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 2027

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.

TABLE OF CONTENTS

FOR THE YEAR ENDED 30 JUNE 2027

SHIRE OF CUE
STATEMENT OF COMPREHENSIVE INCOME
BY NATURE OR TYPE
FOR THE YEAR ENDED 30 JUNE 2027

	NOTE	2026/27 Budget	2025/26 Actual	2025/26 Budget
Revenue		$	$	$
Rates	1(a)	3,045,403	2,951,965	2,924,000
Grants, subsidies and contributions	9(a)	3,668,075	6,112,887	3,280,300
Fees and charges	8	1,388,615	1,257,286	1,176,710
Interest earnings	10(a)	822,500	801,946	735,000
Other revenue	10(a)	188,500	142,430	202,500
Profit on asset disposals	4(c)	8,712	4,683	8,900
		9,121,805	11,271,197	8,327,410
Expenses				
Employee costs		(2,971,802)	(2,538,912)	(2,790,500)
Materials and contracts		(2,569,340)	(2,308,145)	(2,832,437)
Utility charges		(454,250)	(323,235)	(427,650)
Depreciation on non-current assets	5	(4,166,000)	(3,521,587)	(4,098,000)
Interest expenses	6(a)	(35,261)	(9,623)	(42,250)
Insurance expenses		(249,790)	(229,744)	(246,090)
Other expenditure		(383,124)	(266,405)	(362,850)
Loss on asset disposals	4(c)	(19,740)	(38,032)	(100,300)
		(10,849,307)	(9,235,683)	(10,900,077)
Subtotal		(1,727,502)	2,035,514	(2,572,667)
Gain on acquisition of non-financial assets		0	0	0
Non-operating grants, subsidies and contributions	9(b)	4,464,000	581,576	4,085,000
		4,464,000	581,576	4,085,000
Net result		2,736,498	2,617,090	1,512,333
Other comprehensive income				
Changes on revaluation of non-current assets		0	0	0
Total other comprehensive income		0	0	0
Total comprehensive income		**2,736,498**	**2,617,090**	**1,512,333**

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 2027

CASH FLOWS FROM OPERATING ACTIVITIES	NOTE	2026/27 Budget	2025/26 Actual	2025/26 Budget
Receipts		$	$	$
Rates		3,045,403	3,006,280	2,924,000
Operating grants, subsidies and contributions		4,048,601	6,435,243	4,106,609
Fees and charges		1,388,615	1,257,286	1,176,710
Interest received		822,500	801,946	735,000
GST receipts		0	34,102	0
Other revenue		188,500	142,430	202,500
		9,493,619	11,677,287	9,144,819
Payments				
Employee costs		(2,971,802)	(2,473,164)	(2,790,500)
Materials and contracts		(2,469,340)	(2,171,632)	(2,288,270)
Utility charges		(454,250)	(323,235)	(427,650)
Interest expenses		(35,261)	(9,623)	(42,250)
Insurance paid		(249,790)	(229,744)	(246,090)
Other expenditure		(383,124)	(266,405)	(362,850)
		(6,563,567)	(5,473,803)	(6,157,610)
Net cash provided by (used in) operating activities	3	2,930,052	6,203,484	2,987,209
CASH FLOWS FROM INVESTING ACTIVITIES				
Non-operating grants, subsidies and contributions		4,541,136	658,712	4,085,000
Proceeds from sale of plant and equipment	4(c)	206,000	231,627	286,200
Purchase of property, plant and equipment	4(a)	(11,630,401)	(2,976,856)	(12,195,000)
Purchase and construction of infrastructure	4(b)	(5,365,977)	(1,366,268)	(4,420,600)
Proceeds/(Payments) from financial assets at amortised cost		4,410,710	(3,070,284)	5,556,023
Net cash provided by (used in) investing activities		(7,838,532)	(6,523,069)	(6,688,377)
CASH FLOWS FROM FINANCING ACTIVITIES				
Repayment of borrowings	6(a)	(145,404)	(99,623)	(141,880)
Proceeds from new borrowings	6(b)	1,300,000	0	1,300,000
Net cash provided by (used in) financing activities		1,154,596	(99,623)	1,158,120
Net increase (decrease) in cash held		(3,753,884)	(419,208)	(2,543,048)
Cash at beginning of year		4,436,230	4,855,438	3,423,415
Cash and cash equivalents at the end of the year	3	**682,346**	**4,436,230**	**880,367**

