



SHIRE OF  
**WESTONIA**  
A vibrant community lifestyle

# 2021-22 Annual Report



## Contact Us



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41 Wolfram Street, Westonia





# Acknowledgement Of Country

The Shire of Westonia acknowledges the traditional custodians of this land, the Kalaamaya people of the Noongar nation.

We acknowledge the traditional custodians of the land on which the Shire is located and where we conduct our business. We pay our respects to Elders, past and present.





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# Welcome to the Annual Report



The Shire of Westonia is proud to present the annual report for the financial year to 30 June 2022. This report outlines the Shire's financial and operational performance for the year against the key objectives, strategies and priorities of our Strategic Community Plan (SCP), the Corporate Business Plan (CBP) and the annual budget. Overall, this has been a very positive year for our performance.

The Local Government Act 1995 (WA) (LGA) requires local governments to produce an annual report by 31 December each year.

The Shire goes beyond statutory requirements by producing a report that is comprehensive and engaging, detailing a wide range of activities undertaken and services delivered. We view this report as an important tool to inform key stakeholders – residents and ratepayers, local businesses, non-government organisations, our partners and other government departments and agencies – about our achievements and challenges as well as our plans.



The report also provides a platform to inform and engage our employees with information on how well we have performed over the year, how their efforts have contributed to achieving our vision and what to expect in the coming year.

This report is divided into the following main sections:

- **The year in review** – summary of performance
- **Our Shire** – overview of the Shires democratic governance, services and community connections
- **Our performance** –detailed performance results organised according to our 4 strategic themes
- **Our organisation** – structure, corporate governance, workforce profile and safety performance
- **Financial report.**

This is to provide information back to the community on the overall health of the organisation.

Copies of this report can be obtained in the following ways:

**In person:** Collect a hard copy from the Shire administration office

**Online:** [www.westonia.wa.gov.au](http://www.westonia.wa.gov.au)

**Email:** [shire@westonia.wa.gov.au](mailto:shire@westonia.wa.gov.au)

Comments:

Council and Shire of Westonia officers are keen for any feedback you may have on the Annual Report. This can be in writing and dropped off at any shire building or emailed to the shire at: [shire@westonia.wa.gov.au](mailto:shire@westonia.wa.gov.au)



*This has been  
a very positive year  
for our performance.*





# Westonia Discovery

Westonia came into existence with the discovery in 1910 of gold in the area, by a sandalwood cutter named Alfred Weston (May 17, 1876 - September 26, 1924). Initially the area was known as *Weston's Reward* and later as *Westons*.

Alfred David Weston, a sandalwood cutter and part time prospector, the town owes its origin to gold mining. Gold mining is still an important industry in the area, although the shire's primary industry is now wheat and sheep farming. All its streets are named after minerals and the town has preserved a streetscape facade that reflects its Edwardian origins

By 1915 there were two major mines in the area, and the population was in excess of 500. By 1917 the area, by then known as *Westonia*, had a population of more than 2,000. In 1919, low gold prices forced the closure of the mines, and many people left the area.

Westonia was gazetted as a town in February 1926. In 1935 one of the mines reopened, but closed again in 1948, only to be reopened in 1985. The mine then closed once again in 1991. In mid-2009, it was announced that mining would once again commence at Westonia's Edna May Gold Mine, owned and mined by Catalpa Resources. With the first gold pour made in May 2010, coinciding with the centenary of the discovery of gold in the district. In November 2011 the merger of Catalpa Resources and Conquest Mining Limited came the new Controlling Operator Evolution Mining. Then in October 2011 Evolution Mining entered into a binding agreement for the Sale to Ramelius Resources who are still in operation today.

Walking through Westonia is a leap back in time. Established during the gold rush era, the town has restored and rebuilt its fine buildings to create a streetscape straight out of the pioneering era. From the original bank, cafe and green grocer store to the bright red doors on Westonia's fire station, wander through town and imagine life here during the mining boom of the early 1900s.

The township is nestled amid 4,000 hectares of salmon gum, morrell and gimlet woodland, dotted with granite outcrops, as well as remnants of the town's gold mining past.

Hit the four kilometre Woodlands and Wildflowers Heritage Trail to explore the native bushland, taking in Westonia Common woodland and historic points of interest.

Or drive a little way out of town to Boodalin Soak or Sandford Rocks - both are picturesque spots providing the opportunity to explore woodlands, granite outcrops, refreshing pools and diverse native flora.





Time your visit to coincide with spring wildflower season (June to November) and you'll find the arid landscape transformed by a plethora of vibrant wildflowers after replenishing winter rains.

When it's time for refreshments and a rest from exploring this unique outback town and landscape, you'll find everything you need in Westonia, including motel and caravan park accommodation .

## CLUB HOTEL.

THE PIONEER HOTEL OF WESTONIA.

FIRST CLASS IN ALL DEPARTMENTS  
A NEW BUNGALOW IS IN COURSE  
OF ERECTION, AND WHICH WILL  
PROVIDE SUPERIOR PRIVATE ACCOMODATION TO  
TRAVELLERS.  
TERMS VERY MODERATE.

Motor Car meets all Trains

## WESTONIA CAFÉ.

MRS. M. CARR, PROPRIETRESS.

MEALS 1/6.

BEDS 1/6.

Good Meals and Beds Guaranteed

MOTOR SERVICE.

## LEN URWIN.

### The Red Flag

Drapery Store

WOLFRAM STREET, WESTONIA

THE RED FLAGS WILL DIRECT YOU.

NO ORDER TOO SMALL  
WESTONIAN Print.

NONE TOO LARGE

## CARRABIN COFFEE PLACE

CARRABIN.

GOOD ACCOMODATION FOR TRAVELLERS

Motor Car Between WESTONIA and CARRABIN.

HORSES AND TARPS ON HIRE

H. G. JERSOE.



# Our Community in numbers



POPULATION  
FORECAST 2021

311

POPULATION  
FORECAST 2031

319



AGED  
RESIDENTS

96

ESTIMATED  
POPULATION  
BY 2031



40%

OF HOUSEHOLDS  
ARE MADE UP OF  
COUPLES AND CHILDREN



46

MEDIAN AGE  
OF RESIDENTS



18%

OF RESIDENTS  
WERE BORN  
OVERSEAS

COVERING AN AREA OF 3,268 SQUARE KILOMETRES, LOCATED IN WESTERN AUSTRALIA'S WHEATBELT, 316KMS EAST OF PERTH, 306 KMS WEST OF KALGOORLIE AND 55KMS EAST OF MERREDIN ON THE WHEATBELT WAY DRIVE TRAIL THE SHIRE OF WESTONIA IS RENOWNED FOR IT'S STUNNING NATURAL WOODLANDS, BREATHTAKING GRANITE OUTCROPS, BEAUTIFUL WILDFLOWERS AND VAST OPEN SKIES

Local industries include Wheat, grain and sheep farming, Gold Mining, Dolomite Mining, Earth Moving, and Heavy Transport

As a snapshot, the Shire manages over 764kms of Unsealed Roads, 121kms of Sealed Roads, gardens, playgrounds and sporting fields.

Shire Attractions include Westonia Facades, Boodalin Soak, Sandford Rock, Elachbutting Rock, Baladjie Rock, Wild Flowers, Woodlands Granite Outcrops, Westonia Common, Historic Westonia Tavern, Rabbit Proof Fence, Old Miners Hall, Golden Pipeline Drive Trail, Hood- Penn Old Club Hotel Museum, and the Wheatbelt Way Drive Trail.

In 2021-2022, the Shire of Westonia balanced its Budget of \$3.6 million to ensure service delivery remained high and the community received value for money.

The above snapshot shows how the communities rates are allocated between Program areas.

This is  
your Shire;

# A reflection on our Shire

A unique blend of rural, residential, commercial and industrial land.



**316km**

East of Perth CBD

**1**

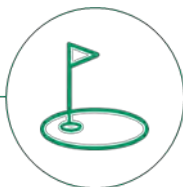
**PLAYGROUNDS  
WITH NATURE  
PLAY AREAS**



**4**

**ACTIVE  
PARKS**

INCL. GOLF COURSE,  
SPORTING PAVILION,  
AND SPORTING GROUNDS



**\$114m**

**GROSS REGIONAL  
PRODUCT**



**CONSERVATION RESERVES**

TOTALING **13,147**  
HECTARES



**1**

**MUSEUM**



**128**

**RESIDENTIAL  
DWELLINGS**



**885**

**KILOMETRES  
ROAD NETWORK**



**3,628**

**KILOMETRES  
SHIRE LAND AREA**



**1**

**RECREATION  
CENTRE**



**1**

**AQUATIC  
CENTRE**



**92**

**DOG/CAT  
REGISTRATIONS**



**12**

**BUILDING  
PERMITS ISSUED**



**1**

**OPERATIONAL  
GOLD MINE**



**1**

**LIBRARY**

**\$155,968**

**Average Income per  
Household before Tax**





# Shire President's Message

It is with pleasure that I provide this annual report to the community of Westonia which represents the 2021/2022 financial year ending on the 30<sup>th</sup> June 2022


On behalf of the Shire of Westonia, I would like to acknowledge the contributions provided by John Jefferys who retired from Council this year. He served on Council for 27 continuous years and has guided our Shire to the great place and position that we now are in. We thank you sincerely John for your long service and commitment to the Shire of Westonia.

I congratulate Mark Crees on his nomination and subsequent appointment to Council for the next 4 years. He was elected as Deputy President in October 2021 and we appreciate his knowledge and enthusiasm for Westonia.

Our Shire has continued to successfully balance the important roles of providing quality and value-for-money services to the Westonia community during these uncertain times of Covid19.

Our Shire is in a sound financial position with good reserve levels and no debt. This healthy cash financial position has been achieved due to diligent financial management and the Council's ability to actively pursue outside money from private works opportunities.





We are fortunate to have a vibrant, supportive and caring community in the Shire of Westonia and I sincerely thank our residents, community groups, volunteers and local businesses for their contribution toward making this community a great place to live, work and play.

Thank you to all my fellow Councillors for their support and dedication to serving the community.

We have farewelled Mr Jamie Criddle who admirably filled the position of Chief Executive Officer for the past ten years and I feel sure you will join me in thanking Jamie for his contribution and wishing him well with the future at the Shire of Chapman Valley.

Finally, I would like to thank our Chief Executive Officer, Mr Bill Price and all of the staff at the Shire of Westonia for their ongoing commitment, diligence and enthusiasm in everything they do for our community.

This annual report summarises the key achievements of the past year as well as highlighting the resilience, togetherness and positivity of the Council and community.

*KmDay.*

Cr Karin Day  
Westonia Shire President





# Your Council



Council members make important decisions relating to the whole of the district by considering the views of the community. They also work together with the community, the CEO and the Administration to set the strategic direction of the Shire.

Council has no operational standing committees however the following portfolios have been issued to Councillors who meet and attend meetings on an as needs basis.

## SHIRE PRESIDENT KARIN DAY

**President since:** October 2015  
**Councillor since:** 2011 – 2015  
**Current term expires:** October 2023  
**Gender:** Female  
**Linguistic Background:** English  
**Country of Birth:** Australia  
**Contact:** 0428 447 014  
[cr.day@westonia.wa.gov.au](mailto:cr.day@westonia.wa.gov.au)

Portfolio: WEROC, Wheatbelt Communities, WALGA, Community Development, Transport, Development Assessment Panels (proxy to D.Geier), Sport & Recreation

## DEPUTY SHIRE PRESIDENT MARK CREES

**Councillor since:** October 2021  
**Current term expires:** October 2025  
**Gender:** Male  
**Linguistic Background:** English  
**Country of Birth:** Australia  
**Contact:** 0428 447 034  
[cr.crees@westonia.wa.gov.au](mailto:cr.crees@westonia.wa.gov.au)

Portfolio: Community Development, Agriculture, (Inc Eastern Wheatbelt Declared Species Group , WALGA, Emergency Services (proxy to D.Geier), WEROC (Proxy to K.Day) Development Assessment Panels & Transport (proxy to K.Day)

## CR DAIMON GEIER

**Councillor since:** October 2017  
**Current term expires:** October 2025  
**Gender:** Male  
**Linguistic Background:** English  
**Country of Birth:** Australia  
  
**Contact:** 0407 258523  
[cr.daimon.geier@westonia.wa.gov.au](mailto:cr.daimon.geier@westonia.wa.gov.au)

Portfolio: Community Development, ,Emergency Services, Sport & Recreation, Development Assessment Panels & Bush Fire Representative ( proxy to R.Della Bosca)

## CR RENAE CORSINI

**Councillor since:** October 2015  
**Current term expires:** October 2023  
**Gender:** Female  
**Linguistic Background:** English  
**Country of Birth:** Australia  
  
**Contact:** 0437 168 198  
[cr.corsini@westonia.wa.gov.au](mailto:cr.corsini@westonia.wa.gov.au)

Portfolio: Community Development, Agriculture, (Inc Eastern Wheatbelt Declared Species Group , WALGA, Emergency Services (proxy to D.Geier), WEROC (Proxy to K.Day) Development Assessment Panels & Transport (proxy to K. Day)

## CR BILL HUXTABLE

**Councillor since:** October 2013  
**Current term expires:** October 2025  
**Gender:** Male  
**Linguistic Background:** English  
**Country of Birth:** Australia  
  
**Contact:** 0459 181 932  
[cr.huxtable@westonia.wa.gov.au](mailto:cr.huxtable@westonia.wa.gov.au)

Portfolio: Community Development, Tourism, Sport & recreation), Development Assessment Panels (proxy to M.Crees) & Westonia Progress (Proxy to R.Corsini)

## CR ROSS DELLA BOSCA

**Councillor since:** October 2017  
**Current term expires:** October 2023  
**Gender:** Male  
**Linguistic Background:** English  
**Country of Birth:** Australia  
  
**Contact:** 0428 467 180  
[cr.dellabosca@westonia.wa.gov.au](mailto:cr.dellabosca@westonia.wa.gov.au)

Portfolio: Community Development, Agriculture, (Inc Eastern Wheatbelt Declared Species Group) , Sport & Recreation, Westonia Progress, Tourism( Proxy to B.Huxtable)

## CR JOHN JEFFERYS

**Councillor since:** October 1994  
**Current term expired:** October 2021  
**Gender:** Male  
**Linguistic Background:** English  
**Country of Birth:** Australia  
Portfolio: Community Development, Transport, Development Assessment Panels

*Note No Council Member identify as Aboriginal or Torres Strait Islander*



11+2

**COUNCIL MEETINGS  
+ SPECIAL MEETING  
DURING 2021-2022**



1

**ELECTORS MEETINGS**



6

**COUNCIL MEMBERS**



4

**AUDIT MEETINGS**



# Council and Committee Meeting Attendance

Council Meetings are held on the third Thursday of each month with the exception of January. All Council meetings are held in the Westonia Council Chambers located in the Westonia Community Resource Centre, 33 Wolfram Street Westonia.

The Council and Committee meetings are open to the public and there is public question time at the beginning of both Council and Committee meetings at which time the general public may ask questions on any Local Government matter.

Under Chapter 2M of the Corporations Act 2001 states that Councillors' attendance at all Council meetings and Committee meetings which they have been appointed a member, be reported in the Annual Report.

The following table details the types of meetings held during 2021/22, the number of meetings held and the attendance of each Council member.

COUNCIL MEMBERS	Ordinary Council	Special Council	Electors AGM	Audit and Risk
Number of meetings held	11	2	1	4
President Cr K. Day	11	2	1	4
Deputy President Cr M Crees <i>*Elected Oct. 2021</i>	8	1	0	3
Cr B. Huxtable	10	2	1	4
Cr DL. Geier	11	2	1	4
Cr J. Jefferys <i>*Retired Oct. 2021</i>	2	1		1
Cr R. DellaBosca	11	2	0	4
Cr R. Corsini	10	1	1	2

## Councillor Expenses

It is important that Councillors can carry out their role without being unduly financially disadvantaged. The Shire's Councillor Allowances, Expenses and Recognition policy outlines what support will be provided by the Shire taking into account the responsibilities and commitment of serving as community representatives.

The policy provides for electronic equipment, training, travel and reimbursement of expenses.

A Summary of the Allowances, expenses and fees paid by the Shire of Westonia to Councillors for the financial year are outlined below:

Description	2019/20 actual(\$)	2020/21 actual(\$)	2021/22 actual(\$)
Meeting Fees	21,318	21,318	21,534
Presidents Allowance	5,553	5,553	5,553
Information and Telecommunication allowance	1,200	1,200	1,200
Travelling and other expenses	77	958	678
Corporate Apparel expenses	0	0	1,841
Total	28,148	29,029	30,806



# Training and professional development

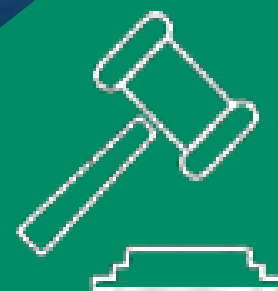
To enable Council members to develop and maintain skills and knowledge relevant to their roles as representatives of the Shire, Council members are encouraged to attend conferences, workshops, forums and training events. Local governments are required to report on training undertaken by Council members each financial year.

