

**INDEPENDENT AUDITOR'S REPORT  
TO THE ELECTORS OF THE SHIRE OF BROOMEHILL-TAMBELLUP**

***Opinion***

We have audited the accompanying financial report of the Shire of Broomehill-Tambellup, which comprises the statement of financial position as at 30 June 2017, statement of comprehensive income by nature or type, statement of comprehensive income by program, statement of changes in equity, statement of cash flows and the rate setting statement for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information and the statement by Chief Executive Officer.

In our opinion the financial report of the Shire of Broomehill-Tambellup is in accordance with the Local Government Act 1995 and the Local Government (Financial Management) Regulations 1996, including:

- (a) giving a true and fair view of the Shire's financial position as at 30 June 2017 and of its financial performance and its cash flows for the year ended on that date; and
- (b) complying with Australian Accounting Standards (including the Australian Accounting Interpretations).

***Basis for Opinion***

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the Auditor's Responsibility for the Audit of the Financial Report section of our report. We are independent of the Shire in accordance with the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (the "Code")* that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

***Report on Other Legal and Regulatory Requirements***

In accordance with the Local Government (Audit) Regulations 1996, we also report that:

- (a) We refer to our management letter in relation to financial ratios. Other than as disclosed, there are no matters that in our opinion indicate significant adverse trends in the financial position or the financial management practices of the Shire.
- (b) No matters indicating non-compliance with Part 6 of the Local Government Act 1995, the Local Government (Financial Management) Regulations 1996 or applicable financial controls of any other written law were noted during the course of our audit.
- (c) All necessary information and explanations were obtained by us.
- (d) All audit procedures were satisfactorily completed in conducting our audit.
- (e) In relation to the Supplementary Ratio Information presented at page 59 of this report, we have reviewed the calculations as presented and nothing has come to our attention to suggest it is not:
  - i) reasonably calculated; and
  - ii) based on verifiable information.

### ***Other Information***

Management is responsible for the other information. The other information comprises the information included in the Shire's annual report for the year ended 30 June 2017 but does not include the financial report and our auditor's report thereon.

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

### ***Responsibilities of Management and Council for the Financial Report***

Management is responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards, the Local Government Act 1995 and the Local Government (Financial Management) Regulations 1996 and for such internal control as management determines is necessary to enable the preparation of the financial report that is free from material misstatement, whether due to fraud and error.

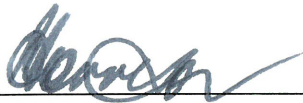
In preparing the financial report, management is responsible for assessing the Shire's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting.

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

### ***Auditor's Responsibility for the Audit of the Financial Report***

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Australian Accounting Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to include the economic decisions of the users taken on the basis of this financial report.

A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standard Board website at <http://www.ausb.gov.au/auditors/files/ar3.pdf>. This description forms part of our audit report.



Russell Harrison, Partner

Lincolns Accountants and Business Advisers

70 - 74 Frederick Street, Albany WA

Dated this 17<sup>th</sup> day of January 2018

17 January 2018

Attn: Keith Williams  
Chief Executive Officer  
Shire of Broomehill-Tambellup  
46-48 Norrish Street  
**TAMBELLUP WA 6320**

SHIRE OF BROOMEHILL- TAMBELLUP RECEIVED
23 JAN 2018
Rec No: <u>IFM1819103</u>
File No: <u>Admoose</u>
GDA: _____
Action By: <u>Kay</u>

**Lincolns**  
BEYOND NUMB3RS

Dear Council,

**Audit for the year ended 30 June 2017**

We are pleased to report that our audit of the Shire of Broomehill- Tambellup financial statements and records for the year ended 30 June 2017 is now complete.

Accordingly we enclose a signed copy of the financial statements and audit certificate for your attention.

We confirm that we will arrange for one copy to be forwarded directly to the Department of Local Government, and the Shire President on your behalf.

Our responsibilities as auditors are outlined in our audit report. Significantly our objectives are to obtain reasonable assurance that the financial report is free from material misstatement and to provide our opinion to that effect. Reasonable assurance, whilst being high level, is not a guarantee that a material misstatement has occurred.

We obtain reasonable assurance by;

- Identifying the risks of material misstatement, design and perform audit procedures in response and obtain audit evidence to support our opinion;
- gain an understanding of internal controls to assist in the design of our audit procedures;
- evaluate accounting policies and confirm the design, structure and content of the financial report.

The nature of our audit is influenced by factors such as the use of professional judgement, selective testing, inherent limitations in internal control, persuasive rather than conclusive evidence.

**Comment on Adverse Ratios**

Local Government guidelines provide 'standards' applicable to financial reporting ratios as detailed in the financial report.

Annexure 1 contains details and discussion of ratios below the established standard.

## **Audit Misstatements**

Audit misstatements are presented as;

- 1) Uncorrected Misstatements
- 2) Corrected Misstatements

Refer to Annexure 2

## **Findings and Recommendations**

During our audit we noted no matters which we wish to bring to Council's attention.

In conclusion we take this opportunity to thank Kay and your administration staff for their pleasant and co-operative assistance throughout the audit.

Should there be any matters that you would like to discuss further please do not hesitate to contact us.

Kind Regards



.....  
Russell Harrison  
Partner

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**ANNEXURE 1**  
**SHIRE OF BROOMEHILL-TAMBELLUP**  
**COMMENT ON ADVERSE RATIOS**  
**FOR THE YEAR ENDED 30 JUNE 2017**

RATIO	ACTUAL			TARGET	COMMENT
	2017	2016	2015		
Current Ratio	2.45	0.75	1.77	≥ 1	The current ratio is directly impacted by FAGS prepayments and consequential underpayments. When adjusted for the past 2 years remain in excess of target.
Asset Sustainability Ratio	2.75	2.03	2.49	≥ 0.9	Indicates capital renewal is in excess of reduction in asset value.
Debt Service Cover Ratio	23.28	(12.59)	29.98	≥2	In excess of target
Operating Surplus Ratio	0.30	(0.67)	0.24	≥0.01	In excess of target
Own Source Revenue Coverage Ratio	0.48	0.47	0.54	≥0.4	In excess of target
Asset Consumption Ratio	0.665	0.644	0.645	≥0.5	In excess of target
Asset Renewal Funding Ratio	0.89	0.81	0.89	≥0.75	In excess of target

**ANNEXURE 2**

**SHIRE OF BROOMEHILL-TAMBELLUP**

**CORRECTED MISSTATEMENTS**

**FOR THE YEAR ENDED 30 JUNE 2017**

<b>FINANCIAL STATEMENTS ACCOUNTS IMPACTED</b>	<b>STATEMENT OF FINANCIAL POSITION ADJUSTMENT</b>	<b>EFFECT ON OPERATING SURPLUS</b>	<b>EFFECT ON OTHER COMPREHENSIVE INCOME</b>	<b>COMMENT</b>
Changes on Revaluation of Assets Local Government House Units	(\$113,101)		(\$113,101)	Independent confirmation disclosed reduction in carrying value.



# ANNUAL REPORT

## 2016-2017

THIS DOCUMENT IS AVAILABLE IN OTHER FORMATS ON  
REQUEST FOR PEOPLE WITH DISABILITY

# Shire of Broomehill-Tambellup 2016-2017 Annual Report

## Table of Contents

SHIRE PRESIDENT’S REPORT ..... 2

CHIEF EXECUTIVE OFFICER’S REPORT FOR 2016-2017 ..... 3

SHIRE PROFILE ..... 5

COUNCIL INFORMATION ..... 6

COUNCIL STAFF (as at 30th June 2017) ..... 7

2017 ORGANISATIONAL STRUCTURE ..... 8

ADDITIONAL INFORMATION..... 9

    National Competition Policy ..... 9

    Employee Remuneration ..... 9

    Section 5.121 Report ..... 9

    Adoption of Local Laws ..... 9

FREEDOM OF INFORMATION ..... 10

DISABILITY SERVICES PLAN ..... 10

STATE RECORDS ACT 2000..... 11

STRATEGIC COMMUNITY PLAN PROGRESS ..... 12

CAPITAL PROJECTS..... 18

## FINANCIAL REPORT

Statement by the Chief Executive Officer

2016-2017 Financial Report

Independent Audit Report



## SHIRE PRESIDENT'S REPORT



I am happy to present this report on behalf of the Shire of Broomehill-Tambellup.

It has been another busy year with several milestones reached. My thanks go to all council staff and contractors for your help throughout the year.

Also thanks to our Councillors for your dedication and attendance at meetings. I could sense a feeling of positivity throughout the year.

Well done to our Chief Executive Officer, Keith Williams, for his efforts in getting to know our communities and putting our shire forward in the region.

The new Tambellup Community Pavilion is nearing completion. This is exciting and I wish to thank all organizations and people involved in this development. We have seen the completion of a new executive residence in Tambellup, which is now occupied by our Chief Executive Officer.

While rates have increased, it is also important to remember that we are only keeping pace with what is needed in our towns, our roads, and rubbish.

Significant rainfall was received in February 2017 with an assessment of damage to the road network being estimated at \$3 million. The Shire received State Government assistance to repair these roads and work is being completed by contractors; road works are ongoing with many upgrades and regular maintenance planned.

Looking forward to a bright future for everyone in our shire.

Garry Sheridan  
SHIRE PRESIDENT



Construction of Executive Residence – 2016

## CHIEF EXECUTIVE OFFICER'S REPORT FOR 2016-2017



It has been another busy year for the Shire of Broomehill-Tambellup, with lots of achievements and challenges, and some change.

The largest change for the Shire has been the retirement of long serving Chief Executive Officer Joanne Trezona. Joanne was farewelled in August, with new CEO Keith Williams commencing on September 1.

Joanne started with the Shire initially as a cleaner before taking on the full time role in administration in 1989, and through hard work and diligence, worked her way up to become Chief Executive Officer in 1999. Joanne has been crucial to ensuring the stability and sound financial management of the Shire, and establishing the Shire as a leader in the region.

Our Rates officer Kim Hobbs submitted her resignation in March. Kim gave us lots of notice, and will leave at the end of July. Recruitment has commenced to replace her. Kim is a valued and popular staff member who will be missed.

The Shire of Broomehill-Tambellup continued development of the new Tambellup Community Pavilion as well as the new executive residence for the CEO. The Tambellup Community Pavilion construction has been completed, with handover scheduled for early in July and a grand opening scheduled for September. The CEO's residence was completed in October, with the new CEO taking up residence in November 2016.

A shade structure to provide protection from the elements in Broomehill was installed over the Broomehill playground. This substantial structure, planned the previous year, has been well received.

We have continued our involvement with the Southern Link Voluntary Regional Organisation of Councils (VROC). This association provides a forum for sharing of information and investigation of opportunities to work collaboratively on projects common to all member shires.

The State election in March meant that fewer decisions were made by State Government prior to the election, however, one decision that was made prior to the caretaker period was to remove exemptions from Local Government for Stamp Duty and Vehicle Registration. The new State Government has decided to retain this policy and this will come at significant cost to Local Governments around the State. This is likely to cost the Shire of Broomehill-Tambellup upwards of \$80,000.

Council has partnered with eight other Local Governments to develop the Great Southern Housing Initiative (GSHI), a proposal to develop 79 dwellings across the eight Local Governments worth \$29.5 million. Funding was identified through the participating Local Governments as well as State and Federal Governments.

A grant of \$11 million was approved by the previous State Government in late 2016 through the Growing our South Royalties for Regions funding Scheme. The Shire of Broomehill-Tambellup submitted an application to the Federal Government's Building Better Regions Fund, and was successful in being granted \$10 million towards the GSHI - one of only two applications across Australia to successfully be awarded the maximum grant allocation.

However, the new State Government has not included the Royalties for Regions funding for the GSHI in the recently announced budget. This could jeopardise a significant portion of the GSHI. Council will have to be diligent in securing the State Government contribution required, however, we are confident the Federal Government’s commitment will be reciprocated by the State.

Flooding from a significant storm in February has caused significant damage to roads in the north eastern corner of the Shire, with damage to Tieline, Marshall, Norrish and Heron Roads among others. An application to the Western Australian Natural Disaster Relief and Recovery Arrangements (WANDRRA) program has been accepted, with works to commence in the new financial to rectify the \$3 million + of damage caused. This work will be completed by contractors as required by the WANDRRA program.

**FINANCIAL RATIOS**

The Shires financial performance is measured by the seven ratios prescribed in the Local Government (Financial Management) Regulations 1996. The ratios provide a ‘snapshot’ of the financial position at the end of the financial year. This year the Shire’s ratios improved significantly from the previous year due in part to the receipt of an advance payment of 2017/18 Financial Assistance Grants (FAG’s), which was made to all local governments in June 2017. The impact this has on the calculation of ratios is the increase in Operating Revenue and, for Broomehill-Tambellup, this is in the order of \$939,041.

Our Shire meets or exceeds the ratios in all seven measures:

<b>RATIO</b>	<b>STANDARD/TARGET</b>	<b>BH-TA RATIO</b>
Current	1	2.45
Asset Sustainability	0.9	2.75
Debt Service Cover	Basic 2	23.28
	Advanced 5	
Operating Surplus	0 - 0.15	0.3
Own Source Revenue Coverage	Basic 0.4 - 0.6	0.48
	Intermediate 0.6 - 0.9	
	Advanced 0.9+	
Asset Consumption	Standard 0.5	0.665
	Improving 0.6 - 0.7	
Asset Renewal Funding	Standard 0.75 - 0.95	0.89
	Improving 0.95 - 1.05	

This is an improvement on previous years that have been affected by asset write downs (such as the demolition of the Tambellup pavilion) and the timing of some grants.

Our staff have coped admirably with the change and challenges of the last twelve months, and we have continued to be leaders in our region and in Local Government.

The Shire faces new challenges in the coming year to ensure we secure funding from the State for the GSHI and adapt to the loss of Stamp Duty and Registration exemptions, however, there are also exciting events to celebrate such as the opening of the new pavilion and scheduling of sports and events at this new facility.

Thank you to all Councillors and staff for their loyalty and dedication.

Keith Williams  
CHIEF EXECUTIVE OFFICER

## SHIRE PROFILE

The Shire of Broomehill-Tambellup is a progressive rural community located within the Great Southern Region. The Region is predominantly a sheep and grain producing area with a growing interest in viticulture, horticulture and tourism.

The Shire has a population of approximately 1,139 people and covers around 2,813 square kilometres with approximately 272km of sealed roads and 754km unsealed roads.

The Shire has two towns, Broomehill Village and the Tambellup town site, that offer advantages of rural lifestyle with the convenience of most essential services including recreation and leisure facilities, government, health and education services.

The Shire was formed on 1 July 2008 with the voluntary merger of the previous Shires of Broomehill and Tambellup.

The vision of the Council is based on strong traditions, to provide:

- A great place to raise children
- Clean, green and prosperous
- A tradition of innovation – readily embracing new people and new ideas
- A strong sense of hospitality and tolerance
- Pride in our towns

The Council is committed to: achieving a better quality of living for the people in the community; providing a great place to live, work, raise children and visit, which will encourage a range of lifestyles and opportunities; caring for our natural environment, cultural diversity and heritage.

The Shire of Broomehill-Tambellup has two offices located at:

Broomehill  
30360 Great Southern Highway  
BROOMEHILL WA 6318

Tambellup  
46-48 Norrish Street  
TAMBELLUP WA 6320

Phone: 9825 3555  
Facsimile: 9825 1152  
Email: [mail@shirebt.wa.gov.au](mailto:mail@shirebt.wa.gov.au)  
Website: [www.shirebt.wa.gov.au](http://www.shirebt.wa.gov.au)  
Office Hours: 8.30 – 4.30pm Monday – Friday

## COUNCIL INFORMATION

In the year under review the Shire of Broomehill-Tambellup had seven Councillors including the Shire President. Ordinary Meetings of Council are held on the third Thursday of every month except January, commencing at 4.00pm. Committee Meetings of Council are held on an as needs basis.

### YOUR COUNCILLORS – During the year under review



**PRESIDENT**  
Cr GM (Garry) Sheridan  
Retiring 2019  
Phone: 9825 3093



**DEPUTY PRESIDENT**  
Cr SJF (Scott) Thompson  
Retiring 2019  
Phone: 9824 1243



Cr MC (Mark) Paganoni  
Retiring 2017  
Phone: 9824 1316



Cr TW (Trevor) Prout  
Retiring 2017  
Phone: 9825 1182



Cr MR (Mike) Batchelor  
Retiring 2017  
Phone: 9825 3053



Cr CL (Craig) Dennis  
Retiring 2017  
Phone: 9825 3075

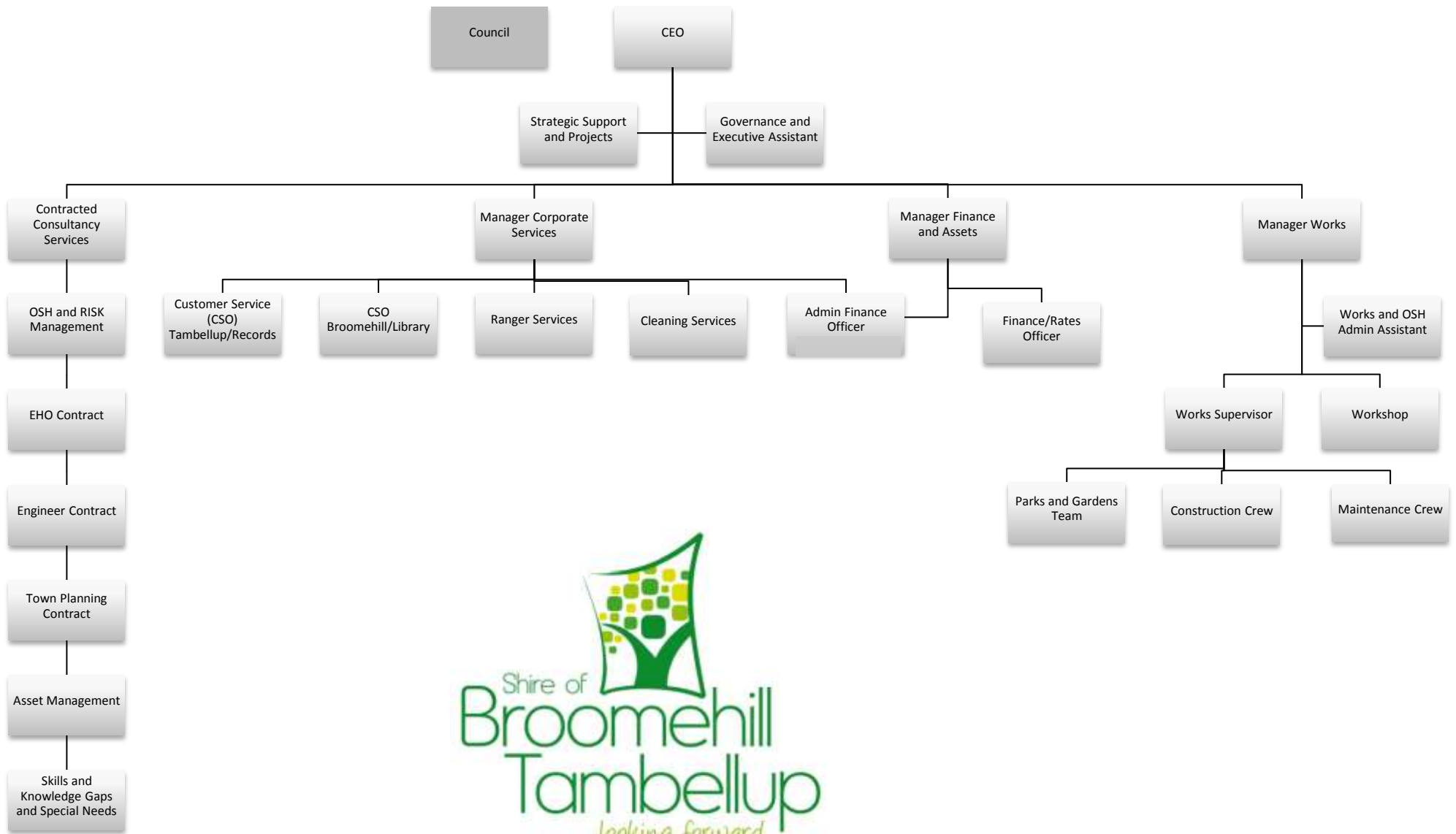


Cr ME (Michael) White  
Retiring 2019  
Phone: 9825 8216

## **COUNCIL STAFF (as at 30th June 2017)**

<b>Chief Executive Officer</b>	Keith Williams
<b>Manager Corporate Services</b>	Judy Stewart
<b>Manager Works</b>	Glen Brigg
<b>Manager Finance and Assets</b>	Kay O’Neill
<b>Strategic Support and Projects Officer (part time)</b>	Pam Hull
<b>Governance and Executive Assistant</b>	Louise Cristinelli
<b>Finance/Rates Officer</b>	Kim Hobbs
<b>Finance/Administration Officer</b>	Kathy Brigg
<b>Works Administration Officer (part time)</b>	Coral Green
<b>Customer Service Officers</b>	Siegrid Reed
	Marni Lloyd-Woods
<b>Works Supervisor</b>	John Farmer
<b>Works and Maintenance Crew</b>	Ricky Riley
	Allan Hankinson
	Bevan Skinn
	Darryl Pickett
	Derek Carr
	Foster Farmer
	Joshua Ford
	Lara Hugill
	Larry Wildblood
	Owen Kay
	Sammy Oclarit
	Steve Ryan
	Tim Williamson
	Wayne Newnham
	Ian Havard
	Damon Powell
<b>Cleaners</b>	Diane Olden
	Julie Taylor

## 2017 ORGANISATIONAL STRUCTURE



## ADDITIONAL INFORMATION

### National Competition Policy

This policy has been introduced by the Commonwealth Government so as to promote competition for the benefit of business, consumers and the economy by removing unnecessary protection of monopolies of markets where competition can be enhanced. It effects local governments as factors such as exemption from company and income tax or possible local regulations and laws may give local government a potential advantage over private contractors.

