



Shire of Cue

73 Austin Street Cue WA 6640

PO Box 84 Cue WA 6640

(08) 9963 8600

www.cue.wa.gov.au

SHIRE OF CUE

ANNUAL BUDGET

FOR THE YEAR ENDED 30 JUNE 2026

LOCAL GOVERNMENT ACT 1995

SHIRE'S VISION

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

SHIRE OF CUE
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FOR THE YEAR ENDED 30 JUNE 2026

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SHIRE OF CUE
STATEMENT OF COMPREHENSIVE INCOME
BY NATURE OR TYPE
FOR THE YEAR ENDED 30 JUNE 2026

	NOTE	2025/26 Budget	2024/25 Actual	2024/25 Budget
Revenue		\$	\$	\$
Rates	1(a)	2,924,000	2,882,488	2,839,860
Grants, subsidies and contributions	9(a)	3,280,300	3,908,121	1,749,300
Fees and charges	8	1,176,710	1,338,952	959,070
Interest earnings	10(a)	735,000	818,601	611,000
Other revenue	10(a)	202,500	177,702	148,500
Profit on asset disposals	4(c)	8,900	0	0
		8,327,410	9,125,864	6,307,730
Expenses				
Employee costs		(2,790,500)	(2,196,106)	(2,640,590)
Materials and contracts		(2,832,437)	(1,581,059)	(2,498,440)
Utility charges		(427,650)	(311,461)	(405,350)
Depreciation on non-current assets	5	(4,098,000)	(3,983,426)	(4,377,000)
Interest expenses	6(a)	(42,250)	(12,083)	(43,000)
Insurance expenses		(246,090)	(250,519)	(241,900)
Other expenditure		(362,850)	(260,035)	(280,150)
Loss on asset disposals	4(c)	(100,300)	0	(98,100)
		(10,900,077)	(8,594,689)	(10,584,530)
Subtotal		(2,572,667)	531,175	(4,276,800)
Gain on acquisition of non-financial assets		0	0	0
Non-operating grants, subsidies and contributions	9(b)	4,085,000	1,421,531	6,438,200
		4,085,000	1,421,531	6,438,200
Net result		1,512,333	1,952,706	2,161,400
Other comprehensive income				
Changes on revaluation of non-current assets		0	0	0
Total other comprehensive income		0	0	0
Total comprehensive income		1,512,333	1,952,706	2,161,400

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

SHIRE OF CUE
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2026

CASH FLOWS FROM OPERATING ACTIVITIES

Receipts

	NOTE	2025/26 Budget	2024/25 Actual	2024/25 Budget
		\$	\$	\$
Rates		2,924,000	2,880,302	2,839,860
Operating grants, subsidies and contributions		4,106,609	4,426,816	2,289,300
Fees and charges		1,176,710	1,338,952	959,070
Interest received		735,000	818,601	611,000
Other revenue		202,500	177,702	148,500
		9,144,819	9,642,373	6,847,730

Payments

Employee costs		(2,790,500)	(2,184,297)	(2,640,590)
Materials and contracts		(2,288,270)	(1,784,976)	(2,518,440)
Utility charges		(427,650)	(311,461)	(405,350)
Interest expenses		(42,250)	(12,083)	(43,000)
Insurance paid		(246,090)	(250,519)	(241,900)
GST payments		0	(73,869)	0
Other expenditure		(362,850)	(260,035)	(280,150)
		(6,157,610)	(4,877,240)	(6,129,430)

Net cash provided by (used in) operating activities	3	2,987,209	4,765,133	718,300
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CASH FLOWS FROM INVESTING ACTIVITIES

Non-operating grants, subsidies and contributions	9(b)	4,085,000	1,123,344	6,736,387
Proceeds from sale of plant and equipment	4(c)	286,200	0	95,000
Purchase of property, plant and equipment	4(a)	(12,195,000)	(1,205,413)	(10,762,000)
Purchase and construction of infrastructure	4(b)	(4,420,600)	(2,298,502)	(5,728,000)
Proceeds/(Payments) from financial assets at amortised cost		5,556,023	(2,899,111)	4,118,123
Net cash provided by (used in) investing activities		(6,688,377)	(5,279,682)	(5,540,490)

CASH FLOWS FROM FINANCING ACTIVITIES

Repayment of borrowings	6(a)	(141,880)	(97,873)	(141,880)
Proceeds from new borrowings	6(b)	1,300,000	0	1,100,000
Net cash provided by (used in) financing activities		1,158,120	(97,873)	958,120

Net increase (decrease) in cash held

Cash at beginning of year		(2,543,048)	(612,422)	(3,864,070)
Cash and cash equivalents at the end of the year	3	880,367	3,423,415	171,767

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

SHIRE OF CUE
STATEMENT OF FINANCIAL ACTIVITY
FOR THE YEAR ENDED 30 JUNE 2026

	NOTE	2025/26 Budget	2024/25 Actual	2024/25 Budget
		\$	\$	\$
OPERATING ACTIVITIES				
Net current assets at 01 Jul - surplus/(deficit)	2	9,349,961	7,439,207	7,237,380
		9,349,961	7,439,207	7,237,380
Operating revenue (excluding rates)				
Grants, subsidies and contributions	9(a)	3,280,300	3,908,121	1,749,300
Fees and charges	8	1,176,710	1,338,952	959,070
Interest earnings	10(a)	735,000	818,601	611,000
Other revenue	10(a)	202,500	177,702	148,500
Profit on asset disposals	4(c)	8,900	0	0
		5,403,410	6,243,376	3,467,870
Operating expenses				
Employee costs		(2,790,500)	(2,196,106)	(2,640,590)
Materials and contracts		(2,832,437)	(1,581,059)	(2,498,440)
Utility charges		(427,650)	(311,461)	(405,350)
Depreciation on non-current assets	5	(4,098,000)	(3,983,426)	(4,377,000)
Interest expenses	6(a)	(42,250)	(12,083)	(43,000)
Insurance expenses		(246,090)	(250,519)	(241,900)
Other expenditure		(362,850)	(260,035)	(280,150)
Loss on asset disposals	4(c)	(100,300)	0	(98,100)
		(10,900,077)	(8,594,689)	(10,584,530)
Excluded non-cash operating activities	2(b)	4,189,400	3,992,413	4,475,100
Amount attributable to operating activities		8,042,694	9,080,307	4,595,820
INVESTING ACTIVITIES				
Non-operating grants, subsidies and contributions	9(b)	4,085,000	1,421,531	6,438,200
Proceeds from disposal of assets	4(c)	286,200	0	95,000
Purchase property, plant and equipment	4(a)	(12,195,000)	(1,205,413)	(10,762,000)
Purchase and construction of infrastructure	4(b)	(4,420,600)	(2,298,502)	(5,728,000)
Amount attributable to investing activities		(12,244,400)	(2,082,384)	(9,956,800)
FINANCING ACTIVITIES				
Repayment of borrowings	6(a)	(141,880)	(97,873)	(141,880)
Proceeds from new borrowings	6(b)	1,300,000	0	1,100,000
Transfers to reserves	7(a)	(1,115,414)	(432,577)	(300,000)
Transfers from reserves	7(a)	1,235,000	0	1,863,000
Amount attributable to financing activities		1,277,706	(530,450)	2,521,120
Budgeted deficiency before general rates		(2,924,000)	6,467,473	(2,839,860)
Estimated amount to be raised from general rates	1(a)	2,924,000	2,882,488	2,839,860
Net current assets at 30 Jun - surplus/(deficit)	2	0	9,349,961	0

