

CITY OF GREATER GERALDTON
ANNUAL BUDGET
FOR THE YEAR ENDED 30 JUNE 2025

LOCAL GOVERNMENT ACT 1995

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CITY'S VISION

Home of WA's Regional Capital

CITY OF GREATER GERALDTON
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2025

		2024/25	2023/24	2023/24
	Note	Budget	Forecast	Budget
			Actual	
Revenue		\$	\$	\$
Rates	2(a)	54,428,065	51,884,883	52,065,243
Grants, subsidies and contributions		10,886,735	11,771,619	10,899,340
Fees and charges	18	29,829,573	26,537,437	26,055,059
Interest revenue	10(a)	4,210,872	4,187,398	2,725,398
Other revenue		739,550	475,215	538,020
		100,094,795	94,856,552	92,283,060
Expenses				
Employee costs		(37,687,673)	(33,214,902)	(32,953,129)
Materials and contracts		(29,337,059)	(26,645,814)	(26,148,006)
Utility charges		(3,363,677)	(3,226,547)	(2,965,421)
Depreciation	6	(25,066,658)	(24,816,658)	(25,748,958)
Finance costs	10(c)	(531,506)	(658,667)	(681,167)
Insurance		(1,110,805)	(1,030,453)	(1,030,453)
Other expenditure		(4,280,010)	(4,091,565)	(3,223,192)
		(101,377,388)	(93,684,606)	(92,750,326)
		(1,282,593)	1,171,946	(467,266)
Capital grants, subsidies and contributions		12,670,296	12,939,448	9,265,070
Profit on asset disposals	5	209,874	188,102	202,612
Loss on asset disposals	5	(57,386)	(548,800)	(543,950)
		12,822,784	12,578,750	8,923,732
Net result for the period		11,540,191	13,750,696	8,456,466
Other comprehensive income for the period				
<i>Items that will not be reclassified subsequently to profit or loss</i>				
Changes in asset revaluation surplus		0	0	0
Share of comprehensive income of associates accounted for using the equity method		0	0	0
Total other comprehensive income for the period		0	0	0
Total comprehensive income for the period		11,540,191	13,750,696	8,456,466

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

CITY OF GREATER GERALDTON
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2025

		2024/25	2023/24	2023/24
	Note	Budget	Forecast	Budget
		\$	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts				
Rates		54,953,065	50,949,217	51,728,119
Grants, subsidies and contributions		11,034,235	12,928,204	11,029,695
Fees and charges		29,829,573	26,537,437	26,055,059
Interest revenue		4,210,872	4,187,398	2,725,398
Other revenue		739,550	475,215	1,251,492
		100,767,295	95,077,471	92,789,763
Payments				
Employee costs		(37,483,087)	(33,560,507)	(32,900,143)
Materials and contracts		(28,879,776)	(27,286,775)	(25,688,119)
Utility charges		(3,363,677)	(3,226,547)	(2,965,421)
Finance costs		(565,677)	(649,313)	(681,167)
Insurance paid		(1,110,805)	(1,030,453)	(1,030,453)
Other expenditure		(4,280,010)	(4,091,565)	(3,223,192)
		(75,683,032)	(69,845,160)	(66,488,495)
Net cash provided by operating activities	4	25,084,263	25,232,311	26,301,268
CASH FLOWS FROM INVESTING ACTIVITIES				
Payments for financial assets at amortised cost - self supporting loans		(150,000)	0	(700,000)
Payments for purchase of property, plant & equipment	5(a)	(12,919,421)	(6,328,707)	(8,481,150)
Payments for construction of infrastructure	5(b)	(43,147,736)	(33,943,077)	(28,734,120)
Capital grants, subsidies and contributions		12,298,103	13,345,641	9,265,070
Proceeds from sale of property, plant and equipment	5(a)	1,337,400	626,000	918,900
Proceeds on financial assets at amortised cost - self supporting loans	7(a)	134,067	123,059	153,670
Proceeds on other loans and receivables - debtor loans (clay target & bowdler)		18,954	20,445	20,439
Net cash (used in) investing activities		(42,428,633)	(26,156,639)	(27,557,191)
CASH FLOWS FROM FINANCING ACTIVITIES				
Repayment of borrowings	7(a)	(3,151,493)	(3,696,812)	(3,727,425)
Payments for principal portion of lease liabilities	8	(8,286)	(47,974)	(47,974)
Proceeds on disposal of financial assets at amortised cost - term deposits		23,700,000	6,267,050	2,815,360
Proceeds from new borrowings	7(a)	150,000	0	700,000
Net cash provided by (used in) financing activities		20,690,221	2,522,264	(260,039)
Net increase (decrease) in cash held		3,345,851	1,597,936	(1,515,962)
Cash at beginning of year		19,816,621	18,218,685	19,537,055
Cash and cash equivalents at the end of the year	4	23,162,472	19,816,621	18,021,093

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

CITY OF GREATER GERALDTON
STATEMENT OF FINANCIAL ACTIVITY
FOR THE YEAR ENDED 30 JUNE 2025

OPERATING ACTIVITIES

Revenue from operating activities

	Note	2024/25 Budget	2023/24 Forecast Actual	2023/24 Budget
General rates	2(a)(i)	\$ 54,264,065	\$ 51,716,077	\$ 51,901,243
Rates excluding general rates	2(a)	164,000	168,806	164,000
Grants, subsidies and contributions		10,886,735	11,771,619	10,899,340
Fees and charges	18	29,829,573	26,537,437	26,055,059
Interest revenue	10(a)	4,210,872	4,187,398	2,725,398
Other revenue		739,550	475,215	538,020
Profit on asset disposals	5	209,874	188,102	202,612
		100,304,669	95,044,654	92,485,672

Expenditure from operating activities

Employee costs		(37,687,673)	(33,214,902)	(32,953,129)
Materials and contracts		(29,337,059)	(26,645,814)	(26,148,006)
Utility charges		(3,363,677)	(3,226,547)	(2,965,421)
Depreciation	6	(25,066,658)	(24,816,658)	(25,748,958)
Finance costs	10(c)	(531,506)	(658,667)	(681,167)
Insurance		(1,110,805)	(1,030,453)	(1,030,453)
Other expenditure		(4,280,010)	(4,091,565)	(3,223,192)
Loss on asset disposals	5	(57,386)	(548,800)	(543,950)
		(101,434,774)	(94,233,406)	(93,294,276)

Non cash amounts excluded from operating activities

	3(c)	24,914,170	25,233,515	26,146,455
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Amount attributable to operating activities

INVESTING ACTIVITIES

Inflows from investing activities

Capital grants, subsidies and contributions		12,670,296	12,939,448	9,265,070
Proceeds from disposal of assets	5	1,337,400	626,000	918,900
Proceeds from financial assets at amortised cost - self supporting loans	7(a)	134,067	123,059	153,670
Proceeds on other loans and receivables		18,954	20,445	20,439
		14,160,717	13,708,952	10,358,079

Outflows from investing activities

Payments for property, plant and equipment	5(a)	(12,919,421)	(6,328,707)	(8,481,150)
Payments for construction of infrastructure	5(b)	(43,147,736)	(33,943,077)	(28,734,120)
Payments for financial assets at amortised cost - self supporting loans	7(a)	(150,000)	0	(700,000)
		(56,217,157)	(40,271,784)	(37,915,270)
Amount attributable to investing activities		(42,056,440)	(26,562,832)	(27,557,191)

