

SHIRE OF TAMMIN
ANNUAL BUDGET
FOR THE YEAR ENDED 30 JUNE 2026

LOCAL GOVERNMENT ACT 1995

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SHIRE'S VISION

A place for people, a place for community.

SHIRE OF TAMMIN
STATEMENT OF COMPREHENSIVE INCOME
FOR YEAR ENDED 30 JUNE 2026

	NOTE	2025/26 Budget	2024/25 Actual	2024/25 Budget
		\$	\$	\$
Revenue				
Rates	2(a)	1,398,016	1,298,415	1,304,174
Operating grants, subsidies and contributions		923,530	1,074,381	338,178
Fees and charges	14.	146,220	148,221	123,890
Interest revenue		81,700	81,359	71,668
Other revenue		54,500	24,971	35,900
		<u>2,603,966</u>	<u>2,627,347</u>	<u>1,873,810</u>
Expenses				
Employee costs		(1,135,938)	(1,062,323)	(1,181,422)
Materials and contracts		(1,170,270)	(811,804)	(1,114,447)
Utility charges		(142,548)	(137,716)	(120,260)
Depreciation	8	(1,487,151)	(1,343,972)	(1,413,000)
Finance Costs		(296)	(1,995)	(1,123)
Insurance		(108,760)	(121,632)	(111,360)
Other expenditure		(127,476)	(95,074)	(102,710)
		<u>(4,172,439)</u>	<u>(3,574,516)</u>	<u>(4,044,322)</u>
		(1,568,473)	(947,169)	(2,170,512)
Capital grants, subsidies and contributions		882,958	809,276	908,433
Profit on asset disposals	7	11,000	35,469	52,395
Loss on asset disposals	7	0	(6,452)	(6,053)
		<u>893,958</u>	<u>838,293</u>	<u>954,775</u>
Net result for the period		(674,515)	(108,876)	(1,215,737)
Other comprehensive income				
Total other comprehensive income for the period		0	0	0
Total comprehensive income for the period		(674,515)	(108,876)	(1,215,737)

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

SHIRE OF TAMMIN
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2026

NOTE	2025/26 Budget	2024/25 Actual	2024/25 Budget
	\$	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts			
Rates	1,448,016	1,251,867	1,304,174
Operating grants, subsidies and contributions	1,075,239	1,230,464	296,378
Fees and charges	146,220	148,221	123,890
Interest revenue	81,700	81,359	71,668
Goods and services tax received	505,000	516,517	500,000
Other revenue	54,500	24,971	35,900
	<u>3,310,675</u>	<u>3,253,399</u>	<u>2,332,010</u>
Payments			
Employee costs	(1,135,938)	(974,556)	(1,181,422)
Materials and contracts	(1,195,270)	(811,154)	(1,097,600)
Utility charges	(142,548)	(137,716)	(137,107)
Finance Costs	(296)	(1,995)	(1,123)
Insurance	(108,760)	(121,632)	(111,360)
Goods and services tax paid	(500,000)	(500,000)	(500,000)
Other expenditure	(127,476)	(95,074)	(102,710)
	<u>(3,210,288)</u>	<u>(2,642,127)</u>	<u>(3,131,322)</u>
Net cash provided by (used in) operating activities	4. 100,387	611,272	(799,312)
CASH FLOWS FROM INVESTING ACTIVITIES			
Payments for purchase of property, plant & equipment	5(a) (568,000)	(440,959)	(452,172)
Payments for construction of infrastructure	5(a) (1,611,910)	(1,459,686)	(1,294,010)
Non-operating grants, subsidies and contributions	882,958	809,276	908,433
Proceeds from sale of property, plant and equipment	7 18,000	174,111	171,500
Proceeds on financial assets at amortised cost - self supporting loans	9(a) 0	7,211	7,210
Net cash provided by (used in) investing activities	(1,278,952)	(910,047)	(659,039)
CASH FLOWS FROM FINANCING ACTIVITIES			
Repayment of borrowings	9(a) (14,618)	(50,880)	(36,546)
Net cash provided by (used in) financing activities	(14,618)	(50,880)	(36,546)
Net increase (decrease) in cash held	(1,193,183)	(349,655)	(1,494,897)
Cash at beginning of year	2,955,109	3,304,764	3,303,747
Cash and cash equivalents at the end of the year	4. <u>1,761,926</u>	<u>2,955,109</u>	<u>1,808,850</u>

