



BUNBURY HARVEY
REGIONAL COUNCIL
HARVESTING RESOURCES FROM YOUR WASTE

WASTE DISPOSAL AUTHORITY

Established 1st January 1990

**DRAFT
BUDGET**

FOR

YEAR ENDING 30 JUNE 2023

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EXECUTIVE SUMMARY

The 2022/23 Budget has a total budgeted expenditure of \$14.6M. This comprises of \$7.6M of capital expenditure and \$7.0M of operating expenditure. This is funded from the following sources: \$7.3M Member Council contributions (\$6.0M for cell capping and \$1.3M operating contribution), \$3.0M from fees and charges, \$2.3M from other operating revenue, \$1.3M from cash reserves, \$300K capital grants and \$100K from the disposal of assets. Total sources of funds are \$14.3M which leaves in a closing deficit of \$300K.

The capital expenditure of \$7.6M includes the construction of Phase 3 to 5 capping works of \$6.7M, \$600K Banksia Rd Screen and \$300K Compost Facility Stage 1. These projects are dependent on Member Council contributions of \$6.0M, \$1.3M from reserve funds and \$300K in grants.

Total operating revenue will increase by \$367K from \$4.9M in 2021/22 to \$5.3M in 2022/23 mainly due to \$548K (66%) increase in Banksia Road organic tipping fees and \$231K (526%) in Banksia Road compost sales; but offset by decreases in casual tipping fees of \$216K and a \$97K decrease in Harvey Transfer Station fees. The increase in organic tipping fees reflect the true operational costs associated with FOGO waste processing in 2022/23 at Banksia Road.

Total operating expenditure will increase from \$6.5M in 2021/22 to \$7.5M in 2022/23, an increase of \$1.0M. This is mainly due to Other Expenditure increasing by \$1.3M (with tipping fees of \$1.1M), offset by a reduction in materials and contract expenditure (\$164K) and a slight decrease in employee costs (\$89K).

Cash Reserves will reduce from \$1.8M to \$488K as funds are used for capping construction, replacement of the Banksia screening unit and ancillary equipment at both sites.

The forecast closing position at 30 June 2023 is a deficit of \$254K, an increase of \$232K from the opening deficit position at the beginning of the year of \$22K.

Key Capital Expenditure (refer Note 14 on page 31)

Capital Project	Expenditure	Funding Source/s	Income
Capping Construction - Phase 3 - 5			
Infrastructure	6,683,334	Member Council Contributions	6,000,000
		Organics Processing Reserve	395,359
		Plant & Infrastructure Reserve	157,777
		Stanley Road Protection and Cell Reserve	120,871
		Municipal Funds	5,950
		Site Rehabilitation Reserve	3,378
TOTAL	6,683,334	TOTAL	6,683,334
Compost Screening Unit - Replacement / Upgrade			
Organics - Plant & Equipment	600,000	Organics Processing Reserve	600,000
TOTAL	600,000	TOTAL	600,000
Compost Facility - Stage 1			
Organics - Plant & Equipment	300,000	Regional Recovery Fund	300,000
TOTAL	300,000	TOTAL	300,000

BUDGET CERTIFICATION

**THE BUNBURY-HARVEY REGIONAL COUNCIL COMPILED THE ANNUAL BUDGET
ACCORDING TO SECTION 6.2 OF THE LOCAL GOVERNMENT ACT 1995**

I hereby certify that the budget for the Municipal Fund and the following Reserve Accounts :

- Plant and Infrastructure Reserve
- Site (Post Closure) Rehabilitation Reserve
- Stanley Road Environmental Protection and Cell Construction Reserve
- Organics Processing Reserve

for the Bunbury-Harvey Regional Council for the 2022/23 financial year were adopted by the Council at the Special Meeting held on 31 August 2022.

T Smith
CHAIRMAN

P Keane
CHIEF EXECUTIVE OFFICER



BUNBURY HARVEY
REGIONAL COUNCIL
HARVESTING RESOURCES FROM YOUR WASTE

WASTE DISPOSAL AUTHORITY

Established 1 January 1990

SCHEDULE OF CONSTITUENT COUNCILS

CITY OF BUNBURY



SHIRE OF HARVEY



ELECTED MEMBERS AND EXECUTIVE STAFF

CHAIRMAN:

Cr Tresslyn Smith

LOCAL AUTHORITY

City of Bunbury

COUNCIL MEMBERS:

Cr Ben Andrew

City of Bunbury

Cr John Bronham

Shire of Harvey

Cr Wendy Dickinson

Shire of Harvey

Cr Karen Turner

City of Bunbury

REPRESENTATIVES:

Mr Mal Osborne

Chief Executive Officer - City of Bunbury

Ms Annie Riordan

Chief Executive Officer - Shire of Harvey

Mr Gavin Harris

Director Infrastructure - City of Bunbury

Mr Rick Lotznicker

Director Infrastructure Services - Shire of Harvey

CHIEF EXECUTIVE OFFICER:

Mr Peter Keane

AUDITOR:

Auditor General

VISION STATEMENT

To be a leader in the development, implementation, and maintenance of innovative and sustainable waste reduction, recycling and collections services while managing waste facilities with best practice standards, with an engaged community.

PRINCIPAL PLACE OF BUSINESS

Waste Disposal Site and Administration: Lot 45 Stanley Road, Wellesley WA 6233
Postal address: Bunbury Harvey Regional Council, PO Box 111, Australind, WA 6233
Telephone: 08 9797 2404 Website: www.bhrc.wa.gov.au

**STATEMENT OF COMPREHENSIVE INCOME
BY NATURE AND TYPE
FOR THE YEAR ENDING 30th JUNE 2023**

	NOTE	2022/23	2021/22	
		BUDGET	BUDGET	FORECAST
REVENUE				
Fees and Charges	9(a)	3,008,747	3,658,784	3,136,413
Interest Earnings	13(a)	2,400	6,500	4,664
Operating Grants, Subsidies and Contributions	9(b)	1,300,000	12,500	453,940
Other Revenue	9(c)	2,318,000	1,039,638	1,823,103
Total Operating Revenue		6,629,147	4,717,422	5,418,120
EXPENSES				
Employee Costs		(2,638,350)	(2,648,820)	(2,727,329)
Material and Contracts		(1,646,235)	(3,748,351)	(1,810,163)
Utility Charges		(15,000)	(13,877)	(11,806)
Depreciation on non-current assets	6	(595,491)	(837,570)	(600,233)
Interest Expenses	13(c)	-	(91,125)	-
Insurance		(87,405)	(90,788)	(71,917)
Other Expenditure		(2,578,098)	(618,574)	(1,243,666)
Total Operating Expenses		(7,560,579)	(8,049,105)	(6,465,114)
Subtotal		(931,432)	(3,331,683)	(1,046,994)
Non-Operating Grants, Subsidies and Contributions	9(d)	6,300,000	-	-
Profit on Asset Disposals	5(b)	12,863	-	-
Loss on Asset Disposals	5(b)	-	-	-
NET RESULT		5,381,431	(3,331,683)	(1,046,994)
Other Comprehensive Income				
Changes on revaluation of non-current assets		-	-	-
Total Other Comprehensive Income		-	-	-
TOTAL COMPREHENSIVE INCOME		5,381,431	(3,331,683)	(1,046,994)