On 27 June 2019, the *Local Government Legislation Amendment Act 2019* (the Amendment Act) was passed in parliament which introduced provisions relating to Council Member training and professional development. Council members are required to complete a Council Member Essentials course of training within 12 months of the day on which they are elected. The following table lists mandatory training completed by Council members that were elected after October 2019.

Council Member	Understanding Local Government	Serving On Council	Meeting Procedures	Conflicts of Interest	Understanding Financial Reports and Budgets
President Cr K. Day	•	•	•	•	•
Cr B. Huxtable					
Cr DL. Geier	◆	◆	◆	◆	◆
Cr M. Crees					
Cr R. DellaBosca	•	•	•	•	•
Cr R. Corsini	•	•	•	•	•

◆ Training completed in 2021/22

• Training completed in 2020/21



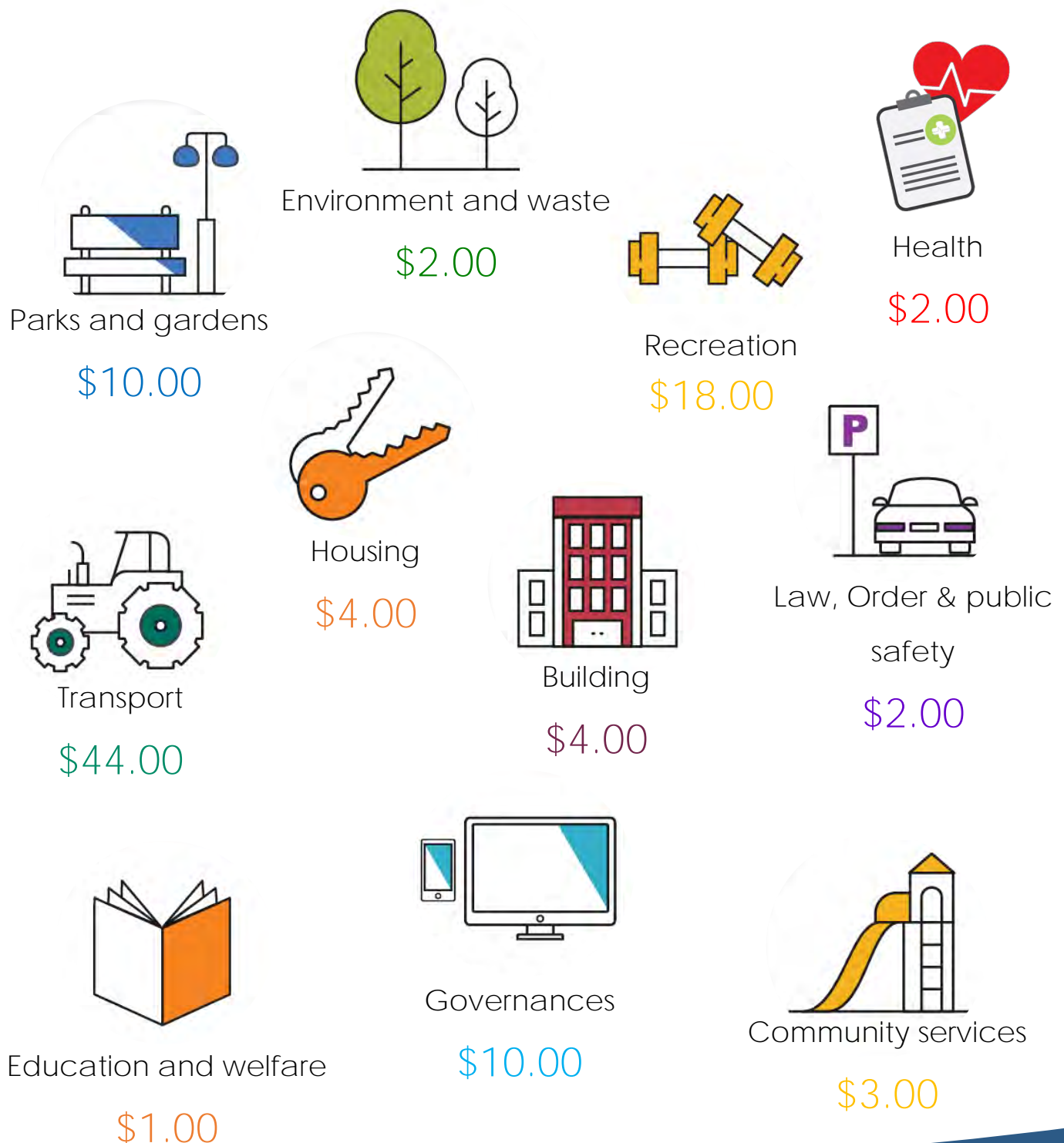
*Your Council*



# Where do my rates go?

Where each **\$1** goes for every \$100 spent

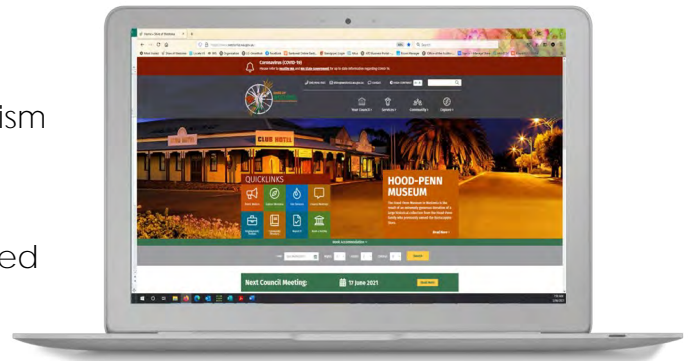
We set our rates based on community needs, the demand for Council services, level of service delivery required and the overall rates affordability.



# Digital Performance

## FOR THE COMMUNITY TO STAY CONNECTED

Our online advertising has helped build our Tourism sector, engage our target markets, learn more about our primary demographic's interests and desires, and more. While all channels experienced significant growth this year, Facebook and Instagram have proven to be most valuable.



## Shires online Services



**[www.westonia.wa.gov.au](http://www.westonia.wa.gov.au)**

- Page views: 12,052
- Site Sessions: 10,395
- Unique Visitors: 9,178



**Facebook**

- Reach: 159,220
- Engagement: 79,178
- Followers: 741



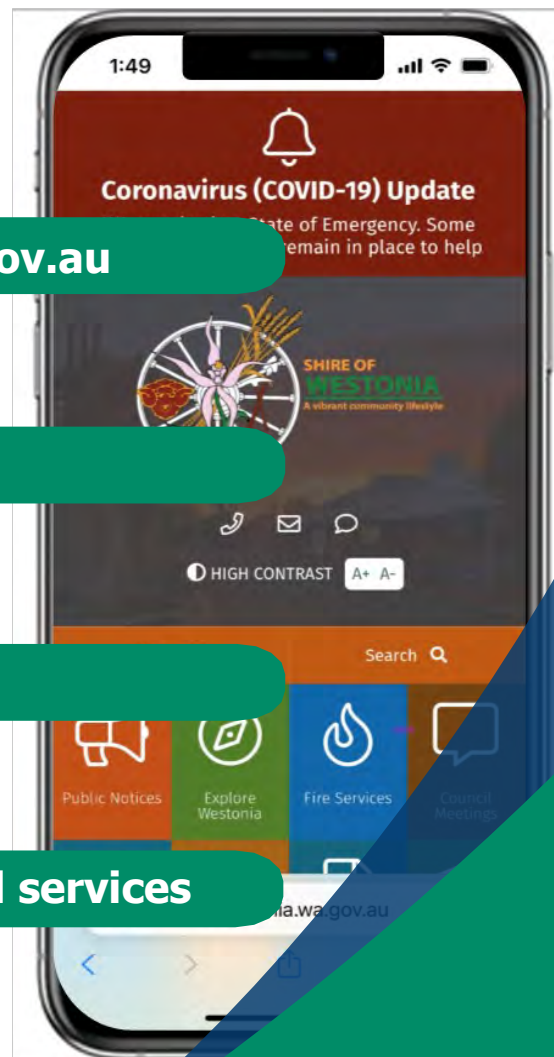
**Instagram**

- Reach: 76,090
- Impressions: 57,178
- Likes: 1,762



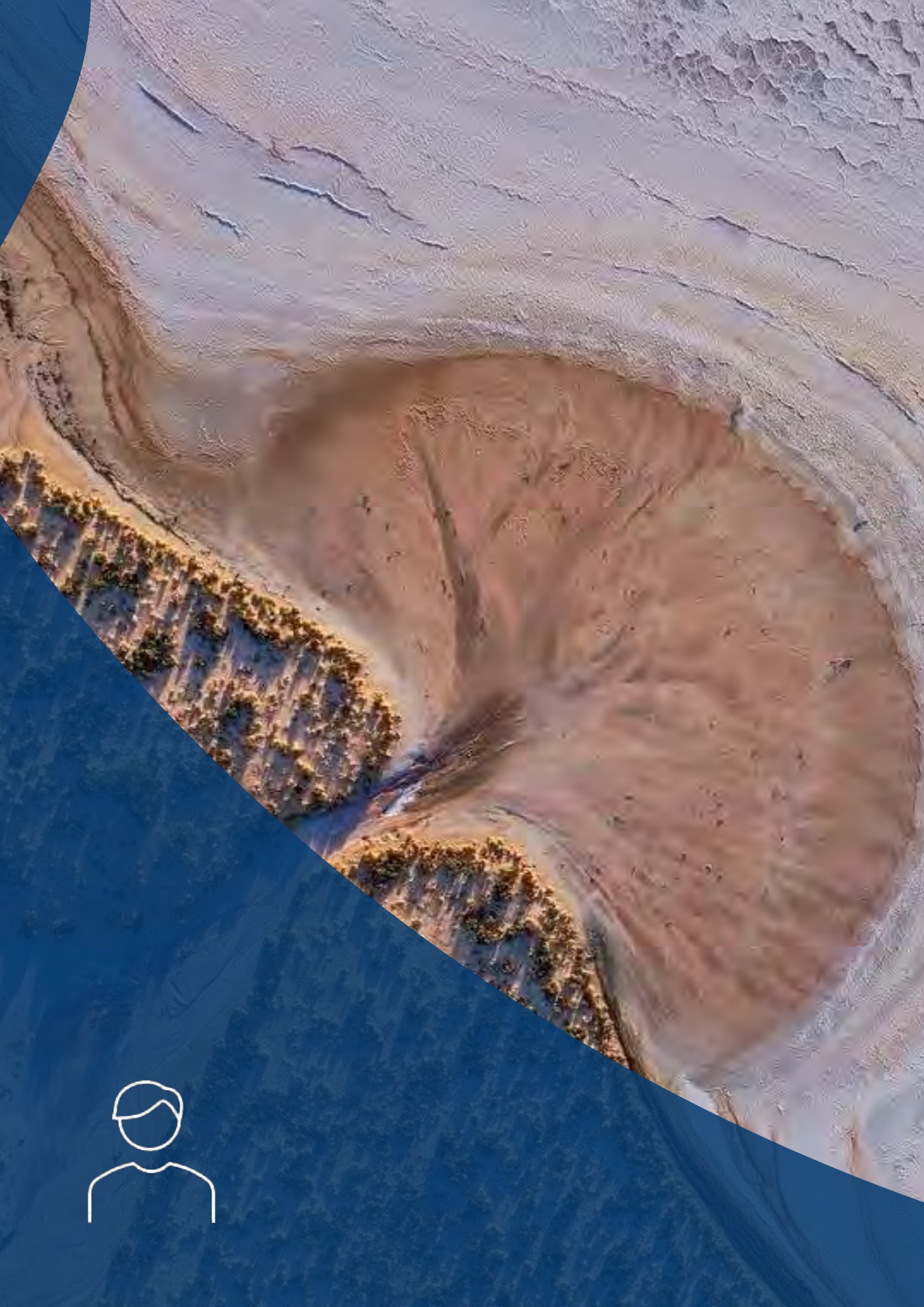
**Online payments and services**

- 10,7022 Emails Processed
- 62,178 Records Captured



*Performance*







# Chief Executive Officer's Message

2021-22 has been a very busy year for the Shire of Westonia. Our Annual Report is the primary means of providing our community with information on the key milestones achieved throughout the year, our major projects, services and facilities as well as important financial data.

Whether it is our community's demographic or our land uses, the Shire of Westonia is one of diversity.

We as a whole are committed to maintaining financial sustainability and have ended the year in a sound financial position with an untied accrued surplus of \$1.5m with cash backed Reserves of \$3.7m and no debt. I am pleased to report on the following major projects undertaken in 2021-2022 that have provided new and exciting amenities to the community, based on an annual expenditure of \$4.3m

- School Accommodation Units;
- New Staff Housing
- New Marquee;
- New footpaths and repairs to existing footpaths;
- Changeover of a Grader, Multi Tyred Rollers, Mower/Tractor and light vehicles;
- Over \$1.3m worth of road works;

Mentioned above are just a few of the major projects the Shire has completed, continued or embarked on during 2021-22 – all while continuing to provide the facilities and services the community has come to expect from the Shire of Westonia.

This annual report gives a snapshot of what keeps the Shire busy day to day, but only scratches the surface to what our staff give back to our community.

Our Council has provided great leadership throughout the year and I sincerely thank them for the good governance they have provided to our community and their support of our staff.

Finally, Thank you to our staff, who are committed to providing excellent services and facilities to the Westonia Community. Everything we have achieved this year is a credit to their dedication to the Shire and upholding our values. Respect | Inclusiveness | Fairness and Equity | Communication



Bill Price





# Major Community, Sporting,

2021



## JULY

- Blue Tree Project
- Westonia Business After Hours WBN
- Rams Old Miners hall Movie Theatre



## AUGUST

- Scitech Science Week
- War with Grandpa old miners hall Movie Theatre
- Ramelius Resources My Wessie Chilli Rules
- 1 Man & A Bike filming



## SEPTEMBER

- Njaka Njaki Aboriginal Culture Tours at Elachbutting Rock
- Sundowner—Farmers Community BBQ
- Westonia Wildflower Tours
- Westonia Music Group



## OCTOBER

- Mental Health Week Kids Silent Disco
- Chris Gibbs Band
- Up in Smoke—Pre Harvest Dinner and cooking masterclass
- Childrens Week Design your Own Hat
- Westonia Music Group



## NOVEMBER

- CRC Wessy Xmas Markets
- Westonia Music Group



## DECEMBER

- Thanks a Volunteer Barbecue
- 1 Man & A Bike TV Show aired
- Shire Seniors Xmas Luncheon



# Art and Music Events

2022

					
JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE
<ul style="list-style-type: none"> <li>• Australia Day Sausage Sizzle</li> <li>• Westonia Music Group</li> </ul>	<ul style="list-style-type: none"> <li>• Mens Bowls Open Day</li> </ul>	<ul style="list-style-type: none"> <li>• WEROC Medical Immersion Program</li> </ul>	<ul style="list-style-type: none"> <li>• Campervan &amp; Motorhome Club of Australia</li> <li>• Westonia Music Group</li> <li>• ANZAC Day Memorial</li> <li>• Seniors Games</li> </ul>	<ul style="list-style-type: none"> <li>• Australia's Biggest Morning Tea Cancer Council Fundraiser</li> </ul>	<ul style="list-style-type: none"> <li>• Customer Service Excellence Program – WEROC</li> <li>• Westonia Craft Centre</li> <li>• Business Matters Sundowner</li> </ul>

## Important events

In 2021/22, the Shire hosted, sponsored and supported various events that provided residents, businesses and visitors with the opportunity to connect within the distinctive and diverse natural and built environments of Westonia

*The Shire hosted, sponsored and supported various events throughout the year.*









# Freedom of Information

The Shire of Westonia is responsible for the good governance of the district and carries out functions as required including statutory compliance and provision of facilities and services.

The Council consists of six elected members. The Council meets once each month except January to make decisions relating to the policy and direction of the Shire. All meetings are open to the public and the meeting dates and venues are advertised to the public. Members of the public are able to ask questions during public question time at the commencement of each meeting.

Council maintains records relating to each property within the Shire and also records the function and administration of the Shire including minutes of meetings, financial interests register, register of delegations, rates book, electoral roll, financial statements and local laws.

These documents can be inspected at the Shire Office, Wolfram Street, Westonia, Monday to Friday between the hours of 8.30am and 5.00pm.

Changes to personal information should be made in writing.

Requests for information under the Freedom of Information Act can be sent to the Chief Executive Officer, Shire of Westonia, Wolfram Street, Westonia WA 6423.

The Shire of Westonia received one (1) application under the Freedom of Information Act 1992.

## Payments to Employees

The Local Government (Administration) Regulations 1996, regulation 19B requires each local government to provide information in its annual report on the following:

The number of employees of the local government entitled to an annual salary of \$100,000 or more;

The number of those employees with an annual salary entitlement that falls within each band of \$10,000 over \$100,000.

As at 30th June 2022 one employee of the Shire of Westonia was in the annual salary band of \$130,000 - \$140,000.



# State Records Act

The State Records Act 2000 requires that the Shire maintains and disposes of all records in the prescribed manner.

Standard 2, Principle 6 – Compliance: Government organisations ensure their employees comply with the record keeping plan.

Rationale:

An organisation and its employees must comply with the organisation's record keeping plan. Organisations should develop and implement strategies for ensuring that each employee is aware of the compliance responsibilities.