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

SHIRE OF TAMMIN
STATEMENT OF FINANCIAL ACTIVITY
FOR YEAR ENDED 30 JUNE 2026

	NOTE	2025/26 Budget	2024/25 Actual	2024/25 Budget
		\$	\$	\$
OPERATING ACTIVITIES				
Revenue from operating activities				
Rates	2.(a)(ii)	1,398,016	1,298,415	1,304,174
Operating grants, subsidies and contributions	12	923,530	1,074,381	338,178
Fees and charges	14.	146,220	148,221	123,890
Service charges	2.(d)	0	0	0
Interest revenue	12(a)	81,700	81,359	71,668
Other revenue	12(b)	54,500	24,971	35,900
Profit on asset disposals	7	11,000	35,469	52,395
		2,614,966	2,662,816	1,926,205
Expenditure from operating activities				
Employee costs		(1,135,938)	(1,062,323)	(1,181,422)
Materials and contracts		(1,170,270)	(811,804)	(1,114,447)
Utility charges		(142,548)	(137,716)	(120,260)
Depreciation	8	(1,487,151)	(1,343,972)	(1,413,000)
Finance Costs	12(d)	(296)	(1,995)	(1,123)
Insurance		(108,760)	(121,632)	(111,360)
Other expenditure		(127,476)	(95,074)	(102,710)
Loss on asset disposals	7	0	(6,452)	(6,053)
		(4,172,439)	(3,580,968)	(4,050,375)
Non-cash amounts excluded from operating activities	3(b)	1,476,151	1,337,426	1,366,658
Amount attributable to operating activities		(81,322)	419,274	(757,512)
INVESTING ACTIVITIES				
Inflows from investing activities				
Capital grants, subsidies and contributions	12	882,958	809,276	908,433
Proceeds from disposal of assets	7	18,000	174,111	171,500
Proceeds from financial assets at amortised cost - self supporting loans	9(a)	0	7,211	7,211
		900,958	990,598	1,087,144
Outflows from investing activities				
Payments for property, plant and equipment	5	(568,000)	(440,959)	(452,172)
Payments for construction of infrastructure	5	(1,611,910)	(1,459,686)	(1,294,010)
		(2,179,910)	(1,900,645)	(1,746,182)
Amount attributable to investing activities		(1,278,952)	(910,047)	(659,038)
FINANCING ACTIVITIES				
Inflows from financing activities				
Transfers from cash backed reserves	10	1,689,719	0	127,280
		1,689,719	0	127,280
Outflows from financing activities				
Repayment of borrowings		(14,618)	(50,880)	(36,546)
Transfers to cash backed reserves		(1,500,188)	(520,872)	(934,380)
		(1,514,806)	(571,752)	(970,926)
Amount attributable to financing activities		174,913	(571,752)	(843,646)
MOVEMENT IN SURPLUS OR DEFICIT				
Surplus or deficit at the start of the financial year		1,185,361	2,247,886	2,260,196
Amount attributable to operating activities		(81,322)	419,274	(757,512)
Amount attributable to investing activities		(1,278,952)	(910,047)	(659,038)
Amount attributable to financing activities		174,913	(571,752)	(843,646)
Surplus or deficit at the end of the financial year	3	0	1,185,361	(0)

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

SHIRE OF TAMMIN
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2026

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1 (a) BASIS OF PREPARATION

BASIS OF PREPARATION

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

Local Government Act 1995 requirements

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

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

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

The local government reporting entity

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

All monies held in the Trust Fund are excluded from the financial statements. A separate statement of those monies appears at Note 4 to the annual budget.

2024/25 actual balances

Balances shown in this budget as 2024/25 Actual are estimates as forecast at the time of preparation of the annual budget and are subject to final adjustments.

Budget comparative figures

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

Comparative figures

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

Rounding off figures

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

Initial application of accounting standards

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

- AASB 2021-2 Amendments to Australian Accounting Standards
- Disclosure of Accounting Policies or Definition of Accounting Estimates
- AASB 2021-6 Amendments to Australian Accounting Standards
- Disclosure of Accounting Policies: Tier 2 and Other Australian Accounting Standards
- AASB 2022-7 Editorial Corrections to Australian Accounting Standards and Repeal of Superseded and Redundant Standards

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

New accounting standards for application in future years

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

- AASB 2014-10 Amendments to Australian Accounting Standards
- Sale or Contribution of Assets between an Investor and its Associate or Joint Venture
- AASB 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
- AASB 2022-10 Amendments to Australian Accounting Standards
- Fair Value Measurement of Non-Financial Assets of Not-for-Profit Public Sector Entities

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

Judgements, estimates and assumptions

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

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

The balances, transactions and disclosures impacted by accounting estimates are as follows:

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

SHIRE OF TAMMIN
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2026

1 (b) KEY TERMS AND DEFINITIONS - NATURE OR TYPE

REVENUES

RATES

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

SERVICE CHARGES

Service charges imposed under Division 6 of Part 6 of the *Local Government Act 1995*. Regulation 54 of the *Local Government (Financial Management) Regulations 1996* identifies these as television and radio broadcasting, underground electricity and neighbourhood surveillance services.

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

PROFIT ON ASSET DISPOSAL

Profit on the disposal of assets including gains on the disposal of long term investments. Losses are disclosed under the expenditure classifications.

OPERATING GRANTS, SUBSIDIES AND CONTRIBUTIONS

Refer to all amounts received as grants, subsidies and contributions that are not non-operating grants.

CAPITAL GRANTS, SUBSIDIES AND CONTRIBUTIONS

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

FEES AND CHARGES

Revenue (other than service charges) from the use of facilities and charges made for local government services, sewerage rates, rentals, hire charges, fee for service, photocopying charges, licences, sale of goods or information, fines, penalties and administration fees. Local governments may wish to disclose more detail such as rubbish collection fees, rental of property, fines and penalties, other fees and charges.

INTEREST REVENUE

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

OTHER REVENUE

Other revenue, which can not be classified under the above headings, includes dividends, discounts, and rebates. Reimbursements and recoveries should be separated by note to ensure the correct calculation of ratios.

EXPENSES

EMPLOYEE COSTS

All costs associated with the employment of person such as salaries, wages, allowances, benefits such as vehicle and housing, superannuation, employment expenses, removal expenses, relocation expenses, worker's compensation insurance, training costs, conferences safety expenses, medical examinations, fringe benefit tax, etc.

MATERIALS AND CONTRACTS

All expenditures on materials, supplies and contracts not classified under other headings. These include supply of goods and materials, legal expenses, consultancy, maintenance agreements, communication expenses, advertising expenses, membership, periodicals, publications, hire expenses, rental, leases, postage and freight etc. Local governments may wish to disclose more detail such as contract services, consultancy, information technology, rental or lease expenditures.

UTILITIES (GAS, ELECTRICITY, WATER, ETC.)

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

INSURANCE

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

LOSS ON ASSET DISPOSAL

Loss on the disposal of fixed assets includes loss on disposal of long term investments.

DEPRECIATION

Depreciation and amortisation expense raised on all classes of assets.

FINANCE COSTS

Interest and other costs of finance paid, including costs of finance for loan debentures, overdraft accommodation and refinancing expenses.

OTHER EXPENDITURE

Statutory fees, taxes, provision for bad debts, member's fees or State taxes. Donations and subsidies made to community groups.

