

**SHIRE OF YORK**

**ANNUAL BUDGET**

**2011-12**

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**SHIRE OF YORK**  
**BUDGET COMPREHENSIVE INCOME STATEMENT FOR THE YEAR ENDING 30 JUNE 2012**

2010/11		2010/11	2011/12
ADOPTED BUDGET		ACTUAL	ADOPTED BUDGET
<b>\$</b>	<b>EXPENDITURE</b>	<b>\$</b>	<b>\$</b>
191,499	General Purpose Funding	214,261	192,940
1,024,748	Governance	781,603	895,609
420,625	Law, Order, Public Safety	369,683	490,861
330,397	Health	262,010	322,121
83,708	Education and Welfare	59,289	108,794
-	Housing	-	-
1,271,343	Community Amenities	1,049,638	1,145,732
1,512,444	Recreation and Culture	1,339,902	2,146,571
1,214,108	Transport	1,429,754	1,530,769
473,094	Economic Services	543,046	689,526
87,550	Other Property and Services	1,496,615	94,122
6,609,516		7,545,800	7,617,045
	<b>REVENUE</b>		
(4,465,319)	General Purpose Funding	(4,813,586)	(4,662,827)
(166,550)	Governance	(461,130)	(18,300)
(418,875)	Law, Order, Public Safety	(265,198)	(335,005)
(56,800)	Health	(43,754)	(60,500)
(22,029)	Education and Welfare	(22,823)	(30,490)
-	Housing	-	-
(618,092)	Community Amenities	(804,213)	(854,754)
(1,399,927)	Recreation and Culture	(221,024)	(2,723,719)
(1,034,949)	Transport	(737,926)	(1,918,075)
(130,500)	Economic Services	(171,926)	(160,187)
(129,235)	Other Property & Services	(1,059,553)	(163,338)
(8,442,276)		(8,601,133)	(10,927,195)
(1,832,760)	<i>Increase(Decrease)</i>	(1,055,333)	(3,310,150)
	<b>DISPOSAL OF ASSETS</b>		
(460,410)	Land	-	(500,000)
(34,553)	Plant and Equipment	13,717	(\$37,069)
-	Furniture and Equipment	-	-
(494,963)	<i>Gain (Loss) on Disposal</i>	13,717	(537,069)
	<b>ABNORMAL ITEMS</b>		
-		-	-
-		-	-
-		-	-
-	<i>Total Abnormal Items</i>	-	-
(1)	Rounding	(8)	-
(2,327,724)	<b>Total Comprehensive Income</b>	(1,041,624)	(3,847,219)



SHIRE OF YORK  
BUDGET RATE SETTING STATEMENT FOR THE YEAR ENDING 30 JUNE 2012

2010/11 ADOPTED BUDGET	NOTES	2010/11 ACTUAL	2011/12 ADOPTED BUDGET
<b>OPERATING REVENUE</b>			
(1,171,231)	General Purpose Funding	(1,536,289)	(1,151,062)
(166,550)	Governance	(461,130)	(18,300)
(418,875)	Law, Order Public Safety	(265,198)	(335,005)
(56,800)	Health	(43,754)	(60,500)
(22,029)	Education and Welfare	(22,823)	(30,490)
-	Housing	-	-
(618,092)	Community Amenities	(804,213)	(854,754)
(1,399,927)	Recreation and Culture	(221,024)	(2,723,719)
(1,034,949)	Transport	(737,926)	(1,918,075)
(130,500)	Economic Services	(171,926)	(160,187)
(129,235)	Other Property and Services	(1,059,553)	(163,338)
(5,148,188)		(5,323,836)	(7,415,430)
<b>LESS OPERATING EXPENDITURE</b>			
191,499	General Purpose Funding	214,261	192,940
1,024,748	Governance	781,603	895,609
420,625	Law, Order, Public Safety	369,683	490,861
330,397	Health	262,010	322,121
83,708	Education and Welfare	59,289	108,794
-	Housing	-	-
1,271,343	Community Amenities	1,049,638	1,145,732
1,512,444	Recreation and Culture	1,339,902	2,146,571
1,214,108	Transport	1,429,754	1,530,769
473,094	Economic Services	543,046	689,526
87,550	Other Property & Services	1,496,615	94,122
<b>\$6,609,516</b>		<b>\$7,545,800</b>	<b>\$7,617,045</b>
<b>\$1,461,328</b>	<i>Increase(Decrease)</i>	<b>\$2,221,964</b>	<b>\$201,615</b>
<b>ADD</b>			
(8,968)	Principal Repayment Received -Loans	(8,968)	(9,617)
-	Long Service Leave - Cash at Bank	-	-
-	Deferred Pensioner Rates	(40,578)	-
-	Leave Provisions	(46,995)	(30,909)
(494,963)	Profit/ Loss on the disposal of assets	13,717	(\$537,069)
(934,970)	Depreciation Written Back	(1,383,660)	(1,396,099)
(499,437)	Book Value of Assets Sold Written Back	(219,231)	(417,661)
<b>(\$1,938,338)</b>		<b>(\$1,685,716)</b>	<b>(\$2,391,355)</b>
<b>(\$477,010)</b>	<i>Sub Total</i>	<b>\$536,248</b>	<b>(\$2,189,740)</b>
<b>LESS CAPITAL PROGRAMME</b>			
-	Purchase Tools	-	-
3,108,104	Purchase Land & Buildings	352,074	1,408,567
1,778,837	Infrastructure Assets - Roads	1,272,624	2,814,852
2,279,000	Infrastructure Assets - Recreation Facilities	2,198,882	2,918,091
50,979	Infrastructure Assets - Other	37,394	20,500
868,640	Purchase Plant and Equipment	597,570	1,155,370
115,600	Purchase Furniture and Equipment	79,255	72,010
52,882	Repayment of Debt - Loan Principal	8,968	60,542
466,286	Transfer to Reserves	447,035	1,118,265
<b>\$8,720,328</b>		<b>\$4,993,802</b>	<b>\$9,568,197</b>
<b>ABNORMAL ITEMS</b>			
	Prior Years Payments Written Back		
	Prior Years Doubtful Debts Provision		
	Prior Years Trust Receipts Transferred		
	Bad Debts - Written Off		
\$0		\$0	\$0
(1)	Plus Rounding	12	(1)
<b>\$8,720,327</b>		<b>\$4,993,814</b>	<b>\$9,568,196</b>
<b>\$8,243,317</b>	<i>Sub Total</i>	<b>\$5,530,062</b>	<b>\$7,378,455</b>
<b>LESS FUNDING FROM</b>			
(2,068,256)	Reserves	(1,607,046)	(1,155,822)
(2,130,500)	Loans Raised	(1,330,500)	(1,275,623)
(750,473)	Opening Funds	(750,473)	(1,435,246)
(0)	Closing Funds	1,435,254	(0)
<b>(\$4,949,229)</b>		<b>(2,252,765)</b>	<b>(\$3,866,691)</b>
<b>\$3,294,088</b>	<b>TO BE MADE UP FROM RATES</b>	<b>\$3,277,297</b>	<b>\$3,511,764</b>

SHIRE OF YORK  
STATEMENT OF RATING INFORMATION  
AS AT 30 JUNE 2012

	CURRENT YEARS ESTIMATE 2011/12																	
	PREVIOUS YEARS ACTUAL 2010/11					GENERAL RATE					MINIMUM RATE							
	No. of Prop.	Rateable value \$	Rate in \$	Rate Yield \$	No.	Yield \$	TOTAL \$	No. of Prop.	Rateable value \$	GRV & U.V. Rate in \$	Rate Yield \$	No.	Rateable value \$	Min. Rate \$	Min. Rateable value \$	Min. Rate \$	Yield \$	TOTAL \$
General Rate GRV.	976	10,064,469	0.107943	1,086,389	904	714,160	1,800,550	1,054	15,830,839	0.075177	1,190,115	864	15,830,839	810	5,361,583	810	699,840	1,889,955
General Rate UV.	381	246,769,041	0.004863	1,200,038	255	265,000	1,455,037	413	252,965,849	0.005300	1,337,539	239	252,965,849	1,030	30,267,251	1,030	246,170	1,583,709
<b>SUB TOTAL GENERAL RATE</b>	<b>1,357</b>	<b>256,833,510</b>		<b>2,286,427</b>	<b>1,159</b>	<b>969,160</b>	<b>3,255,587</b>	<b>1,467</b>	<b>268,196,688</b>		<b>2,527,654</b>	<b>1,103</b>	<b>268,196,688</b>		<b>35,628,834</b>		<b>946,010</b>	<b>3,473,664</b>
Interim Rates Back Rates						21,710	0											38,000
<b>SUB TOTAL</b>		0		0		0	21,710		0		0		0		0		0	38,100
<b>GRAND TOTAL</b>	<b>1,357</b>	<b>256,833,510</b>		<b>2,286,427</b>	<b>1,159</b>	<b>969,160</b>	<b>3,277,297</b>	<b>1,467</b>	<b>268,196,688</b>		<b>2,527,654</b>	<b>1,103</b>	<b>268,196,688</b>		<b>35,628,834</b>		<b>946,010</b>	<b>3,511,764</b>

NOTE: ( 1 ) THE OBJECT AND REASON FOR GENERAL AND MINIMUM RATE

Council has imposed a general rate of 0.075177GRV and 0.005300UV and a minimum rate of \$810GRV and \$1030UV p.a., as Council perceives it to be a "reasonable" minimum level of rates which all ratepayers in its district should pay. The minimum rate reflects the basic cost incurred by the Council in servicing each lot or dwelling in its district.

