



Annual Report

2021/22

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Introduction

Our Vision

Leads the Way

Our Mission

We will achieve our vision by maintain and enhancing the Bruce Rock lifestyle, increase business and employment opportunities and achieve population growth in an environmentally sustainable way.

Our Values

We will conduct our business with:

Respect

- Value people and places and the contribution they make to the Shire
- Develop an environment of respect for different cultures
- Be appreciative of the aspirations of the community and what it does for itself

Inclusiveness

- Be receptive, proactive and responsive as an organisation
- Foster the community that has the ability to capacity build
- Demonstrate leadership by promoting Council and community teamwork

Fairness and equity

- Maintain a 'whole of Shire' outlook, but recognise that each community is unique and likely to have variations on their needs
- Provide services for a variety of ages and needs
- Respond to the community in a fair and equal way depending on need

Communication

- Create opportunities for consultation with the broad community
- Ensure appropriate, accessible information will be made available to the community

Our Shire

The Shire of Bruce Rock covers an area of 2,727 km² in the Wheatbelt of Western Australia and has a population of approximately 979 (ABS, Census, 2021).

Shire of Bruce Rock

Localities

Ardath, Babakin, Belka, Bruce Rock, Kwolyin, Shackleton

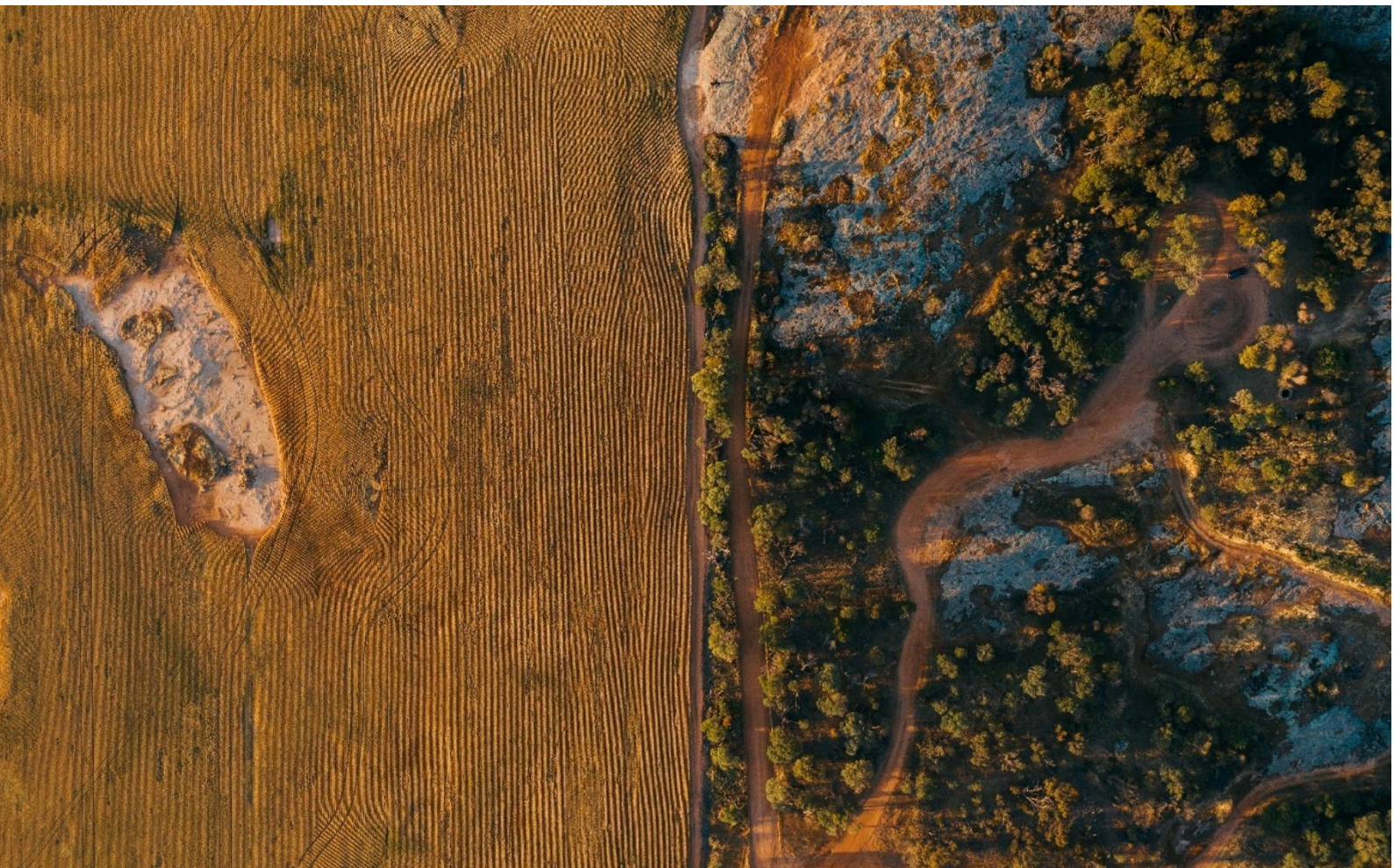
Significant Local Events

Bruce Rock Agricultural Show – Biannually in September

Back to the Bush Reunion – Annually - 1st Weekend in November

Ordinary Council Meeting

Meets third Thursday of each month except January

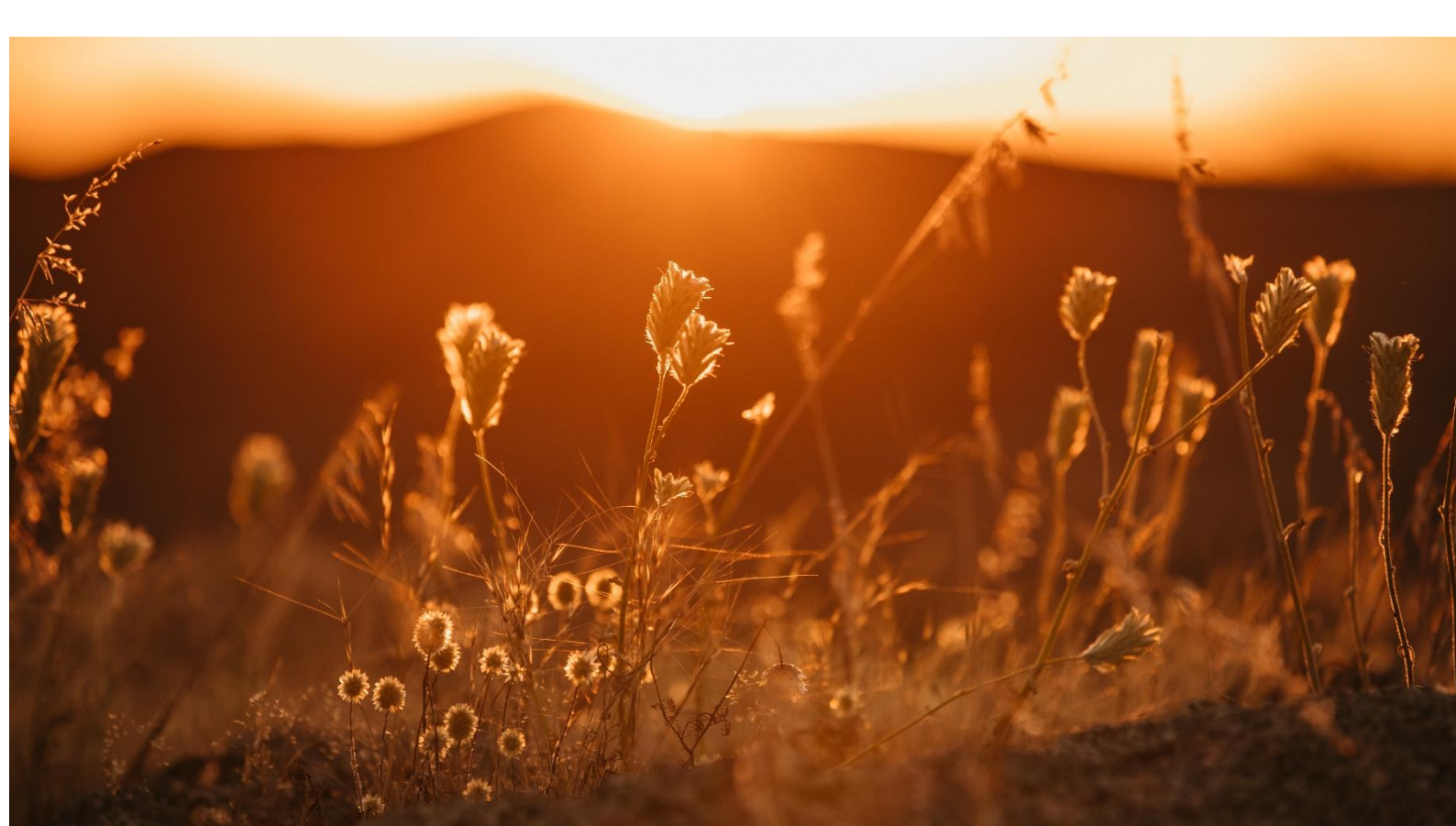


Tourist Attractions

Granite Way, including Kokerbin Rock
Kwolyin Camping Grounds
Shackleton – “Australia’s Smallest Bank”
Steve’s Art Shackleton
Mosaic and Centenary Path, Bruce Rock
Babakin – the underground orchid
Spring Wildflowers
Bruce’s Rock
Bruce Rock Museum
Ardath Hotel
Railway Dam
Ardath Lake
Scenic Rural Vistas
Federation Amphitheatre and Sculpture Park
Remembrance Park

Local Industries

Wheat and other cereals, steel fabrication, livestock and agricultural support industries.



Council Statistics (2021-22)

Distance from Perth (km)	245
Area (sq. km)	2727
Length of Sealed Roads (km)	501.1
Length of Unsealed Roads (km)	757.6
Population (Census 2021)	979
Number of Electors (2021)	642
Number of Dwellings (Census 2021)	473
Total Rates Levied	\$1,634,738
Total Revenue	\$7,831,750
Number of Employees	46



The Council

Council meets on every third Thursday of the month, except January, to consider local and regional issues of importance to the district.

The Council is made up of nine Councillors representing the Bruce Rock District.

President

Cr SA Strange

Deputy President

Cr T Crooks

Councillors	Telephone	Years of Service	Term Expires
Cr Stephen Strange	0429 611 324	33	2023
Cr Ramesh Rajagopalan	0448 012 656	13	2025
Cr Phillip Negri	0428 611 228	7	2023
Cr Brendan Waight	0428 149 654	5	2025
Cr Natalie Kilminster	0428 611 975	5	2025
Cr Anthony (Tony) Crooks	0428 911 922	4	2023
Cr Kevin Foss	0427 998 878	4	2023
Cr Rebecca Waye	0429 683 428	3	2023
Cr Jennifer Verhoogt	0428 250 563	1	2025
Cr Ian Dolton (retired October 2021)	0427 623 010	22	

Council elections are held on the third Saturday in October. The next election will be held on Saturday 21st October 2023.

Contact Information

Office Hours

8.30am to 4.30pm

Shire Office	9061 1377
Workshop / Fax	9061 1030
Swimming Pool	9061 1278
Bruce Rock Supermarket	0408 000 140

After Hours

Chief Executive Officer	Darren Mollenoyux	0428 611 377
Deputy Chief Executive Officer	Alan O'Toole	0408 383 530
Manager of Works and Services	Dave Holland	0418 745 217

Contact

Phone	08 9061 1377
Fax	08 9061 1340
Email	admin@brucerock.wa.gov.au

Website www.bruцерock.wa.gov.au

Street Address
54 Johnson Street
Bruce Rock WA 6418

Postal Address
PO Box 113
Bruce Rock WA 6418

Fire Contact Numbers

Emergency 000

Emergency Numbers

Ambulance/Police/Fire 000

Police Station 9007 9140

Hospital 9061 0222

Doctor's Surgery 9061 1166

Dental Surgery 9061 1954

Water Corporation 13 13 75

Synergy 13 13 53



President's Report



It is with the greatest of pleasure that I provide this report to the community on the activities and achievements of the Shire of Bruce Rock for the year ended 30th June 2022.

2021-22 financial year has seen the Shire push ahead and complete some exciting projects. The 20 Year Anniversary of the Back to the Bush Reunion was held in November 2021, after being postponed in 2020. This coincided with the opening of the redevelopment of Remembrance Park, War Memorial and Amphitheatre. Upgrades included opening the front of the Amphitheatre to make it more inviting from the street, relocating war memorials to Remembrance Park and installation of other sculptures honouring those that have made the ultimate sacrifice in conflicts and making the Park a place of reflection.

Other exciting projects completed during the year have included installation of an electronic notice board in the main street, upgrade of the ablutions at the Caravan Park and continued upgrade of roads throughout the district.

