



Shire of Irwin

2026/27 Annual Budget



Shire President's Message to the Community

As we move into the 2026/27 financial year, Council has adopted a budget focused on maintaining the services and infrastructure our community relies on, while continuing to plan responsibly for the future.

The Shire of Irwin is a growing community, and our budget reflects the need to maintain our roads, footpaths, parks, facilities and public spaces, while continuing to invest in projects that support community wellbeing, tourism and economic development.

The 2026/27 Budget provides for significant investment in infrastructure, with more than \$12.8 million allocated to infrastructure construction, including continued investment in our road network and other community infrastructure. The Shire has also secured more than \$10.7 million in capital grants, subsidies and contributions, helping to deliver important projects while reducing the reliance on rate revenue to fund major capital works.

A major focus for the coming year is the continued development of the Port Denison Foreshore, with the Foreshore Core Precinct forming an important part of the Shire's long-term vision to improve community facilities, create more opportunities for events and activities, and enhance the area for residents and visitors.

The budget also continues our investment in essential infrastructure and services, including:

- Continued investment in roads and transport infrastructure, including \$1.6 million in road infrastructure works.
- Development of the Port Denison Foreshore, including the next stages of the \$4.5 million Foreshore Core Precinct project.
- Continued renewal of plant and equipment to support the delivery and maintenance of Shire services.
- Ongoing investment in parks, public spaces, footpaths and community infrastructure.
- Provision for essential services including waste management, public safety, community amenities, recreation, tourism and economic development.

Council has also taken a long-term approach to financial sustainability, balancing investment in our community with the need to carefully manage the Shire's ongoing financial commitments.

I would like to acknowledge the significant contribution of our Shire Councillors, CEO and staff in developing and delivering the 2026/27 Budget and thank the Shire of Irwin community for your ongoing support.

SHIRE OF IRWIN
ANNUAL BUDGET
FOR THE YEAR ENDED 30 JUNE 2027
LOCAL GOVERNMENT ACT 1995

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The Shire of Irwin a Class 3 local government conducts the operations of a local government with the following community vision:

Vision

A safe place to live, an exciting place to visit and a progressive place to work.

Mission

Delivering excellence in service, driving growth and building strong relationships.

SHIRE OF IRWIN
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2027

	Note	2026/27 Budget	2025/26 Actual	2025/26 Budget
Revenue		\$	\$	\$
Rates	2(a)	8,054,884	7,216,980	7,641,077
Grants, subsidies and contributions		600,819	1,702,163	1,478,455
Fees and charges	14	2,904,089	2,839,498	2,627,912
Interest revenue	10(a)	229,093	190,552	212,409
Other revenue		325,820	588,157	338,884
		12,114,705	12,537,350	12,298,737
Expenses				
Employee costs		(4,020,554)	(4,960,058)	(4,184,296)
Materials and contracts		(3,973,161)	(4,245,594)	(4,314,707)
Utility charges		(617,901)	(610,088)	(561,912)
Depreciation	6	(4,953,491)	(2,532,181)	(4,891,805)
Finance costs	10(c)	(213,634)	(227,053)	(229,459)
Insurance		(305,343)	(288,962)	(273,429)
Other expenditure		(182,908)	(186,816)	(265,028)
		(14,266,992)	(13,050,752)	(14,720,636)
		(2,152,287)	(513,402)	(2,421,899)
Capital grants, subsidies and contributions		10,761,923	2,290,288	9,525,442
Profit on asset disposals	5	0	13,182	20,000
Loss on asset disposals	5	0	(44,289)	0
		10,761,923	2,259,181	9,545,442
Net result for the period		8,609,636	1,745,779	7,123,543
Total other comprehensive income for the period		0	0	0
Total comprehensive income for the period		8,609,636	1,745,779	7,123,543

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

SHIRE OF IRWIN
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2027

CASH FLOWS FROM OPERATING ACTIVITIES

Receipts

	Note	2026/27 Budget	2025/26 Actual	2025/26 Budget
Rates		\$ 8,054,884	\$ 7,038,782	\$ 7,701,077
Grants, subsidies and contributions		3,200,819	1,223,657	1,843,170
Fees and charges		2,904,089	2,839,498	2,627,912
Interest revenue		229,093	190,552	212,409
Goods and services tax received		0	515,486	601,327
Other revenue		325,820	588,157	338,884
		14,714,705	12,396,132	13,324,779

Payments

Employee costs		(4,020,554)	(4,681,994)	(4,184,296)
Materials and contracts		(3,396,095)	(4,274,805)	(4,395,907)
Utility charges		(617,901)	(610,088)	(561,912)
Finance costs		(213,634)	(206,399)	(229,459)
Insurance paid		(305,343)	(288,962)	(273,429)
Goods and services tax paid		0	(601,237)	(601,327)
Other expenditure		(182,908)	(186,816)	(265,028)
		(8,736,435)	(10,850,301)	(10,511,358)

Net cash provided by operating activities	4	5,978,270	1,545,831	2,813,421
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CASH FLOWS FROM INVESTING ACTIVITIES

