



PILBARA
REGIONAL COUNCIL
Creating the future together

PILBARA REGIONAL COUNCIL

ANNUAL BUDGET

2011-12

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Chairperson's Introduction

The Annual Budget includes a range of activities and initiatives to be funded that will contribute to achieving the strategic objectives specified in the Regional Council Strategic Plan.

In its 2011/12 Annual Budget, the Pilbara Regional Council's primary focus will be on delivering a number of important project initiatives:

- Risk Management Framework and Implementation
- Public Sector Governance Framework and Implementation
- Regional Training Analysis and Strategy
- Workforce Location and Analysis Strategy
- Policy Portal
- Information & Communications Technology Governance
- Information & Communications Technology Strategies
- Pilbara - Kimberley Joint Forum
- Coastal Locations and Rest Stops Project

The Regional Council has undergone some significant changes in the past twelve months. Member councils have been consulted and have identified the projects they wish the PRC to facilitate on their behalf over the next year. These projects will contribute towards establishing a strong relationship between Member Councils and the PRC that is supported by efficient systems and processes and will create a working environment that is both supportive and empowering. Further details of projects planned for 2011/12 are detailed in the Financial Statements contained within this document.

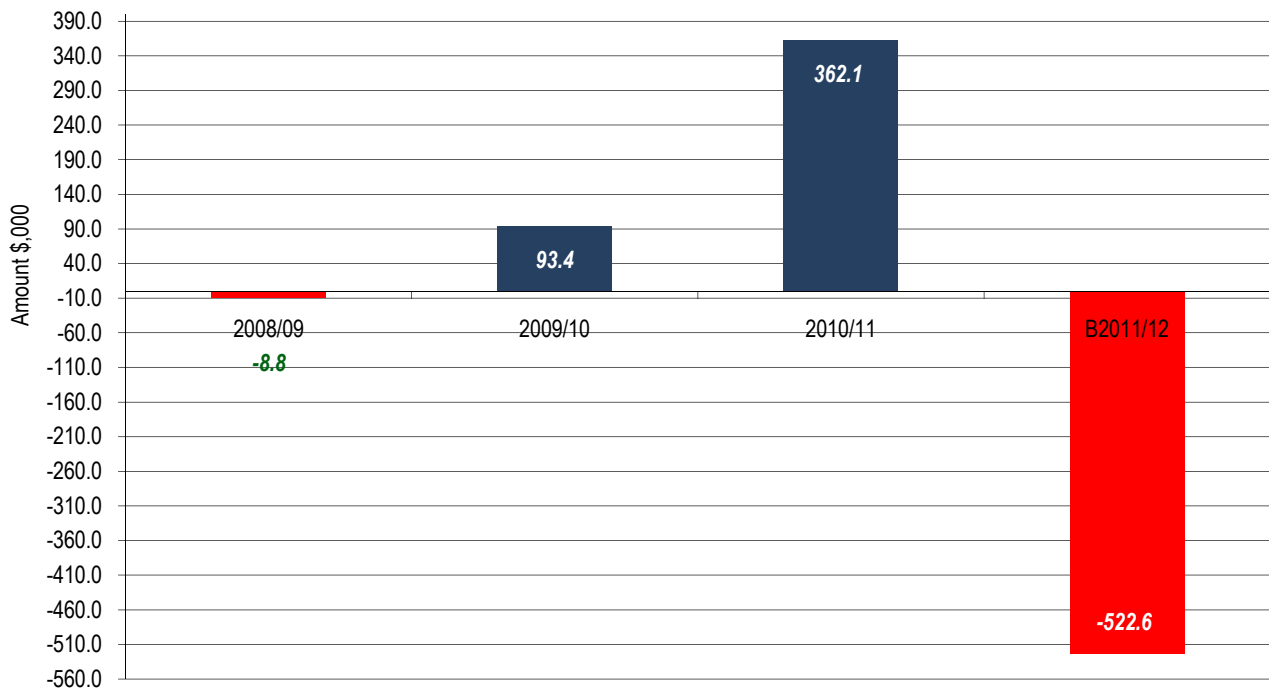
Finally, I take this opportunity to thank my fellow Councillors and the PRC staff for their enthusiasm, professionalism and commitment in the development of the 2011-2012 Annual Budget.

Cr Lynne Craige
Chairperson
Pilbara Regional Council

Chief Executive Officer's Summary

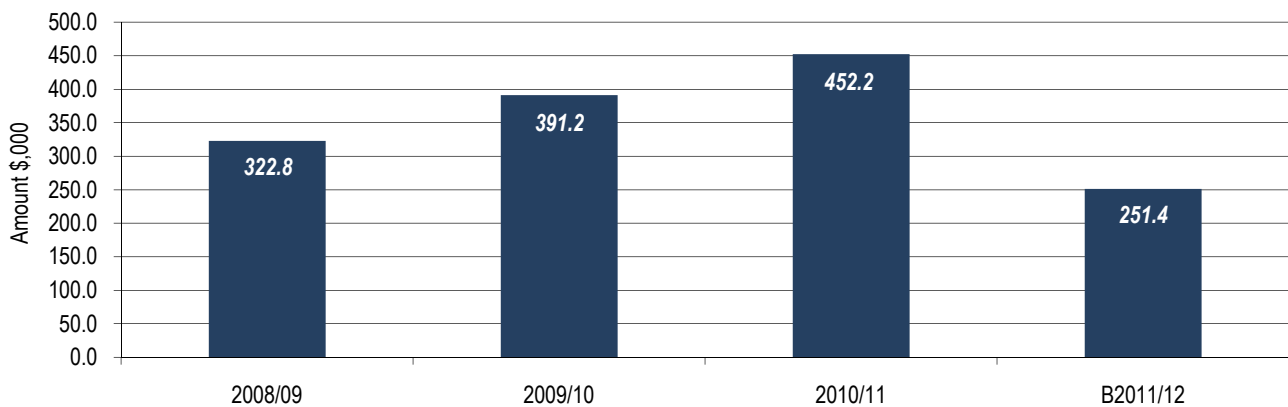
The Region Council has prepared its Annual Budget for the 2011/12 financial year. Key budget information is provided below about the operating result, cash and investments, financial position and strategic objectives.

1. Operating Result

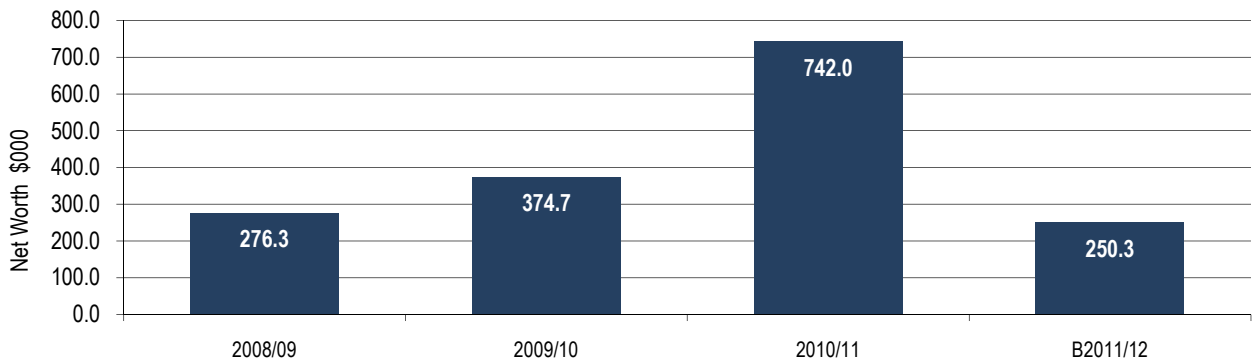


The expected operating result for the 2011/12 year is a deficit of \$522,000, which is a decrease of \$884,000 over 2010/11. The lower operating result is due mainly to advance payments of government grants for projects.