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 2027

	NOTE	2026/27 Budget	2025/26 Actual	2025/26 Budget
OPERATING ACTIVITIES		$	$	$
Net current assets at 01 Jul - surplus/(deficit)	2	10,837,016	9,278,063	9,349,961
		10,837,016	9,278,063	9,349,961
Operating revenue (excluding rates)				
Grants, subsidies and contributions	9(a)	3,668,075	6,112,887	3,280,300
Fees and charges	8	1,388,615	1,257,286	1,176,710
Interest earnings	10(a)	822,500	801,946	735,000
Other revenue	10(a)	188,500	142,430	202,500
Profit on asset disposals	4(c)	8,712	4,683	8,900
		6,076,402	8,319,232	5,403,410
Operating expenses				
Employee costs		(2,971,802)	(2,538,912)	(2,790,500)
Materials and contracts		(2,569,340)	(2,308,145)	(2,832,437)
Utility charges		(454,250)	(323,235)	(427,650)
Depreciation on non-current assets	5	(4,166,000)	(3,521,587)	(4,098,000)
Interest expenses	6(a)	(35,261)	(9,623)	(42,250)
Insurance expenses		(249,790)	(229,744)	(246,090)
Other expenditure		(383,124)	(266,405)	(362,850)
Loss on asset disposals	4(c)	(19,740)	(38,032)	(100,300)
		(10,849,307)	(9,235,683)	(10,900,077)
Excluded non-cash operating activities	2(b)	4,177,028	3,566,411	4,189,400
Amount attributable to operating activities		10,241,139	11,928,023	8,042,694
INVESTING ACTIVITIES				
Non-operating grants, subsidies and contributions	9(b)	4,464,000	581,576	4,085,000
Proceeds from disposal of assets	4(c)	206,000	231,627	286,200
Purchase property, plant and equipment	4(a)	(11,630,401)	(2,976,856)	(12,195,000)
Purchase and construction of infrastructure	4(b)	(5,365,977)	(1,366,268)	(4,420,600)
Amount attributable to investing activities		(12,326,378)	(3,529,921)	(12,244,400)
FINANCING ACTIVITIES				
Repayment of borrowings	6(a)	(145,404)	(99,623)	(141,880)
Proceeds from new borrowings	6(b)	1,300,000	0	1,300,000
Transfers to reserves	7(a)	(2,114,760)	(413,428)	(1,115,414)
Transfers from reserves	7(a)	0	0	1,235,000
Amount attributable to financing activities		(960,164)	(513,051)	1,277,706
Budgeted deficiency before general rates		(3,045,403)	7,885,051	(2,924,000)
Estimated amount to be raised from general rates	1(a)	3,045,403	2,951,965	2,924,000
Net current assets at 30 Jun - surplus/(deficit)	2	**0**	**10,837,016**	**0**

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

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.

2025/26 ACTUAL BALANCES

Balances shown in this budget as 2025/26 Actual are estimates at the time of budget preparation and are subject to final adjustments.

CHANGE IN ACCOUNTING POLICIES

On 01 July 2026 no new accounting policies or other policies are expected to be adopted which will impact the annual budget.

1. RATES

(a) Rating Information

Differential general rate	Rate in	Number of properties	Rateable value	2026/27 Budget	2025/26 Actual	2025/26 Budget
Gross rental valuations	$	#	$	$	$	$
GRV Residential	0.117416	83	547,934	64,336	61,862	61,862
GRV Commercial	0.117416	7	487,440	57,233	55,032	55,032
GRV Vacant Land	0.117416	0	0	0	0	0
GRV M & T Workforce	0.177732	5	598,432	106,361	101,344	101,344
UV Mining	0.248212	338	11,044,664	2,741,418	2,631,911	2,631,911
UV Pastoral	0.089123	13	553,285	49,310	47,282	47,282
Sub-Totals		446	13,231,755	3,018,658	2,897,431	2,897,431
Minimum payment						
Gross rental valuations						
GRV Residential	536	54	148,317	28,944	27,295	27,810
GRV Commercial	536	0	0	0	0	0
GRV Vacant Land	536	33	5,142	17,688	18,025	17,510
GRV M & T Workforce	536	0	0	0	0	0
UV Mining	536	137	154,121	73,432	74,675	74,675
UV Pastoral	536	5	18,623	2,680	2,575	2,575
Sub-Totals		229	326,203	122,744	122,570	122,570
		675	13,557,958	3,141,402	3,020,000	3,020,001
Discounts (Refer Note 1(f))				(2,000)	(1,376)	(2,000)
Rates written-off				(100,000)	(45,766)	(100,000)
Incentive prize (Refer Note 1(f))				(1,000)	(1,000)	(1,000)
Interim and back rates				7,001	(19,893)	6,999
Total amount raised from general rates				3,045,403	2,951,965	2,924,000

