025

	Note	Annual Budget \$	YTD Budget \$	YTD Actual \$	Var* \$	Var* %
Revenue from Operating Activities						
Governance		56,000	32,655	2,839	(29,816)	(91%)
General purpose funding		1,598,966	1,374,866	1,114,284	(260,582)	(19%)
Law, order and public safety		19,620	11,438	6,240	(5,198)	(45%)
Housing		-	-	19,132	19,132	
Recreation and culture		3,192	1,820	5,107	3,287	181%
Transport		7,775,034	6,691,065	1,656,283	(5,034,782)	(75%)
Economic services		962,163	561,246	565,715	4,469	1%
Other property and services		101,830	59,395	88,450	29,055	49%
		10,516,806	8,732,485	3,458,355		
Expenditure from Operating Activities						
Governance		(764,616)	(522,869)	(390,039)	132,830	25%
General purpose funding		(50,981)	(29,729)	(25,962)	3,767	13%
Law, order and public safety		(76,155)	(46,644)	(54,209)	(7,565)	(16%)
Health		(67,647)	(40,688)	(30,844)	9,844	24%
Education and welfare		(7,124)	(3,857)	(70)	3,787	98%
Housing		(20,000)	(11,396)	(70,254)	(58,858)	(516%)
Community amenities		(164,250)	(89,838)	(96,954)	(7,116)	(8%)
Recreation and culture		(535,411)	(312,116)	(285,714)	26,402	8%
Transport		(14,049,677)	(8,175,482)	(5,708,320)	2,467,162	30%
Economic services		(2,177,905)	(1,270,059)	(1,290,363)	(20,304)	(2%)
Other property and services		(96,830)	(74,266)	(193,345)	(119,079)	(160%)
		(18,010,596)	(10,576,944)	(8,146,076)		
Excluded Non-cash Operating Activities						
Depreciation and amortisation		5,647,126	3,294,025	3,692,413		
Movement in Employee Benefits		-	-	-		
(Profit) / loss on asset disposal	8	-	-	-		
Net Amount from Operating Activities		(1,846,665)	1,449,566	(995,308)		
Investing Activities						
Inflows from Investing Activities						
Capital grants, subsidies and contribution	12(b)	6,711,444	3,914,981	2,304,256	(1,610,725)	(41%)
Proceeds from disposal of assets	8	-	-	6,500	6,500	
		6,711,444	3,914,981	2,310,756		
Outflows from Investing Activities						
Land and buildings	9(a)	(215,000)	(125,412)	(168,080)	(42,668)	(34%)
Plant and equipment	9(c)	(5,000)	(2,912)	(30,056)	(27,144)	(932%)
Furniture and equipment	9(b)	(43,000)	(25,074)	(744)	24,330	97%
Infrastructure - roads	9(d)	(5,592,923)	(3,303,437)	(981,046)	2,322,391	70%
Infrastructure - other	9(e)	(2,843,702)	(1,658,797)	(1,183,096)	475,701	29%
		(8,699,625)	(5,115,632)	(2,363,023)		
Net Amount from Investing Activities		(1,988,180)	(1,200,651)	(52,267)		
Financing Activities						
Inflows from Financing Activities						
Transfer from reserves	7	4,932,788	4,684,983	4,332,788	(352,195)	(8%)
		4,932,788	4,684,983	4,332,788		
Outflows from Financing Activities						
Repayment of debentures	11(a)	(192,531)	-	(100,738)	(100,738)	
Transfer to reserves	7	(2,600,786)	(1,581,383)	(65,869)	1,515,514	96%
		(2,793,317)	(1,581,383)	(166,607)		
Net Amount from Financing Activities		2,139,471	3,103,600	4,166,181		
Movement in Surplus or Deficit						
Opening Funding Surplus / (Deficit)						
Amount attributable to operating activities	3	1,768,357	1,768,357	443,925		
Amount attributable to investing activities		(1,846,665)	1,449,566	(995,308)		
Amount attributable to financing activities		(1,988,180)	(1,200,651)	(52,267)		
		2,139,471	3,103,600	4,166,181		
Closing Funding Surplus / (Deficit)	3	72,983	5,120,872	3,562,530		

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

SHIRE OF MURCHISON
STATEMENT OF FINANCIAL POSITION
For the Period Ending 31 January 2025

	NOTE	FY 2024 31 January 2025	FY 2024 30 June 2024
		\$	\$
CURRENT ASSETS			
Cash and cash equivalents	4	9,974,850	8,523,978
Trade and other receivables	5	229,567	3,507,380
Inventories		228,594	220,515
Other assets	7	0	120,489
TOTAL CURRENT ASSETS		10,433,012	12,372,362
NON-CURRENT ASSETS			
Other financial assets		20,793	20,793
Property, plant and equipment	9	13,878,227	13,176,287
Infrastructure	9	94,302,903	96,340,734
TOTAL NON-CURRENT ASSETS		108,201,922	109,537,813
TOTAL ASSETS		118,634,934	121,910,175
CURRENT LIABILITIES			
Trade and other payables	14	746,165	1,542,115
Other liabilities		2,161,932	2,161,932
Borrowings	11(a)	194,304	192,531
Employee related provisions		196,861	196,861
TOTAL CURRENT LIABILITIES		3,299,263	4,093,440
NON-CURRENT LIABILITIES			
Borrowings	11(a)	1,243,710	1,341,307
Employee related provisions		95,557	95,557
TOTAL NON-CURRENT LIABILITIES		1,339,267	1,436,865
TOTAL LIABILITIES		4,638,530	5,530,304
NET ASSETS		113,996,405	116,379,871
EQUITY			
Retained surplus		26,353,387	31,975,741
Reserve accounts	7	8,227,949	4,989,061
Revaluation surplus		79,415,068	79,415,068
TOTAL EQUITY		113,996,405	116,379,871

SHIRE OF MURCHISON

STATEMENT OF CAPITAL ACQUISITIONS AND FUNDING

For the Period Ending 31 January 2025

CAPITAL ACQUISITIONS AND FUNDING

Asset Group	Note	Annual Budget \$	YTD Actual Total \$
Land and buildings	9(a)	215,000	168,080
Plant and equipment	9(c)	5,000	30,056
Furniture and equipment	9(b)	43,000	744
Infrastructure - roads	9(d)	5,592,923	981,046
Infrastructure - other	9(e)	2,843,702	1,183,096
Total Capital Expenditure		8,699,625	2,363,023
Capital Acquisitions Funded by:			
Capital grants and contributions		6,711,444	2,304,256
Borrowings		-	-
Other (disposals and c/fwd)		-	6,500
Council contribution - from reserves		600,000	-
Council contribution - operations		1,388,180	52,267
Total Capital Acquisitions Funding		8,699,625	2,363,023

SHIRE OF MURCHISON
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ending 31 January 2025

1. SIGNIFICANT ACCOUNTING POLICIES

This report is prepared to meet the requirements of *Local Government (Financial Management) Regulations 1996 Regulation 34*.

