



Shire of Corrigin

Annual Report

2021-2022

Shire of Corrigin
PO Box 221
9 Lynch Street
Corrigin WA 6375
Telephone: 08 9063 2203
Email: shire@corrigin.wa.gov.au
Web: www.corrigin.wa.gov.au

This document is available in other formats on request.



Contents

- Introduction to the Shire of Corrigin3
- President’s Report4
- Chief Executive Officer’s Report5
- Our Team.....8
- Strategic Community Plan 13
- Major Projects 2021-22.....23
- Future Projects26
- National Competition Policy27
- Freedom of Information.....27
- Records Management.....27
- Disability Access and Inclusion Plan (DAIP)28
- Public Interest Disclosures.....28
- Financial Statements29

Introduction to the Shire of Corrigin

The Shire of Corrigin is located in the Roe Region of Western Australia's wheatbelt approximately 2.5 hours drive east of Perth.

Corrigin is a vibrant country community founded on broad acre farming.

Corrigin provides a range of services to meet the community's needs including education, health, recreation facilities and affordable land and housing.

Statistics

Distance from Perth	234 km
Area	3,095 square km
Length of Seal Roads	337 km
Length of Unsealed Roads	729 km
Population	1007 (Source: ABS 2021 Census)
Number of Electors	825
Number of Dwellings	563
Total Rates Levied	\$2,730,415
Total Revenue	\$6,953,954
Number of Employees	37 FTE

Our Vision



Strengthening our community now to grow and prosper into the future

Our Mission



We provide leadership to our local community and the delivery of services and facilities to make Corrigin a healthy, happy, growing and inclusive community.

President's Report

Welcome to the Annual Report for the 2021/2022 financial year
We have all seen many challenges, but the year of 21/22 has turned out to be extremely difficult for many of our community and Shire employees.

With the "One in a Hundred Year Floods" of July/August 2021 and the enormity of the devastating bush fire on the 6 February 2022, we have all endeavoured to build our community from strength to strength.

We extend a huge thankyou to everyone who helped and supported during and after the devastation of the fires. We are extremely proud of the resilience of our community and the support given in all aspects of the recovery from the fire.



This year Council adopting the Budget in July 21 with capital works of \$7.2million of which \$3.8million to be spent on roads and footpaths, as well as new community assets and improvements to existing community assets including: Rotary Park upgrade, Town Hall and Roads Board building, oval lighting, Gorge Rock toilets and upgrades to the Wellness Centre.

Council has reviewed the following plans:

- Incident Management and Business Continuity Plan
- Workforce Plan
- Annual review of the Shire Register of Policies and The Long Term Financial Plan

Council has endorsed:

- The revised Customer Service Charter, Animal Welfare and Emergencies Document, Corrigin Bike Plan 2022/2032
- Council adopted the revised Long Term Financial Plan 2022-2037
- The October Council Elections saw Cr Hickey, Cr Matt Dickinson, Cr Brydon Fare and Cr Claire Steele elected for a four year term. We welcome Cr Fare and Cr Steele and the continued commitment from Cr Dickinson.

I thank all of the Shire Councillors for their commitment to their community throughout the year.

I express my sincere thanks to CEO, Mrs Natalie Manton, Deputy CEO Ms Kylie Caley and Manager of Works and Services Mr Phil Burgess for their continued commitment to our community

This has been an extremely challenging year with the floods and the devastation of the fires.

We thank everyone for their commitment and look forward to the year ahead.

Cr Des Hickey
President

Chief Executive Officer's Report

It is my pleasure to present the 2021/22 Annual Report to the residents and ratepayers of the Shire of Corrigin.

Floods, Fire and a Pandemic

The weather, natural disasters and COVID pandemic dominated the Shire of Corrigin activities throughout 2021/22 starting with the wettest July since records began in 1910 with 146mm. The rain caused significant interruptions to our road construction and maintenance programs and damage to roads, culverts and floodways.

Thank you to the works team, led by Mr Phil Burgess, for successfully delivering another large road construction program and implementing several improvements to the town during the year.

The efforts of the administration team, overseen by Ms Kylie Caley, is acknowledged and their hard work in delivering quality services and facilities to the Corrigin community during a challenging year is appreciated.

The extreme weather conditions and devastating fires on Sunday 6 February 2022 will be remembered by the Corrigin community forever. Two large fires burnt across a total 45,000 hectares in the Shires of Bruce Rock, Corrigin, Kondinin and Quairading. Hundreds of local volunteer firefighters and strike teams from across the state worked alongside Department of Fire and Emergency Services (DFES) teams to bring the blaze under control.

Four houses were destroyed and a further 15 out buildings were damaged along with shearing and machinery sheds and outbuildings, although miraculously no lives were lost. Approximately 1,000 injured or burnt sheep were destroyed together with tanks, machinery grain, hay, farm chemicals and boundary and internal fencing. The Bilbarin Town Hall was burnt as well as road signs, guide posts and bridge guide rails.

The fire recovery started with the replacement of almost 200 power poles and thousands of kilometres of fences. The generosity of Farmers Across Borders, Blaze Aid, local community members and so many others was overwhelming.

Many meetings, debrief sessions and information updates were held over the course of the year to support the affected property owners and community more broadly. The District and Local Recovery Co-ordinators, as well as the following local sub committees, all helped to coordinate the recovery:

- Infrastructure - working groups for fencing and clean up.
- Economic - working groups for fodder/ agistment, seed and donations.
- Community - working group for catering and welfare support.
- Natural Environment - including revegetation, soil and water.