( 2 ) RATES LEVIED IF NO MINIMUM RATE OF \$810 and \$1030 PA WAS IMPOSED

Total GRV & U.V. Applicable to Properties that Minimum rate applies	X	General Rate in Dollar	=	Rates Levied on Properties that the Minimum Rate Applies
282,633,100 UV	X	\$0.005300	=	\$ 1,497,955
21,192,422 GRV	X	\$0.075177	=	\$ 1,593,183

## SHIRE OF YORK

## BUDGET STATEMENT OF CASH FLOWS FOR THE YEAR ENDING 30 JUNE 2012

2010/11 ADOPTED BUDGET		2010/11 ACTUAL	2011/12 ADOPTED BUDGET
	<b>Cash Flows from operating activities</b>		
	<b>EXPENDITURE</b>		
(2,639,142)	Employee Costs	(2,300,045)	(2,497,585)
(2,488,047)	Materials & Contracts	(3,066,988)	(2,739,493)
(105,504)	Utilities	(300,218)	(364,023)
(170,445)	Insurance	(203,230)	(274,809)
(83,503)	Interest Expenses	(11,962)	(113,050)
(395,000)	GST	(534,843)	(590,989)
(161,661)	Other	(140,019)	(186,322)
<b>(\$6,043,302)</b>		<b>(\$6,557,305)</b>	<b>(\$6,766,271)</b>
	<b>REVENUE</b>		
3,301,373	Rates	3,277,297	3,511,764
217,479	Contributions and Donations Reimbursements	1,224,361	211,608
2,141,130	Fees and Charges	1,045,566	1,375,131
224,758	Interest Received	273,839	204,100
395,000	GST	534,843	590,989
194,686	Other	81,255	113,215
<b>\$6,474,426</b>		<b>\$6,437,161</b>	<b>\$6,006,807</b>
<b>\$431,124</b>	<b>Net Cash flows from Operating Activities</b>	<b>(\$120,144)</b>	<b>(\$759,464)</b>
	<b>Cash flows from investing activities</b>		
	<b>Payments</b>		
0	Purchase Tools	0	0
(3,108,104)	Purchase Land and Buildings	(352,074)	(1,408,567)
(1,778,837)	Purchase Infrastructure Assets- Roads	(1,272,624)	(2,814,852)
(2,279,000)	Purchase Infrastructure Assets - Recreational Facilities	(2,198,882)	(2,918,091)
(50,979)	Purchase Infrastructure Assets - Other	(37,394)	(20,500)
(868,640)	Purchase Plant and Equipment	(597,570)	(1,155,370)
(115,600)	Purchase Furniture and Equipment	(79,255)	(72,010)
<b>(8,201,160)</b>		<b>(4,537,799)</b>	<b>(8,389,390)</b>
	<b>Receipts</b>		
650,000	Disposal of Land	0	500,000
0	Disposal of Furniture and Equipment	0	0
344,400	Disposal of Plant and Equipment	205,514	454,730
0	Development from Assets	0	0
0	Contributions from Other Parties	7,549	154,747
<b>994,400</b>		<b>213,063</b>	<b>1,109,477</b>
<b>(\$7,206,760)</b>	<b>Net cash flows from investing activities</b>	<b>(\$4,324,736)</b>	<b>(\$7,279,913)</b>
	<b>Cash flows from financing activities</b>		
2,130,500	Proceeds from Borrowings	1,330,500	1,275,623
(52,882)	Loan Repayments -Principal	(8,968)	(60,542)
8,968	Principal Repayments Received	8,968	9,617
<b>\$2,086,586</b>	<b>Net cash flows from financing activities</b>	<b>\$1,330,500</b>	<b>\$1,224,698</b>
	<b>Cash flows from government</b>		
	Receipts from appropriate grants		
1,222,161	Recurrent	1,848,135	1,080,411
2,165,124	Capital	765,610	4,326,219
<b>\$3,387,285</b>	<b>Net cash Provided By Government</b>	<b>\$2,613,745</b>	<b>\$5,406,630</b>
<b>(\$1,301,765)</b>	<b>Net (decrease)/increase in cash held</b>	<b>(\$500,635)</b>	<b>(\$1,408,049)</b>
2,700,136	Cash at the Beginning of Reporting Period	2,700,136	2,199,501
-	Rounding		
<b>\$1,398,371</b>	<b>Cash at the End of Reporting Period</b>	<b>\$2,199,501</b>	<b>\$791,452</b>

SHIRE OF YORK

BUDGET STATEMENT OF CASH FLOWS FOR THE YEAR ENDING 30 JUNE 2012

Notes

	2010/11	2011/12
	ACTUAL	ESTIMATED
	\$	\$
<b>RECONCILIATION OF CASH</b>		
Cash at Hand	850	850
Cash at Bank	523,374	790,602
Investments	1,675,277	0
<b>TOTAL CASH</b>	<b>2,199,501</b>	<b>791,452</b>
<b>RECONCILIATION OF NET CASH USED IN OPERATING ACTIVITIES TO OPERATING RESULT</b>		
Operating Result (As per Operating Statement)	1,041,616	3,847,219
Depreciation	1,383,660	1,396,099
Gain on Disposal of Assets	13,717	(537,069)
Government Revenue	(2,613,745)	(5,406,630)
Contributions from other parties	(7,549)	(154,747)
Changes in Assets and Liabilities		
Inventory	5,917	(5,000)
Receivable	(77,522)	50,000
Accounts Payable	2,967	38,292
Prepayments	0	0
Provisions - Employees Entitlements	130,802	12,372
Rounding	(7)	
<b>NET CASH USED IN OPERATING ACTIVITIES</b>	<b>-120,144</b>	<b>-759,464</b>



**SHIRE OF YORK**  
**NOTES TO AND FORMING PART OF THE ANNUAL BUDGET**  
**FOR THE YEAR ENDING 30TH JUNE 2012**

**(1) SIGNIFICANT ACCOUNTING POLICIES**

The significant accounting policies which have been adopted by Council in the preparation of the financial report are:

**1.0 Basis of Preparation**

The financial report is a general purpose financial report which has been prepared in accordance with Australian Accounting Standards (as they apply to local governments and not-for-profit entities), other mandatory professional reporting requirements and the Local Government Act 1995 (as amended) and accompanying regulations (as amended).

The report has also been prepared on the accrual basis under the convention of historical cost accounting as modified by the accounting treatment relating to the revaluation of financial assets and liabilities at fair value through profit and loss and certain classes of non-current assets.

**Critical Accounting Estimates**

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

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

**2.0 The Local Government Reporting Entity**

All Funds through which the Council controls resources to carry on its functions have been included in the financial statements forming part of this financial report.

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

All monies held in the Trust Fund are excluded from the financial statements, but a separate statement of those monies appears as a Note on the financial report.

**3.0 Goods and Services Tax**

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

**4.0 Cash and Cash Equivalents**

Cash and cash equivalents in the balance sheet comprise cash at bank and in hand and short-term deposits with an original maturity of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

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

## **5.0 Trade and Other Receivables**

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

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

## **6.0 Inventories**

### **6.1 General**

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

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

### **6.2 Land Held for Resale**

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

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

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

## **7.0 Fixed Assets**

### **7.1 Initial Recognition**

All assets are initially recognised at cost. Cost is determined as the fair value of the assets given as consideration plus costs incidental to the acquisition. For assets acquired at no cost or for nominal consideration, cost is determined as fair value at the date of acquisition. The cost of non-current assets constructed includes the cost of all materials, direct labour and variable and fixed overheads.

### **7.2 Revaluation**

Certain asset classes may be re-valued on a regular basis such that the carrying values are not materially different from fair value. For infrastructure and other asset classes where no active market exists, fair value is determined to be the current replacement cost of an asset less, where applicable, accumulated depreciation calculated on a basis to reflect the already consumed or expired future economic benefits.

Those assets carried at a re-valued amount, being their fair value at the date of revaluation less any subsequent accumulated depreciation and accumulated impairment losses, are to be re-valued with sufficient regularity to ensure the carrying amount does not differ significantly from that determined using fair value at reporting date.

The "Roman" Road Inventory System is the method used by Council to value its road network the class of asset is valued at replacement cost and depreciation and accumulated into account the condition of the roads. Physical inspections of the road network are continually undertaken.

### 7.3 Land under Roads

Land under roads acquired prior to 1<sup>st</sup> July 2008 is excluded from infrastructure in accordance with AAS 1051. Regulation 16 of the Local Government (Financial Management) Regulations provide that the Financial Report.