SHIRE OF TAMMIN
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2026

2. RATES AND SERVICE CHARGES

(a) Rating Information

Rate Description	Basis of valuation	Rate in	Number of properties	Rateable value	2025/26 Budgeted rate revenue	2025/26 Budgeted interim rates	2025/26 Budgeted back rates	2025/26 Budgeted total revenue	2024/25 Actual total revenue	2024/25 Budget total revenue
		\$		\$	\$	\$	\$	\$	\$	\$
(i) Differential general rates or general rates										
Gross Rental Valuation	GRV	0.116715	98	1,051,386	122,713	0	0	122,713	114,231	114,231
Unimproved value	UV	0.008973	193	136,248,500	1,222,558	0	0	1,222,558	1,134,220	1,137,402
Sub-Total			291	137,299,886	1,345,271	0	0	1,345,271	1,248,451	1,251,633
Minimum										
Minimum payment										
		\$								
Gross Rental Valuation	GRV	719	50	36,531	35,950	0	0	35,950	33,350	33,350
Unimproved value	UV	719	45	1,695,200	32,355	0	0	32,355	30,015	30,015
Mining	UV	719	0	0	0	0	0	0	667	5,336
Sub-Total			95	1,731,731	68,305	0	0	68,305	64,032	68,701
			386	139,031,617	1,413,576	0	0	1,413,576	1,312,483	1,320,334
Discounts on general rates (Refer note 2.(e))								(24,500)	(22,408)	(24,500)
Total amount raised from general rates								1,389,076	1,290,075	1,295,834
(ii) Specified area and ex gratia rates										
Ex-gratia rates										
					8,940	0	0	8,940	8,340	8,340
Total specified area and ex gratia rates								8,940	8,340	8,340
Total rates								1,398,016	1,298,415	1,304,174

All land (other than exempt land) in the Shire of Tammin is rated according to its Gross Rental Value (GRV) in townsites or Unimproved Value (UV) in the remainder of the Shire of Tammin.

The general rates detailed for the 2025/26 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 local government services/facilities.

SHIRE OF TAMMIN
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2026

2. RATES AND SERVICE CHARGES (CONTINUED)

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

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

Instalment options	Date due	Instalment plan admin charge	Instalment plan interest rate	Unpaid rates interest rates
		\$	%	%
Option one				
Single full payment	26-Aug-25			11.0%
Option two				
First instalment	26-Aug-25			
Second instalment	28-Oct-25	5	5.5%	11.0%
Third instalment	06-Jan-26	5	5.5%	11.0%
Fourth instalment	11-Mar-26	5	5.5%	11.0%

	2025/26 Budget revenue	2024/25 Actual revenue	2024/25 Budget revenue
	\$	\$	\$
Instalment plan admin charge revenue	3,500	3,330	3,500
Instalment plan interest earned	700	703	1,000
Unpaid rates and service charge interest earned	7,500	8,101	5,620
	11,700	12,134	10,120

SHIRE OF TAMMIN
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2026

2. RATES AND SERVICE CHARGES (CONTINUED)

(c) Specified Area Rate

The Shire did not raise a specified area rate for the year ended 30th June 2026.

(d) Service Charges

The Shire did not raise service charges for the year ended 30th June 2026.

(e) Early payment discounts

Rate, fee or charge to which discount is granted	Discount %	2025/26 Budget	2024/25 Actual	2024/25 Budget	Circumstances in which discount is granted
Rates discount for prompt payment	2.0%	\$ 24,500	\$ 22,408	\$ 24,500	If all rates and charges appearing on the rates notice (including arrears) are paid in full within 35 days of issue of the rate assessment notice.
		24,500	22,408	24,500	

(f) Waivers or concessions

The Shire does not anticipate any waivers or concessions for the year ended 30th June 2026.

SHIRE OF TAMMIN
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2026

3. NET CURRENT ASSETS

Note	2025/26 Budget 30 June 2026	2024/25 Actual 30 June 2025	2024/25 Budget 30 June 2025
	\$	\$	\$
(a) Composition of estimated net current assets			
Current assets			
Cash and cash equivalents - unrestricted	4. 91,903	1,095,555	(336,932)
Cash and cash equivalents - restricted	4. 1,670,023	1,859,554	2,145,782
Receivables	100,449	155,449	344,044
Contract assets	0	153,000	111,794
	1,862,375	3,263,558	2,264,688
Less: current liabilities			
Trade and other payables	(192,352)	(217,352)	(118,906)
Contract liabilities	0	(1,291)	0
Employee provisions	(83,320)	(83,320)	(52,215)
	(275,672)	(301,963)	(171,121)
Net current assets	1,586,703	2,961,595	2,093,567
Less: Total adjustments to net current assets	3.(c) (1,586,703)	(1,776,234)	(2,093,567)
Net current assets used in the Rate Setting Statement	0	1,185,361	0

3. NET CURRENT ASSETS (CONTINUED)

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

Items excluded from calculation of budgeted deficiency

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

(b) Non-cash amounts excluded from operating activities

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

Adjustments to operating activities

Note	2025/26 Budget 30 June 2026	2024/25 Actual 30 June 2025	2024/25 Budget 30 June 2025
	\$	\$	\$
Less: Profit on asset disposals	7 (11,000)	(35,469)	(52,395)
Add: Loss on disposal of assets	7 0	6,452	6,053
Add: Depreciation on assets	8 1,487,151	1,343,972	1,413,000
Movement in non-current self supporting loans	0	0	0
Movement in current employee provisions associated with restricted cash	0	22,471	0
Non cash amounts excluded from operating activities	1,476,151	1,337,426	1,366,658

(c) Current assets and liabilities excluded from budgeted deficiency

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

Adjustments to net current assets

Less: Cash - restricted reserves	10 (1,670,023)	(1,859,554)	(2,145,782)
Add: Current liabilities not expected to be cleared at end of year			
- Current portion of employee benefit provisions	83,320	83,320	52,215
Total adjustments to net current assets	(1,586,703)	(1,776,234)	(2,093,567)

SHIRE OF TAMMIN
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2026

3. NET CURRENT ASSETS (CONTINUED)

SIGNIFICANT ACCOUNTING POLICIES

CURRENT AND NON-CURRENT CLASSIFICATION

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

TRADE AND OTHER PAYABLES

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

PREPAID RATES

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

INVENTORIES

General

Inventories are measured at the lower of cost and net realisable value.