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

BASIS OF PREPARATION

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

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

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

THE LOCAL GOVERNMENT REPORTING ENTITY

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

2021/22 FORECAST BALANCES

Balances shown in this budget as 2021/22 Forecast are as forecast at the time of budget preparation and are subject to final adjustments.

CHANGE IN ACCOUNTING POLICIES

On 1 July 2022 no new accounting policies are to be adopted and no new policies are expected to impact the annual budget.

KEY TERMS AND DEFINITIONS - NATURE OR TYPE REVENUES

PROFIT ON ASSET DISPOSAL

Profit on the disposal of assets including gains on the disposal of long term investments. Losses are disclosed under the expenditure classifications.

OPERATING GRANTS, SUBSIDIES AND CONTRIBUTIONS

Refer to all amounts` received as grants, subsidies and contributions that are not non-operating grants.

NON-OPERATING GRANTS, SUBSIDIES AND CONTRIBUTIONS

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

FEES AND CHARGES

Revenue (other than service charges) from the use of facilities and charges made for local government services, sale of goods or information, and rubbish collection fees. Local Governments may wish to disclose more detail.

REVENUES (continued)

INTEREST EARNINGS

Interest and other items of similar nature received from bank and investment accounts, and interest on outstanding debtors.

OTHER REVENUE / INCOME

Other revenue, which cannot be classified under the above headings, includes discounts, rebates, recoveries and landfill levy recouped from customers. Reimbursements and recoveries should be separated by note to ensure the correct calculation of ratios.

EXPENSES

EMPLOYEE COSTS

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

MATERIALS AND CONTRACTS

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

UTILITIES (GAS, ELECTRICITY, WATER ETC.)

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

INSURANCE

All insurance other than workers compensation and health benefit insurance included as a cost of employment.

LOSS ON ASSET DISPOSAL

Loss on the disposal of fixed assets, includes loss on disposal of long term investments.

DEPRECIATION ON NON-CURRENT ASSETS

Depreciation and amortisation expense raised on all classes of assets as applicable.

INTEREST EXPENSES

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

OTHER EXPENDITURE

Statutory fees, taxes, provision for bad debts, member's fees or State taxes (landfill levy). Donations or subsidies made to community groups.

**STATEMENT OF COMPREHENSIVE INCOME
BY PROGRAM
FOR THE YEAR ENDING 30th JUNE 2023**

	NOTE	2022/23 BUDGET	2021/22	
			BUDGET	FORECAST
REVENUE				
Governance		-	12,500	33,940
Community Amenities		6,629,147	4,701,410	5,383,980
General Purpose Funding		-	3,512	200
Total Operating Revenue		6,629,147	4,717,422	5,418,120
EXPENSES				
Governance		(871,190)	(858,163)	(1,063,059)
Community Amenities		(6,689,389)	(7,190,942)	(5,402,055)
Total Operating Expenses		(7,560,579)	(8,049,105)	(6,465,114)
		(931,432)	(3,331,683)	(1,046,994)
Non-Operating Grants, Subsidies and Contributions	9(d)	6,300,000	-	-
Profit on Asset Disposals	5(b)	12,863	-	-
Loss on Asset Disposals	5(b)	-	-	-
NET RESULT		5,381,431	(3,331,683)	(1,046,994)
Other Comprehensive Income				
Changes on revaluation of non-current assets		-	-	-
Total Other Comprehensive Income		-	-	-
TOTAL COMPREHENSIVE INCOME		5,381,431	(3,331,683)	(1,046,994)

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

FOR THE YEAR ENDING 30th JUNE 2023

KEY TERMS AND DEFINITIONS - REPORTING PROGRAMS

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

PROGRAM NAME	OBJECTIVE	ACTIVITIES
GOVERNANCE	To provide a decision making process for the efficient allocation of scarce resources.	Includes the activities of members of the council and the administrative support available to the council for the provision of governance of the regional council. Other costs relate to the task of assisting elected members.
GENERAL PURPOSE FUNDING	To collect revenue to allow for the provision of services.	Fees, government grants and interest revenue.
COMMUNITY AMENITIES	To provide services required by the member councils. To reduce the environmental impact of waste and maximise conservation of natural resources through reduced overall material use and increased materials and energy recovery.	Operation of landfill and recycling facilities.

**STATEMENT OF FINANCIAL POSITION
FOR THE YEAR ENDING 30th JUNE 2023**

	NOTE	2022/23	2021/22	
		BUDGET	BUDGET	FORECAST
<u>CURRENT ASSETS</u>				
Cash and Cash Equivalents	2(a)	722,506	492,142	2,258,918
Trade and Other Receivables	3	306,589	564,509	306,589
Prepayments		31,942	14,483	31,942
Inventories		18,357	7,986	18,357
Total Current Assets		1,079,394	1,079,120	2,615,805
<u>NON CURRENT ASSETS</u>				
Property, Plant & Equipment	4(a)	3,788,167	3,659,670	3,828,936
Infrastructure	4(b)	7,913,185	8,030,355	954,573
Total Non Current Assets		11,701,352	11,690,025	4,783,509
<u>TOTAL ASSETS</u>		12,780,746	12,769,145	7,399,314
<u>CURRENT LIABILITIES</u>				
Trade and Other Payables	11(a)	487,169	469,353	487,168
Provisions	11(b)	357,056	448,449	357,459
Total Current Liabilities		844,225	917,802	844,627
<u>NON CURRENT LIABILITIES</u>				
Loan Borrowings	8	-	7,500,000	-
Provision - Long Service Leave		32,757	48,888	32,354
Total Non Current Liabilities		32,757	7,548,888	32,354
<u>TOTAL LIABILITIES</u>		876,982	8,466,690	876,981
NET ASSETS		11,903,764	4,302,457	6,522,333
<u>EQUITY</u>				
Retained Surplus		10,844,881	3,586,433	4,158,467
Reserves - Cash Backed	7	488,586	145,727	1,793,570
Revaluation Surplus		570,297	570,297	570,296
TOTAL EQUITY		11,903,764	4,302,457	6,522,333