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

SHIRE OF CUE
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2026

BASIS OF PREPARATION

The budget has been prepared in accordance with Australian Accounting Standards (as they apply to local governments and not-for-profit entities) and interpretations of the Australian Accounting Standards Board, and 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.

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

Accounting policies which have been adopted in the preparation of this budget have been consistently applied unless stated otherwise. Except for cash flow and rate 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.

Financial reporting disclosures in relation to assets and liabilities required by the Australian Accounting Standards have not been made unless considered important for the understanding of the budget or required by legislation.

THE LOCAL GOVERNMENT REPORTING ENTITY

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

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

All monies held in the Trust Fund are excluded from the financial statements. A separate statement of those monies appears at Note 15 to the budget.

2024/25 ACTUAL BALANCES

Balances shown in this budget as 2024/25 Actual are estimates at the time of budget preparation and are subject to final adjustments.

CHANGE IN ACCOUNTING POLICIES

On 01 July 2025 no new accounting policies or other policies are expected to be adopted which will impact the annual budget.

SHIRE OF CUE
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2026

1. RATES

(a) Rating Information

Differential general rate	Rate in	Number of properties	Rateable value	2025/26 Budget	2024/25 Actual	2024/25 Budget
Gross rental valuations	\$	#	\$	\$	\$	\$
GRV Residential	0.112900	83	547,933	61,862	59,565	59,565
GRV Commercial	0.112900	7	487,440	55,032	52,274	52,274
GRV Vacant Land	0.112900	0	0	0	0	0
GRV M & T Workforce	0.169350	5	598,429	101,344	96,266	96,266
UV Mining	0.242390	357	10,858,166	2,631,911	2,565,350	2,565,270
UV Pastoral	0.088910	13	531,791	47,282	46,164	46,164
Sub-Totals		465	13,023,759	2,897,431	2,819,619	2,819,539
Minimum payment						
Gross rental valuations						
GRV Residential	515	53	148,171	27,295	25,740	25,740
GRV Commercial	515	0	0	0	0	0
GRV Vacant Land	515	35	5,190	18,025	17,820	17,820
GRV M & T Workforce	515	0	0	0	0	0
UV Mining	515	145	164,377	74,675	69,795	70,785
UV Pastoral	515	5	17,783	2,575	1,980	1,980
Sub-Totals		238	335,521	122,570	115,335	116,325
		703	13,359,280	3,020,001	2,934,954	2,935,864
Discounts (Refer Note 1(f))				(2,000)	(1,557)	(6,355)
Rates written-off				(100,000)	(11,704)	(93,649)
Incentive prize (Refer Note 1(f))				(1,000)	(1,000)	(1,000)
Interim and back rates				6,999	(38,205)	5,000
Total amount raised from general rates				2,924,000	2,882,488	2,839,860

All land (other than exempt land) in the Shire of Cue is rated according to its Gross Rental Value (GRV) in townsites or Unimproved Value (UV) in the remainder of the Shire of Cue. The general rates detailed for the 2025/26 financial year have been determined by Council on the basis of raising the revenue required to meet the deficiency between the total estimated expenditure proposed in the budget, the estimated revenue to be received from all sources other than rates, as well as considering the extent of any increase in rating over the level adopted in the previous year. The minimum rates have been determined by Council on the basis that all ratepayers must make a reasonable contribution to the cost of local government services/facilities.

SHIRE OF CUE
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2026

1. RATES (CONTINUED)

(b) Interest Charges and Instalments

The following instalment options are available to ratepayers for the payment of rates and service charges.

Instalment options	Date due
Option one	17 Oct 2025
Option two	19 Dec 2025
Option three	20 Feb 2026
Option four	24 Apr 2026

The instalment plan administration charge is \$15 with an interest rate of 5.5%.
The interest rate on unpaid rates is 11.0%.

	2025/26 Budget	2024/25 Actual	2024/25 Budget
	\$	\$	\$
Instalment plan admin charge revenue	1,500	1,350	1,500
Instalment plan interest earned	5,000	5,983	3,000
Interest on unpaid rates	20,000	32,216	18,000
	26,500	39,549	22,500

(c) Objectives and Reasons for Differential Rating

To provide equity in the rating of properties across the Shire the following rate categories have been determined for the implementation of differential rating.

Differential general rate

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

The general rates detailed above for the 2025/26 financial year have been determined by Council on the basis of raising the revenue required to meet the deficiency between the total estimated expenditure proposed in the budget and the estimated revenue to be received from all sources other than rates, while also considering the extent of any increase in rating over the level adopted in the previous year.

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

The differential rates were advertised on 22 May 2025. These rates are in accordance with the advertised schedule. Ministerial approval was received on 10 July 2025 for the above differential rates.

1. RATES (CONTINUED)

(c) Objectives and Reasons for Differential Rating (Continued)

Objectives and Reasons for Differential Rating

The purpose of the levying of rates is to meet Council's budget requirements in each financial year in order to deliver services and community infrastructure. Property valuations provided by the Valuer General are used as the basis for the calculation of rates each year. Section 6.33 of the *Local Government Act 1995* provides the ability to differentially rate properties based on zoning and/or land use as determined by the Shire of Cue. The application of differential rating maintains equity in the rating of properties across the Shire, enabling the Council to provide facilities, infrastructure and services to the entire community and visitors.

Gross Rental Value (GRV)

The *Local Government Act 1995* determines that properties of a Non-rural purpose be rated using the Gross Rental Valuation (GRV) as the basis for the calculation of annual rates. The Valuer General determines the GRV for all properties within the Shire of Cue every five years and assigns a GRV. The current valuation is effective from 01 July 2022. Interim valuations are provided monthly to Council by the Valuer General for properties where changes have occurred (i.e. subdivisions or strata title of property, amalgamations, building constructions, demolition, additions and/or property rezoning). In such instances Council recalculates the rates for the affected properties and issues interim rates notices.

GRV General

Consists of properties located within the townsite boundaries with a predominant residential use and all other GRV rated properties that do not fit into the other GRV categories. This rate is considered by Council to be the GRV general rate by which all other GRV rated properties are assessed.

