



# ANNUAL REPORT 2022-2023



Photo Credit: Ben King

8 Vasey Street, Jerramungup  
[www.jerramungup.wa.gov.au](http://www.jerramungup.wa.gov.au)  
Phone: 9835 1022

---

# CONTENTS



## **About this Report**

**Our Vision, Values and History**

**Presidents Report**

**Chief Executive Officer's Report**

**Elected Members**

**Capital Grants**

## **Strategic Community Plan**

**Strategic Direction 1: Community**

**Strategic Direction 2: Economy**

**Strategic Direction 3: Environment Built**

**Strategic Direction 4: Environment Natural**

**Strategic Direction 5: Governance and Leadership**

## **Statutory Statements**

- Customer Service Charter
- Public Interest Disclosure
- Disability Access and Inclusion Plan
- Record Keeping Policy
- Freedom of Information Act 1992
- Annual Salaries
- National Competition Policy
- Sewerage Scheme
- Complaints Against Councillors Report
- Significance of Federal Government &
- Financial Assistance Grants

## **Financial Statements**

**Audit Report**

---

# ABOUT THIS REPORT

## WELCOME!

Every year the Shire provides vital community services. The Annual Report is where we can highlight our achievements; and the progress we've made towards realising the strategic goals identified in our 2021 – 2031 Community Plan. The Annual Report is one of our key reporting devices, providing information to the Community on the work completed in the past financial year. The Report details our operational performance and outlines the achievements and challenges we experience throughout the year.

### WHERE TO FIND THIS REPORT

The report can be obtained in hard copy from the Shire Administration Office and Libraries, or can be viewed Online:

<https://www.jerramungup.wa.gov.au>

Email: [council@jerramungup.wa.gov.au](mailto:council@jerramungup.wa.gov.au)

Feedback on the report can be provided at the Shire Administration Office or emailed to [council@jerramungup.wa.gov.au](mailto:council@jerramungup.wa.gov.au)



---

# ACKNOWLEDGEMENT OF COUNTRY AND INDIGENOUS HISTORY

The Shire of Jerramungup acknowledges the Goreng people who are the Traditional Custodians of the land of the district. We recognise their cultural heritage, beliefs, and continuing relationship with the land, and pay our respects to Elders past and present.

## OUR VISION

“Progressive, Prosperous  
and a Premium Place  
to Live and Visit.”

## OUR VALUES

**Quality** We ensure quality in everything we do

**Trust** We are trustworthy and act with honesty and integrity at all times

**Respect** We treat each other, all members of our community and visitors with respect

**Unity** We are a united team

**Aspire** We aspire to continuously improve our skills and the services we deliver for our community

# OUR HISTORY

---

The Shire is located within the Great Southern region of Western Australia, 180 kilometres northeast of Albany and 440 kilometres southeast of the state capital, Perth. The Shire covers an area of 6,507 square kilometres and has a population of approximately 1,133. The area is recognised as a strong agricultural region for grain and livestock production, with high biodiversity values, strong tourism potential and various mining prospects. The Shire is recognised internationally for its biodiversity and human interaction with the landscape.

The town of Jerramungup was established in 1953 as a war service settlement area and gazetted in 1957. The Shire of Jerramungup was established as its own local authority on 1 July 1982 having been annexed from the Shire of Gnowangerup.

Although it is only a relatively young municipality, it is rich in history and proud of its heritage.

The town of Bremer Bay is developing rapidly with a growing aquaculture industry and is attracting increasing tourism activity. Bremer's unspoilt coastline invites fishing, beach combing, whale watching, surfing and swimming. Bremer Bay derives its name from the bay on which it is located. The bay is believed to have been named by John Septimus Roe, the Surveyor-General, who visited the area in 1831. The area was originally settled in the 1850s and Bremer Bay was originally named Wellstead in 1951 but locals petitioned to have the town renamed to what it was locally known as, this being Bremer Bay. The change of name was approved by the Minister for Lands and the new name gazetted in 1962.

The area is also synonymous with a unique and picturesque natural environment highlighted by the presence of the Fitzgerald River National Park and the Bremer Canyon. The Fitzgerald River National Park, located east of Jerramungup and Bremer Bay, and easily accessible from both towns, is one of the largest national parks in Australia. It contains 20 per cent of the State's described plant species. The park covers 329,039 hectares and is one of the most diverse botanical regions in the world, featuring more than 1,800 species of plants. The Fitzgerald River National Park (FRNP) forms the core of the Fitzgerald Biosphere, one of Western Australia's two internationally recognised Biosphere Reserves, designated under the UNESCO Man and the Biosphere Program.

The Shire of Jerramungup lies within the Wagyl Kaip region which is acknowledged as being the traditional lands of the Noongar People who since time immemorial have inhabited the lands and are acknowledged to have a continuing living cultural, spiritual, familial and social relationship with Noongar boodja (Noongar earth) and the Shire pays its respect to elders past and present.

---

# SHIRE PRESIDENT REPORT

Cr Joanne Iffla



As President of Jerramungup Shire, and on behalf of my fellow Councillors, I am pleased to present Jerramungup Shire Council's Annual Report for the 2022/23 financial year.

Each year the Shire of Jerramungup staff and Council work hard to deliver projects and services and this report reflects another very busy and productive year for Council. While the year presented some challenges, with significant workforce shortages along with escalating construction costs affecting capital projects, this will remain an area of focus in coming years for the Shire and businesses throughout our community.

Despite these challenges, Council remains in a strong financial position, and has delivered or significantly progressed the actions in our Strategic Community Plan and capital works program in 2022/23.

The Shire saw the completion of a number of large scale projects in 2022/23 with the highlight being the reopening of the Bremer Bay Boat Ramp.

As you will see throughout this report, when planning for the Shire's future Council continues to be guided by its Strategic Community Plan. This aspirational plan was created and developed through consultation with the people of the Jerramungup Shire and sets out the visions and priorities of the community and Council.

This year the Office of the Auditor General (OAG) recently released its whole of Local Government audit findings for the 2021-22 financial year.

This report to State Parliament summarises the final results of the OAG's annual audits of most local governments for the year ended 30 June 2022.

For the first time, this year's OAG report included a list of the top 20 of the 146 local government entities in WA achieving 'best practice' for 2021-22.

The Shire of Jerramungup was recognised in the top 20 for timeliness and quality of financial reporting and controls.

The performance of the Shire was acknowledged across a number of criteria including the timely preparation for audit, high quality financial and maintenance of good financial management controls.

This is fantastic recognition of the Shire of Jerramungup and in particular our Finance Team, who consistently strive for best practice in financial reporting. For a small, rural Shire such as ours to be listed in the top 20 local governments in the state is an amazing achievement, and our staff are to be congratulated for their efforts.

We look forward to continuing to use this document to guide Council's strategic planning over the next 10 years, to the benefit of the Shire and its residents.

As always it has been my privilege to attend various engagements, functions and meetings of the community and volunteer services throughout the past year. As Council, we are proud to celebrate the successes of 2022/23 and I would like to acknowledge and thank my fellow Jerramungup Shire Councillors for their time and dedication to serving the community.

On behalf of Council, I would also like to thank Chief Executive Officer Martin Cuthbert for his organisational leadership, and all staff members for their tireless work over the past year.

Most of all, however, I want to thank the Shire community for your unwavering resilience, determination and optimism. We have been honoured to serve you and we look forward to continuing to work together to build a brilliant future for our beautiful region.

A handwritten signature in dark ink, appearing to read 'Joanne Iffla', written in a cursive style.

**Cr Joanne Iffla**  
**Shire President**

---

# CHIEF EXECUTIVE OFFICER REPORT

Martin Cuthbert



Reflecting on the past 12 months, I am proud to present the 2022/2023 Shire of Jerramungup Annual Report. The Annual Report is a summary of the highlights, challenges, developments and achievements throughout the last financial year.

The 2022/23 financial year was a successful period for the organisation, as we continued our work to deliver on the aims and aspirations of the Strategic Community Plan. With serving the community the highest goal, Council's Elected Members and dedicated employees continued delivering quality programs, projects and services for the people of the Jerramungup Shire.

Highlights of the 2022/2023 year include:

- Completion of the \$1.9 million upgrade to the boat ramp and jetty at Fishery Beach Marina in Bremer Bay;
- \$210,000 in administrative and business support services for the medical services provider to ensure the communities in the Shire have access to first class health services;
- \$1.1 million in maintenance of roads, townsite streets, footpaths and traffic signs

Shire Events:

- Australia Day celebrations were held at the Skate Park in Bremer Bay and the Shire once again received a grant from the National Australia Day Council. This event was well attended and thoroughly enjoyed by the community.

The Anzac Day Dawn Service was once again hosted by the Shire at the Jerramungup War Memorial, followed by a gunfire breakfast in the Rootpickers Hall.

The Shire conducted two Citizenship Ceremonies during the year. The first ceremony welcomed a citizen from New Zealand and the second welcomed a citizen from Russia.

Following the success of the History Night in March 2022, the Jerramungup History Working Group continued to collect, collate and share Jerramungup's unique and interesting history, led by representatives from the Shire, Councillors and community members.

The Shire also continued to support a number of community and sporting events through donations and sponsorship.

Disaster Recovery Funding Arrangement Western Australia (DRFAWA). In July 2021 the Shire received significant flood damage on various roads within the Shire. An application was lodged for DRFAWA funding to repair the damaged infrastructure. A tender was awarded for the works to River Hill WA Pty Ltd, and works commenced in early 2023. The Shire was pleased to announce the re-opening of the Boxwood-Ongerup Road in May 2023.

In conclusion I would like to thank the Administration staff, led by the Executive Management Team for their efforts over the past twelve months. I also take this the opportunities to acknowledge Council for their dedication and support over the past year and I look forward to another busy and exciting year ahead.

A handwritten signature in black ink, appearing to read 'Martin Cuthbert', written in a cursive style.

---

# ELECTED MEMBER INFORMATION



*Shire President*  
Cr Joanne Iffla  
Elected: 2008  
Term Expires: 2025



*Deputy Shire President*  
Cr Julie Leenhouders  
Elected: 2013  
Term Expires: 2025



Member  
Cr Robert Lester  
Elected: 2010  
Term Expires: 2023



Member  
Cr Rex Parsons  
Elected: 2011  
Term Expires: 2023



Member  
Cr Neil Foreman  
Elected: 2021  
Term Expires: 2025



Member  
Cr Andrew Price  
Elected: 2017  
Term Expires: 2023



Member  
Cr Drew Dawson  
Elected: 2019  
Term Expires: 2023

## **Council Meetings:**

Council decisions are made by resolution of Council either at Ordinary Council Meetings or at Special Council Meetings. Ordinary Meetings of Council are held on the fourth Wednesday of the month in the Jerramungup Council Chambers or the Bremer Bay Emergency Services Shed. A schedule of Council meeting dates is available on our website and at the Shire Administration office.

All Council meetings are open to the public, except for matters raised by Council under “confidential items”. Community members are encouraged to attend and participate in the meetings.

# ELECTED MEMBER INFORMATION

**TABLE 1: ATTENDANCE OF ELECTED MEMBERS AT COUNCIL MEETINGS**

1 JULY 2022 TO 30 JUNE 2023

| Elected Members      | Ordinary Council Meeting (11) | Special Council Meeting (0) | Electors Meeting (1) | Apologies | Leave of Absence |
|----------------------|-------------------------------|-----------------------------|----------------------|-----------|------------------|
| Cr Joanne Iffla      | 11                            | 0                           | 1                    |           |                  |
| Cr Julie Leenhouders | 11                            | 0                           | 1                    |           |                  |
| Cr Robert Lester     | 11                            | 0                           | 1                    |           |                  |
| Cr Rex Parsons       | 10                            | 0                           | 1                    | 1         |                  |
| Cr Andrew Price      | 10                            | 0                           | 1                    |           | 1                |
| Cr Neil Foreman      | 8                             | 0                           | 1                    | 2         | 1                |
| Cr Drew Dawson       | 9                             | 0                           | 1                    |           | 2                |

**TABLE 2: ELECTED MEMBER GENDER AND BACKGROUND INFORMATION**

1 JULY 2022 TO 30 JUNE 2023

| Elected Members      | Gender | Linguistic Background | Country of Birth | Aboriginal or Torres Strait Islander |
|----------------------|--------|-----------------------|------------------|--------------------------------------|
| Cr Joanne Iffla      | Female | English               | Australia        | No                                   |
| Cr Julie Leenhouders | Female | English               | Australia        | No                                   |
| Cr Robert Lester     | Male   | English               | Australia        | No                                   |
| Cr Rex Parsons       | Male   | English               | Australia        | No                                   |
| Cr Andrew Price      | Male   | English               | Australia        | No                                   |
| Cr Neil Foreman      | Male   | English               | Australia        | No                                   |
| Cr Drew Dawson       | Male   | English               | Australia        | No                                   |

### TABLE 3: ELECTED MEMBER AGE RANGE

1 JULY 2022 TO 30 JUNE 2023

| Age Range                     | Number |
|-------------------------------|--------|
| Between 18 years and 24 years | 0      |
| Between 25 years and 34 years | 0      |
| Between 35 years and 44 years | 0      |
| Between 45 years and 54 years | 2      |
| Between 55 years and 64 years | 2      |
| Over 65 years                 | 3      |

### ELECTED MEMBER TRAINING REGISTER

1 JULY 2022 TO 30 JUNE 2023

| Elected Members      | Date in 2022/23 | Training Course |
|----------------------|-----------------|-----------------|
| Cr Joanne Iffla      | Nil             | Nil             |
| Cr Julie Leenhouders | Nil             | Nil             |
| Cr Robert Lester     | Nil             | Nil             |
| Cr Rex Parsons       | Nil             | Nil             |
| Cr Andrew Price      | Nil             | Nil             |
| Cr Neil Foreman      | Nil             | Nil             |
| Cr Drew Dawson       | Nil             | Nil             |

### ELECTED MEMBERS REMUNERATION

1 JULY 2022 TO 30 JUNE 2023

| Elected Member   | Cr Joanne Iffla<br>(Shire President) | Cr Julie Leenhouders<br>(Deputy President) | Cr Robert Lester | Cr Rex Parsons | Cr Neil Foreman | Cr Andrew Price | Cr Drew Dawson |
|--|--------------------------------------|--|------------------|----------------|-----------------|-----------------|----------------|
| President's allowance                                  | \$12,000                             | \$0  | \$0              | \$0            | \$0             | \$0             | \$0            |
| Deputy President's allowance                           | \$0                                  | \$3,000                                    | \$0              | \$0            | \$0             | \$0             | \$0            |
| Meeting attendance fees                                | \$14,000                             | \$7,000                                    | \$7,000          | \$7,000        | \$7,000         | \$7,000         | \$7,000        |
| Child care expenses                                    | \$0                                  | \$0  | \$0              | \$0            | \$0             | \$0             | \$0            |
| Other expenses   | \$0                                  | \$0  | \$0              | \$0            | \$0             | \$0             | \$0            |
| ICT expenses   | \$0                                  | \$0  | \$0              | \$0            | \$0             | \$0             | \$0            |
| Annual allowance for ICT expenses                      | \$1,000                              | \$1,000                                    | \$1,000          | \$1,000        | \$1,000         | \$1,000         | \$1,000        |
| Travel and accommodation expenses                      | \$0                                  | \$0  | \$0              | \$0            | \$0             | \$0             | \$0            |
| Annual allowance for travel and accommodation expenses | \$0                                  | \$0  | \$0              | \$0            | \$0             | \$0             | \$0            |
| <b>Total Elected Member Remuneration</b>               | <b>\$27,000</b>                      | <b>\$11,000</b>                            | <b>\$8,000</b>   | <b>\$8,000</b> | <b>\$8,000</b>  | <b>\$8,000</b>  | <b>\$8,000</b> |

# CAPITAL GRANTS

## CAPITAL GRANTS 2022/2023 - \$3,170,511

| FUNDING   | ACTIVITY   | \$\$      |
|---|--|-----------|
| Department Fire & Emergency Services            | Installation of 2 water tanks - 1 x 150,000 Lt Gairdner BFB & 1 x 150,000Lt Jerramungup Airstrip | \$12,451  |
| Department Fire & Emergency Services            | Boxwood Bushfire Brigade - Heavy Duty Appliance TATRA  | \$543,117 |
| Building Better Regions Fund                    | Jerramungup Swimming Pool Project  | \$994,080 |
| Local Roads Community Infrastructure Phase 3    | Bremer Bay Boat Ramp & Jetty   | \$437,340 |
| Recreational Boating Facilities Scheme Round 25 | Bremer Bay Boat Ramp & Jetty   | \$375,000 |
| Regional Road Group                             | Road Construction - Swamp Road, Swarbrick Road & Cuiss Road                                      | \$408,000 |
| Roads to Recovery                               | Road Construction - Doubtful Island & Bremer Bay Road  | \$400,523 |

# CAPITAL GRANTS

## CAPITAL GRANTS 2021/2022 - \$4,302,456

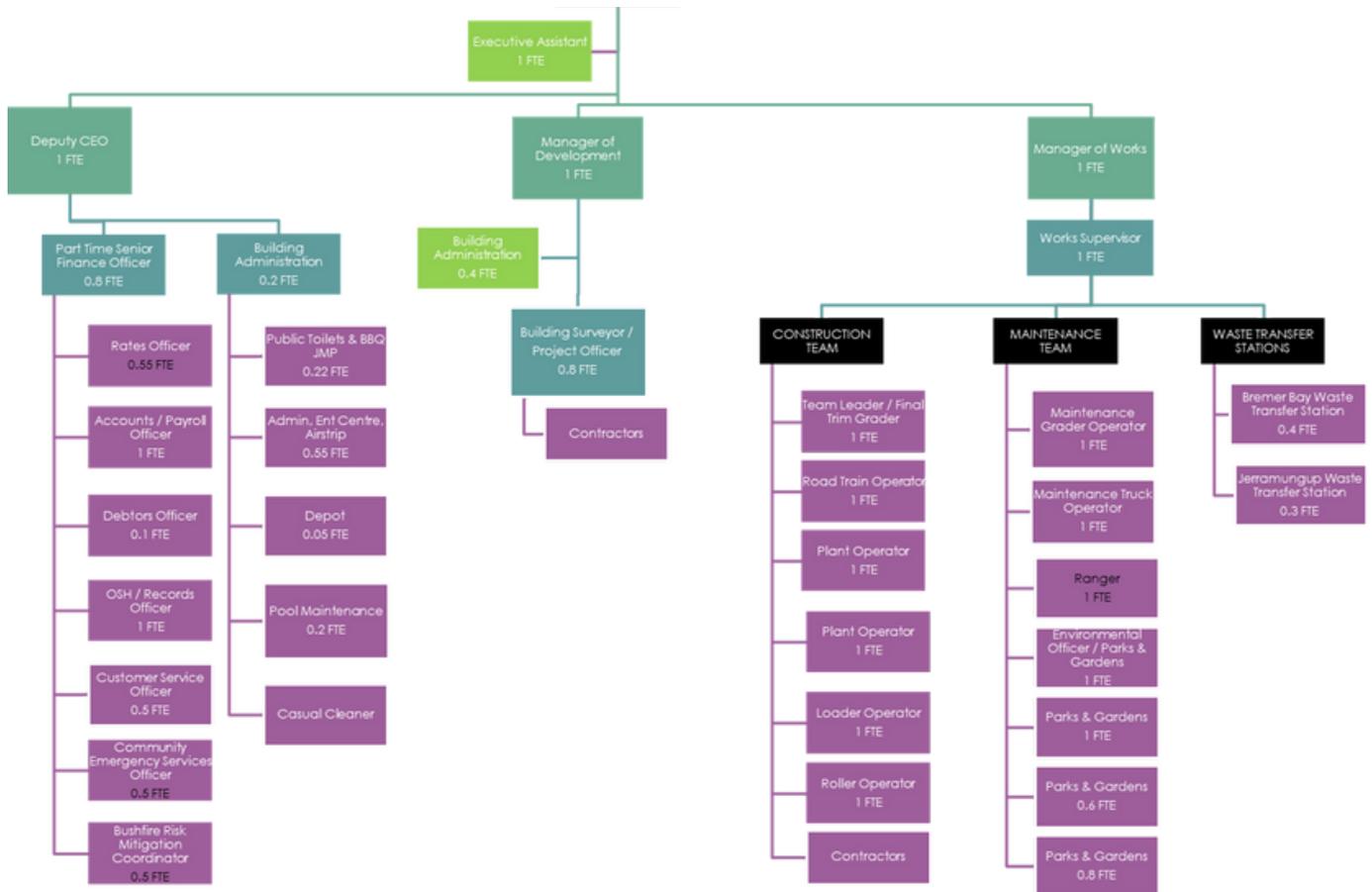
| FUNDING   | ACTIVITY  | \$\$        |
|---|---|-------------|
| Department of Fire & Emergency Services           | Installation of 2 water tanks - 1 x 150,000 Lt Gairdner BFB & 1 x 150,000Lt Jerramungup Airstrip  | \$33,623    |
| Shire of Broomehill - Tambellup                   | BBRF Grant reimbursement of expenditure - Housing project   | \$3,523     |
| Department of Education                           | Jerramungup Swimming Pool project   | \$1,309,091 |
| Building Better Regions Fund                      | Jerramungup Swimming Pool project   | \$1,105,920 |
| Drought Communities Program                       | Various projects funded - Gairdner Community Dam, Boxwood Hill Community Dam upgrade, Bremer Bay Standpipe Access, Gairdner Community Hall upgrade, Needilup Pavilion upgrade, Dancing in the Dirt and preparation of an Adverse Event Plan   | \$100,000   |
| Local Roads Community Infrastructure Phase 2      | Various projects - Supply & erect safety fencing Roe Park, Replacement and installation of new basketball backboards, net and pole at Pelican Park & Roe Park, installation of dump point Lions Park, replacement of playground equipment Pelican Park, Bremer Bay Skate Park, Roe Park, Soldier Settlement Mural Lions Park. Form & gravel resheet Rabbit Proof Fence Road | \$257,291   |
| Recreational Boating Facilities Scheme - Round 25 | Bremer Bay Boat Ramp & Jetty - First payment  | \$375,000   |
| Local Roads Community Infrastructure Phase 3      | Bremer Bay Boat Ramp & Jetty - First payment  | \$437,340   |
| Regional Road Group                               | Road Construction works - Swamp, Cuiis, Swarbrick, Devils Creek, Borden Boxwood Roads   | \$468,666   |
| Roads to Recovery                                 | Road Construction works - Moorshead Road & Bremer Bay Road  | \$161,100   |
| Community Water Supply Program                    | Boxwood Community Dam & Water tank project<br>Boxwood Sports Club   | \$50,902    |

# CAPITAL GRANTS

## CAPITAL GRANTS 2020/2021 - \$2,555,587

| FUNDING   | ACTIVITY   | \$\$      |
|---|--|-----------|
| Building Better Regions Fund<br>Great Southern Housing Initiative | Key Worker Accommodation Construction Project - 19 McGlade Close,<br>18 Lancaster Road, Unit 1 & 2 Collins Street  | \$337,464 |
| Royalties for Regions<br>Regional Aged Accommodation Program      | Great Southern Aged Accommodation Construction Project<br>Construction of 5 x Bremer Bay Independent Living Units  | \$82,697  |
| Royalties for Regions<br>Country Local Government Fund            | Regional Strategic Waste Project   | \$23,217  |
| Drought Communities Program                                       | Various projects funded - Gairdner Community Dam, Boxwood Hill<br>Community Dam upgrade, Bremer Bay Standpipe Access, Gairdner<br>Community Hall upgrade, Needilup Pavilion upgrade,<br>Jerramungup Swimming Pool,<br>Dancing in the Dirt and preparation of an Adverse Event Plan | \$872,000 |
| Local Roads Community Infrastructure<br>Phase 2                   | Replacement and installation of new basketball<br>backboards Pelican Park & Roe Park   | \$6,075   |
| Regional Road Group   | Road Construction - Devils Creek Road, Borden-<br>Boxwood Road, Needilup North Road  | \$360,000 |
| Local Roads Community Infrastructure<br>Phase 1                   | Various projects funded - Purchase Variable Message Display Board,<br>Reseals of roads Point Henry Peninsula including<br>Wellstead Road, footpath maintenance on Roderick Street<br>& Mary Road Bremer Bay  | \$437,340 |
| Roads to Recovery   | Road Construction - Bremer Bay Road,<br>Swamp Road, Frantom Way  | \$400,523 |
| Community Water Supply Program                                    | Boxwood Community Dam & Water tank project<br>Boxwood Sports Club  | \$36,271  |

# WORKFORCE STRUCTURE



| EMPLOYEES | CASUAL | FULL TIME | PART TIME | TOTAL |
|-----------|--------|-----------|-----------|-------|
| FEMALE    | 7      | 5         | 7         | 19    |
| MALE      | 0      | 15        | 1         | 16    |
| TOTAL     | 7      | 20        | 8         | 35    |

| DIRECTORATE             | CASUAL | FULL TIME | PART TIME | TOTAL |
|-------------------------|--------|-----------|-----------|-------|
| CEO Team                | 0      | 4         | 0         | 4     |
| Corporate Services Team | 1      | 2         | 4         | 7     |
| Development Team        | 0      | 0         | 2         | 2     |
| Infrastructure Services | 5      | 11        | 3         | 19    |
| TOTAL                   | 6      | 17        | 9         | 32    |





# STRATEGIC COMMUNITY PLAN

## 2021–2031

---

### STRATEGIC DIRECTION 1: COMMUNITY

- How do we adapt to changes in the way people live?
- How do we ensure fair and equal access to services across the community?
- How do we ensure that people feel valued and part of our community?
- How do we protect, manage and preserve our heritage?