In respect to competitive neutrality, the Shire of Broomehill-Tambellup reports:

- The Shire of Broomehill-Tambellup during 2016-2017 did not engage in any significant business activities which generated in excess of \$200,000 annual income. Therefore, the introduction of competitive neutrality under Clause 7 of the policy was not required.
- There is no indication that the Council will become involved in any significant business activities during the next financial reporting period.
- There have been no allegations received by the Council of non-compliance with the neutrality principles.

### Employee Remuneration

The Local Government (Administration) Regulations 1996 – Regulation 19B requires that the annual report for a Local Government for a financial year is to contain the following information. Set out below, in bands of \$10,000, is the number of employees of the Shire entitled to an annual salary of \$100,000 or more.

100,000 – 109,999	
110,000 – 119,999	
120,000 – 129,999	1
130,000 – 139,999	1
140,000 – 149,999	

### Section 5.121 Report

Section 5.121 of the *Local Government Act 1995* requires Annual Reports to contain details of entries made in the Complaints Register regarding complaints made about elected members.

There were no complaints lodged against elected members in the year under review.

### Adoption of Local Laws

Council did not adopt any new Local Laws during the 2016-2017 financial year; however a review of its existing Local Laws was commenced during the year. The review is being undertaken in conjunction with the other member Councils of the Southern Link VROC.



## FREEDOM OF INFORMATION

The Shire of Broomehill-Tambellup welcomes any enquiries for information held by Council.

If information cannot be accessed by less formal means, a Freedom of Information request can be made by contacting the Chief Executive Officer.

It should be noted that some documents are for viewing only and documents cannot be copied which would breach the *Copyright Act 1968*.

Nil enquiries were received during the 2016-17 period.

Council's Information Statement is reviewed annually and a copy made available at both administration offices for perusal, as required under the *Freedom of Information Act 1992*.

## DISABILITY SERVICES PLAN

Section 29(m) of the *Disability Services Act 1993* requires the Shire to report on the following seven outcomes in its approach to assisting people with disability within the Shire:

1. *People with disability have the same opportunities as other people to access the services of, and any events organised by, the relevant public authority.*

Council-organised community events are held in appropriate venues with facilities which allow for ease of access by people with disability. Our Library services cater for those with disability through the provision of large print and audio books.

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

Council is committed to ensuring all Council buildings are able to be accessed by people with disability. In 2016-17 a pram and disability ramp was added for ease of access to the Broomehill administration office and the majority of the new Tambellup Pavilion's construction was completed inclusive of disability access ramps and disability ablution facilities.

3. *People with disability receive information from the relevant public authority in a format that will enable them to access the information as readily as other people are able to access it.*

All Council publications are available in a variety of formats on request for people with specific needs. This information is conveyed through local newsletters and within each individual document.

4. *People with disability receive the same level and quality of service from the staff of the relevant public authority.*

Council's Customer Service Charter outlines a commitment to providing a high standard of service to all customers of the Shire through all avenues of contact including in-person, over the telephone and through written correspondence. All staff are aware that customers have individual needs, including people with disability; administration staff have undertaken relevant training accordingly.

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

A complaints mechanism has been implemented through the Shire Administration and is accessible for all members of the community including people with disability.

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

Council has used the local newsletter and public advertising to advise residents of issues requiring public consultation. Staff have been available to assist residents with individual requirements as needed.

7. *People with disability have the same opportunities as other people to obtain and maintain employment with the Shire of Broomehill-Tambellup.*

Council uses inclusive recruitment practices and improved methods of attracting, recruiting and retaining people with disability and ensures its policies and procedures are regularly reviewed. In 2016-17 job descriptions were updated to include reference to Council's Equal Opportunity Policy and Diversity Questionnaires were completed by all employees. A link to Council's Disability Access and Inclusion Plan is provided on Council's website.

## **STATE RECORDS ACT 2000**

Staff development in the area of recordkeeping compliance has continued throughout the year with new staff members having received a basic introduction as a part of their induction into the organisation. This training provides an overview of the responsibilities of individual officers and Council's obligations under the *State Records Act 2000*.

All shire records including the archived records at the Broomehill repository remain accounted for and the filing and disposal of all other records is being kept up to date. The Shire of Broomehill-Tambellup's shelving at the Archive Repository is getting good use, at about three quarters full.

Elected members have received information on what constitutes a record from a councillor perspective, and their responsibility to ensure relevant information is captured into Council's record system.

## STRATEGIC COMMUNITY PLAN PROGRESS

### Integrated Planning and Reporting

In 2010, the Western Australian State Government introduced legislation requiring Local Governments to prepare an Integrated Planning and Reporting Framework by June 2013. The diagram below highlights the components of the framework:



In accordance with the legislation and following extensive community input, Council adopted its Strategic Community Plan (Plan) in September 2012. The Plan explores community aspirations (objectives) for the next ten years and articulates how the Shire of Broomehill-Tambellup will work towards achieving these aspirations.

This plan is Council's principal planning and strategy document, which means that it governs all of the work that the Shire undertakes, either through direct service delivery, partnership arrangements, or advocacy on behalf of the community. The plan is due for a full review, which will be completed in 2017-2018.

In accordance with legislation, Council is required to report to the community annually its progress towards achieving the objectives.

### Strategic Community Plan 2016-2017 – Our Progress

Objectives have been grouped under the strategic areas of **Civic Leadership, Social and Economic**. A fourth strategic area, Environment, does not have any objectives in this Plan as they have been incorporated in the 'Social' category. The following information provides an overview of Council's progress towards achieving these objectives, and activities from the year in review.



Fig. 1 Strategic Community Plan - overall progress for 2016-2017

A total of 52 strategies were developed in order to achieve all objectives. Progress during 2016-2017 was as follows:

OVERALL PROGRESS	2015-2016	2016-2017
Strategies achieved and/or ongoing	38	47
Strategies in progress	9	0
Strategies not achieved	5	5
<b>Total</b>	<b>52</b>	<b>52</b>

*This year a number of strategies previously reported as ‘in progress’ have been revised to show as ‘achieved and/or ongoing’. These are predominantly administrative or advocacy activities that have been successfully implemented (completed) but are an ongoing task.*

A community satisfaction survey will be undertaken as part of the full review of the Strategic Community Plan, to be completed during 2017-2018.

More information on each of the strategic areas is provided below.

## Strategic Area: Civic Leadership

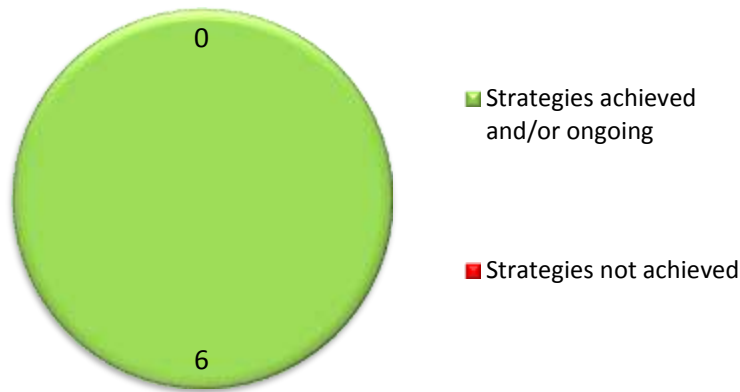


Fig. 2 Strategic Area: Civic Leadership – progress for 2016-2017

The strategies developed for Civic Leadership centred on greater community involvement in Shire decision making, Council’s continued advocacy on behalf of the community, and transparent, accountable and representative local government.

A total of six strategies were developed in order to achieve objectives. Progress during 2016-2017 was as follows:

CIVIC LEADERSHIP	2015-2016	2016-2017
Strategies achieved and/or ongoing	6	6
Strategies not achieved	0	0
<b>Total</b>	<b>6</b>	<b>6</b>

Activities undertaken during the year included:

- Monthly updates on Council activity in the BT Times.
- Continued lobbying of relevant stakeholders on matters of importance to the community.
- Council agendas and minutes and other public documents are available to the public within statutory timeframes.
- No areas of non-compliance reported in Annual Compliance Return for 2016.
- Achieved an unqualified audit in 2016
- Ongoing training provided to Councillors.
- Ongoing collaboration with neighbouring councils to facilitate provision of waste and professional services including Environmental Health.
- Continued involvement in Southern Link Voluntary Regional Organisation of Councils.
- Extensive consultation with community regarding future management options for the new facilities at the Tambellup Sports Ground, resulting in the establishment of the Tambellup Community Advisory Committee.

### Strategic Area: Social



Fig. 3 Strategic Area: Social - progress for 2016-2017

The strategies developed for the Social strategic area covered five key themes:

- Strengthening community spirit
- Maintaining a country lifestyle
- Living in a safe community
- Staying active and being entertained
- Being healthy

Progress during 2016-2017 was as follows:

<b>SOCIAL</b>	<b>2015-2016</b>	<b>2016-2017</b>
<b>Strategies achieved and/or ongoing</b>	<b>26</b>	<b>34</b>
<b>Strategies in progress</b>	<b>8</b>	<b>0</b>
<b>Strategies not achieved</b>	<b>4</b>	<b>4</b>
<b>Total</b>	<b>38</b>	<b>38</b>

*This year a number of strategies previously reported as ‘in progress/ongoing’ have been revised to show as ‘achieved and/or ongoing’. While these strategies have been implemented, the actions are ongoing as part of normal business.*

Activities during the year included:

- Financial and in kind support for community events and initiatives, including the Broomehill Ladies Long Table Lunch, the Warren Blackwood Car Club fundraising for the RFDS, Anzac Day and Australia Day events in Broomehill and Tambellup, Wirrapanda Foundation for the Charlie Williams Memorial Sports weekend, assisted the Broomehill Primary School in meeting transport costs for swimming lessons, and end of year awards ceremony, and the Tambellup CRC 1 Million Stars project, and Tambellup Cake Decorating Group for use of the Lesser Hall during the 2016 Bloom Festival.

- Ongoing support (through policy) included use of facilities by the Broomehill and Tambellup Primary Schools for end of year functions, the Broomehill Catholic Church for Christmas services, the Broomehill Historical Society for its Carols by Candlelight event, the Tambellup Agricultural Society for the 2016 Tambellup Show, and hall hire for the annual Daffodil Day event in Tambellup. Council also provided afternoon tea for the Vietnam Veterans commemoration service.
- Council continued to support the Tambellup Primary School for access to water from No. 1 dam to reticulate Oval and supported the Broomehill Primary School in their upgrade of reticulation to their oval through the purchase of a new pump. Provided sand to both schools for sports days.
- Council has worked closely with the newly established Tambellup Community Pavilion Committee to explore options for the ongoing management of the new facilities at the Tambellup Sports ground.
- Works are ongoing to install a new shade shelter at the Holland Park playground in response to community concerns. A successful funding application to the Stronger Communities Program in 2015/2016 has partly funded this project.
- Funding was secured through WA Country Health Service to upgrade kerbings at various locations in Broomehill and Tambellup townsites, to install pram ramps.
- Council partnered with regional shires to submit an application to the State Government for funding to construct independent living units and worker accommodation in Broomehill. This application supported an application to the Federal Government's Building Better Regions program for co-funding.
- Ongoing partnerships with external stakeholders to support emergency response in the Shire (Department of Fire & Emergency Services/Shire of Katanning for Community Emergency Services Manager, Department of Fire & Emergency Services /Tambellup Volunteer Fire & Emergency Service)

A number of strategies not achieved related to Council support of specific projects to be initiated by the community, including the establishment of community gardens and Men's Sheds. No approaches from the community were received. Council will consider these strategies at the full review of the Plan.

### Strategic Area: Economic



Fig. 4 Strategic Area: Economic - progress for 2016-2017

The strategies developed for the Economic strategic area relate to ‘Building Prosperity’, with the Shire’s role being to partner with community organisations and local businesses to build local economic capacity.

Progress during 2016-2017 was as follows:

<b>ECONOMIC</b>	<b>2015-2016</b>	<b>2016-2017</b>
<b>Strategies achieved and/or ongoing</b>	<b>6</b>	<b>7</b>
<b>Strategies in progress</b>	<b>1</b>	<b>0</b>
<b>Strategies not achieved</b>	<b>1</b>	<b>1</b>
	<b>8</b>	<b>8</b>

*This year a number of strategies previously reported as ‘in progress/ongoing’ have been revised to show as ‘achieved and/or ongoing’. While these strategies have been implemented, the actions are ongoing as part of normal business.*

Activities included:

- Continued support of the Tambellup Business Centre committee including representation on the committee and rates concession.
- Ongoing financial support of the Hidden Treasures of the Great Southern group and support for community groups in developing events for the Bloom Festival.
- Ongoing liaison with Telstra regarding inadequate mobile phone and internet service in parts of the Shire. Approvals were granted for the upgrade of the mobile phone tower in Broomehill, and the installation of a new tower at Lumeah which should improve mobile reception in these areas.



## CAPITAL PROJECTS

### **ROAD CONSTRUCTION**

Council completed a capital roadworks program during the year with a value of \$2.13 million. Works included:

#### **Regional Road Group**

- Gnowangerup-Tambellup Road – reseal 2.19kms;
- Pallinup South Road – construct and seal 3.00kms;
- Punchmirup South Road – stabilise patches and seal 6.32kms;
- Broomehill-Kojonup Road – stabilise patches and surface correction 1.90kms;
- Warrenup Road – construct and seal 2.15kms.

Regional Road Group funding is provided on the basis of Main Roads WA contributing 2/3 and Council matching 1/3 of the project cost. Council's Roads to Recovery funds have been utilised towards the 1/3 matching contribution on Gnowangerup-Tambellup Road, Pallinup South Road and Warrenup Road.

#### **Roads to Recovery**

Projects fully funded by Roads to Recovery funding during the year included the completion of resheeting on Punchmirup North Rd, which was carried over from the previous year. Works to widen and resheet a section of Tieline North Rd have been deferred due to the WANDRRA rainfall event in February 2017. The resealing of 7.1km section of Flat Rocks Rd has been carried over to 2017/2018.

#### **Commodity Routes**

Commodity Routes funding is provided on the basis of MRWA contributing 2/3 and Council matching 1/3 of the project cost. Commodity Routes funding provided for the completion of the following works:

- Resheeting of 4km on Beejenup Road, which was partly funded by Commodity Routes and Councils 2015/16 allocation from Roads to Recovery. This work was carried over from the previous year; and
- Construct and seal 5.40km on Nardlah Road.

Vegetation widening and gravel sheeting of 6.82km on Beejenup Rd have been carried over to 2017/2018.

#### **Bridgeworks**

Funding was provided by the WA Local Government Grants Commission to undertake refurbishment works on Bridge 4241 on Pallinup Rd through the year. This work is coordinated by Main Roads WA, and is carried over from 2014/2015 and 2015/2016.

Damage incurred to bridges on Tambellup West Rd (4326) and Flat Rocks Rd (5229) resulted in repairs with a cost of approximately \$50,000.

## **TOWNSCAPE PLAN**

Works commenced to implement Council's Townscape Plan, following a successful submission for funding through the WA Country Health Service 'Southern inland Health Initiative' program. The funding allowed for the upgrade of kerbing in the townsites to incorporate pram ramps at key crossing points. Construction of the ramps has been substantially completed, and further townscape works will be ongoing into the next year.

## **TAMBELLUP SPORTS PAVILION UPGRADE**

In 2012 Council was successful in receiving funding from the Department of Sport and Recreation to enable a Feasibility Study into options for the redevelopment of the Tambellup Sports Pavilion to be undertaken. Following consideration of the report, which included consultation with facility user groups and the wider community, Council determined at that time that its preference was to proceed with a new build of the facility, which allowed for the co-location of the Tambellup Bowling Club through the incorporation of a synthetic bowling green.

Successful submissions resulted in funding contributions from the Department of Sport and Recreation (\$700,000), Great Southern Development Commission (\$200,000), National Stronger Regions Fund (\$950,000), and Council's 2012-2013 County Local Government Fund (CLGF) allocation (\$254,800). An additional allocation from CLGF of \$65,500 became available through cost savings derived from other funded projects and interest earned on funding, and this was also directed to the Pavilion upgrade project. As per the Annual Budget for 2016-2017, funds were utilised from the Tambellup Recreation Ground & Pavilion Reserve Fund, and a loan for \$1.15 million payable over 20 years was raised to fund the balance of construction.

Howard and Heaver Architects have been engaged to manage the project, with the tender for construction awarded to Wauters Enterprises. Following demolition of the existing facilities in June 2016, construction commenced the following month. Progress has been rapid and the community has been keenly watching the building take shape. When completed, facilities will include a new Pavilion with kitchen, bar and adjacent lounge areas, modern changerooms, main hall, meeting room, office, children's room and storage facilities. The project also includes colocation of the Tambellup Bowling Club with a new synthetic green and upgraded parking.



Tambellup Community Pavilion progress – April 2017

An application to Lotterywest for funding to assist with the fitout of the building was successful, and the newly established Tambellup Community Pavilion Association management committee is working with Council staff to select and purchase furniture and equipment that will allow for effective use of all the facilities available. The Tambellup Community Cropping Group has also committed \$15,000 towards the fitout and we thank them for their support.

The official opening is planned to be held on 1 September 2017.

### **HOLLAND PARK SHELTER**

With the assistance of funding provided by the Stronger Communities program, Council commenced the installation of a new solid-roofed shelter over play equipment located in Holland Park. The shelter, which was manufactured in kit form in Albany, will provide protection from the elements for the play equipment and, more importantly, the users.

### **COUNTRY LOCAL GOVERNMENT FUND (CLGF) 2012-2013 – INDIVIDUAL ALLOCATION**

Council allocated its CLGF 2012-2013 funding of \$374,889 plus interest earned \$12,206.42 to the following projects:

Broomehill Administration Office Solar Energy	9,990.91
Broomehill Hall Building Improvements	8,000.00
Tambellup Hall – Roof and Ablutions Renovations	48,820.38
Tambellup Sports Pavilion Upgrade	320,284.13
	387,095.42

Works to the Broomehill Administration Office and Broomehill Hall were completed during the 2015/2016 year. Renovations to the Tambellup Hall were completed during 2016-2017. Approval was obtained for savings made during the completion of these projects, and the interest earned to be reallocated to the Tambellup Pavilion upgrade. Funds have been allocated to external works including retaining walls, paving, landscaping and car parks. These works have been completed during the year.

