Shire of Halls Creek ANNUAL REPORT 2022

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1.0 SHIRE PRESIDENT'S MESSAGE



As President for the Shire of Halls Creek, I am proud to present the Shire of Halls Creek Annual report for 2021/2022, ending 30th June 2022.

Firstly, I would like to thank my fellow Councillors and Executive Team for their support and dedication to the Shire and community of Halls Creek.

The 2021/2022 financial year will be remembered for the ongoing resolve and persistence of the community as well as the Shires ability to demonstrate decisive leadership towards the balance and vision of the Community Strategic Plan.

There have been many highlights throughout the year, of which below are some that I'd like to acknowledge:

- The Federal Government has committed \$400m and the State Government has committed \$100m to funding the Tanami Road construction. This will change the game for Halls Creek with anticipated improvements to living conditions for the Aboriginal communities, plus increases in the Pastoral Industry, Mining and Tourism.
- Opening of the Shire's Cheeky Dog Café. This has become the social centre of Halls Creek township and for council, a small profit-making venture which allows us to reinvest surplus funds back to training of the High School students in hospitality.
- Whist the community deals with the social issues from a small group of distracted youths, we as a local government are investigating different ways of dealing with these issues.
 These include infrastructure changes such as road spike barriers and access diversions to make car hooning less attractive in the community areas.

My sincere thanks to everyone involved – Councillors, staff, residents, businesses and community groups who helped make this year a success. I look forward to reporting back on the Shires ongoing transformation next year.

Cr Malcolm Edwards - Shire President

2.0 MESSAGE FROM THE CHIEF EXECUTIVE OFFICER

The most significant announcement of 2022 is the federal government funding agreement for the sealing of the Tanami Road. This project is expected to take approximately 5 years to complete with Council machinery undertaking early civil works after the wet season in 2023. Whilst the works will produce an income and training stream for shire employees, the greatest positive impact will be the ongoing business opportunities for the shire.

Council have applied to 'open up' significant tracts of commercial land adjoining the current power plant site for heavy transport and warehousing opportunities. The road sealing will see the south-east of Australia open to the north-western area, predominantly the Kimberley region and will deliver significant increases in tourism and transport trucks.

With such increases the Shire of Halls Creek Council is committed to delivering business opportunities around these commercial lands and our local tourism. Council opened the 'cheeky dog' café in early 2022 with the intent of developing Pioneer Park in the town centre as a public social area, promoting community participation in upcoming events like park markets, Christmas carols, musical events etc.

Further to this commitment to improving our tourism, council is committing to, subject to funding, the sealing of Duncan Road to 'Old Town' with access and signage upgrades to this fabulous historic site. The town green areas will be upgraded with new seating, shading and signage based around traditional aboriginal art and storytelling.

All of these construction opportunities lead to increased resourcing for council in road staffing crews and bitumen sealing crews which will offer greater local employment possibilities.

Our annual budget is in a solid position demonstrating a balanced outcome by end-of-financial year with council delivering all services required and, in some cases increasing services around town. This includes the higher service levels in street sweeping and rubbish removal, park and sports facility maintenance.

Another focus is on our human rights obligations for our communities with this being delivered through formal training in human rights laws and increased delivery of services through partnership with Olabud Doogethu. Council is committed to partnering with all relevant agencies to address the social issues we, as a community face in this remote area. It must be noted at this stage, Halls Creek is not isolated from general social disfunctions that are occurring around the whole country. Our social issues are no greater than any other area in Australia and continued adverse publicity only shines the spotlight on us contrary to this general social position. I would ask all community members to engage in positive solutions to our local issues and discourage the negative comments that attract such a spotlight. Additional housing is also a key area council is lobbying for continuously, with intentions to build our own affordable rental properties in the township by 2025.

On a final note, I do acknowledge that I have a very positive and forward-thinking council bench and very committed and dedicated staff all working to continually improve our community and lifestyles. We are focussed on 'making things better every day'.

Phillip Cassell - Chief Executive Officer

3. INTRODUCTION

3.1 WHAT IS THE ANNUAL REPORT?

As required by the *Local Government Act 1995* and associated regulations the Annual Report for 2021/22 provides an overview of the operations, activities and major projects undertaken by the Shire for that period, and includes major initiatives proposed to commence or continue in the next financial year. The performance of the Council is assessed against the vision, Mission, Strategic Goals, Outcomes and Strategies as set out in the Shire of Halls Creek Strategic Community Plan. This plan provides the strategic focus for elected members and the organisation and they affirm our commitments to the community.

3.2 Vision

Our Vision

The Shire of Halls Creek town and remote communities are economically diverse, caring, and proactive with a strong sense of responsibility and pride.

3.3 Our Values

Values of the organisation and the community are demonstrated through the way employees behave, interact and think. Defining values and clearly articulating what these values look and feel like is very important and are the building blocks to ensuring a consistent customer and staff experience is delivered at all times. Values and the behaviour they influence are also essential when creating a strong and well-respected Corporate Brand both internally and externally.



3.4 Community Aspirations and Values

Aspiration or Value	Benefits
Respect for, and engagement with the traditional owners of the land.	Ensuring pace and level of development impacting Indigenous communities is guided by the Traditional Owners.
Social inclusiveness	Promotes a future for all residents, actively strengthens the social fabric of the community, values diversity and responds to special needs and disadvantage.
Community involvement	Values the contributions of all groups and ages and generates opportunities for active participation by residents in planning and action.
Positive Mindset	Fosters community attitudes that embrace change, proactive 'can do' behaviours, optimism, hopefulness and the belief in the community being architects and builders of their social and economic future.
Respect for the Environment, Cultures and Sustainable Practices	Respects the natural environment, cultures, heritage and town character and commits to ensuring that the needs of the present are met without compromising the ability of future generations to meet their needs.
Access and Equity	Provides all residents with adequate health, educational, learning, housing and recreational opportunities, facilities and programs.
Mutual Responsibility and Respect	Encourages attitudes and behaviours that foster harmony, equity before the law, personal accountability and respect for the ideas, potential and contributions of all residents.
Celebration	Encourages pride and times of celebration relating to the town's heritage, uniqueness, cultures and achievements.
Collaboration, Partnership and Networking	Creating and strengthening stakeholder collaboration, coordination, networking and cross-promotion to ensure maximum positive outcomes for the residents of the town.
Asset and Opportunity Focus	Focussing upon local assets, opportunities and creativity, and building upon and strengthening existing initiatives and groups.
Commitment to Excellence in Performance and Customer Service	Ensuring strong dedication to quality experiences and outstanding customer service where everyone experiences respect, hospitality and friendliness.

4. About our Shire

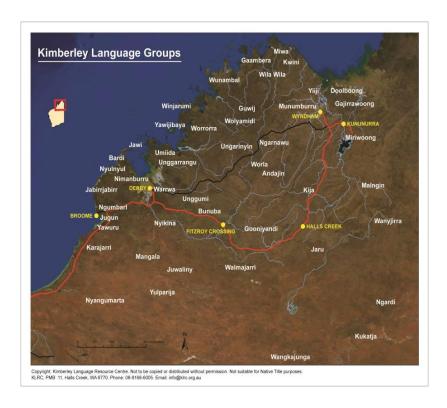
Located in the Kimberley region, the Shire of Halls Creek is one of Australia's iconic outback regions with a unique cultural and heritage environment. Predominantly Aboriginal populations live in a number of remote communities around the district and the town site of Halls Creek.

The Shire of Halls Creek covers 142,908 square kilometres of the Kimberley is located approximately 2,850 kilometres to the North East of Perth and 362 kilometres south of Kununurra. The Northern Territory forms the Eastern boundary of the Shire with the Shire of Wyndham-East Kimberley to the North, the Shire of Derby West Kimberley to the West and the Shire East Pilbara to the South and West.

The remote communities of Balgo (Wirrimanu), Billiluna (Mindibungu), Mulan, Kundat Djaru (Ringer Soak), Warmun (Turkey Creek) and Yiyili are an integral part of the district with around 3,000 people residing outside of the Halls Creek town site. Throughout the Shire there are a number of smaller communities. The Region is connected by 391km of sealed roads and 1,449km of unsealed roads, which require extensive maintenance work due to seasonal flooding.

4.1 Kimberley Aboriginal Language Groups

The following map illustrates the distribution of Aboriginal Language Groups in the Kimberley. Languages play an important role in supporting Aboriginals in connecting with their culture and country. They are also an important consideration for non-Indigenous people and organisations that engage or work with Aboriginal people in the Kimberley region.



4.2 History

The land now known as Halls Creek has been occupied for thousands of years. The land is crossed by song lines and trading paths stretching from the coasts to the deserts, some passing near the modern town.

The story of that long occupation remains alive today and it is revealed in the culture of the Jaru, Kija, Kukatja, Walmajarri, Gooniyandi and other indigenous people who live in the Shire of Halls Creek.

That ancient world changed late in the 1800's with the arrival of Europeans, searching for minerals for wealth and land for cattle. On Christmas Day 1885 prospector Charlie Hall found a huge 28-ounce (nearly 1 kilogram) gold nugget at a site that would eventually be named after him.

News of the discovery drew more than 15,000 people to what is now Old Halls Creek to try their luck. It proved an inhospitable land for these people and the graves of some can be found in Old Town's small cemetery.

The gold rush lasted less than three months and Halls Creek became a trading centre for cattle stations, aboriginal communities and miners who stayed in the area. The post office with its telegraph line that terminated here, the police station, government office, racecourse and stores gave the town a purpose.

In 1918 the Australian Inland Mission built a hospital and the old town struggled on, short of inhabitants and water. In 1948 an airfield was built near the site of the present town and over the next decade the old town moved nearer to this new site. Except for the police station, which finally relocated in 1961, the old town was abandoned by 1954.

The new town of Halls Creek is one of the largest predominantly indigenous communities in Australia. It is a friendly, welcoming place and offers travelers an ideal stop on their journeys. The old town is worth a visit, nestled in spectacular country.

Remote Aboriginal Communities

Community	Population	Languages Spoken
Balgo Hills	460	Kukatja, Ngardi, Northern Territory languages
Billiluna	144	Kukatja, Eastern Walmajarri, Jaru, Ngardi
Mulan	194	Kukatja, Eastern Walmajarri, Jaru, Ngardi
Ringer Soak	160	Jaru, Kukatja, Ngardi, Northern Territory languages
Warmun	196	Gija
Yiyili		Goonyandi



Mulan community

5.0 ABOUT OUR ORGANISATION

5.1 Role of Local Government

The function of a local government organisation is to provide good governance for its community members, involving efficient and effective decision making, community participation, operational transparency and accountability.

All local governments in Western Australia are independent corporate bodies constituted under the *Local Government Act 1995 (the Act)*. The Act requires each local government to meet the needs of current and future generations by integrating environmental protection, social advancement and economic prosperity.

5.2 Shire Executive

The role of the Chief Executive Officer is to advise the Council in relation to the functions of the local government; ensure advice and information is available for Council to make informed decisions; implement Council decisions; manage daily operations; liaise with the Shire President regarding performance and management of staff.

Mr Phillip Cassell joined the Shire in March 2022 as Chief Executive Officer.

The Shire' Executive consisted of Executive Director Ms Jackie Parker (Executive Office), Mr Musa Mono (Health & Regulatory Services), Ms Margaret Glass (Youth & Community Development), Lydia Atmadji (Corporate Services) and Mr Victor Popescu (Infrastructure Assets).

5.3 Our Elected Members

The Council of the Shire of Halls Creek consists of seven (7) elected members. Council Ordinary Elections are held in October every second year, and Councillors are appointed for a four-year term.

Following the Council Ordinary elections on the 16 October 2021, Crs Bonnie Edwards, Virginia O'Neil, Chris Loessl and Rosemary Stretch were returned to Council and Mrs Angie Bedford was elected as our newest councillor. The election of the Shire President and Deputy Shire President was held on 21 October where Cr Malcolm Edwards was returned unopposed as Shire President and Cr Chris Loessl returned unopposed as Deputy Shire President.

The current Councillors are:

- 1. Cr Malcolm Edwards (President) Term 2023
- 2. Cr Chris Loessl (Deputy Prsident) Term 2025
- 3. Cr Virginia O'Neil Term 2025
- 4. Cr Bonnie Edwards Term 2025
- 5. Cr Rosemary Stretch Term 2025
- 6. Cr Trish McKay Term 2023
- 7. Cr Angie Bedford Term 2023

5.4 The Role of the President and Councillors

Council is the governing body of the Local Government and is made up of seven Elected Members (called Councillors). The role of Council is defined in the *Local Government Act 1995* (the Act):

- To direct and control the local government's affairs; and
- To be responsible for the performance of the local government's functions

Each Elected Member sits a four year term, Local government elections take place every second year on the third Saturday in October, with half the Council retiring at each election. Retiring Council members are eligible for re-election. After each election Elected Members select a President and Deputy President from amongst themselves.

The role of a Councillor is to represent the community, provide leadership and guidance, facilitate communication between community and Council, make decisions on matters before Council, determine Council policy, govern finances and provide forward planning and evaluation of the progress towards Shire goals.

Councillors play a very important policy-making role, requiring the identification of community needs, setting objectives to meet those needs and establishing priorities between competing demands. Elected Members do not have authority to act or make decisions as individuals; they are members of an elected body (Council) that makes decisions on behalf of the local government through a formal meeting process.

5.5 Elected Member Conduct

Section 5.121 of the *Local Government Act 1995* requires a local government to maintain a register of complaints that result in an action under section 5.110(6) (b) or (c) of the *Local Government Act 1995*. In the 2021/22 year there were no complaints lodged regarding elected members.

5.6 Code of Conduct

Section 5.103 of the *Local Government Act 1995* provides that every local government is to prepare a code of conduct which is to be observed by members of the Council and Shire employees and provides consistent guidelines for an acceptable standard of professional conduct. The code of conduct was revised and updated in March 2021 and can be found on the Shire of Halls Creek website https://www.hallscreek.wa.gov.au/documents/freedom-of-information

5.7 Councillors Training – 1 July 2021 to 30 June 2022

				Understanding Local	Conflicts of
Councillor	Financial Report	Meeting Procedures	Serving on Council	Government	Interest
Malcolm Edwards	Completed	Completed	Completed	Completed	Completed
Chris Loessl	Completed	Completed	Completed	Completed	Completed
Virginia O'Neil	Completed	Completed	Completed	Completed	Completed
Bonnie Edwards	Completed	Completed	Completed	Completed	Completed
Rosemary Stretch	Completed	Completed	Completed	Completed	Completed
Trish McKay	Completed	Completed	Completed	Completed	Completed
Angie Bedford	Completed	Completed	Completed	Completed	Completed

5.8 Shire of Halls Creek Elected Members

Shire of Halls Creek Elected Members current as of November 2021, (7) elected members.



Shire President Cr Malcolm EdwardsPhone: 0488 306 911



Deputy Shire President Cr Chris LoesslPhone: 0417 187 636



Cr Virginia O'Neil Phone: 0467 766 146



Cr Bonnie Edwards Phone: 0488 225 636



Cr Rosemary Stretch Phone: 0460 557 329



Cr Trish McKay Phone: 0418 877 831



Cr Angie Bedford Phone: 0491 344 581

5.9 Integrated Planning and Reporting Framework

Local Government in WA is continuously improving the way it undertakes strategic planning processes. In 2011 the Integrated Planning and Reporting Requirement was legislated. The Shire of Halls Creek is continuing to update and improve its Integrated Planning and Reporting Framework, having adopted a Resource Plan in June 2021.

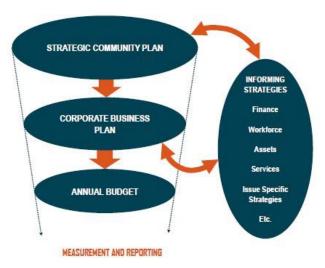
5.9.1 Framework Aims

Integrated planning and reporting gives local governments a framework for establishing local priorities and to link this information to operational functions. Three major parties are involved in the development of an integrated plan: the local government administration, the Council and the community. Each party has a unique role and responsibilities for effective and sustainable integrated planning and reporting, with the Local Government (Administration) Regulations 1996 requiring each local government to adopt a Strategic Community Plan and a Corporate Business Plan.

A successful integrated planning and reporting process will deliver the following outcomes:

- a Strategic Community Plan that clearly links the community's aspirations with the Council's vision and long-term strategy
- a Corporate Business Plan that integrates resourcing plans and specific council plans with the Strategic Community Plan, and
- a clearly stated vision for the future viability of the local government area.
 - The Framework:
- recognises that planning for a local government is holistic in nature and driven by the community
- builds organisational and resource capability to meet community need
- optimises success by understanding the integration and interdependencies between the components, and
- emphasises performance monitoring so that local governments can adapt and respond to changes in community needs and the business environment.

5.9.2 Key components of the framework



5.9.3 Framework Timelines

Strategic Community Plan	10 year horizon and informed by community consultation; (Level 1)	
Corporate Business Plan	4 year horizon; (Level 2)	
Annual Budget	1 year horizon; (Level3)	
Supporting strategies	Resources Plan	

5.9.4 Framework Roles and responsibilities

The Integrated Planning and Reporting Framework helps ensure Council's decisions look to the long- term future and consider the community's aspirations to deliver the best results possible with the resources available.

Before the legislative requirements to have an Integrated Planning and Reporting Framework the community had limited voice once Councillors were elected. The Framework is designed to put the community at the table through the Strategic Community Plan with the Council and CEO and ensure that the needs and aspirations of the community identified through the Strategic Community Plan are always considered. The framework helps to hold both Council and the CEO to account for delivering on the goals of the Strategic Community Plan.