(a) is not to include as an asset -

(i) Crown land that is a public thoroughfare, the responsibility for managing which is vested in the local government; or

(ii) land that is not owned by the local government but which is under the Control or management of the local government (whether that land is Crown land or is owned by another person, or not); and

(b) is to include as an asset a structure or any other improvement placed by the local government on land referred to in paragraph (a).

### 8.0 Depreciation of Non-Current Assets

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

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

Buildings	40 years
Furniture and Equipment	8 years
Plant and Equipment	8 years
Infrastructure	
Sealed Roads, Streets and Carparks	Condition Rated Annually
Unsealed Roads	Condition Rated Annually
Bridges, Drainage	1.30%
Concrete Footpaths, Cycleways, Walkways and Skate Park	50 Years
Brick Footpaths	25 Years
Effluent Systems	20 Years
Sewerage Parks	75 – 80 Years
Water Pipes and Hydrants	20 Years
Bus Shelters	20 Years
Parks Furniture and Equipment	5 – 20 Years

## 9.0 Investments and Other Financial Assets

### 9.1 Classification

Council classifies its investments in the following categories: financial assets at fair value through profit or loss, loans and receivables, held to maturity investments and available-for-sale financial assets. The classification depends on the purpose for which the investments were acquired. Management determines the classification of its investments at Initial recognition and, in the case of assets classified as held-to-maturity, re-evaluates this designation at each reporting date.

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

Financial assets at fair value through profit and loss are financial assets held for trading. A financial asset is classified in this category if required principally for the purpose of selling in the short term. Derivatives are classified as held for trading unless they are designated as hedges. Assets in this category are classified as current assets.

#### *(ii) Loans and receivables*

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. They are included in current assets, except for those with maturities greater than 12 months after the balance sheet date which are classified as non-current assets. Loans and receivables are included in trade and other receivables in the balance sheet.

#### *(iii) Held-to-maturity investments*

Held-to-maturity investments are non-derivative financial assets with fixed or determinable payments and fixed maturities that the Council's management has the positive intention and ability to hold to maturity. If Council were to sell other than an insignificant amount of held-to-maturity financial assets, the whole category would be tainted and reclassified as available-for-sale. Held-to-maturity financial assets are included in non-current assets, except for those with maturities less than 12 months from the reporting date, which are classified as current assets.

#### *(iv) Available-for-sale financial assets*

Available-for-sale financial assets, comprising principally marketable equity securities, are non-derivatives that are either designated in this category or not classified in any of the other categories. They are included in non-current assets unless management intends to dispose of the investment within 12 months of the balance sheet date. Investments are designated as available-for-sale if they do not have fixed maturities and fixed or determinable payments and management intends to hold them for the medium to long term.

### 9.2 Recognition and de-recognition

Regular purchases and sales of financial assets are recognised on trade-date-the date on which Council commits to purchase or sell the asset. Investments are initially recognised at fair value plus transaction costs for all financial assets not carried at fair value through profit or loss. Financial assets carried at fair value through profit or loss are initially recognised at fair value and transaction costs are expensed in the income statement. Financial assets are de-recognised when the rights to receive cash flows from the financial assets have expired or have been transferred and Council has transferred substantially all the risks and rewards of ownership.

When securities classified as available-for-sale are sold, the accumulated fair value adjustments recognised in equity are included in the income statement as gains and losses from investment securities.

### 9.3 Subsequent measurement

Loans and receivables and held-to-maturity investments are carried at amortised cost using the effective interest method.

Available-for-sale financial assets and financial assets at fair value through profit and loss are subsequently carried at their value. Gains or losses arising from changes in the fair value of the financial assets at fair value through profit or loss category are presented in the income statement within other income or other expenses in the period in which they arise. Dividend income from financial assets at fair value through profit and loss is recognised in the income statement as part of revenue from continuing operations when Council's right to receive payments is established. Changes in the fair value of other monetary and non-monetary securities classified as available-for-sale are recognised in equity.

### 9.4 Impairment

Council assesses at each balance date whether there is objective evidence that a financial asset or group of financial assets is impaired. In the case of equity securities classified as available-for-sale, a significant or prolonged decline in the fair value of a security below its cost is considered as an indicator that the securities are impaired. If any such evidence exists for available-for-sale financial assets, the cumulative loss-measured as the difference between the acquisition cost and the current fair value, less any impairment loss on that financial asset previously recognised in profit or loss – is removed from equity and recognised in the income statement. Impairment losses recognised in the income statement on equity instruments classified as available-for-sale are not reversed through the income statement.

## 10.0 Estimation of Fair Value

The fair value of financial assets and financial liabilities must be estimated for recognition and measurement or for disclosure purposes.

The fair value of financial instruments traded in active markets is based on quote market prices at the balance sheet date.

The fair value of financial instruments that are not traded in an active market is determined using valuation techniques. Council uses a variety of methods and makes assumptions that are based on market conditions existing at each balance date. These include the use of recent arm's length transactions, reference to other instruments that are substantially the same, discounted cash flow analysis, and option pricing models making maximum use of market inputs and relying as little as possible on entity-specific inputs.

Quoted market prices or dealer quotes for similar instruments are used for long-term debt instruments held. Other techniques, such as estimated discounted cash flows, are used to determine fair value for the remaining financial instruments.

The nominal value less estimated credit adjustments of trade receivables and payables are assumed to approximate their fair values. The fair value of financial liabilities for disclosure purposes is estimated by discounting the future contractual cash flows at the current market interest rate that is available to the Council for similar financial instruments.

## **11.0 Impairment**

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

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

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

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

## **12.0 Trade and Other Payables**

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

## **13.0 Employee Benefits**

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

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

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

### *(ii) Long Service Leave (Long-term Benefits)*

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

## **14.0 Interest-bearing Loans and Borrowings**

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

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

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

## 14.1 Borrowing Costs

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

## 15.0 Provisions

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

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

## 16.0 Leases

Leases of fixed assets, where substantially all the risks and benefits incidental to the ownership of the asset, but not legal ownership, are transferred to the company, are classified as finance leases. Finance leases are capitalised recording an asset and a liability equal to the present value of the minimum lease payments, including any guaranteed residual value. Leased assets are amortised over their estimated useful lives. Lease payments are allocated between the reduction of the lease liability and the lease interest expense for the period.

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

## 17.0 Joint Venture

The municipality's interest in a joint venture has been recognised in the financial statements by including its share of any assets, liabilities, revenues and expenses of the joint venture within the relevant items reported in the Balance Sheet and income Statement. Information about the joint venture is set out in a note in the Financial Report.

## 18.0 Rates, Grants, Donations and other Contributions

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

Where contributions recognised as revenues during the reporting period were obtained on the condition that they be expended in a particular manner or used over a particular period, and those conditions were not discharged as at the reporting date, the nature of and amounts pertaining to those undischarged conditions are disclosed in a note in the financial report. That note also discloses the amount of contributions recognised as revenues in a previous reporting period which were obtained in respect of the local government's operation of the current reporting period.

## 19.0 Superannuation

The Shire contributes to the Local Government Superannuation Scheme and the Occupational Superannuation Fund. Both funds are defined contribution schemes.

Contributions to defined contribution plans are recognised as an expense as they become payable. Prepaid contributions are recognised as an asset to the extent that a cash refund or a reduction in the future payments is available.

## **20.0 Rounding Off Figures**

All figures shown in annual financial reports, other than a rate in the dollar, are rounded to the nearest dollar.

## **21.0 Comparative Figures**

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

## **22.0 Current and Non-Current Classification**

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



## 2 OPERATING, REVENUES AND EXPENSES

The Operating Revenue and Expenses as reported in the Annual Budget includes:

<u>Adopted Budget 2010/2011</u>		<u>Actual 2010/2011</u>	<u>Adopted Budget 2011/2012</u>
\$		\$	\$
	<b>Charging as Expenses</b>		
934,970	Depreciation on Non-Current Assets	1,383,660	1,396,099
	<b>Crediting as Income</b>		
	Profit/(Loss) on Sale of Non-Current Assets		
460,410	Land	0	500,000
0	Buildings	0	0
34,553	Plant and Equipment	(13,717)	37,069
0	Furniture and Equipment	0	0
<u>494,963</u>		<u>(13,717)</u>	<u>537,069</u>

## 3 DESCRIPTION OF FUNCTIONS/ACTIVITIES

The principal activities of Council for the Local Government of the Shire of York covers the provisions of law, order, public safety services, education services, health services, welfare services, housing services, community amenities, recreation and cultural services, transport services, economic services, and other property services as permitted under the Local Government Act or other written law.

### GENERAL PURPOSE FUNDING

Rates, general purpose government grants and interest revenue.

### GOVERNANCE

Members expenses and the costs associated with meetings of Council, policy determination and public ceremonies and presentations and Administration allocations.