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 2026/27 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.

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	16 Oct 2026
Option two	18 Dec 2026
Option three	19 Feb 2027
Option four	23 Apr 2027

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

	2026/27 Budget	2025/26 Actual	2025/26 Budget
	$	$	$
Instalment plan admin charge revenue	1,500	1,340	1,500
Instalment plan interest earned	7,500	6,738	5,000
Interest on unpaid rates	30,000	29,364	20,000
	39,000	37,442	26,500

(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 2026/27 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 17 June 2026. These rates are in accordance with the advertised schedule. Ministerial approval was received on 18 August 2026 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 $536.00 has been set for all rate categories.

1. RATES (CONTINUED)

(d) Specified Area Rate

No Specified Area Rates are expected to be levied in the year ending 30 June 2027.

(e) Service Charges

No Service Charges are expected to be levied in the year ending 30 June 2027.

(f) Rates discounts

Rate or fee to which discount is granted	Discount	2026/27 Budget	2025/26 Actual	2025/26 Budget
	$ or %	$	$	$
GRV - Commercial	20.0%	2,000	1,376	6,355
Incentive draw	$1,000	1,000	1,000	1,000
		3,000	2,376	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 2027.

2. NET CURRENT ASSETS

(a) Composition of estimated net current assets

	Note	2026/27 Budget	2025/26 Actual	2025/26 Budget
Current assets		$	$	$
Cash and cash equivalents- unrestricted	3	682,346	10,988,403	880,367
Cash and cash equivalents - restricted				
Cash backed reserves	7(a)	10,992,644	8,877,884	8,344,870
Deposits and bonds	3	0	50,433	0
Unspent grants, subsidies and contributions	3	0	303,332	0
Receivables		314,917	695,443	305,372
Inventories		64,304	64,304	44,794
		12,054,211	20,979,799	9,575,403
Less: current liabilities				
Trade and other payables		(813,638)	(713,638)	(1,010,963)
Income received in advance		0	(226,196)	0
Contract obligations		0	(77,136)	0
Loan Liability	6(a)	(145,404)	(101,404)	(141,880)
Provisions		(247,929)	(247,929)	(219,570)
		(1,206,971)	(1,366,303)	(1,372,413)
Net current assets		10,847,240	19,613,496	8,202,990
Less: Cash - restricted reserves	7(a)	(10,992,644)	(8,877,884)	(8,344,870)
Less: Current portion of borrowings	6(a)	145,404	101,404	141,880
Closing funding surplus / (deficit)		0	10,837,016	0

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	2026/27 Budget	2025/26 Actual	2025/26 Budget
		$	$	$
Adjustments to operating activities				
Less: Profit on asset disposals	4(c)	(8,712)	(4,683)	(8,900)
Less: Movement in employee provisions		0	11,475	0
Less: Movement in fair value of financial assets		0	0	0
Add: Movement in deferred pensioner rates		0	0	0
Add: Recognition of additional assets to revaluation surplus		0	0	0
Add: Loss on disposal of assets	4(c)	19,740	38,032	100,300
Add: Depreciation on assets	5	4,166,000	3,521,587	4,098,000
Amounts excluded from operating activities		4,177,028	3,566,411	4,189,400

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.