5.9.5 Strategic Community Plan

All Western Australian Local Governments are required to prepare a plan for the future for their district, comprising of two key strategic documents, a Strategic Community Plan and a Corporate Business Plan which the Local Government is required to have regard for when forming the annual budget.

The Strategic Community Plan is Council's principal 10-year strategy and planning tool, guiding the remainder of the Shire's strategic planning. Achieving the community's vision and the Shire's strategic objectives requires the development of actions to address each strategic contained within the Strategic Community Plan.

The latest version of the Strategic Community Plan was adopted by Council in August 2021.

5.9.6 Corporate Business Plan

Careful operational planning and prioritisation is required to achieve the objectives and desired outcomes due to the limited resources available. This planning process is formalised by the development of the Corporate Business Plan. The 2022/26 Corporate Business Plan was adopted by Council in June 2022 and is available of the Shire of Halls Creek website.

5.9.7 Resource Plan

The Resource Plan incorporates those elements that were previously known as;

- Workforce Plan
- Asset management Plan
- Long Term Financial Plan

Workforce Planning is one of the key components of Integrated Planning and the adopted strategy of creating more local jobs is critical to Shire future plans. At the strategic level, the workforce plan takes into account the community aspirations, priorities and objectives identified in the Strategic Community Plan and highlights workforce needs.

The Asset Management Plans (AMP) review the intended life and consumption of assets, details shortfall and gaps in assets required to achieve objectives. Pans more useful to Shire managers who have the responsibility for asset management planning.

The Long-Term Financial Plan provides the detail of the projected financial performance of the Shire over a 10+ year period and is updated as the income strategies and expenditure programs are implemented.

The Shire of Halls Creek Strategic Resource Plan 2021-2036 was adopted in August 2021.

Regular Review

The Integrated Planning and Reporting Framework requires regular review to remain relevant. The Strategic Community Plan is updated every two years and then undergoes a full review including community consultation every four years.

6.0 YEAR IN REVIEW

This section of the Annual Report summarises the Shire of Halls Creek progress during the 2021/22 financial year towards attaining the goals, strategies and outcomes from the Strategic Community Plan.



6.1 Health & Regulatory Services

Statutory Planning

<u>Local Planning Scheme No. 2 – Amendment 1</u>

The Shire of Halls Creek Omnibus Amendment 1, initiated in early 2021, was approved by the Minister for Planning on 10 February 2022 and gazetted on 18 March 2022. The purpose of the 'Standard Amendment' was;

- Correction of minor text errors and omissions that were not identified when LPS2 was first gazetted;
- Updating the zoning table to review the permissibility of certain land uses; and
- Address a number of mapping corrections that have been identified through the process of adopting LPS2 and other minor modifications to the LPS2 maps.

Development Approvals for 2021/2022

There was a reduction in the number and value of development applications over the COVID-19 Pandemic period. The value of development applications seems to have increased significantly in the last 2 financial years, with the average costs per development above \$950,000.

Location	Description	Value
Kundat Djaru (Ringer Soak Community)	New duplex dwelling for school staff	\$619,386
31 Thomas Street, Halls Creek	New office complex for EKJP	\$2,342,000
Purnululu National Park	New visitor centre (public works)	\$800,000
Lot 9005-61 Stan Tremlett Drive (Airport Lot)	New meteorological observing equipment shelter, power system and security fencing	\$400.000
11 Neighbour Street, Halls Creek	New storage transportable Donga	\$18,700
15 Jinggul Street	2 new grouped dwellings	\$200,000
15 Beckett Street	Single 4 bed residential dwelling	\$240,000
8 Terone Street- YY Medical Service Centre	Expansion of YY Medical Centre- New Community wing consisting of a retail pharmacy, 2 vaccination rooms, 2 MCH rooms and a community purpose tome. -2 new Activity Rooms, 4 offices and UAT. -2 bay Renal Dialysis Unit	\$2,000,000
Lundja Community, Red Hill School	New Single storey classroom block	\$1,324,000
Mulan School	New covered playground, Alterations to Early Learning Classroom and new UAT.	\$1,606,000
Total		\$9,550,100

Public works projects in progress and proposed

- Construction of a shooting club
- Proposed industrial subdivision
- Proposed residential subdivision at Blueberry Hill
- Proposed Caravan Park and Camp site on Lot 508, along the Great Northern Highway
- Proposed new shopping centre
- Proposed BMX track.

Estimated value of development projects over the last 4 years

Year	No. of Projects	Total Estimated Value	Mean Value
2019	6	\$1,710,650	\$285,100
2020	11	\$5,930,000	\$539,100
2021	7	\$6,788,478	\$969,700
2022	10	\$9,550,100	\$955,510

Building Control

Building Permits issued in the financial year 2020/21

Location	Description	Value
Frog Hollow Community,	Installation of Roof Top solar panels on	\$55,000
Purnululu School	existing building	
Purnululu National Park	New Visitor Centre	\$1,185,020.57
Kundat Djaru Community	New Duplex housing for School staff	\$681,654

Halls Creek District High School	Solar PV 39.16kW Array with 2 x 15kW inverters	\$83,860
6 Smith Street, Halls Creek	2.4m High Garrison security fencing and gate	\$68,000
8 Smith Street, Halls Creek	2.4m High Garrison security fencing and gate	\$68,000
11 Neighbour Street, Halls Creek	New prefabricated transportable storage facility	\$18,700
15 Beckett Street	New Single Storey Residence	\$370,141
15 Jinggul Street	Two single storey modular grouped dwellings	\$530,338
61 Stan Tremlett Drive (Airport Lot)	New meteorological observing equipment shelter, power system and security fencing	\$1,044,937.60
Kundat Djaru Community	Shaded Basketball Court	\$645,000
Total		\$1,964,800.00

Environmental Health Services

The Department of Health has further extended the Aboriginal Environmental Health funding agreement to the end of December 2023. Under this program the Shire continues to provide environmental health services to rural and remote Aboriginal communities, including;

- The implementation and review of Community Environmental Health Action plans
- Control of communicable diseases, including investigation of notifiable diseases and cases referred by health facilities.
- Monitoring of water supplies, biological and chemical monitoring of recreational waters, liquid, and solid waste management, and
- Control of Arbovirus diseases through the control of mosquito infestations.

Ranger Services

The Shire Rangers are successfully implementing the option of re-homing unwanted dogs and cats, instead of destroying them. Out of the 32 dogs impounded during the year, 25 were re-homes and only 7 destroyed. The 7 could not be rehomed for various reasons, including old age, aggression and poor state of health.

The construction of the new animal pound was completed and commissioned during the year.

6.2 Corporate Services

Cheeky Dog Café

The Café which is located next to the Shire Office is now operating under the Shire of Halls Creek and we are opened from Monday – Friday 7am – 2pm and Saturday 8am – 12pm.

We are also selling merchandises and souvenirs.

Halls Creek Post Office

We are excited to welcome our new Post Office Manager, Sherree Corbett. Sheree has a lot of Accounts, Administration, Banking and Post Office background.

Shire Front Office and Library

We are moving to a new office next door. Olabud Doogethu is moving to our old office and now we will be side by side. We are also looking to expand our public library now that we have more space.

Reporting of Financial Position and Risk Review

We are trying our best to keep our spending within budgets. We are working closely with two external accountants and auditors to ensure that all regulations are followed, and we are trying our best to generate more income for the Shire.

Information, Communication and Technology

Telephones are being upgraded to VoIP and we will be getting NBN put in our town in the next 4 months. This means we'll have a much faster internet and telephone bills at a much lower cost.

6.3 Assets and Infrastructure

Roadworks Programme

The Shire of Halls Creek Strategic Road Plan (5 Years) continues to be implemented.

Jointly funded by the Federal and State governments, work on the \$51m Duncan Gordon Downs Roads Upgrade Project recommenced in April 2022 following the receipt of heritage clearances by Main Roads WA (MRWA). The 2022 program of work concluded in November and saw the completion of all upgrade work on Gordon Downs Road as well as a major portion of the Duncan Road from the intersection with Gordon Downs Road to the hills section approximately 45km from the Halls Creek township. While the project is administered by MRWA and resourced by the variety of contractor, the Shire has been actively involved through the provision of plant and operators from its roadwork crew. MRWA plan to complete the remainder of the upgrade work through the hills section in 2023.

The Sealed Roadworks Program for 2022 consisted of resealing 22 roads within the Halls Creek township and 11 flood ways on the Duncan Road between the Old Town site and Palm Springs. These works were performed by a specialist road sealing contractor and were entirely funded by a third phase of the Local Roads Community Infrastructure (LRCI) program for the town roads;

and the Disaster Recovery Funding Arrangement WA (DRFAWA) for the floodways as part of the AGRN 899 claim.

The Flood Damage Reinstatement Program for 2022 consisted of a continuation of the AGRN 899 scope of work (14 Roads at an estimated value of \$6.1m) and commencement of the AGRN 951 scope of work (24 Roads at an estimated value of \$5.8m). Emergency opening up works for a newly established disaster event (AGRN 1013) in February 2022 were also undertaken. Due to timing constraints on the funding for AGRN 899, this works package was prioritised with 97% of the original scope of work being completed with the exception of Osmond Valley Road and Texas Downs Road. Approximately 3% of the AGRN 951 works package were finalised, which will continue and be completed in 2023. While the works were performed by a road construction contractor, there was some involvement of the Shire's roadworks crew via a wet hire arrangement of plant and operators.

The Capital Roadworks Program for 2022 commenced in May with the close-out of the 2021/22 package of upgrade works to the Tanami, Balgo Road and Lake Gregory Road. A package of upgrade works was also carried out to the Duncan Road beyond the Gordon Downs Road intersection. In the third quarter a 2022/23 a package of further upgrade works to the Tanami Road, Balgo Road and Lake Gregory Road, as well as Carranya Road were initiated and will continue to completion in 2023 following the wet season. A combination of Remote Access Road, Road Project Grant and Roads to Recovery funding totalling over \$3.5m supports the above program of work.

Halls Creek Aerodrome

A new contract for operational and asset management of the Halls Creek Aerodrome went into effect at the start of November. A key aspect of the new contract sees the benefit of revenue from landing fees being received by the Shire, which will be used to support the funding required to operate the aerodrome.

6.4 Olabud Doogethu

'Olabud Doogethu' ('all of us together' in Kriol) is Western Australia's first justice reinvestment site, located on Gija and Jaru country in Halls Creek and surrounding communities. It is led by Aboriginal leaders who form Olabud Doogethu Aboriginal Corporation, and the Shire of Halls Creek.

Olabud Doogethu seeks to develop Aboriginal community designed place-based solutions to reduce incarceration and provide better outcomes for the people of Halls Creek and surrounding Communities. The project is working towards the long-term outcomes of:

- Build better futures and opportunities for people of Halls Creek
- Increase local capacity to achieve Self Determination
- Reduce Aboriginal Incarceration rates, Crime, and Justice System involvement
- Generate economic savings, reinvestment and job creation
- Inform research, evidence for Justice Reinvestment

This is a long term, systemic change project, with the program logic mapping outcomes expected over a 15+ year period. 3 years into the project, the following key short-term outcomes are expected:

Self Determination & Local Partnerships

- Culturally informed ways of working
- Place based involvement in funding direction & early intervention
- Partnerships & communication between community, organisations & stakeholders.

Social Outcomes

- Aboriginal Employment & local job creation
- Increasing connection to culture, country, & youth engagement with elders & family leaders
- Participation of previously disengaged youth in education.



STATUTORY REPORTS

7.0 Plan for the Future

Section 5.53(e) of the *Local Government Act 1995* prescribes that a Local Government in its Annual Report is to contain an overview of the plan for the future of the district made in accordance with section 5.56; including major initiatives that are proposed to commence or continue in the next financial year.

7.1 Planned Initiatives and Projects

The Shire of Halls Creek has a number of Capital projects and initiatives planned for the coming year, these initiatives have been adopted in the budget for 2021/22.

Priority Projects	Funded	Benefits to the community
RECREATION & CULTURE		
Ringer Soak Basketball Court Upgrade	State Government / Central land Council	Facility for sports and recreation
TRANSPORT	•	
Capital Road Works	Shire funded/ contribution funding from Main Roads WA	Improved safety and trafficability of roads. Project locations include Balgo Road, Springvale Road, Tanami Road)
Flood Damage Repair Work	State Government	Progression of AGRN 899 to the value of approximately \$4M
Duncan Gordon Upgrade Project	State Funded	Approximately 50km reformed and resheeted utilising local staff and plant on panel arrangement.
LRCIP	Federal Government	Sealing of Town Streets. Location including Thomas Street, Beckett Street, Stan Tremlett Drive, Terrone Street.
AIRPORT		

Airport Strategic Framework	State Funded/	Forecasting the infrastructure
	Shire Funded	upgrades and funding priorities for the Aerodrome.
		Actourome.

7.2 Freedom of Information Statement

The Western Australian *Freedom of Information Act 1992* (the FOI Act) gives you the right to apply for access to documents held by State Public Sector agencies which includes: Government Departments; Local Authorities; Statutory Authorities and Ministers.

Agencies are required to assist the public obtain access to documents at the lowest reasonable cost, and to ensure that personal information held is accurate, complete, up to date and not misleading. Your right to apply is not affected by any reasons you have for wishing to obtain access, or the agency's belief as to what your reasons are for applying.

Information Statement

The Information Statement published by the Shire of Halls Creek in accordance with the requirements of the Freedom of Information Act 1992. It is a requirement that the Shire prepare and publish an annual Information Statement outlining the means to access information, the types of information held by the Shire and if that information:

- Is Open Access information that is readily available? If it is, the statement will advise where and how you can source the information;
- Can be disclosed to you through 'informal release'. For example, where no third party personal information is involved; or
- Requires a 'formal access application'. For Example, when consultation with a third party is required.

The Information Statement includes information regarding the Shire's mission, structure, decision making functions and legislation administered, as well as documents held by the Shire and outlines the procedure for Freedom of Information (FOI) applications.

How to make a Freedom of Information Application to the Shire of Halls Creek:

- Apply in writing to the Chief Executive Officer, who acts as the FOI Coordinator.
- The FOI Coordinator will assist you if necessary. No special forms are required a letter will do.
- Identify or describe the documents concerned, or if you apply for amendment of personal
 information about yourself you must provide details to show how or why the agency's
 records are inaccurate, incomplete, out of date or misleading. If you ask for 'everything'
 on a particular subject, the Shire may help you narrow the scope of your application to
 ensure that the work involved is reasonable.
- Provide an address in Australia where notices can be sent. If possible, include your telephone number/fax number/email address as this will help Shire staff to contact you if necessary, to assist in your application being dealt with efficiently.
- Pay an application fee of \$30 if the documents contain non-personal information. No fee is payable for access to personal information about yourself.

7.3 Costs

No fees or charges apply for information relating to personal information or the amendment of personal information. All other applications are subject to the prescribed application fee.

 A prescribed fee of \$30 will be applicable upon submission of the application in order for the Information Coordinator to begin the document assessment process.
 The identified documents will then be reviewed to determine if any exemptions apply. The response to the original application must be provided to the applicant in the shortest possible time (or within 45 days) at the lowest reasonable cost.

Schedule of Fees

Application fee for personal information	No Fee
Application fee for non-personal information (Mandatory)	\$30.00
Charge for time dealing with the application (per hour, or pro rata)	\$30.00
Access time supervised by staff (per hour, or pro rata)	\$30.00
Photocopying staff time	\$30.00
Photocopying per page	\$0.20
Transcribing from tape, film or computer (per hour, or pro rata)	\$30.00
Duplicating a tape, film or computer information	Actual Cost
Delivery, packaging and postage	Actual Cost

An estimate of charges will be provided if the cost is expected to exceed \$25.00. For financially disadvantaged applicants of those issued with prescribed pensioner concession cards, (apart from the application fee) the charge payable is reduced by 50%.

Deposits

- An advance deposit may be required in respect of the estimate charges of 25%
- Further advance deposit may be required to meet the charges for dealing with the application of 75%

7.4 Reviews

If you disagree with a decision made on your FOI application, you can ask for that decision to be reviewed by someone else in the Shire. You must apply within 30 days of receiving the notice of decision from the Shire.

Within 15 days the Shire will advise you in writing of the outcome of the review, as well as your right to lodge a complaint with the Information Commissioner for an external review of the Shire's decision.

After internal review, if you still disagree with the Shire's decision, you can lodge a complaint with the Information Commissioner. If you make a complaint to the Information Commissioner, the complaint must:

- Be in writing and include your address.
- Give particulars of the decision to be reviewed including details of the part, or parts, of the decision you want the Commissioner to review.

Include a copy of the notice of decision sent to you by the Shire - this is the written notice of decision provided to you following the Shire's internal review.

7.5 Summary of FOI Requests received in the Year Ended 30 June 2022

For the year ended 30 June 2022, the Shire of Halls Creek had (1) one FOI application which were responded to, and information required within the required time.

Date: 8 June 2022

Name: Jackie Cox

Request: 8 Darcy Street, Halls Creek (Lot 162 on Deposited Plan 170098), Lot 101 Roberta Avenue, Halls Creek (Lot 101 on Deposited Plan 68607) and Lot 101 Roberta Avenue, Halls Creek (Lot 101 on Deposited Plan 68607). Information regarding the following:

- Potentially contaminating activities and land uses
- Complaints
- waste management
- discharges to land, air or water
- storage/handling of dangerous/hazardous materials.

7.6 Register of Complaints

The Local Government Act 1995 s5.121 requires the complaints officer of the Local Government to maintain a register of complaints which records all complaints that result in action under the Local Government Act. The CEO must publish an up-to-date version of the register of complaints on the Local Government's official website.

7.7 Annual Salaries

It is a requirement of the *Local Government Act 1995*, and related Administration Regulations, that the number of employees entitled to an annual salary of \$100,000 or more per annum, are disclosed in the Annual Report in bands of \$10,000 and \$20,000. This information is set out below.