Net realisable value is the estimated selling price in the ordinary course of business less the estimated costs of completion and the estimated costs necessary to make the sale.

Superannuation

The Shire of Tammin contributes to a number of superannuation funds on behalf of employees.

All funds to which the Shire of Tammin contributes are defined contribution plans.

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.

TRADE AND OTHER RECEIVABLES

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

Trade receivables are recognised at original invoice amount less any allowances for uncollectible amounts (i.e. impairment). The carrying amount of net trade receivables is equivalent to fair value as it is due for settlement within 30 days.

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

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

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

PROVISIONS

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

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

EMPLOYEE BENEFITS

Short-term employee benefits

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

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

CONTRACT LIABILITIES

An entity's obligation to transfer goods or services to a customer for which the entity has received consideration (or the amount is due) from the customer. Grants to acquire or construct recognisable non-financial assets to be controlled by the Shire are recognised as a liability until such time as the Shire satisfies its obligations under the agreement.

SHIRE OF TAMMIN
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2026

4. RECONCILIATION OF CASH

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

	Note	2025/26 Budget	2024/25 Actual	2024/25 Budget
		\$	\$	\$
Cash at bank and on hand		1,761,926	2,955,109	1,808,850
Total cash and cash equivalents		1,761,926	2,955,109	1,808,850
Held as				
- Unrestricted cash and cash equivalents	3.(a)	91,903	1,094,264	(336,932)
- Restricted cash and cash equivalents	3.(a)	1,670,023	1,860,845	2,145,782
		1,761,926	2,955,109	1,808,850
Restrictions				
The following classes of assets have restrictions imposed by regulations or other externally imposed requirements which limit or direct the purpose for which the resources may be used:				
- Cash and cash equivalents		1,670,023	1,859,554	2,145,782
		1,670,023	1,859,554	2,145,782
The restricted assets are a result of the following specific purposes to which the assets may be used:				
Financially backed reserves	10	1,670,023	1,859,554	2,145,782
Contract liabilities		0	1,291	0
		1,670,023	1,860,845	2,145,782
Reconciliation of net cash provided by operating activities to net result				
Net result		(674,515)	(108,876)	(1,215,737)
Depreciation	8	1,487,151	1,343,972	1,413,000
(Profit)/loss on sale of asset	7	(11,000)	(29,017)	(46,342)
(Increase)/decrease in receivables		55,000	180,818	0
(Increase)/decrease in contract assets		153,000	(41,206)	0
Increase/(decrease) in payables		(25,000)	65,947	0
Increase/(decrease) in contract liabilities		(1,291)	(13,561)	(41,800)
Increase/(decrease) in employee provisions		0	22,471	0
Non-operating grants, subsidies and contributions		(882,958)	(809,276)	(908,433)
Net cash from operating activities		100,387	611,272	(799,312)

SIGNIFICANT ACCOUNTING POLICES

CASH AND CASH EQUIVALENTS

Cash and cash equivalents include cash on hand, cash at bank, deposits available on demand with banks, other short term highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value and bank overdrafts.

Bank overdrafts are shown as short term borrowings in current liabilities in Note 3 - Net Current Assets.

FINANCIAL ASSETS AT AMORTISED COST

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

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

SHIRE OF TAMMIN
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2026

5 FIXED ASSETS

(a) Acquisition of Assets

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

	2025/26	2024/25	2024/25
Asset class	Budget total	Actual total	Budget total
	\$	\$	\$
<u>Property, Plant and Equipment</u>			
Buildings - non-specialised	181,000	140,273	121,342
Furniture and equipment	32,000	1,475	0
Plant and equipment	355,000	299,212	330,830
	568,000	440,959	452,172
<u>Infrastructure</u>			
Infrastructure - roads	1,319,390	1,380,805	1,136,378
Infrastructure - footpaths	40,000	26,221	22,855
Other infrastructure other	252,520	52,661	134,777
	1,611,910	1,459,686	1,294,010
Total acquisitions	2,179,910	1,900,645	1,746,182