Payments for financial assets at amortised cost - self supporting loans		(160,000)	0	0
Payments for purchase of property, plant & equipment	5(a)	(388,701)	(969,896)	(1,299,628)
Payments for construction of infrastructure	5(b)	(12,810,361)	(2,218,839)	(11,129,428)
Proceeds from capital grants, subsidies and contributions		8,161,923	2,144,503	9,525,442
Proceeds from disposal of property, plant and equipment	5(a)	0	28,182	35,000
Proceeds on financial assets at amortised cost - self supporting loans		92,715	55,187	55,187
Net cash (used in) investing activities		(5,104,424)	(960,863)	(2,813,427)

CASH FLOWS FROM FINANCING ACTIVITIES

Repayment of borrowings	8(a)	(839,079)	(872,957)	(872,956)
Proceeds from new borrowings	8(a)	1,660,000	300,000	1,940,000
Payments for principal portion of lease liabilities	7	(34,402)	(35,949)	(35,948)
Net cash provided by (used in) financing activities		786,519	(608,905)	1,031,096

Net increase (decrease) in cash held

		1,660,365	(23,937)	1,031,091
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Cash at beginning of year		2,400,079	2,424,015	2,424,015
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Cash and cash equivalents at the end of the year	4	4,060,444	2,400,078	3,455,106
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This statement is to be read in conjunction with the accompanying notes.

SHIRE OF IRWIN
STATEMENT OF FINANCIAL ACTIVITY
FOR THE YEAR ENDED 30 JUNE 2027

OPERATING ACTIVITIES

Revenue from operating activities

	Note	2026/27 Budget	2025/26 Actual	2025/26 Budget
General rates	2(a)(i)	\$ 7,382,670	\$ 6,529,480	\$ 6,944,663
Rates excluding general rates	2(a)	672,214	687,500	696,414
Grants, subsidies and contributions		600,819	1,702,163	1,478,455
Fees and charges	14	2,904,089	2,839,498	2,627,912
Interest revenue	10(a)	229,093	190,552	212,409
Other revenue		325,820	588,157	338,884
Profit on asset disposals	5	0	13,182	20,000
		12,114,705	12,550,532	12,318,737

Expenditure from operating activities

Employee costs		(4,020,554)	(4,960,058)	(4,184,296)
Materials and contracts		(3,973,161)	(4,245,594)	(4,314,707)
Utility charges		(617,901)	(610,088)	(561,912)
Depreciation	6	(4,953,491)	(2,532,181)	(4,891,805)
Finance costs	10(c)	(213,634)	(227,053)	(229,459)
Insurance		(305,343)	(288,962)	(273,429)
Other expenditure		(182,908)	(186,816)	(265,028)
Loss on asset disposals	5	0	(44,289)	0
		(14,266,992)	(13,095,041)	(14,720,636)

Non cash amounts excluded from operating activities

	3(c)	4,959,346	2,569,803	4,877,141
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Amount attributable to operating activities

INVESTING ACTIVITIES

Inflows from investing activities

Proceeds from capital grants, subsidies and contributions		10,761,923	2,290,288	9,525,442
Proceeds from disposal of property, plant and equipment	5(a)	0	28,182	35,000
Proceeds from financial assets at amortised cost - self supporting loans		92,715	55,187	55,187
		10,854,638	2,373,657	9,615,629

Outflows from investing activities

Acquisition of property, plant and equipment	5(a)	(388,701)	(969,896)	(1,299,628)
Acquisition of infrastructure	5(b)	(12,810,361)	(2,218,839)	(11,129,428)
Payments for financial assets at amortised cost - self supporting loans	8(a)	(160,000)	0	
Payments for financial assets at amortised cost - term deposits		0	0	
		(13,359,062)	(3,188,735)	(12,429,056)

Amount attributable to investing activities

		(2,504,424)	(815,078)	(2,813,427)
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FINANCING ACTIVITIES

Inflows from financing activities

Proceeds from new borrowings	8(a)	1,660,000	300,000	1,940,000
Transfers from reserve accounts	9(a)	5,000	95,000	25,000
		1,665,000	395,000	1,965,000

Outflows from financing activities

Repayment of borrowings	8(a)	(839,079)	(872,957)	(872,956)
Payments for principal portion of lease liabilities	7	(34,402)	(35,949)	(35,948)
Transfers to reserve accounts	9(a)	(678,589)	(43,185)	(35,369)
Transfer from restricted cash other		15,454	0	86,246
Advance to Community Group			0	0
		(1,536,616)	(952,090)	(858,027)

Amount attributable to financing activities

		128,384	(557,090)	1,106,973
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MOVEMENT IN SURPLUS OR DEFICIT

(Deficit) remaining at the start of the financial year

Amount attributable to operating activities	3	(30,553)	(683,679)	(609,744)
Amount attributable to investing activities		2,807,059	2,025,294	2,475,242
Amount attributable to financing activities		(2,504,424)	(815,078)	(2,813,427)
		128,384	(557,090)	1,106,973

Surplus/(deficit) remaining after the imposition of general rates

	3	400,465	(30,553)	159,045
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This statement is to be read in conjunction with the accompanying notes.

SHIRE OF IRWIN
FOR THE YEAR ENDED 30 JUNE 2027
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SHIRE OF IRWIN
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2027

1 BASIS OF PREPARATION

The annual budget of the Shire of Irwin which is a Class 3 local government 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 Leases* 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 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 Shire 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 11 to the annual budget.

