

**SHIRE OF CUNDERDIN**  
**FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2024**

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community vision:

*A regional place that is progressive and will provide opportunities, offering a unique lifestyle and a sense of belonging. A place that connects people; a place that connects transport; and a place that connects businesses.*

37 Lundy Avenue  
Cunderdin WA 6407

**FINANCIAL REPORT  
FOR THE YEAR ENDED 30 JUNE 2024**

*Local Government Act 1995  
Local Government (Financial Management) Regulations 1996*

**STATEMENT BY CEO**

The accompanying financial report of the Shire of Cunderdin has been prepared in compliance with the provisions of the *Local Government Act 1995* from proper accounts and records to present fairly the financial transactions for the reporting period ended 30 June 2024 and the financial position as at 30 June 2024.

At the date of signing this statement the particulars included in the financial report are not misleading or inaccurate.

Signed on the

4th day of

December 2024



CEO Signature

Stuart Hobley

Name of CEO



**SHIRE OF CUNDERDIN**  
**STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE YEAR ENDED 30 JUNE 2024**

	NOTE	2024 Actual \$	2024 Budget \$	2023 Actual \$
<b>Revenue</b>				
Rates	2(a),21	2,431,322	2,428,161	2,327,887
Grants, subsidies and contributions	2(a)	2,059,427	662,214	3,152,997
Fees and charges	2(a)	507,220	506,796	632,069
Interest revenue	2(a)	117,742	114,200	133,681
Other revenue	2(a)	57,715	10,000	0
		5,173,426	3,721,371	6,246,634
<b>Expenses</b>				
Employee costs	2(b)	(1,635,561)	(1,831,461)	(1,286,391)
Materials and contracts		(1,452,595)	(1,070,340)	(1,179,894)
Utility charges		(359,026)	(299,712)	(196,625)
Depreciation		(3,363,101)	(3,268,947)	(3,270,911)
Finance costs		(53,724)	(45,670)	(56,343)
Insurance		(216,749)	(231,888)	(182,585)
Other expenditure	2(b)	(89,437)	(85,325)	(84,163)
		(7,170,193)	(6,833,343)	(6,256,912)
		(1,996,767)	(3,111,972)	(10,278)
Capital grants, subsidies and contributions	2(a)	1,688,241	3,691,945	3,765,979
Profit on asset disposals		31,340	95,000	20,843
Loss on asset disposals		(9,922)	0	(500)
Fair value adjustments to financial assets at fair value through profit or loss	4(b)	1,681	0	0
		1,711,340	3,786,945	3,786,322
<b>Net result for the period</b>		<b>(285,427)</b>	<b>674,973</b>	<b>3,776,044</b>
<b>Other comprehensive income for the period</b>				
<i>Items that will not be reclassified subsequently to profit or loss</i>				
Changes in asset revaluation surplus	13	838,674	0	0
<b>Total other comprehensive income for the period</b>	13	<b>838,674</b>	<b>0</b>	<b>0</b>
<b>Total comprehensive income for the period</b>		<b>553,247</b>	<b>674,973</b>	<b>3,776,044</b>

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



**SHIRE OF CUNDERDIN**  
**STATEMENT OF FINANCIAL POSITION**  
**AS AT 30 JUNE 2024**

	NOTE	2024	2023
		\$	\$
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	3	4,825,072	4,890,882
Trade and other receivables	5	94,867	165,778
Other financial assets	4(a)	1,457,465	1,386,844
<b>TOTAL CURRENT ASSETS</b>		6,377,404	6,443,504
<b>NON-CURRENT ASSETS</b>			
Trade and other receivables	5	38,877	33,524
Other financial assets	4(b)	85,347	83,666
Property, plant and equipment	6	18,300,711	18,681,930
Infrastructure	7	99,532,368	98,692,087
<b>TOTAL NON-CURRENT ASSETS</b>		117,957,303	117,491,207
<b>TOTAL ASSETS</b>		124,334,707	123,934,711
<b>CURRENT LIABILITIES</b>			
Trade and other payables	9	238,446	335,338
Other liabilities	10	364,627	318,638
Borrowings	11	64,014	78,991
Employee related provisions	12	243,604	248,976
<b>TOTAL CURRENT LIABILITIES</b>		910,691	981,943
<b>NON-CURRENT LIABILITIES</b>			
Borrowings	11	752,451	816,466
Employee related provisions	12	66,148	84,132
<b>TOTAL NON-CURRENT LIABILITIES</b>		818,599	900,598
<b>TOTAL LIABILITIES</b>		1,729,290	1,882,541
<b>NET ASSETS</b>		122,605,417	122,052,170
<b>EQUITY</b>			
Retained surplus		8,295,867	8,930,893
Reserve accounts	24	1,738,288	1,388,689
Revaluation surplus	13	112,571,262	111,732,588
<b>TOTAL EQUITY</b>		122,605,417	122,052,170

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



**SHIRE OF CUNDERDIN  
STATEMENT OF CHANGES IN EQUITY  
FOR THE YEAR ENDED 30 JUNE 2024**

	NOTE	RETAINED SURPLUS	RESERVE ACCOUNTS	REVALUATION SURPLUS	TOTAL EQUITY
		\$	\$	\$	\$
<b>Balance as at 1 July 2022</b>		<b>5,246,558</b>	<b>1,296,980</b>	<b>111,732,588</b>	<b>118,276,126</b>
Comprehensive income for the period					
Net result for the period		3,776,044	0	0	3,776,044
Total comprehensive income for the period		3,776,044	0	0	3,776,044
Transfers from reserve accounts	24	20,000	(20,000)	0	0
Transfers to reserve accounts	24	(111,709)	111,709	0	0
<b>Balance as at 30 June 2023</b>		<b>8,930,893</b>	<b>1,388,689</b>	<b>111,732,588</b>	<b>122,052,170</b>
Comprehensive income for the period					
Net result for the period		(285,427)	0	0	(285,427)
Other comprehensive income for the period	13	0	0	838,674	838,674
Total comprehensive income for the period		(285,427)	0	838,674	553,247
Transfers to reserve accounts	24	(349,599)	349,599	0	0
<b>Balance as at 30 June 2024</b>		<b>8,295,867</b>	<b>1,738,288</b>	<b>112,571,262</b>	<b>122,605,417</b>

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



**SHIRE OF CUNDERDIN**  
**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED 30 JUNE 2024**

	NOTE	2024 Actual \$	2023 Actual \$
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
<b>Receipts</b>			
Rates		2,412,189	2,442,525
Grants, subsidies and contributions		2,169,228	3,494,810
Fees and charges		534,895	546,058
Interest revenue		117,742	133,681
Goods and services tax received		418,275	79,980
Other revenue		57,715	0
		5,710,044	6,697,054
<b>Payments</b>			
Employee costs		(1,659,490)	(1,194,599)
Materials and contracts		(1,546,904)	(982,516)
Utility charges		(359,026)	(196,625)
Finance costs		(53,724)	(56,343)
Insurance paid		(216,749)	(182,585)
Goods and services tax paid		(427,081)	(214,057)
Other expenditure		(89,437)	(84,163)
		(4,352,411)	(2,910,888)
<b>Net cash provided by operating activities</b>		1,357,633	3,786,166
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Payments for purchase of property, plant & equipment	6(a)	(841,503)	(578,307)
Payments for construction of infrastructure	7(a)	(2,429,747)	(5,007,954)
Capital grants, subsidies and contributions		1,688,241	3,765,979
Proceeds for financial assets at amortised cost		(70,621)	(154,865)
Proceeds from sale of property, plant & equipment		309,179	79,550
<b>Net cash (used in) investing activities</b>		(1,344,451)	(1,895,597)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Repayment of borrowings	23(a)	(78,992)	(92,492)
<b>Net cash (used in) financing activities</b>		(78,992)	(92,492)
<b>Net increase (decrease) in cash held</b>		(65,810)	1,798,077
Cash at beginning of year		4,890,882	3,092,805
<b>Cash and cash equivalents at the end of the year</b>		4,825,072	4,890,882