Salary Range \$	2019/20	2020/21	2021/22
100,000 - 110,000	0	0	7
110,000 - 120,000	0	0	1
120,000 - 130,000	3	3	0
130,000 - 140,000	1	1	0

140,000 - 150,000	0	0	4
200,00 - 220,000	0	0	1
220,000 - 240,000	0	0	0
240,000 – 260,000	1	0	0
260,000 - 280,000	0	1	0



7.8 Staff Summary

	2020/21		2021/22	
Number of Full Time Staff (employed)	64		56	
Total Number of Staff	102		92	
% Male	70	70%	71	71%
% Female	30	30%	29	29%
% Indigenous Staff	68	68%	61	61%

7.9 National Competition Policy

The National Competition Policy is a set of competition enhancing principles agreed to by the State and Federal Governments in 1995.

The intention of the policy is to promote competition for the benefit of businesses, consumers and the economy by eliminating any advantage received by government as a result of public sector ownership. The result should be a more 'level playing field' between the public and private sectors.

All governments with business activities that generate in excess of \$200,000 per annum of userpays income must assess these activities and, if necessary, introduce measures to eliminate any net advantages that may have arisen because of the public ownership of the activities.

During 2020-21 financial year, the Shire of Halls Creek did not have any significant business activities that met this criterion and is not required to complete this assessment. The Shire is committed to ensuring full compliance with the principles of the National Competition Policy, and therefore monitors its business activities accordingly.

7.10 Review of Local Laws

The Local Government Act 1995 requires Local Laws to be reviewed every 8 years. All local laws are current except the Health Local Law. Since the gazettal of the Public Health Act 2016, the local government health local laws model have not yet been produced. Shire local laws can be accessed at the Shire of Halls Creek website.

The Cemeteries Local Law, Dogs Local Law and the Standing Orders Local Law are due for review in 2023.

Local Law Reviewed	Action (unchanged, re-pealed or amended)
Cemeteries Local Law 2015	Unchanged
Dogs Local Law 2015	Unchanged
Standing Orders Local Law 2015	Unchanged
Local Government Act Local Law 2002	Repealed
Local Government Property Local Law 2017	Unchanged
Fencing Local Law 2017	Unchanged
Health Local Law 2002	Unchanged and due for review
Waste Local Law 2019	New

7.11 Disability Services Act

It is a requirement of the WA Disability Services Act that all local government authorities develop and implement a Disability Access and Inclusion Plan (DAIP) that outlines the ways in which the authority will ensure that people with disabilities have equal access to its facilities and services.

The Shire adopted its first Disability Service Plan (DSP) in December 1995 to address the barriers within the community for people with disabilities and to address its statutory requirements under the WA Disability Services Act (1993).

The Shire reviewed the existing Disability Access and Inclusion Draft Plan and adopted the latest 2022-2027 version in June 2022.

As required by the WA Disability Services Act, the Shire is required to review the progress of the DAIP, to compare proposed outcomes to achievements. A review was completed and submitted to the Disability Services Commission before being endorsed by Council at the Ordinary Council Meeting in June 2022.

The following 7 are outcomes are the focus of the SoHC Disability Access and Inclusion Plan.

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

Outcome 2: 'People with disability have the same opportunities as other people to access the buildings and other facilities of a public authority'.

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

Outcome 4: 'People with disability receive the same level and quality of service from the staff of a public authority as other people receive from the staff of that public authority'.

Outcome 5: 'People with disability have the same opportunities as other people to make complaints to a public authority'.

Outcome 6: 'People with disability have the same opportunities as other people to participate in any public consultation by a public authority'.

Outcome 7: 'People with disability have the same opportunities as other people to obtain and maintain employment with a public authority'.

Outcomes Completed

Disability Access and Inclusion initiatives planned and undertaken during 2020/21 linked to Outcomes:

7.12 Council Meetings Held

In 2021/22, Council held 11 Ordinary Council meetings, 3 Special Council Meeting, 1 General Electors meeting and 2 Audit Committee meeting.

Elected member	Ordinary Council Meeting (11)	Special Council Meeting (3)	General Electors Meeting (1)	Audit Committee (2)
Cr Edwards (President)	10/11*	3	1	2

Cr Loessi (Deputy)	11/11	3	1	2
Cr B. Edwards	9/11	3	1	0
Cr O'Neil	9/11	3	1	2
Cr Stretch	8/11	2	1	1
Cr Bedford	8/9	2	1	0
Cr McKay	11/11	1	1	0

^{*} One Leave of Absence for President Malcolm Edwards and Cr Bonnie Edwards in November 2021.

7.13 Council Committees - Delegation

Audit Committee - delegated by the Council to meet annually with the Shire of Halls Creek's Auditors, all remaining Committees have no standing delegations and decision-making authority.

7.14 Records Management and the State Records Act 2000

The Shire of Halls Creek maintains a Recordkeeping Plan approved by the State Records Commission in 2014, as required under the State Records Act. It is also a requirement of the Commission that the Shire includes information about the Shire's records management in its Annual Report.

A review of the Recordkeeping Plan was completed and submitted to the State Records Office in March 2019 along with a risk management plan. The review was approved by State Records in August 2019.

In the year of review various improvements made to the management of the Shire's record were recorded in accordance with the plan, with the actions implemented and reported back to State Records. This ensures best practice is followed in managing the Shire's records.

8. Audited Annual Financial Report

Local Governments in WA are required to complete Annual Statements by the 30th September and Audits by the 31st December each year. In 2022, significant delays to the commencement of the interim Audit cycle and then the Annual Audit are addressed in correspondence by the Auditor General below.

The following pages constitute the Shire of Halls Creek Financial Reporting for the year ending 30 June 2022. The Audited Annual Financial report is provided as (Appendix 1) to this report.

- 8.1 Audit Report
- 8.2 Financial Statements





Our Ref: 8314

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

> Mail to: Perth BC PO Box 8489 PERTH WA 6849

Tel: 08 6557 7500 **Email**: info@audit.wa.gov.au

Mr Phillip Cassell Chief Executive Officer Shire of Halls Creek PO Box 21 HALLS CREEK WA 6770

Email: ceo@hcshire.wa.gov.au

Dear Mr Cassell

ANNUAL FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2022

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

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

Management Control Issues

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

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

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

The date that entities provided their annual financial report to the Office has been recorded for purposes of reporting to Parliament. The date recorded for the receipt of your financial statements was 30 September 2022.

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

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

Feel free to contact me on 6557 7714 if you would like to discuss these matters further.

Yours sincerely

Nayna Raniga Acting Senior Director Financial Audit 18 April 2023

Attach



INDEPENDENT AUDITOR'S REPORT 2022 Shire of Halls Creek

To the Councillors of the Shire of Halls Creek

Opinion

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

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

In my opinion, the financial report:

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

Basis for opinion

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

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

Other information

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

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

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

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

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

The Chief Executive Officer of the Shire is responsible for:

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

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

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

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

Auditor's responsibilities for the audit of the financial report

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

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

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

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

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

Matters relating to the electronic publication of the audited financial report

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

Grant Robinson Assistant Auditor General Financial Audit Delegate of the Auditor General for Western Australia Perth, Western Australia 18 April 2023

SHIRE OF HALLS CREEK

FINANCIAL REPORT

FOR THE YEAR ENDED 30 JUNE 2022

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Statement of Changes in Equity	5
Statement of Cash Flows	6
Rate Setting Statement	7
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The Shire of Halls Creek town and remote communities are economically diverse, caring and proactive with a strong sense of responsibility and pride.

Principal place of business: 7 Thomas Street Halls Creek WA 6770

SHIRE OF HALLS CREEK FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2022

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

STATEMENT BY CHIEF EXECUTIVE OFFICER

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

Signed on the 17th day of April 2023

Destit

Chief Executive Officer

Phillip Cassell

Name of Chief Executive Officer





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

Rates	TOR THE TEAR ENDED SO SOME 2022	NOTE	2022 Actual	2022 Budget	2021 Actual
Rates 21(a),2(a) 2,845,190 3,310,516 2,764,033 Operating grants, subsidies and contributions 2(a) 12,222,612 13,719,054 9,688,011 Fees and charges 20(c),2(a) 940,015 1,674,725 850,898 Service charges 21(c),2(a) 4,172 3,950 4,160 Interest earnings 2(a) 33,981 47,000 58,227 Other revenue 2(a) 608,038 283,000 389,096 Expenses 8 (6,325,385) (6,997,614) (4,847,813) Materials and contracts (5,129,789) (5,606,565) (373,081) Utility charges (643,665) (567,160) (655,460) Depreciation 9(a) (5,985,131) (5,338,000) (5,661,514) Finance costs 2(b) (136,038) (77,594) (82,760) Insurance (493,893) (416,721) (488,347) Other expenditure 2(b) (2,192,257) (1,296,972) (1,308,637) Capital grants, subsidies and contributions					
Operating grants, subsidies and contributions 2(a) 12,222,612 13,719,054 9,688,011 Fees and charges 20(c),2(a) 940,015 1,674,725 850,898 Service charges 21(c),2(a) 4,172 3,950 4,160 Interest earnings 2(a) 33,981 47,000 58,227 Other revenue 2(a) 608,038 283,000 389,096 Expenses 66,325,385 (6,997,614) (4,847,813) Materials and contracts (5,129,789) (5,606,565) (3,731,081) Utility charges (643,665) (567,160) (655,460) Depreciation 9(a) (5,985,131) (5,338,000) (5,661,514) Finance costs 2(b) (136,038) (417,21) (488,347) Other expenditure 2(b) (2,192,257) (1,286,972) (1,306,637) Other expenditure 2(b) (2,192,257) (1,266,972) (1,306,637) Capital grants, subsidies and contributions 2(a) 3,677,911 3,616,641 3,209,686 Prof	Revenue				
Service charges 20(c),2(a) 940,015 1,674,725 850,898 Service charges 21(c),2(a) 4,172 3,950 4,160 Interest earnings 2(a) 33,981 47,000 58,227 Other revenue 2(a) 608,038 283,000 389,096 16,654,008 19,038,245 13,754,425	Rates	21(a),2(a)	2,845,190	3,310,516	2,764,033
Service charges 21(c),2(a) 4,172 3,950 4,160 Interest earnings 2(a) 33,981 47,000 58,227 Other revenue 2(a) 608,038 283,000 389,096 16,654,008 19,038,245 13,754,425 Expenses Employee costs (6,325,385) (6,997,614) (4,847,813) Materials and contracts (5,129,789) (5,506,565) (3,731,081) Utility charges (643,665) (567,160) (655,460) Depreciation 9(a) (5,985,131) (5,338,000) (5,661,514) Finance costs 2(b) (136,038) (77,594) (82,760) Insurance (493,893) (416,721) (488,347) Other expenditure 2(b) (2,192,257) (1,296,972) (1,308,637) (20,906,158) (20,300,626) (16,775,612) (4,252,150) (1,262,381) (3,021,187) Capital grants, subsidies and contributions 2(a) 3,677,911 3,616,641 3,209,686 Profit on asset disposals 9(b) 1,200 0 0 Loss on asset disposals 9(b) 1,200 0 0 0 Capital grants, subsidies and contributions 2(a) 3,579,648 3,547,641 3,122,240 Net result for the period 20(b) (672,502) 2,285,260 101,053 Other comprehensive income for the period 15 5,098,776 0 0 Total other comprehensive income for the period 15 5,098,776 0 0	Operating grants, subsidies and contributions	2(a)	12,222,612	13,719,054	9,688,011
Interest earnings	Fees and charges	20(c),2(a)	940,015	1,674,725	850,898
Other revenue 2(a) 608,038 283,000 389,096 Expenses 16,654,008 19,038,245 13,754,425 Employee costs (6,325,385) (6,997,614) (4,847,813) Materials and contracts (5,129,789) (5,065,565) (3,731,081) Utility charges (643,665) (567,160) (655,460) Depreciation 9(a) (5,985,131) (5,338,000) (5,661,514) Finance costs 2(b) (136,038) (77,594) (82,760) Insurance (493,893) (416,721) (488,347) Other expenditure 2(b) (2,192,257) (1,296,972) (1,308,637) (20,906,158) (20,300,626) (16,775,612) (4,252,150) (1,262,381) (3,021,187) Capital grants, subsidies and contributions 2(a) 3,677,911 3,616,641 3,209,686 Profit on asset disposals 9(b) 1,200 0 0 Loss on asset disposals 9(b) (99,463) (69,000) (87,446) Net result for the period 20(Service charges	21(c),2(a)	4,172	3,950	4,160
Expenses Employee costs (6,325,385) (6,997,614) (4,847,813)	Interest earnings	2(a)	33,981	47,000	58,227
Expenses Employee costs Employee costs (6,325,385) (6,997,614) (4,847,813) Materials and contracts (5,129,789) (5,606,565) (3,731,081) Utility charges (643,665) (567,160) (655,460) Depreciation (9(a) (5,985,131) (5,338,000) (5,661,514) Finance costs (493,893) (416,721) (488,347) Other expenditure (493,893) (416,721) (488,347) (20,906,158) (20,300,626) (16,775,612) (4,252,150) (1,262,381) (3,021,187) Capital grants, subsidies and contributions (493,893) (416,721) (438,347) (20,906,158) (20,300,626) (16,775,612) (4,252,150) (1,262,381) (3,021,187) Capital grants, subsidies and contributions (493,893) (416,721) (438,347) (20,906,158) (20,300,626) (16,775,612) (4,252,150) (1,262,381) (3,021,187) Capital grants, subsidies and contributions (493,893) (416,721) (438,347) (20,906,158) (20,300,626) (16,775,612) (4,252,150) (1,262,381) (3,021,187) Capital grants, subsidies and contributions (4,252,150) (1,262,381) (3,021,187) Capital grants, subsidies and contributions (4,93,893) (416,721) (488,347) (4,93,893) (416,721) (488,347) (4,252,150) (1,266,972) (1,308,637) (20,906,158) (20,300,626) (16,775,612) (4,252,150) (1,262,381) (3,021,187) Capital grants, subsidies and contributions (4,93,893) (416,721) (488,347) (4,93,893) (416,993) (416,993) (4,93,893) (416,993) (416,993	Other revenue	2(a)	608,038	283,000	389,096
Employee costs Materials and contracts (6,325,385) (6,997,614) (4,847,813) Materials and contracts (5,129,789) (5,606,565) (3,731,081) Utility charges (643,665) (567,160) (655,460) Depreciation 9(a) (5,985,131) (5,338,000) (5,661,514) Finance costs 2(b) (136,038) (77,594) (82,760) Insurance (493,893) (416,721) (488,347) Other expenditure 2(b) (2,192,257) (1,296,972) (1,308,637) (20,906,158) (20,300,626) (16,775,612) (4,252,150) (1,262,381) (3,021,187) Capital grants, subsidies and contributions 2(a) 3,677,911 3,616,641 3,209,686 Profit on asset disposals 9(b) (99,463) (69,000) (87,446) 3,579,648 3,547,641 3,122,240 Net result for the period Items that will not be reclassified subsequently to profit or loss Changes in asset revaluation surplus 15 5,098,776 0 0 Total other comprehensive income for the period 15 5,098,776 0 0			16,654,008	19,038,245	13,754,425
Employee costs Materials and contracts (6,325,385) (6,997,614) (4,847,813) Materials and contracts (5,129,789) (5,606,565) (3,731,081) Utility charges (643,665) (567,160) (655,460) Depreciation 9(a) (5,985,131) (5,338,000) (5,661,514) Finance costs 2(b) (136,038) (77,594) (82,760) Insurance (493,893) (416,721) (488,347) Other expenditure 2(b) (2,192,257) (1,296,972) (1,308,637) (20,906,158) (20,300,626) (16,775,612) (4,252,150) (1,262,381) (3,021,187) Capital grants, subsidies and contributions 2(a) 3,677,911 3,616,641 3,209,686 Profit on asset disposals 9(b) (99,463) (69,000) (87,446) 3,579,648 3,547,641 3,122,240 Net result for the period Items that will not be reclassified subsequently to profit or loss Changes in asset revaluation surplus 15 5,098,776 0 0 Total other comprehensive income for the period 15 5,098,776 0 0					
Materials and contracts (5,129,789) (5,606,565) (3,731,081) Utility charges (643,665) (567,160) (655,460) Depreciation 9(a) (5,985,131) (5,338,000) (5,606,565) Finance costs 2(b) (136,038) (77,594) (82,760) Insurance (493,893) (416,721) (488,347) Other expenditure 2(b) (2,192,257) (1,296,972) (1,308,637) (20,906,158) (20,300,626) (16,775,612) (4,252,150) (1,262,381) (3,021,187) Capital grants, subsidies and contributions 2(a) 3,677,911 3,616,641 3,209,686 Profit on asset disposals 9(b) 1,200 0 0 0 Loss on asset disposals 9(b) (99,463) (69,000) (87,446) 3,579,648 3,547,641 3,122,240 Net result for the period Items that will not be reclassified subsequently to profit or loss Changes in asset revaluation surplus 15 5,098,776 0 0	Expenses				
Utility charges	Employee costs		(6,325,385)	(6,997,614)	(4,847,813)
Depreciation 9(a) (5,985,131) (5,338,000) (5,661,514)	Materials and contracts		(5,129,789)	,	(3,731,081)
Finance costs 2(b) (136,038) (77,594) (82,760)	Utility charges		(643,665)	(567,160)	(655,460)
Capital grants, subsidies and contributions 2(a) 3,677,911 3,616,641 3,209,686 Profit on asset disposals 9(b) 1,200 0 0 Loss on asset disposals 9(b) 99,463 (69,000) (87,446) 3,579,648 3,547,641 3,122,240 Net result for the period 20(b) (672,502) 2,285,260 101,053 Changes in asset revaluation surplus 15 5,098,776 0 0 Total other comprehensive income for the period 15 5,098,776 0 0	Depreciation	9(a)	(5,985,131)	(5,338,000)	(5,661,514)
Other expenditure 2(b) (2,192,257) (1,296,972) (1,308,637) (20,906,158) (20,300,626) (16,775,612) (4,252,150) (1,262,381) (3,021,187) Capital grants, subsidies and contributions 2(a) 3,677,911 3,616,641 3,209,686 Profit on asset disposals 9(b) 1,200 0 0 0 Loss on asset disposals 9(b) (99,463) (69,000) (87,446) 3,579,648 3,547,641 3,122,240 Net result for the period Uther comprehensive income for the period Items that will not be reclassified subsequently to profit or loss Changes in asset revaluation surplus 15 5,098,776 0 0 Total other comprehensive income for the period 15 5,098,776 0 0	Finance costs	2(b)	(136,038)	(77,594)	(82,760)
(20,906,158) (20,300,626) (16,775,612)	Insurance		(493,893)	(416,721)	(488,347)
Capital grants, subsidies and contributions 2(a) 3,677,911 3,616,641 3,209,686 Profit on asset disposals 9(b) 1,200 0 0 0 Loss on asset disposals 9(b) (99,463) (69,000) (87,446) 3,579,648 3,547,641 3,122,240 Net result for the period 20(b) (672,502) 2,285,260 101,053 Other comprehensive income for the period Items that will not be reclassified subsequently to profit or loss Changes in asset revaluation surplus 15 5,098,776 0 0 Total other comprehensive income for the period 15 5,098,776 0 0	Other expenditure	2(b)	(2,192,257)	(1,296,972)	(1,308,637)
Capital grants, subsidies and contributions 2(a) 3,677,911 3,616,641 3,209,686 Profit on asset disposals 9(b) 1,200 0 0 Loss on asset disposals 9(b) (99,463) (69,000) (87,446) Net result for the period Net result for the period Other comprehensive income for the period Items that will not be reclassified subsequently to profit or loss Changes in asset revaluation surplus 15 5,098,776 0 0 Total other comprehensive income for the period 15 5,098,776 0 0			(20,906,158)	(20,300,626)	(16,775,612)
Profit on asset disposals 9(b) 1,200 0 0 Loss on asset disposals 9(b) (99,463) (69,000) (87,446) 3,579,648 3,547,641 3,122,240 Net result for the period Other comprehensive income for the period Items that will not be reclassified subsequently to profit or loss Changes in asset revaluation surplus 15 5,098,776 0 0 Total other comprehensive income for the period 15 5,098,776 0 0			(4,252,150)	(1,262,381)	(3,021,187)
Profit on asset disposals 9(b) 1,200 0 0 Loss on asset disposals 9(b) (99,463) (69,000) (87,446) 3,579,648 3,547,641 3,122,240 Net result for the period Other comprehensive income for the period Items that will not be reclassified subsequently to profit or loss Changes in asset revaluation surplus 15 5,098,776 0 0 Total other comprehensive income for the period 15 5,098,776 0 0	Capital grants, subsidies and contributions	2(a)	3.677.911	3.616.641	3.209.686
Loss on asset disposals 9(b) (99,463) (69,000) (87,446) 3,579,648 3,547,641 3,122,240	, -				
Net result for the period 20(b) (672,502) 2,285,260 101,053 Other comprehensive income for the period Items that will not be reclassified subsequently to profit or loss Changes in asset revaluation surplus 15 5,098,776 0 0	·				
Other comprehensive income for the period Items that will not be reclassified subsequently to profit or loss Changes in asset revaluation surplus 15 5,098,776 0 0 0	·	, ,	, ,		
Other comprehensive income for the period Items that will not be reclassified subsequently to profit or loss Changes in asset revaluation surplus 15 5,098,776 0 0 0	Not result for the period	20(h)	(672 502)	2 285 260	101 053
Items that will not be reclassified subsequently to profit or loss Changes in asset revaluation surplus 15 5,098,776 0 0 Total other comprehensive income for the period 15 5,098,776 0 0	Net result for the period	20(5)	(072,302)	2,203,200	101,033
Changes in asset revaluation surplus 15 5,098,776 0 0 Total other comprehensive income for the period 15 5,098,776 0 0	Other comprehensive income for the period				
Total other comprehensive income for the period 15 5,098,776 0 0	Items that will not be reclassified subsequently to profi	t or loss			
	Changes in asset revaluation surplus	15	5,098,776	0	0
Total comprehensive income for the period 4,426,274 2,285,260 101,053	Total other comprehensive income for the period	15	5,098,776	0	0
	Total comprehensive income for the period		4,426,274	2,285,260	101,053





