



# ANNUAL REPORT

2024/2025



## VISION STATEMENT

To assist our community towards a prosperous future by providing a positive environment in which to work and live.

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## OUR ANNUAL REPORT

The Shire of Mukinbudin would like to welcome you to the 2024/25 Annual Report. This report provides an account of the Shire's performance from 1 July 2024 to 30 June 2025, measuring against the Shire's vision and key priorities.

Under the Local Government Act 1995 all local governments are required to prepare an Annual Report at the end of each financial year. The Annual Report is one of our key reporting devices, which provides information to the community on the work completed in the past financial year. It identifies Council priorities and major projects being undertaken or planned and includes community Indicators based on the goals and strategies outlined in the Strategic Community Plan.

The report also details the Shire of Mukinbudin's operational performance, achievements and challenges that were experienced throughout the year. For the Shire of Mukinbudin, our community always comes first, so we like to provide financial and in-kind support to a number of community groups.

Where to find this report

Copies of this report can be obtained in the following ways:

- "In person" Collect a hard copy from the Shire Administration Office.
- Online: <https://www.mukinbudin.wa.gov.au/documents/>
- Email: [admin@mukinbudin.wa.gov.au](mailto:admin@mukinbudin.wa.gov.au)

## THE COUNCIL

Council meets on the third Tuesday of every month, except January, to discuss local and regional issues of importance to the Community.

Council is made up of seven Councillors representing the District, the outdated Local Government ward structure was abolished in 2007.

Council elections are held on the first Saturday in October every two years, with the next Local Government election to be held in October 2025.

### Shire President

Cr Gary Shadbolt

### Deputy Shire President

Cr Romina Nicoletti (until May 22<sup>nd</sup> 2025)

Cr Abigail Farina (17<sup>th</sup> June 2025 onwards)

Commenced	Elected Members	Years of Service	Term Expires
2019	Cr Geoff BENT	6	2025
2021	Cr Abigail FARINA	4	2025
2019	Cr Callum MCGLASHAN	3	2027
2017	Cr Romina NICOLETTI	8	<i>Resigned May 2025</i>
2003	Cr Gary SHADBOLT	22	2027
2011	Cr Sandra VENTRIS	14	2025
2019	Cr Ashley WALKER	6	2027

## Councillor Attendance

<b>Shire of Mukinbudin Councillor Attendance 1 July 2024 – 30 June 2025</b>	<b>Ordinary Council Meeting</b> Eleven Meetings	<b>Special Council Meeting</b> One Meeting	<b>Audit Committee Meeting</b> Two Meetings	<b>Annual Electors Meeting</b> One Meeting
Cr Geoff BENT	8	1	0	1
Cr Abigail FARINA	11	1	2	1
Cr Callum MCGLASHAN	10	1	0	1
Cr Romina NICOLETTI	7	0	2	1
Cr Gary SHADBOLT	11	1	2	1
Cr Sandra VENTRIS	10	1	1	1
Cr Ashley WALKER	8	1	2	1



*Back row (left to right): Cr Abi Farina, Cr Geoff Bent, Cr Callum McGlashan, Cr Ashley Walker, Cr Sandie Ventris  
Front row (left to right): Cr Romina Nicoletti, Cr Gary Shadbolt, CEO Dirk Sellenger*

## SHIRE OF MUKINBUDIN STAFF

### Administration Staff

<b>Chief Executive Officer</b>	Dirk Sellenger
<b>Acting Chief Executive Officer</b>	Tanika McLennan
<b>Senior Finance Officer</b>	Lucia Scari
<b>Manager of Corporate &amp; Community Services</b>	Renee Jenkin
<b>Administration Officer</b>	Juliet Nixon
<b>Communications &amp; Engagement Officer</b>	Kerry Walker
<b>Customer Liaison Officer</b>	Hilda Scrivener
<b>Casual Administration Officer</b>	Claire Taylor

### Works Staff - Roads

<b>Works Supervisor</b>	Craig Powell
<b>Works Leading Hand</b>	Steven Jones
<b>Plant Operator</b>	Tim Smith
<b>Plant Operator</b>	Coraline Jones
<b>Plant Operator</b>	Renee Dagelet
<b>Plant Operator</b>	Robert Geier

### Works Staff - Other

<b>Technical Officer</b>	Dave Waters
<b>Gardener</b>	Daniel Mori
<b>Building Maintenance Officer</b>	Denis Heffernan
<b>Maintenance Officer</b>	Kai Howells

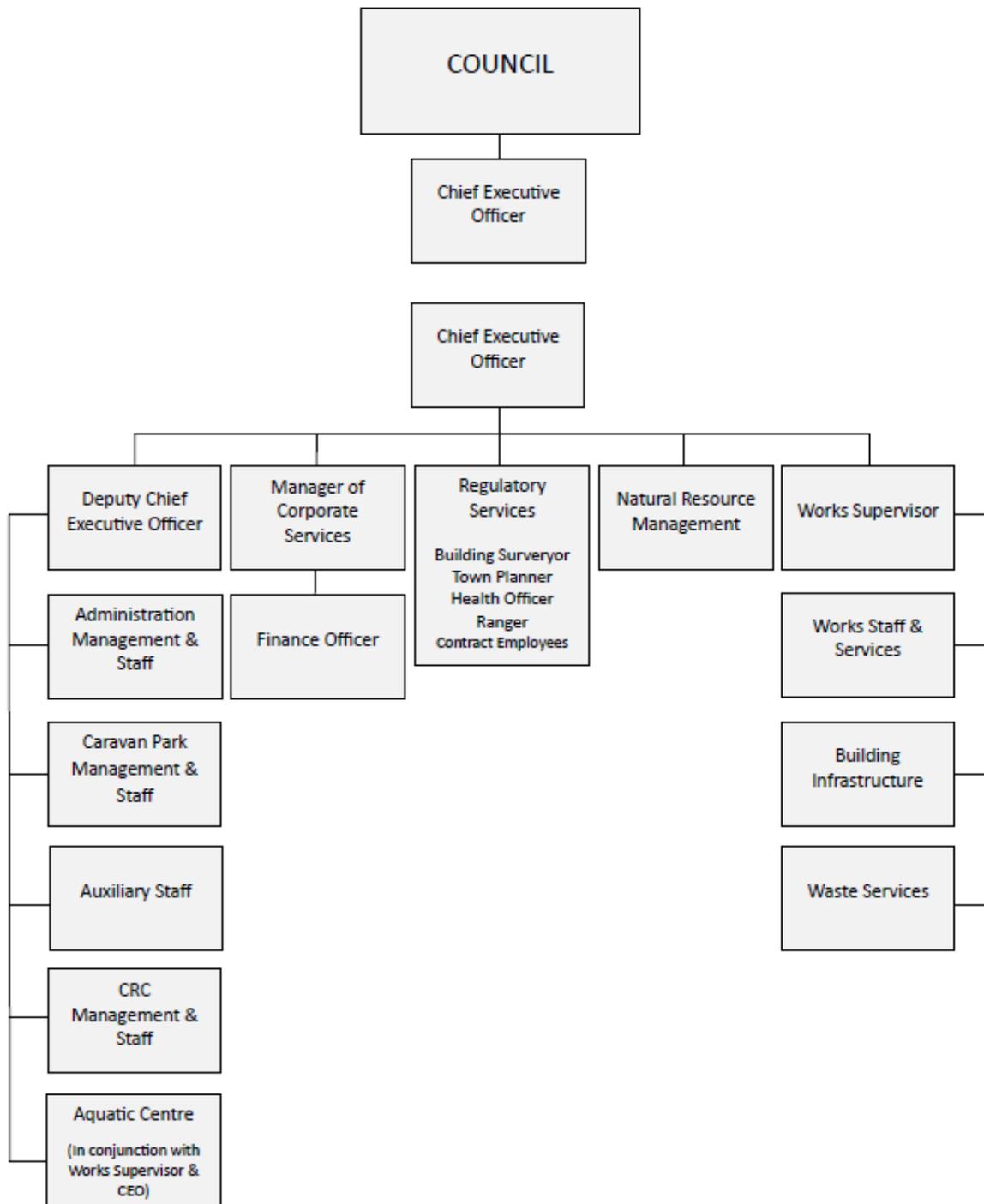
### CRC Staff

<b>Coordinator</b>	Jessica McCartney
<b>Trainee</b>	Evie Underwood
<b>Trainee</b>	Karla Spark

### Other Staff

<b>Aquatic Centre Manager</b>	Larry Garlett
<b>Casual Aquatic Centre Manager</b>	Suzi Sprigg
<b>Casual Aquatic Centre Manager</b>	John Simmonds
<b>Caravan Park Manager</b>	Tania Sprigg
<b>Cleaner</b>	Rory Mori
<b>Cleaner</b>	Amy Curnow
<b>Cleaner</b>	Benedicta Inkoom
<b>Cleaner</b>	Amy Davies

## ORGANISATIONAL STRUCTURE



## SHIRE PROFILE

The Shire of Mukinbudin is a local government area in the Northeastern Wheatbelt of Western Australia.

Situated approximately 296 kilometers northeast of Perth (the capital city of WA), and 85 kilometers north of Merredin, the shire is 3,414 square kilometers in area and includes the localities of Bonnie Rock, Dandanning, Karloning, Lake Brown, Mukinbudin and Wilgoyne.

Mukinbudin is the only developed townsite within the Shire with a population of 274. The town is located at the southern end of the Shire and is the service centre for a farming population of 281.



### Shire Statistics

Length of Sealed Roads	203km
Length of Unsealed Roads	732km
Population (2021 - ABS)	578
Number of Electors	363
Number of Dwellings	320
Total Rates Levied	\$1,626,500
Total Revenue	\$8,146,178
MRWA Direct Grant	\$199,334
MRWA Regional Road Group Grant	\$443,763
Roads to Recovery Grant	\$440,609
Financial Assistance Grant Scheme (FAGS)	\$223,226
Local Roads & Community Infrastructure (Phase 3)	\$243,537
Local Roads & Community Infrastructure (Phase 4)	\$177,748

# SHIRE PRESIDENT AND CHIEF EXECUTIVE OFFICER'S REPORT

## Introduction

The Annual Report for the 2024/25 financial year, covering the period from July 1, 2024, to June 30, 2025, highlights our accomplishments and financial status.

The 2024–2025 financial year was a period of significant planning, reflection and delivery for the Shire. A key focus during the year was the review and development of several overarching strategic documents, most notably the new Integrated Strategic Plan 2025–2035, which will guide the Shire's direction over the next decade.

From June 2024 to February 2025, CEO Dirk Sellenger was on leave. During this time, Acting CEO Tanika McLennan stepped into the leadership role, guiding the organisation and supporting the team to continue delivering on Council priorities. Under her leadership, and in alignment with our Vision Statement and the Integrated Strategic Plan 2025–2035, we successfully delivered a broad range of projects across the Shire.

As we reflect on the achievements of the past year, we look forward to continued collaboration, innovation and progress. The Shire of Mukinbudin remains dedicated to building a thriving and resilient community and this Annual Report serves as a testament to the hard work and collective commitment that brings that vision to life.

## Highlights

Kaye Bunney was proudly recognised as Mukinbudin's Citizen of the Year for her outstanding and long-standing contributions to the community. A quiet achiever, Kaye is known for her tireless volunteer work, carried out with efficiency, humility and genuine care.

She was an inaugural member of the Tidy Towns Committee, dedicating her time—often on Sundays—to keeping the town clean and welcoming by removing rubbish and weeds.

Kaye also served for several years as President of the Community Resource Centre (CRC), a role that demanded significant time and commitment, which she carried out with dedication and leadership.

In addition, Kaye has been a valued volunteer with St John Ambulance for 17 years. Beyond responding to callouts, she has contributed as a trainer, regularly running training sessions for new volunteers on Monday evenings and travelling throughout the region to support others. Kaye's quiet commitment and broad community involvement make her a truly deserving recipient of this honour.

## SHIRE PRESIDENT AND CHIEF EXECUTIVE OFFICER'S REPORT (CONT)

The Mukinbudin Church of Christ was proudly recognised as the recipient of the Local Community Group Event of the Year for their outstanding organisation of the Father's Day Speedway Show. This high-energy event was a spectacular day of noise, excitement, and community connection.

The day featured a wide range of engaging activities, including the Wheatbelt Regional Men's Health "Pit Stop", a local vintage car and motorbike display, and exhibitions from St John Ambulance, the local Police, Volunteer Fire Brigade, and both speedway and drag cars. A major highlight was the awe-inspiring "Jetcar" demonstration, which thrilled the crowd.

With over 285 people in attendance, the event was a resounding success. We extend our sincere thanks to the Mukinbudin Church of Christ for delivering such a high-calibre event that showcased the spirit of our community and elevated Mukinbudin's profile across the region.



*Image above: Deputy President Cr Nicoletti, presenting the award to Mr Jeff Seaby who accepted the award on behalf of the Mukinbudin Church of Christ.*

### Federal COVID Funding – Local Roads and Community Infrastructure Program

The ongoing Local Roads and Community Infrastructure Program has allowed Council to advance and complete additional projects for the benefit of the community. This funding extension has been instrumental in enabling the following initiatives:

- Memorial Hall Ablution Amenity Upgrades
- Aquatic Centre Upgrades

These projects underscore our commitment to improving local infrastructure and enhancing community facilities. We remain dedicated to leveraging these resources to foster a stronger, more vibrant community.