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

**SHIRE OF CUNDERDIN**  
**STATEMENT OF FINANCIAL ACTIVITY**  
**FOR THE YEAR ENDED 30 JUNE 2024**

	NOTE	2024 Actual \$	2024 Budget \$	2023 Actual \$
<b>OPERATING ACTIVITIES</b>				
<b>Revenue from operating activities</b>				
General rates	21	2,403,226	2,400,065	2,300,872
Rates excluding general rates	21	28,096	28,096	27,015
Grants, subsidies and contributions		2,059,427	662,214	3,152,997
Fees and charges		507,220	506,796	632,069
Interest revenue		117,742	114,200	133,681
Other revenue		57,715	10,000	0
Profit on asset disposals		31,340	95,000	20,843
Fair value adjustments to financial assets at fair value through profit or loss	4(b)	1,681	0	0
		5,206,447	3,816,371	6,267,477
<b>Expenditure from operating activities</b>				
Employee costs		(1,635,561)	(1,831,461)	(1,286,391)
Materials and contracts		(1,452,595)	(1,070,340)	(1,179,894)
Utility charges		(359,026)	(299,712)	(196,625)
Depreciation		(3,363,101)	(3,268,947)	(3,270,911)
Finance costs		(53,724)	(45,670)	(56,343)
Insurance		(216,749)	(231,888)	(182,585)
Other expenditure		(89,437)	(85,325)	(84,163)
Loss on asset disposals		(9,922)	0	(500)
		(7,180,115)	(6,833,343)	(6,257,412)
Non cash amounts excluded from operating activities	22(a)	3,325,836	3,173,947	3,263,564
<b>Amount attributable to operating activities</b>		1,352,168	156,975	3,273,629
<b>INVESTING ACTIVITIES</b>				
<b>Inflows from investing activities</b>				
Capital grants, subsidies and contributions		1,688,241	3,691,945	3,765,979
Proceeds from disposal of assets		309,179	95,000	79,550
		1,997,420	3,786,945	3,845,529
<b>Outflows from investing activities</b>				
Purchase of property, plant and equipment	6(a)	(841,503)	(6,731,500)	(578,307)
Purchase and construction of infrastructure	7(a)	(2,429,747)	(2,292,251)	(5,007,954)
		(3,271,250)	(9,023,751)	(5,586,261)
<b>Amount attributable to investing activities</b>		(1,273,830)	(5,236,806)	(1,740,732)
<b>FINANCING ACTIVITIES</b>				
<b>Inflows from financing activities</b>				
Proceeds from borrowings	23(a)	0	1,238,125	0
Transfers from reserve accounts	24	0	400,000	20,000
		0	1,638,125	20,000
<b>Outflows from financing activities</b>				
Repayment of borrowings	23(a)	(78,992)	(78,993)	(92,492)
Transfers to reserve accounts	24	(349,599)	(280,000)	(111,709)
		(428,591)	(358,993)	(204,201)
<b>Amount attributable to financing activities</b>		(428,591)	1,279,132	(184,201)
<b>MOVEMENT IN SURPLUS OR DEFICIT</b>				
<b>Surplus or deficit at the start of the financial year</b>	22(b)	4,337,031	3,801,219	2,988,333
Amount attributable to operating activities		1,352,168	156,975	3,273,629
Amount attributable to investing activities		(1,273,830)	(5,236,806)	(1,740,732)
Amount attributable to financing activities		(428,591)	1,279,132	(184,201)
<b>Surplus or deficit after imposition of general rates</b>	22(b)	<b>3,986,778</b>	<b>520</b>	<b>4,337,029</b>

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

**SHIRE OF CUNDERDIN**  
**FOR THE YEAR ENDED 30 JUNE 2024**  
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# SHIRE OF CUNDERDIN

## NOTES TO AND FORMING PART OF THE FINANCIAL REPORT

### FOR THE YEAR ENDED 30 JUNE 2024

#### 1. BASIS OF PREPARATION

The financial report of the Shire of Cunderdin which is a Class 4 local government comprises general purpose financial statements which have been prepared in accordance with the Local Government Act 1995 and accompanying regulations.

##### Local Government Act 1995 requirements

Section 6.4(2) of the Local Government Act 1995 read with the Local Government (Financial Management) Regulations 1996 prescribe that the financial report be prepared in accordance with the Local Government Act 1995 and, to the extent that they are not inconsistent with the Local Government Act 1995, the Australian Accounting Standards. The Australian Accounting Standards (as they apply to local governments and not-for-profit entities) and Interpretations of the Australian Accounting Standards Board were applied except for disclosure requirements of:

- AASB 7 Financial Instruments Disclosures
- AASB 16 Leases paragraph 58
- AASB 101 Presentation of Financial Statements paragraph 61
- AASB 107 Statement of Cash Flows paragraphs 43 and 45
- AASB 116 Property, Plant and Equipment paragraph 79
- AASB 137 Provisions, Contingent Liabilities and Contingent Assets paragraph 85
- AASB 140 Investment Property paragraph 75(f)
- AASB 1052 Disaggregated Disclosures paragraph 11
- AASB 1054 Australian Additional Disclosures paragraph 16

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

The Local Government (Financial Management) Regulations 1996 provide that:

- land and buildings classified as property, plant and equipment; or
  - infrastructure; or
  - vested improvements that the local government controls;
- and measured at reportable value, are only required to be revalued every five years. Revaluing these non-financial assets every five years is a departure from AASB 116 Property, Plant and Equipment, which would have required the Shire to assess at each reporting date whether the carrying amount of the above mentioned non-financial assets materially differs from their fair value and, if so, revalue the class of non-financial assets.

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

##### Critical accounting estimates and judgements

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

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

##### Critical accounting estimates and judgements (continued)

As with all estimates, the use of different assumptions could lead to material changes in the amounts reported in the financial report.

The following are estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year and further information on their nature and impact can be found in the relevant note:

- Fair value measurement of assets carried at reportable value including:
  - Property, plant and equipment - note 6
  - Infrastructure - note 7
  - Measurement of employee benefits - note 12

Fair value hierarchy information can be found in note 20

##### The local government reporting entity

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

All monies held in the Trust Fund are excluded from the financial statements. A separate statement of those monies appears at Note 25 of the financial report.

##### Initial application of accounting standards

During the current year, the following new or revised Australian Accounting Standards and Interpretations were applied for the first time.

- AASB 2021-2 Amendments to Australian Accounting Standards - *Disclosure of Accounting Policies or Definition of Accounting Estimates*

This standard resulted in terminology changes relating to material accounting policies (formerly referred to as significant accounting policies).