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	2026/27 Budget	2025/26 Actual	2025/26 Budget
Cash and cash equivalents		$	$	$
Cash at bank and on hand		682,346	4,436,230	880,367
Term deposits		0	6,905,938	0
Term deposits - reserves		10,992,644	8,877,884	8,344,870
		11,674,990	20,220,052	9,225,237
Comprises:				
Unrestricted		682,346	10,988,403	880,367
Restricted		10,992,644	9,231,649	8,344,870
		11,674,990	20,220,052	9,225,237
The restricted assets are a result of the following specific purposes to which the assets may be used:				
Cash backed reserves	7(a)	10,992,644	8,877,884	8,344,870
Unspent borrowings	6(c)	0	0	0
Deposits and bonds		0	50,433	0
Unspent grants, subsidies and contributions		0	303,332	0
		10,992,644	9,231,649	8,344,870
Reconciliation of net cash provided by operating activities to net result				
Net result		2,736,498	2,617,090	1,512,333
Depreciation	5	4,166,000	3,521,587	4,098,000
(Profit)/loss on sale of asset	4(c)	11,028	33,349	91,400
Gain on acquisition of non-financial assets		0	0	0
(Increase)/decrease in receivables		380,526	423,136	826,309
(Increase)/decrease in inventories		0	(14,850)	0
Increase/(decrease) in payables		100,000	164,914	544,167
Increase/(decrease) in provisions		0	39,834	0
Non-operating grants, subsidies and contributions	9(b)	(4,464,000)	(581,576)	(4,085,000)
Net cash from operating activities		2,930,052	6,203,484	2,987,209

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.

4. FIXED ASSETS

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

(a) Property, Plant and Equipment

(i) Land and buildings

	2026/27 Budget	2025/26 Actual	2025/26 Budget
	$	$	$
Pensioner Housing Development	400,000	0	400,000
Staff Housing Development	700,000	0	780,000
Staff and Other Housing	400,000	0	400,000
GROH Housing	1,300,000	0	1,300,000
Recreation Precinct	2,800,000	0	2,900,000
Great Fingal Mine Office	1,000,000	0	1,000,000
Masonic Lodge	950,000	653,435	750,000
Bank of WA	15,000	173,276	160,000
Refuse Site Office	10,000	8,180	20,000
Town Hall Upgrades	30,000	0	30,000
Railway Building and Youth Centre	15,000	13,847	30,000
Heritage Building Renovations	100,000	0	150,000
Rifle Range Ablutions	25,000	0	25,000
Bowling Green and Outdoor Area Upgrades	10,000	0	10,000
Works Depot Improvements	301,067	0	300,000
Airport Terminal	405,334	0	400,000
Tourist Park Buildings	200,000	0	200,000
Old Gaol Restoration	20,000	0	20,000
Tourist Park House and Office	20,000	0	20,000
Old Municipal Building Improvements	15,000	19,378	50,000
Old Hospital	50,000	0	60,000
Administration Building Improvements	50,000	0	90,000
65 Austin Street Shops	250,000	152,909	400,000
Bells Emporium 49 Austin Street	750,000	205,551	700,000
Heydon Place Industrial Development	0	9,594	50,000
	9,816,401	1,236,171	10,245,000

(ii) Furniture and equipment

	2026/27 Budget	2025/26 Actual	2025/26 Budget
Council	20,000	0	20,000
Staff Housing	15,000	0	15,000
Community Gym	10,000	0	10,000
Tourism	10,000	0	10,000
Administration	15,000	0	15,000
	70,000	0	70,000

4. FIXED ASSETS (CONTINUED)

(a) Property, Plant and Equipment (Continued)

	2026/27 Budget	2025/26 Actual	2025/26 Budget
	$	$	$
14T Prime Mover with Tipping Trays	0	350,655	400,000
25T Side Tippers and Dolly	0	317,165	350,000
Plant Attachments and Equipment	50,000	0	70,000
Jeep Grand Cherokee	80,000	0	80,000
Workshop Equipment	30,000	8,365	30,000
Town Maintenance Equipment	30,000	0	25,000
Tourism Equipment (Tour Vehicle)	40,000	0	40,000
Grader	0	530,000	425,000
IT Carrier	0	240,000	250,000
Skid Steer and Profiler	0	254,500	200,000
Skip Bin Truck	10,000	0	10,000
Forklift Bells	0	20,000	0
Isuzu D-Max 4x4 Bells	0	20,000	0
Excavator	350,000	0	0
Street Sweeper	350,000	0	0
Ride On Mower - Tourist Park	25,000	0	0
Ride On Mower - Town	35,000	0	0
Hilux Single Cab 4x2	45,000	0	0
Hilux Single Cab 4x4	56,000	0	0
Hilux Dual Cab 4x4	63,000	0	0
Works Manager Vehicle	80,000	0	0
Rubbish Truck	500,000	0	0
	1,744,000	1,740,685	1,880,000
Total Property, Plant and Equipment	11,630,401	2,976,856	12,195,000