### LAW, ORDER AND PUBLIC SAFETY

Supervision of local laws, fire prevention including the provision of volunteer fire brigades, animal control and the support of local emergency and public safety organisations.

### HEALTH

Food quality control, immunisation, environmental health and support to the medical practice and practitioners

### EDUCATION & WELFARE

Building maintenance of Pioneer Memorial Lodge (leased Aged Care Facility) and Centennial Units which are a joint venture with Homeswest providing self contained units to over 55's. Support the Youth

### HOUSING

Maintenance of staff and rental housing.

### COMMUNITY AMENITIES

Rubbish collection services, management of waste facilities, noise control, administration of the Town Planning Scheme, maintenance of cemeteries and storm water drainage maintenance.

### RECREATION AND CULTURE

Maintenance of halls, aquatic centre, recreation centre and various reserves. Operation of the library and support to and maintenance of the Residency Museum.

### TRANSPORT

Construction and maintenance of roads, bridges, footpaths, drainage works, lighting and cleaning of streets and Depot maintenance

### 3 DESCRIPTION OF FUNCTIONS/ACTIVITIES (continued)

#### ECONOMIC SERVICES

Area promotion, support to tourism, building control, the community bus, the Business Enterprise Centre and Standpipes.

#### OTHER PROPERTY AND SERVICES

Private works carried out by Council, Public Works Overhead allocations, Plant Operation Cost allocations and Stock.

### 4 OPERATING REVENUES AND EXPENSES

Operating expenses and revenues classified according to nature and type.

Adopted Budget 2010/2011		Actual 2010/2011	Adopted Budget 2011/12
\$		\$	\$
	<b>Operating Expenses</b>		
2,670,386	Employee Costs	2,430,847	2,509,957
2,504,047	Materials and Contracts	3,075,872	2,772,785
84,504	Utility Charges (Gas, Electricity, Water, etc)	300,218	364,023
934,959	Depreciation on Non-Current Assets	1,383,660	1,396,099
0	Loss on Asset Disposals	13,717	0
83,503	Interest Expenses	11,962	113,050
170,445	Insurance Expenses	203,230	274,809
161,672	Other Expenses	140,019	186,322
<b>6,609,516</b>	<b>Agrees with Comprehensive Income Statement</b>	<b>7,559,525</b>	<b>7,617,045</b>
	<b>Operating Revenues</b>		
3,301,373	Rates	3,277,297	3,511,764
3,604,764	Operating Grants,Subsidies and Contributions	1,224,361	1,292,019
	Non - Operating Grants,Subsidies and Contributions	2,621,294	4,480,966
494,963	Profit on Asset Disposals	0	537,069
1,116,695	Fees and Charges	1,123,088	1,325,131
224,758	Interest Earnings	273,839	204,100
194,687	Other Revenue	81,254	113,215
<b>8,937,240</b>	<b>Agrees with Comprehensive Income Statement</b>	<b>8,601,133</b>	<b>11,464,264</b>
<b>(2,327,724)</b>	<b>Total Comprehensive Income</b>	<b>(1,041,608)</b>	<b>(3,847,219)</b>

5 CASH

<b>Adopted Budget 2010/2011</b>		<b>Actual 2010/2011</b>	<b>Adopted Budget 2011/12</b>
\$		\$	\$
850	Cash on Hand	850	850
164,193	Cash at Bank	523,374	790,602
1,233,318	Investments	1,675,277	-
<b><u>1,398,361</u></b>	Represented by:-	<b><u>2,199,501</u></b>	<b><u>791,452</u></b>
1,233,318	Restricted	1,675,277	1,637,720
165,043	Unrestricted	524,224	(846,268)
<b><u>1,398,361</u></b>		<b><u>2,199,501</u></b>	<b><u>791,452</u></b>
<b><u>1,233,318</u></b>	(a) Reserve funds	<b><u>1,675,277</u></b>	<b><u>1,637,720</u></b>
	(b) Conditions over contributions		
	Contributions and Grants recognised as revenues during the financial year in respect of which expenditure had not been made:		
	- Government Grant - Long Term Financial Plans	125,000	
	Grants received in a previous financial year which will be expended during the financial year:		
	- Government Grant - Strategic Planning		93,102
	- Government Grant - Asset Management Plans		12,408
	- Government Grant - Long Term Financial Plans		125,000
95,000	- Government Grant - Connecting Local Governments		57,841
35,000	- Government Grant - Country Local Government Fund Capital Works Plan		16,780
135,000	- Government Grant - Regional Transitional Group		91,886
<b><u>265,000</u></b>		<b><u>125,000</u></b>	<b><u>397,017</u></b>

## 6 DISPOSAL OF ASSETS

### (A) DISPOSAL OF ASSETS BY CLASS

	Proceeds Sale of Assets	Written Down Value	Gain/(loss) on Disposal
	\$	\$	\$
<b>Asset by Class</b>			
Furniture and Equipment	0	0	0
Land and Buildings	500,000	0	500,000
Plant and Equipment	454,730	417,661	37,069
<b>TOTAL BY CLASS OF ASSETS</b>	<b>954,730</b>	<b>417,661</b>	<b>537,069</b>

### (B) DISPOSAL OF ASSETS BY PROGRAM

	Proceeds Sale of Assets	Written Down Value	Gain/ Loss on Disposal
	\$	\$	\$
Governance	95,330	102,840	(7,510)
Law, Order, Public Safety	20,000	13,766	6,234
Health	48,000	73,900	(25,900)
Education and Welfare	0	0	0
Housing	0	0	0
Community Amenities	18,000	26,984	(8,984)
Recreation and Culture	0	0	0
Transport	260,400	178,241	82,159
Economic Services	13,000	21,930	(8,930)
Other Property and Services	500,000	0	500,000
<b>TOTAL BY PROGRAM</b>	<b>954,730</b>	<b>417,661</b>	<b>537,069</b>

### (C) BORROWING COSTS INCURRED AND CAPITALISED AS PART OF A QUALIFYING ASSET

No Borrowing Costs were incorporated in the Annual Budget.

## 7 BORROWINGS INFORMATION

### (a) Loans Raised in Financial Year

The Shire proposes to borrow the following funds in the 2011/2012 financial year.

0	Amount Borrowed - Archives Facility	116,468
0	Amount Borrowed - Doctor's House	340,000
1,330,500	Amount Borrowed - Forrest Oval Development	819,155
<b>1,330,500</b>	<b>CLOSING BALANCE</b>	<b>1,275,623</b>

## 7 BORROWINGS INFORMATION Cont...

### Loan Repayments

Program	Loan No.	Principal 01.07.11	Loans Raised		Interest		Loan Repayment	
			Actual	Budget	Actual	Budget	Actual	Budget
			2010/11	2011/12	2010/11	2011/12	2010/11	2011/12
		\$	\$	\$	\$	\$	\$	\$
<b>Community Amenities and Culture</b>								
Water Supply	60	49,098	0	0	3,971	3,503	8,968	9,617
Archives Facility	New	0	0	116,468	0	0	0	0
Doctor's House	New	0	0	340,000	0	0	0	0
Forrest Oval Development	New	0	1,330,500	819,155	8,200	109,547	0	50,925
Community Resources Centre	New	0	0	0	0	0	0	0
		<b>49,098</b>	<b>1,330,500</b>	<b>1,275,623</b>	<b>12,171</b>	<b>113,050</b>	<b>8,968</b>	<b>60,542</b>
<b>PLUS Change in Net Accrual</b>					<b>(8,409)</b>	<b>0</b>		
<b>TOTAL</b>		<b>49,098</b>	<b>1,330,500</b>	<b>1,275,623</b>	<b>3,762</b>	<b>113,050</b>	<b>8,968</b>	<b>60,542</b>
Loan Repayments to be financed by the Shire					0	109,547	0	50,925
Loan Repayments reimbursed from external sources					3,762	3,503	8,968	9,617
<b>TOTAL</b>					<b>3,762</b>	<b>113,050</b>	<b>8,968</b>	<b>60,542</b>

## 8 RESERVES

### (a) Plant Replacement Reserve(Cash Backed)

The transactions of the Reserve Fund are summarised as follows:

Purpose - To fund plant purchases or capital repairs.

Adopted Budget 2010/2011		Actual 2010/2011	Adopted Budget 2011/2012
\$		\$	\$
360,887	<b>Opening Balance</b>	360,887	368,702
15,127	<b>Plus Transfer from Accumulated Surplus</b>		
254,869	- Interest Received	18,983	19,311
	- Other	256,609	256,764
(304,200)	<b>Less Transfer to Accumulated Surplus</b>		
	- Other Plant Purchases	(267,777)	(532,700)
<b>326,683</b>	<b>CLOSING BALANCE</b>	<b>368,702</b>	<b>112,077</b>

8 RESERVES Cont...

(b) Avon River Reserve

The transactions of the Reserve Fund are summarised as follows:

Purpose - To maintain and protect the Avon River and its environs.