SHIRE OF HALLS CREEK STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2022

	NOTE	2022	2021
CURRENT ASSETS		\$	\$
Cash and cash equivalents	3	7,121,011	6,162,209
Trade and other receivables	4	1,536,941	1,234,235
Inventories	5	116,220	85,173
Other assets	6	120,000	150,724
TOTAL CURRENT ASSETS		8,894,172	7,632,341
NON-CURRENT ASSETS			
Trade and other receivables	4	11,188	8,718
Property, plant and equipment	7	39,386,768	38,034,033
Infrastructure	8	96,054,607	93,932,805
TOTAL NON-CURRENT ASSETS		135,452,563	131,975,556
TOTAL ASSETS		144,346,735	139,607,897
CURRENT LIABILITIES			
Trade and other payables	10	1,320,304	2,179,782
Other liabilities	11	1,684,468	886,495
Borrowings	12	982,737	892,074
Employee related provisions	13	488,534	469,938
TOTAL CURRENT LIABILITIES	.0	4,476,043	4,428,289
NON-CURRENT LIABILITIES			
Borrowings	12	1,664,704	2,647,441
Employee related provisions	13	24,745	61,249
Other provisions	14	1,284,051	0
TOTAL NON-CURRENT LIABILITIES		2,973,500	2,708,690
TOTAL LIABILITIES		7,449,543	7,136,979
NET ASSETS		136,897,192	132,470,918
EQUITY			
Retained surplus		34,548,392	34,512,118
Reserve accounts	24	3,992,375	4,701,151
Revaluation surplus	15	98,356,425	93,257,649
TOTAL EQUITY		136,897,192	132,470,918





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

	NOTE	RETAINED SURPLUS	RESERVE ACCOUNTS	REVALUATION SURPLUS	TOTAL EQUITY
		\$	\$	\$	\$
Balance as at 1 July 2020		33,335,903	5,776,313	93,257,649	132,369,865
Comprehensive income for the period Net result for the period		101,053	0	0	101,053
Total comprehensive income for the period	_	101,053	0	0	101,053
Transfers from reserves	24	1,075,162	(1,075,162)	0	0
Balance as at 30 June 2021	_	34,512,118	4,701,151	93,257,649	132,470,918
Comprehensive income for the period Net result for the period		(672,502)	0	0	(672,502)
Other comprehensive income for the period	15 _	0	0	5,098,776	5,098,776
Total comprehensive income for the period	_	(672,502)	0	5,098,776	4,426,274
Transfers from reserves	24	708,776	(708,776)	0	0
Balance as at 30 June 2022	_	34,548,392	3,992,375	98,356,425	136,897,192

SHIRE OF HALLS CREEK STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30 JUNE 2022

		2022	2022	2021
	NOTE	Actual	Budget	Actual
		\$	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts				
Rates		2,970,338	3,310,516	2,650,209
Operating grants, subsidies and contributions		12,765,565	12,622,878	10,220,848
Fees and charges		743,556	1,674,725	911,202
Service charges		4,172	3,950	4,160
Interest received		33,981	47,000	58,227
Goods and services tax received		379,660	560,657	596,382
Other revenue		608,038	283,000	389,096
		17,505,310	18,502,726	14,830,124
		17,505,510	10,302,720	14,030,124
Payments				
Employee costs		(6,307,989)	(6,997,614)	(4,885,080)
Materials and contracts		(4,980,715)	(5,606,565)	(2,854,527)
Utility charges		(643,665)	(567,160)	(655,460)
Finance costs		(139,748)	(77,594)	(86,562)
Insurance paid		(493,893)	(416,721)	(488,347)
Goods and services tax paid		(1,372,827)	(560,657)	(626,388)
Other expenditure		(2,192,257)	(1,296,972)	(1,308,637)
		(16,131,094)	(15,523,283)	(10,905,001)
Not each (used in) energing activities	16(b)	1,374,216	2,979,443	3,925,123
Net cash (used in) operating activities	10(b)	1,374,210	2,979,443	3,923,123
CASH FLOWS FROM INVESTING ACTIVITIES				
Payments for purchase of property, plant & equipment	7(a)	(525,955)	(946,000)	(943,957)
Payments for construction of infrastructure	8(a)	(4,018,823)	(4,956,680)	(6,774,320)
Non-operating grants, subsidies and contributions	O (3.)	4,935,815	3,616,641	3,235,833
Proceeds from sale of property, plant & equipment	9(b)	85,623	45,000	0
Net cash (used in) investing activities	. ,	476,660	(2,241,039)	(4,482,444)
Net cash (used in) investing activities		470,000	(2,241,039)	(4,402,444)
CASH FLOWS FROM FINANCING ACTIVITIES				
Repayment of borrowings	23(a)	(892,074)	(892,074)	(876,387)
	20(4)	,		,
Net cash provided by/ (used In) financing activities		(892,074)	(892,074)	(876,387)
Net increase/ (decrease) in cash held		958,802	(153,670)	(1,433,708)
Cash at beginning of year		6,162,209	6,100,180	7,595,917
Cash and cash equivalents at the end of the year	16(a)	7,121,011	5,946,510	6,162,209
	` '	. ,	· · ·	

NOTE Actual Budget Actual S S S S S S S S S			2022	2022	2021
NET CURRENT ASSETS - At start of financial year - surplus/(deficit) 22(b) (135,087) 81,258 1,591,860		NOTE	Actual	Budget	Actual
Department			\$	\$	\$
Revenue from operating activities (excluding general rate) Operating grants, subsidies and contributions 12,222,612 13,719,054 9,688,011 Fees and charges 940,015 1,674,725 850,898 Service charges 4,172 3,950 4,160 Interest earnings 3,981 47,000 58,227 Other revenue 608,038 283,000 389,096 Profit on asset disposals 9(b) 1,200 0 0 0	NET CURRENT ASSETS - At start of financial year - surplus/(deficit)	22(b)	(135,087)	81,258	1,591,860
Revenue from operating activities (excluding general rate) Operating grants, subsidies and contributions 12,222,612 13,719,054 9,688,011 Fees and charges 940,015 1,674,725 850,898 Service charges 4,172 3,950 4,160 Interest earnings 3,981 47,000 58,227 Other revenue 608,038 283,000 389,096 Profit on asset disposals 9(b) 1,200 0 0 0					
Operating grants, subsidies and contributions 12,222,612 13,719,054 9,688,011 Fees and charges 940,015 1,674,725 850,898 Service charges 4,172 3,950 4,160 Interest earnings 68,38 283,000 58,227 Other revenue 68,38 283,000 389,096 Profit on asset disposals 9(b) 1,200 0 0 Department of the property of t					
Fees and charges					
Service charges 1,172 3,950 4,160 Interest earnings 33,981 47,000 58,227 Other revenue 608,038 283,000 389,096 Profit on asset disposals 9(b) 1,200 0 0 1,200 0 0 0 1,200 0 0 0 1,200 0 0 0 1,200 0 0 0 1,200 0 0 1,200 0 0 1,200 0 0 1,200 0 0 1,200 0 0 1,200 0 0 1,200 0 0 0 0 0 0 1,200 0 0 0 0 0 0 1,200 0 0 0 0 0 0 0 0					
Interest earnings					•
Other revenue 608,038 283,000 389,096 Profit on asset disposals 13,810,018 15,727,729 10,990,392 Expenditure from operating activities (6,325,385) (6,997,614) (4,847,813) Employee costs (6,325,385) (6,997,614) (4,847,813) Materials and contracts (6,129,789) (5,606,655) (3,731,081) Utility charges (643,665) (567,160) (655,460) Depreciation (5,985,131) (5,338,000) (5,661,514) Finance costs (136,038) (77,594) (82,760) Insurance (493,893) (416,721) (488,347) Other expenditure (2,192,257) (1,296,972) (1,308,637) Other expenditure (2,192,257) (1,296,972) (1,308,637) Other expenditure (2,192,257) (1,296,972) (1,308,637) Other expenditure (2,005,621) (20,369,626) (16,863,058) Non-cash amounts excluded from operating activities 22(a) 7,270,249 5,407,000 5,691,502 Amount attributable to	· · · · · · · · · · · · · · · · · · ·				
Profit on asset disposals	· · · · · · · · · · · · · · · · · · ·				
13,810,018 15,727,729 10,990,392	•				389,096
Expenditure from operating activities Employee costs (6,325,385) (6,997,614) (4,847,813)	Profit on asset disposals	9(b)			0
Employee costs (6,325,385) (6,997,614) (4,847,813) Materials and contracts (5,129,789) (5,006,565) (3,731,081) Utility charges (5,646,665) (567,160) (655,460) (653,460) (653,40			13,810,018	15,727,729	10,990,392
Materials and contracts					
Utility charges				,	
Depreciation (5,985,131) (5,338,000) (5,661,514)					
Finance costs (136,038) (77,594) (82,760)					
Insurance	·				
Other expenditure Loss on asset disposals 9(b) (2,192,257) (99,463) (1,296,972) (69,000) (1,308,637) (87,446) Non-cash amounts excluded from operating activities 22(a) 7,270,249 5,407,000 5,691,502 Amount attributable to operating activities 22(a) 7,270,249 5,407,000 5,691,502 INVESTING ACTIVITIES 74,646 765,103 (181,164) Non-operating grants, subsidies and contributions Proceeds from disposal of assets 9(b) 85,623 45,000 0 Purchase of property, plant and equipment Purchase and construction of infrastructure 7(a) (525,955) (946,000) (943,957) Purchase and construction of infrastructure 8(a) (4,018,823) (4,956,680) (6,774,320) Amount attributable to investing activities 23(a) (892,074) (892,074) (876,387) Transfers to reserves (restricted assets) 24 0 (1,700,617) 0 Transfers from reserves (restricted assets) 24 708,776 676,853 1,075,162 Amount attributable to financing activities (1,024,983) (3,310,516) (2,899,120) <t< td=""><td></td><td></td><td></td><td></td><td></td></t<>					
Loss on asset disposals					
Non-cash amounts excluded from operating activities 22(a) 7,270,249 5,407,000 5,691,502			•		• •
Non-cash amounts excluded from operating activities 22(a) 7,270,249 5,407,000 5,691,502	Loss on asset disposals	9(b)			
Non-operating grants, subsidies and contributions 3,677,911 3,616,641 3,209,686 Proceeds from disposal of assets 9(b) 85,623 45,000 0 0 0 0 0 0 0 0 0			(21,005,621)	(20,369,626)	(16,863,058)
Non-operating grants, subsidies and contributions 3,677,911 3,616,641 3,209,686 Proceeds from disposal of assets 9(b) 85,623 45,000 0 0 0 0 0 0 0 0 0	Non-cash amounts excluded from operating activities	22(a)	7,270,249	5,407,000	5,691,502
Non-operating grants, subsidies and contributions 3,677,911 3,616,641 3,209,686 Proceeds from disposal of assets 9(b) 85,623 45,000 0 0 0 0 0 0 0 0 0	·	()		765,103	
Proceeds from disposal of assets 9(b) 85,623 45,000 0 Purchase of property, plant and equipment 7(a) (525,955) (946,000) (943,957) Purchase and construction of infrastructure 8(a) (4,018,823) (4,956,680) (6,774,320) Amount attributable to investing activities (781,244) (2,241,039) (4,508,591) FINANCING ACTIVITIES 23(a) (892,074) (892,074) (876,387) Transfers to reserves (restricted assets) 24 0 (1,700,617) 0 Transfers from reserves (restricted assets) 24 708,776 676,853 1,075,162 Amount attributable to financing activities (183,298) (1,915,838) 198,775 Surplus/(Deficit) before imposition of general rates (1,024,983) (3,310,516) (2,899,120) Total amount raised from general rates 21(a) 2,845,190 3,310,516 2,764,033	INVESTING ACTIVITIES				
Proceeds from disposal of assets 9(b) 85,623 45,000 0 Purchase of property, plant and equipment 7(a) (525,955) (946,000) (943,957) Purchase and construction of infrastructure 8(a) (4,018,823) (4,956,680) (6,774,320) Amount attributable to investing activities (781,244) (2,241,039) (4,508,591) FINANCING ACTIVITIES 23(a) (892,074) (892,074) (876,387) Transfers to reserves (restricted assets) 24 0 (1,700,617) 0 Transfers from reserves (restricted assets) 24 708,776 676,853 1,075,162 Amount attributable to financing activities (183,298) (1,915,838) 198,775 Surplus/(Deficit) before imposition of general rates (1,024,983) (3,310,516) (2,899,120) Total amount raised from general rates 21(a) 2,845,190 3,310,516 2,764,033	Non-operating grants, subsidies and contributions		3,677,911	3,616,641	3,209,686
Purchase of property, plant and equipment 7(a) (525,955) (946,000) (943,957) Purchase and construction of infrastructure 8(a) (4,018,823) (4,956,680) (6,774,320) Amount attributable to investing activities (781,244) (2,241,039) (4,508,591) FINANCING ACTIVITIES Repayment of borrowings 23(a) (892,074) (892,074) (876,387) Transfers to reserves (restricted assets) 24 0 (1,700,617) 0 Transfers from reserves (restricted assets) 24 708,776 676,853 1,075,162 Amount attributable to financing activities (183,298) (1,915,838) 198,775 Surplus/(Deficit) before imposition of general rates (1,024,983) (3,310,516) (2,899,120) Total amount raised from general rates 21(a) 2,845,190 3,310,516 2,764,033		9(b)		45,000	
Purchase and construction of infrastructure 8(a) (4,018,823) (4,956,680) (6,774,320) Amount attributable to investing activities (781,244) (2,241,039) (4,508,591) FINANCING ACTIVITIES Repayment of borrowings 23(a) (892,074) (892,074) (876,387) Transfers to reserves (restricted assets) 24 0 (1,700,617) 0 Transfers from reserves (restricted assets) 24 708,776 676,853 1,075,162 Amount attributable to financing activities (183,298) (1,915,838) 198,775 Surplus/(Deficit) before imposition of general rates (1,024,983) (3,310,516) (2,899,120) Total amount raised from general rates 21(a) 2,845,190 3,310,516 2,764,033					(943,957)
Amount attributable to investing activities (781,244) (2,241,039) (4,508,591) FINANCING ACTIVITIES Repayment of borrowings Transfers to reserves (restricted assets) 23(a) (892,074) (892,074) (892,074) (876,387) 0 1,700,617) 0 0 Transfers from reserves (restricted assets) 24 708,776 676,853 1,075,162 Amount attributable to financing activities (183,298) (1,915,838) 198,775 Surplus/(Deficit) before imposition of general rates (1,024,983) (3,310,516) (2,899,120) Total amount raised from general rates 21(a) 2,845,190 3,310,516 2,764,033					
Repayment of borrowings 23(a) (892,074) (892,074) (876,387) Transfers to reserves (restricted assets) 24 0 (1,700,617) 0 Transfers from reserves (restricted assets) 24 708,776 676,853 1,075,162 Amount attributable to financing activities (183,298) (1,915,838) 198,775 Surplus/(Deficit) before imposition of general rates (1,024,983) (3,310,516) (2,899,120) Total amount raised from general rates 21(a) 2,845,190 3,310,516 2,764,033	Amount attributable to investing activities	(/			
Repayment of borrowings 23(a) (892,074) (892,074) (876,387) Transfers to reserves (restricted assets) 24 0 (1,700,617) 0 Transfers from reserves (restricted assets) 24 708,776 676,853 1,075,162 Amount attributable to financing activities (183,298) (1,915,838) 198,775 Surplus/(Deficit) before imposition of general rates (1,024,983) (3,310,516) (2,899,120) Total amount raised from general rates 21(a) 2,845,190 3,310,516 2,764,033	EINANCING ACTIVITIES				
Transfers to reserves (restricted assets) 24 0 (1,700,617) 0 Transfers from reserves (restricted assets) 24 708,776 676,853 1,075,162 Amount attributable to financing activities (183,298) (1,915,838) 198,775 Surplus/(Deficit) before imposition of general rates (1,024,983) (3,310,516) (2,899,120) Total amount raised from general rates 21(a) 2,845,190 3,310,516 2,764,033		23(2)	(802.074)	(802.074)	(876 387)
Transfers from reserves (restricted assets) 24 708,776 676,853 1,075,162 Amount attributable to financing activities (183,298) (1,915,838) 198,775 Surplus/(Deficit) before imposition of general rates (1,024,983) (3,310,516) (2,899,120) Total amount raised from general rates 21(a) 2,845,190 3,310,516 2,764,033		` '	,		,
Amount attributable to financing activities (183,298) (1,915,838) 198,775 Surplus/(Deficit) before imposition of general rates (1,024,983) (3,310,516) (2,899,120) Total amount raised from general rates 21(a) 2,845,190 3,310,516 2,764,033	· ·				•
Surplus/(Deficit) before imposition of general rates (1,024,983) (3,310,516) (2,899,120) Total amount raised from general rates 21(a) 2,845,190 3,310,516 2,764,033		24			
Total amount raised from general rates 21(a) 2,845,190 3,310,516 2,764,033	Amount attributable to infancing activities		(103,290)	(१,७१७,०७०)	190,773
Total amount raised from general rates 21(a) 2,845,190 3,310,516 2,764,033	Surplus/(Deficit) before imposition of general rates		(1,024,983)	(3,310,516)	(2,899,120)
		21(a)			
	Surplus/(deficit) after imposition of general rates	22(b)	1,820,207		