##### New accounting standards for application in future years

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

- AASB 2014-10 Amendments to Australian Accounting Standards - *Sale or Contribution of Assets between an Investor and its Associate or Joint Venture*
- AASB 2020-1 Amendments to Australian Accounting Standards - *Classification of Liabilities as Current or Non-Current*
- AASB 2021-7c Amendments to Australian Accounting Standards - *Effective Date of Amendments to AASB 10 and AASB 128 and Editorial Corrections [deferred AASB 10 and AASB 128 amendments in AASB 2014-10 apply]*

- AASB 2022-5 Amendments to Australian Accounting Standards - *Lease Liability in a Sale and Leaseback*
- AASB 2022-6 Amendments to Australian Accounting Standards - *Non-current Liabilities with Covenants*

These amendments are not expected to have any material impact on the financial report on initial application.

- AASB 2022-10 Amendments to Australian Accounting Standards - *Fair Value Measurement of Non-Financial Assets of Not-for-Profit Public Sector Entities*

These amendments may result in changes to the fair value of non-financial assets. The impact is yet to be quantified.

- AASB 2023-1 Amendments to Australian Accounting Standards - *Supplier Finance Arrangements*

These amendments may result in additional disclosures in the case of applicable finance arrangements.

**SHIRE OF CUNDERDIN**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2024**

**2. REVENUE AND EXPENSES**

**(a) Revenue**

**Contracts with customers**

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	Timing of revenue recognition
Grants, subsidies and contributions	Community events, minor facilities, research, design, planning evaluation and services	Over time	Fixed terms transfer of funds based on agreed milestones and reporting	Contract obligation if project not complete	Output method based on project milestones and/or completion date matched to performance obligations
Fees and charges - licences, registrations, approvals	Building, planning, development and animal management.	Single point in time	Full payment prior to issue	None	On payment of the licence, registration or approval
Fees and charges - waste management entry fees	Recycling and disposal service at disposal sites	Single point in time	Payment in advance at gate or on normal trading terms if credit provided	None	On entry to facility
Fees and charges - airport landing charges	Permission to use facilities and runway	Single point in time	Monthly in arrears	None	On landing/departure event
Fees and charges - sale of stock	Museum merchandise	Single point in time	In full in advance	Refund for faulty goods	At point of sale
Other revenue - private works	Contracted private works	Single point in time	Monthly in arrears	None	At point of service

Consideration from contracts with customers is included in the transaction price.

**Revenue Recognition**

Revenue recognised during the year under each basis of recognition by nature of goods or services is provided in the table below:

**For the year ended 30 June 2024**

Nature	Contracts with customers	Capital grant/contributions	Statutory Requirements	Other	Total
	\$	\$	\$	\$	\$
Rates	0	0	2,431,322	0	2,431,322
Grants, subsidies and contributions	2,019,392	0	5,829	34,206	2,059,427
Fees and charges	479,596	0	27,624	0	507,220
Interest revenue	0	0	23,158	94,584	117,742
Other revenue	12,385	0	5,588	39,742	57,715
Capital grants, subsidies and contributions	0	1,688,241	0	0	1,688,241
<b>Total</b>	<b>2,511,373</b>	<b>1,688,241</b>	<b>2,493,521</b>	<b>168,532</b>	<b>6,861,667</b>

**For the year ended 30 June 2023**

Nature	Contracts with customers	Capital grant/contributions	Statutory Requirements	Other	Total
	\$	\$	\$	\$	\$
Rates	0	0	2,327,887	0	2,327,887
Grants, subsidies and contributions	3,152,997	0	0	0	3,152,997
Fees and charges	632,069	0	0	0	632,069
Interest revenue	0	0	0	133,681	133,681
Capital grants, subsidies and contributions	0	3,765,979	0	0	3,765,979
<b>Total</b>	<b>3,785,066</b>	<b>3,765,979</b>	<b>2,327,887</b>	<b>133,681</b>	<b>10,012,613</b>

**SHIRE OF CUNDERDIN**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2024**

**2. REVENUE AND EXPENSES (Continued)**

**(a) Revenue (Continued)**

<b>Note</b>	<b>2024 Actual \$</b>	<b>2023 Actual \$</b>
<b>Interest revenue</b>		
Interest on reserve account	46,632	44,865
Other interest revenue	71,110	88,816
	<b>117,742</b>	<b>133,681</b>

**Fees and charges relating to rates receivable**

Charges on instalment plan	5,588	6,707
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The 2024 original budget estimate in relation to:  
Charges on instalment plan was \$6,500.

**(b) Expenses**

**Auditors remuneration**

- Audit of the Annual Financial Report	30,340	32,000
- Other services – grant acquittals	3,000	2,300
	<b>33,340</b>	<b>34,300</b>

**Employee Costs**

Employee benefit costs	1,635,561	1,286,391
	<b>1,635,561</b>	<b>1,286,391</b>

**Finance costs**

Interest and financial charges paid/payable for lease liabilities and financial liabilities not at fair value through profit or loss	53,724	56,343
	<b>53,724</b>	<b>56,343</b>

**Other expenditure**

Impairment losses on rates and statutory receivables	27,675	0
Sundry expenses	61,762	84,163
	<b>89,437</b>	<b>84,163</b>

**SHIRE OF CUNDERDIN**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2024**

**3. CASH AND CASH EQUIVALENTS**

	Note	2024 \$	2023 \$
Cash at bank and on hand		4,825,072	4,890,882
<b>Total cash and cash equivalents</b>		<b>4,825,072</b>	<b>4,890,882</b>
Held as			
- Unrestricted cash and cash equivalents		4,179,622	4,570,399
- Restricted cash and cash equivalents	14	645,450	320,483
		<b>4,825,072</b>	<b>4,890,882</b>

**MATERIAL ACCOUNTING POLICIES**

**Cash and cash equivalents**

Cash and cash equivalents include cash on hand, cash at bank, deposits available on demand with banks and other short term highly liquid investments with original maturities 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.

**Restricted financial assets**

Restricted financial asset balances are not available for general use by the local government due to internally and externally imposed restrictions. Restrictions are specified in an agreement, contract or legislation. This applies to reserve accounts, unspent grants, subsidies and contributions and unspent loans that have not been fully expended in the manner specified by the contributor, legislation or loan agreement.

**4. OTHER FINANCIAL ASSETS**

**(a) Current assets**

Financial assets at amortised cost

**Other financial assets at amortised cost**

Term deposits

Held as

- Restricted other financial assets at amortised cost

**(b) Non-current assets**

Financial assets at fair value through profit or loss

**Financial assets at fair value through profit or loss**

Opening Balance

Units in Local Government House Trust

Units in Cunderdin Co-Operative Shares

Movement attributable to fair value increment

Local Government House Trust

Cunderdin Co-Operative Shares

Closing Balance

	Note	2024 \$	2023 \$
		1,457,465	1,386,844
		<b>1,457,465</b>	<b>1,386,844</b>
		1,457,465	1,386,844
		<b>1,457,465</b>	<b>1,386,844</b>
	14	1,457,465	1,386,844
		<b>1,457,465</b>	<b>1,386,844</b>
		85,347	83,666
		<b>85,347</b>	<b>83,666</b>
		81,490	81,490
		2,176	2,176
		1,681	0
		0	0
		<b>85,347</b>	<b>83,666</b>

**MATERIAL ACCOUNTING POLICIES**

**Other 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.

Fair values of financial assets at amortised cost are not materially different to their carrying amounts, since the interest receivable on those assets is either close to current market rates or the assets are of a short term nature. Non-current financial assets at amortised cost fair values are based on discounted cash flows using a current market rates. They are classified as level 2 fair values in the fair value hierarchy (see Note 20 (i)) due to the observable market rates).

Interest received is presented under cashflows from operating activities in the Statement of Cash Flows where it is earned from financial assets that are held for cash management purposes.