Minimum Compliance Requirements:

The record keeping plan is to provide evidence to adduce that:

1. The efficiency and effectiveness of the organisation's record keeping system is evaluated not less than once every 5 years.
2. The organisation conducts a record keeping training program.
3. The efficiency and effectiveness of the record keeping training program is reviewed from time to time.
4. The organisation's induction program addresses employee roles and responsibilities regarding their compliance with the organisation's record keeping plan.

# Public Interest Disclosures Act 2009

No public interest disclosures were reported to the Shire during the reporting period.

# Delegation Review

The Shire of Westonia has complied with items 1 to 4.

In accordance with Section 5.46 of the *Local Government Act 1995* a review was undertaken of the Shire's Delegations Register during this period, with Council adopting the review at its March 2022 meeting (ref 09/03-22)

# Local Law Review

A review is to be conducted within 8 years from the day each Local Law commenced, or from when a report of a review of the Local Law was accepted under s3.16

Section 3.16 of the Local Government Act requires periodic reviews of Local Laws. A Local Government is to carry out a review of a Local Law to determine whether or not it considers that it should remain unchanged, be repealed or amended.

Council is currently undergoing this review.

## Minor Complaints

For the purpose of Section 5.121 of the *Local Government Act 1995* Council must report entries recorded in the Register of Complaints during the financial year.

Council did not receive any complaints during the 2021/22 financial year

## Publicly Available Information

Information and documents that are required to be available to the public on the Shire's official website under the LG Act are set out below

Legislative Reference	Description of Information and/or document	Website Page Name
5.55A	Annual Report	<a href="#">Annual Reports</a>
s5.96A(1)(c)	Annual Budget	<a href="#">Budget Reports</a>
s5.96A(1)(d)	List of fees and charges	
s5.96A(1)(e)	Current Plans for the future of the district	<a href="#">Integrated planning and reporting</a>
s5.96A(1)(f)	Confirmed minutes of Council or committee meetings	<a href="#">Council meeting dates, agendas and minutes</a>
s5.96A(1)(g)	Minutes of Electors' meeting	
s5.96A(1)(h)	Notice papers, agendas and reports or other documents relating to council or committee meetings	
s5.89A(5)	Register of gifts	<a href="#">Gift and Travel Contributions Register</a>
5.118(3)	Censure notices in respect of a person who is a council member.	<a href="#">Code of Conduct</a>
5.121(3)	Register of complaints of minor breaches	<a href="#">Register of Complaints</a>

100 YEARS OF  
LOCAL GOVERNMENT





## Our Values

The Shire's organisational culture, built on the foundations of our values, distinguishes us and guides our actions to deliver results. The following values help guide our behaviours and provide the boundaries within which our interactions should occur.

Our values are linked to our vision and mission



### Our Vision

A vibrant community lifestyle



### Mission

Provide leadership and direction for the community

## Respect

We value people and places and the contribution they make to the Shire

## Inclusiveness

Be receptive, proactive, and responsive.

## Fairness and Equity

Provide services for a variety of ages and needs.

## Communication

Create opportunities for consultation with the broad community.

# Strategic Community Plan

## THREE KEY THEMES

The Shire of Westonia 's Strategic Community Plan 2018-2028 is the overarching document developed to embody the aspirations and goals of the Westonia community. The themes and goals identified underpin the strategies and outcomes that Council and the Shire of Westonia will be measured against to ensure the future desires of the community are attained. The Strategic Community Plan underwent a major review in April 2019 to obtain new feedback from the Westonia community and set new strategic goals based on that feedback.

**THE FOLLOWING KEY THEMES HAVE UNDERPINNED AND GUIDED THE WORK DONE BY THE SHIRE OF WESTONIA OVER THE PAST YEAR...**



### Social

#### Aspiration

Provide community facilities and promote social Interaction



### Governance

#### Aspiration

Continually enhance the Shire's organisational capacity to service the needs of a growing community



### Economic

#### Aspiration

Support growth and progress, locally and regionally



# Integrated Planning

The LG Act requires each local government to have an Integrated Planning and Reporting Framework (IPRF), which has three levels of strategic planning, informed and supported by appropriate resourcing and asset management plans.

The key components of the IPRF are:

Strategic Community Plan (Level 1)

Corporate Business Plan (Level 2)

The Annual Report measures our progress against priorities and aspirations that were developed in consultation with the community and documented in the Shires long term vision, the *Strategic Community Plan 2018-2028*.

The Shires *Corporate Business Plan 2019-2023* provides clarity on the initiatives and services that the Shire is planning or implementing over the next five years, with emphasis on the delivery of the strategic priorities outlined in our *Strategic Community Plan 2018-2028*.

## Strategic Community Plan (SCP)

The ten-year SCP sets out the vision and direction of the Council, which is informed by community views and aspirations. Through the three themes of **ECONOMIC**, **SOCIAL** and **GOVERNANCE**, the Council determines the strategies that will guide the next level of business planning and priorities.

A copy of the most recent SCP is available on the Shires website.

These two key strategic documents are then underpinned by a number of informing documents including, but not limited to, the Long Term Financial Plan, Asset Management Plans, Workforce Plan and issues or area-specific plans (see figure 1).

## Corporate Business Plan (CBP)

The CBP defines four years of priorities, services, projects and actions to be implemented in order to fulfil the SCP. Accompanying resourcing plans ensure funding and human resources are available as needed.

A copy of the most recent CBP is available on the Shire website.



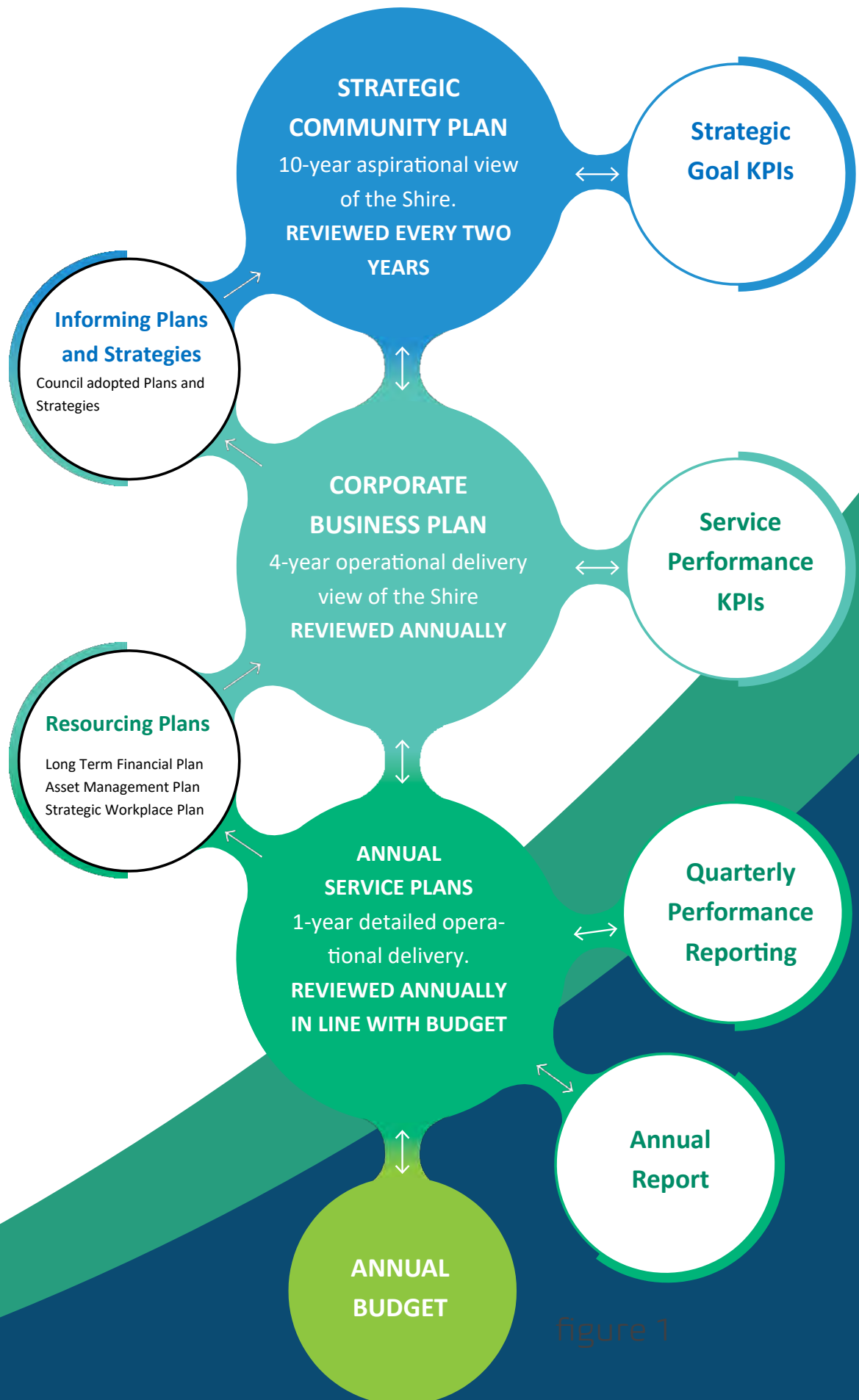
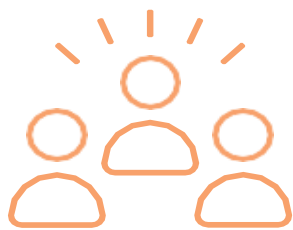


figure 1





# Social

We have a unique country lifestyle with an exceptionally strong community spirit, pride and sense of ownership. We are welcoming and we have services, infrastructure and development that connects, supports and strengthens our community for the future. Our community is safe and we care for each other.

## OBJECTIVES: Provide community facilities and promote social interaction...

### 1. Strategy

#### *Plan for community growth and changing demographics.*

1. Develop the Town Planning Scheme.
2. Plan and develop residential and industrial land.
3. Community safety and ease of access around town is a priority.
4. Our lifestyle, facilities and sense of community is promoted.
5. The CEACA project continues to expand the number of universally designed dwellings in our town.
6. We support our emergency services.
7. We enable visiting health professionals to our community.
8. The Community Resource Centre receives external funding to provide preventative health and community development initiatives to the community.
9. We facilitate healthy and active ageing in place
10. Our cemetery is well presented.

#### Outcomes

Our Town Planning Scheme is flexible and encourages growth.

Our rate base is diversified.

Our lifestyle, country hospitality and facilities

attract new populations to the Shire.

People of all ages have access to local and visiting health, well being and leisure services and activities

### 2. Strategy

#### *Our community has the opportunity to be active, socialised and connected.*

1. We collaborate and encourage active engagement in local clubs and community initiatives that support a healthy lifestyle.
2. Investigate motor sport opportunities around the Shire.
3. Preserve and celebrate our local history.
4. Support our volunteers and clubs to remain strong, dynamic, and inclusive.
5. Encourage lifelong learning.
6. Children and youth have active and social opportunities.
7. Continue to provide high standard and accessible shire facilities.
8. Retain and expand Westonia's unique tourism experience.

#### Outcomes

High standard of events and Shire owned facilities.

### 3. Strategy

#### *Natural spaces are preserved and bring us value.*

1. Sustainably manage our reserves and open spaces.
2. Participate in best practice waste management.
3. Work collaboratively to meet legislative compliance with managing weeds and pests as well as our environmental health standards.
4. Investigate renewable energy generation technologies.

#### Outcomes

We preserve our natural environment.  
Value is generated from our natural environment.

#### Challenges

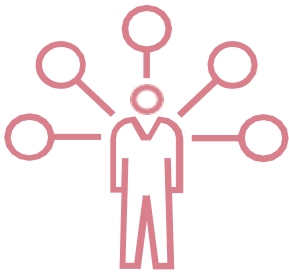
- › Managing natural areas to maintain biodiversity of bushland.
- › Maintaining and improving the Shires service levels within existing resources while servicing an increasing number of residences.
- › Meeting demand for Housing choice and affordability.
- › Ensuring the ongoing provision of high-quality services and facilities for people of all ages.

#### Highlights

- › Working with Westonia CRC to Achieve community goals.
- › Further Development of the Westonia Town Planning Scheme
- › Diversity of health professionals visiting our Community.
- › Extension to Hood-Penn Museum Continues to grow/ evolve.

#### CSP 2021/2022 Annual action performance

31% of all annual actions aligned to the Social theme are on Target, 54% are completed and 15% are on hold.



# Governance

Provide good strategic decision making, governance, leadership and professional management

**OBJECTIVES:** Continually enhance the Shire's organisational capacity to service the needs of a growing community...

## 4. Strategy

**Be progressive and capture opportunities.**

1. Be open to local productivity/ best practice and cost saving opportunities locally and regionally.
2. Investigate joint resourcing and tendering
3. Advocate and develop strong partnerships to benefit our community.
4. Be prepared by forward planning our resources and focusing on continuous improvement.
5. Identify risks and opportunities after the life of the mine.

### Outcomes

We remain as an independent local government, with strong partnerships and can continue to conduct our business.

## 5. Strategy

**The community receives services in a timely manner.**

1. Meet our legislative and compliance requirements.
2. Work towards optimal management of our assets.
3. Work to develop Councillor and staff skills and experience to provide career and succession opportunities within the Shire.
4. Inside and outside staff are multi skilled to understand the business of local government and provide a seamless service to the community.
5. Communicate and engage with our community regularly.

### Outcomes

We provide timely services and facilities Leadership is transparent, accountable and representative. We have an adaptable workforce.

## 6. Strategy

**Financial resources meet the ongoing needs of the community.**

1. Seek external funding for significant capital improvements that deliver upon our strategic objectives.
2. Investigate ways to reduce reliance on operational grants given the current State and Federal Government priorities.

### Outcomes

Our resources enable growth.

### Challenges

- › Enhancing capability and capacity to detect and manage increase cyber security risks
- › Implementing works plans to ensure that the provisions of new legislations.
- › Meeting raised community expectations.
- › Sustainable revenue and expenditure.
- › Existing and future services funded.

### Highlights

- › Working with Others (WERO & CEACA)
- › Good Governance reviewing Corporate documents
- › Reserve allocations continue to

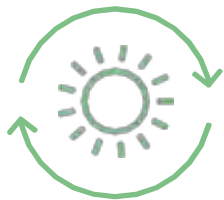
grow, managed with current and future projects

- › Works in the best interest of the community
- › Engages with the community and keeps it informed about decisions and its activities
- › Lobbies and represents the community at all levels of government

### CSP 2021/2022 Annual action performance

37% of all annual actions aligned to the Governance theme are on Target, 60% are completed and 3% are on hold.





# Economic

Diverse businesses, career opportunities and a vibrant community, relaxed lifestyle, distinctive town site and sustainable physical environment are the foundations of our economy. Tourists and visitors are attracted to the Shire throughout the year, tourism activities drive a quality experience and matched with successful events.

## OBJECTIVES: Support growth and progress, locally and regionally...

### 7. Strategy

#### *Efficient transport connectivity in and around our Shire.*

1. Continue to utilise our Road Management Plan, which incorporates a road hierarchy, minimum service levels and maintenance policy.
2. RAV Ratings and Shire boundaries are consistent across local government boundaries.
3. Lobby and build enduring partnerships with key Government Departments to improve Great Eastern Hwy.
4. Actively participate in the Secondary Freight Network group.
5. Develop and implement a Road Asset Plan highlighting key funder and strategic partnerships to support sustainability.
6. Develop a Gravel Reserve Policy which identifies future gravel reserves and recognises cost to local government.
7. Educate road users about road safety and driving on gravel roads.
8. Optimal and safe use of our plant and equipment assets.
9. Ensure that appropriate RAV vehicles traverse correct RAV routes.
10. Maintain our airport with a view to improvements to meet commercial and recreational aviation needs.

### Outcomes

The road network is safe and efficient  
All blackspots are identified and forward to address them occurs  
Plant and equipment is replaced when necessary

Consistent network improvement over time

### 8. Strategy

#### *Facilitate local business retention and growth.*

1. Council recognises the opportunity of partnering with Westonia Progress Association, works closely and supports them to help achieve their economic development projects and our strategic goals.
2. Council continue to have a role in facilitating the presence of a Co-op in our community.
3. Enhance local economic activity by supporting the growth of tourism in our Shire and region including applying for funding to improve tourist facilities.
4. Improve our online tourism presence.
5. We forward plan to improve the economic diversity in our community.
6. In partnership with Council, the mine develops long term business plans for current mine assets.
7. Investigate options for multipurpose accommodation if vacancies arise in mine accommodation.

### Outcomes

There are improved local economic growth and financial returns through strategic partnerships.  
Tourism flows positively in our shire.  
Economic diversity grows in our local economy. We have a strong partnership with the mine.

### Challenges

- › Ensuring adequate land and infrastructure is made available to support economic development.

- › Shifting from our current reliance on the construction, manufacturing and retail industries.
- › Strengthening employment. Unemployment in the Shire was 7.8% in the Data Obtained from ABS 2016 Census
- › Support the growth of business.
- › Infrastructure that supports industry growth.
- › A strong local economy and access to jobs.
- › Attract new investments, both public and private.
- › Educational and training opportunities that lead to entrepreneurship or employment.