Adopted Budget 2009/2010		Actual 2010/2011	Adopted Budget 2011/2012
\$		\$	\$
20,388	<b>Opening Balance</b>	20,388	20,687
	<b>Plus Transfer from Accumulated Surplus</b>		
855	- Interest Received	1,469	1,083
	<b>Less Transfer to Accumulated Surplus</b>		
(10,000)	- Other Seed Orchard Fencing	(1,170)	0
<b>11,243</b>	<b>CLOSING BALANCE</b>	<b>20,687</b>	<b>21,770</b>

(c) Recreation Complex Reserve

The transactions of the Reserve Fund are summarised as follows:

Purpose - To provide for the proposed multi purpose community centre and ongoing development of recreation facilities.

Adopted Budget 2010/2011		Actual 2010/2011	Adopted Budget 2011/2012
\$		\$	\$
114,977	<b>Opening Balance</b>	114,977	564
	<b>Plus Transfer from Accumulated Surplus</b>		
4,819	- Interest Received	5,087	30
	<b>Less Transfer to Accumulated Surplus</b>		
(119,500)	- Other Forrest Oval Development	(119,500)	0
<b>296</b>	<b>CLOSING BALANCE</b>	<b>564</b>	<b>594</b>

(d) Town Planning Reserve

The transactions of the Reserve Fund are summarised as follows:

Purpose - To develop and review the York Town Planning Scheme and amendments.

Adopted Budget 2010/2011		Actual 2010/2011	Adopted Budget 2011/2012
\$		\$	\$
12,474	<b>Opening Balance</b>	12,474	13,389
	<b>Plus Transfer from Accumulated Surplus</b>		
523	- Interest Received	915	701
	<b>Less Transfer to Accumulated Surplus</b>		
<b>12,997</b>	<b>CLOSING BALANCE</b>	<b>13,389</b>	<b>14,090</b>

8 RESERVES Cont...

(e) Refuse Site Reserve

The transactions of the Reserve Fund are summarised as follows:

Purpose - To be used for ongoing maintenance and development of Council's waste management facilities.

Adopted Budget 2010/2011		Actual 2010/2011	Adopted Budget 2011/2012
\$		\$	\$
197,928	<b>Opening Balance</b>	197,928	185,317
	<b>Plus Transfer from Accumulated Surplus</b>		
8,296	- Interest Received	13,924	9,189
10,000	- Other	9,865	0
	<b>Less Transfer to Accumulated Surplus</b>		
	- Other Fencing to Transfer Station, upgrade Greenwaste Area		
(39,000)		(36,400)	(21,300)
<u>177,224</u>	<b>CLOSING BALANCE</b>	<u>185,317</u>	<u>173,206</u>

(f) Industrial Land Reserve

The transactions of the Reserve Fund are summarised as follows:

Purpose - For the continued development and expansion of an industrial subdivision within the Shire.

Adopted Budget 2010/2011		Actual 2010/2011	Adopted Budget 2011/2012
\$		\$	\$
93,280	<b>Opening Balance</b>	93,280	100,126
	<b>Plus Transfer from Accumulated Surplus</b>		
3,910	- Interest Received	6,846	5,244
	<b>Less Transfer to Accumulated Surplus</b>		
<u>97,190</u>	<b>CLOSING BALANCE</b>	<u>100,126</u>	<u>105,370</u>

(g) Residency Museum Reserve

The transactions of the Reserve Fund are summarised as follows:

Purpose - To fund capital expenditure and maintenance of the historical museum.

Adopted Budget 2010/2011		Actual 2010/2011	Adopted Budget 2011/2012
\$		\$	\$
20,109	<b>Opening Balance</b>	20,109	9,754
	<b>Plus Transfer from Accumulated Surplus</b>		
843	- Interest Received	1,476	511
	<b>Less Transfer to Accumulated Surplus</b>		
	- Other Audio Visual and Ceiling		
(15,000)		(11,831)	(9,060)
<u>5,952</u>	<b>CLOSING BALANCE</b>	<u>9,754</u>	<u>1,205</u>

8 RESERVES Cont...

(h) Pioneer Memorial Reserve

The transactions of the Reserve Fund are summarised as follows:

Purpose - To finance capital improvements and extensions to the seniors village (funded by the operational surplus of the Lodge) and to finance any operational over budget expenditure (operational deficit).

Adopted Budget 2010/2011		Actual 2010/2011	Adopted Budget 2011/2012
\$		\$	\$
131,467	<b>Opening Balance</b>	131,467	129,379
	<b>Plus Transfer from Accumulated Surplus</b>		
5,510	- Interest Received	9,510	6,776
	<b>Less Transfer to Accumulated Surplus</b>		
(12,000)	- Other Operating Loss and Deep Sewer	(11,598)	(4,000)
<b>124,977</b>	<b>CLOSING BALANCE</b>	<b>129,379</b>	<b>132,155</b>

(i) Public Open Space Reserve

The transactions of the Reserve Fund are summarised as follows:

Purpose - For the expansion and development of passive recreation areas within the Shire.

Adopted Budget 2010/2011		Actual 2010/2011	Adopted Budget 2011/2012
\$		\$	\$
317	<b>Opening Balance</b>	317	340
	<b>Plus Transfer from Accumulated Surplus</b>		
13	- Interest Received	23	18
	<b>Less Transfer to Accumulated Surplus</b>		
<b>330</b>	<b>CLOSING BALANCE</b>	<b>340</b>	<b>358</b>

(j) Community Bus Reserve

The transactions of the Reserve Fund are summarised as follows:

Purpose - To finance the changeover of the Community Bus (funded by the operational surplus of the Community Bus).

Adopted Budget 2010/2011		Actual 2010/2011	Adopted Budget 2011/2012
\$		\$	\$
40,142	<b>Opening Balance</b>	40,142	48,596
	<b>Plus Transfer from Accumulated Surplus</b>		
1,682	- Interest Received	2,946	2,545
1,317	- Other Operating Profit	5,508	800
	<b>Less Transfer to Accumulated Surplus</b>		
<b>43,141</b>	<b>CLOSING BALANCE</b>	<b>48,596</b>	<b>51,941</b>



## 8 RESERVES Cont...

## (k) Centennial Gardens Reserve

The transactions of the Reserve Fund are summarised as follows:

Purpose - To be used for further expansion and capital repairs of the existing units.

Adopted Budget 2010/2011		Actual 2010/2011	Adopted Budget 2011/2012
\$		\$	\$
106,652	<b>Opening Balance</b>	106,652	107,544
	<b>Plus Transfer from Accumulated Surplus</b>		
4,470	- Interest Received	7,622	5,633
0	- Other	3,415	0
	<b>Less Transfer to Accumulated Surplus</b>		
	- Other Wheelchair Access, Deep Sewer and Operating Loss	(10,145)	(39,079)
<u>95,122</u>	<b>CLOSING BALANCE</b>	<u>107,544</u>	<u>74,098</u>

## (l) Car Parking Reserve

The transactions of the Reserve Fund are summarised as follows:

Purpose - To fund the management and control of parking facilities in accordance with Council's Parking Plan.

Adopted Budget 2010/2011		Actual 2010/2011	Adopted Budget 2011/2012
\$		\$	\$
59,554	<b>Opening Balance</b>	59,554	19,602
	<b>Plus Transfer from Accumulated Surplus</b>		
2,496	- Interest Received	3,360	1,027
89,100	- Other Contribution	0	245,700
	<b>Less Transfer to Accumulated Surplus</b>		
(100,000)	- Other	(43,312)	(40,000)
<u>51,150</u>	<b>CLOSING BALANCE</b>	<u>19,602</u>	<u>226,329</u>

## (m) Archives Reserve

The transactions of the Reserve Fund are summarised as follows:

Purpose - To provide a secure building for the safe storage of Council's Archival Records.

Adopted Budget 2010/2011		Actual 2010/2011	Adopted Budget 2011/2012
\$		\$	\$
22,327	<b>Opening Balance</b>	22,327	17,226
	<b>Plus Transfer from Accumulated Surplus</b>		
936	- Interest Received	1,485	902
	<b>Less Transfer to Accumulated Surplus</b>		
(14,000)	- Other Compactus and Safe	(6,586)	(6,000)
<u>9,263</u>	<b>CLOSING BALANCE</b>	<u>17,226</u>	<u>12,128</u>

## 8 RESERVES Cont...

## (n) Disaster Reserve

The transactions of the Reserve Fund are summarised as follows:

Purpose - A contingency reserve to help fund recovery from any natural disaster.

<u>Adopted Budget 2010/2011</u>		<u>Actual 2010/2011</u>	<u>Adopted Budget 2011/2012</u>
\$		\$	\$
24,130	<b>Opening Balance</b>	24,130	25,901
	<b>Plus Transfer from Accumulated Surplus</b>		
1,011	- Interest Received	1,771	1,357
	<b>Less Transfer to Accumulated Surplus</b>		
<u>25,141</u>	<b>CLOSING BALANCE</b>	<u>25,901</u>	<u>27,258</u>

## (o) Water Supply Reserve

The transactions of the Reserve Fund are summarised as follows:

Purpose - To hold funds raised through the water supply charge until the loan repayment is due.

