

SHIRE OF SERPENTINE JARRAHDAL
BUDGET
FOR THE YEAR ENDED 30TH JUNE 2011

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SHIRE OF SERPENTINE JARRAHDALE

STATEMENT OF COMPEREHENSIVE INCOME

BY NATURE OR TYPE

FOR THE YEAR ENDED 30TH JUNE 2011

	NOTE	2010/11 Budget \$	2009/10 Actual \$	2009/10 Budget \$
REVENUE				
Rates	8	10,220,714	9,115,746	8,946,043
Operating Grants, & Subsidies		2,275,113	2,879,777	2,112,002
Contributions		252,000	154,669	67,400
Reimbursements		488,771	611,988	696,861
Fees and Charges	11	3,166,015	3,264,666	2,854,100
Service Charges	10	0	0	0
Interest Earnings	2(a)	536,800	487,407	565,830
Other Revenue		292,764	284,653	282,519
		<u>17,232,177</u>	<u>16,798,906</u>	<u>15,524,755</u>
EXPENSES				
Employee Costs		(7,573,977)	(6,500,606)	(6,723,973)
Materials and Contracts		(8,029,801)	(7,614,556)	(7,249,241)
Utility Charges		(572,562)	(460,919)	(544,332)
Depreciation	2(a)	(2,478,067)	(2,439,697)	(2,268,155)
Interest Expenses	2(a)	(338,165)	(274,705)	(278,705)
Insurance Expenses		(360,634)	(327,044)	(314,170)
Other Expenditure		(150,612)	(118,729)	(420,525)
		<u>(19,503,818)</u>	<u>(17,736,256)</u>	<u>(17,799,101)</u>
		<u>(2,271,641)</u>	<u>(937,350)</u>	<u>(2,274,346)</u>
Non-Operating Contributions		0	1,383,298	380,000
Non-Operating Grants		2,283,248	1,637,308	3,609,074
Profit on Asset Disposals	4	1,133,102	263,884	1,236,317
Loss on Asset Disposals	4	(37,543)	(37,699)	(34,831)
NET RESULT		1,107,166	2,309,441	2,916,214
Other Comprehensive Income		<u>0</u>	<u>0</u>	<u>0</u>
TOTAL COMPREHENSIVE INCOME		<u>1,107,166</u>	<u>2,309,441</u>	<u>2,916,214</u>

Please note, Other Comprehensive Income (if any) is impacted upon by external forces and is not able to be reliably estimated.

It is anticipated, in all instances, any other comprehensive income will relate to non-cash transactions and as such, have no impact on this budget document.

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

SHIRE OF SERPENTINE JARRAHDALÉ
STATEMENT OF COMPEREHENSIVE INCOME
BY PROGRAM
FOR THE YEAR ENDED 30TH JUNE 2011

	NOTE	2010/11 Budget	2009/10 Actual	2009/10 Budget
REVENUE (Refer Notes 1,2,8 to 13)		\$	\$	\$
Governance		368,664	369,490	317,045
General Purpose Funding		12,723,616	12,068,304	11,242,029
Law, Order, Public Safety		550,640	527,957	455,322
Health		39,568	49,591	99,297
Education and Welfare		350	343	250
Community Amenities		2,578,117	2,337,285	2,469,084
Recreation and Culture		158,491	175,115	150,105
Transport		314,971	343,188	390,557
Economic Services		469,760	572,276	394,066
Other Property and Services		28,000	353,373	7,000
		<u>17,232,177</u>	<u>16,796,922</u>	<u>15,524,755</u>
EXPENSES EXCLUDING				
FINANCE COSTS (Refer Notes 1,2 & 14)				
Governance		(4,566,832)	(3,467,139)	(3,584,069)
General Purpose Funding		(375,874)	(314,892)	(307,886)
Law, Order, Public Safety		(1,534,026)	(1,193,259)	(1,252,057)
Health		(366,466)	(361,442)	(385,815)
Education and Welfare		(16,188)	(10,085)	(16,508)
Community Amenities		(4,414,347)	(4,271,512)	(4,774,234)
Recreation & Culture		(2,269,764)	(1,980,279)	(2,023,136)
Transport		(4,808,643)	(5,406,116)	(4,516,090)
Economic Services		(627,176)	(506,008)	(575,068)
Other Property and Services		(186,337)	51,167	(85,533)
		<u>(19,165,653)</u>	<u>(17,459,565)</u>	<u>(17,520,396)</u>
FINANCE COSTS (Refer Notes 2 & 5)				
Community Amenities		(118,713)	(37,781)	(71,194)
Recreation & Culture		(164,994)	(201,259)	(171,846)
Transport		(50,203)	(30,099)	(30,099)
Economic Services		(4,255)	(5,566)	(5,566)
		<u>(338,165)</u>	<u>(274,705)</u>	<u>(278,705)</u>
NON-OPERATING GRANTS AND CONTRIBUTIONS				
Law, Order, Public Safety		980,000	0	1,426,000
Recreation & Culture		142,913	812,748	1,084,741
Transport		1,160,335	2,207,857	1,478,333
		<u>2,283,248</u>	<u>3,020,605</u>	<u>3,989,074</u>
PROFIT/(LOSS) ON				
DISPOSAL OF ASSETS (Refer Note 4)				
Governance		(2,488)	(23,942)	(11,920)
General Purpose Funding		0	252,764	0
Law, Order, Public Safety		261,658	0	367,000
Health		(1,006)	1,295	790
Community Amenities		(3,430)	(9,232)	644
Transport		(4,100)	435	1,485
Economic Services		0	(3,265)	(2,028)
Other Property and Services		844,925	8,129	845,515
		<u>1,095,559</u>	<u>226,184</u>	<u>1,201,486</u>
NET RESULT		<u>1,107,166</u>	<u>2,309,441</u>	<u>2,916,214</u>
Other Comprehensive Income		<u>0</u>	<u>0</u>	<u>0</u>
TOTAL COMPREHENSIVE INCOME		<u><u>1,107,166</u></u>	<u><u>2,309,441</u></u>	<u><u>2,916,214</u></u>

Please note, Other Comprehensive Income (if any) is impacted upon by external forces and is not able to be reliably estimated.

It is anticipated, in all instances, any other comprehensive income will relate to non-cash transactions and as such, have no impact on this budget document.

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

SHIRE OF SERPENTINE JARRAHDALÉ

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 30TH JUNE 2011

	NOTE	2010/11 Budget \$	2009/10 Actual \$	2009/10 Budget \$
Cash Flows From Operating Activities				
Receipts				
Rates		10,540,714	8,922,251	8,812,012
Operating Grants, and Subsidies		2,275,113	2,879,777	2,112,002
Contributions		252,000	119,490	67,400
Reimbursements		488,771	647,167	696,861
Fees and Charges		3,221,128	2,739,928	2,854,100
Interest Earnings		536,800	487,408	565,830
Goods and Services Tax		13,093	0	156,000
Other		292,764	284,653	282,519
		<u>17,620,383</u>	<u>16,080,674</u>	<u>15,546,724</u>
Payments				
Employee Costs		(7,573,977)	(6,500,421)	(6,723,973)
Materials and Contracts		(7,916,876)	(7,003,843)	(7,278,143)
Utility Charges		(572,562)	(460,919)	(544,332)
Insurance Expenses		(360,634)	(327,044)	(314,170)
Interest Expenses		(338,165)	(274,705)	(278,705)
Goods and Services Tax		0	(126,893)	0
Other		(150,612)	(118,729)	(420,525)
		<u>(16,912,826)</u>	<u>(14,812,554)</u>	<u>(15,559,848)</u>
Net Cash Provided By Operating Activities	15(b)	<u>707,557</u>	<u>1,268,120</u>	<u>(13,124)</u>
Cash Flows from Investing Activities				
Payments for Purchase of Property, Plant & Equipment	3	(2,202,952)	(3,554,900)	(5,893,336)
Payments for Construction of Infrastructure	3	(1,788,000)	(2,427,378)	(2,437,500)
Non-Operating Grants, Subsidies and Contributions used for the Development of Assets		2,283,248	3,020,605	3,989,074
Proceeds from Sale of Property, Plant & Equipment	4	<u>1,612,700</u>	<u>811,802</u>	<u>1,904,000</u>
Net Cash Used in Investing Activities		<u>(95,004)</u>	<u>(2,149,871)</u>	<u>(2,437,762)</u>
Cash Flows from Financing Activities				
Repayment of Debentures	5	(1,367,338)	(546,498)	(546,497)
Proceeds from Self Supporting Loans		11,625	10,931	10,931
Proceeds from New Debentures	5	<u>1,236,333</u>	<u>1,651,708</u>	<u>1,844,528</u>
Net Cash Provided By (Used In) Financing Activities		<u>(119,380)</u>	<u>1,116,141</u>	<u>1,308,962</u>
Net Increase (Decrease) in Cash Held		493,173	234,390	(1,141,924)
Cash at Beginning of Year		7,418,214	7,183,824	7,183,363
Cash and Cash Equivalents at the End of the Year	15(a)	<u><u>7,911,387</u></u>	<u><u>7,418,214</u></u>	<u><u>6,041,439</u></u>

