



SHIRE OF KENT

2009/2010

Budget



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Shire President's Message



Cr Cathy Crosby
Shire President

To Residents and Ratepayers of the Shire of Kent,

Firstly to Alan Wright, Christie Smith and all staff involved in the office, thank you for your hard work and dedication to the Shire of Kent.

Thanks to the commitment of staff and Councillors during the structural reform issue which has imposed incredible amounts of extra work to all those involved.

Thanks must also go to David Long and his works crew for the successful implementation of the 2008/09 roadwork's program.

Major projects completed within 2008/09 included Regional Road Group funded works on North Needilup Road and Ongerup Road and the continued works on Gnowangerup Road and Ongerup Road under the Roads to Recovery Program.

Works on Warren, Nyabing South Road, South Fence Road, Rasmussen Road and North Kuringup Road, were also completed throughout the year from the Shire's own resources.

Within the 2008/09 completed Building Program, there was the refurbishment of the Pingrup Depot Office, a new roof was placed at the Pingrup Potters shed and an air conditioner program commenced for housing in Nyabing and Pingrup. There are many programs under way for 2009/10 financial year with the expenditure of the Royalties for

Regions Funding and Regional and Local Community Infrastructure Projects Funding needing to be spent. Some expenditure from the funding that you will see is as follows; shade sails over the Memorial Park Nyabing and Burston Park Pingrup, gazebo for Nyabing Cemetery, disabled toilet Pingrup Hall and beatification at the Pingrup Caravan Park. There are many other projects underway and expected to be completed prior to December 2009.

At an Ordinary Meeting of Council held on Wednesday 15 July 2009, Council adopted its 2009/2010 Budget.

Council's actual rates levied for this year and to reflect on the advice provided from the Commission's assessment for gross rental values (townsites) unimproved values (rural). Councillors in determining their 2009/10 Budget, decided the imposition of a 6% rate increase.

Council's 2009/2010 Program is comprehensive and again provides for significant capital works totalling \$2.8M; of this, major component is \$1.9M which has been set aside for road construction projects and road plant purchases/replacement.

Council continues to operate a budget aiming to provide for the full range of local government services. Again, major operational cost increases are evident with respect to fuel costs, government utilities and contracted services.

Council and staff continue to operate as a committed team striving to provide many benefits, support and endeavour to implement, as many as possible, requests from the community.

Thanks to Neil Grant-Williams, Deputy Shire President, and all Councillors for their assistance and support throughout the year.

Cr Cathy Crosby

Members of Council 2009/10

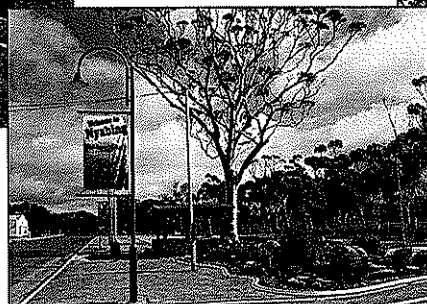
COUNCILLORS	WARD	PHONE	FAX
C (Cathy) Crosby	Nampup	9829 1061	9829 1151
N M (Neil) Grant-Williams	Holland Rock	9820 6025	9820 6025
B M (Bruce) Altham	Holland Rock	9820 1064	9820 1040
Y S (Yvonne) Featherstone	Pingarnup	9820 1078	9820 1003
L (Lucy) Skipsey	Pingarnup	9829 6085	9829 6085
M J (Megan) Tuffley	Nampup	9829 1076	9829 1076
Vacant	Mindarabin		
A G (Garth) Addis	Mindarabin	9829 1087	9829 1113



Front Row:
Cr Lucy Skipsey,
Cr Cathy Crosby (Shire President),
Cr Megan Tuffley,

Middle Row:
Cr Yvonne Featherstone,
Cr Neil Grant-Williams (Deputy President)

Back Row:
Vanessa Anderson (past councillor),
Cr Garth Addis,
Cr Bruce Altham



Members of Council



Shire President
Cr C (Cathy) Crosby
Nampup Ward

Council Committees

Audit (Chairperson), Senior Staff Review (Chairperson), Water Resources (Proxy), Building Health and Town Planning (Proxy), Finance and Administration

Delegate – Committees

Nyabing Sports Club, Bushfire Advisory, Occupational Health & Safety (Proxy), Central Great Southern Local Government Alliance, Great Southern Zone – Walga (Proxy), Regional Recreation Plan, Hidden Treasures



Deputy Shire President
Cr N M (Neil) Grant-Williams
Holland Rock Ward

Council Committees

Works Plant and Services, Finance and Administration (Chairperson), Audit, Senior Staff Review

Delegate – Committees

Great Southern Zone – Walga, Lake Magenta Nature Reserve Advisory, Nyabing Pingrup LCDC, South East Agricultural Road Group (Proxy)



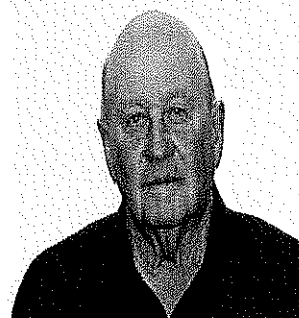
Cr Y S (Yvonne) Featherstone
Pingrup Ward

Council Committees

Building Health and Town Planning (Chairperson), Finance and Administration, Works Plant and Services (Proxy)

Delegate – Committees

Pingrup Ground Improvement, Pingrup Telecentre, Hidden Treasures,



Cr A G (Garth) Addis
Mindarabin Ward

Council Committees

Works Plant and Services, Audit (Proxy), Building Health and Town Planning

Delegate – Committees

Central Great Southern Local Government Alliance (Proxy), Bushfire Advisory

Members of Council



Cr V J (Vanessa) Anderson (Resigned July 2009)
Mindarabin Ward

Council Committees

Building Health and Town Planning, Water Resources (Chairperson), Audit, Senior Staff Review (Proxy)

Delegate – Committees

Nyabing Sports Club, Nyabing/Pingrup LCDC, Pingrup Telecentre (Proxy), Southern Agcare (Proxy)



Cr B M (Bruce) Altham
Holland Rock Ward

Council Committees

Works Plant and Services, Water Resources

Delegate – Committees

Great Southern Zone – Walga, Sth East Agricultural Road Group, Agriculture Protection Board



Cr M J (Megan) Tuffley
Nampup Ward

Council Committees

Building Health and Town Planning, Water Resources, Senior Staff Review, Finance and Administration (Proxy)

Delegate – Committees

Nyabing Sports Club, Southern Agcare



Cr L (Lucy) Skipsey
Pingarnup Ward

Council Committees

Finance and Administration, Work Plant and Services, Water Resources, Audit, Senior Staff Review

Delegate – Committees

Pingrup Ground Improvement, Lake Magenta Nature Reserve Advisory, Occupational Safety and Health

Strategic Plan

The Shire of Kent has adopted a Mission Statement and a series of objectives to support the Strategic Planning goals for the next 5 years:

MISSION STATEMENT

To excel at providing fair, efficient and effective services and facilities which enhance the quality of life for all residents.

OBJECTIVES

District Viability

To provide leadership in the development and attraction of facilities, services, and business to the district to ensure its long-term viability.

Quality Service

To ensure services and facilities are maintained or enhanced and delivered in an equitable and effective manner.

Financial Viability

To ensure all funds are used efficiently to ensure long-term financial viability of the Council.

Productive and Effective Workforce

To optimise and develop the Shires human resources to maximise their productive potential.

Accountability

To provide an open and accountable level of local government for the district including honest in dealing with all people and exercising initiative in responding to community needs.

ACHIEVING OUR MISSION AND OBJECTIVES

Council's mission and objectives will be achieved through:

Representative Government

By the people of Kent contributing to decisions about the way their community works and develops, better decisions will result through encouraging the people of Kent to contribute to informed discussion on issues of local and regional importance.

Strategic Plan

Meeting Obligations

Council is obligated by law, to carry out the statutory responsibilities of local government, and Council will fulfill these responsibilities efficiently and with regard to the particular needs of the people of Kent.

Community Advocacy

As Council is only one level of government, this Council will support and advocate the views and needs of the people of Kent to other levels of government, so as to provide additional and improved facilities for the use of the community.

CHALLENGES

Apart from being committed to maintaining and improving existing services and facilities, the Shire of Kent faces many new challenges.

Given the current environment within local government regarding amalgamation issues, national competition policy, structural reform, and requirements of Council and staff under the Local Government Act, the Council needs to retain its own identity.

Some important factors that require consideration are:

- ⇒ acceptance of change
- ⇒ maintaining appropriate funding levels
- ⇒ raising the Council profile
- ⇒ maintaining financial and time resources of Council and staff
- ⇒ developing community pride and a sense of community help
- ⇒ maintaining our population level and working to increase the district population



Chief Executive Officer's Report



I am pleased to present to the ratepayers of Kent Shire my report with reference to Council's adopted Budget for 2009/10 Financial Year.

The majority of the works and services program in 2008/09 was completed with a few items carried over to the current budget. Council finished the year with a funding surplus of \$1.4m with the majority of these funds being Federal and State grants received in advance plus other minor unspent grants.

Council for the second year in a row incorporated a minimal rate increase of 6% offset with a similar 6% discount for early payment in full by the due date. Council's program for the current year should be completed with no interruptions. The only hurdle will be completing Royalties for Regions current projects to enable funding in the second round to be received during the 2009/10 financial year.

We look forward to working with the community for the benefit of the district over the next twelve months.

Budget Objectives & Highlights 2009/10

BUDGET OBJECTIVES

- ⇒ To Maximise revenue earning opportunities
- ⇒ To Contain operating expenditure to 2008/09 levels where possible
- ⇒ To maximise investment opportunities where appropriate
- ⇒ To maximise infrastructure development by utilising Grant and/or reserve or Loan funding where possible

2009/10 Budget was adopted on 15 July 2009 within this budget is a 6% rate increase in the dollar.