GRV Commercial

Properties used for Commercial, Town Centre or Industrial purposes and open to the public and passing trade on a regular basis (more than 100 days a year). The rate reflects a differentiation from the GRV General rate to encourage property owners to develop commercial enterprise and stimulate economic activity in the town centre and industrial area. To facilitate this, the rate applied will be the same rate in the dollar as the GRV General rate category and a discount provided in accordance with section 6.46 of the *Local Government Act*. The discounted rate will be twenty percent of rates levied for the category. The discount will only apply if the rates are paid in full by the due date. This discount is not available to properties that are minimum rated, zoned residential, home based businesses or businesses that do not offer an open shopfront to the public on the property.

This strategy has the benefit of ensuring commercial property owners pay their rates by the due date to take advantage of the discount, ensures they are aware that their rates are discounted substantially as Council is very supportive of local business and that the generous discount is not applied to those commercial property owners with outstanding rate arrears.

GRV Vacant

Consists of vacant properties located within the townsite boundaries excepting land zoned as Tourist, Commercial and Industrial.

1. RATES (CONTINUED)

(c) Objectives and Reasons for Differential Rating (Continued)

GRV Mining and Transient Workforce Facilities

Properties used for high density Minesite accommodation exclusive of Lodging Houses. The rate reflects the cost of servicing a high density development that places a significant amount of financial pressure on Council to provide services such as road maintenance, parking control, heavy vehicle movements, litter control, rubbish site maintenance, airport infrastructure and maintenance and other amenities. It should be noted that, even in relation to services for which separate fees and charges are levied, many of these fees and charges do not recover the full cost of operating the facility or providing the service. In such cases, the difference between the revenue derived from fees and charges and the actual costs of providing the services and facilities has to be met from rates. So it is appropriate that the category of ratepayers that receive a significant benefit from the facilities make a fair contribution.

This differential rate maintains a proportional share of rating required to raise the necessary revenue to operate efficiently and provide the diverse range of services and associated infrastructure and facilities required for developed residential and urban areas. These services and facilities are available to transient workforce workers in the same manner as they are available to other residents of the Shire and the contribution from this category has been set at a level that reflects this. Council is focussed on sustainably managing its community and infrastructure assets through the funding of renewal and replacement asset programs. These programs include but are not limited to investment in the resealing of roads, replacement and development of footpath networks, refurbishing of public ablutions and other building maintenance programs. In addition, these properties have access to all other services

The average rates per transient workforce accommodation unit are less than the equivalent minimum rate for a single bedroom residence. Despite the lower rate per accommodation unit, transient workforce properties have the potential to have a greater impact on Council services and assets than other properties due to their number of occupants in a relatively small land parcel (i.e. concentrated bus and vehicle movements on local roads). In order to appropriately maintain and manage Councils asset and infrastructure in the longer term, a higher differential rate is proposed for this category to reflect the greater potential and actual intensity of use of Council assets and infrastructure.

Unimproved Value (UV)

Properties that are predominantly of a rural purpose are assigned an Unimproved Value that is supplied and updated by the Valuer General on an annual basis.

UV Pastoral

Consists of properties that are outside of the townsite that have a commercial use inclusive of pastoral leases or pastoral use. This category is rated to reflect the level of rating required to raise the necessary revenue to operate efficiently and provide for rural infrastructure and services in addition to the urban services and infrastructure which are available to be accessed by the properties in this category.

UV Mining

The object of this rate is to apply a base differential general rate to UV-Rated mining tenements and provide for the cost of operating all the facilities and services that are available to residents and ratepayers to use including rural roads upon which mining enterprises rely, other than those services and facilities for which separate fees and charges are levied on a cost-recovery basis. It should be noted that, even in relation to services for which separate fees and charges are levied, many of these fees and charges do not recover the full cost of operating the facility or providing the service. In such cases, the difference between the revenue derived from fees and charges and the actual costs of providing the services and facilities has to be met from rates. So it is appropriate that the category of ratepayers that receive a significant benefit from the facilities make a fair contribution.

1. RATES (CONTINUED)

(c) Objectives and Reasons for Differential Rating (Continued)

UV Mining (Continued)

In addition to contributing to the costs of facilities and services available to residents and ratepayers, the rate recognises the additional administrative burden and costs associated with administering this class of rates and the risks of non-collection due to tenement deaths and deregistration of mining companies, additional wear and tear on Shire assets as a result of frequent heavy vehicle use over extensive lengths of Shire roads throughout the year, additional compliance burdens and costs, and unrecovered legal expenses.

The reason for the GRV Mining rate is to ensure that all ratepayers make a reasonable contribution towards the ongoing maintenance and provision of works, services and facilities throughout the Shire, as well as a contribution to the Shire's administrative costs proportionate to the additional risks and burdens imposed upon the Shire by Mining Ratepayers.

Minimum Rates

The setting of minimum rates within rating categories is an important method of ensuring that all properties contribute an equitable rate amount. A minimum rate of \$515.00 has been set for all rate categories.

SHIRE OF CUE
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2026

1. RATES (CONTINUED)

(d) Specified Area Rate

No Specified Area Rates are expected to be levied in the year ending 30 June 2026.

(e) Service Charges

No Service Charges are expected to be levied in the year ending 30 June 2026.

(f) Rates discounts

Rate or fee to which discount is granted	Discount	2025/26 Budget	2024/25 Actual	2024/25 Budget
	\$ or %	\$	\$	\$
GRV - Commercial	20.0%	2,000	1,557	6,355
Incentive draw	\$1,000	1,000	1,000	1,000
		3,000	2,557	7,355

Circumstances in which discount is granted

Discount

Provided to rate payers of this category whose payment of the full amount owing, including arrears and service charges is received on or before 35 days after the date appearing on the rate notice.

Incentive Draw

Incentive for the payment of rates and charges by the single payment due date by the way of lottery draw for cash prizes. First prize is \$600, second prize is \$300, and third prize is \$100.

(g) Waivers or concessions

The Shire does not anticipate any waivers or concessions for the year ending 30 June 2026.