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

**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDING 30th JUNE 2023**

	NOTE	2022/23 BUDGET	2021/22	
			ORIGINAL BUDGET	FORECAST
RETAINED SURPLUS				
Balance at beginning of year		4,158,467	4,924,779	4,859,966
Net Result		5,381,431	(3,331,683)	(1,046,994)
Transfer from Reserves	7(c)	1,307,385	2,043,824	349,959
Transfer to Reserves	7(b)	(2,400)	(50,488)	(4,464)
Balance at end of year		10,844,881	3,586,433	4,158,467
RESERVES				
Balance at beginning of year	7	1,793,570	2,139,065	2,139,065
Transfers from Retained Surplus	7(b)	2,400	50,488	4,464
Transfers to Retained Surplus	7(c)	(1,307,385)	(2,043,824)	(349,959)
Balance at end of year		488,586	145,727	1,793,570
REVALUATION SURPLUS				
Balance at beginning of year		570,297	570,297	570,297
Transfers from Retained Surplus		-	-	-
Transfers to Retained Surplus		-	-	-
Balance at end of year		570,297	570,297	570,297
TOTAL EQUITY		11,903,764	4,302,457	6,522,333

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

**STATEMENT OF CASH FLOWS BY NATURE OR TYPE
FOR THE YEAR ENDING 30th JUNE 2023**

	NOTE	2022/23	2021/22	
		BUDGET	BUDGET	FORECAST
CASH FLOWS FROM OPERATING ACTIVITIES				
<i>Receipts</i>				
Fees and Charges		3,008,747	3,658,784	3,136,413
Interest Earnings		2,400	6,500	4,664
Contributions		1,300,000	12,500	453,940
Other Revenue		2,318,000	1,039,638	1,823,103
		12,863		
		6,642,010	4,717,422	5,418,120
<i>Payments</i>				
Employee Costs		(2,638,350)	(2,648,820)	(2,599,905)
Materials and Contracts		(1,646,235)	(3,748,351)	(1,810,163)
Utility Charges		(15,000)	(13,877)	(11,806)
Insurance		(87,405)	(90,788)	(71,917)
Interest Expense		-	(91,125)	-
Other		(2,578,098)	(618,574)	(1,243,666)
		(6,965,088)	(7,211,535)	(5,737,457)
Net Cash Provided by (used in) operating activities	2(b)	(323,078)	(2,494,113)	(319,337)
CASH FLOWS FROM INVESTING ACTIVITIES				
Purchase of Property, Plant and Equipment	5(a),14	(630,000)	(47,000)	(12,963)
Purchase and Construction of Infrastructure	5(a),14	(6,983,334)	(7,045,000)	-
Non-Operating Grants, Subsidies and Contributions	9(d)	6,300,000	-	-
Proceeds from Sale of Plant and Equipment	5(b)	100,000	-	-
Net Cash Provided by (used in) investing activities		(1,213,334)	(7,092,000)	(12,963)
CASH FLOWS FROM FINANCING ACTIVITIES				
Proceeds from new borrowings	8	-	7,500,000	-
Net Cash provided by (used in) financing activities		-	7,500,000	-
Net Increase (Decrease) in Cash Held		(1,536,412)	(2,086,113)	(332,300)
Cash at Beginning of Year		2,258,918	2,578,255	2,591,218
Cash and Cash Equivalents at End of Year	2(a)	722,506	492,142	2,258,918

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

**FEE SETTING STATEMENT BY NATURE OR TYPE
FOR THE YEAR ENDING 30th JUNE 2023**

	NOTE	2022/23 BUDGET	2021/22	
			ORIGINAL BUDGET	FORECAST
Net Current Assets at start of year - surplus/(deficit)	1(iii)	(22,393)	108,370	92,239
Revenue from Operating Activities (Exc Fees & Charges)				
Interest Earnings	13(a)	2,400	6,500	4,664
Contributions	9(b)	1,300,000	12,500	453,940
Other Revenue	9(c)	2,318,000	1,039,638	1,823,103
		3,620,400	1,058,638	2,281,707
Expenditure from Operating Activities				
Employee Costs		(2,638,350)	(2,648,820)	(2,727,329)
Material and Contracts		(1,646,235)	(3,748,351)	(1,810,163)
Utility Charges		(15,000)	(13,877)	(11,806)
Depreciation	6	(595,491)	(837,570)	(600,233)
Interest Expense		-	(91,125)	-
Insurance		(87,405)	(90,788)	(71,917)
Other Expenditure		(2,578,098)	(618,574)	(1,243,666)
		(7,560,579)	(8,049,105)	(6,465,114)
Non-cash amounts excluded from operating activities	1(i)	608,354	837,570	599,830
Amount attributable to Operating Activities		(3,331,825)	(6,152,897)	(3,583,577)
Investing Activities				
Non-Operating Grants, Subsidies, Contributions	9(d)	6,300,000	-	-
Purchase of Property, Plant and Equipment	5(a),14	(630,000)	(47,000)	(12,963)
Purchase and construction of Infrastructure	5(a),14	(6,983,334)	(7,045,000)	-
Proceeds from Disposal of Assets	5(b)	100,000	-	-
Amount attributable to Investing Activities		(1,213,334)	(7,092,000)	(12,963)
Financing Activities				
Proceeds from New Loan Borrowings	8	-	7,500,000	-
Transfer to cash backed Reserves (Restricted Assets)	7(b)	(2,400)	(50,488)	(4,464)
Transfer from cash backed Reserves (Restricted Assets)	7(c)	1,307,385	2,043,824	349,959
Amount attributable to Financing Activities		1,304,985	9,493,336	345,495
Budgeted deficiency before Fees and Charges		(3,262,567)	(3,643,191)	(3,158,806)
Estimated Amount to be Raised From Fees & Charges	9(a)	3,008,747	3,658,784	3,136,413
Net Current Assets at end of Year - Surplus/(Deficit)	1(iii)	(253,820)	15,594	(22,393)

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

NOTES TO AND FORMING PART OF THE BUDGET

	NOTE	2022/23 BUDGET	2021/22	
			ORIGINAL BUDGET	FORECAST

1 NET CURRENT ASSETS

Items excluded from budgeted deficiency

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

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

(i) Operating activities excluded from budgeted deficiency

The following non-cash revenue or expenditure has been excluded from operating activities within the Fee Setting Statement

Adjustments to operating activities				
Less:				
Profit on asset disposals	5(b)	12,863	-	-
Add:				
Movement in Employee Benefit Provisions		-	-	(403)
Depreciation on assets	6	595,491	837,570	600,233
Non cash amounts excluded from operating activities		608,354	837,570	599,830

(ii) Current assets and liabilities excluded from budgeted deficiency

The following current assets and liabilities have been excluded from the net current assets used in the Fee Setting Statement.