2. Cash Flow Result



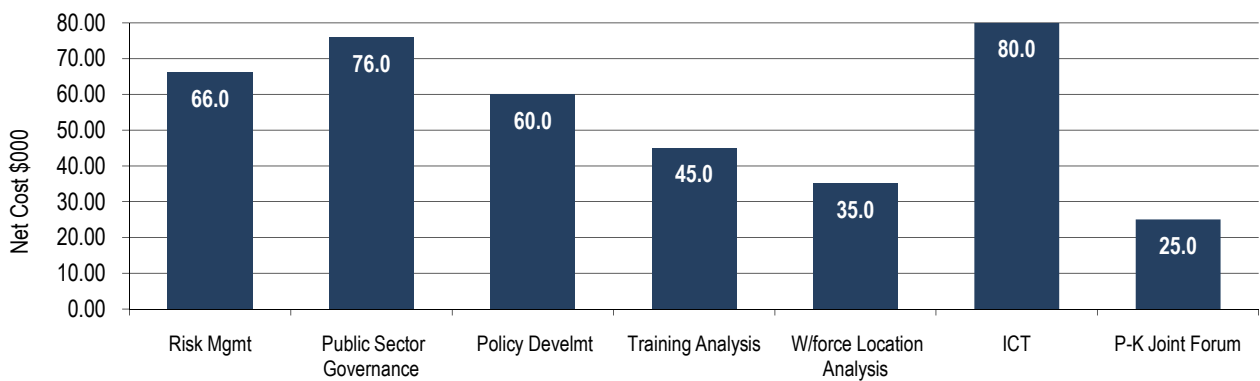
3. Financial Position



The net assets (net worth) is expected to decrease by \$492,000 to \$250,000 . This is mainly due to the use of cash received to fund major initiatives.

4. Strategic Objectives

The Annual Budget includes a range of activities and initiatives to be funded that will contribute to achieving the strategic objectives specified in the Strategic Plan. The graph below shows the level of funding allocated in the budget to achieve the strategic objectives as set out in the Plan for the 2011/12 year.



Shelley Pike
Chief Executive Officer

Budget Processes

This section lists the budget processes undertaken in order to adopt the Annual Budget in accordance with the Local Government Act 1995 and its Regulations.

The preparation of the budget begins with the Chief Executive Officer preparing the operating and capital components of the annual budget . A draft consolidated budget is then prepared and various iterations are considered by Council at informal briefings. A 'draft' budget is prepared in accordance with the Act and submitted to Council for approval.

The budget is required to be adopted by 31 August in each year. The key dates for the budget process are summarised below:

Budget process

- | | |
|--|--------|
| 1. Officers prepare operating and capital estimates for inclusion in the budget and plan | May-11 |
| 2. Council considers draft budget at informal briefings | Aug-11 |
| 3. Proposed budget is presented to Council for approval | Sep-11 |
| 4. Copy of adopted budget is submitted to the Department | Oct-11 |

1. Activities, Initiatives and Key Strategic Activities

This section provides a description of the activities to be funded in the Budget for the 2011/12 year and how these will contribute to achieving the strategic objectives.

Activities

Activity	Description	(Revenue) Expenditure Net Cost \$
General Purpose Funding	Details amount received on investments	(15,000) -
		(15,000)
Governance	This service provides assistance to elected members of the Council.	145,750
		145,750
Other Governance	This service provides for the administration expenses of the Council.	(797,000) 1,102,453
		305,453
Economic	This service provides for area promotion and support to regional tourism initiatives	(3,540,067) 3,627,567
		87,500

Initiatives

- ♦ Risk Management Project
- ♦ Public Sector Governance Project
- ♦ Regional Policy Development Project
- ♦ Regional Training Analysis and Strategy
- ♦ Workforce Location and Analysis Strategy
- ♦ Policy Portal
- ♦ ICT Governance
- ♦ ICT Strategies
- ♦ Pilbara - Kimberley Joint Forum Project
- ♦ Coastal Locations and Rest Stops Project

Key strategic activities

1	Scoping and Implementation of Risk Management Project	Complete project and commence implementation by June 2012.
2	Public Sector Governance Project	Complete project and commence implementation by June 2012.
3	Regional Policy Development Project	Complete project and commence implementation by June 2012.
4	Regional Training Analysis and Strategy	Complete strategy and commence implementation by June 2012.
5	Workforce Location and Analysis Strategy	Complete strategy and commence implementation by June 2012.
6	Coastal Locations and Rest Stops Project	Develop final design of infrastructure to be placed at 4 coastal locations in Year 1 and complete construction by 30 June 2012.

2. Budget Influences

This section sets out the key budget influences arising from the internal and external environment within which the Council operates.

2.1 External influences

In preparing the 2011/12 Budget, a number of external influences have been taken into consideration, because they are likely to impact significantly on the services delivered by Council in the budget period. These include:

- Consumer Price Index (CPI) increases on goods and services of 3.6% per annum .
- Prevailing economic conditions .
- Success of Grant Applications for funding of projects.

2.2 Internal influences

As well as external influences, there are also a number of internal influences which are expected to have a significant impact on the preparation of the 2011/12 Budget. These matters have arisen from events occurring in the 2010/11 year resulting in variances between the forecast actual and budgeted results for that year and matters expected to arise in the 2011/12 year. These matters and their financial impact are set out below:

- Budget surplus for the 2010/11 financial year ended 30 June 2011

2.3 Budget principles

In response to these influences, budget principles were developed upon which the officers were to prepare their budgets. The principles included:

- CPI or market levels
- New revenue sources to be identified where possible
- Operating revenues and expenses arising from uncompleted 2010/11 projects to be included.

2.4 Legislative requirements

Under the Local Government Act 1995 ("the Act"), Council is required to prepare and adopt an annual budget for each financial year. The budget is required to include a range of information required by the Local Government (Financial Management) Regulations 1996 ("the Regulations") which support the Act.

The 2011/12 Budget, which is included in this report, is for the year 1 July 2011 to 30 June 2012 and is prepared in accordance with the Act and Regulations. The budget includes statutory statements being a budget comprehensive income, budget statement of financial activity, budget statement of cash flows, budget rate setting statement and notes forming part of the annual budget. These statements have been prepared for the year ended 30 June 2012 in accordance with Accounting Standards and other mandatory professional reporting requirements and in accordance with the Act and Regulations. It also includes detailed information about the capital works program to be undertaken and other financial information, which Council requires in order to make an informed decision about the adoption of the budget.

**PILBARA REGIONAL COUNCIL
BUDGET COMPREHENSIVE INCOME STATEMENT
FOR THE YEAR ENDED 30 JUNE 2012**

2010/11 AMENDED BUDGET		NOTES	2010/11 ACTUAL	2011/12 ADOPTED BUDGET
\$	EXPENDITURE		\$	\$
(1,210,298)	Governance		(1,166,478)	(1,247,127)
-	Economic Services		-	(3,642,567)
-	Other Property and Services		-	-
(1,210,298)			(1,166,478)	(4,889,694)
	REVENUE			
15,000	General Purpose Funding		22,879	15,000
1,227,000	Governance		1,513,905	797,000
-	Economic Services		-	3,555,067
-	Other Property & Services		-	-
1,242,000			1,536,785	4,367,067
31,702	<i>Increase(Decrease)</i>		370,307	(522,627)
	DISPOSAL OF ASSETS			
(5,480)	Plant and Equipment		(5,480)	0
0	Furniture and Equipment		0	0
(5,480)	<i>Gain (Loss) on Disposal</i>		(5,480)	0
	ABNORMAL ITEMS			
0	Prior Year Adjustments		(2,672)	0
	Rounding		(1)	
0	<i>Total Abnormal Items</i>		(2,673)	0
26,222	<i>Total Comprehensive Income</i>		362,154	(522,627)

**PILBARA REGIONAL COUNCIL
BUDGET COMPREHENSIVE INCOME STATEMENT
FOR THE YEAR ENDED 30 JUNE 2012**

2010/11 ADOPTED BUDGET		NOTES	2010/11 ACTUAL	2011/12 ADOPTED BUDGET
\$	EXPENDITURE		\$	\$
(215,500)	Employee Costs		(219,986)	(224,205)
(810,900)	Materials & Contracts		(803,238)	(4,405,224)
(7,500)	Utilities		(8,006)	(7,500)
(6,398)	Depreciation on Non-Current Assets		(6,777)	(7,500)
(3,000)	Employee Provisions		(1,020)	(3,000)
(13,500)	Insurances		(12,414)	(17,000)
(8,500)	Plant Operating Expenses		(6,512)	(4,000)
0	Goods & Services Tax Paid		0	0
(145,000)	Other Expenses		(108,525)	(221,265)
(1,210,298)			(1,166,478)	(4,889,694)
	REVENUE			
704,000	Grants & Subsidies		1,004,300	2,275,067
523,000	Contributions, Reimbursements & Donations		509,605	2,077,000
-	Fees & Charges		-	-
15,000	Interest Earned		22,879	15,000
-	Goods and Services Tax Received		-	-
1,242,000			1,536,785	4,367,067
0	Profit on Asset Disposals			
(5,480)	Loss on Asset Disposals		(5,480)	-
26,222	NET RESULT		364,827	(522,627)
	Other Comprehensive Income			
-	Prior Year Adjustments		(2,672)	-
-	Rounding		(1)	-
-			(2,673)	-
26,222	TOTAL COMPREHENSIVE INCOME		362,154	(522,627)