SHIRE OF CUE
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2026

2. NET CURRENT ASSETS

(a) Composition of estimated net current assets

	Note	2025/26 Budget	2024/25 Actual	2024/25 Budget
Current assets		\$	\$	\$
Cash and cash equivalents- unrestricted	3	880,367	8,802,961	171,767
Cash and cash equivalents - restricted				
Cash backed reserves	7(a)	8,344,870	8,464,456	6,468,879
Deposits and bonds	3	0	56,891	0
Unspent grants, subsidies and contributions	3	0	244,668	0
Receivables		305,372	1,131,681	765,192
Inventories		44,794	44,794	62,342
		<u>9,575,403</u>	<u>18,745,451</u>	<u>7,468,180</u>
Less: current liabilities				
Trade and other payables		(1,010,963)	(466,796)	(796,755)
Income received in advance		0	(244,668)	0
Contract obligations		0	0	0
Loan Liability	6(a)	(141,880)	(99,623)	(141,880)
Provisions		(219,570)	(219,570)	(202,546)
		<u>(1,372,413)</u>	<u>(1,030,657)</u>	<u>(1,141,181)</u>
Net current assets		<u>8,202,990</u>	<u>17,714,794</u>	<u>6,326,999</u>
Less: Cash - restricted reserves	7(a)	(8,344,870)	(8,464,456)	(6,468,879)
Less: Current portion of borrowings	6(a)	141,880	99,623	141,880
Closing funding surplus / (deficit)		<u>0</u>	<u>9,349,961</u>	<u>0</u>

2. NET CURRENT ASSETS (CONTINUED)

(b) Operating activities excluded from budgeted deficiency

Items excluded from calculation of 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 *Local Government (Financial Management) Regulation 32* which will not fund the budgeted expenditure.

The following non-cash revenue or expenditure has been excluded from operating activities within the Rate Setting Statement in accordance with *Local Government (Financial Management) Regulation 32*.

	Note	30 Jun 25 Budget \$	30 Jun 24 Actual \$	30 Jun 24 Budget \$
Adjustments to operating activities				
Less: Profit on asset disposals	4(c)	(8,900)	0	0
Less: Movement in employee provisions		0	8,987	0
Less: Movement in fair value of financial assets		0	0	0
Add: Movement in deferred pensioner rates		0	0	0
Add: Loss on disposal of assets	4(c)	100,300	0	98,100
Add: Depreciation on assets	5	4,098,000	3,983,426	4,377,000
Amounts excluded from operating activities		4,189,400	3,992,413	4,475,100

2. NET CURRENT ASSETS (CONTINUED)

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

TRADE AND OTHER PAYABLES

Trade and other payables represent liabilities for goods and services provided to the Shire prior to the end of the financial year that are unpaid and arise when the Shire of Cue 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.

PREPAID RATES

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

INVENTORIES

General

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

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

TRADE AND OTHER RECEIVABLES

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

Trade receivables are recognised at original invoice amount less any allowances for uncollectible 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 Shire applies the AASB 9 simplified approach to measuring expected credit losses using a lifetime expected loss allowance for all trade receivables. To measure the expected credit losses, rates receivable are separated from other trade receivables due to the difference in payment terms and security for rates receivable.

PROVISIONS

Provisions are recognised when the Shire has a present legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured.

Provisions are measured using the best estimate of the amounts required to settle the obligation at the end of the reporting period.

2. NET CURRENT ASSETS (CONTINUED)

SIGNIFICANT ACCOUNTING POLICIES

Superannuation

The Shire of Cue contributes to a number of superannuation funds on behalf of employees.

All funds to which the Shire of Cue contributes are defined contribution plans.

LAND HELD FOR RESALE

Land held for development and sale is valued at the lower of cost and net realisable value. Cost includes the cost of acquisition, development, borrowing costs and holding costs until completion of development. Finance costs and holding charges incurred after development is completed are expensed.

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

CONTRACT ASSETS

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

EMPLOYEE BENEFITS

Short-term employee benefits

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

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

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 Shire are recognised as a liability until such time as the Shire satisfies its obligations under the agreement.

SHIRE OF CUE
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2026

3. RECONCILIATION OF CASH

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

	Note	2025/26 Budget	2024/25 Actual	2024/25 Budget
Cash and cash equivalents		\$	\$	\$
Cash at bank and on hand		880,367	3,423,415	171,767
Term deposits		0	5,681,105	0
Term deposits - reserves		8,344,870	8,464,456	6,468,879
		<u>9,225,237</u>	<u>17,568,976</u>	<u>6,640,646</u>

Comprises:

Unrestricted		880,367	8,802,961	171,767
Restricted		8,344,870	8,766,015	6,468,879
		<u>9,225,237</u>	<u>17,568,976</u>	<u>6,640,646</u>

The restricted assets are a result of the following specific purposes to which the assets may be used:

Cash backed reserves	7(a)	8,344,870	8,464,456	6,468,879
Unspent borrowings	6(c)	0	0	0
Deposits and bonds		0	56,891	0
Unspent grants, subsidies and contributions		0	244,668	0
		<u>8,344,870</u>	<u>8,766,015</u>	<u>6,468,879</u>

**Reconciliation of net cash provided by
operating activities to net result**

Net result		1,512,333	1,952,706	2,161,400
Depreciation	5	4,098,000	3,983,426	4,377,000
(Profit)/loss on sale of asset	4(c)	91,400	0	98,100
Gain on acquisition of non-financial assets		0	0	0
(Increase)/decrease in receivables		826,309	226,785	540,000
(Increase)/decrease in inventories		0	(6,296)	0
Increase/(decrease) in payables		544,167	30,044	(20,000)
Increase/(decrease) in provisions		0	0	0
Non-operating grants, subsidies and contributions	9(b)	(4,085,000)	(1,421,531)	(6,438,200)
Net cash from operating activities		<u>2,987,209</u>	<u>4,765,134</u>	<u>718,300</u>

SIGNIFICANT ACCOUNTING POLICES

CASH AND CASH EQUIVALENTS

Cash and cash equivalents include cash on hand, cash at bank, deposits available on demand with banks, 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 Shire classifies financial assets at amortised cost if both of the following criteria are met:

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

SHIRE OF CUE
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2026

4. FIXED ASSETS

The following assets are budgeted to be acquired during the year.

(a) Property, Plant and Equipment

(i) Land and buildings

	2025/26 Budget	2024/25 Actual	2024/25 Budget
	\$	\$	\$
Pensioner Housing Development	400,000	0	400,000
Staff Housing Development	780,000	23,423	780,000
Staff and Other Housing	400,000	0	400,000
GROH Housing	1,300,000	0	1,300,000
Recreation Precinct	2,900,000	2,700	2,900,000
Great Fingal Mine Office	1,000,000	0	1,000,000
Masonic Lodge	750,000	0	750,000
Bank of WA	160,000	575,364	510,000
Refuse Site Office	20,000	14,715	30,000
Town Hall Upgrades	30,000	0	30,000
Railway Building and Youth Centre	30,000	0	30,000
Heritage Building Renovations	150,000	0	25,000
Rifle Range Ablutions	25,000	0	25,000
Bowling Green and Outdoor Area Upgrades	10,000	0	10,000
Works Depot Improvements	300,000	0	300,000
Airport Terminal	400,000	0	100,000
Heydon Place Industrial Development	50,000	0	45,000
Tourist Park Buildings	200,000	0	200,000
Old Gaol Restoration	20,000	12,345	47,000
Tourist Park House and Office	20,000	0	50,000
Old Municipal Building Improvements	50,000	79,165	150,000
Old Hospital	60,000	0	100,000
Administration Building Improvements	90,000	47,339	70,000
65 Austin Street Shops	400,000	55,000	0
Bells Emporium 49 Austin Street	700,000	0	0
	10,245,000	810,051	9,252,000