Council and staff have continued to work with architects and other retail contractors to develop plans for the new supermarket. Devlyn has been appointed as the contractors to construct the building and it will be exciting to see the rebuild commence in October 2022. It has been pleasing to see donations from individuals and businesses along with the dedication of the Bruce Rock Progress Association for in raising funds for this project.

Community consultation is also underway to update the Strategic

Community Plan. This will highlight the key priorities for Council and the community for the next 10 years. It is hoped that the new plan will be adopted in August 2022.

Councillors continue to attend a variety of meetings and workshops throughout the course of the year in addition to the regular monthly Council meetings and briefings. The following is a selection of the types of events that Councillors and staff have attended or participated in:

- Wheatbelt East Regional Organisation of Councils (WEROC)
- Wheatbelt Communities Inc.
- WA Local Government Association (WALGA) Zone
- WA Local Government Association Annual Conference
- Regional Road Group
- Local and Regional Health
- Local and District Fire Advisory meetings
- Local Emergency Management
- Structural Reform and Strategic Planning
- Grain Freight Network Meetings
- Central East Aged Care Alliance and
- Local community and recreation group meetings.

A key role of Council is to oversee and advise is the area of essential infrastructure and the importance of maintaining and developing the roads in the Shire so that they meet the needs of the community, both residential and business. Therefore, over the past twelve months, Shire staff have worked hard on road construction and maintenance, building works, and town landscaping and gardens. All the Shire-owned buildings and facilities including the Aquatic Centre and Medical Centre have received significant attention and

maintenance over the year to ensure they remain a valuable resource for the community.

2022 also saw the Shire faced with a severe bush fire in early February. The community and farming families reacted with an overwhelming donation of labour, time and resources during and after the fire. Many volunteers assisted during the recovery period with clearing trees off roads and fence lines to assist those who lost so much in the fire. My sincerest thank you to each and every community member that volunteered during this time.

I would also like to congratulate the Darren Mollenoyux, CEO after he won the Change Leader Award at the LG Professional Gala Dinner in November 2021. Council nominated Darren in recognition of his outstanding achievement in the Local Government sector as he demonstrated agile and resilient leadership in response to the challenges presented during 2020.

Thank you to the continued leadership from CEO, Darren Mollenoyux, his managers and his dedicated staff for another year of challenges and achievements.

I would like to thank my fellow Councillors for the leadership they have shown in the community and particularly the support over the past twelve months.

Cr Stephen Strange
PRESIDENT



Chief Executive Officer's Report



I am pleased to present the 2021-2022 Annual Report to all the residents and ratepayers of the Shire of Bruce Rock.

Covid-19 has continued to provide challenges to Council and staff ensuring that we meet all the requirements implemented by the State Government and ensuring that we supported residents and visitors in their interpretation and keeping our community safe.

Council and staff have been focused on its efforts to ensure a new supermarket is funded and constructed in Bruce Rock, whilst continuing to operate the temporary supermarket in the Shire Hall.

Our roads crews have been very busy with several road construction works and maintenance grading throughout our Shire, which included additional maintenance from the flooding events on many of our gravel roads. Other works crews have been busy building and maintaining bridges / culverts as well as many other projects around town including Main Street revitalisation works, Recreation Centre works, building maintenance and upgrades and maintenance to our parks and gardens.

New Supermarket

Council and staff have been working hard and diligently, along with Architects and retail specialists in developing the plans for the construction of a new supermarket and attracting a suitable retailer to operate the new business. In close consultation with staff and Council the Office of Regional Architecture project managed the compilation on information and developed the design brief for the development of the tender. This ensured that all planning and design requirements were compliant and the

new supermarket that will meet the needs of the community.

Staff have worked persistently in seeking to attract funding on behalf of Council to fund the construction of the new Supermarket. This has been complimented with the fantastic efforts of the Bruce Rock Progress Association and community at large.

Council has awarded the tender for the construction of the new supermarket to Devlyn construction with an estimated completion time of October 2023.

Bowling Greens

Over the past 12 months a new synthetic bowling green was installed in Shackleton, this was driven by the Shackleton Bowling Club and community, with some financial support from Council. The Bruce Rock Bowling Green had its synthetic surface replaced this financial year as the surface had been damaged from previous weather events.

Main Street Revitalisation

Stage 1 of the Main Street Revitalisation Strategy is now complete with the construction of the new parklets in the main street completed. The new electronic noticeboard in the main street was a great addition, which looks great and a functional and valuable resource for promoting events and public notices.

The completion of the new Remembrance Park has been a huge success and not only looks great but pays respect to those who have fought in war and educates those who visit the gardens with fantastic information boards, sculptures and monuments. This area has been complimented with the upgrade to the amphitheatre which has already proved beneficial with a significant increase in visitors and usage.

Caravan Park Upgrade

Council has been progressing with a staged approach of upgrading our caravan park of the past few years. The

latest improvements occurred this year using the LRCIP funding.

The latest works in 2021/22 saw the old ablutions block demolished and a modern modular facility with individual 8 individual facilities, visitors laundry and cleaner's storeroom. To compliment the works new fully accessible paths and landscaping were completed. This has received a large amount of positive feedback from tourists and visitors to the caravan park.

Water Capacity Improvements

Over the past few years Council has been focused on improving our water catchments to enhance our water capturing capacity to ensure sustainable water management and drought proofing for our ovals, parks and gardens. This financial year we continued that effort utilizing funding and further enhancing our water storage capacity, as follows;

Railway Dam – Council received Federal Funding to improve water capturing capacity at the Railway dam roaded catchment

Dam Renewal and Enhancement – Council used drought funding to improve our network of dams and catchments

Water Corporation – Council has recently been gifted the old Water Corp tank & dam providing an additional 27,000kl capacity

Total Capacity – Council now has 8 dams & 2 tanks providing a total capacity of 254,000kl

General Comments

On top of all the challenges we faced in the past three years and have met them head on, the significant fire event in February 2022 was an unexpected challenge which was handled with professionalism, respect and strength to work through the initial fire and then during the recovery period, which remains ongoing.

I acknowledge the President Stephen Strange and Councillors for their dedication, decision making and strategic vision for the Shire and community. Their vision and good governance have seen and continues to see many projects being planned and completed to improve facilities for the community and visitors.

I would like to thank the staff for their continued dedication, especially over the past three years with Covid19, the supermarket and worker shortage. Everyone has continued to work hard throughout the year, providing good administration, governance, financial management road building and all other works to serve the community.

As a team we look forward to facing the challenges ahead, as we continue to work through the Shackleton fire recovery, Covid19 and the impacts that still flow from it such as labour shortages, with the major priority to complete construction of the new supermarket and attract a lessee.

Once again, thank you to the President, Councillors, staff and the community. The past year has shown the strength of our community and what a great place Bruce Rock is.

Darren Mollenoyux

CHIEF EXECUTIVE OFFICER

Corporate and Community

The Corporate and Community Directorate of the Shire of Bruce Rock is responsible for the following areas:

- Administration and Office Support
- Human Resources
- IT
- Compliance
- Emergency Management
- Integrated Planning
- Records Management
- Library
- Bruce Rock Aquatic Centre
- Bruce Rock Medical Centre

Within the Corporate and Community area a major focus has been upgrading and strengthening the Shire's IT infrastructure and support systems, particularly ensuring compliance with security measures and protecting against the increase of risk from cyber threat, which is affecting businesses and every level of government.

Another key focus has been in the area of Emergency Management, planning and preparing responses for the likelihood of emergency situations which can affect the Shire and its residents. Although the focus has moved away from the Covid-19 pandemic, staff have still had to ensure compliance with Covid safety precautions. The introduction of the new WA Work Health and Safety Act has also been addressed with regard to the Shire's increased responsibility for staff and volunteer safety.

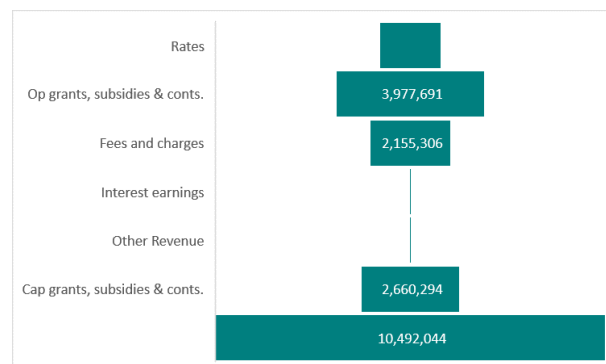
Organisational resilience has also been at the forefront of the Shire's considerations over the course of the year, both with the final stages of the Covid-19 pandemic's impact on the workforce in general, and the increased pressures on maintaining employee numbers to their optimum levels in the general employment market.

Finance

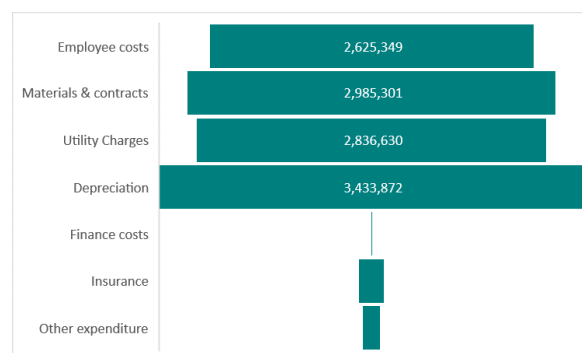
The Finance department is responsible for the sound financial management of the Shire. It maintains accurate accounting records and produces financial reports to Council each month. The department is also responsible for the preparation and presentation of the Shire's Annual Financial Reports, Annual Budgets and Strategic Resources Plan (Long Term Financial Plan & Asset Management Plans).

Council completed 2021-22 with a net operating profit of \$672,071. This reflected a total operating revenue of \$7,831,750, \$2,660,294 of Non-Operating Grants and total operating expenditure of \$9,692,888.

Operating Revenue - Nature or Type



Operating Expense - Nature or Type



Capital Expenditure

Council also undertook an extensive capital works program totalling \$4,005,839. This expenditure consisted of \$1,028,570 in land and buildings, \$377,816 in plant acquisition, and

\$2,539,618 in roads and other infrastructure development. Some projects have again been delayed due to availability of contractors or supplies.

Debt Management

Through a conservative approach to financial management Council has been able to retain its loan indebtedness to low levels allowing Council in the future access to loan funds for large projects. Most projects are funded by operating income or the use of reserve funds. Careful use of loan borrowings is considered to be an effective way to fund large projects and spread the cost burden over a number of years. As at 30 June 2022 Council has only one loan which is to part fund the construction of a second residence in Curlew Drive, which Council has since leased to GROH for a 10 year lease.

Regulatory

The Regulatory Services department is responsible for the following areas:

- Waste Management, Public Health, and food hygiene
- Health Compliance
- Environmental management
- Local Laws and Local Law Enforcement
- Building control
- Town Planning

The Regulatory Services Department completed the following in relation to Building Control, Health, and Waste Management:

Assisting with the Covid-19 State of Emergency, and Public Health Emergency, by liaising with the WA Country Health Service, Department of Health, Environmental Health Directorate, Public Health Emergency Operations Centre, and Shire staff. Information as it came to hand was reviewed, interpreted, and provided to

affected businesses and events as well being used to assist the local Police Force in their undertakings.

Assisting people and licensed plumbers with septic tank and disposal field decommissioning as well as advising re: connections to the Septic Tank Effluent Disposal System operated by Water Corporation.

The Shire of Bruce Rock Public Health Plan Health Report and public survey has been completed and the draft Public Health Plan is in development and it is anticipated the Shire of Bruce Rock Public Health Plan will be ready mid to late 2023.

Received Building Permit have been reviewed and matters requiring attention have been discussed with applicants to ensure suitable for lodgement with the Shire of Bruce Rock and dealing with required sewerage and planning issues to enable the building permit to be issued.

The creation of a new Policy for Planning controls was introduced to remove administrative demand on Council and Staff and free up the flexibility of outbuildings, lean-tos and sea containers in townsites and rural lands. Other planning matters have been undertaken to provide constructive outcomes with good controls for a variety of business and residential developments within the townsite of Bruce Rock and the rural areas.

Inspections of food premises occurred when Covid restrictions were not in place with the majority ad hoc and informal on a visiting basis. The Covid requirements tied in well with safe food handling and no clear and present matters were identified. Food registrations were achieved in a flexible administrative process.

Public health and safety inspections were undertaken prior to public events at halls and Recreation Grounds to ensure potential hazards to the public were identified and managed. with event

organisers. In all activities of compliance, the edict of “Compliance through education”.

Routine monitoring of the Hydrotherapy and Aquatic Centre facilities/swimming pools has been undertaken including upgrades to aging infrastructure. Housing, public buildings and commercial buildings were inspected, and a schedule of works listed for ongoing maintenance and replacements subject to budgets constraints.