### **DEPOT WASH DOWN BAY**

Funding of \$61,904 was secured this year through the Department of Water to construct a vehicle wash down bay at the Tambellup Works Depot. The project includes the installation of two tanks with a combined capacity of 520kL, which will allow for rainwater to be harvested from three sheds at the Works Depot. This water will be reused through a new vehicle wash down system which will remove hydrocarbons from dirty water and allow up to 80% of the water used to be recycled through the system. The funding received will be matched by funds from the Building Reserve and installation of the new system will be completed in 2017/2018



Annual Financial Report  
for the year ending  
30 June 2017



# SHIRE OF BROOMEHILL-TAMBELLUP

## FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2017

### TABLE OF CONTENTS

Statement by Chief Executive Officer	1
Statement of Comprehensive Income by Nature & Type	2
Statement of Comprehensive Income by Program	3
Statement of Financial Position	4
Statement of Changes in Equity	5
Statement of Cash Flows	6
Rate Setting Statement	7
Notes to and Forming Part of the Financial Report	8 to 53
Independent Audit Report	54 to 55
Supplementary Ratio Information	56

Principal place of business -  
46-48 Norrish Street  
TAMBELLUP WA 6320

# **SHIRE OF BROOMEHILL-TAMBELLUP**

## **FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2017**

**LOCAL GOVERNMENT ACT 1995  
LOCAL GOVERNMENT (FINANCIAL MANAGEMENT) REGULATIONS 1996**

### **STATEMENT BY CHIEF EXECUTIVE OFFICER**

The attached financial report of the Shire of Broomehill-Tambellup, being the annual financial report and supporting notes and other information for the financial year ended 30 June 2017 are in my opinion properly drawn up to present fairly the financial position of the Shire of Broomehill-Tambellup at 30 June 2017 and the results of the operations for the financial year then ended in accordance with the Australian Accounting Standards and comply with the provisions of the Local Government Act 1995 and the regulations under that Act.

Signed as authorisation for issue on the 16th day of January 2018.



Keith Williams  
CHIEF EXECUTIVE OFFICER

**SHIRE OF BROOMEHILL-TAMBELLUP**  
**STATEMENT OF COMPREHENSIVE INCOME**  
**BY NATURE OR TYPE**  
**FOR THE YEAR ENDED 30 JUNE 2017**

	Note	Actual 2016/17	Budget 2016/17	Actual 2015/16
<b>Revenue</b>				
Rates	23	2,208,061.15	2,211,200	2,103,803.72
Operating Grants, Subsidies and Contributions	30	4,032,349.14	3,154,900	1,513,044.61
Fees and Charges	29	309,394.19	238,400	265,131.49
Interest Earnings	2(b)	66,928.27	67,700	78,614.58
Other Revenue	2(b)	82,382.62	83,000	91,375.33
		<u>6,699,115.37</u>	<u>5,755,200</u>	<u>4,051,969.73</u>
<b>Expenses</b>				
Employee Costs		(1,928,439.04)	(1,820,300)	(1,872,945.38)
Materials and Contracts		(2,342,202.45)	(2,513,600)	(1,528,712.21)
Utility Charges		(165,357.21)	(182,400)	(161,572.92)
Depreciation on Non-Current Assets	2(b)	(1,027,142.65)	(1,042,600)	(1,043,355.29)
Interest Expenses	2(b)	(29,692.48)	(11,200)	(13,316.94)
Insurance Expenses		(158,327.07)	(162,500)	(153,447.46)
Other Expenditure		(86,167.20)	(79,000)	(109,051.24)
		<u>(5,737,328.10)</u>	<u>(5,811,600)</u>	<u>(4,882,401.44)</u>
		961,787.27	(56,400)	(830,431.71)
Non-Operating Grants, Subsidies and Contributions	30	2,858,353.00	3,638,700	1,404,820.59
Profit on Asset Disposals	21	16,905.44	3,000	3,453.42
Loss on Asset Disposal	21	(134,284.20)	(119,900)	(1,019,857.50)
Fair Value Adjustments to Financial Assets at fair value through profit or loss	2(b)	0.00	0	0.00
(Loss) on revaluation of furniture & equipment		0.00	0	(2,695.68)
<b>NET RESULT</b>		<u><b>3,702,761.51</b></u>	<u><b>3,465,400</b></u>	<u><b>(444,710.88)</b></u>
<b>Other Comprehensive Income</b>				
Changes on Revaluation of non-current assets - Financial Assets	13	(113,100.66)	0	0.00
Changes on Revaluation of non-current assets - Land & Buildings	13	(836,655.49)	0	(214,696.20)
<b>Total Other Comprehensive Income</b>		<u><b>(949,756.15)</b></u>	<u><b>0</b></u>	<u><b>(214,696.20)</b></u>
<b>TOTAL COMPREHENSIVE INCOME</b>		<u><u><b>2,753,005.36</b></u></u>	<u><u><b>3,465,400</b></u></u>	<u><u><b>(659,407.08)</b></u></u>

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

**SHIRE OF BROOMEHILL-TAMBELLUP**  
**STATEMENT OF COMPREHENSIVE INCOME**  
**BY PROGRAM**  
**FOR THE YEAR ENDED 30 JUNE 2017**

	Note	Actual 2016/17	Budget 2016/17	Actual 2015/16
<b>Revenue</b>				
Governance		27,991.14	21,500	46,630.68
General Purpose Funding		5,016,298.01	4,086,500	3,083,448.58
Law, Order, Public Safety		106,425.94	98,500	97,224.11
Health		1,406.91	1,100	944.91
Education and Welfare		70,100.93	55,300	12,543.51
Housing		45,010.20	54,100	96,483.67
Community Amenities		75,775.07	76,700	77,731.30
Recreation and Culture		38,978.61	33,600	41,517.05
Transport		1,111,951.42	1,212,700	441,673.96
Economic Services		44,295.14	50,700	47,933.33
Other Property and Services		160,882.00	64,500	105,838.63
		<u>6,699,115.37</u>	<u>5,755,200</u>	<u>4,051,969.73</u>
<b>Expenses</b>				
Governance		(579,809.11)	(733,300)	(563,821.65)
General Purpose Funding		(258,206.13)	(269,400)	(245,158.65)
Law, Order, Public Safety		(208,773.45)	(221,600)	(207,565.87)
Health		(53,002.79)	(60,300)	(46,635.08)
Education and Welfare		(76,736.52)	(71,600)	(17,843.51)
Housing		(103,789.61)	(109,100)	(79,082.65)
Community Amenities		(388,871.22)	(432,800)	(390,923.99)
Recreation and Culture		(809,769.06)	(827,700)	(812,900.52)
Transport		(2,931,460.61)	(2,833,100)	(2,253,541.04)
Economic Services		(206,509.78)	(214,500)	(206,068.46)
Other Property and Services		(90,707.34)	(27,000)	(45,543.08)
		<u>(5,707,635.62)</u>	<u>(5,800,400)</u>	<u>(4,869,084.50)</u>
<b>Finance Costs</b>				
Governance		(10,279.52)	(10,600)	(12,206.46)
Housing		(440.24)	(600)	(1,110.48)
Recreation and Culture		(18,972.72)	0	0.00
	2(b)	<u>(29,692.48)</u>	<u>(11,200)</u>	<u>(13,316.94)</u>
Non-Operating Grants, Subsidies & Contributions	30	2,858,353.00	3,638,700	1,404,820.59
Profit on Asset Disposals		16,905.44	3,000	3,453.42
(Loss) on Asset Disposal		(134,284.20)	(119,900)	(1,019,857.50)
(Loss) on revaluation of furniture & equipment		0.00	0	(2,695.68)
<b>NET RESULT</b>		<u><b>3,702,761.51</b></u>	<u><b>3,465,400</b></u>	<u><b>(444,710.88)</b></u>
<b>Other Comprehensive Income</b>				
Changes on Revaluation of non-current assets - Financial Assets	13	(113,100.66)	0	0.00
Changes on Revaluation of non-current assets - Land & Buildings	13	(836,655.49)	0	(214,696.20)
<b>Total Other Comprehensive Income</b>		<u><b>(949,756.15)</b></u>	<u><b>0</b></u>	<u><b>(214,696.20)</b></u>
<b>TOTAL COMPREHENSIVE INCOME</b>		<u><u><b>2,753,005.36</b></u></u>	<u><u><b>3,465,400</b></u></u>	<u><u><b>(659,407.08)</b></u></u>

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



**SHIRE OF BROOMEHILL-TAMBELLUP**  
**STATEMENT OF FINANCIAL POSITION**  
**AS AT 30 JUNE 2017**

	Note	Actual 2016/17	Actual 2015/16
<b>CURRENT ASSETS</b>			
Cash and Cash Equivalents	3	2,204,025.40	2,206,941.54
Trade and Other Receivables	4	601,942.14	574,500.14
Inventories	5	56,547.61	17,813.56
<b>TOTAL CURRENT ASSETS</b>		<u>2,862,515.15</u>	<u>2,799,255.24</u>
<b>NON-CURRENT ASSETS</b>			
Other Receivables	4	55,460.17	40,144.09
Inventories	5	216,000.00	240,000.00
Financial Assets	6	62,764.08	175,864.74
Property, Plant and Equipment	7	15,823,620.48	13,505,244.99
Infrastructure	8	112,750,502.40	111,169,036.91
<b>TOTAL NON-CURRENT ASSETS</b>		<u>128,908,347.13</u>	<u>125,130,290.73</u>
<b>TOTAL ASSETS</b>		<u><b>131,770,862.28</b></u>	<u><b>127,929,545.97</b></u>
<b>CURRENT LIABILITIES</b>			
Trade and Other Payables	9	322,814.75	349,971.32
Long Term Borrowings	10	82,285.62	51,977.02
Provisions	11	363,027.58	376,603.49
<b>TOTAL CURRENT LIABILITIES</b>		<u>768,127.95</u>	<u>778,551.83</u>
<b>NON-CURRENT LIABILITIES</b>			
Long Term Borrowings	10	1,219,721.60	152,007.22
Other Payables	9	10,372.10	10,372.10
Provisions	11	57,701.85	26,681.40
<b>TOTAL NON-CURRENT LIABILITIES</b>		<u>1,287,795.55</u>	<u>189,060.72</u>
<b>TOTAL LIABILITIES</b>		<u><b>2,055,923.50</b></u>	<u><b>967,612.55</b></u>
<b>NET ASSETS</b>		<u><b>129,714,938.78</b></u>	<u><b>126,961,933.42</b></u>
<b>EQUITY</b>			
Retained Surplus		32,030,392.19	28,052,811.68
Reserves - Cash Backed	12	992,095.42	1,266,914.42
Revaluation Surplus	13	96,692,451.17	97,642,207.32
<b>TOTAL EQUITY</b>		<u><b>129,714,938.78</b></u>	<u><b>126,961,933.42</b></u>

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

**SHIRE OF BROOMEHILL-TAMBELLUP  
STATEMENT OF CHANGES IN EQUITY  
FOR THE YEAR ENDED 30 JUNE 2017**

	Note	RETAINED SURPLUS	RESERVES CASH BACKED	REVALUATION SURPLUS	TOTAL EQUITY
<b>Balance as at 1 July 2015</b>		<b><u>28,515,494.90</u></b>	<b><u>1,248,942.08</u></b>	<b><u>97,856,903.52</u></b>	<b><u>127,621,340.50</u></b>
<b>Comprehensive Income</b>					
Net Result		(444,710.88)	0.00	0.00	(444,710.88)
Changes on Revaluation of non-current assets	13	0.00	0.00	(214,696.20)	(214,696.20)
<b>Total Comprehensive Income</b>		<b><u>(444,710.88)</u></b>	<b><u>0.00</u></b>	<b><u>(214,696.20)</u></b>	<b><u>(659,407.08)</u></b>
Reserve Transfers		(17,972.34)	17,972.34	0.00	0.00
<b>Balance as at 30 June 2016</b>		<b><u>28,052,811.68</u></b>	<b><u>1,266,914.42</u></b>	<b><u>97,642,207.32</u></b>	<b><u>126,961,933.42</u></b>
<b>Comprehensive Income</b>					
Net Result		3,702,761.51	0.00	0.00	3,702,761.51
Changes on Revaluation of non-current assets	13	0.00	0.00	(949,756.15)	(949,756.15)
<b>Total Comprehensive Income</b>		<b><u>3,702,761.51</u></b>	<b><u>0.00</u></b>	<b><u>(949,756.15)</u></b>	<b><u>2,753,005.36</u></b>
Reserve Transfers		274,819.00	(274,819.00)	0.00	0.00
<b>Balance as at 30 June 2017</b>		<b><u>32,030,392.19</u></b>	<b><u>992,095.42</u></b>	<b><u>96,692,451.17</u></b>	<b><u>129,714,938.78</u></b>

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

**SHIRE OF BROOMEHILL-TAMBELLUP**  
**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED 30 JUNE 2017**

	Note	Actual 2016/17	Budget 2016/17	Actual 2015/16
<b>Cash Flows From Operating Activities</b>				
<b>Receipts</b>				
Rates		2,183,843.61	2,162,200	2,111,356.48
Operating Grants, Subsidies and Contributions		4,020,022.23	3,337,900	1,584,040.20
Fees and Charges		309,394.19	246,400	265,131.49
Service Charges		0.00	0	0.00
Interest Earnings		66,928.27	69,900	78,614.58
Goods and Services Tax		972,493.72	485,000	533,536.21
Other Revenue		82,382.62	83,000	91,375.33
		<u>7,635,064.64</u>	<u>6,384,400</u>	<u>4,664,054.29</u>
<b>Payments</b>				
Employee Costs		(1,916,099.57)	(1,787,100)	(1,835,637.55)
Materials and Contracts		(2,430,959.06)	(2,053,600)	(1,467,373.74)
Utility Charges		(165,357.21)	(182,400)	(161,572.92)
Insurance Expenses		(158,327.07)	(162,500)	(153,447.46)
Interest expenses		(11,110.17)	(12,000)	(12,800.20)
Goods and Services Tax		(964,773.15)	(304,000)	(799,167.98)
Other Expenditure		(86,167.20)	(79,000)	(109,051.24)
		<u>(5,732,793.43)</u>	<u>(4,580,600)</u>	<u>(4,539,051.09)</u>
<b>Net Cash Provided By (Used In)</b>				
<b>Operating Activities</b>	14(b)	<u>1,902,271.21</u>	<u>1,803,800</u>	<u>125,003.20</u>
<b>Cash Flows from Investing Activities</b>				
Payments for Development of Land Held for Resale		0.00	0	0.00
Payments for Purchase of Property, Plant & Equipment		(4,879,501.83)	(5,683,700)	(2,125,495.58)
Payments for Construction of Infrastructure		(2,152,892.22)	(2,908,400)	(1,290,401.73)
Non-Operating Grants, Subsidies & Contributions		2,858,353.00	3,638,700	1,404,820.59
Proceeds from Sale of Fixed Assets		1,170,830.72	869,000	981,262.86
Proceeds from Recoup from Non-Current Receivables		0.00	0	4,590.00
		<u>(3,003,210.33)</u>	<u>(4,084,400)</u>	<u>(1,025,223.86)</u>
<b>Net Cash Provided By (Used In) Investing Activities</b>				
<b>Cash Flows from Financing Activities</b>				
Repayment of Debentures		(51,977.02)	(52,000)	(49,648.20)
Proceeds from Self Supporting Loans		0.00	50,000	0.00
Proceeds from New Debentures		1,150,000.00	1,150,000	0.00
Payment of Self Supporting Loans		0.00	(50,000)	0.00
		<u>1,098,022.98</u>	<u>1,098,000</u>	<u>(49,648.20)</u>
<b>Net Cash Provided By (Used In) Financing Activities</b>				
<b>Net Increase (Decrease) in Cash Held</b>		<u><b>(2,916.14)</b></u>	<u><b>(1,182,600)</b></u>	<u><b>(949,868.86)</b></u>
Cash and Cash Equivalents at Beginning of the Year		2,206,941.54	1,823,300	3,156,810.40
<b>Cash and Cash Equivalents at the End of the Year</b>	14(a)	<u><b>2,204,025.40</b></u>	<u><b>640,700</b></u>	<u><b>2,206,941.54</b></u>
		<u><b>(2,916.14)</b></u>	<u><b>(1,182,600)</b></u>	<u><b>(949,868.86)</b></u>

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

**SHIRE OF BROOMEHILL-TAMBELLUP  
RATE SETTING STATEMENT  
FOR THE YEAR ENDED 30 JUNE 2017**

	Note	Actual 2016/17	Budget 2016/17	Actual 2015/16
<b>Net current assets at start of financial year - surplus(deficit)</b>		1,239,849.12	1,308,900	2,070,512.04
<b>Revenue from operating activities (excluding rates)</b>				
Governance		27,991.14	21,500	46,630.68
General Purpose Funding		2,808,236.86	1,875,300	979,644.86
Law, Order & Public Safety		106,425.94	98,500	97,224.11
Health		1,406.91	1,100	944.91
Education & Welfare		70,100.93	55,300	12,543.51
Housing		45,010.20	54,100	96,938.22
Community Amenities		75,775.07	76,700	77,731.30
Recreation & Culture		38,978.61	33,600	41,517.05
Transport		1,128,856.86	1,215,700	444,672.83
Economic Services		44,295.14	50,700	47,933.33
Other Property & Services		160,882.00	64,500	105,838.63
		<u>4,507,959.66</u>	<u>3,547,000</u>	<u>1,951,619.43</u>
<b>Expenditure from operating activities</b>				
Governance		(610,597.10)	(748,400)	(598,778.46)
General Purpose Funding		(258,206.13)	(269,400)	(245,158.65)
Law Order & Public Safety		(208,773.45)	(221,600)	(207,565.87)
Health		(53,002.79)	(60,300)	(46,635.08)
Education & Welfare		(76,736.52)	(71,600)	(17,843.51)
Housing		(104,229.85)	(109,700)	(84,974.06)
Community Amenities		(388,871.22)	(432,800)	(396,724.11)
Recreation & Culture		(809,769.06)	(827,700)	(1,428,371.32)
Transport		(3,058,269.00)	(2,948,500)	(2,427,095.98)
Economic Services		(212,449.84)	(214,500)	(403,568.82)
Other Property & Services		(90,707.34)	(27,000)	(45,543.08)
		<u>(5,871,612.30)</u>	<u>(5,931,500)</u>	<u>(5,902,258.94)</u>
<b>Operating Activities excluded from budget</b>				
(Profit) on disposal of assets	21	(16,905.44)	(3,000)	(3,453.42)
Loss on disposal of assets	21	134,284.20	119,900	1,019,857.50
Movement in Deferred Pensioner Rates (Non Current)		(4,060.04)	0	(4,455.91)
Movement in Employee Provisions		10,830.47	0	49,942.83
Movement in Accruals and Provisions		18,224.02	0	3,770.98
Depreciation and Amortisation on Assets	2(b)	1,027,142.65	1,042,600	1,043,355.29
<b>Amount attributable to Operating Activities</b>		<u>1,169,515.86</u>	<u>1,159,500</u>	<u>2,109,017.27</u>
<b>INVESTING ACTIVITIES</b>				
Non Operating Grants, Subsidies & Contributions	30	2,858,353.00	3,638,700	1,404,820.59
Proceeds from Disposal of Assets	21	1,151,830.72	869,000	981,262.86
Proceeds from Sale of Land Held for Resale		19,000.00	0	0.00
Proceeds from Recoup from Non-Current Receivables	4	0.00	0	4,590.00
Purchase of Property, Plant & Equipment	7	(4,879,501.83)	(5,683,700)	(2,125,495.58)
Purchase and Construction of Infrastructure	8	(2,152,892.22)	(2,908,400)	(1,290,401.73)
<b>Amount attributable to investing activities</b>		<u>(3,003,210.33)</u>	<u>(4,084,400)</u>	<u>(1,025,223.86)</u>
<b>FINANCING ACTIVITIES</b>				
Repayment of Debentures	22	(51,977.02)	(52,000)	(49,648.20)
Proceeds from New Debentures	22	1,150,000.00	1,150,000	0.00
Transfers to Reserves (Restricted Assets)	12	(883,771.00)	(854,800)	(684,250.99)
Transfers from Reserves (Restricted Assets)	12	1,158,590.00	1,546,100	666,278.65
<b>Amount attributable to financing activities</b>		<u>1,372,841.98</u>	<u>1,789,300</u>	<u>(67,620.54)</u>
<b>Surplus (deficiency) before general rates</b>		<u>(584,656.01)</u>	<u>(2,211,200)</u>	<u>(863,954.60)</u>
<b>Amount Required to be Raised from Rates</b>	23	2,208,061.15	2,211,200	2,103,803.72
<b>Net current assets at 30 June c/fwd - surplus(deficit)</b>		<u><u>1,623,405.14</u></u>	<u><u>0</u></u>	<u><u>1,239,849.12</u></u>

This statement should be read in conjunction with the accompanying notes.