### Highlights

- › Upgrades to Road network and improved RAV Status.
- › Successfully prompting and marketing the Shire for Tourism.
- › High Standard of Sealed Roads, (e.g. Construction of Boodarockin Rd, Warrachuppin Rd re-alignment.)
- › Forward planning for plant and equipment replacement.
- › Increased number of online traffic and engagement on our website and social media
- › Place of Destinations—Westonia Caravan Park and Granite Outcrops increases our capacity to educate and enrich the visitor's experience

### CSP 2021/2022 Annual action performance

40% of all annual actions aligned to the Economic theme are on Target, 54% are completed and 6% are on hold.





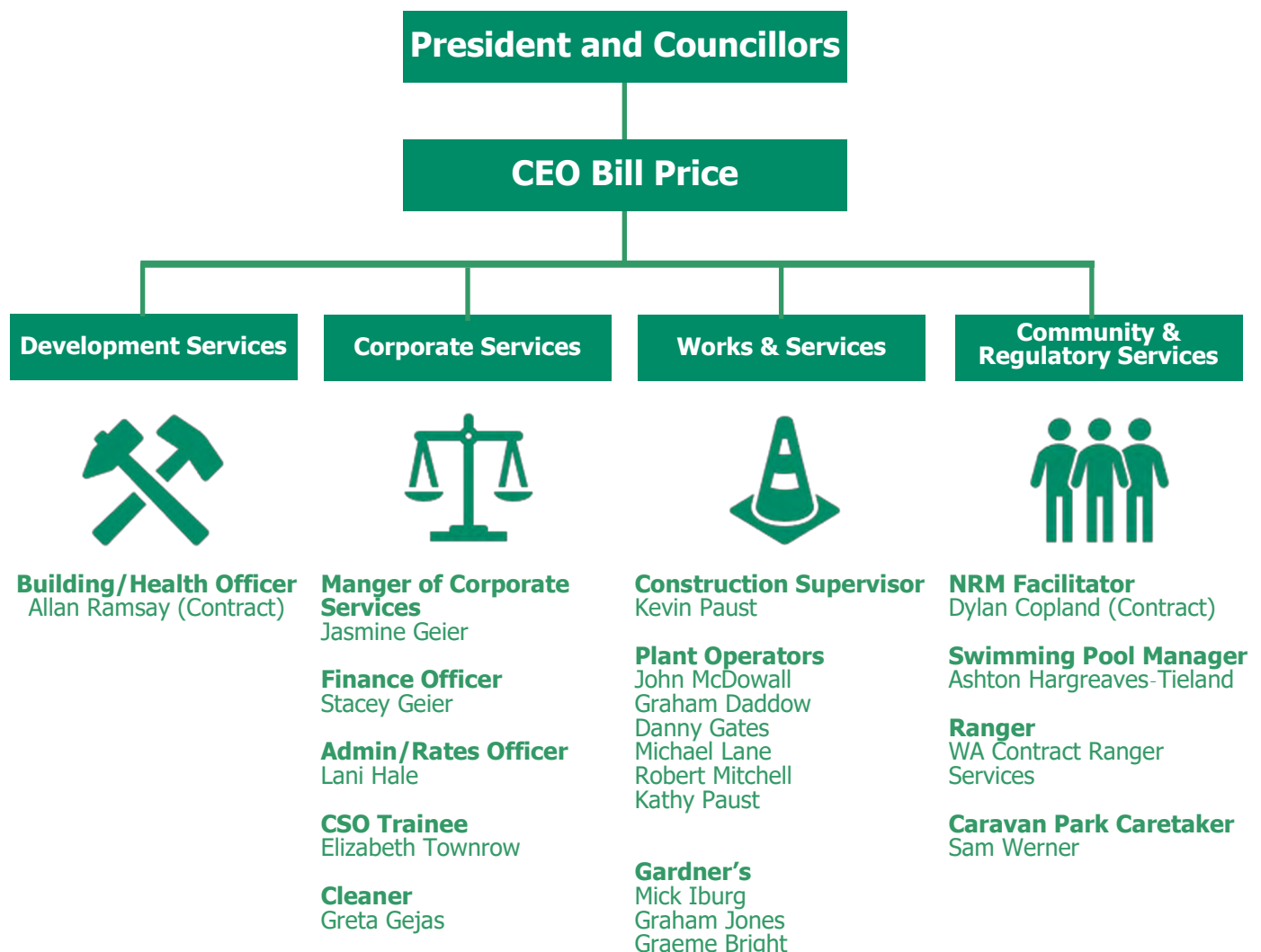


# Organisational Structure

## The Team and our functional business units

The Chief Executive Officer, Bill Price, is the Shire's most senior officer and provides guidance and direction to staff to ensure that Council's policies and decisions are implemented. The CEO works in close partnership with the Shire

President to promote the Shire and to link with the community, tiers of government and business sectors. The overall management of the Shire rests with the CEO who oversees the day-to-day operations while ensuring that Council direction is followed, governance is sound and community outcomes achieved



# Workforce

The Shire of Westonia is committed to providing the best services to our community by recruiting and developing employees with the right skills and expertise. The Shire's Workforce Plan, details the workforce type and volume ,required to deliver on our strategic and operational objectives. By "getting the right number of people, with the right skills, in the right jobs, at the right time"

**56%**

Baby boomers

**31%**

Gen X

**11%**

Gen Y

**2%**

Gen Z

**3 Casual Staff**

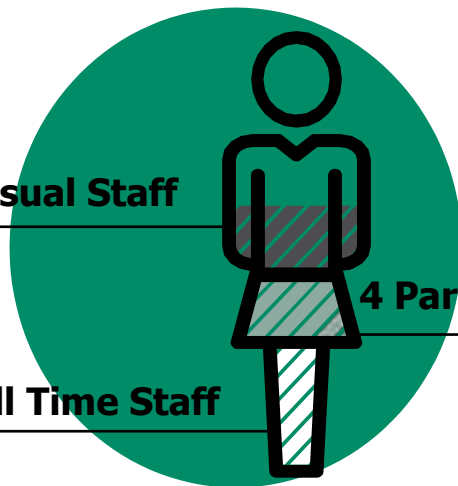
**13 Full Time Staff**

**4 Part Time Staff**

**20**

**Employees**

16 Full Time Equivalent



**30% 70%**  
FEMALE MALE



6

Staff completed first  
attack firefighting  
equipment Training



5

Admin Staff completed Altus  
Procurement (PO) Training



18

Staff vaccinated for  
influenza



Awarded the LGIS Diligence  
in Safety Tier 2 Certificate





# Disability Services

The Shire of Westonia is committed to ensuring that the community is accessible for people with disabilities, their families and their carers.

People with disabilities who live in country areas should be given the support to remain in the community of their own choice. The Shire of Westonia is committed to consulting with people with disabilities, their families and their carers to ensure that the barriers to access are addressed appropriately. The Disability Services Amendment Act 1999 requires Council to report on its Disability Services Plan achievements within its Annual Report. In June 2017 Council adopted the *Disability Access and Inclusion Plan 2017-2021*.

Many of the outcomes and strategies identified within the plan are being implemented on an ongoing basis or have been fully implemented. Currently the CEO and Building /Health Officer is responsible for the implementation of the principles and projects within the Plan. When Council is addressing the issue of accessibility to Council's facilities and functions it is aware that by providing better access for people with disabilities it is providing better access for the whole community. Work continues to improve footpaths and access ways around the townsite as part of recognising the *Disability Access and Inclusion Plan*.



The Disability Services Commission requires Local Governments to report on the seven outcomes relating to DAIPs to the public annually.

## **Outcome 1:**

People with disability have the same opportunities as other people to access the services of, and participate in any events organised by, a public authority.



## **Outcome 2:**

People with disability have the same opportunities as other people to access buildings and other facilities of a public authority.

## **Outcome 3:**

People with disability have the same opportunity as other people to access information in a format that will enable them to access



## **Outcome 4:**

People with disability receive the same level of service from the employees of a public authority as other people receive from the employees of that public authority.

## **Outcome 5:**

People with disability have the same opportunities as other people to make complaints to a public authority.

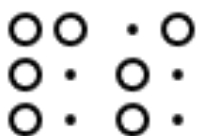


## **Outcome 6:**

People with disability have the same opportunities as other people to participate in any public consultation by a public authority.

## **Outcome 7:**

People with disability have the same opportunities as other people to obtain and maintain employment with a public authority.



Further information can be obtained by contacting the CEO or the Manager of Corporate Services.

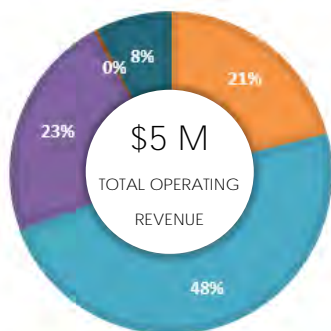




# Financial overview

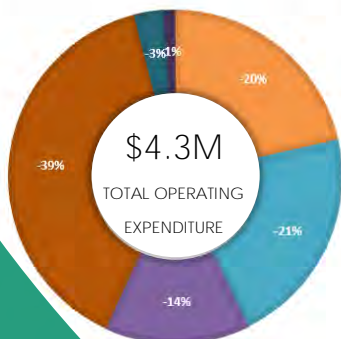
In accordance with the requirements of the Local Government Act 1995 Section 5.53 the Council is required to prepare and include audited financial statements within its Annual Report. Financial statements and notes are presented in Part 2..

## REVENUE



RATES	21%
OPERATING GRANTS, SUBSIDIES & CONTRIBUTIONS	48%
FEES AND CHARGES	23%
INTEREST EARNINGS	0%
OTHER REVENUE	8%

## EXPENDITURE



EMPLOYEE COSTS	20%
MATERIAL & CONTRACTS	21%
UTILITY CHARGES	14%
DEPRECIATION	39%
INSURANCE	3%
OTHER EXPENDITURE	1%

## CAPITAL WORKS



## CASH BACKED RESERVES





# *It is Your Shire!*


**Your Shire is only as good as its people. In Westonia we are lucky to have a wonderful community that supports what we do, is committed to making things better and is passionate about our future.**

Community extends to every person, organisation, agency and company that has made varied and valuable contributions to our numerous projects, events, services, and programs in 2021-22.

We would like to thank them, and the many community groups who have worked closely with our staff to create new opportunities and solutions. Council recognises that the resilience and vibrancy of the community is reliant on the strength of its community groups and values their contributions.





A large, rustic wooden wagon wheel with many spokes is positioned in the lower-left foreground. It is surrounded by dry grass and some dark foliage. The background is a dark night sky filled with numerous stars, creating a sense of vastness and timelessness. The lighting is soft, highlighting the texture of the wood and the grain of the grass.

To our many funding partners we also extend our gratitude as without their significant financial support much of what we have achieved for our community over the past year would not have been possible.

We are proud of what we have achieved in partnership with our community. Westonia is an amazing Shire to live, work, play and visit.





**Final Section**

# **Audited Financial Statements**

## **Independent Audit Report**

The final section of this report outlines the Shire of Westonia finances for 2021/2022 and the ways in which we work with our stakeholders. It provides insight into decision making and summarises the sound financial position of Council moving forward.

**SHIRE OF WESTONIA**  
**FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2022**

Certification of Financial Report	2
Statement of Comprehensive Income by Nature or Type	3
Statement of Financial Position	4
Statement of Changes in Equity	5
Statement of Cash Flows	6
Rate Setting Statement	7
Index of Notes to the Financial Report	8
Independent Auditor's Report	44

**COMMUNITY VISION**

The Shire will endeavour to provide the community services and facilities to meet the needs of the members of the community and enable them to enjoy a pleasant and healthy way of life.

Principal place of business:  
**41 Wolfram Street**  
**Westonia, WA 6423**



**SHIRE OF WESTONIA  
FINANCIAL REPORT  
FOR THE YEAR ENDED 30 JUNE 2022**

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

The attached financial report of the Shire of Westonia for the financial year ended 30 June 2022 is based on proper accounts and records to present fairly the financial position of the Shire of Westonia at 30 June 2022 and the results of the operations for the financial year then ended in accordance with the Local Government Act 1995 and, to the extent that they are not inconsistent with the Act, the Australian Accounting Standards.

Signed on the

12 day of

April 2023



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Chief Executive Officer

Bill Price

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Name of Chief Executive Officer

**SHIRE OF WESTONIA**  
**STATEMENT OF COMPREHENSIVE INCOME**  
**BY NATURE OR TYPE**  
**FOR THE YEAR ENDED 30 JUNE 2022**

	NOTE	2022 Actual	2022 Budget	2021 Actual
		\$	\$	\$
<b>Revenue</b>				
Rates	22(a),2(a)	1,066,882	1,062,629	1,047,659
Operating grants, subsidies and contributions	2(a)	2,438,518	1,063,017	1,569,374
Fees and charges	21(c),2(a)	1,159,800	310,250	491,907
Interest earnings	2(a)	16,521	18,750	22,225
Other revenue	2(a)	381,961	36,200	325,395
		5,063,682	2,490,846	3,456,560
<b>Expenses</b>				
Employee costs		(934,046)	(1,028,434)	(937,459)
Materials and contracts		(935,540)	(789,056)	(675,922)
Utility charges		(619,907)	(167,150)	(218,731)
Depreciation	9(a)	(1,720,686)	(1,495,340)	(1,460,412)
Finance costs	2(b)	0	0	(482)
Insurance		(126,550)	(117,000)	(113,875)
Other expenditure	2(b)	(61,417)	(46,623)	(79,525)
		(4,398,146)	(3,643,603)	(3,486,406)
		665,536	(1,152,757)	(29,846)
Capital grants, subsidies and contributions	2(a)	894,498	732,100	1,078,721
Profit on asset disposals	9(b)	145,394	560,000	55,260
Loss on asset disposals	9(b)	(674,619)	0	0
		365,273	1,292,100	1,133,981
<b>Net result for the period</b>	14(b), 21(b)	<b>1,030,809</b>	<b>139,343</b>	<b>1,104,135</b>
<b>Other comprehensive income for the period</b>				
<i>Items that will not be reclassified subsequently to profit or loss</i>				
Changes in asset revaluation surplus	13	2,600,141	0	0
<b>Total other comprehensive income for the period</b>	13	<b>2,600,141</b>	<b>0</b>	<b>0</b>
<b>Total comprehensive income for the period</b>		<b>3,630,950</b>	<b>139,343</b>	<b>1,104,135</b>

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



**SHIRE OF WESTONIA**  
**STATEMENT OF FINANCIAL POSITION**  
**AS AT 30 JUNE 2022**

	NOTE	2022 \$	2021 \$
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	3	1,700,298	1,408,059
Trade and other receivables	5	295,910	257,819
Other financial assets	4	3,742,158	3,230,514
Inventories	6	19,458	7,414
<b>TOTAL CURRENT ASSETS</b>		<b>5,757,824</b>	<b>4,903,806</b>
<b>NON-CURRENT ASSETS</b>			
Inventories	6	40,339	75,339
Property, plant and equipment	7(a)	12,909,782	10,436,086
Infrastructure	8(a)	43,160,360	42,845,436
<b>TOTAL NON-CURRENT ASSETS</b>		<b>56,110,481</b>	<b>53,356,861</b>
<b>TOTAL ASSETS</b>		<b>61,868,305</b>	<b>58,260,667</b>
<b>CURRENT LIABILITIES</b>			
Trade and other payables	10	279,411	200,188
Other liabilities	11	31,250	158,369
Employee related provisions	12	231,084	207,351
<b>TOTAL CURRENT LIABILITIES</b>		<b>541,745</b>	<b>565,908</b>
<b>NON-CURRENT LIABILITIES</b>			
Employee related provisions	12	37,972	37,119
<b>TOTAL NON-CURRENT LIABILITIES</b>		<b>37,972</b>	<b>37,119</b>
<b>TOTAL LIABILITIES</b>		<b>579,717</b>	<b>603,027</b>
<b>NET ASSETS</b>		<b>61,288,588</b>	<b>57,657,640</b>
<b>EQUITY</b>			
Retained surplus		20,458,681	19,939,518
Reserve accounts	25	3,742,157	3,230,513
Revaluation surplus	13	37,087,750	34,487,609
<b>TOTAL EQUITY</b>		<b>61,288,588</b>	<b>57,657,640</b>

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

SHIRE OF WESTONIA  
STATEMENT OF CHANGES IN EQUITY  
FOR THE YEAR ENDED 30 JUNE 2022

	NOTE	RETAINED SURPLUS \$	RESERVE ACCOUNTS \$	REVALUATION SURPLUS \$	TOTAL EQUITY \$
<b>Balance as at 1 July 2020</b>		<b>19,270,724</b>	<b>2,795,172</b>	<b>34,487,609</b>	<b>56,553,505</b>
Comprehensive income for the period					
Net result for the period		1,104,135	0	0	1,104,135
Total comprehensive income for the period		1,104,135	0	0	1,104,135
Transfers to reserves	25	(435,341)	435,341	0	0
<b>Balance as at 30 June 2021</b>		<b>19,939,518</b>	<b>3,230,513</b>	<b>34,487,609</b>	<b>57,657,640</b>
Comprehensive income for the period					
Net result for the period		1,030,809	0	0	1,030,809
Other comprehensive income for the period	13	0	0	2,600,141	2,600,141
Total comprehensive income for the period		1,030,809	0	2,600,141	3,630,950
Transfers to reserves	25	(511,646)	511,646	0	0
<b>Balance as at 30 June 2022</b>		<b>20,458,681</b>	<b>3,742,157</b>	<b>37,087,750</b>	<b>61,288,588</b>