The landfill and septage pit facilities are monitored with ongoing works to ensure longevity of this asset. Routine compliance inspections with the new landfill contractor reveals a well-run and operated landfill and septage pond as reported in a recent landfill review by ASK.

Works and Services

The Works and Services Department is responsible for:

- Roads Construction and Maintenance
- Town Maintenance
- Private Works
- Plant and Equipment Management
- Bruce Rock Recreation Centre

Construction Crew

In the 2021-22 year the Construction Crew worked on the following projects:

- Regional Road Group
 - Three sections of Old Beverley Road
- Roads to Recovery
 - Gravel resheeting on Yarding North Road
 - Construction and seal Yarding Ardath Road
- Black Spot Projects
 - Cumminin Road and Narembeen Road Intersection
 - Cumminin Road and Lawrie Road Intersection

Town Crew

The Town Crew in the 2021-22 year worked on the following projects:

- Footpath repairs and re-newel on Butcher, Noonajin and Bath Streets
- Storm water drainage repairs throughout town
- Footpath on Noonajin Street
- Bridge Conversion works to culverts on Old Beverley Road.
- Private Works
- General Maintenance and Gardening around the townsites

Workshop

The following Plant and Equipment were purchased throughout the 2021-2022 year:

- BK1 (CEO's vehicle)
- BK2 (DCEO's vehicle)
- BK02 (Construction Supervisors vehicle)
- BK08 (Town Crew Supervisors vehicle)
- BK09 (Dr Vehicle)
- BK062 8t tipper
- BK024 Two Way Tipper

The Year Ahead 2022/23

The major sources of funding for the 2022-23 budget are;

- \$0.7 million from Federal Financial Assistance Grants. Council again received an advance payment of \$2.06 million in May 2022.
- \$1.7 million in rates
- Phase 2 LRCI of \$0.526 million towards the reconstruction of the supermarket
- \$0.87 million from the Federal Government's Roads to Recovery Program
- \$0.5 million for specific road and bridge funding through Main Roads and the WA Grants Commission.
- \$0.4 million for works on Regional Road Group projects.

Council's total operating expenditure will be \$10.14 million for the 2022-23 financial year. In addition to this, Council will have significant expenditure on capital works and purchases of \$8.7 million.

The 2022-23 budget continues to reference where possible the Strategic Community Plan and focuses on supporting local residents, businesses and economic groups through these trying economic times. Council will continue to fund the maintenance of many of its buildings and community facilities, however the following is an overview of expenditure on new projects and improvements.

Key highlights include:

- Reconstruction of supermarket
- Continued funding allocation for Council subsidy for connection to the new STED Scheme
- Significant road works and culvert projects
- Landscape architect for Playground development
- Key large plant purchases including Front End Loader and a 30,000L water cart.
- Works on Turkey Nest and Small Town Dams funded by Community Water Projects Grants.

The safety and efficiency of our transport network throughout the Shire remains a priority and includes:

- Regional Road Group projects including Old Beverley Road, Doodlakine – Bruce Rock Road and Shackleton – Kellerberrin Road.
- Completion of Black Spot Projects on Lawrie Road and Cumminin Intersection and Bruce Rock Narembeen and Cumminin Road intersection.
- Roads to Recovery funded projects on Totadgin Road – reconstruction and sealing.
- Replace bridges with culverts on Yarding Ardath Road, Shackleton Bilbarin Road, Belka East Road,

Cukela Road, Erikin North and Erikin South Roads.

- Footpath construction on Butcher Street and Noonajin Road



Statutory Compliance

Disabilities Service Plan

Council reviews the provision of facilities and services on a regular basis to identify barriers that may prevent the effective delivery of the services to people with a disability.

As Council continues to build new facilities and improve others it is always mindful of considering and improving access for people with disabilities.

Recent initiatives to support people with disabilities within Bruce Rock include:

- Ensuring Bruce Rock Temporary Supermarket is accessible
- Australia Day Celebrations at the Aquatic Centre
- Continued work to improve the footpath network around the town
- New Ablutions at the Caravan Park which are accessible
- Upgrade Remembrance Park providing accessible pathways

Disability Access And Inclusion Plan

The Disability Services Act 1993 was amended in December 2003, creating a requirement for public authorities to develop and implement Disability Access and Inclusion Plans (DAIPs). These plans replace and build on the achievements of the Disability Services Plans (DSPs).

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

Outcome 1: Services and Events

Council is continually adapting our existing services to give people with disabilities the same opportunities as other people to access the services of, and any events organised by the Shire.

Council ensures people with disabilities are given access to all Shire events and

to access the services of the Shire. Council held Australia Day celebrations at the Aquatic Centre during the year.

Outcome 2: Buildings and Other Facilities

Council also continues with improvements to buildings and footpath infrastructure to assist with both wheelchair and gopher access.

The new ablutions at the Caravan Park are now fully accessible.

Outcome 3: Information

Wherever possible people with disabilities can receive information from the Shire in a format that will enable them to access the information readily as other people are able to access it.

People with disabilities can access information produced by the Shire of Bruce Rock in different formats. Anyone requiring a different format are encouraged to contact the Shire Office. Council also has a website which enables ease of access to public documents, information and other Council related data.

Outcome 4: Level and Quality of Service

The staff is encouraged and supported to be aware of the needs of people with disabilities to ensure they receive the same level and quality of service as other people receive.

Staff at the Shire of Bruce Rock are made aware that people with disabilities may have different needs. Staff are encouraged to ensure that people with disabilities receive the same level and quality of service as other people receive.

Outcome 5: Complaints Process

People with disabilities have the same opportunities as other people to make complaints to staff, and can be via written letters, email, SMS or verbally.

People with disabilities are able to make complaints and can do this via written letters, email, SMS or verbally.

Outcome 6: Public Consultation Process

Council provides many ways for people to participate in public consultation and we are more than happy to discuss any grievances community members may have regarding the services available to the disabled.

Council has made the DAIP available on the website for the community to access.

Council consulted with all parts of the community when revising the Strategic Community Plan which, it is hoped, will be adopted in August 2022.

Outcome 7: Employment

During the year Council maintained its awareness of reducing barriers to employment for people with disability. A result of this, is that Council has employed staff with disabilities.

Integrated Strategic Planning

The changes to the *Local Government Act 1995* have replaced the need for the Plan for the Future of the District with the requirement that Local Governments produce plans that are in line with the Integrated Strategic Planning and Reporting Framework.

A fully revised Strategic Community Plan is currently underway with community consultation taking place. It is hoped that the new SCP will be adopted in August 2022.

The current SCP was adopted in March 2018 for the period 2017-2027. This plan contains a number of strategic outcomes and drivers which are classified into four key areas:

1. Infrastructure;
2. Economy;
3. Community; and
4. Governance

This plan builds on the innovations and achievements of Bruce Rock – our success in attracting new businesses and residents to the Shire, the quality of our facilities and lifestyle, the financial sustainability of the Shire Council, and most importantly, the strengths, energy and commitment of our community. It was developed in consultation with the community and is available for viewing on the Shire's website. While this is the overarching document, the development of this plan included the creation of a number of other informing strategies which include the Long Term Financial Plan, Asset Management Plan, Workforce Plan and Corporate Business Plan.

Key goals for the community that have been identified by the Strategic Community Plan 2017-2027 are:

- Road infrastructure meets the freight task and is sustainable in the long term
- A recognizable Shire of Bruce Rock identity;
- Asset maintenance and preservation is in line with community needs and Shire financial resources advocate and provide for an integrated transport network;
- Appealing and vibrant main street in Bruce Rock;
- Actively used main street in Bruce Rock;
- Occupied business units;
- Workers and their families reside in and contribute to the local economy;
- Reliable telecommunications and an extension of coverage across the whole Shire;
- Our tourism profile is increased in the region and State;
- Residents can age in-home;
- Bruce Rock Hospital is retained;
- Improved Civic leadership within the community;
- Less reliance on the Shire to lead projects and change;

- Improved mental and physical health outcomes for local residents;
- There are enough volunteers for voluntary services to be retained;
- Access to local early childhood programs and services is retained;
- Our community feels safe;
- Building upon our positive work culture;
- Collaboration amongst staff units;
- Improved understanding of each other's roles in the organization (works and administration staff);
- Technology reduces delays and improves accuracy in organisational processes;
- Be part of a strong regional group representing all members;
- We are financially viable while meeting all levels of compliance;
- Sustainable resource, land and waste management.

Major Initiatives proposed or continuing during 2022-23 are:

- Implementation of the strategic planning, asset management, workforce plan and other integrated strategic plans.
- Work towards solutions on the current shortage of long and short term accommodation within Bruce Rock.
- Continue to investigate options regarding the demand and requirements to further develop facilities for retirees, the aged and frail aged people.
- Continue to work with the Water Corporation on the implementation of a STED scheme.

Copies of these plans are available from the Shire Office or can be downloaded from the Council's website at

National Competition Policy

National Competition Policy (NCP) is designed to enhance the efficiency and effectiveness of public sector agencies and lead to more efficient use of all economic resources. There are a number of specific requirements placed on Local Government in the areas of competitive neutrality, legislation review and structural reform. Each Local Government is required to report its progress in achieving NCP reforms in its annual report.

In respect to Council's responsibility in relation to the National Competition Policy, the Shire reports as follows:

- No business enterprise of the Shire has been classified by the Australian Bureau of Statistics as either a Public Trading Enterprise or a Public Financial Enterprise.
- Competitive neutrality has not been applied to any activities undertaken by the Shire in this reporting period.
- No allegations of non-compliance with the competitive neutrality principles have been made by any private enterprise.
- The principles of competitive neutrality were implemented in respect of any relevant activities undertaken during the 2021-2022 year.

A further requirement of the National Competition Policy is that all Council Local Laws are reviewed every 8 years to determine whether they are in conflict with competitive neutrality and comply with the Local Government Act 1995.

State Recordkeeping Act

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

The Shire of Bruce Rock carried out a review of its Record Keeping Plan in 2018 with amendments finalised in 2019.

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 in regard to their compliance with the organisation's record keeping plan.

The Shire of Bruce Rock has complied with items 1-4. The Shire reviewed the recordkeeping plan during 2018 financial year and the new Record Keeping Plan was adopted by the State Records Commission in March 2019. The Shire continued the implementation of the new Record keeping Plan in 2021-22.

Public Interest Disclosures

The *Public Interest Disclosure Act 2003* facilitates the disclosure of public interest information, and provides for the protection of those making such disclosure and those who are subject of the disclosures. The Act provides a system for the matters disclosed to be investigated and for appropriate action to be taken.

The Chief Executive Officer has complied with the obligation under the Act, including:

- appointing the Deputy Chief Executive Officer as the PID Officer for the Shire of Bruce Rock and publishing an internal procedure manual relating to the Shire's obligations.
- providing protection from detrimental action or the threat of detrimental action for any employee of the Shire who makes an appropriate disclosure of public interest information.

The Shire of Bruce Rock had no Public Interest Disclosures during the reporting period 2021-22.

Freedom Of Information

Part 5 of the *Freedom of Information Act 1992* requires an agency such as a local government to prepare and publish an Information Statement.

The Shire of Bruce Rock has developed an Information Statement which can be inspected via Council's website or by contacting the Shire Office. This Information Statement was adopted in 2007 and reviewed in 2018.

The Shire of Bruce Rock received no valid applications under the *Freedom of Information Act 1992* during 2021-22.

Register Of Certain Complaints For Minor Breaches

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.

The Shire of Bruce Rock has 1 employee entitled to an annual cash salary \$130,000 or more:

\$150,000 - \$159,999	1
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CEO remuneration *	\$201,283
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* (This includes cash and non-cash benefits)

Payments Order By The Local Government Standards Panel

Regulation 19B of the *Local Government (Administration) Regulations 1996* require a local government to report any amount ordered under section 5.110(6)(b)(iv) to be paid by a person against whom a complaint was made under sections 5.107(1), 5.109(1) or 5.114(1) to the local government during the financial year. The amount ordered this financial year was \$0.

Remuneration And Allowances Paid To The Local Government Standards Panel

For the 2021-22 financial year, the amount the Shire paid in sitting fees to the standards panel was \$0.

Employee Payments

Regulation 19B of the *Local Government (Administration) Regulations 1996* requires the following to be reported;

1. The number of employees of the Local Government entitled to an annual salary of \$130,000 or more; and
2. The number of those employees with an annual salary entitlement that fall within each band of \$10,000 over \$130,000.



Elected Member Information

Regulation 19B of the *Local Government (Administration) Regulations 1996* requires the age and gender of elected members to be reported.