**SHIRE OF BROOMEHILL-TAMBELLUP**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2017**

**1. SIGNIFICANT ACCOUNTING POLICIES**

**(a) Basis of Preparation**

The financial report comprises general purpose financial statements which have been prepared in accordance with Australian Accounting Standards (as they apply to local governments and not-for-profit entities), Australian Accounting Interpretations, other authoritative pronouncements of the Australian Accounting Standards Board, the Local Government Act 1995 and accompanying regulations. Material accounting policies which have been adopted in the preparation of this financial report are presented below and have been consistently applied unless stated otherwise.

Except for the cash flow and rate setting information, the report has also been prepared on the accrual basis and is based on historical costs, modified, where applicable, by the measurement at fair value of the selected non-current assets, financial assets and liabilities.

**Critical Accounting 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 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.

In the process of reporting on the local government as a single unit, all transactions and balances between those funds (for example, loans and transfers between Funds) have been eliminated.

All monies held in the Trust Fund are excluded from the financial statements, but a separate statement of those monies appears at Note 20 to these financial statements.

**(b) 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.

**(c) Cash and Cash Equivalents**

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

Bank overdrafts are reported as short term borrowings in current liabilities in the Statement of Financial Position.

**SHIRE OF BROOMEHILL-TAMBELLUP**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2017**

**1. SIGNIFICANT ACCOUNTING POLICIES**

**(d) Trade and Other Receivables**

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

Receivables expected to be collected within 12 months of the end of the reporting period are classified as current assets. All other receivables are classified as non-current assets.

Collectibility of trade receivables is reviewed on an ongoing basis. Debts that are known to be uncollectible are written off when identified. An allowance for doubtful debts is raised when there is objective evidence that they will not be collectible.

**(e) Inventories**

***General***

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

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

***Land Held for Resale***

Land held for development and sale is valued at the lower of cost and net realisable value. Cost includes the cost of acquisition, development, borrowing costs and holding costs until completion of the development. Finance costs and holding charges incurred after development is completed are expensed.

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

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

**(f) 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.

***Mandatory Requirement to Revalue Non-Current Assets***

Effective from 1 July 2012, the Local Government (Financial Management) Regulations were amended and the measurement of non-current assets at fair value became mandatory.

During the year ended 30 June 2013, the Shire commenced the process of adopting Fair Value in accordance with the Regulations.

Whilst the amendments initially allowed for phasing in or fair value in relation to fixed assets over three years, as at 30 June 2015 all non-current assets were carried at Fair Value in accordance with the requirements.

Thereafter, each asset class must be revalued in accordance with the regulatory framework established and the Shire revalues its asset classes in accordance with this mandatory timetable.

Relevant disclosures, in accordance with the requirements of Australian Accounting Standards, have been made in the financial report as necessary.

**SHIRE OF BROOMEHILL-TAMBELLUP**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2017**

**1. SIGNIFICANT ACCOUNTING POLICIES**

**(f) Fixed Assets (continued)**

***Land Under Control***

In accordance with Local Government (Financial Management) Regulation 16(a), the Shire is required to include as an asset (by 30 June 2013), Crown Land operated by the local government as a golf course, showground, racecourse or other sporting or recreational facility of State or Regional significance.

Upon initial recognition, these assets were recorded at cost in accordance with AASB116. They were then classified as Land and revalued along with other land in accordance with other policies detailed in this note.

***Initial Recognition and Measurement between Mandatory Revaluation Dates***

All assets are initially recognised at cost and subsequently revalued in accordance with the mandatory measurement framework detailed above.

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 no cost or for nominal consideration, 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 acquired between initial recognition and the next revaluation of the asset class in accordance with the mandatory measurement framework detailed above, are carried at cost less accumulated depreciation as management believes this approximates fair value. They will be subject to subsequent revaluation at the next anniversary date in accordance with the mandatory measurement framework detailed above.

***Revaluation***

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 asset are recognised against revaluation surplus directly in equity. All other decreases are recognised in profit or loss.

***Land under Roads***

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

Effective as at 1 July 2008, Council elected not to recognise any value for land under roads acquired on or before 30 June 2008. This accords with the treatment available in Australian Accounting Standard AASB1051 - Land Under Roads and the fact Local Government (Financial Management) Regulation 16(a)(i) prohibits local governments from recognising such land as an asset.

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

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

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

**SHIRE OF BROOMEHILL-TAMBELLUP**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2017**

**1. SIGNIFICANT ACCOUNTING POLICIES**

**(f) Fixed Assets (continued)**

***Depreciation***

The depreciable amount of all fixed assets including buildings but excluding freehold land, are depreciated on a straight-line basis over the individual assets 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.

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

- a) restated proportionately with the change in the gross carrying amount of the asset so that the carrying amount of the asset after revaluation equals its revalued amount; or
- b) eliminated against the gross carrying amount of the asset and the net amount restated to the revalued amount of the asset.

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

Buildings	30 to 50 years
Furniture and Equipment	4 to 10 years
Plant and Equipment	5 to 15 years
Sealed roads and streets	
formation	not depreciated
pavement	50 years
seal	
- bituminous seals	20 years
- asphalt surfaces	25 years
Gravel roads	
formation	not depreciated
pavement	50 years
Formed roads (unsealed)	
formation	not depreciated
pavement	50 years
Footpaths - slab	40 years
Sewerage piping	100 years
Water supply piping & drainage systems	75 years

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

An assets 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.



**SHIRE OF BROOMEHILL-TAMBELLUP**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2017**

**1. SIGNIFICANT ACCOUNTING POLICIES**

**(g) Fair Value of Assets and Liabilities**

When performing a revaluation, the Shire uses a mix of both independent and management valuations using the following as a guide:-

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 (ie 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. 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 (ie the market with the greatest volume and level of activity for the asset or, in the absence of such a market, the most advantageous market available to the entity at the end of the reporting period (ie 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 participants 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.

***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.

**SHIRE OF BROOMEHILL-TAMBELLUP**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2017**

**1. SIGNIFICANT ACCOUNTING POLICIES**

**(g) Fair Value of Assets and Liabilities**

***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 Council 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 an asset at its current service capacity.

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 and 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.

As detailed above, the mandatory measurement framework imposed by the Local Government (Financial Management) Regulations 1996 requires, as a minimum, all assets carried at a revalued amount to be revalued in accordance with the regulatory framework.

**(h) Financial Instruments**

***Initial Recognition and Measurement***

Financial assets and financial liabilities are recognised when the Shire becomes a party to the contractual provisions to the instrument. For financial assets, this is equivalent to the date that the Shire commits itself to either the purchase or sale of the asset (ie trade date accounting is adopted.)

Financial instruments are initially measured at fair value plus transaction costs, except where the instrument is classified 'at fair value through profit or loss', in which case transaction costs are expensed to profit or loss immediately.

***Classification and Subsequent Measurement***

Financial instruments are subsequently measured at fair value, amortised cost using the effective interest rate method or at cost.

Amortised cost is calculated as:-

- (a) the amount in which the financial asset or financial liability is measured at initial recognition;
- (b) less principal repayments and any reduction for impairment; and
- (c) plus or minus the cumulative amortisation of the difference, if any, between the amount initially recognised and the maturity amount calculated using the effective interest rate method.

**SHIRE OF BROOMEHILL-TAMBELLUP**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2017**

**1. SIGNIFICANT ACCOUNTING POLICIES**

**(h) Financial Instruments (continued)**

The effective interest rate method is used to allocate interest income or interest expense over the relevant period and is equivalent to the rate that exactly discounts estimated future cash payments or receipts (including fees, transaction costs and other premiums or discounts) through the expected life (or when this cannot be reliably predicted, the contractual term) of the financial instrument to the net carrying amount of the financial asset or financial liability. Revisions to expected future net cash flows will necessitate an adjustment to the carrying value with a consequential recognition of an income or expense in profit or loss.

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

Financial assets are classified at "fair value through profit or loss" when they are held for trading for the purpose of short term profit making. Such assets are subsequently measured at fair value with the changes in carrying amount being included in profit or loss. Assets in this category are classified as current assets.

*(ii) Loans and receivables*

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market and are subsequently measured at amortised cost. Gains or losses are recognised in profit or loss.

Loans and receivables are included in current assets, except those for which are not expected to mature within 12 months after the end of the reporting period.

*(iii) Held-to-maturity investments*

Held-to-maturity investments are non-derivative financial assets with fixed or determinable payments and fixed maturities that the Council's management has the positive intention and ability to hold to maturity. They are subsequently measured at amortised cost. Gains or losses are recognised in profit or loss.

Held to maturity investments are included in non-current assets where they are expected to mature within 12 months after the end of the reporting period. All other investments are classified as non-current.

*(iv) Available-for-sale financial assets*

Available-for-sale financial assets, are non-derivative financial assets that are either not suitable to be classified into other categories of financial assets due to their nature, or they are designated as such by management. They comprise investments in the equity of other entities where there is neither a fixed maturity nor fixed or determinable payments.

They are subsequently measured at fair value with changes in such fair value (ie gains or losses) recognised in other comprehensive income (except for impairment losses). When the financial asset is derecognised, the cumulative gain or loss pertaining to the asset previously recognised in other comprehensive income, is reclassified into profit or loss.

***Classification and Subsequent Measurement (continued)***

Available-for-sale financial assets are included in current assets where they are expected to be sold within 12 months after the end of the reporting period. All other financial assets are classified as non-current.

*(v) Financial Liabilities*

Non-derivative financial liabilities (excluding financial guarantees) are subsequently measured at amortised cost. Gains or losses are recognised in profit or loss.

**SHIRE OF BROOMEHILL-TAMBELLUP**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2017**

**1. SIGNIFICANT ACCOUNTING POLICIES**

**(h) Financial Instruments (continued)**

***Impairment***

A financial asset is deemed to be impaired if, and only if, there is objective evidence of impairment as a result of one or more events ("a loss event") having occurred, which will have an impact on the estimated future cash flows of the financial asset(s).

In the case of available-for-sale financial instruments, a significant or prolonged decline in the market value of the instrument is considered a loss event. Impairment losses are recognised in profit or loss immediately. Also, any cumulative decline in fair value previously recognised in other comprehensive income is reclassified into profit or loss at this point.

In the case of financial assets carried at amortised cost, loss events may include: indications that the debtors or a group of debtors are experiencing significant financial difficulty, default or delinquency in interest or principal payments; indicators that they will enter bankruptcy or other financial reorganisation; and changes in arrears or economic conditions that correlate with defaults.

For financial assets carried at amortised cost (including loans and receivables) a separate allowance account is used to reduce the carrying amount of financial assets impaired by credit losses. After having taken all possible measures of recovery, if management establishes that the carrying amount cannot be recovered by any means, at that point the written-off amounts are charged to the allowance account or the carrying amount of impaired financial assets is reduced directly if no impairment amount was previously recognised in the allowance account.

***Derecognition***

Financial assets are derecognised where the contractual rights to receipt of cash flows expire or the asset is transferred to another party whereby the Council no longer has any significant continued involvement in the risks and benefits associated with the asset.

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.

**(i) Impairment of Assets**

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

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

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 (eg AASB 116). Any impairment loss of a revalued asset is treated as a revaluation decrease in accordance with that other standard.

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

**SHIRE OF BROOMEHILL-TAMBELLUP**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2017**

**1. SIGNIFICANT ACCOUNTING POLICIES**

**(j) 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 and are usually paid within 30 days of recognition.

**(k) Employee Benefits**

***Short Term Employee Benefits***

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

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

***Other Long-Term Employee Benefits***

Provision is made for employees' long service leave and annual leave entitlements not expected to be settled wholly within 12 months after the end of the annual reporting period in which the employees render the related service. Other long-term employee benefits 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 or 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 they occur.

The Shires 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.

**(l) 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.

**(m) Provisions**

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

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

**SHIRE OF BROOMEHILL-TAMBELLUP**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2017**

**1. SIGNIFICANT ACCOUNTING POLICIES**

**(n) Leases**

Leases of fixed assets, where substantially all the risks and benefits incidental to the ownership of the asset, but not legal ownership, are transferred to the Shire, are classified as finance leases.

Finance leases are capitalised recording an asset and a liability equal to the present value of the minimum lease payments, including any guaranteed residual values. Lease payments are allocated between the reduction of the lease liability and the lease interest expense for the period.

Leased assets are depreciated on a straight line basis over the shorter of their estimated useful lives or the lease term.

Lease payments for operating leases, where substantially all the risks and benefits remain with the lessor, are charged as expenses in the periods in which they are incurred.

Lease incentives under operating leases are recognised as a liability and amortised on a straight line basis over the life of the lease term.

**(o) Investment in Associates**

An associate is an entity over which the Shire has significant influence. Significant influence is the power to participate in the financial operating policy decisions of that entity but is not control or joint control of those policies. Investments in associates are accounted for in the financial statements by applying the equity method of accounting, whereby the investment is initially recognised at cost and adjusted thereafter for the post-acquisition change in the Shires share of net assets of the associate. In addition, the Shires share of the profit or loss of the associate is included in the Shires profit or loss.

The carrying amount of the investment includes, where applicable, goodwill relating to the associate. Any discount on acquisition, whereby the Shires share of the net fair value of the associate exceeds the cost of investment, is recognised in profit or loss in the period in which the investment is acquired.

Profit and losses resulting from transactions between the Shire and the associate are eliminated to the extent of the Shires interest in the associate.

When the Shires share of losses in an associate equals or exceeds its interest in the associate, the Shire discontinues recognising its share of further losses unless it has incurred legal or constructive obligations or made payments on behalf of the associate. When the associate subsequently makes profits, the Shire will resume recognising its share of those profits once its share of the profits equals the share of the losses not recognised.

**(p) Interest in Joint Arrangements**

Joint arrangements represent the contractual sharing of control between parties in a business venture where unanimous decisions about relevant activities are required.

Separate joint venture entities providing joint venturers with an interest to net assets are classified as a joint venture and accounted for using the equity method. Refer to note 1(o) for a depreciation of the equity method of accounting.

Joint venture operations represent arrangements whereby joint operators maintain direct interests in each asset and exposure to each liability of the arrangement. The Shires interests in the assets, liabilities, revenue and expenses of joint operations are included in the respective line items of the financial statements. Information about the joint ventures is set out in Note 17.

**SHIRE OF BROOMEHILL-TAMBELLUP**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2017**

**1. SIGNIFICANT ACCOUNTING POLICIES**

**(q) Rates, Grants, Donations and Other Contributions**

Rates, grants, donations and other contributions are recognised as revenues when the local government obtains control over the assets comprising the contributions. Control over assets acquired from rates is obtained at the commencement of the rating period or, where earlier, upon receipt of the rates.

Where contributions recognised as revenues during the reporting period were obtained on the condition that they be expended in a particular manner or used over a particular period, and those conditions were undischarged as at the reporting date, the nature of and amounts pertaining to those undischarged conditions are disclosed in Note 2(c). That note also discloses the amount of contributions recognised as revenues in a previous reporting period which were obtained in respect of the local governments operation for the current reporting period.

**(r) Superannuation**

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

**(s) Current and Non-Current Classification**

In the determination of whether an asset or liability is current or non-current, consideration is given to the time when each asset or liability is expected to be settled. The asset or liability is classified as current if it is expected to be settled within the next 12 months, being the 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 even if not expected to be realised in the next 12 months except for land held for resale where it is held as non-current based on the Shire's intentions to release for sale.

**(t) Comparative Figures**

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

Where the Shire applies an accounting policy retrospectively, makes a retrospective restatement or reclassifies items in its financial statement, 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.

**(u) 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.

**SHIRE OF BROOMEHILL-TAMBELLUP  
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT  
FOR THE YEAR ENDED 30 JUNE 2017**

**1. SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**(v) New Accounting Standards and Interpretations for Application in Future Periods**

The AASB has issued a number of new and amended Accounting Standards and Interpretations that have mandatory application dates for future reporting periods some of which are relevant to the Shire.

Management's assessment of the new and amended pronouncement that are relevant to the Shire, applicable to future reporting periods and which have not yet been adopted are set out as follows:-

	<b>Title</b>	<b>Issued / Compiled</b>	<b>Applicable <sup>(1)</sup></b>	<b>Impact</b>
(i)	AASB 9 - Financial Instruments (incorporating AASB 2014-7 and AASB 2014-8)	December 2014	1 January 2018	Nil - The objective of the Standard is to improve and simplify the approach for classification and measurement of financial assets compared with the requirements of AASB 139. Given the nature of the financial assets of the Shire, it is not anticipated that the standard will have any material effect.
(ii)	AASB 15 Revenue from Contracts with Customers	December 2014	1 January 2019	<p>This Standard establishes principles for entities to apply to report useful information to users of financial statements about the nature amount, timing and uncertainty of revenue and cash flows arising from a contract with a customer.</p> <p>The effect of this Standard will depend upon the nature of future transactions the Shire has with those third parties it has dealings with. It may or may not be significant</p>
(iii)	AASB 16 Leases	February 2016	1 January 2019	<p>Under AASB 16 there is no longer a distinction between finance and operating leases. Lessees will now bring to account a right-to-use asset and lease liability onto their statement of financial position for all leases. Effectively this means the vast majority of operating leases as defined by the current AASB 117. Leases which currently do not impact the statement of financial position will be required to be capitalised on the statement of financial position once AASB 16 is adopted.</p> <p>Currently operating lease payments are expensed as incurred. This will cease and will be replaced by both depreciation and interest charges. Based on the current number of operating leases held by the Shire, the impact is not expected to be significant.</p>



**SHIRE OF BROOMEHILL-TAMBELLUP  
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT  
FOR THE YEAR ENDED 30 JUNE 2017**

**1. SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**(v) New Accounting Standards and Interpretations for Application in Future Periods (continued)**

Title	Issued / Compiled	Applicable (*)	Impact
(iv) AASB 1058 Income of Not-for-Profit Entities (incorporating AASB 2016-7 and AASB 2016-8)	December 2016	1 January 2019	<p>These standards are likely to have a significant impact on the income recognition for NFP's. Key areas for consideration are:</p> <ul style="list-style-type: none"> <li>- Assets received below fair value</li> <li>- Transfers received to acquire or construct non-financial assets;</li> <li>- Grants received;</li> <li>- Prepaid rates;</li> <li>- Leases entered into at below market rates; and</li> <li>- Volunteer services.</li> </ul>

Whilst it is not possible to quantify the financial impact (or if it is material) of these key areas until the details of future transactions are known, they will all have application to the Shires operations.

Notes:

<sup>(1)</sup> Applicable to reporting periods commencing on or after the given date.

**(w) Adoption of New and Revised Accounting Standards**

During the current year, the Shire adopted all of the new and revised Australian Accounting Standards and Interpretations which were compiled, became mandatory and which were applicable to its operations.

Whilst many reflected consequential changes associated with the amendment of existing standards, the only new standard with material application is as follows:-

(i) AASB 2015-5 Amendments to Australian Accounting Standards - Extending Related Party Disclosures to Not-for-Profit Public Sector Entities	<p>The objective of this standard was to extend the scope of AASB 124 <i>Related Party Disclosures</i> to include not-for-profit sector entities.</p> <p>The Standard has had a significant disclosure impact on the financial report of the Shire as both Elected Members and Senior Management are deemed to be Key Management Personnel and resultant disclosures in accordance with AASB 124 have been necessary.</p>
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**SHIRE OF BROOMEHILL-TAMBELLUP  
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT  
FOR THE YEAR ENDED 30 JUNE 2017**

## **2. REVENUES AND EXPENSES**

### **(a) Statement of Objective**

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

#### **GOVERNANCE**

**Objective:**

To provide a decision making process for the efficient allocation of scarce resources.

**Activities:**

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 Shire services.

#### **GENERAL PURPOSE FUNDING**

**Objective:**

To collect revenue to allow for the provision of services

**Activities:**

Rates, general purpose government grants and interest revenue.