The material variance adopted by the Shire of Murchison for the 2024/25 year is \$10,000 or 10%, whichever is greater. Items considered to be of material variance are disclosed in Note 2.

The statements and accompanying notes are prepared based on all transactions recorded at the time of preparation and may vary due to transactions being processed for the reporting period after the date of preparation. The preparation also requires management to make judgements, estimates and assumptions which effect the application of policies and the reported amounts in the statements and notes. These estimated figures are based on historical experience or other factors believed to be reasonable under the circumstances. Therefore, the actual results may differ from these reported amounts.

Actual and Budget comparatives are presented in year to date format unless otherwise stated. The Adopted Budget is used in the report until superseded by the Budget Review.

Preparation

Prepared by: Bertus Lochner
 Reviewed by: Travis Bate
 Date prepared: 21 Feb 25

(a) Basis of Preparation

The following financial statements are special purpose financial statements that have been prepared in accordance with the Australian Accounting Standards, Authoritative Interpretations, the *Local Government Act 1995*, and regulations, within the context in which they relate to local governments and not-for-profit entities.

With the exception of the cash flow statement and rate setting information, the following report has been prepared on an accrual basis with balances measured at historical cost unless subject to fair value adjustments. Items subject to fair value adjustments include certain non-current assets, financial assets, and financial liabilities. Items such as assets, liabilities, equity, income and expenses have been recognised in accordance with the definitions and recognition criteria set out in the Framework for the Preparation and Presentation of Financial Statements.

These financial statements comply with, and supersede, the Australian Accounting Standards with the *Local Government (Financial Management) Regulations 1996* where applicable. Further information is provided in Note 1(i).

The functional and presentation currency of the report is Australian dollars.

(b) The Local Government Reporting Entity

The Australian Accounting Standards define local government as a reporting entity which can be a single entity or a group comprising a parent and all its subsidiaries. All funds controlled by the Shire in order to provide its services have formed part of the following report. Transactions and balances related to these controlled funds, such as transfers to and from reserves, were eliminated during the preparation of the report.

Funds held in Trust, which are controlled but not owned by the Shire, do not form part of the financial statements. Further information on the Shire funds in Trust are provided in Note 5.

(c) Rounding of Amounts

The Shire is an entity to which the *Local Government (Financial Management) Regulations 1996* applies and, accordingly amounts in the financial report have been rounded to the dollar except for amounts shown as a rate in the dollar. Where total assets exceed \$10,000,000 in the prior audited annual financial report, the amounts may be rounded to the nearest \$1,000.

SHIRE OF MURCHISON
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ending 31 January 2025

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(d) Goods and Services Tax (GST)

Revenue, expenses and assets are recognised net of the amount of goods and services tax (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.

(e) 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.

(f) Cash and Cash Equivalents

Cash and cash equivalents normally include cash on hand, cash at bank, deposits 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.

(g) 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.

(h) Inventories

General

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

Land Held for Resale

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

(i) 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 on 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 credit loss allowance for all trade receivables. To measure the expected credit losses, rates receivables are separated from other trade receivables due to the difference in payment terms and security for rates receivable.

SHIRE OF MURCHISON
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ending 31 January 2025

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(j) Fixed Assets

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

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.

(i) Depreciation of Non-current Assets

The depreciable amount of fixed assets included in 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:

Asset Class	Useful life
Buildings & Improvements	7 to 90 years
Furniture and equipment	3 to 25 years
Plant and equipment	5 to 20 years
Sealed roads and streets	
formation	not depreciated
pavement	12 years
seal	10 years
- bituminous seals	20 years
- asphalt surfaces	25 years
Gravel roads	
formation	not depreciated
pavement	45 years
Footpaths	10 years
Culverts	60 years
Signs	20 years
Stock Grids	80 years
Floodways	21 years
Water supply piping and drainage systems	75 years
Bridges	80 years

SHIRE OF MURCHISON**NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY****For the Period Ending 31 January 2025****1. SIGNIFICANT ACCOUNTING POLICIES (Continued)****(l) 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.

(m) 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.

(n) Employee Benefits**Short-term employee benefits**

Provision is made for the Shire's obligation 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 the 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.

(o) 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. Subsequent measurement is at amortised cost using the effective interest method. The annual government guarantee fee is expensed in the year incurred.

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

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 amount, 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 the discounted cash flows using a current borrowing rate. They are classified as level 3 fair values in the fair value hierarchy due to the unobservable inputs, including own credit risk.

(p) 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 measure using the best estimate of the amounts required to settle the obligation at the end of the reporting period.

SHIRE OF MURCHISON
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ending 31 January 2025

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(q) Contract Liabilities

Contract liabilities represent the Shire's obligation to transfer goods or services to a customer for which the Shire has received consideration from the customer.

Contract liabilities represent obligations which are not yet satisfied. Contract liabilities are recognised as revenue when the performance obligations in the contract are satisfied.

(r) 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.

(p) Nature or Type Classifications

Rates

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

Grants, Subsidies and Contributions

Refer to 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.

Profit on Asset Disposal

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

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.

Service Charges

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

Interest Earnings

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

Other Revenue / Income

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

Employee Costs

All costs associated with the employment of a 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.

SHIRE OF MURCHISON
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ending 31 January 2025

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(p) Nature or Type Classifications (Continued)

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.

Utilities (Gas, Electricity, Water, etc.)

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

Insurance

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

Loss on Asset Disposal

Loss on the disposal of fixed assets.

Depreciation on Non-current Assets

Depreciation expense raised on all classes of assets.

Finance Cost

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 State taxes, donations and subsidies made to community groups.

SHIRE OF MURCHISON
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ending 31 January 2025

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(q) Program Classifications (Function / Activity)

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

GOVERNANCE

Administration and operation of facilities and services to members of Council. Other costs that relate to the task of assisting elected members and electors on matters which do not concern specific Council services.

GENERAL PURPOSE FUNDING

Rates, general purpose government grants and interest revenue.

LAW, ORDER AND PUBLIC SAFETY

Supervision of various by-laws, fire prevention and animal control.

HEALTH

Monitor health control standards within the community, provide support and assistance with airstrips to enable all residents access to the Royal Flying Doctor for regular and emergency health services.