**Financial assets at fair value through profit or loss**

The Shire has elected to classify the following financial assets at fair value through profit or loss:

- debt investments which do not qualify for measurement at either amortised cost or fair value through other comprehensive income.
- equity investments which the Shire has elected to recognise as fair value gains and losses through profit or loss.

**SHIRE OF CUNDERDIN**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2024**

**5. TRADE AND OTHER RECEIVABLES**

**Current**

Rates and statutory receivables  
Trade receivables  
GST receivable  
Allowance for credit losses of rates and statutory receivables

**Non-current**

Rates and statutory receivables

Note	2024	2023
	\$	\$
	191,713	179,943
	12,821	76,633
	61,575	52,769
	(171,242)	(143,567)
	94,867	165,778
	38,877	33,524
	38,877	33,524

**MATERIAL ACCOUNTING POLICIES**

**Rates and statutory receivables**

Rates and statutory receivables are non-contractual receivables arising from statutory requirements and include amounts due from ratepayers for unpaid rates and service charges and other statutory charges or fines.

Rates and statutory receivables are recognised when the taxable event has occurred and can be measured reliably.

**Trade receivables**

Trade receivables are amounts receivable from contractual arrangements with customers for goods sold, services performed or grants or contributions with sufficiently specific performance obligations or for the construction of recognisable non financial assets as part of the ordinary course of business.

**Measurement**

Trade and other receivables are recognised initially at the amount of the transaction price, unless they contain a significant financing component, and are to be recognised at fair value.

**Classification and subsequent measurement**

Receivables which are generally due for settlement within 30 days except rates receivables which are expected to be collected within 12 months are classified as current assets. All other receivables such as, deferred pensioner rates receivable after the end of the reporting period are classified as non-current assets.

Trade and other 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.

**SHIRE OF CUNDERDIN**  
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**6. PROPERTY, PLANT AND EQUIPMENT**

**(a) Movements in Balances**

Movement in the balances of each class of property, plant and equipment between the beginning and the end of the current financial year.

	Assets not subject to operating lease		Total Property			Plant and equipment			Total property, plant and equipment
			Buildings - non-		Total Property	Furniture and equipment	Plant and equipment		
	Land	Buildings	Land	specialised					
	\$	\$	\$	\$	\$	\$	\$	\$	
Balance at 1 July 2022	3,021,299	13,228,727	3,021,299	13,228,727	16,250,026	38,348	2,764,752	19,053,126	
Additions	282,361	161,824	282,361	161,824	444,185	9,670	124,452	578,307	
Disposals	0	0	0	0	0	(500)	(58,706)	(59,206)	
Depreciation	0	(565,324)	0	(565,324)	(565,324)	(10,295)	(314,678)	(890,297)	
Balance at 30 June 2023	3,303,660	12,825,227	3,303,660	12,825,227	16,128,887	37,223	2,515,820	18,681,930	
Comprises:									
Gross balance amount at 30 June 2023	3,303,660	29,340,546	3,303,660	29,340,546	32,644,206	219,798	4,550,223	37,414,227	
Accumulated depreciation at 30 June 2023	0	(16,515,319)	0	(16,515,319)	(16,515,319)	(182,575)	(2,034,403)	(18,732,297)	
Balance at 30 June 2023	3,303,660	12,825,227	3,303,660	12,825,227	16,128,887	37,223	2,515,820	18,681,930	
Additions	111,335	16,012	111,335	16,012	127,347	7,975	706,181	841,503	
Disposals	0	0	0	0	0	0	(287,761)	(287,761)	
Depreciation	0	(567,885)	0	(567,885)	(567,885)	(11,154)	(355,922)	(934,961)	
Balance at 30 June 2024	3,414,995	12,273,354	3,414,995	12,273,354	15,688,349	34,044	2,578,318	18,300,711	
Comprises:									
Gross balance amount at 30 June 2024	3,414,995	29,356,558	3,414,995	29,356,558	32,771,553	227,773	4,897,861	37,897,187	
Accumulated depreciation at 30 June 2024	0	(17,083,204)	0	(17,083,204)	(17,083,204)	(193,729)	(2,319,543)	(19,596,476)	
Balance at 30 June 2024	3,414,995	12,273,354	3,414,995	12,273,354	15,688,349	34,044	2,578,318	18,300,711	



**SHIRE OF CUNDERDIN  
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FOR THE YEAR ENDED 30 JUNE 2024**

**6. PROPERTY, PLANT AND EQUIPMENT (Continued)**

**(b) Carrying Amount Measurements**

Asset Class		Fair Value Hierarchy	Valuation Technique	Basis of Valuation	Date of Last Valuation	Inputs Used
<b>(i) Fair Value - as determined at the last valuation date</b>						
<b>Land and buildings</b>						
Land		2	Market Approach	Management Valuation by engaging Griffin Valuation Advisory	June 2022	Price per hectare
Buildings		3	Cost Approach using current replacement cost	Management Valuation by engaging Griffin Valuation Advisory	June 2022	Cost of components used to create the assets and condition based on estimates

Level 3 inputs are based on assumptions with regards to future values and patterns of consumption utilising current information. If the basis of these assumptions were varied, they have the potential to result in a significantly higher or lower fair value measurement.

During the period there were no changes in the valuation techniques used by the local government to determine the fair value of property, plant and equipment using either level 2 or level 3 inputs. The valuation techniques applied to property subject to lease was the same as that applied to property not subject to lease.

**(ii) Cost**

<b>Furniture and equipment</b>	N/A	N/A	N/A	N/A	N/A	N/A
<b>Plant and equipment</b>	N/A	N/A	N/A	N/A	N/A	N/A



**SHIRE OF CUNDERDIN**  
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**FOR THE YEAR ENDED 30 JUNE 2024**

**7. INFRASTRUCTURE**

**(a) Movements in Balances**

Movement in the balances of each class of infrastructure between the beginning and the end of the current financial year.

	Infrastructure - roads	Infrastructure - footpaths	Infrastructure - bridges	Infrastructure - airports	Infrastructure - other	Total Infrastructure
	\$	\$	\$	\$	\$	\$
<b>Balance at 1 July 2022</b>	83,367,139	368,435	1,221,980	5,893,094	5,214,101	96,064,749
Additions	4,024,850	0	0	0	983,104	5,007,954
Depreciation	(1,898,047)	(21,476)	(49,800)	(97,704)	(313,589)	(2,380,616)
<b>Balance at 30 June 2023</b>	85,493,942	346,959	1,172,180	5,795,390	5,883,616	98,692,087
<b>Comprises:</b>						
Gross balance at 30 June 2023	144,860,899	859,022	2,490,000	18,872,000	10,856,693	177,938,614
Accumulated depreciation at 30 June 2023	(59,366,957)	(512,063)	(1,317,820)	(13,076,610)	(4,973,077)	(79,246,527)
<b>Balance at 30 June 2023</b>	85,493,942	346,959	1,172,180	5,795,390	5,883,616	98,692,087
Additions	1,435,029	47,244	0	0	947,474	2,429,747
Revaluation increments / (decrements) transferred to revaluation surplus	102,289	54,079	778,819	(334,956)	238,443	838,674
Depreciation	(1,978,545)	(21,476)	(49,800)	(65,315)	(313,004)	(2,428,140)
<b>Balance at 30 June 2024</b>	85,052,715	426,806	1,901,199	5,395,119	6,756,529	99,532,368
<b>Comprises:</b>						
Gross balance at 30 June 2024	153,471,901	979,423	3,130,000	16,228,700	8,557,498	182,367,522
Accumulated depreciation at 30 June 2024	(68,419,186)	(552,617)	(1,228,801)	(10,833,581)	(1,800,969)	(82,835,154)
<b>Balance at 30 June 2024</b>	85,052,715	426,806	1,901,199	5,395,119	6,756,529	99,532,368