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



**SHIRE OF WESTONIA**  
**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED 30 JUNE 2022**

	NOTE	2022 Actual \$	2022 Budget \$	2021 Actual \$
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
<b>Receipts</b>				
Rates		1,069,863	1,062,629	1,038,592
Operating grants, subsidies and contributions		2,394,113	1,063,017	1,569,374
Fees and charges		1,159,800	310,250	574,279
Interest received		16,521	18,750	22,225
Other revenue		381,961	36,200	325,388
		5,022,258	2,490,846	3,529,858
<b>Payments</b>				
Employee costs		(913,387)	(1,028,434)	(888,825)
Materials and contracts		(861,650)	(789,056)	(710,776)
Utility charges		(619,907)	(167,150)	(218,731)
Finance costs		0	0	(482)
Insurance paid		(126,550)	(117,000)	(113,875)
Goods and services tax paid		549	0	(3,147)
Other expenditure		(26,417)	(46,623)	(79,525)
		(2,547,362)	(2,148,263)	(2,015,361)
<b>Net cash provided by (used in) operating activities</b>	14(b)	2,474,896	342,583	1,514,497
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Payments for purchase of property, plant & equipment	7(a)	(1,733,386)	(1,970,000)	(999,602)
Payments for construction of infrastructure	8(a)	(1,314,971)	(1,466,000)	(1,431,682)
Non-operating grants, subsidies and contributions		767,379	732,100	1,064,351
Proceeds from financial assets at amortised cost		(578,304)	0	(435,342)
Proceeds from sale of property, plant & equipment	9(b)	645,625	1,611,000	260,000
<b>Net cash provided by (used in) investing activities</b>		(2,182,657)	(1,092,900)	(1,542,275)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>				
Repayment of borrowings	24	0	0	(10,780)
<b>Net cash provided by (used in) financing activities</b>		0	0	(10,780)
<b>Net increase (decrease) in cash held</b>		292,239	(750,317)	(38,558)
Cash at beginning of year		1,408,059	4,689,194	1,446,617
<b>Cash and cash equivalents at the end of the year</b>	14(a)	1,700,298	3,938,877	1,408,059

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

**SHIRE OF WESTONIA**  
**RATE SETTING STATEMENT**  
**FOR THE YEAR ENDED 30 JUNE 2022**

	NOTE	2022 Actual \$	2022 Budget \$	2021 Actual \$
<b>NET CURRENT ASSETS - At start of financial year - surplus/(deficit)</b>	23(b)	1,107,385	2,018,833	1,170,180
<b>OPERATING ACTIVITIES</b>				
<b>Revenue from operating activities (excluding general rate)</b>				
Rates (excluding general rate)	22(b)	4,745	4,650	4,519
Operating grants, subsidies and contributions		2,438,518	1,063,018	1,569,374
Fees and charges		1,159,800	310,250	491,907
Interest earnings		16,521	18,750	22,225
Other revenue		381,961	36,200	325,395
Profit on asset disposals	9(b)	145,394	560,000	55,260
		4,146,939	1,992,868	2,468,674
<b>Expenditure from operating activities</b>				
Employee costs		(934,046)	(1,028,434)	(937,459)
Materials and contracts		(935,540)	(789,056)	(675,922)
Utility charges		(619,907)	(167,150)	(218,731)
Depreciation		(1,720,686)	(1,495,340)	(1,460,412)
Finance costs		0	0	(482)
Insurance		(126,550)	(117,000)	(113,875)
Other expenditure		(61,417)	(46,623)	(79,525)
Loss on asset disposals	9(b)	(674,619)	0	0
		(5,072,765)	(3,643,603)	(3,486,406)
Non-cash amounts excluded from operating activities		2,250,108	664,989	1,450,480
<b>Amount attributable to operating activities</b>		1,324,282	(985,746)	432,748
<b>INVESTING ACTIVITIES</b>				
Non-operating grants, subsidies and contributions		894,498	732,100	1,078,721
Proceeds from disposal of assets	9(b)	645,625	1,611,000	260,000
Purchase of property, plant and equipment	7(a)	(1,733,386)	(1,970,000)	(999,602)
Purchase and construction of infrastructure	8(a)	(1,314,971)	(1,466,000)	(1,431,682)
		(1,508,235)	(1,092,900)	(1,092,563)
<b>Amount attributable to investing activities</b>		(1,508,235)	(1,092,900)	(1,092,563)
<b>FINANCING ACTIVITIES</b>				
Repayment of borrowings	24	0	0	(10,780)
Transfers to reserves (restricted assets)	25	(511,646)	(467,500)	(435,341)
Transfers from reserves (restricted assets)	25	0	795,000	0
<b>Amount attributable to financing activities</b>		(511,646)	327,500	(446,121)
<b>Surplus/(deficit) before imposition of general rates</b>		411,785	267,687	64,244
<b>Total amount raised from general rates</b>	22(a)	1,062,136	1,057,979	1,043,140
<b>Surplus/(deficit) after imposition of general rates</b>	23(b)	<b>1,473,922</b>	<b>1,325,666</b>	<b>1,107,384</b>

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

**SHIRE OF WESTONIA**  
**FOR THE YEAR ENDED 30 JUNE 2022**  
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SHIRE OF WESTONIA  
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT  
FOR THE YEAR ENDED 30 JUNE 2022

1. BASIS OF PREPARATION

The financial report comprises general purpose financial statements which have been prepared in accordance with the Local Government Act 1995 and accompanying regulations.

**Local Government Act 1995 Requirements**

Section 6.4(2) of the Local Government Act 1995 read with the Local Government (Financial Management) Regulations 1996 prescribe that the financial report be prepared in accordance with the Local Government Act 1995 and, to the extent that they are not inconsistent with the 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 financial report have been consistently applied unless stated otherwise. Except for cash flow and rate setting information, the financial report has been prepared on the accrual basis and is based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and liabilities.

**The local government reporting entity**

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

All monies held in the Trust Fund are excluded from the financial statements. A separate statement of those monies appears at Note 26 of the financial report.

**Judgements and estimates**

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

The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances; the results of 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
- impairment of financial assets
- estimation of fair values of land and buildings, and infrastructure.

**SHIRE OF WESTONIA**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2022**

**2. REVENUE AND EXPENSES**

**Revenue Recognition**

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

**For the year ended 30 June 2022**

Nature or type	Contracts with customers \$	Capital grant/contributions \$	Statutory Requirements \$	Other \$	Total \$
Rates	0	0	1,066,882	0	1,066,882
Operating grants, subsidies and contributions	2,438,518	0	0	0	2,438,518
Fees and charges	0	0	0	1,159,800	1,159,800
Interest earnings	0	0	1,678	14,843	16,521
Other revenue	0	0	0	381,961	381,961
Non-operating grants, subsidies and contributions	0	894,498	0	0	894,498
<b>Total</b>	<b>2,438,518</b>	<b>894,498</b>	<b>1,068,560</b>	<b>1,556,604</b>	<b>5,958,180</b>

**For the year ended 30 June 2021**

Nature or type	Contracts with customers \$	Capital grant/contributions \$	Statutory Requirements \$	Other \$	Total \$
Rates	0	0	1,047,659	0	1,047,659
Operating grants, subsidies and contributions	1,569,374	0	0	0	1,569,374
Fees and charges	0	0	0	491,907	491,907
Interest earnings	0	0	1,734	20,491	22,225
Other revenue	0	0	0	325,395	325,395
Non-operating grants, subsidies and contributions	0	1,078,721	0	0	1,078,721
<b>Total</b>	<b>1,569,374</b>	<b>1,078,721</b>	<b>1,049,393</b>	<b>837,793</b>	<b>4,535,281</b>

**SHIRE OF WESTONIA**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2022**

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

	Note	2022 Actual	2022 Budget	2021 Actual
<b>Interest earnings</b>				
Financial assets at amortised cost - self supporting loans		0	0	482
Interest on reserve funds		11,644	15,000	17,771
Rates instalment and penalty interest (refer Note 22(d))		1,678	1,400	1,734
Other interest earnings		3,199	2,350	2,238
		<b>16,521</b>	<b>18,750</b>	<b>22,225</b>
<b>(b) Expenses</b>				
<b>Auditors remuneration</b>				
- Audit of the Annual Financial Report		24,100	21,000	19,400
- Other services		3,045		980
		<b>27,145</b>	<b>21,000</b>	<b>20,380</b>
<b>Finance costs</b>				
Borrowings	24	0	0	482
		<b>0</b>	<b>0</b>	<b>482</b>
<b>Other expenditure</b>				
Impairment losses on landheld for resale		0	0	28,878
Sundry expenses		61,417	46,623	50,647
		<b>61,417</b>	<b>46,623</b>	<b>79,525</b>

**SHIRE OF WESTONIA**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2022**

**3. CASH AND CASH EQUIVALENTS**

Cash at bank and on hand  
 Petty Cash  
**Total cash and cash equivalents**

Held as  
 - Unrestricted cash and cash equivalents

Note	2022	2021
	\$	\$
	1,699,428	1,408,059
	870	0
14(a)	1,700,298	1,408,059
	1,700,298	1,408,059
	1,700,298	1,408,059

**SIGNIFICANT ACCOUNTING POLICIES**

**Cash and cash equivalents**

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

Term deposits are presented as cash equivalents if they have a maturity of three months or less from the date of acquisition and are repayable with 24 hours notice with no loss of interest.

**Restricted financial assets**

Restricted financial asset balances are not available for general use by the local government due to externally imposed restrictions. Restrictions are specified in an agreement, contract or legislation. This applies to reserves, unspent grants, subsidies and contributions that have not been fully expended in the manner specified by the contributor, legislation or loan agreement and for which no liability has been recognised.

Details of restrictions on financial assets can be found at Note 14.

**4. OTHER FINANCIAL ASSETS**

**Current assets**

Financial assets at amortised cost

**Other financial assets at amortised cost**

Term deposits

Held as  
 - Restricted other financial assets at amortised cost

	2022	2021
	\$	\$
	3,742,158	3,230,514
	3,742,158	3,230,514
	3,742,158	3,230,514
	3,742,158	3,230,514
14(a)	3,742,158	3,230,514
	3,742,158	3,230,514

**SIGNIFICANT ACCOUNTING POLICIES**

**Other financial assets at amortised cost**

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

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

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

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

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

The Shire classifies the following financial assets at fair value through profit and loss:

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

**Impairment and risk**

Information regarding impairment and exposure to risk can be found at Note 18.



**SHIRE OF WESTONIA**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2022**

**5. TRADE AND OTHER RECEIVABLES**

**Current**

Rates receivable  
 Trade and other receivables  
 Allowance for impairment of receivables  
 GST receivable  
 Income Received in advance

Note	2022	2021
	\$	\$
	14,768	20,533
	275,008	235,860
	0	(5,257)
	4,512	5,061
	1,622	1,622
	<b>295,910</b>	<b>257,819</b>

**SIGNIFICANT ACCOUNTING POLICIES**

**Trade and other receivables**

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

Trade and other receivables are recognised initially at the amount of consideration that is unconditional, unless they contain significant financing components, when they are recognised at fair value.

**Impairment and risk exposure**

Information about the impairment of trade receivables and their exposure to credit risk and interest rate risk can be found in Note 18.

**Classification and subsequent measurement**

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

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

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

**SHIRE OF WESTONIA**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2022**

**6. INVENTORIES**

Note	2022	2021
	\$	\$
<b>Current</b>		
Fuel and materials	19,458	7,414
	19,458	7,414
<b>Non-current</b>		
Land held for resale		
Cost of acquisition	40,339	25,960
Development costs	0	49,379
	40,339	75,339

The following movements in inventories occurred during the year:

<b>Balance at beginning of year</b>	82,753	84,723
Inventories expensed during the year	(24,470)	(29,348)
Inventories sold during the year	(35,000)	(15,076)
Additions to inventory	36,514	42,454
<b>Balance at end of year</b>	59,797	82,753

**SIGNIFICANT ACCOUNTING POLICIES**

**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.

**Land held for resale**

Land held for development and resale is valued at the lower of cost and net realisable value. Cost includes the cost of acquisition, development, borrowing costs and holding costs until completion of development.

**Land held for resale (Continued)**

Borrowing costs and holding charges incurred after development is completed are expensed.

Gains and losses are recognised in profit or loss at the time of signing an unconditional contract of sale if significant risks and rewards, and effective control over the land, are passed onto the buyer at this point.

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

SHIRE OF WESTONIA  
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT  
FOR THE YEAR ENDED 30 JUNE 2022

7. PROPERTY, PLANT AND EQUIPMENT

(a) Movements in Balances

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

	Note	Land \$	Building Works in Progress \$	Buildings - specialised \$	Total land and buildings \$	Furniture and equipment \$	Plant and equipment \$	Total property, plant and equipment \$
<b>Balance at 1 July 2020</b>		174,000	0	7,766,893	7,940,893	309,316	1,902,724	10,152,933
Additions		0	0	18,463	18,463	522,380	458,759	999,602
Disposals		0	0	0	0	0	(204,740)	(204,740)
Depreciation	9(a)	0	0	(327,141)	(327,141)	(41,447)	(143,121)	(511,709)
<b>Balance at 30 June 2021</b>		174,000	0	7,458,215	7,632,215	790,249	2,013,622	10,436,086
<b>Comprises:</b>								
Gross balance amount at 30 June 2021		174,000	0	8,864,693	9,038,693	1,063,204	2,653,761	12,755,658
Accumulated depreciation at 30 June 2021		0	0	(1,406,478)	(1,406,478)	(272,955)	(640,139)	(2,319,572)
<b>Balance at 30 June 2021</b>		174,000	0	7,458,215	7,632,215	790,249	2,013,622	10,436,086
Additions		20,161	246,688	282,354	549,203	113,130	1,071,053	1,733,386
Disposals		(40,000)	0	(599,594)	(639,594)	0	(535,256)	(1,174,850)
Revaluation increments / (decrements) transferred to revaluation surplus	13	(25,600)	0	2,625,741	2,600,141	0	0	2,600,141
Depreciation	9(a)	0	0	(337,809)	(337,809)	(63,443)	(319,384)	(720,636)
Asset Adjustment		0	0	0	0	35,655	0	35,655
<b>Balance at 30 June 2022</b>		128,561	246,688	9,428,907	9,804,156	875,591	2,230,035	12,909,781
<b>Comprises:</b>								
Gross balance amount at 30 June 2022		128,561	246,688	9,428,907	9,804,156	1,218,788	3,030,807	14,053,751
Accumulated depreciation at 30 June 2022		0	0	0	0	(343,197)	(800,772)	(1,143,969)
<b>Balance at 30 June 2022</b>		128,561	246,688	9,428,907	9,804,156	875,591	2,230,035	12,909,782



SHIRE OF WESTONIA  
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT  
FOR THE YEAR ENDED 30 JUNE 2022

7. PROPERTY, PLANT AND EQUIPMENT (Continued)

(b) Carrying Value Measurements

Asset Class	Fair Value Hierarchy	Valuation Technique	Basis of Valuation	Date of Last Valuation	Inputs Used
(i) Fair Value					
Land and buildings					
Land	2	Market approach using recent observable market data for similar items	Independent Registered Valuer	June 2022	Price per hectare/market borrowing rate
Buildings - specialised	3	Improvements to land valued using cost approach using depreciated replacement cost	Independent Registered Valuer	June 2022	Improvements to land using construction costs and current condition (Level 2) residual values and remaining useful life assessments (Level 3) inputs
Level 3 inputs are based on assumptions with regards to future values and patterns of consumption utilising current information. If the basis of these assumptions were varied, they have the potential to result in a significantly higher or lower fair value measurement.					
During the period there were no changes in the valuation techniques used by the local government to determine the fair value of property, plant and equipment using either level 2 or level 3 inputs.					
(ii) Cost					
Furniture and equipment		Cost	Cost		Purchase cost
Plant and equipment		Cost	Cost		Purchase cost

**SHIRE OF WESTONIA**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2022**

**8. INFRASTRUCTURE**

**(a) Movements in Balances**

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

Note	Infrastructure - roads \$	Other infrastructure - footpaths \$	Other infrastructure - parks & ovals \$	Total Infrastructure \$
<b>Balance at 1 July 2020</b>	40,904,819	212,780	1,244,858	42,362,457
Additions	1,431,682	0	0	1,431,682
Depreciation	9(a) (902,723)	(11,755)	(34,225)	(948,703)
<b>Balance at 30 June 2021</b>	41,433,778	201,025	1,210,633	42,845,436
<b>Comprises:</b>				
Gross balance at 30 June 2021	44,933,216	247,047	1,346,445	46,526,708
Accumulated depreciation at 30 June 2021	(3,499,438)	(46,022)	(135,812)	(3,681,272)
<b>Balance at 30 June 2021</b>	41,433,778	201,025	1,210,633	42,845,436
Additions	1,242,763	72,208	0	1,314,971
Depreciation	9(a) (953,473)	(12,352)	(34,225)	(1,000,049)
<b>Balance at 30 June 2022</b>	41,723,070	260,881	1,176,409	43,160,360
<b>Comprises:</b>				
Gross balance at 30 June 2022	46,175,980	319,255	1,346,445	47,841,680
Accumulated depreciation at 30 June 2022	(4,452,910)	(58,374)	(170,036)	(4,681,320)
<b>Balance at 30 June 2022</b>	41,723,070	260,881	1,176,409	43,160,360

SHIRE OF WESTONIA  
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT  
FOR THE YEAR ENDED 30 JUNE 2022

8. INFRASTRUCTURE (Continued)

(b) Carrying Value Measurements

Asset Class	Fair Value Hierarchy	Valuation Technique	Basis of Valuation	Date of Last Valuation	Inputs Used
(i) Fair Value					
Infrastructure - roads	3	Cost approach using depreciated replacement cost (Gross revaluation method)	Independent Registered Valuer	June 2018	Construction costs and current condition (Level 2) residual values and remaining useful life assessments (Level 3 ) inputs.
Other infrastructure - footpaths	3	Cost approach using depreciated replacement cost (Gross revaluation method)	Independent Registered Valuer	June 2018	Construction costs and current condition (Level 2) residual values and remaining useful life assessments (Level 3 ) inputs.
Other infrastructure - parks & ovals	3	Cost approach using depreciated replacement cost (Net revaluation method)	Independent Registered Valuer	June 2018	Construction/Purchase costs and current condition (Level 2) residual values and remaining useful life assessments (Level 3 ) inputs.