(ii) Furniture and equipment

Council	20,000	0	20,000
Staff Housing	15,000	0	15,000
Community Gym	10,000	60,309	50,000
Tourism	10,000	0	10,000
Administration	15,000	0	15,000
	70,000	60,309	110,000

SHIRE OF CUE
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2026

4. FIXED ASSETS (CONTINUED)

(a) Property, Plant and Equipment (Continued)

	2025/26	2024/25	2024/25
	\$	\$	\$
14T Prime Mover	400,000	0	400,000
25T Side Tippers and Dolly	350,000	0	350,000
4 x 4 Dual Cab 4.5 Tonne Truck	0	122,275	120,000
2 x 4 Single Cab 4.5 Tonne Truck	0	104,461	120,000
Plant Attachments and Equipment	70,000	7,128	100,000
Jeep Grand Cherokee	80,000	0	80,000
Electronic Work Platform	0	70,750	60,000
Workshop Equipment	30,000	0	40,000
Housekeeping Kart and Trailer	0	20,241	40,000
Town Maintenance Equipment	25,000	0	25,000
Plant Trailers	0	10,198	25,000
Road Maintenance Equipment	0	0	20,000
Tourism Equipment (Tour Vehicle)	40,000	0	20,000
Grader	425,000	0	0
IT Carrier	250,000	0	0
Skid Steer and Profiler	200,000	0	0
Skip Bin Truck	10,000	0	0
	1,880,000	335,053	1,400,000
Total Property, Plant and Equipment	12,195,000	1,205,413	10,762,000

(b) Infrastructure

(i) Road infrastructure

Flood Damage Restoration	1,025,000	40,140	3,000,000
Construction - Muni Funds Roads	500,000	115,778	300,000
Cue-Beringarra Road	300,000	0	150,000
Roads to Recovery	485,600	494,146	395,000
Regional Roads Group	450,000	503,713	450,000
Grid Widening Program and Seal Approaches	50,000	33,598	60,000
Town Footpaths	140,000	33,796	80,000
LRCIP Road Construction	0	1,042,159	0
	2,950,600	2,263,330	4,435,000

SHIRE OF CUE
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2026

4. FIXED ASSETS (CONTINUED)

(b) Infrastructure (Continued)

(ii) Other infrastructure

	2025/26 Budget	2024/25 Actual	2024/25 Budget
	\$	\$	\$
Deep Sewerage	240,000	0	240,000
Waste Site Upgrades	100,000	35,172	50,000
Cemetery Development	10,000	0	20,000
Playground Equipment and Other Infrastructure	300,000	0	300,000
Sporting Facilities	30,000	0	30,000
Oval Infrastructure	60,000	0	30,000
Golf Course and Other Infrastructure	25,000	0	25,000
Airport Runway Resealing	300,000	0	245,000
Tourism and Area Promotion	100,000	0	100,000
Streetscape and Community Projects	100,000	0	75,000
CCTV and Communications	50,000	0	75,000
Tourist Park Improvements	50,000	0	50,000
RV Site	20,000	0	30,000
Oasis Visitor Parking Project	10,000	0	23,000
Austin St Development	75,000	0	0
	1,470,000	35,172	1,293,000
 Total Infrastructure	 4,420,600	 2,298,502	 5,728,000
 Total acquisitions	 16,615,600	 3,503,915	 16,490,000

SIGNIFICANT ACCOUNTING POLICIES

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 the *Local Government (Financial Management) Regulations 1996 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.

SHIRE OF CUE
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2026

4. FIXED ASSETS (CONTINUED)

(c) Disposals of Assets

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

(i) 2025/26 Budget

	Net Book Value	Sale Proceeds	Profit on Disposal	Loss on Disposal
	\$	\$	\$	\$
Property, Plant and Equipment				
Grader 12M	242,500	190,000	0	(52,500)
Iveco Prime Mover	11,000	15,000	4,000	
2 x 4 Single Cab 4.5 Tonne Truck	57,000	24,000	0	(33,000)
Walker ride on Mower	0	3,900	3,900	
Housekeeping Kart and Trailer (Polaris)	6,400	7,400	1,000	
Houlotte Elevated Work Platform	21,200	15,900	0	(5,300)
Jeep Grand Cherokee	39,500	30,000	0	(9,500)
	377,600	286,200	8,900	(100,300)

(ii) 2024/25 Actual

Property, Plant and Equipment				
4 x 4 Dual Cab 4.5 Tonne Truck	58,500	0	0	0
2 x 4 Single Cab 4.5 Tonne Truck	66,500	0	0	0
Housekeeping Kart and Trailer (Polaris)	6,800	0	0	0
Houlotte Elevated Work Platform	21,800	0	0	0
Jeep Grand Cherokee	39,500	0	0	0
	193,100	0	0	0

(iii) 2024/25 Budget

Property, Plant and Equipment				
4 x 4 Dual Cab 4.5 Tonne Truck	58,500	25,000	0	(33,500)
2 x 4 Single Cab 4.5 Tonne Truck	66,500	25,000	0	(41,500)
Housekeeping Kart and Trailer (Polaris)	6,800	5,000	0	(1,800)
Houlotte Elevated Work Platform	21,800	10,000	0	(11,800)
Jeep Grand Cherokee	39,500	30,000	0	(9,500)
	193,100	95,000	0	(98,100)

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.

SHIRE OF CUE
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2026

5. ASSET DEPRECIATION

	2025/26 Budget	2024/25 Actual	2024/25 Budget
By Program	\$	\$	\$
Governance	3,000	2,838	4,000
Law, order, public safety	500	450	500
Health	0	0	500
Housing	194,000	192,550	207,000
Community amenities	24,500	24,406	28,000
Recreation and culture	154,000	152,332	191,000
Transport	3,090,500	2,969,704	3,047,000
Economic services	332,000	329,205	501,000
Other property and services	299,500	311,941	398,000
	4,098,000	3,983,426	4,377,000
By Class			
Land and buildings	605,000	600,482	910,500
Furniture and equipment	49,000	46,452	25,000
Plant and equipment	207,000	220,121	227,500
Road Infrastructure	2,915,000	2,796,222	2,817,000
Other Infrastructure	322,000	320,149	397,000
	4,098,000	3,983,426	4,377,000

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:

Asset	Years	Asset	Years
Roads and streets		Land*	-
Unformed subgrade*	-	Buildings	15 to 80
Formed subgrade*	-	Furniture and equipment	02 to 15
Unsealed pavement	11	Plant and equipment	02 to 20
Sealed pavement	44	Parks and ovals	12 to 50
Seal	17	Other infrastructure	10 to 60
Footpaths - slab	40	Sewerage piping	75
Grids	80	Water supply:	
Kerbing	40	piping systems	75
Culverts	80	drainage systems	75
Signs	20		
Floodways	10 to 76		
Right of use (buildings)	Based on the remaining lease		
Right of use (plant and equipment)	Based on the remaining lease		

* - Not depreciated

SHIRE OF CUE
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2026

6. INFORMATION ON BORROWINGS

(a) Borrowing repayments

Movement in borrowings and interest between the beginning and the end of the current financial year.

