

CITY OF GREATER GERALDTON
ANNUAL BUDGET
FOR THE YEAR ENDED 30 JUNE 2024

LOCAL GOVERNMENT ACT 1995

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CITY'S VISION

Home of WA's Regional Capital

CITY OF GREATER GERALDTON
STATEMENT OF COMPREHENSIVE INCOME BY NATURE
FOR THE YEAR ENDED 30 JUNE 2024

		2023/24	2022/23	2022/23
	NOTE	Budget	Forecast	Budget
		Budget	Actual	Budget
Revenue		\$	\$	\$
Rates	2(a)	51,901,243	50,329,885	50,329,885
Operating grants, subsidies and contributions	11	11,063,340	9,861,079	8,936,279
Fees and charges	17	26,055,059	23,809,460	23,785,039
Interest revenue	12(a)	2,725,398	2,525,442	1,018,942
Other revenue	12(b)	538,020	1,140,884	1,052,865
		92,283,060	87,666,750	85,123,010
Expenses				
Employee costs		(32,953,129)	(29,611,641)	(30,460,011)
Materials and contracts		(26,148,006)	(25,168,077)	(23,840,639)
Utility charges		(2,965,421)	(2,713,657)	(2,738,657)
Depreciation	6	(25,748,958)	(25,748,958)	(25,398,958)
Finance costs	12(d)	(681,167)	(815,987)	(825,487)
Insurance		(1,030,453)	(975,377)	(975,377)
Other expenditure		(3,223,192)	(2,931,467)	(2,783,524)
		(92,750,326)	(87,965,164)	(87,022,653)
		(467,266)	(298,414)	(1,899,643)
Capital grants, subsidies and contributions	11	9,265,070	10,118,573	12,792,443
Profit on asset disposals	5	202,612	207,372	239,320
Loss on asset disposals		(543,950)	(507,252)	(53,565)
		8,923,732	9,818,693	12,978,198
Net result for the period		8,456,466	9,520,279	11,078,555
Other comprehensive income				
<i>Items that will not be reclassified subsequently to profit or loss</i>				
Changes in asset revaluation surplus		0	0	68,922,550
Total other comprehensive income for the period		0	0	68,922,550
Total comprehensive income for the period		8,456,466	9,520,279	80,001,105

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

CITY OF GREATER GERALDTON
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2024

		2023/24	2022/23	2022/23
	NOTE	Budget	Forecast	Budget
		Budget	Actual	Budget
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts				
Rates		\$ 51,728,119	\$ 49,553,100	\$ 50,080,480
Operating grants, subsidies and contributions		11,029,695	9,459,009	9,276,300
Fees and charges		26,055,059	23,809,460	23,785,039
Interest revenue		2,725,398	2,525,442	1,016,626
Other revenue		1,251,492	2,132,465	1,002,800
		92,789,763	87,479,476	85,161,245
Payments				
Employee costs		(32,900,143)	(29,952,646)	(30,415,448)
Materials and contracts		(25,688,119)	(24,884,647)	(22,919,642)
Utility charges		(2,965,421)	(2,713,657)	(2,738,657)
Finance costs		(681,167)	(829,647)	(852,890)
Insurance		(1,030,453)	(975,377)	(975,377)
Other expenditure		(3,223,192)	(2,931,467)	(2,783,524)
		(66,488,495)	(62,287,441)	(60,685,538)
Net cash provided by (used in) operating activities	4	26,301,268	25,192,035	24,475,707
CASH FLOWS FROM INVESTING ACTIVITIES				
Payments for financial assets at amortised cost - self supporting loans		(700,000)	0	(650,000)
Payments for other loans and receivables [describe]		0	(100,000)	
Payments for financial assets as amortised cost - term deposits				(5,000,000)
Payments for purchase of property, plant & equipment	5(a)	(8,481,150)	(7,960,425)	(9,194,960)
Payments for construction of infrastructure	5(b)	(28,734,120)	(26,593,662)	(28,401,032)
Capital grants, subsidies and contributions		9,265,070	10,118,573	12,792,443
Proceeds from sale of land held for resale	5(c)	0	360,000	0
Proceeds from sale of property, plant and equipment	5(a)	918,900	650,364	905,500
Proceeds on financial assets at amortised cost - self supporting loans	7(a)	153,670	121,371	149,587
Proceeds on disposal of financial assets at fair value through profit and loss		0	(22,292)	
Proceeds on other loans and receivables [describe]		20,439	15,862	
Net cash provided by (used in) investing activities		(27,557,191)	(23,410,209)	(29,398,462)
CASH FLOWS FROM FINANCING ACTIVITIES				
Repayment of borrowings	7(a)	(3,727,425)	(4,275,467)	(4,303,692)
Payments for principal portion of lease liabilities	8	(47,974)	(45,124)	(45,124)
Proceeds on disposal of financial assets at amortised cost - term deposits		2,815,360	7,876,809	
Proceeds from new borrowings	7(a)	700,000	0	650,000
Net cash provided by (used in) financing activities		(260,039)	3,556,218	(3,698,816)
Net increase (decrease) in cash held		(1,515,962)	5,338,044	(8,621,571)
Cash at beginning of year		19,537,055	14,199,011	31,626,602
Cash and cash equivalents at the end of the year	4	18,021,093	19,537,055	23,005,031

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

CITY OF GREATER GERALDTON
STATEMENT OF FINANCIAL ACTIVITY
FOR THE YEAR ENDED 30 JUNE 2024

		2023/24	2022/23	2022/23
	NOTE	Budget	Forecast Actual	Budget
OPERATING ACTIVITIES				
Revenue from operating activities				
Rates	2(a)	\$ 51,901,243	\$ 50,329,885	\$ 50,329,885
Operating grants, subsidies and contributions	11	11,063,340	9,861,079	8,936,279
Fees and charges	17	26,055,059	23,809,460	23,785,039
Interest revenue	12(a)	2,725,398	2,525,442	1,018,942
Other revenue	12(b)	538,020	1,140,884	1,052,865
Profit on asset disposals	5	202,612	207,372	239,320
		92,485,672	87,874,122	85,362,330
Expenditure from operating activities				
Employee costs		(32,953,129)	(29,611,641)	(30,460,011)
Materials and contracts		(26,148,006)	(25,168,077)	(23,840,639)
Utility charges		(2,965,421)	(2,713,657)	(2,738,657)
Depreciation	6	(25,748,958)	(25,748,958)	(25,398,958)
Finance costs	12(d)	(681,167)	(815,987)	(825,487)
Insurance		(1,030,453)	(975,377)	(975,377)
Other expenditure		(3,223,192)	(2,931,467)	(2,783,524)
Loss on asset disposals	5	(543,950)	(507,252)	(53,565)
		(93,294,276)	(88,472,416)	(87,076,218)
Non-cash amounts excluded from operating activities	3(b)	26,146,455	26,002,936	25,173,620
Amount attributable to operating activities		25,337,851	25,404,642	23,459,732
INVESTING ACTIVITIES				
Inflows from investing activities				
Capital grants, subsidies and contributions	11	9,265,070	10,118,573	12,792,443
Proceeds from disposal of assets	5	918,900	1,010,364	905,500
Proceeds from financial assets at amortised cost - self supporting loans	7(a)	153,670	121,371	149,587
Proceeds on other loans and receivables		20,439	15,862	0
		10,358,079	11,266,170	13,847,530
Outflows from investing activities				
Payments for property, plant and equipment	5(a)	(8,481,150)	(7,960,425)	(9,194,960)
Payments for construction of infrastructure	5(b)	(28,734,120)	(26,593,662)	(28,401,032)
Payments for financial assets at amortised cost - self supporting loans	7(a)	(700,000)	0	(650,000)
Payments for other loans and receivables		0	(100,000)	0
		(37,915,270)	(34,654,087)	(38,245,992)
Amount attributable to investing activities		(27,557,191)	(23,387,917)	(24,398,462)
FINANCING ACTIVITIES				
Inflows from financing activities				
Proceeds from new borrowings	7(a)	700,000	0	650,000
Transfers from reserve accounts	9(a)	2,221,367	9,762,028	4,353,725
		2,921,367	9,762,028	5,003,725
Outflows from financing activities				
Repayment of borrowings	7(a)	(3,727,425)	(4,275,467)	(4,303,684)
Payments for principal portion of lease liabilities	8	(47,974)	(45,124)	(45,124)
Transfers to reserve accounts	9(a)	(184,000)	(7,294,000)	(1,034,000)
		(3,959,399)	(11,614,591)	(5,382,808)
Amount attributable to financing activities		(1,038,032)	(1,852,563)	(379,083)
MOVEMENT IN SURPLUS OR DEFICIT				
Surplus or deficit at the start of the financial year	3	4,185,321	4,021,159	2,545,590
Amount attributable to operating activities		25,337,851	25,404,642	23,459,732
Amount attributable to investing activities		(27,557,191)	(23,387,917)	(24,398,462)
Amount attributable to financing activities		(1,038,032)	(1,852,563)	(379,083)
Surplus or deficit at the end of the financial year	3	927,949	4,185,321	1,227,777