#### **LAW, ORDER, PUBLIC SAFETY**

**Objective:**

To provide services to help ensure a safer and environmentally conscious community.

**Activities:**

Supervision and enforcement of various local laws relating to fire prevention, animal control and other aspects of public safety including emergency services.

#### **HEALTH**

**Objective:**

To provide an operational framework for environmental and community health.

**Activities:**

Inspection of food outlets and their control, mosquito control and maintenance of the Infant Health Clinic in Tambellup.

#### **EDUCATION AND WELFARE**

**Objective:**

To provide services to the elderly, children and youth.

**Activities:**

Assistance to the Broomehill and Tambellup Primary Schools, support of the "A Smart Start" program.

#### **HOUSING**

**Objective:**

To provide and maintain staff housing, and accommodation for 'well aged' seniors in the Community.

**Activities:**

Provision and maintenance of staff housing, and the Independent Living Seniors accommodation in Tambellup.

#### **COMMUNITY AMENITIES**

**Objective:**

To provide services required by the Community.

**Activities:**

Rubbish collection services, operation of the tip sites and waste transfer stations, administration of the Town Planning Scheme, Cemetery maintenance at Broomehill, Tambellup and Pindellup cemeteries, public conveniences, protection of the environment.

**SHIRE OF BROOMEHILL-TAMBELLUP**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2017**

**2. REVENUES AND EXPENSES**

**(a) Statement of Objective**

**RECREATION AND CULTURE**

**Objective:**

To establish and effectively manage infrastructure and resources which will assist with the social well-being of the Community.

**Activities:**

Maintenance of public halls, recreation grounds, parks, gardens, reserves and playgrounds. Operation of the Broomehill Library and support to the Tambellup Community Resource Centre for management of the Tambellup library. Museums and other cultural facilities.

**TRANSPORT**

**Objective:**

To provide safe, effective and efficient transport services to the Community.

**Activities:**

Construction and maintenance of streets, roads and bridges. Cleaning and lighting of streets, maintenance of the Broomehill and Tambellup works depots. Provision of the Department of Transport licensing services to the Community.

**ECONOMIC SERVICES**

**Objective:**

To assist in promoting the Shire and its economic wellbeing.

**Activities:**

Tourism and area promotion, including operation of the Broomehill Caravan Park. Provision of rural services including noxious weed control, vermin control and standpipes. Provision of Building services.

**OTHER PROPERTY & SERVICES**

**Objectives:**

To monitor and control councils works overhead operating accounts.

**Activities:**

Private works operations, public works overhead costs, plant operation costs and unclassified items.

**SHIRE OF BROOMEHILL-TAMBELLUP**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2017**

**2. REVENUES AND EXPENSES**

	<b>Actual 2016/17</b>	<b>Actual 2015/16</b>
<b>(b) Result from Ordinary Activities</b>		
The Result from Ordinary Activities includes:		
(i) Charging as an Expense:		
<b>Significant Expense</b>		
Transport	1,018,759.98	364,526.30
	<b>1,018,759.98</b>	<b>364,526.30</b>
<u>Transport</u>		
<i>This significant expense in both 2015/16 and 2016/17 relates to reinstatement works following heavy rainfall in January 2016. This was a declared event and reinstatement works are eligible for funding through the WA Natural Disaster Relief and Recovery Arrangements (WANDRRA)</i>		
<b>Auditors Remuneration</b>		
- Audit services	20,450.00	19,370.01
<b>Depreciation</b>		
Buildings	194,141.14	198,505.61
Furniture and Equipment	4,518.95	22,078.69
Plant and Equipment	239,217.65	261,465.38
Infrastructure	589,264.91	561,305.61
	<b>1,027,142.65</b>	<b>1,043,355.29</b>
<b>Interest Expenses</b>		
Debentures (refer Note 22(a))	29,692.48	13,316.94
	<b>29,692.48</b>	<b>13,316.94</b>
<b>Rental Charges</b>		
Operating Leases	28,308.24	23,856.24
	<b>28,308.24</b>	<b>23,856.24</b>

(ii) Crediting as Revenue:

**Significant Revenue**

Transport	939,120.59	273,394.71
	<b>939,120.59</b>	<b>273,394.71</b>

Transport

*This significant expense in both 2015/16 and 2016/17 relates to reinstatement works following heavy rainfall in January 2016. This was a declared event and reinstatement works are eligible for funding through the WA Natural Disaster Relief and Recovery Arrangements (WANDRRA)*

**SHIRE OF BROOMEHILL-TAMBELLUP**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2017**

**2. REVENUES AND EXPENSES**

<b>(b) Result from Ordinary Activities</b>	<b>Actual 2016/17</b>	<b>Actual 2015/16</b>
<b>Other Revenue</b>		
Reimbursements and Recoveries	209,684.55	0.00
Significant Revenue (Refer Above)	939,120.59	273,394.71
Other	82,382.62	91,375.33
	<u><b>1,231,187.76</b></u>	<u><b>364,770.04</b></u>
	<b>Actual 2016/17</b>	<b>Budget 2016/17</b>
<b>Interest Earnings</b>		<b>Actual 2015/16</b>
Investments		
- Reserve Funds	31,294.25	27,600.00
- Other Funds	8,736.02	15,000.00
Other Interest Revenue ( <i>refer note 28</i> )	26,898.00	22,795.69
	<u><b>66,928.27</b></u>	<u><b>67,700.00</b></u>
		<u><b>78,614.58</b></u>

**SHIRE OF BROOMEHILL-TAMBELLUP**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2017**

**2. REVENUES AND EXPENSES (continued)**

**(c) Conditions over Grants / Contributions**

Grant / Contribution	Opening Balance <sup>1</sup> 01/07/15	Received <sup>2</sup> 2015/16	Expended <sup>3</sup> 2015/16	Closing Balance <sup>1</sup> 30/06/16	Received <sup>2</sup> 2016/17	Expended <sup>3</sup> 2016/17	Closing Balance 30/06/17
<b>Governance</b>							
Dept Local Govt - Amalgamation	51,505.52	0.00	0.00	51,505.52	0.00	0.00	51,505.52
Dept Local Govt - Strategic Planning	10,325.87	0.00	0.00	10,325.87	0.00	0.00	10,325.87
Lotterywest - generator Tamb Admin	0.00	0.00	0.00	0.00	10,600.00	(10,600.00)	0.00
<b>Community Amenities</b>							
Country Local Govt Fund - Regional (WaterHarvesting)	164,515.23	0.00	(164,515.23)	0.00	0.00	0.00	0.00
<b>Recreation &amp; Culture</b>							
Dept Sport & Recreation - Kidsport program	0.00	12,000.00	(5,971.00)	6,029.00	0.00	(4,875.00)	1,154.00
Country Local Govt Fund - 2012/13 alloc - Tamb Pavilion	374,889.00	0.00	(66,811.29)	308,077.71	0.00	(308,077.71)	0.00
GSDC Regional Development Australia - Tamb Pavilion	200,000.00	0.00	0.00	200,000.00	0.00	(200,000.00)	0.00
National Stronger Regions Fund - Tamb Pavilion	0.00	0.00	0.00	0.00	475,000.00	(475,000.00)	0.00
Dept Sport & Rec CSRFF - Tamb Pavilion	0.00	0.00	0.00	0.00	525,000.00	(525,000.00)	0.00
Dept Sport & Recreation - Broomehill Complex Storeroom	0.00	8,439.00	(8,439.00)	0.00	0.00	0.00	0.00
Broomehill Recreation Complex - storeroom	0.00	8,439.59	(8,439.59)	0.00	0.00	0.00	0.00
Co-operative Bulk Handling - Bhill Complex dam pump	0.00	0.00	0.00	0.00	13,500.00	(13,500.00)	0.00
Stronger Communities Program - Holland Park shade	0.00	0.00	0.00	0.00	15,000.00	(15,000.00)	0.00
<b>Transport</b>							
Roads to Recovery	91,388.28	827,700.00	(811,044.19)	108,044.09	508,300.00	(586,417.09)	29,927.00
MRWA Regional Road Group	0.00	431,942.00	(431,942.00)	0.00	857,953.00	(857,953.00)	0.00
MRWA Black Spot	0.00	0.00	0.00	0.00	0.00	0.00	0.00
MRWA Commodity Routes	0.00	70,000.00	(32,000.00)	38,000.00	428,000.00	(350,436.42)	115,563.58
WA Local Govt Grants Commission / MRWA - Bridge 4236A	309,333.00	0.00	0.00	309,333.00	0.00	(309,333.00)	0.00
WA Country Health Service - kerbing reinstatement	0.00	0.00	0.00	0.00	25,000.00	0.00	25,000.00
<b>Total</b>	<b><u>1,201,956.90</u></b>	<b><u>1,358,520.59</u></b>	<b><u>(1,529,162.30)</u></b>	<b><u>1,031,315.19</u></b>	<b><u>2,858,353.00</u></b>	<b><u>(3,656,192.22)</u></b>	<b><u>233,475.97</u></b>

1 Grants/Contributions recognised as revenue in a previous reporting period which were not expended at the close of the previous reporting period

2 New grants/contributions which were recognised as revenues during the reporting period and which had not yet been fully expended in the manner specified by the contributor

3 Grants/Contributions which had been recognised as revenues in a previous reporting period or received in the current reporting period and which were expended in the current reporting period in the manner specified by the contributor

**SHIRE OF BROOMEHILL-TAMBELLUP**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2017**

	Note	Actual 2016/17	Actual 2015/16
<b>3. CASH AND CASH EQUIVALENTS</b>			
Unrestricted		978,454.01	(91,288.07)
Restricted		1,225,571.39	2,298,229.61
		<u><b>2,204,025.40</b></u>	<u><b>2,206,941.54</b></u>
<b>Restricted Cash</b>			
The following restrictions have been imposed by regulations or other externally imposed requirements:			
Reserve Funds			
Leave Reserve	12	104,815.74	105,788.86
Plant Reserve	12	88,287.06	47,451.48
Building Reserve	12	116,260.15	360,117.79
Computer Reserve	12	48,413.28	37,401.77
Tambellup Recreation Ground & Pavilion Reserve	12	39,474.61	265,711.10
Broomehill Recreation Complex Reserve	12	65,293.41	55,283.28
Building Maintenance Reserve	12	53,904.77	52,672.08
Sandalwood Villas Reserve	12	58,764.95	47,649.78
Synthetic Bowling Green Replacement Reserve	12	45,804.80	36,239.78
Refuse Sites Post Closure Management Reserve	12	15,552.73	10,245.16
Lavieville Lodge Reserve	12	46,986.99	45,913.00
Townscape Plan Implementation Reserve	12	308,536.93	202,440.34
Other Restricted Funds	2(c)	233,475.97	1,031,315.19
<b>Total Restricted Cash</b>		<u><b>1,225,571.39</b></u>	<u><b>2,298,229.61</b></u>
<b>4. TRADE AND OTHER RECEIVABLES</b>			
<b>Current</b>			
Rate Debtors		211,823.65	191,666.15
Sundry Debtors		228,027.47	30,606.52
GST Receivable		36,939.75	46,169.32
Loans - Clubs/Institutions		0.00	0.00
Accrued Income		120,605.82	306,058.15
Prepaid Expenses		4,545.45	0.00
		<u><b>601,942.14</b></u>	<u><b>574,500.14</b></u>
<b>Non-Current</b>			
Deferred Rates - Pensioners		35,484.76	31,424.72
Loans - Clubs/Institutions		0.00	0.00
Long Service Leave Debtors		19,975.41	8,719.37
		<u><b>55,460.17</b></u>	<u><b>40,144.09</b></u>

**SHIRE OF BROOMEHILL-TAMBELLUP**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2017**

	Note	Actual 2016/17	Actual 2015/16
<b>5. INVENTORIES</b>			
<b>Current</b>			
Fuel and Materials		56,547.61	17,813.56
		<u>56,547.61</u>	<u>17,813.56</u>
<b>Non-Current</b>			
Land Held for Resale			
- Independent Valuation 2017		216,000.00	0.00
- Independent Valuation 2014		0.00	240,000.00
		<u>216,000.00</u>	<u>240,000.00</u>
<i>Land Held for Resale</i>			
The land was revalued by Griffin Valuation Advisory for year end 30 June 2017			
<b>6. FINANCIAL ASSETS</b>			
<b>Non-Current</b>			
Available for Sale Financial Assets			
Local Government House Unit Trust		61,867.08	174,967.74
Shares - BKW Co-operative		897.00	897.00
		<u>62,764.08</u>	<u>175,864.74</u>



**SHIRE OF BROOMEHILL-TAMBELLUP**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2017**

<b>7 (a). PROPERTY, PLANT AND EQUIPMENT</b>	<b>Actual 2016/17</b>	<b>Actual 2015/16</b>
<b><i>Land &amp; Buildings</i></b>		
Freehold Land at		
- Independent Valuation 2017	1,115,900.00	0.00
- Independent Valuation 2014	0.00	1,197,700.00
- Additions after valuation - cost	0.00	1,593.32
	<u>1,115,900.00</u>	<u>1,199,293.32</u>
Land Vested In and Under the Control of Council		
- Independent Valuation 2017	7,400.00	0.00
- Independent Valuation 2014	0.00	45,000.00
- Additions after valuation - cost	0.00	0.00
	<u>7,400.00</u>	<u>45,000.00</u>
<b>Total Land</b>	<u><u>1,123,300.00</u></u>	<u><u>1,244,293.32</u></u>
Buildings at		
- Independent Valuation 2017	8,170,290.00	0.00
- Independent Valuation 2014	0.00	7,905,300.00
- Additions after valuation - cost	0.00	1,940,896.04
- Works in Progress - cost	2,898,865.52	317,541.08
- Disposals	0.00	(810,000.00)
- Transfers	0.00	(156,400.00)
Less: Accumulated Depreciation	0.00	(349,685.45)
<b>Total Buildings</b>	<u>11,069,155.52</u>	<u>8,847,651.67</u>
<b>Total Land and Buildings</b>	<u><u>12,192,455.52</u></u>	<u><u>10,091,944.99</u></u>
<b><i>Furniture &amp; Equipment</i></b>		
- Independent Valuation 2016	52,700.00	52,700.00
- Additions after valuation - cost	0.00	0.00
Less: Accumulated Depreciation	(4,518.95)	0.00
	<u>48,181.05</u>	<u>52,700.00</u>
<b><i>Plant &amp; Equipment</i></b>		
- Independent Valuation 2016	3,360,600.00	3,360,600.00
- Additions after valuation - cost	461,601.56	0.00
Less: Accumulated Depreciation	(239,217.65)	0.00
	<u>3,582,983.91</u>	<u>3,360,600.00</u>
<b>TOTAL PROPERTY, PLANT &amp; EQUIPMENT</b>	<u><u>15,823,620.48</u></u>	<u><u>13,505,244.99</u></u>

The fair value of property, plant and equipment is determined at least every three years in accordance with legislative requirements. Additions since the date of valuation are shown as cost, given they were acquired at arms length and any accumulated depreciation reflects the usage of service potential; it is considered the recorded written down value approximates fair value. At the end of each intervening period the valuation is reviewed and where appropriate fair value is updated to reflect current market conditions. This process is considered to be in accordance with the *Local Government (Financial Management) Regulation 17A (2)* which requires property, plant and equipment to be shown at fair value.

**SHIRE OF BROOMEHILL-TAMBELLUP**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2017**

**7. PROPERTY, PLANT AND EQUIPMENT (continued)**

**(b) Movements in Carrying Amounts**

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

	Balance at the Beginning of the Year	Additions	(Disposals)	Revaluation Increments / (Decrements) Transferred to Revaluation Reserve	Revaluation (Losses) / Reversals Through to Profit or Loss	Impairment (Losses) / Reversals	Depreciation (Expense)	Transfers	Carrying Amount at the End of Year
Freehold Land	1,199,293.32	0.00	0.00	(83,393.32)	0.00	0.00	0.00	0.00	1,115,900.00
Land Vested in and under the control of Council	45,000.00	0.00	0.00	(37,600.00)	0.00	0.00	0.00	0.00	7,400.00
<b>Total Land</b>	<b>1,244,293.32</b>	<b>0.00</b>	<b>0.00</b>	<b>(120,993.32)</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>1,123,300.00</b>
Buildings	8,847,651.67	3,126,307.16	0.00	(710,662.17)	0.00	0.00	(194,141.14)	0.00	11,069,155.52
<b>Total Land &amp; Buildings</b>	<b>10,091,944.99</b>	<b>3,126,307.16</b>	<b>0.00</b>	<b>(831,655.49)</b>	<b>0.00</b>	<b>0.00</b>	<b>(194,141.14)</b>	<b>0.00</b>	<b>12,192,455.52</b>
Furniture & Equipment	52,700.00	0.00	0.00	0.00	0.00	0.00	(4,518.95)	0.00	48,181.05
Plant & Equipment	3,360,600.00	1,730,811.04	(1,269,209.48)	0.00	0.00	0.00	(239,217.65)	0.00	3,582,983.91
<b>Total Property, Plant &amp; Equipment</b>	<b>13,505,244.99</b>	<b>4,857,118.20</b>	<b>(1,269,209.48)</b>	<b>(831,655.49)</b>	<b>0.00</b>	<b>0.00</b>	<b>(437,877.74)</b>	<b>0.00</b>	<b>15,823,620.48</b>

**SHIRE OF BROOMEHILL-TAMBELLUP**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2017**

**7. PROPERTY, PLANT AND EQUIPMENT (continued)**

**(c) Fair Value Measurements**

<b>Asset Class</b>	<b>Fair Value Hierarchy</b>	<b>Valuation Technique</b>	<b>Basis of Valuation</b>	<b>Date of Last Valuation</b>	<b>Inputs Used</b>
<b>Land and Buildings</b>					
Freehold Land	2	Market approach using recent observable market data for similar properties / income approach using discounted cashflow methodology	Independent Registered Valuers	June 2017	Price per hectare / market borrowing rates
Land Vested in and under the control of Council	3	Market approach using recent observable market data for similar properties / income approach using discounted cashflow methodology	Independent Registered Valuers	June 2017	Price per hectare / market borrowing rates
Buildings	2	Market approach using recent observable market data for similar properties / income approach using discounted cashflow methodology	Independent Registered Valuers	June 2017	Price per square metre / market borrowing rates
<b>Furniture &amp; Equipment</b>	2	Market approach using recent observable market data for similar assets	Independent Valuation	June 2016	Market price per item
<b>Plant &amp; Equipment</b>	2	Market approach using recent observable market data for similar assets	Independent Valuation	June 2016	Market price per item

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 property, plant and equipment using either level 2 or level 3 inputs.

**SHIRE OF BROOMEHILL-TAMBELLUP**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2017**

<b>8 (a). INFRASTRUCTURE</b>	<b>Actual 2016/17</b>	<b>Actual 2015/16</b>
<b><i>Roads - Earthworks &amp; Clearing</i></b>		
- Management Valuation 2015	44,091,032.00	44,091,032.00
- Additions after valuation - cost	287,357.93	103,930.78
	<b>44,378,389.93</b>	<b>44,194,962.78</b>
<b><i>Roads</i></b>		
- Management Valuation 2015	62,664,142.34	62,664,142.34
- Additions after valuation - cost	3,055,369.38	1,126,841.24
Less: Accumulated Depreciation	(932,103.62)	(452,847.67)
	<b>64,787,408.10</b>	<b>63,338,135.91</b>
<b><i>Footpaths</i></b>		
- Management Valuation 2015	625,869.45	625,869.45
- Additions after valuation - cost	0.00	0.00
Less Accumulated Depreciation	(10,677.24)	(5,338.62)
	<b>615,192.21</b>	<b>620,530.83</b>
<b><i>Drainage</i></b>		
- Management Valuation - 2015	777,111.00	777,111.00
- Additions after valuation - cost	0.00	0.00
Less Accumulated Depreciation	(17,251.80)	(8,625.90)
	<b>759,859.20</b>	<b>768,485.10</b>
<b><i>Parks &amp; Ovals</i></b>		
- Management Valuation - 2015	1,734,000.00	1,734,000.00
- Additions after valuation - cost	58,253.71	58,253.71
- Work in Progress - cost	53,545.07	0.00
Less Accumulated Depreciation	(156,827.23)	(77,683.99)
	<b>1,688,971.55</b>	<b>1,714,569.72</b>
<b><i>Water Supply</i></b>		
- Management Valuation - 2015	73,000.00	73,000.00
- Additions after valuation - cost	0.00	0.00
Less Accumulated Depreciation	(7,298.84)	(3,649.42)
	<b>65,701.16</b>	<b>69,350.58</b>
<b><i>Other Infrastructure</i></b>		
- Management Valuation - 2015	474,786.00	474,786.00
- Additions after valuation - cost	1,376.00	1,376.00
- Work in Progress - cost	5,230.04	0.00
Less Accumulated Depreciation	(26,411.79)	(13,160.01)
	<b>454,980.25</b>	<b>463,001.99</b>
	<b>112,750,502.40</b>	<b>111,169,036.91</b>

The fair value of property, plant and equipment is determined at least every three years in accordance with legislative requirements. Additions since the date of valuation are shown as cost, given they were acquired at arms length and any accumulated depreciation reflects the usage of service potential; it is considered the recorded written down value approximates fair value. At the end of each intervening period the valuation is reviewed and where appropriate fair value is updated to reflect current market conditions. This process is considered to be in accordance with the *Local Government (Financial Management) Regulation 17A (2)* which requires property, plant and equipment to be shown at fair value.