### STRATEGIC DIRECTION 2: ECONOMY

- How do we grow our economy sustainably in the jobs of the future?
- How do we improve local technology and communication platforms?
- How do we reduce the number of people leaving the region for work or study opportunities?
- How do we capitalise on our location, assets and people to encourage business investment?
- How do we attract more people to our region and get them to stay longer?

### STRATEGIC DIRECTION 3: ENVIRONMENT BUILT

- How do we increase investment in infrastructure from all levels of Government? How do we improve our transport network?

### STRATEGIC DIRECTION 4: ENVIRONMENT NATURAL

- How do we sustainably manage the maintenance and renewal of Shire assets?
- How do we reduce energy consumption and increase the use of renewable sources?
- How do we balance providing access to our pristine natural environment while protecting it?
- How do we reduce waste going to landfill and increase reuse and recycling?

### STRATEGIC DIRECTION 5: GOVERNANCE AND LEADERSHIP

- How do we balance the differing views and priorities within our community?
- How do we ensure best value for money in everything we do?
- How do we continually improve customer service?
- How do we ensure that leaders and decision makers have the information they need?
- How do we connect with people to explain decisions and the reasons for them?

---

# STRATEGIC DIRECTION 1: COMMUNITY

*Deliver programs and services that bring people together and support community health and wellbeing.*

For the third consecutive year the Shire was fortunate to receive a grant from the National Australia Day Council to host the Shire's annual Australia Day event. On 26 January 2023 around 350+ people joined celebrations held at the Skate Park (Town Square) in Bremer Bay where a delicious BBQ breakfast was served by Councillors. A jumping castle, bucking bull, soft serve ice-creams, free coffees and live music kept the crowd entertained before the presentation of the Australia Day awards commenced.

A business case and design has been completed for the replacement of the Medical Centre in Bremer Bay which has reached the end of its useful life. Council continues to lobby the State Government for its replacement and along with the GSDC presented the case to the Health Minister.

The Shire of Jerramungup approved a donation request from the Jerramungup Occasional Childcare to purchase new costumes for Santa and Mrs Clause for the Annual Christmas Tree held in Roe Park on 10 December 2022. This event was attended by approximately 250+ children.



On Tuesday morning, 25 April, around 90 people gathered in very cold conditions at the Jerramungup War Memorial to pay their respects to those who have served and continue to serve our nation.

The Shire has long supported the annual Recfishwest Fishing Clinic that is coordinated by the Bremer Bay Community Resource Centre. The primary purpose of Recfishwest Fishing Clinics is to introduce children and families to fishing, getting people outdoors, promoting sustainable, safe fishing practices and connecting families to the fish they catch – making them better stewards of the marine environment. In January 2023, approximately 50 children joined the RecFish West Fishing Clinic ranging in ages from 4-15 with all equipment and instructions provided by RecFish West staff all attendees received a sausage sizzle and afternoon tea.



Above: Recfishwest Clinic  
Photo Credit: Bremer Bay CRC

---

*Deliver programs and services that bring people together and support community health and wellbeing.*

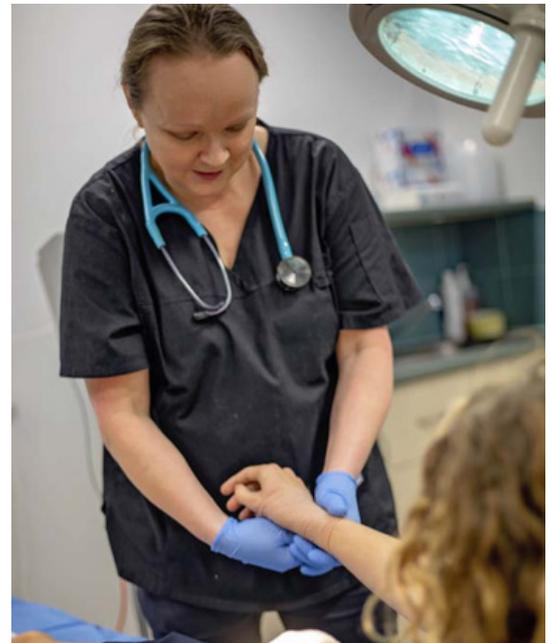
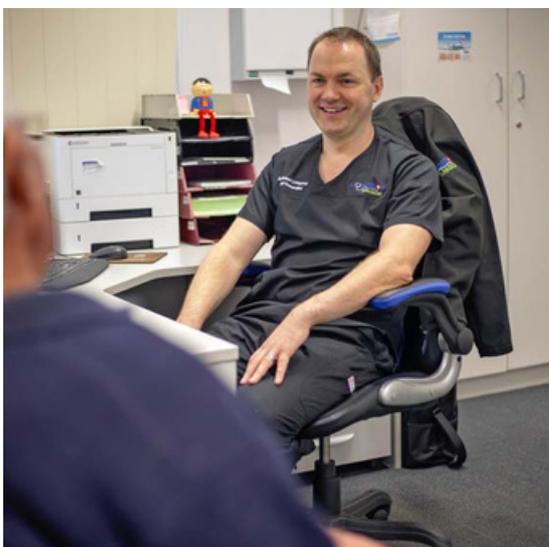
## **GENERAL PRACTICE (GP) SERVICES – PROVIDED AND SUPPORTED BY THE SHIRE OF JERRAMUNGUP**

In order to facilitate economic and population growth in the Shire, the provision of General Practice (GP) services within our community is critically important. Although the Department of Health has primary jurisdiction for health services, the Shire of Jerramungup facilitates a number of initiatives financially and administratively to support the provision of GP services to our community.

In July 2021, the Shire was excited to announce that Livingston Medical would be taking on GP Services for the Shire of Jerramungup with their highly qualified team of Doctors and Business Director, Rachel Livingston leading the charge Livingston Medical took over the Practice in Jerramungup and Bremer Bay from Wednesday 21 July 2021.

Dr Livingston is a fellow of the Australian College of Rural and Remote Medicine and has advanced emergency medicine qualifications and a number of esteemed skin cancer and surgical and procedural qualifications including the professional diploma of skin cancer medicine. Dr Livingston also has a dedicated team of caring, experienced nurses and administration staff.

This Shire is extremely fortunate to partner with Livingston Medical, Dr Livingston is a recipient of an Australian College of Rural and Remote Medicine (ACRRM) 2021 Distinguished Service Award for his significant contribution to rural and remote medicine and general service to the community. This passion for rural GP services is clearly something he has in-shrined into his team of Doctors.



Dr. Felicity Paget provides weekly GP Services to the Jerramungup and surrounding communities on Tuesdays and Wednesdays and then is based in Bremer Bay on Mondays and Thursdays. Dr Felicity Paget qualified in 2015 and has had a varied career in many spheres of medicine.

Dr Paget loves everything about Rural Generalism and has focused her skills on Emergency Medicine, Women's health and mental health as well as procedures. Her career to date has taken her to Geraldton, Perth, Hopetoun, Albany and Katanning before settling in Bremer Bay, where she now calls home.

Dr Paget was successful in gaining fellowship with RACGP in 2023 and has advanced skills in rural generalism, recognised by her FARGP status. Dr Paget also has plenty of experience working in emergency departments in Perth and the Great Southern. Dr Paget is constantly expanding her knowledge with courses and workshops to bring more services to the Shire of Jerramungup and hopes to call Bremer Bay home for a long time to come.

---

***Maintain facilities that connect people and promote an active and healthy lifestyle.***

**Swimming Pool Opening**

The new 25m main pool, toddler's pool, pump shed with accessories, male/female/accessible toilets, change rooms and first aid room at the Jerramungup pool precinct began in May 2021, and was officially opened on 23 September 2022 with a community BBQ and free entry to the pool. The residents of Jerramungup and surrounding areas have embraced the new facilities, with 260 members in 2022/23. Many more community members of all ages accessed the pool in the company of a key holder. The Jerramungup District High School enjoyed hosting their swimming carnival and the inter-school swimming carnival in the upgraded pool complex, and VacSwim conducted swimming lessons there too. Having safe learn to swim facilities assists with reducing the likelihood of drowning or near drowning incidents. The redevelopment of this facility encourages a healthy and active community and aligns to supporting economic growth through retaining skilled employees and attracting people and families to live, work and contribute in the region.

This \$4.5 million project was made possible by funding from the Australian Government, Building Better Regions Fund (BBRF), Department of Industry, Science, Energy and Resources through the Drought Communities Programme, Department of Education and the Shire of Jerramungup.



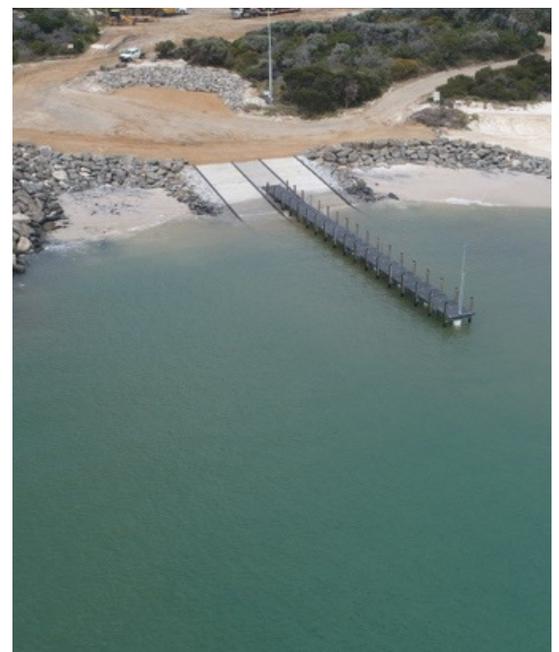
**New Boat Ramp and Jetty at Fishery Beach**

Works to replace the existing boat launching facilities at Fishery Beach Bremer Bay were undertaken with the new Boat Ramp and Jetty being officially opened in October 2022.

The project consisted of construction of a new 2-lane public boat ramp and a wider finger jetty. This provides safer access for the Volunteer Marine Rescue Service and universal access for the public.

The predominant benefit of this project is ensuring that Bremer Bay continues to have recreational boat access to its waters. Bremer Bay's attractiveness both as a holiday destination and as a place to live is largely attributed to the marine environment: a reliable recreational boat launching facility is a fundamental part of this.

This project was made possible through funding received from the Department of Transport Recreational Boating Facility Round 25 grant and The Department of Infrastructure, Transport, Regional Development and Communications.



---

***Maintain facilities that connect people and promote an active and healthy lifestyle.***

**Bremer Tennis Court Resurfacing Project**

The resurfacing of the Bremer Bay Tennis Courts project demonstrated a high level of planning and club member involvement and was strongly supported by the Bremer Bay Sports Club and Council. The replacement will continue to allow volunteers at the club to spend more time enjoying their sport of choice. The Shire also envisages this project as having longer term outcomes by expanding recreation opportunities to the wider public and visitors to Bremer Bay. The Bremer Bay Sports Club and Tennis Club Committee worked tirelessly to bring this vision to life, and many volunteers spent countless hours demolishing and assisting with the upgrades. This project was funded by the Department of Local Government, Sport and Cultural Industries CSRFF program, the Shire, Bremer Bay Tennis Club and Tennis West. The Bremer Bay Tennis Courts were officially opened on Saturday 1 October 2022.



**Contributions to Sporting Clubs**

The 2022/2023 budget included the contribution of \$10,000 each to Bremer Bay, Jerramungup and Boxwood Hill sporting clubs. The contribution is to go towards operational and maintenance costs associated with the grounds and facilities. The contribution is on the condition that each Sporting Club provide their audited annual financial statements and a copy of their Sport and Recreation Plan to the Shire each year.

**Irrigation of the Jerramungup Motorcross Track**

The Jerramungup District Motorcycle Club completed Phase 1 of the project in 2021 which involved installing an irrigation system, sprinklers, pump and pipe to the first half of the motorcross track in early 2021. The total cost of this project was fully funded by the Club through fundraising, canteen sales, memberships and sponsorship.

The Club submitted a request for financial support of \$4,000 in 22/23 to complete Phase 2 which involved irrigating the remaining half of the track and installing a hose system to water the new mini track for the young 50cc riders. The irrigation of the track ensures that the Club can water the track to settle the dust and improve the safety of the riders and officials involved on race day.



---

***Encourage and support volunteers and community groups to grow an active volunteer base.***

**2022 Senior Sports Person of the Year**

The 2022 Senior Sports Person award was presented to Rosemary Lester not only for her outstanding achievements in hockey, but also for her dedication to the clubs and sports she is a part of and her willingness to go above and beyond and step up to lend a hand whenever needed. Rosie is a dedicated member of a number of sporting clubs and has taken on many roles that contribute to a busy club life including catering, co-captain of the hockey team, and coaching junior hockey. Her investment in the continuation of local sports and her endless support for her clubs, teammates, peers and beyond deserves our acknowledgement and recognition.

**2022 Junior Sports Star of the Year**

The 2022 Junior Sports Person award was presented to Lara Lester who was nominated for her outstanding achievements as a member of the Jerramungup Sports Club, Netball Club, Hockey Club and Basketball Club. Not only did Lara perform at a high standard in all these sports but she also regularly volunteered her time to assist with club responsibilities such as taking up kitchen rosters, selling raffle tickets, and training to become an umpire. Lara is an outstanding young citizen in our community and is a role model for other younger community members.

**2022 Community Group/Event Award**

The 2022 Community Group/Event award went to the Bremer Bay Primary School Parents and Citizens Committee for their dedication and incredible fundraising efforts to the school as well as the community. Over two years the P&C's 'Containers for Cash' collection grew into an outstanding and notable achievement, raising the tremendous amount of \$16,647. Their efforts also gained a State level Change Maker Award. The P&C has also helped to keep Bremer Bay town and beaches clean, and saved over 250,000 containers from landfill.



---

*Encourage and support volunteers and community groups to grow an active volunteer base.*

**2022 Citizen of the Year award - Mr Graham Carthew**

The 2022 Citizen of the Year award went to Graham ‘Crow’ Carthew, who over the last 50 years has dedicated himself to his community and often goes above and beyond his various roles, showing initiative, leadership and dedication.

Graham volunteers his time to a great variety of community groups, and also supports these groups financially through sponsorships, donations and fundraising activities. He is also integral in achieving continuous improvements and upgrades to local community services, buildings, sporting and other facilities.

Graham is an inspirational role model that gives to his community in the most selfless way and shows an always present ‘can-do’ attitude. He truly is an outstanding citizen.

**Boxwood Volunteer Bushfire Brigade NEW appliance**

The Boxwood Tatra was delivered to the brigade in November 2022 after some of the members went through some specific training on the new truck. The new truck has twice the capacity of the old truck, can hold 4000 litres of water and is capable of operating in rough and boggy terrain. It is a considerable improvement on the brigade’s old 2.4 appliance.

The Tatra's capabilities were tested at a fire in rough terrain near the Pallinup River on the South Coast Highway in March this year. Initial reports from the brigade indicate that they are happy with the new acquisition.



---

*Encourage and support volunteers and community groups to grow an active volunteer base.*

**WATER TANKS FOR EMERGENCY SERVICES –  
GAIRDNER BUSHFIRE BRIGADE AND  
JERRAMUNGUP AIRSTRIP**

The Department of Fire and Emergency Services (DFES) was allocated \$2 million through the WA Recovery Plan to provide water tanks to eligible Bushfire Brigades without tanks, to support bush fire response throughout the State. Funding was spread over two financial years commencing 2020/21 with the first round completed in June 2021.

In February 2021, the second round of funding application eligibility was extended to strategically located water tanks for firefighting purposes. The criteria applied to the second round requests were that the water tank must be located on Local Government owned or managed land.

On 26 March 2021, the Shires application for two (2) x 150,000Lt water tanks to be located at the Gairdner Bushfire Brigade Co-location building and the Jerramungup Airstrip were presented to the Bushfire Operations Committee (BOC) for consideration. The BOC endorsed the Shires application and promoted us to the Local Government Grant Scheme (LGGS) Bush Fire Service Capital Grants Committee for approval on 4 August 2021. The funding amount approved was \$46,074.

Both water tanks have now been installed and are operational at both locations.

Jerramungup Airstrip



Gairdner Bushfire Co-location





---

***Encourage and support volunteers and community groups to grow an active volunteer base.***

**2022/2023 Contributions to Community Groups and Committees:**

\$15,461 allocated to South Coast Alliance. The City of Albany, Shire of Denmark, Shire of Plantagenet and Shire of Jerramungup formed an alliance focused on economic development and future prosperity. The four local governments continue to work together to collaborate on initiatives to improve the economic prosperity and wellbeing of their communities;

\$15,000 allocated to Fitzgerald Biosphere Group (FBG) to go towards administrative and running costs to continue to work with the farming community within the Shire and deliver projects and services that encourage sustainable agriculture, healthy ecosystems and vibrant enterprises;

\$11,000 allocated to Great Southern Treasures to build brand awareness of the tourism assets within Great Southern Treasures locally, nationally and worldwide with the stated mission being to collectively plan and promote the tourism assets, experiences and events across member local governments.

\$7,000 allocated to the Fitzgerald Biosphere Community Collective (FBCC) group to assist with administrative and project costs to ensure the Fitzgerald Biosphere is meeting its obligations to remain UNESCO listed and is internationally recognised for achieving outstanding biodiversity conservation outcomes;

\$5,000 allocated to the Great Southern Centre for Outdoor Recreation Excellence Limited (GSCORE) to support the implementation of the Great Southern Regional Trails Master Plan;

\$3,000 annual contribution to the Jerramungup Occasional Childcare to assist with insurance and running costs;

\$3,000 annual contribution to the Bremer Bay Occasional Childcare to assist with insurance and running costs;

---

***Encourage and support volunteers and community groups to grow an active volunteer base.***

#### **MENS SHED – BREMER BAY**

The Shire has been proactive in the establishment of a Men's Shed within Bremer Bay over the past 12 month reporting period. The Men's Shed is regarded as being a positive outcome that will contribute to the livability and wellbeing of the community.

The proposal to establish the Men's Shed at the Bremer Bay Sports Club has been arrived at after a comprehensive review of alternative options and is, considered to be well suited to the purpose.

Council approved to grant a Sub-Lease between the Bremer Bay Sports Club and the Bremer Bay Men's Shed on a portion of Reserve No.511 Lot 3000 on DP46739 142 Frantom Way, Bremer Bay for a period to coincide with the expiry of the Sports Club lease being the 14th April 2036 and that the Rent for the proposed Lease be for a nominal (peppercorn) amount.

Caldwell Surveys were engaged by the Shire to have the proposed lease area (as pegged out by members of the group) surveyed. The survey has been completed in preparation for inclusion into the new Sub Lease document. Costs for the survey are being met by the Shire.

Instruction has been sent to the Shire's solicitors to prepare the draft sub lease document. Upon receipt the draft lease will be provided to both the Sports Club and the Men's Shed for review and comment. All costs for the preparation and registration of the document will be met by the Shire.

The Shire typically assumes costs associated with the preparation of leases for community groups. In this instance costs are estimated at \$2500 and the Shire is supportive of absorbing these costs given the long term benefit to the community.



---

# STRATEGIC DIRECTION 2: ECONOMY

*Work with the business community to attract investment, create jobs and support small business growth.*

## Blueback Movie Premiere Screening

Bremer Bay laid out the red carpet for the premiere of 'Blueback', a film adapted from Tim Winton's acclaimed novel of the same title written in 1997. Blueback is a story of friendship, family and the power of one young girl to make a difference, the film tells the story of Abby a young girl who befriends a wild blue groper whilst diving in the breathtaking waters of Western Australia.

The story takes place in the fictitious town of Longboat Bay, with most of the filming done in Bremer Bay. The movie was directed and produced by Robert Connolly and starred Mia Wasikowska, Eric Bana and Radha Mitchell.



As well as being accommodated in Bremer Bay the film company invested as much as possible into community businesses. A total of 287 locals were also involved in the film with many taking roles as extras and support jobs such as caterers, set location providers and general staff.



The Shire coordinated and contributed financially to the planning of the Premiere which took place at the Bremer Bay Resort on 23 November 2022, with an audience of more than 500 people. Blueback was released nationally on the big screen in cinemas on 1 January 2023.

---

# STRATEGIC DIRECTION 2: ECONOMY

*Work with the business community to attract investment, create jobs and support small business growth.*

## WA POLICE Presence BREMER BAY

The Shire Staff and Elected Members have been consulting with WA Police on multiple occasions in particular over the past 12 months to provide support and advice on securing a permanent Police presence in Bremer Bay.

The Shire currently provides three (3) residential properties to the WA Police to house the Police Officers in Jerramungup.

The Shire regularly meets with the WA Police Executive Team and local Officers to discuss local matters and how we can work together on various projects. During this annual reporting period the local Sargeant raised concerns of constant speeding vehicles past the Bremer Bay Caravan Park heading towards Bremer Beach. The Sargeant had confirmed that multiple traffic infringements were issued regularly for that particular section of Bremer Bay Road.

To alleviate the risk the Shire consulted with Main Roads WA on the most appropriate option to try and restrict the speed of vehicles in this location. Based on the advice received from Main Roads WA, the Shire installed speed cushions along a section of Bremer Bay Road as a measure to reduce speed and to provide public safety to pedestrians utilising the footpath by restricting speeding vehicles.



Elected Members supported the proposal to purchase and install the speed cushions and caterpillar along Bremer Bay Road. The works were completed by December 2023. Reports so far from WA Police have been positive and it appears that the speed cushions seem to have the desired affect.

Furthermore, the Shire assisted the Jerramungup Police by project managing and coordinating the installation of a path and crossover for the Jerramungup station in October 2022. The cost of the works undertaken once completed was then then directly invoiced by the Shire to WA Police.



*Use the natural beauty and the heritage of the region to promote the Shire as a great place to visit.*

### **Bremer Bay Marina**

The capacity of the Fisheries Beach Marina is a major constraint for the future of Bremer Bay's aquatic industry expansion. At present fishing boats and whale tour charter boats are fully utilising the available moorings. Further expansion demand is expected as offshore abalone farming develops and there is a strong likelihood that further entities will be established to capitalise on the Bremer Canyon and its opportunities. The Department of Transport have completed a Business Case for the proposed development with the Shire of Jerramungup being closely involved as a key stakeholder.

### **Respect Bremer Bay**

The Shire has continued the Respect Bremer Bay marketing campaign in 2/23 to continue to raise awareness of the impacts associated with the increased population over the holiday season. The key messages of the campaign are:

- Keep Bremer Bay beautiful for future generations
- Leave your camp site as you found it
- Take your rubbish with you, or put it in the additional bins supplied
- Don't pollute our home (wildlife)
- Respect the built environment, please don't vandalise our town
- Please do not graffiti our public facilities
- Please don't steal the street signs
- Our beautiful community is yours for a short time, treat it like your home
- Don't cut it fine, arrange accommodation in advance and ensure you have a legal campsite

We are pleased to report that damage and vandalism remained minimal over the 2022/2023 holiday season.



---

## ***Advocate for improved road and communication connectivity to support rural and agricultural businesses and environmental tourism***

The Shire continues to lobby the State Government for much needed improvements to South Coast Highway. The upgrade of South Coast Highway is also heavily supported by the South Coast Alliance which consists of the City of Albany and Shire of Denmark, Shire of Plantagenet and the Shire of Jerramungup.