(b) Infrastructure

(i) Road infrastructure

	2026/27 Budget	2025/26 Actual	2025/26 Budget
Flood Damage Restoration	1,025,000	0	1,025,000
Construction - Muni Funds Roads	508,535	443,761	500,000
Cue-Beringarra Road	301,600	0	300,000
Roads to Recovery	512,802	165,757	485,600
Regional Roads Group	469,540	483,090	450,000
Grid Widening Program and Seal Approaches	50,000	0	50,000
Town Footpaths	250,000	6,160	140,000
LRCIP Road Construction	0	0	0
	3,117,477	1,098,768	2,950,600

4. FIXED ASSETS (CONTINUED)

(b) Infrastructure (Continued)

(ii) Other infrastructure	2026/27 Budget	2025/26 Actual	2025/26 Budget
	$	$	$
Deep Sewerage	240,000	0	240,000
Waste Site Upgrades	50,000	50,491	100,000
Cemetery Development	10,000	0	10,000
Playground Equipment and Other Infrastructure	300,000	0	300,000
Sporting Facilities	30,000	0	30,000
Oval Infrastructure	60,000	0	60,000
Golf Course and Other Infrastructure	25,000	0	25,000
Airport Runway Resealing	500,000	0	300,000
Tourism and Area Promotion	200,000	0	100,000
Streetscape and Community Projects	150,000	217,009	100,000
CCTV and Communications	50,000	0	50,000
Tourist Park Improvements	50,000	0	50,000
RV Site	20,000	0	20,000
Oasis Visitor Parking Project	10,000	0	10,000
Austin St Development	150,000	0	75,000
Heydon Place Industrial Development	300,000	0	0
Non Potable Water Bore	53,500	0	0
Water Playground	50,000	0	0
	2,248,500	267,500	1,470,000
Total Infrastructure	5,365,977	1,366,268	4,420,600
Total acquisitions	16,996,378	4,343,124	16,615,600

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.

4. FIXED ASSETS (CONTINUED)

(c) Disposals of Assets

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

(i) 2026/27 Budget

Property, Plant and Equipment	Net Book Value $	Sale Proceeds $	Profit on Disposal $	Loss on Disposal $
Isuzu D Max Crew Cab	43,966	45,000	1,034	0
Isuzu D Max Single Cab	15,145	20,000	4,855	0
Isuzu D Max Single Cab	34,531	35,000	469	0
Ford Ranger	45,646	48,000	2,354	0
Jeep Grand Cherokee	40,196	25,000	0	(15,196)
Samsung Excavator	25,694	25,000	0	(694)
Kubota Ride On Mower	11,850	8,000	0	(3,850)
	217,028	206,000	8,712	(19,740)

(ii) 2025/26 Actual

Property, Plant and Equipment				
Grader 12M	237,256	205,000	0	(32,256)
Walker Ride On Mower	0	3,897	3,897	0
Housekeeping Kart and Trailer (Polaris)	6,457	7,243	786	0
Houlotta Elevated Work Platform	21,261	15,486	0	(5,775)
	264,974	231,627	4,683	(38,032)

(iii) 2025/26 Budget

Property, Plant and Equipment				
Grader 12M	242,500	190,000	0	(52,500)
Iveco Prime Mover	11,000	15,000	4,000	0
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	0
Housekeeping Kart and Trailer (Polaris)	6,400	7,400	1,000	0
Houlotta 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)

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.