**SHIRE OF BROOMEHILL-TAMBELLUP**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2017**

**8. INFRASTRUCTURE (Continued)**

**(b) Movements in Carrying Amounts**

The following represents the movement in the carrying amounts of each class of infrastructure between the beginning and the end of the current financial year:-

	Balance at the Beginning of the Year	Additions	(Disposals)	Revaluation Increments / (Decrements) Transferred to Revaluation Reserve	Revaluation (Losses) / Reversals Through to Profit or Loss	Impairment (Losses) / Reversals	Depreciation (Expense)	Transfers	Carrying Amount at the End of Year
Roads	107,533,098.69	2,111,955.29	0.00	0.00	0.00	0.00	(479,255.95)	0.00	109,165,798.03
Footpaths	620,530.83	0.00	0.00	0.00	0.00	0.00	(5,338.62)	0.00	615,192.21
Drainage	768,485.10	0.00	0.00	0.00	0.00	0.00	(8,625.90)	0.00	759,859.20
Parks & Ovals	1,714,569.72	53,545.07	0.00	0.00	0.00	0.00	(79,143.24)	0.00	1,688,971.55
Water Supply	69,350.58	0.00	0.00	0.00	0.00	0.00	(3,649.42)	0.00	65,701.16
Other Infrastructure	463,001.99	5,230.04	0.00	0.00	0.00	0.00	(13,251.78)	0.00	454,980.25
	<b>111,169,036.91</b>	<b>2,170,730.40</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>(589,264.91)</b>	<b>0.00</b>	<b>112,750,502.40</b>

**SHIRE OF BROOMEHILL-TAMBELLUP**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2017**

**8. INFRASTRUCTURE (Continued)**

**(c) Fair Value Measurements**

<b>Asset Class</b>	<b>Fair Value Hierarchy</b>	<b>Valuation Technique</b>	<b>Basis of Valuation</b>	<b>Date of Last Valuation</b>	<b>Inputs Used</b>
Roads	3	Cost approach using depreciated replacement cost	Management Valuation	June 2015	Construction costs and current condition (Level2), residual values and remaining useful life assessments (Level 3) inputs
Footpaths	3	Cost approach using depreciated replacement cost	Management Valuation	June 2015	Construction costs and current condition (Level2), residual values and remaining useful life assessments (Level 3) inputs
Drainage	3	Cost approach using depreciated replacement cost	Management Valuation	June 2015	Construction costs and current condition (Level2), residual values and remaining useful life assessments (Level 3) inputs
Parks & Ovals	3	Cost approach using depreciated replacement cost	Management Valuation	June 2015	Construction costs and current condition (Level2), residual values and remaining useful life assessments (Level 3) inputs
Water Supply	3	Cost approach using depreciated replacement cost	Management Valuation	June 2015	Construction costs and current condition (Level2), residual values and remaining useful life assessments (Level 3) inputs
Other Infrastructure	3	Cost approach using depreciated replacement cost	Management Valuation	June 2015	Construction costs and current condition (Level2), 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 BROOMEHILL-TAMBELLUP  
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT  
FOR THE YEAR ENDED 30 JUNE 2017**

	<b>Actual 2016/17</b>	<b>Actual 2015/16</b>	
<b>9. TRADE AND OTHER PAYABLES</b>			
<b>Current</b>			
Sundry Creditors	203,361.61	230,071.07	
Accrued Interest on Debentures	20,161.66	1,579.35	
Accrued Salaries and Wages	32,357.18	27,715.21	
Accrued Expenses	39,107.53	62,420.63	
GST Payable	0.00	0.00	
Income Received in Advance	27,826.77	28,185.06	
	<u><b>322,814.75</b></u>	<u><b>349,971.32</b></u>	
<b>Non Current</b>			
Long Service Leave Creditors	10,372.10	10,372.10	
	<u><b>10,372.10</b></u>	<u><b>10,372.10</b></u>	
<b>10. LONG-TERM BORROWINGS</b>			
<b>Current</b>			
Secured by Floating Charge Debentures	82,285.62	51,977.02	
	<u><b>82,285.62</b></u>	<u><b>51,977.02</b></u>	
<b>Non-Current</b>			
Secured by Floating Charge Debentures	1,219,721.60	152,007.22	
	<u><b>1,219,721.60</b></u>	<u><b>152,007.22</b></u>	
Additional detail on borrowings is provided in Note 22			
<b>11. PROVISIONS</b>			
	<b>Provision for Annual Leave</b>	<b>Provision for Long Service Leave</b>	<b>Total</b>
Opening Balance as at 1 July 2016			
Current Provisions	183,444.43	193,159.06	376,603.49
Non- Current Provisions	0.00	26,681.40	26,681.40
	<u>183,444.43</u>	<u>219,840.46</u>	<u>403,284.89</u>
Additional Provision	(11,941.28)	29,385.82	17,444.54
Amounts Used	0.00	0.00	0.00
Increase in the discounted amount arising because of time and the effect of any change in the discount rate	0.00	0.00	0.00
<b>Balance as at 30 June 2017</b>	<u><b>171,503.15</b></u>	<u><b>249,226.28</b></u>	<u><b>420,729.43</b></u>
<b>Comprises</b>			
Current	171,503.15	191,524.43	363,027.58
Non-Current	0.00	57,701.85	57,701.85
	<u><b>171,503.15</b></u>	<u><b>249,226.28</b></u>	<u><b>420,729.43</b></u>

**SHIRE OF BROOMEHILL-TAMBELLUP**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2017**

**12. RESERVES - CASH BACKED**

	Actual 2016/17				Budget 2016/17				Actual 2015/16			
	Opening Balance	Transfers to	Transfers (from)	Closing Balance	Opening Balance	Transfers to	Transfers (from)	Closing Balance	Opening Balance	Transfers to	Transfers (from)	Closing Balance
Leave Reserve	105,788.86	37,616.88	(38,590.00)	104,815.74	105,800	37,000	(80,900)	61,900	76,711.32	32,377.22	(3,299.68)	105,788.86
Plant Reserve	47,451.48	556,035.58	(515,200.00)	88,287.06	47,500	554,000	(546,000)	55,500	73,609.15	234,142.33	(260,300.00)	47,451.48
Building Reserve	360,117.79	106,142.36	(350,000.00)	116,260.15	424,400	109,000	(389,400)	144,000	499,380.52	113,710.29	(252,973.02)	360,117.79
Computer Reserve	37,401.77	11,011.51	0.00	48,413.28	37,400	10,600	0	48,000	26,583.56	10,818.21	0.00	37,401.77
Tambellup Recreation Ground & Pavilion Reserve	265,711.10	28,563.51	(254,800.00)	39,474.61	265,700	31,000	(254,800)	41,900	389,011.50	9,846.55	(133,146.95)	265,711.10
Broomehill Recreation Complex Reserve	55,283.28	10,010.13	0.00	65,293.41	55,100	10,100	(7,000)	58,200	53,640.37	10,082.50	(8,439.59)	55,283.28
Broomehill Village Hall Replacement Reserve	0.00	0.00	0.00	0.00	0	0	0	0	8,034.42	84.99	(8,119.41)	0.00
Building Maintenance Reserve	52,672.08	1,232.69	0.00	53,904.77	52,700	1,200	(35,000)	18,900	51,372.26	1,299.82	0.00	52,672.08
Sandalwood Villas Reserve	47,649.78	11,115.17	0.00	58,764.95	48,700	10,900	0	59,600	38,717.95	8,931.83	0.00	47,649.78
Bhill Synthetic Bowling Green Replacement Reserve	36,239.78	9,565.02	0.00	45,804.80	36,200	9,300	0	45,500	26,835.28	9,404.50	0.00	36,239.78
Refuse Sites Post Closure Management Reserve	10,245.16	5,307.57	0.00	15,552.73	10,200	5,200	0	15,400	5,045.75	5,199.41	0.00	10,245.16
Lavieville Lodge Reserve	45,913.00	1,073.99	0.00	46,986.99	45,900	500	0	46,400	0.00	45,913.00	0.00	45,913.00
Townscape Plan Implementation Reserve	202,440.34	106,096.59	0.00	308,536.93	202,400	101,000	(200,000)	103,400	0.00	202,440.34	0.00	202,440.34
	<b>1,266,914.42</b>	<b>883,771.00</b>	<b>(1,158,590.00)</b>	<b>992,095.42</b>	<b>1,332,000</b>	<b>879,800</b>	<b>(1,513,100)</b>	<b>698,700</b>	<b>1,248,942.08</b>	<b>684,250.99</b>	<b>(666,278.65)</b>	<b>1,266,914.42</b>

All of the cash backed reserve accounts are supported by money held in financial institutions and match the amounts shown as restricted cash in Note 3

In accordance with council resolutions 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
Leave Reserve	Ongoing	- to be used to meet the Councils Long Service Leave liability for its employees.
Plant Reserve	Ongoing	- to be used for the purchase of major plant.
Building Reserve	Ongoing	- to be used to finance replacement of Council buildings and costs associated with subdivision and development of land.
Computer Reserve	2017/18	- to be used for the replacement or upgrade of computer hardware and software.
Tambellup Recreation Ground & Pavilion Rese	Ongoing	- to be used to maintain and develop sport and recreational facilities at the Tambellup Recreation Ground and Pavilion
Broomehill Recreation Complex Reserve	Ongoing	- to be used for works at the Broomehill Recreation Complex in agreeance with the Management Committee of the Broomehill Recreational Complex Inc.
Broomehill Village Hall Replacement Reserve	Closed	- to be used for the replacement of the existing Broomehill Village Hall or refurbishment of the existing facility.
Building Maintenance Reserve	Ongoing	- to be used to fund building maintenance requirements for all Council owned buildings.
Sandalwood Villas Reserve	Ongoing	- to be utilised towards maintenance of the 6 units at Sandalwood Villas
Bhill Synthetic Bowling Green Replacement Re	10+ years	- to be used for the future replacement of the synthetic bowling green at the Broomehill Recreational Complex.
Refuse Sites Post Closure Management Reserv	20+ years	- to meet the financial requirements for the closure of the Broomehill and Tambellup landfill sites when their useful life expires
Lavieville Lodge Reserve	Ongoing	- to be utilised towards maintenance of the 4 units at Lavieville Lodge
Townscape Plan Implementation Reserve	2017/18	- to be utilised for implementation of the Townscape Plans for the Broomehill and Tambellup townsites.



**SHIRE OF BROOMEHILL-TAMBELLUP**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2017**

**13. REVALUATION SURPLUS**

	Actual 2016/17					Actual 2015/16				
	Opening Balance	Revaluation Increment	Revaluation (Decrement)	Total Movement on Revaluation	Closing Balance	Opening Balance	Revaluation Increment	Revaluation (Decrement)	Total Movement on Revaluation	Closing Balance
Land and Buildings	5,786,888.69	0.00	(836,655.49)	0.00	4,950,233.20	5,786,888.69	0.00	0.00	0.00	5,786,888.69
Plant and Equipment	18,432.84	0.00	0.00	0.00	18,432.84	233,129.04	0.00	(214,696.20)	0.00	18,432.84
Infrastructure	91,669,846.83	0.00	0.00	0.00	91,669,846.83	91,669,846.83	0.00	0.00	0.00	91,669,846.83
Local Government House Unit Trust	167,038.96	0.00	(113,100.66)	0.00	53,938.30	167,038.96	0.00	0.00	0.00	167,038.96
	<b>97,642,207.32</b>	<b>0.00</b>	<b>(949,756.15)</b>	<b>0.00</b>	<b>96,692,451.17</b>	<b>97,856,903.52</b>	<b>0.00</b>	<b>(214,696.20)</b>	<b>0.00</b>	<b>97,642,207.32</b>

Movements on revaluation of fixed assets 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 BROOMEHILL-TAMBELLUP**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2017**

**14. NOTES TO THE STATEMENT OF CASH FLOWS**

**(a) Reconciliation of Cash**

For the purposes of the Statement of Cash Flows, cash includes cash on hand 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:

	<b>Actual 2016/17</b>	<b>Budget 2016/17</b>	<b>Actual 2015/16</b>
Cash and Cash Equivalents	<u>2,204,025.40</u>	<u>640,700</u>	<u>2,206,941.54</u>

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

Net Result	3,702,761.51	3,465,400	(444,710.88)
Non-cash flows in Net result:			
Depreciation	1,027,142.65	1,042,600	1,043,355.29
(Profit)/Loss on Sale of Asset	117,378.76	116,900	1,016,404.08
Loss on revaluation of fixed assets	0.00	0	0.00
Reversal of loss on revaluation of fixed assets	0.00	0	0.00
Fair Value adjustments through (profit)/loss	0.00	0	2,695.68
Changes in assets and liabilities:			
(Increase)/Decrease in Receivables	(39,073.56)	144,200	2,317.99
(Increase)/Decrease in Inventories	(38,734.05)	(13,000)	15,010.25
Increase/(Decrease) in Payables	(26,295.64)	653,200	(142,383.78)
Increase/(Decrease) in Provisions	17,444.54	33,200	37,135.16
Grants/Contributions for the Development of Assets	(2,858,353.00)	(3,638,700)	(1,404,820.59)
<b>Net Cash from Operating Activities</b>	<u>1,902,271.21</u>	<u>1,803,800</u>	<u>125,003.20</u>

**(c) Undrawn Borrowing Facilities**

**Credit Standby Arrangements**

Bank Overdraft limit	500,000.00	250,000.00
Bank Overdraft at Balance Date	0.00	0.00
Credit Card limit	14,000.00	8,000.00
Credit Card Balance at Balance Date	2,325.05	1,841.31
<b>Total Amount of Credit Unused</b>	<u>511,674.95</u>	<u>256,158.69</u>

**Loan Facilities**

Loan Facilities - Current	82,285.62	51,977.02
Loan Facilities - Non-Current	1,219,721.60	152,007.22
<b>Total Facilities in Use at Balance Date</b>	<u>1,302,007.22</u>	<u>203,984.24</u>
<b>Unused Loan Facilities at Balance Date</b>	<u>0.00</u>	<u>0.00</u>

**SHIRE OF BROOMEHILL-TAMBELLUP**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2017**

**15. CONTINGENT LIABILITIES**

There are no material Contingent Liabilities affecting the Shire of Broomehill-Tambellup.

<b>16. CAPITAL &amp; LEASING COMMITMENTS</b>	<b>Actual 2016/17</b>	<b>Actual 2015/16</b>
<b>(a) Operating Lease Commitments</b>		
Non-cancellable operating leases contracted for but not capitalised in the accounts:-		
Payable:		
- not later than one year	26,805.60	25,822.48
- later than one year but not later than five years	31,273.20	62,546.40
- later than five years	0.00	0.00
	<u>58,078.80</u>	<u>88,368.88</u>

**(b) Capital Expenditure Commitments**

Contracted For:

- capital expenditure projects	754,029.99	3,775,286.64
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Payable:

- not later than one year	754,029.99	3,775,286.64
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The capital expenditure project outstanding at the end of the 2016/17 reporting period is the construction of the Tambellup Pavilion, which is due to be complete by August 2017

**17. JOINT VENTURE ARRANGEMENTS**

The Shire of Broomehill-Tambellup was not involved in any joint venture arrangements for year end 30 June 2017.

<b>18. TOTAL ASSETS CLASSIFIED BY FUNCTION AND ACTIVITY</b>	<b>Actual 2016/17</b>	<b>Actual 2015/16</b>
Governance	1,746,363.65	1,381,600.16
General Purpose Funding	0.00	0.00
Law, Order, Public Safety	468,120.39	510,740.36
Health	111,300.04	167,952.12
Education and Welfare	0.00	0.00
Housing	2,175,000.00	2,994,161.36
Community Amenities	548,393.78	513,780.90
Recreation and Culture	7,736,644.37	4,957,973.75
Transport	114,373,000.31	112,559,496.18
Economic Services	652,000.34	679,283.75
Other Property and Services	979,300.00	1,149,293.32
Unallocated	2,980,739.40	3,015,264.07
	<u>131,770,862.28</u>	<u>127,929,545.97</u>

**SHIRE OF BROOMEHILL-TAMBELLUP**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2017**

<b>19. FINANCIAL RATIOS</b>	<b>Actual 2016/17</b>	<b>Actual 2015/16</b>	<b>Actual 2014/15</b>
Current Ratio	2.47	0.75	1.77
Asset Sustainability Ratio	2.75	2.03	2.49
Debt Service Cover Ratio	23.28	(12.59)	29.98
Operating Surplus Ratio	0.30	(0.67)	0.24
Own Source Revenue Coverage Ratio	0.48	0.47	0.54

The above ratios are calculated as follows:

Current Ratio	$\frac{\text{current assets minus restricted current assets}}{\text{current liabilities minus liabilities associated with restricted assets}}$
Asset Sustainability Ratio	$\frac{\text{capital renewal and replacement expenditure}}{\text{depreciation expense}}$
Debt Service Cover Ratio	$\frac{\text{annual operating surplus before interest and depreciation}}{\text{principal and interest}}$
Operating Surplus Ratio	$\frac{\text{operating revenue minus operating expense}}{\text{own source operating revenue}}$
Own Source Revenue Coverage Ratio	$\frac{\text{own source operating revenue}}{\text{operating expense}}$

Notes:

Information relating to the Asset Consumption Ratio and the Asset Renewal Funding Ratio can be found at Supplementary Ratio Information on Page 56 of this document.

Three of the 2016/17 ratios disclosed above were distorted by the early receipt of half of the allocation of the 2017/18 Financial Assistance Grants in June 2017.

The early payment of these grants increased operating revenue in 2016/17 by \$938,541.

Three of the 2016 and 2015 ratios disclosed above were distorted by the early receipt of half of the allocation of 2015/16 Financial Assistance Grants on 30 June 2015.

The early payment of these grants increased operating revenue in 2015 and decreased operating revenue in 2016 by \$901,377.

If recognised in the year to which the allocation related, the calculations in the 2017, 2016 and 2015 columns would be as follows:

	<b>2016/17</b>	<b>2015/16</b>	<b>2014/15</b>
Current Ratio	1.05	2.09	0.58
Debt Service Cover Ratio	11.79	1.72	15.74
Operating Surplus Ratio	(0.03)	(0.36)	(0.10)

**SHIRE OF BROOMEHILL-TAMBELLUP**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2017**

**20. TRUST FUNDS**

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

	<b>Balance 1 July 2016</b>	<b>Receipts</b>	<b>Payments</b>	<b>Balance 30 June 2017</b>
Hall Bonds	1,400.00	2,050.00	(2,950.00)	500.00
Key Bonds	300.00	150.00	(200.00)	250.00
Equipment Bonds	100.00	500.00	(600.00)	0.00
House Bonds	880.00	1,780.00	(1,780.00)	880.00
Nomination Deposits	0.00	0.00	0.00	0.00
Prepaid Cemetery Fees	588.00	0.00	0.00	588.00
Hidden Treasures	28,085.67	42,654.69	(38,039.91)	32,700.45
Broomehill Liaison Group	1,243.74	0.00	0.00	1,243.74
Fire Prevention	3,800.97	0.00	(2,966.70)	834.27
Youth Support Donations	130.00	0.00	0.00	130.00
Tourism Donations	43.83	0.00	0.00	43.83
Roadwise	329.18	0.00	0.00	329.18
Building Retention Bonds	7,023.19	15,243.60	(8,454.38)	13,812.41
Planning Approval Bond	5,000.00	0.00	(5,000.00)	0.00
Southern Link VROC	794,738.75	0.00	(794,738.75)	0.00
YMCA - A Smart Start Program	311,425.99	45,894.00	(98,914.83)	258,405.16
Rates - credit balance on sale of property	0.00	4,149.34	0.00	4,149.34
Broomehill Dramatic Society	3,417.86	0.00	0.00	3,417.86
Unclaimed Monies (2003)	1,566.00	0.00	0.00	1,566.00
	<b><u>1,160,073.18</u></b>			<b><u>318,850.24</u></b>

**SHIRE OF BROOMEHILL-TAMBELLUP**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2017**

**21. DISPOSALS OF ASSETS - 2016/17 FINANCIAL YEAR**

The following assets were disposed of during the year.