SIGNIFICANT ACCOUNTING POLICIES

RECOGNITION OF ASSETS

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

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

SHIRE OF TAMMIN
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2026

6. BUDGET CAPEX
SUPPORTING SCHEDULE - PROPOSED CAPITAL EXPENDITURE

Asset Class	Program	Project Manager	Project Location	GL Account	Job Number	Project Description	Proposed Budget	Proposed Funding					Reserve Fund / Comment
								Reserves	Non-Operating Grant Funding	Grants funds received in FY24	Proceeds on Sale	Own Sources	
Buildings - non-specialised	Recreation & Culture			113521	GC002	Golf Club - Alfresco	\$ 15,000					\$15,000	
Buildings - non-specialised	Education & Welfare			84402	TV004	Tamma Village - Reticulation Project	\$ 25,000					\$25,000	
Buildings - non-specialised	Housing			106521	CWA002	CWA - Building Refurbishment	\$ 75,000					\$75,000	
Buildings - non-specialised	Education & Welfare			84402	TV003	Tamma Village - Building Renewal	\$ 20,000					\$20,000	
Buildings - non-specialised	Other property and services			91403	MKS01	Master Key System Renewal	\$ 16,000					\$16,000	
Buildings - non-specialised	Other property and services			53400	CCTV	CCTV Cameras	\$ 20,000					\$20,000	
Buildings - non-specialised	Recreation & Culture			113545	KEP004	Kadjinyiny Kep - New Roof Cover	\$ 10,000					\$10,000	
Furniture and equipment				145522	FE006	IT Administration Laptops	\$ 7,000					\$7,000	
Furniture and equipment				145522	FE007	IT Server Upgrades	\$ 25,000					\$25,000	
Infrastructure - Roads	Transport	MWS	Roads	121401	C0097	North Bungulla Roads - Head Walls	\$ 15,000					\$15,000	
Infrastructure - Roads	Transport	MWS	Roads	121401	C0098	Urban Reseals	\$ 22,000					\$22,000	
Infrastructure - Roads	Transport	MWS	Roads	121401	C0099	Rural Reseals	\$ 45,000					\$45,000	
Infrastructure - Roads	Transport	MWS	Roads	121401	C0100	Nelson Road - Floodway Construction	\$ 43,000					\$43,000	
Infrastructure - Roads	Transport	MWS	Roads	121401	C0101	Gravel Resheeting	\$ 50,000					\$50,000	
Infrastructure - Roads	Transport	MWS	Roads	121401	C0102	Gravel Resheeting	\$ 50,000					\$50,000	
Infrastructure - Roads	Transport	MWS	Roads	121401	RRG088	North Bungulla Roads - Widening and Overlay	\$ 668,390		\$468,758			\$199,632	Regional Road Group
Infrastructure - Roads	Transport	MWS	Roads	121403	R2R087	Tammin - York Road - Two Cost Seal	\$ 236,000		\$200,000			\$36,000	Roads to Recovery
Infrastructure - Roads	Transport	MWS	Roads	121403	R2R088	Turon Road - Gravel Resheet	\$ 190,000		\$98,000			\$92,000	Roads to Recovery
Plant and equipment	Other property and services	MWS		123400	PT021	Water Truck	\$ 284,000	\$189,531				\$94,469	
Plant and equipment	Other property and services	MWS		123400	PT025	Attachments for Skid Steer	\$ 15,000					\$15,000	
Plant and equipment	Other property and services	MWS		123400	PT022	Verti Mower	\$ 25,000					\$25,000	
Plant and equipment	Other property and services	MWS		123400	PT023	Zero Turn Mower	\$ 25,000					\$25,000	
Plant and equipment	Other property and services	MWS		123400	PT024	Cable Finder	\$ 6,000					\$6,000	
Infrastructure - Footpaths	Transport	MWS	Townsite	121407	FOOT05	Shields St - Footpath Construction	\$ 20,000					\$20,000	
Infrastructure - Footpaths	Transport	MWS	Townsite	121407	FOOT06	Dreyer St Footpath	\$ 20,000					\$20,000	
Infrastructure - Other	Recreation & Culture		Other infrastructure	113548	TD004	Town Dam - Upgrade and Renewal	\$ 190,520		\$116,200			\$74,320	DWIR Majority Funded
Infrastructure - Other	Transport	MWS	Other infrastructure	113546	TOTREE	Christmas Light Upgrade	\$ 10,000					\$10,000	
Infrastructure - Other			Other infrastructure	113401	DPM15	Donnan Park - Digital Scoreboard	\$ 15,000					\$15,000	
Infrastructure - Other			Other infrastructure	113401	DPM16	Donnan Park - Switchboard Upgrade	\$ 30,000					\$30,000	
Infrastructure - Other			Other infrastructure	113401	DPM18	Donnan Park - Electrical Board Replacement (Netball Court	\$ 7,000					\$7,000	
							\$2,179,910	\$189,531	\$882,958	\$0	\$0	\$1,107,421	

Summary of Proposed Capital Expenditure (by Asset Class)

Land	\$0	0%		
Buildings - non-specialised	\$181,000	8%	LRCI	
Plant and equipment	\$355,000	16%	RRG	\$468,758
Furniture and equipment	\$32,000	1%	R2R	\$298,000
Infrastructure - Roads	\$ 1,319,390	61%	Southern Link	\$0
Infrastructure - Footpaths	\$40,000	2%		\$766,758
Infrastructure - Other	\$252,520	12%		
	\$2,179,910			

TOTAL Non OP C \$882,958

Summary of Proposed Capital Expenditure (by Asset Type)

Purchase property, plant and equipment	\$568,000	26%
Purchase and construction of infrastructure	\$1,611,910	74%
	\$2,179,910	

SHIRE OF TAMMIN
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2026

7 DISPOSAL OF ASSETS

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

	2025/26 Budget Net Book Value	2025/26 Budget Sale Proceeds	2025/26 Budget Profit	2025/26 Budget Loss	2024/25 Actual Net Book Value	2024/25 Actual Sale Proceeds	2024/25 Actual Profit	2024/25 Actual Loss	2024/25 Budget Net Book Value	2024/25 Budget Sale Proceeds	2024/25 Budget Profit	2024/25 Budget Loss
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
By Asset												
Toro Mower Plant P30 Asset 1289	7,000	18,000	11,000	0	0	0	0	0	48,470	64,000	15,530	0
	0	0	0	0	0	0	0	0	0	25,000	25,000	0
	0	0	0	0	0	0	0	0	45,635	57,500	11,865	0
	0	0	0	0	42,452	36,000	0	(6,452)	31,053	25,000	0	(6,053)
	0	0	0	0	53,007	54,545	1,538	0	0	0	0	0
	0	0	0	0	8,000	20,000	12,000	0	0	0	0	0
	0	0	0	0	6,160	19,091	12,931	0	0	0	0	0
	0	0	0	0	16,000	25,000	9,000	0	0	0	0	0
	0	0	0	0	0	19,475	0	0	0	0	0	0
	7,000	18,000	11,000	0	125,619	174,111	35,469	(6,452)	125,158	171,500	52,395	(6,053)
By Program												
Transport	7,000	18,000	11,000	0	125,619	174,111	35,469	(6,452)	125,158	171,500	52,395	(6,053)
	7,000	18,000	11,000	0	125,619	174,111	35,469	(6,452)	125,158	171,500	52,395	(6,053)
By Class												
<u>Property, Plant and Equipment</u>												
Plant and equipment	7,000	18,000	11,000	0	125,619	174,111	35,469	(6,452)	125,158	171,500	52,395	(6,053)
	7,000	18,000	11,000	0	125,619	174,111	35,469	(6,452)	125,158	171,500	52,395	(6,053)

SIGNIFICANT ACCOUNTING POLICIES

GAINS AND LOSSES ON DISPOSAL

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains and losses are included in profit or loss in the period which they arise.