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

**CITY OF GREATER GERALDTON
FOR THE YEAR ENDED 30 JUNE 2024
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1(a) BASIS OF PREPARATION

The annual budget has been prepared in accordance with Australian Accounting Standards (as they apply to local governments and not-for-profit entities) and interpretations of the Australian Accounting Standards Board, and the *Local Government Act 1995* and accompanying regulations.

The *Local Government Act 1995* and accompanying Regulations take precedence over Australian Accounting Standards where they are inconsistent.

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

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

Financial reporting disclosures in relation to assets and liabilities required by the Australian Accounting Standards have not been made unless considered important for the understanding of the budget or required by legislation.

The local government reporting entity

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

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

All monies held in the Trust Fund are excluded from the financial statements. A separate statement of those monies appears at Note 16 to the annual budget.

2022/23 actual balances

Balances shown in this budget as 2022/23 Actual are estimates as forecast at the time of preparation of the annual budget and are subject to final adjustments.

Budget comparative figures

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

Comparative figures

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

Initial application of accounting standards

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

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

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

New accounting standards for application in future years

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

- AASB 2014-10 Amendments to Australian Accounting Standards
 - Sale or Contribution of Assets between an Investor and its Associate or Joint Venture
- AASB 2020-1 Amendments to Australian Accounting Standards
 - Classification of Liabilities as Current or Non-current
- AASB 2021-7c Amendments to Australian Accounting Standards
 - Effective Date of Amendments to AASB 10 and AASB 128 and Editorial Corrections [deferred AASB 10 and AASB 128 amendments in AASB 2014-10 apply]
- AASB 2022-5 Amendments to Australian Accounting Standards
 - Lease Liability in a Sale and Leaseback
- AASB 2022-6 Amendments to Australian Accounting Standards
 - Non-current Liabilities with Covenants
- AASB 2022-10 Amendments to Australian Accounting Standards
 - Fair Value Measurement of Non-Financial Assets of Not-for-Profit Public Sector Entities

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

Judgements, estimates and assumptions

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

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

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

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

Rounding off figures

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

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

REVENUES

RATES

All rates levied under the *Local Government Act 1995*. Includes general, differential, specific area rates, minimum payment, interim rates, back rates, ex-gratia rates, less discounts offered.

Exclude administration fees, interest on instalments, interest on arrears, service charges and sewerage rates.

OPERATING GRANTS, SUBSIDIES AND CONTRIBUTIONS

All amounts received as grants, subsidies and contributions that are not capital grants.

CAPITAL GRANTS, SUBSIDIES AND CONTRIBUTIONS

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

REVENUE FROM CONTRACTS WITH CUSTOMERS

Revenue from contracts with customers is recognised when the local government satisfies its performance obligations under the contract.

FEES AND CHARGES

Revenues (other than service charges) from the use of facilities and charges made for local government services, sewerage rates, rentals, hire charges, fee for service, photocopying charges, licences, sale of goods or information, fines, penalties and administration fees.

Local governments may wish to disclose more detail such as rubbish collection fees, rental of property, fines and penalties, other fees and charges.

SERVICE CHARGES

Service charges imposed under *Division 6 of Part 6 of the Local Government Act 1995*. Regulation 54 of the *Local Government (Financial Management) Regulations 1996* identifies the charges which can be raised. These are television and radio broadcasting, underground electricity and neighbourhood surveillance services and water.

Exclude rubbish removal charges which should not be classified as a service charge. Interest and other items of a similar nature received from bank and investment accounts, interest on rate instalments, interest on rate arrears and interest on debtors.

INTEREST EARNINGS

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

OTHER REVENUE / INCOME

Other revenue, which cannot be classified under the above headings, includes dividends, discounts, rebates etc.

PROFIT ON ASSET DISPOSAL

Gain on the disposal of assets including gains on the disposal of long-term investments.

EXPENSES

EMPLOYEE COSTS

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

Note *AASB 119 Employee Benefits* provides a definition of employee benefits which should be considered.

MATERIALS AND CONTRACTS

All expenditures on materials, supplies and contracts not classified under other headings. These include supply of goods and materials, legal expenses, consultancy, maintenance agreements, communication expenses (such as telephone and internet charges), advertising expenses, membership, periodicals, publications, hire expenses, rental, leases, postage and freight etc.

Local governments may wish to disclose more detail such as contract services, consultancy, information technology and rental or lease expenditures.

UTILITIES (GAS, ELECTRICITY, WATER)

Expenditures made to the respective agencies for the provision of power, gas or water.

Exclude expenditures incurred for the reinstatement of roadwork on behalf of these agencies.

INSURANCE

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

LOSS ON ASSET DISPOSAL

Loss on the disposal of fixed assets.

DEPRECIATION ON NON-CURRENT ASSETS

Depreciation and amortisation expenses raised on all classes of assets.

FINANCE COSTS

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

OTHER EXPENDITURE

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

**CITY OF GREATER GERALDTON
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2024**

2. RATES AND SERVICE CHARGES

(a) Rating Information

Rate Description	Basis of valuation	Rate in	Number of properties	Rateable value	2023/24 Budgeted rate revenue	2023/24 Budgeted interim rates	2023/24 Budgeted back rates	2023/24 Budgeted total revenue	2022/23 Forecast total revenue	2022/23 Budget total revenue
		\$		\$	\$	\$	\$	\$	\$	\$
(i) General rates										
CGG GRV	Gross rental valuation	0.133250	17,187	344,496,353	45,904,139	170,000	16,000	46,090,139	44,424,030	44,424,030
CGG UV	Unimproved valuation	0.005682	764	557,071,982	3,165,283	30,000		3,195,283	3,069,518	3,069,518
Total general rates			17,951	901,568,334	49,069,422	200,000	16,000	49,285,422	47,493,548	47,493,548
		Minimum								
(ii) Minimum payment		\$								
CGG GRV	Gross rental valuation	1,027	2,318	7,767,575	2,380,586			2,380,586	2,573,662	2,573,662
CGG UV	Unimproved valuation	1,027	337	32,092,072	346,099			346,099	365,612	365,612
Total minimum payments			2,655	39,859,648	2,726,685	0	0	2,726,685	2,939,274	2,939,274
Total general rates and minimum payments			20,606	941,427,982	51,796,107	200,000	16,000	52,012,107	50,432,822	50,432,822
					51,796,107	200,000	16,000	52,012,107	50,432,822	50,432,822
Waivers or Concessions (Refer note 2(d))								(110,864)	(102,937)	(102,937)
Total rates					51,796,107	200,000	16,000	51,901,243	50,329,885	50,329,885

The City did not raise specified area rates for the year ended 30th June 2024.

All rateable properties within the district used predominately for non-rural purposes are rated according to their Gross Rental Valuation (GRV), all other properties are rated according to their Unimproved Valuation (UV).

The general rates detailed for the 2023/24 financial year have been determined by Council on the basis of raising the revenue required to meet the estimated deficiency between the total estimated expenditure proposed in the budget and the estimated revenue to be received from all sources other than general rates and also considering the extent of any increase in rating over the level adopted in the previous year.

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

**CITY OF GREATER GERALDTON
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2024**

2. RATES AND SERVICE CHARGES (CONTINUED)

(b) Interest Charges and Instalments - Rates

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

Option 1 (Full Payment)

Full amount of rates and charges, including arrears, to be paid on or before 22 August 2023 or 35 days after the date of issue appearing on the rate notice whichever is the later.