	Actual 2016/17				Budget 2016/17			
	Net Book Value	Sale Proceeds	Profit	Loss	Net Book Value	Sale Proceeds	Profit	Loss
<b>PLANT &amp; EQUIPMENT</b>								
<i>Governance</i>								
2016 Holden Caprice V Sedan OTA	41,898.94	40,000.00	0.00	(1,898.94)	41,500	40,600	0	(900)
2016 Toyota Prado GXL Wagon OTA	56,129.32	55,272.73	0.00	(856.59)	41,500	40,600	0	(900)
2017 Toyota Prado VX Wagon OTA	64,257.25	60,909.09	0.00	(3,348.16)	41,500	40,800	0	(700)
2016 Holden Colorado 7 Wagon BH000	43,050.54	31,882.00	0.00	(11,168.54)	36,000	35,000	0	(1,000)
2016 Holden Colorado 7 Wagon BH000	35,284.15	32,047.91	0.00	(3,236.24)	36,000	35,000	0	(1,000)
<i>Transport</i>								
2011 Iveco Stralis AD500 8x4 Truck	180,630.22	102,136.36	0.00	(78,493.86)	168,600	100,000	0	(68,600)
2008 Caterpillar CS56 Vibrating Roller BH001	49,631.88	58,000.00	8,368.12	0.00	70,000	50,000	0	(20,000)
2016 Toyota Hilux SR5 Dual Cab 1TA	44,966.04	44,545.45	0.00	(420.59)	45,000	46,000	1,000	0
2016 Toyota Hilux SR5 Dual Cab 1TA	46,122.47	44,545.45	0.00	(1,577.02)	45,000	46,000	1,000	0
2016 Toyota Landcruiser 70 single cab 1TA	53,266.27	57,500.00	4,233.73	0.00	45,000	46,000	1,000	0
2017 Toyota Hilux Extra Cab utility 1TA	41,150.96	45,454.55	4,303.59	0.00	0	0	0	0
2016 Toyota Hilux SR Dual Cab utility BH00	37,500.00	35,264.45	0.00	(2,235.55)	38,500	35,500	0	(3,000)
2016 Toyota Hilux SR 4x4 dual cab BH00	38,919.45	35,909.09	0.00	(3,010.36)	38,500	35,500	0	(3,000)
2017 Toyota Hilux SR Dual Cab BH00	38,511.60	35,909.09	0.00	(2,602.51)	0	0	0	0
2015 Toyota Landcruiser Dual Cab BH003	59,970.28	57,272.73	0.00	(2,697.55)	57,600	57,500	0	(100)
2016 Toyota Landcruiser dual cab BH003	57,636.12	56,136.36	0.00	(1,499.76)	57,600	57,500	0	(100)
2016 Toyota Landcruiser dual cab BH003	57,704.11	57,272.73	0.00	(431.38)	0	0	0	0
2015 Toyota Hilux 4x4 Single Cab BH014	33,671.14	33,409.09	0.00	(262.05)	36,000	25,000	0	(11,000)
2016 Toyota Hilux Single Cab BH014	36,047.53	32,272.73	0.00	(3,774.80)	0	0	0	0
2016 Toyota Landcruiser single cab BH014	59,696.79	57,272.73	0.00	(2,424.06)	0	0	0	0
2016 Toyota Hilux SR5 Dual Cab TA001	43,966.32	43,181.82	0.00	(784.50)	43,000	40,600	0	(2,400)
2016 Toyota Hilux SR5 Dual Cab TA001	46,761.82	45,227.27	0.00	(1,534.55)	43,000	40,600	0	(2,400)
2016 Toyota Landcruiser single cab TA001	60,992.86	60,000.00	0.00	(992.86)	43,000	40,800	0	(2,200)
2015 Holden Colorado utility TA052	29,705.52	28,409.09	0.00	(1,296.43)	30,500	28,000	0	(2,500)
2015 Holden Colorado utility BH009	-	-	0.00	0.00	28,100	28,000	0	(100)
Water Tank 14500 litres	5,797.84	2,000.00	0.00	(3,797.84)	0	0	0	0
<i>Economic Services</i>								
Reticulation System - Broomehill Caravan Park	5,940.06	0.00	0.00	(5,940.06)	0	0	0	0
	<b>1,269,209.48</b>	<b>1,151,830.72</b>	<b>16,905.44</b>	<b>(134,284.20)</b>	<b>985,900</b>	<b>869,000</b>	<b>3,000.00</b>	<b>(119,900)</b>

**SHIRE OF BROOMEHILL-TAMBELLUP**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2017**

**22. INFORMATION ON BORROWINGS**

**(a) Debenture Repayments**

Particulars	Principal 1 Jul 2016	New Loans	Principal Repayments		Principal 30 June 2017		Interest Repayments	
			Actual	Budget	Actual	Budget	Actual	Budget
<b>Governance</b>								
Loan 95 - Tamb Admin Building	143,722.75		17,301.98	17,300	126,420.77	126,400	8,538.81	8,800
Loan 98 - Bhill Admin Building	50,353.89		24,767.44	24,800	25,586.45	25,600	1,740.71	1,800
<b>Housing</b>								
Loan 4 - 38 Ivy Street	9,907.60		9,907.60	9,900	0.00	0	440.24	600
<b>Recreation &amp; Culture</b>								
Loan 99 - Tamb Pavilion	0.00	1,150,000	0.00	0	1,150,000.00	1,150,000	18,972.72	0
	<b>203,984.24</b>	<b>1,150,000</b>	<b>51,977.02</b>	<b>52,000</b>	<b>1,302,007.22</b>	<b>1,302,000</b>	<b>29,692.48</b>	<b>11,200</b>

All loan repayments were financed by general purpose revenue.

**(b) New Debentures - 2016/17**

Particulars/Purpose	Amount Borrowed		Institution	Loan Type	Term (years)	Total Interest & Charges	Interest rate %	Amount (used)		Balance Unspent
	Actual	Budget						Actual	Budget	
Loan 99 - Tamb Pavilion	1,150,000	1,150,000	WATC	Debenture	20	533,039.34	4.01%	1,150,000	1,150,000	0
	<u>1,150,000</u>	<u>1,150,000</u>				<u>533,039.34</u>		<u>1,150,000</u>	<u>1,150,000</u>	<u>0</u>

**(c) Unspent Debentures**

The Shire of Broomehill-Tambellup did not have any unspent debentures as at 30 June 2017.

**(d) Overdraft**

The Shire has an overdraft facility of \$500,000 to assist with short term liquidity requirements.

The balance of the bank overdraft at 1 July 2016 and 30 June 2017 was NIL.

**SHIRE OF BROOMEHILL-TAMBELLUP**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2017**

**23. RATING INFORMATION - 2016/17 FINANCIAL YEAR**

	Rate in \$	Number of Properties	Rateable Value \$	Rate Revenue	Interim Rates	Back Rates	Total Revenue	Budget Rate Revenue	Budget Interim Rate	Budget Back Rate	Budget Total Revenue
<b>RATE TYPE</b>											
<b>Differential General Rate</b>											
UV	0.009859	382	204,701,000	2,018,147.37	0.00	0.00	2,018,147.37	2,017,200	0	0	2,017,200
GRV - Residential	0.098695	244	1,985,790	195,987.66	0.00	0.00	195,987.66	195,900	0	0	195,900
GRV - Commercial	0.098695	12	186,262	18,383.13	0.00	0.00	18,383.13	18,100	0	0	18,100
<b>Sub Total</b>		638	206,873,052	2,232,518.16	0.00	0.00	2,232,518.16	2,231,200	0	0	2,231,200
<b>Minimum Rates</b>											
	<b>Minimum \$</b>										
UV	435	23	544,700	10,005.00	0.00	0.00	10,005.00	10,000	0	0	10,000
UV - Mining	435	1	0	0.00	320.59	0.00	320.59	0	0	0	0
GRV - Residential	435	120	165,347	52,200.00	34.56	0.00	52,234.56	52,200	0	0	52,200
GRV - Commercial	435	3	7,663	1,305.00	0.00	0.00	1,305.00	1,300	0	0	1,300
<b>Sub Total</b>		147	717,710	63,510.00	355.15	0.00	63,865.15	63,500	0	0	63,500
		785	207,590,762	2,296,028.16	355.15	0.00	2,296,383.31	2,294,700	0	0	2,294,700
Discounts/Concessions (refer note 27)							(88,322.16)				(83,500)
<b>Total Amount Raised from General Rate</b>							<b>2,208,061.15</b>				<b>2,211,200</b>
Specified Area Rate (refer note 25)							0.00				0
					<b>TOTAL RATES</b>		<b>2,208,061.15</b>				<b>2,211,200</b>



**SHIRE OF BROOMEHILL-TAMBELLUP**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2017**

**24. NET CURRENT ASSETS**

Composition of net current assets

	<b>2016/17 (30 June 2017 Carried Forward)</b>	<b>2016/17 (1 July 2016 Brought Forward)</b>	<b>2015/2016 (30 June 2016 Carried Forward)</b>
<b>Surplus/(Deficit) 1 July 2016 brought forward</b>	<b><u>1,623,405.14</u></b>	<b><u>1,239,849.12</u></b>	<b><u>1,239,849.12</u></b>
<b>CURRENT ASSETS</b>			
Cash and Cash Equivalents			
Unrestricted	978,454.01	(91,288.07)	(91,288.07)
Restricted	1,225,571.39	2,298,229.61	2,298,229.61
Receivables			
Rate Debtors	211,823.65	191,666.15	191,666.15
Sundry Debtors	228,027.47	30,606.52	30,606.52
Accrued Income	120,605.82	306,058.15	306,058.15
GST Receivable	36,939.75	46,169.32	46,169.32
Inventories			
Fuel and Materials	56,547.61	17,813.56	17,813.56
<b>LESS: CURRENT LIABILITIES</b>			
Trade and Other Payables			
Sundry Creditors	(203,361.61)	(230,071.07)	(230,071.07)
GST Payable	0.00	0.00	0.00
Accrued Expenses	(39,107.53)	(62,420.63)	(62,420.63)
Current portion of long term borrowings secured by floating charge	82,285.62	51,977.02	51,977.02
<b>Unadjusted net current assets</b>	<b><u>2,697,786.18</u></b>	<b><u>2,558,740.56</u></b>	<b><u>2,558,740.56</u></b>
<b>Adjustments</b>			
Less: Reserves - Restricted Cash	(992,095.42)	(1,266,914.42)	(1,266,914.42)
Add: Current portion of long term borrowings secured by floating charge	(82,285.62)	(51,977.02)	(51,977.02)
<b>Adjusted net current assets - surplus/(deficit)</b>	<b><u>1,623,405.14</u></b>	<b><u>1,239,849.12</u></b>	<b><u>1,239,849.12</u></b>

**Difference:-**

There was no difference between the Surplus/(Deficit) 1 July 2016 Brought Forward position used in the 2017 audited financial report and the Surplus/(Deficit) Carried Forward position as disclosed in the 2016 audited financial report.

**SHIRE OF BROOMEHILL-TAMBELLUP**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2017**

**25. SPECIFIED AREA RATE - 2016/17 FINANCIAL YEAR**

There are no areas within the Shire of Broomehill-Tambellup that require specified area rating.

**26. SERVICE CHARGES - 2016/17 FINANCIAL YEAR**

The following service charges can be imposed under Section 6.38 of the Local Government Act 1995:-

- television and radio re-broadcasting
- underground electricity
- property surveillance & security
- water

The Shire of Broomehill-Tambellup does not currently levy a charge for the provision of these services.

**27. DISCOUNTS, INCENTIVES, CONCESSIONS, & WRITE-OFFS**  
**- 2016/17 FINANCIAL YEAR**

Rate or Fee	Discount	Discount	Actual	Budget
Discount Granted	%	\$		
General Rates	5%		85,092.37	80,000
			85,092.37	80,000

**Circumstances in which Discount is Granted**

Rates paid in full within 28 days of the date of issue noted on the rate notice

**Waivers or Concessions**

Rate or Fee and Charge to which the Waiver or Concession is Granted	Type	Discount %	Discount \$	Actual	Budget
Hall Hire charges	Waiver	0%	0.00	550.00	0
General Rates - GRV	Concession	0%	0.00	3,229.79	3,500
				3,779.79	3,500

**Circumstances in which the Waiver or Concession is Granted and to whom it was available**

Hall Hire - community groups/schools utilising Council facilities for whole of community events (Council Policy)

**Object of the Waiver or Concession**

Support Broomehill & Tambellup primary schools and local community groups

**Reason for the Waiver or Concession**

Council considers support of these groups as being necessary for the overall benefit of the community

General Rates GRV - two community organisations apply annually for rate concession

Support the Tambellup Business Centre and Tambellup Golf Club

Both facilities are owned by not for profit local community organisations and are available for use by the entire community

**SHIRE OF BROOMEHILL-TAMBELLUP**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2017**

**28. INTEREST CHARGES AND INSTALMENTS - 2016/17 FINANCIAL YEAR**

	<b>Interest Rate %</b>	<b>Admin Charge \$</b>	<b>Actual</b>	<b>Budget</b>
Interest on Unpaid Rates	11.00%		24,104.30	21,600
Interest on Instalments Plan	5.50%		2,793.70	3,500
Charges on Instalment Plan		10.00	1,920.00	1,600
			<u>28,818.00</u>	<u>26,700</u>

Ratepayers had two instalment options available for payment of 2016/17 rates.

Payment by two equal instalments due: 2 September 2016  
3 January 2017

Administration charges and penalty interest apply to the second instalment.

Payment by four equal instalments due: 2 September 2016  
2 November 2016  
3 January 2017  
2 March 2017

Administration charges and penalty interest apply to the second, third and fourth instalments.

**29. FEES & CHARGES**

	<b>Actual 2016/17</b>	<b>Actual 2015/16</b>
Governance	0.00	0.00
General Purpose Funding	3,306.03	3,321.59
Law, Order, Public Safety	4,257.10	4,192.92
Health	1,406.91	944.91
Education and Welfare	0.00	0.00
Housing	42,170.00	46,860.00
Community Amenities	74,584.34	74,549.62
Recreation and Culture	18,653.63	13,369.10
Transport	6,791.35	12,075.08
Economic Services	43,924.62	46,543.11
Other Property and Services	114,300.21	63,275.16
	<u>309,394.19</u>	<u>265,131.49</u>

There were no changes made throughout the year to the Schedule of Fees and Charges adopted as part of the 2016/17 Annual Budget.

**SHIRE OF BROOMEHILL-TAMBELLUP**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2017**

**30. GRANT REVENUE**

Grants, subsidies and contributions are included as operating revenues in the Statement of Comprehensive Income:-

	<b>Actual 2016/17</b>	<b>Actual 2015/16</b>
<b>By Nature and Type:</b>		
Operating Grants, Subsidies and Contributions	4,032,349.14	1,513,044.61
Non-Operating Grants, Subsidies and Contributions	2,858,353.00	1,404,820.59
	<b>6,890,702.14</b>	<b>2,917,865.20</b>
<b>By Program:</b>		
Governance	38,591.14	40,189.08
General Purpose Funding	2,739,130.04	898,776.56
Law, Order, Public Safety	40,454.55	33,767.18
Health	0.00	0.00
Education and Welfare	70,100.93	12,543.51
Housing	2,840.20	49,623.67
Community Amenities	1,190.73	3,181.68
Recreation and Culture	1,048,824.98	100,762.02
Transport	2,902,919.59	1,735,936.71
Economic Services	68.19	1,035.42
Other Property and Services	46,581.79	42,049.37
	<b>6,890,702.14</b>	<b>2,917,865.20</b>

**31. EMPLOYEE NUMBERS**

The number of full-time equivalent employees at balance date

	<b>Actual 2016/17</b>	<b>Actual 2015/16</b>
	28.0	28.0

**32. ELECTED MEMBERS REMUNERATION**

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

	<b>Actual 2016/17</b>	<b>Budget 2016/17</b>	<b>Actual 2015/16</b>
Annual Meeting Fees	52,000.00	55,000	52,000.00
President's Allowance	2,000.00	2,000	2,000.00
Deputy President's Allowance	500.00	500	500.00
Travelling Expenses	1,992.92	2,500	2,302.88
Information & Communications Technology Allowance	3,500.00	3,500	3,500.00
	<b>59,992.92</b>	<b>63,500</b>	<b>60,302.88</b>

**SHIRE OF BROOMEHILL-TAMBELLUP  
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT  
FOR THE YEAR ENDED 30 JUNE 2017**

**33. RELATED PARTY TRANSACTIONS**

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

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

	<b>Actual 2016/17</b>
Short-term employee benefits	507,924.92
Post-employment benefits	62,689.53
Other long-term benefits	10,701.97
Termination benefits	76,965.80
	<u>658,282.22</u>

**Short-term employee benefits**

These amounts include all salary, paid leave, fringe benefits and cash bonuses awarded to KMP. Details in respect to fees and benefits paid to elected members is found at Note 32.

**Post-employment benefits**

These amounts are the current years estimated cost of providing for the Shires superannuation contributions made during the year.

**Other long-term benefits**

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

**Termination benefits**

These amounts represent termination benefits paid to KMP.

**Related Parties**

**The Shires 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 elected member, are considered key management personnel.

*ii. 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.

*iii. Joint venture arrangements accounted for under the equity method*

The Shire has not entered into any joint venture arrangements.

**SHIRE OF BROOMEHILL-TAMBELLUP  
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT  
FOR THE YEAR ENDED 30 JUNE 2017**

**33. RELATED PARTY TRANSACTIONS**

**Transactions with Related Parties**

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

The following transactions occurred with related parties:

	<b>Actual 2016/17</b>
<b>Associated companies/individuals</b>	
Sale of goods and services	0
Purchase of goods and services	133,402.90
<b>Amounts outstanding from related parties</b>	
Trade and other receivables	0
Loans to associated entities	Unlikely
Loans to key management personnel	Unlikely
<b>Amounts payable to related parties</b>	
Trade and other payables	0
Loans from associated entities	Possible but highly unlikely

Note: transitional provisions contained within AASB 2015-6 do not require comparative related party disclosures to be presented in the period of initial application. As a consequence, only disclosures in relation to the current year have been presented.

**34. MAJOR LAND TRANSACTIONS**

The Shire did not have any major land transactions during 2016/17, and does not anticipate any occurring during 2017/18.

**35. TRADING UNDERTAKINGS AND MAJOR TRADING UNDERTAKINGS**

The Shire did not participate in any trading undertakings or major trading undertakings during the 2016/17 financial year.

**SHIRE OF BROOMEHILL-TAMBELLUP**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2017**

**36. FINANCIAL RISK MANAGEMENT**

The Shires activities expose it to a variety of financial risks including price risk, credit risk, liquidity risk and interest rate risk. The Councils overall risk management focuses on the unpredictability of financial markets and seeks to minimise potential adverse effects on the financial performance of the Shire.