**SHIRE OF CUNDERDIN  
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT  
FOR THE YEAR ENDED 30 JUNE 2024**

**7. INFRASTRUCTURE (Continued)**

**(b) Carrying Amount Measurements**

<b>Asset Class</b>	<b>Fair Value Hierarchy</b>	<b>Valuation Technique</b>	<b>Basis of Valuation</b>	<b>Date of Last Valuation</b>	<b>Inputs Used</b>
<b>(i) Fair Value - as determined at the last valuation date</b>					
<b>Infrastructure - roads</b>	3	Cost Approach using current replacement cost	Management Valuation by engaging Marsh Valuation Services	June 2024	Cost of components used to create the assets and condition based on estimates
<b>Infrastructure - footpaths</b>	3	Cost Approach using current replacement cost	Management Valuation by engaging Marsh Valuation Services	June 2024	Cost of components used to create the assets and condition based on estimates
<b>Infrastructure - bridges</b>	3	Cost Approach using current replacement cost	Management Valuation by engaging Marsh Valuation Services	June 2024	Cost of components used to create the assets and condition based on estimates
<b>Infrastructure - airports</b>	3	Cost Approach using current replacement cost	Management Valuation by engaging Marsh Valuation Services	June 2024	Cost of components used to create the assets and condition based on estimates
<b>Infrastructure - other</b>	3	Cost Approach using current replacement cost	Management Valuation by engaging Marsh Valuation Services	June 2024	Cost of components used to create the assets and condition based on estimates

Level 3 inputs are based on assumptions with regards to future values and patterns of consumption utilising current information. If the basis of these assumptions were varied, they have the potential to result in a significantly higher or lower fair value measurement.

During the period there were no changes in the valuation techniques used to determine the fair value of infrastructure using level 3 inputs.



**SHIRE OF CUNDERDIN**  
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**8. FIXED ASSETS**

**(a) Depreciation**

**Depreciation rates**

Typical estimated useful lives for the different asset classes for the current and prior years are included in the table below:

<b>Asset Class</b>	<b>Useful life</b>
Land	not depreciated
Buildings	10 to 50 years
Furniture and equipment	5 to 10 years
Plant and equipment	3 to 20 years
Sealed roads and streets	
formation	not depreciated
pavement	25 to 75 years
seal	
- bituminous seals	50 years
- asphalt surfaces	50 years
Gravel roads	
formation	not depreciated
pavement	75 years
Footpaths	40 years
Water supply piping and drainage systems	50 years
Bridges	50 years
Airfield	20 to 50 years
Other Infrastructure	10 to 50 years

**SHIRE OF CUNDERDIN**  
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**8. FIXED ASSETS (Continued)**

**MATERIAL ACCOUNTING POLICIES**

**Initial recognition**

An item of property, plant and equipment or infrastructure that qualifies for recognition as an asset is measured at its cost.

Upon initial recognition, cost is determined as the amount paid (or other consideration given) to acquire the assets, plus costs incidental to the acquisition. The cost of non-current assets constructed by the Shire includes the cost of all materials used in construction, direct labour on the project and an appropriate proportion of variable and fixed overheads. For assets acquired at zero cost or otherwise significantly less than fair value, cost is determined as fair value at the date of acquisition.

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 *Local Government (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.

Individual assets that are land, buildings and infrastructure acquired between scheduled revaluation dates of the asset class in accordance with the Shire's revaluation policy, are recognised at cost and disclosed as being at reportable value.

**Measurement after recognition**

Plant and equipment including furniture and equipment and right-of-use assets (other than vested improvements) are measured using the cost model as required under *Local Government (Financial Management) Regulation 17A(2)*. Assets held under the cost model are carried at cost less accumulated depreciation and any impairment losses being their reportable value.

**Reportable Value**

In accordance with *Local Government (Financial Management) Regulation 17A(2)*, the carrying amount of non-financial assets that are *land and buildings classified as property, plant and equipment*, investment properties, infrastructure or vested improvements that the local government controls.

Reportable value is for the purpose of *Local Government (Financial Management) Regulation 17A(4)* is the fair value of the asset at its last valuation date minus (to the extent applicable) the accumulated depreciation and any accumulated impairment losses in respect of the non-financial asset subsequent to its last valuation date.

**Revaluation**

For land, buildings and infrastructure, increases in the carrying amount arising on revaluation of asset classes are credited to a revaluation surplus in equity.

Decreases that offset previous increases of the same class of asset are recognised against revaluation surplus directly in equity. All other decreases are recognised in profit or loss.

Subsequent increases are then recognised in profit or loss to the extent they reverse a net revaluation decrease previously recognised in profit or loss for the same class of asset.

**Revaluation (continued)**

Land and buildings classified as property, plant and equipment, *infrastructure or vested improvements that the local government controls* and measured at reportable value, are only required to be revalued every five years in accordance with the regulatory framework. This includes buildings and infrastructure items which were pre-existing improvements (i.e. vested improvements) on land vested in the Shire.

Whilst the regulatory framework only requires a revaluation to occur every five years, it also provides for the Shire to revalue earlier if it chooses to do so.

**Depreciation**

The depreciable amount of all property, plant and equipment and infrastructure, 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.

**Depreciation on revaluation**

When an item of property, plant and equipment and infrastructure is revalued, any accumulated depreciation at the date of the revaluation is treated in one of the following ways:

- (i) The gross carrying amount is adjusted in a manner that is consistent with the revaluation of the carrying amount of the asset.
- (ii) Eliminated against the gross carrying amount of the asset and the net amount restated to the revalued amount of the asset.

**Impairment**

In accordance with *Local Government (Financial Management) Regulations 17A(4C)*, the Shire is not required to comply with *AASB 136 Impairment of Assets* to determine the recoverable amount of its non-financial assets that are land or buildings classified as property, plant and equipment, infrastructure or vested improvements that the local government controls in circumstances where there has been an impairment indication of a general decrease in asset values.

In other circumstances where it has been assessed that one or more of these non-financial assets are impaired, the asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

**Gains or losses on disposal**

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains and losses are included in the statement of comprehensive income in the period in which they arise.

**SHIRE OF CUNDERDIN**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
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**9. TRADE AND OTHER PAYABLES**

	<b>2024</b>	<b>2023</b>
	<b>\$</b>	<b>\$</b>
<b>Current</b>		
Sundry creditors	112,622	208,727
Prepaid rates	35,239	37,249
Accrued payroll liabilities	53,498	54,071
Bonds and deposits held	895	1,227
Accrued Interest on Loans	8,984	10,076
Payroll Creditors	27,208	23,988
	<b>238,446</b>	<b>335,338</b>

**MATERIAL ACCOUNTING POLICIES**

**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 usually paid within 30 days of recognition. The carrying amounts of trade and other payables are considered to be the same as their fair values, due to their short-term nature.

**Prepaid rates**

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

**SHIRE OF CUNDERDIN**  
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**10. OTHER LIABILITIES**

	<b>2024</b>	<b>2023</b>
	<b>\$</b>	<b>\$</b>
<b>Current</b>		
Contract liabilities	364,627	318,638
	<u>364,627</u>	<u>318,638</u>
<b>Reconciliation of changes in contract liabilities</b>		
Opening balance	318,638	425,051
Additions	364,627	318,638
Revenue from contracts with customers included as a contract liability at the start of the period	(318,638)	(425,051)
	<u>364,627</u>	<u>318,638</u>

The Shire expects to satisfy the performance obligations, from contracts with customers unsatisfied at the end of the reporting period, within the next 12 months.