Adjustments to net current assets				
Cash - restricted reserves	7	(488,586)	(145,727)	(1,793,570)
Total adjustments net current assets		(488,586)	(145,727)	(1,793,570)

NOTES TO AND FORMING PART OF THE BUDGET

	NOTE	2022/23 BUDGET	2021/22	
			ORIGINAL BUDGET	FORECAST

1 NET CURRENT ASSETS (continued)

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

(iii) Composition of estimated net current assets

Current Assets

Cash and cash equivalents- unrestricted		233,919	346,415	465,347
Cash and cash equivalents - restricted	7(a)	488,586	145,727	1,793,570
Receivables		306,589	564,509	306,589
Prepayments		31,942	14,483	31,942
Inventories		18,357	7,986	18,357

Less: Current Liabilities

Trade and other payables		(487,168)	(469,353)	(487,168)
Provisions		(357,459)	(448,449)	(357,459)
Net Current Assets		234,766	161,318	1,771,177

Less: Total adjustments to net current assets		(488,586)	(145,727)	(1,793,570)
Closing funding surplus / (deficit)		(253,820)	15,594	(22,393)

SIGNIFICANT ACCOUNTING POLICIES

CURRENT AND NON-CURRENT CLASSIFICATION

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

TRADE AND OTHER PAYABLES

Trade and other payables represent liabilities for goods and services provided to the Council prior to the end of the financial year that are unpaid and arise when the Council becomes obliged to make future payments in respect of the purchase of these goods and services. The amounts are unsecured, are recognised as a current liability and are normally paid within 30 days of recognition.

CONTRACT ASSETS

A contract asset is the right to consideration in exchange for goods and services the entity has transferred to a customer when that right is conditioned on something other than the passage of time.

PROVISIONS

Provisions are recognised when the Council has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured. Provisions are measured using the best estimate of the amounts required to settle the obligation at the end of the reporting period.

INVENTORIES

Inventories are measured at the lower of cost and net realisable value. Net realisable value is the estimated selling price in the ordinary course of business less the estimated costs of completion and the estimated costs necessary to make the sale.

SUPERANNUATION

The Regional Council contributes to a number of Superannuation Funds on behalf of employees.

All funds to which the Council contributes are defined contribution plans.

TRADE AND OTHER RECEIVABLES

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

Trade receivables are recognised at original invoice amount less any allowances for uncollectable amounts (i.e. impairment). The carrying amount of net trade receivables is equivalent to fair value as it is due for settlement within 30 days.

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

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

The Council applies the AASB 9 simplified approach to measuring expected credit losses using a lifetime expected credit loss allowance for all trade receivables.

CONTRACT LIABILITIES

An entity's obligation to transfer goods or services to a customer for which the entity has received consideration (or the amount is due) from the customer. Grants to acquire or construct recognisable non-financial assets to be controlled by the Council are recognised as a liability until such time as the Council satisfies its obligations under the agreement.

EMPLOYEE BENEFITS

Short-Term Employee Benefits

Provision is made for the Council'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 Council'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. The Council's obligations for employees' annual leave and long service leave entitlements are recognised as provisions in the statement of financial position.

NOTES TO AND FORMING PART OF THE BUDGET

	NOTE	2022/23 BUDGET	2021/22	
			ORIGINAL BUDGET	FORECAST

2 NOTE TO STATEMENT OF CASH FLOWS

a) RECONCILIATION OF CASH

For the purpose of the cash flow statement, cash includes cash equivalents. Estimated cash at the end of the reporting period is as follows:

Cash at bank and on hand		233,919	492,142	459,396
Term Deposits		488,586	-	1,799,522
		722,506	492,142	2,258,918
Unrestricted cash and cash equivalents		233,920	346,415	465,348
Restricted cash and cash equivalents	7	488,586	145,727	1,793,570
		722,506	492,142	2,258,918

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

Plant And Infrastructure Reserve		(0)	141,515	187,777
Site (Post Closure) Rehabilitation Reserve		-	1,348	3,378
Organics Processing Reserve		488,586	2,864	607,057
Stanley Road Protection and Cell Reserve		-	-	995,359
		488,586	145,727	1,793,570

b) RECONCILIATION OF CASH PROVIDED BY OPERATING ACTIVITIES TO NET RESULT

Net Result		5,381,431	(3,331,683)	(1,046,994)
Depreciation	6	595,491	837,570	600,233
Increase (Decrease) in Provision for Annual and Long Service Leave		-	-	(105,834)
(Increase) Decrease in Trade & Other Receivables		-	-	264,389
(Increase) Decrease in Inventories		-	-	(10,371)
Increase (Decrease) in Prepayments		-	-	17,459
Increase (Decrease) in Sundry Creditors		-	-	(31,403)
Increase (Decrease) in Taxation Liabilities		-	-	2,452
Increase (Decrease) in Income in Advance		-	-	(6,282)
Increase (Decrease) in Accrued Interest		-	-	187
Increase (Decrease) in Accrued Wages		-	-	(3,173)
Contributions for the Development of Assets	9(d)	(6,300,000)	-	-
Net cash from operating activities		(323,078)	(2,494,113)	(319,337)

NOTES TO AND FORMING PART OF THE BUDGET

2 NOTE TO STATEMENT OF CASH FLOWS (continued)

SIGNIFICANT ACCOUNTING POLICIES

CASH AND CASH EQUIVALENTS

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

FINANCIAL ASSETS AT AMORTISED COST

The Council 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 cash flows, and
- the contractual terms give rise to cash flows that are solely payments of principal and interest.