5. ASSET DEPRECIATION

	2026/27 Budget	2025/26 Actual	2025/26 Budget
By Program	$	$	$
Governance	3,000	2,838	3,000
Law, order, public safety	500	450	500
Health	0	0	0
Housing	194,000	193,136	194,000
Community amenities	24,500	22,574	24,500
Recreation and culture	154,000	154,758	154,000
Transport	3,090,500	2,448,510	3,090,500
Economic services	337,000	341,063	332,000
Other property and services	362,500	358,258	299,500
	4,166,000	3,521,587	4,098,000
By Class			
Land and buildings	605,000	606,542	605,000
Furniture and equipment	54,000	47,726	49,000
Plant and equipment	270,000	270,635	207,000
Road Infrastructure	2,915,000	2,276,489	2,915,000
Other Infrastructure	322,000	320,195	322,000
	4,166,000	3,521,587	4,098,000

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

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	2026/27 Budget	2025/26 Actual	2025/26 Budget
Principal repayments	$	$	$
Payment in July	50,477	49,591	48,720
Payment in January	50,927	50,032	49,160
Payment in January for new borrowings	44,000	0	44,000
	145,404	99,623	141,880
Interest and fee repayments			
Payment in July	3,230	0	6,500
Payment in January	2,781	5,132	6,500
Payment in January for new borrowings	29,250	0	29,250
Accrual	0	4,491	0
	35,261	9,623	42,250
Total repayments	180,665	109,246	184,130
Principal outstanding			
Principal outstanding 01 Jul	362,918	462,541	462,541
New borrowings	1,300,000	0	1,300,000
Principal repayments	(145,404)	(99,623)	(141,880)
Principal outstanding 30 Jun	1,517,514	362,918	1,620,661

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 - 2026/27

Institution	Western Australian Treasury Corporation
Type	Fixed rate annuity
Amount of advance	$1,300,000
Date of advance	01 Jan 2027
Maturity date	01 Jan 2037
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

	2026/27 Budget	2025/26 Actual	2025/26 Budget
GROH Housing	$	$	$
Unspent borrowings at 01 Jul	0	0	0
Expected new borrowings	1,300,000	0	1,300,000
Expected amount to be used	(1,300,000)	0	(1,300,000)
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	(2,343)	0
Unused credit at 30 Jun	15,000	12,657	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.

7. CASH BACKED RESERVES

(a) Cash Backed Reserves - Movements

(i) 2026/27 Budget

	Opening Balance	Transfer Interest	Transfer to	Transfer (from)	Closing Balance
	$	$	$	$	$
(a) Long service leave reserve	74,653	3,364	0	0	78,017
(b) Building maintenance reserve	704,445	31,739	0	0	736,184
(c) Plant replacement reserve	609,722	27,472	0	0	637,194
(d) Streetscape reserve	376,339	16,956	0	0	393,295
(e) Sports facilities reserve	144,904	6,529	0	0	151,433
(f) Tourist park development reserve	299,305	13,485	0	0	312,790
(g) Water playground reserve	71,991	3,244	0	0	75,235
(h) Beringarra road reserve	2,637,946	118,855	0	0	2,756,801
(i) Tourism reserve	146,186	6,587	0	0	152,773
(j) Housing / land development reserve	256,945	11,577	964,760	0	1,233,282
(k) Heritage reserve	947,897	42,708	0	0	990,605
(l) Road maintenance reserve	2,336,952	105,292	550,000	0	2,992,244
(m) Infrastructure reserve	270,599	12,192	200,000	0	482,791
	8,877,884	400,000	1,714,760	0	10,992,644

(ii) 2025/26 Actual

	Opening Balance	Transfer Interest	Transfer to	Transfer (from)	Closing Balance
(a) Long service leave reserve	71,176	3,477	0	0	74,653
(b) Building maintenance reserve	671,640	32,805	0	0	704,445
(c) Plant replacement reserve	581,328	28,394	0	0	609,722
(d) Streetscape reserve	358,813	17,526	0	0	376,339
(e) Sports facilities reserve	138,155	6,749	0	0	144,904
(f) Tourist park development reserve	285,367	13,938	0	0	299,305
(g) Water playground reserve	68,638	3,353	0	0	71,991
(h) Beringarra road reserve	2,515,104	122,842	0	0	2,637,946
(i) Tourism reserve	139,378	6,808	0	0	146,186
(j) Housing / land development reserve	244,979	11,966	0	0	256,945
(k) Heritage reserve	903,756	44,141	0	0	947,897
(l) Road maintenance reserve	2,228,124	108,828	0	0	2,336,952
(m) Infrastructure reserve	257,998	12,601	0	0	270,599
	8,464,456	413,428	0	0	8,877,884