<u>Adopted Budget 2010/2011</u>		<u>Actual 2010/2011</u>	<u>Adopted Budget 2011/2012</u>
\$		\$	\$
6,778	<b>Opening Balance</b>	6,778	6,778
	<b>Plus Transfer from Accumulated Surplus</b>		
0	- Interest Received	0	0
	<b>Less Transfer to Accumulated Surplus</b>		
<u>6,778</u>	<b>CLOSING BALANCE</b>	<u>6,778</u>	<u>6,778</u>

## (p) Tied Grant Funding Reserve

The transactions of the Reserve Fund are summarised as follows:

Purpose - To segregate grant funds provided for specific projects until those projects are carried out.

<u>Adopted Budget 2010/2011</u>		<u>Actual 2010/2011</u>	<u>Adopted Budget 2011/2012</u>
\$		\$	\$
919,886	<b>Opening Balance</b>	919,886	131,184
	<b>Plus Transfer from Accumulated Surplus</b>		
0	- Interest Received	20,991	0
	<b>Less Transfer to Accumulated Surplus</b>		
(147,537)	- Other SEAVROC	(117,683)	(29,854)
(45,000)	- Other Regional Waste Management Strategy	-	(45,000)
(608,157)	- Other Royalties for Region Co-location Centre	(629,148)	
(20,000)	- Other Crime Prevention	0	(20,000)
	- Other Mannavale, Qualen West and Spencers		
(8,000)	Brook Bridges	(8,000)	0
(54,862)	- Other Avon Terrace - Ford Street	(54,862)	0
0	- Other Memorial Park Upgrade	0	(4,000)
<u>36,330</u>	<b>CLOSING BALANCE</b>	<u>131,184</u>	<u>32,330</u>

## 8 RESERVES Cont...

## (q) Staff Leave Reserve

The transactions of the Reserve Fund are summarised as follows:

Purpose - To fund annual and long service leave requirements.

<u>Adopted Budget 2010/2011</u>		<u>Actual 2010/2011</u>	<u>Adopted Budget 2011/2012</u>
\$		\$	\$
117,771	<b>Opening Balance</b>	117,771	157,414
	<b>Plus Transfer from Accumulated Surplus</b>		
4,936	- Interest Received	8,643	8,245
31,000	- Other	31,000	31,000
	<b>Less Transfer to Accumulated Surplus</b>		
<u>153,707</u>	<b>CLOSING BALANCE</b>	<u>157,414</u>	<u>196,659</u>

## (r) Main Street (Town Precinct) Upgrade Reserve

The transactions of the Reserve Fund are summarised as follows:

Purpose - To provide funds to upgrade the Main Street and the development of a Town Precinct.

<u>Adopted Budget 2010/2011</u>		<u>Actual 2010/2011</u>	<u>Adopted Budget 2011/2012</u>
\$		\$	\$
118,805	<b>Opening Balance</b>	118,805	50,775
	<b>Plus Transfer from Accumulated Surplus</b>		
4,980	- Interest Received	6,970	2,659
	<b>Less Transfer to Accumulated Surplus</b>		
(115,000)	- Other Avon Terrace Project	(75,000)	(50,000)
<u>8,785</u>	<b>CLOSING BALANCE</b>	<u>50,775</u>	<u>3,434</u>

## (s) Buildings Reserve

The transactions of the Reserve Fund are summarised as follows:

Purpose - For the construction and major capital improvements to all Council buildings.

<u>Adopted Budget 2010/2011</u>		<u>Actual 2010/2011</u>	<u>Adopted Budget 2011/2012</u>
\$		\$	\$
60,795	<b>Opening Balance</b>	60,795	65,256
	<b>Plus Transfer from Accumulated Surplus</b>		
2,548	- Interest Received	4,461	3,418
	<b>Less Transfer to Accumulated Surplus</b>		
(60,000)	- Other Town Hall Plans	0	(65,000)
<u>3,343</u>	<b>CLOSING BALANCE</b>	<u>65,256</u>	<u>3,674</u>

## 8 RESERVES Cont...

## (t) Strategic Planning Reserve

The transactions of the Reserve Fund are summarised as follows:

Purpose - To provide for the preparation, ongoing replacement, amendment and printing costs associated with the Strategic Plan.

<u>Adopted Budget 2010/2011</u>		<u>Actual 2010/2011</u>	<u>Adopted Budget 2011/2012</u>
\$		\$	\$
11,755	<b>Opening Balance</b>	11,755	12,618
493	<b>Plus Transfer from Accumulated Surplus</b>		
	- Interest Received	863	661
	<b>Less Transfer to Accumulated Surplus</b>		
<u>12,248</u>	<b>CLOSING BALANCE</b>	<u>12,618</u>	<u>13,279</u>

## (u) Cemetery Reserve

The transactions of the Reserve Fund are summarised as follows:

Purpose - To provide for the ongoing development of the existing York Cemetery or the development of a new site at a location to be determined.

<u>Adopted Budget 2010/2011</u>		<u>Actual 2010/2011</u>	<u>Adopted Budget 2011/2012</u>
\$		\$	\$
27,332	<b>Opening Balance</b>	27,332	25,864
1,146	<b>Plus Transfer from Accumulated Surplus</b>		
	- Interest Received	1,927	1,355
(26,000)	<b>Less Transfer to Accumulated Surplus</b>		
	- Other Cemetery Upgrade	(3,395)	(16,000)
<u>2,478</u>	<b>CLOSING BALANCE</b>	<u>25,864</u>	<u>11,219</u>

## (v) York Town Hall Reserve

The transactions of the Reserve Fund are summarised as follows:

Purpose - To provide for the ongoing development of the existing Town Hall in recognition of its significant heritage value to residents of the Shire.

<u>Adopted Budget 2010/2011</u>		<u>Actual 2010/2011</u>	<u>Adopted Budget 2011/2012</u>
\$		\$	\$
41,007	<b>Opening Balance</b>	41,007	44,017
1,719	<b>Plus Transfer from Accumulated Surplus</b>		
	- Interest Received	3,010	2,305
(41,000)	<b>Less Transfer to Accumulated Surplus</b>		
	- Other Upgrade Town Hall	0	(44,000)
<u>1,726</u>	<b>CLOSING BALANCE</b>	<u>44,017</u>	<u>2,322</u>

## 8 RESERVES Cont...

## (w) Youth Capital Works Reserve

The transactions of the Reserve Fund are summarised as follows:

Purpose - To provide for youth related infrastructure requirements.

<u>Adopted Budget 2010/2011</u>		<u>Actual 2010/2011</u>	<u>Adopted Budget 2011/2012</u>
\$		\$	\$
23,339	<b>Opening Balance</b>	23,339	22,851
	<b>Plus Transfer from Accumulated Surplus</b>		
978	- Interest Received	1,713	1,197
	<b>Less Transfer to Accumulated Surplus</b>		
(23,000)	- Other Youth Development	(2,201)	(23,000)
<u>1,317</u>	<b>CLOSING BALANCE</b>	<u>22,851</u>	<u>1,048</u>

## (x) Roads Reserve

The transactions of the Reserve Fund are summarised as follows:

Purpose - To provide for future road sealing programmes.

<u>Adopted Budget 2010/2011</u>		<u>Actual 2010/2011</u>	<u>Adopted Budget 2011/2012</u>
\$		\$	\$
60,307	<b>Opening Balance</b>	60,307	64,732
	<b>Plus Transfer from Accumulated Surplus</b>		
2,528	- Interest Received	4,425	3,390
	<b>Less Transfer to Accumulated Surplus</b>		
(50,000)	- Other	0	0
<u>12,835</u>	<b>CLOSING BALANCE</b>	<u>64,732</u>	<u>68,122</u>

## (y) Land &amp; Infrastructure Development Reserve

The transactions of the Reserve Fund are summarised as follows:

Purpose - For the purpose of funding the purchase of land and or buildings or the construction of buildings.

<u>Adopted Budget 2010/2011</u>		<u>Actual 2010/2011</u>	<u>Adopted Budget 2011/2012</u>
\$		\$	\$
201,048	<b>Opening Balance</b>	201,049	10,195
	<b>Plus Transfer from Accumulated Surplus</b>		
8,427	- Interest Received	9,146	534
0	- Other Land Sales	0	500,000
	<b>Less Transfer to Accumulated Surplus</b>		
(200,000)	- Other Forrest Oval Development	(200,000)	(83,267)
0	- Other Cemetery upgrades	0	(32,000)
0	- Other Youth Centre	0	(24,000)
0	- Other Town Hall upgrades	0	(40,000)
<u>9,475</u>	<b>CLOSING BALANCE</b>	<u>10,195</u>	<u>331,462</u>

## 8 RESERVES Cont...

## (z) Greenhills Townsite Development Reserve

The transactions of the Reserve Fund are summarised as follows:

Purpose - To provide funds to enhance the amenity and economic potential of the Greenhills Townsite with such funds to be expended in consultation with the Greenhills Progress Association.