NOTES TO AND FORMING PART OF THE BUDGET

	NOTE	2022/23 BUDGET	2021/22	
			ORIGINAL BUDGET	FORECAST

3 TRADE AND OTHER RECEIVABLES

Current

Trade Debtors		305,929	564,036	305,929
Accrued Interest and Income		660	473	660
		306,589	564,509	306,589

4(a) PROPERTY, PLANT AND EQUIPMENT

Buildings;

at Management Valuation 2017 - Level 3		249,970	249,970	249,970
Additions after valuation - Cost		521,613	502,386	521,613
Less Accumulated Depreciation		(172,193)	(114,401)	(95,581)
		599,390	637,955	676,002

Furniture and Equipment

Additions after valuation - Cost		25,943	25,943	25,943
Less Accumulated Depreciation		6,013	41,494	6,013
		(28,053)	(43,831)	(23,384)
		3,903	23,606	8,572

Vehicles, Plant and Machinery

Additions after valuation - Cost		4,587,460	4,587,460	4,587,460
Less Accumulated Depreciation		1,212,342	793,346	775,205
		(2,614,928)	(2,382,697)	(2,218,303)
		3,184,874	2,998,109	3,144,362

Total Net Book Value of Property Plant & Equipment

		3,788,167	3,659,670	3,828,936
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NOTES TO AND FORMING PART OF THE BUDGET

	2022/23 BUDGET	2021/22	
		ORIGINAL BUDGET	FORECAST

4(b) INFRASTRUCTURE

Roads;			
at Management Valuation 2018 - Level 3	45,000	45,000	45,000
Less Depreciation	(14,742)	(22,742)	(14,742)
	30,258	22,258	30,258

Perimeter Fencing;			
at Management Valuation 2018 - Level 3	23,000	23,000	23,000
Less Depreciation	(13,553)	(22,553)	(13,553)
	9,447	447	9,447

Waste Transfer Station;			
at Management Valuation 2018	452,833	452,833	452,833
Additions after valuation - Cost	-	45,000	-
Less Depreciation	(177,530)	(208,486)	(177,530)
	275,303	289,347	275,303

Stanley Road Gabion Wall;			
at Management Valuation 2019	463,875	463,875	463,875
Less Depreciation	(27,991)	(45,991)	(27,991)
	435,884	417,884	435,884

Cell Capping;			
Additions after valuation - Cost	6,683,334	-	-
Less Depreciation	-	-	-
	6,683,334	-	-

Stanley Road Lined Cells;			
Additions after valuation - Cost	-	7,000,000	-
Less Depreciation	-	-	-
	-	7,000,000	-

Organics Processing Facility -			
Concrete Bunker / Apron, Composting Pad, Ponds, et al;			
at Management Valuation 2018 - Level 3	463,450	470,650	463,450
Additions after valuation - Cost	300,000	64,816	-
Less Depreciation	(284,491)	(235,047)	(259,769)
	478,959	300,419	203,681

Total Net Book Value of Infrastructure	7,913,185	8,030,355	954,573
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NOTES TO AND FORMING PART OF THE BUDGET

	NOTE	2022/23 BUDGET	2021/22	
			ORIGINAL BUDGET	FORECAST

5 FIXED ASSETS

(a) ACQUISITION OF ASSETS

The following assets are budgeted to be acquired during the year

Asset Class

Property, Plant and Equipment

14

Reporting Program

Community Amenities

Buildings - specialised	-	-	12,963
Furniture and Equipment	-	33,000	-
Plant and Equipment	630,000	14,000	-
	630,000	47,000	12,963

Infrastructure

14

Reporting Program

Community Amenities

Infrastructure - Stanley Road Lined Cells	-	7,000,000	-
Infrastructure - Cell Capping	6,683,334	-	-
Infrastructure - Organics Processing Facility	300,000	-	-
Infrastructure - Waste Transfer Station	-	45,000	-
	6,983,334	7,045,000	-

Total Acquisitions

	7,613,334	7,092,000	12,963
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A detailed breakdown of acquisitions on an individual asset basis can be found in Note 14.

NOTES TO AND FORMING PART OF THE BUDGET

	NOTE	2022/23 BUDGET	2021/22	
			ORIGINAL BUDGET	FORECAST

5(b) DISPOSAL OF ASSETS

By Class

Proceeds

Property, Plant and Equipment

Woodhog Mulcher

100,000	-	-
100,000	-	-

Less:

Asset Value (at cost)

Woodhog Mulcher

180,000	-	-
180,000	-	-

Provision for Depreciation (written back)

Woodhog Mulcher

(92,863)	-	-
(92,863)	-	-

Carrying amount of assets sold

Woodhog Mulcher

87,137	-	-
87,137	-	-

Total Profit/(Loss) on Disposal

12,863	-	-
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NOTES TO AND FORMING PART OF THE BUDGET

	NOTE	2022/23 BUDGET	2021/22	
			ORIGINAL BUDGET	FORECAST

5(b) DISPOSAL OF ASSETS (continued)

TOTAL Profit/(Loss) on Disposal		12,863	-	-
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Made up as follows:

Profit on Sale of Woodhog Mulcher		12,863	-	-
		12,863	-	-

TOTAL Profit/(Loss) on Disposal		12,863	-	-
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By Program

Community Amenities

Proceeds from Sale		100,000	-	-
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Less:

Asset value (at cost)		180,000	-	-
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Less Provision for Depreciation written back:		(92,863)	-	-
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Net Book Value (Carrying amount) of assets sold		87,137	-	-
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Profit/(Loss) on Disposal - Community Amenities		12,863	-	-
--	--	---------------	---	---

TOTAL Profit/(Loss) on Disposal		12,863	-	-
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SIGNIFICANT ACCOUNTING POLICIES

GAINS AND LOSSES ON DISPOSAL

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

NOTES TO AND FORMING PART OF THE BUDGET

	2022/23 BUDGET	2021/22	
		ORIGINAL BUDGET	FORECAST

6 DEPRECIATION

Classified According to Asset Class

Buildings	76,612	58,847	36,938
Plant and Machinery	489,488	705,096	490,303
Furniture and Equipment	4,669	7,191	4,669
Infrastructure	24,722	66,436	68,323
Total	595,491	837,570	600,233

Classified According To Program

Governance	27,612	34,333	32,591
Community Amenities	567,879	803,237	567,642
Total	595,491	837,570	600,233

SIGNIFICANT ACCOUNTING POLICIES

DEPRECIATION

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

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

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

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

Buildings	5 to 20 years
Furniture and Equipment	4 to 6 years
Plant and Equipment	5 to 20 years
Infrastructure - Roads	50 years
Infrastructure - Perimeter Fencing	15 years
Stanley Road Waste Transfer Station	20 years
Stanley Road Lined Cells	20 years
Banksia Road Concrete Bunker / Apron	20 years

RECOGNITION OF ASSETS

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

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

AMORTISATION

The depreciable amount of all intangible assets with a finite useful life, are depreciated on a straight-line basis over the individual asset's useful life from the time the asset is held for use.