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

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



**SHIRE OF WESTONIA**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2022**

**9. FIXED ASSETS**

**(a) Depreciation**

	Note	2022 Actual \$	2022 Budget \$	2021 Actual \$
Buildings - specialised	7(a)	337,809	382,140	327,141
Furniture and equipment	7(a)	63,443	67,500	41,447
Plant and equipment	7(a)	319,384	160,000	143,121
Infrastructure - roads	8(a)	953,473	12,000	902,723
Other infrastructure - footpaths	8(a)	12,352	840,000	11,755
Other infrastructure - parks & ovals	8(a)	34,225	33,700	34,225
		1,720,686	1,495,340	1,460,412

**Depreciation rates**

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

Asset Class	Useful life
Buildings	30 to 50 years
Furniture and equipment	4 to 10 years
Plant and equipment	5 to 15 years
Sealed roads and streets	
formation	not depreciated
pavement	50 years
seal	
- bituminous seals	20 years
- asphalt surfaces	25 years
Gravel roads	
formation	not depreciated
pavement	50 years
Footpaths - slab	20 years
Sewerage piping	100 years
Water supply piping and drainage systems	75 years
Right-of-use (buildings)	Based on the remaining lease
Right-of-use (plant and equipment)	Based on the remaining lease
Intangible assets - computer software licence	5 years

SHIRE OF WESTONIA  
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT  
FOR THE YEAR ENDED 30 JUNE 2022

9. FIXED ASSETS (Continued)

(b) Disposals of assets

	2022 Actual Net Book Value	2022 Actual Sale Proceeds	2022 Actual Profit	2022 Actual Loss	2022 Budget Net Book Value	2022 Budget Sale Proceeds	2022 Budget Profit	2022 Budget Loss	2021 Actual Net Book Value	2021 Actual Sale Proceeds	2021 Actual Profit	2021 Actual Loss
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Land - freehold land	40,000	0	0	(40,000)	0	0	0	0	0	0	0	0
Buildings - specialised	599,594	0	0	(599,594)	0	0	0	0	0	0	0	0
Plant and equipment	535,256	645,625	145,394	(35,025)	1,051,000	1,611,000	560,000	0	204,740	260,000	55,260	0
	1,174,850	645,625	145,394	(674,619)	1,051,000	1,611,000	560,000	0	204,740	260,000	55,260	0

The following assets were disposed of during the year.

	2022 Actual Net Book Value	2022 Actual Sale Proceeds	2022 Actual Profit	2022 Actual Loss
<b>Land and buildings</b>				
<b>Recreation and culture</b>				
Land -School	40,000	0	0	(40,000)
Swimming pool	599,594	0	0	(599,594)
<b>Plant and Equipment</b>				
<b>Transport</b>				
Toyota Prado - WT111	54,211	70,000	15,789	0
Toyota Hilux Dual Cab - 04WT	26,553	36,000	9,447	0
Toyota Hilux - WT06	13,544	22,251	8,707	0
Multi Tyred Roller	3,214	24,551	21,337	0
Grader	144,577	115,454	0	(29,123)
DynaPac Roller	42,458	78,000	35,542	0
Hamm Roller	87,271	81,369	0	(5,902)
<b>Other property and services</b>				
Toyota LandCruiser - 0WT	71,933	98,000	26,067	0
Toyota LandCruiser - 0WT	91,495	120,000	28,505	0
	1,174,850	645,625	145,394	(674,619)

## 9. FIXED ASSETS (Continued)

### SIGNIFICANT ACCOUNTING POLICIES

#### Fixed assets

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

#### Initial recognition and measurement for assets held at cost

Plant and equipment including furniture and equipment is recognised at cost on acquisition in accordance with *Financial Management Regulation 17A*. Where acquired at no cost the asset is initially recognised at fair value. Assets held at cost are depreciated and assessed for indicators of impairment annually.

#### Initial recognition and measurement between mandatory revaluation dates for assets held at fair value

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.

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

Individual assets that are land, buildings and infrastructure acquired between scheduled revaluation dates of the asset class in accordance with the mandatory measurement framework are recognised at cost and disclosed as being at fair value as management believes cost approximates fair value. They are subject to subsequent revaluation at the next revaluation date in accordance with the mandatory measurement framework.

#### Revaluation

The fair value of land, buildings and infrastructure is determined at least every five years in accordance with the regulatory framework. This includes buildings and infrastructure items which were pre-existing improvements (i.e. vested improvements) on on vested land acquired by the Shire

At the end of each period the carrying amount for each asset class is reviewed and where appropriate the fair value is updated to reflect current market conditions. This process is considered to be in accordance with *Local Government (Financial Management) Regulation 17A (2)* which requires land, buildings, infrastructure, investment properties and vested improvements to be shown at fair value.

#### Revaluation (continued)

For property, plant and equipment and infrastructure, increases in the carrying amount arising on revaluation of assets are credited to a revaluation surplus in equity. Decreases that offset previous increases of the same class of asset are recognised against revaluation surplus directly in equity. All other decreases are recognised in profit or loss. Subsequent increases are then recognised in profit or loss to the extent they reverse a net revaluation decrease previously recognised in profit or loss for the same class of asset.

#### Depreciation

The depreciable amount of all property, plant and equipment and infrastructure, are depreciated on a straight-line basis over the individual asset's useful life from the time the asset is held ready for use. Leasehold improvements are depreciated over the shorter of either the unexpired period of the lease or the estimated useful life of the improvements.

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

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.

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

#### Depreciation on revaluation

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

- (i) The gross carrying amount is adjusted in a manner that is consistent with the revaluation of the carrying amount of the asset. For example, the gross carrying amount may be restated by reference to observable market data or it may be restated proportionately to the change in the carrying amount. The accumulated depreciation at the date of the revaluation is adjusted to equal the difference between the gross carrying amount and the carrying amount of the asset after taking into account accumulated impairment losses; or
- (ii) Eliminated against the gross carrying amount of the asset and the net amount restated to the revalued amount of the asset.



**SHIRE OF WESTONIA**  
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**FOR THE YEAR ENDED 30 JUNE 2022**

**10. TRADE AND OTHER PAYABLES**

**Current**

Sundry creditors  
 Accrued interest on borrowings  
 Accrued payroll liabilities  
 ATO liabilities  
 Bonds & Deposits Held  
 Other payables

2022	2021
\$	\$
159,401	105,226
0	2,784
42,981	49,219
16,561	4
60,468	42,307
0	648
279,411	200,188

**SIGNIFICANT ACCOUNTING POLICIES**

**Financial liabilities**

Financial liabilities are initially recognised at fair value when the Shire becomes a party to the contractual provisions of the instrument.

Non-derivative financial liabilities (excluding financial guarantees) are subsequently measured at amortised cost.

Financial liabilities are derecognised where the related obligations are discharged, cancelled or expired. The difference between the carrying amount of the financial liability extinguished or transferred to another party and the fair value of the consideration paid, including the transfer of non-cash assets or liabilities assumed, is recognised in profit or loss.

**Trade and other payables**

Trade and other payables represent liabilities for goods and services provided to the Shire prior to the end of the financial year that are unpaid and arise when the Shire becomes obliged to make future payments in respect of the purchase of these goods and services.

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

**Prepaid rates**

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

**SHIRE OF WESTONIA**  
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**11. OTHER LIABILITIES**

**Current**

Capital grant/contribution liabilities

**Reconciliation of changes in capital grant/contribution liabilities**

Opening balance

Additions

Revenue from capital grant/contributions held as a liability at the start of the period

**Expected satisfaction of capital grant/contribution liabilities**

Less than 1 year

	2022	2021
	\$	\$
Capital grant/contribution liabilities	31,250	158,369
	31,250	158,369
Opening balance	158,369	0
Additions	31,250	158,369
Revenue from capital grant/contributions held as a liability at the start of the period	(158,369)	0
	31,250	158,369
Expected satisfaction of capital grant/contribution liabilities	31,250	158,369
Less than 1 year	31,250	158,369

Performance obligations in relation to capital grant/contribution liabilities are satisfied as project milestones are met or completion of construction or acquisition of the asset.

**SIGNIFICANT ACCOUNTING POLICIES**

**Contract liabilities**

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

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

**Capital grant/contribution liabilities**

Capital grant/contribution liabilities represent the Shire's obligations to construct recognisable non-financial assets to identified specifications to be controlled the Shire which are yet to be satisfied. Capital grant/contribution liabilities are recognised as revenue when the obligations in the contract are satisfied.

Non-current capital grant/contribution liabilities fair values are based on discounted cash flows of expected cashflows to satisfy the obligations using a current borrowing rate. They are classified as level 3 fair values in the fair value hierarchy (see Note 20(i)) due to the unobservable inputs, including own credit risk.

**SHIRE OF WESTONIA**  
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**12. EMPLOYEE RELATED PROVISIONS**

**Employee Related Provisions**

**Current provisions**

**Employee benefit provisions**

Annual Leave

Long Service Leave

**Non-current provisions**

Long Service Leave

	2022	2021
	\$	\$
Annual Leave	137,415	129,526
Long Service Leave	93,669	77,825
	231,084	207,351
Long Service Leave	37,972	37,119
	37,972	37,119
	269,056	244,470

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

Annual leave liabilities are classified as current, as there is no unconditional right to defer settlement for at least 12 months after the end of the reporting period. Assessments indicate that actual settlement of the liabilities is expected to occur as follows:

**Amounts are expected to be settled on the following basis:**

Less than 12 months after the reporting date

More than 12 months from reporting date

Note	2022	2021
	\$	\$
Less than 12 months after the reporting date	235,422	207,351
More than 12 months from reporting date	33,634	37,119
	269,056	244,470

**SIGNIFICANT ACCOUNTING POLICIES**

**Employee benefits**

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

**Short-term employee benefits**

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

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

**Other long-term employee benefits**

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

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



SHIRE OF WESTONIA  
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT  
FOR THE YEAR ENDED 30 JUNE 2022

13. REVALUATION SURPLUS

	2022 Opening Balance	2022 Revaluation Increment	2022 Revaluation (Decrement)	Total Movement on Revaluation	2022 Closing Balance	2021 Opening Balance	2021 Revaluation Increment	2021 Closing Balance
	\$	\$	\$	\$	\$	\$	\$	\$
Revaluation surplus - Land - freehold land	132,242	0	(25,600)	(25,600)	106,642	132,242	0	132,242
Revaluation surplus - Buildings - specialised	1,877,619	2,625,741	0	2,625,741	4,503,360	1,877,619	0	1,877,619
Revaluation surplus - Furniture and equipment	37,580	0	0	0	37,580	37,580	0	37,580
Revaluation surplus - Infrastructure - roads	31,426,257	0	0	0	31,426,257	31,426,257	0	31,426,257
Revaluation surplus - Other infrastructure - footpaths	128,196	0	0	0	128,196	128,196	0	128,196
Revaluation surplus - Other infrastructure - parks & ovals	885,715	0	0	0	885,715	885,715	0	885,715
	34,487,609	2,625,741	(25,600)	2,600,141	37,087,750	34,487,609	0	34,487,609

Movements on revaluation of property, plant and equipment (including infrastructure) are not able to be reliably attributed to a program as the assets were revalued by class as provided for by AASB 116 Aus 40.1.

**SHIRE OF WESTONIA**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2022**

**14. 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. Cash at the end of the reporting period is reconciled to the related items in the Statement of Financial Position as follows:

	Note	2022 Actual \$	2022 Budget \$	2021 Actual \$
Cash and cash equivalents	3	1,700,298	3,938,877	1,408,059
<b>Restrictions</b>				
The following classes of financial assets have restrictions imposed by regulations or other externally imposed requirements which limit or direct the purpose for which the resources may be used:				
- Cash and cash equivalents	3	0	(327,500)	0
- Financial assets at amortised cost	4	3,742,158	3,230,514	3,230,514
		3,742,158	2,903,014	3,230,514
The restricted financial assets are a result of the following specific purposes to which the assets may be used:				
Restricted reserve accounts	25	3,742,157	2,903,014	3,230,513
<b>Total restricted financial assets</b>		3,742,157	2,903,014	3,230,513

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

Net result		1,030,809	139,343	1,104,135
Non-cash items:				
Depreciation/amortisation		1,720,686	1,495,340	1,460,412
(Profit)/loss on sale of asset		529,225	(560,000)	(55,260)
Changes in assets and liabilities:				
(Increase)/decrease in trade and other receivables		(38,091)		(102,583)
(Increase)/decrease in inventories		22,956		1,970
Increase/(decrease) in trade and other payables		79,223		(30,812)
Increase/(decrease) in employee related provisions		24,586		42,615
Increase/(decrease) in other liabilities		(127,119)		158,369
Non-operating grants, subsidies and contributions		(767,379)	(732,100)	(1,064,351)
Net cash provided by/(used in) operating activities		2,474,896	342,583	1,514,495

**(c) Undrawn Borrowing Facilities  
Credit Standby Arrangements**

Credit card limit		13,000		13,000
<b>Total amount of credit unused</b>		13,000		13,000
<b>Loan facilities</b>				
Loan facilities - current		0		0
Loan facilities - non-current		0		0
<b>Total facilities in use at balance date</b>		0		0
<b>Unused loan facilities at balance date</b>		NIL		NIL

SHIRE OF WESTONIA  
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT  
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15. CAPITAL COMMITMENTS

	2022	2021
	\$	\$
Contracted for:		
- plant & equipment purchases	188,779	0
	188,779	0
Payable:		
- not later than one year	188,779	0



**SHIRE OF WESTONIA**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2022**

**16. RELATED PARTY TRANSACTIONS**

**(a) Elected Member Remuneration**

Note	2022 Actual \$	2022 Budget \$	2021 Actual \$
<b>Elected member Cr Day</b>			
President's annual allowance	5,553	5,589	5,553
Meeting attendance fees	3,589	3,589	3,553
ICT expenses	200	200	200
Travel and accommodation expenses	257	250	257
	9,599	9,628	9,563
<b>Elected member Cr Crees</b>			
Meeting attendance fees	2,692	0	0
ICT expenses	200	0	0
Travel and accommodation expenses	164	0	0
	3,056	0	0
<b>Elected member Cr Huxtable</b>			
Meeting attendance fees	3,589	3,589	3,553
ICT expenses	200	200	200
	3,789	3,789	3,753
<b>Elected member Cr Geier</b>			
Meeting attendance fees	3,589	3,589	3,553
ICT expenses	200	200	200
	3,789	3,789	3,753
<b>Elected member Cr Della Bosca</b>			
Meeting attendance fees	3,589	3,589	3,553
ICT expenses	200	200	200
Travel and accommodation expenses	86	250	155
	3,875	4,039	3,908
<b>Elected member Cr Corsini</b>			
Meeting attendance fees	3,589	3,589	3,553
ICT expenses	200	200	200
Travel and accommodation expenses	78	250	78
	3,867	4,039	3,831
<b>Elected member Cr Jefferys</b>			
Meeting attendance fees	897	3,589	3,553
ICT expenses	200	200	200
Travel and accommodation expenses	94	250	468
	1,191	4,039	4,221
	29,166	29,323	29,029

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

	2022 Actual \$	2022 Budget \$	2021 Actual \$
President's annual allowance	5,553	5,589	5,553
Meeting attendance fees	21,534	21,534	21,318
ICT expenses	1,400	1,200	1,200
Travel and accommodation expenses	679	1,000	958
	29,166	29,323	29,029

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

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

	2022 Actual \$	2021 Actual \$
Short-term employee benefits	402,911	369,745
Post-employment benefits	41,513	47,147
Employee - other long-term benefits	9,836	7,969
	454,260	424,861

## SHIRE OF WESTONIA

### NOTES TO AND FORMING PART OF THE FINANCIAL REPORT

### FOR THE YEAR ENDED 30 JUNE 2022

#### *Short-term employee benefits*

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

#### *Post-employment benefits*

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

#### *Other long-term benefits*

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

#### *Council member costs*

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

## 16. RELATED PARTY TRANSACTIONS

### (c) Transactions with related parties

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

In addition to KMP compensation above the following transactions occurred with related parties:

Purchase of goods and services

#### **Amounts payable to related parties:**

Trade and other payables

2022 Actual	2021 Actual
\$	\$
695,157	191,094
3,789	69

### (d) Related Parties

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

#### *i. Key management personnel*

Any person(s) having authority and responsibility for planning, directing and controlling the activities of the entity, directly or indirectly, including any council member, are considered key management personnel.