<b>Adopted Budget 2010/2011</b>		<b>Actual 2010/2011</b>	<b>Adopted Budget 2011/2012</b>
\$		\$	\$
21,929	<b>Opening Balance</b>	21,929	23,538
	<b>Plus Transfer from Accumulated Surplus</b>		
919	- Interest Received	1,609	1,233
	<b>Less Transfer to Accumulated Surplus</b>		
(21,000)	- Other Townsite Redevelopment	0	(21,000)
<b><u>1,848</u></b>	<b>CLOSING BALANCE</b>	<b><u>23,538</u></b>	<b><u>3,771</u></b>

## (aa) RSL Memorial Reserve

The transactions of the Reserve Fund are summarised as follows:

Purpose - To provide for the upgrading of the RSL Memorial.

<b>Adopted Budget 2010/2011</b>		<b>Actual 2010/2011</b>	<b>Adopted Budget 2011/2012</b>
\$		\$	\$
19,906	<b>Opening Balance</b>	19,906	12,928
	<b>Plus Transfer from Accumulated Surplus</b>		
834	- Interest Received	1,460	677
	<b>Less Transfer to Accumulated Surplus</b>		
(19,000)	- Other Upgrade	(8,438)	(6,562)
<b><u>1,740</u></b>	<b>CLOSING BALANCE</b>	<b><u>12,928</u></b>	<b><u>7,043</u></b>

## (ab) Forrest Oval Lights

The transactions of the Reserve Fund are summarised as follows:

Purpose - To provide for the replacement and upgrading of the Oval Lights

<b>Adopted Budget 2010/2011</b>		<b>Actual 2010/2011</b>	<b>Adopted Budget 2011/2012</b>
\$		\$	\$
0	<b>Opening Balance</b>	0	0
	<b>Plus Transfer from Accumulated Surplus</b>		
0	- Interest Received	0	0
0	- Other	0	4,000
	<b>Less Transfer to Accumulated Surplus</b>		
<b><u>0</u></b>	<b>CLOSING BALANCE</b>	<b><u>0</u></b>	<b><u>4,000</u></b>
<b>-1</b>	<b>Rounding</b>		
<b><u>1,233,318</u></b>		<b><u>1,675,277</u></b>	<b><u>1,637,720</u></b>

## 9 CASH FLOW INFORMATION

Reconciliation of cash flows from operations with change in net equity resulting from operations.

For the purpose of the Cash Flow Statement, cash includes cash on hand and in or at call deposits with Banks or Financial Institutions.

<b>Adopted Budget 2010/2011</b>		<b>Actual 2010/2011</b>	<b>Adopted Budget 2011/2012</b>
\$		\$	\$
	<b>Change in net equity from operations</b>		
2,327,724	Non cash flows in change in Net Equity	1,041,616	3,847,219
937,970	Depreciation	1,383,660	1,396,099
(494,963)	(Profit) loss on sale of Fixed Assets	13,717	(537,069)
(3,387,285)	Contributions for Development of Assets	(2,621,294)	(5,561,377)
8,968	Principal Repayment Received SS Loan	0	0
0	Change in Doubtful Debts Provision	0	0
	<b>Change in Assets and Liabilities</b>		
(5,000)	(Increase)/Decrease in Inventory	5,917	(5,000)
31,244	(Increase)/Decrease in Provisions	130,802	97,941
0	(Increase)/Decrease in Accrued Expenditure	0	
1,015,467	(Increase)/Decrease in Debtors	(77,522)	50,000
0	(Increase)/Decrease in Creditors	2,967	38,292
	Rounding	(7)	
<b>434,125</b>	Cash flows from Operations	<b>(120,144)</b>	<b>(673,895)</b>
500,000	Credit Facility	500,000	500,000
10,000	Credit Card Facility	10,000	10,000
-	Amount Utilised	-	-
<b>510,000</b>	Unused Facility available	<b>510,000</b>	<b>510,000</b>

## 10 TRUST FUND INFORMATION

**TRUST FUND  
FOR THE PERIOD ENDING 30 JUNE 2011**

PARTICULARS	OPENING	ESTIMATED	ESTIMATED	ESTIMATED
	BALANCE	RECEIPTS	PAYMENTS	CLOSING
	30/6/11	2011/2012	2011/2012	30/6/12
	\$	\$	\$	\$
<b>DEPOSITS</b>				
Leewin Contributions	800	0	0	800
Motor Cross Track	1927	0	0	1927
Youth Advisory Board	11106	900	10,300	1706
Builders Registration Board	160	5,000	5,000	160
Bond Quarry Licence	4500	0	0	4500
Bonds Building	6500	5,000	7,000	4500
Sale of Property - Non Payment of Rates	8041	0	0	8041
Bonds Halls etc	4820	4,000	5,000	3820
Key Bonds	2120	600	600	2120
BCITF	128	20,000	20,000	128
Bonds Rental Properties	1744	0	0	1744
Footpath & Kerb Bonds	29500	6,000	4,000	31500
Cat Trap Bond	50	500	500	50
Town Planning Bond	2900	0	0	2900
Police Licencing	2	1,500,000	1,500,000	2
Water Loan	12811	0	3,000	9811
Bond Land/Building Sales	0	0	0	0
Cash Adjustments	631	0	0	631
Intersection Bonds Palmbrook	23649	0	0	23649
Palmbrook Defects Bond	0	0	0	0
Palmbrook Public Open Space	99257	0	53,500	45757
Subdivision Bonds	24236	0	0	24236
Crossovers Palmbrook	58391	0	2,000	56391
Footpath Palmbrook	52380	0	50,000	2380
Rural Numbering Palmbrook	1820	0	0	1820
Greenhills Bushfire Brigade	114	0	0	114
Staff Social Club	458	2,600	2,600	458
Bawden - Subdivision Deposit L202 Osnaburg Rd	9248	0	9,247	1
Settlers House Bond - Stormwater, Drainage etc	13357	0	12,500	857
Preisig - Subdivision Deposit Meares Rd	25208	0	0	25208
Crossover Bond - Astone	6000	0	0	6000
Crossover Bond - Avon Valley Properties	5940	0	0	5940
Crossover Bond - Bliss	1650	0	0	1650
Crossover Bond - Smorenburg	1650	0	0	1650
Community Bus Bonds	600	2,000	2,000	600
Bonds - Parks/Council Properties	1000	4,500	3,000	2500
Pioneer Memorial Lodge Bonds	280	0	0	280
<b>TOTAL</b>	<b>412,975</b>	<b>1,551,100</b>	<b>1,690,247</b>	<b>273,828</b>



## 11 COMPARISON WITH RATE SETTING BUDGET

Statement of Amounts included in the Rate Setting Statement but which have not been included in the Income Statement.

<u>Adopted Budget 2010/2011</u>		<u>Actual 2010/2011</u>	<u>Adopted Budget 2011/2012</u>
\$		\$	\$
	<b>Non Operating Income</b>		
2,130,500	Loans Raised	1,330,500	1,275,623
8,968	Principal Repayment	8,968	60,542
	Proceeds from Disposal of Assets		
460,410	Land	0	500,000
(34,553)	Plant and Equipment	(13,717)	537,069
2,068,256	Transfer from Reserves	1,607,046	1,155,822
<b><u>4,633,581</u></b>	<b>TOTAL</b>	<b><u>1,602,297</u></b>	<b><u>3,529,056</u></b>
	<b>Non Operating Expenditure</b>		
3,078,104	Purchase Land and Buildings	352,074	1,408,567
868,640	Purchase Plant and Equipment	597,570	1,155,370
115,600	Purchase Furniture and Equipment	79,255	72,010
1,778,837	Infrastructure Assets-Roads	1,272,624	2,814,852
2,309,000	Infrastructure Assets-Recreation	2,198,882	2,918,091
50,979	Infrastructure Assets-Other	37,394	20,500
52,882	Repayments of Debt-Principal	8,968	60,542
466,286	Transfer to Reserves	447,035	1,118,265
<b><u>8,720,328</u></b>	<b>TOTAL</b>	<b><u>4,993,802</u></b>	<b><u>9,568,197</u></b>

## 12 RATING INFORMATION

Statement of Rating Information for the year ending 30 June 2011.

In accordance with Financial Management Regulation 23 Council has imposed the following Rates:

### General and Minimum Rate

<u>Adopted Budget 2010/2011</u>		<u>Adopted Budget 2011/2012</u>
0.107943	- General Rate	0.075177
Rate in \$	(The basis for the rate is Gross Rental Value)	Rate in \$
0.004863	- General Rate	0.053000
Rate in \$	(The basis for the rate is Unimproved Value)	Rate in \$
790	- Minimum Rate GRV	810
1000	- Minimum Rate UV	1030

### The Objects and Reasons for General and Minimum Rate

Council has imposed a general rate of 0.075177GRV and 0.0053000UV and a minimum rate of \$810 GRV p.a and \$1030 UV p.a., as Council perceives it to be a "reasonable" minimum level of rates which all ratepayers in its district should pay. The minimum rate reflects the basic cost incurred by the Council in servicing each lot or dwelling in its district.