*Memorial Hall Women's Toilets – before photos*



*Memorial Hall Women's Toilets – after photos.*





Memorial Hall Men's Toilets – after photos.



*Image above: Men's Aquatic Centre Changerooms – before photo*



*Image above: Women's Aquatic Centre Changerooms – before photo*



*Images above: Women's Aquatic Centre Changerooms – before photos*



*Images above: Men's Aquatic Centre Changerooms – after photos*



*Image above: Women's Aquatic Centre Changerooms – after photos*

## SHIRE PRESIDENT AND CHIEF EXECUTIVE OFFICER'S REPORT (CONT)

### Roadworks and Infrastructure

In the 2024/25 financial year, Council delivered a comprehensive program of road upgrades and maintenance aimed at improving road safety, accessibility and the overall condition of the Shire's transport network.

### Sealed Road Reconstructions

- **Nungarin North Road (SLK 0.0 – 5.4 km)**  
A 5.4 km section of Nungarin North Road was reconstructed and widened from 8 metres to 9 metres. The project was completed with a 10mm on 14mm two-coat bitumen seal, enhancing the durability of the road and improving safety for all users.
- **Koorda–Bullfinch Road (SLK 8.5 – 12.0 km)**  
This 3.5 km section was widened from 7 metres to 8 metres and sealed with a 10mm on 14mm two-coat bitumen treatment. The works have improved surface quality and capacity, along this key regional transport route.

### Gravel Sheeting and Road Maintenance

As part of Council's commitment to ongoing maintenance of the local road network, an extensive gravel sheeting program was delivered across various rural roads. The program aimed to improve road surface condition, drainage and safety, especially in high use or weather affected areas.

In total, over 36 kilometres of gravel sheeting was completed across eleven (11) roads, including:

- Moondon Road
- Sheardown Road
- Mott Road
- Quanta Cutting Road
- Morrison Road
- Sprigg Road
- North East Road
- Bonnie Rock–Lake Brown Road
- Popes Hill South Road

Some sections also required significant preparatory works, including road widening, clearing of vegetation to improve sightlines, removal of overburden and drainage improvements, most notably on Sheardown Road. These enhancements were crucial to improving long term road durability and user safety.

### Townsite Capital Works

During the reporting period, the Shire also delivered several important townsite infrastructure projects aimed at supporting essential services and improving community accessibility.

- **Bituminising of the Truck Fill Area – Southern Strategic Community Water Supply**  
The truck fill area was sealed with bitumen to create a durable, all-weather surface. This upgrade improves accessibility for heavy vehicles, reduces dust and erosion and ensures efficient operations during peak water demand.
- **Bituminising of the Early Learning Centre (ELC) Car Park**  
The ELC car park was sealed using a two-coat bitumen application with 14mm and 7mm aggregate. The upgrade has enhanced surface quality, reduced maintenance requirements and improved safety and access for staff, families and children using the facility.

## SHIRE PRESIDENT AND CHIEF EXECUTIVE OFFICER'S REPORT (CONT)

These works demonstrate the Shire's continued commitment to investing in practical, community focused, infrastructure improvements. Council remains dedicated to delivering high quality outcomes for the community and will continue to prioritise capital works that support growth, safety and resilience, subject to the availability of funding and resources.

### Mukinbudin Community Resource Centre – 2024/25 Year in Review

The 2024/25 financial year marked a strong period of community engagement and service delivery at the Community Resource Centre (CRC), with a combined total of 4,121 individuals either visiting or participating in initiatives and events.

#### Visitor Statistics

CRC welcomed a total of 1,865 visitors, comprising:

- 1,123 general visitors
- 548 customers
- 194 room hire attendees

These figures reflect steady utilisation of CRC services and facilities, highlighting the centre's role as a key access point for both information and support within the community.

#### Program & Initiative Attendance

Program and event participation was equally robust, with a total of 2,256 attendances across various initiatives:

- **Community Initiatives:** 1,826 attendances across 10 initiatives
- **Health & Fitness Initiatives:** 284 attendances across 2 programs
- **Workshops:** 88 attendances across 5 sessions
- **Information Sessions:** 58 attendances across 3 sessions

These numbers are a clear reflection of the CRC's ongoing commitment to delivering diverse, inclusive and community focused programming which responds directly to the evolving needs of the Mukinbudin region. From workshops and training sessions to social events and support services, the CRC has worked hard to ensure that its offerings are accessible, relevant and engaging for people of all ages and backgrounds.

Particularly notable is the high attendance across a wide range of community initiatives, which highlights the growing appetite for opportunities that foster social connection, lifelong learning and local support networks. This strong community engagement is a testament to the CRC's role as a trusted hub for connection, empowerment and meaningful impact. As participation continues to rise, the CRC remains dedicated to adapting and expanding its programs to enrich the lives of everyone in the community.

Lastly the 24/25 year marked an exciting milestone for the Community Resource Centre with the official launch of the Staying in Place (SIP) model in our community. This innovative, community led, aged care initiative represents a significant development in the CRC's role as a central hub for local coordination and support.

The SIP model enables older residents and people with disabilities to maintain their independence and continue living within their own homes and communities for as long as possible. Initially developed in Pingelly and now successfully implemented in Mukinbudin, the program coordinates services from local providers, including independent support workers, to deliver personalised care, strengthen community connections and support the local economy.

The CRC is proud to lead this innovative, community-based approach, fostering a sustainable model for the delivery of aged and disability care across the region.

## SHIRE PRESIDENT AND CHIEF EXECUTIVE OFFICER'S REPORT (CONT)

### Mukinbudin Caravan Park – 2024/25 Year in Review

#### A Year of Growth, Visitors and Strong Community Value

The 2024/25 financial year was a fantastic one for the Mukinbudin Caravan Park, with more travellers choosing to stay and enjoy everything our region has to offer. We recorded our highest ever income this year – \$353,595, which is a \$49,434 increase from the previous year. This growth shows that our park continues to be a popular and valued stop for visitors.

#### Where the Income Came From

Visitors used a range of accommodation options:

- **Self-Contained Park Units:** \$91,851
- **Powered & Unpowered Sites:** \$55,809
- **Railway Barracks:** \$40,284
- **Cruickshank House:** \$38,072
- **Villas (Wattoning, Beringbooding & Karloning):** Over \$125,000 combined

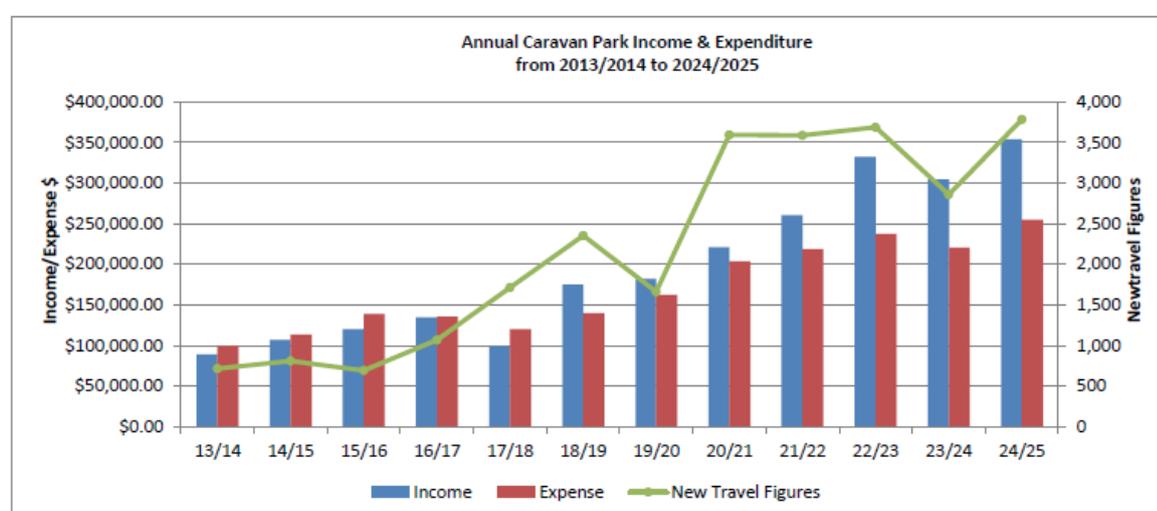
Every part of the Park saw strong usage, showing just how important it is to have a variety of options available for all kinds of travellers.

#### Our Expenses

We spent \$254,563 on maintenance, operations and improvements. Despite rising costs, we still ended the year with a healthy surplus of nearly \$100,000 – funds that help us reinvest in the Park and keep it running at a high standard.

#### Visitor Numbers Up

Travel numbers hit a new high this year, marking a significant boost for tourism in Mukinbudin. More and more visitors are choosing to stop, stay and explore what our region has to offer. This growing interest doesn't just benefit the Caravan Park, it also brings valuable economic support to all our small businesses. The increased foot traffic is helping to create a stronger, more vibrant local economy, while also showcasing the unique charm and hospitality of our community. As tourism continues to grow, so too do the opportunities for local development and community engagement.



## SHIRE PRESIDENT AND CHIEF EXECUTIVE OFFICER'S REPORT (CONT)

None of this growth and success would be possible without the ongoing dedication and hard work of our Caravan Park staff. Their commitment to maintaining high standards of cleanliness, customer service and hospitality plays a vital role in the positive experiences our guests regularly report. The consistently strong feedback we receive is a direct reflection of their efforts and we sincerely thank them for the pride they take in their work. Their contribution continues to enhance the park's reputation as a welcoming and well managed destination for travellers from near and far.

### Conclusion

As we close the 2024/25 Annual Report, we acknowledge a period of transition and significant contribution within the Shire of Mukinbudin's leadership team.

In February 2025, Chief Executive Officer Mr Dirk Sellenger concluded his seven-year tenure with the Shire. With over 30 years of experience in Local Government, Dirk brought exceptional leadership and vision that left a lasting impact on Mukinbudin and beyond. He played a central role in rebuilding efforts in regions such as Gascoyne Junction and the Murchison Settlement, and led several major projects within our Shire, including the delivery of the new Health Centre, Early Learning Centre and a new housing estate through successful negotiations with GROH and CEACA.

His strategic approach to securing road funding and improving infrastructure has helped establish Mukinbudin as a benchmark for rural service delivery in Western Australia. Dirk's unwavering commitment to the community and his collaborative leadership style have laid a strong foundation for continued growth and resilience. His contributions will be appreciated for many years to come.

We also recognise the resignation of Councillor Romina Nicoletti, who stepped down from her role in May 2025. Cr Nicoletti served with dedication and integrity, including in her capacity as Deputy Shire President. Her contributions, particularly through her work with the Regional Road Group, were highly valued by both Council and the community. Romina's ability to connect with residents and advocate for their needs played a meaningful role in strengthening local decision making and engagement.

Following Cr Nicoletti's resignation, Cr Abi Farina was elected as Deputy Shire President and will serve in this role for the remainder of the current term. We extend our congratulations to Cr Farina on her appointment.

On behalf of Council, staff, and the broader community, we extend our sincere gratitude to both Dirk and Romina for their leadership, dedication, and service to the Shire of Mukinbudin. We wish them all the very best in their future endeavours.

Together, with ongoing community support and strong local leadership, the Shire remains committed to building a vibrant, resilient, and thriving future for all.



Cr Gary Shadbolt  
**SHIRE PRESIDENT**



Tanika McLennan  
**ACTING CHIEF EXECUTIVE OFFICER**

## STATUTORY REPORTS

### Disability Access and Inclusion Plan

The Shire of Mukinbudin continues to promote access and inclusion for all community members. The Shire's Disability Access and Inclusion Plan (DAIP) ensures that people with disabilities have equal access to Council services and facilities.

The Shire of Mukinbudin is dedicated to creating an accessible community for people with disabilities, their families and carers. We are committed to consulting with individuals with disabilities, their families, carers and, where necessary, disability organisations to effectively address access barriers.

The Shire of Mukinbudin is committed to achieving the following seven (7) outcomes:

- 1) People with disabilities, their families and carers have the same opportunities as other people, to access the services of and any events organised by the Shire of Mukinbudin.
- 2) People with disabilities have the same opportunities as other people, to access all buildings of a public nature, plus other facilities provided by the Shire of Mukinbudin.
- 3) People with disabilities receive information from the Shire of Mukinbudin in a format that will enable them to access the information as readily as other people are able to access it.
- 4) People with disabilities receive the same level and quality of service from the staff of, and contractors/agents to, the Shire of Mukinbudin.
- 5) People with disabilities have the same opportunities as other people to make complaints to the Shire of Mukinbudin.
- 6) People with disabilities have the same opportunities as other people to participate in any public consultation process with the Shire of Mukinbudin.
- 7) People with disability have the same opportunities as other people to obtain and maintain employment with a public authority.

A copy of the Disability Access and Inclusion Plan (DAIP) including the status of the above outcomes is available on the Shire website.

### FREEDOM OF INFORMATION

The Shire of Mukinbudin will provide information to people requesting it from Council. Should a request not be met satisfactorily, then a Freedom of Information Application can be lodged with Council. During the year ended 30 June 2025, one Freedom of Information Application was received.