Some of the major highlights of this years budget is as follows:

PLANT AND EQUIPMENT

- ♦ Replacement of grader
- ♦ Purchase of truck and flocon unit
- ♦ Bulk fuel tank for Nyabing Depot

ROAD CONSTRUCTION AND MAINTENANCE

- ♦ North Needilup Road (Regional Road Group)
- ♦ Ongerup Road (Roads to Recovery)
- ♦ Re-Sheeting
 - Ryan Road
 - Range Road
 - Bin Road
 - North Fence Road
 - Kukerin Road
 - Kuringup South Road
- ♦ Seals/Reseals
 - Nyabing Car Park
- ♦ Townscape—Nyabing and Pingrup

BUILDING

- ♦ Continuation of Rain Water Tank program
- ♦ Continuation of Air Conditioner Program
- ♦ Completion of Pingrup Fire Shed

FUNDING PROJECTS

- ♦ Both Nyabing and Pingrup Pavilion Upgrades
- ♦ Shade Sails for Memorial Park and Burston Park
- ♦ Nyabing Cemetery Gazebo
- ♦ Disabled Toilet—Pingrup Hall
- ♦ Continuation of Water Harvesting Project—Nyabing and Pingrup
- ♦ Upgrade of Nyabing Sewerage Ponds
- ♦ Fencing Hobley Street Drain
- ♦ Pingrup Caravan Park Beautification

Council are currently in the process of expending first round of Royalties for Regions Funding, once these funds have been fully expended, Council will be eligible for Stage 2 funding.

Also allocated within the 2009/10 budget is allocations for Asset Management and Structural Reform, these are two very important items on Council agenda at the moment that may or may not need expenditure of funds.

EMERGENCY SERVICES LEVY

The Emergency Services Levy for 2008/09 is \$43.00 per assessment.

REFUSE COLLECTION/RECYCLING

Refuse collection charges have increased in line with CPI.

LOAN LIABILITY

Principal outstanding at 1 July 2009	\$832,012
Less Principal repayments 2009/10	<u>\$ 67,706</u>
Principal Outstanding at 30 June 2010	<u>\$770,306</u>

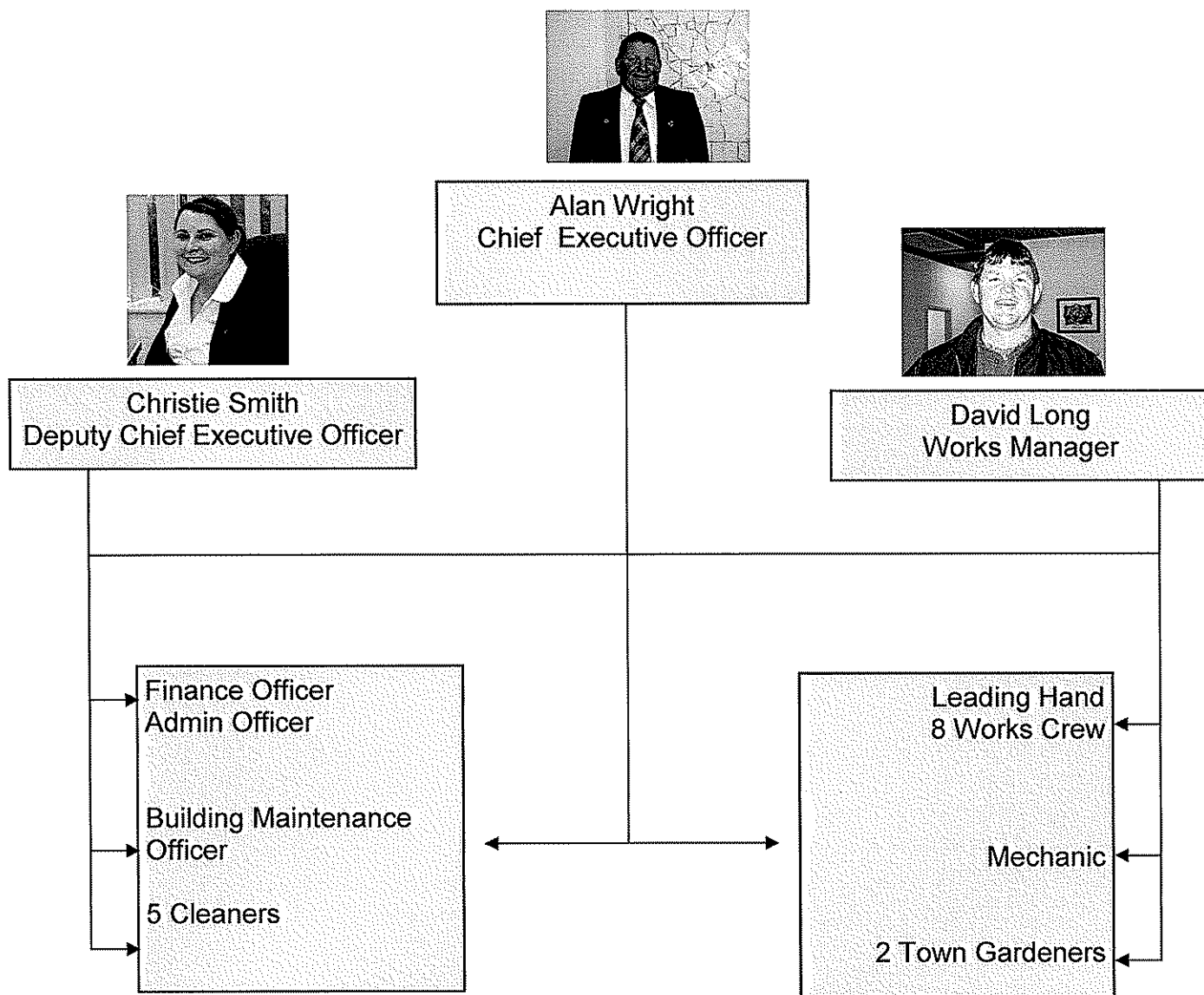
MONEY ALLOCATED TO RESERVES

To follow are some funds that have been allocated from the 2009/2010 Budget to reserve accounts:

Council have allocated \$28,000 to the Administration Vehicle Reserve within the 2009/10 Budget for the future replacement of administration & Works Managers Vehicles.

An allocation of \$95,000 has been put into the Road Reserve and \$95,000 to Plant Reserve for future reseal and purchase of plant.

Organisational Structure



Rates and Charges 2009/10

Rates and Charges

The Rates and Charges adopted by Council for 2009/2010 are as follows:

Gross Rental Values (Towns)

10.2210 cents in the dollar

Unimproved Values (Rural)

0.8881 cents in the dollar

Minimum Rates

\$295.00 per assessment

Television Re-Transmission

Nyabing & Pingrup \$125 per service pa

This service charge is for the provision of television re-broadcasting. The charge is applicable to all owners and occupiers within a designated area surrounding the townsites.

The proceeds of the service charge are applied in full to the costs of maintenance and operation.

Recycling

Normal

\$83.00 per bin pa

Refuse Charges

Normal

\$166.00 per bin pa

Pensioner

\$ 83.00 per bin pa

Sewage

Nyabing

3.65 cents in the dollar

Pingrup

4.21 cents in the dollar

Minimum Sewage

Domestic

\$260.00 per assessment pa

Commercial

\$582.00 per assessment pa

Vacant

\$177.00 per assessment pa

Discount for Prompt Payment

Council has resolved that 6% discount will be allowed on all current general rates paid in full before **4.30pm Friday 4 September 2009**. (This does not include sewage or rubbish charges)

Instalment Options and Due Dates

Council has resolved to offer ratepayers the opportunity to pay by one of the following methods:

Option 1

Payment in full by one installment only, payment is to be received by 4.30pm Friday 4 September 2009 for the 6% discount to apply.

Option 2

Payment by two Installments only

1st Installment date

4:30pm Friday 4 September 2009

2nd Installment date

4:30pm Friday 8 January 2010

A \$5.00 administration fee is applicable.

Option 3

Payment by four Installments only

1st Installment date

4:30pm Friday 4 September 2009

2nd Installment date

4:30pm Friday 6 November 2009

3rd Installment date

4.30pm Friday 8 January 2010

4th Installment date

4.30pm Friday 5 March 2010

A \$15.00 administration fee is applicable.

Interest on Overdue Rates and Charges

Late Payment Penalty – Rates and Rubbish Charges

A charge of 9.0% per annum, calculated daily at 0.02466% by simple interest will apply as follows:

If NO installment option taken

Interest shall begin to accrue on rates and/or rubbish charges that remain unpaid after 30 September 2009. Eligible pensioners are exempt.

Option 2 or 3 installment options taken

Interest shall begin to accrue daily on any rates/rubbish installments payments that remain unpaid after 30 September 2009, and continue to accrue until such time as the installment is paid. Eligible pensioners are exempt.

Interest on Rates and/or Rubbish Charges Arrears will accrue on a daily basis until the arrears are paid.

Rate Collection Pingrup

Council will provide a rate payment facility in Pingrup during the discount period. An officer will be located at the Pingrup Telecentre to accept payment on rates on: Thursday 3 September 2009, **between 10.00am—2.00pm**.

Payment Options

Payment Methods

All cheques should be made payable to the "Shire of Kent"
Payment may be posted to
Shire of Kent, PO Box 15, NYABING WA 6341

Personal payments to the Council may be made at the Council Offices:

Richmond Street, Nyabing
Monday to Friday 8.30am to 4.30pm

or

Pingrup Telecentre on Thursday 3 September 2009, from 10.00am—2.00pm

The Shire now has its **BPOINT** service operational. To make payments you have the option of telephone payment or internet payment. The bill payment details are:

By Telephone: 1300 276 468
Payment Code: 000223
Pay Online: www.kent.wa.gov.au
Payment Code: 000223

Please note: When you are paying your rates, the account number needed to make the payment is also your assessment number.