Gender of Members	Number
Female	3
Male	6

Age of Members	Number
18 years to 24 years	0
25 years to 34 years	0
35 years to 44 years	2
45 years to 54 years	2
55 years to 64 years	3
over the age of 64 years	2

It is not known how many elected members identified as Aboriginal or Torres Strait Islander, or their country of birth or linguistic background.

Attendance At Council Meetings

Attendance of Elected Members at Council and Committee meetings is detailed in the following tables. The table reflects meetings held while each Elected members was in office.

Elected Members	Ordinary Council Meetings				Special Council Meetings	
	Held	Attended	Apologies	Approved Leave	Held	Attended
Cr Stephen STRANGE	11	11	0	0	6	6
Cr Tony CROOKS	11	10	1	0	6	6
Cr Ian DOLTON *Retired October 2021	4	3	0	1	1	1
Cr Kevin FOSS	11	11	0	0	6	6
Cr Natalie KILMINSTER	11	10	1	0	6	3
Cr Phillip NEGRI	11	11	0	0	6	6
Cr Ram RAJAGOPALAN	11	10	1	0	6	6
Cr Jennifer VERHOOGT *Elected October 2021	7	7	0	0	5	4
Cr Brendan WRIGHT	11	10	1	0	6	5
Cr Rebecca WAYE	11	9	2	0	6	4

Elected Members	Audit Committee			Works and Services Committee		
	Held	Attended	Apologies/ Leave of absence	Held	Attended	Apologies/ Leave of absence
Cr Stephen STRANGE	5	5	0	6	4	2
Cr Tony CROOKS	5	4	1	6	6	0
Cr Ian DOLTON *Retired October 2021	1	1	0	1	1	0
Cr Kevin FOSS	5	5	0	6	6	0
Cr Natalie KILMINSTER	5	4	1	N/A	N/A	N/A
Cr Phillip NEGRI	5	5	0	N/A	N/A	N/A
Cr Ram RAJAGOPALAN	5	5	0	1	1	0
Cr Jennifer VERHOOGT *Elected October 2021	4	3	1	N/A	N/A	N/A
Cr Brendan WRIGHT	5	4	1	6	5	1
Cr Rebecca WAYE	5	4	1	N/A	N/A	N/A



SHIRE OF BRUCE ROCK
FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2022

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The Shire of Bruce Rock conducts the operations of a local government with the following community vision:

The Shire of Bruce Rock "Leads the Way" by maintaining and enhancing the lifestyles, and increasing business and employment opportunities in an environmentally sustainable way.

Principal place of business:
54 Johnson St
Bruce Rock

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

The attached financial report of the Shire of Bruce Rock 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 Bruce Rock 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

13

day of

December

2022



Chief Executive Officer

Darren Mollenoyux

Name of Chief Executive Officer



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

	NOTE	2022 Actual	2022 Budget	2021 Actual
		\$	\$	\$
Revenue				
Rates	25(a),2(a)	1,634,738	1,632,976	1,559,947
Operating grants, subsidies and contributions	2(a)	3,977,691	1,655,388	3,090,631
Fees and charges	24(c),2(a)	2,155,306	1,996,391	1,937,575
Interest earnings	2(a)	23,131	27,167	20,200
Other revenue	2(a)	40,884	44,500	241,070
		7,831,750	5,356,422	6,849,423
Expenses				
Employee costs		(2,625,349)	(2,634,818)	(2,608,303)
Materials and contracts		(2,985,301)	(3,031,010)	(2,481,247)
Utility charges		(283,660)	(268,670)	(269,192)
Depreciation	10(a)	(3,433,872)	(4,619,584)	(4,298,757)
Finance costs	2(b)	(5,840)	(4,238)	(5,993)
Insurance		(209,671)	(207,200)	(261,498)
Other expenditure	2(b)	(149,195)	(180,073)	(147,256)
		(9,692,888)	(10,945,593)	(10,072,246)
		(1,861,138)	(5,589,171)	(3,222,823)
Capital grants, subsidies and contributions	2(a)	2,660,294	4,199,571	1,149,645
Profit on asset disposals	10(b)	38,105	29,000	1,731
Loss on asset disposals	10(b)	(165,190)	(83,250)	(137,064)
		2,533,209	4,145,321	1,014,312
Net result for the period	24(b)	672,071	(1,443,850)	(2,208,511)
Other comprehensive income for the period				
<i>Items that will not be reclassified subsequently to profit or loss</i>				
Changes in asset revaluation surplus	16	0	0	780,306
Total other comprehensive income for the period	16	0	0	780,306
Total comprehensive income for the period		672,071	(1,443,850)	(1,428,205)

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



SHIRE OF BRUCE ROCK
STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2022

	NOTE	2022 \$	2021 \$
CURRENT ASSETS			
Cash and cash equivalents	3	2,350,273	2,994,992
Trade and other receivables	5	496,940	290,735
Other financial assets	4(a)	3,663,783	1,608,322
Inventories	6	110,382	83,792
Other assets	7	141,783	4,726
TOTAL CURRENT ASSETS		6,763,161	4,982,567
NON-CURRENT ASSETS			
Trade and other receivables	5	13,974	13,877
Other financial assets	4(b)	77,804	73,807
Property, plant and equipment	8	33,000,332	32,762,785
Infrastructure	9	55,498,859	55,620,586
Right-of-use assets	11(a)	13,787	17,789
TOTAL NON-CURRENT ASSETS		88,604,756	88,488,844
TOTAL ASSETS		95,367,917	93,471,411
CURRENT LIABILITIES			
Trade and other payables	12	930,750	395,333
Other liabilities	13	1,251,597	559,967
Lease liabilities	11(b)	3,014	3,892
Borrowings	14	26,185	29,378
Employee related provisions	15	431,533	415,204
TOTAL CURRENT LIABILITIES		2,643,079	1,403,774
NON-CURRENT LIABILITIES			
Lease liabilities	11(b)	11,486	14,500
Borrowings	14	194,596	217,203
Employee related provisions	15	57,303	46,552
TOTAL NON-CURRENT LIABILITIES		263,385	278,255
TOTAL LIABILITIES		2,906,464	1,682,029
NET ASSETS		92,461,453	91,789,382
EQUITY			
Retained surplus		27,052,587	26,435,977
Reserve accounts	28	1,663,785	1,608,324
Revaluation surplus	16	63,745,081	63,745,081
TOTAL EQUITY		92,461,453	91,789,382

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



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

	NOTE	RETAINED SURPLUS \$	RESERVE ACCOUNTS \$	REVALUATION SURPLUS \$	TOTAL EQUITY \$
Balance as at 1 July 2020		28,921,149	1,331,663	62,964,775	93,217,587
Change in accounting policy		0	0	0	0
Correction of error		0	0	0	0
Restated balance at the beginning of the financial year		28,921,149	1,331,663	62,964,775	93,217,587
Comprehensive income for the period					
Net result for the period		(2,208,511)	0	0	(2,208,511)
Other comprehensive income for the period	16	0	0	780,306	780,306
Total comprehensive income for the period		(2,208,511)	0	780,306	(1,428,205)
Transfers from reserves	28	18,368	(18,368)	0	0
Transfers to reserves	28	(295,029)	295,029	0	0
Balance as at 30 June 2021		26,435,977	1,608,324	63,745,081	91,789,382
Comprehensive income for the period					
Net result for the period		672,071	0	0	672,071
Total comprehensive income for the period		672,071	0	0	672,071
Transfers from reserves	28	11,211	(11,211)	0	0
Transfers to reserves	28	(66,674)	66,674	0	0
Balance as at 30 June 2022		27,052,587	1,663,785	63,745,081	92,461,453

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



SHIRE OF BRUCE ROCK
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2022

	NOTE	2022 Actual \$	2022 Budget \$	2021 Actual \$
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts				
Rates		1,651,736	1,632,976	1,578,068
Operating grants, subsidies and contributions		4,409,620	1,655,388	3,673,157
Fees and charges		2,180,088	1,996,391	1,985,517
Interest received		23,131	27,167	20,200
Other revenue		40,884	44,500	241,070
		8,305,459	5,356,422	7,498,012
Payments				
Employee costs		(2,614,319)	(2,773,801)	(2,431,259)
Materials and contracts		(2,598,141)	(3,366,290)	(2,621,349)
Utility charges		(283,660)	(268,670)	(269,192)
Finance costs		(5,840)	(4,238)	(5,930)
Insurance paid		(209,671)	(207,200)	(261,498)
Goods and services tax paid		12,276	0	(67,969)
Other expenditure		(149,195)	(180,073)	(147,253)
		(5,848,550)	(6,800,272)	(5,804,450)
Net cash provided by (used in) operating activities	17(b)	2,456,909	(1,443,850)	1,693,562
CASH FLOWS FROM INVESTING ACTIVITIES				
Payments for purchase of property, plant & equipment	8(a)	(1,466,221)	(3,701,030)	(622,081)
Payments for construction of infrastructure	9(a)	(2,539,618)	(3,229,736)	(1,277,317)
Non-operating grants, subsidies and contributions		2,660,294	4,199,571	1,149,645
Proceeds from financial assets at amortised cost		(2,055,461)	0	0
Proceeds from financial assets at fair values through other comprehensive income		0	0	(276,661)
Proceeds from financial assets at fair values through profit and loss		(3,997)	0	(2,586)
Net payments for financial assets at amortised cost		0	413,993	0
Proceeds from sale of property, plant & equipment	10(b)	333,066	295,750	290,372
Net cash provided by (used in) investing activities		(3,071,937)	(2,021,452)	(738,628)
CASH FLOWS FROM FINANCING ACTIVITIES				
Repayment of borrowings	27(a)	(25,799)	(25,799)	(25,419)
Payments for principal portion of lease liabilities	27(c)	(3,892)	(3,891)	(3,763)
Proceeds from new borrowings	27(a)	0	500,000	0
Net cash provided by (used in) financing activities		(29,691)	470,310	(29,182)
Net increase (decrease) in cash held		(644,719)	(2,994,992)	925,752
Cash at beginning of year		2,994,992	2,994,992	2,069,240
Cash and cash equivalents at the end of the year	17(a)	2,350,273	0	2,994,992

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



SHIRE OF BRUCE ROCK
RATE SETTING STATEMENT
FOR THE YEAR ENDED 30 JUNE 2022

	NOTE	2022 Actual \$	2022 Budget \$	2021 Actual \$
NET CURRENT ASSETS - At start of financial year - surplus/(deficit)	26(b)	2,120,113	2,659,712	1,810,024
OPERATING ACTIVITIES				
Revenue from operating activities (excluding general rate)				
Rates (excluding general rate)	25(b)	16,068	16,068	15,450
Operating grants, subsidies and contributions		3,977,691	1,655,388	3,090,631
Fees and charges		2,155,306	1,996,391	1,937,575
Interest earnings		23,131	27,167	20,200
Other revenue		40,884	44,500	241,070
Profit on asset disposals	10(b)	38,105	29,000	1,731
		6,251,185	3,768,514	5,306,657
Expenditure from operating activities				
Employee costs		(2,625,349)	(2,634,818)	(2,608,303)
Materials and contracts		(2,985,301)	(3,031,010)	(2,481,247)
Utility charges		(283,660)	(268,670)	(269,192)
Depreciation		(3,433,872)	(4,619,584)	(4,298,757)
Finance costs		(5,840)	(4,238)	(5,993)
Insurance		(209,671)	(207,200)	(261,498)
Other expenditure		(149,195)	(180,073)	(148,766)
Loss on asset disposals	10(b)	(165,190)	(83,250)	(137,064)
		(9,858,078)	(11,028,843)	(10,210,820)
Non-cash amounts excluded from operating activities	26(a)	3,568,955	4,673,834	4,434,979
Amount attributable to operating activities		(37,938)	(2,586,495)	(469,184)
INVESTING ACTIVITIES				
Non-operating grants, subsidies and contributions		2,660,294	4,199,571	1,149,645
Proceeds from disposal of assets	10(b)	333,066	295,750	290,372
Purchase of property, plant and equipment	8(a)	(1,466,221)	(3,701,030)	(622,081)
Purchase and construction of infrastructure	9(a)	(2,539,618)	(3,368,719)	(1,277,317)
		(1,012,479)	(2,574,428)	(459,381)
FINANCING ACTIVITIES				
Repayment of borrowings	27(a)	(25,799)	(25,799)	(25,419)
Proceeds from borrowings	27(a)	0	500,000	0
Payments for principal portion of lease liabilities	27(c)	(3,892)	(3,891)	(3,763)
Transfers to reserves (restricted assets)	28	(66,674)	(75,042)	(295,029)
Transfers from reserves (restricted assets)	28	11,211	489,035	18,368
Amount attributable to financing activities		(85,154)	884,303	(305,843)
Surplus/(deficit) before imposition of general rates		984,542	(1,616,908)	575,616
Total amount raised from general rates	25(a)	1,618,670	1,616,908	1,544,497
Surplus/(deficit) after imposition of general rates	26(b)	2,603,212	0	2,120,113