Section 96 of the *Freedom of Information Act 1992* requires local governments to publish an Information Statement.

In summary, the Shire of Mukinbudin Statement indicates that the Shire of Mukinbudin is responsible for the good governance of the Shire and carries out functions as required, including statutory compliance and provision of services and facilities.

All Council meetings are open to the public and meeting dates and venues are advertised on a regular basis. Members of the public are invited to ask questions during Public Question Time, shortly after the commencement of each meeting.

The Shire of Mukinbudin maintains records relating to the function and administration of the Shire, each property within the Shire and includes such documents as the Minutes of Meetings, Rate Book, Town Planning Scheme, Local Laws, Codes of Conduct, Register of Financial Interests, Register of Delegated Authority, Financial Statements and Electoral Rolls. These documents can be inspected free of charge at the Shire Office, 15 Maddock Street, Mukinbudin, during office hours.

## RECORD KEEPING PLAN

The Shire of Mukinbudin is committed to accessible and efficient record keeping practices and complies with relevant legislation including the *State Records Act 2000*. The *State Records Act 2000* requires that the Shire maintains and disposes of all records in the prescribed manner.

Principal 6 - Compliance: Government organisations ensure their employees comply with the Record Keeping Plan.

### Rationale

An organisation and its employees must comply with the organisation's Record Keeping Plan. Organisations should develop and implement strategies to ensure that each employee is aware of the compliance responsibilities.

### Minimum Compliance Requirements

The Record Keeping Plan is to provide evidence to adduce that:

1. The efficiency and effectiveness of the organisation's record keeping system is evaluated not less than once every 5 years.
2. The organisation conducts a record keeping program.
3. The efficiency and effectiveness of the record keeping training program is reviewed from time to time.
4. The organisation's induction program addresses employee roles and responsibilities in regard to their compliance with the organisation's Record Keeping Plan.

The Shire of Mukinbudin has substantially complied with items 1 to 4.

Council has established a Record Keeping Plan which was submitted and approved by the State Records Office. In addition, Council has produced a Records Management Procedures Manual, which is utilised in Council's Induction Training for all new staff. The Records Keeping Plan looks at the efficiency and effectiveness of the Shire's record keeping systems and includes sections on procedures, risk management and disaster recovery plans, retention and disposal of records, training of staff on record keeping practices and information on the Shire's compliance with the plan.



*Image above: Mukinbudin Recreation Ground*

### **National Competition Policy Statement**

The Shire of Mukinbudin is committed to meeting its obligations under the Competition Principles Agreement, which promotes competitive neutrality, structural review of public monopolies and legislative review.

In the 2024/25 reporting period:

- The Shire did not operate any significant business activities that would require the application of competitive neutrality principles.
- No business enterprises were identified as Public Trading Enterprises or Public Financial Enterprises by the Australian Bureau of Statistics.
- No complaints or allegations of non-compliance with competitive neutrality principles were received.

The Shire will continue to monitor its activities to ensure compliance with the principles of the National Competition Policy.



Images above: Mukinbudin Aquatic Centre

## EMPLOYEE REMUNERATION

In accordance with Section 5.53(2)(g) of the Local Government Act 1995 and Regulation 19B of the Local Government (Administration) Regulations 1996, the Shire of Mukinbudin discloses the number of employees receiving an annual salary of \$130,000 or more, grouped into \$10,000 bands:

Band	Number of Employees
\$130,000-\$139,999	0
\$140,000-\$149,999	0
\$150,000-\$159,999	0
\$160,000-\$169,999	1

This disclosure reflects the Shire's commitment to transparency and accountability in managing public funds.

## COMPLAINTS REGISTER

The Shire, in accordance with s5.120 of the Local Government Act 1995, does not have a designated Complaints Officer and the Chief Executive Officer fulfils this role in terms of subsection (2).

As required in accordance with s5.121 'Register of certain complaints of minor breaches' of the Act, the Shire maintains an electronic register that is managed by the Manager of Corporate and Community Services.

The Shire reports no complaints that have resulted in a finding under section 5.110(2)(a) that a minor breach has occurred, for the period ending 30 June 2025.

## PLAN FOR THE FUTURE OF THE DISTRICT

As required by section 5.56 of the *Local Government Act 1995* below is an overview of the Shire of Mukinbudin 'Plan for the Future of the District'.

The following documents make up the Shire of Mukinbudin's plan for the future of the district:

Completed Reviews in 2024/2025:

1. Integrated Strategic Community Plan 2025-2035
2. Shire of Mukinbudin Workforce Plan
3. Disability Access & Inclusion Plan

Anticipated to be reviewed in 2025/26

4. Long Term Financial Plan 2013-2023
5. Mukinbudin Sport and Recreation Master Plan
6. Plant & Equipment Asset Management Plan
7. Transport Asset Management Plan
8. Property Asset Management Plan

Copies of the above Shire of Mukinbudin Plans for the Future are available from the Shire Office or can be downloaded from the Shire Website at [www.mukinbudin.wa.gov.au](http://www.mukinbudin.wa.gov.au)

**SHIRE OF MUKINBUDIN**  
**FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2025**

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

*The Shire will endeavour to provide the community services and facilities to meet the needs of the members of the community and enable them to enjoy a pleasant and healthy way of life.*

Principal place of business:  
15 Maddock Street  
Mukinbudin WA 6479

**SHIRE OF MUKINBUDIN  
FINANCIAL REPORT  
FOR THE YEAR ENDED 30 JUNE 2025**

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

**Statement by CEO**

The accompanying financial report of the Shire of Mukinbudin has been prepared in compliance with the provisions of the *Local Government Act 1995* from proper accounts and records to present fairly the financial transactions for the reporting period ended 30 June 2025 and the financial position as at 30 June 2025.

At the date of signing this statement the particulars included in the financial report are not misleading or inaccurate.

Signed on the 11th day of November 2025



\_\_\_\_\_  
CEO

Tanika McLennan  
\_\_\_\_\_  
Name of CEO

**SHIRE OF MUKINBUDIN  
STATEMENT OF COMPREHENSIVE INCOME  
FOR THE YEAR ENDED 30 JUNE 2025**

	Note	2025 Actual \$	2025 Budget \$	2024 Actual \$
<b>Revenue</b>				
Rates	2(a),25	1,655,539	1,656,191	1,608,266
Grants, subsidies and contributions	2(a)	1,761,075	711,771	2,180,327
Fees and charges	2(a)	915,448	800,483	817,095
Interest revenue	2(a)	129,553	105,186	111,049
Other revenue	2(a)	145,820	66,690	98,388
		4,607,435	3,340,321	4,815,125
<b>Expenses</b>				
Employee costs	2(b)	(1,721,572)	(1,407,330)	(1,596,249)
Materials and contracts		(1,413,122)	(1,679,800)	(1,247,359)
Utility charges		(228,321)	(247,509)	(225,643)
Depreciation		(2,358,209)	(2,285,167)	(2,262,496)
Finance costs	2(b)	(34,396)	(33,727)	(27,364)
Insurance		(164,142)	(167,786)	(162,920)
Other expenditure	2(b)	(82,756)	(113,534)	(88,673)
		(6,002,518)	(5,934,853)	(5,610,704)
		(1,395,083)	(2,594,532)	(795,579)
Capital grants, subsidies and contributions	2(a)	3,538,743	4,052,956	949,113
Profit on asset disposals		27,828	14,000	15,559
Loss on asset disposals		(20,308)	0	(27,918)
Fair value adjustments to financial assets at fair value through profit or loss	4(b)	(2,663)	0	1,261
		3,543,600	4,066,956	938,015
<b>Net result for the period</b>		<b>2,148,517</b>	<b>1,472,424</b>	<b>142,436</b>
<b>Total comprehensive income for the period</b>		<b>2,148,517</b>	<b>1,472,424</b>	<b>142,436</b>

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



**SHIRE OF MUKINBUDIN**  
**STATEMENT OF FINANCIAL POSITION**  
**AS AT 30 JUNE 2025**

	Note	2025	2024
		\$	\$
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	3	3,011,626	2,814,899
Trade and other receivables	5	20,545	135,690
Other financial assets	4(a)	0	1,211,395
Inventories	6	51,767	304
Other assets	7	286,055	88,571
<b>TOTAL CURRENT ASSETS</b>		<b>3,369,993</b>	<b>4,250,859</b>
<b>NON-CURRENT ASSETS</b>			
Trade and other receivables	5	3,375	2,614
Other financial assets	4(b)	59,715	62,378
Inventories	6	243,937	243,937
Property, plant and equipment	8	16,208,301	15,418,119
Infrastructure	9	74,282,105	72,494,439
<b>TOTAL NON-CURRENT ASSETS</b>		<b>90,797,433</b>	<b>88,221,487</b>
<b>TOTAL ASSETS</b>		<b>94,167,426</b>	<b>92,472,346</b>
<b>CURRENT LIABILITIES</b>			
Trade and other payables	12	320,063	288,783
Contract liabilities	13	19,439	62,088
Capital grant/contributions liabilities	13	53,630	286,722
Borrowings	14	121,633	118,331
Employee related provisions	15	183,068	258,082
<b>TOTAL CURRENT LIABILITIES</b>		<b>697,833</b>	<b>1,014,006</b>
<b>NON-CURRENT LIABILITIES</b>			
Borrowings	14	871,544	993,177
Employee related provisions	15	11,612	27,243
<b>TOTAL NON-CURRENT LIABILITIES</b>		<b>883,156</b>	<b>1,020,420</b>
<b>TOTAL LIABILITIES</b>		<b>1,580,989</b>	<b>2,034,426</b>
<b>NET ASSETS</b>		<b>92,586,437</b>	<b>90,437,920</b>
<b>EQUITY</b>			
Retained surplus		48,475,345	46,843,899
Reserve accounts	28	1,956,976	1,439,905
Revaluation surplus	16	42,154,116	42,154,116
<b>TOTAL EQUITY</b>		<b>92,586,437</b>	<b>90,437,920</b>

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



**SHIRE OF MUKINBUDIN  
STATEMENT OF CHANGES IN EQUITY  
FOR THE YEAR ENDED 30 JUNE 2025**

	Note	Retained surplus \$	Reserve accounts \$	Revaluation surplus \$	Total equity \$
<b>Balance as at 1 July 2023</b>		<b>46,862,109</b>	<b>1,279,259</b>	<b>42,154,116</b>	<b>90,295,484</b>
Comprehensive income for the period					
Net result for the period		142,436	0	0	142,436
Total comprehensive income for the period		142,436	0	0	142,436
Transfers from reserve accounts	28	189,957	(189,957)	0	0
Transfers to reserve accounts	28	(350,603)	350,603	0	0
<b>Balance as at 30 June 2024</b>		<b>46,843,899</b>	<b>1,439,905</b>	<b>42,154,116</b>	<b>90,437,920</b>
Comprehensive income for the period					
Net result for the period		2,148,517	0	0	2,148,517
Total comprehensive income for the period		2,148,517	0	0	2,148,517
Transfers to reserve accounts	28	(517,071)	517,071	0	0
<b>Balance as at 30 June 2025</b>		<b>48,475,345</b>	<b>1,956,976</b>	<b>42,154,116</b>	<b>92,586,437</b>

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



**SHIRE OF MUKINBUDIN  
STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED 30 JUNE 2025**

	Note	2025 Actual \$	2024 Actual \$
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
<b>Receipts</b>			
Rates		1,671,480	1,601,640
Grants, subsidies and contributions		1,805,914	2,104,385
Fees and charges		916,409	813,758
Interest revenue		129,553	111,049
Goods and services tax received		574,740	364,561
Other revenue		145,820	98,388
		<u>5,243,916</u>	<u>5,093,781</u>
<b>Payments</b>			
Employee costs		(1,812,408)	(1,561,168)
Materials and contracts		(1,625,604)	(1,272,404)
Utility charges		(228,321)	(225,643)
Finance costs		(34,396)	(30,544)
Insurance paid		(164,142)	(162,920)
Goods and services tax paid		(568,915)	(355,062)
Other expenditure		(83,581)	(90,527)
		<u>(4,517,367)</u>	<u>(3,698,268)</u>
<b>Net cash provided by operating activities</b>		<u>726,549</u>	<u>1,395,513</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Payments for purchase of property, plant & equipment	8(a)	(1,479,140)	(621,126)
Payments for construction of infrastructure	9(a)	(3,715,897)	(2,187,300)
Proceeds from capital grants, subsidies and contributions		3,305,651	1,172,104
Proceeds for financial assets at amortised cost		1,211,395	(437,982)
Proceeds from sale of property, plant & equipment		266,500	221,091
Proceeds from sale of inventories		0	23,237
<b>Net cash (used in) investing activities</b>		<u>(411,491)</u>	<u>(1,829,976)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Repayment of borrowings	27(a)	(118,331)	(111,441)
Proceeds from new borrowings	27(a)	0	155,000
<b>Net cash provided by (used in) financing activities</b>		<u>(118,331)</u>	<u>43,559</u>
<b>Net increase (decrease) in cash held</b>		196,727	(390,904)
Cash at beginning of year		2,814,899	3,205,803
<b>Cash and cash equivalents at the end of the year</b>		<u><u>3,011,626</u></u>	<u><u>2,814,899</u></u>