**PILBARA REGIONAL COUNCIL
BUDGET FINANCIAL ACTIVITY STATEMENT FOR THE YEAR ENDING 30 JUNE 2012**

2010/11 ADOPTED BUDGET		2010/11 ACTUAL	2011/12 ADOPTED BUDGET	2011/12 JULY	2011/12 AUGUST	2011/12 SEPTEMBER	2011/12 OCTOBER	2011/12 NOVEMBER	2011/12 DECEMBER	2011/12 JANUARY	2011/12 FEBRUARY	2011/12 MARCH	2011/12 APRIL	2011/12 MAY	2011/12 JUNE
\$	OPERATING REVENUE	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
15,000	General Purpose Funding	22,879	15,000	1,250	2,499	3,749	4,998	6,248	7,497	8,747	9,996	11,246	12,495	13,745	15,000
1,227,000	Governance	1,513,905	797,000	-	-	350,000	797,000	797,000	797,000	797,000	797,000	797,000	797,000	797,000	797,000
-	Economic Services	-	3,555,067	-	-	2,275,067	2,275,067	2,275,067	2,275,067	2,275,067	2,290,067	2,290,067	3,555,067	3,555,067	3,555,067
-	Other Property and Services	-	-	-	-	-	-	-	-	-	-	-	-	-	-
\$1,242,000		\$1,536,785	\$4,367,067	\$1,250	\$2,499	\$2,628,816	\$3,077,065	\$3,078,315	\$3,079,564	\$3,080,814	\$3,097,063	\$3,098,313	\$4,364,562	\$4,365,812	\$4,367,067
	LESS OPERATING EXPENDITURE														
-	General Purpose Funding	-	-	-	-	-	-	-	-	-	-	-	-	-	-
(1,215,778)	Governance	(1,174,631)	(1,247,127)	(79,767)	(168,534)	(283,754)	(396,388)	(476,155)	(675,889)	(764,248)	(849,607)	(930,374)	(1,067,284)	(1,156,643)	(1,247,127)
-	Economic Services	-	(3,642,567)	0	0	0	(544,135)	(1,088,270)	(1,632,405)	(2,176,540)	(2,720,675)	(2,902,054)	(3,316,086)	(3,497,464)	(3,642,567)
-	Other Property & Services	-	-	-	-	-	-	-	-	-	-	-	-	-	-
(\$1,215,778)		(\$1,174,631)	(\$4,889,694)	(\$79,767)	(\$168,534)	(\$283,754)	(\$940,523)	(\$1,564,425)	(\$2,308,294)	(\$2,940,788)	(\$3,570,282)	(\$3,832,428)	(\$4,383,370)	(\$4,654,107)	(\$4,889,694)
\$26,222	<i>Increase/(Decrease)</i>	\$362,154	(\$522,627)	(\$78,518)	(\$166,035)	\$2,345,062	\$2,136,542	\$1,513,889	\$771,270	\$140,025	(\$473,219)	(\$734,116)	(\$18,808)	(\$288,296)	(\$522,627)
	ADD														
6,398	Depreciation Written Back	6,777	7,500	750	1,500	2,250	2,925	3,600	4,275	4,950	5,550	6,225	6,900	7,500	7,500
5,480	Profit/Loss on Sale of Asset	5,480	-	-	-	-	-	-	-	-	-	-	-	-	-
0	Movement in Provisions	(351)	-	-	-	-	-	-	-	-	-	-	-	-	-
\$11,878		\$11,906	\$7,500	\$750	\$1,500	\$2,250	\$2,925	\$3,600	\$4,275	\$4,950	\$5,550	\$6,225	\$6,900	\$7,500	\$7,500
\$38,100	<i>Increase/(Decrease)</i>	\$374,061	(\$515,127)	(\$77,768)	(\$164,535)	\$2,347,312	\$2,139,467	\$1,517,489	\$775,545	\$144,975	(\$467,669)	(\$727,891)	(\$11,908)	(\$280,796)	(\$515,127)
	LESS CAPITAL PROGRAMME														
(21,700)	Purchase Plant and Equipment	(21,659)	-	0	0	0	0	0	0	0	0	0	0	0	0
(7,000)	Purchase Furniture and Equipment	(6,951)	(5,000)	0	0	0	(5,000)	(5,000)	(5,000)	(5,000)	(5,000)	(5,000)	(5,000)	(5,000)	(5,000)
21,818	Proceeds from Sale of Asset	21,818	0	0	0	0	0	0	0	0	0	0	0	0	0
-	Prior Year Adjustments	-	0	0	0	0	0	0	0	0	0	0	0	0	0
(\$6,882)		(\$6,792)	(\$5,000)	\$0	\$0	\$0	(\$5,000)	(\$5,000)	(\$5,000)	(\$5,000)	(\$5,000)	(\$5,000)	(\$5,000)	(\$5,000)	(\$5,000)
	ABNORMAL ITEMS														
0	Prior Years Payments Written Back	0	0	0	0	0	0	0	0	0	0	0	0	0	0
0	Prior Years Doubtful Debts Provision	0	0	0	0	0	0	0	0	0	0	0	0	0	0
0	Prior Years Trust Receipts Transferred	0	0	0	0	0	0	0	0	0	0	0	0	0	0
0	Bad Debts - Written Off	0	0	0	0	0	0	0	0	0	0	0	0	0	0
\$0		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
-	Plus Rounding	-	-	-	-	-	-	-	-	-	-	-	-	-	-
(\$6,882)		(\$6,792)	(\$5,000)	\$0	\$0	\$0	(\$5,000)	(\$5,000)	(\$5,000)	(\$5,000)	(\$5,000)	(\$5,000)	(\$5,000)	(\$5,000)	(\$5,000)
\$31,218	<i>Increase/(Decrease)</i>	\$367,269	(\$520,127)	(\$77,768)	(\$164,535)	\$2,347,312	\$2,134,467	\$1,512,489	\$770,545	\$139,975	(\$472,669)	(\$732,891)	(\$16,908)	(\$285,796)	(\$520,127)
	LESS FUNDING FROM														
374,734	Opening Funds	374,734	742,003	742,003	742,003	742,003	742,003	742,003	742,003	742,003	742,003	742,003	742,003	742,003	742,003
(405,952)	Closing Funds	(742,003)	(221,876)	0	0	0	0	0	0	0	0	0	0	0	(221,876)
(\$31,218)		(\$367,269)	\$520,127	\$742,003	\$742,003	\$742,003	\$742,003	\$742,003	\$742,003	\$742,003	\$742,003	\$742,003	\$742,003	\$742,003	\$520,127
\$0	NET SURPLUS/(DEFICIT)	\$0	\$0	\$664,235	\$577,468	\$3,089,315	\$2,876,470	\$2,254,492	\$1,512,548	\$881,978	\$269,334	\$9,112	\$725,095	\$456,207	\$0