SHIRE OF HALLS CREEK FOR THE YEAR ENDED 30 JUNE 2022 INDEX OF NOTES TO THE FINANCIAL REPORT

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1. BASIS OF PREPARATION

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

Local Government Act 1995 requirements

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

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

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

The local government reporting entity

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

Judgements and estimates

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

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

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

- estimated fair value of certain financial assets
- impairment of financial assets
- estimation of fair values of land and buildings, and infrastructure.

2. REVENUE AND EXPENSES

(a) Revenue

Contracts with customers

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

Revenue Category	Nature of goods and services	When obligations typically satisfied	Payment terms	Returns/Refunds/ Warranties	Timing of revenue recognition
Rates	General Rates	Over time	Payment dates adopted by Council during the year	l None	When rates notice is issued
Grant contracts with customers	Community events, minor facilities, research, design, planning evaluation and services	Over time	Fixed terms transfer of funds based on agreed milestones and reporting	•	Output method based on project milestones and/or completion date matched to performance obligations as inputs are shared
Grants, subsidies or contributions for the construction of non-financial assets	Construction or acquisition of recognisable non- financial assets to be controlled by the local government	Over time	Fixed terms transfer of funds based on agreed milestones and reporting	-	Output method based on project milestones and/or completion date matched to performance obligations as inputs are shared
Grants with no contractual commitments	General appropriations and contributions with no specific contractual commitments	No obligations	Not applicable	Not applicable	When assets are controlled
Licences/ Registrations/ Approvals	Building, planning, development and animal management, having the same nature as a licence regardless of naming.	Single point in time	Full payment prior to issue	None	On payment and issue of the licence, registration or approval
Waste management collections	Kerbside collection service	Over time	Payment on an annual basis in advance	None	Output method based on regular weekly and fortnightly period as proportionate to collection service
Property hire and entry	Use of halls and facilities	Single point in time	In full in advance	Refund if event cancelled within 7	On entry or at conclusion of hire
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	days None	Output method based on provision of service or completion of works
Sale of stock	Aviation fuel, kiosk and visitor centre stock	Single point in time	In full in advance, on 15 day credit	Refund for faulty goods	Output method based on goods
Commissions	Commissions on licencing and ticket sales	Over time	Payment in full on sale	None	When assets are controlled

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

2. REVENUE AND EXPENSES (Continued)

Revenue Recognition

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

For the year ended 30 June 2022

For the year ended 30 June 2022					
	Contracts with	Capital	Statutory		
Nature or type	customers	grant/contributions	Requirements	Other	Total
	\$	\$	\$	\$	\$
Rates	0	0	2,845,190	0	2,845,190
Operating grants, subsidies and contributions	4,109,563	0	0	8,113,049	12,222,612
Fees and charges	347,327	0	397,341	195,347	940,015
Service charges	0	0	4,172	0	4,172
Interest earnings	0	0	33,951	30	33,981
Other revenue	324,186	0	0	283,852	608,038
Non-operating grants, subsidies and contributions	0	3,677,911	0	0	3,677,911
Total	4,781,076	3,677,911	3,280,654	8,592,278	20,331,919

For the year ended 30 June 2021

	Contracts with	Capital	Statutory		
Nature or type	customers	grant/contributions	Requirements	Other	Total
	\$	\$	\$	\$	\$
Rates	0	0	2,764,033	0	2,764,033
Operating grants, subsidies and contributions	5,196,032	0	0	4,491,979	9,688,011
Fees and charges	229,977	0	430,776	190,145	850,898
Service charges	0	0	4,160	0	4,160
Interest earnings	0	0	58,227	0	58,227
Other revenue	222,036	0	0	167,060	389,096
Non-operating grants, subsidies and contributions	268,909	2,940,777	0	0	3,209,686
Total	5.916.954	2.940.777	3.257.196	4.849.184	16.964.111

		2022	2022	2021
	Note	Actual	Budget	Actual
Interest earnings				
Interest on reserve funds		0	5,000	0
Rates instalment and penalty interest (refer Note 21(d))		33,951	36,500	58,227
Other interest earnings		30	5,500	0
· ·		33,981	47,000	58,227
b) Expenses			,	,
Auditors remuneration				
- Audit of the Annual Financial Report		59,995	65,000	57,500
- Other services		2,000	0	2,255
		61,995	65,000	59,755
Finance costs				
Borrowings	23(a)	98,724	77,594	82,760
Interest on overdraft facility	23(a)	37,314	0	. 0
•	()	136,038	77,594	82,760
Other expenditure				
Sundry expenses		2,192,257	1,296,972	1,308,637
•		2,192,257	1,296,972	1,308,637

3. CASH AND CASH EQUIVALENTS

Cash at bank and on hand

Total cash and cash equivalents

Held as

- Unrestricted cash and cash equivalents
- Restricted cash and cash equivalents

Note	2022	2021
	\$	\$
	7,121,011	6,162,209
16(a)	7,121,011	6,162,209
	3,128,636	1,461,058
16(a)	3,992,375	4,701,151
	7,121,011	6,162,209

SIGNIFICANT ACCOUNTING POLICIES

Cash and cash equivalents

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

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

Restricted financial assets

Restricted financial asset balances are not available for general use by the local government due to externally imposed restrictions. Restrictions are specified in an agreement, contract or legislation. This applies to reserves, unspent grants, subsidies and contributions and unspent loans that have not been fully expended in the manner specified by the contributor, legislation or loan agreement.

Details of restrictions on financial assets can be found at Note 16.

4. TRADE AND OTHER RECEIVABLES Note 2022 2021 Current 555,310 683,229 Rates receivable Trade and other receivables 1,042,632 764,512 47,001 GST receivable 0 Allowance for credit losses of trade and other receivables 18(b) (70,870)(70,870)Allowance for credit losses of rates receivables 18(b) (196,459)0 ESL receivable 9,869 6,822 1,234,235 1,536,941 Non-current Pensioner's rates and ESL deferred 11,188 8,718 11,188 8,718

SIGNIFICANT ACCOUNTING POLICIES

Trade and other receivables

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

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

Impairment and risk exposure

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

Classification and subsequent measurement

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

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

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

5. INVENTORIES

or into Entrolled			
	Note	2022	2021
Current		\$	\$
Fuel and materials		73,105	44,343
Visitor centre stock		43,115	40,830
		116,220	85,173
The following movements in inventories occurred during the year	:		
Balance at beginning of year		85,173	80,906
Inventories expensed during the year		(156,303)	(320,099)
Additions to inventory		187,350	324,366
Balance at end of year		116,220	85,173

SIGNIFICANT ACCOUNTING POLICIES

General

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

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

6. OTHER ASSETS

Other assets - current

Accrued income

2022	2021
\$	\$
120,000	150,724
120,000	150,724

SIGNIFICANT ACCOUNTING POLICIES

Other current assets

Accrued income represents revenue that has been earned in one accounting period for which the related cash has not yet been received and is expected to be received in a subsequent period.

7. PROPERTY, PLANT AND EQUIPMENT

(a) Movements in Balances

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

	Note	Land	Buildings - non- specialised	Buildings - specialised	Total land and buildings	Furniture and equipment	Plant and equipment	Total property, plant and equipment
Balance at 1 July 2020		\$ 5,110,000	\$ 8,702,403	\$ 17,277,818	\$ 31,090,221	\$ 212,282	\$ 7,488,992	\$ 38,791,495
Additions		0	0	61,717	61,717	6,210	876,030	943,957
Disposals		0	0	0	0	0	(87,446)	(87,446)
Depreciation	9(a)	0	(242,811)	(652,276)	(895,087)	(32,255)	(686,631)	(1,613,973)
Transfers	_	0	152,163	(152,163)	0	0	0	0
Balance at 30 June 2021	_	5,110,000	8,611,755	16,535,096	30,256,851	186,237	7,590,945	38,034,033
Comprises: Gross balance amount at 30 June 2021 Accumulated depreciation at 30 June 2021 Balance at 30 June 2021	-	5,110,000 0 5,110,000	9,583,000 (971,245) 8,611,755	19,061,462 (2,526,366) 16,535,096	33,754,462 (3,497,611) 30,256,851	276,971 (90,734) 186,237	8,793,458 (1,202,513) 7,590,945	42,824,891 (4,790,858) 38,034,033
Additions		0	45,423	122,625	168,048	22,067	335,840	525,955
Disposals		0	0	0	0	0	(183,886)	(183,886)
Revaluation increments / (decrements) transferred to revaluation surplus		(870,000)	1,720,913	4,247,863	5,098,776	0	0	5,098,776
Depreciation	9(a)	0	(242,811)	(655,856)	(898,667)	(30,779)	(607,456)	(1,536,902)
Transfers		0	447,720	(2,998,928)	(2,551,208)	0	0	(2,551,208)
Balance at 30 June 2022	_	4,240,000	10,583,000	17,250,800	32,073,800	177,525	7,135,443	39,386,768
Comprises:								
Gross balance amount at 30 June 2022		4,240,000	10,583,000	17,250,800	32,073,800	299,038	8,868,583	41,241,421
Accumulated depreciation at 30 June 2022 Balance at 30 June 2022	-	4,240,000	10,583,000	17,250,800	32,073,800	(121,513) 177,525	(1,733,140) 7,135,443	(1,854,653) 39,386,768
Dalatice at 30 Julie 2022		4,240,000	10,565,000	17,250,600	32,073,000	177,325	1,135,443	39,300,700

7. PROPERTY, PLANT AND EQUIPMENT (Continued)

(b) Carrying Value Measurements

	Fair Value		Basis of	Date of Last	
Asset Class	Hierarchy	Valuation Technique	Valuation	Valuation	Inputs Used
(i) Fair Value					
Land and buildings					
Land	2	Market approach using recent observable market data for similar properties	Independent registered valuer	June 2022	While the unit rates based on square metres could be supported from market evidence, other inputs such as zoning, restrictions and accessibility required extensive professional judgement and impacted significantly on the final determination.
Buildings - non-specialised	2	Market approach using recent observable market data for similar properties	Independent registered valuer	June 2022	Market or estimated price per square metre.
Buildings - specialised	3	Cost approach using depreciated replacement cost	Independent registered valuer	June 2022	This required estimating the replacement cost for each building by componentising the buildings into significant parts with different useful lives and taking into account a range of factors. Other inputs such as residual value, useful life, pattern of consumption and asset condition required extensive professional judgement and impacted significantly on the final determination.

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

During the period there were no changes in the valuation techniques used by the local government to determine the fair value of property, plant and equipment using either level 2 or level 3 inputs.

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Furniture and equipment	N/A	At cost	At cost	N/A	N/A
Plant and equipment	N/A	At cost	At cost	N/A	N/A

8. INFRASTRUCTURE

(a) Movements in Balances

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

				Other		
		Infrastructure -	Infrastructure -	infrastructure - Landfill post		Total
	Note	roads	other	closure asset	Work in progress	Infrastructure
		\$	\$	\$	\$	\$
Balance at 1 July 2020		79,773,017	4,964,544	0	6,468,465	91,206,026
Additions		4,876,349	249,832	0	1,648,139	6,774,320
Depreciation	9(a)	(3,628,308)	(419,233)	0	0	(4,047,541)
Balance at 30 June 2021		81,021,058	4,795,143	0	8,116,604	93,932,805
Commission						
Comprises: Gross balance at 30 June 2021		91,409,672	6,103,333	0	8,116,604	105,629,609
				0	0,110,004	
Accumulated depreciation at 30 June 2021 Balance at 30 June 2021	-	(10,388,614)	(1,308,190)	0		(11,696,804)
Balance at 30 June 2021		81,021,058	4,795,143	U	8,116,604	93,932,805
Additions		2,078,344	41,720	1,122,100	776,659	4,018,823
Depreciation	9(a)	(4,023,329)	(424,900)	0	0	(4,448,229)
Transfers		0	2,551,208	0	0	2,551,208
Balance at 30 June 2022	•	79,076,073	6,963,171	1,122,100	8,893,263	96,054,607
Comprises:						
Gross balance at 30 June 2022		93,488,016	9,070,337	1,122,100	8,893,263	112,573,716
Accumulated depreciation at 30 June 2022		(14,411,943)	(2,107,166)	0	0	(16,519,109)
Balance at 30 June 2022		79,076,073	6,963,171	1,122,100	8,893,263	96,054,607

8. INFRASTRUCTURE (Continued)

(b) Carrying Value Measurements

	Fair Value			Date of Last	
Asset Class	Hierarchy	Valuation Technique	Basis of Valuation	Valuation	Inputs Used
(i) Fair Value					
Infrastructure - roads	3	Cost approach using depreciated replacement cost	Independent registered valuer	June 2018	Construction and current condition residual values and remaining useful life assessment inputs.
Infrastructure - other	3	Cost approach using depreciated replacement cost	Independent registered valuer	June 2018	Construction and current condition residual values and remaining useful life assessment inputs.
Other infrastructure - Landfill post closure ass	set 3	Cost approach using depreciated replacement cost	Management valuation	June 2022	Price per square metre of landfill materials plus a for cost inflation and discount rates.

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.