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



**SHIRE OF MUKINBUDIN  
STATEMENT OF FINANCIAL ACTIVITY  
FOR THE YEAR ENDED 30 JUNE 2025**

	Note	2025 Actual \$	2025 Budget \$	2024 Actual \$
<b>OPERATING ACTIVITIES</b>				
<b>Revenue from operating activities</b>				
General rates	25	1,626,500	1,627,601	1,570,143
Rates excluding general rates	25	29,039	28,590	38,123
Grants, subsidies and contributions		1,761,075	711,771	2,180,327
Fees and charges		915,448	800,483	817,095
Interest revenue		129,553	105,186	111,049
Other revenue		145,820	66,690	98,388
Profit on asset disposals		27,828	14,000	15,559
Fair value adjustments to financial assets at fair value through profit or loss	4(b)	(2,663)	0	1,261
		<b>4,632,600</b>	<b>3,354,321</b>	<b>4,831,945</b>
<b>Expenditure from operating activities</b>				
Employee costs		(1,721,572)	(1,407,330)	(1,596,249)
Materials and contracts		(1,413,122)	(1,679,800)	(1,247,359)
Utility charges		(228,321)	(247,509)	(225,643)
Depreciation		(2,358,209)	(2,285,167)	(2,262,496)
Finance costs		(34,396)	(33,727)	(27,364)
Insurance		(164,142)	(167,786)	(162,920)
Other expenditure		(82,756)	(113,534)	(88,673)
Loss on asset disposals		(20,308)	0	(27,918)
		<b>(6,022,826)</b>	<b>(5,934,853)</b>	<b>(5,638,622)</b>
Non-cash amounts excluded from operating activities	26(a)	2,345,151	2,277,336	2,260,058
<b>Amount attributable to operating activities</b>		<b>954,925</b>	<b>(303,196)</b>	<b>1,453,381</b>
<b>INVESTING ACTIVITIES</b>				
<b>Inflows from investing activities</b>				
Capital grants, subsidies and contributions		3,538,743	4,052,956	949,113
Proceeds from disposal of assets		266,500	689,000	221,091
Proceeds from sale of inventories	0	0	0	23,237
		<b>3,805,243</b>	<b>4,741,956</b>	<b>1,193,441</b>
<b>Outflows from investing activities</b>				
Acquisition of property, plant and equipment	8(a)	(1,479,140)	(1,893,000)	(621,126)
Acquisition of infrastructure	9(a)	(3,715,897)	(4,095,385)	(2,187,300)
		<b>(5,195,037)</b>	<b>(5,988,385)</b>	<b>(2,808,426)</b>
<b>Amount attributable to investing activities</b>		<b>(1,389,794)</b>	<b>(1,246,429)</b>	<b>(1,614,985)</b>
<b>FINANCING ACTIVITIES</b>				
<b>Inflows from financing activities</b>				
Proceeds from borrowings	27(a)	0	0	155,000
Transfers from reserve accounts	28	0	0	189,957
		<b>0</b>	<b>0</b>	<b>344,957</b>
<b>Outflows from financing activities</b>				
Repayment of borrowings	27(a)	(118,331)	(118,331)	(111,441)
Transfers to reserve accounts	28	(517,071)	(488,050)	(350,603)
		<b>(635,402)</b>	<b>(606,381)</b>	<b>(462,044)</b>
<b>Amount attributable to financing activities</b>		<b>(635,402)</b>	<b>(606,381)</b>	<b>(117,087)</b>
<b>MOVEMENT IN SURPLUS OR DEFICIT</b>				
<b>Surplus or deficit at the start of the financial year</b>	26(b)	2,065,738	2,156,006	2,344,429
Amount attributable to operating activities		954,925	(303,196)	1,453,381
Amount attributable to investing activities		(1,389,794)	(1,246,429)	(1,614,985)
Amount attributable to financing activities		(635,402)	(606,381)	(117,087)
<b>Surplus or deficit after imposition of general rates</b>	26(b)	<b>995,467</b>	<b>0</b>	<b>2,065,738</b>

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



**SHIRE OF MUKINBUDIN  
FOR THE YEAR ENDED 30 JUNE 2025  
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**SHIRE OF MUKINBUDIN  
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT  
FOR THE YEAR ENDED 30 JUNE 2025**

**1. BASIS OF PREPARATION**

The financial report of the Shire of Mukinbudin which is a Class 4 local government 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 *Local Government Act 1995*, the Australian Accounting Standards.

The Australian Accounting Standards (as they apply to local governments and not-for-profit entities) and Interpretations of the Australian Accounting Standards Board were applied except for disclosure requirements of:

- AASB 7 Financial Instruments Disclosures
- AASB 16 Leases paragraph 58
- AASB 101 Presentation of Financial Statements paragraph 61
- AASB 107 Statement of Cash Flows paragraphs 43 and 45
- AASB 116 Property, Plant and Equipment paragraph 79
- AASB 137 Provisions, Contingent Liabilities and Contingent Assets paragraph 85
- AASB 140 Investment Property paragraph 75(f)
- AASB 1052 Disaggregated Disclosures paragraph 11
- AASB 1054 Australian Additional Disclosures paragraph 16

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 *Leases* which would have required the Shire to measure any vested improvements at zero cost.

The *Local Government (Financial Management) Regulations 1996* provide that:

- land and buildings classified as property, plant and equipment; or
  - infrastructure; or
  - vested improvements that the local government controls;
- and measured at reportable value, are only required to be revalued every five years. Revaluing these non-financial assets every five years is a departure from AASB 116 *Property, Plant and Equipment*, which would have required the Shire to assess at each reporting date whether the carrying amount of the above mentioned non-financial assets materially differs from their fair value and, if so, revalue the class of non-financial assets.

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.

**Critical accounting estimates and judgements**

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 amounts of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

As with all estimates, the use of different assumptions could lead to material changes in the amounts reported in the financial report.

The following are estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year and further information on their nature and impact can be found in the relevant note:

- Fair value measurement of assets carried at reportable value including:
  - Property, plant and equipment - note 8
  - Infrastructure - note 9
- Expected credit losses on financial assets - note 5
- Measurement of employee benefits - note 15

Fair value hierarchy information can be found in note 24

**The local government reporting entity**

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

All monies held in the Trust Fund are excluded from the financial statements. A separate statement of those monies appears at Note 28 of the financial report.

**Initial application of accounting standards**

During the current year, the following new or revised Australian Accounting Standards and Interpretations were applied for the first time.

- AASB 2020-1 Amendments to Australian Accounting Standards
  - Classification of Liabilities as Current or Non-current
- AASB 2022-5 Amendments to Australian Accounting Standards
  - Lease Liability in a Sale and Leaseback
- AASB 2022-6 Amendments to Australian Accounting Standards
  - Non-current Liabilities with Covenants
- AASB 2023-3 Amendments to Australian Accounting Standards
  - Disclosure of Non-current Liabilities with Covenants: Tier 2
- AASB 2024-1 Amendments to Australian Accounting Standards
  - Supplier Finance Arrangements: Tier 2 Disclosures
- AASB 2023-1 Amendments to Australian Accounting Standards
  - Supplier Finance Arrangements

These amendments are not expected to have any material impact on the financial report on initial application.

- AASB 2022-10 Amendments to Australian Accounting Standards
  - Fair Value Measurement of Non-Financial Assets of Not-for-Profit Public Sector Entities

These amendment may result in changes to the fair value of certain non-financial assets on revaluation. The impact has not been quantified as it is not considered practicable to determine the amount of the difference in fair value attributable to the change in the standard.

**New accounting standards for application in future years**

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

- AASB 2014-10 Amendments to Australian Accounting Standards
  - Sale or Contribution of Assets between an Investor and its Associate or Joint Venture
- AASB 2024-4b Amendments to Australian Accounting Standards
  - Effective Date of Amendments to AASB 10 and AASB 128 [deferred AASB 10 and AASB 128 amendments in AASB 2014-10 apply]
- AASB 2022-9 Amendments to Australian Accounting Standards
  - Insurance Contracts in the Public Sector
- AASB 2023-5 Amendments to Australian Accounting Standards
  - Lack of Exchangeability
- AASB 18 (FP) Presentation and Disclosure in Financial Statements
  - (Appendix D) [for for-profit entities]
- AASB 18 (NFP/super) Presentation and Disclosure in Financial Statements
  - (Appendix D) [for not-for-profit and superannuation entities]
- AASB 2024-2 Amendments to Australian Accounting Standards
  - Classification and Measurement of Financial Instruments
- AASB 2024-3 Amendments to Australian Accounting Standards
  - Annual Improvements Volume 11

These amendments are not expected to have any material impact on the financial report on initial application.

**SHIRE OF MUKINBUDIN**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2025**

**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:

<b>Revenue category</b>	<b>Nature of goods and services</b>	<b>When obligations typically satisfied</b>	<b>Payment terms</b>	<b>Returns/refunds/warranties</b>	<b>Timing of revenue recognition</b>
Rates	General Rates	Over time	Payment dates adopted by Council during the year	None	When rates notice is issued
Grants, subsidies and contributions	Community events, minor facilities, research, design, planning evaluation and services	Over time	Fixed terms transfer of funds based on agreed milestones and reporting	Contract obligation if project not complete	Output method based on project milestones and/or completion date matched to performance obligations
Grants, subsidies or contributions for the construction of non-financial assets	Construction or acquisition of recognisable non-financial assets to be controlled by the local government	Over time	Fixed terms transfer of funds based on agreed milestones and reporting	Contract obligation if project not complete	Output method based on project milestones and/or completion date matched to performance obligations as inputs are shared
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	When rates notice is issued
Waste management entry fees	Waste treatment, recycling and disposal service at disposal sites	Single point in time	Payment in advance at gate or on normal trading terms if credit provided	None	On entry to facility
Fees and charges for other goods and services	Cemetery services, library fees, reinstatements and private works	Single point in time	Payment in full in advance	None	Output method based on provision of service or completion of works
Sale of stock	Community Resource Centre and history book stock	Single point in time	In full in advance, on 15 day credit	Refund for faulty goods	Output method based on goods

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

**SHIRE OF MUKINBUDIN**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2025**

**Revenue recognition**

Rate revenue was recognised from the rate record as soon as practicable after the Shire resolved to impose rates in the financial year as well as when the rate record was amended to ensure the information in the record was current and correct.

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

**For the year ended 30 June 2025**

Nature	Contracts with customers	Capital grant/contributions	Statutory requirements	Other	Total
	\$	\$	\$	\$	\$
Rates	0	0	1,626,500	29,039	1,655,539
Grants, subsidies and contributions	108,340	0	0	1,652,735	1,761,075
Fees and charges	912,617	0	2,831	0	915,448
Interest revenue	0	0	7,912	121,641	129,553
Other revenue	52,153	0	0	93,667	145,820
Capital grants, subsidies and contributions	0	3,538,743	0	0	3,538,743
<b>Total</b>	<b>1,073,110</b>	<b>3,538,743</b>	<b>1,637,243</b>	<b>1,897,082</b>	<b>8,146,178</b>

**For the year ended 30 June 2024**

Nature	Contracts with customers	Capital grant/contributions	Statutory requirements	Other	Total
	\$	\$	\$	\$	\$
Rates	0	0	1,570,143	38,123	1,608,266
Grants, subsidies and contributions	61,454	0	0	2,118,873	2,180,327
Fees and charges	813,382	0	3,713	0	817,095
Interest revenue	0	0	7,595	103,454	111,049
Other revenue	51,507	0	0	46,881	98,388
Capital grants, subsidies and contributions	0	949,113	0	0	949,113
<b>Total</b>	<b>926,343</b>	<b>949,113</b>	<b>1,581,451</b>	<b>2,307,331</b>	<b>5,764,238</b>

**(a) Revenue (Continued)**

Note	2025 Actual	2024 Actual
	\$	\$
<b>Interest revenue</b>		
Interest on reserve account	77,435	53,840
Trade and other receivables overdue interest	7,912	7,595
Other interest revenue	44,206	49,614
	<b>129,553</b>	<b>111,049</b>

The 2025 original budget estimate in relation to:  
Trade and other receivables overdue interest was \$6,200.

**Fees and charges relating to rates receivable**

Charges on instalment plan	4,100	2,580
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The 2025 original budget estimate in relation to:  
Charges on instalment plan was \$3,000.

**(b) Expenses**

**Auditors remuneration**

- Audit of the Annual Financial Report	29,600	26,840
- Other services – grant acquittals	4,500	1,500
	<b>34,100</b>	<b>28,340</b>

**Employee Costs**

Employee benefit costs	1,324,813	1,255,578
Other employee costs	396,759	340,671
	<b>1,721,572</b>	<b>1,596,249</b>

**Finance costs**

Interest and financial charges paid/payable for lease liabilities and financial liabilities not at fair value through profit or loss	34,396	27,364
	<b>34,396</b>	<b>27,364</b>

**Other expenditure**

Impairment losses on rates and statutory receivables	(136)	(1,483)
Impairment losses on trade receivables	(825)	(1,854)
Sundry expenses	83,717	92,010
	<b>82,756</b>	<b>88,673</b>

**SHIRE OF MUKINBUDIN**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2025**

**3. CASH AND CASH EQUIVALENTS**

Note	2025	2024
	\$	\$
Cash at bank and on hand	3,011,626	2,814,899
<b>Total cash and cash equivalents</b>	<b>3,011,626</b>	<b>2,814,899</b>
Held as		
- Unrestricted cash and cash equivalents	954,759	2,222,364
- Restricted cash and cash equivalents	2,056,867	592,535
17	<b>3,011,626</b>	<b>2,814,899</b>

**MATERIAL ACCOUNTING POLICIES**

**Cash and cash equivalents**

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

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

**Restricted financial assets**

Restricted financial asset balances are not available for general use by the local government due to externally imposed restrictions. Restrictions are specified in an agreement, contract or legislation. This applies to reserve accounts, 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.