**PILBARA REGIONAL COUNCIL
BUDGET RATE SETTING STATEMENT
FOR THE YEAR ENDING 30 JUNE 2012**

2010/11 ADOPTED BUDGET		NOTES	2010/11 ACTUAL	2011/12 ADOPTED BUDGET
	OPERATING REVENUE			
15,000	General Purpose Funding		22,879	15,000
1,227,000	Governance		1,513,905	797,000
0	Economic Services		0	3,555,067
0	Other Property and Services		0	0
1,242,000			\$1,536,785	\$4,367,067
	LESS OPERATING EXPENDITURE			
(1,215,778)	Governance		(1,171,958)	(1,247,127)
-	Economic Services		0	(3,642,567)
-	Other Property & Services		-	-
(1,215,778)			(1,171,958)	(4,889,694)
\$26,222	<i>Increase/ (Decrease)</i>		\$364,827	(522,627)
	ADD			
6,398	Depreciation Written Back		6,777	7,500
5,480	(Profit)/Loss on Sale of Assets		5,480	0
0	Movement in Provisions		(351)	0
\$11,878			\$11,906	\$7,500
\$38,100	<i>Sub Total</i>		\$376,733	(515,127)
	LESS CAPITAL PROGRAMME			
(21,700)	Purchase Plant and Equipment		(21,659)	0
(7,000)	Purchase Furniture and Equipment		(6,951)	(5,000)
21,818	Proceeds on Sale of Asset		21,818	0
0			0	0
(\$6,882)			(6,792)	(5,000)
	ABNORMAL ITEMS			
-	Prior Years Payments Written Back		0	0
-	Prior Years Adjustments		(2,672)	0
-	Bad Debts - Written Off		0	0
-			(2,672)	0
-	Plus Rounding		0	0
(\$6,882)			(9,464)	(5,000)
\$31,218	<i>Sub Total</i>		\$367,269	(520,127)
	LESS FUNDING FROM			
374,734	Opening Funds		374,734	742,003
(405,952)	Closing Funds		(742,003)	(221,876)
(\$31,218)			(367,269)	\$520,127
\$0	TO BE MADE UP FROM RATES		\$0	\$0

**PILBARA REGIONAL COUNCIL
BUDGET STATEMENT OF CASH FLOWS
FOR THE YEAR ENDING 30 JUNE 2012**

2010/11 ADOPTED BUDGET		NOTES	2010/11 ACTUAL	2011/12 ADOPTED BUDGET
	Cash Flows from operating activities			
	EXPENDITURE			
(215,500)	Employee Costs		(219,986)	(227,943)
(810,900)	Materials & Contracts		(791,412)	(4,384,856)
(7,500)	Utilities		(8,007)	(7,500)
(13,500)	Insurances		(12,414)	(17,000)
(8,500)	Plant Operating Expenses		(6,512)	(4,000)
(116,000)	Goods and Services Tax Paid		(116,691)	(150,000)
(153,000)	Other		(111,196)	(221,265)
(1,324,900)			(1,266,218)	(5,012,564)
	REVENUE			
704,000	Grants & Subsidies		722,000	2,587,397
523,000	Contributions, Reimbursements & Donations		509,605	2,077,000
0	Fees & Charges		0	0
15,000	Interest Earned		22,879	15,000
124,000	Goods and Services Tax Received		79,461	137,390
1,366,000			\$1,333,945	\$4,816,787
41,100	Net Cash flows from Operating Activities		\$67,727	(195,777)
	Cash flows from investing activities			
	Payments			
(21,700)	Purchase Plant and Equipment		(21,659)	0
(7,000)	Purchase Furniture and Equipment		(6,951)	(5,000)
(28,700)			(28,610)	(5,000)
	Receipts			
21,818	Disposal of Plant and Equipment		21,818	0
21,818			21,818	0
(6,882)	Net cash flows from investing activities		(6,792)	(5,000)
	Cash flows from financing activities			
-	Loan Repayments		-	-
\$0	Net cash flows from financing activities		\$0	\$0
	Net (decrease)/increase in cash held		\$60,935	(200,777)
391,263	Cash at the Beginning of Reporting Period		391,263	452,198
-	Rounding		-	-
\$425,481	Cash at the End of Reporting Period		\$452,198	\$251,421

PILBARA REGIONAL COUNCIL
NOTES TO AND FORMING PART OF THE ANNUAL BUDGET
FOR THE YEAR ENDING 30TH JUNE 2012

1 SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies which have been adopted in the preparation of this annual budget are:

(a) The Pilbara Regional Council Reporting Entity

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

(b) Basis of Preparation

The annual budget has been prepared in accordance with the applicable Australian accounting standards (as they apply to local governments and not-for-profit entities), other mandatory professional reporting requirements and the Local Government Act 1995 (as amended) and accompanying regulations.

The annual budget has been prepared on the accrual basis under the convention of historical cost accounting modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and liabilities.

The accounting policies have been consistently applied, unless otherwise stated.

Critical Accounting Estimates

The preparation of an annual budget in conformity with Australian Accounting Standards requires management to make judgements, estimates and assumptions that affect 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 this experience and other factors combine to form the basis of making judgements about carrying values of assets and liabilities not readily apparent from other sources. Actual results may differ from these estimates.

(c) Goods and Services Tax

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

(d) Cash and Cash Equivalents

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

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

(e) Trade and Other Receivables

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

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

1 SIGNIFICANT ACCOUNTING POLICIES (Continued)

(f) Inventories

General

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

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

Land Held for Resale

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

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

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

(g) Fixed Assets

Initial Recognition

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

Revaluation

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

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

Asset Categories

Assets are classified into the following categories

Furniture and (internal) Equipment
Plant

Asset Capitalisation Thresholds

For reasons of practicality, the following thresholds have been applied, with any expenditure below these thresholds need not be capitalised-

Furniture and (internal) Equipment	Expenses totalling less than \$1,000 on any one item in any year need not be capitalised.
Plant	Expenses totalling less than \$1,000 on any one item in any year need not be capitalised.

For assets which, at the time of acquisition, there is a reasonable expectation that they may last for more than one accounting period, but their cost is below the declared thresholds for capitalisation, are recorded in quantitative terms to ensure a record of ownership and location

1 SIGNIFICANT ACCOUNTING POLICIES (Continued)

(h) Depreciation of Non-Current Assets

All non-current assets having a limited useful life are separately and systematically depreciated over their useful lives in a manner which reflects the consumption of the future economic benefits embodied in those assets.

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

Furniture and (internal) Equipment		
- computers and peripherals	3 - 4 years	32%
- other electronic equipment	5 - 6 years	18%
- furniture	11 years	9%
Plant		
- passenger vehicles	8 Years	12%

(I) Investments and Other Financial Assets

Classification

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

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

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

(ii) Loans and receivables

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

(iii) Held-to-maturity investments

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

(iv) Available-for-sale financial assets

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

1 SIGNIFICANT ACCOUNTING POLICIES (Continued)

(I) Investments and Other Financial Assets (Continued)

Recognition and derecognition

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

Subsequent measurement

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

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

Impairment

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

(j) Estimation of Fair Value

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

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

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

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

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

1 SIGNIFICANT ACCOUNTING POLICIES (Continued)

(k) Impairment

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

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

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

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

(l) Trade and Other Payables

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

(m) Employee Benefits

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

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

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

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

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

(n) Interest-bearing Loans and Borrowings

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

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

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

Borrowing Costs

Borrowing costs are recognised as an expense when incurred except where they are directly attributable to the acquisition, construction or production of a qualifying asset. Where this is the case, they are capitalised as part of the cost of the particular asset.

1 SIGNIFICANT ACCOUNTING POLICIES (Continued)

(o) Provisions

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

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

(p) Leases

Leases of fixed assets, where substantially all the risks and benefits incidental to the ownership of the asset, but not legal ownership, are transferred to the company, are classified as finance leases. Finance leases are capitalised recording an asset and a liability equal to the present value of the minimum lease payments, including any guaranteed residual value. Leased assets are amortised over their estimated useful lives. Lease payments are allocated between the reduction of the lease liability and the lease interest expense for the period.

Lease payments under operating leases, where substantially all the risks and benefits remain with the lessor, are charged as expenses in the periods in which they are incurred.

(q) Grants, Donations and Other Contributions

Grants, donations and other contributions are recognised as revenues when the regional local government obtains control over the assets comprising the contributions.

Where contributions recognised as revenues during the reporting period were obtained on the condition that they be expended in a particular manner or used over a particular period, and those conditions were undischarged as at the reporting date, the nature of and amounts pertaining to those undischarged conditions are disclosed in Note 5(d). That note also discloses the amount of contributions recognised as revenues in a previous reporting period which were obtained in respect of the local government's operation for the current reporting period.

(r) Cash and Cash Equivalents

Cash and cash equivalents in the balance sheet comprise cash at bank and in hand and short-term deposits with an original maturity of three months or less that are readily convertible to known amounts of cash and which are subjected to an insignificant risk of changes in value.