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 Shire held the following financial instruments at balance date:-

	Carrying Value		Fair Value	
	Actual 2016/17	Actual 2015/16	Actual 2016/17	Actual 2015/16
<b>Financial Assets</b>				
Cash and cash equivalents	2,204,025.40	2,206,941.54	2,204,025.40	2,206,941.54
Receivables	833,267.05	790,508.97	833,267.05	790,508.97
	<u>3,037,292.45</u>	<u>2,997,450.51</u>	<u>3,037,292.45</u>	<u>2,997,450.51</u>
<b>Financial Liabilities</b>				
Payables	333,186.85	531,896.90	333,186.85	531,896.90
Borrowings	1,302,007.02	203,984.24	966,497.97	203,984.24
	<u>1,635,193.87</u>	<u>735,881.14</u>	<u>1,299,684.82</u>	<u>735,881.14</u>

Fair value is determined as follows:-

- Cash and Cash Equivalents, Receivables, Payables - estimated to the carrying value which approximates net market value.
- Borrowings - estimated future cash flows discounted by the current market interest rates applicable to assets and liabilities with similar risk profiles.
- Financial Assets at Fair Value through profit and loss, Available For Sale Financial Assets - based on quoted market prices at the reporting date or independent valuation.

**(a) Cash and Cash Equivalents**

The Shires objective is to maximise its return on cash and investments whilst maintaining an adequate level of liquidity and preserving capital. The finance area manages the cash and investments portfolio with the assistance of independent advisors (where applicable). Council has an investment policy and the policy is subject to review by Council. An Investment Report is provided to Council on a monthly basis setting out the make-up and performance of the portfolio.

The major risk associated with investments is price risk - the risk that the capital value of investments may fluctuate due to changes in market prices, whether these changes are caused by factors specific to individual financial instruments of their issuers or factors affecting similar instruments traded in a market.

Cash and investments are also subject to interest rate risk - the risk that movements in interest rates could affect returns.

Another risk associated with cash and investments is credit risk - the risk that a contracting entity will not complete its obligations under a financial instrument resulting in a financial loss to the Shire.

The Shire manages these risks by diversifying its portfolio and only investing in investments authorised by *Local Government (Financial Management) Regulation 19C*. Council also seeks advice from independent advisors (where considered necessary) before placing any cash and investments.

**SHIRE OF BROOMEHILL-TAMBELLUP  
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT  
FOR THE YEAR ENDED 30 JUNE 2017**

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

**(a) Cash and Cash Equivalents (continued)**

	<b>30 June 2017</b>	<b>30 June 2016</b>
Impact of a 1% <sup>(1)</sup> movement in interest rates on cash and investments:		
- Equity	22,040	22,069
- Income Statement	22,040	22,069

Notes:

<sup>(1)</sup> Sensitivity percentages based on managements expectation of future possible market movements.

**(b) Receivables**

The Shires major receivables comprise rates and annual charges and user charges and fees. 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 also 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 makes suitable provision for doubtful receivables as required and carries out credit checks on most non-rate debtors.

There are no material receivables that have been subject to re-negotiation of repayment terms.

The profile of the Shires credit risk at balance date was:-

	<b>Actual 2016/17</b>	<b>Actual 2015/16</b>
Percentage of Rates and Annual Charges		
- Current	31.44%	32.07%
- Overdue	68.56%	67.93%
Percentage of Other Receivables		
- Current	74.50%	60.50%
- Overdue	25.50%	39.50%



**SHIRE OF BROOMEHILL-TAMBELLUP**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2017**

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

**(c) Payables & 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.

The contractual undiscounted cash flows of the Shires Payables and Borrowing are set out in the Liquidity Sensitivity Table below:-

	<b>Due within 1 year \$</b>	<b>Due between 1 &amp; 5 years \$</b>	<b>Due after 5 years \$</b>	<b>Total contractual cash flows \$</b>	<b>Carrying values \$</b>
<b>30 June 2017</b>					
Payables	322,814.75	7,316.28	3,055.82	333,186.85	333,186.85
Borrowings	135,520.81	436,942.48	1,287,362.87	1,859,826.16	1,302,007.22
	<u>458,335.56</u>	<u>444,258.76</u>	<u>1,290,418.69</u>	<u>2,193,013.01</u>	<u>1,635,194.07</u>
<b>30 June 2016</b>					
Payables	349,971.32	7,316.28	3,055.82	360,343.42	360,343.42
Borrowings	61,801.90	126,619.83	50,166.99	238,588.72	203,984.24
	<u>411,773.22</u>	<u>133,936.11</u>	<u>53,222.81</u>	<u>598,932.14</u>	<u>564,327.66</u>

**SHIRE OF BROOMEHILL-TAMBELLUP  
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT  
FOR THE YEAR ENDED 30 JUNE 2017**

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

**(c) Payables & Borrowings (continued)**

Borrowings are also 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 following tables set out the carrying amount, by maturity, of the financial instruments exposed to interest rate risk:

	<b>&lt;1 year</b>	<b>&gt;1&lt;2 years</b>	<b>&gt;2&lt;3 years</b>	<b>&gt;3&lt;4 years</b>	<b>&gt;4&lt;5 years</b>	<b>&gt;5 years</b>	<b>Total</b>	<b>Weighted Average Effective Interest Rate</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>%</b>
<b>Year ended 30 June 2017</b>								
<b>Borrowings</b>								
<b>Fixed Rate</b>								
Debentures	25,586.45	0.00	0.00	0.00	0.00	1,276,420.77	1,302,007.22	4.15%
Weighted Average Effective Interest Rate	3.28%	0.00%	0.00%	0.00%	0.00%	4.17%	0	
<b>Year ended 30 June 2016</b>								
<b>Borrowings</b>								
<b>Fixed Rate</b>								
Debentures	9,907.60	50,353.89	0.00	0.00	0.00	143,722.75	203,984.24	5.05%
Weighted Average Effective Interest Rate	6.45%	3.28%	0.00%	0.00%	0.00%	5.58%		

**INDEPENDENT AUDITOR'S REPORT  
TO THE ELECTORS OF THE SHIRE OF BROOMEHILL-TAMBELLUP**

***Opinion***

We have audited the accompanying financial report of the Shire of Broomehill-Tambellup, which comprises the statement of financial position as at 30 June 2017, statement of comprehensive income by nature or type, statement of comprehensive income by program, statement of changes in equity, statement of cash flows and the rate setting statement for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information and the statement by Chief Executive Officer.

In our opinion the financial report of the Shire of Broomehill-Tambellup is in accordance with the Local Government Act 1995 and the Local Government (Financial Management) Regulations 1996, including:

- (a) giving a true and fair view of the Shire's financial position as at 30 June 2017 and of its financial performance and its cash flows for the year ended on that date; and
- (b) complying with Australian Accounting Standards (including the Australian Accounting Interpretations).

***Basis for Opinion***

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the Auditor's Responsibility for the Audit of the Financial Report section of our report. We are independent of the Shire in accordance with the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (the "Code")* that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

***Report on Other Legal and Regulatory Requirements***

In accordance with the Local Government (Audit) Regulations 1996, we also report that:

- (a) We refer to our management letter in relation to financial ratios. Other than as disclosed, there are no matters that in our opinion indicate significant adverse trends in the financial position or the financial management practices of the Shire.
- (b) No matters indicating non-compliance with Part 6 of the Local Government Act 1995, the Local Government (Financial Management) Regulations 1996 or applicable financial controls of any other written law were noted during the course of our audit.
- (c) All necessary information and explanations were obtained by us.
- (d) All audit procedures were satisfactorily completed in conducting our audit.
- (e) In relation to the Supplementary Ratio Information presented at page 59 of this report, we have reviewed the calculations as presented and nothing has come to our attention to suggest it is not:
  - i) reasonably calculated; and
  - ii) based on verifiable information.

### ***Other Information***

Management is responsible for the other information. The other information comprises the information included in the Shire's annual report for the year ended 30 June 2017 but does not include the financial report and our auditor's report thereon.

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

### ***Responsibilities of Management and Council for the Financial Report***

Management is responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards, the Local Government Act 1995 and the Local Government (Financial Management) Regulations 1996 and for such internal control as management determines is necessary to enable the preparation of the financial report that is free from material misstatement, whether due to fraud and error.

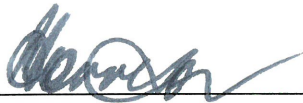
In preparing the financial report, management is responsible for assessing the Shire's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting.

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

### ***Auditor's Responsibility for the Audit of the Financial Report***

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Australian Accounting Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to include the economic decisions of the users taken on the basis of this financial report.

A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standard Board website at <http://www.ausb.gov.au/auditors/files/ar3.pdf>. This description forms part of our audit report.



Russell Harrison, Partner

Lincolns Accountants and Business Advisers

70 - 74 Frederick Street, Albany WA

Dated this 17<sup>th</sup> day of January 2018

**SHIRE OF BROOMEHILL-TAMBELLUP  
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT  
FOR THE YEAR ENDED 30 JUNE 2017**

**RATIO INFORMATION**

The following information relates to those ratios which only require an attestation they have been checked and are supported by verifiable information.

	<b>Actual 2016/17</b>	<b>Actual 2015/16</b>	<b>Actual 2014/15</b>
Asset Consumption Ratio	0.664	0.644	0.645
Asset Renewal Funding Ratio	0.834	0.812	0.893

The above ratios are calculated as follows:

Asset Consumption Ratio	$\frac{\text{depreciated replacement cost of assets}}{\text{current replacement cost of depreciable assets}}$
Asset Renewal Funding Ratio	$\frac{\text{NPV of planned capital renewals over 10 years}}{\text{NPV of required capital expenditure over 10 years}}$



PROPOSED TELSTRA SITE.  
REFER TO SHEET S1-1 FOR  
SITE LAYOUT

PROPOSED TELSTRA 3m  
WIDE ACCESS TRACK

EXISTING FENCE

EXISTING FARM GATE

EXISTING TREES (TYP.)

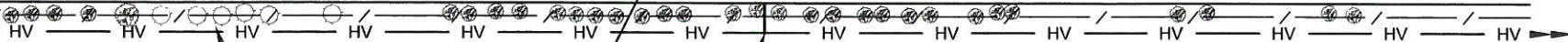
100000  
PROPOSED TELSTRA LEASE AREA

35000

G MAST

100000  
PROPOSED TELSTRA LEASE AREA

BROOMEHILL-GNOWANGERUP ROAD



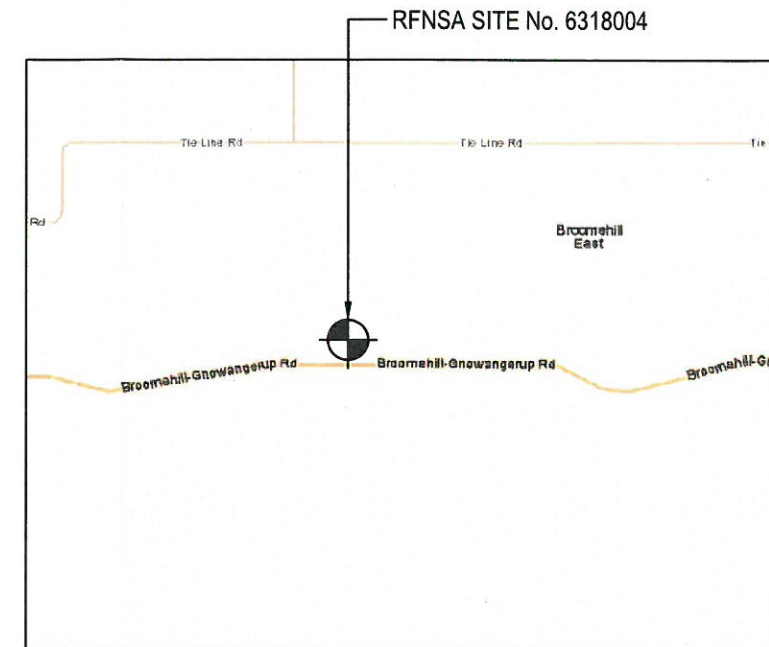
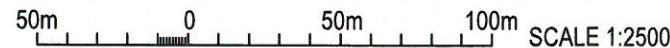
PROPOSED TELSTRA U/G  
FIBRE ROUTE

EXISTING WESTERN POWER HV  
OH POWER LINES

PROPOSED WESTERN POWER POLE  
WITH SUB STATION. (TBC)

### SITE ACCESS

SCALE 1:2500



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### LOCALITY PLAN

NOT TO SCALE

### SERVICES LEGEND

— E —	— E —	ABOVE GROUND ELECTRICAL SUPPLY
— FE —	— FE —	ABOVE GROUND FEEDER CABLES
- - - E - - -	- - - E - - -	BELOW GROUND ELECTRICAL SUPPLY
- - - FE - - -	- - - FE - - -	BELOW GROUND FEEDER CABLES
- - - T - - -	- - - T - - -	OPTIC FIBRE BELOW GROUND

### NOTES:

1. ALL EXTERNAL FEEDERS AND TAILS MUST BE BIRD PROOFED AS PER EXTERNAL PLANT POLICY 003615.
2. ALL DIMENSIONS ARE IN MILLIMETRES UNLESS SPECIFIED OTHERWISE.
3. THIS DRAWING SET IS A PRELIMINARY DRAWING ONLY AND IS ISSUED FOR COMMENT. IT IS NOT A DETAILED SURVEY / STRUCTURAL DRAWING AND THEREFORE COULD BE SUBJECT TO CHANGE.
4. FOR EME SIGNS NOTED THUS [X] REFER TO 005486 FOR DETAILS.
5. CLEAR ALL VEGETATION WITHIN THE COMPOUND TO MINIMISE SNAKE ACTIVITY.

NOTE: THIS DRAWING TO BE READ IN CONJUNCTION WITH SHEETS S1-1 & S1-2

**PRELIMINARY**

DO NOT SCALE

F

### PROPERTY DESCRIPTION

PART OF LOT 3606 ON DP 121832  
VOL 4 FOLIO 214A

SITE STRUCTURE CO-ORDINATES (GDA94) GPS READING ACCURACY: ± 10m CENTRE OF MAST	
LATITUDE	GDA 94 -33.88053
LONGITUDE	GDA 94 117.77162

**servicestream**  
MOBILE COMMUNICATIONS  
Level 3, 7-9 Tanunda Drive, Rivervale WA 6103  
T +61 8 9355 7500 | F +61 8 9355 5100 | www.servicestream.com.au

ORDER	DRAWN	CHKD	AMENDMENT	EXAM	APPD	DATE	ISS
WA09548.01	MK	BL	PRELIMINARY - 30064619W0250SSMC - WCDMA850 / LTE700	JK	GW	03.11.17	1

**MOBILE NETWORK SITE 316461  
BROOMEHILL EAST**  
SITE ACCESS AND LOCALITY PLAN  
1197 BROOMEHILL-GNOWANGERUP ROAD, BROOMEHILL EAST, WA 6318

DWG NO. **W106905** SHT NO. **S1**

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Cad file: W106905.dwg

6

A3

Telstra Networks Wireless program Delivery Template - 017686P02 issue 11.4 XX/XX/2015

PROPOSED TELSTRA WCDMA850 TMA (1 OFF) TO BE INSTALLED ON PROPOSED MOUNT

BASE OF EACH OMNI ANTENNA # 2

PROPOSED TELSTRA WCDMA850 / LTE700 COMBINER (2 OFF) TO BE INSTALLED BELOW OMNI ANTENNAS ( A1 & A3)

PROPOSED TELSTRA WCDMA850 RRU (1 OFF) ON PROPOSED MOUNT (BELOW FILTER)

E.L. 63.9m (±100mm) OVERALL HEIGHT

E.L. 60.5m (±100mm) BASE OF PROPOSED TELSTRA WCDMA850 / LTE700 OMNI ANTENNAS (2 OFF A1 & A3)

E.L. 60.0m (±100mm) TOP OF PROPOSED GUYED MAST

E.L. 58.5m (±100mm) BASE OF PROPOSED TELSTRA LTE700 OMNI ANTENNAS (2 OFF A2 & A4)

PROPOSED TELSTRA WCDMA850 IM FILTER (1 OFF) TO BE INSTALLED BELOW WCDMA850 TMA

PROPOSED TELSTRA LTE700 RRU'S (2 OFF) ON PROPOSED MOUNT WITH JUNCTION BOX (1 OFF)

E.L. 55.9m (±100mm) GUY WIRE ATTACHMENT LEVEL

E.L. 52.0m (±100mm) ESO RESERVATION AREA

PROPOSED TELSTRA ESO RESERVATION AREA

**NOTES:**

1. ALL EXTERNAL FEEDERS AND TAILS MUST BE BIRD PROOFED AS PER EXTERNAL PLANT POLICY 003615.
2. ALL DIMENSIONS ARE IN MILLIMETRES UNLESS SPECIFIED OTHERWISE.
3. THIS DRAWING SET IS A PRELIMINARY DRAWING ONLY AND IS ISSUED FOR COMMENT. IT IS NOT A DETAILED SURVEY / STRUCTURAL DRAWING AND THEREFORE COULD BE SUBJECT TO CHANGE.
4. FOR EME SIGNS NOTED THUS #X REFER TO 005486 FOR DETAILS.
5. FOUNDATIONS ARE SHOWN INDICATIVE ONLY. FINAL DESIGN IS SUBJECT TO RESULTS OF GEOTECHNICAL INVESTIGATION.

**SITE EME SIGNAGE**

- # 2 EME TELSTRA #2 SIGN  
SIGNS TO BE UV STABLE STICKERS AND FIXED TO REAR OF ALL OMNI ANTENNAS (4 OFF)
- # 6 EME TELSTRA #6 SIGN  
PROPOSED SIGN SECURED 1.5m AGL TO GUYED MAST LEG USING STAINLESS STEEL STRAPS
- # 13 EME TELSTRA #13 SIGN  
PROPOSED SIGN SECURED TO TELSTRA COMPOUND GATE USING STAINLESS STEEL STRAPS

E.L. 40.1m (±100mm) GUY WIRE ATTACHMENT LEVEL

E.L. 20.0m (±100mm) GUY WIRE ATTACHMENT LEVEL

PROPOSED TELSTRA FEEDERS (4 OFF) SUPPORTED ON PROPOSED FEEDER BRACKETS

PROPOSED GUY WIRES (TYP.)

PROPOSED TELSTRA 60m HIGH 750 F/W GUYED MAST

PROPOSED TELSTRA 450W CABLE LADDER TO ACCOMMODATE PROPOSED TELSTRA FEEDERS (4 OFF)

PROPOSED TELSTRA GPS ANTENNA (1 OFF A200) MOUNTED ON PROPOSED ANTENNA BRACKET NEAR FEEDER WINDOW ON SHELTER ROOF

PROPOSED TELSTRA LOW IMPACT ICS BS TYPE 1B EQUIPMENT SHELTER (3000 L x 2500 W x 2750 H) COLOURED PALE EUCALYPT ON CONCRETE SLAB

E.L. 3.1m (±100mm) BASE OF PROPOSED TELSTRA GPS ANTENNA (1 OFF A200)

# 13 PROPOSED SIGN SECURED TO TELSTRA COMPOUND GATE

PROPOSED TELSTRA COMPOUND SECURITY FENCE WITH DOUBLE ACCESS GATES

PROPOSED WESTERN POWER MINI PILLAR

PROPOSED TELSTRA GUYED WIRES (TYP.)

PROPOSED TELSTRA STOCK FENCE AROUND GUY ANCHORS (TYP.)

1.5m AGL # 6

E.L. 0.0m GROUND LEVEL

PROPOSED TELSTRA GUY ANCHOR FOOTING (SHOWN INDICATIVELY)

**WEST ELEVATION**

SCALE 1:150

3m 0 3m 6m SCALE 1:150

PROPOSED TELSTRA U/G CONSUMERS MAINS

PROPOSED TELSTRA U/G FIBRE ROUTE

PROPOSED TELSTRA P6 FIBRE PIT

PROPOSED TELSTRA MAST BASE FOOTING (SHOWN INDICATIVELY)

NOTE: THIS DRAWING TO BE READ IN CONJUNCTION WITH SHEET S3-1

**PRELIMINARY**

**servicestream**  
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ORDER	DRAWN	CHKD	AMENDMENT	EXAM	APPD	DATE	ISS
WA09548.01	MK	BL	PRELIMINARY - 30064619W0250SSMC - WCDMA850 / LTE700	JK	GW	03.11.17	1

**MOBILE NETWORK SITE 316461**  
**BROOMEHILL EAST**  
WEST ELEVATION  
1197 BROOMEHILL-GNOWANGERUP ROAD, BROOMEHILL EAST, WA 6318

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DWG NO. **W106905** SHT NO. S3

Cad file: W106905.dwg6 A3V

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