EDUCATION AND WELFARE

Support of education facilities within the Shire and of any external resources necessary to assist with education programmes for all residents.

HOUSING

Provision and maintenance of staff housing.

COMMUNITY AMENITIES

Maintain a refuse site for the settlement.

RECREATION AND CULTURE

Provide a library and museum and operation there of. Maintain recreation centre, sports field, parks, gardens and other recreational facilities.

TRANSPORT

Construction and maintenance of roads, drainage works and traffic signs. Maintenance of the settlement airstrip.

ECONOMIC SERVICES

Building control, provision of power and water supplies. Supply and maintenance of television re-broadcasting installation. Provision of radio communication. Maintenance of caravan park. Vermin control and area promotion.

OTHER PROPERTY AND SERVICES

Private works operations, plant repairs and operation costs.

SHIRE OF MURCHISON

NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY

For the Period Ending 31 January 2025

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(r) Revenue Recognition Policy

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

Revenue Category	Nature of goods and services	When obligations typically satisfied	Payment terms	Returns / Refunds / Warranties	Determination of transaction price	Allocating transaction price	Measuring obligations for returns	Timing of revenue recognition
Rates	General Rates	Over time	Payment dates adopted by Council during the year	None	Adopted by council annually	When taxable event occurs	Not applicable	When rates notice is issued
Service charges	Charge for specific service	Over time	Payment dates adopted by Council during the year	Refund in event monies are unspent	Adopted by council annually	When taxable event occurs	Not applicable	When rates notice is issued
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	Set by mutual agreement with the customer	Based on the progress of works to match performance obligations	Returns limited to repayment of transaction price of terms breached	Output method based on project milestones and/or completion date matched to performance obligations as inputs are shared
Grants, subsidies or contributions for the construction of non-financial assets	Construction or acquisition of recognisable non-financial assets to be controlled by the local government	Over time	Fixed terms transfer of funds based on agreed milestones and reporting	Contract obligation if project not complete	Set by mutual agreement with the customer	Based on the progress of works to match performance obligations	Returns limited to repayment of transaction price of terms breached	Output method based on project milestones and/or completion date matched to performance obligations as inputs are shared
Grants with no contract commitments	General appropriations and contributions with no reciprocal commitment	No obligations	Not applicable	Not applicable	Cash received	On receipt of funds	Not applicable	When assets are controlled
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	Set by State legislation or limited by legislation to the cost of provision	Based on timing of issue of the associated rights	No refunds	On payment and issue of the licence, registration or approval
Pool inspections	Compliance safety check	Single point in time	Equal proportion based on an equal annually fee	None	Set by State legislation	Apportioned equally across the inspection cycle	No refunds	After inspection complete based on a 4 year cycle

SHIRE OF MURCHISON

NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY

For the Period Ending 31 January 2025

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(r) Revenue Recognition Policy (Continued)

Revenue Category	Nature of goods and services	When obligations typically satisfied	Payment terms	Returns / Refunds / Warranties	Determination of transaction price	Allocating transaction price	Measuring obligations for returns	Timing of revenue recognition
Other inspections	Regulatory Food, Health and Safety	Single point in time	Full payment prior to inspection	None	Set by State legislation or limited by legislation to the cost of provision	Applied fully on timing of inspection	Not applicable	Revenue recognised after inspection event occurs
Property hire and entry	Use of halls and facilities	Single point in time	In full in advance	Refund if event cancelled within 7 days	Adopted by council annually	Based on timing of entry to facility	Returns limited to repayment of transaction price	On entry or at conclusion of hire
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	Adopted by council annually	Applied fully based on timing of provision	Not applicable	Output method based on provision of service or completion of works
Sale of stock	Roadhouse fuel & kiosk sales.	Single point in time	In full in advance, on 15 day credit	Refund for faulty goods	Adopted by council policy & annual fees and charges review, set by mutual agreement	Applied fully based on timing of provision	Returns limited to repayment of transaction price	Output method based on goods
Commissions	Commissions on licencing and ticket sales	Over time	Payment in full on sale	None	Set by mutual agreement with the customer	On receipt of funds	Not applicable	When assets are controlled
Reimbursements	Insurance claims	Single point in time	Payment in arrears for claimable event	None	Set by mutual agreement with the customer	When claim is agreed	Not applicable	When claim is agreed

2. EXPLANATION OF MATERIAL VARIANCES

Variances which have exceeded the thresholds are listed below by Program. Significant variances within the Program are listed underneath it by Nature or Type.

The material variance adopted by Council for the 2024/25 year is \$10,000 and 10%.

Nature or Type	Var \$	Var %	Var	Timing / Permanent	Explanation of Variance
Operating Revenues					
Rates	(85,069)	(11%)	▼	Timing	Impact of interim rates decreases.
Grants, Subsidies and Contributions	(5,192,911)	(71%)	▼	Timing	Main contribution to difference relates to flood damage timing of claims and MRWA SKA Roads opposed to budget profile. See Note 12 for further detail.
Fees and Charges	36,280	10%	▲	Timing	Mostly related to Roadhouse Accommodation and Camping Revenue (\$34K) above budget.
Interest earnings	(13,216)	(16%)	▼	Timing	Timing of quarterly earnings on Term Deposit Reserve bank account.
Capital Operating Grants, Subsidies and Contributions	(1,610,725)	(41%)	▼	Timing	Relates to timing of budget profile, refer note 12 for breakdown.