**4. OTHER FINANCIAL ASSETS**

**(a) Current assets**

Note	2025	2024
	\$	\$
Financial assets at amortised cost	0	1,211,395
	0	1,211,395
<b>Other financial assets at amortised cost</b>		
Term deposits	0	1,211,395
	0	1,211,395
Held as		
- Restricted other financial assets at amortised cost	0	1,211,395
16(a)	0	1,211,395

**(b) Non-current assets**

Financial assets at fair value through profit or loss	59,715	62,378
	59,715	62,378
<b>Financial assets at fair value through profit or loss</b>		
Units in Local Government House Trust - opening balance	62,378	61,117
Movement attributable to fair value increment	(2,663)	1,261
Units in Local Government House Trust - closing balance	59,715	62,378

**MATERIAL ACCOUNTING POLICIES**

**Other financial assets at amortised cost**

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

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

Fair values of financial assets at amortised cost are not materially different to their carrying amounts, since the interest receivable on those assets is either close to current market rates or the assets are of a short term nature. Non-current financial assets at amortised cost fair values are based on discounted cash flows using a current market rates. They are classified as level 2 fair values in the fair value hierarchy (see Note 24 (i)) due to the observable market rates.

Interest received is presented under cashflows from operating activities in the Statement of Cash Flows where it is earned from financial assets that are held for cash management purposes.

**Financial assets at fair value through profit or loss**

The Shire classifies the following financial assets at fair value through profit or loss:

- debt investments which do not qualify for measurement at either amortised cost or fair value through other comprehensive income.
- equity investments which the Shire has elected to recognise as fair value gains and losses through profit or loss.

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**5. TRADE AND OTHER RECEIVABLES**

Note	2025	2024
	\$	\$
<b>Current</b>		
Rates and statutory receivables	20,568	42,264
Trade receivables	1,060	87,723
GST receivable	0	5,825
Allowance for credit losses of rates and statutory receivables	63	199
Allowance for credit losses of trade receivables	22(b) (1,146)	(321)
	20,545	135,690
<b>Non-current</b>		
Rates and statutory receivables	1,882	1,121
Receivables for employee related provisions	1,493	1,493
	3,375	2,614

**Disclosure of opening and closing balances related to contracts with customers**

Information about receivables from contracts with customers along with financial assets and associated liabilities arising from transfers to enable the acquisition or construction of recognisable non-financial assets is:

Note	30 June 2025 Actual	30 June 2024 Actual	1 July 2023 Actual
	\$	\$	\$
Contract assets	7 229,560	0	0
Allowance for credit losses of trade receivables	5 (1,146)	(321)	(2,175)
Total trade and other receivables from contracts with customers	228,414	(321)	(2,175)

**MATERIAL ACCOUNTING POLICIES**

**Rates and statutory receivables**

Rates and statutory receivables are non-contractual receivables arising from statutory requirements and include amounts due from ratepayers for unpaid rates and service charges and other statutory charges or fines.

Rates and statutory receivables are recognised when the taxable event has occurred and can be measured reliably.

**Trade receivables**

Trade receivables are amounts receivable from contractual arrangements with customers for goods sold, services performed or grants or contributions with sufficiently specific performance obligations or for the construction of recognisable non financial assets as part of the ordinary course of business.

**Measurement**

Trade and other receivables are recognised initially at the amount of the transaction price, unless they contain a significant financing component, and are to be recognised at fair value.

**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.

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**6. INVENTORIES**

Note	2025	2024
<b>Current</b>	\$	\$
Fuel and materials	2,499	304
Gravel	49,268	0
	51,767	304
<b>Non-current</b>		
Land held for resale		
Cost of acquisition	243,937	243,937
	243,937	243,937

The following movements in inventories occurred during the year:

<b>Balance at beginning of year</b>	244,241	281,729
Inventories expensed during the year	(89,691)	(82,811)
Disposal of land held for resale	0	(27,000)
Additions to inventory	141,154	72,323
<b>Balance at end of year</b>	295,704	244,241

**MATERIAL 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.

**Land held for resale**

Land held for development and resale is valued at the lower of cost and net realisable value. Cost includes the cost of acquisition, development, borrowing costs and holding costs until completion of development.

**Land held for resale (Continued)**

Borrowing costs and holding charges incurred after development is completed are expensed.

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

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

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**7. OTHER ASSETS**

	<b>2025</b>	<b>2024</b>
	<b>\$</b>	<b>\$</b>
<b>Other assets - current</b>		
Prepayments	55,136	70,613
Accrued income	1,359	17,958
Contract assets	229,560	0
	<b>286,055</b>	<b>88,571</b>

**MATERIAL ACCOUNTING POLICIES**

**Other current assets**

Other non-financial assets include prepayments which represent payments in advance of receipt of goods or services or that part of expenditure made in one accounting period covering a term extending beyond that period.

**Contract assets**

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

Impairment of assets associated with contracts with customers are detailed at Note 2(b).

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**8. PROPERTY, PLANT AND EQUIPMENT**

**(a) Movements in balances**

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

	<u>Assets not subject to operating lease</u>		<u>Total property</u>				<u>Plant and equipment</u>		<u>Total property, plant and equipment</u>	
	<u>Note</u>	<u>Land</u>	<u>Buildings</u>	<u>Land</u>	<u>Buildings</u>	<u>Work in progress</u>	<u>Total property</u>	<u>Furniture and equipment</u>		<u>Plant and equipment</u>
		<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>
<b>Balance at 1 July 2023</b>		1,085,976	12,895,423	1,085,976	12,895,423	18,150	13,999,549	56,212	1,358,042	15,413,803
Additions		65,000	297,331	65,000	297,331	0	362,331	5,562	253,233	621,126
Disposals		(51,182)	0	(51,182)	0	0	(51,182)	0	(178,505)	(229,687)
Depreciation		0	(293,537)	0	(293,537)	0	(293,537)	(13,206)	(80,380)	(387,123)
Transfers		18,182	(32)	18,182	(32)	(18,150)	0	0		0
<b>Balance at 30 June 2024</b>		<u>1,117,976</u>	<u>12,899,185</u>	<u>1,117,976</u>	<u>12,899,185</u>	<u>0</u>	<u>14,017,161</u>	<u>48,568</u>	<u>1,352,390</u>	<u>15,418,119</u>
<b>Comprises:</b>										
Gross balance amount at 30 June 2024		1,117,976	13,479,459	1,117,976	13,479,459	0	14,597,435	139,749	2,274,516	17,011,700
Accumulated depreciation at 30 June 2024		0	(580,274)	0	(580,274)	0	(580,274)	(91,181)	(922,126)	(1,593,581)
<b>Balance at 30 June 2024</b>	8(b)	<u>1,117,976</u>	<u>12,899,185</u>	<u>1,117,976</u>	<u>12,899,185</u>	<u>0</u>	<u>14,017,161</u>	<u>48,568</u>	<u>1,352,390</u>	<u>15,418,119</u>
Additions		0	624,745	0	624,745	3,568	628,313	11,617	839,210	1,479,140
Disposals		0	0	0	0	0	0	0	(258,980)	(258,980)
Depreciation		0	(299,100)	0	(299,100)	0	(299,100)	(14,012)	(116,866)	(429,978)
<b>Balance at 30 June 2025</b>		<u>1,117,976</u>	<u>13,224,830</u>	<u>1,117,976</u>	<u>13,224,830</u>	<u>3,568</u>	<u>14,346,374</u>	<u>46,173</u>	<u>1,815,754</u>	<u>16,208,301</u>
<b>Comprises:</b>										
Gross balance amount at 30 June 2025		1,117,976	14,104,205	1,117,976	14,104,205	3,568	15,225,749	151,366	2,774,687	18,151,802
Accumulated depreciation at 30 June 2025		0	(879,375)	0	(879,375)	0	(879,375)	(105,193)	(958,933)	(1,943,501)
<b>Balance at 30 June 2025</b>	8(b)	<u>1,117,976</u>	<u>13,224,830</u>	<u>1,117,976</u>	<u>13,224,830</u>	<u>3,568</u>	<u>14,346,374</u>	<u>46,173</u>	<u>1,815,754</u>	<u>16,208,301</u>

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**8. PROPERTY, PLANT AND EQUIPMENT (Continued)**

**(b) Carrying amount measurements**

<b>Asset class</b>	<b>Note</b>	<b>Carrying amount 2025</b>	<b>Carrying amount 2024</b>	<b>Fair value hierarchy</b>	<b>Valuation technique</b>	<b>Basis of valuation</b>	<b>Date of last valuation</b>	<b>Inputs used</b>
		\$	\$					
<b>(i) Fair value - as determined at the last valuation date</b>								
<b>Land and buildings</b>								
Land - market value		1,117,976	1,117,976	2	Market approach using recent observable market data for similar properties	Independent registered valuers	June 2022	Price per hectare
Total land	8(a)	<u>1,117,976</u>	<u>1,117,976</u>					
Buildings - non specialised		3,178,796	3,105,316	2	Market approach using recent observable market data for similar properties	Independent registered valuers	June 2022	Price per square metre
Buildings - specialised		10,046,034	9,793,869	3	Improvements to land valued using cost approach using depreciated replacement cost	Independent registered valuers	June 2022	Improvements to land using construction costs and current condition (Level 2), residual values and remaining useful life assessments (Level 3) inputs
Total buildings	8(a)	<u>13,224,830</u>	<u>12,899,185</u>					
<b>(ii) Cost</b>								
<b>Furniture and equipment</b>					Cost	Cost		Purchase cost
<b>Plant and equipment</b>					Cost	Cost		Purchase cost

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**9. INFRASTRUCTURE**

**(a) Movements in balances**

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

	Infrastructure - roads	Infrastructure - footpaths	Infrastructure - parks and ovals	Infrastructure - other	Infrastructure - work in progress	Total infrastructure
	\$	\$	\$	\$	\$	\$
<b>Balance at 1 July 2023</b>	66,954,462	691,647	1,243,895	3,236,976	55,532	72,182,512
Additions	1,538,954	290,309	0	206,711	151,326	2,187,300
Depreciation	(1,683,252)	(26,339)	(52,766)	(113,016)	0	(1,875,373)
Transfers	(58,152)	58,152	0	13,109	(13,109)	0
<b>Balance at 30 June 2024</b>	66,752,012	1,013,769	1,191,129	3,343,780	193,749	72,494,439
<b>Comprises:</b>						
Gross balance at 30 June 2024	99,573,489	1,658,172	2,121,826	5,491,277	193,749	109,038,513
Accumulated depreciation at 30 June 2024	(32,821,477)	(644,403)	(930,697)	(2,147,497)	0	(36,544,074)
<b>Balance at 30 June 2024</b>	66,752,012	1,013,769	1,191,129	3,343,780	193,749	72,494,439
Additions	3,627,509	0	0	88,388	0	3,715,897
Depreciation	(1,722,847)	(33,348)	(52,765)	(119,271)	0	(1,928,231)
Transfers	146,249	0	98,740	(69,201)	(175,788)	0
<b>Balance at 30 June 2025</b>	68,802,923	980,421	1,237,104	3,243,696	17,961	74,282,105
<b>Comprises:</b>						
Gross balance at 30 June 2025	103,347,247	1,658,172	2,220,566	5,510,464	17,961	112,754,410
Accumulated depreciation at 30 June 2025	(34,544,324)	(677,751)	(983,462)	(2,266,768)	0	(38,472,305)
<b>Balance at 30 June 2025</b>	68,802,923	980,421	1,237,104	3,243,696	17,961	74,282,105

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**9. INFRASTRUCTURE (Continued)**

**(b) Carrying amount measurements**

<b>Asset class</b>	<b>Fair value hierarchy</b>	<b>Valuation technique</b>	<b>Basis of valuation</b>	<b>Date of last valuation</b>	<b>Inputs used</b>
<b>(i) Fair value - as determined at the last valuation date</b>					
<b>Infrastructure - roads</b>	3	Cost approach using depreciated replacement cost	Management Valuation	June 2023	Construction costs and current condition (Level 2), residual values and remaining useful life assessments (Level 3) inputs
<b>Infrastructure - footpaths</b>	3	Cost approach using depreciated replacement cost	Management Valuation	June 2023	Construction costs and current condition (Level 2), residual values and remaining useful life assessments (Level 3) inputs
<b>Infrastructure - parks and ovals</b>	3	Cost approach using depreciated replacement cost	Management Valuation	June 2023	Construction costs and current condition (Level 2), residual values and remaining useful life assessments (Level 3) inputs
<b>Infrastructure - other</b>	3	Cost approach using depreciated replacement cost	Management Valuation	June 2023	Construction costs and current condition (Level 2), residual values and remaining useful life assessments (Level 3) inputs

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

During the period there were no changes in the valuation techniques used to determine the fair value of infrastructure using level 3 inputs.