Housing - GROH Housing

Principal repayments

	2025/26 Budget	2024/25 Actual	2024/25 Budget
	\$	\$	\$
Payment in July	48,720	48,720	48,720
Payment in January	49,160	49,153	49,160
Payment in January for new borrowings	44,000	0	44,000
	141,880	97,873	141,880

Interest and fee repayments

Payment in July	6,500	0	8,000
Payment in January	6,500	6,360	8,000
Payment in January for new borrowings	29,250	0	27,000
Accrual	0	5,723	0
	42,250	12,083	43,000

Total repayments	184,130	109,956	184,880
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Principal outstanding

Principal outstanding 01 Jul	462,541	560,414	560,414
New borrowings	1,300,000	0	1,100,000
Principal repayments	(141,880)	(97,873)	(141,880)
Principal outstanding 30 Jun	1,620,661	462,541	1,518,534

Loan details

Institution	Western Australian Treasury Corporation
Type	Fixed rate annuity
Amount of advance	\$980,000
Date of advance	01 Jul 2019
Maturity date	01 Jul 2029
Term	10 years
Repayment schedule	Bi-annual
Interest rate	1.78%

All borrowing repayments will be financed by general purpose revenue.

(b) New borrowings - 2025/26

Institution	Western Australian Treasury Corporation
Type	Fixed rate annuity
Amount of advance	\$1,300,000
Date of advance	01 Jan 2026
Maturity date	01 Jan 2036
Term	10 years
Repayment schedule	Bi-annual
Interest rate	4.5%

All borrowing repayments will be financed by general purpose revenue.

6. INFORMATION ON BORROWINGS (CONTINUED)

(c) Unspent borrowings

	2025/26 Budget	2024/25 Actual	2024/25 Budget
	\$	\$	\$
GROH Housing			
Unspent borrowings at 01 Jul	0	0	0
Expected new borrowings	1,300,000	0	1,100,000
Expected amount to be used	(1,300,000)	0	(1,100,000)
Unspent borrowings at 30 Jun	0	0	0

(d) Credit Facilities

Undrawn borrowing facilities			
credit standby arrangements			
Bank overdraft limit	0	0	0
Bank overdraft at balance date	0	0	0
Credit card limit	15,000	15,000	15,000
Credit card balance at balance date	0	(12,161)	0
Unused credit at 30 Jun	15,000	2,839	15,000

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.

SHIRE OF CUE
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2026

7. CASH BACKED RESERVES

(a) Cash Backed Reserves - Movements

(i) 2025/26 Budget

	Opening Balance	Transfer Interest	Transfer to	Transfer (from)	Closing Balance
	\$	\$	\$	\$	\$
(a) Long service leave reserve	71,176	3,237	0	0	74,413
(b) Building maintenance reserve	671,640	30,549	0	(280,000)	422,189
(c) Plant replacement reserve	581,328	26,441	0	(140,000)	467,769
(d) Streetscape reserve	358,813	16,320	0	(75,000)	300,133
(e) Sports facilities reserve	138,155	6,284	0	0	144,439
(f) Tourist park development reserve	285,367	12,980	0	(140,000)	158,347
(g) Water playground reserve	68,638	3,122	0	0	71,760
(h) Beringarra road reserve	2,515,104	114,398	0	(300,000)	2,329,502
(i) Tourism reserve	139,378	6,340	0	(40,000)	105,718
(j) Housing / land development reserve	244,979	11,143	0	(60,000)	196,122
(k) Heritage reserve	903,756	41,107	0	(200,000)	744,863
(l) Road maintenance reserve	2,228,124	101,345	530,414	0	2,859,883
(m) Infrastructure reserve	257,998	11,734	200,000	0	469,732
	8,464,456	385,000	730,414	(1,235,000)	8,344,870

(ii) 2024/25 Actual

(a) Long service leave reserve	67,539	3,637	0	0	71,176
(b) Building maintenance reserve	637,317	34,323	0	0	671,640
(c) Plant replacement reserve	551,619	29,709	0	0	581,328
(d) Streetscape reserve	340,476	18,337	0	0	358,813
(e) Sports facilities reserve	131,095	7,060	0	0	138,155
(f) Tourist park development reserve	270,783	14,584	0	0	285,367
(g) Water playground reserve	65,130	3,508	0	0	68,638
(h) Beringarra road reserve	2,386,565	128,539	0	0	2,515,104
(i) Tourism reserve	132,255	7,123	0	0	139,378
(j) Housing / land development reserve	232,461	12,518	0	0	244,979
(k) Heritage reserve	857,570	46,186	0	0	903,756
(l) Road maintenance reserve	2,114,256	113,868	0	0	2,228,124
(m) Infrastructure reserve	244,813	13,185	0	0	257,998
	8,031,879	432,577	0	0	8,464,456

(iii) 2024/25 Budget

(a) Long service leave reserve	67,539	2,523	0	0	70,062
(b) Building maintenance reserve	637,317	23,805	0	(400,000)	261,122
(c) Plant replacement reserve	551,619	20,604	0	(260,000)	312,223
(d) Streetscape reserve	338,990	12,717	0	(123,000)	228,707
(e) Sports facilities reserve	132,581	4,897	0	0	137,478
(f) Tourist park development reserve	270,783	10,114	0	(140,000)	140,897
(g) Water playground reserve	65,130	2,433	0	0	67,563
(h) Beringarra road reserve	2,386,565	89,141	0	(150,000)	2,325,706
(i) Tourism reserve	132,255	4,940	0	(40,000)	97,195
(j) Housing / land development reserve	232,461	8,683	0	(150,000)	91,144
(k) Heritage reserve	857,570	32,031	0	(600,000)	289,601
(l) Road maintenance reserve	2,114,256	78,970	0	0	2,193,226
(m) Infrastructure reserve	244,813	9,142	0	0	253,955
	8,031,879	300,000	0	(1,863,000)	6,468,879