9. FIXED ASSETS

(a) Depreciation		2022	2022	2021
	Note	Actual	Budget	Actual
		\$	\$	\$
Buildings - non-specialised	7(a)	242,811	275,000	242,811
Buildings - specialised	7(a)	655,856	620,000	652,276
Furniture and equipment	7(a)	30,779	30,000	32,255
Plant and equipment	7(a)	607,456	515,000	686,631
Infrastructure - roads	8(a)	4,023,329	3,461,000	3,628,308
Infrastructure - other	8(a)	424,900	437,000	419,233
	` '	5,985,131	5,338,000	5,661,514

Depreciation rates

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

Asset Class Buildings Furniture and equipment	Useful life 20 to 100 years 4 to 10 years
Plant and equipment	4 to 20 years
Roads and streets	4 to 20 years
- subgrade	not depreciated
- basecourse unsealed	10 years
- basecourse sealed	40 years
- reseal	15 years
- asphalt	25 years
- sand seal	5 years
- culverts	80 years
- stock grids	80 years
- drainage	25-75 years
Footpaths - concrete	40 years
Footpaths - slabs	30 years
Footpaths - gravel	10 years
Floodways - unsealed	10 years
Floodways - sealed	30 years
Floodways - concrete	80 years

9. FIXED ASSETS (Continued)

(b) Disposals of assets

2022 2022 Actual Net Book Actual Sale 2022 Actual 2022 Actual Value Profit (99,463) (99,463) Plant and equipment 183,886 85,623 1,200 85,623 1,200 183,886

2022 Budget Net Book Value	2022 Budget Sale Proceeds	2022 Budget Profit	2022 Budget Loss	2021 Actual Net Book Value	2021 Actual Sale Proceeds	2021 Actual Profit	2021 Actual Loss
\$	\$	\$	\$	\$	\$	\$	\$
114,000	45,000	0	(69,000)	87,446	0	0	(87,446)
114,000	45,000	0	(69,000)	87,446	0	0	(87,446)

The following assets were disposed of during the year.

Plant and Equipment

Recreation and culture
Tandem Lawn mower
Transport
CAT 942G Front End loader
CAT 428E PL Backhoe
International Accok 8 Wheel
Mobile fridge
Tennant Sweeper
2008 Mustang Skid steer

2022 Actual Net Book Value	2022 Actual Sale Proceeds	2022 Actual Profit	2022 Actual Loss
0	291	291	0
59,100 23,149 40,860 0 45,099 15,678	25,455 13,727 28,909 909 1,240 15,092	0 0 0 909 0	(33,645) (9,422) (11,951) 0 (43,859) (586)
183,886	85,623	1,200	(99,463)

9. FIXED ASSETS (Continued)

SIGNIFICANT ACCOUNTING POLICIES

Fixed assets

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

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

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

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

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

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

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

Revaluation

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

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

Revaluation (continued)

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

Depreciation

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

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

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

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

Depreciation on revaluation

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

Eliminated against the gross carrying amount of the asset and the net amount restated to the revalued amount of the asset.

10. TRADE AND OTHER PAYABLES

Current

Sundry creditors
Prepaid rates
Accrued payroll liabilities
Bonds and deposits held
Accrued interest on long term loans
Accrued expenses

2022	2021
\$	\$
1,034,532	1,715,762
19,941	20,242
59,021	23,717
116,678	406,200
10,151	13,861
79,981	0
1,320,304	2,179,782

SIGNIFICANT ACCOUNTING POLICIES

Financial liabilities

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

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

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

Trade and other payables

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

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

Bonds and deposits held

Bonds and deposits held represent a payment made to the Shire as a security bond. These are normally payable after a period of 6 to 12 months and is most commonly for the hire of Shire facilities.

Prepaid rates

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

11. OTHER LIABILITIES

Current

Contract liabilities

Capital grant/contributions liabilities

Reconciliation of changes in contract liabilities

Opening balance

Additions

Revenue from contracts with customers included as a contract liability at the start of the period

The Shire expects to satisfy the performance obligations from contracts with customers unsatisfied at the end of the reporting period to be satisfied within the next 12 months.

Reconciliation of changes in capital grant/contribution liabilities

Opening balance

Additions

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

2022	2021
\$	\$
1,684,468	860,348 26,147
1,684,468	886,495
860,348	0
1,684,468	860,348
(860,348)	0
1,684,468	860,348
26,147	0
0	26,147
	-,
(26,147)	0
0	26,147

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

SIGNIFICANT ACCOUNTING POLICIES

Contract liabilities

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

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

Capital grant/contribution liabilities

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

Non-current capital grant/contribution liabilities fair values are based on discounted cash flows of expected cashflows to satisfy the obligations using a current borrowing rate. They are classified as level 3 fair values in the fair value hierarchy (see Note 19(i)) due to the unobservable inputs, including own credit risk.

12. BORROWINGS

			2022			2021	
	Note	Current	Non-current	Total	Current	Non-current	Total
Unsecured		\$	\$	\$	\$	\$	\$
WA Treasury Corporation		982,737	1,664,704	2,647,441	892,07	4 2,647,441	3,539,515
Total unsecured borrowings	23(a)	982,737	1,664,704	2,647,441	892,07	4 2,647,441	3,539,515

Secured liabilities and assets pledged as security

Debentures, bank overdrafts and bank loans are secured by a floating charge over the assets of the Shire of Halls Creek. Other loans relate to transferred receivables. Refer to Note 4.

The Shire of Halls Creek has complied with the financial covenants of its borrowing facilities during the 2022 and 2021 years.

SIGNIFICANT ACCOUNTING POLICIES

Borrowing costs

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

Fair values of borrowings are not materially different to their carrying amounts, since the interest payable on those borrowings is either close to current market rates or the borrowings are of a short term nature. Borrowings fair values are based on discounted cash flows using a current borrowing rate. They are classified as level 3 fair values in the fair value hierarchy (see Note 19(i)) due to the unobservable inputs, including own credit risk.

Risk

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

Details of individual borrowings required by regulations are provided at Note 23(a).

13. EMPLOYEE RELATED PROVISIONS

Employee Related Provisions

Current provisions Employee benefit provisions

Annual Leave Long Service Leave Other employee provisions

Non-current provisions

Long Service Leave

2021
\$
297,842
139,222
32,874
469,938
61,249
61,249
531,187

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

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

Amounts are expected to be settled on the following basis:

Less than 12 months after the reporting date More than 12 months from reporting date

Note	2022	2021
	\$	\$
	404,506	333,373
	108,773	197,814
	513,279	531,187

SIGNIFICANT ACCOUNTING POLICIES

Employee benefits

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

Short-term employee benefits

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

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

Other long-term employee benefits

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

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

14. OTHER PROVISIONS

		Provision for remediation	
	Note	costs	Total
		\$	\$
Opening balance at 1 July 2021		0	0
Additional provision		1,284,051	1,284,051
Balance at 30 June 2022		1,284,051	1,284,051
Comprises			
Non-current		1,284,051	1,284,051
		1,284,051	1,284,051

Provision for remediation costs

Under the licence for the operation of the Halls Creek waste landfill site, the Shire has a legal obligation to restore the site.

The estimated future obligations include the costs of restoring the affected areas and continued monitoring of the site.

The provision for future remediation costs is the best estimate of the present value of the expenditure required to settle the remediation obligation at the reporting date. Future remediation costs are reviewed annually and any changes in the estimate are reflected in the present value of the remediation provision at each reporting date.

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.

15. REVALUATION SURPLUS

Revaluation surplus - Furniture and equipment Revaluation surplus - Plant and equipment Revaluation surplus - Land and buildings Revaluation surplus - Infrastructure - roads Revaluation surplus - Infrastructure - other

2022	2022	2022	Total	2022	2021	2021	2021
Opening	Revaluation	Revaluation	Movement on	Closing	Opening	Revaluation	Closing
Balance	Increment	(Decrement)	Revaluation	Balance	Balance	Increment	Balance
\$	\$	\$	\$	\$	\$	\$	\$
21,395	0	0	0	21,395	21,395	0	21,395
866,220	0	0	0	866,220	866,220	0	866,220
8,755,135	5,968,776	(870,000)	5,098,776	13,853,911	8,755,135	0	8,755,135
79,271,111	0	0	0	79,271,111	79,271,111	0	79,271,111
4,343,788	0	0	0	4,343,788	4,343,788	0	4,343,788
93,257,649	5,968,776	(870,000)	5,098,776	98,356,425	93,257,649	0	93,257,649

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

16. NOTES TO THE STATEMENT OF CASH FLOWS

(a) Reconciliation of Cash

For the purposes of the Statement of Cash Flows, cash includes cash and cash equivalents, net of outstanding bank overdrafts. Cash at the end of the reporting period is reconciled to the related items in the Statement of Financial Position as follows:

	Note	2022 Actual	2022 Budget	2021 Actual
		\$	\$	\$
Cash and cash equivalents	3	7,121,011	5,946,510	6,162,209
Restrictions The following classes of financial assets have restrictions imposed by regulations or other externally imposed requirements which limit or direct the purpose for which the resources may be used:				
- Cash and cash equivalents	3	3,992,375	5,724,914	4,701,151
·		3,992,375	5,724,914	4,701,151
The restricted financial assets are a result of the following specific purposes to which the assets may be used:				
Restricted reserve accounts	24	3,992,375	5,724,914	4,701,151
Total restricted financial assets		3,992,375	5,724,914	4,701,151
(b) Reconciliation of Net Result to Net Cash Provided By Operating Activities				
Net result		(672,502)	2,285,260	101,053
Non-cash items:		5 00 5 404	5 000 000	5 004 544
Depreciation/amortisation		5,985,131	5,338,000	5,661,514
(Profit)/loss on sale of asset Changes in assets and liabilities:		98,263	69,000	87,446
(Increase)/decrease in trade and other receivables		(305,176)	0	(294,340)
(Increase)/decrease in other assets		30,724	0	93,902
(Increase)/decrease in inventories		(31,047)	0	(4,267)
Increase/(decrease) in trade and other payables		(859,478)	0	763,584
Increase/(decrease) in employee related provisions		(17,908)	0	(57,598)
Increase/(decrease) in other provisions Increase/(decrease) in other liabilities		1,284,051 797,973	0 (1,096,176)	0 809,662
Non-operating grants, subsidies and contributions		(4,935,815)	(3,616,641)	(3,235,833)
Net cash provided by/(used in) operating activities		1,374,216	2,979,443	3,925,123
(c) Undrawn Borrowing Facilities				
Credit Standby Arrangements				
Bank overdraft limit		2,000,000		1,000,000
Bank overdraft at balance date		2,000,000		0
Credit card limit		20,000		200,000
Credit card balance at balance date		20,000		(3,156)
Total amount of credit unused		2,020,000	_	1,196,844
rotal amount or oroat anabou		2,020,000		1,100,011
Loan facilities		000 707		000.074
Loan facilities - current		982,737		892,074
Loan facilities - non-current		1,664,704	_	2,647,441
Total facilities in use at balance date		2,647,441		3,539,515
Unused loan facilities at balance date		NIL		NIL

17. RELATED PARTY TRANSACTIONS

) Elected Member Remuneration	Note	2022 Actual	2022 Budget	2021 Actual
M Edwards		\$	\$	\$
President's annual allowance		9,795	9,639	9,639
Meeting attendance fees		9,795	9,915	9,639
ICT expenses		3,276	3,000	3,276
Travel and accommodation expenses		0	167	1,782
·		22,866	22,721	24,336
C Loessi		0.440	0.400	0.440
Deputy President's annual allowance Meeting attendance fees		2,449 9,795	2,409 9,916	2,410 9,639
ICT expenses		3,276	3,000	3,276
Travel and accommodation expenses		3,270	3,000	634
Travel and accommodation expenses		15,520	15,325	15,959
R Stretch				
Meeting attendance fees		9,795	9,915	9,639
ICT expenses		3,276	3,000	3,276
V O'Neil		13,071	12,915	12,915
Meeting attendance fees		9,795	9,915	9,639
ICT expenses		3,276	3,000	3,276
101 ехрепаса	-	13,071	12,915	12,915
B Edwards		,	,	,
Meeting attendance fees		9,795	9,915	9,639
ICT expenses		3,276	3,000	3,276
		13,071	12,915	12,915
T McKay				
Meeting attendance fees		9,838	7,431	9,639
ICT expenses		3,276	3,000	3,276
		13,114	10,431	12,915
A Bedford				
Meeting attendance fees		7,185	9,915	C
Child care expenses		0	3,000	C
ICT expenses		1,890	0	(
		9,075	12,915	(
D Gordon				
Meeting attendance fees		0	0	7,785
ICT expenses		0	0	2,646
		0	0	10,431
	-	99,788	100,137	102,386
Fees, expenses and allowances to be paid or		2022	2022	2021
reimbursed to elected council members.		Actual	Budget	Actual
		\$	\$	\$
President's annual allowance		9,795	9,639	9,639
Deputy President's annual allowance		2,449	2,409	2,410
Meeting attendance fees		65,998	66,922	65,619
Child care expenses ICT expenses		0 21,546	3,000 18,000	22,302
Travel and accommodation expenses		21,340	18,000	22,302 2,416

17. RELATED PARTY TRANSACTIONS

(b) Key Management Personnel (KMP) Compensation

		2022	2021
The total of compensation paid to KMP of the		Actual	Actual
Shire during the year are as follows:		\$	\$
Short-term employee benefits		888,363	774,738
Post-employment benefits		126,154	73,471
Employee - other long-term benefits		323,351	34,499
Employee - termination benefits		0	8,848
Council member costs	17(a)	99,788	102,386
		1,437,656	993,942

Short-term employee benefits

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

Post-employment benefits

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

Other long-term benefits

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

Termination benefits

These amounts represent termination benefits paid to KMP (Note: may or may not be applicable in any given year).

Council member costs

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

(c) Transactions with related parties

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

No outstanding balances or provisions for doubtful debts or guarantees exist in relation to related parties at year end.

In addition to KMP compensation above the following transactions

occurred with related parties:		

2021
Actual
\$
2,259

2022

2024

Purchase of goods and services

(d) Related Parties

The Shire's main related parties are as follows:

i. Key management personnel

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

ii. Other Related Parties

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

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

iii. Entities subject to significant influence by the Shire

An entity that has the power to participate in the financial and operating policy decisions of an entity, but does not have control over those policies, is an entity which holds significant influence. Significant influence may be gained by share ownership, statute or agreement.

18. FINANCIAL RISK MANAGEMENT

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

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

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

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

(a) Interest rate risk

Cash and cash equivalents

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

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

	Weighted Average Interest Rate	Carrying Amounts	Fixed Interest Rate	Variable Interest Rate	Non Interest Bearing
	%	\$	\$	\$	\$
2022					
Cash and cash equivalents	0.00%	7,121,011	0	0	7,121,011
2021					
Cash and cash equivalents	0.00%	6,162,209	0	6,161,474	735

Sensitivity

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

Impact of a 1% movement in interest rates on profit and loss and equity*

2022
\$
\$
61,614

* Holding all other variables constant

Borrowings

Borrowings are subject to interest rate risk - the risk that movements in interest rates could adversely affect funding costs. The Shire manages this risk by borrowing long term and fixing the interest rate to the situation considered the most advantageous at the time of negotiation. The Shire does not consider there to be any interest rate risk in relation to borrowings. Details of interest rates applicable to each borrowing may be found at Note 23(a).

18. FINANCIAL RISK MANAGEMENT (Continued)

(b) Credit risk

Trade and Other Receivables

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

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

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

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

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

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

	Less than 1 year past due	More than 1 year past due	More than 2 years past due	More than 3 years past due	Total	Note
30 June 2022 Rates receivable Expected credit loss Gross carrying amount Loss allowance	0.00% 155,105 0	0.00% 111,142 0	0.00% 66,423 0	0.00% 222,640 0	555,310 0	4
30 June 2021 Rates receivable Expected credit loss Gross carrying amount Loss allowance	18.02% 178,907 32,239	14.92% 112,277 16,754	21.20% 88,321 18,721	41.21% 312,442 128,745	691,947 196,459	4

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

	Less than 1 year past due	More than 30 days past due	More than 60 days past due	More than 90 days past due	Total	
30 June 2022						
Trade and other receivables						
Expected credit loss	0.53%	0.16%	0.19%	0.12%		
Gross carrying amount	550,126	169,387	196,540	126,579	1,042,632	
Loss allowance	5,690	2,945	69	62,166	70,870	
30 June 2021						
Trade and other receivables						
Expected credit loss	0.88%	0.88%	0.88%	58.75%		
Gross carrying amount	626,409	24,489	7,796	105,818	764,512	
Loss allowance	5.691	2.945	69	62.166	70.871	

18. FINANCIAL RISK MANAGEMENT (Continued)

(b) Credit risk

The loss allowances for trade receivables and contract assets as at 30 June reconcile to the opening loss allowances as follows: Rates receivable

	2022	2021	2022	2021	2022	2021
	Actual	Actual	Actual	Actual	Actual	Actual
	\$	\$	\$	\$	\$	\$
Opening loss allowance as at 1 July	196,459	0	70,870	0	0	
Unused amount reversed	(196,459)	196,459	0	70,870	0	0
Closing loss allowance at 30 June	0	196,459	70,870	70,870	0	0

Trade and other receivables

Contract Assets

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

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

18. FINANCIAL RISK MANAGEMENT (Continued)

(c) Liquidity risk

Payables and borrowings

Payables and borrowings are both subject to liquidity risk – that is the risk that insufficient funds may be on hand to meet payment obligations as and when they fall due. The Shire manages this risk by monitoring its cash flow requirements and liquidity levels and maintaining an adequate cash buffer. Payment terms can be extended and overdraft facilities drawn upon if required and disclosed in Note 16(c).