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

**SHIRE OF SERPENTINE JARRAHDALE
RATE SETTING STATEMENT
FOR THE YEAR ENDED 30TH JUNE 2011**

	NOTE	2010/11 Budget \$	2009/10 Actual \$	2009/10 Budget \$
REVENUES	1,2			
Governance		368,664	371,476	317,045
General Purpose Funding		2,502,902	3,214,413	2,304,081
Law, Order, Public Safety		1,813,543	527,957	2,250,322
Health		39,568	52,920	101,362
Education and Welfare		350	343	250
Community Amenities		2,578,117	2,337,285	2,475,641
Recreation and Culture		301,404	987,863	1,234,846
Transport		1,475,306	2,548,759	1,865,634
Economic Services		469,760	572,276	394,065
Other Property and Services		878,199	353,373	858,791
		10,427,813	10,966,665	11,802,037
EXPENSES	1,2			
Governance		(4,569,320)	(3,493,067)	(3,595,987)
General Purpose Funding		(375,874)	(315,892)	(307,886)
Law, Order, Public Safety		(1,555,271)	(1,193,259)	(1,254,059)
Health		(367,472)	(363,476)	(387,091)
Education and Welfare		(16,188)	(10,085)	(16,507)
Community Amenities		(4,536,490)	(4,318,525)	(4,851,338)
Recreation & Culture		(2,434,758)	(2,181,538)	(2,194,982)
Transport		(4,862,949)	(5,441,585)	(4,549,543)
Economic Services		(631,431)	(514,838)	(582,663)
Other Property and Services		(191,611)	59,296	(91,809)
		(19,541,364)	(17,772,969)	(17,831,865)
Adjustments for Cash Budget Requirements:				
Non-Cash Expenditure and Revenue				
(Profit)/Loss on Asset Disposals	4	(1,095,559)	(226,184)	(1,201,486)
Prepaid expenses		0	(9,647)	0
Deferred Pensioners		0	(19,908)	0
Depreciation on Assets	2(a)	2,478,067	2,439,697	2,268,155
Capital Expenditure and Revenue				
Purchase Land and Buildings	3	(310,452)	(2,630,777)	(3,130,536)
Purchase Infrastructure Assets - Roads	3	(1,620,000)	(2,329,669)	(2,287,500)
Purchase Infrastructure Assets - Parks	3	(168,000)	(97,709)	(150,000)
Purchase Plant and Equipment	3	(1,871,000)	(889,238)	(2,708,600)
Purchase Furniture and Equipment	3	(21,500)	(34,885)	(54,200)
Proceeds from Disposal of Assets	4	1,612,700	811,802	1,904,000
Repayment of Debentures	5	(1,367,338)	(546,498)	(546,498)
Proceeds from New Debentures	5	1,236,333	1,651,708	1,844,528
Self-Supporting Loan Principal Income		11,625	10,931	10,931
Transfers to Restricted Assets	6	(200,000)	(1,758,018)	(200,000)
Transfers from Restricted Assets	6	219,669	1,746,171	1,684,555
Transfers to Reserves (Restricted Assets)	6	(1,332,690)	(802,537)	(1,421,618)
Transfers from Reserves (Restricted Assets)	6	800,122	391,190	468,670
ADD Estimated Surplus/(Deficit) July 1 B/Fwd	7	520,860	504,989	608,021
LESS Estimated Surplus/(Deficit) June 30 C/Fwd	7	0	520,860	4,637
Amount Required to be Raised from Rates	8	(10,220,714)	(9,115,746)	(8,946,043)

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

SHIRE OF SERPENTINE JARRAHDALÉ
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2011

1. SIGNIFICANT ACCOUNTING POLICIES

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

(a) Basis of Accounting

The budget has been prepared in accordance with applicable Australian Accounting Standards (as they apply to local government and not-for-profit entities), other mandatory professional reporting requirements, the Local Government Act 1995 (as amended) and accompanying regulations (as amended). The budget has also been prepared on the accrual basis under the convention of historical cost accounting.

(b) 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 budget.

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 at Note 16 to this budget document.

(c) 2009/10 Actual Balances

Balances shown in this budget as 2009/10 Actual are as forecast at the time of budget preparation and are subject to final adjustments.

(d) Rounding Off Figures

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

(e) 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.

(f) Goods and Services Tax

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

(g) Cash and Cash Equivalents

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

For the purposes of the statement of cash flows, 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.

SHIRE OF SERPENTINE JARRAHDALÉ
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2011

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(h) 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.

(i) Inventories

General

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

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

Land Held for Resale

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

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

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

(j) Fixed Assets

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.

Revaluation

Certain asset classes may be revalued 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 revalued amount, being their fair value at the date of revaluation less any subsequent accumulated depreciation and accumulated impairment losses, are to be revalued with sufficient regularity to ensure the carrying amount does not differ materially from that determined using fair value at reporting date.

SHIRE OF SERPENTINE JARRAHDALÉ
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2011

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(j) Fixed Assets (Continued)

Land Under Roads

In Western Australia, all land under roads is Crown Land, the responsibility for managing which, is vested in the local government.

Effective as at 1 July 2008, Council elected not to recognise any value for land under roads acquired on or before 30 June 2008. This accords with the treatment available in Australian Accounting Standard AASB 1051 Land Under Roads and the fact Local Government (Financial Management) Regulation 16(a)(i) prohibits local governments from recognising such land as an asset.

In respect of land under roads acquired on or after 1 July 2008, as detailed above, Local Government (Financial Management) Regulation 16(a)(i) prohibits local governments from recognising such land as an asset.

Whilst this treatment is inconsistent with the requirements of AASB 1051, Local Government (Financial Management) Regulation 4(2) provides, in the event of such an inconsistency, the Local Government (Financial Management) Regulations prevail.

Consequently, any land under roads acquired on or after 1 July 2008 is not included as an asset of the Council.

(k) 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. Assets are depreciated from the date of acquisition or, in respect of internally constructed assets, from the time the asset is completed and held ready for use.

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

Land	Not depreciated
Buildings	30 to 50 years
Furniture and Equipment	4 to 10 years
Plant and Equipment	5 to 15 years
Motor Vehicles	2 to 5 years
Computer Equipment	2 to 5 years
Sealed roads and streets	
clearing and earthworks	not depreciated
construction/road base	40 years
original surfacing	
bituminous seals	20 years
asphalt surfaces	25 years
Gravel roads	
clearing and earthworks	not depreciated
construction/road base	25 years
Formed roads (unsealed)	
clearing and earthworks	not depreciated
construction/road base	50 years
Footpaths	40 years
Water supply piping & drainage systems	50 years
Irrigation Systems	25 years

SHIRE OF SERPENTINE JARRAHDALE
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2011

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(l) Investments and Other Financial Assets

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 balance date.

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

Financial assets at fair value through profit or loss are financial assets held for trading. A financial asset is classified in this category if acquired 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 statement of financial position.

(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.

Recognition and derecognition

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 statement of comprehensive income. Financial assets are derecognised 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 statement of comprehensive income as gains and losses from investment securities.

SHIRE OF SERPENTINE JARRAHDALE
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2011

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(l) Investments and Other Financial Assets (Continued)

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 fair value. Gains and losses arising from changes in the fair value of the financial assets at fair value category are presented in the statement of comprehensive income 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 statement of comprehensive income as part of revenue from continuing operations when the 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.

Impairment

Council assesses at each balance date whether there is objective evidence that a financial asset or group of 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 statement of comprehensive income. Impairment losses recognised in the statement of comprehensive income on equity instruments classified as available-for-sale are not reversed through the statement of comprehensive income.

(m) 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 quoted market prices at the balance 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.

SHIRE OF SERPENTINE JARRAHDALE
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2011

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(n) Impairment

In accordance with Australian Accounting Standards the Council's assets, other than inventories, are assessed at each balance 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 statement of comprehensive income.

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

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

In any event, an impairment loss is a non-cash transaction and consequently, has no impact on this budget document.

(o) 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.

(p) Employee Benefits

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

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

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

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

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

SHIRE OF SERPENTINE JARRAHDALE
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2011

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(q) 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 date.