Option 2 (Two Instalments)

First instalment to be made on or before 22 August 2023 or 35 days after the due date of issue appearing on the rate notice, whichever is later, including all arrears and half the current rates and service charges; and

Second instalment to be made on or before 24 October 2023, or 2 months after the due date of the first instalment, whichever is later.

Option 3 (Four Instalments)

First instalment to be made on or before 22 August 2023 or 35 days after the date of issue appearing on the rate notice, whichever is later, including all arrears and a quarter of the current rates and service charges;

Second instalment to be made on or before 24 October 2023, or 2 months after the due date of the first instalment, whichever is later;

Third instalment to be made on or before 29 December 2023, or 2 months after the due date of the second instalment, whichever is later; and

Fourth instalment to be made on or before 01 March 2024, or 2 months after the due date of the third instalment, whichever is later.

Instalment options	Date due	Instalment plan admin charge	Instalment plan interest rate	Unpaid rates interest rates
		\$	%	%
Option one				
Single full payment	22/08/2023	0	0.00%	6.00%
Option two				
First instalment	22/08/2023	0	0.00%	6.00%
Second instalment	24/10/2023	7	3.00%	6.00%
Option three				
First instalment	22/08/2023	0	0.00%	6.00%
Second instalment	24/10/2023	7	3.00%	6.00%
Third instalment	29/12/2023	7	3.00%	6.00%
Fourth instalment	1/03/2024	7	3.00%	6.00%

Instalment Fees

For ratepayers electing to pay their rates by 2 or 4 instalments, then a charge of \$7.00 per instalment is charged. For ratepayers making an arrangement with Council to pay their rates in more than 4 instalments, then an annual charge of \$42.00 is applied.

Interest on Instalments

Council has recognised that a number of ratepayers are taking up the option to pay their rates by instalments and will impose an interest rate of 3% on rates paid by instalment.

Penalty Interest on Late Payment - Rates

The Financial Management Regulations and section 6.51 of the Local Government Act 1995 prescribes that the maximum interest that can be levied on overdue rates is 11% per annum. Council has resolved to set its rate at 6%. This interest will apply after the expiry of 65 days from the date the rates notice is issued. Note: Penalty interest applied to Emergency Services Levy (State Government) will be 11%.

	2023/24 Budget revenue	2022/23 Forecast revenue	2022/23 Budget revenue
	\$	\$	\$
Instalment plan admin charge revenue	81,000	81,000	81,000
Pensioner Deferment	13,000	13,000	6,500
Instalment plan interest earned	100,000	100,000	100,000
Unpaid rates and service charge interest earned	350,000	350,000	350,000
	<u>544,000</u>	<u>544,000</u>	<u>537,500</u>

2. RATES AND SERVICE CHARGES (CONTINUED)

(c) Service Charges

The City did not raise service charges for the year ended 30th June 2024.

(d) Waivers or concessions

Rate, fee or charge to which the waiver or concession is granted	Type	Waiver/Concession	Discount %	Discount (\$)	2023/24 Budget	2022/23 Forecast Actual	2022/23 Budget	Circumstances in which the waiver or concession is granted	Objects and reasons of the waiver or concession
All properties owned by Murchison Region Aboriginal Corporation being used for charitable purposes	Rate	Concession	80.00%	\$ 110,864	\$ 110,864	\$ 102,937	\$ 102,937	Council resolution per budget adoption to continue existing concessional arrangement	Agreement reached after mediation as recommended by SAT
					110,864	102,937	102,937		

**CITY OF GREATER GERALDTON
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2024**

3. NET CURRENT ASSETS

(a) Composition of estimated net current assets

Current assets

Cash and cash equivalents
Financial assets
Receivables
Contract assets
Inventories

Less: current liabilities

Trade and other payables
Contract liabilities
Lease liabilities
Long term borrowings
Employee provisions
Other provisions

Net current assets

Less: Total adjustments to net current assets

Net current assets used in the Rate Setting Statement

Note	2023/24	2022/23	2022/23
	Budget 30 June 2024	Forecast Actual 30 June 2023	Budget 30 June 2023
	\$	\$	\$
4	18,021,093	19,537,055	23,005,031
	30,384,804	32,885,460	25,781,220
	6,686,841	7,119,957	7,071,598
	262,298	232,298	52,000
	7,774,338	7,747,297	567,995
	63,129,374	67,522,067	56,477,844
	(16,271,046)	(15,678,402)	(17,071,926)
	(1,327,601)	(1,331,246)	(625,540)
8	(8,285)	(47,974)	(47,974)
7	(3,205,746)	(3,727,425)	(3,754,481)
	(4,817,643)	(4,819,300)	(5,028,062)
	(753,131)	(753,131)	
	(26,383,452)	(26,357,478)	(26,527,983)
	36,745,922	41,164,589	29,949,861
3(c)	(35,817,973)	(36,979,268)	(28,722,084)
	927,949	4,185,321	1,227,777

CITY OF GREATER GERALDTON
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2024

3. NET CURRENT ASSETS (CONTINUED)

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

Items excluded from calculation of budgeted deficiency

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

(b) Non-cash amounts excluded from operating activities

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

		2023/24	2022/23	2022/23
	Note	Budget 30 June 2024	Forecast Actual 30 June 2023	Budget 30 June 2023
		\$	\$	\$
Adjustments to operating activities				
Less: Profit on asset disposals	5	(202,612)	(207,372)	(239,320)
Less: Fair value adjustments to financial assets at fair value through profit and loss				(2,000)
Add: Loss on asset disposals	5	543,950	507,252	53,565
Add: Depreciation	6	25,748,958	25,748,958	25,398,958
Non-cash movements in non-current assets and liabilities:				
- Pensioner deferred rates & other receivables		56,262	(63,534)	(37,973)
- Employee provisions & other		(103)	17,632	390
Non cash amounts excluded from operating activities		26,146,455	26,002,936	25,173,620
(c) Current assets and liabilities excluded from budgeted deficiency				
The following current assets and liabilities have been excluded from the net current assets used in the Rate Setting Statement in accordance with <i>Financial Management Regulation 32</i> to agree to the surplus/(deficit) after imposition of general rates.				
Adjustments to net current assets				
Less: Cash - reserve accounts	9	(31,790,391)	(33,546,222)	(32,244,393)
Less: Current assets not expected to be received at end of year				
- Current financial assets at amortised cost - self supporting loans		(207,277)	(174,110)	(171,705)
- Land held for resale		(7,052,793)	(7,052,793)	
Add: Current liabilities not expected to be cleared at end of year				
- Current portion of borrowings		3,205,746	3,727,425	3,754,481
- Current portion of lease liabilities		8,285	47,974	47,974
Add: Non-cash movements in non-current assets and liabilities		18,457	18,458	(108,441)
Total adjustments to net current assets		(35,817,973)	(36,979,268)	(28,722,084)

3(d) NET CURRENT ASSETS (CONTINUED)

MATERIAL ACCOUNTING POLICIES

CURRENT AND NON-CURRENT CLASSIFICATION

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

TRADE AND OTHER PAYABLES

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

PREPAID RATES

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

INVENTORIES

General

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

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

Superannuation

The City contributes to a number of superannuation funds on behalf of employees. All funds to which the City contributes are defined contribution plans.

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 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 an unconditional contract of sale if significant risks and rewards, and effective control over the land, are passed on to the buyer at this point.

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

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.

CONTRACT LIABILITIES

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

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

TRADE AND OTHER RECEIVABLES

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

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

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

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

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

PROVISIONS

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

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

EMPLOYEE BENEFITS

Short-term employee benefits

Provision is made for the City'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 City's obligations for short-term employee benefits such as wages, salaries and sick leave are recognised as a part of current trade and other payables in the determination of the net current asset position. The City's obligations for employees' annual leave and long service leave entitlements are recognised as provisions in the determination of the net current asset position.

Other long-term employee benefits

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

The City's obligations for long-term employee benefits are presented as non-current provisions in its statement of financial position, except where the City 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.

CONTRACT ASSETS

Contract assets primarily relate to the City's right to consideration for work completed but not billed at the end of the period.