2025/26 actual balances

Balances shown in this budget as 2025/26 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 2026-1 Amendments to Australian Accounting Standards – Disclosures about Uncertainties in the Financial Statements
- AASB 2024-2 Amendments to Australian Accounting Standards – Classification and Measurement of Financial Instruments
- AASB 2024-3 Amendments to Australian Accounting Standards – Standards – Annual Improvements Volume 11
- AASB 2025-1 Amendments to Australian Accounting Standards – Contracts Referencing Nature-dependent Electricity

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

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 2024-4b Amendments to Australian Accounting Standards – Effective Date of Amendments to AASB 10 and AASB 128 [deferred AASB 10 and AASB 128 amendments in AASB 2014-10 apply]
- It is not expected these standards will have an impact on the annual budget on initial application.
- AASB 18 Presentation and Disclosure in Financial Statements
 - AASB 18 (NFP/super) Presentation and Disclosure in Financial Statements – (Appendix D) [for not-for-profit and superannuation entities]

These accounting standards will materially change the presentation of the annual financial report and annual budget

Critical accounting estimates and judgements

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 annual budget is a forward-looking statement and is comprised of management estimates. As with all estimates, the use of different assumptions could lead to material changes in the amounts reported in the annual budget.

The following are estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year and further information on their nature and impact can be found in the relevant note:

- Fair value measurement of assets carried at reportable value including:
 - Property, plant and equipment
 - Infrastructure
 - Expected credit losses on financial assets
 - Assets held for sale
 - Impairment losses of non-financial assets
 - Investment property
 - Estimated useful life of intangible assets
 - Measurement of employee benefits
 - Measurement of provisions

SHIRE OF IRWIN
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2027

2. RATES AND SERVICE CHARGES

(a) Rating Information

Rate Description	Basis of valuation	Rate in dollar	Number of properties	Rateable value*	2026/27 Budgeted rate revenue	2026/27 Budgeted interim rates	2026/27 Budgeted total revenue	2025/26 Actual total revenue	2025/26 Budget total revenue
				\$	\$	\$	\$	\$	\$
(i) General rates									
GRV- Residential	Gross rental valuation	0.108470	1,601	28,469,806	3,088,120	58,403	3,146,523	2,878,486	2,946,658
GRV- Commercial/Industrial	Gross rental valuation	0.108470	119	4,671,894	506,760		506,760	506,760	478,175
GRV- Transient Workforce Accommod	Gross rental valuation	0.235520	3	1,695,000	399,206		399,206	0	386,126
UV - Mining	Unimproved valuation	0.235520	39	3,458,261	814,490		814,490	776,175	765,645
UV - Rural	Unimproved valuation	0.008796	378	286,004,000	2,515,691		2,515,691	2,368,059	2,368,059
Total general rates			2,140	324,298,961	7,324,267	58,403	7,382,670	6,529,480	6,944,663
	Minimum								
	\$								
(ii) Minimum payment									
GRV- Residential	Gross rental valuation	1,100	449	1,687,569	493,900		493,900	506,000	507,100
GRV- Commercial/Industrial	Gross rental valuation	1,100	66	358,848	72,600		72,600	72,600	73,700
GRV- Transient Workforce Accommod	Gross rental valuation	1,100	0		0		0		19,800
UV - Mining	Unimproved valuation	1,100	19	41,045	20,900		20,900	89,100	89,100
UV - Rural	Unimproved valuation	1,100	71	6,822,650	78,100		78,100	19,800	
Total minimum payments			605	8,910,112	665,500	0	665,500	687,500	689,700
Total general rates and minimum payments			2,745	333,209,073	7,989,767	58,403	8,048,170	7,216,980	7,634,363
(iii) Ex-gratia rates									
Dampier to Banbury Gas Pipeline					6,714	0	6,714		6,714
Total rates					7,996,481	58,403	8,054,884	7,216,980	7,641,077
Instalment plan charges							5,966	5,535	5,750
Instalment plan interest							20,000	19,428	20,000
Late payment of rate or service charge interest							36,000	25,780	36,000
							61,966	50,744	61,750

The Shire did not raise specified area rates for the year ended 30th June 2027.

*Rateable Value at time of adopting budget.

All rateable properties within the district used predominately 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 2026/27 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 payments have been determined by Council on the basis that all ratepayers must make a reasonable contribution to the cost of local government services/facilities.

SHIRE OF IRWIN
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2027

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 29 September 2026 or 35 days after the date of issue

Option 2 (Two Instalments)

First instalment to be made on or before 29 September 2026 or 35 days after the date of issue appearing on the rate notice, whichever is the later, including all arrears and half the current rates and service charges; and

Second instalment to be made on or before 1 December 2026 2 months after the first instalment, whichever is the later.

Option 3 (Four Instalments)

First instalment to be made on or before 29 September 2026 or 35 days after the date of issue appearing on the rate notice, whichever is the later including all arrears and a quarter of the current rates and service charges;

Second instalment to be made on or before 29 September 2026 or 2 months after the first instalment, whichever is the later;

Third instalment to be made on or before 2 February 2027 or 2 months after the second instalment, whichever is the later; and

Fourth instalment to be made on or before 6 April 2027 or 2 months after the third instalment, whichever is the later.