Borrowing Costs

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

(r) Provisions

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

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

(s) Superannuation

The Council 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 a cash refund or a reduction in the future payments is available.

(t) 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 in the next 12 months except for land held for resale where it is held as non-current based on Council's intentions to release for sale.

SHIRE OF SERPENTINE JARRAHDALE
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2011

	2010/11 Budget \$	2009/10 Actual \$	2009/10 Budget \$
2. REVENUES AND EXPENSES			
(a) Net Result from Ordinary Activities was arrived at after:			
(i) Charging as Expenses:			
Depreciation			
<u>By Program</u>			
Governance	317,800	310,751	147,800
Law, Order, Public Safety	100,817	100,554	141,656
Education and Welfare	2,000	1,841	0
Community Amenities	4,215	4,211	4,565
Recreation and Culture	197,994	197,848	192,966
Transport	1,738,491	1,707,841	1,679,778
Other Property and Services	116,750	116,651	101,390
	<u>2,478,067</u>	<u>2,439,697</u>	<u>2,268,155</u>
<u>By Class</u>			
Land and Buildings	235,094	233,715	231,000
Furniture and Equipment	55,900	56,854	77,480
Plant and Equipment	448,582	441,286	280,000
Roads	1,644,308	1,616,241	1,590,000
Footpaths	44,604	42,067	40,675
Drainage	49,579	49,534	49,000
	<u>2,478,067</u>	<u>2,439,697</u>	<u>2,268,155</u>
Borrowing Costs (Interest)			
- Debentures (<i>refer note 5(a)</i>)	338,165	274,705	278,705
	<u>338,165</u>	<u>274,705</u>	<u>278,705</u>
Rental Charges			
- Operating Leases	384,632	363,320	382,443
	<u>384,632</u>	<u>363,320</u>	<u>382,443</u>
(ii) Crediting as Revenues:			
Interest Earnings			
Investments			
- Restricted Funds	0	2,495	0
- Developer Contribution Funds	200,000	157,433	200,000
- Reserve Funds	60,000	59,641	70,830
- Other Funds	150,000	145,014	200,000
Other Interest Revenue (<i>refer note 13</i>)	126,800	122,824	95,000
	<u>536,800</u>	<u>487,407</u>	<u>565,830</u>

SHIRE OF SERPENTINE JARRAHDALE
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2011

2. REVENUES AND EXPENSES (Continued)

(b) Statement of Objective

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

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

GOVERNANCE

Members of Council, human resources, information management, public relations and subscriptions, administration, finance and community development.

GENERAL PURPOSE FUNDING

Rate revenue, late payment penalty, general purpose grants, untied road grants, commissions, interest on investments, reimbursements and banking costs.

LAW, ORDER, PUBLIC SAFETY

Volunteer bushfire brigades, fire prevention, animal control, emergency management and public safety administration.

HEALTH

Health services including infant health, inspection of premises, pest control and preventative maintenance.

EDUCATION AND WELFARE

Pre-schools and family centre.

COMMUNITY AMENITIES

Waste management including household refuse and recycling, bulk verge green waste and hard waste collections, environmental and sustainability, town planning, public conveniences and cemeteries.

RECREATION AND CULTURE

Provision of facilities and support of organisations with leisure activities and sport including halls, sports grounds, parks and gardens, and the Mundijong Library.

TRANSPORT

Construction and maintenance of roads, bridges, footpaths, Council depot and purchases of plant and equipment and engineering design.

ECONOMIC SERVICES

Rural services such as weed control of reserves, tourism and area promotion, management of building applications and economic development.

OTHER PROPERTY & SERVICES

Private works, public works overheads, plant operation, Jarrahdale Heritage Park development and maintenance and land development.

**SHIRE OF SERPENTINE JARRAHDALE
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2011**

3. ACQUISITION OF ASSETS

**2010/11
Budget
\$**

The following assets are budgeted to be acquired during the year:

By Program

Governance

Plant Replacement - Director Engineering	44,000
Plant Replacement - Director Corporate Services	44,000
Plant Replacement - Manager Community Development	31,000
Projector	1,500

Law, Order, Public Safety

Plant Replacement - Jarrahdale 3.4 Tanker	340,000
Plant Replacement - Mundijong 7.2 Tanker	310,000
Plant Replacement - Mundijong Light Tanker	95,000
Plant Replacement - Oakford Light Tanker	95,000
Plant Replacement - Oakford 3.4 Tanker	340,000
Plant Replacement - SES Troop Carrier	95,000
Plant Replacement - SES Rescue Trailer	15,000
Mundijong BFB/SES Toilet/Shower Block	35,000
Firebreak Computer Software	20,000
Static Water Supply - Craddon Road, Oakford	52,000
Plant Replacement - Senior Ranger	39,000
Plant Replacement - Manager Emergency Services	50,000

Health

Plant Replacement - Manager Health and Ranger Services	31,000
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Community Amenities

Generator for Communications Tower	12,000
Plant Replacement - Manager Environmental Services	31,000
Plant Replacement - Executive Manager Strategic Planning	35,000
Plant Replacement - Executive Manager Planning	35,000

Recreation and Culture

Community Facility - Glades Council Contribution	100,000
Mundijong Telecentre Building	50,000
Jarrahdale Old Post Office Conservations works	36,900
Forest Green Community Project - carried over 2009/2010	24,552

Transport

Bridle Trails Construction	18,000
Byford Beautification Project	150,000
Jarrahdale Road - S Bends	180,000
Tuart Road - Anketell Road 450m	180,000
Hall Road - Karnup Road 450m	105,000
Henderson Road	45,000
Hopelands Road - Karnup Road intersection south 1.4km	600,000
Jarrahdale Road - Jubb Road east 1.2km	400,000
Kargotich Road - road reseal carried over from 2009/10	45,000
Watkins Road - carried over 2009/10	65,000
Plant - Graffiti Trailer	8,000
Plant Replacement - Building Maintenance Officer	39,000
Plant Replacement - Mechanic	39,000
Plant Replacement - Manager Operations	31,000
Plant Replacement - Design Team Leader	39,000
Plant Replacement - Subdivision Co-ordinator	23,000
Plant Replacement - MWSUD	31,000
Plant Replacement - Subdivision Manager	31,000

3,990,952

SHIRE OF SERPENTINE JARRAHDAL

NOTES TO AND FORMING PART OF THE BUDGET

FOR THE YEAR ENDED 30TH JUNE 2011

3. ACQUISITION OF ASSETS (Continued)

By Class

Land and Buildings	310,452
Infrastructure Assets - Roads	1,620,000
Infrastructure Assets - Parks and Ovals	168,000
Plant and Equipment	1,871,000
Furniture and Equipment	21,500
	<u>3,990,952</u>

4. DISPOSALS OF ASSETS

The following assets are budgeted to be disposed of during the year.

By Program

	Net Book Value	Sale Proceeds	Profit(Loss)
	2010/11 BUDGET	2010/11 BUDGET	2010/11 BUDGET
	\$	\$	\$
Governance			
Plant Replacement - Director Corporate Services	29,305	28,100	(1,205)
Plant Replacement - Director Engineering	29,164	28,100	(1,064)
Plant Replacement - Community Development Manager	21,219	21,000	(219)
Law, Order, Public Safety			
Jarrahdale 3.4 Tanker	0	85,000	85,000
Mundijong 7.2 Tanker	0	85,000	85,000
Mundijong Light Tanker	30,000	41,000	11,000
Oakford Light Tanker	28,097	41,000	12,903
Oakford 3.4 Tanker	0	85,000	85,000
SES Troop Carrier	35,000	18,000	(17,000)
SES Rescue Trailer	0	4,000	4,000
Plant Replacement - Manager Emergency Services	32,245	32,000	(245)
Plant Replacement - Senior Ranger	24,000	20,000	(4,000)
Health			
Plant Replacement - Manager Health & Ranger Services	22,006	21,000	(1,006)
Community Amenities			
Plant Replacement - Manager Environmental Services	21,961	21,000	(961)
Plant Replacement -Exec Manager Strategic Planning	24,667	24,000	(667)
Plant Replacement - Exec Manager Statutory Planning	24,802	23,000	(1,802)
Transport			
Plant Replacement - Design Team Leader	22,186	22,000	(186)
Plant Replacement - Senior Technical Officer	16,800	14,000	(2,800)
Plant Replacement - MWSUD	25,081	25,000	(81)
Plant Replacement - Subdivision Manager	21,033	20,000	(1,033)
Other			
Plant Replacement - Mechanic	12,000	10,000	(2,000)
Plant Replacement - Building Maintenance Officer	22,774	22,500	(274)
Plant Replacement - Manager Operations	25,000	22,000	(3,000)
Lot 821 #84 Staff Street, Jarrahdale	12,533	225,000	212,467
Lot 820 #63 Staff Street, Jarrahdale	12,414	225,000	212,586
Lot 816 #67 Staff Street, Jarrahdale	12,496	225,000	212,504
Lot 819 #64 Staff Street, Jarrahdale	12,358	225,000	212,642
	517,141	1,612,700	1,095,559