SHIRE OF TAMMIN
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2026

8 ASSET DEPRECIATION

By Program

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

By Class

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

	2025/26 Budget	2024/25 Actual	2024/25 Budget
	\$	\$	\$
Law, order, public safety	180	165	200
Education and welfare	28,285	25,928	28,400
Housing	18,725	17,165	18,800
Community amenities	20,097	18,422	20,100
Recreation and culture	159,576	146,278	161,300
Transport	1,183,001	1,065,168	1,100,400
Economic services	4,392	4,026	4,500
Other property and services	72,895	66,820	79,300
	1,487,151	1,343,972	1,413,000
Buildings - non-specialised	139,636	128,000	136,900
Furniture and equipment	12,004	11,004	18,600
Plant and equipment	121,524	111,397	126,400
Infrastructure - roads	1,103,787	992,555	1,020,800
Infrastructure - footpaths	17,721	16,244	17,600
Other infrastructure other	92,478	84,771	92,700
	1,487,151	1,343,972	1,413,000

SIGNIFICANT ACCOUNTING POLICIES

DEPRECIATION

The depreciable amount of all fixed assets including buildings but excluding freehold land, are depreciated on a straight-line basis over the individual asset's useful life from the time the asset is held ready for use. Leasehold improvements are depreciated over the shorter of either the unexpired period of the lease or the estimated useful life of the improvements.

The assets residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period.

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

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

Asset Class	Useful life
Buildings	20 - 90 years
Furniture and Equipment	5 years
Plant and Equipment	4 - 50 years
Footpaths	40 - 80 years
Other Infrastructure	10 - 90 years

DEPRECIATION (Continued)

Asset Class	Useful life
Sealed roads and streets	
- clearing and earthworks	not depreciated
- construction/road base	24 years
- kerbing	60 years
original surfacing and major re-surfacing	
- bituminous seals	14 years
- asphalt surfaces	14 years
Gravel roads	
- clearing and earthworks	not depreciated
- construction/road base	24 years
- gravel sheet	12 years
Formed roads (unsealed)	
- clearing and earthworks	not depreciated
- construction/road base	24 years

SHIRE OF TAMMIN
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2026

9 BORROWINGS

(a) Borrowing repayments

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

Purpose	Loan Number	Institution	Interest Rate	Budget	2025/26	2025/26	Budget	2025/26	Actual	2024/25	2024/25	Actual	2024/25	Budget	2024/25	2024/25	Budget	2024/25	
				Principal	Budget	Budget	Principal	Principal		Actual	Actual	Actual	Actual		Principal	Budget	Budget	Budget	Principal
				1 July 2025	New Loans	Repayments	Principal outstanding 30 June 2026	Budget Interest Repayments	1 July 2024	New Loans	Repayments	Principal outstanding 30 June 2025	Repayments	1 July 2024	New Loans	Repayments	Principal outstanding 30 June 2025	Repayments	
				\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	
Housing																			
3 & 5 Nottage Way	80	WATC	3.50%	0	0	0	0	0	22,462	0	(22,462)	0	(784)	22,462	0	(15,103)	7,359	(395)	
Synthetic Bowling Green	81	WATC	2.71%	14,618	0	(14,618)	(0)	(296)	35,825	0	(21,207)	14,618	(1,163)	35,825	0	(14,233)	21,593	(680)	
				14,618	0	(14,618)	(0)	(296)	58,287	0	(43,669)	14,618	(1,947)	58,287	0	(29,335)	28,952	(1,075)	
Self Supporting Loans																			
Recreation and culture																			
Bowling Green Surface	82	WATC	1.33%	0	0	0	0	0	7,211	0	(7,211)	0	(48)	7,211	0	(7,211)	0	(48)	
				0	0	0	0	0	7,211	0	(7,211)	0	(48)	7,211	0	(7,211)	0	(48)	
				14,618	0	(14,618)	(0)	(296)	65,498	0	(50,880)	14,618	(1,995)	65,498	0	(36,546)	28,952	(1,123)	

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

SHIRE OF TAMMIN
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2026

9 BORROWINGS (Cont.)

(b) New borrowings - 2025/26

The Shire does not intend to undertake any new borrowings for the year ended 30th June 2026

(c) Unspent borrowings

The Shire had no unspent borrowing funds as at 30th June 2025 nor is it expected to have unspent borrowing funds as at 30th June 2026.

(d) Credit Facilities

	2025/26 Budget	2024/25 Actual	2024/25 Budget
	\$	\$	\$
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	20,000	20,000	20,000
Credit card balance at balance date	(1,500)	(7,466)	(1,500)
Total amount of credit unused	118,500	112,534	118,500
Loan facilities			
Loan facilities in use at balance date	(0)	14,618	28,952

Overdraft details	Purpose overdraft was established	Amount b/fwd 1 July 2025	2025/26 Budgeted Increase/ (Decrease)	Amount as at 30th June 2026
		\$	\$	\$
NAB	Cashflow	100,000	0	100,000
		100,000	0	100,000

SIGNIFICANT ACCOUNTING POLICIES

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 until such time as the asset is substantially ready for its intended use or sale.