(iii) 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

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

8. FEES AND CHARGES

	2026/27 Budget	2025/26 Actual	2025/26 Budget
	$	$	$
Governance	0	0	0
General purpose funding	2,000	1,036	2,000
Law, order, public safety	1,700	860	1,450
Health	2,880	1,420	1,200
Education and welfare	0	0	0
Housing	178,960	158,322	178,960
Community amenities	214,500	175,817	204,400
Recreation and culture	2,250	1,765	2,000
Transport	380,000	362,711	260,000
Economic services	580,325	539,846	500,700
Other property and services	26,000	15,508	26,000
	1,388,615	1,257,285	1,176,710

9. GRANT REVENUE

(a) Operating grants, subsidies and contributions

	2026/27 Budget	2025/26 Actual	2025/26 Budget
Governance	0	0	0
General purpose funding	1,619,775	4,179,323	1,565,000
Law, order, public safety	7,500	7,240	7,500
Health	0	0	0
Education and welfare	1,000	0	1,000
Housing	0	0	0
Community amenities	0	0	0
Recreation and culture	21,800	10,375	21,800
Transport	1,971,000	1,885,659	1,640,000
Economic services	2,000	0	0
Other property and services	45,000	30,290	45,000
	3,668,075	6,112,887	3,280,300

(b) Non-operating grants, subsidies and contributions

	2026/27 Budget	2025/26 Actual	2025/26 Budget
Governance	0	0	0
General purpose funding	0	0	0
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	2,500,000	82,763	2,330,000
Transport	1,724,000	498,813	1,515,000
Economic services	0	0	0
Other property and services	0	0	0
	4,464,000	581,576	4,085,000
Total grants, subsidies and contributions	8,132,075	6,694,463	7,365,300

(c) Unspent grants, subsidies and contributions

	Balance 30 Jun 26	Amounts received	Amounts exhausted	Balance 30 Jun 27
Transport	$	$	$	$
RTR	77,136	0	(77,136)	0

10. OTHER INFORMATION

(a) The net result includes as revenues

	2026/27 Budget	2025/26 Actual	2025/26 Budget
(i) Interest earnings	$	$	$
Investments - Reserve funds	400,000	413,428	385,000
Investments - Other funds	385,000	352,415	325,000
Other interest revenue (Refer Note 1(b))	37,500	36,102	25,000
	822,500	801,945	735,000
(ii) Other revenue			
Reimbursements and recoveries	46,000	56,294	26,000
Other	142,500	86,136	176,500
	188,500	142,430	202,500

(b) The net result includes as expenses

	2026/27 Budget	2025/26 Actual	2025/26 Budget
(i) Auditors remuneration			
Audit services	55,000	52,096	50,000
	55,000	52,096	50,000
(i) Interest expenses (finance costs)			
Borrowings (Refer Note 6(a))	35,261	9,623	42,250
	35,261	9,623	42,250
(ii) Write offs			
General rates (Refer Note 1(a))	100,000	45,766	100,000
	100,000	45,766	100,000