EFT

Account Name: Shire of Kent Muni Account
BSB: 066-515 Account #: 00000111
Please quote assessment number as a reference

Alternative Arrangements

Ratepayers experiencing difficulty in payment of their rates and charges or those wishing to make a direct transfer to Council's bank account are invited to contact Alan Wright or Christie Smith at the Shire Office on (08) 9829 1051 to discuss alternative arrangements prior to the due date.

Emergency Contacts

Shire

Chief Executive Officer

Alan Wright 9829 1022 A/H
0429 993 986

Deputy Chief Executive Officer

Christie Smith 9829 1313 A/H
0429 993 985

Works Supervisor

David Long 9829 1088 A/H
0429 993 987

Bush Fire Control Officers

Chief FCO

Terry Hobley 9829 1016
0428 291 119

Deputy Chief FCO

Rob Badger 9820 4047

Harvest Ban Hotline

For updated information regarding Harvest Bans
please call **9829 1247**

**PLEASE REMEMBER
IN AN EMERGENCY**

DIAL '000'



Fees & Charges 2009/10

Administration

Photocopies	A4 shire paper (single sided)	0.25*
	A4 shire paper (double sided)	0.35*
	A3 shire paper (single sided)	0.45*
	A3 shire paper (double sided)	0.65*
	A4 own paper (single sided)	0.10*
	A4 own paper (double sided)	0.15*
	A3 own paper (single sided)	0.20*
	A3 own paper (double sided)	0.25*
Colour Printing	A4 shire paper (single sided)	0.30*
	A4 shire paper (double sided)	0.40*
	A3 shire paper (single sided)	0.50*
	A3 shire paper (double sided)	0.70*
	A4 own paper (single sided)	0.15*
	A4 own paper (double sided)	0.20*
	A3 own paper (single sided)	0.25*
	A3 own paper (double sided)	0.35*
Laminating	A3	5.00*
	A4	3.00*
	A5	3.00*
Facsimile	Facsimile Received per page	1.25*
	Facsimile Out per page	3.55*
Rate Inquiry Fee		20.00*
Copy of Electoral Roll		12.00*
Copy of Council Minutes	Per annum	25.00*
	Per copy	5.50*
Copy of Council Agenda	Per annum	48.00*
	Per copy	8.50*
Sale of Shire Map and List		15.00*
Internet Usage	Per hour	3.00*
Hire of Projector and screen	Per day	11.00*

Hire of Shire Meeting Room

Standard hire charge	Full Day	95.00*
Standard hire charge	Half Day	57.00*

Dog Control

Dog wandering at large	100.00
Unlicensed dogs	100.00
Not wearing a collar	50.00
Pound fees	\$20.00 plus \$5.00/day

Dog Registration Fees

	<u>Annual</u>	<u>3 Years</u>
Sterilised dog or bitch	10.00	18.00
Unsterilised dog or bitch	30.00	75.00
Sterilised dog or bitch used for droving or tendering stock	2.50	4.00
Unsterilised dog or bitch used for droving or tendering stock	7.50	18.75
Dogs owned by eligible pensioners	1/2 fee	1/2 fee

Fees & Charges 2009/10

Health

Itinerant Vendor of Food		60.00
Septic Tank Installation -	Application Fee	25.00
	Assessment	50.00
	Final Site Inspection	50.00
	Additional Major Fixtures	12.00
	Re-inspection	25.00

Community Amenities

Tip Charges	General Rubbish & Waste	Nil
	Recyclables	Nil
	Car bodies	55.00*
	Asbestos	Nil

Recreation and Culture

Hire of Hall and Pavilion

Standard hire charge with liquor	Full Day	160.00*
Standard hire charge with liquor	Half Day	90.00*
Standard hire charge without liquor	Full Day	95.00*
Standard hire charge without liquor	Half Day	57.00*
Chairs		2.20ea*
Trestles		5.50ea*

Bookings made are allowed the next day free of charge to clean after functions, unless there is another booking on the following day in this case venues will required to be cleaned immediately after the function

Hire of Marquee	Full Day	55.00*
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Economic Services

Caravan Park Fees—Nyabing

Per day for two people	12.00*
Per week for two people	65.00*
Per extra person per day	3.00*

Caravan Park Fees—Pingrup

Per day for two people	12.00*
Per week for two people	65.00*
Per extra person per day	3.00*

Washing Machine and Dryer (each)	2.40*
Showers	2.40*

Building Control

Building license	0.35% of proposed cost of construction	
	Minimum	40.00

Swimming Pool Inspection Fee	44.00*
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Other Property and Services

Private Works, Plant Hire

Catmul	per litre*	3.00*
Culverts pipes 300mm	per metre*	55.00*
Culverts pipes 375mm	per metre*	100.00*

Fees & Charges 2009/10

	Shire Residents	Other
Plant		
Graders	130.00*	152.00*
Graders - Soil Conservation	108.00*	152.00*
Trucks (11m2)	97.00*	108.00*
Trucks (11m2) + Trailer	130.00*	152.00*
Cat Loader	140.00*	173.00*
Other Loaders	97.00*	118.00*
Dozer	130.00*	152.00*
Rollers	87.00*	97.00*
Prime Mover	108.00*	130.00*
Backhoe	97.00*	108.00*
Ute	* Min Charge \$22 or \$33	\$38.00/80cp km*
Bobcat	\$22.50/60cpkm*	97.00*

Equipment (No Operator)	Per Day	
Wacker Packer	65.00*	87.00*
Concrete Mixer	65.00*	87.00*
Towed Roller	37.00*	54.00*
Wick wiper	59.00*	65.00*
Tree planter	115.00*	Min charge \$77.00*
Steel post rammer	65.00*	65.00*
Low Loader Only	*Min Charge	\$125.00 or \$1.25 per km*

Materials M3

Gravel	\$3 per m3 plus Plant Hire (min \$80)*
Sand	\$3 per m3 plus Plant Hire (min \$80)*
Aggregate	\$60.00 per metre plus Plant Hire*
Premix	\$210 per m3 plus Plant Hire*

Cemetery Charges

Burial Fees

a) Internment:

Adult burial	285.00*
Child burial	170.00*
Stillborn burial (without memorial)	115.00*
Internment (weekends & public holidays)	115.00*
Grave Digging beyond 1.8m	57.00*

b) Grant of Right of Burial

Ordinary land (2.4m x 1.2m)	68.00*
Ordinary land (2.4m x 2.4m)	91.00*
Exhumation Fee	230.00*
Reinterment after exhumation	230.00*

Niche Wall

Cost of plaque plus \$22.00 Grant of Right Fee *	
Headstone Erection Permit	57.00
Monument Permit	172.00

* CHARGES INCLUDE G.S.T.

SHIRE OF KENT

BUDGET

FOR THE YEAR ENDED 30TH JUNE 2010

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SHIRE OF KENT
INCOME STATEMENT
BY NATURE OR TYPE
FOR THE YEAR ENDED 30TH JUNE 2010

	NOTE	2009/10 Budget \$	2008/09 Actual \$	2008/09 Budget \$
REVENUES FROM ORDINARY ACTIVITIES				
Rates	8	1,554,203	1,456,725	1,466,169
Operating Grants, Subsidies and Contributions		644,468	1,124,398	990,167
Fees and Charges	11	276,768	266,104	260,725
Service Charges	10	9,375	9,375	8,625
Interest Earnings	2(a)	111,700	110,971	111,500
Other Revenue		90,655	77,343	103,690
		<u>2,687,169</u>	<u>3,044,916</u>	<u>2,940,876</u>
EXPENSES FROM ORDINARY ACTIVITIES				
Employee Costs		(780,813)	(483,738)	(1,002,630)
Materials and Contracts		(598,817)	(866,619)	(425,271)
Utility Charges		(91,430)	(84,855)	(92,730)
Depreciation	2(a)	(980,627)	(1,114,656)	(954,400)
Interest Expenses	2(a)	(52,657)	(55,850)	(56,726)
Insurance Expenses		(105,762)	(101,439)	(131,145)
Other Expenditure		(346,960)	(296,680)	(592,105)
		<u>(2,957,066)</u>	<u>(3,003,837)</u>	<u>(3,255,007)</u>
		<u>(269,897)</u>	<u>41,079</u>	<u>(314,131)</u>
Non-Operating Grants, Subsidies and Contributions		562,240	1,474,568	712,482
Profit on Asset Disposals	4	50,454	223,687	132,653
Loss on Asset Disposals	4	<u>(22,963)</u>	<u>(7,686)</u>	<u>(5,451)</u>
NET RESULT		<u>319,834</u>	<u>1,731,648</u>	<u>525,553</u>