FINANCING ACTIVITIES

Inflows from financing activities

Proceeds from new borrowings	7(a)	150,000	0	700,000
Transfers from reserve accounts	9(a)	18,961,484	18,675,583	2,221,367
		19,111,484	18,675,583	2,921,367

Outflows from financing activities

Repayment of borrowings	7(a)	(3,151,493)	(3,696,812)	(3,727,426)
Payments for principal portion of lease liabilities	8	(8,286)	(47,974)	(47,974)
Transfers to reserve accounts	9(a)	(5,301,457)	(7,483,450)	(184,000)
		(8,461,236)	(11,228,236)	(3,959,400)
Amount attributable to financing activities		10,650,248	7,447,347	(1,038,033)

MOVEMENT IN SURPLUS OR DEFICIT

Surplus at the start of the financial year	3	8,416,530	1,487,252	4,185,321
Amount attributable to operating activities		23,784,065	26,044,763	25,337,851
Amount attributable to investing activities		(42,056,440)	(26,562,832)	(27,557,191)
Amount attributable to financing activities		10,650,248	7,447,347	(1,038,033)
Surplus/(deficit) remaining after the imposition of general rates	3	794,403	8,416,530	927,948

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

**CITY OF GREATER GERALDTON
FOR THE YEAR ENDED 30 JUNE 2025
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CITY OF GREATER GERALDTON
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2025

1 BASIS OF PREPARATION

The annual budget is a forward looking document and has been prepared in accordance with the *Local Government Act 1995* and accompanying regulations.

Local Government Act 1995 requirements

Section 6.4(2) of the *Local Government Act 1995* read with the *Local Government (Financial Management) Regulations 1996* prescribe that the annual budget be prepared in accordance with the *Local Government Act 1995* and, to the extent that they are not inconsistent with the Act, the Australian Accounting Standards. The Australian Accounting Standards (as they apply to local governments and not-for-profit entities) and Interpretations of the Australian Accounting Standards Board were applied where no inconsistencies exist.

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

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

The local government reporting entity

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

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 annual budget.

2023/24 actual balances

Balances shown in this budget as 2023/24 Actual are estimates as forecast at the time of preparation of the annual budget and are subject to final adjustments.

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.

Comparative figures

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

Rounding off figures

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

Statement of Cashflows

Investing and financing transactions that do not require the use of cash or cash equivalents shall be excluded from a statement of cash flows. Such transactions shall be disclosed elsewhere in the financial statements in a way that provides all the relevant information about these investing and financing activities.

Initial application of accounting standards

During the budget year, the below revised Australian Accounting Standards and Interpretations are expected to be compiled, become mandatory and be applicable to its operations.

- AASB 2020-1 Amendments to Australian Accounting Standards
 - Classification of Liabilities as Current or Non-current
 - AASB 2022-5 Amendments to Australian Accounting Standards
 - Lease Liability in a Sale and Leaseback
 - AASB 2022-6 Amendments to Australian Accounting Standards
 - Non-current Liabilities with Covenants
 - AASB 2023-1 Amendments to Australian Accounting Standards
 - Supplier Finance Arrangements
 - AASB 2023-3 Amendments to Australian Accounting Standards
 - Disclosure of Non-current Liabilities with Covenants: Tier 2
- It is not expected these standards will have an impact on the annual budget.

- AASB 2022-10 Amendments to Australian Accounting Standards
 - Fair Value Measurement of Non-Financial Assets of Not-for-Profit Public Sector Entities, became mandatory during the budget year. Amendments to AASB 13 *Fair Value Measurement* impacts the future determination of fair value when revaluing assets using the cost approach. Timing of future revaluations is defined by regulation 17A of *Local Government (Financial Management) Regulations 1996*. Impacts of this pronouncement are yet to be quantified and are dependent on the timing of future revaluations of asset classes. No material impact is expected in relation to the 2024-25 statutory budget.

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

- AASB 2014-10 Amendments to Australian Accounting Standards
 - Sale or Contribution of Assets between an Investor and its Associate or Joint Venture
- AASB 2021-7c Amendments to Australian Accounting Standards
 - Effective Date of Amendments to AASB 10 and AASB 128 and Editorial Corrections [deferred AASB 10 and AASB 128 amendments in AASB 2014-10 apply]
- AASB 2022-9 Amendments to Australian Accounting Standards
 - Insurance Contracts in the Public Sector
- AASB 2023-5 Amendments to Australian Accounting Standards
 - Lack of Exchangeability

It is not expected these standards will have an impact on the annual budget.

Judgements, estimates and assumptions

The preparation of the annual 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
- estimation of provisions
- estimation of fair value of leases

CITY OF GREATER GERALDTON
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2025

2. RATES AND SERVICE CHARGES

(a) Rating Information

Rate Description	Basis of valuation	Rate in	Number of properties	Rateable value	2024/25	2024/25	2024/25	2023/24	2023/24
					Budgeted rate revenue	Budgeted interim rates	Budgeted total revenue	Forecast Actual total revenue	Budget total revenue
		\$		\$	\$	\$	\$	\$	\$
(i) General rates									
CGG GRV	Gross rental valuation	0.138611	17322	347,402,122	48,153,756	300,000	48,453,756	45,959,381	46,090,139
CGG UV	Unimproved valuation	0.004828	638	654,499,000	3,159,921	0	3,159,921	3,170,188	3,195,283
Total general rates			17,960	1,001,901,122	51,313,677	300,000	51,613,677	49,129,569	49,285,422
(j) Minimum payment									
Minimum									
\$									
CGG GRV	Gross rental valuation	1050	2165	7,228,998	2,273,250	0	2,273,250	2,350,803	2,380,586
CGG UV	Unimproved valuation	1050	470	58,452,095	493,500	0	493,500	346,099	346,099
Total minimum payments			2,635	65,681,093	2,766,750	0	2,766,750	2,696,902	2,726,685
Total general rates and minimum payments			20,595	1,067,582,215	54,080,427	300,000	54,380,427	51,826,471	52,012,107
(k) Ex-gratia rates									
Cooperative Bulk Handling					162,000		162,000	166,612	164,000
DBNGP Corridor					2,000		2,000	2,194	0
Total ex-gratia rates			0	0	164,000	0	164,000	168,806	164,000
					54,244,427	300,000	54,544,427	51,995,277	52,176,107
Concessions (Refer note 2(d))							(116,362)	(110,394)	(110,864)
Total rates					54,244,427	300,000	54,428,065	51,884,883	52,065,243

The City did not raise specified area rates for the year ended 30th June 2025.

All rateable properties within the district used predominantly for non-rural purposes are rated according to their Gross Rental Valuation (GRV), all other properties are rated according to their Unimproved Valuation (UV).

The general rates detailed for the 2024/25 financial year have been determined by Council on the basis of raising the revenue required to meet the estimated deficiency between the total estimated expenditure proposed in the budget and the estimated revenue to be received from all sources other than general rates and 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 local government services/facilities.

**CITY OF GREATER GERALDTON
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2025**

2. RATES AND SERVICE CHARGES (CONTINUED)

(b) Interest Charges and Instalments - Rates and Service Charges

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

Option 1 (Full Payment)

Full amount of rates and charges, including arrears, to be paid on or before 21 August 2024 or 35 days after the date of issue appearing on the rate notice, whichever is the later.