SHIRE OF TAMMIN
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2026

10 FINANCIALLY BACKED RESERVES

(a) Financially Backed Reserves - Movement

	2025/26 Budget Opening Balance	2025/26 2025/26 Budget Transfer to	2025/26 Budget Transfer (from)	2025/26 Budget Closing Balance	2024/25 Actual Opening Balance	2024/25 2024/25 Actual Transfer to	2024/25 Actual Transfer (from)	2024/25 Actual Closing Balance	2024/25 Budget Opening Balance	2024/25 2024/25 Budget Transfer to	2024/25 Budget Transfer (from)	2024/25 Budget Closing Balance
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Restricted by legislation	0	0	0	0	0	0	0	0	0	0	0	0
Restricted by council												
(a) Leave reserve	96,589	38,465	0	135,054	90,817	5,772	0	96,589	90,817	1,710	0	92,527
(b) Plant reserve	248,792	344,753	(189,531)	404,014	177,061	71,731	0	248,792	177,061	191,096	(127,280)	240,877
(c) Reserves Information & Technology	13,985	110,119	0	124,104	13,153	832	0	13,985	13,153	240	0	13,393
(d) Reserves Tamma Village Upgrade & Improvements	23,608		(23,608)	0	22,195	1,413	0	23,608	22,195	420	0	22,615
(e) Reserves Sports, Recreation Facilities Upgrades	935,994		(935,994)	0	878,214	57,780	0	935,994	878,214	18,540	0	896,754
(f) Reserves Bowling Green Replacement Reserve	2,348		(2,348)	0	2,216	132	0	2,348	2,216	30	0	2,246
(g) Reserves Property & Building Reserve	538,238		(538,238)	0	155,026	383,212	0	538,238	155,026	722,344	0	877,370
(h) Reserves - Waste Asset Management and Renewal	0	134,563	0	134,563	0	0	0	0	0	0	0	0
(i) Reserves - Asset Management and Renewal	0	362,278	0	362,278	0	0	0	0	0	0	0	0
(j) Reserves - Asset Development	0	510,010	0	510,010	0	0	0	0	0	0	0	0
	1,859,554	1,500,188	(1,689,719)	1,670,023	1,338,682	520,872	0	1,859,554	1,338,682	934,380	(127,280)	2,145,782
	1,859,554	1,500,188	(1,689,719)	1,670,023	1,338,682	520,872	0	1,859,554	1,338,682	934,380	(127,280)	2,145,782

(b) Financially Backed Reserves - Purposes

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

Reserve name	Anticipated date of use	Purpose of the reserve
(a) Leave reserve	Ongoing	- To fund annual and long service leave requirements.
(b) Plant reserve	Ongoing	- To purchase major plant and machinery.
(c) Reserves Information & Technology	Ongoing	- To fund IT requirements.
(d) Reserves Tamma Village Upgrade & Improvements	Closed 30/6/2026	- For maintenance and upgrades of Tamma Village units.
(e) Reserves Sports, Recreation Facilities Upgrades	Closed 30/6/2026	- For improvements of Tammin's sport, recreation & community facilities.
(f) Reserves Bowling Green Replacement Reserve	Closed 30/6/2026	- For replacement of the synthetic playing surface at the end of its useful life.
(g) Reserves Property & Building Reserve	Closed 30/6/2026	- For future development of Shire properties including urgent maintenance and construction of Council buildings.
(h) Reserves - Waste Asset Management and Renewal	Ongoing	- For future management, development and renewal of waste management assets
(i) Reserves - Asset Management and Renewal	Ongoing	- For renewal and urgent maintenance of Shire properties and infrastructure.
(j) Reserves - Asset Development	Ongoing	- For future development of Shire properties and infrastructure.

SHIRE OF TAMMIN
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2026

11. REVENUE RECOGNITION

SIGNIFICANT ACCOUNTING POLICIES

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

Revenue Category	Nature of goods and services	When obligations typically satisfied	Payment terms	Returns/Refunds/Warranties	Determination of transaction price	Allocating transaction price	Measuring obligations for returns	Revenue recognition
Rates	General Rates	Over time	Payment dates adopted by Council during the year	None	Adopted by council annually	When taxable event occurs	Not applicable	When rates notice is issued
Specified area rates	Rates charge for specific defined purpose	Over time	Payment dates adopted by Council during the year	Refund in event monies are unspent	Adopted by council annually	When taxable event occurs	Not applicable	When rates notice is issued
Service charges	Charge for specific service	Over time	Payment dates adopted by Council during the year	Refund in event monies are unspent	Adopted by council annually	When taxable event occurs	Not applicable	When rates notice is issued
Grant contracts with customers	Community events, minor facilities, research, design, planning evaluation and services	Over time	Fixed terms transfer of funds based on agreed milestones and reporting	Contract obligation if project not complete	Set by mutual agreement with the customer	Based on the progress of works to match performance obligations	Returns limited to repayment of transaction price of terms breached	Output method based on project milestones and/or completion date matched to performance obligations as inputs are shared
Grants, subsidies or contributions for the construction of non-financial assets	Construction or acquisition of recognisable non-financial assets to be controlled by the local government	Over time	Fixed terms transfer of funds based on agreed milestones and reporting	Contract obligation if project not complete	Set by mutual agreement with the customer	Based on the progress of works to match performance obligations	Returns limited to repayment of transaction price of terms breached	Output method based on project milestones and/or completion date matched to performance obligations as inputs are shared
Grants with no contractual commitments	General appropriations and contributions with no specific contractual commitments	No obligations	Not applicable	Not applicable	Cash received	On receipt of funds	Not applicable	When assets are controlled
Licences/ Registrations/ Approvals	Building, planning, development and animal management, having the same nature as a licence regardless of naming.	Single point in time	Full payment prior to issue	None	Set by State legislation or limited by legislation to the cost of provision	Based on timing of issue of the associated rights	No refunds	On payment and issue of the licence, registration or approval
Waste management collections	Kerbside collection service	Over time	Payment on an annual basis in advance	None	Adopted by council annually	Apportioned equally across the collection period	Not applicable	Output method based on regular weekly and fortnightly period as proportionate to collection service
Waste management entry fees	Waste treatment, recycling and disposal service at disposal sites	Single point in time	Payment in advance at gate or on normal trading terms if credit provided	None	Adopted by council annually	Based on timing of entry to facility	Not applicable	On entry to facility
Airport landing charges	Permission to use facilities and runway	Single point in time	Monthly in arrears	None	Adopted by council annually	Applied fully on timing of landing/take-off	Not applicable	On landing/departure event
Fees and charges for other goods and services	Cemetery services, library fees, reinstatements and private works	Single point in time	Payment in full in advance	None	Adopted by council annually	Applied fully based on timing of provision	Not applicable	Output method based on provision of service or completion of works
Sale of stock	Aviation fuel, kiosk and visitor centre stock	Single point in time	In full in advance, on 15 day credit	Refund for faulty goods	Adopted by council annually, set by mutual agreement	Applied fully based on timing of provision	Returns limited to repayment of transaction price	Output method based on goods