**CITY OF GREATER GERALDTON
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2024**

4. RECONCILIATION OF CASH

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

Note	2023/24 Budget	2022/23 Forecast Actual	2022/23 Budget
	\$	\$	\$
Cash at bank and on hand	7,771,093	9,287,055	13,366,953
Term deposits	10,250,000	10,250,000	9,638,078
Total cash and cash equivalents	18,021,093	19,537,055	23,005,031
Held as			
- Unrestricted cash and cash equivalents	3(a) 13,327,029	15,622,184	13,366,953
- Restricted cash and cash equivalents	3(a) 4,694,064	3,914,871	9,638,078
	18,021,093	19,537,055	23,005,031
Restrictions			
The following classes of assets have restrictions imposed by regulations or other externally imposed requirements which limit or direct the purpose for which the resources may be used:			
- Cash and cash equivalents	4,694,064	3,914,871	9,638,078
- Restricted financial assets at amortised cost - term deposits	3(a) 33,158,176	35,973,536	25,609,515
	37,852,240	39,888,407	35,247,593
The assets are restricted as a result of the specified purposes associated with the liabilities below:			
Financially backed reserves	9 34,771,040	36,808,407	32,244,393
Unspent capital grants, subsidies and contribution liabilities	3,081,200	3,080,000	3,003,200
	37,852,240	39,888,407	35,247,593
Reconciliation of net cash provided by operating activities to net result			
Net result	8,456,466	9,520,279	11,078,555
Depreciation	6 25,748,958	25,748,958	25,398,958
(Profit)/loss on sale of asset	5 341,338	299,880	(185,755)
(Increase)/decrease in receivables	489,378	(316,526)	(393,168)
(Increase)/decrease in contract assets	(30,000)	75,000	13,000
(Increase)/decrease in inventories	(27,041)	(287,324)	(42,417)
Increase/(decrease) in payables	592,644	740,817	1,052,362
Increase/(decrease) in contract liabilities	(3,645)	(477,070)	340,021
Increase/(decrease) in unspent capital grants	0	0	6,594
Increase/(decrease) in employee provisions	(1,760)	6,594	
Capital grants, subsidies and contributions	(9,265,070)	(10,118,573)	(12,792,443)
Net cash from operating activities	26,301,268	25,192,035	24,475,707

MATERIAL ACCOUNTING POLICES

CASH AND CASH EQUIVALENTS

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

Term deposits with an original maturity date of greater than 3 months are classified as financial assets and are not included as cash and cash equivalents.

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

FINANCIAL ASSETS AT AMORTISED COST

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

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

CITY OF GREATER GERALDTON
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2024

5. FIXED ASSETS

The following assets are budgeted to be acquired and/or disposed of during the year.

	2023/24 Budget Additions	2023/24 Budget Disposals - Net Book Value	2023/24 Budget Disposals - Sale Proceeds	2023/24 Budget Disposals - Profit or Loss	2022/23 Forecast Additions	2022/23 Disposals - Net Book Value	2022/23 Forecast Disposals - Sale Proceeds	2022/23 Forecast Disposals - Profit or Loss	2022/23 Budget Additions	2022/23 Budget Disposals - Net Book Value	2022/23 Budget Disposals - Sale Proceeds	2022/23 Budget Disposals - Profit or Loss
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
(a) Property, Plant and Equipment												
Land - freehold land	315,000			0	512,699	0	0	0				0
Buildings - non-specialised	2,410,500	497,600	0	(497,600)	2,945,751	422,000		(422,000)	5,713,000	0	0	0
Furniture and equipment	1,606,000			0	870,500			0	750,050			0
Plant and equipment	3,969,650	762,638	918,900	156,262	3,531,475	494,878	650,364	155,486	2,593,910	719,745	905,500	185,755
Artwork	180,000			0	100,000			0	138,000			0
Total	8,481,150	1,260,238	918,900	(341,338)	7,960,425	916,878	650,364	(266,514)	9,194,960	719,745	905,500	185,755
(b) Infrastructure												
Infrastructure - roads	11,051,000			0	10,169,354			0	11,349,338			0
Infrastructure - recreation	6,184,054			0	5,281,626			0	3,851,288			0
Other infrastructure - car parks	363,000			0	851,820			0	971,000			0
Other infrastructure - Meru landfill	670,000			0	924,194			0	5,434,194			0
Other infrastructure - airport	4,870,023			0	188,267			0	164,517			0
Other Infrastructure - footpaths	2,157,303			0	4,646,688			0	2,742,703			0
Other infrastructure - drainage	892,500			0	620,500			0	541,000			0
Other Infrastructure - bridges, floodways & major culverts	1,389,240			0	3,558,492			0	2,502,992			0
Other infrastructure - lighting	1,157,000			0	352,721			0	844,000			0
Total	28,734,120	0	0	0	26,593,662	0	0	0	28,401,032	0	0	0
(c) Land held for resale												
Cost of acquisition				0		393,366	360,000	(33,366)				0
Total	0	0	0	0	0	393,366	360,000	(33,366)	0	0	0	0
Total	37,215,270	1,260,238	918,900	(341,338)	34,554,087	1,310,244	1,010,364	(299,880)	37,595,992	719,745	905,500	185,755

MATERIAL ACCOUNTING POLICIES

RECOGNITION OF ASSETS

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

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

GAINS AND LOSSES ON DISPOSAL

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

CITY OF GREATER GERALDTON
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2024

6. DEPRECIATION

By Class

Buildings - non-specialised
Furniture and equipment
Plant and equipment
Infrastructure - roads
Infrastructure - recreation
Other infrastructure - car parks
Other infrastructure - Meru landfill
Other infrastructure - airport
Other infrastructure - effluent scheme
Other Infrastructure - footpaths
Other infrastructure - drainage
Right of use - furniture and fittings

By Program

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

2023/24	2022/23	2022/23
Budget	Forecast	Actual Budget
\$	\$	\$
2,162,268	2,162,268	2,162,268
501,924	501,924	501,924
1,145,102	1,145,102	1,205,102
14,305,608	14,305,608	14,135,608
2,134,381	2,134,381	2,044,381
498,368	498,368	498,368
1,069,535	1,069,535	919,535
1,143,622	1,143,622	1,143,622
18,695	18,695	18,695
1,421,066	1,421,066	1,421,066
1,305,349	1,305,349	1,305,349
43,040	43,040	43,040
25,748,958	25,748,958	25,398,958
738,749	738,749	738,749
205,722	205,722	205,722
21,213	21,213	21,213
97,119	97,119	97,119
30,240	30,240	30,240
1,135,872	1,135,872	985,872
3,334,156	3,334,156	3,244,156
19,121,924	19,121,924	18,951,924
3,338	3,338	3,338
1,060,625	1,060,625	1,120,625
25,748,958	25,748,958	25,398,958

MATERIAL ACCOUNTING POLICIES

DEPRECIATION

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

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

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

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

Buildings - non-specialised	8 to 100 Years
Furniture and equipment	3 to 10 Years
Plant and equipment	5 to 20 Years
Infrastructure - roads	20 to 80 Years
Infrastructure - recreation	10 to 80 Years
Other infrastructure - car parks	20 to 100 Years
Other infrastructure - Meru landfill	8 to 75 Years
Other infrastructure - airport	10 to 100 Years
Other infrastructure - effluent scheme	10 to 40 Years
Other Infrastructure - footpaths	20 to 40 Years
Other infrastructure - drainage	15 to 80 Years
Right of use - furniture and fittings	Based on the remaining lease

CITY OF GREATER GERALDTON
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2024