**MATERIAL ACCOUNTING POLICIES**

**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.

**SHIRE OF CUNDERDIN**  
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**11. BORROWINGS**

	Note	2024			2023		
		Current	Non-current	Total	Current	Non-current	Total
		\$	\$	\$	\$	\$	\$
<b>Secured</b>							
Debentures		64,014	752,451	816,465	78,991	816,466	895,457
<b>Total secured borrowings</b>	23(a)	64,014	752,451	816,465	78,991	816,466	895,457

**MATERIAL ACCOUNTING POLICIES**

**Borrowing costs**

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

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

Borrowings fair values are based on discounted cash flows using a current borrowing rate. They are classified as level 3 fair values in the fair value hierarchy (see Note 20(i)) due to the unobservable inputs, including own credit risk.

**Risk**

Details of individual borrowings required by regulations are provided at Note 23(a).

**SHIRE OF CUNDERDIN**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2024**

**12. EMPLOYEE RELATED PROVISIONS**

**Employee Related Provisions**

	<b>2024</b>	<b>2023</b>
	<b>\$</b>	<b>\$</b>
<b>Current provisions</b>		
<b>Employee benefit provisions</b>		
Annual leave	108,121	115,470
Long service leave	88,020	89,558
	<b>196,141</b>	<b>205,028</b>
<b>Employee related other provisions</b>		
Employment on-costs	47,463	43,948
	<b>47,463</b>	<b>43,948</b>
<b>Total current employee related provisions</b>	<b>243,604</b>	<b>248,976</b>
<b>Non-current provisions</b>		
<b>Employee benefit provisions</b>		
Long service leave	60,039	72,418
	<b>60,039</b>	<b>72,418</b>
<b>Employee related other provisions</b>		
Employment on-costs	6,109	11,714
	<b>6,109</b>	<b>11,714</b>
<b>Total non-current employee related provisions</b>	<b>66,148</b>	<b>84,132</b>
<b>Total employee related provisions</b>	<b>309,752</b>	<b>333,108</b>

Provision is made for benefits accruing to employees in respect of wages and salaries, annual leave and long service leave and associated on costs for services rendered up to the reporting date and recorded as an expense during the period the services are delivered.

Annual leave liabilities are classified as current, as there is no unconditional right to defer settlement for at least 12 months after the end of the reporting period.

**MATERIAL ACCOUNTING POLICIES**

**Employee benefits**

The Shire's obligations for employees' annual leave, long service leave and other employee leave entitlements are recognised as employee related provisions in the Statement of Financial Position.

**Short-term employee benefits**

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

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

**Other long-term employee benefits**

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

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

**SHIRE OF CUNDERDIN  
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT  
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**13. REVALUATION SURPLUS**

	2024 Opening Balance	Total Movement on Revaluation	2024 Closing Balance	2023 Opening Balance	2023 Closing Balance
	\$	\$	\$	\$	\$
Revaluation surplus - Land	2,791,300	0	2,791,300	2,791,300	2,791,300
Revaluation surplus - Buildings	7,548,982	0	7,548,982	7,548,982	7,548,982
Revaluation surplus - Plant and equipment	1,406,509	0	1,406,509	1,406,509	1,406,509
Revaluation surplus - Infrastructure - roads	86,590,103	102,289	86,692,392	86,590,103	86,590,103
Revaluation surplus - Infrastructure - footpaths	143,634	54,079	197,713	143,634	143,634
Revaluation surplus - Infrastructure - bridges	1,553,380	778,819	2,332,199	1,553,380	1,553,380
Revaluation surplus - Infrastructure - airports	6,683,159	(334,956)	6,348,203	6,683,159	6,683,159
Revaluation surplus - Infrastructure - other	5,015,521	238,443	5,253,964	5,015,521	5,015,521
	111,732,588	838,674	112,571,262	111,732,588	111,732,588





**SHIRE OF CUNDERDIN**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
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**14. RESTRICTIONS OVER FINANCIAL ASSETS**

	Note	2024 Actual \$	2023 Actual \$
The following classes of financial assets have restrictions imposed by regulations or other externally imposed requirements which limit or direct the purpose for which the resources may be used:			
- Cash and cash equivalents	3	645,450	320,483
- Financial assets at amortised cost	4	1,457,465	1,386,844
		2,102,915	1,707,327
The restricted financial assets are a result of the following specific purposes to which the assets may be used:			
Restricted reserve accounts	24	1,738,288	1,388,689
Contract liabilities	10	364,627	318,638
<b>Total restricted financial assets</b>		2,102,915	1,707,327
<b>15. UNDRAWN BORROWING FACILITIES AND CREDIT STANDBY ARRANGEMENTS</b>			
Credit card limit		10,000	10,000
Credit card balance at balance date		(6,163)	(807)
<b>Total amount of credit unused</b>		3,837	9,193
<b>Loan facilities</b>			
Loan facilities - current		64,014	78,991
Loan facilities - non-current		752,451	816,466
<b>Total facilities in use at balance date</b>		816,465	895,457
<b>Unused loan facilities at balance date</b>		Nil	Nil

**SHIRE OF CUNDERDIN**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
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**16. CONTINGENT LIABILITIES**

The Shire had no contingent liabilities to disclose at the end of reporting period.

**17. CAPITAL COMMITMENTS**

	<b>2024</b>	<b>2023</b>
	<b>\$</b>	<b>\$</b>
Contracted for:		
- capital expenditure projects	507,968	318,638
- plant & equipment purchases	112,624	397,738
	620,592	716,376
Payable:		
- not later than one year	620,592	716,376

The capital expenditure projects pitstanding at the end of the current reporting period represent the re-construction of new bowling greens, water supply and power in the event of an emergency at Cunderdin Sport and recreation centre and purchase of a Hino Dual Cab tuck.

**SHIRE OF CUNDERDIN**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2024**

**18. RELATED PARTY TRANSACTIONS**

**(a) Elected Member Remuneration**

Fees, expenses and allowances to be paid or reimbursed to elected council members.

Note	2024 Actual	2024 Budget	2023 Actual
	\$	\$	\$
President's annual allowance	0	1,500	0
President's meeting attendance fees	6,630	6,630	6,370
President's travel and accommodation expenses	451	0	0
	7,081	8,130	6,370
Deputy President's annual allowance	0	250	0
Deputy President's meeting attendance fees	3,000	3,250	2,856
	3,000	3,500	2,856
All other council member's meeting attendance fees	14,750	16,250	11,662
All other council member's travel and accommodation expenses	517	0	0
	15,267	16,250	11,662
18(b)	25,348	27,880	20,888

**(b) Key Management Personnel (KMP) Compensation**

The total of compensation paid to KMP of the Shire during the year are as follows:

Short-term employee benefits	502,021	434,582
Post-employment benefits	51,387	42,509
Employee - other long-term benefits	43,295	40,980
Council member costs	25,348	20,888
18(a)	622,051	538,959

*Short-term employee benefits*

These amounts include all salary and fringe benefits awarded to KMP except for details in respect to fees and benefits paid to council members which may be separately found in the table above.

*Post-employment benefits*

These amounts are the current-year's cost of the Shire's superannuation contributions made during the year.

*Other long-term benefits*

These amounts represent annual leave and long service leave entitlements accruing during the year.