Operating Expense

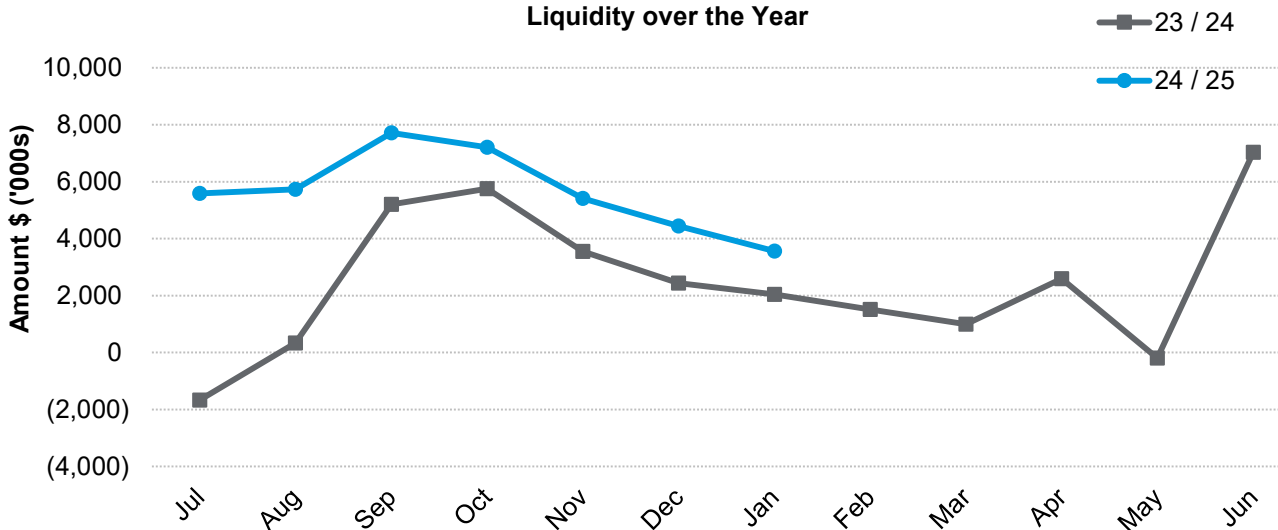
Employee Costs	(95,126)	(11%)	▼	Timing	Mainly related to above budget YTD overhead costs. To be reviewed at budget review.
Materials and contracts	2,913,892	48%	▲	Timing	Mainly due to timing of Flood Damage works on rain events March 2022 and February 2021 (\$3.3M) Parts & Repairs (\$97K), Settlement Power Generation (\$31K), General Road Maintenance (\$70K), Gravel Pits (\$80K) and Road Bunding (\$46K) below budget, Offset up SKA Road Maintenance which is \$695K above budget.
Depreciation on Non-current Assets	(398,388)	(12%)	▼	Timing	Depreciation above budget due to update of asset register at 30 June 2024. To be reviewed at budget review.
Finance cost	(14,608)	(226%)	▼	Timing	Timing issue in relation to budget profile.
Other expenditure	19,907	19%	▲	Timing	Timing differences in relation to payment of member costs and below budget legal expenses.

SHIRE OF MURCHISON
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ending 31 January 2025

3. NET CURRENT FUNDING POSITION

	Note	Current Month 31 Jan 25 \$	Prior Year Closing 30 Jun 24 \$	This Time Last Year 31 Jan 24 \$
Current Assets				
Cash unrestricted	4	6,012,466	294,675	2,232,088
Cash restricted	4	3,962,385	8,229,304	6,576,116
Receivables - rates	6(a)	135,715	(14,723)	125,262
Receivables - sundry	6(b)	12,180	3,446,102	11,300
Receivables - other		77,088	46,310	17,950
Provision for doubtful debts		(7,157)	(7,157)	(8,295)
Contract assets		-	120,489	-
Inventories		228,594	220,515	320,922
Total Current Assets		10,421,271	12,335,515	9,275,343
Current Liabilities				
Payables - sundry		(185,343)	(394,291)	(216,258)
Payables - other		1,619	(356,667)	116,838
PAYG Tax withheld		(31,491)	(32,212)	(16,150)
Accrued salaries and wages		-	(60,402)	-
Accrued expenses		-	(141,793)	(38,750)
Accrued interest on loans		-	-	-
Trust Liability		49	49	(356,417)
Deposits and bonds		(158,104)	(156,604)	(156,605)
Contract liabilities		(2,161,932)	(2,161,932)	-
Murchison Community Fund		(361,155)	(358,434)	-
Loan liabilities	11(a)	(194,304)	(197,445)	(190,774)
Total Payables		(3,090,661)	(3,859,731)	(858,115)
Provisions		(196,861)	(196,861)	(246,429)
Total Current Liabilities		(3,287,522)	(4,056,592)	(1,104,544)
Less: cash reserves	7	(3,962,385)	(8,229,304)	(6,576,116)
Less: provisions		196,861	196,861	246,429
Less: Self-supporting loan		-	-	-
Add: Disposal of Asset TBA		-	-	-
Add: Loan principal (current)		194,304	197,445	196,293
Add: trust transactions to municipal		-	-	-
Net Funding Position - Surplus / (Deficit)		3,562,530	443,925	2,037,404

Liquidity over the Year



SHIRE OF MURCHISON

NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY

For the Period Ending 31 January 2025

4. CASH AND FINANCIAL ASSETS

	Unrestricted	Restricted	Total	Institution	Interest	Maturity
	\$	\$	\$		Rate	Date
Cash					%	
Murchison Community Fund	361,155		361,155	Westpac	Variable	N/A
Municipal	5,053,920		5,053,920	Westpac	Variable	N/A
Cash On Hand	500		500	Cash on hand	Nil	N/A
Muni Short Term Investment	157,294		157,294	Westpac	Variable	N/A
Roadhouse	432,189		432,189	Westpac	Variable	N/A
CSIRO	7,408		7,408	Westpac	Variable	N/A
Reserve Funds		3,962,385	3,962,385	Westpac	3.25%	9-Feb-25
Total Cash and Financial Assets	6,012,466	3,962,385	9,974,850			

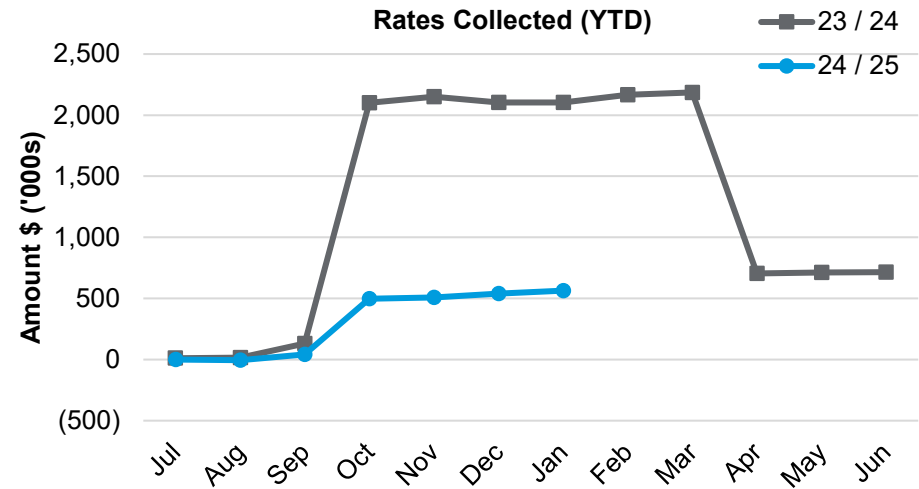
5. TRUST FUND

There are no funds held at balance date over which the Shire has no control

SHIRE OF MURCHISON
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ending 31 January 2025