7. BORROWINGS

(a) Borrowing repayments

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

Purpose	Loan Number	Institution	Interest Rate	Budget Principal 1 July 2023	2023/24	2023/24	Budget	2023/24	Forecast Actual Principal 1 July 2022	2022/23	2022/23	Forecast	2022/23	Budget Principal 1 July 2022	2022/23	2022/23	Budget	2022/23
					Budget New Loans	Budget Principal Repayments	Principal outstanding 30 June 2024	Budget Interest Repayments		Forecast Actual New Loans	Forecast Actual Principal Repayments	Actual Principal outstanding 30 June 2023	Forecast Actual Interest Repayments		Budget New Loans	Budget Principal Repayments	Principal outstanding 30 June 2023	Budget Interest Repayments
				\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Governance				0			0					0					0	
Office Redevelopment	262	WATC	3.89%	0			0		89,151		(89,151)	0	(1,740)	89,151		(89,151)	0	(1,740)
Law, order, public safety				0			0					0					0	
Animal Pound	276	WATC	1.99%	846,628	(276,640)	569,988	(15,478)	1,117,844		(271,216)	846,628	(20,902)	1,117,844		(271,216)	846,628	(20,902)	
Community amenities				0			0					0					0	
Meru Resource Facility	278	WATC	2.24%	4,385,541	(690,832)	3,694,709	(94,389)	5,061,155		(675,614)	4,385,541	(109,608)	5,061,155		(675,614)	4,385,541	(109,608)	
Recreation and culture				0			0					0					0	
Foreshore Stabilisation & Protection	268	WATC	3.09%	270,301	(133,079)	137,222	(7,332)	399,361		(129,060)	270,301	(11,351)	399,361		(129,060)	270,301	(11,351)	
Aquarena Upgrade	264	WATC	4.36%	240,988	(240,988)	0	(7,909)	471,803		(230,815)	240,988	(18,082)	471,803		(230,815)	240,988	(18,082)	
QPT Air-Conditioning Replacement	271	WATC	2.92%	1,075,687	(348,220)	727,467	(28,886)	1,413,957		(338,270)	1,075,687	(38,836)	1,413,957		(338,270)	1,075,687	(38,836)	
Recreation Ground Grandstand	263	WATC	4.36%	150,618	(150,618)	0	(4,943)	294,877		(144,259)	150,618	(11,301)	294,877		(144,259)	150,618	(11,301)	
MUF, Youth Precinct, Beach Access Ramp	272	WATC	3.21%	2,401,900	(267,858)	2,134,042	(74,968)	2,661,362		(259,462)	2,401,900	(83,364)	2,661,362		(259,462)	2,401,900	(83,364)	
Aquarena Renewal Stage 1	260	WATC	3.89%	0		0		231,792		(231,792)	0	(4,531)	231,792		(231,792)	0	(4,531)	
Beresford Foreshore	277	WATC	2.24%	1,159,035	(182,577)	976,458	(24,946)	1,337,590		(178,555)	1,159,035	(28,968)	1,337,590		(178,555)	1,159,035	(28,968)	
Transport				0			0					0					0	
Airport Projects	269	WATC	3.09%	680,258	(334,914)	345,344	(18,453)	1,005,058		(324,800)	680,258	(28,566)	1,005,058		(324,800)	680,258	(28,566)	
Airport Paid Parking Facilities	261	WATC	3.89%	0		0		133,726		(133,726)	0	(2,609)	133,726		(133,726)	0	(2,609)	
Verita Road Stage 1	273	WATC	2.45%	0		0		230,253		(230,253)	0	(4,239)	230,253		(230,253)	0	(4,239)	
Airport Runway Overlay	275	WATC	2.82%	6,315,965	(317,319)	5,998,646	(175,889)	6,624,521		(308,556)	6,315,965	(184,652)	6,624,521		(308,556)	6,315,965	(184,652)	
Other property and services				0			0					0					0	
Old Works Depot	265	WATC	4.36%	120,494	(120,494)	0	(3,954)	235,901		(115,407)	120,494	(9,041)	235,901		(115,407)	120,494	(9,041)	
Olive Street Development	274	WATC	3.13%	1,619,055	(386,107)	1,232,948	(47,679)	1,993,354		(374,299)	1,619,055	(59,486)	1,993,354		(374,299)	1,619,055	(59,486)	
Old Railway Building	266	WATC	4.36%	124,108	(124,108)	(1)	(4,073)	242,978		(118,870)	124,108	(9,312)	242,978		(118,870)	124,108	(9,312)	
				19,390,578	0	(3,573,755)	15,816,823	(508,899)	23,544,683	0	(4,154,105)	19,390,578	(626,588)	23,544,683	0	(4,154,105)	19,390,578	(626,588)
Self Supporting Loans				0			0					0					0	
Wonthella Bowling Club - SSL	279	WATC	0.49%	120,589	0	(39,999)	80,590	(544)	160,392	0	(39,803)	120,589	(739)	160,392	0	(39,803)	120,589	(739)
Geraldton Yacht Club - SSL	96	WATC	3.16%	134,777	0	(25,292)	109,485	(4,061)	159,289	0	(24,512)	134,777	(4,842)	159,289	0	(24,512)	134,777	(4,842)
Geraldton Amateur Basketball Association - SSL	280	WATC	5.00%	0	550,000	(21,531)	528,469	(13,750)	0	0	0	0	0	550,000	(23,785)	526,215	(8,250)	
Geraldton Hockey Association - SSL	281	WATC	1.25%	514,682	0	(57,768)	456,914	(6,235)	571,737	0	(57,055)	514,682	(6,948)	571,737	0	(57,055)	514,682	(6,948)
Geraldton Clay Target Club - SSL	251	WATC	1.25%	0	0	0	0	0	0	0	0	0	0	100,000	(4,432)	95,568	(1,250)	
Rovers Football Club	282	WATC	5.00%	0	150,000	(9,080)	140,920	(3,750)	0	0	0	0	0	0	0	0	0	
				770,048	700,000	(153,670)	1,316,378	(28,340)	891,418	0	(121,370)	770,048	(12,529)	891,418	650,000	(149,587)	1,391,831	(22,029)
Loan Guarantee Fee				0	0	0	0	(141,809)	0	0	0	0	(171,901)	0	0	0	0	(171,901)
				20,160,626	700,000	(3,727,425)	17,133,201	(679,048)	24,436,101	0	(4,275,475)	20,160,626	(811,018)	24,436,101	650,000	(4,303,692)	20,782,409	(820,518)

All borrowing repayments, other than self supporting loans, will be financed by general purpose revenue.

CITY OF GREATER GERALDTON
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2024

7. BORROWINGS

(b) New borrowings - 2023/24

Particulars/Purpose	Institution	Loan type	Term (years)	Interest rate	Amount borrowed budget	Total interest & charges	Amount used budget	Balance unspent
Geraldton Amateur Basketball Association SSL	WATC	Self Supporting Loan	10	5.00%	\$ 550,000	\$ 13,750	\$ 550,000	\$ 0
Rovers Football Club SSL	WATC	Self Supporting Loan	7	5.00%	150,000	3,750	150,000	0
					700,000	17,500	700,000	0

(c) Unspent borrowings

Loan Details	Purpose of the loan	Year loan taken	Amount used	New loans	Amount as
			Amount b/fwd.	unspent at 30 June 2024	at 30 June 2024
Meru Landfill	Capital Works	2/05/2019	\$	\$	\$
			1,346,700	(1,346,700)	0
			1,346,700	(1,346,700)	0

(d) Credit Facilities

	2023/24 Budget	2022/23 Forecast	2022/23 Budget
Undrawn borrowing facilities credit standby arrangements	\$	\$	\$
Credit card limit	115,000	115,000	115,000
Credit card balance at balance date	(15,000)	(15,000)	(15,000)
Total amount of credit unused	100,000	100,000	100,000
Loan facilities			
Loan facilities in use at balance date	17,133,201	20,160,626	20,782,409

MATERIAL ACCOUNTING POLICIES

BORROWING COSTS

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

CITY OF GREATER GERALDTON
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2024

8. LEASE LIABILITIES

Purpose	Lease Number	Institution	Lease Interest Rate	Lease Term	Budget	2023/24	2023/24	Budget	2023/24	Forecast Actual Principal 1 July 2022	2022/23	2022/23	Forecast	2022/23	Budget Principal 1 July 2022	2022/23	Budget	2022/23	
					Lease Principal 1 July 2023	Budget New Leases	Lease Principal Repayments	Principal outstanding 30 June 2024	Lease Interest Repayments		Forecast Actual New Leases	Forecast Actual Lease Principal repayments	Forecast Actual Lease Principal outstanding 30 June 2023	Forecast Actual Lease Interest repayments		Budget New Leases	Lease Principal repayments	Principal outstanding 30 June 2023	Lease Interest repayments
Printing Machines		Winc Printing	6.10%	5 years	\$ 56,260	\$	\$ (47,974)	\$ 8,286	\$ (2,119)	\$ 101,384	\$	\$ (45,124)	\$ 56,260	\$ (4,969)	\$ 101,384	\$	\$ (45,124)	\$ 56,260	\$ (4,969)
					56,260	0	(47,974)	8,286	(2,119)	101,384	0	(45,124)	56,260	(4,969)	101,384	0	(45,124)	56,260	(4,969)

MATERIAL ACCOUNTING POLICIES

LEASES

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

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

LEASE LIABILITIES

The present value of future lease payments not paid at the reporting date discounted using the incremental borrowing rate where the implicit interest rate in the lease is not readily determined.