The South Coast Highway requires significant upgrades along its entire length. Long sections do not meet the minimum design standard set by both Main Roads and Austroads for the level of heavy vehicle traffic, with regular heavy vehicle accidents occurring.

Upgrades to the South Coast Highway between Albany and Jacup, for some years noted as a high to medium priority, are not yet funded to even the 'low cost' standard, let alone the desired '2031 cross section' standard. A submission to Infrastructure Australia, ultimately accepted onto the Priority List, for a full upgrade from Albany to Jerramungup for around \$650million has not yet proceeded.

For the east/west route of the South Coast Highway, there is no other freight transport option other than by road. Heavy vehicle traffic as a proportion of total traffic has grown by 12% between 2019/20 and 2022/23, and now accounts for 33% of all weekday traffic.

Along the South Coast Highway between Albany and Esperance heavy vehicle combinations have increased substantially in number, dimensions, and mass over the last decade; however, the physical road network has not kept pace. This has a significant impact on passenger vehicles, with more than 75% of all passenger vehicles required to travel below the allocated speed.

The mix of tourism traffic and heavy haulage traffic is a concern due to the increasing demand on the region's road network by both types of traffic on shared routes.

Deaths on Great Southern roads are well above the regional average for Western Australia. For the South Coast Highway, cropping transport represents approximately 80% of the total freight task. In the past 12 months 3.9 million tonnes of grain (the largest commodity) was exported through the Albany Port – an increase of almost 50% on the 2020 volume of 2.62 million tonnes. The Great Southern is already the second largest producer of agricultural produce in Western Australia, and changing rainfall patterns are expected to see proportionately higher growth in grain yields in the Great Southern.

Improvements on South Coast Highway is a high priority the improvements are urgently required to ensure road user safety and to be able to maintain global competitiveness as well.

---

# STRATEGIC DIRECTION 3: ENVIRONMENT BUILT

*Deliver sustainable long-term planning for the built environment that meets the needs of the community*

## **St John Ambulance Bremer Bay Sub Centre Build Project**

The Bremer Bay SJA Ambulance Depot is presently located within the Volunteer Fire and Emergency Services Shed (VFES) which they cohabit with the Bremer Bay Volunteer Bush Fire Brigade, Volunteer Road Crash Rescue unit and Volunteer Marine Rescue group. The current ambulance depot consists of one isolated garage bay, holding the ambulance vehicle, some stock and equipment and multiple lockers for volunteers.

The local St John Ambulance volunteer group has not only outgrown this space but is also restricted in their operations by co-sharing the facility.

In support of the project, Council instigated and successfully finalised the amalgamation of Lots 802 and 803 on DP47189 to create one consolidated lot forming Reserve No. 48293 to provide sufficient area on which to establish an Emergency Services Precinct whereby SJA WA, DFES and WA Police could all locate their buildings and operations.



Above: Louise Gadsby & Danielle Wisewould

The Shire facilitated a meeting with Department Fire and Emergency Services, WA Police and St John Ambulance to foster a consolidated approach to use of the reserve and to establish all current and future occupants of the site's requirements for space. Through this process, an overall concept plan for the site was developed, identifying area allocations for all agencies involved. Following on from this process, not only St John Ambulance but also WA Police have substantially progressed with their development intent. Subject to funding, St John Ambulance could potentially commence their project after May 2024 and WA Police anticipate the delivery of their facility by November 2024. Department Fire and Emergency Services is awaiting the outcome of the St John Ambulance project before scheduling their construction works.

A quantity survey was done, pricing the project at \$2,100,000. This started the local volunteer's fundraising journey consisting of grain drives, grand raffles, a go-fund-me page and frequent sausage sizzles etc. Together with contributions from the Shire of \$150,000 in 22/23 and fellow St John Ambulance sub centres, the local volunteers procured a budget of \$746,000 towards the construction of their new facility. The Shire of Jerramungup continues to work closely with St John Ambulance Australia to seek funding opportunities to bring this much needed community project to fruition.

---

*Deliver sustainable long-term planning for the built environment that meets the needs of the community.*

### **Significant Local Roads with Regional Importance Roads 2040 - Meechi Road Roads 2040 Submission**

The Shire completed a detailed submission to seek approval from the Great Southern Regional Road Group Technical Advisory Group to include Meechi Road on the Roads 2040 document. The Roads 2040 document is a strategic document of regionally significant Local Government Roads and the development strategies for them. Only projects on local roads included in Roads 2040 will be eligible for Road Project Grant funding under the State Road Funds to Local Government Agreement.

Meechi Rd provides northwest-southeast connectivity between the key agricultural and tourism areas within the Shire of Jerramungup, specifically Gairdner, Jerramungup, Bremer Bay and the Fitzgerald River National Park. Specifically, given the upgrades from gravel to seal of Devils Creek Rd and significant segments of Swamp Rd, Meechi Rd is now part of a popular direct route between the South Coast Hwy and Bremer Bay Rd.

The road experiences high volumes of light vehicle and caravan traffic during peak tourist periods and is also servicing numerous large agricultural properties in the district. Significant volumes of heavy vehicles access this road during harvest exporting grains and during seeding for grain import, fertiliser and other deliveries. Ensuring the road is of a consistent minimum Type 5 standard for the full length of the road is regionally important to local businesses and industry.

The Shire plans to upgrade and then maintain Meechi Rd from an unsealed standard to a 7.2m wide sealed standard using Regional Road Group funding. Given the relatively high standard of the road, particularly the northern portion, the work will generally comprise shaping and preparation of the existing road formation and pavement and construction of a two coat seal.

The Technical Working Group approved the submission for Meechi Road to be included on the Roads 2040 document. A submission for funding in 24/25 to commence the sealing works on the first 5km of Meechi Road was submitted for consideration and approval from the Regional Road Group.



---

***Deliver sustainable long-term planning for the built environment that meets the needs of the community***

**Cuiss Road Sealing Works Submission Roads 2040**

A submission was prepared in 22/23 and submitted to the Regional Road Group for endorsement to construct and seal progressively from Cuiss Road to the entry of the Fitzgerald River National Park from 24/25. This road is used for the transport of grain, fertiliser and other agricultural produce.

Cuiss Road is on the school bus network and provides a direct route to tourists from South Coast Highway to the Fitzgerald River National Park which is a major site for tourists with its rugged coastline, whale watching and rare flora. Proposed sealing works will benefit tourists being able to access the Park from both the north and west, to attractions including Point Anne, West Mt Barren and heritage accommodation at Quaalup Homestead.

The Shire continues to work with Department Biodiversity Conservation to lobby the State and Federal Government to seal the road to Point Anne. This works would provide significant economic opportunities in Bremer Bay and Jerramungup.

At present all businesses which have attempted to leverage this opportunity have been set back by the implications of road closures after rain and the uncertainty as to whether reliable access to the area can be achieved. There has also been heavy criticism from travellers who have had their vehicles damaged or experienced such rough conditions that it has ruined their experience of the park.

---

***Design, construct and maintain infrastructure in a manner that maximise its life, capacity and function.***

Road reserves are an integral component of the Shire road network, providing space for the road surface, road shoulder and drainage network. In addition to providing a transport service, rural road reserves are an environmental asset, they are often covered with native vegetation providing an attractive, natural space and a habitat for animals.

Finding a balance of developing and maintaining road infrastructure while maintaining the natural environment has been problematic at times and has led to the Shire investing heavily in training and environmental assessments over the past 5 years.

The 2022/23 construction program saw upgrade works undertaken on the following roads:

- Complete formation widening upgrades and gravel resheeting work was carried out on Cowalleup Road, Jacup North Road, Marnigarup Road East and Stock Road.
- The taxiway of the RFDS Bremer Bay Airstrip was formed and sealed, and the Jerramungup swimming pool carpark resealed.
- The road surface of Moorshead Road had asphalt laid, and Swarbrick Road (including the carpark) received a reseal and pavement repairs.
- Swamp Road had upgrades to drainage and floodways, and was gravel sheeted and sealed.
- Cuiss Road and Doubtful Island Road were widened, formed and had drainage upgraded.
- Bremer Bay Road received works to widen the shoulders and seal, to install white line marking, signage and RPM's for barrier for the path.

---

*Deliver sustainable long-term planning for the built environment that meets the needs of the community*

**BREMER BAY AIRSTRIP CROSS RUNWAY PROJECT**

Bremer Bay has faced serious threats from large bushfires in recent years, with air resources playing a critical role in combating the bushfire threats the Bremer Bay Airstrip Cross Runway Project funding will further strengthen the capacity of fire and emergency services to manage fire incidents in the region.

Due to the significant capital costs associated with the Bremer Bay Airstrip Cross Runway project the Shire submitted a funding application under the Remote Airstrip Upgrade Program Round 9. On the 9 August 2022, it was announced by Assistant Minister for Regional Development Anthony Chisholm that the Shire was successful in securing funding for the amount of \$815,564 ex GST for the construction of a new cross runway, two taxiways and installation of lighting and fencing.

On the 13 February 2023, the Hon Shelley Payne MLC announced the Bremer Bay Airstrip grant application had also been successful in receiving \$729,00 in funding towards upgrades.

The Shire of Jerramungup received the largest grant of \$729,000 under the Regional Airports Development Scheme (RADS) 2023-25, contributing to a \$2.5 million upgrade of the Bremer Bay Airstrip.

Comments Attributed to Member for the Agricultural Region Hon Shelley Payne MLC

"The Regional Airports Development Scheme helps to ensure the sustainability of airport infrastructure in regional areas and is critical to improving safety," she said.

"It is great to know that the Shire of Jerramungup will be receiving this funding for the significant upgrades needed at Bremer Bay airstrip."

Comments attributed to Transport Minister Rita Saffioti:

"The Regional Airports Development Scheme continues to play an important role in supporting the growth and sustainability of regional airports, and this year more than \$3 million in grants will support 17 critical projects throughout regional and remote Western Australia.

"Bremer Bay Airport has received the largest grant for major upgrades to construct a cross runway and two taxiways, including markers, lighting, and installation of fencing - this will improve air operations at Bremer Bay, particularly for firefighting purposes.

"The McGowan Government has a strong focus on regional aviation, with the RADS grants complementing the Government's introduction of capped airfares last year, making airfares more affordable for regional residents.

"These RADS grants will upgrade regional airport infrastructure that is critical to supporting Regular Public Transport air services across WA, helping regional residents connect to Perth."

On the 29 May 2023, the Shire submitted an application for additional funding under the National Disaster Risk Reduction (NDDR) Program for the amount of \$450,724 the Shire is awaiting on the outcome of this grant application.

Project works will commence in the 24/25 financial year.

---

***Deliver sustainable long-term planning for the built environment that meets the needs of the community***

**LOBBYING FOR IMPROVED MEDICAL CENTRES - BREMER BAY & JERRAMUNGUP**

Bremer Bay and the Jerramungup sub-region consistently attracts a large tourist population throughout the year. Our medical centres were constructed over 30 years ago with the capacity to cater for a small local population of less than 1,000. In order, to facilitate economic and population growth within the Shire, the provision of medical services within our community is critically important.

Although the Department of Health has primary jurisdiction for health services, the Shire of Jerramungup facilitates a number of initiatives financially and administratively to support the provision of General Practice services to the Shire of Jerramungup residents and wider community. Through the rates raised each year the Shire of Jerramungup 'Ratepayers' contribute \$210k towards the provision of GP and Business Practice Services on an annual basis.

In an effort, to cater for these visitors and permanent residents, the Shire feels that it is essential to upgrade the existing medical facilities in Bremer Bay. The upgraded facilities would allow for a greater level of patient care locally during peak holiday periods and would also provide our older population with a renewed confidence that will translate into ongoing independent and healthy living.

Bremer Bay is a regionally significant location from a holiday and recreation perspective. Historically, during Christmas and Easter periods, the population of Bremer Bay would swell from 500+ permanent residents to between 6,000 and 10,000 people. A majority, of these visitors are from surrounding towns and the central wheatbelt region of Western Australia.

In recent years the increase in tourists numbers to the Bremer Bay area has increased significantly and the low tourist season is now non-existent. The statistics provided to the WA Police over the Christmas/New Year period for 21/22 & 22/23 season based on traffic count data and stats provided by local accommodation providers was between 15,800 – 27,382 visitors/residents within Bremer Bay townsite over this period.

To cater for these visitors and permanent residents, the Shire feels that it is essential to upgrade the existing medical facilities in Bremer Bay in particular, as well as Jerramungup. The upgraded facilities would allow for a greater level of health care locally and would also provide our older population with a renewed confidence that will translate into ongoing independent and healthy living.

A new facility in Bremer Bay would facilitate a greater level of patient care locally, reducing the pressure on the larger regional centres such as Albany, Katanning and Perth.

The Shire has received continual feedback from the community that the health facility in Bremer Bay is inadequate. This feedback culminated in a community survey administered by the Lower Great Southern District Health Advisory Committee. This survey again reinforced the inadequacies of the existing facility.

The Shire has received letters of support from St Johns, Great Southern Development Commission and the Lower Great Southern District Health Advisory Committee supporting the construction of new health facilities. To facilitate the ambition to improve the health care facilities in Bremer Bay and Jerramungup (including accommodation in Bremer Bay), the Shire of Jerramungup takes every opportunity to convey its strong support for the proposed construction of new facilities.

Despite numerous representations and undertakings construction or formal planning for the new health centre in Bremer Bay has not progressed albeit Shire is aware of the proposed design for the building.

**Progressive, Prosperous  
and a Premium Place  
to Live and Visit.**

---

*Deliver sustainable long-term planning for the built environment that meets the needs of the community*

**BUSHFIRE MITIGATION WORKS 222/23**

28 bushfire mitigation treatments have been delivered under the Mitigation Activity Fund across the Shire vested Crown reserves over the last 12 months each with a specific focus of reducing the potential for impact on life and property values from bushfires. 8 prescribed burns over an area of around 170 ha have been undertaken around the Bremer Bay, Needilup and Boxwood Hills town sites over the last 12 months. In addition to the prescribed burns a considerable focus of this year’s program was to continue with an expanded program of parkland clearing along the Wellstead, Point Henry and Black Rocks road reserves to achieve a radiant heat and flamelength reduced safe access alignment for members of the public to move off of Point Henry Peninsula in the event of a major bushfire incident as per the 2002 bushfire.

The Shire of Jerramungup received \$329 000 in their Grant agreement with Bushfire Risk Management Branch of DFES and spent \$327 000 of the Grant implementing these treatments.

This has been largely achieved with fantastic support from Shire staff in particular the Shires Bushfire Risk Mitigation Coordinator, Malcom Grant and Volunteer Bushfire Brigade members from across the whole Shire and once again attention to detail in the implementation of these treatments by the Shires successful contractor Indiji Flora.

This grant program managed by the Shires Bushfire Risk Mitigation Coordinator has contributed significant outcomes for improved protection of assets around the Shires' town sites and is an extremely important program to maintain in the future.

The visit and audit by the Office of Bushfire Risk Management in winter 2023 confirmed that the treatments being delivered across the Shire are indeed strategic in nature and have contributed to marked reductions of threats to people’s lives and assets with the Shire receiving positive confirmation from this visit in the form of a congratulatory letter following their visit. To this end the Shire are going to be included in a three year pilot program of guaranteed funding for the ongoing delivery of high priority mitigation treatments in recognition of our strategic approach to these treatments.





***Advocate for strategic projects that will benefit residents, workers and visitors to the Shire.***

## **LOBBYING FOR IMPROVED MEDICAL CENTRES - BREMER BAY & JERRAMUNGUP**

Bremer Bay and the Jerramungup sub-region consistently attracts a large tourist population throughout the year. Our medical centres were constructed over 30 years ago with the capacity to cater for a small local population of less than 1,000.

In order, to facilitate economic and population growth within the Shire, the provision of medical services within our community is critically important.

Although the Department of Health has primary jurisdiction for health services, the Shire of Jerramungup facilitates a number of initiatives financially and administratively to support the provision of General Practice services to the Shire of Jerramungup residents and wider community. Through the rates raised each year the Shire of Jerramungup 'Ratepayers' contribute \$210k towards the provision of GP and Business Practice Services on an annual basis.

In an effort, to cater for these visitors and permanent residents, the Shire feels that it is essential to upgrade the existing medical facilities in Bremer Bay. The upgraded facilities would allow for a greater level of patient care locally during peak holiday periods and would also provide our older population with a renewed confidence that will translate into ongoing independent and healthy living.

Bremer Bay is a regionally significant location from a holiday and recreation perspective. Historically, during Christmas and Easter periods, the population of Bremer Bay would swell from 500+ permanent residents to between 6,000 and 10,000 people. A majority, of these visitors are from surrounding towns and the central wheatbelt region of Western Australia.

In recent years the increase in tourists numbers to the Bremer Bay area has increased significantly and the low tourist season is now non-existent. The statistics provided to the WA Police over the Christmas/New Year period for 21/22 & 22/23 season based on traffic count data and stats provided by local accommodation providers was between 15,800 – 27,382 visitors/residents within Bremer Bay townsite over this period.

To cater for these visitors and permanent residents, the Shire feels that it is essential to upgrade the existing medical facilities in Bremer Bay in particular, as well as Jerramungup. The upgraded facilities would allow for a greater level of health care locally and would also provide our older population with a renewed confidence that will translate into ongoing independent and healthy living.

A new facility in Bremer Bay would facilitate a greater level of patient care locally, reducing the pressure on the larger regional centres such as Albany, Katanning and Perth.

The Shire has received continual feedback from the community that the health facility in Bremer Bay is inadequate. This feedback culminated in a community survey administered by the Lower Great Southern District Health Advisory Committee. This survey again reinforced the inadequacies of the existing facility.

The Shire has received letters of support from St Johns, Great Southern Development Commission and the Lower Great Southern District Health Advisory Committee supporting the construction of new health facilities.

To facilitate the ambition to improve the health care facilities in Bremer Bay and Jerramungup (including accommodation in Bremer Bay), the Shire of Jerramungup takes every opportunity to convey its strong support for the proposed construction of new facilities.

Despite numerous representations and undertakings construction or formal planning for the new health centre in Bremer Bay has not progressed albeit Shire is aware of the proposed design for the building.

---

# STRATEGIC DIRECTION 4: ENVIRONMENT NATURAL

*Work with relevant stakeholders to promote and manage sustainable tourism within the Fitzgerald Biosphere.*

The Shire is a member of the Fitzgerald Biosphere Community Collective (FBCC) committing \$7,000 in the 22/23 budget. The priority for the last 12 months was to source funding to allow communications and extension activities to be undertaken in the Biosphere and to ensure that some of the goals identified in the Strategic Plan can start to come to fruition.

In June 2022, it was announced that FBCC had been successful in obtaining a grant of \$178,906. The majority of this funding was used to fund a full time project coordinator tasked with developing a website, banners and showcasing the Biosphere locally and further afield.

Fitzgerald Biosphere Group continues to be the auspicing body for FBCC. Chair Nathan McQuoid continues to be a driving force behind the Collective locally, and also as a representative with the wider Biosphere community.



## ***Support and Promote the conservation values and the unique attractions in the Shire***

In April 2022, Council agreed to accept an invitation to become a member of the Great Southern Treasures. The Great Southern Treasures is a collective of member local governments working under an MoU with a resourced Executive Officer and was established in 2004. One of the key premises in the Marketing Strategy of the GST is to develop a series of interconnected attractions that create a 'loop' across the region and both Jerramungup and Bremer Bay are integral to being able to achieve that objective.

In February 2023, Council supported continuing participation with Great Southern Treasures for a further three (3) years. Great Southern Treasures deliver the Bloom Festival which attracts many visitors to the region each year.

Celebrating the renewal of spring, focusing on wildflower tapestries and town cultures.

The 2022 WCP Civil Bloom Festival was a great success with over 50 events/activities held across the Great Southern Treasures Region which included Bremer Bay. A total of 8,515 people were recorded attending Bloom Events in the Great Southern Treasures Region.



---

*Support and promote the conservation values and the unique attractions in the Shire.*



### **Wellstead Estuary**

2022/2023 saw changes to the environmental conditions near the mouth of the Wellstead Estuary which meant that vehicular access was restricted to the sandbar due to the area being vulnerable to inundation and coastal processes during high tides. Access points to and from the beach remain restricted in the 22/23 financial year. New bollards were installed to restrict vehicle access to the waterfront from the car park.

The Shire has actively engaged with local environmental groups to collectively work on a number of contentious projects involving habitat protection and rehabilitation within both our townsites and extensive rural road reserves.

### **Training of Staff in Certificate II – Conservation and Ecosystem Management**

To ensure we continue to have all of our works crew trained in conservation and land management, Steve Elson, in consultation with Albany TAFE, undertook training with Works employees. The Certificate II in Conservation and Land Management is now replaced with the Certificate II in Conservation and Ecosystem Management.

Due to time constraints and distances, Steve Elson has arranged with Albany TAFE to follow the same training regime as done previously with the works crew as this will minimise the time away from work activities and training can be carried out on the work site and at the Depot. Once the course is completed all the current works department employees will have their Certificate II.



---

## ***Deliver a sustainable and progressive approach to natural resource and waste management***

### **Regional Strategic Waste Project**

The Regional and Strategic Waste Management Approach Funding Assistance Agreement (FAA) was executed in March 2015. \$3.11 million was allocated through the Royalties for Regions Southern Investment Initiative (with co-funding stated in the FAA of \$2.27 million allocated through the Royalties for Regions Country Local Government Fund). The Shire of Jerramungup is the lead agency to undertake the Strategic Waste Management Approach project.

The purpose of the project was to alleviate capacity and compliance issues in delivering waste management services in the Shires of Jerramungup, Ravensthorpe, Gnowangerup, Kent and Katanning (the Shires). The work completed under the Waste project has delivered:

- new and upgraded regional landfill facilities;
- new and upgraded transfer stations; and
- closure of non-compliant landfills and transfer stations.

The project has significantly improved the performance and compliance of waste management infrastructure throughout the Shires, which contributes to the safe functioning of the communities in each local government area.

Permission was granted in 2022 for the Shires to use interest generated on the grant funds for the construction of a waste equipment shed at the Katanning transfer station and the installation of a weighbridge at the Ravensthorpe landfill which will assist with providing accurate tonnage recordings of waste being delivered from the Shire of Jerramungup to Ravensthorpe.

The purpose of the project is to achieve improvements in compliance and capacity to waste facilities across the Shires of Jerramungup, Kent, Katanning, Gnowangerup and Ravensthorpe.



---

# STRATEGIC DIRECTION 5: GOVERNANCE AND LEADERSHIP

*Work cohesively with groups from across the community to improve engagement and to promote community participation*

## Reconciliation Action Plan

The Shire commenced works on developing a Reconciliation Action Plan to recognise the contribution of First Nations people within our Shire and to partner with them to deliver positive and mutually beneficial outcomes.

We have started this journey by reaching out to families with a historical or traditional connection to the Shire and based on their feedback have registered with Reconciliation Australia and formed a working group consisting of representatives from families who wish to be involved along with the Shire President and Senior Executives to demonstrate our commitment to the process.



---

***Provide informed and transparent decision making that meets our legal obligation and the needs of our diverse community.***

The Shire is committed to updating, developing and implementing framework which guides Council in identifying community needs and aspirations over the long term. The following plans and policies have been updated in 2022/2023 to enable forward planning to better support our community in times of need and foster better community preparedness.

- Review of Corporate Business Plan 2021-2025
- Review of Delegations of Authority
- Desktop Review of Strategic Community Plan 2021–2031
- Review of 11 Finance Policies
- Adoption of the Child Safe Awareness Policy

---

***Implement systems and processes that meet our legal and audit obligations.***

The Office of the Auditor General (OAG) released its whole of Local Government audit findings for the 2021-2022 financial year. This report to State Parliament summarises the final results of the OAG's annual audits of most local governments for the year ended 30 June 2022. For the first time, this year's OAG report included a list of the top 20 of the 146 local government entities in WA achieving 'best practice' for 2021-2022.

The Shire of Jerramungup was recognised in the top 20 for timeliness and quality of financial reporting and controls.

The performance of the Shire was acknowledged across a number of criteria including the timely preparation for audit, high quality financial and maintenance of good financial management controls.