Option 2 (Two Instalments)

First instalment to be made on or before 21 August 2024 or 35 days after the date of issue appearing on the rate notice whichever is later, including all arrears and half the current rates and service charges; and
Second instalment to be made on or before 29 October 2024, or 2 months after the due date of the first instalment, whichever is later.

Option 3 (Four Instalments)

First instalment to be made on or before 21 August 2024 or 35 days after the date of issue appearing on the rate notice, whichever is later, including all arrears and a quarter of the current rates and service charges;
Second instalment to be made on or before 29 October 2024, or 2 months after the due date of the first instalment, whichever is later;
Third instalment to be made on or before 30 December 2024, or 2 months after the due date of the first instalment, whichever is later; and
Fourth instalment to be made on or before 4 March 2025, or 2 months after the due date of the third instalment, whichever is later.

Instalment options	Date due	Instalment plan admin charge	Instalment plan interest rate	Unpaid rates interest rates
		\$	%	%
Option one				
Single full payment		0	0.0%	6.0%
Option two				
First instalment		0	0.0%	6.0%
Second instalment		7	3.0%	6.0%
Option three				
First instalment		0	0.0%	6.0%
Second instalment		7	3.0%	6.0%
Third instalment		7	3.0%	6.0%
Fourth instalment		7	3.0%	6.0%

Instalment Fees

For ratepayers electing to pay their rates by 2 or 4 instalments, then a charge of \$7 per instalment is charged.

For ratepayers making an arrangement with Council to pay their rates in more than 4 instalments, then an annual charge of \$42 is applied.

**CITY OF GREATER GERALDTON
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2025**

2. RATES AND SERVICE CHARGES (CONTINUED)

(b) Interest Charges and Instalments - Rates and Service Charges (Continued)

Interest on Instalments

Council has recognised that a number of ratepayers are taking up the option to pay their rates by instalments and will impose an interest rate of 3% on rates paid by instalment.

Penalty Interest on Late Payment - Rates

The Local Government (Financial Management) Regulations and section 6.51 of the Local Government Act 1995 prescribes that the maximum interest that can be levied on overdue rates is 11% per annum. Council has resolved to set its rate at 6%. This interest will apply after the expiry of 65 days from the date the rates notice is issued. Note: Penalty interest applied to Emergency Services Levy (State Government) will be 11%.

	2024/25 Budget revenue	2023/24 Forecast Actual revenue	2023/24 Budget revenue
	\$	\$	\$
Instalment plan admin charge revenue	80,000	80,000	81,000
Instalment plan interest earned	100,000	100,000	100,000
Unpaid rates and service charge interest earned	350,000	350,000	350,000
Deferred Pensioner Rates - interest	20,000	21,628	20,000
	550,000	551,628	551,000

**CITY OF GREATER GERALDTON
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2025**

2. RATES AND SERVICE CHARGES (CONTINUED)

(c) Service Charges

The City did not raise service charges for the year ended 30th June 2025.

(d) Waivers or concessions

Rate, fee or charge to which the waiver or concession is granted	Type	Waiver/ Concession	Discount %	Discount (\$)	2024/25 Budget	2023/24 Forecast Actual	2023/24 Budget	Circumstances in which the waiver or concession is granted	Objects and reasons of the waiver or concession
All properties owned by Murchison Region Aboriginal Corporation being used for provision of rental accommodation for Aboriginal people.	Rate	Concession	80.0%		\$ 116,362	\$ 110,394	\$ 110,864	Council resolution to continue existing concessional arrangement.	Agreement reached after mediation as recommended by SAT.
					116,362	110,394	110,864		

**CITY OF GREATER GERALDTON
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2025**

3. NET CURRENT ASSETS

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

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.

(c) Non-cash amounts excluded from operating activities

The following non-cash revenue or expenditure has been excluded from amounts attributable to operating activities within the Statement of Financial Activity in accordance with *Financial Management Regulation 32*.

Adjustments to operating activities

Less: Profit on asset disposals

Add: Loss on asset disposals

Add: Depreciation

Non-cash movements in non-current assets and liabilities:

- Pensioner deferred rates

- Employee provisions

Non cash amounts excluded from operating activities

	2024/25	2023/24	2023/24
Note	Budget 30 June 2025	Forecast Actual 30 June 2024	Budget 30 June 2024
	\$	\$	\$
5	(209,874)	(188,102)	(202,612)
5	57,386	548,800	543,950
6	25,066,658	24,816,658	25,748,958
	0	56,159	56,262
	0	0	(103)
	24,914,170	25,233,515	26,146,455

3. NET CURRENT ASSETS

(e) MATERIAL ACCOUNTING POLICIES

CURRENT AND NON-CURRENT CLASSIFICATION

The asset or liability is classified as current if it is expected to be settled within the next 12 months, being the City's operational cycle. In the case of liabilities where the City 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 City's intentions to release for sale.

TRADE AND OTHER PAYABLES

Trade and other payables represent liabilities for goods and services provided to the City prior to the end of the financial year that are unpaid and arise when the City 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. The carrying amounts of trade and other payables are considered to be the same as their fair values, due to their short-term nature.

PREPAID RATES

Prepaid rates are, until the taxable event has occurred (start of the next financial year), refundable at the request of the ratepayer. Rates received in advance are initially recognised as a financial liability. When the taxable event occurs, the financial liability is extinguished and the City 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.

Superannuation

The City contributes to a number of superannuation funds on behalf of employees. All funds to which the City 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.

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

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.

CONTRACT LIABILITIES

Contract liabilities represent the City's obligation to transfer goods or services to a customer for which the City has received consideration from the customer.

Contract liabilities represent obligations which are not yet satisfied. Contract liabilities are recognised as revenue when the performance obligations in the contract are satisfied.

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 grants, contributions, reimbursements, and goods sold and services performed in the ordinary course of business.

Trade and other receivables are recognised initially at the amount of consideration that is unconditional, unless they contain significant financing components, when they are recognised at fair value.

Trade receivables are held with the objective to collect the contractual cashflows and therefore the City 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 City 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 City 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.

EMPLOYEE BENEFITS

Short-term employee benefits

Provision is made for the City'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 City'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 determination of the net current asset position.

The City's obligations for employees' annual leave and long service leave entitlements are recognised as provisions in the determination of the net current asset position.