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

SHIRE OF BRUCE ROCK
FOR THE YEAR ENDED 30 JUNE 2022
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SHIRE OF BRUCE ROCK
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 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 29 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.
- estimation uncertainties made in relation to lease accounting

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

2. REVENUE AND EXPENSES

(a) Revenue

Contracts with customers

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

Revenue Category	Nature of goods and services	When obligations typically satisfied	Payment terms	Returns/Refunds/Warranties	Timing of revenue recognition
Rates	General Rates	Over time	Payment dates adopted by Council during the year	None	When rates notice is issued
Grant contracts with customers	Community events, minor facilities, research, design, planning evaluation and services	Over time	Fixed terms transfer of funds based on agreed milestones and reporting	Contract obligation if project not complete	Output method based on project milestones and/or completion date matched to performance obligations as inputs are shared
Grants, subsidies or contributions for the construction of non-financial assets	Construction or acquisition of recognisable non-financial assets to be controlled by the local government	Over time	Fixed terms transfer of funds based on agreed milestones and reporting	Contract obligation if project not complete	Output method based on project milestones and/or completion date matched to performance obligations as inputs are shared
Grants with no contract commitments	General appropriations and contributions with no reciprocal commitment	No obligations	Not applicable	Not applicable	When assets are controlled
Licences/ Registrations/ Approvals	Building, planning, development and animal management, having the same nature as a licence regardless of naming.	Single point in time	Full payment prior to issue	None	On payment and issue of the licence, registration or approval
Pool inspections	Compliance safety check	Single point in time	Equal proportion based on an equal annually fee	None	After inspection complete based on a 4 year cycle
Other inspections	Regulatory Food, Health and Safety	Single point in time	Full payment prior to inspection	None	Revenue recognised after inspection event occurs
Waste management collections	Kerbside collection service	Over time	Payment on an annual basis in advance	None	Output method based on regular weekly and fortnightly period as proportionate to collection service
Waste management entry fees	Waste treatment, recycling and disposal service at disposal sites	Single point in time	Payment in advance at gate or on normal trading terms if credit provided	None	On entry to facility
Property hire and entry	Use of halls, rec centres and facilities	Single point in time	In full in advance	Refund if event cancelled within 7 days	On entry or at conclusion of hire
Residential & commercial property rent	Rental of residential properties, units or housing	Single point in time	Paid at least weekly or monthly in advance	Refund if tenancy cancelled within 28 days	Revenue recognised during tenancy of property
Memberships	Gym and pool membership	Over time	Payment in full in advance	Refund for unused portion on application	When membership paid for
Fees and charges for other goods and services	Cemetery services, library fees, reinstatements and private works	Single point in time	Payment in full in advance	None	Output method based on provision of service or completion of works
Sale of stock	Supermarket and other miscellaneous stock	Single point in time	Payment in full on sale	Refund for faulty goods	Output method based on goods
Commissions	Commissions on licencing	Over time	Payment in full on sale	None	When assets are controlled
Reimbursements	Insurance claims	Single point in time	Payment in arrears for claimable event	None	When claim is agreed

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

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

2. REVENUE AND EXPENSES (Continued)

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	1,634,738	0	1,634,738
Operating grants, subsidies and contributions	3,977,691	0	0	0	3,977,691
Fees and charges	2,155,306	0	0	0	2,155,306
Interest earnings	0	0	5,535	17,596	23,131
Other revenue	0	0	0	40,884	40,884
Non-operating grants, subsidies and contributions	0	2,660,294	0	0	2,660,294
Total	6,132,997	2,660,294	1,640,273	58,480	10,492,044

For the year ended 30 June 2021

Nature or type	Contracts with customers	Capital grant/contributions	Statutory Requirements	Other	Total
	\$	\$	\$	\$	\$
Rates	0	0	1,559,947	0	1,559,947
Operating grants, subsidies and contributions	0	0	0	3,090,631	3,090,631
Fees and charges	1,937,575	0	0	0	1,937,575
Interest earnings	0	0	5,790	14,410	20,200
Other revenue	0	0	0	241,070	241,070
Non-operating grants, subsidies and contributions	0	1,149,645	0	0	1,149,645
Total	1,937,575	1,149,645	1,565,737	3,346,111	7,999,068

Note	2022 Actual	2022 Budget	2021 Actual
	\$	\$	\$
(a) Revenue (Continued)			
Interest earnings			
Interest on reserve funds	9,922	8,042	16,030
Rates instalment and penalty interest (refer Note 25(d))	5,535	11,700	5,790
Other interest earnings	7,674	11,700	(1,620)
	23,131	31,442	20,200
(b) Expenses			
Auditors remuneration			
- Audit of the Annual Financial Report	32,100	32,100	28,300
- Accrual of prior year Audit of Annual Financial Report	22,400	18,100	0
	54,500	50,200	28,300
Finance costs			
Borrowings 27(a)	3,578	3,578	3,958
Other	1,678	76	1,323
Lease liabilities 27(c)	584	584	712
	5,840	4,238	5,993
Other expenditure			
Loss allowance of trade and other receivables	24,752	0	0
Sundry expenses	124,443	(180,073)	147,256
	149,195	(180,073)	147,256

SHIRE OF BRUCE ROCK
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
Total cash and cash equivalents

Held as
- Unrestricted cash and cash equivalents

Note	2022	2021
	\$	\$
	2,350,273	2,994,992
17(a)	2,350,273	2,994,992
	2,350,273	2,994,992
	2,350,273	2,994,992

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.

Bank overdrafts are reported as short term borrowings in current liabilities in the statement of financial position.

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 and unspent loans 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 17.

4. OTHER FINANCIAL ASSETS

(a) Current assets

Financial assets at amortised cost

Other financial assets at amortised cost

Term deposits

Held as
- Unrestricted other financial assets at amortised cost
- Restricted other financial assets at amortised cost

	2022	2021
	\$	\$
	3,663,783	1,608,322
	3,663,783	1,608,322
	3,663,783	1,608,322
	3,663,783	1,608,322
17(a)	2,000,000	0
	1,663,783	1,608,322
	3,663,783	1,608,322
	77,804	73,807
	77,804	73,807
	77,804	73,807
	77,804	73,807

(b) Non-current assets

Financial assets at fair value through profit and loss

Financial assets at fair value through profit and loss

Units in Local Government House Trust

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 23 (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 21.

SHIRE OF BRUCE ROCK
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	
GST receivable	
Allowance for credit losses of trade and other receivables	21(b)
Allowance for credit losses of rates receivables	21(b)

Note	2022	2021
	\$	\$
	63,277	79,712
	407,650	147,952
	55,693	67,969
	(24,782)	0
	(4,898)	(4,898)
	496,940	290,735
	13,974	13,877
	13,974	13,877

Non-current

Pensioner's rates and ESL deferred

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 21.

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 BRUCE ROCK
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2022

6. INVENTORIES

Current

Fuel and materials
 Supermarket Stock

2022	2021
\$	\$
35,348	20,722
75,034	63,070
110,382	83,792

The following movements in inventories occurred during the year:

Balance at beginning of year

Inventories expensed during the year

Additions to inventory

Balance at end of year

83,792	82,106
(1,163,984)	(935,948)
1,190,574	937,634
110,382	83,792

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.

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

7. OTHER ASSETS

Other assets - current

Accrued income

Contract assets

2022	2021
\$	\$
10,188	4,726
131,595	0
141,783	4,726

SIGNIFICANT ACCOUNTING POLICIES

Other current assets

Other non-financial assets include accrued income which represents interest receivable on term deposits which will be received in one accounting period covering a term extending beyond that period.

Contract assets

Contract assets primarily relate to the Shire's right to grant funding not received at the end of the period where projects were completed income will be received once the funding conditions are met.

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

8. 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	Buildings	Total land and buildings	Furniture and equipment	Plant and equipment	Total property, plant and equipment
		\$	\$	\$	\$	\$	\$
Balance at 1 July 2020		1,349,120	28,073,166	29,422,286	137,477	3,880,550	33,440,313
Additions		47,216	335,116	382,332	66,428	173,321	622,081
Disposals		(66,000)	0	(66,000)	0	(359,705)	(425,705)
Revaluation increments / (decrements) transferred to revaluation surplus		138,664	641,642	780,306	0	0	780,306
Depreciation	10(a)	0	(1,416,527)	(1,416,527)	(11,262)	(226,421)	(1,654,210)
Balance at 30 June 2021		1,469,000	27,633,397	29,102,397	192,643	3,467,745	32,762,785
Comprises:							
Gross balance amount at 30 June 2021		1,469,000	27,636,199	29,105,199	203,905	3,687,860	32,996,964
Accumulated depreciation at 30 June 2021		0	(2,802)	(2,802)	(11,262)	(220,115)	(234,179)
Balance at 30 June 2021		1,469,000	27,633,397	29,102,397	192,643	3,467,745	32,762,785
Additions		0	1,028,570	1,028,570	59,835	377,816	1,466,221
Disposals		(12,000)	(242,076)	(254,076)	0	(206,074)	(460,150)
Depreciation	10(a)	0	(526,152)	(526,152)	(16,098)	(226,274)	(768,524)
Balance at 30 June 2022		1,457,000	27,893,739	29,350,739	236,380	3,413,213	33,000,332
Comprises:							
Gross balance amount at 30 June 2022		1,457,000	28,418,769	29,875,769	263,740	3,826,967	33,966,476
Accumulated depreciation at 30 June 2022		0	(525,030)	(525,030)	(27,360)	(413,754)	(966,144)
Balance at 30 June 2022		1,457,000	27,893,739	29,350,739	236,380	3,413,213	33,000,332

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

8. 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 properties/income approach using discounted cashflow methodology	Independent registered valuers	June 2021	Price per hectare/ market borrowing rate
Buildings	3	Market approach using recent observable market data for similar properties/income approach using discounted cashflow methodology	Independent registered valuers	June 2021	Construction costs (level 2) and current condition (level 3), residential 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		N/A	Cost	Not applicable	N/A
Plant and equipment		N/A	Cost	Not applicable	N/A

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

9. 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 - bridges	Other infrastructure - footpaths	Other infrastructure - drainage	Other infrastructure - other	Other infrastructure - airstrip	Other infrastructure - carparks	Total Infrastructure
		\$	\$	\$	\$	\$	\$	\$	\$
Balance at 1 July 2020		42,902,487	10,969,500	744,000	1,487,500	342,326	280,000	258,000	56,983,813
Additions		750,743	271,735	10,432	160,023	3,180	0	81,204	1,277,317
Depreciation	10(a)	(2,208,338)	(237,211)	(24,022)	(32,862)	(36,108)	(93,333)	(8,670)	(2,640,544)
Balance at 30 June 2021		41,444,892	11,004,024	730,410	1,614,661	309,398	186,667	330,534	55,620,586
Comprises:									
Gross balance at 30 June 2021		45,843,648	11,241,235	754,432	1,647,523	349,095	280,000	339,204	60,455,137
Accumulated depreciation at 30 June 2021		(4,398,756)	(237,211)	(24,022)	(32,862)	(39,697)	(93,333)	(8,670)	(4,834,551)
Balance at 30 June 2021		41,444,892	11,004,024	730,410	1,614,661	309,398	186,667	330,534	55,620,586
Additions		2,084,604	85,255	30,923	114,891	65,653	134,419	23,873	2,539,618
Depreciation	10(a)	(2,219,282)	(243,051)	(24,304)	(38,103)	(32,978)	(93,333)	(10,294)	(2,661,345)
Balance at 30 June 2022		41,310,214	10,846,228	737,029	1,691,449	342,073	227,753	344,113	55,498,859
Comprises:									
Gross balance at 30 June 2022		47,928,253	11,326,491	785,356	1,762,413	414,749	414,419	363,077	62,994,758
Accumulated depreciation at 30 June 2022		(6,618,039)	(480,263)	(48,327)	(70,964)	(72,676)	(186,666)	(18,964)	(7,495,899)
Balance at 30 June 2022		41,310,214	10,846,228	737,029	1,691,449	342,073	227,753	344,113	55,498,859