**Information Statement**

The Shire of Jerramungup's Information Statement was reviewed in July 2022 as per the requirements of the Freedom of Information Act 1992, with a copy forwarded to the Commissioner. The Shire is required to submit a statistical return annually, reporting any access applications and allowing the Office of the Information Commissioner to be appraised of where the Shire stands in relation to its obligations under sections 94 through to 97 of the Freedom of Information Act 1992.

**Environmental Health:**

The Shire engages the services of the City of Albany Environmental Health Unit to deliver its responsibilities in respect to public health education, enforcement and compliance across various areas of the health discipline and fulfilled statutory obligations pursuant to various legislation.

**Asset Management:**

Budget preparation for annual asset maintenance and replacement is completed each year. In 22-23 the Shire engaged H&H Architects to carry out building inspections of the Shires assets located across 42 locations including preparing a written report and cataloguing a photographic record of existing conditions. The Architects consulted with mechanical, electrical, hydraulic and quantity surveyors. The report will be compiled in an excel spreadsheet format to form the basis of a building asset register that forecasts maintenance requirements and allows the Shire to budget accordingly into the future.

---

# STATUTORY STATEMENTS

## Record Keeping Policy

The Shire of Jerramungup and all of its employees are committed to efficient and compliant record keeping practices. Internal review and training strategies have been developed and implemented to ensure that all are aware of their compliance responsibilities and that the Information Management System is operating in accordance with the Shire's 2019 Record Keeping Plan.

As part of staff induction, the role and responsibilities of every employee, in relation to compliance with the record-keeping plan, are addressed. Ongoing training sessions are conducted where appropriate and additional training is provided to ensure the operation of our Information Management System is effective and compliant.

The Shire's Record Keeping Plan was reviewed by Executive Staff and adopted by Council in July 2021 as per the State Records Act 2000 requirements and was submitted to the State Records Office.

## Employee Information

The number of employees of the Local Government entitled to an annual salary of \$130,000 or more is 3.

There was no remuneration and allowances paid by the Local Government under Schedule 5.1 clause 9 during the financial year.

There was no amount ordered under section 5.110(6)(b)(iv) to be paid by a person against whom a complaint was made under section 5.107(1), 5.109(1) or 5.114(1) to the Local Government during the financial year.

The Salaries and Allowances Tribunal determines the maximum remuneration to be provided to Local Government Chief Executive Officers. The Shire of Jerramungup is classified as a Band 4 and due to location the CEO is eligible for regional/Isolation Allowance in recognition of the regional factors and isolation factors which may affect the attraction and retention of a CEO.

As of April 2023 the allowed Total Reward Package for the Chief Executive Officer for Band 4 is \$136,023 to \$213,356 and a regional allowance of up to \$32,200. The total reward package is comprised of Base salary, Superannuation (Compulsory and non-mandatory), Fringe benefits tax, professional membership fees and utilities. As the shire is eligible for the Regional/Isolation allowance the personal use of motor vehicles is included in the Total Reward Package. The Shire of Jerramungup, Chief Executive Officer was paid a Total Reward Package of \$190,850 and a regional allowance of \$11,050 in the 2022/2023 financial year.

## Employee Remuneration Over \$130,000

Set out below, in bands of \$10,000 is the number of Shire employees entitled to an annual salary of \$130,000 or more.

| Salary Range        | Number |
|---------------------|--------|
| \$130,001—\$140,000 | 1      |
| \$140,001—\$150,000 | 0      |
| \$150,001—\$160,000 | 1      |
| \$160,001—\$170,000 | 0      |
| \$170,001—\$180,000 | 1      |
| \$180,001—\$190,000 | 0      |
| \$190,001—\$200,000 | 0      |
| \$200,001—\$210,000 | 0      |

---

## **Significance of Federal Government Financial Assistance Grants**

The Shire Financial Assistance Grant allocation in 2022/23 was \$1,549,407 which contributes to annual maintenance of the community's infrastructure and general operations of the local government.

## **Register of Financial Interests for Elected Members and Senior Staff**

In accordance with the requirements of the Local Government Act 1995, this register is held in the Administration office and is available for viewing by the public.

## **Disability Access and Inclusion Plan**

The Shire of Jerramungup Disability Access and Inclusion Plan was reviewed in 2019. The purpose of the DAIP is to set out strategies that a local government will undertake to ensure that people with disability can access its services, and that the services provided will facilitate increased independence, opportunities and inclusion for people with disability in the community.

The Disability Access and Inclusion Plan 2019-2024 will continue to guide the Shire's efforts to make the Shire of Jerramungup community a more friendly and inclusive place for people with disabilities and has resulted in a number of improvements being made throughout the Shire. As our community infrastructure develops we will continue to design for disabled access.

## **Public Interest Disclosure**

In accordance with the requirements of the Public Interest Disclosure Act 2003, the Shire of Jerramungup has established procedures to facilitate the making of disclosures under the Act. These procedures set out the processes in place in respect to protected disclosures generally, to protect people from reprisal for making protected disclosures, and to provide guidance on investigations. No disclosures relating to improper conduct were made to the Shire during the 2022/2023 financial year, therefore no disclosures were referred to the ombudsman.

## **Freedom of Information Act 1992**

The Shire of Jerramungup is subject to the provisions of the Freedom of Information Act 1992, which gives individuals and organisations a general right of access to information held by the Shire. The Act also provides the right of appeal in relation to decisions made by the Shire to refuse access to information applied for under the Act. The Shire received no requests for information during 2022/2023.

## **Sewerage Scheme and Customer Service Charter**

This charter sets out the broad philosophy of the Shire in supplying sewerage services to the Jerramungup town site in accordance with the License issued to the Shire by the Economic Regulation Authority under the Water Services Licensing Act 1995. Copies of the charter are available at the Shire of Jerramungup administration office.

The charter informs the customers of the Shire of their rights in accordance with the provisions of the license, including service interruptions, levels of service and complaints procedures. The Shire will provide its sewerage services in a manner that is fair, courteous and, timely with a focus on consultation with our customers, respecting their rights, and meeting their reasonable expectations.

## **Building and Development Applications:**

There was a continued high demand for new Development Applications and Building Permits within the reporting period and processing those applications and enquiries regarding development proposals has been a major focus over the current and past reporting periods.

A total of 61 Planning approvals, 60 Building approvals, and 6 crossover permits were issued during 2022/23.

---

## Register of Minor Complaints

Section 5.121 of the Local Government Act 1995 (Register of Certain Complaints of Minor Breaches) requires the Complaints Officer for each local government to maintain a Register of Complaints which records all complaints that result in action under Section 5.110(6) (b) or (c) of the Act (Conduct of Certain Officials).

Section 5.53 (2) (hb) of the Local Government Act 1995 requires disclosure in the Annual Report of details of entries made under Section 5.121 during the financial year in the Register of Complaints, including:

1. The number of complaints recorded in the register of complaints;
2. How the recorded complaint was dealt with; and
3. Any other details that the Regulations may require.

In accordance with these requirements, it is advised that no complaints or minor breaches under the Local Government Act 1995 were received during 2022-2023.

## Competition Reform

National Competition Policy (NCP) is designed to enhance the efficiency and effectiveness of public sector agencies and lead to more efficient use of all economic resources. There are a number of specific requirements placed on Local Government in the areas of competitive neutrality, legislation review and structural reform.

Each Local Government is required to report its progress in achieving NCP reforms in its annual report.

## Competitive Neutrality

The principle of competitive neutrality is that government businesses should not enjoy a competitive advantage, or disadvantage, simply as a result of their public sector ownership. Measures should be introduced to effectively neutralise any net competitive advantage flowing from government ownership.

Competitive neutrality should apply to all business activities, which generate a user-pays income of over \$200,000, unless it can be shown it is not in the public interest.

A public benefit test is used to determine if competitive neutrality is in the public interest.

This involves assessing the benefits of implementing competitive neutrality against the costs. If the benefits exceed the costs, competitive neutrality should be implemented.

Annual Reports must show that a public benefit test has been conducted for all significant business activities. They should also provide information on how a decision was reached to implement or not implement competitive neutrality in each case.

If competitive neutrality has been found to be in the public interest, the Annual Report must show the schedule for implementing it over the coming year.

As the Shire of Jerramungup does not have any 'Significant Business Activities' with an annual user-pays income exceeding \$200,000 pa this negates further action or reporting obligation.





## **LEGISLATION REVIEW**

All Local Governments are required to assess which of their local laws might impact on competition and conduct a review of each to determine how any restrictive practices might be overcome.

There are specific reporting requirements which must be included in the Annual Report, including:

A statement of which local laws have been reviewed, the conclusions of those reviews, and an implementation schedule for any resultant recommendations;

Council did not undertake a review of any Local Laws during the 2022-2023 year.

## **STRUCTURAL REFORM**

Before Local Governments privatise a monopoly business activity or introduce competition into a sector dominated by a monopoly or near monopoly, the regulatory and commercial activities must be separated and a review undertaken.

Where applicable, all Local Governments in Australia must report their adherence to structural reform principles. At present, this requirement has a very limited impact on Local Government in Western Australia, and most will not need to provide this information.

---

# AUDIT REPORTS AND FINANCIAL STATEMENTS

The following pages contain the Shire of Jerramungup annual audit report and financial report. The Statements have been prepared in accordance with the Local Government Act 1995 and Local Government Financial Management Regulations 1996 for the 2022/2023 financial year.

These statements provide an insight into the financial position of the Shire of Jerramungup and are audited by Lincolns Accountants and Business Advisors. Clarification and further information on the annual financial statements can be obtained by contacting the Deputy Chief Executive Officer at [dceo@jerramungup.wa.gov.au](mailto:dceo@jerramungup.wa.gov.au).



**SHIRE OF JERRAMUNGUP**  
**FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2023**

**TABLE OF CONTENTS**

|  |    |
|--|----|
| Statement by Chief Executive Officer   | 2  |
| Statement of Comprehensive Income      | 3  |
| Statement of Financial Position        | 4  |
| Statement of Changes in Equity         | 5  |
| Statement of Cash Flows                | 6  |
| Statement of Financial Activity        | 7  |
| Index of Notes to the Financial Report | 8  |
| Independent Auditor's Report           | 41 |

The Shire of Jerramungup conducts the operations of a local government with the following community vision:

*Progressive, Prosperous and a Premium Place to Live and Visit*

Principal place of business:  
8 Vasey Street  
Jerramungup WA 6337

**SHIRE OF JERRAMUNGUP  
FINANCIAL REPORT  
FOR THE YEAR ENDED 30 JUNE 2023**

*Local Government Act 1995  
Local Government (Financial Management) Regulations 1996*

**STATEMENT BY CEO**

The accompanying financial report of the Shire of Jerramungup has been prepared in compliance with the provisions of the *Local Government Act 1995* from proper accounts and records to present fairly the financial transactions for the reporting period ended 30 June 2023 and the financial position as at 30 June 2023.

At the date of signing this statement the particulars included in the financial report are not misleading or inaccurate.

Signed on the

4th day of

December 2023



---

Chief Executive Officer

Martin Cuthbert

---

Name of Chief Executive Officer



**SHIRE OF JERRAMUNGUP**  
**STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE YEAR ENDED 30 JUNE 2023**

|   | NOTE    | 2023<br>Actual      | 2023<br>Budget   | 2022<br>Actual   |
|---|---------|---------------------|------------------|------------------|
|   |         | \$                  | \$               | \$               |
| <b>Revenue</b>  |         |                     |                  |                  |
| Rates   | 2(a),24 | 3,693,547           | 3,684,456        | 3,515,613        |
| Grants, subsidies and contributions   | 2(a)    | 3,080,074           | 1,835,585        | 2,395,438        |
| Fees and charges  | 2(a)    | 936,969             | 823,057          | 831,360          |
| Interest revenue  | 2(a)    | 88,928              | 28,158           | 27,906           |
| Other revenue   | 2(a)    | 699,756             | 317,126          | 443,364          |
|   |         | 8,499,274           | 6,688,382        | 7,213,681        |
| <b>Expenses</b>   |         |                     |                  |                  |
| Employee costs  | 2(b)    | (1,860,795)         | (2,363,553)      | (1,962,115)      |
| Materials and contracts   |         | (2,724,862)         | (3,979,764)      | (2,337,754)      |
| Utility charges   |         | (221,213)           | (211,815)        | (199,003)        |
| Depreciation  |         | (2,431,123)         | (2,233,887)      | (2,130,749)      |
| Finance costs   | 2(b)    | (57,603)            | (20,344)         | (21,962)         |
| Insurance   |         | (290,051)           | (308,836)        | (263,645)        |
| Other expenditure   | 2(b)    | (508,073)           | (385,087)        | (369,370)        |
|   |         | (8,093,720)         | (9,503,286)      | (7,284,598)      |
|   |         | 405,554             | (2,814,904)      | (70,917)         |
| Capital grants, subsidies and contributions                                     | 2(a)    | 3,170,511           | 2,614,943        | 4,302,456        |
| Profit on asset disposals   |         | 35,526              | 33,360           | 7,711            |
| Loss on asset disposals   |         | (37,561)            | (7,225)          | 0                |
| Fair value adjustments to financial assets at fair value through profit or loss | 4(b)    | 2,764               | 0                | 2,998            |
|   |         | 3,171,240           | 2,641,078        | 4,313,165        |
| <b>Net result for the period</b>  |         | <b>3,576,794</b>    | <b>(173,826)</b> | <b>4,242,248</b> |
| <b>Other comprehensive income for the period</b>                                |         |                     |                  |                  |
| <i>Items that will not be reclassified subsequently to profit or loss</i>       |         |                     |                  |                  |
| Changes in asset revaluation surplus  | 16      | (48,815,438)        | 0                | 1,535,133        |
| <b>Total other comprehensive income for the period</b>                          | 16      | <b>(48,815,438)</b> | <b>0</b>         | <b>1,535,133</b> |
| <b>Total comprehensive income for the period</b>                                |         | <b>(45,238,644)</b> | <b>(173,826)</b> | <b>5,777,381</b> |

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

**SHIRE OF JERRAMUNGUP**  
**STATEMENT OF FINANCIAL POSITION**  
**AS AT 30 JUNE 2023**

|                                      | NOTE  | 2023               | 2022               |
|--------------------------------------|-------|--------------------|--------------------|
|                                      |       | \$                 | \$                 |
| <b>CURRENT ASSETS</b>                |       |                    |                    |
| Cash and cash equivalents            | 3     | 5,357,240          | 3,488,896          |
| Trade and other receivables          | 5     | 715,505            | 668,545            |
| Inventories                          | 6     | 36,995             | 32,315             |
| <b>TOTAL CURRENT ASSETS</b>          |       | <b>6,109,740</b>   | <b>4,189,756</b>   |
| <b>NON-CURRENT ASSETS</b>            |       |                    |                    |
| Other financial assets               | 4(b)  | 61,117             | 58,353             |
| Property, plant and equipment        | 7     | 26,265,321         | 26,159,064         |
| Infrastructure                       | 8     | 178,169,544        | 224,479,039        |
| Right-of-use assets                  | 10(a) | 15,377             | 15,912             |
| <b>TOTAL NON-CURRENT ASSETS</b>      |       | <b>204,511,359</b> | <b>250,712,368</b> |
| <b>TOTAL ASSETS</b>                  |       | <b>210,621,099</b> | <b>254,902,124</b> |
| <b>CURRENT LIABILITIES</b>           |       |                    |                    |
| Trade and other payables             | 11    | 661,605            | 507,517            |
| Other liabilities                    | 12    | 90,516             | 326,216            |
| Lease liabilities                    | 10(b) | 4,023              | 15,100             |
| Borrowings                           | 13    | 183,351            | 183,273            |
| Employee related provisions          | 14    | 469,566            | 451,042            |
| <b>TOTAL CURRENT LIABILITIES</b>     |       | <b>1,409,061</b>   | <b>1,483,148</b>   |
| <b>NON-CURRENT LIABILITIES</b>       |       |                    |                    |
| Lease liabilities                    | 10(b) | 11,432             | 1,272              |
| Borrowings                           | 13    | 807,944            | 553,794            |
| Employee related provisions          | 14    | 47,718             | 45,988             |
| Other provisions                     | 15    | 999,608            | 233,942            |
| <b>TOTAL NON-CURRENT LIABILITIES</b> |       | <b>1,866,702</b>   | <b>834,996</b>     |
| <b>TOTAL LIABILITIES</b>             |       | <b>3,275,763</b>   | <b>2,318,144</b>   |
| <b>NET ASSETS</b>                    |       | <b>207,345,336</b> | <b>252,583,980</b> |
| <b>EQUITY</b>                        |       |                    |                    |
| Retained surplus                     |       | 67,074,536         | 63,973,625         |
| Reserve accounts                     | 27    | 2,134,117          | 1,658,234          |
| Revaluation surplus                  | 16    | 138,136,683        | 186,952,121        |
| <b>TOTAL EQUITY</b>                  |       | <b>207,345,336</b> | <b>252,583,980</b> |

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



**SHIRE OF JERRAMUNGUP  
STATEMENT OF CHANGES IN EQUITY  
FOR THE YEAR ENDED 30 JUNE 2023**

|   | NOTE | RETAINED<br>SURPLUS<br>\$ | RESERVE<br>ACCOUNTS<br>\$ | REVALUATION<br>SURPLUS<br>\$ | TOTAL<br>EQUITY<br>\$ |
|---|------|---------------------------|---------------------------|------------------------------|-----------------------|
| <b>Balance as at 1 July 2021</b>          |      | <b>59,729,775</b>         | <b>1,659,836</b>          | <b>185,416,988</b>           | <b>246,806,599</b>    |
| Comprehensive income for the period       |      |                           |                           |                              |                       |
| Net result for the period                 |      | 4,242,248                 | 0                         | 0                            | 4,242,248             |
| Other comprehensive income for the period | 16   | 0                         | 0                         | 1,535,133                    | 1,535,133             |
| Total comprehensive income for the period |      | 4,242,248                 | 0                         | 1,535,133                    | 5,777,381             |
| Transfers from reserve accounts           | 27   | 251,648                   | (251,648)                 | 0                            | 0                     |
| Transfers to reserve accounts             | 27   | (250,046)                 | 250,046                   | 0                            | 0                     |
| <b>Balance as at 30 June 2022</b>         |      | <b>63,973,625</b>         | <b>1,658,234</b>          | <b>186,952,121</b>           | <b>252,583,980</b>    |
| Comprehensive income for the period       |      |                           |                           |                              |                       |
| Net result for the period                 |      | 3,576,794                 | 0                         | 0                            | 3,576,794             |
| Other comprehensive income for the period | 16   | 0                         | 0                         | (48,815,438)                 | (48,815,438)          |
| Total comprehensive income for the period |      | 3,576,794                 | 0                         | (48,815,438)                 | (45,238,644)          |
| Transfers from reserve accounts           | 27   | 16,271                    | (16,271)                  | 0                            | 0                     |
| Transfers to reserve accounts             | 27   | (492,154)                 | 492,154                   | 0                            | 0                     |
| <b>Balance as at 30 June 2023</b>         |      | <b>67,074,536</b>         | <b>2,134,117</b>          | <b>138,136,683</b>           | <b>207,345,336</b>    |

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

**SHIRE OF JERRAMUNGUP  
STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED 30 JUNE 2023**

| <b>NOTE</b>  | <b>2023<br/>Actual</b> | <b>2022<br/>Actual</b> |
|--|------------------------|------------------------|
|  | \$                     | \$                     |
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>                |                        |                        |
| <b>Receipts</b>  |                        |                        |
| Rates  | 3,701,306              | 3,509,811              |
| Grants, subsidies and contributions                        | 2,726,902              | 2,680,976              |
| Fees and charges   | 936,969                | 834,484                |
| Interest revenue   | 88,928                 | 27,906                 |
| Goods and services tax received                            | 513,569                | 697,876                |
| Other revenue  | 388,769                | 443,364                |
|  | <b>8,356,443</b>       | <b>8,194,417</b>       |
| <b>Payments</b>  |                        |                        |
| Employee costs   | (1,859,499)            | (1,873,347)            |
| Materials and contracts                                    | (2,548,508)            | (2,375,927)            |
| Utility charges  | (221,213)              | (199,003)              |
| Finance costs  | (26,564)               | (21,962)               |
| Insurance paid   | (290,051)              | (263,645)              |
| Goods and services tax paid                                | (446,351)              | (758,718)              |
| Other expenditure  | (197,242)              | (367,573)              |
|  | <b>(5,589,428)</b>     | <b>(5,860,175)</b>     |
| <b>Net cash provided by (used in) operating activities</b> | <b>2,767,015</b>       | <b>2,334,242</b>       |
| <b>CASH FLOWS FROM INVESTING ACTIVITIES</b>                |                        |                        |
| Payments for purchase of property, plant & equipment       | 7(a) (1,521,682)       | (85,183)               |
| Payments for construction of infrastructure                | 8(a) (4,681,917)       | (6,658,545)            |
| Capital grants, subsidies and contributions                | 4,676,852              | 2,995,229              |
| Proceeds from sale of property, plant & equipment          | 382,670                | 29,574                 |
| <b>Net cash provided by (used in) investing activities</b> | <b>(1,144,077)</b>     | <b>(3,718,925)</b>     |
| <b>CASH FLOWS FROM FINANCING ACTIVITIES</b>                |                        |                        |
| Repayment of borrowings                                    | 26(a) (183,272)        | (177,355)              |
| Payments for principal portion of lease liabilities        | 26(c) (8,822)          | (14,789)               |
| Proceeds from new borrowings                               | 26(a) 437,500          | 0                      |
| <b>Net cash provided by (used in) financing activities</b> | <b>245,406</b>         | <b>(192,144)</b>       |
| <b>Net increase (decrease) in cash held</b>                | <b>1,868,344</b>       | <b>(1,576,827)</b>     |
| Cash at beginning of year                                  | 3,488,896              | 5,065,723              |
| <b>Cash and cash equivalents at the end of the year</b>    | <b>3 5,357,240</b>     | <b>3,488,896</b>       |