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**10. FIXED ASSETS**

**(a) Depreciation**

**Depreciation rates**

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

<b>Asset class</b>	<b>Useful life</b>
Buildings	13 to 71 years
Furniture and equipment	3 to 15 years
Plant and equipment	3 to 34 years
Land	Not depreciated
Road Subgrades/Formation	Not depreciated
Pavement Structure	16 to 120 years
Surface Structure	16 to 50 years
Other Infrastructure	17 to 59 years
Drainage	40 to 100 years
Footpath	30 to 90 years
Signs	10 to 28 years
Surface Water Channels	12 to 100 years
Right of use (furniture and equipment)	Based on the remaining lease

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**10. FIXED ASSETS (Continued)**

**MATERIAL ACCOUNTING POLICIES**

**Initial recognition**

An item of property, plant and equipment or infrastructure that qualifies for recognition as an asset is measured at its cost.

Upon initial recognition, cost is determined as the amount paid (or other consideration given) to acquire the assets, plus costs incidental to the 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. For assets acquired at zero cost or otherwise significantly less than fair value, cost is determined as fair value at the date of acquisition.

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 *Local Government (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.

Individual assets that are land, buildings and infrastructure acquired between scheduled revaluation dates of the asset class in accordance with the Shire's revaluation policy, are recognised at cost and disclosed as being at reportable value.

**Measurement after recognition**

Plant and equipment including furniture and equipment and right-of-use assets (other than vested improvements) are measured using the cost model as required under *Local Government (Financial Management) Regulation 17A(2)*. Assets held under the cost model are carried at cost less accumulated depreciation and any impairment losses being their reportable value.

**Reportable value**

In accordance with *Local Government (Financial Management) Regulation 17A(2)*, the carrying amount of non-financial assets that are land and buildings classified as property, plant and equipment, investment properties, infrastructure or vested improvements that the local government controls.

Reportable value is for the purpose of *Local Government (Financial Management) Regulation 17A(4)* is the fair value of the asset at its last valuation date minus (to the extent applicable) the accumulated depreciation and any accumulated impairment losses in respect of the non-financial asset subsequent to its last valuation date.

**Revaluation**

Land and buildings classified as property, plant and equipment, infrastructure or vested improvements that the local government controls and measured at reportable value, are only required to be revalued 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 land vested in the Shire.

Whilst the regulatory framework only requires a revaluation to occur every five years, it also provides for the Shire to revalue earlier if it chooses to do so.

For land, buildings and infrastructure, increases in the carrying amount arising on revaluation of asset classes 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.

**Depreciation on revaluation**

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

- (i) The gross carrying amount is adjusted in a manner that is consistent with the revaluation of the carrying amount of the asset; or
- (ii) Eliminated against the gross carrying amount of the asset and the net amount restated to the revalued amount of the asset.

**Impairment**

In accordance with *Local Government (Financial Management) Regulations 17A(4C)*, the Shire is not required to comply with *AASB 136 Impairment of Assets* to determine the recoverable amount of its non-financial assets that are land or buildings classified as property, plant and equipment, infrastructure or vested improvements that the local government controls in circumstances where there has been an impairment indication of a general decrease in asset values.

In other circumstances where it has been assessed that one or more of these non-financial assets are impaired, the 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 or losses on disposal**

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.

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**11. LEASES**

**Lessor - property, plant and equipment subject to lease**

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

Less than 1 year

1 to 2 years

2 to 3 years

3 to 4 years

4 to 5 years

> 5 years

	<b>2025 Actual</b>	<b>2024 Actual</b>
	\$	\$
	158,529	155,073
	146,744	147,028
	125,531	139,629
	103,212	122,174
	31,646	102,552
	0	32,094
	<b>565,662</b>	<b>698,550</b>

**Peppercorn Leases**

The following Leases are excluded from the above.

- Parts of Lot 204 Bent Street are leased to 3 local businesses for business purposes at \$1 per year for 10 years.
- The majority of 204 Bent St. is leased to a community group on an annual basis for a lease fee to the current minimum rate for the purpose of cropping for fundraising.
- 9 White Street is leased for use as an early learning centre at \$0 per year for 5 years with a further term of 5 years
- The Mens Shed use at no charge a building on land leased from the Public Transport Authority.

**MATERIAL ACCOUNTING POLICIES**

**The Shire as lessor**

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

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

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

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

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**12. TRADE AND OTHER PAYABLES**

**Current**

	2025	2024
	\$	\$
Sundry creditors	136,212	82,151
Prepaid rates	16,598	21,592
Accrued payroll liabilities	59,664	49,911
ATO liabilities	34,993	44,937
Bonds and deposits held	26,822	15,215
Accrued interest	3,180	3,721
Accrued expenditure	10,177	21,904
Income received in advance	16,535	49,352
Financial liabilities	15,882	0
	320,063	288,783

**MATERIAL 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 any consideration paid, including the transfer of non-cash assets or liabilities assumed, is recognised in profit or loss.

**Statutory liabilities**

Statutory liabilities, are amounts owed to regulatory authorities due to statutory obligations such as FBT and PAYG. GST payable is offset against GST receivable and any net GST payable is included as a statutory liability.

**Trade and other payables**

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

**Prepaid rates**

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

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**13. OTHER LIABILITIES**

	<b>2025</b>	<b>2024</b>
	<b>\$</b>	<b>\$</b>
<b>Current</b>		
Contract liabilities	19,439	62,088
Capital grant/contributions liabilities	53,630	286,722
	<u>73,069</u>	<u>348,810</u>
<b>Reconciliation of changes in contract liabilities</b>		
Opening balance	62,088	69,457
Additions	19,439	62,088
Revenue from contracts with customers included as a contract liability at the start of the period	(62,088)	(69,457)
	<u>19,439</u>	<u>62,088</u>
<p>The aggregate amount of the performance obligations unsatisfied (or partially unsatisfied) in relation to these contract liabilities was \$19,438 (2024: \$62,087)</p> <p>The Shire expects to satisfy the performance obligations, from contracts with customers unsatisfied at the end of the reporting period, within the next 12 months.</p>		
<b>Reconciliation of changes in capital grant/contribution liabilities</b>		
Opening balance	286,722	63,731
Additions	53,630	286,722
Revenue from capital grant/contributions held as a liability at the start of the period	(286,722)	(63,731)
	<u>53,630</u>	<u>286,722</u>
<b>Expected satisfaction of capital grant/contribution liabilities</b>		
Less than 1 year	53,630	286,722
	<u>53,630</u>	<u>286,722</u>

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.

**MATERIAL 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 by the Shire which are yet to be satisfied. Capital grant/contribution liabilities are recognised as income when the obligations in the contract are satisfied.

**SHIRE OF MUKINBUDIN  
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT  
FOR THE YEAR ENDED 30 JUNE 2025**

**14. BORROWINGS**

	Note	2025			2024		
		Current	Non-current	Total	Current	Non-current	Total
<b>Secured</b>		\$	\$	\$	\$	\$	\$
Debentures		121,633	871,544	993,177	118,331	993,177	1,111,508
<b>Total secured borrowings</b>	27(a)	121,633	871,544	993,177	118,331	993,177	1,111,508

**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 Mukinbudin. Other loans relate to transferred receivables. Refer to Note 5.

The Shire of Mukinbudin has complied with the financial covenants of its borrowing facilities during the 2025 and 2024 years.

**MATERIAL ACCOUNTING POLICIES**

**Borrowing costs**

The Shire has elected to recognise borrowing costs as an expense when incurred regardless of how the borrowings are applied.

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

**Risk**

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

**SHIRE OF MUKINBUDIN  
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT  
FOR THE YEAR ENDED 30 JUNE 2025**

**15. EMPLOYEE RELATED PROVISIONS**

**Employee related provisions**

	<b>2025</b>	<b>2024</b>
	<b>\$</b>	<b>\$</b>
<b>Current provisions</b>		
<b>Employee benefit provisions</b>		
Annual leave	86,284	110,564
Long service leave	52,974	108,078
	<b>139,258</b>	<b>218,642</b>
<b>Employee related other provisions</b>		
Employment on-costs	43,810	39,440
	<b>43,810</b>	<b>39,440</b>
<b>Total current employee related provisions</b>	<b>183,068</b>	<b>258,082</b>
<b>Non-current provisions</b>		
<b>Employee benefit provisions</b>		
Long service leave	6,468	23,588
	<b>6,468</b>	<b>23,588</b>
<b>Employee related other provisions</b>		
Employment on-costs	5,144	3,655
	<b>5,144</b>	<b>3,655</b>
<b>Total non-current employee related provisions</b>	<b>11,612</b>	<b>27,243</b>
<b>Total employee related provisions</b>	<b>194,680</b>	<b>285,325</b>

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.

**MATERIAL ACCOUNTING POLICIES**

**Employee benefits**

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

**Short-term employee benefits**

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

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

**Other long-term employee benefits**

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

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

**SHIRE OF MUKINBUDIN**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2025**

**16. REVALUATION SURPLUS**

	<b>2025 Opening balance</b>	<b>Total Movement on revaluation</b>	<b>2025 Closing balance</b>	<b>2024 Opening balance</b>	<b>Total Movement on revaluation</b>	<b>2024 Closing balance</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
Revaluation surplus - Land - freehold land	600,210	0	600,210	600,210	0	600,210
Revaluation surplus - Buildings	6,356,750	0	6,356,750	6,356,750	0	6,356,750
Revaluation surplus - Plant and equipment	403,380	0	403,380	403,380	0	403,380
Revaluation surplus - Infrastructure - roads	31,755,641	0	31,755,641	31,755,641	0	31,755,641
Revaluation surplus - Infrastructure - footpaths	91,951	0	91,951	91,951	0	91,951
Revaluation surplus - Infrastructure - parks and ovals	936,443	0	936,443	936,443	0	936,443
Revaluation surplus - Infrastructure - other	2,009,741	0	2,009,741	2,009,741	0	2,009,741
	<b>42,154,116</b>	<b>0</b>	<b>42,154,116</b>	<b>42,154,116</b>	<b>0</b>	<b>42,154,116</b>

**SHIRE OF MUKINBUDIN  
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT  
FOR THE YEAR ENDED 30 JUNE 2025**

**17. RESTRICTIONS OVER FINANCIAL ASSETS**

	Note	2025 Actual \$	2024 Actual \$
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	2,056,867	592,535
- Financial assets at amortised cost	4	0	1,211,395
		2,056,867	1,803,930
The restricted financial assets are a result of the following specific purposes to which the assets may be used:			
Restricted reserve accounts	28	1,956,976	1,439,905
Contract liabilities	13	19,439	62,088
Capital grant liabilities	13	53,630	286,722
Bonds and deposits held	12	26,822	15,215
<b>Total restricted financial assets</b>		2,056,867	1,803,930

**18. UNDRAWN BORROWING FACILITIES AND CREDIT  
STANDBY ARRANGEMENTS**

**Credit standby arrangements**

Bank overdraft limit	250,000	250,000
Bank overdraft at balance date	0	0
Credit card limit	5,000	5,000
Credit card balance at balance date	(4,768)	(1,404)
<b>Total amount of credit unused</b>	250,232	253,596

**Loan facilities**

Loan facilities - current	121,633	118,331
Loan facilities - non-current	871,544	993,177
<b>Total facilities in use at balance date</b>	993,177	1,111,508
<b>Unused loan facilities at balance date</b>	NIL	NIL

**SHIRE OF MUKINBUDIN  
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT  
FOR THE YEAR ENDED 30 JUNE 2025**

**19. CONTINGENT LIABILITIES**

There are no contingent liabilities to report as at 30 June 2025.

**20. CAPITAL COMMITMENTS**

	<b>2025</b>	<b>2024</b>
	<b>\$</b>	<b>\$</b>
Contracted for:		
- capital expenditure projects	66,251	0
- plant & equipment purchases	0	319,240
	66,251	319,240
Payable:		
- not later than one year	66,251	319,240

The capital expenditure projects and plant and equipment outstanding at the end of the previous year were that of the purchase of a new truck.

**The major ones being:**

Truck purchase 319,240

The capital expenditure project outstanding at the end of the current reporting period represents the heavy vehicle rest area construction.

**SHIRE OF MUKINBUDIN**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2025**

**21. RELATED PARTY TRANSACTIONS**

**(a) Council member remuneration**

Fees, expenses and allowances to be paid or reimbursed to council members.

Note	2025 Actual	2025 Budget	2024 Actual
	\$	\$	\$
President's annual allowance	10,615	10,615	10,615
President's meeting attendance fees	4,500	4,800	4,500
President's travel and accommodation expenses	314	500	266
	15,429	15,915	15,381
Deputy President's annual allowance	2,412	2,654	2,654
Deputy President's meeting attendance fees	4,057	4,800	4,500
Deputy President's travel and accommodation expenses	1,325	1,200	1,852
	7,794	8,654	9,006
All other council member's meeting attendance fees	22,125	24,000	24,955
All other council member's travel and accommodation expenses	2,383	3,300	2,928
	24,508	27,300	27,883
21(b)	47,731	51,869	52,270

**(b) Key management personnel (KMP) compensation**

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

Short-term employee benefits	610,618		481,657
Post-employment benefits	76,967		65,076
Employee - other long-term benefits	8,750		18,890
Employee - termination benefits	31,969		57,300
Council member costs	47,731		52,270
21(a)	776,035		675,193

*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.