SHIRE OF CUE
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2026

7. CASH BACKED RESERVES (CONTINUED)

(b) Cash Backed Reserves - Purposes

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

Reserve name	Anticipated date of use	Purpose of the reserve
(a) Long service leave reserve	as required	<input type="radio"/> to be used to fund long service leave requirements
(b) Building maintenance reserve	as required	<input type="radio"/> to be used to fund maintenance and capital expenditure on Council owned buildings
(c) Plant replacement reserve	as required	<input type="radio"/> to be used for the purchase or significant overhaul of major plant
(d) Streetscape reserve	as required	<input type="radio"/> to be used to fund streetscape improvements within the town centre of Cue
(e) Sports facilities reserve	as required	<input type="radio"/> to be used to fund maintenance and capital expenditure on the sports facilities
(f) Tourist park development reserve	as required	<input type="radio"/> to be used to fund the development of the Cue Tourist Park
(g) Water playground reserve	as required	<input type="radio"/> to be used to fund the maintenance of the Water Playground
(h) Beringarra road reserve	as required	<input type="radio"/> to be used for maintenance and capital expenditure on Beringarra Road
(i) Tourism reserve	as required	<input type="radio"/> to be used to fund and maintain Tourism related infrastructure and programs
(j) Housing / land development reserve	as required	<input type="radio"/> to be used to assist with the provision of affordable housing and the establishment of an incubator hub
(k) Heritage reserve	as required	<input type="radio"/> to be used to maintain / renovate / promote heritage places and buildings owned or under a Shire management order
(l) Road maintenance reserve	as required	<input type="radio"/> to be used for maintenance and capital expenditure on Shire roads
(m) Infrastructure reserve	as required	<input type="radio"/> to be used to fund maintenance and capital expenditure for Shire's infrastructure assets

- A 100% related to an agreement
O 100% related to any other purpose

SHIRE OF CUE
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2026

8. FEES AND CHARGES

	2025/26 Budget	2024/25 Actual	2024/25 Budget
	\$	\$	\$
Governance	0	0	0
General purpose funding	2,000	1,241	2,000
Law, order, public safety	1,450	863	1,450
Health	1,200	1,260	1,200
Education and welfare	0	0	0
Housing	178,960	156,080	143,270
Community amenities	204,400	341,890	125,650
Recreation and culture	2,000	712	1,800
Transport	260,000	318,229	220,000
Economic services	500,700	504,602	431,700
Other property and services	26,000	14,075	32,000
	1,176,710	1,338,952	959,070

9. GRANT REVENUE

(a) Operating grants, subsidies and contributions

Governance	0	0	0
General purpose funding	1,565,000	1,873,076	50,000
Law, order, public safety	7,500	6,926	7,500
Health	0	0	0
Education and welfare	1,000	1,000	1,000
Housing	0	0	0
Community amenities	0	0	0
Recreation and culture	21,800	11,000	21,800
Transport	1,640,000	1,972,178	1,626,000
Economic services	0	3,390	0
Other property and services	45,000	40,551	43,000
	3,280,300	3,908,121	1,749,300

(b) Non-operating grants, subsidies and contributions

Governance	0	0	0
General purpose funding	0	512,823	298,200
Law, order, public safety	0	0	0
Health	0	0	0
Education and welfare	0	0	0
Housing	0	0	0
Community amenities	240,000	0	240,000
Recreation and culture	2,330,000	0	2,380,000
Transport	1,515,000	872,481	3,507,000
Economic services	0	36,227	13,000
Other property and services	0	0	0
	4,085,000	1,421,531	6,438,200

Total grants, subsidies and contributions	7,365,300	5,329,652	8,187,500
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(c) Unspent grants, subsidies and contributions

	Balance 30 Jun 25	Amounts received	Amounts exhausted	Balance 30 Jun 26
	\$	\$	\$	\$
Transport				
Flood Damage Working Capital	204,190	0	(204,190)	0

SHIRE OF CUE
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FOR THE YEAR ENDED 30 JUNE 2026

10. OTHER INFORMATION

(a) The net result includes as revenues

	2025/26 Budget	2024/25 Actual	2024/25 Budget
(i) Interest earnings	\$	\$	\$
Investments - Reserve funds	385,000	432,577	300,000
Investments - Other funds	325,000	347,825	290,000
Other interest revenue (Refer Note 1(b))	25,000	38,199	21,000
	735,000	818,601	611,000
(ii) Other revenue			
Reimbursements and recoveries	26,000	42,026	26,000
Other	176,500	135,676	122,500
	202,500	177,702	148,500

(b) The net result includes as expenses

(i) Auditors remuneration			
Audit services	50,000	49,080	43,000
	50,000	49,080	43,000
(i) Interest expenses (finance costs)			
Borrowings (Refer Note 6(a))	42,250	12,083	43,000
	42,250	12,083	43,000
(ii) Write offs			
General rates (Refer Note 1(a))	100,000	11,704	93,649
	100,000	11,704	93,649

SHIRE OF CUE
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2026

10. OTHER INFORMATION (CONTINUED)

(b) The net result includes as expenses (Continued)

(iv) Elected members remuneration

	2025/26 Budget	2024/25 Actual	2024/25 Budget
	\$	\$	\$
Councillor 1			
Deputy and/or Presidents allowance	17,976	17,666	17,380
Meeting fees	15,936	15,408	15,408
Travelling expenses and reimbursements	6,428	8,127	6,000
Telecommunications allowance	3,480	3,190	3,500
Superannuation	4,070	0	0
Councillor 2			
Deputy Presidents allowance	4,488	4,344	4,340
Meeting fees	10,620	10,272	10,272
Travelling expenses and reimbursements	6,428	2,701	4,000
Telecommunications allowance	3,480	3,480	3,500
Superannuation	1,815	0	0
Councillor 3			
Meeting fees	10,620	10,562	10,272
Travelling expenses and reimbursements	6,428	2,624	4,000
Telecommunications allowance	3,480	3,190	3,500
Superannuation	1,275	0	0
Councillor 4			
Meeting fees	10,620	9,416	10,272
Travelling expenses and reimbursements	6,428	1,925	4,000
Telecommunications allowance	3,480	3,190	3,500
Superannuation	1,275	0	0
Councillor 5			
Meeting fees	10,620	10,562	10,272
Travelling expenses and reimbursements	6,428	0	4,000
Telecommunications allowance	3,480	3,190	3,500
Superannuation	1,275	0	0
Councillor 6			
Meeting fees	10,620	10,272	10,272
Travelling expenses and reimbursements	6,428	2,965	4,000
Telecommunications allowance	3,480	3,480	3,500
Superannuation	1,275	0	0
Councillor 7			
Meeting fees	10,620	10,272	10,272
Travelling expenses and reimbursements	6,428	515	4,000
Telecommunications allowance	3,480	3,480	3,500
Superannuation	1,275	0	0
	183,736	140,831	153,260
Total Remuneration			
President's allowance	17,976	17,666	17,380
Deputy President's allowance	4,488	4,344	4,340
Meeting Fees	79,656	76,764	77,040
Travelling expenses	44,996	18,857	30,000
Telecommunications allowance	24,360	23,200	24,500
Superannuation	12,260	0	0
	183,736	140,831	153,260