10. OTHER INFORMATION (CONTINUED)

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

(iv) Elected members remuneration	2026/27 Budget	2025/26 Actual	2025/26 Budget
Councillor 1	$	$	$
Deputy and/or Presidents allowance	18,600	17,976	17,976
Meeting fees	16,488	15,936	15,936
Travelling expenses and reimbursements	5,000	11,742	6,428
Telecommunications allowance	3,480	3,480	3,480
Superannuation	4,210	4,069	4,070
Councillor 2			
Deputy Presidents allowance	4,644	748	4,488
Meeting fees	10,992	10,620	10,620
Travelling expenses and reimbursements	5,000	1,322	6,428
Telecommunications allowance	3,480	3,480	3,480
Superannuation	1,876	1,364	1,815
Councillor 3			
Deputy Presidents allowance		2,244	
Meeting fees	10,992	7,965	10,620
Travelling expenses and reimbursements	5,000	1,301	6,428
Telecommunications allowance	3,480	2,610	3,480
Superannuation	1,319	0	1,275
Councillor 4			
Meeting fees	10,992	7,965	10,620
Travelling expenses and reimbursements	5,000	0	6,428
Telecommunications allowance	3,480	2,610	3,480
Superannuation	1,319	956	1,275
Councillor 5			
Meeting fees	10,992	7,965	10,620
Travelling expenses and reimbursements	5,000	0	6,428
Telecommunications allowance	3,480	2,610	3,480
Superannuation	1,319	956	1,275
Councillor 6			
Meeting fees	10,992	7,965	10,620
Travelling expenses and reimbursements	5,000	0	6,428
Telecommunications allowance	3,480	2,610	3,480
Superannuation	1,319	956	1,275
Councillor 7			
Meeting fees	10,992	10,620	10,620
Travelling expenses and reimbursements	5,000	2,943	6,428
Telecommunications allowance	3,480	3,480	3,480
Superannuation	1,319	1,274	1,275
Councillor 8			
Meeting fees	0	3,540	0
Travelling expenses and reimbursements	0	2,741	0
Telecommunications allowance	0	1,160	0
Superannuation	0	0	0
Councillor 9			
Deputy Presidents allowance	0	1,496	0
Meeting fees	0	3,540	0
Travelling expenses and reimbursements	0	2,574	0
Telecommunications allowance	0	1,160	0
Superannuation	0	0	0
ARIC Presiding Member			
Sitting Fees	3,400	0	0
Travelling expenses and reimbursements	3,000	0	0
ARIC Deputy of Presiding Member			
Sitting Fees	2,000	0	0
Travelling expenses and reimbursements	3,000	0	0
	189,125	153,978	183,736
Total Remuneration			
President's allowance	18,600	17,976	17,976
Deputy President's allowance	4,644	4,488	4,488
Meeting Fees	82,440	76,116	79,656
Travelling expenses	41,000	22,623	44,996
Telecommunications allowance	24,360	23,200	24,360
Superannuation	12,681	9,575	12,260
ARIC Presiding Member Sitting Fee	3,400	0	0
ARIC Deputy of the Presiding Member Sitting Fee	2,000	0	0
	189,125	153,978	183,736

11. STATEMENT OF COMPREHENSIVE INCOME BY PROGRAM

	NOTE	2026/27 Budget	2025/26 Actual	2025/26 Budget
Revenue		$	$	$
Governance		0	0	0
General purpose funding		5,521,178	7,953,852	5,257,500
Law, order, public safety		9,200	8,100	8,950
Health		2,880	1,420	1,200
Education and welfare		1,000	0	1,000
Housing		178,960	158,322	178,960
Community amenities		214,500	175,817	204,400
Recreation and culture		26,050	12,140	25,800
Transport		2,359,712	2,253,053	1,908,900
Economic services		603,325	564,571	520,700
Other property and services		205,000	143,922	220,000
		9,121,805	11,271,197	8,327,410
Expenses				
Governance		(675,863)	(512,976)	(651,850)
General purpose funding		(420,160)	(315,104)	(391,700)
Law, order, public safety		(167,440)	(103,366)	(161,350)
Health		(175,616)	(176,491)	(125,750)
Education and welfare		(280,493)	(154,175)	(236,000)
Housing		(654,393)	(509,399)	(622,700)
Community amenities		(707,493)	(574,316)	(539,925)
Recreation and culture		(1,202,903)	(874,786)	(1,101,255)
Transport		(4,940,939)	(4,463,861)	(5,165,170)
Economic services		(1,551,387)	(1,225,647)	(1,442,677)
Other property and services		(72,620)	(325,562)	(461,700)
		(10,849,307)	(9,235,683)	(10,900,077)
Subtotal		(1,727,502)	2,035,514	(2,572,667)

12. MAJOR LAND TRANSACTIONS

It is not anticipated any major land transactions will occur in 2026/27.

13. TRADING UNDERTAKINGS AND MAJOR TRADING UNDERTAKINGS

It is not anticipated any major trading undertakings will occur in 2026/27.

14. INTERESTS IN JOINT ARRANGEMENTS

It is not anticipated the Shire will be party to any joint venture arrangements during 2026/27.

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 26	Estimated amounts received	Estimated amounts paid	Estimated balance 30 Jun 27
	$	$	$	$
	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.