By Class

	Net Book Value	Sale Proceeds	Profit(Loss)
	2010/11 BUDGET	2010/11 BUDGET	2010/11 BUDGET
	\$	\$	\$
Land and Buildings	49,801	900,000	850,199
Plant and Equipment	467,340	712,700	245,360
	517,141	1,612,700	1,095,559

SHIRE OF SERPENTINE JARRAHDALÉ
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2011

4. DISPOSALS OF ASSETS (Continued)

Summary

2010/11
BUDGET
\$

Profit on Asset Disposals	1,133,102
Loss on Asset Disposals	<u>(37,543)</u>
	<u><u>1,095,559</u></u>

SHIRE OF SERPENTINE JARRAHDALÉ
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2011

5. INFORMATION ON BORROWINGS

(a) Debenture Repayments

Particulars	Principal 1-Jul-10	New Loans	Principal Repayments		Principal Outstanding		Interest Repayments	
			2010/11 Budget \$	2009/10 Actual \$	2010/11 Budget \$	2009/10 Actual \$	2010/11 Budget \$	2009/10 Actual \$
85 Serpentine Sports Reserve	0		0	22,038	0	0	0	961
87 Serpentine Sports Reserve	53,278		25,794	24,207	27,484	53,278	3,027	4,614
88 Oakford Community Centre	17,759		8,598	8,069	9,161	17,759	1,009	1,538
89 Serpentine Pavilion	46,235		10,522	9,899	35,713	46,235	2,706	3,329
90** Serpentine Pavilion	27,854		6,396	6,051	21,458	27,854	1,508	1,853
91 Recreation Centre	2,256,249		195,447	184,193	2,060,802	2,256,249	134,670	145,925
91B Recreation Centre	182,256		16,005	15,130	166,251	182,256	10,309	11,184
92 Gym Equipment	16,079		16,079	15,131	0	16,079	789	1,737
93** Serpentine Golf Club	5,524		5,524	5,159	0	5,524	251	615
94 Toyota Coaster Bus	59,210		18,288	16,977	40,922	59,210	4,255	5,566
95 Byford Developer Contribution	32,198		15,202	9,232	16,996	32,198	3,186	3,027
97 Mundijong Whitby Structure Plan	418,168		198,154	121,039	220,014	418,168	38,214	36,539
98 Population Projection Study	20,607		6,365	5,908	14,242	20,607	1,481	1,937
99 Byford Town Centre Policy	440,000		440,000	0	0	440,000	22,750	24,143
100 Road Design Costs	82,197		18,888	17,803	63,309	82,197	4,377	5,461
101 Byford Developer Contribution	24,659		5,666	5,341	18,993	24,659	1,313	1,638
102 Road Construction	370,835		85,214	80,321	285,621	370,835	19,745	24,638
103 Road Construction	486,347		86,921	0	399,426	486,347	26,081	0
104 Community Infrastructure	200,000		35,744	0	164,256	200,000	10,725	0
105 Mundijong Implementation	286,539		51,211	0	235,328	286,539	15,366	0
106 LPS Strategy Formulation & TPS2	125,000		22,340	0	102,660	125,000	6,703	0
107 Byford Town Centre LSP	245,000		43,787	0	201,213	245,000	13,139	0
108 Byford Developer Contribution	192,500		34,404	0	158,096	192,500	10,323	0
109 Developer Contribution	116,322		20,789	0	95,533	116,322	6,238	0
110 Road Construction Costs		378,333	0	0	378,333	0	0	0
111 Byford Developer Contribution		288,000	0	0	288,000	0	0	0
112 Mundijong Developer Contribution		30,000	0	0	30,000	0	0	0
113 Byford Town Centre		440,000	0	0	440,000	0	0	0
114 Community Facility (Glades)		100,000	0	0	100,000	0	0	0
	5,704,816	1,236,333	1,367,338	546,498	5,573,811	5,704,816	338,165	274,705

** Debentures 90 and 93 are self supporting loans

Debentures 95-99, 99-101, 105-109, and 111-113 are to be financed by the Developer Contribution Schemes

All other debenture repayments are to be financed by general purpose revenue.

SHIRE OF SERPENTINE JARRAHDAL
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2011

5. INFORMATION ON BORROWINGS (Continued)

(b) New Debentures - 2010/11

Particulars/Purpose		Amount Borrowed Budget	Institution	Loan Type	Term (Years)	Total Interest & Charges	Interest Rate %	Amount Used Budget	Balance Unspent \$
110	Road Construction Costs	378,333	WATC	Debenture	5	113,500	6.0	378,333	0
111	Byford Developer Contribution	288,000	WATC	Debenture	5	86,400	6.0	288,000	0
112	Mundijong Developer Contribution	30,000	WATC	Debenture	5	9,000	6.0	30,000	0
113	Byford Town Centre	440,000	WATC	Debenture	5	132,000	6.0	440,000	0
114	Community Facility (Glades)	100,000	WATC	Debenture	5	30,000	6.0	100,000	0

(c) Unspent Debentures

Council had no unspent debenture funds as at 30th June 2010 nor is it expected to have unspent debenture funds as at 30th June 2011.

(d) Overdraft

Council has not utilised an overdraft facility during the financial year although an overdraft facility of \$100,000 with the Australia and New Zealand Bank does exist. It is not anticipated that this facility will be required to be utilised during 2010/11.

SHIRE OF SERPENTINE JARRAHDALÉ

NOTES TO AND FORMING PART OF THE BUDGET

FOR THE YEAR ENDED 30TH JUNE 2011

	2010/11 Budget \$	2009/10 Actual \$	2009/10 Budget \$
6. RESERVES			
(a) Light Fleet and Plant Acquisition Reserve			
Opening Balance	130,029	68,811	68,809
<i>Amount Set Aside / Transfer to Reserve</i>			
Municipal Transfer	0	75,000	75,000
Interest	4,677	3,309	3,995
<i>Amount Used / Transfer from Reserve</i>			
Road Broom Sweeper	0	(17,091)	(25,000)
	<u>134,706</u>	<u>130,029</u>	<u>122,804</u>
(b) Gravel Pit Reserve			
Opening Balance	19,663	18,761	18,760
<i>Amount Set Aside / Transfer to Reserve</i>			
Interest	710	902	1,089
	<u>20,373</u>	<u>19,663</u>	<u>19,849</u>
(c) Tourism Reserve (formerly Serpentine Dam Tearooms)			
Opening Balance	71,959	65,822	66,621
<i>Amount Set Aside / Transfer to Reserve</i>			
Sale Yards Lease income	2,400	2,400	2,400
Tearooms Lease income	2,500	4,800	1,201
Interest	2,598	3,497	3,084
<i>Amount Used / Transfer from Reserve</i>			
Tourism Strategy	(22,500)	(4,560)	(12,500)
Tourism Memberships	(5,000)	0	(5,000)
	<u>51,957</u>	<u>71,959</u>	<u>55,806</u>
(d) Investment Reserve			
Opening Balance	506,841	242,326	241,519
<i>Amount Set Aside / Transfer to Reserve</i>			
Interest	18,298	11,751	13,440
Sale of Karbro Drive	0	252,764	0
	<u>525,139</u>	<u>506,841</u>	<u>254,959</u>
(e) Community Facilities Reserve			
Opening Balance	87,076	83,081	83,079
<i>Amount Set Aside / Transfer to Reserve</i>			
Interest	3,144	3,995	4,823
	<u>90,220</u>	<u>87,076</u>	<u>87,902</u>
(f) Leave Reserve			
Opening Balance	69,722	95,147	95,145
<i>Amount Set Aside / Transfer to Reserve</i>			
Interest	2,517	4,575	5,523
<i>Amount Used / Transfer from Reserve</i>			
Allocation for LSL	(62,000)	(30,000)	(30,000)
	<u>10,239</u>	<u>69,722</u>	<u>70,668</u>
(g) JHP Reserve			
Opening Balance	0	0	0
<i>Amount Set Aside / Transfer to Reserve</i>			
Proceeds from sale of Staff Street	850,199	0	900,000
JHP Operating Income	10,000	16,107	0
Interest	0	0	0
<i>Amount Used / Transfer from Reserve</i>			
Net Operating Expenditure - Previous Years	(545,895)	0	(87,399)
JHP Capital Expenditure	0	0	0
JHP Operating Expenditure	(92,175)	(16,107)	(85,216)
	<u>222,129</u>	<u>0</u>	<u>727,385</u>