Other long-term employee benefits

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

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

CONTRACT ASSETS

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

**CITY OF GREATER GERALDTON
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2025**

4. 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	2024/25	2023/24		
	Budget	Forecast	Actual	2023/24 Budget
	\$	\$		\$
Cash at bank and on hand	8,162,472	7,816,621		7,771,093
Term deposits	15,000,000	12,000,000		10,250,000
Total cash and cash equivalents	23,162,472	19,816,621		18,021,093
Held as				
- Unrestricted cash and cash equivalents	12,236,989	18,931,111		13,327,029
- Restricted cash and cash equivalents	10,925,483	885,510		4,694,064
3(a)	23,162,472	19,816,621		18,021,093
Restrictions				
The following classes of assets have restrictions imposed by regulations or other externally imposed requirements which limit or direct the purpose for which the resources may be used:				
- Cash and cash equivalents	10,925,483	885,510		4,694,064
- Restricted financial assets at amortised cost - term deposits	19,059,385	42,759,385		33,158,176
	29,984,868	43,644,895		37,852,240
The assets are restricted as a result of the specified purposes associated with the liabilities below:				
Financially backed reserves	26,903,668	40,563,695		34,771,040
Unspent capital grants, subsidies and contribution liabilities	3,081,200	3,081,200		3,081,200
9	29,984,868	43,644,895		37,852,240
Reconciliation of net cash provided by operating activities to net result				
Net result	11,540,191	13,750,696		8,456,466
Depreciation	25,066,658	24,816,658		25,748,958
(Profit)/loss on sale of asset	(152,488)	360,698		341,338
(Increase)/decrease in receivables	525,000	202,896		489,378
(Increase)/decrease in contract assets	(22,500)	1,588,083		(30,000)
(Increase)/decrease in inventories	250,006	(127,298)		(27,041)
Increase/(decrease) in payables	173,106	(504,309)		592,644
Increase/(decrease) in contract liabilities	170,000	(1,570,060)		(3,645)
Increase/(decrease) in unspent capital grants	0	(631)		0
Increase/(decrease) in other provision	(372,193)	406,824		0
Increase/(decrease) in employee provisions	204,586	(345,605)		(1,760)
Capital grants, subsidies and contributions	(12,298,103)	(13,345,641)		(9,265,070)
Net cash from operating activities	25,084,263	25,232,311		26,301,268

MATERIAL 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.

Bank overdrafts are shown as short term borrowings in current liabilities in Note 3 - Net Current Assets.

FINANCIAL ASSETS AT AMORTISED COST

The City 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.

CITY OF GREATER GERALDTON
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2025

5. PROPERTY, PLANT AND EQUIPMENT

The following assets are budgeted to be acquired and/or disposed of during the year.

	2024/25 Budget				2023/24 Forecast Actual					2023/24 Budget				
	Additions	Disposals - Sale Proceeds	Disposals - Profit	Disposals - Loss	Additions	Disposals - Net Book Value	Disposals - Sale Proceeds	Disposals - Profit	Disposals - Loss	Additions	Disposals - Net Book Value	Disposals - Sale Proceeds	Disposals - Profit	Disposals - Loss
(a) Property, Plant and Equipment	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Land - freehold land	2,400,000	585,000	129,000		65,000					315,000				
Buildings - non-specialised	3,899,602				2,535,660	522,600		(522,600)		2,410,500	497,600			(497,600)
Furniture and equipment	1,479,301				1,657,309					1,606,000				
Plant and equipment	4,940,518	752,400	80,874	(57,386)	2,040,738	464,098	626,000	188,102	(26,200)	3,969,650	762,638	918,900	202,612	(46,350)
Other property, plant and equipment - Artwork	200,000				30,000					180,000				
Total	12,919,421	1,337,400	209,874	(57,386)	6,328,707	986,698	626,000	188,102	(548,800)	8,481,150	1,260,238	918,900	202,612	(543,950)
(b) Infrastructure														
Infrastructure - roads	15,764,529				10,203,719					11,051,000				
Infrastructure - footpaths	2,670,742				2,994,160					2,157,303				
Infrastructure - drainage	892,000				799,143					892,500				
Infrastructure - recreation	7,827,790				9,111,077					6,184,054				
Infrastructure - Meru landfill	1,031,195				7,752,485					670,000				
Other infrastructure - car parks	303,000				766,447					363,000				
Other infrastructure - airport	6,005,367				540,567					4,870,023				
Other infrastructure - bridges, floodways & major culverts	7,675,573				1,371,204					1,389,240				
Other infrastructure - lighting	977,540				404,275					1,157,000				
Total	43,147,736	0	0	0	33,943,077	0	0	0	0	28,734,120	0	0	0	0
Total	56,067,157	1,337,400	209,874	(57,386)	40,271,784	986,698	626,000	188,102	(548,800)	37,215,270	1,260,238	918,900	202,612	(543,950)

MATERIAL 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 *Financial Management Regulation 17A(5)*. These assets are expensed immediately.

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

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.

**CITY OF GREATER GERALDTON
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2025**

6. DEPRECIATION

By Class

Buildings - non-specialised	2,421,110	2,421,110	2,162,268
Furniture and equipment	630,322	630,322	501,924
Plant and equipment	970,777	970,777	1,145,102
Infrastructure - roads	10,355,863	10,255,863	14,305,608
Infrastructure - footpaths	2,077,109	2,077,109	1,421,066
Infrastructure - drainage	1,194,270	1,194,270	1,305,349
Infrastructure - effluent scheme	65,455	65,455	18,695
Infrastructure - recreation	2,462,321	2,362,321	2,134,381
Infrastructure - Meru landfill	2,387,630	2,337,630	1,069,535
Other infrastructure - car parks	876,224	876,224	498,368
Other infrastructure - airport	1,271,039	1,271,039	1,143,622
Other infrastructure - lighting	311,498	311,498	0
Right of use - furniture and fittings	43,040	43,040	43,040
	25,066,658	24,816,658	25,748,958

By Program

Governance	867,147	867,147	738,749
Law, order, public safety	205,722	205,722	205,722
Health	21,213	21,213	21,213
Education and welfare	97,119	97,119	97,119
Housing	30,240	30,240	30,240
Community amenities	2,759,569	2,709,569	1,135,872
Recreation and culture	3,662,096	3,562,096	3,334,156
Transport	16,359,589	16,259,589	19,121,924
Economic services	3,338	3,338	3,338
Other property and services	1,060,625	1,060,625	1,060,625
	25,066,658	24,816,658	25,748,958

MATERIAL ACCOUNTING POLICIES

DEPRECIATION

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

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

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

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

Buildings - non-specialised	20 to 100 years
Buildings - specialised	50 to 80 years
Furniture and equipment	5 to 15 years
Plant and equipment	5 to 15 years
Infrastructure - roads	20 to 80 years
Infrastructure - footpaths	20 to 40 years
Infrastructure - drainage	50 to 80 years
Infrastructure - effluent scheme	30 to 80 years
Infrastructure - recreation	10 to 100 Years
Infrastructure - Meru landfill	10 to 80 Years
Other infrastructure - car parks	20 to 80 years
Other infrastructure - airport	20 to 80 years
Other infrastructure - bridges, floodways & major culverts	70 to 90 years
Other infrastructure - lighting	10 to 25 years
Right of use - furniture and fittings	2 to 5 years
Intangible assets - intangible assets	40 years

2024/25	2023/24	2023/24
Budget	Forecast	Budget
\$	\$	\$
2,421,110	2,421,110	2,162,268
630,322	630,322	501,924
970,777	970,777	1,145,102
10,355,863	10,255,863	14,305,608
2,077,109	2,077,109	1,421,066
1,194,270	1,194,270	1,305,349
65,455	65,455	18,695
2,462,321	2,362,321	2,134,381
2,387,630	2,337,630	1,069,535
876,224	876,224	498,368
1,271,039	1,271,039	1,143,622
311,498	311,498	0
43,040	43,040	43,040
25,066,658	24,816,658	25,748,958
867,147	867,147	738,749
205,722	205,722	205,722
21,213	21,213	21,213
97,119	97,119	97,119
30,240	30,240	30,240
2,759,569	2,709,569	1,135,872
3,662,096	3,562,096	3,334,156
16,359,589	16,259,589	19,121,924
3,338	3,338	3,338
1,060,625	1,060,625	1,060,625
25,066,658	24,816,658	25,748,958

AMORTISATION

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

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

Amortisation is included within Depreciation on non-current assets in the Statement of Comprehensive Income.