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

**SHIRE OF JERRAMUNGUP**  
**STATEMENT OF FINANCIAL ACTIVITY**  
**FOR THE YEAR ENDED 30 JUNE 2023**

|   | NOTE  | 2023<br>Actual<br>\$ | 2023<br>Budget<br>\$ | 2022<br>Actual<br>\$ |
|---|-------|----------------------|----------------------|----------------------|
| <b>OPERATING ACTIVITIES</b>   |       |                      |                      |                      |
| <b>Revenue from operating activities</b>  |       |                      |                      |                      |
| General rates   | 24    | 3,636,490            | 3,627,399            | 3,462,141            |
| Rates excluding general rates   | 24    | 57,057               | 57,057               | 53,472               |
| Grants, subsidies and contributions   |       | 3,080,074            | 1,835,585            | 2,395,438            |
| Fees and charges  |       | 936,969              | 823,057              | 831,360              |
| Interest revenue  |       | 88,928               | 28,158               | 27,906               |
| Other revenue   |       | 699,756              | 317,126              | 443,364              |
| Profit on asset disposals   |       | 35,526               | 33,360               | 7,711                |
| Fair value adjustments to financial assets at fair value through profit or loss | 4(b)  | 2,764                | 0                    | 2,998                |
|   |       | <b>8,537,564</b>     | <b>6,721,742</b>     | <b>7,224,390</b>     |
| <b>Expenditure from operating activities</b>                                    |       |                      |                      |                      |
| Employee costs  |       | (1,860,795)          | (2,363,553)          | (1,962,115)          |
| Materials and contracts   |       | (2,724,862)          | (3,979,764)          | (2,337,754)          |
| Utility charges   |       | (221,213)            | (211,815)            | (199,003)            |
| Depreciation  |       | (2,431,123)          | (2,233,887)          | (2,130,749)          |
| Finance costs   |       | (57,603)             | (20,344)             | (21,962)             |
| Insurance   |       | (290,051)            | (308,836)            | (263,645)            |
| Other expenditure   |       | (508,073)            | (385,087)            | (369,370)            |
| Loss on asset disposals   |       | (37,561)             | (7,225)              | 0                    |
|   |       | <b>(8,131,281)</b>   | <b>(9,510,511)</b>   | <b>(7,284,598)</b>   |
| Non-cash amounts excluded from operating activities                             | 25(a) | 3,204,297            | 2,207,752            | 2,343,627            |
| <b>Amount attributable to operating activities</b>                              |       | <b>3,610,580</b>     | <b>(581,017)</b>     | <b>2,283,419</b>     |
| <b>INVESTING ACTIVITIES</b>   |       |                      |                      |                      |
| <b>Inflows from investing activities</b>  |       |                      |                      |                      |
| Capital grants, subsidies and contributions                                     |       | 3,170,511            | 2,614,943            | 4,302,456            |
| Proceeds from disposal of assets  |       | 382,670              | 394,400              | 29,574               |
|   |       | <b>3,553,181</b>     | <b>3,009,343</b>     | <b>4,332,030</b>     |
| <b>Outflows from investing activities</b>                                       |       |                      |                      |                      |
| Purchase of property, plant and equipment                                       | 7(a)  | (1,521,682)          | (1,021,941)          | (85,183)             |
| Purchase and construction of infrastructure                                     | 8(a)  | (3,897,750)          | (3,236,821)          | (6,658,545)          |
|   |       | <b>(5,419,432)</b>   | <b>(4,258,762)</b>   | <b>(6,743,728)</b>   |
| <b>Amount attributable to investing activities</b>                              |       | <b>(1,866,251)</b>   | <b>(1,249,419)</b>   | <b>(2,411,698)</b>   |
| <b>FINANCING ACTIVITIES</b>   |       |                      |                      |                      |
| <b>Inflows from financing activities</b>  |       |                      |                      |                      |
| Proceeds from borrowings  | 26(a) | 437,500              | 437,500              | 0                    |
| Transfers from reserve accounts   | 27    | 16,271               | 275,894              | 251,648              |
|   |       | <b>453,771</b>       | <b>713,394</b>       | <b>251,648</b>       |
| <b>Outflows from financing activities</b>                                       |       |                      |                      |                      |
| Repayment of borrowings   | 26(a) | (183,272)            | (223,271)            | (177,355)            |
| Payments for principal portion of lease liabilities                             | 26(c) | (8,822)              | (14,789)             | (14,789)             |
| Transfers to reserve accounts   | 27    | (492,154)            | (297,828)            | (250,046)            |
|   |       | <b>(684,248)</b>     | <b>(535,888)</b>     | <b>(442,190)</b>     |
| <b>Amount attributable to financing activities</b>                              |       | <b>(230,477)</b>     | <b>177,506</b>       | <b>(190,542)</b>     |
| <b>MOVEMENT IN SURPLUS OR DEFICIT</b>   |       |                      |                      |                      |
| <b>Surplus or deficit at the start of the financial year</b>                    | 25(b) | 1,312,925            | 1,652,930            | 1,631,746            |
| Amount attributable to operating activities                                     |       | 3,610,580            | (581,017)            | 2,283,419            |
| Amount attributable to investing activities                                     |       | (1,866,251)          | (1,249,419)          | (2,411,698)          |
| Amount attributable to financing activities                                     |       | (230,477)            | 177,506              | (190,542)            |
| <b>Surplus or deficit after imposition of general rates</b>                     | 25(b) | <b>2,826,777</b>     | <b>0</b>             | <b>1,312,925</b>     |

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

**SHIRE OF JERRAMUNGUP  
FOR THE YEAR ENDED 30 JUNE 2023  
INDEX OF NOTES TO THE FINANCIAL REPORT**

|  |  |    |
|--|--|----|
| Note 1                                     | Basis of Preparation   | 9  |
| Note 2                                     | Revenue and Expenses   | 10 |
| Note 3                                     | Cash and Cash Equivalents                                    | 12 |
| Note 4                                     | Other Financial Assets                                       | 12 |
| Note 5                                     | Trade and Other Receivables                                  | 13 |
| Note 6                                     | Inventories  | 14 |
| Note 7                                     | Property, Plant and Equipment                                | 15 |
| Note 8                                     | Infrastructure   | 17 |
| Note 9                                     | Fixed Assets   | 19 |
| Note 10                                    | Leases   | 21 |
| Note 11                                    | Trade and Other Payables                                     | 23 |
| Note 12                                    | Other Liabilities  | 24 |
| Note 13                                    | Borrowings   | 25 |
| Note 14                                    | Employee Related Provisions                                  | 26 |
| Note 15                                    | Other Provisions   | 27 |
| Note 16                                    | Revaluation Surplus  | 28 |
| Note 17                                    | Restrictions Over Financial Assets                           | 29 |
| Note 18                                    | Undrawn Borrowing Facilities and Credit Standby Arrangements | 29 |
| Note 19                                    | Contingent Liabilities                                       | 30 |
| Note 20                                    | Capital Commitments  | 30 |
| Note 21                                    | Related Party Transactions                                   | 31 |
| Note 22                                    | Joint Arrangements   | 33 |
| Note 23                                    | Other Significant Accounting Policies                        | 34 |
| <b>Information required by legislation</b> |  |    |
| Note 24                                    | Rating Information   | 35 |
| Note 25                                    | Determination of Surplus or Deficit                          | 36 |
| Note 26                                    | Borrowing and Lease Liabilities                              | 37 |
| Note 27                                    | Reserve accounts   | 39 |

# SHIRE OF JERRAMUNGUP

## NOTES TO AND FORMING PART OF THE FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2023

### 1. BASIS OF PREPARATION

The financial report of Shire of Jerramungup which is Class 4 comprises general purpose financial statements which have 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 financial report 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 except for disclosure requirements of:

- AASB 7 Financial Instruments Disclosures
- AASB 16 Leases paragraph 58
- AASB 101 Presentation of Financial Statements paragraph 61
- AASB 107 Statement of Cash Flows paragraphs 43 and 45
- AASB 116 Property, Plant and Equipment paragraph 79
- AASB 137 Provisions, Contingent Liabilities and Contingent Assets paragraph 85
- AASB 140 Investment Property paragraph 75(f)
- AASB 1052 Disaggregated Disclosures paragraph 11
- AASB 1054 Australian Additional Disclosures paragraph 16

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 Shire to measure any vested improvements at zero cost.

Accounting policies which have been adopted in the preparation of this financial report have been consistently applied unless stated otherwise. Except for cash flow and rate setting information, the financial report 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 financial report.

All monies held in the Trust Fund are excluded from the financial statements.

#### Judgements and estimates

The preparation of a financial report 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
- impairment of financial assets
- estimation of fair values of land and buildings, and infrastructure.
- estimation uncertainties made in relation to lease accounting

#### Initial application of accounting standards

During the current year, the following new or revised Australian Accounting Standards and Interpretations were applied for the first time.

- AASB 2020-3 Amendments to Australian Accounting Standards - Annual Improvements 2018-2020 and Other Amendments
- AASB 2020-6 Amendments to Australian Accounting Standards - Classification of Liabilities as Current or Non-current - Deferral of Effective Date
- AASB 2021-7a Amendments to Australian Accounting Standards - Effective Date of Amendments to AASB 10 and AASB 128 and Editorial Corrections [general editorials]
- AASB 2022-3 Amendments to Australian Accounting Standards - Illustrative Examples for Not-for-Profit Entities accompanying AASB 15

These amendments have no material impact on the current annual financial report

#### 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 2020-1 Amendments to Australian Accounting Standards - Classification of Liabilities as Current or Non-current
- AASB 2021-2 Amendments to Australian Accounting Standards - Disclosure of Accounting Policies or Definition of Accounting Estimates  
This standard will result in a terminology change for significant accounting policies
- 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 2022-5 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 2022-7 Editorial Corrections to Australian Accounting Standards and Repeal of Superseded and Redundant Standards
- AASB 2022-10 Amendments to Australian Accounting Standards - Fair Value Measurement of Non-Financial Assets of Not-for-Profit Public Sector Entities

The amendment may result in changes to the fair value of non-financial assets. The impact is yet to be quantified.

Except as described above these amendments are not expected to have any material impact on the financial report on initial application.

**SHIRE OF JERRAMUNGUP  
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT  
FOR THE YEAR ENDED 30 JUNE 2023**

**2. REVENUE AND EXPENSES**

**(a) Revenue**

**Contracts with customers**

Recognition of revenue 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   |
|---|--|--------------------------------------|--|---|---|
| Grants, subsidies and contributions   | 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 |
| Fees and charges - licences, registrations, approvals                           | Building, planning, development and animal management                                  | Single point in time                 | Full payment prior to issue  | None  | On payment of the licence, registration or approval   |
| Fees and charges - 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  |
| Fees and charges - pool entry, property hire, cemetery, camping, water and rent | Permission to use facilities and services  | Single point in time                 | Monthly in arrears   | None  | At point of sale or service   |
| Fees and charges - sale of stock  | Gravel, mulch and scrap metal  | Single point in time                 | In full in advance, on 15 day credit                                     | Refund for faulty goods                     | At point of sale  |
| Other revenue - private works   | Contracted private works   | Single point in time                 | Monthly in arrears   | None  | At point of service   |

Consideration from contracts with customers is included in the transaction price.

**Revenue Recognition**

Revenue recognised during the year under each basis of recognition by nature of goods or services is provided in the table below:

**For the year ended 30 June 2023**

| Nature                                      | Contracts with customers | Capital grant/contributions | Statutory Requirements | Other            | Total             |
|---|--------------------------|-----------------------------|------------------------|------------------|-------------------|
|   | \$                       | \$                          | \$                     | \$               | \$                |
| Rates                                       | 0                        | 0                           | 3,636,490              | 57,057           | 3,693,547         |
| Grants, subsidies and contributions         | 716,807                  | 0                           | 0                      | 2,363,267        | 3,080,074         |
| Fees and charges                            | 841,168                  | 0                           | 80,048                 | 15,753           | 936,969           |
| Interest revenue                            | 0                        | 0                           | 26,301                 | 62,627           | 88,928            |
| Other revenue                               | 639,612                  | 0                           | 0                      | 60,144           | 699,756           |
| Capital grants, subsidies and contributions | 0                        | 3,170,511                   | 0                      | 0                | 3,170,511         |
| <b>Total</b>                                | <b>2,197,587</b>         | <b>3,170,511</b>            | <b>3,742,839</b>       | <b>2,558,848</b> | <b>11,669,785</b> |

**For the year ended 30 June 2022**

| Nature                                      | Contracts with customers | Capital grant/contributions | Statutory Requirements | Other            | Total             |
|---|--------------------------|-----------------------------|------------------------|------------------|-------------------|
|   | \$                       | \$                          | \$                     | \$               | \$                |
| Rates                                       | 0                        | 0                           | 3,462,141              | 53,472           | 3,515,613         |
| Grants, subsidies and contributions         | 344,283                  | 0                           | 0                      | 2,051,155        | 2,395,438         |
| Fees and charges                            | 751,614                  | 0                           | 62,897                 | 16,849           | 831,360           |
| Interest revenue                            | 0                        | 0                           | 23,048                 | 4,858            | 27,906            |
| Other revenue                               | 401,776                  | 0                           | 0                      | 41,588           | 443,364           |
| Capital grants, subsidies and contributions | 0                        | 4,302,456                   | 0                      | 0                | 4,302,456         |
| <b>Total</b>                                | <b>1,497,673</b>         | <b>4,302,456</b>            | <b>3,548,086</b>       | <b>2,167,922</b> | <b>11,516,137</b> |

**SHIRE OF JERRAMUNGUP**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2023**

**2. REVENUE AND EXPENSES (Continued)**

**(a) Revenue (Continued)**

**Interest revenue**

|                                       |               |               |
|---------------------------------------|---------------|---------------|
| Interest on reserve account funds     | 46,530        | 2,614         |
| Rates instalment and penalty interest | 26,301        | 23,048        |
| Other interest revenue                | 16,097        | 2,244         |
|                                       | <u>88,928</u> | <u>27,906</u> |

The 2023 original budget estimate in relation to:  
Rates instalment and penalty interest was \$23,000.

**Fees and charges relating to rates receivable**

|                            |       |       |
|----------------------------|-------|-------|
| Charges on instalment plan | 4,584 | 4,408 |
|----------------------------|-------|-------|

The 2023 original budget estimate in relation to:  
Charges on instalment plan was \$6,000.

**Other Revenue**

|   |         |         |
|---|---------|---------|
| Waste alliance grant (funds paid to other Shires) | 310,987 | 166,872 |
|---|---------|---------|

**(b) Expenses**

**Auditors remuneration**

|  |               |               |
|--|---------------|---------------|
| - Audit of the Annual Financial Report | 33,100        | 30,600        |
| - Other services – grant acquittals    | 6,500         | 8,250         |
|  | <u>39,600</u> | <u>38,850</u> |

**Employee Costs**

|                        |                  |                  |
|------------------------|------------------|------------------|
| Employee benefit costs | 1,636,215        | 1,723,329        |
| Other employee costs   | 224,580          | 238,786          |
|                        | <u>1,860,795</u> | <u>1,962,115</u> |

**Finance costs**

|  |               |               |
|--|---------------|---------------|
| Interest and financial charges paid/payable for lease liabilities and financial liabilities not at fair value through profit or loss | 19,157        | 21,962        |
| Provisions: unwinding of discount  | 38,446        | 0             |
|  | <u>57,603</u> | <u>21,962</u> |

**Other expenditure**

|  |                |                |
|--|----------------|----------------|
| Impairment losses on rates and statutory receivables | 0              | 1,327          |
| Impairment losses on trade receivables               | 0              | 1,797          |
| Waste alliance grant (payment to other Shires)       | 310,987        | 166,872        |
| Sundry expenses                                      | 197,086        | 199,374        |
|  | <u>508,073</u> | <u>369,370</u> |

**SHIRE OF JERRAMUNGUP  
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT  
FOR THE YEAR ENDED 30 JUNE 2023**

**3. CASH AND CASH EQUIVALENTS**

| Note                                     | 2023             | 2022             |
|--|------------------|------------------|
|  | \$               | \$               |
| Cash at bank and on hand                 | 5,357,240        | 3,488,896        |
| <b>Total cash and cash equivalents</b>   | <b>5,357,240</b> | <b>3,488,896</b> |
| Held as                                  |                  |                  |
| - Unrestricted cash and cash equivalents | 3,175,175        | 1,795,194        |
| - Restricted cash and cash equivalents   | 2,182,065        | 1,693,702        |
|  | 5,357,240        | 3,488,896        |

**SIGNIFICANT ACCOUNTING POLICIES**

**Cash and cash equivalents**

Cash and cash equivalents include cash on hand, cash at bank, deposits available on demand with banks and other short term highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

Bank overdrafts are reported as short term borrowings in current liabilities in the statement of financial position.

**Restricted financial assets**

Restricted financial asset balances are not available for general use by the local government due to externally imposed restrictions. Restrictions are specified in an agreement, contract or legislation. This applies to reserve accounts, unspent grants, subsidies and contributions and unspent loans that have not been fully expended in the manner specified by the contributor, legislation or loan agreement.

**4. OTHER FINANCIAL ASSETS**

**(b) Non-current assets**

Financial assets at fair value through profit or loss

**Financial assets at fair value through profit or loss**

Units in Local Government House Trust - opening balance

Financial assets at fair value through profit and loss

Units in Local Government House Trust - closing balance

| 2023   | 2022   |
|--------|--------|
| \$     | \$     |
| 61,117 | 58,353 |
| 61,117 | 58,353 |
| 58,353 | 55,355 |
| 2,764  | 2,998  |
| 61,117 | 58,353 |

Fair value of financial assets at fair value through profit or loss is determined from the net asset value of the units held in the Trust at balance date as compiled by WALGA.

**SIGNIFICANT ACCOUNTING POLICIES**

**Other 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.

Fair values of financial assets at amortised cost are not materially different to their carrying amounts, since the interest receivable on those assets is either close to current market rates or the assets are of a short term nature. Non-current financial assets at amortised cost fair values are based on discounted cash flows using a current market rates. They are classified as level 2 fair values in the fair value hierarchy (see Note 23 (i)) due to the observable market rates).

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.

**Financial assets at fair value through profit or loss**

The Shire has elected to classify the following financial assets at fair value through profit or loss:

- debt investments which do not qualify for measurement at either amortised cost or fair value through other comprehensive income.
- equity investments which the Shire has elected to recognise as fair value gains and losses through profit or loss.

**SHIRE OF JERRAMUNGUP  
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT  
FOR THE YEAR ENDED 30 JUNE 2023**

**5. TRADE AND OTHER RECEIVABLES**

|  | <b>2023</b>    | <b>2022</b>    |
|--|----------------|----------------|
|  | \$             | \$             |
| <b>Current</b>   |                |                |
| Rates and statutory receivables                                | 88,944         | 104,689        |
| Trade receivables  | 305,581        | 451,324        |
| GST receivable   | 49,733         | 116,951        |
| Allowance for credit losses of rates and statutory receivables | (1,327)        | (1,327)        |
| Allowance for credit losses of trade receivables               | (3,259)        | (3,259)        |
| Accrued income   | 275,833        | 167            |
|  | <u>715,505</u> | <u>668,545</u> |

**Disclosure of opening and closing balances related to contracts with customers**

| Information about receivables from contracts with customers along with financial assets and associated liabilities arising from transfers to enable the acquisition or construction of recognisable non financial assets is: | <b>30 June<br/>2023<br/>Actual</b> | <b>30 June<br/>2022<br/>Actual</b> | <b>1 July<br/>2021<br/>Actual</b> |
|--|------------------------------------|------------------------------------|-----------------------------------|
|  | \$                                 | \$                                 | \$                                |
| Trade and other receivables from contracts with customers  | 297,853                            | 446,774                            | 967,964                           |
| Allowance for credit losses of trade receivables   | (3,259)                            | (3,259)                            | (1,462)                           |
| Total trade and other receivables from contracts with customers  | <u>294,594</u>                     | <u>443,515</u>                     | <u>966,502</u>                    |

**SIGNIFICANT ACCOUNTING POLICIES**

**Rates and statutory receivables**

Rates and statutory receivables are non-contractual receivables arising from statutory requirements and include amounts due from ratepayers for unpaid rates and service charges and other statutory charges or fines.

Rates and statutory receivables are recognised when the taxable event has occurred and can be measured reliably.

**Trade receivables**

Trade receivables are amounts receivable from contractual arrangements with customers for goods sold, services performed or grants or contributions with sufficiently specific performance obligations as part of the ordinary course of business.

**Other receivables**

Other receivables are amounts receivable from contractual arrangements with third parties other than contracts with customers including grants for the construction of recognisable non financial assets.

**Measurement**

Trade and other receivables are recognised initially at the amount of the transaction price, unless they contain a significant financing component, and are to be recognised at fair value.

**Classification and subsequent measurement**

Receivables which are generally due for settlement within 30 days except rates receivables which are expected to be collected within 12 months are classified as current assets. All other receivables such as, deferred pensioner rates receivable after the end of the reporting period are classified as non-current assets.

Trade and other 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.

**SHIRE OF JERRAMUNGUP  
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT  
FOR THE YEAR ENDED 30 JUNE 2023**

**6. INVENTORIES**

|  | <b>2023</b>   | <b>2022</b>   |
|--|---------------|---------------|
| <b>Current</b>   | <b>\$</b>     | <b>\$</b>     |
| Fuel and materials   | 36,995        | 32,315        |
|  | <u>36,995</u> | <u>32,315</u> |
| The following movements in inventories occurred during the year: |               |               |
| <b>Balance at beginning of year</b>                              | 32,315        | 14,666        |
| Inventories expensed during the year                             | (251,879)     | (254,550)     |
| Additions to inventory   | 256,559       | 272,199       |
| <b>Balance at end of year</b>                                    | <u>36,995</u> | <u>32,315</u> |

**SIGNIFICANT ACCOUNTING POLICIES**

**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.

**SHIRE OF JERRAMUNGUP  
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT  
FOR THE YEAR ENDED 30 JUNE 2023**

**7. PROPERTY, PLANT AND EQUIPMENT**

**(a) Movements in Balances**

Movement in the balances of each class of property, plant and equipment between the beginning and the end of the current financial year.

|   | Land     | Buildings -<br>non-<br>specialised | Buildings -<br>specialised | Total land<br>and<br>buildings | Furniture<br>and<br>equipment | Plant and<br>equipment | Total<br>property,<br>plant and<br>equipment |
|---|----------|------------------------------------|----------------------------|--------------------------------|-------------------------------|------------------------|--|
|   | \$       | \$                                 | \$                         |                                | \$                            | \$                     | \$   |
| <b>Balance at 1 July 2021</b>   | 737,213  | 9,821,722                          | 11,833,529                 | 22,392,464                     | 39,521                        | 3,046,618              | 25,478,603                                   |
| Additions   | 0        | 11,053                             | 24,300                     | 35,353                         | 0                             | 49,830                 | 85,183                                       |
| Disposals   | 0        | 0                                  | 0                          | 0                              | 0                             | (21,863)               | (21,863)                                     |
| Revaluation increments / (decrements) transferred<br>to revaluation surplus | (94,213) | 96,280                             | 1,533,066                  | 1,535,133                      | 0                             | 0                      | 1,535,133                                    |
| Depreciation  | 0        | (264,653)                          | (372,113)                  | (636,766)                      | (4,019)                       | (277,207)              | (917,992)                                    |
| <b>Balance at 30 June 2022</b>  | 643,000  | 9,664,402                          | 13,018,782                 | 23,326,184                     | 35,502                        | 2,797,378              | 26,159,064                                   |
| <b>Comprises:</b>   |          |                                    |                            |                                |                               |                        |  |
| Gross balance amount at 30 June 2022  | 643,000  | 9,664,402                          | 13,018,782                 | 23,326,184                     | 44,195                        | 3,644,458              | 27,014,837                                   |
| Accumulated depreciation at 30 June 2022                                    | 0        | 0                                  | 0                          | 0                              | (8,693)                       | (847,080)              | (855,773)                                    |
| <b>Balance at 30 June 2022</b>  | 643,000  | 9,664,402                          | 13,018,782                 | 23,326,184                     | 35,502                        | 2,797,378              | 26,159,064                                   |
| Additions   | 0        | 32,338                             | 14,294                     | 46,632                         | 0                             | 1,475,050              | 1,521,682                                    |
| Disposals   | 0        | 0                                  | 0                          | 0                              | 0                             | (384,892)              | (384,892)                                    |
| Depreciation  |          | (295,871)                          | (423,382)                  | (719,253)                      | (4,018)                       | (307,262)              | (1,030,533)                                  |
| <b>Balance at 30 June 2023</b>  | 643,000  | 9,400,869                          | 12,609,694                 | 22,653,563                     | 31,484                        | 3,580,274              | 26,265,321                                   |
| <b>Comprises:</b>   |          |                                    |                            |                                |                               |                        |  |
| Gross balance amount at 30 June 2023  | 643,000  | 9,696,740                          | 13,033,076                 | 23,372,816                     | 44,195                        | 4,542,547              | 27,959,558                                   |
| Accumulated depreciation at 30 June 2023                                    | 0        | (295,871)                          | (423,382)                  | (719,253)                      | (12,711)                      | (962,273)              | (1,694,237)                                  |
| <b>Balance at 30 June 2023</b>  | 643,000  | 9,400,869                          | 12,609,694                 | 22,653,563                     | 31,484                        | 3,580,274              | 26,265,321                                   |

**SHIRE OF JERRAMUNGUP  
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT  
FOR THE YEAR ENDED 30 JUNE 2023**

**7. PROPERTY, PLANT AND EQUIPMENT (Continued)**

**(b) Carrying Value Measurements**

| <b>Asset Class</b>   | <b>Fair Value Hierarchy</b> | <b>Valuation Technique</b>   | <b>Basis of Valuation</b> | <b>Date of Last Valuation</b> | <b>Inputs Used</b> |
|--|-----------------------------|--|---------------------------|-------------------------------|--------------------|
| <b>(i) Fair Value</b>  |                             |  |                           |                               |                    |
| <b>Land and buildings</b>  |                             |  |                           |                               |                    |
| Land   | 2                           | Market approach using recent observable market data for similar properties | Independent valuation     | June 2022                     | Using market value |
| Buildings - non-specialised  | 2                           | Market approach using recent observable market data for similar properties | Independent valuation     | June 2022                     | Using market value |
| Buildings - specialised  | 3                           | Market approach using recent observable market data for similar properties | Independent valuation     | June 2022                     | Using cost value   |
| Level 3 inputs are based on assumptions with regards to future values and patterns of consumption utilising current information. If the basis of these assumptions were varied, they have the potential to result in a significantly higher or lower fair value measurement. |                             |  |                           |                               |                    |
| During the period there were no changes in the valuation techniques used by the local government to determine the fair value of property, plant and equipment using either level 2 or level 3 inputs.  |                             |  |                           |                               |                    |
| <b>(ii) Cost</b>   |                             |  |                           |                               |                    |
| <b>Furniture and equipment</b>   | 2                           | Cost   | Cost                      | June 2019                     | Cost               |
| <b>Plant and equipment</b>   | 2                           | Cost   | Cost                      | June 2019                     | Cost               |