The asset's residual value of intangible assets is considered to be zero and useful life and amortisation method are reviewed at the end of each financial year.

Amortisation is included with depreciation on non-current assets in the Statement of Comprehensive Income.

NOTES TO AND FORMING PART OF THE BUDGET

	2022/23 BUDGET	2021/22	
		BUDGET	FORECAST

7 CASH BACKED RESERVES

PLANT AND INFRASTRUCTURE RESERVE

Purpose: To set aside funds for the future replacement of machinery, plant, vehicles and site infrastructure.

Balance as at 1 July	187,777	187,671	187,670
Transfers to Reserves	-	844	106
Transfers from Reserves	(187,777)	(47,000)	-
Balance as at 30th June	(0)	141,515	187,777

SITE (POST CLOSURE) REHABILITATION RESERVE

Purpose: To set aside funds on an annual basis to provide resources for rehabilitation of the landfill site following closure.

Balance as at 1st July	3,378	277,568	277,571
Transfers to Reserves	-	780	3,475
Transfers from Reserves	(3,378)	(277,000)	(277,668)
Balance as at 30th June	-	1,348	3,378

STANLEY ROAD ENVIRONMENTAL PROTECTION AND CELL CONSTRUCTION RESERVE

Purpose: To set aside funds for cell construction and environmental protection initiatives.

Balance as at 1 July	607,057	606,599	606,599
Transfers to Reserves	2,400	47,864	458
Transfers from Reserves	(120,871)	(651,599)	-
Balance as at 30th June	488,586	2,864	607,057

ORGANICS PROCESSING RESERVE

Purpose: To set aside funds for the provision, upgrade and rehabilitation of the Organics Processing Facility.

Balance as at 1 July	995,359	1,067,225	1,067,225
Transfers to Reserves	-	1,000	425
Transfers from Reserves	(995,359)	(1,068,225)	(72,291)
Balance as at 30th June	-	-	995,359

Total Reserve Funds

488,586	145,727	1,793,570
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All of the above reserve accounts are to be supported by money held in financial institutions. The purpose of the above reserve accounts is in accordance with Council resolutions.

NOTES TO AND FORMING PART OF THE BUDGET

	2022/23 BUDGET	2021/22	
		BUDGET	FORECAST

7 CASH BACKED RESERVES (Continued)

(b) TRANSFER TO RESERVES

Plant and Infrastructure Reserve

Interest on Investments	-	844	106
	-	844	106

Site (Post Closure) Rehabilitation Reserve

Interest on Investments	-	780	3,475
	-	780	3,475

Stanley Road Environmental Protection and Cell Construction Reserve

Interest on Investments	2,400	364	458
Additional Funds (Transfer from Accumulated Funds)	-	47,500	-
	2,400	47,864	458

Organics Processing Reserve

Interest on Investments	-	1,000	425
	-	1,000	425

Total Transfer to Reserves

	2,400	50,488	4,464
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NOTES TO AND FORMING PART OF THE BUDGET

	2022/23 BUDGET	2021/22	
		BUDGET	FORECAST

7 CASH BACKED RESERVES (Continued)

(c) TRANSFER FROM RESERVES

Plant & Infrastructure Reserve

Equipment	30,000	-	-
Cell Capping	157,777	-	-
Hookbins	-	33,000	-
All Terrain	-	14,000	-
	187,777	47,000	-

Site (Post Closure) Rehabilitation Reserve

Cell Capping	3,378	-	-
Stanley Road Rehabilitation Works	-	277,000	277,668
	3,378	277,000	277,668

Stanley Road Environmental Protection and Cell Construction Reserve

Cell Capping	120,871	606,599	-
Hardstand	-	45,000	-
	120,871	651,599	-

Organics Processing Reserve

Screening Unit	600,000	-	-
Stanley Road Rehabilitation Works	-	-	72,291
Cell Capping	395,359	1,068,225	-
	995,359	1,068,225	72,291

Total Transfer from Reserves

	1,307,385	2,043,824	349,959
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NOTES TO AND FORMING PART OF THE BUDGET

8 INFORMATION ON BORROWINGS

New Borrowings

There are no new borrowings proposed for the 2022/23 financial year.

SIGNIFICANT ACCOUNTING POLICIES

BORROWING COSTS

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

NOTES TO AND FORMING PART OF THE BUDGET

	NOTE	2022/23 BUDGET	2021/22	
			ORIGINAL BUDGET	FORECAST
9(a) FEES AND CHARGES				
Casual Tipping Fees		590,614	1,050,000	806,282
Scrap Metal		174,922	250,000	277,849
Disposals - City of Bunbury		-	491,913	298,547
Disposals - Shire of Harvey		-	314,690	201,624
Tip Passes - Shire of Harvey		325,543	275,040	282,669
Shire of Harvey - Waste Transfer Station		193,895	291,380	291,132
Sale of Recyclables		35,380	62,663	40,438
Mulch Sales		-	8,000	4,537
Bale Bags		1,096	2,000	780
Cardboard / Plastic Recycling		-	8,000	-
Banksia Road Organics		1,379,897	770,000	831,389
Organics Compost		275,000	50,000	43,888
Hookbin Hire		24,000	37,598	24,546
Waste Minimisation Revenue		8,400	47,500	32,732
		3,008,747	3,658,784	3,136,413
9(b) OPERATING GRANTS, SUBSIDIES AND CONTRIBUTIONS				
Contributions to Waste Education		-	12,500	33,940
Member Council Contributions		1,300,000	-	420,000
		1,300,000	12,500	453,940
9(c) OTHER REVENUE				
Fuel Tax Credit		48,000	82,080	68,408
Insurance Reimbursements		-	5,000	136,712
Payroll Contributions		-	-	5,944
Miscellaneous Reimbursements		-	-	20,797
Container Deposit Scheme - Reimbursements		650,000	400,000	692,464
Container Deposit Scheme - Handling Fee		540,000	535,400	558,684
Landfill Levy		-	17,158	11,484
Member Council Reimbursements *		1,080,000	-	328,610
		2,318,000	1,039,638	1,823,103
Totals		6,626,747	4,710,922	5,413,456
Totals by Program				
Governance		-	12,500	33,940
Community Amenities		6,626,747	4,698,422	5,379,516
		6,626,747	4,710,922	5,413,456
9(d) NON-OPERATING GRANTS, SUBSIDIES AND CONTRIBUTIONS				
City of Bunbury		3,000,000	-	-
Shire of Harvey		3,000,000	-	-
Organics Grant		300,000	-	-
		6,300,000	-	-

* Member council reimbursements is for Cleanway waste disposals, with related expenditure reflected in Other Expenditure in the Statement of Comprehensive Income.