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

9. 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	Independent valuation	June 2019	Construction costs (level 2) and current condition (level 3), residual values and remaining useful life assessments (level 3) inputs
Other infrastructure - bridges	3	Cost approach using depreciated replacement cost	Independent valuation	June 2020	Construction costs (level 2) and current condition (level 3), residual values and remaining useful life assessments (level 3) inputs
Other infrastructure - footpaths	3	Cost approach using depreciated replacement cost	Independent valuation	June 2020	Construction costs (level 2) and current condition (level 3), residual values and remaining useful life assessments (level 3) inputs
Other infrastructure - drainage	3	Cost approach using depreciated replacement cost	Independent valuation	June 2020	Construction costs (level 2) and current condition (level 3), residual values and remaining useful life assessments (level 3) inputs
Other infrastructure - other	3	Cost approach using depreciated replacement cost	Independent valuation	June 2020	Construction costs (level 2) and current condition (level 3), residual values and remaining useful life assessments (level 3) inputs
Other infrastructure - airstrip	3	Cost approach using depreciated replacement cost	Independent valuation	June 2020	Construction costs (level 2) and current condition (level 3), residual values and remaining useful life assessments (level 3) inputs
Other infrastructure - carparks	3	Cost approach using depreciated replacement cost	Independent valuation	June 2020	Construction costs (level 2) and current condition (level 3), 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 BRUCE ROCK
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2022

10. FIXED ASSETS

(a) Depreciation

	Note	2022 Actual \$	2022 Budget \$	2021 Actual \$
Buildings	8(a)	526,152	1,404,322	1,416,527
Furniture and equipment	8(a)	16,098	11,262	11,262
Plant and equipment	8(a)	226,274	200,000	226,421
Infrastructure - roads	9(a)	2,219,282	3,000,000	2,208,338
Other infrastructure - bridges	9(a)	243,051	0	237,211
Other infrastructure - footpaths	9(a)	24,304	0	24,022
Other infrastructure - drainage	9(a)	38,103	0	32,862
Other infrastructure - other	9(a)	32,978	0	36,108
Other infrastructure - airstrip	9(a)	93,333	0	93,333
Other infrastructure - carparks	9(a)	10,294	0	8,670
Right-of-use assets - land	11(a)	4,003	4,000	4,003
		3,433,872	4,619,584	4,298,757

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	5 to 50 years
Furniture and equipment	4 to 20 years
Plant and equipment	5 to 15 years
Sealed roads and streets	
formation	not depreciated
pavement	20 to 50 years
seal	
- bituminous seals	20 to 50 years
- asphalt surfaces	20 to 50 years
Gravel roads	
formation	not depreciated
pavement	10 years
Bridges	80 years
Footpaths	30 to 65 years
Drainage	10 to 80 years
Other Infrastructure	10 to 80 years
Airstrip	5 to 50 years
Carparks	10 to 50 years
Right of use (land)	Based on the remaining lease

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

10. 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	12,000	12,000	0	0	12,000	12,000		0	66,000	37,636	0	(28,364)
Buildings	242,077	88,000	0	(154,077)	69,000	93,000	24,000	0	0	0	0	0
Plant and equipment	206,075	233,066	38,105	(11,113)	269,000	190,750	5,000	(83,250)	359,705	252,736	1,731	(108,700)
	460,152	333,066	38,105	(165,190)	350,000	295,750	29,000	(83,250)	425,705	290,372	1,731	(137,064)

The following assets were disposed of during the year.

	2022 Actual Net Book Value	2022 Actual Sale Proceeds	2022 Actual Profit	2022 Actual Loss
	\$	\$	\$	\$
Plant and Equipment				
Governance				
P3439 - BK1 CEO Vehicle	50,127	56,364	6,237	0
P3432 - BK2 - DCEO Vehicle	35,195	49,884	14,689	0
Health				
P3415 - BK51 - EHO Vehicle	17,994	14,091	0	(3,903)
Transport				
P3422 - BK02 - Utility	27,157	23,636	0	(3,521)
P3424 - BK08 - Utility	27,327	23,636	0	(3,691)
P3144 - Tipper Truck	48,276	65,455	17,179	0
Economic services				
B2013 - Demolition of Caravan				
Park Ablutions	143,912	0	0	(143,912)
B2036 - 70 Dampier St - Factory				
Unit	98,164	88,000	0	(10,163)
L1048 - 70 Dampier St - Land	12,000	12,000	0	0
	460,152	333,066	38,105	(165,190)

10. 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, infrastructure and investment properties 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, infrastructure and investment properties 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 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 BRUCE ROCK
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11. LEASES

(a) Right-of-Use Assets

Movement in the balance of each class of right-of-use asset between the beginning and the end of the current financial year.		Right-of-use assets	
Note	Right-of-use assets - land	Total	
	\$	\$	
Balance at 1 July 2020	21,793	21,793	
Depreciation	(4,003)	(4,003)	
Balance at 30 June 2021	17,790	17,790	
Depreciation	(4,003)	(4,003)	10(a)
Balance at 30 June 2022	13,787	13,787	

The following amounts were recognised in the statement of comprehensive income during the period in respect of leases where the entity is the lessee:

		2022 Actual	2021 Actual
		\$	\$
Depreciation on right-of-use assets	10(a)	(4,003)	(4,003)
Interest expense on lease liabilities	27(c)	(584)	(712)
Total amount recognised in the statement of comprehensive income		(4,587)	(4,715)

(b) Lease Liabilities

Current		3,014	3,892
Non-current		11,486	14,500
	27(c)	14,500	18,392

Secured liabilities and assets pledged as security

Lease liabilities are effectively secured, as the rights to the leased assets recognised in the financial statements revert to the lessor in the event of default.

SIGNIFICANT ACCOUNTING POLICIES

Leases

At inception of a contract, the Shire assesses if the contract contains or is a lease. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

At the commencement date, a right-of-use asset is recognised at cost and lease liability at the present value of the lease payments that are not paid at that date. The lease payments are discounted using the interest rate implicit in the lease, if that rate can be readily determined. If that rate cannot be readily determined, the Shire uses its incremental borrowing rate.

All contracts that are classified as short-term leases (i.e. a lease with a term of 12 months or less) and leases of low value assets are recognised as an operating expense on a straight-line basis over the term of the lease.

Details of individual lease liabilities required by regulations are provided at Note 27(c).

Right-of-use assets - valuation measurement

Right-of-use assets are measured at cost. This means that all right-of-use assets (other than vested improvements) under zero cost concessionary leases are measured at zero cost (i.e. not included in the Statement of Financial Position). The exception is vested improvements on concessionary land leases such as roads, buildings or other infrastructure which are reported at fair value.

Refer to Note 10 under revaluation for details on the significant accounting policies applying to vested improvements.

Right-of-use assets - depreciation

Right-of-use assets are depreciated over the lease term or useful life of the underlying asset, whichever is the shorter. Where a lease transfers ownership of the underlying asset, or the cost of the right-of-use asset reflects that the Shire anticipates to exercise a purchase option, the specific asset is amortised over the useful life of the underlying asset.

SHIRE OF BRUCE ROCK
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11. LEASES (Continued)

(c) Lessor - Property, Plant and Equipment Subject to Lease

The table below represents a maturity analysis of the undiscounted lease payments to be received after the reporting date.

Less than 1 year

1 to 2 years

2 to 3 years

3 to 4 years

4 to 5 years

> 5 years

2022 Actual	2021 Actual
\$	\$
61,570	77,480
58,240	61,570
58,240	58,240
38,240	58,240
37,440	38,240
87,120	124,560
340,850	418,330
77,363	77,586

Amounts recognised in profit or loss for Property, Plant and Equipment Subject to Lease

Rental income

Residential properties are leased to GROH (Government Regional Officers Housing) under long-term leases with rentals payable monthly. Minimum lease payments receivable on leases of residential properties are detailed above.

SIGNIFICANT ACCOUNTING POLICIES

The Shire as Lessor

Upon entering into each contract as a lessor, the Shire assesses if the lease is a finance or operating lease.

The contract is classified as a finance lease when the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee. All other leases not within this definition are classified as operating leases. Rental income received from operating leases is recognised on a straight-line basis over the term of the specific lease.

Initial direct costs incurred in entering into an operating lease (e.g. legal cost, cost to setup) are included in the carrying amount of the leased asset and recognised as an expense on a straight-line basis over the lease term.

When a contract is determined to include lease and non-lease components, the Shire applies AASB 15 to allocate the consideration under the contract to each component.

SHIRE OF BRUCE ROCK
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12. TRADE AND OTHER PAYABLES

Current

Sundry creditors
Prepaid rates
Accrued payroll liabilities
ATO liabilities
Bonds and deposits held
Accrued interest on loans
Other payables - Accrued expenses

2022	2021
\$	\$
526,090	220,361
14,645	13,985
94,187	102,217
46,877	54,897
2,684	3,264
545	609
245,722	0
930,750	395,333

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 BRUCE ROCK
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2022

13. OTHER LIABILITIES

Current

Capital grant/contributions 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

	2022	2021
	\$	\$
	1,251,597	559,967
	1,251,597	559,967
	559,967	0
	1,251,597	559,967
	(559,967)	0
	1,251,597	559,967

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 23(i)) due to the unobservable inputs, including own credit risk.

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

14. BORROWINGS

	Note	2022			2021		
		Current	Non-current	Total	Current	Non-current	Total
Secured		\$	\$	\$	\$	\$	\$
Debentures		26,185	194,596	220,781	29,378	217,203	246,581
Total secured borrowings	27(a)	26,185	194,596	220,781	29,378	217,203	246,581

SIGNIFICANT ACCOUNTING POLICIES

Borrowing costs

Borrowing costs are recognised as an expense when incurred except where they are directly attributable to the acquisition, construction or production of a qualifying asset. Where this is the case, they are capitalised as part of the cost of the particular asset until such time as the asset is substantially ready for its intended use or sale.

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

Borrowings fair values are based on discounted cash flows using a current borrowing rate. They are classified as level 3 fair values in the fair value hierarchy (see Note 23(i)) due to the unobservable inputs, including own credit risk.

Risk

Information regarding exposure to risk can be found at Note 21.

Details of individual borrowings required by regulations are provided at Note 27(a).

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

15. 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	249,425	220,529
Long Service Leave	182,108	194,675
	431,533	415,204
Long Service Leave	57,303	46,552
	57,303	46,552
	488,836	461,756

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	431,533	415,204
More than 12 months from reporting date	57,303	46,552
	488,836	461,756

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 BRUCE ROCK
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2022

16. REVALUATION SURPLUS

	2022 Opening Balance	Total Movement on Revaluation	2022 Closing Balance	2021 Opening Balance	2021 Revaluation Increment	Total Movement on Revaluation	2021 Closing Balance
	\$	\$	\$	\$	\$	\$	\$
Revaluation surplus - Land	1,410,930	0	1,410,930	1,272,266	138,664	138,664	1,410,930
Revaluation surplus - Buildings	23,000,386	0	23,000,386	22,358,744	641,642	641,642	23,000,386
Revaluation surplus - Furniture and equipment	84,064	0	84,064	84,064	0	0	84,064
Revaluation surplus - Plant and equipment	1,057,395	0	1,057,395	1,057,395	0	0	1,057,395
Revaluation surplus - Infrastructure - roads	25,637,680	0	25,637,680	25,637,680	0	0	25,637,680
Revaluation surplus - Other infrastructure - bridges	10,512,101	0	10,512,101	10,512,101	0	0	10,512,101
Revaluation surplus - Other infrastructure - footpaths	248,629	0	248,629	248,629	0	0	248,629
Revaluation surplus - Other infrastructure - drainage	1,516,982	0	1,516,982	1,516,982	0	0	1,516,982
Revaluation surplus - Other infrastructure - other	20,881	0	20,881	20,881	0	0	20,881
Revaluation surplus - Other infrastructure - carparks	256,033	0	256,033	256,033	0	0	256,033
	63,745,081	0	63,745,081	62,964,775	780,306	780,306	63,745,081

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 BRUCE ROCK
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2022

17. 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 \$	2021 Actual \$
Cash and cash equivalents	3	2,350,273	2,994,992
Restrictions			
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:			
- Financial assets at amortised cost	4	1,663,781	1,608,322
		1,663,783	1,608,322
The restricted financial assets are a result of the following specific purposes to which the assets may be used:			
Restricted reserve accounts	28	1,663,781	1,608,322
Total restricted financial assets		1,663,781	1,608,322

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

Net result	672,071	(2,208,511)
Non-cash items:		
Depreciation/amortisation	3,433,872	4,298,757
(Profit)/loss on sale of asset	127,085	135,333
Changes in assets and liabilities:		
(Increase)/decrease in trade and other receivables	(206,305)	(53,521)
(Increase)/decrease in other assets	(137,057)	3,958
(Increase)/decrease in inventories	(26,590)	(1,686)
Increase/(decrease) in trade and other payables	535,417	(49,188)
Increase/(decrease) in employee related provisions	27,080	83,890
Increase/(decrease) in other liabilities	691,630	559,970
Increase/(decrease) in contract assets	0	74,205
Non-operating grants, subsidies and contributions	(2,660,294)	(1,149,645)
Net cash provided by/(used in) operating activities	2,456,909	1,693,562

(c) Undrawn Borrowing Facilities

Credit Standby Arrangements

Bank guarantee (Cash backed)	50,000	50,000
Credit card limit	5,000	5,000
Credit card balance at balance date	(136)	(1,232)
Total amount of credit unused	54,864	53,768

Loan facilities

Loan facilities - current	26,185	29,378
Loan facilities - non-current	194,596	217,203
Total facilities in use at balance date	220,781	246,581

Unused loan facilities at balance date

NIL

NIL

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

18. CONTINGENT LIABILITIES

The Shire has identified the following sites, in relation to land owned, vested or leased, that is known to be, or is suspected of being contaminated.

i. Belka - Reserve 20196 (Lot 25322 on Plan 154374) and corresponding Road Reserve

As per Department of Water and Environment Regulation (DWER), notification these sites were contaminated and have been remediated such that is suitable for the current land use, but may not be suitable for a more sensitive land use. Therefore, DWER has classified these sites as 'remediated for restricted use'.

ii. Shackleton - Lot 424 - Old Rubbish Tip Site

As per DWER notification, the site was historically used as a rubbish disposal facility for an unknown period of time. This is a land use that has the potential to cause contamination.