SHIRE OF JERRAMUNGUP  
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT  
FOR THE YEAR ENDED 30 JUNE 2023

8. INFRASTRUCTURE

(a) Movements in Balances

Movement in the balances of each class of infrastructure between the beginning and the end of the current financial year.

|  | Infrastructure -<br>Roads | Other<br>infrastructure -<br>Footpaths | Other<br>infrastructure -<br>Parks and ovals | Other<br>infrastructure -<br>Drainage | Other<br>infrastructure -<br>Sewerage | Other<br>infrastructure -<br>Aerodromes | Other<br>infrastructure -<br>Other | Landfill - Asset | Leasenoia<br>Improvements -<br>Jerramungup<br>swimming pool | Pool -<br>Decommission<br>costs | Total<br>Infrastructure |
|--|---------------------------|--|--|---------------------------------------|---------------------------------------|---|------------------------------------|------------------|---|---------------------------------|-------------------------|
|  | \$                        | \$                                     | \$   | \$                                    | \$                                    | \$                                      | \$                                 | \$               | \$  | \$                              | \$                      |
| <b>Balance at 1 July 2021</b>  | 173,740,790               | 2,018,251                              | 5,233,407                                    | 33,638,699                            | 1,450,974                             | 718,818                                 | 2,217,646                          | 0                | 0   | 0                               | 219,018,585             |
| Additions  | 1,507,600                 | 0                                      | 104,549                                      | 0                                     | 0                                     | 0                                       | 1,300,751                          | 216,126          | 3,529,519   | 0                               | 6,658,545               |
| Depreciation   | (575,279)                 | (37,100)                               | (129,857)                                    | (339,827)                             | (26,315)                              | (22,909)                                | (37,987)                           | (28,817)         | 0   | 0                               | (1,198,091)             |
| Transfers  | 0                         | 0                                      | 0  | 0                                     | 0                                     | 0                                       | (701,025)                          | 0                | 701,025   | 0                               | 0                       |
| <b>Balance at 30 June 2022</b>   | 174,673,111               | 1,981,151                              | 5,208,099                                    | 33,298,872                            | 1,424,659                             | 695,909                                 | 2,779,385                          | 187,309          | 4,230,544   | 0                               | 224,479,039             |
| <b>Comprises:</b>  |                           |  |  |                                       |                                       |   |                                    |                  |   |                                 |                         |
| Gross balance at 30 June 2022  | 177,050,413               | 2,129,552                              | 5,712,576                                    | 34,657,982                            | 1,529,918                             | 787,546                                 | 2,901,731                          | 216,126          | 4,230,544   | 0                               | 229,216,388             |
| Accumulated depreciation at 30 June 2022                                 | (2,377,302)               | (148,401)                              | (504,477)                                    | (1,359,110)                           | (105,259)                             | (91,637)                                | (122,346)                          | (28,817)         | 0   | 0                               | (4,737,349)             |
| <b>Balance at 30 June 2022</b>   | 174,673,111               | 1,981,151                              | 5,208,099                                    | 33,298,872                            | 1,424,659                             | 695,909                                 | 2,779,385                          | 187,309          | 4,230,544   | 0                               | 224,479,039             |
| Additions  | 1,614,332                 | 0                                      | 0  | 8,427                                 | 0                                     | 0                                       | 1,311,764                          | 127,795          | 236,008   | 599,424                         | 3,897,750               |
| Revaluation increments / (decrements) transferred to revaluation surplus | (67,239,653)              | (453,160)                              | (680,401)                                    | 20,636,103                            | (877,765)                             | 155,501                                 | (526,717)                          | 0                | 170,654   | 0                               | (48,815,438)            |
| Depreciation   | (575,278)                 | (37,101)                               | (132,098)                                    | (339,827)                             | (26,314)                              | (22,910)                                | (79,732)                           | (13,227)         | (145,339)   | (19,981)                        | (1,391,807)             |
| <b>Balance at 30 June 2023</b>   | 108,472,512               | 1,490,890                              | 4,395,600                                    | 53,603,575                            | 520,580                               | 828,500                                 | 3,484,700                          | 301,877          | 4,491,867   | 579,443                         | 178,169,544             |
| <b>Comprises:</b>  |                           |  |  |                                       |                                       |   |                                    |                  |   |                                 |                         |
| Gross balance at 30 June 2023  | 108,472,512               | 1,490,890                              | 4,395,600                                    | 53,603,575                            | 520,580                               | 828,500                                 | 3,484,700                          | 343,921          | 4,491,867   | 599,424                         | 178,231,569             |
| Accumulated depreciation at 30 June 2023                                 | 0                         | 0                                      | 0  | 0                                     | 0                                     | 0                                       | 0                                  | (42,044)         | 0   | (19,981)                        | (62,025)                |
| <b>Balance at 30 June 2023</b>   | 108,472,512               | 1,490,890                              | 4,395,600                                    | 53,603,575                            | 520,580                               | 828,500                                 | 3,484,700                          | 301,877          | 4,491,867   | 579,443                         | 178,169,544             |

The 30 June 2023 valuation decrement to infrastructure assets, apart from drainage, is largely due to applying unit rates that are more relevant to the Shire based on new and current information than previously applied in the prior valuation performed for the year ended 30 June 2018.

SHIRE OF JERRAMUNGUP  
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT  
FOR THE YEAR ENDED 30 JUNE 2023

8. INFRASTRUCTURE (Continued)

(b) Carrying Value Measurements

| Asset Class  | Fair Value Hierarchy | Valuation Technique                              | Basis of Valuation   | Date of Last Valuation | Inputs Used  |
|--|----------------------|--|--|------------------------|--|
| <b>(i) Fair Value</b>                              |                      |  |  |                        |  |
| Infrastructure - Roads                             | 3                    | Cost approach using depreciated replacement cost | Independent valuation  | June 2023              | Construction costs and current condition, residual values and remaining useful life assessments. |
| Other infrastructure - Footpaths                   | 3                    | Cost approach using depreciated replacement cost | Independent valuation  | June 2023              | Construction costs and current condition, residual values and remaining useful life assessments. |
| Other infrastructure - Parks and ovals             | 3                    | Cost approach using depreciated replacement cost | Independent valuation  | June 2023              | Construction costs and current condition, residual values and remaining useful life assessments. |
| Other infrastructure - Drainage                    | 3                    | Cost approach using depreciated replacement cost | Independent valuation  | June 2023              | Construction costs and current condition, residual values and remaining useful life assessments. |
| Other infrastructure - Sewerage                    | 3                    | Cost approach using depreciated replacement cost | Independent valuation  | June 2023              | Construction costs and current condition, residual values and remaining useful life assessments. |
| Other infrastructure - Aerodromes                  | 3                    | Cost approach using depreciated replacement cost | Independent valuation  | June 2023              | Construction costs and current condition, residual values and remaining useful life assessments. |
| Other infrastructure - Other                       | 3                    | Cost approach using depreciated replacement cost | Independent valuation  | June 2023              | Construction costs and current condition, residual values and remaining useful life assessments. |
| Landfill - Asset                                   | 3                    | Cost approach                                    | Valuation of landfill - asset is performed as and when adjustments are made to the provision account | June 2023              | Construction costs.  |
| Leasehold Improvements - Jerramungup swimming pool | 3                    | Cost approach using depreciated replacement cost | Independent valuation  | June 2023              | Construction costs and current condition, residual values and remaining useful life assessments. |
| Pool - Decommission costs                          | 3                    | Cost approach                                    | Management Valuation   | June 2023              | Construction costs.  |

Level 3 inputs are based on assumptions with regards to future values and patterns of consumption utilising current information. If the basis of these assumptions were varied, they have the potential to result in a significantly higher or lower fair value measurement.

During the period there were no changes in the valuation techniques used to determine the fair value of infrastructure using level 3 inputs.

**SHIRE OF JERRAMUNGUP  
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT  
FOR THE YEAR ENDED 30 JUNE 2023**

**9. FIXED ASSETS**

**(a) Depreciation**

**Depreciation rates**

Typical estimated useful lives for the different asset classes for the current and prior years are included in the table below:

| <b>Asset Class</b>                                 | <b>Useful life</b>           |
|--|------------------------------|
| Buildings - non-specialised                        | 15 to 75 years               |
| Buildings - specialised                            | 15 to 75 years               |
| Furniture and equipment                            | 3 to 20 years                |
| Plant and equipment                                | 2 to 25 years                |
| Infrastructure - Roads                             | 15 to 120 years              |
| Infrastructure - Roads(formation)                  | not depreciated              |
| Other infrastructure - Footpaths                   | 30 to 80 years               |
| Other infrastructure - Parks and ovals             | 5 to 50 years                |
| Other infrastructure - Drainage                    | 20 to 80 years               |
| Other infrastructure - Sewerage                    | 60 to 70 years               |
| Other infrastructure - Aerodromes                  | 20 to 40 years               |
| Other infrastructure - Other                       | 5 to 70 years                |
| Landfill - Asset                                   | 30 years                     |
| Leasehold Improvements - Jerramungup swimming pool | 30 years                     |
| Right of use (furniture and equipment)             | Based on the remaining lease |

**Revision of useful lives of plant and equipment**

Management reviewed useful lives of plant and equipment and used same depreciation rates from 21/22. Useful lives are based on adopted policies and the Long Term Financial Plan and are adjusted to reflect the current condition of plant.

**SHIRE OF JERRAMUNGUP  
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT  
FOR THE YEAR ENDED 30 JUNE 2023**

**9. FIXED ASSETS (Continued)**

**SIGNIFICANT ACCOUNTING POLICIES**

**Fixed assets**

Each class of fixed assets within either property, plant and equipment or infrastructure, is carried at cost or fair value (as indicated), less any accumulated depreciation and impairment losses.

**Initial recognition and measurement for assets held at cost**

Plant and equipment including furniture and equipment is recognised at cost on acquisition in accordance with *Financial Management Regulation 17A*. Where acquired at no cost, the asset is initially recognised at fair value. Assets held at cost are depreciated and assessed for indicators of impairment annually.

**Initial recognition and measurement between mandatory revaluation dates for assets held at fair value**

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.

Upon initial recognition, cost is determined as the amount paid (or other consideration given) to acquire the assets, plus costs incidental to the acquisition. For assets acquired at zero cost or otherwise significantly less than fair value, cost is determined as fair value at the date of acquisition. The cost of non-current assets constructed by the Shire includes the cost of all materials used in construction, direct labour on the project and an appropriate proportion of variable and fixed overheads.

Individual assets that are land, buildings, infrastructure and investment properties acquired between scheduled revaluation dates of the asset class in accordance with the Shire's revaluation policy, are recognised at cost and disclosed as being at fair value as management believes cost approximates fair value. They are subject to subsequent revaluation at the next revaluation consistent with *Financial Management Regulation 17A(4)*.

**Revaluation**

The fair value of land, buildings, infrastructure and investment properties is determined at least every five years in accordance with the regulatory framework. This includes buildings and infrastructure items which were pre-existing improvements (i.e. vested improvements) on vested land acquired by the Shire.

At the end of each period, the carrying amount for each asset class is reviewed and, where appropriate, the fair value is updated to reflect current market conditions consistent with *Financial Management Regulation 17A(2)* which requires land, buildings infrastructure, investment properties and vested improvements to be shown at fair value.

**Revaluation (continued)**

For property, plant and equipment and infrastructure, increases in the carrying amount arising on revaluation of asset classes are credited to a revaluation surplus in equity. Decreases that offset previous increases of the same class of asset are recognised against revaluation surplus directly in equity. All other decreases are recognised in profit or loss. Subsequent increases are then recognised in profit or loss to the extent they reverse a net revaluation decrease previously recognised in profit or loss for the same class of asset.

**Depreciation**

The depreciable amount of all property, plant and equipment and infrastructure, 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.

**Depreciation on revaluation**

When an item of property, plant and equipment and infrastructure is revalued, any accumulated depreciation at the date of the revaluation is treated as follows:

- (i) Eliminated against the gross carrying amount of the asset and the net amount restated to the revalued amount of the asset.

**Amortisation**

All intangible assets with a finite useful life, are amortised on a straight-line basis over the individual asset's useful life from the time the asset is held ready for use.

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

Amortisation is included within depreciation in the Statement of Comprehensive Income and in Note 9(a).

**Impairment**

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.

**Gains or losses on disposal**

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains and losses are included in the Statement of Comprehensive Income in the period in which they arise.

**SHIRE OF JERRAMUNGUP**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2023**

**10. LEASES**

**(a) Right-of-Use Assets**

| Movement in the balance of each class of right-of-use asset between the beginning and the end of the current financial year. | Right-of-use<br>assets - Furniture<br>& equipment | Right-of-use<br>assets<br>Total |
|--|---|---------------------------------|
| Note   | \$  | \$                              |
| <b>Balance at 1 July 2021</b>  | 30,578  | 30,578                          |
| Depreciation   | (14,666)  | (14,666)                        |
| <b>Balance at 30 June 2022</b>   | 15,912  | 15,912                          |
| Gross balance amount at 30 June 2022   | 58,665  | 58,665                          |
| Accumulated depreciation at 30 June 2022   | (42,753)  | (42,753)                        |
| <b>Balance at 30 June 2022</b>   | 15,912  | 15,912                          |
| Additions  | 16,767  | 16,767                          |
| Gains/(losses) from sale   | (8,519)   | (8,519)                         |
| Depreciation   | (8,783)   | (8,783)                         |
| <b>Balance at 30 June 2023</b>   | 15,377  | 15,377                          |
| Gross balance amount at 30 June 2023   | 16,767  | 16,767                          |
| Accumulated depreciation at 30 June 2023   | (1,390)   | (1,390)                         |
| <b>Balance at 30 June 2023</b>   | 15,377  | 15,377                          |

The following amounts were recognised in the statement of comprehensive income during the period in respect of leases where the entity is the lessee:

|   | 2023<br>Actual | 2022<br>Actual |
|---|----------------|----------------|
|   | \$             | \$             |
| Depreciation on right-of-use assets                                     | (8,783)        | (14,666)       |
| Finance charge on lease liabilities                                     | (324)          | (508)          |
| Short-term lease payments recognised as expense                         | (22,876)       | (27,957)       |
| Gains/(losses) from sale  | (8,519)        | 0              |
| <b>Total amount recognised in the statement of comprehensive income</b> | (40,502)       | (43,131)       |
| Total cash outflow from leases  | (9,146)        | (15,297)       |
| <b>(b) Lease Liabilities</b>  |                |                |
| Current   | 4,023          | 15,100         |
| Non-current   | 11,432         | 1,272          |
|   | 26(c) 15,455   | 16,372         |

**Secured liabilities and assets pledged as security**

Lease liabilities are effectively secured, as the rights to the leased assets recognised in the financial statements revert to the lessor in the event of default.

**SIGNIFICANT ACCOUNTING POLICIES**

**Leases**

At inception of a contract, the Shire assesses if the contract contains or is 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 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.

All contracts that are classified as short-term leases (i.e. a lease with a term of 12 months or less) and leases of low value assets are recognised as an operating expense on a straight-line basis over the term of the lease.

Details of individual lease liabilities required by regulations are provided at Note 26(c).

**Right-of-use assets - measurement**

Right-of-use assets are measured at cost. All right-of-use assets (other than vested improvements) under zero cost concessionary leases are measured at zero cost (i.e. not recognised in the Statement of Financial Position). The exception is vested improvements on concessionary land leases such as roads, buildings or other infrastructure which are reported at fair value.

Refer to Note 9 under revaluation for details on the significant accounting policies applying to vested improvements.

**Right-of-use assets - depreciation**

Right-of-use assets are depreciated over the lease term or useful life of the underlying asset, whichever is the shorter. Where a lease transfers ownership of the underlying asset, or the cost of the right-of-use asset reflects that the Shire anticipates to exercise a purchase option, the specific asset is depreciated over the useful life of the underlying asset.

**SHIRE OF JERRAMUNGUP  
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT  
FOR THE YEAR ENDED 30 JUNE 2023**

**10. LEASES (Continued)**

**(c) Lessor - Property, Plant and Equipment Subject to Lease**

The table below represents a maturity analysis of the undiscounted lease payments to be received after the reporting date.

Less than 1 year  
1 to 2 years  
2 to 3 years  
3 to 4 years  
4 to 5 years

|  | <b>2023<br/>Actual</b> | <b>2022<br/>Actual</b> |
|--|------------------------|------------------------|
|  | \$                     | \$                     |
|  | 220,673                | 179,518                |
|  | 214,887                | 188,276                |
|  | 217,898                | 191,075                |
|  | 221,071                | 194,986                |
|  | 225,492                | 198,324                |
|  | 1,100,021              | 952,179                |
| <b>Amounts recognised in profit or loss for Property, Plant and Equipment Subject to Lease</b> |                        |                        |
| Rental income  | 181,210                | 155,722                |

Lease income is based on actual lease agreements and for the term of each lease. Where a lease agreement states a yearly increase by the CPI the Shire has estimated the future CPI rate.

The Shire leases houses/units to staff, GROW and Advance housing with rentals payable monthly. These leases are classified as operating leases as they do not transfer substantially all of the risks and rewards incidental to the ownership of the assets. The staff and police houses are not considered investment property as they are leased for use in the supply of services to the community. The aged persons housing are considered a joint operation and are not considered investment property as the primary purpose is the provision of community housing.

Lease payments for some contracts include CPI increases, but there are no other variable lease payments that depend on an index or rate. Although the Shire is exposed to changes in the residual value at the end of the current leases, the Shire typically enters into new operating leases and therefore will not immediately realise any reduction in residual value at the end of these leases.

**SIGNIFICANT ACCOUNTING POLICIES**

**The Shire as Lessor**

Upon entering into each contract as a lessor, the Shire assesses if the lease is a finance or operating lease.

The contract is classified as a finance lease when the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee. All other leases not within this definition are classified as operating leases. Rental income received from operating leases is recognised on a straight-line basis over the term of the specific lease.

Initial direct costs incurred in entering into an operating lease (eg legal cost, cost to setup) are included in the carrying amount of the leased asset and recognised as an expense on a straight-line basis over the lease term.

When a contract is determined to include lease and non-lease components, the Shire applies AASB 15 to allocate the consideration under the contract to each component.

**SHIRE OF JERRAMUNGUP  
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT  
FOR THE YEAR ENDED 30 JUNE 2023**

**11. TRADE AND OTHER PAYABLES**

**Current**

Sundry creditors  
Prepaid rates  
Accrued payroll liabilities  
ATO liabilities  
Bonds and deposits held  
Retentions  
Payroll creditors  
Accrued expenses

|  | 2023           | 2022           |
|--|----------------|----------------|
|  | \$             | \$             |
|  | 360,531        | 255,808        |
|  | 17,288         | 25,274         |
|  | 40,613         | 41,936         |
|  | 28,333         | 45,968         |
|  | 47,948         | 35,468         |
|  | 141,531        | 28,741         |
|  | 15,837         | 33,203         |
|  | 9,524          | 41,119         |
|  | <b>661,605</b> | <b>507,517</b> |

**SIGNIFICANT ACCOUNTING POLICIES**

**Financial liabilities**

Financial liabilities are initially recognised at fair value when the Shire becomes a party to the contractual provisions of the instrument.

Non-derivative financial liabilities (excluding financial guarantees) are subsequently measured at amortised cost.

Financial liabilities are derecognised where the related obligations are discharged, cancelled or expired. The difference between the carrying amount of the financial liability extinguished or transferred to another party and any consideration paid, including the transfer of non-cash assets or liabilities assumed, is recognised in profit or loss.

**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 usually 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 income for the prepaid rates that have not been refunded.

**SHIRE OF JERRAMUNGUP  
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT  
FOR THE YEAR ENDED 30 JUNE 2023**

**12. OTHER LIABILITIES**

**Current**

Contract liabilities  
Capital grant/contributions liabilities

**Reconciliation of changes in contract liabilities**

Opening balance  
Additions  
Revenue from contracts with customers included as a contract liability at the start of the period

The aggregate amount of the performance obligations unsatisfied (or partially unsatisfied) in relation to these contract liabilities was \$90,516 (2022: \$313,765)

The Shire expects to satisfy the performance obligations, from contracts with customers unsatisfied at the end of the reporting period, within the next 12 months.

**Reconciliation of changes in capital grant/contribution liabilities**

Opening balance  
Additions  
Revenue from capital grant/contributions held as a liability at the start of the period

|   | 2023      | 2022        |
|---|-----------|-------------|
|   | \$        | \$          |
| Contract liabilities  | 90,516    | 313,765     |
| Capital grant/contributions liabilities   | 0         | 12,451      |
|   | 90,516    | 326,216     |
| Opening balance   | 313,765   | 527,757     |
| Additions   | 90,516    | 239         |
| Revenue from contracts with customers included as a contract liability at the start of the period | (313,765) | (214,231)   |
|   | 90,516    | 313,765     |
| Opening balance   | 12,451    | 1,531,575   |
| Additions   | 0         | 12,451      |
| Revenue from capital grant/contributions held as a liability at the start of the period           | (12,451)  | (1,531,575) |
|   | 0         | 12,451      |

Performance obligations in relation to capital grant/contribution liabilities are satisfied as project milestones are met or completion of construction or acquisition of the asset.

**SIGNIFICANT ACCOUNTING POLICIES**

**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.

**Capital grant/contribution liabilities**

Capital grant/contribution liabilities represent the Shire's obligations to construct recognisable non-financial assets to identified specifications to be controlled by the Shire which are yet to be satisfied. Capital grant/contribution liabilities are recognised as income when the obligations in the contract are satisfied.

Fair values for non-current capital grant/contribution liabilities, not expected to be extinguished within 12 months, are based on discounted cash flows of expected cashflows to satisfy the obligations using a current borrowing rate. They are classified as level 3 fair values in the fair value hierarchy (see Note 23(i)) due to the unobservable inputs, including own credit risk.

**SHIRE OF JERRAMUNGUP  
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT  
FOR THE YEAR ENDED 30 JUNE 2023**

**13. BORROWINGS**

|                                 | Note  | 2023    |             |         | 2022    |             |         |
|---------------------------------|-------|---------|-------------|---------|---------|-------------|---------|
|                                 |       | Current | Non-current | Total   | Current | Non-current | Total   |
| <b>Secured</b>                  |       | \$      | \$          | \$      | \$      | \$          | \$      |
| Debentures                      |       | 183,351 | 807,944     | 991,295 | 183,273 | 553,794     | 737,067 |
| <b>Total secured borrowings</b> | 26(a) | 183,351 | 807,944     | 991,295 | 183,273 | 553,794     | 737,067 |

**Secured liabilities and assets pledged as security**

Debentures, bank overdrafts and bank loans are secured by a floating charge over the assets of the Shire of Jerramungup.

The Shire of Jerramungup has complied with the financial covenants of its borrowing facilities during the 2023 and 2022 years.

**SIGNIFICANT 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. They are classified as level 3 fair values in the fair value hierarchy (see Note 23(i)) due to the unobservable inputs, including own credit risk.

**Risk**

Details of individual borrowings required by regulations are provided at Note 26(a).

**SHIRE OF JERRAMUNGUP  
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT  
FOR THE YEAR ENDED 30 JUNE 2023**

**14. EMPLOYEE RELATED PROVISIONS**

**Employee Related Provisions**

|  | <b>2023</b>    | <b>2022</b>    |
|--|----------------|----------------|
|  | <b>\$</b>      | <b>\$</b>      |
| <b>Current provisions</b>                            |                |                |
| <b>Employee benefit provisions</b>                   |                |                |
| Annual leave   | 200,443        | 217,357        |
| Long service leave                                   | 269,123        | 233,685        |
|  | <b>469,566</b> | <b>451,042</b> |
| <b>Total current employee related provisions</b>     | <b>469,566</b> | <b>451,042</b> |
| <b>Non-current provisions</b>                        |                |                |
| <b>Employee benefit provisions</b>                   |                |                |
| Long service leave                                   | 47,718         | 45,988         |
|  | <b>47,718</b>  | <b>45,988</b>  |
| <b>Total non-current employee related provisions</b> | <b>47,718</b>  | <b>45,988</b>  |
| <b>Total employee related provisions</b>             | <b>517,284</b> | <b>497,030</b> |

Provision is made for benefits accruing to employees in respect of wages and salaries, annual leave and long service leave and associated on costs for services rendered up to the reporting date and recorded as an expense during the period the services are delivered.