Instalment options	Date due	Instalment plan admin charge	Instalment plan interest rate	Unpaid rates interest rates
		\$	%	%
Option one				
Single full payment	29/09/2026	0	0.0%	7.0%
Option two				
First instalment	29/09/2026	0	5.5%	7.0%
Second instalment	1/12/2026	5	5.5%	7.0%
Option three				
First instalment	29/09/2026	0	5.5%	7.0%
Second instalment	1/12/2026	5	5.5%	7.0%
Third instalment	2/02/2027	5	5.5%	7.0%
Fourth instalment	6/04/2027	5	5.5%	7.0%

(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

Description	Characteristics	Objects	Reasons
UV Rural	Consists of properties used predominately for rural purposes.	This rate contributes to the services desired by the community.	This is considered the base rate above which all other UV rated properties are assessed.
UV Mining	Properties with a land use associated with mining / petroleum / exploration / prospecting / leases / tenements.	The objective is to raise additional revenue to contribute towards higher costs associated with mining activities.	To raise additional revenue to contribute towards higher costs such as higher vehicle traffic weights and volumes and environmental impacts associated with mining activities.
GRV	Consists of properties used for residential purposes such as single or multiple dwellings, or may be vacant but zoned Residential or Rural Residential.	This rate contributes to the services desired by the community.	This is considered the base rate above which all other GRV rated properties are assessed.
GRV Transient Workforce Accommodation / Other	Consists of Transient workforce accommodation and Other mining related infrastructure and / or leases	The objective is to raise additional revenue to contribute towards higher costs associated with mining activities.	The reasoning for this differential rate is to ensure the Shires rate base is distributed equitably between residence and non-residential workers who spend a significant portion of the year located within the Shire of Irwin.

**SHIRE OF IRWIN
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2027**

2. RATES AND SERVICE CHARGES (CONTINUED)

(d) Service Charges

The Shire did not raise service charges for the year ended 30th June 2027.

(e) Waivers or concessions

The Shire does not anticipate any waivers or concessions for the year ended 30th June 2027.

SHIRE OF IRWIN
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2027

3. NET CURRENT ASSETS

(a) Composition of estimated net current assets

Current assets

Cash and cash equivalents
Financial assets
Receivables
Inventories
Other assets

Less: current liabilities

Trade and other payables
Contract liabilities
Capital grant/contributions liabilities
Lease liabilities
Long term borrowings
Employee provisions
Other provisions

Net current assets

Less: Total adjustments to net current assets

Net current assets used in the Statement of Financial Activity

Note	2026/27 Budget 30 June 2027 Carried forward	2025/26 Actual 30 June 2026 Carried forward	2025/26 Budget 30 June 2026 Carried forward
	\$	\$	\$
4	4,060,443	2,400,079	3,455,106
	92,715	92,715	55,187
	802,845	3,402,845	381,872
	29,085	29,085	50,881
	16,245	593,311	225,621
	5,001,333	6,518,035	4,168,667
	(1,417,752)	(1,417,752)	(936,330)
	0	0	(39,141)
	(465,907)	(3,065,907)	(1,019,342)
7	0	(34,402)	(35,948)
8	(839,079)	(18,158)	(1,939,999)
	(782,937)	(782,937)	(672,588)
	0	0	(120,640)
	(3,505,675)	(5,319,156)	(4,763,988)
	1,495,658	1,198,879	(595,321)
3(b)	(1,095,193)	(1,229,432)	754,366
	400,465	(30,553)	159,045

(b) Current assets and liabilities excluded from budgeted deficiency

The following current assets and liabilities have been excluded from the net current assets used in the Statement of Financial Activity in accordance with *Financial Management Regulation 32* to agree to the surplus/(deficit) after imposition of general rates.

Adjustments to net current assets

Less: Reserve accounts	9	(1,650,674)	(977,085)	(1,039,268)
Less: Current assets restricted to trading undertaking		(358,481)	(373,935)	(287,689)
Less: Current assets not expected to be received at end of year				
- Financial assets at amortised cost - self supporting loans		(92,715)	(92,715)	(55,187)
Add: Current liabilities not expected to be cleared at end of year				
- Current portion of borrowings		839,079	18,158	1,939,999
- Current portion of lease liabilities		0	34,402	35,948
Add: Current liabilities covered by funds held in reserve account				
- Current portion of employee benefit provisions		167,598	161,743	160,563
Total adjustments to net current assets		(1,095,193)	(1,229,432)	754,366

EXPLANATION OF DIFFERENCE IN 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) Amounts excluded from operating activities

Less: Profit on asset disposals
Add: Loss on asset disposals
Add: Depreciation
Movement in current liabilities associated funds held in reserve account:
- Current portion of employee benefit provisions

Non cash amounts excluded from operating activities

Note	2026/27 Budget 30 June 2027 Carried forward	2025/26 Actual 30 June 2026 Carried forward	2025/26 Budget 30 June 2026 Carried forward
	\$	\$	\$
5	0	(13,182)	(20,000)
5	0	44,289	0
6	4,953,491	2,532,181	4,891,805
	5,855	6,515	5,336
	4,959,346	2,569,803	4,877,141

3. NET CURRENT ASSETS (CONTINUED)

(d) 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 Shire's operational cycle. In the case of liabilities where the Shire does not have the 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 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 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.

INVENTORY - 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.