SHIRE OF TAMMIN
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12. KEY TERMS AND DEFINITIONS - REPORTING PROGRAMS

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

OBJECTIVE	ACTIVITIES
<p>Governance To provide a decision making process for the efficient allocation of scarce resources.</p>	<p>Includes the activities of members of Council and the administrative support available to the Council for the provision of governance to the district. Other costs relate to the task of assisting elected members and ratepayers on matters which do not concern specific Council services.</p>
<p>General purpose funding To collect revenue to allow for the provision of services.</p>	<p>Rates, general purpose government grants and interest revenue.</p>
<p>Law, order, public safety To provide services to help ensure a safer and environmentally conscious community.</p>	<p>Supervision and enforcement of various local laws relating to fire prevention, animal control and other aspects of public safety including emergency services.</p>
<p>Health To provide an operational framework for environmental and community health.</p>	<p>Inspection of food outlets and their control, provision of meat inspection services, noise control and waste disposal compliance.</p>
<p>Education and welfare To provide services to disadvantaged persons, the elderly, children and youth.</p>	<p>Maintenance of Tamma Villege. Provision of senior and youth services.</p>
<p>Housing To provide housing to staff.</p>	<p>Staff housing, provision of general rental accomodation when buildings not required by staff.</p>
<p>Community amenities To provide services required by the community.</p>	<p>Rubbish collection services, operation of rubbish disposal sites, litter control, construction and maintenance of storm water drains, protection of the environment and administration of town planning schemes, cemetery and public conveniences.</p>
<p>Recreation and culture To establish and effectively manage infrastructure and resources which help the social well being of the community.</p>	<p>Maintenance of public halls, civic centres and various sporting facilities. Provision and maintenance of parks, gardens and playgrounds. Operation of library, museum and other cultural facilities.</p>
<p>Transport To provide safe, effective and efficient transport services to the community.</p>	<p>Construction and maintenance of roads, streets, footpaths, depots, cycleways and parking facilities.</p>
<p>Economic services To help promote the Shire and its economic wellbeing.</p>	<p>Tourism and area promotion including the maintenance and operation of a caravan park. Provision of rural services including weed control, vermin control and standpipes. Building control.</p>
<p>Other property and services To monitor and control Council's overhead operating accounts.</p>	<p>Private works operation, plant repair and operation costs, housing and engineering operation costs.</p>

SHIRE OF TAMMIN
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2026

12 PROGRAM INFORMATION

Income and expenses

Income excluding grants, subsidies and contributions

	2025/26 Budget	2024/25 Actual	2024/25 Budget
	\$	\$	\$
Governance	900	561	100
General purpose funding	1,493,466	1,383,056	1,389,544
Law, order, public safety	3,030	1,579	2,600
Health	600	271	600
Education and welfare	65,000	59,292	50,000
Housing	22,500	18,770	16,200
Community amenities	41,676	38,844	39,916
Recreation and culture	8,014	18,303	5,362
Transport	20,450	43,823	63,845
Economic services	1,700	1,652	200
Other property and services	34,100	22,284	19,660
	1,691,436	1,588,435	1,588,027

Operating grants, subsidies and contributions

General purpose funding	753,000	926,173	210,651
Law, order, public safety	22,430	12,328	23,327
Recreation and culture	24,000	19,267	5,000
Transport	110,000	109,939	89,000
Economic services	1,600	739	200
Other property and services	12,500	5,935	10,000
	923,530	1,074,381	338,178

Non-operating grants, subsidies and contributions

Recreation and culture	116,200	30,000	0
Transport	766,758	779,276	908,433
	882,958	809,276	908,433

Total Income 3,497,924 3,472,092 2,834,638

Expenses

Governance	(617,023)	(354,044)	(479,622)
General purpose funding	(123,431)	(95,153)	(94,995)
Law, order, public safety	(32,425)	(48,562)	(83,438)
Health	(27,693)	(9,168)	(18,393)
Education and welfare	(133,256)	(139,263)	(109,850)
Housing	(74,859)	(84,637)	(65,969)
Community amenities	(252,200)	(198,518)	(239,771)
Recreation and culture	(721,553)	(614,416)	(683,082)
Transport	(2,075,362)	(1,977,257)	(2,099,645)
Economic services	(52,529)	(39,768)	(46,800)
Other property and services	(62,108)	(20,182)	(128,810)
	(4,172,439)	(3,580,968)	(4,050,375)

Net result for the period (674,515) (108,876) (1,215,737)

SHIRE OF TAMMIN
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13. ELECTED MEMBERS REMUNERATION

	2025/26 Budget	2024/25 Actual	2024/25 Budget
	\$	\$	\$
President's allowance	8,000	8,000	8,000
Deputy President's allowance	3,000	2,000	2,000
Meeting attendance fees	23,563	22,657	22,410
Other expenses	20,000	11,854	15,000
Training	4,000	1,035	7,500
Travel and accommodation expenses	607	583	1,000
	59,170	46,129	55,910

SHIRE OF TAMMIN
NOTES TO AND FORMING PART OF THE BUDGET
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14. FEES AND CHARGES

	2025/26 Budget	2024/25 Actual	2024/25 Budget
	\$	\$	\$
By Program:			
Governance	100	0	100
Law, order, public safety	2,430	824	2,000
Health	600	271	600
Education and welfare	65,000	59,292	50,000
Housing	16,000	15,257	15,100
Community amenities	39,176	38,844	37,416
Recreation and culture	7,164	18,102	4,364
Transport	5,450	4,914	5,450
Economic services	1,700	1,652	200
Other property and services	8,600	9,065	8,660
	146,220	148,221	123,890

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