#### *ii. Other Related Parties*

An associate person of KMP was employed by the Shire under normal employment terms and conditions.

Any entity that is controlled by or over which KMP, or close family members of KMP, have authority and responsibility for planning, directing and controlling the activity of the entity, directly or indirectly, are considered related parties in relation to the Shire.

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

An entity that has the power to participate in the financial and operating policy decisions of an entity, but does not have control over those policies, is an entity which holds significant influence.

Significant influence may be gained by share ownership, statute or agreement.

**SHIRE OF WESTONIA**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2022**

**17. JOINT ARRANGEMENTS**

**Share of joint operations**

In 2003/04, Council, in conjunction with the Housing Authority (previously Homewest), entered into a Joint Venture Housing Agreement to construct 3 x 2 bedroom Young Singles and Childless Couples' units on Lot 1, Pyrites Street on Deposited Plan 33835 in Westonia. The terms of the joint arrangement estimated for council to contribute \$28,250 in Land Costs and \$70,000 in cash contribution and construction costs out of a total estimated project cost of \$406,922 which equated to an estimated equity of 24.14%. The actual costs borne by the Council were \$48,508 in land and siteworks, \$60,000 in cash contribution and \$5,786 for additional amenities and landscaping out of a total GST inclusive project cost of \$467,056, which equated to an actual equity of 24.47%. In 2007/2008 Council constructed a patio for the cost of \$8,876 and in 2009/10 a carport for \$9,023.

The agreement with the Housing Authority (previously Homeswest) represents a joint operation and requires the Shire to account for its share of the assets and related liabilities as well as the Shires' share of all expenses and revenue relating to the arrangement. Fair Value assessment of the property was undertaken in 2021/22 along with all other Council Land and Building Assets. The amount shown below is 24.14% of the value of assets under this agreement which has a fair value of \$425,000 as at 30 June 2022.

The initial term of the agreement is 25 years, expiring on 28 April 2028.

**Statement of Financial Position**

	<b>2022 Actual</b>	<b>2021 Actual</b>
	<b>\$</b>	<b>\$</b>
Land and Building	102,595	77,325
Less- accumulated depreciation	0	(23,181)
<b>Total assets</b>	<b>102,595</b>	<b>54,144</b>

**Statement of Comprehensive Income**

Other revenue	12,750	11,050
Other expenditure	(7,455)	(25,976)
<b>Profit/(loss) for the period</b>	<b>5,295</b>	<b>(14,926)</b>
Other comprehensive income	2,089	0
<b>Total comprehensive income for the period</b>	<b>7,384</b>	<b>(14,926)</b>

**SIGNIFICANT ACCOUNTING POLICIES**

**Joint operations**

A joint operation is a joint arrangement where the Shire has joint control with another party to the joint arrangement. All parties to joint arrangements have rights to the assets, and obligations for the liabilities relating to the arrangement.

Assets, liabilities, revenues and expenses relating to the Shire's interest in the joint operation are accounted for in accordance with the relevant Australian Accounting Standard.



**SHIRE OF WESTONIA**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2022**

**18. FINANCIAL RISK MANAGEMENT**

This note explains the Shire's exposure to financial risks and how these risks could affect the Shire's future financial performance.

Risk	Exposure arising from	Measurement	Management
<b>Market risk - interest rates</b>	Long term borrowings at variable rates	Sensitivity analysis	Utilise fixed interest rate borrowings
<b>Credit risk</b>	Cash and cash equivalents, trade receivables, financial assets and debt investments	Aging analysis Credit analysis	Diversification of bank deposits, credit limits. Investment policy
<b>Liquidity risk</b>	Borrowings and other liabilities	Rolling cash flow forecasts	Availability of committed credit lines and borrowing facilities

The Shire does not engage in transactions expressed in foreign currencies and is therefore not subject to foreign currency risk.

Financial risk management is carried out by the finance area under policies approved by the Council. The finance area identifies, evaluates and manages financial risks in close co-operation with the operating divisions. Council have approved the overall risk management policy and provide policies on specific areas such as investment policy.

**(a) Interest rate risk**

**Cash and cash equivalents**

The Shire's main interest rate risk arises from cash and cash equivalents with variable interest rates, which exposes the Shire to cash flow interest rate risk. Short term overdraft facilities also have variable interest rates however these are repaid within 12 months, reducing the risk level to minimal.

Excess cash and cash equivalents are invested in fixed interest rate term deposits which do not expose the Shire to cash flow interest rate risk. Cash and cash equivalents required for working capital are held in variable interest rate accounts and non-interest bearing accounts. Carrying amounts of cash and cash equivalents at the 30 June and the weighted average interest rate across all cash and cash equivalents, term deposits, and Treasury bonds held disclosed as financial assets at amortised cost are reflected in the table below.

	Weighted Average Interest Rate	Carrying Amounts	Fixed Interest Rate	Variable Interest Rate	Non Interest Bearing
	%	\$	\$	\$	\$
<b>2022</b>					
Cash and cash equivalents	0.01%	1,700,298	0	1,699,428	870
Financial assets at amortised cost - term deposits	2.10%	3,742,158	3,742,158	0	0
<b>2021</b>					
Cash and cash equivalents	0.01%	1,408,059	0	1,408,059	0
Financial assets at amortised cost - term deposits	0.40%	3,230,514	3,230,514	0	0

**Sensitivity**

Profit or loss is sensitive to higher/lower interest income from cash and cash equivalents as a result of changes in interest rates.

	2022	2021
	\$	\$
Impact of a 1% movement in interest rates on profit and loss and equity*	16,994	14,081

\* Holding all other variables constant

**Borrowings**

Borrowings are subject to interest rate risk - the risk that movements in interest rates could adversely affect funding costs. The Shire manages this risk by borrowing long term and fixing the interest rate to the situation considered the most advantageous at the time of negotiation. The Shire does not consider there to be any interest rate risk in relation to borrowings. Details of interest rates applicable to each borrowing may be found at Note 24.

**SHIRE OF WESTONIA**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2022**

**18. FINANCIAL RISK MANAGEMENT (Continued)**

**(b) Credit risk**

**Trade and Other Receivables**

The Shire's major receivables comprise rates annual charges and user fees and charges. The major risk associated with these receivables is credit risk – the risk that the debts may not be repaid. The Shire manages this risk by monitoring outstanding debt and employing debt recovery policies. It also encourages ratepayers to pay rates by the due date through incentives.

Credit risk on rates and annual charges is minimised by the ability of the Shire to recover these debts as a secured charge over the land, that is, the land can be sold to recover the debt. The Shire is able to charge interest on overdue rates and annual charges at higher than market rates, which further encourages payment.

The level of outstanding receivables is reported to Council monthly and benchmarks are set and monitored for acceptable collection performance.

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.

The expected loss rates are based on the payment profiles of rates and fees and charges over a period of 36 months before 1 July 2021 or 1 July 2022 respectively and the corresponding historical losses experienced within this period. Historical credit loss rates are adjusted to reflect current and forward-looking information on macroeconomic factors such as the ability of ratepayers and residents to settle the receivables. Housing prices and unemployment rates have been identified as the most relevant factor in repayment rates, and accordingly adjustments are made to the expected credit loss rate based on these factors.

The loss allowance as at 30 June 2022 and 30 June 2021 for rates receivable was determined as follows:

	Less than 1 year past due	More than 1 year past due	More than 2 years past due	More than 3 years past due	Total	Note
<b>30 June 2022</b>						
Rates receivable						
Expected credit loss	0.00%	0.00%	0.00%	0.00%		
Gross carrying amount	11,564	1,211	1,035	958	14,768	
Loss allowance	0	0	0	0	0	5
<b>30 June 2021</b>						
Rates receivable						
Expected credit loss	0.00%	0.00%	0.00%	0.00%		
Gross carrying amount	14,540	3,106	1,984	903	20,533	
Loss allowance	0	0	0	0	0	5

The loss allowance as at 30 June 2022 and 30 June 2021 was determined as follows for trade receivables.

	Current	More than 30 days past due	More than 60 days past due	More than 90 days past due	Total	
<b>30 June 2022</b>						
Trade and other receivables						
Expected credit loss	0.00%	0.00%	0.00%	0.00%		
Gross carrying amount	251,070	12,832	4,000	7,106	275,008	
Loss allowance	0	0	0	0	0	5
<b>30 June 2021</b>						
Trade and other receivables						
Expected credit loss	0.00%	0.00%	0.00%	73.80%		
Gross carrying amount	201,982	0	26,755	7,123	235,860	
Loss allowance	0	0	0	5,257	5,257	5

**SHIRE OF WESTONIA**  
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**18. FINANCIAL RISK MANAGEMENT (Continued)**

**(c) Liquidity risk**

**Payables**

Payables are subject to liquidity risk – that is the risk that insufficient funds may be on hand to meet payment obligations as and when they fall due. The Shire manages this risk by monitoring its cash flow requirements and liquidity levels and maintaining an adequate cash buffer. Payment terms can be extended and overdraft facilities drawn upon if required and disclosed in Note 14(c).

The contractual undiscounted cash flows of the Shire's Payables are set out in the liquidity table below. Balances due within 12 months equal their carrying balances, as the impact of discounting is not significant.

	Due within 1 year	Due between 1 & 5 years	Due after 5 years	Total contractual cash flows	Carrying values
	\$	\$	\$	\$	\$
<b><u>2022</u></b>					
Trade and other payables	279,411	0	0	279,411	279,411
	279,411	0	0	279,411	279,411
<b><u>2021</u></b>					
Trade and other payables	200,188	0	0	200,188	200,188
	200,188	0	0	200,188	200,188



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

There were no events occurring after balance date that have a significant effect on the financial statements.

## 20. OTHER SIGNIFICANT ACCOUNTING POLICIES

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

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

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

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

### b) Current and non-current classification

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

### c) Rounding off figures

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

### d) Comparative figures

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

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

### e) Budget comparative figures

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

### f) Superannuation

The Shire contributes to a number of Superannuation Funds on behalf of employees. All funds to which the Shire contributes are defined contribution plans.

### g) Fair value of assets and liabilities

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

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

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

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

### h) Interest earnings

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

### i) Fair value hierarchy

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

#### Level 1

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

#### Level 2

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

#### Level 3

Measurements based on unobservable inputs for the asset or liability.

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

#### Valuation techniques

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

#### Market approach

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

#### Income approach

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

#### Cost approach

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

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

### j) Impairment of assets

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

Where such an indication exists, an impairment test is carried out on the asset by comparing the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, to the asset's carrying amount.

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

For non-cash generating specialised assets that are measured under the revaluation model, such as roads, drains, public buildings and the like, no annual assessment of impairment is required. Rather AASB 116.31 applies and revaluations need only be made with sufficient regularity to ensure the carrying value does not differ materially from that which would be determined using fair value at the end of the reporting period.

### k) Initial application of accounting standards

During the current year, no new or revised Australian Accounting Standards and Interpretations were compiled, became mandatory and were applicable to its operations.

### New accounting standards for application in future years

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

- AASB 2020-1 Amendments to Australian Accounting Standards - Classification of Liabilities as Current or Non-current
- AASB 2020-3 Amendments to Australian Accounting Standards - Annual Improvements 2018-2020 and Other Amendments
- AASB 2021-2 Amendments to Australian Accounting Standards - Disclosure of Accounting Policies or Definition of Accounting Estimates
- AASB 2021-7 Amendments to Australian Accounting Standards - Effective Date of Amendments to AASB 10 and AASB 128 and Editorial Corrections

It is not expected these standards will have an impact on the financial report.

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**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
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**21. FUNCTION AND ACTIVITY**

**(a) Service objectives and descriptions**

Shire operations as disclosed in this financial report encompass the following service orientated functions and activities.

<b>Objective</b>	<b>Description</b>
<b>Governance</b> To provide a decision making process for the efficient allocation of scarce resources.	Includes the activities of members of council and the administrative support available to the council for the provision of governance of the district. Other costs relate to the task of assisting elected members and ratepayers on matters which do not concern specific council services.
<b>General purpose funding</b> To collect revenue to allow for the provision of services.	Rates, general purpose government grants and interest revenue.
<b>Law, order, public safety</b> To provide services to help ensure a safer and environmentally conscious community.	Supervision and enforcement of various local laws relating to fire prevention, animal control and other aspects of public safety including emergency services.
<b>Health</b> To provide an operational framework for environmental and community health.	Inspection of food outlets and their control, provision of meat inspection services, noise control and waste disposal compliance.
<b>Education and welfare</b> To provide services to disadvantaged persons, the elderly, children and youth.	Maintenance of child minding centre, playgroup centre, senior citizen centre and aged care centre. Provision and maintenance of home and community care programs and youth services.
<b>Housing</b> To provide and maintain elderly residents housing.	Provision and maintenance of elderly residents housing.
<b>Community amenities</b> To provide services required by the community.	Rubbish collection services, operation of rubbish disposal sites, litter control, construction and maintenance of urban storm water drains, protection of the environment and administration of town planning schemes, cemetery and public conveniences.
<b>Recreation and culture</b> To establish and effectively manage infrastructure and resource which will help the social wellbeing of the community.	Maintenance of public halls, civic centres, aquatic centre, beaches, recreation centres and various sporting facilities. Provision and maintenance of parks, gardens and playgrounds. Operation of library, museum and other cultural facilities.
<b>Transport</b> To provide safe, effective and efficient transport services to the community.	Construction and maintenance of roads, streets, footpaths, depots, cycle ways, parking facilities and traffic control. Cleaning of streets and maintenance of street trees, street lighting etc.
<b>Economic services</b> To help promote the shire and its economic wellbeing.	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.
<b>Other property and services</b> To monitor and control Shire's overheads operating accounts.	Private works operation, plant repair and operation costs and engineering operation costs.

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**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
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**21. FUNCTION AND ACTIVITY (Continued)**

**(b) Income and expenses**

	<b>2022 Actual</b>	<b>2022 Budget</b>	<b>2021 Actual</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>
<b>Income excluding grants, subsidies and contributions</b>			
Governance	0	1,150	27
General purpose funding	1,084,883	1,082,130	1,070,604
Law, order, public safety	5,224	4,900	1,022
Health	2,810	2,000	4,161
Education and welfare	10,527	8,749	13,105
Housing	159,004	163,500	162,785
Community amenities	10,146	(40,800)	(58,374)
Recreation and culture	3,956	53,700	72,289
Transport	95,345	415,000	20,421
Economic services	540,425	88,500	94,361
Other property and services	858,238	209,000	562,045
	<b>2,770,558</b>	<b>1,987,829</b>	<b>1,942,446</b>
<b>Grants, subsidies and contributions</b>			
General purpose funding	2,145,194	633,017	1,335,819
Law, order, public safety	37,641	37,500	35,958
Health	6,250	0	0
Education and welfare	246,138	90,500	0
Housing	0	160,500	0
Community amenities	0	52,000	71,272
Recreation and culture	86,403	100	890
Transport	791,570	791,500	882,924
Economic services	19,820	30,000	321,232
	<b>3,333,016</b>	<b>1,795,117</b>	<b>2,648,095</b>
<b>Total Income</b>	<b>6,103,574</b>	<b>3,782,946</b>	<b>4,590,541</b>
<b>Expenses</b>			
Governance	(389,643)	(336,313)	(279,374)
General purpose funding	(35,804)	(38,500)	(30,944)
Law, order, public safety	(85,572)	(86,130)	(77,235)
Health	(51,345)	(38,200)	(38,653)
Education and welfare	(32,571)	(43,050)	(26,878)
Housing	(183,522)	(179,096)	(154,604)
Community amenities	(104,080)	(134,266)	(89,869)
Recreation and culture	(839,171)	(828,148)	(790,378)
Transport	(1,349,948)	(1,551,000)	(1,376,275)
Economic services	(823,419)	(383,900)	(386,732)
Other property and services	(1,177,690)	(25,000)	(235,464)
<b>Total expenses</b>	<b>(5,072,765)</b>	<b>(3,643,603)</b>	<b>(3,486,406)</b>
<b>Net result for the period</b>	<b>1,030,809</b>	<b>139,343</b>	<b>1,104,135</b>



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**21. FUNCTION AND ACTIVITY (Continued)**

**(c) Fees and Charges**

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

2022 Actual	2022 Budget	2021 Actual
\$	\$	\$
0	150	27
824	900	1,016
0	0	297
9,782	8,000	11,191
159,004	161,000	162,785
10,146	11,200	12,898
3,955	1,700	1,016
4,523	0	0
540,425	88,300	94,199
431,142	39,000	208,478
1,159,800	310,250	491,907

**(d) Total Assets**

Governance
General purpose funding
Law, order, public safety
Health
Education and welfare
Housing
Community amenities
Recreation and culture
Transport
Economic services
Other property and services
Unallocated