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

SHIRE OF KENT
INCOME STATEMENT
BY PROGRAM

FOR THE YEAR ENDED 30TH JUNE 2010

	NOTE	2009/10 Budget \$	2008/09 Actual \$	2008/09 Budget \$
OPERATING REVENUES (Refer Notes 1,2,8 to 13)				
Governance		700	0	700
General Purpose Funding		1,909,534	1,952,815	1,887,669
Law, Order, Public Safety		48,754	63,453	64,510
Education and Welfare		500	316	500
Community Amenities		52,967	59,243	62,070
Recreation and Culture		22,325	33,339	24,115
Transport		394,627	705,113	639,757
Economic Services		73,000	52,475	100,300
Other Property and Services		184,762	185,850	161,255
		<u>2,687,169</u>	<u>3,052,604</u>	<u>2,940,876</u>
OPERATING EXPENSES (Refer Notes 1,2 & 14)				
Governance		(255,791)	(167,844)	(211,820)
General Purpose Funding		(80,970)	(63,829)	(74,100)
Law, Order, Public Safety		(93,388)	(68,482)	(92,600)
Health		(11,090)	(9,723)	(10,975)
Education and Welfare		(20,710)	(14,511)	(18,085)
Community Amenities		(171,653)	(167,274)	(244,195)
Recreation & Culture		(468,112)	(421,755)	(510,921)
Transport		(1,412,200)	(1,731,359)	(1,586,829)
Economic Services		(192,388)	(133,640)	(189,388)
Other Property and Services		(198,107)	(177,258)	(259,368)
		<u>(2,904,409)</u>	<u>(2,955,675)</u>	<u>(3,198,281)</u>
BORROWING COSTS EXPENSE (Refer Notes 2 & 5)				
Law, Order, Public Safety		0	0	0
Community Amenities		(3,129)	(3,217)	(3,230)
Other Property and Services		(49,528)	(52,633)	(53,496)
		<u>(52,657)</u>	<u>(55,850)</u>	<u>(56,726)</u>
NON-OPERATING GRANTS, SUBSIDIES AND CONTRIBUTIONS				
Law, Order, Public Safety		9,000	46,000	46,000
Community Amenities		0	428,274	25,000
Recreation & Culture		29,080	126,470	0
Transport		511,160	636,097	525,752
Economic Services		13,000	237,727	115,730
		<u>562,240</u>	<u>1,474,568</u>	<u>712,482</u>
PROFIT/(LOSS) ON DISPOSAL OF ASSETS (Refer Note 4)				
Transport		27,491	77,750	56,381
Other Property and Services		0	138,251	70,821
		<u>27,491</u>	<u>216,001</u>	<u>127,202</u>
NET RESULT		<u><u>319,834</u></u>	<u><u>1,731,648</u></u>	<u><u>525,553</u></u>

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

SHIRE OF KENT
CASH FLOW STATEMENT
FOR THE YEAR ENDED 30TH JUNE 2010

	NOTE	2009/10 Budget \$	2008/09 Actual \$	2008/09 Budget \$
Cash Flows From Operating Activities				
Receipts				
Rates		1,568,234	1,444,040	1,464,729
Operating Grants, Subsidies and Contributions		644,468	1,124,398	990,167
Fees and Charges		576,768	6,104	301,105
Service Charges		9,375	9,375	8,625
Interest Earnings		111,700	110,971	111,500
Goods and Services Tax		0	0	0
Other		90,655	77,343	103,690
		<u>3,001,200</u>	<u>2,772,231</u>	<u>2,979,816</u>
Payments				
Employee Costs		(780,813)	(443,652)	(1,002,630)
Materials and Contracts		(587,681)	(1,014,575)	(298,507)
Utility Charges		(91,430)	(84,855)	(92,730)
Insurance Expenses		(105,762)	(101,439)	(131,145)
Interest Expenses		(52,657)	(55,850)	(56,726)
Goods and Services Tax		0	0	0
Other		(346,960)	(296,380)	(592,105)
		<u>(1,965,303)</u>	<u>(1,996,751)</u>	<u>(2,173,843)</u>
Net Cash Provided By Operating Activities	15(b)	<u>1,035,897</u>	<u>775,480</u>	<u>805,973</u>
Cash Flows from Investing Activities				
Payments for Purchase of Property, Plant & Equipment	3	(1,225,676)	(990,196)	(1,131,672)
Payments for Construction of Infrastructure	3	(1,182,972)	(906,298)	(1,034,198)
Non-Operating Grants, Subsidies and Contributions used for the Development of Assets		562,240	1,474,568	712,482
Proceeds from Sale of Plant & Equipment	4	142,100	183,636	161,500
Land and Buildings	4	0	155,667	80,000
Net Cash Used in Investing Activities		<u>(1,704,308)</u>	<u>(82,623)</u>	<u>(1,211,888)</u>
Cash Flows from Financing Activities				
Repayment of Debentures	5	(67,705)	(63,635)	(63,639)
Proceeds from Self Supporting Loans		0	0	0
Proceeds from New Debentures	5	0	0	0
Net Cash Provided By (Used In) Financing Activities		<u>(67,705)</u>	<u>(63,635)</u>	<u>(63,639)</u>
Net Increase (Decrease) in Cash Held		(736,115)	629,222	(469,551)
Cash at Beginning of Year		2,465,330	1,836,108	1,655,875
Cash and Cash Equivalents at the End of the Year	15(a)	<u>1,729,215</u>	<u>2,465,330</u>	<u>1,186,324</u>

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

SHIRE OF KENT
RATE SETTING STATEMENT
FOR THE YEAR ENDED 30TH JUNE 2010

	NOTE	2009/10 Budget \$	2008/09 Actual \$	2008/09 Budget \$
REVENUES	1,2			
Governance		700	0	700
General Purpose Funding		355,331	496,090	421,500
Law, Order, Public Safety		57,754	109,453	110,510
Health		0	0	0
Education and Welfare		500	316	500
Community Amenities		52,967	487,517	87,070
Recreation and Culture		51,405	159,809	24,115
Transport		956,241	1,341,210	1,225,080
Economic Services		86,000	290,202	216,030
Other Property and Services		184,762	185,850	234,337
		<u>1,745,660</u>	<u>3,070,447</u>	<u>2,319,842</u>
EXPENSES	1,2			
Governance		(255,791)	(167,844)	(211,820)
General Purpose Funding		(80,970)	(63,829)	(74,100)
Law, Order, Public Safety		(93,388)	(68,482)	(92,600)
Health		(11,090)	(9,723)	(10,975)
Education and Welfare		(20,710)	(14,511)	(18,085)
Community Amenities		(174,782)	(170,491)	(247,425)
Recreation & Culture		(468,112)	(421,755)	(510,921)
Transport		(1,435,163)	(1,731,359)	(1,590,019)
Economic Services		(192,388)	(133,640)	(189,388)
Other Property and Services		(247,635)	(229,891)	(315,125)
		<u>(2,980,029)</u>	<u>(3,011,525)</u>	<u>(3,260,458)</u>
Adjustments for Cash Budget Requirements:				
Non-Cash Expenditure and Revenue				
(Profit)/Loss on Asset Disposals	4	(27,491)	(216,001)	(127,202)
Depreciation on Assets	2(a)	980,627	1,114,656	954,400
Capital Expenditure and Revenue				
Purchase Land Held for Resale	3	0	0	
Purchase Land and Buildings	3	(615,456)	(218,749)	(272,010)
Purchase Infrastructure Assets - Roads	3	(1,125,972)	(902,144)	(1,022,198)
Purchase Infrastructure Assets - Parks	3	(57,000)	(4,154)	(12,000)
Purchase Plant and Equipment	3	(540,500)	(431,174)	(771,700)
Purchase Furniture and Equipment	3	(69,720)	(52,332)	(87,962)
Proceeds from Disposal of Assets	4	142,100	339,304	241,500
Repayment of Debentures	5	(67,705)	(63,635)	(63,636)
Proceeds from New Debentures	5	0	0	0
Self-Supporting Loan Principal Income		0	0	0
Transfers to Reserves (Restricted Assets)	6	(330,400)	(585,795)	(400,400)
Transfers from Reserves (Restricted Assets)	6	279,748	506,218	608,470
ADD Estimated Surplus/(Deficit) July 1 B/Fwd	7	1,414,864	413,023	427,185
LESS Estimated Surplus/(Deficit) June 30 C/Fwd	7	302,929	1,414,864	0
Amount Required to be Raised from Rates	8	<u>(1,554,203)</u>	<u>(1,456,725)</u>	<u>(1,466,169)</u>

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

SHIRE OF KENT
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2010

1. SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies which have been adopted in the preparation of this financial report are:

(a) Basis of Accounting

The budget has been prepared in accordance with applicable Australian Accounting Standards (as they apply to local government and not-for-profit entities), other mandatory professional reporting requirements, the Local Government Act 1995 (as amended) and accompanying regulations (as amended). The budget has also been prepared on the accrual basis under the convention of historical cost accounting.

(b) The Local Government Reporting Entity

All Funds through which the Council controls resources to carry on its functions have been included in the financial statements forming part of this budget.

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

All monies held in the Trust Fund are excluded from the financial statements, but a separate statement of those monies appears at Note 16 to this budget document.

(c) 2008/09 Actual Balances

Balances shown in this budget as 2008/09 Actual are as forecast at the time of budget preparation and are subject to final adjustments.

(d) Rounding Off Figures

All figures shown in this budget, other than a rate in the dollar, are rounded to the nearest dollar.

(e) Rates, Grants, Donations and Other Contributions

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

(f) Goods and Services Tax

In accordance with recommended practice, revenues, expenses and assets capitalised are stated net of any GST recoverable. Receivables and payables are stated inclusive of applicable GST.

(g) Cash and Cash Equivalents

Cash and cash equivalents comprise cash at bank and in hand and short-term deposits that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

For the purposes of the Cash Flow Statement, cash and cash equivalents consist of cash and cash equivalents as defined above, net of outstanding bank overdrafts. Bank overdrafts are included as short-term borrowings in current liabilities.

SHIRE OF KENT
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2010

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(h) Trade and Other Receivables

Trade receivables, which generally have 30 - 90 day terms, are recognised initially at fair value and subsequently measured at amortised cost using the effective interest rate method, less any allowance for uncollectible amounts.

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

(i) Inventories

General

Inventories are valued 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.

Inventories held from trading are classified as current even if not expected to be realised in the next 12 months.

Land Held for Resale

Land purchased for development and/or resale is valued at the lower of cost and net realisable value. Cost includes the cost of acquisition, development and interest incurred on the financing of that land during its development. Interest and holding charges incurred after development is complete are recognised as expenses.

Revenue arising from the sale of property is recognised in the operating statement as at the time of signing a binding contract of sale.

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

(j) Fixed Assets

Initial Recognition

All assets are initially recognised at cost. Cost is determined as the fair value of the assets given as consideration plus costs incidental to the acquisition. For assets acquired at no cost or for nominal consideration, cost is determined as fair value at the date of acquisition. The cost of non-current assets constructed includes the cost of all materials, direct labour and variable and fixed overheads.