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

SUPERANNUATION

The Shire contributes to a number of superannuation funds on behalf of employees. All funds to which the Shire contributes are defined contribution plans.

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 Shire's obligation to transfer goods or services to a customer for which the Shire 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 Shire 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.

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 determination of the net current asset position.

The Shire'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 Shire's obligations for long-term employee benefits are presented as non-current provisions in its statement of financial position, except where the Shire 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.

SHIRE OF IRWIN
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2027

4. RECONCILIATION OF CASH

(a) 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		\$ 4,060,443	\$ 2,400,079	\$ 3,455,106
Restrictions				
The following classes of financial 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		2,116,581	4,042,992	2,058,610
		2,116,581	4,042,992	2,058,610
The restricted financial assets are a result of the following specific purposes to which the assets may be used:				
Reserve accounts	9	1,650,674	977,085	1,039,268
Contract liabilities		0	0	
Capital grant/contributions liabilities		465,907	3,065,907	1,019,342
Total restricted financial assets		2,116,581	4,042,992	2,058,610
(b) Reconciliation of net cash provided by operating activities				
Net result		8,609,636	1,745,779	7,123,543
Non-cash items:				
Depreciation	6	4,953,491	2,532,181	4,891,805
(Profit)/loss on sale of assets	5	0	31,107	(20,000)
Changes in assets and liabilities:				
(Increase)/decrease in receivables		2,600,000	(2,914,718)	210,000
(Increase)/decrease in inventories		0	1	(15,000)
(Increase)/decrease in other assets		577,066	(121,208)	235,572
Increase/(decrease) in trade and other payables		0	390,714	(66,200)
(Decrease) in contract liabilities		0	(30,446)	(20,857)
Increase/(decrease) in capital grant/contributions liabilities		(2,600,000)	2,056,924	
Capital grants, subsidies and contributions		(8,161,923)	(2,144,503)	(9,525,442)
Net cash provided by operating activities		5,978,270	1,545,831	2,813,421

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.

Term deposits are presented as cash equivalents if they have a maturity of three months or less from the date of acquisition and are repayable with 24 hours notice with no loss of interest.

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

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.

Interest received is presented under cashflows from operating activities in the Statement of Cash Flows where it is earned from financial assets that are held for cash management purposes.

5. PROPERTY, PLANT AND EQUIPMENT

(a) Property, Plant and Equipment

	2026/27 Budget						
	Transfer to non-current assets classified as held for sale						
	Additions	In-kind Additions	Disposals - Net Book Value	Disposals - Sale Proceeds	Disposals - Profit	Disposals - Loss	
	\$	\$	\$	\$	\$	\$	\$
Buildings - non-specialised	30,000						0
Furniture and equipment	27,000						0
Plant and equipment	331,701						0
Total	388,701	0	0	0	0	0	0
(b) Infrastructure							
Infrastructure - roads	1,595,104						0
Other infrastructure - Other	11,215,257						0
Total	12,810,361	0	0	0	0	0	0
Total	13,199,062	0	0	0	0	0	0

	2025/26 Actual						
	Transfer to non-current assets classified as held for sale						
	Additions	In-kind Additions	Disposals - Net Book Value	Disposals - Sale Proceeds	Disposals - Profit	Disposals - Loss	
	\$	\$	\$	\$	\$	\$	\$
	341,162						0
	17,900		(4,487)				(4,487)
	610,834		(16,805)	28,182	13,182		(1,805)
	969,896	0	(21,292)	0	28,182	13,182	(6,292)
	689,614						0
	1,529,225		(37,997)				(37,997)
	2,218,839	0	(37,997)	0	0	0	(37,997)
	3,188,735	0	(59,289)	0	28,182	13,182	(44,289)

	2025/26 Budget						
	Transfer to non-current assets classified as held for sale						
	Additions	In-kind Additions	Disposals - Net Book Value	Disposals - Sale Proceeds	Disposals - Profit	Disposals - Loss	
	\$	\$	\$	\$	\$	\$	\$
	395,147						0
	91,525						0
	812,956		(15,000)		35,000	20,000	0
	1,299,628	0	(15,000)	0	35,000	20,000	0
	1,405,063						0
	9,724,365						0
	11,129,428	0	0	0	0	0	0
	12,429,056	0	(15,000)	0	35,000	20,000	0

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.

SHIRE OF IRWIN
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2027

6. DEPRECIATION

By Class

Buildings - non-specialised
Buildings - specialised
Furniture and equipment
Plant and equipment
Infrastructure - roads
Other infrastructure - Other
Right of use - plant and equipment

By Program

Governance
Law, order, public safety
Health
Education and welfare
Housing
Community amenities
Recreation and culture
Transport
Economic services
Other property and services

2026/27 Budget	2025/26 Actual	2025/26 Budget
\$	\$	\$
8,360	4,215	8,360
635,593	320,859	635,593
77,136	27,902	77,136
607,979	347,679	594,791
3,136,830	1,552,191	3,008,880
448,569	261,658	528,022
39,024	17,676	39,024
4,953,491	2,532,181	4,891,805
5,176	2,588	17,149
67,964	33,982	63,028
	8,892	22,042
19,586	9,792	19,420
140,444	70,222	139,057
25,882	12,941	19,370
839,682	419,841	854,273
3,203,936	1,601,968	3,108,561
52,542	26,271	54,112
598,279	345,684	594,791
4,953,491	2,532,181	4,891,805
0		

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	30 to 50 years
Buildings - specialised	50 to 80 years
Furniture and equipment	4 to 10 years
Plant and equipment	3 to 15 years
Infrastructure - roads	20 to 80 years
Other infrastructure - Other	10 to 75 years
Right of use - plant and equipment	Based on the remaining lease

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.