Annual leave liabilities are classified as current, as there is no unconditional right to defer settlement for at least 12 months after the end of the reporting period.

**SIGNIFICANT ACCOUNTING POLICIES**

**Employee benefits**

The Shire's obligations for employees' annual leave, long service leave and other employee leave entitlements are recognised as employee related provisions in the Statement of Financial Position.

**Short-term employee benefits**

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

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

**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 JERRAMUNGUP  
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT  
FOR THE YEAR ENDED 30 JUNE 2023**

**15. OTHER PROVISIONS**

|                                       | <b>Make good provisions -<br/>Shire of<br/>Ravensthorpe<br/>Regional<br/>Landfill facility</b> | <b>Make good provisions -<br/>Jerramungup<br/>Swimming<br/>pool</b> | <b>Total</b> |
|---------------------------------------|--|---|--------------|
|                                       | <b>\$</b>  | <b>\$</b>   | <b>\$</b>    |
| <b>Opening balance at 1 July 2022</b> |  |   |              |
| Non-current provisions                | 233,942  | 0   | 233,942      |
|                                       | 233,942  | 0   | 233,942      |
| Additional provision                  | 127,796  | 599,424   | 727,220      |
| Charged to profit or loss             |  |   |              |
| - unwinding of discount               | 14,469   | 23,977  | 38,446       |
| <b>Balance at 30 June 2023</b>        | 376,207  | 623,401   | 999,608      |
| <b>Comprises</b>                      |  |   |              |
| Non-current                           | 376,207  | 623,401   | 999,608      |
|                                       | 376,207  | 623,401   | 999,608      |

**Other provisions**

Amounts which are expected to be paid out within 12 months of the reporting date are classified as current. Exact timing of payment of non-current obligations is unable to be reliably estimated as it is dependent on factors beyond the control of the local government.

**Make good provisions - Shire of Ravensthorpe Regional Landfill facility**

A Waste Management agreement exists between the Shire of Jerramungup and the Shire of Ravensthorpe for a Regional Landfill Facility located on Reserve 7380. The agreement allows each party to agree on a percentage share of capital costs for the purpose of future rehabilitation costs. The current cost estimate of rehabilitation is \$551,122 to be shared by each local government. The current cells are expected to have a 30 year cell life. On 4 June 2021 both parties agreed to a cost share of 60% Ravensthorpe and 40% Jerramungup. The cost share agreement is to be reviewed by both parties.

**Make good provision - Jerramungup Swimming Pool**

A heads of agreement exists between the Shire of Jerramungup and Department of Education for a swimming pool located on Reserve 24772 being Lot 500 on Deposited Plan 64935. Under the agreement the Shire of Jerramungup is responsible for 50% of the decommissioning costs.

**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.

**SHIRE OF JERRAMUNGUP**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2023**

**16. REVALUATION SURPLUS**

|  | <b>2023</b>        | <b>Total</b>        | <b>2023</b>        | <b>2022</b>        | <b>Total</b>       | <b>2022</b>        |
|--|--------------------|---------------------|--------------------|--------------------|--------------------|--------------------|
|  | <b>Opening</b>     | <b>Movement on</b>  | <b>Closing</b>     | <b>Opening</b>     | <b>Movement on</b> | <b>Closing</b>     |
|  | <b>Balance</b>     | <b>Revaluation</b>  | <b>Balance</b>     | <b>Balance</b>     | <b>Revaluation</b> | <b>Balance</b>     |
|  | <b>\$</b>          | <b>\$</b>           | <b>\$</b>          | <b>\$</b>          | <b>\$</b>          | <b>\$</b>          |
| Revaluation surplus - Land - freehold land                               | 1,222,168          | 0                   | 1,222,168          | 1,316,381          | (94,213)           | 1,222,168          |
| Revaluation surplus - Buildings - non-specialised                        | 3,686,805          | 0                   | 3,686,805          | 3,590,525          | 96,280             | 3,686,805          |
| Revaluation surplus - Buildings - specialised                            | 12,968,595         | 0                   | 12,968,595         | 11,435,529         | 1,533,066          | 12,968,595         |
| Revaluation surplus - Furniture and equipment                            | 13,273             | 0                   | 13,273             | 13,273             | 0                  | 13,273             |
| Revaluation surplus - Plant and equipment                                | 294,332            | 0                   | 294,332            | 294,332            | 0                  | 294,332            |
| Revaluation surplus - Infrastructure - Roads                             | 128,201,851        | (67,239,653)        | 60,962,198         | 128,201,851        | 0                  | 128,201,851        |
| Revaluation surplus - Other infrastructure - Footpaths                   | 857,666            | (453,160)           | 404,506            | 857,666            | 0                  | 857,666            |
| Revaluation surplus - Other infrastructure - Parks and ovals             | 1,717,609          | (680,401)           | 1,037,208          | 1,717,609          | 0                  | 1,717,609          |
| Revaluation surplus - Other infrastructure - Drainage                    | 35,445,152         | 20,636,103          | 56,081,255         | 35,445,152         | 0                  | 35,445,152         |
| Revaluation surplus - Other infrastructure - Sewerage                    | 1,376,855          | (877,765)           | 499,090            | 1,376,855          | 0                  | 1,376,855          |
| Revaluation surplus - Other infrastructure - Aerodromes                  | 628,790            | 155,501             | 784,291            | 628,790            | 0                  | 628,790            |
| Revaluation surplus - Other infrastructure - Other                       | 539,025            | (526,717)           | 12,308             | 539,025            | 0                  | 539,025            |
| Revaluation surplus - Leasehold Improvements - Jerramungup swimming pool | 0                  | 170,654             | 170,654            | 0                  | 0                  | 0                  |
|  | <b>186,952,121</b> | <b>(48,815,438)</b> | <b>138,136,683</b> | <b>185,416,988</b> | <b>1,535,133</b>   | <b>186,952,121</b> |

**SHIRE OF JERRAMUNGUP  
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT  
FOR THE YEAR ENDED 30 JUNE 2023**

**17. RESTRICTIONS OVER FINANCIAL ASSETS**

|  | Note | 2023<br>Actual<br>\$ | 2022<br>Actual<br>\$ |
|--|------|----------------------|----------------------|
| 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  | 3    | 2,182,065            | 1,693,702            |
|  |      | 2,182,065            | 1,693,702            |
| The restricted financial assets are a result of the following specific purposes to which the assets may be used:   |      |                      |                      |
| Restricted reserve accounts  | 27   | 2,134,117            | 1,658,234            |
| Bonds  | 11   | 47,948               | 35,468               |
| <b>Total restricted financial assets</b>   |      | 2,182,065            | 1,693,702            |

**18. UNDRAWN BORROWING FACILITIES AND CREDIT  
STANDBY ARRANGEMENTS**

|  |  |         |         |
|--|--|---------|---------|
| Bank overdraft limit                           |  | 0       | 0       |
| Bank overdraft at balance date                 |  | 0       | 0       |
| Credit card limit                              |  | 15,000  | 15,000  |
| Credit card balance at balance date            |  | 343     | 0       |
| <b>Total amount of credit unused</b>           |  | 15,343  | 15,000  |
| <b>Loan facilities</b>                         |  |         |         |
| Loan facilities - current                      |  | 183,351 | 183,273 |
| Loan facilities - non-current                  |  | 807,944 | 553,794 |
| <b>Total facilities in use at balance date</b> |  | 991,295 | 737,067 |
| <b>Unused loan facilities at balance date</b>  |  | 0       | 0       |

**SHIRE OF JERRAMUNGUP  
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT  
FOR THE YEAR ENDED 30 JUNE 2023**

**19. CONTINGENT LIABILITIES**

The Shire of Jerramungup has identified the following sites, after year end, in relation to land owned vested or leased, that is known to be, or suspected of being contaminated.

Site 3560, Parcel 18895, Lot 1548 on Plan 194377, Bremer Bay, 6338. DAFWA, Crown Reserve 24521 Bremer Bay Air Strip, Airstrip-Gairdner Road. Pesticides.

Site 3562, Parcel 18897, Lot 2116 on Plan 217510, Needilup, 6336. DAFWA, Crown Reserve 41532 North Road, Jerramungup Air Strip. Pesticides.

Site 5436, Parcel 31866, Unallocated Crown Land, Needilup, 6336. Illegal Landfill, Unallocated Crown Land, Needilup Town Site.

Until the Shire conducts an investigation to determine the presence and scope of contamination, assesses the risk, and agrees with the Department of Water and Environmental Regulation on the need and criteria for remediation of a risk based approach, the Shire is unable to estimate the potential costs associated with remediation of these sites. This approach is consistent with the Department of Water and Environmental Regulation Guidelines.

**20. CAPITAL COMMITMENTS**

|                                | <b>2023</b> | <b>2022</b> |
|--------------------------------|-------------|-------------|
|                                | <b>\$</b>   | <b>\$</b>   |
| Contracted for:                |             |             |
| - capital expenditure projects | 0           | 1,164,528   |
| - plant & equipment purchases  | 0           | 565,251     |
|                                | 0           | 1,729,779   |
| Payable:                       |             |             |
| - not later than one year      | 0           | 1,588,248   |
| - later than one year          | 0           | 141,531     |

As at June 2022 a commitment existed to finalise construction of the swimming pool facility in Jerramungup. The construction was completed in August 2022.

As at June 2022 a commitment existed to finalise construction of the Bremer Bay boat ramp and jetty. The construction was completed in October 2022.

**SHIRE OF JERRAMUNGUP**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2023**

**21. RELATED PARTY TRANSACTIONS**

**(a) Elected Member Remuneration**

Fees, expenses and allowances to be paid or reimbursed to elected council members.

| Note   | 2023<br>Actual | 2023<br>Budget | 2022<br>Actual |
|--|----------------|----------------|----------------|
|  | \$             | \$             | \$             |
| President's annual allowance                                 | 12,000         | 12,000         | 12,000         |
| President's meeting attendance fees                          | 14,000         | 14,000         | 14,000         |
| President's telecommunications allowance                     | 1,000          | 1,000          | 1,000          |
| President's travel and accommodation expenses                | 514            | 2,500          | 770            |
|  | 27,514         | 29,500         | 27,770         |
| Deputy President's annual allowance                          | 3,000          | 3,000          | 3,000          |
| Deputy President's meeting attendance fees                   | 7,000          | 7,000          | 7,000          |
| Deputy President's telecommunications allowance              | 1,000          | 1,000          | 1,000          |
| Deputy President's travel and accommodation expenses         | 514            | 1,500          | 718            |
|  | 11,514         | 12,500         | 11,718         |
| All other council member's meeting attendance fees           | 35,000         | 35,000         | 35,000         |
| All other council member's telecommunications allowance      | 5,000          | 5,000          | 5,000          |
| All other council member's travel and accommodation expenses | 0              | 7,500          | 1,511          |
|  | 40,000         | 47,500         | 41,511         |
| 21(b)  | 79,028         | 89,500         | 80,999         |

**(b) Key Management Personnel (KMP) Compensation**

The total of compensation paid to KMP of the Shire during the year are as follows:

| Note                                | 2023<br>Actual | 2022<br>Actual |
|-------------------------------------|----------------|----------------|
|                                     | \$             | \$             |
| Short-term employee benefits        | 686,455        | 631,694        |
| Post-employment benefits            | 74,518         | 64,314         |
| Employee - other long-term benefits | 62,232         | 10,860         |
| Employee - termination benefits     | 0              | 27,692         |
| Council member costs                | 79,028         | 80,999         |
| 21(a)                               | 902,233        | 815,559        |

*Short-term employee benefits*

These amounts include all salary and fringe benefits awarded to KMP except for details in respect to fees and benefits paid to council members which may be separately found in the table above.

*Post-employment benefits*

These amounts are the current-year's cost of the Shire's superannuation contributions made during the year.

*Other long-term benefits*

These amounts represent annual leave and long service leave entitlements accruing during the year.

*Termination benefits*

These amounts represent termination benefits paid to KMP (Note: may or may not be applicable in any given year).

*Council member costs*

These amounts represent payments of member fees, expenses, allowances and reimbursements during the year.

**SHIRE OF JERRAMUNGUP  
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT  
FOR THE YEAR ENDED 30 JUNE 2023**

**21. RELATED PARTY TRANSACTIONS (Continued)**

**Transactions with related parties**

Transactions between related parties and the Shire are on normal commercial terms and conditions, no more favourable than those available to other parties, unless otherwise stated.

No outstanding balances or provisions for doubtful debts or guarantees exist in relation to related parties at year end.

In addition to KMP compensation above the following transactions occurred with related parties:

|   | <b>2023</b>   | <b>2022</b>   |
|---|---------------|---------------|
|   | <b>Actual</b> | <b>Actual</b> |
|   | \$            | \$            |
| Sale of goods and services                            | 51,405        | 53,986        |
| Purchase of goods and services                        | 127,852       | 105,346       |
| Short term employee benefits - other related parties  | 199,446       | 202,194       |
| Payment of council member costs (Refer to Note 20(a)) | 79,028        | 80,999        |
| Trade receivables                                     | 1,463         | 0             |

**Related Parties**

**The Shire's main related parties are as follows:**

*i. Key management personnel*

Any person(s) having authority and responsibility for planning, directing and controlling the activities of the entity, directly or indirectly, including any council member, are considered key management personnel and are detailed in Notes 21(a) and 21(b)

*ii. Other Related Parties*

Short-term employee benefits related to associated person of the DCEO who was employed by the Shire under normal employment terms and conditions.

Outside of normal citizen type transactions with the Shire, there were no other related party transactions involving key management personnel and/or their close family members and/or their controlled (or jointly controlled) entities.

*iii. Entities subject to significant influence by the Shire*

There were no such entities requiring disclosure during the current or previous year.

**SHIRE OF JERRAMUNGUP  
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT  
FOR THE YEAR ENDED 30 JUNE 2023**

**22. JOINT ARRANGEMENTS**

**i) Share of joint operations - Retirement Units**

The Shire together with the Department of Communities have a joint arrangement with regard to the provision of six retirement units at Lot 158 Derrick Street, Jerramungup and six retirement units in Roderick Street, Bremer Bay. The only assets are land and housing of which Jerramungup Shire owns a 17% share of the Jerramungup units and 14.64% of Bremer Bay units.

The units are leased by Advance Housing Limited for a 10 year term with rent being \$7,650 per annum.

| <b>Statement of Financial Position</b>                     | <b>2023<br/>Actual</b> | <b>2022<br/>Actual</b> |
|--|------------------------|------------------------|
|  | <b>\$</b>              | <b>\$</b>              |
| Land and buildings   | 190,702                | 190,702                |
| Less accumulated depreciation                              | (6,687)                | 0                      |
| <b>Total assets</b>  | <b>184,015</b>         | <b>190,702</b>         |
| Equity   | 184,015                | 190,702                |
| <b>Total equity</b>  | <b>184,015</b>         | <b>190,702</b>         |
| <b>Statement of Comprehensive Income</b>                   |                        |                        |
| Other revenue  | 7,650                  | 12,070                 |
| Depreciation   | (6,687)                | 0                      |
| Other expense  | (7,650)                | 0                      |
| <b>Profit/(loss) for the period</b>                        | <b>(6,687)</b>         | <b>12,070</b>          |
| <b>Total comprehensive income for the period</b>           | <b>(6,687)</b>         | <b>12,070</b>          |
| <b>Statement of Cash Flows</b>                             |                        |                        |
| Other revenue  | 7,650                  | 0                      |
| Other expense  | (7,650)                | 0                      |
| <b>Net cash provided by (used in) operating activities</b> | <b>0</b>               | <b>0</b>               |

**ii) Share of joint operations - Waste Facility**

The Shire of Jerramungup together with the Shire of Ravensthorpe, have entered into a joint operation with regards to a regional waste management facility located on reserve 7380, Moir Road Ravensthorpe. The agreement between both Shires govern the operation of the waste facility, covering operating and capital costs, responsibilities of the two Shires, setting of fees and charges and record keeping etc. The building of the regional waste facility was fully funded and recognised in the financials of the Shire of Ravensthorpe, and they are responsible for the day to day management of the facility. Key operating descisions in relation to the operating costs and future capital costs of the facility are to be agreed by both Shires.

The regional waste facility commenced its operations in February 2018. The apportionment of annual facility operating costs between the Shire of Ravensthorpe and Jerramungup is determined by the percentage of total waste tonnage (measured in cubic metres) delivered to the Facility by each Shire in the preceding year. This is estimated to be 25.1%. The Shire of Jerramungup's share of the operating costs for 2022/2023 was \$85,745.

A provision has been raised for the future rehabilitation costs with the current cost estimate being \$551,122. The cells are expected to have a 30 year cell life.

**iii) Share of joint operations - Jerramungup Pool**

The Jerramungup swimming pool was constructed by the Shire of Jerramungup and as the land is held by Department of Education the pool is shown as a leasehold improvement, refer to note 8. The Minister of Education and Shire of Jerramungup entered into an agreement for the shared used of the pool located at Lot 500 on Deposited Plan 64935, Jerramungup. The agreement sets out the cost sharing arrangement and the terms of the agreement are 10 years with the option of a further 10 years with further terms available up to 30 years.

**SIGNIFICANT ACCOUNTING POLICIES**

**Joint operations**

A joint operation is a joint arrangement where the Shire has joint control with two or more parties to the joint arrangement. All parties to joint arrangement have rights to the assets, and obligations for the liabilities relating to the arrangement.

Assets, liabilities, revenues and expenses relating to the Shire's interest in the joint operation are accounted for in accordance with the relevant Australian Accounting Standard.

**SHIRE OF JERRAMUNGUP  
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT  
FOR THE YEAR ENDED 30 JUNE 2023**

**23. OTHER SIGNIFICANT ACCOUNTING POLICIES**

**a) 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.

**b) 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 unconditional right to defer settlement beyond 12 months, such as vested long service leave, the liability is classified as current even if not expected to be settled within the next 12 months. Inventories held for trading are classified as current or non-current based on the Shire's intentions to release for sale.

**c) Rounding off figures**

All figures shown in this annual financial report, other than a rate in the dollar, are rounded to the nearest dollar. Amounts are presented in Australian Dollars.

**d) Comparative figures**

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

When the Shire applies an accounting policy retrospectively, makes a retrospective restatement or reclassifies items in its financial statements that has a material effect on the statement of financial position, an additional (third) Statement of Financial Position as at the beginning of the preceding period in addition to the minimum comparative financial report is presented.

**e) Budget comparative figures**

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

**f) 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.

**g) Fair value of assets and liabilities**

Fair value is the price that the Shire would receive to sell the asset or would have to pay to transfer a liability, in an orderly (i.e. unforced) transaction between independent, knowledgeable and willing market participants at the measurement date.

As fair value is a market-based measure, the closest equivalent observable market pricing information is used to determine fair value. Adjustments to market values may be made having regard to the characteristics of the specific asset or liability. The fair values of assets that are not traded in an active market are determined using one or more valuation techniques. These valuation techniques maximise, to the extent possible, the use of observable market data.

To the extent possible, market information is extracted from either the principal market for the asset or liability (i.e. the market with the greatest volume and level of activity for the asset or liability) or, in the absence of such a market, the most advantageous market available to the entity at the end of the reporting period (i.e. the market that maximises the receipts from the sale of the asset after taking into account transaction costs and transport costs).

For non-financial assets, the fair value measurement also takes into account a market participant's ability to use the asset in its highest and best use or to sell it to another market participant that would use the asset in its highest and best use.

**h) Interest revenue**

Interest revenue is calculated by applying the effective interest rate to the gross carrying amount of a financial asset measured at amortised cost except for financial assets that subsequently become credit-impaired. For credit-impaired financial assets the effective interest rate is applied to the net carrying amount of the financial asset (after deduction of the loss allowance).

**i) Fair value hierarchy**

AASB 13 requires the disclosure of fair value information by level of the fair value hierarchy, which categorises fair value measurement into one of three possible levels based on the lowest level that an input that is significant to the measurement can be categorised into as follows:

**Level 1**

Measurements based on quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date.

**Level 2**

Measurements based on inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly or indirectly.

**Level 3**

Measurements based on unobservable inputs for the asset or liability.

The fair values of assets and liabilities that are not traded in an active market are determined using one or more valuation techniques. These valuation techniques maximise, to the extent possible, the use of observable market data. If all significant inputs required to measure fair value are observable, the asset or liability is included in Level 2. If one or more significant inputs are not based on observable market data, the asset or liability is included in Level 3.

**Valuation techniques**

The Shire selects a valuation technique that is appropriate in the circumstances and for which sufficient data is available to measure fair value. The availability of sufficient and relevant data primarily depends on the specific characteristics of the asset or liability being measured. The valuation techniques selected by the Shire are consistent with one or more of the following valuation approaches:

**Market approach**

Valuation techniques that use prices and other relevant information generated by market transactions for identical or similar assets or liabilities.

**Income approach**

Valuation techniques that convert estimated future cash flows or income and expenses into a single discounted present value.

**Cost approach**

Valuation techniques that reflect the current replacement cost of the service capacity of an asset.

Each valuation technique requires inputs that reflect the assumptions that buyers and sellers would use when pricing the asset or liability, including assumptions about risks. When selecting a valuation technique, the Shire gives priority to those techniques that maximise the use of observable inputs and minimise the use of unobservable inputs. Inputs that are developed using market data (such as publicly available information on actual transactions) and reflect the assumptions that buyers and sellers would generally use when pricing the asset or liability are considered observable, whereas inputs for which market data is not available and therefore are developed using the best information available about such assumptions are considered unobservable.

**j) Impairment of assets**

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

Where such an indication exists, an impairment test is carried out on the asset by comparing the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, to the asset's carrying amount.

Any excess of the asset's carrying amount over its recoverable amount is recognised immediately in profit or loss, unless the asset is carried at a revalued amount in accordance with another Standard (e.g. AASB 116) whereby any impairment loss of a revalued asset is treated as a revaluation decrease in accordance with that other Standard.

SHIRE OF JERRAMUNGUP  
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT  
FOR THE YEAR ENDED 30 JUNE 2023

24. RATING INFORMATION

(a) General Rates

| RATE TYPE   | Basis of valuation     | Rate in \$ | Number of Properties | 2022/23 Actual Rateable Value* | 2022/23 Actual Rate Revenue | 2022/23 Actual Interim Rates | 2022/23 Actual Total Revenue | 2022/23 Budget Rate Revenue | 2022/23 Budget Interim Rate | 2022/23 Budget Total Revenue | 2021/22 Actual Total Revenue |
|---|------------------------|------------|----------------------|--------------------------------|-----------------------------|------------------------------|------------------------------|-----------------------------|-----------------------------|------------------------------|------------------------------|
| GRV Properties  | Gross rental valuation | 0.10475    | 557                  | 6,979,185                      | 731,070                     | 5,830                        | 736,900                      | 731,070                     | 0                           | 731,070                      | 708,148                      |
| UV Properties   | Unimproved valuation   | 0.00737    | 319                  | 356,519,000                    | 2,627,545                   | 2,645                        | 2,630,190                    | 2,627,545                   | (67)                        | 2,627,478                    | 2,509,311                    |
| <b>Total general rates</b>                                      |                        |            | 876                  | 363,498,185                    | 3,358,615                   | 8,475                        | 3,367,090                    | 3,358,615                   | (67)                        | 3,358,548                    | 3,217,459                    |
| <b>Minimum payment</b>  |                        |            |                      |                                |                             |                              |                              |                             |                             |                              |                              |
| <b>Minimum payment \$</b>                                       |                        |            |                      |                                |                             |                              |                              |                             |                             |                              |                              |
| GRV Properties  | Gross rental valuation | 729        | 302                  | 1,223,397                      | 220,158                     | 365                          | 220,523                      | 220,158                     | 0                           | 220,158                      | 209,257                      |
| UV Properties   | Unimproved valuation   | 729        | 44                   | 2,199,000                      | 32,076                      | 0                            | 32,076                       | 32,076                      | 0                           | 32,076                       | 25,020                       |
| UV Mining   | Unimproved valuation   | 729        | 23                   | 292,535                        | 16,767                      | 352                          | 17,119                       | 16,767                      | 0                           | 16,767                       | 10,649                       |
| <b>Total minimum payments</b>                                   |                        |            | 369                  | 3,714,932                      | 269,001                     | 717                          | 269,718                      | 269,001                     | 0                           | 269,001                      | 244,926                      |
| <b>Total general rates and minimum payments</b>                 |                        |            | 1,245                | 367,213,117                    | 3,627,616                   | 9,192                        | 3,636,808                    | 3,627,616                   | (67)                        | 3,627,549                    | 3,462,385                    |
| <b>Ex-gratia Rates</b>  |                        |            |                      |                                |                             |                              |                              |                             |                             |                              |                              |
| CBH   |                        | 0.10475    | 0                    | 0                              | 57,057                      | 0                            | 57,057                       | 57,057                      |                             | 57,057                       | 53,472                       |
| <b>Total amount raised from rates (excluding general rates)</b> |                        |            | 0                    | 0                              | 57,057                      | 0                            | 57,057                       | 57,057                      | 0                           | 57,057                       | 53,472                       |
| Rates written off   |                        |            |                      |                                |                             |                              |                              |                             |                             | (150)                        | (244)                        |
| <b>Total Rates</b>  |                        |            |                      |                                |                             | 3,693,547                    |                              |                             |                             | 3,684,456                    | 3,515,613                    |
| Rate instalment interest  |                        |            |                      |                                |                             | 16,471                       |                              |                             |                             | 14,000                       | 14,159                       |
| Rate overdue interest   |                        |            |                      |                                |                             | 9,830                        |                              |                             |                             | 9,000                        | 8,889                        |

The rate revenue was recognised from the rate record as soon as practicable after the Shire resolved to impose rates in the financial year as well as when the rate record was amended to ensure the information in the record was current and correct.