*Council member costs*

These amounts represent payments of member fees, expenses, allowances and reimbursements during the year.

**SHIRE OF CUNDERDIN**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
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**18. RELATED PARTY TRANSACTIONS**

**Transactions with related parties**

Transactions between related parties and the Shire are on normal commercial terms and conditions, no more favourable than those available to other parties, unless otherwise stated.

No outstanding balances or provisions for doubtful debts or guarantees exist in relation to related parties at year end.

**Related Parties**

**The Shire's main related parties are as follows:**

*i. Key management personnel*

*Any person(s) having authority and responsibility for planning, directing and controlling the activities of the Shire, directly or indirectly, including any council member, are considered key management personnel and are detailed in Notes 18(a) and 18(b).*

*ii. Other Related Parties*

Short-term employee benefits related to an associate person of the CEO who was employed by the Shire under normal employment terms and conditions.

Outside of normal citizen type transactions with the Shire, there were no other related party transactions involving key management personnel and/or their close family members and/or their controlled (or jointly controlled) entities.

*iii. Entities subject to significant influence by the Shire*

There were no such entities requiring disclosure during the current or previous year.

**SHIRE OF CUNDERDIN  
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT  
FOR THE YEAR ENDED 30 JUNE 2024**

**19. EVENTS OCCURRING AFTER THE END OF THE REPORTING PERIOD**

There were no events occurring after the end of the reporting period.

**SHIRE OF CUNDERDIN**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
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**20. OTHER MATERIAL ACCOUNTING POLICIES**

**a) Goods and services tax (GST)**

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO).

Receivables and payables are stated inclusive of GST receivable or payable. The net amount of GST recoverable from, or payable to, the ATO is included with receivables or payables in the statement of financial position.

Cash flows are presented on a gross basis. The GST components of cash flows arising from investing or financing activities which are recoverable from, or payable to, the ATO are presented as operating cash flows.

**b) 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.

**c) Rounding off figures**

All figures shown in this annual financial report, other than a rate in the dollar, are rounded to the nearest dollar. Amounts are presented in Australian Dollars.

**d) Comparative figures**

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

When the Shire applies an accounting policy retrospectively, makes a retrospective restatement or reclassifies items in its financial statements that has a material effect on the statement of financial position, an additional (third) Statement of Financial Position as at the beginning of the preceding period in addition to the minimum comparative financial report is presented.

**e) Budget comparative figures**

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

**f) 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.

**g) Fair value of assets and liabilities**

Fair value is the price that the Shire would receive to sell the asset or would have to pay to transfer a liability, in an orderly (i.e. unforced) transaction between independent, knowledgeable and willing market participants at the measurement date.

As fair value is a market-based measure, the closest equivalent observable market pricing information is used to determine fair value. Adjustments to market values may be made having regard to the characteristics of the specific asset or liability. The fair values of assets that are not traded in an active market are determined using one or more valuation techniques. These valuation techniques maximise, to the extent possible, the use of observable market data.

To the extent possible, market information is extracted from either the principal market for the asset or liability (i.e. the market with the greatest volume and level of activity for the asset or liability) or, in the absence of such a market, the most advantageous market available to the entity at the end of the reporting period (i.e. the market that maximises the receipts from the sale of the asset after taking into account transaction costs and transport costs).

For non-financial assets, the fair value measurement also takes into account a market participant's ability to use the asset in its highest and best use or to sell it to another market participant that would use the asset in its highest and best use.

**h) Interest revenue**

Interest revenue is calculated by applying the effective interest rate to the gross carrying amount of a financial asset measured at amortised cost except for financial assets that subsequently become credit-impaired. For credit-impaired financial assets the effective interest rate is applied to the net carrying amount of the financial asset (after deduction of the loss allowance).

**i) Fair value hierarchy**

AASB 13 *Fair Value Measurement* requires the disclosure of fair value information by level of the fair value hierarchy, which categorises fair value measurement into one of three possible levels based on the lowest level that an input that is significant to the measurement can be categorised into as follows:

**Level 1**

Measurements based on quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date.

**Level 2**

Measurements based on inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly or indirectly.

**Level 3**

Measurements based on unobservable inputs for the asset or liability.

The fair values of assets and liabilities that are not traded in an active market are determined using one or more valuation techniques. These valuation techniques maximise, to the extent possible, the use of observable market data. If all significant inputs required to measure fair value are observable, the asset or liability is included in Level 2. If one or more significant inputs are not based on observable market data, the asset or liability is included in Level 3.

**Valuation techniques**

The Shire selects a valuation technique that is appropriate in the circumstances and for which sufficient data is available to measure fair value. The availability of sufficient and relevant data primarily depends on the specific characteristics of the asset or liability being measured. The valuation techniques selected by the Shire are consistent with one or more of the following valuation approaches:

**Market approach**

Valuation techniques that use prices and other relevant information generated by market transactions for identical or similar assets or liabilities.

**Income approach**

Valuation techniques that convert estimated future cash flows or income and expenses into a single discounted present value.

**Cost approach**

Valuation techniques that reflect the current replacement cost of the service capacity of an asset.

Each valuation technique requires inputs that reflect the assumptions that buyers and sellers would use when pricing the asset or liability, including assumptions about risks. When selecting a valuation technique, the Shire gives priority to those techniques that maximise the use of observable inputs and minimise the use of unobservable inputs. Inputs that are developed using market data (such as publicly available information on actual transactions) and reflect the assumptions that buyers and sellers would generally use when pricing the asset or liability are considered observable, whereas inputs for which market data is not available and therefore are developed using the best information available about such assumptions are considered unobservable.

**j) Impairment of assets**

In accordance with Australian Accounting Standards the Shire'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 impairment test is carried out on the asset by comparing the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, to the asset's carrying amount except for non-financial assets that are:

- land and buildings classified as property, plant and equipment;
- infrastructure; or
- vested improvements that the local government controls, in circumstances where there has been an impairment indication of a general decrease in asset values.

These non-financial assets are assessed in accordance with the regulatory framework detailed in Note 8.

Any excess of the asset's carrying amount over its recoverable amount is recognised immediately in profit or loss, unless the asset is carried at a revalued amount in accordance with another Standard (e.g. AASB 116 *Property, Plant and Equipment*) whereby any impairment loss of a revalued asset is treated as a revaluation decrease in accordance with that other Standard.