CITY OF GREATER GERALDTON
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2024

9. RESERVE ACCOUNTS

(a) Reserve Accounts - Movement

	2023/24	2023/24	2023/24	2023/24	2022/23	2022/23	2022/23	2022/23	2022/23	2022/23	2022/23	2022/23
	Budget	Budget	Budget	Budget	Forecast	Forecast	Forecast	Forecast	Budget	Budget	Budget	Budget
	Opening	Transfer	Transfer	Closing	Actual	Actual	Actual	Actual	Opening	Transfer	Transfer	Closing
	Balance	to	(from)	Balance	Balance	to	(from)	Balance	Balance	to	(from)	Balance
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Restricted by legislation												
(a) Cash-in-lieu of public open space reserve	1,403,965			1,403,965	2,077,163		(673,198)	1,403,965	1,722,379		(673,198)	1,049,181
	1,403,965	0	0	1,403,965	2,077,163	0	(673,198)	1,403,965	1,722,379	0	(673,198)	1,049,181
Restricted by council												
(b) Employee Entitlements Reserve	3,100,000			3,100,000	3,100,000			3,100,000	3,100,000			3,100,000
(c) Parking Land Reserve	551,759			551,759	551,759			551,759	1,301,759			1,301,759
(d) Unexpended Capital Works & Restricted Grant Reserve	4,847,050			4,847,050	10,485,880	0	(5,638,830)	4,847,050	12,085,701		(2,099,194)	9,986,507
(e) Major Initiatives Reserve	14,001,405		(2,221,367)	11,780,038	8,191,405	7,260,000	(1,450,000)	14,001,405	7,748,607	1,000,000	(1,333,333)	7,415,274
(f) Asset Renewal Reserve	12,721,910			12,721,910	14,721,910		(2,000,000)	12,721,910	9,144,354		(248,000)	8,896,354
(g) Point Moore Reserve	182,318	34,000		216,318	148,318	34,000		182,318	461,318	34,000		495,318
(h) Public Art Reserve	0	150,000		150,000	0			0				0
	35,404,442	184,000	(2,221,367)	33,367,075	37,199,272	7,294,000	(9,088,830)	35,404,442	33,841,739	1,034,000	(3,680,527)	31,195,212
	36,808,407	184,000	(2,221,367)	34,771,040	39,276,435	7,294,000	(9,762,028)	36,808,407	35,564,118	1,034,000	(4,353,725)	32,244,393

(b) Reserve Accounts - Purposes

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

Reserve name	Anticipated date of use	Purpose of the reserve
(a) Cash-in-lieu of public open space reserve		The purpose of this reserve is to comply with the requirements of Section 154 of the Planning and Development Act 2005 to hold funds for development of public open space.
(b) Employee Entitlements Reserve		The purpose of this reserve is for the funding of payments not predicted or provided for in Council's municipal budget. It is also intended to fund large payments to staff that may occur in any year, principally being long service leave payments but shall include provision for voluntary redundancy payments, accrued non-current annual leave and sick leave entitlements as provided for under the City's Enterprise Agreement.
(c) Parking Land Reserve		The purpose of this reserve is to build up funds that can be used for the acquisition of land for car parking and provision of parking facilities within the City.
(d) Unexpended Capital Works & Restricted Grant Reserve		The purpose of this reserve is to restrict grant funds received that were unspent in the financial year including any tied contribution from the City plus unexpended capital works to be carried over to the next financial year.
(e) Major Initiatives Reserve		The purpose of this reserve is to provide funding tied to prioritised capital works program and major projects/initiatives. Funds to be mainly derived from net proceeds on land sales.
(f) Asset Renewal Reserve		The purpose of this reserve is to fund infrastructure renewal. Any funds that are unspent from the annual asset renewal program are to be disbursed into this reserve for future renewal programs, unbudgeted emergent and/or emergency renewal works.
(g) Point Moore Reserve		The purpose of this reserve is to build funds from the annual demolition levy applied and to be paid by the Lessee per clause 4.2 of Point Moore Beach Cottages Leases in removal of all improvements and in remediation of sites.
(h) Public Art Reserve		The purpose of this reserve is to fund public art acquisitions. Any funds that are unspent from the annual public art budget are to be disbursed into this reserve for future public art acquisitions.

10 REVENUE RECOGNITION

MATERIAL ACCOUNTING POLICIES

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

Revenue Category	Nature of goods and services	When obligations typically satisfied	Payment terms	Returns/Refunds/Warranties	Determination of transaction price	Allocating transaction price	Measuring obligations for returns	Timing of Revenue recognition
Grant contracts with customers	Community events, minor facilities, research, design, planning evaluation and services	Over time	Fixed terms transfer of funds based on agreed milestones and reporting	Contract obligation if project not complete	Set by mutual agreement with the customer	Based on the progress of works to match performance obligations	Returns limited to repayment of transaction price of terms breached	Output method based on project milestones and/or completion date matched to performance obligations as inputs are shared
Licences/ Registrations/ Approvals	Building, planning, development and animal management, having the same nature as a licence regardless of naming.	Single point in time	Full payment prior to issue	None	Set by State legislation or limited by legislation to the cost of provision	Based on timing of issue of the associated rights	No refunds	On payment and issue of the licence, registration or approval
Waste management entry fees	Waste treatment, recycling and disposal service at disposal sites	Single point in time	Payment in advance at gate or on normal trading terms if credit provided	None	Adopted by council annually	Based on timing of entry to facility	Not applicable	On entry to facility
Airport landing charges	Permission to use facilities and runway	Single point in time	Monthly in arrears	None	Adopted by council annually	Applied fully based on timing of landing/take-off	Not applicable	On landing/departure event
Fees and charges for other goods and services	Cemetery services, library fees, reinstatements and private works	Single point in time	Payment in full in advance	None	Adopted by council annually	Applied fully based on timing of provision	Not applicable	Output method based on provision of service or completion of works
Sale of stock	Aquarena, QPT kiosk/bar and art gallery/visitor centre stock	Single point in time	Payment in full in advant	Refund for faulty goods	Adopted by council annually, set by mutual agreement	Applied fully based on timing of provision	Returns limited to repayment of transaction price	Output method based on goods

**CITY OF GREATER GERALDTON
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2024**

11. PROGRAM INFORMATION

(a) Key Terms and Definitions - Reporting Programs

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

OBJECTIVE

ACTIVITIES

Governance

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

Administration and operation of facilities and services to members of Council, civic receptions and functions, public relations, elections, administration, support, research operations for Council members and certain executive Staff.

General purpose funding

To collect revenue to allow provision of services.

General rate revenue, penalty for late payment, ex gratia rates, rate administration fee, rate instalment fee, back rates, general purpose grants, untied road grants, interest on deferred rates and investment returns.

Law, order, public safety

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

Fire prevention including the Emergency Services Levy, Volunteer Fire Brigade and SES expenditure, clearing of fire hazards, animal control, rangers, crime prevention and emergency planning and management.

Health

To provide an operational framework for good community health.

Preventive services including food control, health inspections, pest control, medical centre and other health.

Education and welfare

To meet the needs of the community in these areas.

Aged and disabled, Queen Elizabeth II Seniors Centre, other welfare including youth centre, projects and programs, seniors' projects and reconciliation.

Housing

To help ensure adequate housing.

Provision and maintenance of staff housing.

Community amenities

Provide services required by the community.

Rubbish collections, Meru refuse site operations, litter control, public litter bins, protection of the environment, town planning control, cemetery, and community services.

Recreation and culture

To establish and manage efficiently infrastructure and resources which will help the social and physical wellbeing of the community.