\*Rateable Value at time of raising of rate.

**SHIRE OF JERRAMUNGUP**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2023**

**25. DETERMINATION OF SURPLUS OR DEFICIT**

|   |   | 2022/23<br>Budget                    | 2021/22                              |
|---|---|--------------------------------------|--------------------------------------|
|   | 2022/23<br>(30 June 2023<br>Carried<br>Forward) | (30 June 2023<br>Carried<br>Forward) | (30 June 2022<br>Carried<br>Forward) |
| Note  | \$  | \$                                   | \$                                   |
| <b>(a) Non-cash amounts excluded from operating activities</b>  |   |                                      |                                      |
| 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 <i>Financial Management Regulation 32</i> .   |   |                                      |                                      |
| <b>Adjustments to operating activities</b>  |   |                                      |                                      |
| Less: Profit on asset disposals   | (35,526)  | (33,360)                             | (7,711)                              |
| Less: Movement in liabilities associated with restricted cash   | 6,663   | 0                                    | (9,885)                              |
| Less: Fair value adjustments to financial assets at fair value through profit or loss   | (2,764)   | 0                                    | (2,998)                              |
| Add: Loss on disposal of assets   | 37,561  | 7,225                                | 0                                    |
| Add: Depreciation   | 2,431,123                                       | 2,233,887                            | 2,130,749                            |
| 9(a)  |   |                                      |                                      |
| Non-cash movements in non-current assets and liabilities:   |   |                                      |                                      |
| Employee benefit provisions   | 1,730   | 0                                    | 21,575                               |
| Other Provisions  | 765,666   | 0                                    | 211,897                              |
| Lease liabilities   | (156)   | 0                                    | 0                                    |
| <b>Non-cash amounts excluded from operating activities</b>  | <b>3,204,297</b>                                | <b>2,207,752</b>                     | <b>2,343,627</b>                     |
| <b>(b) Surplus or deficit after imposition of general rates</b>   |   |                                      |                                      |
| The following current assets and liabilities have been excluded from the net current assets used in the Statement of Financial Activity in accordance with <i>Financial Management Regulation 32</i> to agree to the surplus/(deficit) after imposition of general rates. |   |                                      |                                      |
| <b>Adjustments to net current assets</b>  |   |                                      |                                      |
| Less: Reserve accounts  | 27 (2,134,117)                                  | (1,680,168)                          | (1,658,234)                          |
| Add: Current liabilities not expected to be cleared at end of year  |   |                                      |                                      |
| - Current portion of borrowings   | 13 183,351                                      | 397,502                              | 183,273                              |
| - Current portion of lease liabilities  | 10(b) 4,023                                     | 1,583                                | 15,100                               |
| - Employee benefit provisions   | 72,841  | 451,041                              | 66,178                               |
| <b>Total adjustments to net current assets</b>  | <b>(1,873,902)</b>                              | <b>(830,042)</b>                     | <b>(1,393,683)</b>                   |
| <b>Net current assets used in the Statement of Financial Activity</b>   |   |                                      |                                      |
| Total current assets  | 6,109,740                                       | 2,360,345                            | 4,189,756                            |
| Less: Total current liabilities   | (1,409,061)                                     | (1,530,303)                          | (1,483,148)                          |
| Less: Total adjustments to net current assets   | (1,873,902)                                     | (830,042)                            | (1,393,683)                          |
| <b>Surplus or deficit after imposition of general rates</b>   | <b>2,826,777</b>                                | <b>0</b>                             | <b>1,312,925</b>                     |

SHIRE OF JERRAMUNGUP  
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT  
FOR THE YEAR ENDED 30 JUNE 2023

26. BORROWING AND LEASE LIABILITIES

(a) Borrowings

| Purpose                                      | Note | Actual       |                |               |                           |                                     |                                     |                                     | Budget         |                |            |              |
|--|------|--------------|----------------|---------------|---------------------------|-------------------------------------|-------------------------------------|-------------------------------------|----------------|----------------|------------|--------------|
|  |      | Principal at | New Loans      | Principal     | Principal at 30           | New Loans                           | Principal                           | Principal at                        | Principal at 1 | New Loans      | Principal  | Principal at |
|  |      | 1 July 2021  | During 2021-22 | Repayments    | June 2022                 | During 2022-23                      | Repayments                          | 30 June 2023                        | July 2022      | During 2022-23 | Repayments | 30 June 2023 |
|  |      |              |                |               |                           |                                     |                                     |                                     |                |                |            |              |
| Staff housing and seniors independent living |      | 453,616      | 0              | (47,153)      | 406,463                   | 0                                   | (47,934)                            | 358,529                             | 406,463        | 0              | (47,934)   | 358,529      |
| Housing Bremer Bay                           |      | 121,026      | 0              | (38,639)      | 82,387                    | 0                                   | (40,317)                            | 42,070                              | 82,388         | 0              | (40,318)   | 42,070       |
| Bremer Bay Townsite                          |      | 116,855      | 0              | (57,242)      | 59,613                    | 0                                   | (59,613)                            | 0                                   | 59,612         | 0              | (59,612)   | 0            |
| Bremer Bay Townsite                          |      | 222,925      | 0              | (34,321)      | 188,604                   | 0                                   | (35,408)                            | 153,196                             | 188,603        | 0              | (35,407)   | 153,196      |
| Grader                                       |      | 0            | 0              | 0             | 0                         | 437,500                             | 0                                   | 437,500                             | 0              | 437,500        | (40,000)   | 397,500      |
| <b>Total</b>                                 | 13   | 914,422      | 0              | (177,355)     | 737,067                   | 437,500                             | (183,272)                           | 991,295                             | 737,066        | 437,500        | (223,271)  | 951,295      |
| <b>Borrowing Finance Cost Payments</b>       |      |              |                |               |                           |                                     |                                     |                                     |                |                |            |              |
| Purpose                                      | Note | Loan Number  | Institution    | Interest Rate | Date final payment is due | Actual for year ending 30 June 2023 | Budget for year ending 30 June 2023 | Actual for year ending 30 June 2022 |                |                |            |              |
|  |      |              |                |               |                           | \$                                  | \$                                  | \$                                  |                |                |            |              |
| Staff housing and seniors independent living |      | 264          | WATC           | 1.65%         | 13.02.2030                | 6,208                               | (6,510)                             | (6,995)                             |                |                |            |              |
| Housing Bremer Bay                           |      | 261          | WATC           | 4.30%         | 08.04.2024                | 2,716                               | (3,114)                             | (4,412)                             |                |                |            |              |
| Bremer Bay Townsite                          |      | 260          | WATC           | 4.10%         | 06.03.2023                | 1,062                               | (1,839)                             | (3,464)                             |                |                |            |              |
| Bremer Bay Townsite                          |      | 263          | WATC           | 3.14%         | 13.05.2027                | 5,493                               | (5,646)                             | (6,583)                             |                |                |            |              |
| Grader                                       |      | 265          | WATC           | 3.57%         | 14.04.2030                | 3,354                               | (2,422)                             | 0                                   |                |                |            |              |
| <b>Total</b>                                 |      |              |                |               |                           | 18,833                              | (19,531)                            | (21,454)                            |                |                |            |              |
| <b>Total Finance Cost Payments</b>           |      |              |                |               |                           | 18,833                              | (19,531)                            | (21,454)                            |                |                |            |              |

\* WA Treasury Corporation

SHIRE OF JERRAMUNGUP  
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT  
FOR THE YEAR ENDED 30 JUNE 2023

26. BORROWING AND LEASE LIABILITIES (Continued)

(b) New Borrowings - 2022/23

| Particulars/Purpose | Institution | Loan Type | Term Years | Interest Rate % | Amount Borrowed |             | Amount (Used) |             | Total Interest & Charges | Actual Balance Unspent |
|---------------------|-------------|-----------|------------|-----------------|-----------------|-------------|---------------|-------------|--------------------------|------------------------|
|                     |             |           |            |                 | 2023 Actual     | 2023 Budget | 2023 Actual   | 2023 Budget |                          |                        |
|                     |             |           |            |                 | \$              | \$          | \$            | \$          |                          |                        |
| Grader              | WATC        | Fixed     | 7          | 3.57%           | 437,500         | 437,500     | 437,500       | 437,500     | 59,010                   | 0                      |
|                     |             |           |            |                 | 437,500         | 437,500     | 437,500       | 437,500     | 59,010                   | 0                      |

\* WA Treasury Corporation

(c) Lease Liabilities

| Purpose                        | Note  | Actual                   |                           |                           |                           |                           |                           |                           | Budget                   |                           |                           |                           |
|--------------------------------|-------|--------------------------|---------------------------|---------------------------|---------------------------|---------------------------|---------------------------|---------------------------|--------------------------|---------------------------|---------------------------|---------------------------|
|                                |       | Principal                |                           |                           | Principal at 30 June 2022 | Principal                 |                           |                           | Principal                |                           |                           |                           |
|                                |       | Principal at 1 July 2021 | New Leases During 2021-22 | Repayments During 2021-22 |                           | New Leases During 2022-23 | Repayments During 2022-23 | Principal at 30 June 2023 | Principal at 1 July 2022 | New Leases During 2022-23 | Repayments During 2022-23 | Principal at 30 June 2023 |
| Photocopier - Konica minolta   |       | 31,161                   | 0                         | (14,789)                  | 16,372                    | 0                         | (7,510)                   | 0                         | 16,372                   | 0                         | (14,789)                  | 1,583                     |
| Photocopier - Konica Bizz      |       | 0                        | 0                         | 0                         | 0                         | 16,767                    | (1,312)                   | 15,455                    | 0                        | 0                         | 0                         | 0                         |
| <b>Total Lease Liabilities</b> | 10(b) | 31,161                   | 0                         | (14,789)                  | 16,372                    | 16,767                    | (8,822)                   | 15,455                    | 16,372                   | 0                         | (14,789)                  | 1,583                     |

Lease Finance Cost Payments

| Purpose                            | Lease Number | Institution     | Interest Rate | Date final payment is due | Actual for year ending 30 June 2023 | Budget for year ending 30 June 2023 | Actual for year ending 30 June 2022 | Lease Term |
|------------------------------------|--------------|-----------------|---------------|---------------------------|-------------------------------------|-------------------------------------|-------------------------------------|------------|
| Photocopier - Konica minolta       | M0466400     | Classic Funding | 2.10%         | 31.12.2022                | (139)                               | (813)                               | (508)                               | 48         |
| Photocopier - Konica Bizz          |              | 3E Advantage    | 3.49%         | 01.03.2027                | (185)                               | 0                                   | 0                                   | 48         |
| <b>Total Finance Cost Payments</b> |              |                 |               |                           | (324)                               | (813)                               | (508)                               |            |

**SHIRE OF JERRAMUNGUP**  
**NOTES TO AND FORMING PART OF THE FINANCIAL REPORT**  
**FOR THE YEAR ENDED 30 JUNE 2023**

**27. RESERVE ACCOUNTS**

|  | 2023<br>Actual<br>Opening<br>Balance | 2023<br>Actual<br>Transfer to | 2023<br>Actual<br>Transfer<br>(from) | 2023<br>Actual<br>Closing<br>Balance | 2023<br>Budget<br>Opening<br>Balance | 2023<br>Budget<br>Transfer to | 2023<br>Budget<br>Transfer<br>(from) | 2023<br>Budget<br>Closing<br>Balance | 2022<br>Actual<br>Opening<br>Balance | 2022<br>Actual<br>Transfer to | 2022<br>Actual<br>Transfer<br>(from) | 2022<br>Actual<br>Closing<br>Balance |
|--|--------------------------------------|-------------------------------|--------------------------------------|--------------------------------------|--------------------------------------|-------------------------------|--------------------------------------|--------------------------------------|--------------------------------------|-------------------------------|--------------------------------------|--------------------------------------|
|  | \$                                   | \$                            | \$                                   | \$                                   | \$                                   | \$                            | \$                                   | \$                                   | \$                                   | \$                            | \$                                   | \$                                   |
| <b>Restricted by legislation/agreement</b> |                                      |                               |                                      |                                      |                                      |                               |                                      |                                      |                                      |                               |                                      |                                      |
| (a) Developers contribution                | 7,187                                | 169                           | 0                                    | 7,356                                | 7,187                                | 7                             | 0                                    | 7,194                                | 7,177                                | 10                            | 0                                    | 7,187                                |
|  | 7,187                                | 169                           | 0                                    | 7,356                                | 7,187                                | 7                             | 0                                    | 7,194                                | 7,177                                | 10                            | 0                                    | 7,187                                |
| <b>Restricted by council</b>               |                                      |                               |                                      |                                      |                                      |                               |                                      |                                      |                                      |                               |                                      |                                      |
| (b) Leave                                  | 66,178                               | 6,663                         | 0                                    | 72,841                               | 66,178                               | 5,066                         | 0                                    | 71,244                               | 76,063                               | 10,115                        | (20,000)                             | 66,178                               |
| (c) Plant                                  | 68,516                               | 11,829                        | 0                                    | 80,345                               | 68,516                               | 10,068                        | 0                                    | 78,584                               | 58,426                               | 10,090                        | 0                                    | 68,516                               |
| (d) Community recreation                   | 55,744                               | 94,014                        | 0                                    | 149,758                              | 55,744                               | 90,744                        | (50,000)                             | 96,488                               | 25,696                               | 86,561                        | (56,513)                             | 55,744                               |
| (e) Bremer Bay Youth camp                  | 54,185                               | 1,271                         | 0                                    | 55,456                               | 54,185                               | 54                            | 0                                    | 54,239                               | 54,113                               | 72                            | 0                                    | 54,185                               |
| (f) Building                               | 238,196                              | 5,580                         | 0                                    | 243,776                              | 238,196                              | 238                           | (175,894)                            | 62,540                               | 237,876                              | 320                           | 0                                    | 238,196                              |
| (g) Bremer Bay retirement units            | 20,065                               | 470                           | 0                                    | 20,535                               | 20,065                               | 20                            | 0                                    | 20,085                               | 20,038                               | 27                            | 0                                    | 20,065                               |
| (h) Jerramungup retirement units           | 97,633                               | 2,289                         | 0                                    | 99,922                               | 97,633                               | 98                            | 0                                    | 97,731                               | 97,503                               | 130                           | 0                                    | 97,633                               |
| (i) Jerramungup Entertainment Centre       | 28,867                               | 10,899                        | 0                                    | 39,766                               | 28,867                               | 10,029                        | 0                                    | 38,896                               | 18,829                               | 10,038                        | 0                                    | 28,867                               |
| (j) Effluent                               | 863,852                              | 93,917                        | (3,126)                              | 954,643                              | 863,852                              | 72,934                        | (25,000)                             | 911,786                              | 806,887                              | 73,245                        | (16,280)                             | 863,852                              |
| (k) Point Henry Fire Levy                  | 13,717                               | 22,424                        | (13,145)                             | 22,996                               | 13,717                               | 21,684                        | (25,000)                             | 10,401                               | 27,838                               | 21,734                        | (35,855)                             | 13,717                               |
| (l) Bremer Bay boat ramp                   | 3,513                                | 81                            | 0                                    | 3,594                                | 3,513                                | 4                             | 0                                    | 3,517                                | 118,354                              | 159                           | (115,000)                            | 3,513                                |
| (m) Capital works                          | 29,564                               | 151,272                       | 0                                    | 180,836                              | 29,564                               | 30                            | 0                                    | 29,594                               | 19,526                               | 10,038                        | 0                                    | 29,564                               |
| (n) Swimming pool                          | 562                                  | 30,681                        | 0                                    | 31,243                               | 562                                  | 30,001                        | 0                                    | 30,563                               | 8,549                                | 13                            | (8,000)                              | 562                                  |
| (o) Roe Park                               | 83,066                               | 12,171                        | 0                                    | 95,237                               | 83,066                               | 10,083                        | 0                                    | 93,149                               | 72,955                               | 10,111                        | 0                                    | 83,066                               |
| (p) Skate Park                             | 20,032                               | 10,692                        | 0                                    | 30,724                               | 20,032                               | 10,020                        | 0                                    | 30,052                               | 10,006                               | 10,026                        | 0                                    | 20,032                               |
| (q) Regional landfill facility             | 7,357                                | 37,732                        | 0                                    | 45,089                               | 7,357                                | 36,748                        | 0                                    | 44,105                               | 0                                    | 7,357                         | 0                                    | 7,357                                |
|  | 1,651,047                            | 491,985                       | (16,271)                             | 2,126,761                            | 1,651,047                            | 297,821                       | (275,894)                            | 1,672,974                            | 1,652,659                            | 250,036                       | (251,648)                            | 1,651,047                            |
|  | 1,658,234                            | 492,154                       | (16,271)                             | 2,134,117                            | 1,658,234                            | 297,828                       | (275,894)                            | 1,680,168                            | 1,659,836                            | 250,046                       | (251,648)                            | 1,658,234                            |

All reserves are supported by cash and cash equivalents and financial assets at amortised cost and are restricted within equity as Reserve accounts.

**SHIRE OF JERRAMUNGUP  
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT  
FOR THE YEAR ENDED 30 JUNE 2023**

**27. RESERVE ACCOUNTS (continued)**

In accordance with council resolutions or adopted budget in relation to each reserve account, the purpose for which the reserves are set aside and their anticipated date of use are as follows:

| <b>Name of reserve account</b>             | <b>Purpose of the reserve account</b>  |
|--|--|
| <b>Restricted by legislation/agreement</b> |  |
| (a) Developers contribution                | To be used to hold developer contributions until expenditure is complete   |
| <b>Restricted by council</b>               |  |
| (b) Leave                                  | To be used to fund annual and long service leave requirements  |
| (c) Plant                                  | To be used for the purchase of major plant   |
| (d) Community recreation                   | To be used to assist local sporting groups to upgrade their facilities   |
| (e) Bremer Bay Youth camp                  | For the ongoing management and future upgrade of the reserve land on Lot 70 Bremer Bay Road  |
| (f) Building                               | To fund capital construction of new council buildings and to fund capital renewal of buildings   |
| (g) Bremer Bay retirement units            | To be used for the provisions required at the units  |
| (h) Jerramungup retirement units           | To be used for the provisions required at the units  |
| (i) Jerramungup Entertainment Centre       | To be used for the capital building requirements   |
| (j) Effluent                               | To be used to maintain the efficient running of the facility   |
| (k) Point Henry Fire Levy                  | To be used for the provision, maintenance and construction of strategic fire prevention activities within the Point Henry Peninsular                 |
| (l) Bremer Bay boat ramp                   | To be used to upgrade and maintain the boat ramp facility at Fisheries Beach in Bremer Bay   |
| (m) Capital works                          | To be used to supplement future capital works programme  |
| (n) Swimming pool                          | To preserve any surplus funds from the Jerramungup Swimming pool operations for future financial requirements for the pool and associated facilities |
| (o) Roe Park                               | To provide funding for the replacement of assets within Roe Park, Jerramungup  |
| (p) Skate Park                             | To be used to maintain and upgrade the Skate park  |
| (q) Regional landfill facility             | To be used for capital and rehabilitation costs associated with the landfill facility  |



# Auditor General

## INDEPENDENT AUDITOR'S REPORT 2023 Shire of Jerramungup

To the Council of the Shire of Jerramungup

### Opinion

I have audited the financial report of the Shire of Jerramungup (Shire) which comprises:

- the Statement of Financial Position as at 30 June 2023, and the Statement of Comprehensive Income, Statement of Changes in Equity, Statement of Cash Flows and Statement of Financial Activity for the year then ended
- Notes comprising a summary of significant accounting policies and other explanatory information.

In my opinion, the financial report is:

- based on proper accounts and records
- presents fairly, in all material respects, the results of the operations of the Shire for the year ended 30 June 2023 and its financial position at the end of that period
- in accordance with the *Local Government Act 1995* (the Act) and, to the extent that they are not inconsistent with the Act, the Australian Accounting Standards.

### Basis for opinion

I conducted my audit in accordance with Australian Auditing Standards. My responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial report section below.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

### Other information

The Chief Executive Officer (CEO) is responsible for the preparation and the Council for overseeing the other information. The other information is the information in the entity's annual report for the year ended 30 June 2023, but not the financial report and my auditor's report.

My opinion on the financial report does not cover the other information and accordingly, I do not express any form of assurance conclusion thereon.

In connection with my audit of the financial report, my responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report, or my knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work I have performed, I conclude that there is a material misstatement of this other information, I am required to report that fact. I did not receive the other information prior to the date of this auditor's report. When I do receive it, I will read it and if I conclude that there is a material misstatement in this information, I am required to communicate the matter to the CEO and Council and request them to correct the misstated information. If the misstated information is not corrected, I may need to retract this auditor's report and re-issue an amended report.

## **Responsibilities of the Chief Executive Officer and Council for the financial report**

The Chief Executive Officer (CEO) of the Shire is responsible for:

- keeping proper accounts and records
- preparation and fair presentation of the financial report in accordance with the requirements of the Act and, to the extent that they are not inconsistent with the Act, the Australian Accounting Standards
- managing internal control as required by the CEO to ensure the financial report is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the CEO is responsible for:

- assessing the Shire's ability to continue as a going concern
- disclosing, as applicable, matters related to going concern
- using the going concern basis of accounting unless the State Government has made decisions affecting the continued existence of the Shire.

The Council is responsible for overseeing the Shire's financial reporting process.

## **Auditor's responsibilities for the audit of the financial report**

As required by the *Auditor General Act 2006*, my responsibility is to express an opinion on the financial report. The objectives of my audit are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with Australian Auditing Standards will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial report. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations or the override of internal control.

A further description of my responsibilities for the audit of the financial report is located on the Auditing and Assurance Standards Board website. This description forms part of my auditor's report and can be found at [https://www.auasb.gov.au/auditors\\_responsibilities/ar4.pdf](https://www.auasb.gov.au/auditors_responsibilities/ar4.pdf).

## **My independence and quality management relating to the report on the financial report**

I have complied with the independence requirements of the *Auditor General Act 2006* and the relevant ethical requirements relating to assurance engagements. In accordance with ASQM 1 *Quality Management for Firms that Perform Audits or Reviews of Financial Reports and Other Financial Information, or Other Assurance or Related Services Engagements*, the Office of the Auditor General maintains a comprehensive system of quality management including documented policies and procedures regarding compliance with ethical requirements, professional standards and applicable legal and regulatory requirements.

## **Matters relating to the electronic publication of the audited financial report**

This auditor's report relates to the financial report of the Shire of Jerramungup for the year ended 30 June 2023 included in the annual report on the Shire's website. The Shire's management is responsible for the integrity of the Shire's website. This audit does not provide assurance on the integrity of the Shire's website. The auditor's report refers only to the financial report. It does not provide an opinion on any other information which may have been hyperlinked to/from the annual report. If users of the financial report are concerned with the inherent risks arising from publication on a website, they are advised to contact the Shire to confirm the information contained in the website version.

Nayna Raniga  
Senior Director Financial Audit  
Delegate of the Auditor General for Western Australia  
Perth, Western Australia  
5 December 2023