2022	2021
\$	\$
31,820	21,945
384,037	284,472
253,901	145,700
43,400	31,920
521,451	268,910
3,731,181	2,888,479
1,722,711	1,099,482
2,126,243	2,732,834
42,606,052	43,383,048
2,744,327	2,858,707
3,325,785	991,588
4,377,397	3,553,582
61,868,305	58,260,667

SHIRE OF WESTONIA  
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22. RATING INFORMATION

(a) General Rates

RATE TYPE		Rate in	Number of	2021/22	2021/22	2021/22	2021/22	2021/22	2021/22	2021/22	2021/22	2021/22	2020/21
Rate Description	Basis of valuation	\$	Properties	Actual Rateable Value *	Actual Rate Revenue	Actual Interim Rates	Actual Back Rates	Actual Total Revenue	Budget Rate Revenue	Budget Interim Rate	Budget Back Rate	Budget Total Revenue	Actual Total Revenue
		\$		\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Residential	Gross rental valuation	0.07222	51	650,115	46,950	4,003	0	50,953	46,950			46,950	45,146
Mining	Gross rental valuation	0.20536	2	1,305,800	268,159	0	0	268,159	268,159			268,159	267,628
Rural/Pastoral	Unimproved valuation	0.01626	122	44,721,943	727,000	34	0	727,034	727,000	34		727,034	713,290
Mining	Unimproved valuation	0.01626	5	140,028	2,276	154	0	2,430	2,276			2,276	2,806
<b>Sub-Total</b>			180	46,817,886	1,044,385	4,191	0	1,048,576	1,044,385	34	0	1,044,419	1,028,870
<b>Minimum payment</b>		<b>Minimum \$</b>											
Residential	Gross rental valuation	355	15	23,507	5,325			5,325	5,325			5,325	6,035
Rural/Pastoral	Unimproved valuation	355	17	107,757	6,035			6,035	6,035			6,035	6,035
Mining	Unimproved valuation	200	11	26,707	2,200			2,200	2,200			2,200	2,200
<b>Sub-Total</b>			43	157,971	13,560	0	0	13,560	13,560	0	0	13,560	14,270
			223	46,975,857	1,057,945	4,191	0	1,062,136	1,057,945	34	0	1,057,979	1,043,140
<b>Total amount raised from general rates</b>								1,062,136				1,057,979	1,043,140
* Rateable value is based on the value of properties at the time the rate is raised.													
(b) Rates (excluding general rates)													
<b>Ex-gratia Rates</b>		<b>Rate in</b>											
UV - Rural/Pastoral	Unimproved valuation	0.025	2	109,500	4,745			4,745	4,650			4,650	4,519
<b>Sub-Total</b>			2	109,500	4,745	0	0	4,745	4,650	0	0	4,650	4,519
<b>Total amount raised from rates (excluding general rates)</b>								4,745				4,650	4,519
<b>(c) Total Rates</b>								<b>1,066,881</b>				1,062,629	1,047,659

The entire balance of rates revenue has been recognised at a point in time in accordance with AASB 1058 *Income for not-for-profit entities*.

SHIRE OF WESTONIA  
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22. RATING INFORMATION (Continued)

(d) Interest Charges & Instalments

Instalment Options	Date Due	Instalment Plan Admin Charge	Instalment Plan Interest Rate	Unpaid Rates Interest Rate
		\$	%	%
<b>Option One</b>				
Single full payment	8/09/2021	0.0	0.00%	11.00%
<b>Option Two</b>				
First instalment	8/09/2021	12.0	5.50%	11.00%
Second instalment	12/01/2022	12.0	5.50%	11.00%
<b>Option Three</b>				
First instalment	8/09/2021	12.0	5.50%	11.00%
Second instalment	10/11/2021	12.0	5.50%	11.00%
Third instalment	12/01/2022	12.0	5.50%	11.00%
Fourth instalment	16/03/2022	12.0	5.50%	11.00%

	2022 Actual	2022 Budget	2021 Actual
	\$	\$	\$
Interest on instalment plan	1,678	1,400	1,734
Charges on instalment plan	3,200	1,250	2,238
	4,878	2,650	3,972

SHIRE OF WESTONIA  
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23. RATE SETTING STATEMENT INFORMATION

		2021/22 Budget	2021/22 Brought Forward)	2020/21 Carried Forward)
	2021/22 (30 June 2022 Carried Forward)	(30 June 2022 Carried Forward)	(1 July 2021 Brought Forward)	(30 June 2021 Carried Forward)
Note	\$	\$	\$	\$
<b>(a) Non-cash amounts excluded from operating activities</b>				
The following non-cash revenue or expenditure has been excluded from amounts attributable to operating activities within the Rate Setting Statement in accordance with <i>Financial Management Regulation 32</i> .				
<b>Adjustments to operating activities</b>				
Less: Profit on asset disposals	9(b)	(145,394)	(560,000)	(55,260)
Less: Movement in liabilities associated with restricted cash		0	(270,351)	0
Add: Loss on disposal of assets	9(b)	674,619	0	0
Add: Depreciation	9(a)	1,720,686	1,495,340	1,460,412
Non-cash movements in non-current assets and liabilities:				
Employee benefit provisions		853	0	10,053
Inventory		35,000	0	35,272
<b>Non-cash amounts excluded from operating activities</b>		2,285,764	664,989	1,450,477
<b>(b) Surplus/(deficit) after imposition of general rates</b>				
The following current assets and liabilities have been excluded from the net current assets used in the Rate Setting Statement in accordance with <i>Financial Management Regulation 32</i> to agree to the surplus/(deficit) after imposition of general rates.				
<b>Adjustments to net current assets</b>				
Less: Reserve accounts	25	(3,742,157)	(2,903,014)	(3,230,513)
<b>Total adjustments to net current assets</b>		(3,742,157)	(2,903,014)	(3,230,513)
<b>Net current assets used in the Rate Setting Statement</b>				
Total current assets		5,757,824	4,903,806	4,903,806
Less: Total current liabilities		(541,745)	(404,776)	(565,908)
Less: Total adjustments to net current assets		(3,742,157)	(2,903,014)	(3,230,513)
<b>Net current assets used in the Rate Setting Statement</b>		1,473,922	1,596,016	1,107,385



SHIRE OF WESTONIA  
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24. BORROWING

Purpose	Note	Actual								Budget			
		Principal at	New Loans	Principal	Principal at 30	New Loans	Principal	Principal at		Principal at 1	New Loans	Principal	Principal at
		1 July 2020	During 2020-21	Repayments	June 2021	During 2021-22	Repayments	30 June 2022		July 2021	During 2021-22	Repayments	30 June 2022
		\$	\$	\$	\$	\$	\$	\$		\$	\$	\$	\$
Self Supporting Loans													
School Bus Loan		10,358	0	(10,358)	0	0	0	0		0	0	0	0
Total Self Supporting Loans		10,358	0	(10,358)	0	0	0	0		0	0	0	0
Total Borrowings		10,358	0	(10,358)	0	0	0	0		0	0	0	0

\* WA Treasury Corporation

Self supporting loans are financed by payments from third parties.

Borrowing Interest Repayments

Purpose	Note	Function and activity	Loan Number	Institution	Interest Rate	Actual for year ending 30 June 2022	Budget for year ending 30 June 2022	Actual for year ending 30 June 2021
						\$	\$	\$
Self Supporting Loans Interest Repayments								
School Bus Loan			6	WA Treasury	3.09%	0	0	(482)
Total Self Supporting Loans Interest Repayments						0	0	(482)
Total Interest Repayments	2(b)					0	0	(482)

SHIRE OF WESTONIA  
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25 RESERVE ACCOUNTS

	2022 Actual Opening Balance	2022 Actual Transfer to	2022 Actual Transfer (from)	2022 Actual Closing Balance	2022 Budget Opening Balance	2022 Budget Transfer to	2022 Budget Transfer (from)	2022 Budget Closing Balance	2021 Actual Opening Balance	2021 Actual Transfer to	2021 Actual Transfer (from)	2021 Actual Closing Balance
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
<b>Restricted by council</b>												
(a) Reserves- Long Service Leave Reserve	108,703	392	0	109,095	108,703	1,000	0	109,703	108,018	685	0	108,703
(b) Reserves- Plant Replacement	998,756	3,600	0	1,002,356	998,757	260,000	(435,000)	823,757	985,732	13,024	0	998,756
(c) Reserves- Building Reserve	840,828	253,031	0	1,093,859	840,828	70,000	(300,000)	610,828	736,006	104,822	0	840,828
(d) Reserves- Communication/It Reserve	68,579	248	0	68,827	68,579	500	0	69,079	68,147	432	0	68,579
(e) Reserves- Community Development Reserve	573,435	2,067	0	575,502	573,435	3,000	(60,000)	516,435	470,299	103,136	0	573,435
(f) Reserves- Waste Management Reserve	121,593	438	0	122,031	121,593	500	0	122,093	90,970	30,623	0	121,593
(g) Reserve- Swimming Pool Reserve	351,980	51,269	0	403,249	351,980	2,000	0	353,980	300,000	51,980	0	351,980
(h) Reserves- Roadworks Reserve	166,639	200,601	0	367,240	166,639	130,500	0	297,139	36,000	130,639	0	166,639
	3,230,513	511,646	0	3,742,157	3,230,514	467,500	(795,000)	2,903,014	2,795,172	435,341	0	3,230,513

All reserves are supported by cash and cash equivalents and financial assets at amortised cost and are restricted within equity as Reserves - cash/financial assets backed.

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

Name of Reserve	Anticipated date of use	Purpose of the reserve
(a) Reserves- Long Service Leave Reserve	Ongoing	- to be used to fund annual and long service leave requirements.
(b) Reserves- Plant Replacement	Ongoing	- to be used for the purchase of major plant.
(c) Reserves- Building Reserve	Ongoing	- to be used for the purchase of land and construction of major buildings and facilities.
(d) Reserves- Communication/It Reserve	Ongoing	- to be used for the purpose of upgrading IT equipment and rebroadcasting equipment.
(e) Reserves- Community Development Reserve	Ongoing	- to be used for the development of land, buildings and facilities for the community.
(f) Reserves- Waste Management Reserve	Ongoing	- to be used for ongoing waste management strategies.
(g) Reserve- Swimming Pool Reserve	Ongoing	- to be used for redevelopment of the Westonia Memorial Swimming Pool.
(h) Reserves- Roadworks Reserve	Ongoing	- to be used for upgrades/maintenance to Boodarockin Rd and Koorda Bullfinch Rd (M40)

**SHIRE OF WESTONIA**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2022**

**26 TRUST FUNDS**

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

	<b>1 July 2021</b>	<b>Amounts Received</b>	<b>Amounts Paid</b>	<b>30 June 2022</b>
	\$	\$	\$	\$
LGMA - Receipts	4,672	0	0	4,672
Westonia Historical Society	19,145	2,000	0	21,145
Cemetery Committee	8,405	7,000	0	15,405
	<u>32,222</u>	<u>9,000</u>	<u>0</u>	<u>41,222</u>



Our Ref: 8389

7th Floor, Albert Facey House  
469 Wellington Street, Perth

Mr Arthur Price  
Chief Executive Officer  
Shire of Westonia  
41 Wolfram Street  
WESTONIA WA 6423

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PO Box 8489  
PERTH WA 6849

**Tel:** 08 6557 7500  
**Email:** [info@audit.wa.gov.au](mailto:info@audit.wa.gov.au)

Email: [ceo@westonia.wa.gov.au](mailto:ceo@westonia.wa.gov.au)

Dear Mr Price

## **ANNUAL FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2022**

The Office has completed the audit of the annual financial report for your Shire. In accordance with section 7.12AD (2) of the *Local Government Act 1995*, we enclose the Auditor General's auditor's report, together with the audited annual financial report.

We have also forwarded the reports to the President and the Minister for Local Government, as required by the Act. You are required to publish the annual report, including the auditor's report and the audited financial report, on your Shire's official website within 14 days after the annual report has been accepted by your Council.

### **Management Control Issues**

While the result of the audit was generally satisfactory, I would like to draw your attention to the attached listing of deficiencies in internal control and other matters that were identified during the audit. These matters have been discussed with management and their comments have been included in the attachment.

Please note that the purpose of our audit was to express an opinion on the financial report. The audit included consideration of internal control relevant to the preparation of the financial report in order to design audit procedures that were appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of internal control.

An audit is not designed to identify all internal control deficiencies that may require management attention. The matters being reported are limited to those deficiencies that have been identified during the audit that are of sufficient importance to warrant being reported. It is possible that other irregularities and deficiencies may have occurred and not been identified as a result of our audit.

### **Unresolved matter from prior audit**

We also draw your attention to the Matter Outstanding from Prior Audit issue set out in the attachment. We would appreciate your attention to this matter before next year's audit.



The date that your entity provided its annual financial report to the Office and the date the Office has assessed that a good and complete set of financial statements was provided, have been recorded for purposes of reporting to Parliament. The date recorded for the receipt of your financial statements was 2 August 2022. The date that the Office has recorded for our receipt of a good and complete set of financial statements was 3 April 2023.

This letter has been provided for the purposes of the Shire and the Minister for Local Government and may not be suitable for other purposes.

I would like to take this opportunity to thank you, the management and the staff of the Shire for their cooperation with the audit team during our audit.

Feel free to contact me on 6557 7574 if you would like to discuss these matters further.

Yours faithfully

Renuka Venkatraman  
Acting Senior Director  
Financial Audit  
14 April 2023

Attach



## Auditor General

### INDEPENDENT AUDITOR'S REPORT 2022 Shire of Westonia

To the Councillors of the Shire of Westonia

#### Opinion

I have audited the financial report of the Shire of Westonia (Shire) which comprises:

- the Statement of Financial Position at 30 June 2022, the Statement of Comprehensive Income by Nature or Type, Statement of Changes in Equity, and Statement of Cash Flows and Rate Setting Statement for the year then ended
- Notes comprising a summary of significant accounting policies and other explanatory information.

In my opinion, the financial report:

- is based on proper accounts and records
- is presents fairly, in all material respects, the results of the operations of the Shire for the year ended 30 June 2022 and its financial position at the end of that period
- is in accordance with the *Local Government Act 1995* (the Act) and, to the extent that they are not inconsistent with the Act, Australian Accounting Standards.

#### Basis for opinion

I conducted my audit in accordance with Australian Auditing Standards. My responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial report section below.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

#### Other information

The Chief Executive Officer (CEO) is responsible for the preparing and the Council for overseeing, the other information. The other information is the information in the entity's annual report for the year ended 30 June 2022, but not the financial report and my auditor's report.

My opinion on the financial report does not cover the other information and, accordingly, I do not express any form of assurance conclusion thereon.

In connection with my audit of the financial report, my responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or my knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work I have performed, I conclude that there is a material misstatement of this other information, I am required to report that fact. I did not receive the other information prior to the date of this auditor's report. When I do receive it, I will read it and if I conclude that there is a material misstatement in this information, I am required to communicate the matter to the CEO and Council and request them to correct the misstated information. If the misstated information is not corrected, I may need to retract this auditor's report and re-issue an amended report.

## **Responsibilities of the Chief Executive Officer and Council for the financial report**

The Chief Executive Officer of the Shire is responsible for:

- preparation and fair presentation of the financial report in accordance with the requirements of the Act, the Regulations and Australian Accounting Standards
- managing internal control as required by the CEO to ensure the financial report is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the CEO is responsible for:

- assessing the Shire's ability to continue as a going concern
- disclosing, as applicable, matters related to going concern
- using the going concern basis of accounting unless the State Government has made decisions affecting the continued existence of the Shire.

The Council is responsible for overseeing the Shire's financial reporting process.

## **Auditor's responsibilities for the audit of the financial report**

As required by the *Auditor General Act 2006*, my responsibility is to express an opinion on the financial report. The objectives of my audit are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with Australian Auditing Standards will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial report. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations or the override of internal control.

A further description of my responsibilities for the audit of the financial report is located on the Auditing and Assurance Standards Board website. This description forms part of my auditor's report and can be found at [https://www.auasb.gov.au/auditors\\_responsibilities/ar4.pdf](https://www.auasb.gov.au/auditors_responsibilities/ar4.pdf).

## **My independence and quality control relating to the report on the financial report**

I have complied with the independence requirements of the *Auditor General Act 2006* and the relevant ethical requirements relating to assurance engagements. In accordance with ASQC 1 *Quality Control for Firms that Perform Audits and Reviews of Financial Reports and Other Financial Information, and Other Assurance Engagements*, the Office of the Auditor General maintains a comprehensive system of quality control including documented policies and procedures regarding compliance with ethical requirements, professional standards and applicable legal and regulatory requirements.

## **Matters relating to the electronic publication of the audited financial report**

This auditor's report relates to the financial report of the Shire of Westonia for the year ended 30 June 2022 included in the annual report on the Shire's website. The Shire's management is responsible for the integrity of the Shire's website. This audit does not provide assurance on the integrity of the Shire's website. The auditor's report refers only to the financial report. It does not provide an opinion on any other information which may have been hyperlinked to/from the annual report. If users of the financial report are concerned with the inherent risks arising from publication on a website, they are advised to contact the Shire to confirm the information contained in the website version.

Renuka Venkatraman  
Acting Senior Director Financial Audit  
Delegate of the Auditor General for Western Australia  
Perth, Western Australia  
14 April 2023