SHIRE OF CUE
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2026

11. STATEMENT OF COMPREHENSIVE INCOME BY PROGRAM

	NOTE	2025/26 Budget	2024/25 Actual	2024/25 Budget
		\$	\$	\$
Revenue				
Governance		0	0	0
General purpose funding		5,257,500	5,578,206	3,559,360
Law, order, public safety		8,950	7,789	8,950
Health		1,200	1,260	1,200
Education and welfare		1,000	1,000	1,000
Housing		178,960	156,080	143,270
Community amenities		204,400	341,890	125,650
Recreation and culture		25,800	11,712	25,600
Transport		1,908,900	2,290,406	1,846,000
Economic services		520,700	523,066	451,700
Other property and services		220,000	214,455	145,000
		8,327,410	9,125,864	6,307,730
Expenses				
Governance		(651,850)	(462,595)	(619,070)
General purpose funding		(391,700)	(323,697)	(305,370)
Law, order, public safety		(161,350)	(120,612)	(139,320)
Health		(125,750)	(121,278)	(118,690)
Education and welfare		(236,000)	(34,310)	(264,150)
Housing		(622,700)	(463,665)	(660,960)
Community amenities		(539,925)	(376,121)	(578,260)
Recreation and culture		(1,101,255)	(842,491)	(1,230,720)
Transport		(5,165,170)	(4,644,127)	(5,026,040)
Economic services		(1,442,677)	(1,188,729)	(1,593,430)
Other property and services		(461,700)	(17,065)	(48,520)
		(10,900,077)	(8,594,690)	(10,584,530)
Subtotal		(2,572,667)	531,174	(4,276,800)

12. MAJOR LAND TRANSACTIONS

It is not anticipated any major land transactions will occur in 2025/26.

13. TRADING UNDERTAKINGS AND MAJOR TRADING UNDERTAKINGS

It is not anticipated any major trading undertakings will occur in 2025/26.

14. INTERESTS IN JOINT ARRANGEMENTS

It is not anticipated the Shire will be party to any joint venture arrangements during 2025/26.

15. TRUST FUNDS

Funds held at balance date which are required by legislation to be credited to the trust fund and which are not included in the financial statements are as follows:

Detail	Balance 30 Jun 25	Estimated amounts received	Estimated amounts paid	Estimated balance 30 Jun 26
	\$	\$	\$	\$
	0	0	0	0

15. SIGNIFICANT ACCOUNTING POLICIES - OTHER

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.

ROUNDING OFF FIGURES

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

COMPARATIVE FIGURES

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

BUDGET COMPARATIVE FIGURES

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

CRITICAL ACCOUNTING ESTIMATES

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

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

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

- estimated fair value of certain financial assets
- estimation of fair values of land and buildings and investment property
- impairment of financial assets
- estimation uncertainties and judgements made in relation to lease accounting
- estimated useful life of assets

17. KEY TERMS AND DEFINITIONS - NATURE OR TYPE

REVENUES

RATES

All rates levied under the *Local Government Act 1995*. Includes general, differential, specified area rates, minimum rates, interim rates, back rates, ex-gratia rates, less discounts and concessions offered. Exclude administration fees, interest on instalments, interest on arrears, service charges and sewerage rates.

SERVICE CHARGES

Service charges imposed under Division 6 of Part 6 of the *Local Government Act 1995*. Regulation 54 of the *Local Government (Financial Management) Regulations 1996* identifies these as television and radio broadcasting, underground electricity and neighbourhood surveillance services.

Excludes rubbish removal charges. Interest and other items of a similar nature received from bank and investment accounts, interest on rate instalments, interest on rate arrears and interest on debtors.

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, sewerage rates, rentals, hire charges, fee for service, photocopying charges, licences, sale of goods or information, fines, penalties and administration fees. Local governments may wish to disclose more detail such as rubbish collection fees, rental of property, fines and penalties, other fees and charges.

INTEREST EARNINGS

Interest and other items of a similar nature received from bank and investment accounts, interest on rate instalments, interest on rate arrears and interest on debtors.

OTHER REVENUE / INCOME

Other revenue, which can not be classified under the above headings, includes dividends, discounts, and rebates. Reimbursements and recoveries should be separated by note to ensure the correct calculation of ratios.

17. KEY TERMS AND DEFINITIONS - NATURE OR TYPE (CONTINUED)

EXPENSES

EMPLOYEE COSTS

All costs associated with the employment of person such as salaries, wages, allowances, benefits such as vehicle and housing, superannuation, employment expenses, removal expenses, relocation expenses, worker's compensation insurance, training costs, conferences safety expenses, medical examinations, fringe benefit 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. Local governments may wish to disclose more detail such as contract services, consultancy, information technology, rental or lease expenditures.

UTILITIES (GAS, ELECTRICITY, WATER, ETC.)

Expenditures made to the respective agencies for the provision of power, gas or water. Exclude expenditures incurred for the reinstatement of roadwork on behalf of these agencies.

INSURANCE

All insurance other than worker's 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.

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. Donations and subsidies made to community groups.

18. 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 Shire's Community Vision, and for each of its broad activities/programs.

OBJECTIVE/ACTIVITIES

GOVERNANCE

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

GENERAL PURPOSE FUNDING

Rates, general purpose government grants and interest revenue.

LAW, ORDER, PUBLIC SAFETY

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

HEALTH

Food quality and water control. Environmental Health Officer. Doctor Service.

EDUCATION AND WELFARE

Assistance to Cue Primary School, Senior Citizens and Youth Programmes along with involvement in work experience programmes.

HOUSING

Provision and maintenance of staff and rental housing.

COMMUNITY AMENITIES

Rubbish collection services, maintenance of refuse sites, administration of the town planning scheme, control and co-ordination of cemeteries, and maintenance of public conveniences.

RECREATION AND CULTURE

Maintenance of Shire hall, recreation centre, Stan Gurney Memorial Park and various reserves. Operation of library and internet services. Co-ordination of Australia Day activities.

TRANSPORT

Construction and maintenance of streets, roads, footpaths, drainage works, parking facilities, traffic signs and median strips. Control and maintenance of Cue Airport.

ECONOMIC SERVICES

The regulation and provision of tourism and the Historical Photographic Collection. Maintenance of the Shire-owned Caravan Park. Building and vermin control. Employment programme administered on behalf of the Department of Employment, Workplace Relations and Small Business.

OTHER PROPERTY AND SERVICES

Private works operation, plant repair and operation costs.