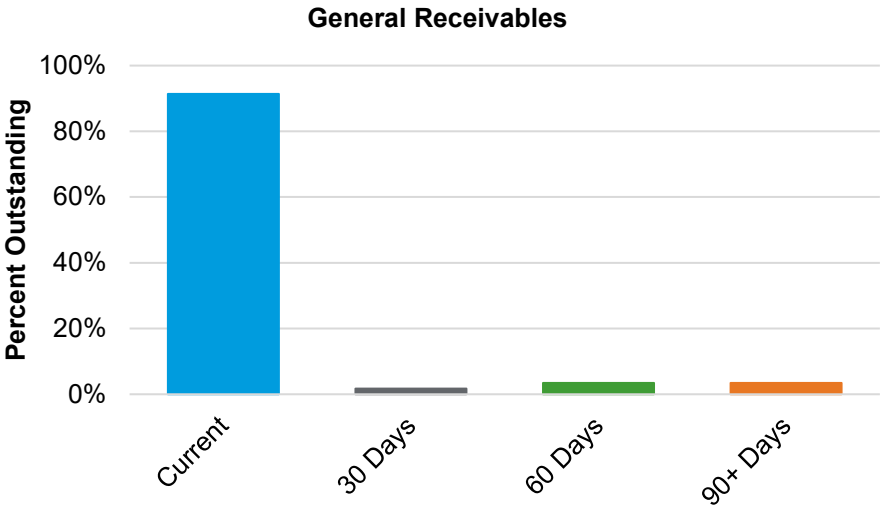
6. RECEIVABLES

(a) Rates Receivable	31 Jan 25
	\$
Rates receivables	135,715
Total Rates Receivable Outstanding	135,715
Closing balances - prior year	(14,723)
Rates levied this year	714,478
Closing balances - current month	(135,715)
Total Rates Collected to Date	564,040



Comments / Notes

(b) General Receivables	31 Jan 25
	\$
Current	11,130
30 Days	210
60 Days	420
90+ Days	420
Total General Receivables Outstanding	12,180



Comments / Notes
Amounts shown above include GST (where applicable)

SHIRE OF MURCHISON

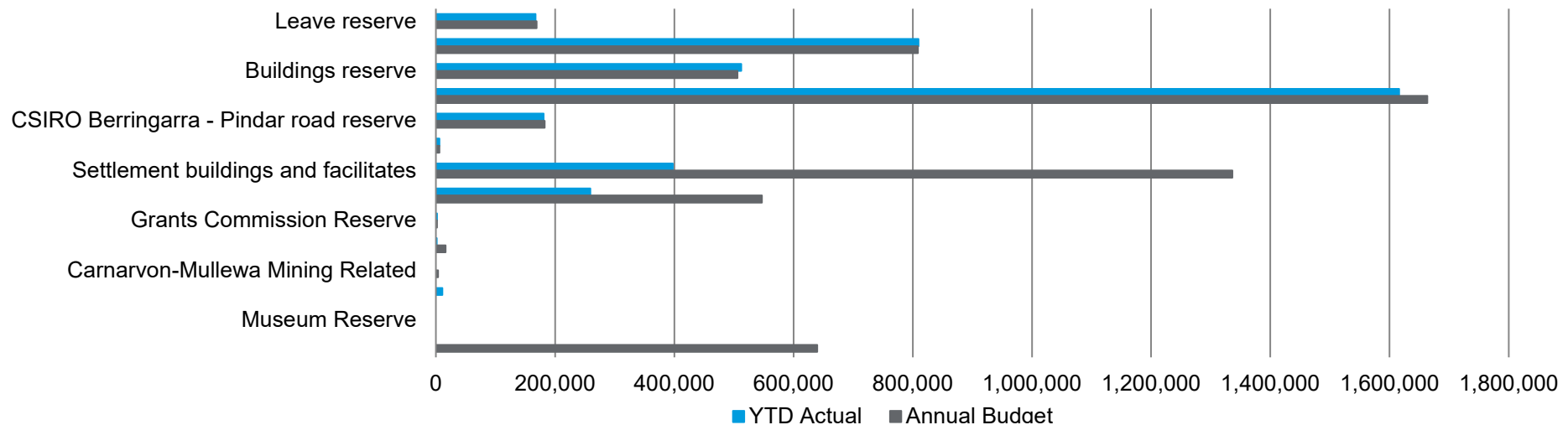
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY

For the Period Ending 31 January 2025

7. CASH BACKED RESERVES

Restricted by council:	Annual Budget				YTD Actual			
	Balance 01 Jul 24 \$	Transfers from \$	Transfer to \$	Balance 30 Jun 25 \$	Balance 01 Jul 24 \$	Transfers from \$	Transfer to \$	Balance 31 Jan 25 \$
Reserve Name							75.24	
Leave reserve	166,950	-	1,958	168,908	166,950	-	193	167,142
Plant reserve	808,758	-	-	808,758	808,758	-	691	809,449
Buildings reserve	505,854	-	-	505,854	511,858	-	592	512,450
Berringarra - Cue road reserve	1,552,455	-	110,867	1,663,322	1,552,454	-	63,484	1,615,938
CSIRO Berringarra - Pindar road rese	180,329	-	2,114	182,443	180,329	-	208	180,537
Flood damage repairs reserve	5,968	-	-	5,968	5,969	-	5	5,974
Settlement buildings and facilitates	397,111	(600,000)	1,539,092	1,336,203	397,112	-	459	397,571
Road Asset Reserve	258,912	-	288,306	547,218	258,912	-	221	259,133
Grants Commission Reserve	4,334,805	(4,332,788)	-	2,017	4,334,803	(4,332,788)	2	2,017
Community Economic Development F	1,335	-	14,849	16,184	1,348	-	2	1,350
Carnarvon-Mullewa Mining Related	-	-	3,600	3,600	-	-	-	-
Asset Management Reserve	-	-	-	-	10,804	-	12	10,816
Museum Reserve	-	-	-	-	-	-	-	-
Workforce Accommodation Reserve	-	-	640,000	640,000	-	-	-	-
Total Cash Backed Reserves	8,212,477	(4,932,788)	2,600,786	5,880,475	8,229,297	(4,332,788)	65,869	3,962,378

Annual Budget v YTD Actual



SHIRE OF MURCHISON
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ending 31 January 2025

8. DISPOSAL OF ASSETS

Annual Budget

	WDV	Proceeds	Profit	(Loss)
	\$	\$	\$	\$
Transport				
Plant and Equipment				
Plant and Equipment			-	-
Total Disposal of Assets	-	-	-	-
Total Profit or (Loss)				-