SHIRE OF SERPENTINE JARRAHDALÉ

NOTES TO AND FORMING PART OF THE BUDGET

FOR THE YEAR ENDED 30TH JUNE 2011

	2010/11 Budget \$	2009/10 Actual \$	2009/10 Budget \$
6. RESERVES (Continued)			
(h) Administration Building Reserve			
Opening Balance	77,433	79,394	79,392
<i>Amount Set Aside/Transfer to Reserve</i>			
Interest	2,796	3,817	4,609
<i>Amount Used / Transfer from Reserve</i>			
Chairs and tables for administration	0	(5,778)	0
Admin Demountable	(11,000)	0	0
	<u>69,229</u>	<u>77,433</u>	<u>84,001</u>
(i) Emergency Reserve			
Opening Balance	152,133	137,571	137,567
<i>Amount Set Aside / Transfer to Reserve</i>			
Transfer from Muni	51,104	45,538	43,887
Interest	5,492	6,615	7,986
<i>Amount Used / Transfer from Reserve</i>			
Emergency Account	0	(37,591)	0
	<u>208,729</u>	<u>152,133</u>	<u>189,440</u>
(j) Waste Reserve			
Opening Balance	247,548	113,931	113,928
<i>Amount Set Aside / Transfer to Reserve</i>			
Interest	8,937	5,423	6,614
Transfer per rubbish service	141,504	128,194	112,046
	<u>397,989</u>	<u>247,548</u>	<u>232,588</u>
(k) Renewable Energy Reserve			
Opening Balance	25,105	23,954	23,953
<i>Amount Set Aside / Transfer to Reserve</i>			
Interest	906	1,151	1,391
Savings in energy costs	5,000	0	0
<i>Amount Used / Transfer from Reserve</i>			
Contribution towards Renewable Energy Proj	(5,000)	0	0
	<u>26,011</u>	<u>25,105</u>	<u>25,344</u>
(m) Multi Use Trails Reserve			
Opening Balance	18,531	107,510	107,506
<i>Amount Set Aside / Transfer to Reserve</i>			
Interest	669	5,169	6,241
<i>Amount Used / Transfer from Reserve</i>			
Construction Projects	(18,000)	(94,148)	(100,000)
	<u>1,200</u>	<u>18,531</u>	<u>13,747</u>
(n) Chestnuts Drainage Reserve			
Opening Balance	11,427	7,572	625
<i>Amount Set Aside / Transfer to Reserve</i>			
Specified Area Rate Raised	0	8,092	8,095
Interest	413	309	36
<i>Amount Used / Transfer from Reserve</i>			
MOR810 Expenditure	(9,500)	(4,546)	(8,755)
	<u>2,340</u>	<u>11,427</u>	<u>1</u>
(p) Mundijong Locality Funding Reserve			
Opening Balance	2,550	35,004	35,009
<i>Amount Set Aside / Transfer to Reserve</i>			
As per resolution	35,000	35,000	35,000
Interest	92	1,546	1,693
<i>Amount Used / Transfer from Reserve</i>			
Mundijong Resource Centre	0	(69,000)	0
	<u>37,642</u>	<u>2,550</u>	<u>71,702</u>

SHIRE OF SERPENTINE JARRAHDAL

NOTES TO AND FORMING PART OF THE BUDGET

FOR THE YEAR ENDED 30TH JUNE 2011

	2010/11 Budget \$	2009/10 Actual \$	2009/10 Budget \$
6. RESERVES (Continued)			
(q) Byford Locality Funding Reserve			
Opening Balance	71,550	35,004	35,009
<i>Amount Set Aside / Transfer to Reserve</i>			
As per resolution	35,000	35,000	35,000
Interest	2,583	1,546	1,693
	<u>109,133</u>	<u>71,550</u>	<u>71,702</u>
(r) Oakford Locality Funding Reserve			
Opening Balance	57,645	35,004	35,008
<i>Amount Set Aside / Transfer to Reserve</i>			
As per resolution	35,000	35,000	35,000
Interest	2,081	1,546	1,693
<i>Amount Used / Transfer from Reserve</i>			
Oakford Community Shed & Bench	0	(13,905)	(15,650)
	<u>94,726</u>	<u>57,645</u>	<u>56,051</u>
(s) Jarrahdale Locality Funding Reserve			
Opening Balance	39,630	31,695	31,700
<i>Amount Set Aside / Transfer to Reserve</i>			
As per resolution	35,000	35,000	35,000
Interest	1,431	1,400	1,693
<i>Amount Used / Transfer from Reserve</i>			
Forest Green Community Project	(29,052)	(28,464)	(29,150)
	<u>47,009</u>	<u>39,631</u>	<u>39,243</u>
(t) Serpentine Locality Funding Reserve			
Opening Balance	1,550	35,004	35,009
<i>Amount Set Aside / Transfer to Reserve</i>			
As per resolution	35,000	35,000	35,000
Interest	56	1,546	1,693
<i>Amount Used / Transfer from Reserve</i>			
Clem Kentish Hall	0	(70,000)	(70,000)
	<u>36,606</u>	<u>1,550</u>	<u>1,702</u>
(u) Keysbrook Locality Funding Reserve			
Opening Balance	71,549	35,004	35,009
<i>Amount Set Aside / Transfer to Reserve</i>			
As per resolution	35,000	35,000	35,000
Interest	2,583	1,545	1,693
	<u>109,132</u>	<u>71,549</u>	<u>71,702</u>
Total Cash Backed/Investment Reserves	<u><u>2,194,509</u></u>	<u><u>1,661,942</u></u>	<u><u>2,196,596</u></u>

All of the above reserve accounts are to be supported by money held in financial institutions and investments.

SHIRE OF SERPENTINE JARRAHDALE

NOTES TO AND FORMING PART OF THE BUDGET

FOR THE YEAR ENDED 30TH JUNE 2011

	2010/11 Budget \$	2009/10 Actual \$	2009/10 Budget \$
6. RESERVES (Continued)			
Summary of Transfers			
To Cash Backed Reserves			
Transfers to Reserves			
Light Fleet and Plant Acquisition Reserve	4,677	78,309	78,995
Gravel Pit Reserve	710	902	1,089
Tourism Reserve (formerly Serpentine Dam Ter	7,498	10,697	6,685
Investment Reserve	18,298	264,515	13,440
Community Facilities Reserve	3,144	3,995	4,823
Leave Reserve	2,517	4,575	5,523
JHP Reserve	860,199	16,107	900,000
Administration Building Reserve	2,796	3,817	4,609
Emergency Reserve	56,596	52,153	51,873
Waste Reserve	150,441	133,617	118,660
Renewable Energy Reserve	5,906	1,151	1,391
Multi Use Trails Reserve	669	5,169	6,241
Chestnuts Drainage Reserve	413	8,401	8,131
Mundijong Locality Funding Reserve	35,092	36,546	36,693
Byford Locality Funding Reserve	37,583	36,546	36,693
Oakford Locality Funding Reserve	37,081	36,546	36,693
Jarrahdale Locality Funding Reserve	36,431	36,400	36,693
Serpentine Locality Funding Reserve	35,056	36,546	36,693
Keysbrook Locality Funding Reserve	37,583	36,545	36,693
	<u>1,332,690</u>	<u>802,537</u>	<u>1,421,618</u>
Transfers from Reserves			
Light Fleet and Plant Acquisition Reserve	0	(17,091)	(25,000)
Gravel Pit Reserve	0	0	0
Tourism Reserve (formerly Serpentine Dam Ter	(27,500)	(4,560)	(17,500)
Investment Reserve	0	0	0
Community Facilities Reserve	0	0	0
Leave Reserve	(62,000)	(30,000)	(30,000)
JHP Reserve	(638,070)	(16,107)	(172,615)
Administration Building Reserve	(11,000)	(5,778)	0
Emergency Reserve	0	(37,591)	0
Waste Reserve	0	0	0
Renewable Energy Reserve	(5,000)	0	0
Multi Use Trails Reserve	(18,000)	(94,148)	(100,000)
Chestnuts Drainage Reserve	(9,500)	(4,546)	(8,755)
Mundijong Locality Funding Reserve	0	(69,000)	0
Byford Locality Funding Reserve	0	0	0
Oakford Locality Funding Reserve	0	(13,905)	(15,650)
Jarrahdale Locality Funding Reserve	(29,052)	(28,464)	(29,150)
Serpentine Locality Funding Reserve	0	(70,000)	(70,000)
Keysbrook Locality Funding Reserve	0	0	0
	<u>(800,122)</u>	<u>(391,190)</u>	<u>(468,670)</u>
Total Transfer to/(from) Reserves	<u>532,568</u>	<u>411,347</u>	<u>952,948</u>

NOTES TO AND FORMING PART OF THE BUDGET

FOR THE YEAR ENDED 30TH JUNE 2011

6. RESERVES (Continued)

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

Leave Reserve

- to be used to fund annual, sick (including depot EBA) and long service leave requirements.