**SHIRE OF MUKINBUDIN  
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT  
FOR THE YEAR ENDED 30 JUNE 2025**

**21. RELATED PARTY TRANSACTIONS (Continued)**

**(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:

	<b>2025 Actual</b>	<b>2024 Actual</b>
	<b>\$</b>	<b>\$</b>
Sale of goods and services	14,481	40,261
Purchase of goods and services	192,537	191,701
Short term employee benefits - other related parties	60,093	0
<b>Amounts outstanding from related parties:</b>		
Trade and other receivables	335	0
<b>Amounts payable to related parties:</b>		
Trade and other payables	4,393	1,669

**(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 Shire, directly or indirectly, including any council member, are considered key management personnel and are detailed in Notes 20(a) and 20(b).

*ii. Other Related Parties*

Outside of normal citizen type transactions with the Shire, there were no other related party transactions involving key management personnel and/or their close family members and/or their controlled (or jointly controlled) entities.

*iii. Entities subject to significant influence by the Shire*

*There were no such entities requiring disclosure during the current or previous year.*

*iii. Entities subject to significant influence by the Shire*

*There were no such entities requiring disclosure during the current or previous year.*

**SHIRE OF MUKINBUDIN  
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT  
FOR THE YEAR ENDED 30 JUNE 2025**

**22. JOINT ARRANGEMENTS**

**Medical Services**

The Shire of Mukinbudin is in a joint arrangement with the Shires of Mount Marshall, Nungarin, and Trayning to provide medical services. The Shire of Mukinbudin has a 30% interest in this service which provides a doctor in Mukinbudin 1 day per week.

In May 2017 the joint arrangement purchased a motor vehicle valued at \$54,287 from surplus funds. The vehicle is registered to the Shire of Trayning.

	<b>2025 Actual</b>	<b>2024 Actual</b>
<b>Statement of comprehensive income</b>	<b>\$</b>	<b>\$</b>
Expenses	(60,375)	(59,111)
<b>Profit/(loss) for the period</b>	(60,375)	(59,111)
Other comprehensive income	0	0
<b>Total comprehensive income for the period</b>	(60,375)	(59,111)

**SHIRE OF MUKINBUDIN  
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT  
FOR THE YEAR ENDED 30 JUNE 2025**

**22. JOINT ARRANGEMENTS**

**Share of joint operations (Continued)**

**Lot 27 (20) Maddock Street Aged Units 1 and 2**

The Shire of Mukinbudin has participated in a joint arrangement with the Housing Authority for the construction of two 1 bedroom units on Lot 27 (20) Maddock Street, Mukinbudin. The two units have subsequently been converted to one 2 bedroom unit. The provision of this housing aims to provide accommodation for Seniors. The Shire of Mukinbudin has a 36.35% interest in the assets and liabilities of this joint arrangement. Council manages the operation of the joint arrangement under the auspices of the Housing Authority. All revenue and expenses of the joint arrangement are recognised in the relevant financial statements of Council.

	<b>2025 Actual</b>	<b>2024 Actual</b>
	<b>\$</b>	<b>\$</b>
<b>Statement of financial position</b>		
Buildings - Specialised (Level 3)	43,929	43,929
Less: accumulated depreciation	(2,715)	(1,810)
<b>Total assets</b>	<b>41,214</b>	<b>42,119</b>
<b>Reserve accounts</b>		
- Opening balance	6,736	6,506
- Transfers to reserves	366	230
<b>Total equity</b>	<b>7,102</b>	<b>6,736</b>
<b>Statement of comprehensive income</b>		
Revenue	6,257	6,275
Expenses	(2,919)	(2,275)
<b>Profit/(loss) for the period</b>	<b>3,338</b>	<b>4,000</b>
Other comprehensive income	0	0
<b>Total comprehensive income for the period</b>	<b>3,338</b>	<b>4,000</b>

**SHIRE OF MUKINBUDIN  
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT  
FOR THE YEAR ENDED 30 JUNE 2025**

**22. JOINT ARRANGEMENTS**

**Share of joint operations (Continued)**

**Lot 28 (18) and Part Lot 29 (16) Maddock Street Aged Units 3,4,5 and 6**

The Shire of Mukinbudin has participated in a joint arrangement with the Housing Authority for the construction of two 1 bedroom and two 2 bedroom units on Lot 28 (18) and Part Lot 29 (16) Maddock Street, Mukinbudin. The provision of this housing aims to provide accommodation for Seniors. The Shire of Mukinbudin has a 16.85% interest in the assets and liabilities of this joint arrangement. Council manages the operation of the joint arrangement under the auspices of the Housing Authority . All revenue and expenses of the joint arrangement are recognised in the relevant financial statements of Council.

	<b>2025 Actual</b>	<b>2024 Actual</b>
	<b>\$</b>	<b>\$</b>
<b>Statement of financial position</b>		
Land - Freehold (Level 2)	5,476	5,476
Buildings - Specialised (Level 3)	76,470	57,684
Less: accumulated depreciation	(3,605)	(2,382)
<b>Total assets</b>	<b>78,341</b>	<b>60,778</b>
Reserve accounts		
- Opening balance	7,389	7,137
- Transfers to reserves	402	252
<b>Total equity</b>	<b>7,791</b>	<b>7,389</b>
<b>Statement of comprehensive income</b>		
Revenue	18,249	21,418
Expenses	(17,871)	(25,566)
<b>Profit/(loss) for the period</b>	<b>378</b>	<b>(4,148)</b>
Other comprehensive income	0	0
<b>Total comprehensive income for the period</b>	<b>378</b>	<b>(4,148)</b>

**SHIRE OF MUKINBUDIN  
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT  
FOR THE YEAR ENDED 30 JUNE 2025**

**22. JOINT ARRANGEMENTS**

**Share of joint operations (Continued)**

**Part Lot 29 (16) Maddock Street Aged Units 7 and 8**

The Shire of Mukinbudin has participated in a joint arrangement with the Housing Authority for the construction of two 1 bedroom units on Part Lot 29 (16) Maddock Street, Mukinbudin. The provision of this housing aims to provide accommodation for Seniors. The Shire of Mukinbudin has a 21.00% interest in the assets and liabilities of this joint arrangement. Council manages the operation of the joint arrangement under the auspices of the Housing Authority . All revenue and expenses of the joint arrangement are recognised in the relevant financial statements of Council.

	<b>2025 Actual</b>	<b>2024 Actual</b>
	<b>\$</b>	<b>\$</b>
<b>Statement of financial position</b>		
Land - Freehold (Level 2)	2,205	2,205
Buildings - Specialised (Level 3)	31,273	31,273
Less: accumulated depreciation	(1,933)	(1,288)
<b>Total assets</b>	<b>31,545</b>	<b>32,190</b>
Reserve accounts		
- Opening balance	7,635	7,374
- Transfers to reserves	415	261
<b>Total equity</b>	<b>8,050</b>	<b>7,635</b>
<b>Statement of comprehensive income</b>		
Revenue	5,798	11,775
Expenses	(7,819)	(15,088)
<b>Profit/(loss) for the period</b>	<b>(2,021)</b>	<b>(3,313)</b>
Other comprehensive income	0	0
<b>Total comprehensive income for the period</b>	<b>(2,021)</b>	<b>(3,313)</b>

**SHIRE OF MUKINBUDIN  
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT  
FOR THE YEAR ENDED 30 JUNE 2025**

**22. JOINT ARRANGEMENTS**

**Share of joint operations (Continued)**

**Lot 25 (24) Maddock Street Aged Units 9 and 10**

The Shire of Mukinbudin has participated in a joint arrangement with the Housing Authority for the construction of a two 2 bedroom units on Lot 25 (24) Maddock Street, Mukinbudin. The provision of this housing aims to provide accommodation for Seniors. The Shire of Mukinbudin has a 37.94% interest in the assets and liabilities of this joint arrangement. Council manages the operation of the joint arrangement under the auspices of the Housing Authority . All revenue and expenses of the joint arrangement are recognised in the relevant financial statements of Council.

	<b>2025 Actual</b>	<b>2024 Actual</b>
	<b>\$</b>	<b>\$</b>
<b>Statement of financial position</b>		
Land - Freehold (Level 2)	8,347	8,347
Buildings - Specialised (Level 3)	83,588	83,588
Less: accumulated depreciation	(4,703)	(2,981)
<b>Total assets</b>	<b>87,232</b>	<b>88,954</b>
Reserve accounts		
- Opening balance	12,995	12,551
- Transfers to reserves	706	444
<b>Total equity</b>	<b>13,701</b>	<b>12,995</b>
<b>Statement of comprehensive income</b>		
Revenue	12,055	10,377
Other expense	(5,588)	(16,628)
<b>Profit/(loss) for the period</b>	<b>6,467</b>	<b>(6,251)</b>
Other comprehensive income	0	0
<b>Total comprehensive income for the period</b>	<b>6,467</b>	<b>(6,251)</b>

**SHIRE OF MUKINBUDIN  
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT  
FOR THE YEAR ENDED 30 JUNE 2025**

**22. JOINT ARRANGEMENTS**

**Share of joint operations (Continued)**

**Lot 64 (12) White St and Lot 69 (6) Lansdell St**

The Shire of Mukinbudin has participated in a joint arrangement with the Housing Authority for the construction of two 3 bedroom 1 bathroom houses on Lot 64 (12) White Street and Lot 69 (6) Lansdell Street, Mukinbudin. The provision of this housing aims to provide accommodation for families. The Shire of Mukinbudin has a 22.52% interest in the assets and liabilities of this joint arrangement. Council manages the operation of the joint arrangement under the auspices of the Housing Authority . All revenue and expenses of the joint arrangement are recognised in the relevant financial statements of Council.

	<b>2025 Actual</b>	<b>2024 Actual</b>
	<b>\$</b>	<b>\$</b>
<b>Statement of financial position</b>		
Land - Freehold (Level 2)	10,810	10,810
Buildings - Specialised (Level 3)	93,064	93,064
Less: accumulated depreciation	(5,350)	(3,433)
<b>Total assets</b>	<b>98,524</b>	<b>100,441</b>
Reserve accounts		
- Opening balance	8,066	2,715
- Transfers to reserves	436	5,351
<b>Total equity</b>	<b>8,502</b>	<b>8,066</b>
<b>Statement of comprehensive income</b>		
Revenue	23,474	21,424
Expenses	(11,001)	(17,908)
<b>Profit/(loss) for the period</b>	<b>12,473</b>	<b>3,516</b>
Other comprehensive income	0	0
<b>Total comprehensive income for the period</b>	<b>12,473</b>	<b>3,516</b>

**SHIRE OF MUKINBUDIN  
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT  
FOR THE YEAR ENDED 30 JUNE 2025**

**22. JOINT ARRANGEMENTS**

**Share of joint operations (Continued)**

**Lot 8 (42) Cruickshank Road**

The Shire of Mukinbudin has participated in a joint arrangement with the Housing Authority for the construction of two 1 bedroom and two 2 bedroom units on Lot 8 (42) Cruickshank Road, Mukinbudin. The provision of this housing aims to provide accommodation for Families & Singles. The Shire of Mukinbudin has a 19.03% interest in the assets and liabilities of this joint arrangement. Council manages the operation of the joint arrangement under the auspices of the Housing Authority . All revenue and expenses of the joint arrangement are recognised in the relevant financial statements of Council.

<b>Statement of financial position</b>	<b>2025 Actual</b>	<b>2024 Actual</b>
	<b>\$</b>	<b>\$</b>
Land - Freehold (Level 2)	5,138	5,138
Buildings - Specialised (Level 3)	91,156	91,156
Less: accumulated depreciation	(5,466)	(3,586)
<b>Total assets</b>	<b>90,828</b>	<b>92,708</b>
<b>Statement of comprehensive income</b>		
Revenue	28,686	24,639
Expenses	(26,467)	(18,593)
<b>Profit/(loss) for the period</b>	<b>2,219</b>	<b>6,046</b>
Other comprehensive income	0	0
<b>Total comprehensive income for the period</b>	<b>2,219</b>	<b>6,046</b>

**MATERIAL ACCOUNTING POLICIES**

**Joint operations**

A joint operation is a joint arrangement where the Shire has joint control with two or more parties to the joint arrangement. All parties to joint arrangement have rights to the assets, and obligations for the liabilities relating to the arrangement.

Assets, liabilities, revenues and expenses relating to the Shire's interest in the joint operation are accounted for in accordance with the relevant Australian Accounting Standards.

**SHIRE OF MUKINBUDIN  
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT  
FOR THE YEAR ENDED 30 JUNE 2025**

**23. EVENTS OCCURRING AFTER THE END OF THE REPORTING PERIOD**

The Shire does not have any subsequent events after balance sheet date.

**SHIRE OF MUKINBUDIN  
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT  
FOR THE YEAR ENDED 30 JUNE 2025**

**24. OTHER MATERIAL 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 report 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 revenue**

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

**Level 1**

Measurements based on quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date.