YTD Actual

	WDV	Proceeds	Profit	(Loss)
	\$	\$	\$	\$
Other Property & Services				
Plant and Equipment				
2005 SFM 3 Axle Trailer (MU2024)	-	6,500	-	
Total Disposal of Assets	-	6,500	-	-
Total Profit or (Loss)				-

SHIRE OF MURCHISON
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ending 31 January 2025

9. CAPITAL ACQUISITIONS

(a) Land and Buildings	Funding Source	Annual Budget \$	YTD Budget \$	YTD Actual \$	YTD Variance \$	% Complete
Recreation & Culture						
Sports Club Access Upgrade		37,500	21,875	-	21,875	0%
Community / Sports Centre Refurbishments		27,500	16,037	29,786	(13,749)	108%
Economic Services						
Tour Area Prom Buildings & Improvements		150,000	87,500	138,294	(50,794)	92%
Total Land and Buildings		215,000	125,412	168,080	(42,668)	

(b) Furniture & Equipment	Funding Source	Annual Budget \$	YTD Budget \$	YTD Actual \$	YTD Variance \$	% Complete
Council Chambers Communications Gear/Tables		8,000	4,662	-	4,662	0%
Housing						
Staff Housing Furniture & Equipment		10,000	5,831	744	5,087	100%
Economic Services						
Capex - Washing Machines		15,000	8,750	-	8,750	0%
Roadhouse Appliances		10,000	5,831	-	5,831	0%
Total Furniture & Equipment		43,000	25,074	744	24,330	

(c) Plant and Equipment	Funding Source	Annual Budget \$	YTD Budget \$	YTD Actual \$	YTD Variance \$	% Complete
Other Property & Services						
Mechanical Tools & Equipment		5,000	2,912		2,912	0%
Transport						
Plant & Equipment - Minor		-	-	15,126	(15,126)	
Plant & Equipment - Major		-	-	14,931	(14,931)	
Total Plant and Equipment		5,000	2,912	30,056	2,912	

9. CAPITAL ACQUISITIONS (Continued)

(d) Infrastructure - Roads

Funding Source	Annual Budget \$	YTD Budget \$	YTD Actual \$	YTD Variance \$	% Complete
Transport					
Roads Construction General	609,466	355,509	-	355,509	0%
Unallocated Roads Expenses	-	-	1,216	(1,216)	#DIV/0!
Beri-Pindar Rd - Resheet Incl Floodway Sections	343,728	200,508	99,563	100,945	29%
Reseal Works	98,298	98,298	-	98,298	0%
SKA Route General Construction Works	2,429,461	1,417,178	149,774	1,267,404	6%
SKA Route Gravel Stockpiling Works	-	-	18,849	(18,849)	#DIV/0!
Carn- Mullewa Rd	666,353	388,689	568,342	(179,653)	85%
Carn-Mull Rd CGG Section Construction Works	900,000	525,000	(28,786)	553,786	-3%
Resheet Works General	43,571	25,410	-	25,410	0%
Mulga Cr Reconstruct & Two Coat Seal	308,269	179,816	172,087	7,729	56%
Beri-Byro Rd Sections 69.99-87.70	122,749	71,603	-	71,603	0%
Capex Grids General	71,029	41,426	-	41,426	0%
	5,592,923	3,303,437	981,046	2,322,391	
Total Infrastructure - Roads	5,592,923	3,303,437	981,046	2,322,391	

(e) Infrastructure - Other

Funding Source	Annual Budget \$	YTD Budget \$	YTD Actual \$	YTD Variance \$	% Complete
Recreation & Culture					
J Capex - Playground Upgrade	25,000	14,581	14,850	(269)	59%
Community Splash Pool	630,000	367,500	335,228	32,272	53%
Economic Services					
Caravan Park Pool Construction	1,250,000	729,162	625,413	103,749	50%
Caravan Park Internal Roads	28,702	16,730	-	16,730	0%
Improvements To Drinking Water Reticulation	620,000	361,662	61,579	300,083	10%
Power Supply Capital	150,000	87,500	21,896	65,604	15%
Power Supply Upgrade	140,000	81,662	124,130	(42,468)	89%
Community Amenities					
Total Infrastructure - Other	2,843,702	1,658,797	1,183,096	475,701	

Total Capital Expenditure

8,699,625	5,115,632	2,363,023	2,782,666
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SHIRE OF MURCHISON

NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY

For the Period Ending 31 January 2025

10. RATING INFORMATION

	Rateable Value \$	Rate in \$	Number of Properties #	Annual Budget Revenue \$	Rate Revenue \$	Interim Rates CY \$	Interim Rates PY \$	YTD Actual Revenue \$
General Rates								
UV Pastoral	1,242,527	0.093250	22	115,866	115,861	-	-	115,861
UV Mining	2,018,823	0.185500	14	374,492	374,482		-	374,482
UV Prospecting and exploration	1,545,499	0.185500	59	286,690	286,682	(81,911)	(3,137)	201,635
Total General Rates				777,048	777,025	(81,911)	(3,137)	691,978
Minimum Rates								
UV Pastoral	17,304	900	6	5,400	5,400	-	-	5,400
UV Mining	1,753	900	1	900	900	-	-	900
UV Prospecting and exploration	13,680	900	18	16,200	16,200	-	-	16,200
Total Minimum Rates				22,500	22,500	-	-	22,500
Total General and Minimum Rates				799,548	799,525	(81,911)	(3,137)	714,478
Other Rate Revenue								
Facilities fees (Ex Gratia)								-
Total Rate Revenue				799,548				714,478

SHIRE OF MURCHISON
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ending 31 January 2025

11. INFORMATION ON BORROWINGS

(a) Debenture Repayments

(i) Loan 2 Roadworks in 2020-21

	Annual Budget	YTD Budget	YTD Actual
	\$	\$	\$
Transport			
Opening balance	1,533,838	1,533,838	1,538,752
Principal payment	(192,531)	-	(100,738)
Principal Outstanding	1,341,307	1,533,838	1,438,014
Finance cost payment	(46,827)	-	(9,214)
Service fee			
Total Principal, Finance Cost and Fees Paid	(239,358)	-	(109,952)
Total Principal Outstanding	1,341,307	1,533,838	1,438,014
Total Principal Repayments	(192,531)	-	(100,738)

SHIRE OF MURCHISON
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ending 31 January 2025