Revaluation

Certain asset classes may be revalued on a regular basis such that the carrying values are not materially different from fair value. For infrastructure and other asset classes where no active market exists, fair value is determined to be the current replacement cost of an asset less, where applicable, accumulated depreciation calculated on a basis to reflect the already consumed or expired future economic benefits.

Those assets carried at a revalued amount, being their fair value at the date of revaluation less any subsequent accumulated depreciation and accumulated impairment losses, are to be revalued with sufficient regularity to ensure the carrying amount does not differ materially from that determined using fair value at reporting date.

Land Under Roads

Land under roads is excluded from infrastructure in accordance with the transitional arrangements available under AASB 1045 and in accordance with legislative requirements.

SHIRE OF KENT

NOTES TO AND FORMING PART OF THE BUDGET

FOR THE YEAR ENDED 30TH JUNE 2010

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(j) Fixed Assets (Continued)

Land Under Roads

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

Effective as at 1 July 2008, Council elected not to recognise any value for land under roads acquired on or before 30 June 2008. This accords with the treatment available in Australian Accounting Standard AASB 1051 Land Under Roads and the fact Local Government (Financial Management) Regulation 16(a)(i) prohibits local governments from recognising such land as an asset.

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

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

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

(k) Depreciation of Non-Current Assets

All non-current assets having a limited useful life are separately and systematically depreciated over their useful lives in a manner which reflects the consumption of the future economic benefits embodied in those assets. Assets are depreciated from the date of acquisition or, in respect of internally constructed assets, from the time the asset is completed and held ready for use.

Depreciation is recognised on a straight-line basis, using rates which are reviewed each reporting period. Major depreciation periods are:

Buildings	30 to 50 years
Furniture and Equipment	4 to 10 years
Plant and Equipment	5 to 15 years
Sealed roads and streets	
clearing and earthworks	not depreciated
construction/road base	50 years
original surfacing and	
major re-surfacing	
- bituminous seals	20 years
- asphalt surfaces	25 years
Gravel roads	
clearing and earthworks	not depreciated
construction/road base	50 years
gravel sheet	12 years
Formed roads (unsealed)	
clearing and earthworks	not depreciated
construction/road base	50 years
Footpaths - slab	40 years
Sewerage piping	100 years
Water supply piping & drainage systems	75 years

SHIRE OF KENT
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2010

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(l) Investments and Other Financial Assets

Classification

Council classifies its investments in the following categories: financial assets at fair value through profit or loss, loans and receivables, held-to-maturity investments and available-for-sale financial assets. The classification depends on the purpose for which the investments were acquired. Management determines the classification of its investments at initial recognition and, in the case of assets classified as held-to-maturity, re-evaluates this designation at each reporting date.

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

Financial assets at fair value through profit or loss are financial assets held for trading. A financial asset is classified in this category if acquired principally for the purpose of selling in the short term. Derivatives are classified as held for trading unless they are designated as hedges. Assets in this category are classified as current assets.

(ii) Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. They are included in current assets, except for those with maturities greater than 12 months after the balance sheet date which are classified as non-current assets. Loans and receivables are included in trade and other receivables in the balance sheet.

(iii) Held-to-maturity investments

Held-to-maturity investments are non-derivative financial assets with fixed or determinable payments and fixed maturities that the Council's management has the positive intention and ability to hold to maturity. If Council were to sell other than an insignificant amount of held-to-maturity financial assets, the whole category would be tainted and reclassified as available-for-sale. Held-to-maturity financial assets are included in non-current assets, except for those with maturities less than 12 months from the reporting date, which are classified as current assets.

(iv) Available-for-sale financial assets

Available-for-sale financial assets, comprising principally marketable equity securities, are non-derivatives that are either designated in this category or not classified in any of the other categories. They are included in non-current assets unless management intends to dispose of the investment within 12 months of the balance sheet date. Investments are designated as available-for-sale if they do not have fixed maturities and fixed or determinable payments and management intends to hold them for the medium to long term.

Recognition and derecognition

Regular purchases and sales of financial assets are recognised on trade-date – the date on which Council commits to purchase or sell the asset. Investments are initially recognised at fair value plus transaction costs for all financial assets not carried at fair value through profit or loss. Financial assets carried at fair value through profit or loss are initially recognised at fair value and transaction costs are expensed in the income statement. Financial assets are derecognised when the rights to receive cash flows from the financial assets have expired or have been transferred and Council has transferred substantially all the risks and rewards of ownership.

When securities classified as available-for-sale are sold, the accumulated fair value adjustments recognised in equity are included in the income statement as gains and losses from investment securities.

SHIRE OF KENT
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2010

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(l) Investments and Other Financial Assets (Continued)

Subsequent measurement

Loans and receivables and held-to-maturity investments are carried at amortised cost using the effective interest method.

Available-for-sale financial assets and financial assets at fair value through profit and loss are subsequently carried at fair value. Gains and losses arising from changes in the fair value of the financial assets at fair value category are presented in the income statement within other income or other expenses in the period in which they arise. Dividend income from financial assets at fair value through profit and loss is recognised in the income statement as part of revenue from continuing operations when the Council's right to receive payments is established. Changes in the fair value of other monetary and non-monetary securities classified as available-for-sale are recognised in equity.

Impairment

Council assesses at each balance date whether there is objective evidence that a financial asset or group of assets is impaired. In the case of equity securities classified as available-for-sale, a significant or prolonged decline in the fair value of a security below its cost is considered as an indicator that the securities are impaired. If any such evidence exists for available-for-sale financial assets, the cumulative loss - measured as the difference between the acquisition cost and the current fair value, less any impairment loss on that financial asset previously recognised in profit or loss - is removed from equity and recognised in the income statement. Impairment losses recognised in the income statement on equity instruments classified as available-for-sale are not reversed through the income statement.

(m) Estimation of Fair Value

The fair value of financial assets and financial liabilities must be estimated for recognition and measurement or for disclosure purposes.

The fair value of financial instruments traded in active markets is based on quoted market prices at the balance sheet date.

The fair value of financial instruments that are not traded in an active market is determined using valuation techniques. Council uses a variety of methods and makes assumptions that are based on market conditions existing at each balance date. These include the use of recent arm's length transactions, reference to other instruments that are substantially the same, discounted cash flow analysis, and option pricing models making maximum use of market inputs and relying as little as possible on entity-specific inputs.

Quoted market prices or dealer quotes for similar instruments are used for long-term debt instruments held. Other techniques, such as estimated discounted cash flows, are used to determine fair value for the remaining financial instruments.

The nominal value less estimated credit adjustments of trade receivables and payables are assumed to approximate their fair values. The fair value of financial liabilities for disclosure purposes is estimated by discounting the future contractual cash flows at the current market interest rate that is available to the Council for similar financial instruments.

SHIRE OF KENT
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2010

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(n) Impairment

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

Where such an indication exists, an estimate of the recoverable amount of the asset is made in accordance with AASB 136 "Impairment of Assets" and appropriate adjustments made.

An impairment loss is recognised whenever the carrying amount of an asset or its cash-generating unit exceeds its recoverable amount. Impairment losses are recognised in the Income Statement.

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

At the time of adopting the budget, it is not possible to estimate the amount of impairment losses (if any) as at 30 June 2009.

In any event, an impairment loss is a non-cash transaction and consequently, has no impact on this budget document.

(o) Trade and Other Payables

Trade and other payables are carried at amortised cost. They represent liabilities for goods and services provided to the Municipality prior to the end of the financial year that are unpaid and arise when the Municipality becomes obliged to make future payments in respect of the purchase of these goods and services. The amounts are unsecured and are usually paid within 30 days of recognition.

(p) Employee Benefits

The provisions for employee benefits relates to amounts expected to be paid for long service leave, annual leave, wages and salaries and are calculated as follows:

(i) Wages, Salaries, Annual Leave and Long Service Leave (Short-term Benefits)

The provision for employees' benefits to wages, salaries, annual leave and long service leave expected to be settled within 12 months represents the amount the municipality has a present obligation to pay resulting from employees services provided to balance date. The provision has been calculated at nominal amounts based on remuneration rates the Council expects to pay and includes related on-costs.

(ii) Annual Leave and Long Service Leave (Long-term Benefits)

The liability for long service leave is recognised in the provision for employee benefits and measured as the present value of expected future payments to be made in respect of services provided by employees up to the reporting date using the projected unit credit method. Consideration is given to expected future wage and salary levels, experience of employee departures and periods of service. Expected future payments are discounted using market yields at the reporting date on national government bonds with terms to maturity and currency that match as closely as possible, the estimated future cash outflows. Where Council does not have the unconditional right to defer settlement beyond 12 months, the liability is recognised as a current liability.

SHIRE OF KENT
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2010

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(q) Interest-bearing Loans and Borrowings

All loans and borrowings are initially recognised at the fair value of the consideration received less directly attributable transaction costs.

After initial recognition, interest-bearing loans and borrowings are subsequently measured at amortised cost using the effective interest method. Fees paid on the establishment of loan facilities that are yield related are included as part of the carrying amount of the loans and borrowings.

Borrowings are classified as current liabilities unless the Council has an unconditional right to defer settlement of the liability for at least 12 months after the balance sheet date.

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.

(r) Provisions

Provisions are recognised when: The council has a present legal or constructive obligation as a result of past events; it is more likely than not that an outflow of resources will be required to settle the obligation; and the amount has been reliably estimated. Provisions are not recognised for future operating losses.

Where there are a number of similar obligations, the likelihood that an outflow will be required in settlement is determined by considering the class of obligations as a whole. A provision is recognised even if the likelihood of an outflow with respect to any one item included in the same class of obligations may be small.

(s) Superannuation

The Council contributes to the Local Government Superannuation Scheme and the Occupational Superannuation Fund. Both Funds are defined contribution schemes.

Contributions to defined contribution plans are recognised as an expense as they become payable. Prepaid contributions are recognised as an asset to the extent a cash refund or a reduction in the future payments is available.