**CITY OF GREATER GERALDTON
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2025**

7. BORROWINGS

(a) Borrowing repayments

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

Purpose	Loan Number	Institution	Interest Rate	2024/25	2024/25	Budget	2024/25	2023/24	2023/24	Forecast	2023/24	2023/24	Budget	2023/24	Budget	2023/24	
				Budget Principal 1 July 2024	Budget New Loans	Budget Principal Repayments	Principal Outstanding 30 June 2025	Budget Interest Repayments	Actual Principal 1 July 2023	Forecast Actual New Loans	Forecast Actual Principal Repayments	Forecast Actual Principal Outstanding 30 June 2024	Forecast Actual Interest Repayments	Budget Principal 1 July 2023	Budget New Loans	Budget Principal Repayments	Principal Outstanding 30 June 2024
Animal Management Facility	276	WATC	2.0%	569,988	0	(282,173)	287,815	846,628	0	(276,640)	569,988	(15,478)	846,628	0	(276,640)	569,988	(15,478)
Meru Resource Facility	278	WATC	2.2%	3,694,710	0	(706,394)	2,988,316	4,385,542	0	(690,832)	3,694,710	(94,389)	4,385,541	0	(690,832)	3,694,709	(94,389)
Foreshore Stabilisation and Protection	268	WATC	3.1%	137,222	0	(137,222)	0	270,301	0	(133,079)	137,222	(7,332)	270,301	0	(133,079)	137,222	(7,332)
Aquarena Upgrade	264	WATC	4.4%	0	0	0	0	240,987	0	(240,987)	0	(7,909)	240,988	0	(240,988)	0	(7,909)
QPT Airconditioner Replacement	271	WATC	2.9%	727,467	0	(358,462)	369,005	1,075,687	0	(348,220)	727,467	(28,886)	1,075,687	0	(348,220)	727,467	(28,886)
Recreation Ground Grandstand	263	WATC	4.4%	0	0	0	0	150,618	0	(150,618)	0	(4,943)	150,618	0	(150,618)	0	(4,943)
Geraldton Multi Use Facility, Youth Precinct, Beach Access Ramp	272	WATC	3.2%	2,134,042	0	(276,525)	1,857,517	2,401,900	0	(267,858)	2,134,042	(74,968)	2,401,900	0	(267,858)	2,134,042	(74,968)
Beresford Foreshore	277	WATC	2.2%	976,459	0	(186,690)	789,769	1,159,036	0	(182,577)	976,459	(24,946)	1,159,035	0	(182,577)	976,458	(24,946)
Airport Projects	269	WATC	3.1%	345,344	0	(345,344)	0	680,258	0	(334,914)	345,344	(18,453)	680,258	0	(334,914)	345,344	(18,453)
Airport Runway Overlay	275	WATC	2.8%	5,998,646	0	(326,330)	5,672,316	6,315,965	0	(317,319)	5,998,646	(175,889)	6,315,965	0	(317,319)	5,998,646	(175,889)
Old Works Depot	268	WATC	4.4%	0	0	0	0	120,494	0	(120,494)	0	(3,954)	120,494	0	(120,494)	0	(3,954)
Olive Street Development	274	WATC	3.1%	1,232,948	0	(398,286)	834,662	1,619,055	0	(386,107)	1,232,948	(47,679)	1,619,055	0	(386,107)	1,232,948	(47,679)
Old Railway Building	266	WATC	4.4%	0	0	0	0	124,108	0	(124,108)	0	(4,073)	124,108	0	(124,108)	0	(4,073)
Loan Guarantee Fee		WATC		0	0	0	(109,930)	0	0	0	0	(136,809)	0	0	0	0	(141,809)
				15,816,826	0	(3,017,426)	12,799,400	19,390,579	0	(3,573,753)	15,816,826	(645,708)	19,390,578	0	(3,573,755)	15,816,824	(650,708)
Self Supporting Loans																	
Wonthella Bowling Club	279	WATC	0.5%	80,590	0	(40,196)	40,394	120,589	0	(39,999)	80,590	(544)	120,589	0	(39,999)	80,590	(544)
Geraldton Yacht Club	96	WATC	3.2%	109,485	0	(26,098)	83,387	134,777	0	(25,292)	109,485	(4,061)	134,777	0	(25,292)	109,485	(4,061)
Geraldton Amateur Basketball Association	280	WATC	5.0%	0	0	0	0	0	0	0	0	0	550,000	0	(21,531)	528,469	(13,750)
Geraldton Hockey Association	281	WATC	1.3%	456,914	0	(58,490)	398,424	514,682	0	(57,768)	456,914	(6,235)	514,682	0	(57,768)	456,914	(6,235)
Rovers Football Club	282	WATC	5.0%	0	150,000	(9,283)	140,717	0	0	0	0	0	0	150,000	(9,080)	140,920	(3,750)
				646,989	150,000	(134,067)	662,922	770,048	0	(123,059)	646,989	(10,840)	770,048	700,000	(153,670)	1,316,378	(28,340)
				16,463,815	150,000	(3,151,493)	13,462,322	20,160,627	0	(3,696,812)	16,463,815	(656,548)	20,160,626	700,000	(3,727,425)	17,133,202	(679,048)

All borrowing repayments, other than self supporting loans, will be financed by general purpose revenue. The self supporting loan(s) repayment will be fully reimbursed.

CITY OF GREATER GERALDTON
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2025

7. BORROWINGS

(b) New borrowings - 2024/25

Particulars/Purpose	Institution	Loan type	Term (years)	Interest rate	Amount borrowed budget	Total interest & charges	Amount used budget	Balance unspent
				%	\$	\$	\$	\$
Rovers Football Club SSL	WATC	Self Supporting	7	5.0%	150,000	3,750	150,000	0
					150,000	3,750	150,000	0

(c) Unspent borrowings

The City had no unspent borrowing funds as at 30th June 2024 nor is it expected to have unspent borrowing funds as at 30th June 2025.

(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	200,000	200,000	115,000
Credit card balance at balance date	(15,000)	(10,000)	(15,000)
Total amount of credit unused	185,000	190,000	100,000

2024/25	2023/24 Forecast	2023/24
Budget	Actual	Budget
\$	\$	\$
0	0	0
0	0	0
200,000	200,000	115,000
(15,000)	(10,000)	(15,000)
185,000	190,000	100,000
13,462,322	16,463,815	17,133,202

Loan facilities

Loan facilities in use at balance date	13,462,322	16,463,815	17,133,202
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MATERIAL 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.