Aquarena, public halls, civic centres, foreshore, beaches, parks, sporting grounds, library, heritage and conservation, museums, art gallery and Queens Park Theatre.

Transport

To provide effective and efficient transport services to the community.

Roads, footpaths, drainage, road verges, median strips, street lighting, street cleaning, street trees, traffic surveys, traffic management, depot operations, parking facilities and airport.

Economic services

To help promote the Municipality and improve its economic wellbeing.

Tourism and promotions, visitors' information centre, building control, economic development and marketing.

Other property and services

To provide effective and efficient property services to the community.

Private works operations, public works overheads, plant/vehicle operations, town planning schemes, land and property services and others that can not be assigned to one of the other preceding programs.

CITY OF GREATER GERALDTON
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2024

11 PROGRAM INFORMATION (Continued)

(b) Income and expenses

	2023/24 Budget	2022/23 Actual	2022/23 Budget
Income excluding grants, subsidies and contributions	\$	\$	\$
Governance	39,650	604,080	39,650
General purpose funding	54,890,551	52,618,885	51,612,385
Law, order, public safety	355,000	355,000	325,000
Health	80,000	80,000	80,000
Education and welfare	35,000	30,000	30,000
Community amenities	15,481,046	14,434,334	13,932,164
Recreation and culture	1,808,090	2,611,839	2,639,267
Transport	6,645,150	5,002,400	5,488,700
Economic services	743,568	946,568	907,000
Other property and services	1,344,277	1,329,937	1,371,885
	81,422,332	78,013,043	76,426,051
Operating grants, subsidies and contributions			
Governance	87,397	101,147	107,647
General purpose funding	7,670,296	6,520,610	6,506,610
Law, order, public safety	752,330	811,345	516,652
Education and welfare	348,039	355,789	331,975
Community amenities	132,109	90,650	145,000
Recreation and culture	1,011,675	363,714	356,400
Transport	741,585	1,302,915	715,995
Economic services	50,000	45,000	45,000
Other property and services	269,909	269,909	211,000
	11,063,340	9,861,079	8,936,279
Capital grants, subsidies and contributions			
General purpose funding	60,000	0	0
Law, order, public safety	650,000	714,050	500,000
Community amenities	565,000	139,125	139,125
Recreation and culture	1,300,000	990,625	202,500
Transport	6,690,070	8,274,773	11,650,818
Other property and services	0	0	300,000
	9,265,070	10,118,573	12,792,443
Total Income	101,750,742	97,992,695	98,154,773
Expenses			
Governance	(2,121,530)	(1,546,089)	(2,703,460)
General purpose funding	(1,015,973)	(989,293)	(989,293)
Law, order, public safety	(4,661,515)	(4,246,795)	(3,911,047)
Health	(1,060,132)	(920,076)	(910,076)
Education and welfare	(2,071,618)	(2,177,026)	(2,147,026)
Housing	(37,446)	(37,483)	(37,483)
Community amenities	(15,783,110)	(14,348,431)	(13,733,931)
Recreation and culture	(22,254,381)	(21,160,586)	(20,924,177)
Transport	(31,885,800)	(30,996,701)	(30,766,601)
Economic services	(4,405,843)	(4,771,980)	(4,791,994)
Other property and services	(7,996,928)	(7,277,956)	(6,161,130)
Total expenses	(93,294,276)	(88,472,416)	(87,076,218)
Net result for the period	8,456,466	9,520,279	11,078,555

**CITY OF GREATER GERALDTON
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2024**

12. OTHER INFORMATION

The net result includes as revenues

(a) Interest earnings

	2023/24 Budget	2022/23 Actual	2022/23 Budget
	\$	\$	\$
Investments			
- Reserve accounts	1,250,000	1,120,000	190,000
- Other funds	1,012,398	942,442	372,442
Other interest revenue	463,000	463,000	456,500
	<u>2,725,398</u>	<u>2,525,442</u>	<u>1,018,942</u>

* The City has resolved to charge interest under section 6.13 for the late payment of any amount of money at 6%.

(b) Other revenue

Reimbursements and recoveries	199,068	418,306	359,397
Other	338,952	722,578	693,468
	<u>538,020</u>	<u>1,140,884</u>	<u>1,052,865</u>

The net result includes as expenses

(c) Auditors remuneration

Audit services	56,000	56,000	56,000
Other services	10,000	10,000	10,000
	<u>66,000</u>	<u>66,000</u>	<u>66,000</u>

(d) Interest expenses (finance costs)

Borrowings (refer Note 7(a))	679,048	811,018	820,518
expense on lease liabilities (refer Note 8)	2,119	4,969	4,969
	<u>681,167</u>	<u>815,987</u>	<u>825,487</u>

(e) Write offs

General rate	42,000	42,000	42,000
Fees and charges	50,000	15,000	50,000
	<u>92,000</u>	<u>57,000</u>	<u>92,000</u>

CITY OF GREATER GERALDTON
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2024

13. ELECTED MEMBERS REMUNERATION

	2023/24	2022/23	2022/23
	Budget	Forecast Actual	Budget
	\$	\$	\$
Mayor			
Mayor's allowance	93,380	85,800	85,800
Meeting attendance fees	49,435	48,704	48,704
Other expenses	4,000	4,000	4,000
Travel and accommodation expenses	2,100	1,000	2,100
	148,915	139,504	140,604
Deputy Mayor			
Deputy Mayor's allowance	23,345	21,450	21,450
Meeting attendance fees	32,960	32,470	32,470
Other expenses	3,000	3,000	3,000
Travel and accommodation expenses	5,000	4,000	5,000
	64,305	60,920	61,920
Elected member 3			
Meeting attendance fees	32,960	32,470	32,470
Other expenses	2,300	2,300	2,300
Travel and accommodation expenses	100		100
	35,360	34,770	34,870
Elected member 4			
Meeting attendance fees	32,960	32,470	32,470
Other expenses	2,300	2,300	2,300
Travel and accommodation expenses	4,800		4,800
	40,060	34,770	39,570
Elected member 5			
Meeting attendance fees	32,960	32,470	32,470
Other expenses	2,300	2,300	2,300
Travel and accommodation expenses	100		100
	35,360	34,770	34,870
Elected member 6			
Meeting attendance fees	32,960	32,470	32,470
Other expenses	2,300	2,300	2,300
Travel and accommodation expenses	100		100
	35,360	34,770	34,870
Elected member 7			
Meeting attendance fees	32,960	32,470	32,470
Other expenses	2,300	2,300	2,300
Travel and accommodation expenses	100		100
	35,360	34,770	34,870
Elected member 8			
Meeting attendance fees	32,960	32,470	32,470
Other expenses	2,300	2,300	2,300
Travel and accommodation expenses	100		100
	35,360	34,770	34,870
Elected member 9			
Meeting attendance fees	32,960	32,470	32,470
Other expenses	2,300	2,300	2,300
Travel and accommodation expenses	100		100
	35,360	34,770	34,870
Elected member 10			
Meeting attendance fees	32,960	32,470	32,470
Other expenses	2,300	2,300	2,300
Travel and accommodation expenses	100		100
	35,360	34,770	34,870
Elected member 11			
Meeting attendance fees	32,960	32,470	32,470
Other expenses	2,300	2,300	2,300
Travel and accommodation expenses	4,800	4,800	4,800
	40,060	39,570	39,570
Elected member 12			
Meeting attendance fees	10,987	32,470	32,470
Other expenses	750	2,300	2,300
Travel and accommodation expenses	50		100
	11,787	34,770	34,870
Total Elected Member Remuneration	552,647	552,924	560,624
Mayor's allowance	93,380	85,800	85,800
Deputy Mayor's allowance	23,345	21,450	21,450
Meeting attendance fees	390,022	405,874	405,874
Other expenses	28,450	30,000	30,000
Travel and accommodation expenses	17,450	9,800	17,500
	552,647	552,924	560,624

The current budget includes provision for the reduction in the number of councillors from 12 to 10, plus a directly elected mayor, following the upcoming election in October 2023.

14. MAJOR LAND TRANSACTIONS

It is not anticipated any land transactions or major land transactions will occur in 2023/24.