**Level 2**

Measurements based on inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly or indirectly.

**Level 3**

Measurements based on unobservable inputs for the asset or liability.

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

**Valuation techniques**

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

**Market approach**

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

**Income approach**

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

**Cost approach**

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

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

**j) Impairment of assets**

In accordance with Australian Accounting Standards the Shire's 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 except for non-financial assets that are:

- land and buildings classified as property, plant and equipment;
- infrastructure; or
- vested improvements that the local government controls, in circumstances where there has been an impairment indication of a general decrease in asset values.

These non-financial assets are assessed in accordance with the regulatory framework detailed in Note 10.

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 *Property, Plant and Equipment*) whereby any impairment loss of a revalued asset is treated as a revaluation decrease in accordance with that other Standard.

**SHIRE OF MUKINBUDIN**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2025**

**25. RATING INFORMATION**

**(a) General rates**

<b>RATE TYPE</b>	<b>Basis of valuation</b>	<b>Rate in \$</b>	<b>Number of properties</b>	<b>2024/25 Actual rateable value*</b>	<b>2024/25 Actual rate revenue</b>	<b>2024/25 Actual interim rates</b>	<b>2024/25 Actual total revenue</b>	<b>2024/25 Budget rate revenue</b>	<b>2024/25 Budget interim rate</b>	<b>2024/25 Budget total revenue</b>	<b>2023/24 Actual total revenue</b>
<b>Rate description</b>				<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
Residential	Gross rental valuation	0.162197	154	1,399,060	226,923	4,984	231,907	226,923	2,500	229,423	221,098
Vacant	Gross rental valuation	0.162197	1	10,920	1,771	(278)	1,493	1,771	0	1,771	0
Rural	Unimproved valuation	0.018218	217	73,974,000	1,347,659	0	1,347,659	1,347,659	0	1,347,659	1,307,174
Non-Rateable	Gross rental valuation	0.000000	105	201,265	0	0	0	0	0	0	(5,079)
<b>Total general rates</b>			477	75,585,245	1,576,353	4,706	1,581,059	1,576,353	2,500	1,578,853	1,523,193
<b>Minimum payment</b>		<b>\$</b>									
Residential	Gross rental valuation	472	17	18,474	8,024	0	8,024	8,024	0	8,024	8,190
Vacant	Gross rental valuation	472	11	6,954	5,192	0	5,192	5,192	0	5,192	4,095
Rural	Unimproved valuation	658	31	371,700	20,398	(14)	20,384	20,398	0	20,398	19,685
Mining	Unimproved valuation	658	23	179,364	15,134	(3,293)	11,841	15,134	0	15,134	14,980
<b>Total minimum payments</b>			82	576,492	48,748	(3,307)	45,441	48,748	0	48,748	46,950
<b>Total general rates and minimum payments</b>			559	76,161,737	1,625,101	1,399	1,626,500	1,625,101	2,500	1,627,601	1,570,143
<b>Ex-gratia rates</b>											
Co-operative Bulk Handling (CBH) Tonnage		0.0919090		315,950	29,039	0	29,039	28,590	0	28,590	28,258
Co-operative Bulk Handling (CBH) Back payment					0	0	0	0	0	0	9,865
<b>Total amount raised from rates (excluding general rates)</b>			0	315,950	29,039	0	29,039	28,590	0	28,590	38,123
<b>Total rates</b>							1,655,539			1,656,191	1,608,266
<b>(b) Rates related information</b>											
Rates instalment interest							3,128			2,000	2,464
Rates instalment plan charges							4,100			3,000	2,580
Rates overdue interest							4,784			4,200	5,131

\*Rateable Value at time of raising of rate.

**SHIRE OF MUKINBUDIN**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2025**

**26. DETERMINATION OF SURPLUS OR DEFICIT**

Note	2024/25 (30 June 2025 carried forward) \$	2024/25 Budget (30 June 2025 carried forward) \$	2023/24 (30 June 2024 carried forward) \$
<b>(a) Non-cash amounts excluded from operating activities</b>			
The following non-cash revenue or expenditure has been excluded from amounts attributable to operating activities within the Statement of Financial Activity in accordance with <i>Financial Management Regulation 32</i> .			
<b>Adjustments to operating activities</b>			
	(27,828)	(14,000)	(15,559)
	8,191	6,169	5,150
	2,663	0	(1,261)
	20,308	0	27,918
10(a)	2,358,209	2,285,167	2,262,496
Non-cash movements in non-current assets and liabilities:			
Pensioner deferred rates	(761)	0	689
Employee benefit provisions	(15,631)	0	(19,375)
<b>Non-cash amounts excluded from operating activities</b>	<b>2,345,151</b>	<b>2,277,336</b>	<b>2,260,058</b>
<b>(b) Surplus or deficit after imposition of general rates</b>			
The following current assets and liabilities have been excluded from the net current assets used in the Statement of Financial Activity in accordance with <i>Financial Management Regulation 32</i> to agree to the surplus/(deficit) after imposition of general rates.			
<b>Adjustments to net current assets</b>			
28	(1,956,976)	(1,927,957)	(1,439,905)
6	0	(3,763)	0
14	121,633	0	118,331
	158,650	156,629	150,459
<b>Total adjustments to net current assets</b>	<b>(1,676,693)</b>	<b>(1,775,091)</b>	<b>(1,171,115)</b>
<b>Net current assets used in the Statement of financial activity</b>			
	3,369,993	2,356,409	4,250,859
	(697,833)	(581,318)	(1,014,006)
	(1,676,693)	(1,775,091)	(1,171,115)
<b>Surplus or deficit after imposition of general rates</b>	<b>995,467</b>	<b>0</b>	<b>2,065,738</b>

SHIRE OF MUKINBUDIN  
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT  
FOR THE YEAR ENDED 30 JUNE 2025

27. BORROWING AND LEASE LIABILITIES

(a) Borrowings

Purpose	Note	Actual							Budget			
		Principal at 1 July 2023	New loans during 2023-24	Principal repayments during 2023-24	Principal at 30 June 2024	New loans during 2024-25	Principal repayments during 2024-25	Principal at 30 June 2025	Principal at 1 July 2024	New loans during 2024-25	Principal repayments during 2024-25	Principal at 30 June 2025
Child Care Centre		\$ 158,425	\$ 0	\$ (12,409)	\$ 146,016	\$ 0	\$ (12,654)	\$ 133,362	\$ 146,016	\$ 0	\$ (12,654)	\$ 133,362
8 Gimlett Way		152,578	0	(25,904)	126,674	0	(26,692)	99,982	126,674	0	(26,692)	99,982
GROH Houses		602,013	0	(47,156)	554,857	0	(48,084)	506,773	554,857	0	(48,084)	506,773
Mukinbudin Café		44,919	0	(10,382)	34,537	0	(10,928)	23,609	34,537	0	(10,928)	23,609
Caravan Park House, 22 Earl Drive		101,872	0	(7,448)	94,424	0	(7,564)	86,860	94,424	0	(7,564)	86,860
Skid Steer MBL 1724		8,142	0	(8,142)	0	0	0	0	0	0	0	0
Caravan Park "Kalonging" Villa		0	155,000	0	155,000	0	(12,409)	142,591	155,000	0	(12,409)	142,591
<b>Total</b>		<b>1,067,949</b>	<b>155,000</b>	<b>(111,441)</b>	<b>1,111,508</b>	<b>0</b>	<b>(118,331)</b>	<b>993,177</b>	<b>1,111,508</b>	<b>0</b>	<b>(118,331)</b>	<b>993,177</b>
<b>Borrowing finance cost payments</b>												
Purpose	Loan number	Institution	Interest rate	Date final payment is due	Actual for year ending 30 June 2025	Budget for year ending 30 June 2025	Actual for year ending 30 June 2024					
Child Care Centre	125	WATC*	1.96%	20/12/2034	\$ (3,790)	\$ (3,888)	\$ (3,555)					
8 Gimlett Way	124	WATC*	3.02%	15/09/2028	(4,172)	(4,598)	(4,607)					
GROH Houses	126	WATC*	1.96%	20/12/2034	(14,403)	(13,774)	(13,510)					
Mukinbudin Café	119	WATC*	5.19%	13/04/2027	(1,782)	(2,069)	(2,220)					
Caravan Park House, 22 Earl Drive	127	WATC*	1.70%	10/09/2035	(2,025)	(2,115)	(1,837)					
Caravan Park "Kalonging" Villa	128	WATC*	3.32%	26/04/2034	(8,224)	(7,283)	(1,536)					
Grader MBL 95	121	WATC*	4.57%	15/01/2024	0	0	(99)					
<b>Total</b>					<b>(34,396)</b>	<b>(33,727)</b>	<b>(27,364)</b>					
<b>Total finance cost payments</b>					<b>(34,396)</b>	<b>(33,727)</b>	<b>(27,364)</b>					

\* WA Treasury Corporation

**SHIRE OF MUKINBUDIN  
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT  
FOR THE YEAR ENDED 30 JUNE 2025**

28. RESERVE ACCOUNTS	2025	2025	2025	2025	2025	2025	2025	2025	2024	2024	2024	2024
	Actual opening balance	Actual transfer to	Actual transfer (from)	Actual closing balance	Budget opening balance	Budget transfer to	Budget transfer (from)	Budget closing balance	Actual opening balance	Actual transfer to	Actual transfer (from)	Actual closing balance
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
<b>Restricted by council</b>												
(a) Leave reserve	150,459	8,191	0	158,650	150,460	6,169	0	156,629	145,309	5,150	0	150,459
(b) Plant Reserve	380,585	124,305	0	504,890	380,585	115,609	0	496,194	270,971	109,614	0	380,585
(c) Building & Residential Land Reserve	252,396	13,737	0	266,133	252,397	10,349	0	262,746	214,781	37,615	0	252,396
(d) Senior Housing Reserve	34,755	1,889	0	36,644	34,755	1,423	0	36,178	33,567	1,188	0	34,755
(e) Swimming Pool Reserve	166,933	29,800	0	196,733	166,933	26,842	0	193,775	141,903	25,030	0	166,933
(f) Transport Infrastructure Reserve	24,966	1,361	0	26,327	24,966	1,021	0	25,987	207,589	7,334	(189,957)	24,966
(g) White St & Lansdell St JV Reserve	8,066	435	0	8,501	8,066	5,839	0	13,905	2,715	5,351	0	8,066
(h) Community Hub Reserve	254,364	328,243	0	582,607	254,364	313,938	0	568,302	100,773	153,591	0	254,364
(i) CRC Reserve	167,381	9,110	0	176,491	167,381	6,860	0	174,241	161,651	5,730	0	167,381
	1,439,905	517,071	0	1,956,976	1,439,907	488,050	0	1,927,957	1,279,259	350,603	(189,957)	1,439,905

All reserves are supported by cash and cash equivalents and financial assets at amortised cost and are restricted within equity as Reserve accounts.

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

Name of reserve account	Purpose of the reserve account
<b>Restricted by council</b>	
(a) Leave reserve	To be used to fund annual and long service leave requirements.
(b) Plant Reserve	To be used for the renewal, upgrade or purchase of new or used mobile plant and vehicles.
(c) Building & Residential Land Reserve	To be used for the renewal, upgrade, replacement and new construction of new buildings and associated infrastructure, To assist finance of building loans, future expansion and land development, and proceeds from the sale of subdivision blocks.
(d) Senior Housing Reserve	To be used for the renewal, upgrade, replacement and new construction of additional Aged Units and their maintenance. The surplus/deficit after rent and maintenance has been carried out for the financial year is to be transferred into/from (if required) the reserve.
(e) Swimming Pool Reserve	To be used for the renewal, upgrade, replacement and new construction for the Swimming Pool and associated infrastructure. \$20,000 per year plus interest is to be transferred to this reserve.
(f) Transport Infrastructure Reserve	To fund Transport Infrastructure and associated drainage construction and maintenance works.
(g) White St & Lansdell St JV Reserve	To cover anticipated costs of periodic repairs and maintenance to the land and units.
(h) Community Hub Reserve	To fund the construction of facilities to establish and then operate a Community Hub.
(i) CRC Reserve	To fund Community Resource Centre Operational and Capital expenses.



# Auditor General

## INDEPENDENT AUDITOR'S REPORT

2025

Shire of Mukinbudin

To the Council of the Shire of Mukinbudin

### Opinion

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

- the statement of financial position as at 30 June 2025, the statement of comprehensive income, statement of changes in equity, statement of cash flows and statement of financial activity for the year then ended
- notes comprising a summary of material 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 2025 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 the preparation 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 2025, 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 (CEO) of the Shire is responsible for:

- keeping proper accounts and records
- 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](https://www.auasb.gov.au/auditors_responsibilities/ar4.pdf).

## **My independence and quality management 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 ASQM 1 *Quality Management for Firms that Perform Audits or Reviews of Financial Reports and Other Financial Information, or Other Assurance or Related Services Engagements*, the Office of the Auditor General maintains a comprehensive system of quality management 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 Mukinbudin for the year ended 30 June 2025 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.

Carly Meagher  
Senior Director Financial Audit  
Delegate of the Auditor General for Western Australia  
Perth, Western Australia  
13 November 2025



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