**CITY OF GREATER GERALDTON
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2025**

8. LEASE LIABILITIES

Purpose	Institution	Lease Interest Rate	Lease Term	Budget Lease Principal	2024/25 Budget New Leases	2024/25 Budget Lease Principal Repayments	Budget Lease Principal Outstanding	2024/25 Budget Lease Interest Repayments	Actual Principal	2023/24 Forecast Actual New Leases	2023/24 Forecast Actual Lease Principal Repayments	Forecast Actual Lease Principal Outstanding	2023/24 Forecast Actual Lease Interest Repayments	Budget Principal	2023/24 Budget New Leases	2023/24 Budget Lease Principal Repayments	Budget Lease Principal Outstanding	2023/24 Budget Lease Interest Repayments
				1 July 2024	\$	\$	\$	\$	1 July 2023	\$	\$	\$	\$	\$	\$	\$	\$	\$
Printers	BOQ	6.1%	5	8,286	0	(8,286)	0	(64)	56,260	0	(47,974)	8,286	(2,119)	56,260	0	(47,974)	8,286	(2,119)
				8,286	0	(8,286)	0	(64)	56,260	0	(47,974)	8,286	(2,119)	56,260	0	(47,974)	8,286	(2,119)

MATERIAL ACCOUNTING POLICIES

LEASES

At the inception of a contract, the City assesses whether the contract and a lease is, or contains, a lease. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

At the commencement date, a right-of-use asset is recognised at cost liability at the present value of the lease payments that are not paid at that date. The lease payments are discounted using the interest rate implicit in the lease, if that rate can be readily determined. If that rate cannot be readily determined, the City uses

LEASE LIABILITIES

The present value of future lease payments not paid at the reporting date discounted using the incremental borrowing rate where the implicit interest rate in the lease is not readily determined.

**CITY OF GREATER GERALDTON
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2025**

9. RESERVE ACCOUNTS

(a) Reserve Accounts - Movement

	2024/25				Forecast Actual				2023/24			
	Opening Balance	Transfer to	Transfer (from)	Closing Balance	Opening Balance	Transfer to	Transfer (from)	Closing Balance	Opening Balance	Transfer to	Transfer (from)	Closing Balance
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Restricted by legislation												
(a) Cash-in-lieu of public open space reserve	1,667,075		(250,000)	1,417,075	1,667,075			1,667,075	1,403,965		0	1,403,965
	1,667,075	0	(250,000)	1,417,075	1,667,075	0	0	1,667,075	1,403,965	0	0	1,403,965
Restricted by council												
(b) Employee Entitlement Reserve	3,100,000			3,100,000	3,100,000			3,100,000	3,100,000			3,100,000
(c) Parking Land Reserve	1,127,759			1,127,759	551,759	576,000		1,127,759	551,759			551,759
(d) Unexpended Capital Works & Restricted Grants	10,878,578		(8,460,117)	2,418,461	22,587,461	6,718,700	(18,427,583)	10,878,578	4,847,050			4,847,050
(e) Major Initiatives Reserve	11,059,750	5,112,707	(8,251,367)	7,921,090	11,059,750		0	11,059,750	14,001,405		(2,221,367)	11,780,038
(f) Asset Renewal Reserve	12,354,465		(2,000,000)	10,354,465	12,602,465		(248,000)	12,354,465	12,721,910			12,721,910
(g) Point Moore Reserve	226,068	38,750		264,818	187,318	38,750		226,068	182,318	34,000		216,318
(h) Public Art Reserve	150,000	150,000		300,000	0	150,000		150,000	0	150,000		150,000
	38,896,620	5,301,457	(18,711,484)	25,486,593	50,088,753	7,483,450	(18,675,583)	38,896,620	35,404,442	184,000	(2,221,367)	33,367,075
	40,563,695	5,301,457	(18,961,484)	26,903,668	51,755,828	7,483,450	(18,675,583)	40,563,695	36,808,407	184,000	(2,221,367)	34,771,040

(b) Reserve Accounts - 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	Purpose of the reserve
(a) Cash-in-lieu of public open space reserve	The purpose of this reserve is to comply with the requirements of Section 154 of the Planning and Development Act 2005 to hold funds for development of public open space.
(b) Employee Entitlement Reserve	The purpose of this reserve is for the funding of payments not predicted or provided for in Councils annual budget. It is also intended to fund large payments to staff that may occur in any year, principally being long service leave payments, but shall include provision for voluntary redundancy payments, accrued non-current annual leave and sick leave entitlements as provided for under the City's Enterprise Agreement.
(c) Parking Land Reserve	The purpose of this reserve is to build up funds that can be used for the acquisition of land for car parking and provision of parking facilities within the City.
(d) Unexpended Capital Works & Restricted Grants	The purpose of this reserve is to restrict grant unds received that were unspent in the financial year including any tied contribution from the City plus unexpended capital works to be carried over to the next financial year.
(e) Major Initiatives Reserve	The purpose of this reserve is to provide funding tied to prioritised capital works progra and major projects/initiatives. Funds to be mainly derived from net proceeds on land sales.
(f) Asset Renewal Reserve	The purpose of this reserve is to fund infrastructure renewal. Any funds that are unspent from the annual asset renewal program are to be disbursed into this reserve for future renewal programs, unbudgeted emergent and/or emergency renewal works.
(g) Point Moore Reserve	The purpose of this reserve is to build funds fro the annual demolition levy applied and to be paid by the Lessee per clause 4.2 of Point Moore Beach Cottages Leases in removal of all improvements and in remediation of sites.
(h) Public Art Reserve	The purpose of this reserve is to fund public art acquisitions and renewals. Any funds that are unspent from the annual public art renewal budget along with an annual allocation are to be disbursed into this reserve for future public art acquisitions and renewals.

**CITY OF GREATER GERALDTON
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FOR THE YEAR ENDED 30 JUNE 2025**

10. OTHER INFORMATION

	2024/25	2023/24	
	Budget	Forecast	Actual
	Budget	Budget	
	\$	\$	\$
The net result includes as revenues			
(a) Interest earnings			
Investments	3,725,000	3,700,873	2,230,000
Interest on Self Supporting & Council Loans	15,872	14,897	28,340
The net result includes as expenses			
(b) Auditors remuneration			
Audit services	90,000	87,000	56,000
Other services	23,000	15,000	10,000
	113,000	102,000	66,000
(c) Interest expenses (finance costs)			
Borrowings (refer Note 7(a))	530,442	656,548	679,048
Interest on lease liabilities (refer Note 8)	64	2,119	2,119
Other finance costs	1,000		
	531,506	658,667	681,167
(d) Write offs			
General rate	42,000	81,962	42,000
Fees and charges	1,000	118,072	50,000
	43,000	200,034	92,000