CITY OF GREATER GERALDTON
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2024

15. TRADING UNDERTAKINGS AND MAJOR TRADING UNDERTAKINGS

Meru Waste Disposal Facility

(a) Details

The Meru Waste Disposal Facility provides a regional approach to Waste Management in the Midwest. The vision of City of Greater Geraldton is to lead the community to an improved level of sustainability to encourage waste avoidance, maximise the recovery of materials and provide efficient, yet cost effective, waste management and resource recovery services to the region. These objectives are achievable by actively engaging the community in sustainable waste practices, by supporting and promoting waste minimisation principles and implementing the objectives of WA Waste Avoidance & Resource Recovery Strategy 2030.

The City's current focus is on the development of the Meru Master Plan and the design and construction of the Community Transfer Station. The Meru Waste Disposal Facility receives over 8,800 visitors to drop-off entries every month. The new Community Transfer Station will provide a safer, more accessible facility for landfill users. Domestic users of the facility will be separated from commercial operators which will improve safety, quality of service and overall experience for the community.

The recent Community Voice Survey shows that recycling ranked second in a list of priorities the community would like Council to focus over the next three years and the Meru Waste Diversion Infrastructure ranked number four in the new capital works prioritisation list. The delivery of the transfer station will respond strongly to the community's needs.

(b) Statement of Comprehensive Income

	2022/23 Actual	2023/24 Budget	2024/25 Forecast	2025/26 Forecast	2026/27 Forecast	2027/28 Forecast	2028/29 Forecast
	\$	\$	\$	\$	\$	\$	\$
Revenue							
Fees and charges	6,449,258	7,010,885	7,112,228	7,265,037	7,660,660	7,771,402	7,883,747
	6,449,258	7,010,885	7,112,228	7,265,037	7,660,660	7,771,402	7,883,747
Expenditure							
Operating expenditure	(4,131,740)	(4,466,075)	(4,551,692)	(4,659,638)	(4,763,642)	(4,885,081)	(5,005,030)
Depreciation expense	(1,079,978)	(1,079,978)	(1,090,777)	(1,112,593)	(1,134,845)	(1,163,216)	(1,192,297)
	(5,211,718)	(5,546,053)	(5,642,469)	(5,772,231)	(5,898,487)	(6,048,297)	(6,197,327)
NET RESULT	1,237,540	1,464,832	1,469,759	1,492,806	1,762,173	1,723,105	1,686,420
TOTAL COMPREHENSIVE INCOME	1,237,540	1,464,832	1,469,759	1,492,806	1,762,173	1,723,105	1,686,420

The following estimated revenue and expenditure is not included in the income statement above but has been used in the pricing structure for goods and services.

	2022/23 Actual	2023/24 Budget	2024/25 Forecast	2025/26 Forecast	2026/27 Forecast	2027/28 Forecast	2028/29 Forecast
	\$	\$	\$	\$	\$	\$	\$
Revenue							
Capital revenue	139,125	550,000					
Expenditure							
Capital expenditure	(924,194)	(800,000)	(6,231,145)		(514,210)	(1,687,951)	(227,650)

CITY OF GREATER GERALDTON
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2024

16. TRADING UNDERTAKINGS AND MAJOR TRADING UNDERTAKINGS

(a) Details

The City of Greater Geraldton owns and operates Geraldton Airport as a self-sustaining business unit. The "pandemic years" of 2020 to 2022 caused a serious decline in flights and passenger numbers from which recovery in 2023 is only just becoming evident. The only Regular Passenger Transport (RPT) carrier servicing the Geraldton to Perth route, Qantaslink, suffered staff and supply chain shortages which caused a retraction of their schedules, further impacting on passenger numbers. By mid 2023, the Qantaslink schedules are approaching pre-pandemic levels but the full schedule is not expected to be in place until October 2023.

Charter operators supporting hinterland and Pilbara mining operations have been steadily increasing as miners looked to reduce the impact of the poor RPT schedules and reliability. Air transport for mine site shutdowns are an additional minor source of income for the airport.

From mid July 2023, a new operator, Nexus Airlines, commences services to Karratha and on to Port Hedland and Broome. Nexus will also operate on the Geraldton to Perth route with their aircraft based in Geraldton giving local residents scheduling that has not previously been available. The City of Greater Geraldton has provided support and incentives to Nexus as the introduction of a new carrier typically sees passenger numbers increase by 20-30%. The long term benefit to the community will be significant and having a regional based aircraft is an innovation that further enhances the community returns.

The City is working with consultants marketing Geraldton Airport to international carriers as a viable diversion alternate. The diversion alternate option for airlines provides them with the opportunity to reduce their fuel uplift which can be converted to payload. The carriers pay a small fee for the privilege of holding Geraldton as a diversion alternate which is of direct benefit to the City finances. The repetitive nature of airline schedules means those small fees can accumulate to income over time.

Federal and State Government funding for a refurbishment of runway 14/32 has been successful. The surface refresh of the runway has been slightly delayed but funding is now committed and works are planned to commence in early 2004. The runway surface treatment should extend the service life of the runway for 10-15 years.

Major funding has been secured for a solar and battery microgrid at the airport. This will provide the airport precinct and emergency services operations continuous green power and resilience in the case of major catastrophic events such as experienced following Cyclone Seroja in 2021. The microgrid will be built on airport grounds and tie into the current transformers near the entrance to the airport.

(b) Statement of Comprehensive Income

	2022/23	2023/24	2024/25	2025/26	2026/27	2027/28	2028/29
	Actual	Budget	Forecast	Forecast	Forecast	Forecast	Forecast
	\$	\$	\$	\$	\$	\$	\$
Revenue							
Operating revenue	5,459,030	6,525,450	6,654,594	6,885,302	7,191,763	7,279,505	7,368,427
	5,459,030	6,525,450	6,654,594	6,885,302	7,191,763	7,279,505	7,368,427
Expenditure							
Operating expenditure	(3,276,183)	(3,814,780)	(3,878,032)	(3,964,673)	(3,884,726)	(3,984,841)	(4,084,313)
Depreciation expense	(1,585,868)	(1,585,868)	(1,602,905)	(1,634,963)	(1,667,663)	(1,709,354)	(1,752,088)
	(4,862,051)	(5,400,648)	(5,480,937)	(5,599,636)	(5,552,389)	(5,694,195)	(5,836,401)
NET RESULT	596,979	1,124,802	1,173,657	1,285,666	1,639,374	1,585,310	1,532,026
TOTAL COMPREHENSIVE INCOME	596,979	1,124,802	1,173,657	1,285,666	1,639,374	1,585,310	1,532,026

The following estimated revenue and expenditure is not included in the income statement above but has been used in the pricing structure for goods and services.

	2022/23	2023/24	2024/25	2025/26	2026/27	2027/28	2028/29
	Actual	Budget	Forecast	Forecast	Forecast	Forecast	Forecast
	\$	\$	\$	\$	\$	\$	\$
Revenue							
Capital revenue	0	2,278,327	1,000,000		850,000		
Expenditure							
Capital expenditure	(188,267)	(5,157,023)	(2,787,000)	(20,568)	(2,814,600)	(213,364)	(3,170,887)

CITY OF GREATER GERALDTON
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16. TRUST FUNDS

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

Detail	Balance 1 July 2023	Estimated amounts received	Estimated amounts paid	Estimated balance 30 June 2024
	\$	\$	\$	\$
Unclaimed Monies	7,436	200	(500)	7,136
Mid West Industry Road Safety Alliance	26,539	44,000	(41,000)	29,539
Revegetation Contributions	145,922			145,922
	<u>179,897</u>	<u>44,200</u>	<u>(41,500)</u>	<u>182,597</u>

**CITY OF GREATER GERALDTON
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17. FEES AND CHARGES

	2023/24 Budget	2022/23 Actual	2022/23 Budget
	\$	\$	\$
By Program:			
Governance	12,650	12,650	12,650
General purpose funding	296,000	296,000	296,000
Law, order, public safety	351,000	351,000	321,000
Health	79,000	79,000	79,000
Education and welfare	35,000	30,000	30,000
Community amenities	15,481,046	14,434,334	13,932,164
Recreation and culture	1,474,645	1,740,508	1,791,525
Transport	6,639,650	4,996,900	5,483,200
Economic services	693,568	896,568	857,000
Other property and services	992,500	972,500	982,500
	26,055,059	23,809,460	23,785,039

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