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

<u>2022</u>	Due within 1 year \$	Due between 1 & 5 years \$	Due after 5 years	Total contractual cash flows	Carrying values
Trade and other payables Borrowings	1,320,304 969,712 2,290,016	0 1,769,590 1,769,590	0 89,981 89,981	1,320,304 2,829,283 4,149,587	1,320,304 2,647,441 3,967,745
2021					
Trade and other payables Borrowings	2,179,782 969,669 3,149,451	0 2,649,321 2,649,321	0 179,962 179,962	2,179,782 3,798,952 5,978,734	2,179,782 3,539,515 5,719,297

19. OTHER SIGNIFICANT ACCOUNTING POLICIES

a) Goods and services tax (GST)

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

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

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

b) Current and non-current classification

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

c) Rounding off figures

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

d) Comparative figures

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

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

e) Budget comparative figures

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

f) Superannuation

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

g) Fair value of assets and liabilities

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

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

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

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

h) Interest earnings

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

i) Fair value hierarchy

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

Level '

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.

l ovol 2

Measurements based on unobservable inputs for the asset or liability.

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

Valuation techniques

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

Market approach

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

Income approach

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

Cost approach

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

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

j) Impairment of assets

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

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

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

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

k) Initial application of accounting standards

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

New accounting standards for application in future years

The following new accounting standards will have application to local government in future years - AASB 2020-1 Amendments to Australian Accounting Standards - Classification of

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

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

20. FUNCTION AND ACTIVITY

(a) Service objectives and descriptions

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

Objective

Governance

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

Description

Administration and operation of facilities and services to members of Council. Other costs relating to tasks of assisting elected members and ratepayers on matters which do not concern specific services.

General purpose funding

To provide adequate funding for the Shire's operation by maximising income from Rates, general purpose government grants, interest and other sources of revenue.

Raising of rates, collection of debts, general purpose funding and other funding activities.

Law, order, public safety

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

Supervision of various by-laws, fire prevention, emergency services and animal control.

Health

To provide an operational framework for good community health.

Aboriginal Environmental Health Program - This scheme is part funded by the Health Department of WA, with the main aim being to ensure the delivery of environmental health services to Aboriginal communities, addressing specific needs and requirements of such communities.

Health Admin & Inspection - Expenditure related to the general administration and delivery of environmental services such as food inspections, issuing of licences such as stall-holder and hawker licences, and the general administration role as required by the Shire in accordance with the Health Act.

Pest Control and Analytical - Allocation to enable the Environmental Health Officer to undertake food sampling and other testing with relevant testing authorities in Perth. Allocation also for actions required for mosquito control.

Education and welfare

The Shire of Halls Creek Olabud Doogethu service is a collaborative partnership with the Department of Prime Minister and Cabinet that focuses on ensuring Indigenous Australians grow up and live their lives in a safe home and community, Department of Corrective Services and the Department of Child Protection Family Support.

Focuses on "breaking the cycle" for at-risk Aboriginal young people - ensuring they have a safe environment in which to make positive life choices.

Housing

Provision of adequate housing for Shire staff.

Maintenance and operations of staff housing, capital repairs and maintenance, as well and new construction.

Community amenities

Provide services required by the community.

Refuse collection services and refuse site maintenance, administration of the Shire's Town Planning function, maintenance and management of the Shire's Cemetery, public conveniences and certain community development projects.

Recreation and culture

To establish and manage efficiently infrastructure and resources which will help the social development and well being of the community.

Maintenance and operation of Civic Halls, Sports Courts, Oval, Aquatic & Recreation Centre, Library, Rebroadcasting services and the culture background of Halls Creek such as the Trackers Hut.

Transport

To provide safe, effective transport services to the community.

Construction and maintenance of streets, roads, bridges, cleaning and lighting of streets and the operation of the airport.

Economic services

To help promote the Shire and improve its economic well being.

Travel & Tourism & Area Promotion, Building Control, Post Office services and Economic Development.

Other property and services

To monitor and control Council's overheads operating accounts.

Public Works Overheads - Costs associated with the employment of Works staff are included in this subprogram and are then re-allocated to the relevant service or programme through routine overheads recovery processes.

Plant Operation Costs - All costs associated with the operation of Council's plant fleet are assigned to this sub program, and throughout the year are reallocated to relevant work jobs assigned to this sub program, and throughout the year are reallocated to relevant work jobs on which the plant worked, to obtain accurate costs of that job. Items of plant which determine actual costs include fuels, oils, repairs and depreciation.

Salaries & Wages - This sub Programme identifies the total salaries and wages costs expected for the year and these are also reallocated throughout all sub Programmes during the financial year to reflect true costs.

20. FUNCTION AND ACTIVITY (Continued)

Income excluding grants, subsidies and contributions	(b) Income and expenses	2022	2022	2021
Covernance 455		Actual	Budget	Actual
Governance		\$	\$	\$
Ceneral purpose funding	Income excluding grants, subsidies and contributions			
Law, order, public safety Health Education and welfare Community amenities Recreation and culture Transport Crants, subsidies and contributions General purpose funding Law, order, public safety Health Path Transport Controlled Corants (1,2,3,4,4,4,4,4,4,4,4,4,4,4,4,4,4,4,4,4,4	Governance	455	0	145
Health	General purpose funding	2,914,973	3,381,516	2,908,181
Education and welfare	Law, order, public safety	3,434	6,100	3,432
Community amenities 447,020 445,000 429,957 Recreation and culture 126,786 101,450 116,978 Transport 51,860 17,000 21,694 Economic services 190,996 275,625 270,292 Other property and services 675,425 1,077,500 241,906 Grants, subsidies and contributions 6,531,919 4,066,414 4,066 0 0 0 Law, order, public safety 4,669 0 4,434,403 0 0 0	Health	21,347	11,500	69,611
Recreation and culture	Education and welfare	300	3,500	5,218
Transport 51,860 17,000 21,694 Economic services 190,996 275,625 270,292 Other property and services 675,425 1,077,500 241,906 General purpose funding 4,432,596 5,319,191 4,066,414 General purpose funding 5,153,154 4,118,000 4,344,403 Law, order, public safety 4,669 0 0 0 Health 272,900 287,386 266,689 Education and welfare 2,593,010 3,369,743 1,736,523 Recreation and culture 77,908 960,000 92,934 Transport 6,557,599 8,314,566 4,483,250 Economic services 211,282 286,000 495,107 Other property and services 1,030,001 0 1,478,791 Total income 20,333,119 22,654,886 16,964,111 Expenses Governance (555,816) (626,266) (466,837) General purpose funding (324,682) (375,689) (363,371) L	Community amenities	447,020	445,000	428,957
Economic services	Recreation and culture	126,786	101,450	116,978
Other property and services 675,425 1,077,500 241,906 Grants, subsidies and contributions 3,319,191 4,066,414 General purpose funding 5,153,154 4,118,000 4,344,403 Law, order, public safety 4,669 0 0 Health 272,900 287,386 266,689 Education and welfare 2,593,010 3,369,743 1,736,523 Recreation and culture 77,908 960,000 92,934 Transport 6,557,599 8,314,566 4,483,250 Economic services 211,282 286,000 495,107 Other property and services 1,030,001 0 1,478,791 Total Income 20,333,119 22,654,886 16,964,111 Expenses Governance (555,816) (626,266) (466,837) General purpose funding (324,682) (375,689) (363,371) Law, order, public safety (357,697) (345,467) (425,300) Health (498,278) (593,890) (594,366) Education and w	Transport	51,860	17,000	21,694
A,432,596 5,319,191 4,066,414	Economic services	190,996	275,625	270,292
Grants, subsidies and contributions General purpose funding 5,153,154 4,118,000 4,344,403 Law, order, public safety 4,669 0 0 Health 272,900 287,386 266,689 Education and welfare 2,593,010 3,369,743 1,736,523 Recreation and culture 77,908 960,000 92,934 Transport 6,557,599 8,314,566 4,483,250 Economic services 211,282 286,000 495,107 Other property and services 1,030,001 0 1,478,791 Total Income 20,333,119 22,654,886 16,964,111 Expenses Governance (555,816) (626,266) (466,837) General purpose funding (324,682) (375,689) (363,371) Law, order, public safety (357,697) (345,467) (425,300) Health (498,278) (593,890) (594,366) Education and welfare (2,809,612) (2,921,576) (1,973,469) Housing 0 0 (43,832) <td>Other property and services</td> <td>675,425</td> <td>1,077,500</td> <td>241,906</td>	Other property and services	675,425	1,077,500	241,906
General purpose funding Law, order, public safety 5,153,154 4,118,000 4,344,403 Law, order, public safety 4,669 0 0 Health 272,900 287,386 266,689 Education and welfare 2,593,010 3,369,743 1,736,523 Recreation and culture 77,908 960,000 92,934 Transport 6,557,599 8,314,566 4,483,250 Economic services 211,282 286,000 495,107 Other property and services 1,030,001 0 1,478,791 Total Income 20,333,119 22,654,886 16,964,111 Expenses Governance (555,816) (626,266) (466,837) General purpose funding (324,682) (375,699) (363,371) Law, order, public safety (357,697) (345,467) (425,300) Health (498,278) (593,890) (594,366) Education and welfare (2,809,612) (2,921,576) (1,973,469) Housing 0 0 (43,832) Com		4,432,596	5,319,191	4,066,414
Law, order, public safety 4,669 0 0 Health 272,900 287,386 266,689 Education and welfare 2,593,010 3,369,743 1,736,523 Recreation and culture 77,908 960,000 92,934 Transport 6,557,599 8,314,566 4,483,250 Economic services 211,282 286,000 495,107 Other property and services 1,030,001 0 1,478,791 Total Income 20,333,119 22,654,886 16,964,111 Expenses Governance (555,816) (626,266) (466,837) General purpose funding (324,682) (375,689) (363,371) Law, order, public safety (357,697) (345,467) (425,300) Health (498,278) (593,890) (594,366) Education and welfare (2,809,612) (2,921,576) (1,973,469) Housing 0 0 (43,832) Community amenities (1,082,747) (1,165,841) (1,088,623) Recreation and culture (2,041,267) (1,879,620) (1,941,732)	Grants, subsidies and contributions			
Health	General purpose funding	5,153,154	4,118,000	4,344,403
Education and welfare 2,593,010 3,369,743 1,736,523 Recreation and culture 77,908 960,000 92,934 Transport 6,557,599 8,314,566 4,483,250 Economic services 211,282 286,000 495,107 Other property and services 1,030,001 0 1,478,791 Total Income 20,333,119 22,654,886 16,964,111 Expenses Governance (555,816) (626,266) (466,837) General purpose funding (324,682) (375,689) (363,371) Law, order, public safety (357,697) (345,467) (425,300) Health (498,278) (593,890) (594,366) Education and welfare (2,809,612) (2,921,576) (1,973,469) Housing 0 0 (43,832) Community amenities (1,082,747) (1,165,841) (1,088,623) Recreation and culture (2,041,267) (1,879,620) (1,941,732) Transport (11,738,996) (10,336,274) (8,106,979)	Law, order, public safety	4,669	0	0
Recreation and culture 77,908 960,000 92,934 Transport 6,557,599 8,314,566 4,483,250 Economic services 211,282 286,000 495,107 Other property and services 1,030,001 0 1,478,791 Total Income 20,333,119 22,654,886 16,964,111 Expenses Governance (555,816) (626,266) (466,837) General purpose funding (324,682) (375,689) (363,371) Law, order, public safety (357,697) (345,467) (425,300) Health (498,278) (593,890) (594,366) Education and welfare (2,809,612) (2,921,576) (1,973,469) Housing 0 (43,832) Community amenities (1,082,747) (1,165,841) (1,088,623) Recreation and culture (2,041,267) (1,879,620) (1,941,732) Transport (11,738,996) (10,336,274) (8,106,979) Economic services (334,894) (864,959) (346,086) Total expe	Health	272,900	287,386	266,689
Transport 6,557,599 8,314,566 4,483,250 Economic services 211,282 286,000 495,107 Other property and services 1,030,001 0 1,478,791 15,900,523 17,335,695 12,897,697 Total Income 20,333,119 22,654,886 16,964,111 Expenses Governance (555,816) (626,266) (466,837) General purpose funding (324,682) (375,689) (363,371) Law, order, public safety (357,697) (345,467) (425,300) Health (498,278) (593,890) (594,366) Education and welfare (2,809,612) (2,921,576) (1,973,469) Housing 0 0 (43,832) Community amenities (1,082,747) (1,165,841) (1,088,632) Recreation and culture (2,041,267) (1,879,620) (1,941,732) Transport (11,738,996) (10,336,274) (8,106,979) Economic services (1,261,632) (1,260,044) (1,512,463) Other property	Education and welfare	2,593,010	3,369,743	1,736,523
Economic services 211,282 286,000 495,107 Other property and services 1,030,001 0 1,478,791 15,900,523 17,335,695 12,897,697 Total Income 20,333,119 22,654,886 16,964,111 Expenses Governance (555,816) (626,266) (466,837) General purpose funding (324,682) (375,689) (363,371) Law, order, public safety (357,697) (345,467) (425,300) Health (498,278) (593,890) (594,366) Education and welfare (2,809,612) (2,921,576) (1,973,469) Housing 0 0 (43,832) Community amenities (1,082,747) (1,165,841) (1,088,623) Recreation and culture (2,041,267) (1,879,620) (1,941,732) Transport (11,738,996) (10,336,274) (8,106,979) Economic services (1,261,632) (1,260,044) (1,512,463) Other property and services (334,894) (864,959) (346,0	Recreation and culture	77,908	960,000	92,934
Other property and services 1,030,001 0 1,478,791 Total Income 20,333,119 22,654,886 16,964,111 Expenses Severnance (555,816) (626,266) (466,837) General purpose funding (324,682) (375,689) (363,371) Law, order, public safety (357,697) (345,467) (425,300) Health (498,278) (593,890) (594,366) Education and welfare (2,809,612) (2,921,576) (1,973,469) Housing 0 0 (43,832) Community amenities (1,082,747) (1,165,841) (1,088,623) Recreation and culture (2,041,267) (1,879,620) (1,941,732) Transport (11,738,996) (10,336,274) (8,106,979) Economic services (1,261,632) (1,260,044) (1,512,463) Other property and services (334,894) (864,959) (346,086) Total expenses (21,005,621) (20,369,626) (16,863,058)	Transport	6,557,599	8,314,566	4,483,250
Total Income 20,333,119 22,654,886 16,964,111 Expenses Governance (555,816) (626,266) (466,837) General purpose funding (324,682) (375,689) (363,371) Law, order, public safety (357,697) (345,467) (425,300) Health (498,278) (593,890) (594,366) Education and welfare (2,809,612) (2,921,576) Housing (34,882) Community amenities (1,082,747) (1,165,841) (1,088,623) Recreation and culture (2,041,267) (1,335,695) (1,261,632) (1,260,044) (1,512,463) Other property and services (334,894) (864,959) (363,371) (466,837) (425,300) (479,3469) (1,973,469) (1,082,747) (1,165,841) (1,088,623) (1,261,632) (1,260,044) (1,512,463) Other property and services (334,894) (864,959) (346,086) Total expenses	Economic services	211,282	286,000	495,107
Total Income 20,333,119 22,654,886 16,964,111 Expenses Governance (555,816) (626,266) (466,837) General purpose funding (324,682) (375,689) (363,371) Law, order, public safety (357,697) (345,467) (425,300) Health (498,278) (593,890) (594,366) Education and welfare (2,809,612) (2,921,576) (1,973,469) Housing 0 0 (43,832) Community amenities (1,082,747) (1,165,841) (1,088,623) Recreation and culture (2,041,267) (1,879,620) (1,941,732) Transport (11,738,996) (10,336,274) (8,106,979) Economic services (1,261,632) (1,260,044) (1,512,463) Other property and services (334,894) (864,959) (346,086) Total expenses (21,005,621) (20,369,626) (16,863,058)	Other property and services	1,030,001	0	1,478,791
Expenses Governance General purpose funding Law, order, public safety Health Education and welfare Housing Community amenities Recreation and culture Transport Economic services Other property and services Total expenses (555,816) (626,266) (466,837) (324,682) (375,689) (363,371) (425,300) (425,300) (594,366) (593,890) (594,366) (2,809,612) (2,921,576) (1,973,469) (1,973,469) (1,082,747) (1,165,841) (1,088,623) (1,2041,267) (1,879,620) (1,941,732) (11,738,996) (10,336,274) (8,106,979) (346,086) (21,005,621) (20,369,626) (16,863,058)		15,900,523	17,335,695	12,897,697
Governance (555,816) (626,266) (466,837) General purpose funding (324,682) (375,689) (363,371) Law, order, public safety (357,697) (345,467) (425,300) Health (498,278) (593,890) (594,366) Education and welfare (2,809,612) (2,921,576) (1,973,469) Housing 0 0 (43,832) Community amenities (1,082,747) (1,165,841) (1,088,623) Recreation and culture (2,041,267) (1,879,620) (1,941,732) Transport (11,738,996) (10,336,274) (8,106,979) Economic services (1,261,632) (1,260,044) (1,512,463) Other property and services (334,894) (864,959) (346,086) Total expenses (21,005,621) (20,369,626) (16,863,058)	Total Income	20,333,119	22,654,886	16,964,111
General purpose funding (324,682) (375,689) (363,371) Law, order, public safety (357,697) (345,467) (425,300) Health (498,278) (593,890) (594,366) Education and welfare (2,809,612) (2,921,576) (1,973,469) Housing 0 0 (43,832) Community amenities (1,082,747) (1,165,841) (1,088,623) Recreation and culture (2,041,267) (1,879,620) (1,941,732) Transport (11,738,996) (10,336,274) (8,106,979) Economic services (1,261,632) (1,260,044) (1,512,463) Other property and services (334,894) (864,959) (346,086) Total expenses (21,005,621) (20,369,626) (16,863,058)	Expenses			
Law, order, public safety (357,697) (345,467) (425,300) Health (498,278) (593,890) (594,366) Education and welfare (2,809,612) (2,921,576) (1,973,469) Housing 0 0 (43,832) Community amenities (1,082,747) (1,165,841) (1,088,623) Recreation and culture (2,041,267) (1,879,620) (1,941,732) Transport (11,738,996) (10,336,274) (8,106,979) Economic services (1,261,632) (1,260,044) (1,512,463) Other property and services (334,894) (864,959) (346,086) Total expenses (21,005,621) (20,369,626) (16,863,058)	Governance	(555,816)	(626,266)	(466,837)
Health (498,278) (593,890) (594,366) Education and welfare (2,809,612) (2,921,576) (1,973,469) Housing 0 0 (43,832) Community amenities (1,082,747) (1,165,841) (1,088,623) Recreation and culture (2,041,267) (1,879,620) (1,941,732) Transport (11,738,996) (10,336,274) (8,106,979) Economic services (1,261,632) (1,260,044) (1,512,463) Other property and services (334,894) (864,959) (346,086) Total expenses (21,005,621) (20,369,626) (16,863,058)	General purpose funding	(324,682)	(375,689)	(363,371)
Education and welfare Housing Community amenities Recreation and culture Transport Economic services Other property and services Total expenses (2,809,612) (2,921,576) (1,973,469) (1,082,747) (1,165,841) (1,088,623) (1,082,747) (1,165,841) (1,088,623) (1,261,632) (1,260,044) (1,512,463) (21,005,621) (20,369,626) (1,973,469) (1,088,623) (1,262,841) (1,941,732) (1,260,044) (1,512,463) (21,005,621) (20,369,626) (16,863,058)	Law, order, public safety	(357,697)	(345,467)	(425,300)
Housing 0 (43,832) Community amenities (1,082,747) (1,165,841) (1,088,623) Recreation and culture (2,041,267) (1,879,620) (1,941,732) Transport (11,738,996) (10,336,274) (8,106,979) Economic services (1,261,632) (1,260,044) (1,512,463) Other property and services (334,894) (864,959) (346,086) Total expenses (21,005,621) (20,369,626) (16,863,058)	Health	(498,278)	(593,890)	(594,366)
Community amenities (1,082,747) (1,165,841) (1,088,623) Recreation and culture (2,041,267) (1,879,620) (1,941,732) Transport (11,738,996) (10,336,274) (8,106,979) Economic services (1,261,632) (1,260,044) (1,512,463) Other property and services (334,894) (864,959) (346,086) Total expenses (21,005,621) (20,369,626) (16,863,058)	Education and welfare	(2,809,612)	(2,921,576)	(1,973,469)
Recreation and culture (2,041,267) (1,879,620) (1,941,732) Transport (11,738,996) (10,336,274) (8,106,979) Economic services (1,261,632) (1,260,044) (1,512,463) Other property and services (334,894) (864,959) (346,086) Total expenses (21,005,621) (20,369,626) (16,863,058)	Housing	0	0	(43,832)
Transport (11,738,996) (10,336,274) (8,106,979) Economic services (1,261,632) (1,260,044) (1,512,463) Other property and services (334,894) (864,959) (346,086) Total expenses (21,005,621) (20,369,626) (16,863,058)	Community amenities	(1,082,747)	(1,165,841)	(1,088,623)
Economic services (1,261,632) (1,260,044) (1,512,463) Other property and services (334,894) (864,959) (346,086) Total expenses (21,005,621) (20,369,626) (16,863,058)	Recreation and culture	(2,041,267)	(1,879,620)	(1,941,732)
Other property and services (334,894) (864,959) (346,086) Total expenses (21,005,621) (20,369,626) (16,863,058)	Transport	(11,738,996)	(10,336,274)	(8,106,979)
Total expenses (21,005,621) (20,369,626) (16,863,058)	Economic services	(1,261,632)	(1,260,044)	(1,512,463)
	Other property and services	(334,894)	(864,959)	(346,086)
Net result for the period (672,502) 2,285,260 101,053	Total expenses	(21,005,621)	(20,369,626)	(16,863,058)
	Net result for the period	(672,502)	2,285,260	101,053