**SHIRE OF CUNDERDIN**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2024**

**22. DETERMINATION OF SURPLUS OR DEFICIT**

		2023/24 Budget (30 June 2024 Carried Forward)	2022/23 (30 June 2023 Carried Forward)
Note	2023/24 (30 June 2024 Carried Forward)		
	\$	\$	\$
<b>(a) Non-cash amounts excluded from operating activities</b>			
The following non-cash revenue or expenditure has been excluded from amounts attributable to operating activities within the Statement of Financial Activity in accordance with <i>Financial Management Regulation 32</i> .			
<b>Adjustments to operating activities</b>			
Less: Profit on asset disposals	(31,340)	(95,000)	(20,843)
Less: Movement in liabilities associated with restricted cash	9,171	0	6,191
Less: Fair value adjustments to financial assets at fair value through profit or loss	(1,681)		0
Add: Loss on disposal of assets	9,922	0	500
Add: Impairment of Plant and Equipment	0	0	0
Add: Depreciation	3,363,101	3,268,947	3,270,911
Non-cash movements in non-current assets and liabilities:			
Pensioner deferred rates	(5,353)	0	(7,049)
Employee benefit provisions	(17,984)	0	13,854
<b>Non-cash amounts excluded from operating activities</b>	<b>3,325,836</b>	<b>3,173,947</b>	<b>3,263,564</b>
<b>(b) Surplus or deficit after imposition of general rates</b>			
The following current assets and liabilities have been excluded from the net current assets used in the Statement of Financial Activity in accordance with <i>Financial Management Regulation 32</i> to agree to the surplus/(deficit) after imposition of general rates.			
<b>Adjustments to net current assets</b>			
Less: Reserve accounts	24 (1,738,288)	(1,266,845)	(1,388,689)
Add: Current liabilities not expected to be cleared at end of year			
- Current portion of borrowings	11 64,014	1,256,373	78,991
- Employee benefit provisions	194,339	0	185,168
<b>Total adjustments to net current assets</b>	<b>(1,479,935)</b>	<b>(10,472)</b>	<b>(1,124,530)</b>
<b>Net current assets used in the Statement of Financial Activity</b>			
Total current assets	6,377,404	2,429,162	6,443,504
Less: Total current liabilities	(910,691)	(2,418,170)	(981,943)
Less: Total adjustments to net current assets	(1,479,935)	(10,472)	(1,124,530)
<b>Surplus or deficit after imposition of general rates</b>	<b>3,986,778</b>	<b>520</b>	<b>4,337,031</b>



SHIRE OF CUNDERDIN  
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT  
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23. BORROWING AND LEASE LIABILITIES

(a) Borrowings

Purpose	Note	Actual						Budget							
		Principal at 1 July 2022		New Loans During 2022-23		Principal Repayments During 2022-23		Principal at 30 June 2023		New Loans During 2023-24		Principal Repayments During 2023-24		Principal at 30 June 2024	
		\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Housing Project Loan	78	0	0	0	0	0	0	0	0	0	1,238,125	0	0	1,238,125	0
Community Recreation Centre	76	934,992	0	0	0	877,258	(57,734)	0	0	877,259	0	(60,794)	816,465	0	
Ettamogah Pub	73	31,204	0	0	0	10,724	(20,480)	0	0	10,725	0	(10,725)	0	0	
Ettamogah Pub	74	21,753	0	0	0	7,475	(14,278)	0	0	7,473	0	(7,474)	(1)	0	
Total		987,949	0	0	0	895,457	(92,492)	0	0	895,457	1,238,125	(78,993)	2,054,589	0	

Borrowing Finance Cost Payments

Purpose	Loan Number	Institution	Interest Rate	Date final payment is due	Actual for year ending 30 June 2024	Budget for year ending 30 June 2024
Community Recreation Centre	76	WATC*	5.23%	15/04/2034	(44,003)	(45,100)
Ettamogah Pub	73	WATC*	6.18%	14/08/2023	(331)	(337)
Ettamogah Pub	74	WATC*	6.12%	14/08/2023	(229)	(233)
Guarantee Levy	All	WATC*	0.70%	15/04/2033	(9,161)	0
<b>Total</b>					<b>(53,724)</b>	<b>(45,670)</b>
<b>Total Finance Cost Payments</b>					<b>(53,724)</b>	<b>(45,670)</b>

\* WA Treasury Corporation

(b) New Borrowings - 2023/24

Particulars/Purpose	Institution	Loan Type	Term Years	Interest Rate	Amount Borrowed		Amount (Used)	
					2024 Actual	2024 Budget	2024 Actual	2024 Budget
Housing Development	WATC*	Fixed	10	6.00%	\$ 0	\$ 1,238,125	\$ 0	\$ 0
<b>Total</b>					<b>0</b>	<b>1,238,125</b>	<b>0</b>	<b>0</b>

\* WA Treasury Corporation



**SHIRE OF CUNDERDIN  
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**24. RESERVE ACCOUNTS**

	2024			2024			2024			2024			2024			2024			2023			2023		
	Actual	Actual	Actual	Actual	Actual	Actual	Opening	Budget	Budget	Transfer	to	to	Opening	Budget	Budget	Transfer	to	to	Actual	Actual	Actual	Transfer	Transfer	Actual
	Balance	Transfer	to	to	to	to	Balance	Balance	Transfer	to	to	to	Balance	Balance	Transfer	to	to	to	Balance	Balance	Balance	Transfer	Transfer	Balance
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
<b>Restricted by council</b>																								
(a) Leave reserve	185,168		9,171		0	194,339	185,168		0		0		178,977		0		6,191				0			185,168
(b) Plant Replacement	57,161	102,831			0	159,992	57,161	100,000					55,250		0		1,911				0			57,161
(c) Airfield	111,698	4,945			0	116,643	99,846		0				115,839		0		15,859				(20,000)			111,698
(d) Community Bus	24,458	1,048			0	25,506	21,159		0				20,451		0		4,007				0			24,458
(e) Asset Replacement	253,365	12,946			0	266,311	261,398		0				252,658		0		707				0			253,365
(f) Buildings	467,190	23,490			0	490,680	474,309		0				458,450		(400,000)		8,740				0			467,190
(g) Cunderdin Museum	34,717	17,543			0	52,260	32,872	15,000					17,274		0		17,443				0			34,717
(h) Sporting Surfaces Replacement	131,633	26,519			0	158,152	131,633	20,000					107,901		0		23,732				0			131,633
(i) Age Appropriate Accommodation	123,299	51,106			0	174,405	123,299	45,000					90,180		0		33,119				0			123,299
(j) Cunderdin Memorial Swimming Pool	0	100,000			0	100,000	0	100,000					0		0									0
	1,388,689	349,599			0	1,738,288	1,386,845	280,000					1,296,980		(400,000)		111,709				(20,000)			1,388,689

All reserves are supported by cash and cash equivalents and financial assets at amortised cost and are restricted within equity as Reserve accounts.

In accordance with council resolutions or adopted budget in relation to each reserve account, the purpose for which the reserves are set aside and their anticipated date of use are as follows:

<b>Name of reserve account</b>	<b>Purpose of the reserve account</b>
<b>Restricted by council</b>	
(a) Leave reserve	To be used to fund annual and long service leave requirements.
(b) Plant Replacement	To be used to fund acquisition, disposal and maintenance of plant and equipment.
(c) Airfield	To be used to fund acquisition, disposal and maintenance of property, buildings, plant and equipment associated with the Cunderdin airfield
(d) Community Bus	To be used to fund acquisition, disposal and maintenance of the community bus
(e) Asset Replacement	To provide the replacement of necessary equipment, furniture and infrastructure comprising of roads, drains, footpaths and recreation assets.
(f) Buildings	To be used to fund acquisition, disposal and maintenance of land and Buildings
(g) Cunderdin Museum	To be used to fund exhibitions and upgrades to the Cunderdin Museum.
(h) Sporting Surfaces Replacement	To be used to fund the replacement of the tennis and bowling surfaces in Cunderdin and Meckering.
(i) Age Appropriate Accommodation	To be used to fund the ongoing maintenance and upgrades of Sandalwood Village and other Aged Accommodation.
(j) Cunderdin Memorial Swimming Pool	To be used to fund the ongoing maintenance and upgrades of Cunderdin Memorial Swimming Pool



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**25. TRUST FUNDS**

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

	<b>1 July 2023</b>	<b>Amounts Received</b>	<b>Amounts Paid</b>	<b>30 June 2024</b>
	\$	\$	\$	\$
Working Trust	5,105	5,063		10,168
Community Centre Trust Term Deposit	581,111	28,714	0	609,825
	586,216	33,777	0	619,993