(t) Current and Non-Current Classification

In the determination of whether an asset or liability is current or non-current, consideration is given to the time when each asset or liability is expected to be settled. The asset or liability is classified as current if it is expected to be settled within the next 12 months, being the Council's operational cycle. In the case of liabilities where Council does not have the unconditional right to defer settlement beyond 12 months, such as vested long service leave, the liability is classified as current even if not expected to be settled within the next 12 months. Inventories held for trading are classified as current even if not expected to be realised in the next 12 months except for land held for resale where it is held as non-current based on Council's intentions to release for sale.

SHIRE OF KENT

NOTES TO AND FORMING PART OF THE BUDGET

FOR THE YEAR ENDED 30TH JUNE 2010

	2009/10 Budget \$	2008/09 Actual \$	2008/09 Budget \$
2. REVENUES AND EXPENSES			
(a) Net Result from Ordinary Activities was arrived at after:			
(i) Charging as Expenses:			
Depreciation			
<u>By Program</u>			
Governance	660	327	600
General Purpose Funding	0	0	0
Law, Order, Public Safety	18,172	15,486	17,300
Health	250	189	200
Education and Welfare			0
Community Amenities	12,530	16,082	12,300
Recreation and Culture	46,265	43,748	45,000
Transport	500,000	747,079	500,000
Economic Services	10,050	11,287	8,800
Other Property and Services	392,700	280,458	370,200
	<u>980,627</u>	<u>1,114,656</u>	<u>954,400</u>
<u>By Class</u>			
Land and Buildings	168,002	80,366	153,000
Furniture and Equipment	27,975	34,716	28,700
Plant and Equipment	271,650	241,268	260,200
Roads	500,000	747,079	500,000
Parks and Reserves	13,000	11,227	12,500
	<u>980,627</u>	<u>1,114,656</u>	<u>954,400</u>
Borrowing Costs (Interest)			
- Debentures (refer note 5(a))	52,657	55,850	56,726
	<u>52,657</u>	<u>55,850</u>	<u>56,726</u>
Rental Charges			
- Operating Leases	<u>0</u>	<u>0</u>	<u>0</u>
(ii) Crediting as Revenues:			
Interest Earnings			
Investments			
- Reserve Funds	50,000	55,797	35,000
- Other Funds	60,000	53,059	75,000
Other Interest Revenue (refer note 13)	1,700	2,115	1,500
	<u>111,700</u>	<u>110,971</u>	<u>111,500</u>

SHIRE OF KENT
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2010

2. REVENUES AND EXPENSES (Continued)

(b) Statement of Objective

The Shire of Kent is dedicated to providing high quality services to the community through the various service orientated programs which it has established.

SHIRE MISSION STATEMENT

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

Council operations as disclosed in this budget encompass the following service orientated activities/programs:

GOVERNANCE

Administration and operation of facilities and services to members of council; other costs that relate to the tasks of assisting elected members and ratepayers on matters which do not concern specific council services.

GENERAL PURPOSE FUNDING

Rates, general purpose government grants and interest revenue.

LAW, ORDER, PUBLIC SAFETY

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

HEALTH

Food quality and pest control, immunisation services, operation of child health clinic.

EDUCATION AND WELFARE

Operation of Pre-school facilities, assistance to playgroups and other voluntary services.

COMMUNITY AMENITIES

Rubbish collection services, operation of tips, administration of the town planning scheme, maintenance of cemeteries and townsite sewerage schemes.

RECREATION AND CULTURE

Maintenance of halls, recreation centres and various reserves; operation of library.

TRANSPORT

Construction and maintenance of streets, roads; cleaning and lighting of streets, depot maintenance.

ECONOMIC SERVICES

The regulation and provision of tourism, area promotion, building control, saleyards, noxious weeds, vermin control and standpipes.

OTHER PROPERTY & SERVICES

Private works operations, plant repairs and operations costs.

SHIRE OF KENT

NOTES TO AND FORMING PART OF THE BUDGET

FOR THE YEAR ENDED 30TH JUNE 2010

3. ACQUISITION OF ASSETS	2009/10 Budget \$
The following assets are budgeted to be acquired during the year:	
<u>By Program</u>	
Governance	
Furniture and Fittings	10,000
General Purpose Funding	
Law, Order, Public Safety	
Land and Buildings	9,000
Plant and Equipment	4,000
Health	
Education and Welfare	
Community Amenities	
Land and Buildings	458,950
Recreation and Culture	
Land and Buildings	33,080
Furniture and Fittings	3,000
Infrastructure - Parks and Gardens	57,000
Transport	
Land and Buildings	42,506
Infrastructure - Roads	1,125,972
Plant and Equipment	536,500
Economic Services	
Land and Buildings	61,920
Other Property and Services	
Land and Buildings	10,000
Furniture and Fittings	56,720
	<u>2,408,648</u>
<u>By Class</u>	
Land and Buildings	615,456
Infrastructure - Roads	1,125,972
Infrastructure - Parks and Gardens	57,000
Plant and Equipment	540,500
Furniture and Equipment	69,720
	<u>2,408,648</u>

A detailed breakdown of acquisitions on an individual asset basis can be found in the supplementary information attached to this budget document as follows:

- Supplementary Schedules - Function 3, 4, 5, 7, 8, 10, 11, 12, 13 and 14
- Plant Replacement Program
- Road Construction Program

SHIRE OF KENT
CASH FLOW STATEMENT
FOR THE YEAR ENDED 30TH JUNE 2010

4. DISPOSALS OF ASSETS

The following assets are budgeted to be disposed of during the year.

By Program	Net Book Value		Sale Proceeds		Profit(Loss)
	2009/10 BUDGET \$		2009/10 BUDGET \$		2009/10 BUDGET \$
Transport					
Mitsub Canter KT007	27,972		15,000		(12,972)
Backhoe KT016	1,479		35,000		33,521
Kluger 50KT	32,497		27,000		(5,497)
Utility Works KT003	9,120		16,200		7,080
Utility Works KT014	20,994		16,500		(4,494)
Utility Works KT017	7,692		16,200		8,508
Utility Works KT020	14,855		16,200		1,345
	114,609		142,100		27,491

By Class	Net Book Value		Sale Proceeds		Profit(Loss)
	2009/10 BUDGET \$		2009/10 BUDGET \$		2009/10 BUDGET \$
Plant and Equipment					
Mitsub Canter KT007	27,972		15,000		(12,972)
Backhoe KT016	1,479		35,000		33,521
Kluger 50KT	32,497		27,000		(5,497)
Utility Works KT003	9,120		16,200		7,080
Utility Works KT014	20,994		16,500		(4,494)
Utility Works KT017	7,692		16,200		8,508
Utility Works KT020	14,855		16,200		1,345
	114,609		142,100		27,491

Summary

Profit on Asset Disposals
Loss on Asset Disposals

**2009/10
BUDGET
\$**

50,454
(22,963)
27,491

SHIRE OF KENT

NOTES TO AND FORMING PART OF THE BUDGET

FOR THE YEAR ENDED 30 JUNE 2010

5. INFORMATION ON BORROWINGS

(a) Debenture Repayments

Particulars	Principal 1-Jul-09	New Loans	Principal Repayments		Principal Outstanding		Interest Repayments	
			2009/10 Budget \$	2008/09 Actual \$	2009/10 Budget \$	2008/09 Actual \$	2009/10 Budget \$	2008/09 Actual \$
Community Amenities								
Loan 54, Nyabing Effluent (s)	35,455		1,198	1,098	34,257	35,455	3,129	3,217
Other Property and Services								
Loan 86, New House for CEO	16,223		16,223	15,101	0	16,223	894	1,895
Loan 88, Nyabing Store	57,345		3,257	3,052	54,088	57,345	3,743	3,934
Loan 90, Principal's House, Pingrup (s)	88,952		20,565	19,537	68,387	88,952	4,345	5,361
Loan 91, Housing	640,038		26,462	24,847	613,576	640,037	40,546	41,443
	838,013	0	67,705	63,635	770,308	838,012	52,657	55,850

All debenture repayments were financed by general purpose income.

(b) New Debentures - 2009/10

Council is not expected to raise any new debentures within the 2009/10 financial year.

(c) Unspent Debentures

Council had no unspent debenture funds as at 30th June 2009 nor is it expected to have unspent debenture funds as at 30th June 2010.

(d) Overdraft

Council has not utilised an overdraft facility during the financial year although an overdraft facility of \$100,000 with the Commonwealth Bank does exist. It is not anticipated that this facility will be required to be utilised during 2009/10.