NOTES TO AND FORMING PART OF THE BUDGET

10 REVENUE RECOGNITION

SIGNIFICANT ACCOUNTING POLICIES

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

Revenue Category	Nature of goods and services	When obligations typically satisfied	Payment terms	Returns / Refunds / Warranties	Determination of transaction price	Allocating transaction price	Measuring obligations for returns	Revenue recognition
Grant contracts with customers	Waste education, research and events	Over time	Fixed terms transfer of funds based on agreed milestones and reporting	Contract obligation if project not complete	Set by mutual agreement with the customer	Based on the progress of works to match performance obligations	Returns limited to repayment of transaction price of terms breached	Output method based on project milestones and/or completion date matched to performance obligations as inputs are shared
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	Set by mutual agreement with the customer	Based on the progress of works to match performance obligations	Returns limited to repayment of transaction price of terms breached	Output method based on project milestones and/or completion date matched to performance obligations as inputs are shared
Fees and Charges; waste management entry fees	Waste treatment, recycling and disposal service at disposal sites	Single in point of time	Payment in advance at gate or on normal trading terms if credit provided	None	Adopted by Council annually	Based on timing of entry to facility	Not applicable	On entry to facility

NOTES TO AND FORMING PART OF THE BUDGET

	NOTE	2022/23	2021/22	
		BUDGET	BUDGET	FORECAST

11(a) TRADE AND OTHER PAYABLES

Sundry Trade Creditors		378,588	321,291	378,588
Accrued Wages		57,114	60,287	57,114
Security Bonds		500	500	500
Contract Liabilities		-	22,550	-
Taxation Liabilities		50,967	64,725	50,967
Total Creditors		487,169	469,353	487,168

11(b) PROVISIONS

Provisions for Annual & Long Service Leave		357,056	448,449	357,459
		357,056	448,449	357,459

12 MEMBERS FEES AND ALLOWANCES

The Local Government Act 1995, section 5.98 provides that Council Members are to receive payment for attendance at meetings. This is in addition to any other expenses which may be reimbursed.

The prescribed minimum payments under the Local Government (Administration) Regulations 30(1)(2) are;

Chairperson	\$	186.00	per meeting
Councillors	\$	95.00	per meeting
Committees	\$	47.00	per meeting

Budget provisions for 2022/23 are;

Members Attendance Fees		7,200	4,100	5,549
Members Expenses		-	11,300	-
		7,200	15,400	5,549

NOTES TO AND FORMING PART OF THE BUDGET

	2022/23 BUDGET	2021/22	
		BUDGET	FORECAST

13 OTHER INFORMATION

The net result includes as revenues

(a) INTEREST EARNINGS

Surplus funds are invested on term deposits with local financial institutions

Estimated return on investments are:-

Investments

- Reserve funds

Plant & Infrastructure Replacement Reserve
 Site (Post Closure) Rehabilitation Reserve
 Stanley Road Environmental Protection and
 Cell Construction Reserve
 Organics Processing Reserve

-	844	106
-	780	3,475
2,400	364	458
-	1,000	425
2,400	2,988	4,464
-		
-	3,512	200
2,400	6,500	4,664

- General Funds

Other interest revenue

Total Interest on Investments

The net result includes as expenses

(b) AUDITORS REMUNERATION

Audit Fees

10,000	8,100	15,000
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(c) INTEREST EXPENSES (FINANCE COSTS)

Borrowings

-	91,125	-
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NOTES TO AND FORMING PART OF THE BUDGET

	NOTE	2022/23	2021/22	
		BUDGET	BUDGET	FORECAST

14 CAPITAL EXPENDITURE

Stanley Road Waste Management Facility

Land and Buildings

Administration Complex	-	-	12,963
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Plant and Equipment

Ancillary Equipment	15,000	-	-
Ancillary Equipment	15,000	-	-
All Terrain	-	14,000	-

Furniture and Equipment

3 x 30 Hook Bins	-	33,000	-
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Infrastructure

Cell Capping	16(ii) 6,683,334	-	-
Stanley Road - New Lined Cells	16(iii) -	7,000,000	-
Plant Compound	-	45,000	-

6,713,334	7,092,000	12,963
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Organics Processing Facility

16(i)

Plant and Equipment

Screening Unit	600,000	-	-
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Infrastructure

Compost Facility (Stage One)	300,000	-	-
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900,000	-	-
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Total

7,613,334	7,092,000	12,963
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Capital Expenditure by Asset Type

Land & Buildings	-	-	12,963
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Plant and Equipment	630,000	14,000	-
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Furniture and Equipment	-	33,000	-
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Infrastructure	6,983,334	7,045,000	-
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Total	7,613,334	7,092,000	12,963
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15 Stanley Road Rehabilitation

Employee Costs	51,772	138,058	106,622
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Materials and Contracts:

Plant Costs	12,000	70,316	12,736
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Contractors and Services	223,000	2,364,734	510,614
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Insurance	-	7,945	-
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Plant Depreciation	73,863	92,341	73,863
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Total Expenditure	360,635	2,673,394	703,835
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NOTES TO AND FORMING PART OF THE BUDGET

	2022/23 BUDGET	2021/22	
		BUDGET	FORECAST

16 PROJECT FUNDING

(a) CAPITAL PROJECT FUNDING

(i) Organics Processing Facility

Compost Facility (Stage One)	300,000	-	-
Screening Unit	600,000	-	-
Total Capital Budget for Organics Project	900,000	-	-

The proposed funding sources are:

Organics Grant	300,000	-	-
Organics Processing Reserve	600,000	-	-
	900,000	-	-

(ii) Cell Capping

Cell Capping	6,683,334	-	-
Total Capital Budget for Cell Capping Project	6,683,334	-	-

The proposed funding sources are:

Stanley Road Environmental Protection and Cell Reserve	120,871	-	-
Site Rehabilitation Reserve	3,378	-	-
Plant & Infrastructure Reserve	157,777	-	-
Organics Processing Reserve	395,359	-	-
Municipal Funds	5,950	-	-
Contribution - Shire of Harvey	3,000,000	-	-
Contribution - City of Bunbury	3,000,000	-	-
	6,683,334	-	-

(iii) Stanley Road - New Lined Cells

New Lined Cells	-	7,000,000	-
Plant Compound Relocation	-	45,000	-
Total Capital Budget for New Lined Cells Project	-	7,045,000	-

The proposed funding sources are:

Stanley Road Environmental Protection and Cell Reserve	-	45,000	-
New Loan Borrowings	-	7,000,000	-
	-	7,045,000	-

17 CONTAINER DEPOSIT SCHEME

The scheme commenced, on 1 October 2020, Western Australians are able to take their empty beverage containers to a refund point and receive 10 cents for every eligible container returned.