As the site has not been investigated, a comment cannot be made on the suitability of the site as a whole for any land use. The site is classified by DWER as 'possibly contaminated - investigation required'. However DWER have confirmed that investigation is only required if the land is to be sold, exit the site or development for a more sensitive land use.

19. CAPITAL COMMITMENTS

	2022	2021
	\$	\$
Contracted for:		
- capital expenditure projects	4,977,302	3,347,560
- plant & equipment purchases	215,000	215,000
	5,192,302	3,562,560
Payable:		
- not later than one year	5,192,302	3,562,560

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

20. RELATED PARTY TRANSACTIONS

(a) Elected Member Remuneration

Note	2022 Actual \$	2021 Actual \$	
	14,140	14,140	
	7,427	7,189	
	505	500	
	1,489	1,280	
	23,561	23,109	
	0	3,535	
	0	2,130	
	1,515	505	
	0	213	
	1,515	6,383	
	0	1,515	
	0	1,515	
	0	1,515	
	0	1,515	
	1,138	1,776	
	505	1,010	
	1,643	2,786	
	1,184	1,413	
	505	505	
	1,689	1,918	
	1,323	0	
	505	0	
	1,828	0	
	30,236	37,226	
	2022 Actual \$	2022 Budget \$	2021 Actual \$
	14,140	14,140	14,140
	0	3,535	3,535
	11,072	15,000	12,508
	3,535	5,000	5,550
	1,489	1,500	1,493
20(b)	30,236	39,175	37,226

(b) Key Management Personnel (KMP) Compensation

	2022 Actual \$	2021 Actual \$
The total of compensation paid to KMP of the Shire during the year are as follows:		
Short-term employee benefits	620,104	586,591
Post-employment benefits	76,187	71,977
Employee - other long-term benefits	18,450	11,267
Council member costs	<u>30,236</u>	<u>37,226</u>
20(a)	<u>744,977</u>	<u>707,061</u>

Short-term employee benefits

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

Post-employment benefits

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

Other long-term benefits

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

Council member costs

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

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

20. 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:

	2022 Actual	2021 Actual
	\$	\$
Sale of goods and services	40,953	39,883
Purchase of goods and services	265,124	152,321
Short term employee benefits - other related parties	170,644	151,094
Amounts outstanding from related parties:		
Trade and other receivables	50	112
Amounts payable to related parties:		
Trade and other payables	12,873	13,369

(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 BRUCE ROCK
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2022

21. 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
Market risk - interest rates	Long term borrowings at variable rates	Sensitivity analysis	Utilise fixed interest rate borrowings
Credit risk	Cash and cash equivalents, trade receivables, financial assets and debt investments	Aging analysis Credit analysis	Diversification of bank deposits, credit limits. Investment policy
Liquidity risk	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 and term deposits 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
	%	\$	\$	\$	\$
2022					
Cash and cash equivalents	0.33%	2,350,273	0	2,348,073	2,200
Financial assets at amortised cost - term deposits	0.27%	3,663,783	3,663,783	0	0
2021					
Cash and cash equivalents	0.05%	2,994,992	0	2,992,792	2,200
Financial assets at amortised cost - term deposits	0.59%	1,608,322	1,608,322	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*	23,481	29,928

* 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 27(a).

SHIRE OF BRUCE ROCK
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
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21. 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
30 June 2022						
Rates receivable						
Expected credit loss	7.74%	7.74%	7.74%	7.74%		
Gross carrying amount	361	8,721	14,155	40,040	63,277	
Loss allowance	28	675	1,096	3,099	4,898	5
30 June 2021						
Rates receivable						
Expected credit loss	6.14%	6.14%	6.14%	6.14%		
Gross carrying amount	6,863	21,745	19,939	31,166	79,713	
Loss allowance	422	1,336	1,225	1,915	4,898	5

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

	Less than 30 days past due	More than 30 days past due	More than 60 days past due	More than 90 days past due	Total	
30 June 2022						
Trade and other receivables						
Expected credit loss	6.08%	6.08%	6.08%	6.08%		
Gross carrying amount	386,570	7,418	748	12,914	407,650	
Loss allowance	23,501	451	45	785	24,782	5
30 June 2021						
Trade and other receivables						
Expected credit loss	0.00%	0.00%	0.00%	0.00%		
Gross carrying amount	84,998	62,323	22	609	147,952	
Loss allowance	0	0	0	0	0	5

SHIRE OF BRUCE ROCK
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FOR THE YEAR ENDED 30 JUNE 2022

21. FINANCIAL RISK MANAGEMENT (Continued)

(b) Credit risk

The loss allowances for trade receivables as at 30 June reconcile to the opening loss allowances as follows:

	Rates receivable		Trade and other receivables	
	2022	2021	2022	2021
	Actual	Actual	Actual	Actual
	\$	\$	\$	\$
Opening loss allowance as at 1 July	4,898	4,898	0	0
Increase in loss allowance recognised in profit or loss during the year	0	0	24,782	0
Receivables written off during the year as uncollectible	790	7,585	0	26,606
Unused amount reversed	(790)	(7,585)	0	(26,606)
Closing loss allowance at 30 June	4,898	4,898	24,782	0

Trade receivables and contract assets are written off where there is no reasonable expectation of recovery. Indicators that there is no reasonable expectation of recovery include, amongst others, the failure of a debtor to engage in a repayment plan with the Shire, and a failure to make contractual payments for a period of greater than 120 days past due.

Impairment losses on trade receivables and contract assets are presented as net impairment losses within operating profit. Subsequent recoveries of amounts previously written off are credited against the same line item.

SHIRE OF BRUCE ROCK
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
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21. FINANCIAL RISK MANAGEMENT (Continued)

(c) Liquidity risk

Payables and borrowings

Payables and borrowings are both 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 17(c).

The contractual undiscounted cash flows of the Shire's payables and borrowings 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
2022	\$	\$	\$	\$	\$
Trade and other payables	883,873	0	0	883,873	883,873
Borrowings	29,378	117,511	88,133	235,022	220,781
Lease liabilities	3,516	11,532	0	15,048	14,500
	916,767	129,043	88,133	1,133,943	1,119,154

2021

Trade and other payables	340,436	0	0	340,436	340,436
Borrowings	29,378	117,511	117,510	264,399	246,581
Lease liabilities	4,587	15,725	2,183	22,495	18,392
	374,401	133,236	119,693	627,330	605,409

SHIRE OF BRUCE ROCK
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FOR THE YEAR ENDED 30 JUNE 2022

22. EVENTS OCCURRING AFTER THE END OF THE REPORTING PERIOD

There were no subsequent events that occurred after the end of the reporting period and no contingent liabilities related to the financial year ended 30 June 2022.

23. 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.

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

24. FUNCTION AND ACTIVITY

(a) Service objectives and descriptions

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

Objective	Description
Governance 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.
General purpose funding To collect revenue to allow for the provision of services.	Rates, general purpose government grants and interest revenue.
Law, order, public safety 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.
Health 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. Management of Medical Centre which includes Dentist Surgery, Counsellor and provision for visiting medical practioners.
Education and welfare To provide services to disadvantaged persons, the elderly, children and youth.	Maintenance of daycare centre, playgroup centre, Men's Shed and senior citizen centre.
Housing To provide and maintain elderly residents housing.	Provision and maintenance of elderly residents housing, young singles units, community housing and employee housing.
Community amenities To provide services required by the community.	Rubbish collection services, operation of rubbish disposal site, litter control and cemetery.
Recreation and culture To establish and effectively manage infrastructure and resource which will help the social well being of 'the community.	Maintenance of public halls, civic centres, aquatic centre, recreation centres and various sporting facilities. Provision and maintenance of parks, gardens and playgrounds. Operation of library, museum and other cultural facilities.
Transport To provide safe, effective and efficient transport services to the community.	Construction and maintenance of roads, airstrip, streets, footpaths, depot, cycle ways and traffic control. Cleaning of streets and maintenance of street trees, street lighting etc.
Economic services To help promote the Shire and its economic wellbeing.	Provision of tourism promotion through caravan park and camping ground, provision of community bus, assistance with Vietnam Veterans Back to the Bush Reunion, building surveyor, saleyards and water standpipes. Operation of the temporary Supermarket.
Other property and services To monitor and control Shire overheads operating accounts.	Private works operation, plant repair and operation costs and engineering operation costs.

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

24. FUNCTION AND ACTIVITY (Continued)

(b) Income and expenses

Income excluding grants, subsidies and contributions

	2022 Actual	2022 Budget	2021 Actual
	\$	\$	\$
Governance	21,243	6,340	1,115
General purpose funding	1,666,650	1,659,243	1,586,470
Law, order, public safety	3,422	3,400	2,614
Health	51,383	43,106	53,822
Education and welfare	2,744	4,550	2,514
Housing	190,288	203,200	191,680
Community amenities	150,879	152,528	157,121
Recreation and culture	58,712	56,953	240,694
Transport	17,306	0	6,018
Economic services	1,572,864	1,426,214	1,330,241
Other property and services	156,671	174,500	188,234
	3,892,162	3,730,034	3,760,523

Grants, subsidies and contributions

Governance	67,132	61,150	102,237
General purpose funding	3,348,475	1,288,999	2,569,727
Law, order, public safety	25,996	25,886	21,216
Health	534	200	8,028
Education and welfare	0	85	7,433
Housing	21,808	9,100	8,482
Community amenities	3,181	9,000	3,229
Recreation and culture	307,544	304,278	262,660
Transport	2,272,133	2,616,806	983,558
Economic services	575,844	1,525,955	253,056
Other property and services	15,338	13,500	20,650
	6,637,985	5,854,959	4,240,276

Total Income

Expenses

Governance	(801,086)	(774,986)	(734,737)
General purpose funding	(117,274)	(89,343)	(86,262)
Law, order, public safety	(170,633)	(120,640)	(112,154)
Health	(519,378)	(599,392)	(425,780)
Education and welfare	(70,554)	(132,479)	(118,691)
Housing	(295,936)	(466,242)	(428,518)
Community amenities	(307,557)	(294,424)	(263,359)
Recreation and culture	(1,306,056)	(1,675,094)	(1,922,064)
Transport	(3,852,752)	(4,789,501)	(4,001,858)
Economic services	(2,208,893)	(1,910,710)	(1,855,617)
Other property and services	(207,957)	(176,032)	(260,270)
Total expenses	(9,858,076)	(11,028,843)	(10,209,310)

Net result for the period

	672,071	(1,443,850)	(2,208,511)
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SHIRE OF BRUCE ROCK
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2022

24. FUNCTION AND ACTIVITY (Continued)

(c) Fees and Charges

	2022 Actual	2022 Budget	2021 Actual
	\$	\$	\$
Governance	4,784	1,340	1,114
General purpose funding	317	4,600	3,736
Law, order, public safety	3,421	2,900	2,614
Health	50,434	43,106	50,457
Education and welfare	2,744	4,550	2,515
Housing	190,288	197,700	191,680
Community amenities	150,878	152,528	157,120
Recreation and culture	55,198	56,953	52,631
Transport	128	0	0
Economic services	1,572,864	1,402,214	1,330,241
Other property and services	124,250	130,500	145,467
	2,155,306	1,996,391	1,937,575

(d) Total Assets

	2022 \$	2021 \$
Governance	1,220,730	203,663
Law, order, public safety	1,273,895	207,492
Health	1,624,224	126,308
Education and welfare	982,270	45,954
Housing	7,967,376	3,368,665
Community amenities	103,128	69,164
Recreation and culture	12,716,007	7,320,264
Transport	52,082,490	54,060,314
Economic services	4,276,690	2,467,472
Other property and services	142,855	181,332
Unallocated	12,978,252	25,420,783
	95,367,917	93,471,411

25. RATING INFORMATION

RATE TYPEDiscounts on general rates (Refer note 25(c))

Total amount raised from general rates

(b) Rates (excluding general rates)