Light Fleet and Plant Acquisition Reserve

- To provide for the replacement of Light Fleet, Plant and Equipment as required under the replacement and acquisition program.

Gravel Pit Reserve

- To provide for the establishment and rehabilitation of gravel pits used by Council for the supply of materials.

Tourism Reserve (formerly the Serpentine Tea Room Reserve)

- This reserve has been modified to include the implementation of the tourism strategy and development of tourism throughout the district and region.

Information Technology Reserve

- To provide for the requirements to maintain and develop Councils information technology assets.

Investment Reserve

- These funds are to be used to leverage opportunities that may present themselves to Council from time to time

Community Facilities Reserve

- This reserve is for the establishment of additional facilities in the community.

Jarrahdale Heritage Park Reserve

- Funding of future developments and implementation of the concept plan.

Emergency Reserve

- To provide for unanticipated significant emergency services events or plant repairs.

Waste Reserve

- To provide for Waste Management requirements.

Renewable Energy Reserve

- This reserve is to allow Council to undertake renewable energy projects.

Administration Building Reserve

- To provide for the employee accommodation requirements.

Road Reseal Reserve

- To allow for the second coat seal of Roads to take place at a later time from initial construction

Multi Use Trails Reserve

- To allow for the construction of Multi Use Trails

Chestnuts Drainage Reserve

- To provide services for drainage in the Chestnuts area

Infrastructure Reserve

- To provide for the provision of constructing and maintaining infrastructure.

Mundijong Locality Funding Reserve

- To provide funds for community purposes as per the Townscape Funding Program Policy.

Byford Locality Funding Reserve

- To provide funds for community purposes as per the Townscape Funding Program Policy.

Oakford Locality Funding Reserve

- To provide funds for community purposes as per the Townscape Funding Program Policy.

Jarrahdale Locality Funding Reserve

- To provide funds for community purposes as per the Townscape Funding Program Policy.

Serpentine Locality Funding Reserve

- To provide funds for community purposes as per the Townscape Funding Program Policy.

Keysbrook Locality Funding Reserve

- To provide funds for community purposes as per the Townscape Funding Program Policy.

SHIRE OF SERPENTINE JARRAHDALE
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2011

	2010/11 Budget \$	2009/10 Actual \$
7. NET CURRENT ASSETS		
Composition of Estimated Net Current Asset Position		
 CURRENT ASSETS		
Cash - Unrestricted	601,181	620,911
Cash - Restricted	5,135,867	5,155,536
Cash - Reserves	2,174,339	1,641,772
Receivables	1,122,809	1,717,943
Inventories	102,000	101,681
	<u>9,136,196</u>	<u>9,237,843</u>
 LESS: CURRENT LIABILITIES		
Payables and Provisions	<u>(1,825,990)</u>	<u>(1,919,675)</u>
 NET CURRENT ASSET POSITION	7,310,206	7,318,168
 Less: Cash - Reserves	(2,174,339)	(1,641,772)
Less: Cash - Restricted	<u>(5,135,867)</u>	<u>(5,155,536)</u>
 ESTIMATED SURPLUS C/FWD	<u><u>0</u></u>	<u><u>520,860</u></u>

The estimated surplus c/fwd in the 2009/10 actual column represents the surplus brought forward as at 1 July 2010.

The estimated surplus/(deficiency) c/fwd in the 2010/11 budget column represents the surplus (deficit) carried forward as at 30 June 2011.

SHIRE OF SERPENTINE JARRAHDALE
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2011

8. RATING INFORMATION - 2010/11 FINANCIAL YEAR

RATE TYPE	Rate in	Number of Properties	Rateable Value	2010/11 Budgeted Rate Revenue	2010/11 Budgeted Interim Rates	2010/11 Budgeted Back Rates	2010/11 Budgeted Total Revenue	2009/10 Actual
Differential General Rate								
GRV Residential Improved	10.3233	1,516	17,078,915	1,763,108	40,000	0	1,803,108	1,442,880
GRV Residential Vacant	11.6389	54	1,243,636	144,746	90,000	0	234,746	263,351
GRV Commercial	11.2249	49	2,392,832	268,593	1,500	0	270,093	246,159
GRV Special Residential	11.1947	392	4,493,552	503,040	0	0	503,040	442,793
GRV Special Residential Vacant	11.6389	156	2,149,300	250,155	30,000	0	280,155	212,785
GRV Light Industrial	12.5465	33	1,136,404	142,579	0	0	142,579	129,768
GRV Residential Composite	12.5465	50	633,882	79,530	0	0	79,530	71,682
GRV Rowley Rd Residential Use	10.3233	0	0	0	0	0	0	0
UV Rural	0.2367	998	940,200,000	2,225,454	20,000	0	2,245,454	2,069,148
UV Rural Living	0.3030	1,474	646,215,000	1,958,031	12,000	0	1,970,031	1,801,637
UV Public Purposes	0.4538	1	1,250,000	5,672	0	0	5,672	5,252
UV Intensive Farming	0.6952	20	18,790,000	130,628	6,500	0	137,128	115,105
UV Farmland	0.1633	238	376,943,385	615,548	0	0	615,548	468,205
UV Conservation	0.1184	2	10,146,615	12,014	0	0	12,014	10,579
UV Mining Tenement	0.4538	0	0	0	0	0	0	0
Sub-Totals		4,983	2,022,673,521	8,099,098	200,000	0	8,299,098	7,279,344
Minimum Rates	Minimum							
GRV Residential Improved	961	721	5,449,634	692,881	0	0	692,881	809,030
GRV Residential Vacant	931	617	3,480,004	574,427	0	0	574,427	344,856
GRV Commercial	961	22	139,060	21,142	0	0	21,142	19,580
GRV Special Residential	961	14	108,056	13,454	0	0	13,454	25,810
GRV Special Residential Vacant	961	2	15,100	1,922	0	0	1,922	10,680
GRV Light Industrial	961	3	20,240	2,883	0	0	2,883	3,560
GRV Residential Composite	961	4	25,636	3,844	0	0	3,844	3,560
GRV Rowley Rd Residential Use	703	16	98,176	11,248	0	0	11,248	10,416
UV Rural	961	345	91,473,955	331,545	0	0	331,545	345,320
UV Rural Living	961	221	63,560,000	212,381	0	0	212,381	205,590
UV Public Purposes	961	2	3,100	1,922	0	0	1,922	890
UV Intensive Farming	961	0	0	0	0	0	0	890
UV Farmland	961	33	15,881,500	31,713	0	0	31,713	27,590
UV Conservation	961	11	4,960,000	10,571	0	0	10,571	9,790
UV Mining Tenement	1153	11	121,466	12,683	0	0	12,683	11,748
Sub-Totals		2,022	185,335,927	1,922,616	0	0	1,922,616	1,829,310
Specified Area Rates (Note 9)							0	8,092
Discounts							(1,000)	(1,000)
Totals							10,220,714	9,115,746

SHIRE OF SERPENTINE JARRAHDALE

NOTES TO AND FORMING PART OF THE BUDGET

FOR THE YEAR ENDED 30TH JUNE 2011

8. RATING INFORMATION - 2010/11 FINANCIAL YEAR (Continued)

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

The differential rates detailed above for the 2010/11 financial year have been determined by Council on the basis of raising the revenue required to meet the deficiency between the total estimated expenditure proposed in the budget and the estimated revenue to be received from all sources other than rates and also considering the extent of any increase in rating over the level adopted in the previous year.

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

9. SPECIFIED AREA RATE - 2010/11 FINANCIAL YEAR

The Serpentine Jarrahdale Shire has not applied any specified area rate in this budget

The Serpentine Jarrahdale Shire has applied a specified area rate to properties located in the Chestnuts Estate located west of the Jarrahdale Town site. The purpose of this rate is to maintain the unique water drainage network of the estate.

In the 2009/10 financial year, there was a balance of reserve funds of \$11,390. This will be used to offset the projected expenditure of \$9,500 for the 2010/2011 financial year.