**CITY OF GREATER GERALDTON
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FOR THE YEAR ENDED 30 JUNE 2025**

11. ELECTED MEMBERS REMUNERATION

	2024/25 Budget	2023/24 Forecast Actual	2023/24 Budget
	\$	\$	\$
Elected member 1			
Mayor's allowance	97,115	93,380	93,380
Meeting attendance fees	51,412	49,435	49,435
Other expenses (Training)	4,000		4,000
Travel and accommodation expenses	4,000	81	2,100
	156,527	142,896	148,915
Elected member 2			
Deputy Mayor's allowance	24,278	23,345	23,345
Meeting attendance fees	34,278	32,960	32,960
Other expenses (Training)	3,000		3,000
Travel and accommodation expenses	2,100		5,000
	63,656	56,305	64,305
Elected member 3			
Meeting attendance fees	34,278	32,960	32,960
Other expenses (Training)	2,300		2,300
Travel and accommodation expenses	100	545	100
	36,678	33,505	35,360
Elected member 4			
Meeting attendance fees	34,278	32,960	32,960
Other expenses (Training)	2,300		2,300
Travel and accommodation expenses	1,100		4,800
	37,678	32,960	40,060
Elected member 5			
Meeting attendance fees	34,278	32,960	32,960
Other expenses (Training)	2,300		2,300
Travel and accommodation expenses	100		100
	36,678	32,960	35,360
Elected member 6			
Meeting attendance fees	34,278	32,960	32,960
Other expenses (Training)	2,300		2,300
Travel and accommodation expenses	100		100
	36,678	32,960	35,360
Elected member 7			
Meeting attendance fees	34,278	32,960	32,960
Other expenses (Training)	2,300		2,300
Travel and accommodation expenses	100		100
	36,678	32,960	35,360
Elected member 8			
Meeting attendance fees	34,278	32,960	32,960
Other expenses (Training)	2,300		2,300
Travel and accommodation expenses	100		100
	36,678	32,960	35,360
Elected member 9			
Meeting attendance fees	34,278	32,960	32,960
Child care expenses	100		
Other expenses (Training)	2,300		2,300
Travel and accommodation expenses	100		100
	36,778	32,960	35,360
Elected member 10			
Meeting attendance fees	34,278	32,960	32,960
Child care expenses	2,400	4,807	
Other expenses (Training)	2,300		2,300
Travel and accommodation expenses	100	97	100
	39,078	37,864	35,360
Elected member 11			
Meeting attendance fees	34,278	32,960	32,960
Other expenses (Training)	2,300		2,300
Travel and accommodation expenses	100		4,800
	36,678	32,960	40,060
Elected member 12			
Meeting attendance fees	0	10,113	10,987
Other expenses	0		750
Travel and accommodation expenses	0	2,409	50
	0	12,522	11,787
Total Elected Member Remuneration	553,785	513,812	552,647
Mayor's allowance	97,115	93,380	93,380
Deputy Mayor's allowance	24,278	23,345	23,345
Meeting attendance fees	394,192	389,148	390,022
Child care expenses	2,500	4,807	0
Other expenses	27,700	0	28,450
Travel and accommodation expenses	8,000	3,132	17,450
	553,785	513,812	552,647

**CITY OF GREATER GERALDTON
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FOR THE YEAR ENDED 30 JUNE 2025**

12. MAJOR LAND TRANSACTIONS

It is not anticipated any major land transactions will occur in 2024/25.

**CITY OF GREATER GERALDTON
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2025**

13. TRADING UNDERTAKINGS AND MAJOR TRADING UNDERTAKINGS

Meru Waste Disposal Facility

(a) Details

The Meru Waste Disposal Facility provides a regional approach to waste management in the Midwest. The vision of the City is to lead the community to an improved level of sustainability to encourage waste avoidance, maximise the recovery of materials and provide efficient, yet cost effective, waste management and resource recovery services to the region. These objectives are achievable by actively engaging the community in sustainable waste practices, by supporting and promoting waste minimisation principles and implementing the objectives of WA Waste Avoidance and Resource Recovery Strategy 2030.

The City's current focus is on the introduction of landfill gas management initiatives, closing and capping of inactive landfill cells and reviewing its liquid waste pond service. Landfill gas management will be a major step towards the City achieving its net zero greenhouse emissions target by 2030. Closing and capping of inactive landfill cells is a compliance requirement of the City's prescribed premises licence. The increase in economic development activities both in the mining and exploration sector in the Midwest has seen an increased need for liquid waste disposal facilities. The City is looking to develop its liquid waste ponds to meet these market demands.

The Meru Waste Disposal Facility receives over 9000 visitors every month. The new Resource Recovery Station provides a safe and accessible way for the community to achieve its State Waste Avoidance and Recovery targets for increased material recovery.

(b) Statement of Comprehensive Income

	2023/24 Forecast Actual	2024/25 Budget	2025/26 Forecast	2026/27 Forecast	2027/28 Forecast	2028/29 Forecast	2029/30 Forecast
	\$	\$	\$	\$	\$	\$	\$
Revenue							
Fees and Charges	7,457,885	8,402,545	8,570,596	8,742,008	9,004,268	9,229,375	9,413,962
	<u>7,457,885</u>	<u>8,402,545</u>	<u>8,570,596</u>	<u>8,742,008</u>	<u>9,004,268</u>	<u>9,229,375</u>	<u>9,413,962</u>
Expenditure							
Operating expenditure	(5,236,310)	(5,897,732)	(6,074,664)	(6,256,904)	(6,444,611)	(6,637,949)	(6,837,088)
Depreciation expense	(2,348,078)	(2,416,897)	(2,441,066)	(2,465,477)	(2,490,131)	(2,515,033)	(2,540,183)
	<u>(7,584,388)</u>	<u>(8,314,629)</u>	<u>(8,515,730)</u>	<u>(8,722,381)</u>	<u>(8,934,742)</u>	<u>(9,152,982)</u>	<u>(9,377,271)</u>
NET RESULT	(126,503)	87,916	54,866	19,627	69,526	76,393	36,691
TOTAL COMPREHENSIVE INCOME	<u>(126,503)</u>	<u>87,916</u>	<u>54,866</u>	<u>19,627</u>	<u>69,526</u>	<u>76,393</u>	<u>36,691</u>

CITY OF GREATER GERALDTON
NOTES TO AND FORMING PART OF THE BUDGET
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14. TRADING UNDERTAKINGS AND MAJOR TRADING UNDERTAKINGS

Geraldton Regional Airport

(a) Details

The City owns and operates Geraldton Airport as a self-sustaining business unit.

Regular Passenger Transport (RPT) Carrier services include:

> the Geraldton to Perth route with weekday double daily morning / evening flights and weekend days with double daily flights

> the Geraldton to Karratha and on to Port Hedland and Broome route three days per week

The City has provided support and incentives to Nexus Airlines servicing both RPT routes, with the introduction of the new carrier seeing passenger numbers on track to increase 30% by end of financial year. The benefit to the community of having a regional based aircraft located at Geraldton Airport has further enhanced the community returns, with locally based personnel, new support business and increased employment for aviation activities.

Charter operations supporting hinterland and Pilbara mining operations are also on track to increase 30% by end of financial year. As the mining industry continues to evolve, adapt and thrive, air transport for mine site labour is also a growing source of income for the airport.

The City is working with consultants marketing Geraldton Airport to international carriers as a diversion alternate port with 8 agreements in place to date, and the potential of 10 new agreements in the next 12 months. The diversion alternate option for airlines provides them with the opportunity to reduce their fuel uplift which can be converted to payload. The carriers pay a fee for the privilege of holding Geraldton as a diversion alternate, which is of direct benefit to the City finances. The repetitive nature of airline schedules mean those fees now provide additional monthly income streams to airport revenue.

Major funding has been secured for a solar and battery microgrid at the airport, with the project planned construction phase to commence early in the 2024/25 financial year. This will provide the airport precinct and emergency services operations continuous green power and resilience in the case of major catastrophic events such as experienced following Cyclone Seroja in 2021. The microgrid will be built on airport grounds and tie into the existing airport High Voltage Electrical Substation near the entrance to the airport.