12. GRANTS, SUBSIDIES AND CONTRIBUTIONS

(a) Grants, Subsidies and Contributions

Program / Details	Grant Provider	Annual Budget \$	YTD Budget \$	YTD Actual \$
General Purpose Funding				
F.A.G Grant - General	WALGGC	548,682	411,510	274,341
F.A.G. Grant - Roads	WALGGC	104,234	78,174	52,117
Law, Order and Public Safety				
DFES Operating Grant	DFES	19,520	11,382	5,740
Transport				
MRWA Direct	MRWA	323,506	188,706	323,506
WANDRRA Flood Damage	MRWA	5,173,528	5,173,528	930,240
MRWA - SKA Roads	MRWA	2,277,000	1,328,250	401,713
Economic Services				
Tour Area Prom Revenue		34,000	19,831	10,942
Roadhouse Other Revenue		-	-	3,664
Other Property & Services				
Diesel Fuel Rebate		101,830	59,395	42,576
Workers Compensation Reimbursements		-	-	33,028
Total Grants, Subsidies and Contributions		8,582,301	7,270,776	2,077,865

(b) Capital Grants, Subsidies and Contributions

Transport				
MRWA Specific	MRWA	600,000	350,000	1,080,000
Roads to Recovery		995,488	580,699	-
MRWA Black Spot		-	-	-
LRCIP		347,504	202,706	-
MRWA - SKA Roads	MRWA	3,662,407	2,136,400	1,213,256
Mining Related Road Contributions		3,600	2,093	-
Recreation & Culture				
Other Rec & Sport Grants		852,446	497,252	11,000
Other Rec & Sport Grants		-	-	-
Economic Services				
Settlement Infrastructure Grants		250,000	145,831	-
Total Capital Grants, Subsidies and Contributions		6,711,444	3,914,981	2,304,256
Total Grants, Subsidies and Contributions		15,293,745	11,185,757	4,382,121

From: [Murchison Polocrosse Club](#)
To: [Bill Boehm](#); [Vicki Dumbris](#)
Subject: Murchison Polocrosse Club
Date: Wednesday, 11 December 2024 9:26:04 PM
Attachments: [Murchison Shire 11.12.24.docx](#)
[Murchison Polocrosse Club Constitution.docx](#)
[Profit & Loss 24 year.pdf](#)

Bill,

Please find the attached letter, constitution (as requested) and profit and loss for 2024.
We ask that this is please distributed to the councilors and discussed at the next meeting.

We wish you all a happy, safe and cool festive season.

Kinds Regards,
Tess and Claire



Club Contacts:
Tessa Mitchell - Secretary
0429130192

Claire MacLeod - President
0428800390

11th December 2024

Murchison Shire

PO Box 61, Mullewa WA 6630

Sent Via Email: ceo@murchison.wa.gov.au



Dear Murchison Shire CEO and Councillors,

Thank you for your recent communication regarding the latest decisions made by the Council. We have recently held our AGM and have some enquiries regarding some of the matters decided.

1. **Constitution:** As per point 2, please find a copy of our club's constitution.
2. **Community Centre Hire Fees:** Regarding the hire fees associated with the community centre, can we please be provided with a reason as to why eleven other organizations are exempt from these hire fees, as listed on the website. Historically the Murchison Polocrosse Club has been exempt from these fees due to their initial help with the establishment of the community centre. Furthermore, if we are paying fees to hire the community centre why would we then be responsible for the stocking of the sports club ablutions during this event?
3. **Sports Club Bar:** As per point 4, with the sports club becoming solely responsible for the sale of alcohol within the community centre we have several concerns and questions.
 - Firstly, is this at all negotiable? The loss of profit from our bar sales will be significantly impact the financial viability of our carnival and therefore the future running of this event. As shown on the attached Profit and Loss the bar made a profit of \$5969.01 but the overall profit for the year is currently \$2168.27 (Please note this is not reflective of the \$1000 requested donation that is yet to be made to the Murchison Shire before the end of the calendar year) showing that the profit of the bar for the running of the polocrosse event is crucial to the future running of the event.
 - As in the Policy Provisions set out by the Shire Council for the Sports Club Bar that the Sports Club is able, with consent of Council, to sublet or assign use of the bar facilities to a third party. Would this be a suitable option?
 - If we are hiring the community centre does this allow us access to the bar room during all hours to use the PA System which is owned by the Polocrosse Club, and currently set up in this space and utilised by other community groups.
 - We also have some concerns regarding the opening hours and staffing of the bar during the 3-day event. Our usual opening hours are Friday 5pm-12am, Saturday 12pm-12am and Sunday 12pm-10pm. Will the Sports Club be able to commit to this as we feel it

would be a great loss to the atmosphere and running of the tournament without these hours?

4. **Shire Support and Caravan Park Fees:** In relation to point 5 and 6 together, we would like to thank the shire for its continued ground support by Works and Services Staff prior to, during and after the event. However, there are a few questions regarding the specifics of these.
- Is the \$15 bush camping fee negotiable at all and can we please have this clarified as to if it is per campsite or per vehicle? It is our understanding that during our past conversations and in previous shire discussions and minutes that this was only to be introduced as \$10.
 - If there is an expectation for our patrons to be paying the bush camping fee to the caravan park, why is the expectation then on the Murchison Polocrosse Club to be responsible for the cleaning and restocking of all consumables for all the ablutions over that period? Whilst the polocrosse club built and has previously maintained the polocrosse toilets located near the yards, if the shire will be collecting camping fees for this area will they now be responsible for the maintenance of these facilities?
 - As per the usual caravan park fees, we have always advertised and expected polocrosse players, spectators and visitors to book and pay through the caravan park. This is not something we police as it is our understanding that this will fall under the caravan parks responsibilities.

Thank you for reading our questions and concerns we look forward to hearing your response. We are hopeful that we can work together, as we have done for the previous 42 years, to hold another successful event in 2025 and years to come.

Yours sincerely

Murchison Polocrosse Club



Murchison Polocrosse Letter Review 13.12.24

The following brief comments are provided with respect to the Murchison Polocrosse Club letter sent to Council on 11 December 2024.

1 *Constitution: As per point 2, please find a copy of our club's constitution*

The Constitution includes the following Objects of the association:

- (1) *The objects of the Association are-*
- (a) *To further the interest and participation in equine sport particularly polocrosse.*
 - (b) *To develop and maintain a place in the area of Murchison for the congregation of persons interested in equine sport.*
 - (c) *To participate in the sport of polocrosse by providing opportunity for its members to play polocrosse at club, zone, state and national levels.*
 - (d) *to do all things necessary and incidental to the objects described in (a) – (c) inclusive.*

Points (a) & (c) above directly refer to those participating with an interest and participation in equine sport. As such, the focus of the Association is about equine sport in general meaning that the Association has no direct focus on the Murchison Shire with benefit of others primarily from outside of the district.