SHIRE OF IRWIN
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2027

7. LEASE LIABILITIES

Purpose	Lease Number	Institution	Lease Interest Rate	Lease Term	Budget Lease Principal	2026/27 Budget New Leases	2026/27 Budget Lease Principal Repayments	Budget Lease Principal outstanding 30 June 2027	2026/27 Budget Lease Interest Repayments	Actual Principal 1 July 2025	2025/26 Actual New Leases	2025/26 Actual Lease Principal repayments	Actual Lease Principal outstanding 30 June 2026	2025/26 Actual Lease Interest repayments	Budget Principal 1 July 2025	2025/26 Budget New Leases	2025/26 Budget Lease Principal repayments	Budget Lease Principal outstanding 30 June 2026	2025/26 Budget Lease Interest repayments
					1 July 2026														
Gym Equipment		Westone Capital	2.7%	4 Years	\$ 34,402	\$	\$ (34,402)	\$ (0)	\$ (2,430)	\$ 70,351	\$	\$ (35,949)	\$ 34,402	\$ (2,968)	\$ 64,471	\$	\$ (35,948)	\$ 28,523	\$ (2,430)
					34,402	0	(34,402)	(0)	(2,430)	70,351	0	(35,949)	34,402	(2,968)	64,471	0	(35,948)	28,523	(2,430)

MATERIAL ACCOUNTING POLICIES

LEASES

At the inception of a contract, the Shire assesses whether the contract 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 and a lease 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 Shire uses its incremental borrowing rate.

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.

SHIRE OF IRWIN
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2027

8. 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	Budget Principal 1 July 2026	2026/27 Budget New Loans	2026/27 Budget Principal Repayments	Budget Principal outstanding 30 June 2027	2026/27 Budget Interest Repayments	Actual Principal 1 July 2025	2025/26 Actual New Loans	2025/26 Actual Principal Repayments	Actual Principal outstanding 30 June 2026	2025/26 Actual Interest Repayments	Budget Principal 1 July 2025	2025/26 Budget New Loans	2025/26 Budget Principal Repayments	Budget Principal outstanding 30 June 2026	2025/26 Budget Interest Repayments
				\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Medical Centre	99	WATC	2.1%	1,076,936		(66,874)	1,010,062	(29,834)	1,142,421		(65,485)	1,076,936	(31,355)	1,142,421		(65,485)	1,076,936	(31,799)
SIHI Completion	100	WATC	2.0%	489,829		(44,646)	445,183	(13,018)	533,580		(43,752)	489,829	(14,034)	533,580		(43,752)	489,829	(14,372)
Recreation Centre	93	WATC	6.8%	1,319,090		(164,724)	1,154,366	(93,797)	1,473,092		(154,001)	1,319,090	(104,301)	1,473,092		(154,001)	1,319,091	(105,445)
Plant	98	WATC	2.1%	(0)			(0)		138,729		(138,729)	(0)	(1,932)	138,729		(138,729)	0	(3,125)
Plant	103	WATC	4.0%	596,975		(191,146)	405,829	(26,532)	780,681		(183,706)	596,975	(20,711)	780,681		(183,706)	596,975	(35,242)
Plant & Equipment	104	WATC	4.5%	484,263		(236,978)	247,285	(13,216)	711,364		(227,101)	484,263	(41,874)	711,364		(227,101)	484,263	(29,890)
Foreshore Works	NEW	WATC	TBA	0	1,500,000		1,500,000		0		0	0		0	1,500,000	0	1,500,000	
Plant	106	WATC	TBA	300,000		(36,784)	263,216	(14,525)	0	300,000	0	300,000	(590)	0	440,000	0	440,000	0
Plant (20% of Loan 105)	105	WATC	4.5%	7,903		(5,212)	2,691	(8,960)	12,897		(4,994)	7,903	(6,364)	12,897		(4,994)	7,903	0
				4,274,995	1,500,000	(746,364)	5,028,631	(199,882)	4,792,765	300,000	(817,770)	4,274,995	(221,161)	4,792,765	1,940,000	(817,768)	5,914,996	(219,873)
Self Supporting Loans																		
Bowling Club SS	102	WATC	1.5%	184,004	0	(35,730)	148,274	(3,872)	219,214	0	(35,210)	184,004	(2,177)	219,214	0	(35,210)	184,004	(4,638)
Golf Club SS (80% of Loan 105)	105	WATC	4.5%	31,614	0	(20,849)	10,765	0	51,591	0	(19,977)	31,614	(747)	51,591	0	(19,977)	31,614	(2,519)
Gol Club	NEW	WATC	TBA	0	160,000	(36,135)	123,865	(7,450)	0	0	0	0	0	0	0	0	0	0
				215,618	160,000	(92,715)	282,903	(11,322)	270,805	0	(55,187)	215,618	(2,924)	270,805	0	(55,187)	215,618	(7,156)
				4,490,614	1,660,000	(839,079)	5,311,534	(211,204)	5,063,570	300,000	(872,957)	4,490,614	(224,085)	5,063,570	1,940,000	(872,956)	6,130,615	(227,029)
													-2968					

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.