(b) Statement of Comprehensive Income

	2023/24	2024/25	2025/26	2026/27	2027/28	2028/29	2029/30
	Forecast						
	Actual	Budget	Forecast	Forecast	Forecast	Forecast	Forecast
	\$	\$	\$	\$	\$	\$	\$
Revenue							
Fees and Charges	6,808,520	8,402,545	8,654,621	8,827,714	9,004,268	9,184,353	9,368,040
	6,808,520	8,402,545	8,654,621	8,827,714	9,004,268	9,184,353	9,368,040
Expenditure							
Operating expenditure	(3,718,076)	(4,723,297)	(4,864,996)	(5,010,946)	(5,161,274)	(5,316,112)	(5,475,596)
Depreciation expense	(1,703,364)	(1,714,435)	(1,731,579)	(1,748,895)	(1,766,384)	(1,784,048)	(1,801,888)
	(5,421,440)	(6,437,732)	(6,596,575)	(6,759,841)	(6,927,658)	(7,100,160)	(7,277,484)
NET RESULT	1,387,080	1,964,813	2,058,046	2,067,873	2,076,610	2,084,193	2,090,556
TOTAL COMPREHENSIVE INCOME	1,387,080	1,964,813	2,058,046	2,067,873	2,076,610	2,084,193	2,090,556

**CITY OF GREATER GERALDTON
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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 June 2024	Estimated amounts received	Estimated amounts paid	Estimated balance 30 June 2025
	\$	\$	\$	\$
Unclaimed Monies	7,000	200	(1,000)	6,200
Mid West Industry Road Safety Alliance	14,500		(14,500)	0
Revegetation Contributions	152,389			152,389
	<u>173,889</u>	200	(15,500)	<u>158,589</u>

**CITY OF GREATER GERALDTON
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2025**

16. REVENUE AND EXPENDITURE

(a) Revenue and Expenditure Classification

REVENUES

RATES

All rates levied under the *Local Government Act 1995*. Includes general, differential, specific area rates, minimum payment, interim rates, back rates, ex-gratia rates, less discounts offered.

Exclude administration fees, interest on instalments, interest on arrears, service charges and sewerage rates.

GRANTS, SUBSIDIES AND CONTRIBUTIONS

All amounts received as grants, subsidies and contributions that are not capital grants.

CAPITAL 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.

REVENUE FROM CONTRACTS WITH CUSTOMERS

Revenue from contracts with customers is recognised when the local government satisfies its performance obligations under the contract.

FEES AND CHARGES

Revenues (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.

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 the charges which can be raised. These are television and radio broadcasting, underground electricity and neighbourhood surveillance services and water.

Exclude rubbish removal charges which should not be classified as a service charge. 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.

INTEREST REVENUE

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 cannot be classified under the above headings, includes dividends, discounts, rebates etc.

PROFIT ON ASSET DISPOSAL

Gain on the disposal of assets including gains on the disposal of long-term investments.

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.

Note *AASB 119 Employee Benefits* provides a definition of employee benefits which should be considered.

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 (such as telephone and internet charges), 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 and rental or lease expenditures.

UTILITIES (GAS, ELECTRICITY, WATER)

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.

DEPRECIATION ON NON-CURRENT ASSETS

Depreciation and amortisation expenses raised on all classes of assets.

FINANCE COSTS

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 levies including DFES levy and State taxes. Donations and subsidies made to community groups.

**CITY OF GREATER GERALDTON
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2025**

16. REVENUE AND EXPENDITURE

(b) Revenue Recognition

Recognition of revenue from contracts with customers is dependant on the source of revenue and the associated terms and conditions associated with each source of revenue and recognised as follows:

Revenue Category	Nature of goods and services	When obligations typically satisfied	Payment terms	Returns/Refunds/Warranties	Timing of Revenue recognition
Grant contracts with customers	Community events, minor facilities, research, design, planning evaluation and services	Over time	Fixed terms transfer of funds based on agreed milestones and reporting	Contract obligation if project not complete	Output method based on project milestones and/or completion date matched to performance obligations as inputs are shared
Licences/ Registrations/ Approvals	Building, planning, development and animal management, having the same nature as a licence regardless of naming.	Single point in time	Full payment prior to issue	None	On payment and issue of the licence, registration or approval
Waste management entry fees	Waste treatment, recycling and disposal service at disposal sites	Single point in time	Payment in advance at gate or on normal trading terms if credit provided	None	On entry to facility
Airport landing charges	Permission to use facilities and runway	Single point in time	Monthly in arrears	None	On landing/departure event
Fees and charges for other goods and services	Cemetery services, library fees, reinstatements and private works	Single point in time	Payment in full in advance	None	Output method based on provision of service or completion of works
Sale of stock	Aviation fuel, kiosk and visitor centre stock	Single point in time	In full in advance, on 15 day credit	Refund for faulty goods	Output method based on goods

**CITY OF GREATER GERALDTON
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FOR THE YEAR ENDED 30 JUNE 2025**

17. PROGRAM INFORMATION

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

OBJECTIVE

ACTIVITIES

Governance

To provide a decision making process for the efficient allocation of scarce resources

Includes the activities of members of Council and the administrative support available to the Council for the provision of governance to the district. Other costs relate to the task of assisting elected members and ratepayers on matter which do not concern specific Council services.

General purpose funding

To collect revenue to allow for the provision of services

Rates, interest revenue and other general purpose government grants together with any expenses incurred in realising these incomes.

Law, order, public safety

To provide services to help ensure a safer and environmentally conscious community.

Supervision and enforcement of various by-laws, fire prevention, animal control and emergency services.

Health

To provide an operational framework for environmental and community health.

Preventative services including food control, health inspections, pest control, noise control, and support of medical centre in Mullewa.

Education and welfare

To provide services for seniors, children and youth.

Queen Elizabeth II Seniors Centre operations and programs, youth centre and programs, disability and reconciliation activities.

Housing

To provide staff housing.

Provision and maintenance of staff housing in Mullewa.

Community amenities

To provide services required by the community.

Includes rubbish collection and disposal services, Meru refuse site operations, litter control, environmental protection initiatives, town planning scheme administration, cemetery operations, and community services.

Recreation and culture

To establish and effectively manage infrastructure and resources which will help the social well-being of the community.

Maintenance of halls, swimming areas and beaches, Aquarena, Doc Docherty Swimming Pool, Water Park, sporting grounds and parks. Operation of Regional Library, Art Gallery and Queens Park Theatre. Support of museums and provision of heritage services.

Transport

To provide safe, effective and efficient transport services to the community.

Construction and maintenance of roads, bridges, drainage, footpaths, cycle ways, parking facilities, traffic signs and depot. Also includes cleaning of streets, maintenance of street trees, street lighting. Operate regional airport and maintain Mullewa airstrip.

Economic services

To help promote the City and its economic wellbeing.

Operation of visitors centre, tourism and promotion initiatives, maintenance and operation of Mullewa Caravan Park, implementation of building controls. Economic development and marketing.

Other property and services

To provide effective and efficient property services to the community.

Private works, plant repair and operating costs, public works overheads, land and property services.

**CITY OF GREATER GERALDTON
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2025**

18. FEES AND CHARGES

	2024/25	2023/24		2023/24
	Budget	Forecast	Actual	Budget
	\$	\$		\$
By Program:				
Governance	313,150	309,150		12,650
General purpose funding	296,000	296,000		296,000
Law, order, public safety	151,000	146,000		351,000
Health	81,000	88,000		79,000
Education and welfare	42,700	42,700		35,000
Community amenities	17,062,303	15,985,110		15,481,046
Recreation and culture	1,790,705	1,629,150		1,474,645
Transport	8,402,545	6,365,450		6,639,650
Economic services	742,770	752,241		693,568
Other property and services	947,400	923,636		992,500
	29,829,573	26,537,437		26,055,059

The subsequent pages detail the fees and charges proposed to be imposed by the local government.