Ex-gratia Rates

CBH Grain Storage Facilities

Total amount raised from rates (excluding general rates)

(c) Total Rates

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

25. RATING INFORMATION (Continued)

(c) Discounts, Incentives, Concessions, & Write-offs

Rates Discounts

Rate or Fee Discount Granted	Type	Discount %	Discount \$	2022 Actual \$	2022 Budget \$	2021 Actual \$	Circumstances in which Discount is Granted
Discount for Early Payment of Rates	Rate	3.00%	N/A	42,285	42,000	41,119	A discount of 3% of the current rates levied (excluding service charges) was offered to rate payers who made payment of the full amount owing, including arrears and service charges on or before the 6th October 2021 or 35 days after the date of service appearing on the rates notice, whichever was the later.
				42,285	42,000	41,119	

Waivers or Concessions

Rate or Fee and Charge to which the Waiver or Concession is Granted	Type	Waiver/ Concession	Discount %	Discount \$	2022 Actual \$	2022 Budget \$	2021 Actual \$
Rubbish Charge - Pensioner	Fee and charge	Concession	50.00%		15,647	12,453	16,568
Rubbish Charge - Senior	Fee and charge	Concession	25.00%		0	3,076	0
Recycling Charge - Pensioner	Fee and charge	Concession	50.00%		5,809	4,621	6,236
Recycling Charge - Senior	Fee and charge	Concession	25.00%		0	1,141	0
					21,456	21,291	22,804
Total discounts/concessions (Note 25)					63,741	63,291	63,923

Rate or Fee and Charge to which the Waiver or Concession is Granted	Circumstances in which the Waiver or Concession is Granted and to whom it was available	Objects of the Waiver or Concession	Reasons for the Waiver or Concession
Rubbish Charge	Rate payer must be registered as a pensioner, concession card holder or senior under the Rates & Charges (Rebates & Deferments) Act 1992.	Discount of 50% applicable for pensioners and 25% applicable for seniors for rubbish charge.	Reduction in service charge if registered as a pensioner, senior, concession cardholder.
Recycling Charge	Rate payer must be registered as a pensioner, concession card holder or senior under the Rates & Charges (Rebates & Deferments) Act 1992.	Discount of 50% applicable for pensioners and 25% applicable for seniors for rubbish charge.	Reduction in service charge if registered as a pensioner, senior, concession cardholder.

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

25. RATING INFORMATION (Continued)

(d) Interest Charges & Instalments

Instalment Options	Date Due	Instalment Plan Admin Charge	Instalment Plan Interest Rate	Unpaid Rates Interest Rate
		\$	%	%
Option One				
Single full payment	6/10/2021	N/A	N/A	7.00%
Option Two				
First instalment	6/10/2021	N/A	0.00%	7.00%
Second instalment	8/12/2021	10.70	5.50%	7.00%
Option Three				
First instalment	6/10/2021	N/A	0.00%	7.00%
Second instalment	8/12/2021	10.70	5.50%	7.00%
Third instalment	9/02/2022	10.70	5.50%	7.00%
Fourth instalment	13/04/2022	10.70	5.50%	7.00%

	2022 Actual	2022 Budget	2021 Actual
	\$	\$	\$
Interest on unpaid rates	4,244	10,700	5,790
Interest on instalment plan	1,291	1,000	0
Charges on instalment plan	1,776	1,600	0
	7,311	13,300	5,790

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

26. RATE SETTING STATEMENT INFORMATION

		2021/22 (30 June 2022 Carried Forward)	2020/21 (30 June 2021 Carried Forward)
	Note	\$	\$
(a) Non-cash amounts excluded from operating activities			
The following non-cash revenue or expenditure has been excluded from amounts attributable to operating activities within the Rate Setting Statement in accordance with <i>Financial Management Regulation 32</i> .			
Adjustments to operating activities			
Less: Profit on asset disposals	10(b)	(38,105)	(1,731)
Add: Loss on disposal of assets	10(b)	165,190	137,064
Add: Depreciation	10(a)	3,433,872	4,298,757
Non-cash movements in non-current assets and liabilities:			
Financial assets at amortised cost		(2,656)	0
Pensioner deferred rates		(97)	(1,124)
Employee benefit provisions		10,751	2,013
Non-cash amounts excluded from operating activities		3,568,955	4,434,979
(b) Surplus/(deficit) after imposition of general rates			
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.			
Adjustments to net current assets			
Less: Reserve accounts	28	(1,663,783)	(1,608,324)
Add: Current liabilities not expected to be cleared at end of year			
- Current portion of borrowings	14	26,185	29,378
- Current portion of lease liabilities	11(b)	3,014	3,892
- Employee benefit provisions		117,714	116,374
Total adjustments to net current assets		(1,516,870)	(1,458,680)
Net current assets used in the Rate Setting Statement			
Total current assets		6,763,161	4,982,567
Less: Total current liabilities		(2,643,079)	(1,403,774)
Less: Total adjustments to net current assets		(1,516,870)	(1,458,680)
Net current assets used in the Rate Setting Statement		2,603,212	2,120,113

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

27. BORROWING AND LEASE LIABILITIES

(a) Borrowings

Purpose	Note	Actual				Budget			
		Principal at 1 July 2020	New Loans During 2020-21	Principal Repayments During 2020-21	Principal at 30 June 2021	New Loans During 2021-22	Principal Repayments During 2021-22	Principal at 30 June 2022	Principal at 1 July 2021
44 Curlew Rd - Housing		\$ 272,000	\$ 0	\$ (25,419)	\$ 246,581	\$ 0	\$ (25,799)	\$ 220,782	\$ 246,581
Total Borrowings		272,000	0	(25,419)	246,581	0	(25,799)	220,782	246,581

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
44 Curlew Rd - Housing		Housing	3	WATC	1.49%	\$ (3,578)	\$ (3,578)	\$ (3,958)
Total						(3,578)	(3,578)	(3,958)
Total Interest Repayments	2(b)					(3,578)	(3,578)	(3,958)

(c) Lease Liabilities

Purpose	Note	Actual				Budget			
		Principal at 1 July 2020	New Leases During 2020-21	Principal Repayments During 2020-21	Principal at 30 June 2021	New Leases During 2021-22	Principal Repayments During 2021-22	Principal at 30 June 2022	Principal at 1 July 2021
PTAWA - Saleyards (50%)		9,821	0	(1,312)	8,509	0	(1,359)	7,150	11,086
PTAWA - Batching Plant (50%)		9,820	0	(1,311)	8,509	0	(1,358)	7,151	11,085
PTAWA - Yarding Sandpit		2,514	0	(1,140)	1,374	0	(1,175)	199	2,515
Total Lease Liabilities	11(b)	22,155	0	(3,763)	18,392	0	(3,892)	14,500	24,686

Lease Interest Repayments

Purpose	Note	Function and activity	Lease 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	Lease Term
PTAWA - Saleyards (50%)		Economic services	L7109	Burgess Rawson	3.60%	\$ (280)	\$ (280)	\$ (327)	10 yrs
PTAWA - Batching Plant (50%)		Other property and services	L7109	Burgess Rawson	3.60%	(279)	(279)	(326)	10 yrs
PTAWA - Yarding Sandpit		Other property and services	L7338	Burgess Rawson	3.00%	(25)	(25)	(59)	10 yrs
Total Interest Repayments	2(b)					(584)	(584)	(712)	

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

28. RESERVE ACCOUNTS

Restricted by council

	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
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
(a) Long Service Leave reserve	116,372	1,344	0	117,716	116,373	582	0	116,955	115,298	1,074	0	116,372
(b) Plant Replacement reserve	6,348	73	0	6,421	6,345	32	0	6,377	6,289	59	0	6,348
(c) Housing reserve	230,156	2,644	(6,000)	226,800	230,156	1,151	(6,000)	225,307	228,033	2,123	0	230,156
(d) Council Housing reserve	3,701	43	0	3,744	3,701	19	0	3,720	3,667	34	0	3,701
(e) Transport Infrastructure reserve	751,445	3,265	0	754,709	751,445	3,757	(260,000)	495,202	741,062	10,383	0	751,445
(f) Sports Facility Replacement reserve	118,834	11,385	(3,400)	126,819	118,833	10,594	(3,400)	126,027	97,940	20,894	0	118,834
(g) Bowls Sporting Club Facility Replacement reserve	6,646	6,021	0	12,667	6,646	6,033	0	12,679	18,420	6,226	(18,000)	6,646
(h) Cricket Sporting Club Facility Replacement reserve	21,469	6,068	(1,587)	25,950	21,470	6,107	(1,300)	26,277	15,282	6,187	0	21,469
(i) Football Sporting Club Facility Replacement reserve	4,982	7,016	0	11,998	4,983	6,025	0	11,008	4,922	60	0	4,982
(j) Hockey Sporting Club Facility Replacement reserve	24,645	6,078	0	30,723	24,646	6,123	0	30,769	18,420	6,225	0	24,645
(k) Netball Sporting Club Facility Replacement reserve	16,701	53	0	16,754	16,701	6,084	0	22,785	13,535	3,166	0	16,701
(l) Squash Sporting Facility Replacement reserve	387	751	0	1,138	388	6,002	0	6,390	383	4	0	387
(m) Tennis Sporting Facility Replacement reserve	24,636	6,078	0	30,714	24,635	6,123	0	30,758	18,410	6,226	0	24,636
(n) Supermarket Guarantee reserve	50,000	224	(224)	50,000	50,000	250	(250)	50,000	50,000	368	(368)	50,000
(o) Supermarket Reconstruction reserve	217,000	583	0	217,582	217,000	1,085	(218,085)	0	0	217,000	0	217,000
(p) Shire Hockey Turf Facility Replacement reserve	15,000	15,048	0	30,048	15,000	15,075	0	30,075	0	15,000	0	15,000
	1,608,322	66,674	(11,211)	1,663,783	1,608,322	75,042	(489,035)	1,194,329	1,331,661	295,029	(18,368)	1,608,322

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) Long Service Leave reserve	Ongoing	To be used to fund long service leave requirements for employees.
(b) Plant Replacement reserve	Ongoing	To be used to fund major plant purchases.
(c) Housing reserve	Ongoing	To be used for the construction of future joint venture housing projects.
(d) Council Housing reserve	Ongoing	To be used for the construction of housing for Council staff.
(e) Transport Infrastructure reserve	Ongoing	To be used for the road infrastructure network within the Shire.
(f) Sports Facility Replacement reserve	Ongoing	To be used towards the replacement of sporting playing surfaces and facilities within the Shire.
(g) Bowls Sporting Club Facility Replacement reserve	Ongoing	To be used for the Bruce Rock Bowls Club's contribution to upgrade or replacement of facilities at the Bruce Rock Recreation Centre.
(h) Cricket Sporting Club Facility Replacement reserve	Ongoing	To be used for the Bruce Rock Shackleton Ardath Cricket Club's contribution to upgrade or replacement of facilities at the Bruce Rock Recreation Centre.
(i) Football Sporting Club Facility Replacement reserve	Ongoing	To be used for the Bruce Rock Football Club's contribution to upgrade or replacement of facilities at the Bruce Rock Recreation Centre.
(j) Hockey Sporting Club Facility Replacement reserve	Ongoing	To be used for the Bruce Rock Hockey Club's contribution to upgrade or replacement of facilities at the Bruce Rock Recreation Centre.
(k) Netball Sporting Club Facility Replacement reserve	Ongoing	To be used for the Bruce Rock Netball Club's contribution to upgrade or replacement of facilities at the Bruce Rock Recreation Centre.
(l) Squash Sporting Facility Replacement reserve	Ongoing	To be used for the Bruce Rock Squash Club's contribution to upgrade or replacement of facilities at the Bruce Rock Recreation Centre.
(m) Tennis Sporting Facility Replacement reserve	Ongoing	To be used for the Bruce Rock Tennis Club's contribution to upgrade or replacement of facilities at the Bruce Rock Recreation Centre.
(n) Supermarket Guarantee reserve	Ongoing	To be used as a bank security guarantee for a trading account with Metcash Trading Ltd to purchase
(o) Supermarket Reconstruction reserve	Ongoing	To be used for the reconstruction of the supermarket.
(p) Shire Hockey Turf Facility Replacement reserve	Ongoing	To be used towards the replacement of the Hockey Turf at the Bruce Rock Recreation Centre.

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

29. 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:

	1 July 2021	Amounts Received	Amounts Paid	30 June 2022
	\$	\$	\$	\$
Factory Unit Bonds	2,590	493	(588)	2,495
Vietnam Veterans	7,541	0	0	7,541
Wheatbelt Women	7,339	0	(7,339)	0
Nomination Deposits	0	400	(400)	0
Hall Hire Bonds	0	200	(200)	0
	17,470	1,093	(8,527)	10,036