10. SERVICE CHARGES - 2010/11 FINANCIAL YEAR

The Serpentine Jarrahdale Shire has not applied any service charges in this budget

11. FEES & CHARGES REVENUE

	2010/11 Budget \$	2009/10 Actual \$
Governance	6,200	54
General Purpose Funding	144,900	138,771
Law, Order, Public Safety	114,000	66,333
Health	39,568	49,591
Education and Welfare	350	343
Community Amenities	2,170,547	1,943,982
Recreation & Culture	36,050	27,511
Transport	186,000	173,125
Economic Services	458,400	530,463
Other Property & Services	10,000	334,493
	<u>3,166,015</u>	<u>3,264,666</u>

12. DISCOUNTS, INCENTIVES, CONCESSIONS, & WRITE-OFFS - 2010/11 FINANCIAL YEAR

Discount/Payment Incentives

To be eligible for the \$1,000 incentive prize, payment must be made in full (option one only), by 4:30pm on 23 August 2010.

Rate Write-Offs

An allocation of \$1,500 has been provided for anticipated write-offs for the year.

Sundry Write-Offs

An allocation of \$4,000 has been provided to write off requests made by the community at the delegated authority of the Director of Corporate Services.

SHIRE OF SERPENTINE JARRAHDAL

NOTES TO AND FORMING PART OF THE BUDGET

FOR THE YEAR ENDED 30TH JUNE 2011

13. INTEREST CHARGES AND INSTALMENTS - 2010/11 FINANCIAL YEAR

Where no instalment option is indicated, penalty interest will accrue at the rate of 11% per annum from 36 days from the date of issue until full payment is received. It is estimated this will generate \$71,000.

Where an instalment option is indicated interest will accrue at the rate of 5.5% per annum from the instalment date, if unpaid after that date, until full payment of the instalment is made. The anticipated revenue from these charges is \$50,000

The Serpentine Jarrahdale Shire offers ratepayers the option to pay their rates by three separate option plans. These instalment plans for the 2010/2011 year are as follows:

Option 1

Payment in Full on or before 23 August 2010

Option 2

Instalment 1 on or before 23 August 2010
Final Instalment (Instalment on or before 25 October 2010)

Option 3

Instalment 1 on or before 23 August 2010
Instalment 2 on or before 25 October 2010
Instalment 3 on or before 4 January 2011
Final Instalment (Instalment on or before 8 March 2011)

An administration charge of \$10.00 per instalment after the first instalment will be charged by Council.

The total revenue from the imposition of the interest and administration charge under this option is estimated at \$192,000, and is detailed below:

	2010/11 Budget \$
Administration charges	50,000
Interest charges	142,000
	<u>192,000</u>

14. COUNCILLORS' REMUNERATION

The following fees, expenses and allowances were paid to council members and/or the president.

	2010/11 Budget \$	2009/10 Actual \$
Meeting Fees	77,000	69,702
President's Allowance	24,616	21,639
Deputy President's Allowance	6,154	5,221
Travelling Expenses	24,000	12,831
Telecommunications Allowance	13,600	9,364
	<u>145,370</u>	<u>118,757</u>

SHIRE OF SERPENTINE JARRAHDALE

NOTES TO AND FORMING PART OF THE BUDGET

FOR THE YEAR ENDED 30TH JUNE 2011

15. NOTES TO THE STATEMENT OF CASH FLOWS

(a) Reconciliation of Cash

For the purposes of the statement of cash flows, cash includes cash and cash equivalents, net of outstanding bank overdrafts. Estimated cash at the end of the reporting period is as follows:

	2010/11 Budget \$	2009/10 Actual \$	2009/10 Budget \$
Cash - Unrestricted	601,181	620,906	150,000
Cash - Restricted	5,135,867	5,155,536	3,694,843
Cash - Reserves	2,174,339	1,641,772	2,196,596
	<u>7,911,387</u>	<u>7,418,214</u>	<u>6,041,439</u>

The following restrictions have been imposed by regulation or other externally imposed requirements:

Light Fleet and Plant Acquisition Reserve	134,706	130,029	122,804
Gravel Pit Reserve	20,373	19,663	19,849
Tourism Reserve (formerly Serpentine Dam Tearooms)	51,957	71,959	55,806
Investment Reserve	525,139	506,841	254,959
Community Facilities Reserve	90,220	87,076	87,902
Leave Reserve	10,239	69,722	70,668
JHP Reserve	222,129	0	727,385
Administration Building Reserve	69,229	77,433	84,001
Emergency Reserve	208,729	152,133	189,440
Waste Reserve	397,989	247,548	232,588
Renewable Energy Reserve	26,011	25,105	25,344
Multi Use Trails Reserve	1,200	18,531	13,747
Chestnuts Drainage Reserve	2,340	11,427	1
Mundijong Locality Funding Reserve	37,642	2,550	71,702
Byford Locality Funding Reserve	109,133	71,550	71,702
Oakford Locality Funding Reserve	94,726	57,645	56,051
Jarrahdale Locality Funding Reserve	47,009	39,631	39,243
Serpentine Locality Funding Reserve	36,606	1,550	1,702
Keysbrook Locality Funding Reserve	109,132	71,549	71,702
Other Restricted	5,135,867	5,155,536	3,694,843
	<u>7,330,376</u>	<u>6,817,478</u>	<u>5,891,439</u>

(b) Reconciliation of Net Cash Provided By Operating Activities to Net Result

Net Result	1,107,166	2,309,441	2,916,214
Depreciation	2,478,067	2,439,697	2,268,155
(Profit)/Loss on Sale of Asset	(1,095,559)	(226,185)	(1,201,486)
(Increase)/Decrease in Receivables	9,682	(866,457)	21,970
(Increase)/Decrease in Inventories	388,092	2,088	18,206
Increase/(Decrease) in Payables	103,357	630,142	(47,109)
Increase/(Decrease) in Employee Provisions	0	0	0
Grants/Contributions for the Development of Assets	(2,283,248)	(3,020,606)	(3,989,074)
Net Cash from Operating Activities	<u>707,557</u>	<u>1,268,120</u>	<u>(13,124)</u>

(c) Undrawn Borrowing Facilities - Credit Standby Arrangements

Bank Overdraft limit	100,000	100,000	100,000
Bank Overdraft at Balance Date	0	0	0
Credit Card limit	10,500	10,500	9,000
Credit Card Balance at Balance Date	0	0	(1,500)
Total Amount of Credit Unused	<u>110,500</u>	<u>110,500</u>	<u>107,500</u>
Loan Facilities			
Loan Facilities in use at Balance Date	5,573,811	5,704,816	5,897,638
Unused Loan Facilities at Balance Date	0	0	0

SHIRE OF SERPENTINE JARRAHDAL

NOTES TO AND FORMING PART OF THE BUDGET

FOR THE YEAR ENDED 30TH JUNE 2011

16. TRUST FUNDS

Funds held at balance date over which the Shire has no control and which are not included in the financial statements are as follows:

Detail	Balance 1-Jul-10 \$	Amounts Received \$	Amounts Paid (\$)	Balance 30-Jun-11 \$
Maintenance Bonds	264,861	0	(100,000)	164,861
Builders Registration Board	9,440	40,000	(37,700)	11,740
BCITF Collection	29,541	200,000	(192,000)	37,541
Footpath Bonds	419,607	132,000	(200,000)	351,607
Hall & Ovals Bonds	17,819	7,200	(10,000)	15,019
Rezoning Bonds	18,489	0	0	18,489
Sundry Bonds	80,792	6,000	(25,000)	61,792
Excavation Bonds	15,324	0	0	15,324
Tree Planting Bonds	107,300	0	0	107,300
CNC Insulation Bonds	10	0	0	10
Fire Management Plan Bonds	2,311	0	0	2,311
Solar Hart Energy Bonds	1	0	0	1
Cash in Lieu of Public Open Space	250,081	0	0	250,081
CPD Group - Bruno Gianatti Hall	7,855	0	(7,855)	0
CPD Group - Clem Kentish Hall	9,010	0	(9,010)	0
CMorgan - Mundijong Change Rooms	46,582	0	(46,582)	0
Health - Temporary Accommodation	34,017	0	(17,000)	17,017
Deposits - Community Development	1,000	0	(185)	815
	<u>1,314,040</u>			<u>1,053,908</u>

SHIRE OF SERPENTINE JARRAHDALE
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2011

17. MAJOR LAND TRANSACTIONS

Jarrahdale Heritage Park

(a) Details

Council purchased a parcel of land bounded by Jarrahdale Road and the Heritage Park in Jarrahdale on 30th June 2000 at a cost of \$611,000. A loan debenture from the WA Treasury was raised to finance this purchase. Through the sale of land in 2004/05 the debt was retired.