Operating Revenue

Other Revenue	540,000	535,400	558,684
Reimbursements	650,000	400,000	692,464
	1,190,000	935,400	1,251,148

Operating Expenses

Employee Costs	506,368	517,381	501,480
Materials and Contracts	500	5,000	245
Other Expenditure	650,000	400,000	696,975
Depreciation	2,231	7,407	2,231
	1,159,099	929,788	1,200,931

Net Contribution to Operating Surplus/(Deficit)

	30,901	5,612	50,217
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NOTES TO AND FORMING PART OF THE BUDGET

	% Increase / Decrease	2022/23 ANNUAL BUDGET FEES (INCL GST)	2021/22 ANNUAL BUDGET FEES (INCL GST)
18 SCHEDULE OF TIPPING FEES			
(As adopted at the Ordinary Council Meeting on 22 June 2022 for the 2022/23 financial year)			
LOCATION: STANLEY ROAD WASTE MANAGEMENT FACILITY			
LIGHT VEHICLES - General Waste (Non-Member Councils)			
Per car or station wagon	166.7%	\$40.00	\$15.00
Per Utility or trailer (up to 1.8m x 1.2m)	163.6%	\$58.00	\$22.00
Per trailer or large utility (up to 2.1m x 1.2m) or trailer	166.7%	\$88.00	\$33.00
Mattress (Single, Double, Queen or King)	New	\$70.00	\$0.00
Fridges, each	New	\$20.00	\$0.00
Couches (Single, Double or Triple), each	New	\$40.00	\$0.00
LIGHT VEHICLES - Green Waste			
Per car or station wagon	22.2%	\$11.00	\$9.00
Per Utility or trailer (up to 1.8m x 1.2m)	26.7%	\$19.00	\$15.00
Per trailer or large utility (up to 2.1m x 1.2m) or trailer with sides exceeding 600mm	24.0%	\$31.00	\$25.00
LIGHT VEHICLES - Clean Fill/Rubble Waste			
Per Utility or trailer (up to 1.8m x 1.2m)	25.0%	\$7.50	\$6.00
Per trailer or large utility (up to 2.1m x 1.2m) or trailer with sides exceeding 600mm	25.0%	\$7.50	\$6.00
HEAVY VEHICLES - WEIGHBRIDGE			
Clean Fill - Suitable for Daily Cover and Road Building, per tonne	25.0%	\$1.50	\$1.20
Minimum Charge	25.0%	\$1.50	\$1.20
Building and Demolition Waste, per tonne	25.0%	\$10.00	\$8.00
(no Gyprock or Timber and maximum size 500mm)			
Minimum Charge	25.0%	\$10.00	\$8.00
OTHER DISPOSALS			
Tyres - Passenger / Motorcycle (per tyre)	150.0%	\$10.00	\$4.00
Tyres - 4WD/Light Truck (per tyre)	100.0%	\$12.00	\$6.00
Car bodies (per body)	New	\$10.00	\$0.00
Electronic Waste, per tonne	0.0%	\$850.00	\$850.00
Minimum Charge	400.0%	\$850.00	\$170.00

NOTE:

The proposed fees include 10% G S T

NOTES TO AND FORMING PART OF THE BUDGET

	% Increase / Decrease	2022/23 ANNUAL BUDGET FEES (INCL GST)	2021/22 ANNUAL BUDGET FEES (INCL GST)
18 SCHEDULE OF TIPPING FEES (Continued)			
LOCATION: STANLEY ROAD WASTE MANAGEMENT FACILITY (Continued)			
SALE OF COMPOST AND MULCH			
Per Kid Steer Loader Bucket	0.0%	\$22.00	\$22.00
Per Tonne	0.0%	\$44.00	\$44.00
LIGHT VEHICLES - General Waste (Member Councils)			
Per Car or Station Wagon	177.8%	\$25.00	\$9.00
Utility or Trailer	140.0%	\$36.00	\$15.00
Large Trailer / Large Utility	120.0%	\$55.00	\$25.00
Mattress (Single, Double, Queen or King), each	New	\$60.00	\$0.00
Fridges, each	New	\$15.00	\$0.00
Couches (Single, Double or Triple), each	New	\$30.00	\$0.00
OTHER MISCELLANEOUS			
Weight Only - Weighbridge Docket	New	\$24.00	\$0.00
30 cubic metre bin hire, per month	New	\$540.00	\$0.00
Transport Cost, per hour	New	\$125.00	\$0.00
LOCATION: BANKSIA ROAD WASTE MANAGEMENT FACILITY			
HEAVY VEHICLES WEIGHBRIDGE			
Organic Waste per tonne	76.2%	\$74.00	\$42.00
Minimum Charge	111.4%	\$74.00	\$35.00
Member Council FOGO Waste per tonne	74.0%	\$67.00	\$38.50
Minimum Charge	74.0%	\$67.00	\$38.50
Clean Green Waste per tonne	33.3%	\$40.00	\$30.00
Minimum Charge	33.3%	\$40.00	\$30.00
Organic Waste with over 5% Contamination per tonne	0.0%	\$120.00	\$120.00
Minimum Charge	0.0%	\$120.00	\$120.00
Compost and Mulch Sales			
Compost Sales to Wellington Group of Councils per Tonne	0.0%	\$27.50	\$27.50
Audits			
FOGO Waste Audit (per audit)	New	\$6,220.00	\$0.00

NOTE:

The proposed fees include 10% GST

19 SIGNIFICANT ACCOUNTING POLICIES - OTHER INFORMATION

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.

CRITICAL ACCOUNTING ESTIMATES

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

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

ROUNDING OFF FIGURES

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

COMPARATIVE FIGURES

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

BUDGET COMPARATIVE FIGURES

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