SHIRE OF KENT

NOTES TO AND FORMING PART OF THE BUDGET

FOR THE YEAR ENDED 30TH JUNE 2010

	2009/10 Budget \$	2008/09 Actual \$	2008/09 Budget \$
6. RESERVES			
(a) Employee Entitlements Reserve			
Opening Balance	144,829	114,832	114,832
Amount Set Aside / Transfer to Reserve	30,000	24,000	24,000
Transfer of Interest to Reserve	5,203	5,997	3,581
Amount Used / Transfer from Reserve	0	0	0
	<u>180,032</u>	<u>144,829</u>	<u>142,413</u>
(b) Plant Reserve			
Opening Balance	182,327	430,811	430,811
Amount Set Aside / Transfer to Reserve	100,000	90,000	0
Transfer of Interest to Reserve	6,550	13,516	8,072
Amount Used / Transfer from Reserve	(90,000)	(352,000)	(370,000)
	<u>198,877</u>	<u>182,327</u>	<u>68,883</u>
(c) Land & Buildings Reserve			
Opening Balance	282,192	140,890	140,890
Amount Set Aside / Transfer to Reserve	0	155,600	80,000
Transfer of Interest to Reserve	10,137	7,358	4,394
Amount Used / Transfer from Reserve	(79,182)	(21,656)	(39,000)
	<u>213,147</u>	<u>282,192</u>	<u>186,284</u>
(d) Nyabing Recreation Reserve			
Opening Balance	27,636	22,287	22,287
Amount Set Aside / Transfer to Reserve	6,000	6,000	6,000
Transfer of Interest to Reserve	993	1,164	695
Amount Used / Transfer from Reserve	(2,000)	(1,815)	(2,000)
	<u>32,629</u>	<u>27,636</u>	<u>26,982</u>
(e) Pingrup Recreation Reserve			
Opening Balance	30,715	26,600	26,600
Amount Set Aside / Transfer to Reserve	6,000	6,000	6,000
Transfer of Interest to Reserve	1,103	1,389	830
Amount Used / Transfer from Reserve	(2,000)	(3,274)	(2,000)
	<u>35,818</u>	<u>30,715</u>	<u>31,430</u>
(f) Cemetery Reserve			
Opening Balance	12,760	11,747	11,747
Amount Set Aside / Transfer to Reserve	400	400	400
Transfer of Interest to Reserve	458	613	366
Amount Used / Transfer from Reserve	0	0	0
	<u>13,618</u>	<u>12,760</u>	<u>12,513</u>
(g) Water Supply Reserve			
Opening Balance	21,813	20,730	20,730
Amount Set Aside / Transfer to Reserve	0	0	0
Transfer of Interest to Reserve	784	1,083	647
Amount Used / Transfer from Reserve	0	0	0
	<u>22,597</u>	<u>21,813</u>	<u>21,377</u>

SHIRE OF KENT

NOTES TO AND FORMING PART OF THE BUDGET

FOR THE YEAR ENDED 30TH JUNE 2010

(h) Sewerage Reserve

Opening Balance	112,513	97,425	97,425
Amount Set Aside / Transfer to Reserve	0	10,000	10,000
Transfer of Interest to Reserve	4,042	5,088	3,038
Amount Used / Transfer from Reserve	(15,000)	0	(60,000)
	<u>101,555</u>	<u>112,513</u>	<u>50,463</u>

(i) Computer Equipment Reserve

Opening Balance	30,676	63,370	63,370
Amount Set Aside / Transfer to Reserve	0	0	0
Transfer of Interest to Reserve	1,102	3,309	1,976
Amount Used / Transfer from Reserve	(30,470)	(36,003)	(62,000)
	<u>1,308</u>	<u>30,676</u>	<u>3,346</u>

(j) Administration Vehicles Reserve

Opening Balance	48,577	37,556	37,556
Amount Set Aside / Transfer to Reserve	38,000	28,000	28,000
Transfer of Interest to Reserve	1,745	1,021	610
Amount Used / Transfer from Reserve	(18,500)	(18,000)	0
	<u>69,822</u>	<u>48,577</u>	<u>66,166</u>

(k) Refuse Disposal Facilities Reserve

Opening Balance	80,978	67,455	67,455
Amount Set Aside / Transfer to Reserve	0	10,000	10,000
Transfer of Interest to Reserve	2,909	3,523	2,104
Amount Used / Transfer from Reserve	0	0	0
	<u>83,887</u>	<u>80,978</u>	<u>79,559</u>

(l) Road Reserve

Opening Balance	416,818	278,554	278,554
Amount Set Aside / Transfer to Reserve	100,000	200,000	201,000
Transfer of Interest to Reserve	14,974	11,734	8,687
Amount Used / Transfer from Reserve	(42,596)	(73,470)	(73,470)
	<u>489,196</u>	<u>416,818</u>	<u>414,771</u>

Total Reserves	<u><u>1,442,486</u></u>	<u><u>1,391,834</u></u>	<u><u>1,104,187</u></u>
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All of the above reserve accounts are to be supported by money held in financial institutions.

Council have a policy of annual revaluation of road infrastructure. The amount of any revaluation adjustment at 30 June 2010 is not known. Any transfer to or from an asset revaluation reserve will be a non-cash transaction and as such, has no impact on this budget document.

SHIRE OF KENT

NOTES TO AND FORMING PART OF THE BUDGET

FOR THE YEAR ENDED 30TH JUNE 2010

	2009/10 Budget \$	2008/09 Actual \$	2008/09 Budget \$
6. RESERVES (Continued)			
Summary of Transfers To Cash Backed Reserves			
Transfers to Reserves			
Employee Entitlements Reserve	35,203	29,997	27,581
Plant Reserve	106,550	103,516	8,072
Land and Buildings Reserve	10,137	162,958	84,394
Nyabing Recreation Reserve	6,993	7,164	6,695
Pingrup Recreation Reserve	7,103	7,389	6,830
Cemetery Reserve	858	1,013	766
Water Supply Reserve	784	1,083	647
Sewerage Reserve	4,042	15,088	13,038
Computer Equipment Reserve	1,102	3,309	1,976
Administration Vehicles Reserve	39,745	29,021	28,610
Refuse Disposal Facilities Reserve	2,909	13,523	12,104
Road Reserve	114,974	211,734	209,687
	<u>330,400</u>	<u>585,795</u>	<u>400,400</u>
Transfers from Reserves			
Employee Entitlements Reserve	0	0	0
Plant Reserve	(90,000)	(352,000)	(370,000)
Land and Buildings Reserve	(79,182)	(21,656)	(39,000)
Nyabing Recreation Reserve	(2,000)	(1,815)	(2,000)
Pingrup Recreation Reserve	(2,000)	(3,274)	(2,000)
Cemetery Reserve	0	0	0
Water Supply Reserve	0	0	0
Sewerage Reserve	(15,000)	0	(60,000)
Computer Equipment Reserve	(30,470)	(36,003)	(62,000)
Administration Vehicles Reserve	(18,500)	(18,000)	0
Refuse Disposal Facilities Reserve	0	0	0
Road Reserve	(42,596)	(73,470)	(73,470)
	<u>(279,748)</u>	<u>(506,218)</u>	<u>(608,470)</u>
Total Transfer to/(from) Reserves	<u>50,652</u>	<u>79,577</u>	<u>(208,070)</u>

SHIRE OF KENT

NOTES TO AND FORMING PART OF THE BUDGET

FOR THE YEAR ENDED 30TH JUNE 2010

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

Employee Entitlements Reserve

This reserve is to be used to fund employee leave requirements.

Plant Reserve

This reserve is for the purchase of major plant and equipment.

Land and Buildings Reserve

Funds set aside for the Construction and/or Capital Maintenance of of Building Infrastructure. and for land acquisition and development.

Nyabing Recreation Reserve

This reserve is for the upgrading of Sporting facilities in Nyabing.

Pingrup Recreation Reserve

This reserve is for the upgrading of Sporting facilities in Pingrup.

Reseal Reserve

Used to provide supplementary funding for Council's Reseal Program.

Cemetery Reserve

This reserve is for upgrading the Nyabing and Pingrup cemeteries.

Water Supply Reserve

This reserve is for providing water services to rural areas of the Shire.

Sewerage Reserve

Used for the upgrading and/or major maintenance of townsite sewerage schemes.

Computer Equipment Reserve

This reserve is for upgrading the main administration computer system and software. This will be used in 2008/09 for a computer upgrade.

Administration Vehicles Reserve

This reserve is for future vehicle changeovers for the CEO, DCEO and Works Supervisors.

Refuse Disposal Facilities Reserve

This reserve is for a transfer disposal station to be placed at the Pingrup Rubbish Site.

Road Reserve

This reserve is for capital works on roads within the Shire of Kent for future years.

The Employee Entitlements, Plant, Building, Nyabing Recreation, Pingrup Recreation, Reseal, Cemetery, Water Supply, Sewerage, Administration Vehicles, Refuse Disposal Facilities and Roads Reserves are not expected to be used within a set period as further transfers to the reserve accounts are expected as funds are utilised.

SHIRE OF KENT

NOTES TO AND FORMING PART OF THE BUDGET

FOR THE YEAR ENDED 30TH JUNE 2010

	2009/10 Budget \$	2008/09 Actual \$
7. NET CURRENT ASSETS		
Composition of Estimated Net Current Asset Position		
CURRENT ASSETS		
Cash - Unrestricted	382,929	433,334
Cash - Restricted Reserves	1,442,486	1,391,834
Cash - Restricted Grants Unspent	0	697,766
Receivables	40,000	354,031
Inventories	30,000	29,733
	<u>1,895,415</u>	<u>2,906,698</u>
LESS: CURRENT LIABILITIES		
Payables and Provisions	<u>(150,000)</u>	<u>(100,000)</u>
NET CURRENT ASSET POSITION	1,745,415	2,806,698
Less: Cash - Restricted	<u>(1,442,486)</u>	<u>(1,391,834)</u>
ESTIMATED SURPLUS/(DEFICIENCY) C/FWD	<u>302,929</u>	<u>1,414,864</u>

The estimated surplus/(deficiency) c/fwd in the 2008/09 actual column represents the surplus (deficit) brought forward as at 1 July 2009.

The estimated surplus/(deficiency) c/fwd in the 2009/10 budget column represents the surplus (deficit) carried forward as at 30 June 2010.

SHIRE OF KENT

NOTES TO AND FORMING PART OF THE BUDGET

FOR THE YEAR ENDED 30 JUNE 2010

8. RATING INFORMATION - 2009/10 FINANCIAL YEAR

RATE TYPE	Rate in \$	Number of Properties	Rateable Value \$	2009/10 Budgeted Rate Revenue \$	2009/10 Budgeted Interim Rates \$	2009/10 Budgeted Back Rates \$	2009/10 Budgeted Total Revenue \$	2008/09 Actual \$
General Rates								
GRV - Residential	10.2210	68	363,272	24,576	0	0	24,576	23,160
GRV - Commercial	10.2210	20		12,554	0	0	12,554	11,843
UV - Rural	0.8881	392	175,595,000	1,559,459	0	0	1,559,459	1,464,447
Mining	0.8881	0	0	339	0	0	339	570
Sub-Totals		480	175,958,272	1,596,928	0	0	1,596,928	1,500,020
Minimum Rates								
GRV - Residential	295.00	9	18,432	2,655	0	0	2,655	2,505
GRV - Commercial	295.00	7		2,065	0	0	2,065	2,504
UV - Rural	295.00	14	46,500	4,130	0	0	4,130	3,061
Mining	295.00	15	156,385	4,425	0	0	4,425	4,453
Sub-Totals		45	221,317	13,275	0	0	13,275	12,523
Specified Area Rates (Note 9)								
Discounts								
Totals								
							1,610,203	1,512,543
							0	0
							1,610,203	1,512,543
							(56,000)	(55,818)
							1,554,203	1,456,725

All land except exempt land in the Shire of Kent is rated according to its Gross Rental Value (GRV) in townsites or Unimproved Value (UV) in the remainder of the Shire.