SHIRE OF IRWIN
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2027

8. BORROWINGS (CONTINUED)

(b) New borrowings - 2026/27

Particulars/Purpose	Institution	Loan type	Term (years)	Interest rate	Amount borrowed budget	Total interest & charges	Amount used budget	Balance unspent
				%	\$	\$	\$	\$
Foreshore Works	WATC		10	TBC	1,500,000			1,500,000
Golf Club	WATC		4	TBC	160,000			160,000
					1,660,000	0	0	1,660,000

(c) Unspent borrowings

The Shire had no unspent borrowing funds as at 30th June 2026 nor is it expected to have unspent borrowing funds as at 30th June 2027.

(d) Credit Facilities

	2026/27 Budget	2025/26 Actual	2025/26 Budget
	\$	\$	\$
Undrawn borrowing facilities			
credit standby arrangements			
Bank overdraft limit			
Bank overdraft at balance date			
Credit card limit	50,000	50,000	50,000
Credit card balance at balance date	(25,000)	(21,277)	(25,000)
Total amount of credit unused	25,000	28,723	25,000
Loan facilities			
Loan facilities in use at balance date	5,311,534	4,490,614	6,130,615

MATERIAL ACCOUNTING POLICIES

BORROWING COSTS

The Shire has elected to recognise borrowing costs as an expense when incurred regardless of how the borrowings are applied.

Fair values of borrowings are not materially different to their carrying amounts, since the interest payable on those borrowings is either close to current market rates or the borrowings are of a short term nature.

Borrowings fair values are based on discounted cash flows using a current borrowing rate.

SHIRE OF IRWIN
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2027

9. RESERVE ACCOUNTS

(a) Reserve Accounts - Movement

	2026/27		Budget		2025/26		Actual		2025/26		Budget	
	Opening	Transfer	Transfer	Closing	Opening	Transfer	Transfer	Closing	Opening	Transfer	Transfer	Closing
	Balance	to	(from)	Balance	Balance	to	(from)	Balance	Balance	to	(from)	Balance
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Restricted by council												
(a) Leave reserve	161,743	5,855		167,598	155,228	6,515		161,743	155,227	5,336		160,563
(b) Sanitation Reserve	1,467	53		1,520	1,408	59		1,467	1,408	48		1,456
(c) Strategic Planning	36,383	1,317	(5,000)	32,700	34,917	1,466		36,383	34,918	1,202	(25,000)	11,120
(d) Asset Management Reserve	738,019	669,935		1,407,954	799,464	33,555	(95,000)	738,019	799,464	27,479		826,943
(e) Plant Replacement	10,779	390		11,169	10,345	434		10,779	10,344	356		10,700
(f) Tourism and Promotion	28,694	1,039		29,733	27,538	1,156		28,694	27,538	948		28,486
	977,085	678,589	(5,000)	1,650,674	1,028,900	43,185	(95,000)	977,085	1,028,899	35,369	(25,000)	1,039,268

(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	Anticipated date of use	Purpose of the reserve
Restricted by council		
(a) Leave reserve	Ongoing	To be used to fund leave obligations
(b) Sanitation Reserve	Ongoing	To be used to develop facilities at the transfer station and future relocation
(c) Strategic Planning	Ongoing	To be used for Strategic Planning
(d) Asset Management Reserve	Ongoing	To be used for the construction, major maintenance and reduce debt associated with Council owned assets
(e) Plant Replacement	Ongoing	To be used for the purchase of plant and equipment as per plant replacement program
(f) Tourism and Promotion	Ongoing	To be used to fund the future requirements of tourism promotions

SHIRE OF IRWIN
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2027

10. OTHER INFORMATION

	2026/27 Budget	2025/26 Actual	2025/26 Budget
The net result includes as revenues	\$	\$	\$
(a) Interest earnings			
Investments	173,093	145,344	156,409
Other interest revenue	56,000	45,209	56,000
	229,093	190,552	212,409
The net result includes as expenses			
(b) Auditors remuneration			
Audit services	56,225	0	56,725
Other services	10,000	0	10,000
	66,225	0	66,725
(c) Interest expenses (finance costs)			
Borrowings (refer Note 8(a))	211,204	224,085	227,029
Interest on lease liabilities (refer Note 7)	2,430	2,968	2,430
	213,634	227,053	229,459