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

(s) Restrictions on Cash

Council recognises that the following restrictions have been imposed by regulations or other externally imposed requirements:

- Reserve Funds
- Other Restricted Funds
- Conditions over Contributions

Grants recognised as revenue during the reported financial year in respect of which expenditure had not been made in the manner specified by the contributor

(t) Superannuation

The Council contributes to the Local Government Superannuation Scheme and the Occupational Superannuation Fund. Both funds are defined contribution schemes. Contributions to defined contribution plans are recognised as an expense as they become payable. Prepaid contributions are recognised as an asset to the extent that a cash refund or a reduction in the future payments

1 SIGNIFICANT ACCOUNTING POLICIES (Continued)

(u) Interest Rate Risk

The Council's exposure to interest rate risk, which is the risk that a financial instrument's value will fluctuate as a result of changes in market interest rates, is considered negligible for all financial instruments other than borrowings. Information on interest rate risk as it applies to borrowings is disclosed in Note 25.

(v) Rounding Off Figures

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

(w) Comparative Figures

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

(x) Financial Information by Ratio

The Council, in accordance with the Local Government Act 1995, has disclosed by way of notes to the financial statements, the financial information by ratio, with comparatives being shown from

(y) Current and Non-Current Classification

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

2 OPERATING, REVENUES AND EXPENSES

The Operating Revenue and Expenses as reported in the Annual Budget includes:

Adopted Budget 2010/2011		Actual 2010/2011	Adopted Budget 2011/2012
\$		\$	\$
	Charging as Expenses		
6,398	Depreciation on Non-Current Assets	6,777	7,500
-	Loss on Sale of Non-Current Assets	5,480	-
<u>6,398</u>		<u>12,257</u>	<u>7,500</u>
	Crediting as Income		
3,963	Profit on Sale of Non-Current Assets	0	0
15,000	Interest Earnings	22,879	15,000
<u>18,963</u>		<u>22,879</u>	<u>15,000</u>

3 DESCRIPTION OF FUNCTIONS/ACTIVITIES

The principal activities of the Council covers the provisions of general purpose funding, governance and other property services as permitted under the Local Government Act or other written law.

Description of Programs

General Purpose Funding

The administration of interest received on investments.

Governance

Member of Council allowances and reimbursements, civic functions and administration expenses.

Economic Services

Tourism and Area promotion

Other Property and Services

Other Unclassified Activities.

4 OPERATING REVENUES AND EXPENSES

Operating expenses and revenues classified according to nature and type.

Adopted Budget 2010/2011		Actual 2010/2011	Adopted Budget 2011/2012
\$		\$	\$
	Operating Expenses		
(228,500)	Employee Costs	(219,985)	(224,205)
(514,300)	Materials and Contracts	(803,238)	(4,405,224)
(4,000)	Utility Charges (Gas, Electricity, Water, etc)	(8,007)	(7,500)
(6,398)	Depreciation on Non-Current Assets	(6,777)	(7,500)
0	Loss on Asset Disposals	(5,480)	-
0	Interest Expenses	-	-
(13,500)	Insurance Expenses	(12,414)	(17,000)
(3,000)	Employee Provisions	(1,020)	(3,000)
-	Plant Operating Expenses	(6,512)	(4,000)
(16,950)	Other Expenses	(111,197)	(221,265)
<u>(786,648)</u>	Agrees with Statement of Comprehensive Income	<u>(1,174,630)</u>	<u>(4,889,694)</u>
	Operating Revenues		
350,000	Operating Grants & Subsidies	1,004,300	2,275,067
325,000	Contributions and Reimbursements	509,605	2,077,000
10,000	Fees and Charges	0	0
5,000	Interest Earnings	22,879	15,000
3,963	Profit on Asset Disposals	0	0
0	Other Revenue	0	0
<u>693,963</u>	Agrees with Statement of Comprehensive Income	<u>1,536,784</u>	<u>4,367,067</u>
<u>(92,685)</u>	Total Statement of Comprehensive Income	<u>362,154</u>	<u>(522,627)</u>

5 CASH

Adopted Budget 2010/2011		Actual 2010/2011	Adopted Budget 2011/2012
\$ -	Cash on Hand	0	0
291,116	Cash at Bank	452,198	251,421
-	Investments	0	0
291,116	Represented by:-	452,198	251,421
60,000	Restricted	279,278	0
231,116	Unrestricted	172,920	251,421
291,116		452,198	251,421

Adopted Budget 2010/2011		Actual 2010/2011	Adopted Budget 2011/2012
\$ 0	(a) Reserve funds	0	0
0		0	0
	(b) Conditions over contributions		
	Contributions and Grants recognised as revenues during the financial year in respect of which expenditure had not been made:		
60,000	Waste Authority - Waste Management Grant	60,000	-
0	Dept Local Govt - Regional Business Plan Implementation Grant	171,270	-
0	Dept Local Govt - Regional Business Plan Implementation Project Admin Fee	19,030	-
0	Dept Local Govt - Indigenous Business Planning Grant	1,276	-
0	Dept Local Govt - Regional Business Planning Grant	15,315	-
0	Dept Regional Development - Business Case Planning Grant	12,387	-
60,000		279,278	0

6 DISPOSAL OF ASSETS

(A) DISPOSAL OF ASSETS BY CLASS

Asset by Class	Proceeds Sale of Assets	Written Down Value	Gain/(Loss) on Disposal
	\$	\$	\$
Furniture and Equipment	0	0	0
Land and Buildings	0	0	0
Plant and Equipment	0	0	0
TOTAL BY CLASS OF ASSETS	0	0	0

(B) DISPOSAL OF ASSETS BY PROGRAM

	Proceeds Sale of Assets	Written Down Value	Gain/(Loss) on Disposal
	\$	\$	\$
Governance	0	0	0
Other Property and Services			0
TOTAL BY PROGRAM	0	0	0

(C) BORROWING COSTS INCURRED AND CAPITALISED AS PART OF A QUALIFYING ASSET

No Borrowing Costs were incorporated in the Annual Budget as Assets purchased are to be funded from General Purpose Funding.

7 BORROWINGS INFORMATION

(a) Loans Raised in Financial Year

Adopted Budget 2010/2011 \$		Actual 2010/2011 \$	Adopted Budget 2011/2012 \$
0	The Regional Council does not propose to borrow in the 2011/2012 financial year	0	0
Nil		Nil	Nil

(b) Loan Repayments

Program	Loan No.	Principal 01.07.11 \$	Loans Raised		Interest		Loan Repayment		Principal 30.6.2012 Budget \$
			Actual 2010/2011 \$	Budget 2011/2012 \$	Actual 2010/2011 \$	Budget 2011/2012 \$	Actual 2010/2011 \$	Budget 2011/2012 \$	
		0	0	0	0	0	0	0	0
		0	0	0	0	0	0	0	0
PLUS	Change in Net Accrual			0					
TOTAL		0	0	0	0	0	0	0	0
	Loan Repayments to be financed by the Regional Council			0	0	0	0	0	
	Loan Repayments reimbursed from external sources			0	0	0	0	0	
TOTAL				0	0	0	0	0	

(a) Overdraft

The Regional Council has no overdraft facility and it is not anticipated such a facility will be required during the year ended 30 June 2012

8 RESERVES

The Regional Council has no Reserve Accounts set aside for specific purposes and does not intend to set aside any cash during the year ended 30 June 2012

9 CASH FLOW INFORMATION

Reconciliation of cash flows with change in net result from operations.

For the purpose of the Cash Flow Statement, cash includes cash on hand and in or at call deposits with Banks or Financial Institutions.