The reference in (b) to Murchison only relates the development and maintenance of a place in the area of Murchison for the congregation of persons interested in equine sport. Again, there is no direct correlation with the Murchison Shire other than in relation to the maintenance of facilities for the benefit of others primarily from outside of the district.

2 *Community Centre Hire Fees: Regarding the hire fees associated with the community centre, can we please be provided with a reason as to why eleven other organizations are exempt from these hire fees, as listed on the website. Historically the Murchison Polocrosse Club has been exempt from these fees due to their initial help with the establishment of the community centre. Furthermore, if we are paying fees to hire the community centre why would we then be responsible for the stocking of the sports club ablutions during this event?*

The organisations specified as exempt are local Murchison based entities who amongst other things actively and directly support the Murchison Shire community. The Murchison Polocrosse Club does not have this as its primary focus, a fact supported by the Clubs Constitution.

We have no specific knowledge of the rationale for any historical wavering of hire fees for Polocrosse but presumably it would have related to the fact that Murchison Shire residents were then once a key user of the facility and at one stage entered a team made up from Stations within the Shire. Council has obviously considered this aspect historically by not specifically having the Polocrosse Club listed as exempt. It also ignores the significant costs that Council incurs annually and potentially into the future associated with this event.

In any event the hire fees are set for every hirer. Any additional fees incurred for the hirer to run the event would be charged at cost plus as per Council's adopted fees and charges. For Polocrosse events these normal fees are effectively waived and are not insignificant.

The fees and charges for the hire of the community centre are set by Council and contribute towards basic upkeep and maintenance supporting the use of the facility by all hirers. When hirers hire Council venues it is dry hire, we do not supply any staff therefore a multi-day booking would require the hirers to restock provisions for patron comfort.

3 *Sports Club Bar: As per point 4, with the sports club becoming solely responsible for the sale of alcohol within the community centre we have several concerns and questions.*

- *Firstly, is this at all negotiable? The loss of profit from our bar sales will be significantly impact the financial viability of our carnival and therefore the future running of this event. As shown on the attached Profit and Loss the bar made a profit of \$5969.01 but the overall profit for the year is currently \$2168.27 (Please note this is not reflective of the \$1000 requested donation that is yet to be made to the Murchison Shire before the end of the calendar year) showing that the profit of the bar for the running of the polocrosse event is crucial to the future running of the event.*

Council has considered this matter already and was of the view when it established the Sports Club Policy that it was essential to support what is effectively the only locally based incorporated association within the Shire.

On review of the financial information as summarised in the attached financials, it would seem that this relates to the entire Association, albeit with the majority of income and expenses relating to the event. In any event the bar has made approximately \$14,500 over the past two years suggesting that there is adequate scope for the Sports Club to make a modest return though negotiations without substitutionally affecting the future running of the event in recognition that to a large extent the potential bar takings are determined by polocrosse patrons. As also shown, there is the very significant financial contribution that the Shire currently makes.

We have provided the Murchison Sports Club the opportunity to run the bar how they see fit. This would be best discussed directly with the Sports Club, we cannot make this decision on their behalf.

- *As in the Policy Provisions set out by the Shire Council for the Sports Club Bar that the Sports Club is able, with consent of Council, to sublet or assign use of the bar facilities to a third party. Would this be a suitable option?*

This would undermine the intent of the policy. There is ample scope for the Polocrosse Club to enter into mutually beneficial arrangements with the Sports Club

- *If we are hiring the community centre does this allow us access to the bar room during all hours to use the PA System which is owned by the Polocrosse Club, and currently set up in this space and utilised by other community groups.*

This is an operational issue and would require a discussion to be had with the Murchison Sports Club but one would expect that it should not be affected

- *We also have some concerns regarding the opening hours and staffing of the bar during the 3-day event. Our usual opening hours are Friday 5pm-12am, Saturday 12pm-12am and Sunday 12pm-10pm. Will the Sports Club be able to commit to this as we feel it would be a great loss to the atmosphere and running of the tournament without these hours?*

Opening hours of any liquor facility on Settlement grounds need to be approved by the Murchison Shire CEO as the land holder. The opening hours would be best discussed with the Sports Club and the plan provided to the Shire for approval and support for liquor licensing bodies.

The Shire has historically accepted these operating hours for the bar. There has been some concern raised with respect to noise on the Saturday but otherwise the issue raised is one for the Sports Club to deal with.

4. ***Shire Support and Caravan Park Fees:*** *In relation to point 5 and 6 together, we would like to thank the shire for its continued ground support by Works and Services Staff prior to, during and after the event. However, there are a few questions regarding the specifics of these.*

- *Is the \$15 bush camping fee negotiable at all and can we please have this clarified as to if it is per campsite or per vehicle? It is our understanding that during our past conversations and in previous shire discussions and minutes that this was only to be introduced as \$10.*

The bush camping fee has been adopted by the Shire in the latest budget and therefore is applicable to all that use the facility, internally or externally. The fee is per campsite and normal terms and conditions of the campground apply. The maximum for each camp site is notional set at 4 adults+2 children. The fee is charged to all patrons on a per site per night basis and applies to all events not just Polocrosse. In 2025 the recently completed second ablution block will come on line and be available for all patrons.

- *If there is an expectation for our patrons to be paying the bush camping fee to the caravan park, why is the expectation then on the Murchison Polocrosse Club to be responsible for the cleaning and restocking of all consumables for all the ablutions over that period? Whilst the polocrosse club built and has previously maintained the polocrosse toilets located near the yards, if the shire will be collecting camping fees for this area will they now be responsible for the maintenance of these facilities?*

As indicated in previous advice given to the Polocrosse Club the additional responsibilities expected of them relate to reducing the Shires costs. They do not relate to camping fees charged. The toilets provided near the stables are only in use for the Polocrosse event and therefore the responsibility for stocking items remains with the Polocrosse Club.

The bush camping fees contribute, like other caravan park fees, to the maintenance of existing facilities. While there are toilets and showers available in this area patrons are also able to use any ablution they choose in the settlement as well as the new splash pad and for those who have paid for camping sites, the pool may be available depending on the weather at the time.

- *As per the usual caravan park fees, we have always advertised and expected polocrosse players, spectators and visitors to book and pay through the caravan park. This is not something we police as it is our understanding that this will fall under the caravan parks responsibilities.*

The responsibility remains with the individuals concerned. Supporting publicity from the Polocrosse Club is welcome.