SHIRE OF IRWIN
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2027

11. COUNCIL MEMBERS REMUNERATION

	2026/27 Budget	2025/26 Actual	2025/26 Budget
	\$	\$	\$
Isabelle Scott			
President's allowance	20,000	20,000	20,000
Meeting attendance fees	10,000	9,422	10,000
ICT expenses		251	365
Travel and accommodation expenses		692	500
	30,000	30,365	30,865
Andrew Gillam			
Deputy President's allowance	5,318	5,000	5,000
Meeting attendance fees	8,615	7,688	7,688
ICT expenses		251	365
Travel and accommodation expenses		0	500
	13,933	12,939	13,553
Peter Summers			
Meeting attendance fees	8,615	7,688	7,688
ICT expenses		251	365
Travel and accommodation expenses			500
	8,615	7,939	8,553
Jefferey Melsom			
Meeting attendance fees	8,615	7,688	7,688
ICT expenses		316	365
Travel and accommodation expenses			500
	8,615	8,004	8,553
Sofie Hensen			
Meeting attendance fees	8,615	5,766	7,688
ICT expenses		167	365
Travel and accommodation expenses			500
	8,615	5,933	8,553
Musulin			
Meeting attendance fees	8,615	5,766	
ICT expenses		167	
	8,615	5,933	0
Berecz			
Meeting attendance fees	8,615	5,766	
ICT expenses		167	
	8,615	5,933	0
Mark Leonard			
Meeting attendance fees		2,500	
ICT expenses		84	
	0	2,584	0
Elise Tunbridge			
Meeting attendance fees		1,922	7,688
ICT expenses		84	365
Annual allowance for travel and accommodation expenses			500
	0	2,006	8,553
Barry Wyse			
Meeting attendance fees		1,922	7,688
ICT expenses		84	365
Annual allowance for travel and accommodation expenses			500
	0	2,006	8,553
Total Council Member Remuneration	87,008	83,642	87,183
President's allowance	20,000	20,000	20,000
Deputy President's allowance	5,318	5,000	5,000
Meeting attendance fees	61,690	56,128	56,128
ICT expenses	0	1,822	2,555
Travel and accommodation expenses	0	692	2,500
Annual allowance for travel and accommodation expenses	0	0	1,000
	87,008	83,642	87,183

SHIRE OF IRWIN
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2027

12. 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

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.

SHIRE OF IRWIN
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2027

12. REVENUE AND EXPENDITURE (CONTINUED)

(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	Determination of transaction price	Allocating transaction price	Measuring obligations for returns	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	Set by mutual agreement with the customer	Based on the progress of works to match performance obligations	Returns limited to repayment of transaction price of terms breached	Output method based on project milestones and/or completion date matched to performance obligations as inputs are shared
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	Set by State legislation or limited by legislation to the cost of provision	Based on timing of issue of the associated rights	No refunds	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	Adopted by council annually	Based on timing of entry to facility	Not applicable	On entry to facility
Airport landing charges	Permission to use facilities and runway	Single point in time	Monthly in arrears	None	Adopted by council annually	Applied fully on timing of landing/take-off	Not applicable	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	Adopted by council annually	Applied fully based on timing of provision	Not applicable	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	Adopted by council annually, set by mutual agreement	Applied fully based on timing of provision	Returns limited to repayment of transaction price	Output method based on goods

SHIRE OF IRWIN
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2027

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

OBJECTIVE

ACTIVITIES

Governance

To provide a management and administrative structure to service Council and the community.

Includes the activities of members of Council and the administrative support available to the Council for the provision of governance. Civic Functions and Public Relations, Council Elections and training for Elected Members.

General purpose funding

To collect revenue to allow for the provision of services.

Rates, general purpose government grants and interest revenue.

Law, order, public safety

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

Supervision and enforcement of various local laws relating to fire prevention, animal control and other aspects of public safety including emergency services.

Health

To provide an operational framework for environmental and community health.

Includes Environmental Health, Medical and Health facilities.

Education and welfare

To provide, develop and manage services for the elderly, youth and children.

Elderly person's activities and support including: disability services, youth services, indigenous issues, playgroup and other welfare. Includes maintenance of the senior citizen's centre, resource centre and playgroup building.

Housing

Provide age appropriate accommodation in partnership with Homeswest and age appropriate independent living units.

Provision and maintenance of housing for aged persons and ageing in place.

Community amenities

To provide, develop and manage services in response to community needs.

Waste collection services, operation of transfer station, litter control, protection of the environment and administration of town planning schemes, cemetery and public conveniences.

Recreation and culture

To establish and effectively manage infrastructure and resources which will help the social wellbeing of the community.

Maintenance of public halls, beaches, recreation centre, museum and various sporting facilities. Provision and maintenance of parks, gardens and playgrounds. Operation of library and other cultural facilities.

Transport

To provide safe and effective road systems for the community.

Construction and maintenance of roads, streets, footpaths, depots, parking facilities, aerodrome and traffic control. Cleaning of town streets, provision of street lighting and care and maintenance of jetties.

Economic services

To foster economic development, tourism and rural services in the district.

Provision of rural services, tourism, area promotion and building control.

Other property and services

To provide control accounts and reporting facilities for all other operations.

Includes private works, public works overheads, plant recovery costs, administration overheads and any other unclassified items.

SHIRE OF IRWIN
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2027

14. FEES AND CHARGES

	2026/27 Budget	2025/26 Actual	2025/26 Budget
	\$	\$	\$
By Program:			
Governance			
General purpose funding	39,186	36,954	37,770
Law, order, public safety	8,432	44,758	8,948
Health	12,000	10,656	11,700
Education and welfare	45		45
Housing	543,480	577,435	533,480
Community amenities	1,553,838	1,453,441	1,395,736
Recreation and culture	455,099	347,872	387,758
Transport	23,863	22,908	20,000
Economic services	264,515	283,338	228,975
Other property and services	3,631	62,138	3,500
	2,904,089	2,839,498	2,627,912

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