The below table provides the transactions for the 2010/2011 year:

	2010/11 Budget \$	2009/10 Actual \$
(b) Current year transactions		
Operating Income		
- Rent	10,000	16,107
- Profit on sale	<u>850,199</u>	<u>0</u>
	860,199	16,107
Operating Expense		
- Maintenance Expenses	(43,050)	(18,774)
- Townscape Works	0	0
- Refund of PDC grant	0	(21,000)
- Salaries and employee costs	(33,902)	(2,149)
- Insurance	(541)	(20)
- Vehicle Operating Costs	0	0
- Consultancy Expenses	0	(18,903)
- Telephone Costs	0	(518)
- Internal Administration Support Costs	(8,734)	(17,493)
- Advertising Expenses	<u>(6,000)</u>	<u>(5,455)</u>
	(92,227)	(84,312)
Capital Income		
- Sale Proceeds	900,000	0
Capital Expenditure		
- Development Costs	<u>0</u>	<u>(3,091)</u>
	<u>1,667,972</u>	<u>(71,296)</u>

(c) Expected Future Cash Flows

	2010/11 \$	2011/12 \$	2012/13 \$	2013/14 \$	2014/15 \$	Total \$
Cash Outflows						
- Development Costs	0	(638,068)	(745,220)	(594,500)	(700,122)	(2,677,910)
- Operational Expenses	(71,296)	(159,160)	(202,785)	(208,173)	(331,914)	(973,328)
	<u>(71,296)</u>	<u>(797,228)</u>	<u>(948,005)</u>	<u>(802,673)</u>	<u>(1,032,036)</u>	<u>(3,651,238)</u>
Cash Inflows						
- Loan Proceeds	0	0	0	0	0	0
- Sale Proceeds	900,000	225,000	0	0	0	1,125,000
	<u>900,000</u>	<u>225,000</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>1,125,000</u>
Net Cash Flows	<u>828,704</u>	<u>(572,228)</u>	<u>(948,005)</u>	<u>(802,673)</u>	<u>(1,032,036)</u>	<u>(2,526,238)</u>

18. TRADING UNDERTAKINGS AND MAJOR TRADING UNDERTAKINGS

It is not anticipated any trading undertakings or major trading undertakings will occur in 2010/11.

SHIRE OF SERPENTINE JARRAHDALE
CAPITAL ACQUISITION STATEMENT
FOR THE YEAR ENDED 30TH JUNE 2011

Account No.	DESCRIPTION	AMOUNT \$	GRANT REVENUE	TRADE-IN REVENUE	LOAN FUNDING	OTHER REVENUE	RESERVE FUNDED	MUNI FUNDED	DESCRIPTION
	GENERAL PURPOSE FUNDING	0	0	0	0	0	0	0	
DAS901	Plant Replacement - Director Engineering	44,000		(28,100)				(15,900)	
DCS901	Plant Replacement - Director Corporate Services	44,000		(28,100)				(15,900)	
CEO901	Plant Replacement - Manager Community Development	31,000		(21,000)				(10,000)	
ITS900	Projector	1,500						(1,500)	
	TOTAL FOR GOVERNANCE	120,500	0	(77,200)	0	0	0	(43,300)	
ESD901	Plant Replacement - Jarrahdale 3.4 Tanker	340,000	(255,000)	(85,000)				0	FESA Grant
ESD901	Plant Replacement - Mundijong 7.2 Tanker	310,000	(225,000)	(85,000)				0	FESA Grant
ESD901	Plant Replacement - Mundijong Light Tanker	95,000	(54,000)	(41,000)				0	FESA Grant
ESD901	Plant Replacement - Oakford Light Tanker	95,000	(54,000)	(41,000)				0	FESA Grant
ESD901	Plant Replacement - Oakford 3.4 Tanker	340,000	(255,000)	(85,000)				0	FESA Grant
ESD901	Plant Replacement - SES Troop Carrier	95,000	(77,000)	(18,000)				0	FESA Grant
ESD901	Plant Replacement - SES Rescue Trailer	15,000	(11,000)	(4,000)				0	FESA Grant
ESD903	Mundijong BFB/SES Toilet/Shower Block	35,000	(35,000)					0	
ESD902	Firebreak Computer Software	20,000	(14,000)					(6,000)	
ESD906	Static Water Supply - Craddon Road, Oakford	52,000				(52,000)		0	Tfr from Restricted Cash
RAN900	Plant Replacement - Senior Ranger	39,000		(20,000)				(19,000)	
ESD900	Plant Replacement - Manager Emergency Services	50,000		(32,000)				(18,000)	
	TOTAL FOR LAW, ORDER & PUBLIC SAFETY	1,486,000	(980,000)	(411,000)	0	(52,000)	0	(43,000)	
HIA900	Plant Replacement - Manager Health and Ranger Services	31,000		(21,000)				(10,000)	
	TOTAL FOR HEALTH	31,000	0	(21,000)	0	0	0	(10,000)	
COM900	Generator for Communications Tower	12,000						(12,000)	
ENV900	Plant Replacement - Manager Environmental Services	31,000		(21,000)				(10,000)	
STP900	Plant Replacement - Executive Manager Strategic Planning	35,000		(23,000)				(12,000)	
TPL900	Plant Replacement - Executive Manager Planning	35,000		(24,000)				(11,000)	
	TOTAL FOR COMMUNITY AMENITIES	113,000	0	(68,000)	0	0	0	(45,000)	
CFG900	Community Facility - Glades Council Contribution	100,000			(100,000)			0	
TEL900	Mundijong Telecentre Building	50,000					(50,000)	0	
OPO900	Jarrahdale Old Post Office Conservations works	36,900	(36,900)					0	
SRF900	Forest Green Community Project - carried over 2009/2010	24,552					(24,552)	0	
	TOTAL FOR RECREATION & CULTURE	211,452	(36,900)	0	(100,000)	0	(74,552)	0	
COR900	Council Funded Road Construction								
RC901	Bridle Trails Construction	18,000					(18,000)	0	
RC000	Path Construction	0						0	
RC905	Byford Beautification Project	150,000				(110,000)		(40,000)	Tfr from Restricted Cash
	Sub Total	168,000	0	0	0	(110,000)	(18,000)	(40,000)	
RRG900	Roads to Recovery Funded Road Construction								
R2R002	Jarrahdale Road - S Bends	180,000	(180,000)					0	
R2R012	Tuart Road - Anketell Road 450m	180,000	(132,001)					(47,999)	
R2R137	Hall Road - Karnup Road 450m	105,000	(105,000)					0	
	Sub Total	465,000	(417,001)	0	0	0	0	(47,999)	
DSC900	Developer Contribution Road Construction								
DSC032	Henderson Road	45,000			(45,000)			0	
	Sub Total	45,000	0	0	(45,000)	0	0	0	
RRG900	Regional Road Group Funded Road Construction								
RRG017	Hopelands Road - Karnup Road intersection south 1.4km	600,000	(400,000)		(200,000)			0	
RRG002	Jarrahdale Road - Jubb Road east 1.2km	400,000	(266,667)		(133,333)			0	
RRG009	Kargotich Road - road reseal carried over from 2009/10	45,000	(22,667)					(22,333)	
RRG003	Watkins Road - carried over 2009/10	65,000	(54,000)					(11,000)	
	Sub Total	1,110,000	(743,334)	0	(333,333)	0	0	(33,333)	
RPP920	Plant - Graffiti Trailer	8,000						(8,000)	
RPP925	Plant Replacement - Building Maintenance Officer	39,000		(22,500)				(16,500)	
RPP925	Plant Replacement - Mechanic	39,000		(10,000)				(29,000)	
RPP925	Plant Replacement - Manager Operations	31,000		(22,000)				(9,000)	
EDT900	Plant Replacement - Design Team Leader	39,000		(22,000)				(17,000)	
EST900	Plant Replacement - Subdivision Co-ordinator	23,000		(14,000)				(9,000)	
EST900	Plant Replacement - MWSUD	31,000		(25,000)				(6,000)	
EST900	Plant Replacement - Subdivision Manager	31,000		(20,000)				(11,000)	
	Sub Total	241,000	0	(135,500)	0	0	0	(105,500)	
	TOTAL FOR TRANSPORT	2,029,000	(1,160,335)	(135,500)	(378,333)	(110,000)	(18,000)	(226,832)	
	TOTAL FOR ECONOMIC SERVICES	0	0	0	0	0	0	0	
	TOTAL FOR OTHER PROPERTY & SERVICES	0	0	0	0	0	0	0	
	TOTAL CAPITAL EXPENDITURE	3,990,952	(2,177,235)	(712,700)	(478,333)	(162,000)	(92,552)	(368,132)	