Adopted Budget 2010/2011		Actual 2010/2011	Adopted Budget 2011/2012
\$		\$	\$
	Change in net result from operations		
(92,685)	Net Result	370,306	(522,627)
6,398	Depreciation	6,777	7,500
(3,963)	(Profit) loss on sale of Fixed Assets		
	Change in Assets and Liabilities		
-	(Increase)/Decrease in Inventory	-	
(9,398)	Increase/(Decrease) in Prepaid Expenses	-	
-	(Increase)/Decrease in Accrued Expenditure	-	
3,000	Increase/(Decrease) in Employee Provisions	1,021	3,000
-	(Increase)/Decrease in Debtors	(319,530)	314,530
-	Increase/(Decrease) in Creditors	11,825	1,820
-	Prior Year Adjustments	(2,672)	
-	Rounding		
(96,648)	Cash flows from Operations	67,727	(195,777)
0	Credit Card Facility		
0	Amount Utilised	0	0
0	Unused Facility available	0	0

10 TRUST FUND INFORMATION

TRUST FUND FOR THE PERIOD ENDING 30 JUNE 2012

PARTICULARS	OPENING BALANCE 30.06.2011	ESTIMATED RECEIPTS 2011/2012	ESTIMATED PAYMENTS 2011/2012	ESTIMATED CLOSING 2011/2012
	\$	\$	\$	\$
DEPOSITS				
No funds held on behalf of third parties				
TOTAL	0	0	0	0

11 INVESTMENTS

Earnings from Investments is summarised as follows:

Adopted Budget 2010/2011		Actual 2010/2011	Adopted Budget 2011/2012
\$		\$	\$
15,000	General Account	22,879	15,000
0	Reserve Funds	0	0
15,000	TOTAL	22,879	15,000

12 COUNCIL MEMBERS - FEES, EXPENSES AND ALLOWANCES

The 2010/2011 Budget provides for the following:

Adopted Budget 2010/2011		Actual 2010/2011	Adopted Budget 2011/2012
\$		\$	\$
	- Annual Attendance Fee		
6,320	- Councillors (7) X \$140 per meeting (10 per year)	3,920	6,320
1,680	- Chairperson x \$280 per meeting (10 per year)	2,800	1,680
	- Telecommunication, Travel, and Information Technology Allowance		
1,000	- Telecommunication (8 x \$125)	0	1,000
0	- Information Technology	0	0
0	- Travel Expenses	0	0
	- Annual Local Government Allowance		
600	- Chairman	0	1,000
150	- Deputy Chairman	0	250
9,750		6,720	10,250

13 DEPRECIATION ON NON-CURRENT ASSETS

The Depreciation charge included in the Annual Budget is summarised as follows:

BY PROGRAM

Adopted Budget 2010/2011		Actual 2010/2011	Adopted Budget 2011/2012
\$		\$	\$
6,398	Governance	6,777	7,500
6,398	TOTAL	6,777	7,500

BY CLASS

Adopted Budget 2010/2011		Actual 2010/2011	Adopted Budget 2011/2012
\$		\$	\$
1,623	Furniture and Equipment	4,204	4,901
4,775	Plant and Equipment	2,573	2,599
6,398	TOTAL	6,777	7,500

14 ACQUISITION OF ASSETS

The following assets are anticipated to be acquired during the year:

	Adopted Budget 2011/2012
	\$
BY PROGRAM	
Governance	
Computer Equipment	5,000
Furniture	-
	5,000
BY CLASS	
Land and Buildings	-
Furniture and Equipment	5,000
	5,000

15 FEES AND CHARGES INFORMATION

In accordance with Financial Management Regulation 25, the estimates of total revenue from Fees and Charges for each program is summarised as follows:

No fees and charges are to be raised during the year ended 30 June 2012

16 RATING INFORMATION

A Regional Council does not impose rates.

17 SPECIFIED AREA RATE

No specified area rates will be levied during the year 2011/12

18 SERVICE CHARGES

No specified area rates will be imposed during the year 2011/12

19 INFORMATION ABOUT DISCOUNTS, INCENTIVES, CONCESSIONS AND WRITE OFFS

The Regional Council does not anticipate to offer discounts, incentives, concessions or write-offs.

20 INTEREST CHARGES FOR THE LATE PAYMENT OF RATES CHARGES

Pursuant to Section 6.51 of the Local Government Act and Financial Management Regulation 27(a) the Regional Council will not impose an interest charge .

21 MAJOR LAND TRANSACTIONS

The Regional Council does not anticipate any land transactions.

22 JOINT VENTURE

The Regional Council does not anticipate any joint venture.

23 TRADING UNDERTAKINGS

The Regional Council does not anticipate any trading undertakings.

24 CAPITAL AND LEASING COMMITMENTS

Council does not have any Capital and Leasing Commitments.

25 FINANCIAL INSTRUMENTS

(a) Interest Rate Risk

The following table details the Regional Council exposure to interest rate risks projected to 30th June 2012.

	Average Interest %	Variable Interest Rate	Fixed Interest Rate Less than 1 year	Maturity 1 to 5 years	Non Interest Bearing	Total
		\$	\$	\$	\$	\$
Financial Assets						
Cash on Hand						-
Cash						0
Bank Bills/Term Deposits	4.50	251,421	251,421			251,421
Trade Receivables						-
			0	251,421	0	251,421
Financial Liabilities						
Creditors		25,868	25,868			25,868
Bank Overdraft	7.5					0
Income In Advance						0
Employee entitlements						0
			0	25,868	0	25,868

(b) Regional Council does not have any material credit risk exposure to any single debtor under any financial instruments entered into.

(c) The aggregate net fair values and carry amounts of financial assets and financial liabilities are disclosed in the notes to and forming part of the Annual Budget.

26 POSITION AT COMMENCEMENT OF FINANCIAL YEAR

Determination of opening funds:

Adopted Budget 2010/2011		Actual 2010/2011	Adopted Budget 2011/2012
\$		\$	\$
	Current Assets		
0	Cash On Hand	452,198	251,421
291,116	Cash at Bank	319,530	5,000
0	Receivables		
291,116		771,728	256,421
	LESS CURRENT LIABILITIES		
4,446	Payables and Provisions	24,048	25,868
-11,442	Employee Entitlements	5,677	8,677
(6,996)		29,725	34,545
(60,000)	Less Restricted Funds	(279,278)	-
0	Rounding		
224,120	SURPLUS OF CURRENT ASSETS OVER CURRENT LIABILITIES	462,725	221,876

27 MEMBER COUNCIL'S ESTIMATED EQUITY IN THE PILBARA REGIONAL COUNCIL

		TOTAL EQUITY
Shire of Ashburton	25%	62,579
Shire of East Pilbara	25%	62,579
Shire of Roebourne	25%	62,579
Town of Port Hedland	25%	62,579
As at 30 June 2012		250,316
As at 30 June 2011		772,943

PILBARA Regional Council

ANNUAL STATEMENTS 2010-2011

Annual Budget 2011-2012

Details By function Under The Following Programme Titles
And Type Of Activities Within The Programme