For additional information on the rates levied refer to the "Statement of Rating Information".

### Specified Area Rates

No specified area rates will be levied during the year 2011/12.

### 13 SERVICE CHARGES

No specified area rates will be levied during the year 2011/12 as described in section 6.38(1) of the Local Government Act 1995 and Regulation 54 of the Local Government (Financial Management) Regulations.

### 14 INFORMATION ABOUT DISCOUNTS, INCENTIVES, CONCESSIONS AND WRITE OFFS

Pursuant to Sections 6.4 and 6.12 of the Local Government Act 1995, Council may, when adopting the Annual Budget, grant an incentive or discount for early payment of Rates and Charges.

#### 1. Discount on Rates and Service Charges

No discount is offered to all who pay rates and charges within 35 days of the date of service (which appears on the rate notice) as Council has implemented an Incentive Scheme.

#### 2. Community Groups

Council is offering subsidised hall and recreation centre hire to approved community groups. Council considers the support of these groups necessary for the overall benefit of the community. Approved groups will pay \$66.00 per day or \$330.00 per year for the Town Hall and \$66.00 per day and \$363.00 per year where they use the venues on a regular basis for a period of 12 times.

#### 3. Incentive Scheme (Rates)

An incentive scheme operates for early payment of rates. Each owner who pays their rates on or before the due and payable date has his/her name eligible to participate in the scheme. The winners are selected electronically at random via the Shires Rating system. The prizes are as follows:

Council, with the support of the following businesses, offers the following prizes to those property owners who pay their rates levy by the due date specified on the rates notice.

1st Prize	\$1000.00 bank account with the York and Districts Community Bank Branch of the Bendigo Bank provided by the Shire of York in conjunction with the Bank
2nd Prize	\$200 worth of unleaded fuel sponsored by Fuel Distributors WA
3rd Prize	Aspen Park 1 night accommodation in a family cabin up to the value of \$200
4th Prize	Four tickets to the Western Australian Symphony Orchestra for Mozart's Mass 26th November 2011

### 15 INTEREST CHARGES FOR THE LATE PAYMENT OF RATES CHARGES

Pursuant to Section 6.51 of the Local Government Act and Financial Management Regulation 27(a) the Shire of York has imposed the following rate of interest applicable for the late payment of rates and rubbish charge to apply as follows:

(a) Where no election has been made to pay the rate and rubbish charge by instalments due

- (i) after it becomes due and payable;
  - or
  - (ii) 35 days after the date of issue of the rate notice
- which ever is the later.

(b) Where an election has been made to pay the rate & rubbish charge by instalments and an instalment remains unpaid after its due and payable.

**15 INTEREST CHARGES FOR THE LATE PAYMENT OF RATES CHARGES Cont...**

The rate of interest to apply is 11% and the estimated revenue from the imposition of the interest amounts to \$16,000 for the 2011/2012 financial year.

Pursuant to Section 6.45 of the Local Government Act and Financial Management Regulation 27(c) the due date of each instalment is as follows:

1st Instalment	26-Sep-11
2nd Instalment	28-Nov-11
3rd Instalment	30-Jan-12
4th Instalment	30-Mar-12

Charges on instalment Plan is \$8.00 Administration Charge and rate of interest of 5.5%, the estimated revenue from the imposition amounts to \$15,600 for the 2011/12 financial year.

No interest is charged under Section 6.13 of the Local Government 1995 for the late payment of money other than rates.

**16 FEES AND CHARGES INFORMATION**

In accordance with Financial Management Regulation 25, the estimates of total revenue from Fees and Charges for each program is summarised as follows:

<b>Adopted Budget 2010/2011</b>		<b>Actual 2010/2011</b>	<b>Adopted Budget 2011/2012</b>
\$		\$	\$
28,750	General Purpose Funding	29,286	27,700
5,550	Governance	115	5,550
32,325	Law, Order, Public Safety	36,627	33,825
56,800	Health	65,270	60,500
20,592	Education and Welfare	0	21,210
0	Housing	0	0
535,170	Community Amenities	578,850	736,963
126,973	Recreation and Culture	92,193	207,435
80,000	Transport	230	0
115,300	Economic Services	130,575	138,614
115,235	Other Property and Services	189,942	93,334
<b><u>1,116,695</u></b>	<b>TOTAL FEES AND CHARGES</b>	<b><u>1,123,088</u></b>	<b><u>1,325,131</u></b>

**17 INVESTMENTS**

Earnings from Investments is summarised as follows:

<b>Adopted Budget 2010/2011</b>		<b>Actual 2010/2011</b>	<b>Adopted Budget 2011/2012</b>
\$		\$	\$
88,000	General Account	55,678	63,110
80,000	Reserve Funds	141,961	80,000
56,758	Interest - Late Payment & Instalments of Rates	76,201	69,100
<b><u>224,758</u></b>	<b>TOTAL</b>	<b><u>273,840</u></b>	<b><u>212,210</u></b>

## 18 COUNCIL MEMBERS - FEES, EXPENSES AND ALLOWANCES

The 2011/2012 Budget provides for the following:

<u>Adopted Budget 2010/2011</u>		<u>Actual 2010/2011</u>	<u>Adopted Budget 2011/2012</u>
\$		\$	\$
	<b>- Annual Attendance Fee</b>		
26,900	Councillor (5)	26,900	28,000
10,760	President	10,760	11,188
	<b>- Telecommunication, Travel, and Information Technology Allowance</b>		
7,320	Telecommunication	7,320	7,608
6,000	Information Technology	6,000	6,000
1,500	Travel Expenses	0	1,500
	<b>- Annual Local Government Allowance</b>		
9,300	President	9,300	9,672
2,325	Deputy President	2,325	2,420

## 19 DEPRECIATION ON NON-CURRENT ASSETS

The Depreciation charge included in the Annual Budget is summarised as follows:

<u>Adopted Budget 2010/2011</u>		<u>Actual 2010/2011</u>	<u>Adopted Budget 2011/2012</u>
\$		\$	\$
180	General Purpose Funding	180	180
79,938	Governance	78,435	78,385
87,508	Law, Order, Public Safety	89,801	89,275
11,140	Health	9,933	9,556
19,213	Education and Welfare	19,522	19,541
0	Housing	0	0
26,096	Community Amenities	26,297	26,291
96,630	Recreation and Culture	258,975	272,220
329,353	Transport	612,925	613,028
11,930	Economic Services	15,825	15,680
272,982	Other Property and Services	271,767	271,943
<u>934,970</u>	<b>TOTAL</b>	<u>1,383,660</u>	<u>1,396,099</u>

## 20 MAJOR LAND TRANSACTIONS

Council did not participate in any major land transactions.

## 21 JOINT VENTURE

Council did not participate in any joint venture.

## 22 TRADING UNDERTAKINGS

Council did not participate in any trading undertakings, apart from the contracting out of services to a number of local governments in its surrounding region for the following services:

Planning  
Health  
Building  
Ranger

## 23 CAPITAL AND LEASING COMMITMENTS

Council does not have any Capital and Leasing Commitments.

## 24 FINANCIAL INSTRUMENTS

### (a) Interest Rate Risk

The following table details the Shire of York exposure to interest rate risks projected to 30th June 2011.

	<b>Average Interest %</b>	<b>Variable Interest Rate</b>	<b>1 to 5 years</b>	<b>Non Interest Bearing</b>
		<b>\$</b>	<b>\$</b>	<b>\$</b>
<b>Financial Assets</b>				
Cash on Hand				850
Cash	4.50	790,602		
Bank Bills/Term Deposits				
Trade Receivables				1,555,642
		<b>790,602</b>		<b>1,556,492</b>
<b>Financial Liabilities</b>				
Creditors				232,001
Bank Overdraft				
Income In Advance				
Employee entitlements				686,529
				<b>918,530</b>

(b) Council does not have any material credit risk exposure to any single debtor under any financial instruments entered into.

(c) The aggregate net fair values and carry amounts of financial assets and financial liabilities are disclosed in the notes to and forming part of the Annual Budget.

25 POSITION AT COMMENCEMENT OF FINANCIAL YEAR

Determination of opening funds:

	Actual 2010/2011 \$	Adopted Budget 2011/2012 \$
<b>Current Assets</b>		
Cash On Hand	850	850
Cash at Bank	523,374	790,602
Investments	1,675,277	0
Stock On Hand	7,497	12,497
Receivables	1,605,642	1,555,642
	3,812,640	2,359,591
<b>LESS CURRENT LIABILITIES</b>		
Sundry Creditors	270,293	232,001
Accrued Annual Leave and Long Service Leave	588,588	686,529
Self Supporting Loan Liability	649	0
	859,530	918,530
Less Reserves (less Long Service Leave) (cashed backed) Rounding	1,517,864	1,441,061
<b>SURPLUS OF CURRENT ASSETS OVER CURRENT LIABILITIES</b>	1,435,246	0