20. FUNCTION AND ACTIVITY (Continued)

(c) Fees and Charges

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

2022	2022	2021
Actual	Budget	Actual
\$	\$	\$
455	0	145
4,020	4,000	3,205
3,433	5,800	3,433
21,348	11,500	69,611
300	3,000	5,218
447,020	445,000	427,273
118,114	97,300	112,818
39,312	17,000	21,693
191,746	275,125	207,154
114,267	816,000	348
940,015	1,674,725	850,898

(d) Total Assets

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

2022	2021
\$	\$
680,013	1,978,989
149,078	166,892
266,980	47,578
299,275	365,670
13,124,808	11,525,775
2,485,071	2,122,186
12,967,555	12,868,503
93,914,311	95,606,997
6,057,155	3,658,880
14,402,489	11,266,427
144,346,735	139,607,897

21. RATING INFORMATION

(a) General Rates

			Number	Actual	Actual	Actual	Actual	Actual	Budget	Budget	Budget	Budget	Actual
RATE TYPE		Rate in	of	Rateable	Rate	Interim	Back	Total	Rate	Interim	Back	Total	Total
Rate Description	Basis of valuation	\$	Properties	Value *	Revenue	Rates	Rates	Revenue	Revenue	Rate	Rate	Revenue	Revenue
-				\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Town	Gross rental valuation	0.08471	333	12,687,328	1,081,241	1,611	(4,109)	1,078,743	1,074,744	0	0	1,074,744	1,054,536
Town vacant	Gross rental valuation	0.01519	1	21,840	3,318	(687)	0	2,631	3,317	0	0	3,317	5,687
Rural/Pastoral	Unimproved valuation	0.04365	27	20,984,462	705,768	(13,763)	(201,461)	490,544	915,972	0	0	915,972	377,732
Mining	Unimproved valuation	0.36403	33	1,958,155	712,827	0	0	712,827	712,827	15,000	(136)	727,691	720,335
Prospecting/Exploration	Unimproved valuation	0.22717	151	2,194,384	441,454	39,742	1,633	482,829	498,498	10,000	0	508,498	509,732
Sub-Total			545	37,846,169	2,944,608	26,903	(203,937)	2,767,574	3,205,358	25,000	(136)	3,230,222	2,668,022
		Minimum											
Minimum payment		\$											
Town	Gross rental valuation	834	4	14,735	3,336	0	0	3,336	3,336	0	0	3,336	3,288
Town vacant	Gross rental valuation	1,072	16	40,210	17,152	0	0	17,152	19,296	0	0	19,296	29,574
Rural/Pastoral	Unimproved valuation	871	20	61,600	17,420	0	0	17,420	17,420	0	0	17,420	18,883
Mining	Unimproved valuation	833	6	6,800	4,998	0	0	4,998	4,998	0	0	4,998	4,926
Prospecting/Exploration	Unimproved valuation	534	65	81,574	34,710	0	0	34,710	35,244	0		35,244	39,340
Sub-Total			111	204,919	77,616	0	0	77,616	80,294	0	0	80,294	96,011
			656	38,051,088	3,022,224	26,903	(203,937)	2,845,190	3,285,652	25,000	(136)	3,310,516	2,764,033
* Rateable value is based on t the time the rate is raised.	the value of properties at												
Total Rates								2,845,190			-	3,310,516	2,764,033

2021/22 2021/22 2021/22 2021/22 2021/22

2021/22

2021/22

2021/22

2021/22

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

2020/21

21. RATING INFORMATION (Continued)

(c) Service Charges

	Amount of	2021/22 Actual Revenue	2021/22 Actual Charges Applied	2021/22 Actual Charges Set Aside	2021/22 Actual Reserve Applied to
Service Charges	Charge	Raised	to Costs	to Reserve	Costs
	\$	\$	\$	\$	\$
Television and radio re-broadcasting services	10	4,172	4,172	0	0
		4,172	4,172	0	0

2021/22 Budget Revenue	2021/22 Budget Charges Applied to Costs	2021/22 Budget Charges Set Aside to Reserve	2021/22 Budget Reserve Applied to Costs	2020/21 Total Actual Revenue
\$	\$	\$	\$	\$
3,950	3,950	0	0	4,160
3,950	3,950	0	0	4,160

Nature of the Service Charge
Television and radio re-broadcasting
services

Objects of the Charge
To provide TV and radio rebroadcasting within the Shire.

Reasons for the Charge
To fund the cost of providing TV
and radio re-broadcasting
maintenance and upgrades.

Area/Properties Charge Imposed

Properties within the range of the re-broadcasting facilities.

21. RATING INFORMATION (Continued)

(d) Interest Charges & Instalments

		Instalment	Instalment	Unpaid Rates
	Date	Plan	Plan	Interest
Instalment Options	Due	Admin Charge	Interest Rate	Rate
		\$	%	%
Option One				
Single full payment	29/09/2021	0	0.00%	5.00%
Option Two				
First instalment	29/09/2021	0	0.00%	5.00%
Second instalment	28/01/2022	20	5.50%	5.00%
Option Three				
First instalment	29/09/2021	0	0.00%	0.00%
Second instalment	29/11/2021	20	5.50%	5.00%
Third instalment	29/01/2022	20	5.50%	5.00%
Fourth instalment	28/03/2022	20	5.50%	5.00%
		2022	2022	2021
		Actual	Budget	Actual
		\$	\$	\$
Interest on unpaid rates		33,951	35,000	58,227
Interest on instalment plan		0	1,500	0
Charges on instalment plan		4,020	2,000	3,320
		37,971	38,500	61,547

22. RATE SETTING STATEMENT INFORMATION

			2021/22	
		2021/22	Budget	2020/21
		(30 June 2022	(30 June 2022	(30 June 2021
		•	•	•
		Carried	Carried	Carried
	Note	Forward)	Forward)	Forward
		\$	\$	\$
(a) Non-cash amounts excluded from operating activities				
The following non-cash revenue or expenditure has been excluded				
from amounts attributable to operating activities within the Rate Setting				
Statement in accordance with <i>Financial Management Regulation 32</i> .				
Statement in accordance with manda management regulation cz.				
Adjustments to operating activities				
Less: Profit on asset disposals	9(b)	(1,200)	0	0
Less: Movement in liabilities associated with restricted cash	0(2)	(58,222)	0	(24,569)
Add: Loss on disposal of assets	9(b)	99,463	69,000	87,446
Add: Depreciation	9(a)	5,985,131	5,338,000	5,661,514
Non-cash movements in non-current assets and liabilities:	0(4)	0,000,101	0,000,000	0,00.,0
Pensioner deferred rates		(2,470)	0	140
Employee benefit provisions		(36,504)	0	(33,029)
Other provisions		1,284,051	0	0
Non-cash amounts excluded from operating activities		7,270,249	5,407,000	5,691,502
(b) Surplus/(deficit) after imposition of general rates				
The following current assets and liabilities have been excluded				
from the net current assets used in the Rate Setting Statement				
in accordance with Financial Management Regulation 32 to				
agree to the surplus/(deficit) after imposition of general rates.				
agree to the carpiae (action) after imposition of general rates.				
Adjustments to net current assets				
Less: Reserve accounts	24	(3,992,375)	(5,724,914)	(4,701,151)
Add: Current liabilities not expected to be cleared at end of year		, , ,	(, , , ,	(, , ,
- Current portion of borrowings	12	982,737	908,295	892,074
- Employee benefit provisions		411,716	426,283	469,938
Total adjustments to net current assets		(2,597,922)	(4,390,336)	(3,339,139)
Not augrent access used in the Bate Setting Statement				
Net current assets used in the Rate Setting Statement Total current assets		8,894,172	8,096,789	7,632,341
Less: Total current liabilities		(4,476,043)	(3,706,453)	(4,428,289)
Less: Total adjustments to net current assets		(2,597,922)	(4,390,336)	(3,339,139)
			(4,390,336)	
Net current assets used in the Rate Setting Statement		1,820,207	U	(135,087)

23. BORROWING AND LEASE LIABILITIES

(a) Borrowings

					Actual		Bud	get				
				Principal			Principal				Principal	
		Principal at	New Loans	Repayments	Principal at 30	New Loans	Repayments	Principal at	Principal at 1	New Loans	Repayments	Principal at
Purpose	Note	1 July 2020	During 2020-21	During 2020-21	June 2021	During 2021-22	During 2021-22	30 June 2022	July 2021	During 2021-22	During 2021-22	30 June 2022
		\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Triplex		203,019	0	(40,076)	162,943	0	(42,798)	120,145	162,943	0	(42,798)	120,145
Housing units		602,112	0	(50,771)	551,341	0	(54,203)	497,138	551,341	0	(54,203)	497,138
Plant and equipment		3,610,771	0	(785,540)	2,825,231	0	(795,073)	2,030,158	2,825,231	0	(795,073)	2,030,158
Total Borrowings	12	4,415,902	0	(876,387)	3,539,515	0	(892,074)	2,647,441	3,539,515	0	(892,074)	2,647,441

^{*} WA Treasury Corporation

Self supporting loans are financed by payments from third parties. These are shown in Note 4 as other financial assets at amortised cost. All other loan repayments were financed by general purpose revenue.

Borrowing Interest Repayments

Dorrowing interest repayme						Actual for year ending	Budget for year ending	Actual for year ending
Purpose	Note	Function and activity	Loan Number	Institution	Interest Rate	30 June 2022	30 June 2022	30 June 2021
-		-				\$	\$	\$
Triplex		Housing	23	WATC	6.69%	(9,689)	(10,029)	(4,731)
Housing units		Housing	25	WATC	6.76%	(39,852)	(35,778)	(39,101)
Plant and equipment		Transport	26	WATC	1.21%	(49,183)	(31,787)	(38,928)
Total						(98,724)	(77,594)	(82,760)
During the year the Shire utilis	sed its overd	raft facility incurring interest ex	pense of \$ 37,314			(37,314)	0	0
Total Interest Repayments	2(b)					(136,038)	(77,594)	(82,760)

^{*} WA Treasury Corporation

	2022	2022	2022	2022	2022	2022	2022	2022	2021	2021	2021	2021
	Actual	Actual	Actual	Actual	Budget	Budget	Budget	Budget	Actual	Actual	Actual	Actual
24. RESERVE ACCOUNTS	Opening	Transfer to	Transfer	Closing	Opening	Transfer to	Transfer	Closing	Opening	Transfer to	Transfer	Closing
L4. RESERVE /ISSOCIATO	Balance	Trunsier to	(from)	Balance	Balance	Transfer to	(from)	Balance	Balance	Transfer to	(from)	Balance
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Restricted by council												
(a) Leave reserve	541,973	0	(130,257)	411,716	541,972	0	(3,000)	538,972	715,135	0	(173,162)	541,973
(b) Computer upgrade reserve	231,198	0	0	231,198	231,198	0	0	231,198	231,198	0	0	231,198
(c) Office redevelopment reserve	924,552	0	(140,000)	784,552	924,552	0	0	924,552	924,552	0	0	924,552
(d) Refuse site rehabilitation reserve	62,867	0	0	62,867	62,867	0	0	62,867	62,867	0	0	62,867
(e) Airport works reserve	503,426	0	(15,000)	488,426	503,426	0	0	503,426	503,426	0	0	503,426
(f) Plant replacement reserve	414,057	0	(55,019)	359,038	414,057	1,700,617	(200,000)	1,914,674	1,174,057	0	(760,000)	414,057
(g) Staff housing reserve	664,020	0	(105,000)	559,020	664,020	0	0	664,020	664,020	0	0	664,020
(h) Re-broadcasting reserve	65,977	0	0	65,977	65,977	0	0	65,977	65,977	0	0	65,977
(i) Aquatic reserve	404,434	0	(113,500)	290,934	404,434	0	(311,000)	93,434	404,434	0	0	404,434
(j) Energy developments reserve	103,647	0	0	103,647	103,647	0	0	103,647	103,647	0	0	103,647
(k) Mosquito reserve	2,000	0	0	2,000	2,000	0	0	2,000	2,000	0	0	2,000
(I) Town planning development reserve	783,000	0	(150,000)	633,000	783,000	0	(162,853)	620,147	925,000	0	(142,000)	783,000
	4,701,151	0	(708,776)	3,992,375	4,701,150	1,700,617	(676,853)	5,724,914	5,776,313	0	(1,075,162)	4,701,151

All reserves are supported by cash and cash equivalents and are restricted within equity as Reserves - cash backed.

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

		Anticipated	
	Name of Reserve	date of use	Purpose of the reserve
(a)	Leave reserve	Ongoing	To be used to fund long service leave and/or other significant payments that may be required upon termination of an employee.
(b)	Computer upgrade reserve	Ongoing	To be used to fund the upgrade and/or replacement of the Shire's electronic and network operating system or any of the
(c)	Office redevelopment reserve	Ongoing	To be used for the extension/major re-development of the Administration Office building and associated buildings.
(d)	Refuse site rehabilitation reserve	Ongoing	Funds to be set aside for the rehabilitation of the refuse site upon closure.
(e)	Airport works reserve	Ongoing	To be used to fund major operational or major capital works required at the Halls Creek Airport.
(f)	Plant replacement reserve	Ongoing	To be used for the purchase of major capital upgrade of plant items.
(g)	Staff housing reserve	Ongoing	To be used for the construction, renovation, development or purchase of residential housing and land utilised by the
(h)	Re-broadcasting reserve	Ongoing	To be used to fund the upgrade, new purchase of re-broadcasting equipment, for both television and radio, as per the Shire's re-
(i)	Aquatic reserve	Ongoing	To be used to fund any major repairs, upgrade or capital requirements of the Shire of Halls Creek aquatic and recreation
(j)	Energy developments reserve	Ongoing	To distribute monies to members or organisations in the Shire of Halls Creek (other than the Shire itself) to be used solely for not-for-
(k)	Mosquito reserve	Ongoing	To have access to extra funds in years where mosquito-borne disease/nuisance is greater than normal.
(I)	Town planning development reserve	Ongoing	To be used for town planning and development.