	Actual 2010-11		Adopted Budget 2010-11		ADOPTED BUDGET 2011-2012	
	Income	Expenditure	Income	Expenditure	Income	Expenditure
Proceeds Sale of Assets						
NEW Proceeds Sale of Assets -	(\$21,818)	\$0	(\$21,818)	\$0	\$0	\$0
00000 Proceeds Sale of Assets -	\$0	\$0	\$0	\$0	\$0	\$0
00000 Proceeds Sale of Assets -	\$0	\$0	\$0	\$0	\$0	\$0
00000 Proceeds Sale of Assets -	\$0	\$0	\$0	\$0	\$0	\$0
Written Down Value						
NEW Written Down Value -	\$0	\$27,298	\$0	\$27,298	\$0	\$0
00000 Written Down Value-	\$0	\$0	\$0	\$0	\$0	\$0
00000 Written Down Value -	\$0	\$0	\$0	\$0	\$0	\$0
Sub Total - GAIN/LOSS ON DISPOSAL OF ASSET	(\$21,818)	\$27,298	(\$21,818)	\$27,298	\$0	\$0
Total - GAIN/LOSS ON DISPOSAL OF ASSET	(\$21,818)	\$27,298	(\$21,818)	\$27,298	\$0	\$0
ABNORMAL ITEMS						
00000 Years Doubtful Debts Provision	\$0	\$0	\$0	\$0	\$0	\$0
00000 Bad Debts Written Off	\$0	\$0	\$0	\$0	\$0	\$0
NEW Prior Years Asset Adjustment -	\$0	\$2,672	\$0	\$0	\$0	\$0
00000 Prior Years Payment Written Back	\$0	\$0	\$0	\$0	\$0	\$0
Sub Total - ABNORMAL ITEMS	\$0	\$2,672	\$0	\$0	\$0	\$0
Total - ABNORMAL ITEMS	\$0	\$2,672	\$0	\$0	\$0	\$0
Total - OPERATING STATEMENT	(\$21,818)	\$29,970	(\$21,818)	\$27,298	\$0	\$0
OTHER GENERAL PURPOSE FUNDING						
OPERATING INCOME						
1042020 - Interest on Investments	(\$22,879)	\$0	(\$15,000)	\$0	(\$15,000)	\$0
Sub Total - OTHER GENERAL PURPOSE FUNDING OP/INC	(\$22,879)	\$0	(\$15,000)	\$0	(\$15,000)	\$0
Total - OTHER GENERAL PURPOSE FUNDING	(\$22,879)	\$0	(\$15,000)	\$0	(\$15,000)	\$0
Total - GENERAL PURPOSE FUNDING	(\$22,879)	\$0	(\$15,000)	\$0	(\$15,000)	\$0
GOVERNANCE						
MEMBERS OF COUNCIL						
OPERATING EXPENDITURE						
E041010 - Conference Expenses	\$0	\$678	\$0	\$2,000	\$0	\$2,000
E041020 - Chair & Deputy Chair Allowance	\$0	\$0	\$0	\$1,000	\$0	\$1,250
E041030 - Sitting Fees	\$0	\$6,720	\$0	\$8,000	\$0	\$8,000
NEW - Telecommunications & IT Allowance	\$0	\$0	\$0	\$0	\$0	\$1,000
E041040 - Reimbursement of Expenses	\$0	\$106	\$0	\$3,500	\$0	\$3,500
E041050 - Meeting Expenses	\$0	\$11,263	\$0	\$15,000	\$0	\$20,000
E041090 - Pilbara to Parliament	\$0	\$60,591	\$0	\$70,000	\$0	\$0
NEW - Potential Refund of Contributions Received	\$0	\$0	\$0	\$0	\$0	\$105,000
E041100 - Pilbara-Kimberley Joint Forum	\$0	\$0	\$0	\$5,000	\$0	\$5,000
Sub Total - MEMBERS OF COUNCIL OP/EXP	\$0	\$79,358	\$0	\$104,500	\$0	\$145,750
OPERATING INCOME						
1042030 - Reimbursements	(\$1,535)	\$0	(\$5,000)	\$0	\$0	\$0
1042038 - Pilbara to Parliament	(\$48,070)	\$0	(\$48,000)	\$0	\$0	\$0
NEW - Miscellaneous	\$0	\$0	(\$10,000)	\$0	\$0	\$0
Sub Total - MEMBERS OF COUNCIL OP/INC	(\$49,605)	\$0	(\$63,000)	\$0	\$0	\$0
Total - MEMBERS OF COUNCIL	(\$49,605)	\$79,358	(\$63,000)	\$104,500	\$0	\$145,750

Details By function Under The Following Programme Titles
And Type Of Activities Within The Programme

	Actual 2010-11		Adopted Budget 2010-11		ADOPTED BUDGET 2011-2012	
	Income	Expenditure	Income	Expenditure	Income	Expenditure
GOVERNANCE - GENERAL						
OPERATING EXPENDITURE						
E042005 - Audit Fees	\$0	\$4,055	\$0	\$6,600	\$0	\$11,000
E042007 - Association Fees	\$0	\$0	\$0	\$2,200	\$0	\$3,000
E042010 - Insurance	\$0	\$12,414	\$0	\$13,500	\$0	\$17,000
E042015 - Plant Operating Expenses	\$0	\$6,512	\$0	\$8,500	\$0	\$4,000
NEW - Parking Fees	\$0	\$0	\$0	\$0	\$0	\$5,000
E042017 - Office Rental	\$0	\$8,107	\$0	\$15,000	\$0	\$6,500
NEW - Storage Rental	\$0	\$0	\$0	\$0	\$0	\$1,500
E042020 - Contract Support Services	\$0	\$22,489	\$0	\$15,000	\$0	\$25,000
E042022 - Office Equipment	\$0	\$1,793	\$0	\$2,500	\$0	\$5,000
E042023 - Printing & Stationery	\$0	\$1,302	\$0	\$1,200	\$0	\$4,000
E042024 - Postage & Freight	\$0	\$858	\$0	\$1,000	\$0	\$1,000
E042025 - Sundry Office Expenses	\$0	\$2,781	\$0	\$2,000	\$0	\$4,000
NEW - Subscriptions	\$0	\$0	\$0	\$800	\$0	\$800
E042030 - Utility Expenses	\$0	\$4,738	\$0	\$4,000	\$0	\$3,000
E042031 - Telephone Expenses	\$0	\$3,268	\$0	\$3,500	\$0	\$4,500
E042032 - Advertising	\$0	\$375	\$0	\$2,000	\$0	\$2,000
LABOUR Costs						
E042035 - Salaries	\$0	\$193,534	\$0	\$187,500	\$0	\$199,500
E042040 - Superannuation	\$0	\$26,452	\$0	\$28,000	\$0	\$24,705
E042043 - Annual Leave Provision	\$0	\$1,371	\$0	\$3,000	\$0	\$3,000
E042041 - Long Service Leave Provision	\$0	(\$351)	\$0	\$0	\$0	\$0
OTHER						
E042045 - Other Staff Expenses	\$0	\$10,360	\$0	\$5,000	\$0	\$5,000
E042050 - Conferences/Training	\$0	\$3,654	\$0	\$8,000	\$0	\$9,900
E042055 - Meeting Expenses	\$0	\$3,390	\$0	\$10,000	\$0	\$10,000
E042065 - Website and Software	\$0	\$7,481	\$0	\$10,000	\$0	\$5,000
NEW - Fringe Benefits Tax	\$0	\$0	\$0	\$0	\$0	\$3,500
E042095 - Loss on Sale of Asset	\$0	\$5,480	\$0	\$5,480	\$0	\$0
NEW - Marketing and Promotion	\$0	\$0	\$0	\$0	\$0	\$14,000
E042096 - Prior Year Adjustments	\$0	\$0	\$0	\$0	\$0	\$0
E042100 - Depreciation	\$0	\$6,777	\$0	\$6,398	\$0	\$7,500
NEW - Less Project Administration Allocations	\$0	(\$63,847)	\$0	\$0	\$0	(\$19,030)
PROJECT COSTS						
E042103 - Projects - Pilbara Tourism Rev.	\$0	\$500	\$0	\$500	\$0	\$0
E042106 - Landfill Management Strategy	\$0	\$0	\$0	\$0	\$0	\$60,000
E042107 - Strategic Planning Implementation Plan	\$0	\$90,752	\$0	\$81,000	\$0	\$1,000
E042108 - Regional Business Planning RCG	\$0	\$249,689	\$0	\$153,000	\$0	\$1,000
E042109 - Asset Management Strategies	\$0	\$164,517	\$0	\$147,600	\$0	\$1,000
E042110 - Forward Capital Works Plans	\$0	\$9,988	\$0	\$126,000	\$0	\$0
E042111 - Business Planning - Indigenous Communities	\$0	\$198,770	\$0	\$162,000	\$0	\$1,000
E042112 - Develop Business Cases for CLGF Regional	\$0	\$72,639	\$0	\$100,000	\$0	\$12,387
E042125 - Strategic Planning - Blue Zoo	\$0	\$42,753	\$0	\$0	\$0	\$0
NEW - Refund of Indigenous Grant Funding - Balance of Funds	\$0	\$0	\$0	\$0	\$0	\$0
NEW - Refund of Regional Business Plan Grant Funding - Balance of Funds	\$0	\$0	\$0	\$0	\$0	\$15,315
NEW - Regional Business Plan Implementation Project	\$0	\$0	\$0	\$0	\$0	\$190,300
NEW - Risk Management Project	\$0	\$0	\$0	\$0	\$0	\$66,000
NEW - Public Sector Governance Project	\$0	\$0	\$0	\$0	\$0	\$76,000
NEW - Regional Policy Development Project	\$0	\$0	\$0	\$0	\$0	\$60,000
NEW - Regional Training Analysis and Strategy	\$0	\$0	\$0	\$0	\$0	\$45,000
NEW - Workforce Location Analysis & Strategy	\$0	\$0	\$0	\$0	\$0	\$35,000
NEW - Pilbara-Kimberley Joint Forum Project	\$0	\$0	\$0	\$0	\$0	\$25,000
NEW - Policy Portal	\$0	\$0	\$0	\$0	\$0	\$60,000
NEW - ICT Governance	\$0	\$0	\$0	\$0	\$0	\$20,000
NEW - ICT Strategies	\$0	\$0	\$0	\$0	\$0	\$60,000
NEW - Regional Investment Tour	\$0	\$0	\$0	\$0	\$0	\$12,000
Sub Total - GOVERNANCE - GENERAL OP/EXP	\$0	\$1,092,600	\$0	\$1,111,278	\$0	\$1,101,377