The general rates detailed above for the 2009/10 financial year have been determined by Council on the basis of raising the revenue required to meet the deficiency between the total estimated expenditure proposed in the budget and the estimated revenue to be received from all sources other than rates and also considering the extent of any increase in rating over the level adopted in the previous year.

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

SHIRE OF KENT

NOTES TO AND FORMING PART OF THE BUDGET

FOR THE YEAR ENDED 30TH JUNE 2010

9. HEALTH RATE - 2009/10 FINANCIAL YEAR

	Rate in \$	Basis of Rate	Rateable Value	2009/10 Budgeted Revenue \$	Budget Applied to Costs \$	2008/09 Actual \$
Sewerage Rate						
- Nyabing Residential	0.345	GRV	146,016	9,620	9,620	9,250
- Nyabing Commerical	0.345	GRV	62,686	4,074	4,074	3,920
- Nyabing Vacant	170.00	GRV	900	531	531	510
- Pingrup Residential	0.398	GRV	82,056	5,720	5,720	5,500
- Pingrup Commerical	0.398	GRV	60,060	5,238	5,238	5,040
- Pingrup Vacant	170.00	GRV	0	0	0	0
- 1st Fixture	158.90	GRV	0	0	0	0
- Additional Fixtures	228.80	GRV	0	0	0	0
				25,183	25,183	24,220

The Health Rate is for the provision of sewerage. The charge is applicable to all owners within a designated area surrounding the townsite.

The proceeds of the health rate are to be applied in full to the costs of maintenance and operation.

10. SERVICE CHARGES - 2009/10 FINANCIAL YEAR

	Amount of Charge \$	2009/10 Budgeted Revenue \$	Budget Applied to Costs \$	2008/09 Actual \$
Television - Nyabing	125	5,875	5,875	5,875
Television - Pingrup	125	3,500	3,500	3,500
		9,375	9,375	9,375

The service charge is for the provision of television re-broadcasting. The charge is applicable to all owners occupiers within a designated area surrounding the townsites.

The proceeds of the charge are applied in full to the costs of maintenance and operation of the facility.

As such, no transfer to or from Reserve Accounts will occur. No interest will be charged on overdue Service Charges.

SHIRE OF KENT

NOTES TO AND FORMING PART OF THE BUDGET

FOR THE YEAR ENDED 30TH JUNE 2010

	2009/10 Budget \$	2008/09 Actual \$
11. FEES & CHARGES REVENUE		
Governance	0	0
General Purpose Funding	18,100	17,229
Law, Order, Public Safety	24,944	24,043
Health	0	0
Education and Welfare	0	0
Community Amenities	52,567	43,843
Recreation & Culture	11,300	10,568
Transport	0	0
Economic Services	42,500	43,486
Other Property & Services	127,357	126,935
	<u>276,768</u>	<u>266,104</u>

12. DISCOUNTS, INCENTIVES, CONCESSIONS, & WRITE-OFFS - 2009/10 FINANCIAL YEAR

A discount of 6% of the current rates levied (excludes service charges) will be offered to ratepayers whose payment of the full amount owing, including arrears, and service charges is received on or before 4 September 2009 or 35 days after the date of service appearing on the rate notice whichever is the later.

The discount will not apply to Interim Rates issue after the billing date. The total value of the discount is estimated to be \$56,000.

Photocopy Charges are waived for certain community groups such as the local newsletter, sporting groups and community organisations. Council considers its support of these groups necessary for the overall benefit of the community.

SHIRE OF KENT

NOTES TO AND FORMING PART OF THE BUDGET

FOR THE YEAR ENDED 30TH JUNE 2010

13. INTEREST CHARGES AND INSTALMENTS - 2009/10 FINANCIAL YEAR

Late Payment Penalty

A charge of 9% calculated daily at 0.024657% by simple interest will apply as follows:

All Instalment Options - Interest shall begin to accrue daily on any rates instalment payment that remains unpaid after the due date of the instalment and continue to accrue until such time as the instalment is paid. Eligible Pensioners are exempt.

Interest on Rates and/or Rubbish Charge arrears will continue to accrue each day until arrears are paid.

Instalment Plan:

The following rate instalment options are available during the reporting period:

Option One

Full payment of rates and charges, including arrears to be paid on or before 4 September 2009.

See note 11 for discount provisions under this option.

Option Two (two instalments)

The first instalment is due to be received on or before 4 September 2009 and includes all arrears and half the current rates and Emergency Services Levy and rubbish charges. The second instalment will be due on 8 January 2010.

Option Three (four instalments)

The first instalment is due to be received on or before 4 September 2009 and includes all arrears and quarter of the current rates, Emergency Services Levy and rubbish charges. The second, third and fourth instalment will be due on 6 November 2009, 8 January 2010 and 5 March 2010.

An Administration Fee of \$5 (Option 2), or \$15 (Option 3) will be applicable.

Upon application, Council may accept payment by way of other than one, two or four instalments (subject to agreement by both parties). A single administration fee of \$15.00 will apply for this type of payment. Eligible pensioners are exempt from this charge.

Total revenue to be derived from interest and administration charges from instalments is estimated to be \$2,500. Dissected as follows:

	2009/2010 Budget \$
Late Penalty Interest	1,700
Administration Charges	1,100
	<u>2,800</u>

14. COUNCILLORS' REMUNERATION

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

	2009/10 Budget \$	2008/09 Actual \$
Meeting Fees (\$6,000 per member)	48,000	39,134
President's Allowance	5,000	5,000
Travelling Expenses (\$0.80/km)	8,000	7,757
Telecommunications Allowance (\$525 per member)	4,200	5,112
	<u>65,200</u>	<u>57,003</u>

SHIRE OF KENT

NOTES TO AND FORMING PART OF THE BUDGET

FOR THE YEAR ENDED 30TH JUNE 2010

15. NOTES TO THE CASH FLOW STATEMENT

(a) Reconciliation of Cash

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

	2009/10 Budget \$	2008/09 Actual \$	2008/09 Budget \$
Cash - Unrestricted	344,333	375,730	82,137
Cash - Restricted	1,442,486	2,089,600	1,104,187
	<u>1,786,819</u>	<u>2,465,330</u>	<u>1,186,324</u>

The following restrictions have been imposed by regulation or other externally imposed requirements:

Employee Entitlement Reserve	180,032	144,829	144,833
Plant Reserve	198,877	182,327	81,911
Land and Buildings Reserve	213,147	282,192	190,890
Nyabing Recreation Reserve	32,629	27,636	27,587
Pingrup Recreation Reserve	35,818	30,715	31,900
Cemetery Reserve	13,618	12,760	12,847
Water Supply Reserve	22,597	21,813	22,030
Sewerage Reserve	101,555	112,513	51,424
Computer Equipment Reserve	1,308	30,676	2,370
Administration Vehicles Reserve	69,822	48,577	48,556
Refuse Disposal Facility Reserve	83,887	80,978	78,755
Road Reserve	489,196	416,818	411,084
Unspent Grants	0	697,766	0
	<u>1,442,486</u>	<u>2,089,600</u>	<u>1,104,187</u>

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

Net Result	319,834	1,731,648	525,553
Depreciation	980,627	1,114,656	954,400
(Profit)/Loss on Sale of Asset	(27,491)	(216,001)	(127,202)
(Increase)/Decrease in Receivables	314,031	(272,385)	38,940
(Increase)/Decrease in Inventories	(267)	10,568	10,000
Increase/(Decrease) in Payables	11,403	(158,524)	116,764
Increase/(Decrease) in Employee Provisions	0	40,086	0
Grants/Contributions for the Development of Assets	(562,240)	(1,474,568)	(712,482)
Net Cash from Operating Activities	<u>1,035,897</u>	<u>775,480</u>	<u>805,973</u>

(c) Undrawn Borrowing Facilities Credit Standby Arrangements

Bank Overdraft limit	100,000	100,000	100,000
Bank Overdraft at Balance Date	0	0	0
Credit Card limit	8,000	8,000	8,000
Credit Card Balance at Balance Date	0	0	0
Total Amount of Credit Unused	<u>108,000</u>	<u>108,000</u>	<u>108,000</u>

Loan Facilities

Loan Facilities in use at Balance Date	<u>770,307</u>	<u>838,013</u>	<u>838,011</u>
Unused Loan Facilities at Balance Date	<u>0</u>	<u>0</u>	<u>0</u>

SHIRE OF KENT
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30TH JUNE 2010

16. TRUST FUNDS

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

Detail	Balance 01-Jul-09 \$	Amounts Received \$	Amounts Paid (\$)	Balance 30-Jun-10 \$
Housing Bonds	150	1,000	(1,150)	0
Bond (Caravan Park Keys)	150	0	0	150
BCITF Levy	133	200	(333)	0
	<u>433</u>			<u>150</u>

17. MAJOR LAND TRANSACTIONS

It is not anticipated any trading undertakings or major trading undertakings will occur in 2009/10.

18. TRADING UNDERTAKINGS AND MAJOR TRADING UNDERTAKINGS

It is not anticipated any trading undertakings or major trading undertakings will occur in 2009/10.