Details By function Under The Following Programme Titles
And Type Of Activities Within The Programme

	Actual 2010-11		Adopted Budget 2010-11		ADOPTED BUDGET 2011-2012	
	Income	Expenditure	Income	Expenditure	Income	Expenditure
OPERATING INCOME						
I042010 - Contributions Member Councils - Operating & Administration	(\$220,000)	\$0	(\$220,000)	\$0	(\$350,000)	\$0
NEW - Contributions Member Councils - Projects	(\$100,000)	\$0	(\$100,000)	\$0	(\$447,000)	\$0
I101020 - Regional Business Planning Grant	(\$262,000)	\$0	(\$170,000)	\$0	\$0	\$0
I101020 - Regional Business Planning Project Admin Fee	\$0	\$0	\$0	\$0	\$0	\$0
NEW - Regional Business Plan Implementation Grant	(\$171,270)	\$0	\$0	\$0	\$0	\$0
NEW - Regional Business Plan Implementation Project Admin Fee	(\$19,030)	\$0	\$0	\$0	\$0	\$0
I101020 - Business Planning in Indigenous Communities Grant	(\$180,000)	\$0	(\$180,000)	\$0	\$0	\$0
I101020 - Business Planning in Indigenous Communities Project Admin Fee	(\$18,000)	\$0	\$0	\$0	\$0	\$0
I101020 - Strategic Planning Improvement Plan Grant	(\$90,000)	\$0	(\$90,000)	\$0	\$0	\$0
I101020 - Strategic Planning Improvement Project Admin Fee	\$0	\$0	\$0	\$0	\$0	\$0
I101020 - Asset Management Planning Grant	(\$164,000)	\$0	(\$164,000)	\$0	\$0	\$0
I101020 - Asset Management Planning Project Admin Fee	\$0	\$0	\$0	\$0	\$0	\$0
I101020 - Contributions Member Councils (Individual Projects)	(\$140,000)	\$0	(\$140,000)	\$0	\$0	\$0
I101020 - Forward Capital Works Plans Project Admin Fee	\$0	\$0	\$0	\$0	\$0	\$0
I101020 - Business Cases for CLGF Grant	(\$100,000)	\$0	(\$100,000)	\$0	\$0	\$0
I101020 - Business Cases for CLGF Project Admin Fee	\$0	\$0	\$0	\$0	\$0	\$0
Sub Total - GOVERNANCE - GENERAL OP/INC	(\$1,464,300)	\$0	(\$1,164,000)	\$0	(\$797,000)	\$0
Total - GOVERNANCE - GENERAL	(\$1,464,300)	\$1,092,599.65	(\$1,164,000)	\$1,111,278	(\$797,000)	\$1,101,377
Total - GOVERNANCE	(\$1,513,905)	\$1,171,958	(\$1,227,000)	\$1,215,778	(\$797,000)	\$1,247,127

Details By function Under The Following Programme Titles
And Type Of Activities Within The Programme

	Actual 2010-11		Adopted Budget 2010-11		ADOPTED BUDGET 2011-2012	
	Income	Expenditure	Income	Expenditure	Income	Expenditure
TOURISM AND AREA PROMOTION						
OPERATING EXPENDITURE						
NEW - CLGF - Coastal Locations & Rest Stops Project	\$0	\$0	\$0	\$0	\$0	\$3,627,567
NEW - Tourism Short Stay Accommodation Project	\$0	\$0	\$0	\$0	\$0	\$15,000
Sub Total - TOURISM & AREA PROMOTION OP/EXP	\$0	\$0	\$0	\$0	\$0	\$3,642,567
OPERATING INCOME						
NEW - CLGF Grant - Coastal Locations & Rest Stops Project	\$0	\$0	\$0	\$0	(\$2,275,067)	\$0
NEW - Coastal Locations & Rest Stops Project Contributions	\$0	\$0	\$0	\$0	(\$1,265,000)	\$0
NEW - Tourism Short Stay Accommodation Project	\$0	\$0	\$0	\$0	(\$15,000)	\$0
	\$0	\$0	\$0	\$0	\$0	\$0
Sub Total - TOURISM & AREA PROMOTION OP/INC	\$0	\$0	\$0	\$0	(\$3,555,067)	\$0
Total - TOURISM & AREA PROMOTION	\$0	\$0	\$0	\$0	(\$3,555,067)	\$3,642,567
Total - ECONOMIC SERVICES	\$0	\$0	\$0	\$0	(\$3,555,067)	\$3,642,567
OTHER PROPERTY AND SERVICES						
SALARIES AND WAGES						
OPERATING EXPENDITURE						
NEW - Gross Total Salaries and Wages	\$0	\$193,534	\$0	\$187,500	\$0	\$199,500
NEW - Gross Total Salaries and Wages Allocated	\$0	(\$193,534)	\$0	(\$187,500)	\$0	(\$199,500)
Sub Total - SALARIES AND WAGES OP/EXP	\$0	\$0	\$0	\$0	\$0	\$0
Total - SALARIES AND WAGES	\$0	\$0	\$0	\$0	\$0	\$0
NEW - (Surplus) / Deficit - Brought Forward	(\$374,734)	\$0	(\$374,734)	\$0	(\$742,003)	\$0
NEW - (Surplus) / Deficit - Carried Forward	\$0	\$742,003	\$0	\$405,952	\$0	\$221,876
Sub Total - SURPLUS C/FWD	(\$374,734)	\$742,003	(\$374,734)	\$405,952	(\$742,003)	\$221,876
Total - SURPLUS	(\$374,734)	\$742,003	(\$374,734)	\$405,952	(\$742,003)	\$221,876
NEW - Depreciation Written Back	\$0	(\$6,777)	\$0	(\$6,398)	\$0	(\$7,500)
NEW - Written Down Value Written Back	\$0	(\$27,298)	\$0	(\$27,298)	\$0	\$0
Sub Total - DEPRECIATION WRITTEN BACK	\$0	(\$39,204)	\$0	(\$39,176)	\$0	(\$7,500)
Total - DEPRECIATION	\$0	(\$39,204)	\$0	(\$39,176)	\$0	(\$7,500)

Details By function Under The Following Programme Titles
And Type Of Activities Within The Programme

	Actual 2010-11		Adopted Budget 2010-11		ADOPTED BUDGET 2011-2012	
	Income	Expenditure	Income	Expenditure	Income	Expenditure
FURNITURE AND EQUIPMENT						
GOVERNANCE						
EXPENDITURE						
A10021 - Furniture & Equipment Purchases	\$0	\$6,951	\$0	\$7,000	\$0	\$0
NEW - New Printer	\$0	\$0	\$0	\$0	\$0	\$5,000
Sub Total - CAPITAL WORKS	\$0	\$6,951	\$0	\$7,000	\$0	\$5,000
Total - GOVERNANCE	\$0	\$6,951	\$0	\$7,000	\$0	\$5,000
Total - FURNITURE AND EQUIPMENT	\$0	\$6,951	\$0	\$7,000	\$0	\$5,000
PLANT AND EQUIPMENT						
GOVERNANCE						
EXPENDITURE						
A10011 - Plant & Equipment Purchases	\$0	\$21,659	\$0	\$21,700	\$0	\$0
Sub Total - CAPITAL WORKS	\$0	\$21,659	\$0	\$21,700	\$0	\$0
Total - GOVERNANCE	\$0	\$21,659	\$0	\$21,700	\$0	\$0
Total - PLANT AND EQUIPMENT	\$0	\$21,659	\$0	\$21,700	\$0	\$0
GRAND TOTALS	(\$1,933,337)	\$1,933,337	(\$1,638,552)	\$1,638,552	(\$5,109,070)	\$5,109,070