The Tom Curtain Horse and Dog Show at Apex Park on 18 February 2022 provided an opportunity to thank local firefighters and community members for their help during the fires and was a welcome relief from the overwhelming task of recovering from the fire. The free, family friendly event received generous support from the Shire of Corrigin, CBH, Anglo American, RSM Corrigin, Darren West MLC, Mia Davies MLA, Martin Aldridge, MLC, Colin de Grussa, MLC and Bankwest.

Large donations were received from Corrigin Community Development Fund, Perth Triathlon Club and a fundraiser organised by the Corrigin Bowling Club for those directly impacted by the fire. The Finance Working Group had the difficult task of determining the criteria for distributing the funds.



The Corrigin Farm Improvement Group (CFIG) took the lead in assisting farmers with the recovery process for farm productivity and revegetation. The ongoing work of this group will assist affected farmers to replant, restore and renew the natural landscape as well as possible.

The Local Recovery Committee received assistance from District Recovery Co-ordinator and neighbouring shires and also benefited from the wisdom of others who had been through similar experiences.

Town Improvements

The most significant capital project for 2021/22 was the restoration and painting of Corrigin Town Hall and Old Roads Board. This project was made possible with funding from the Australian Government Department of Infrastructure, Transport, Regional Development and Communication - Local Roads and Community Infrastructure Program (LRCIP) Grant.

Stage 1 of the Rotary Park upgrade was completed and the new toilet block was installed. Other improvements to recreation facilities in the shire during 2021/22 included an upgrade of oval lighting and new lights on hockey oval. Additional power points were added to the hockey oval lights for use at the Corrigin Agricultural Show.

The pool pump was replaced and a non-slip floor coating was applied to all wet areas of the heated pool and bathrooms.

The footpath was replaced on Lynch Street from Wogolin House to Kunjin Street

Plans to refurbish Wellness Centre and a new roof for doctor's surgery were put on hold due to a significant increase in costs.

The Community Resource Centre (CRC) hosted a range of interesting events and activities throughout the year including library activities, movie club and various training courses. Community events were back after a break during COVID pandemic including: Movies in the Park, ANZAC Day, Thank a Volunteer, and Park Party

Elections

Councillors Des Hickey and Matt Dickinson were welcomed back to Council following the close of nominations for the 2021 local government elections. Claire Steele and Brydon Fare were elected unopposed and joined the Shire of Corrigin as new councillors at the October Council meeting.

Due to a change in his employment responsibilities, Cr Mike Weguelin stepped down from the role as Deputy President and Cr Coppen was elected to the role of Deputy President for a term expiring in October 2023.

Emergency Services

The long awaited new 4x4 fire truck arrived for the Central Volunteer Bushfire Brigade. The new truck looks very easy for the volunteers to use and has additional safety features that will be a welcome boost to our firefighting capability in the shire.

Approximately 80 bush fire brigade member completed the rural fire awareness training throughout the year.

Passing of Hon Mick Gayfer

The Hon Harry Walter (Mick) Gayfer passed away on 15 July 2022. As a Councillor from 1955 to 1962, and a member of parliament from 1962 to 1989, Mick made significant contribution to improving the Corrigin community as well as the local and state economy. He was awarded Honorary Freeman of the Shire of Corrigin in 1990 for his service to Corrigin and the State of WA.

Showcase in Pixels

Congratulations to Ian Hislop for his outstanding windmill painting that won the best non-professional category in the WA Local Government Showcase in Pixels competition. Ian's image was displayed on the giant electronic screen in Yagan Square and helped to raise the profile of Corrigin.

Staff Recognition of Service

The Shire of Corrigin is very fortunate to have such a loyal workforce and several employees reached significant length of service milestones during the year. Lauren Pitman and Neil Roebuck were presented with a Certificate of Appreciation at the end of year Christmas function.

I would like to extend my appreciation to the President Cr Des Hickey, Councillors and staff for their support over the past year.

I look forward to exciting and new projects planned for the future to ensure that Corrigin continues to be a thriving and prosperous community.

Thank you

Natalie Manton

Chief Executive Officer



Photo credit Leigh Strange

Our Team

Elected Members



Cr Desmond Hickey

President

P: 0428 751 024

E: crhickey@corrigin.wa.gov.au

Term Expiry: 2025



Cr Scott Coppen

Deputy President

P: 0439 958 399

E: rcoppen@corrigin.wa.gov.au

Term Expiry: 2023



Cr Mike Weguelin

Councillor

P: 0400 190 221

E: crweguelin@corrigin.wa.gov.au

Term Expiry: 2023



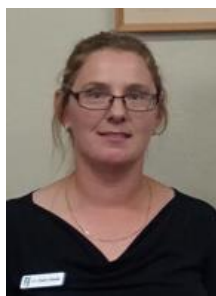
Cr Sharon Jacobs

Councillor

P: 0439 988 029

E: crjacobs@corrigin.wa.gov.au

Term Expiry: 2023



Cr Claire Steele

Councillor

P: 0439 856 466

E: crsteele@corrigin.wa.gov.au

Term Expiry: 2025



Cr Matthew Dickinson

Councillor

P: 0428 632 013

E: crdickinson@corrigin.wa.gov.au

Term Expiry: 2025



Cr Brydon Fare

Councillor

P: 0427 252 659

E: crfare@corrigin.wa.gov.au

Term Expiry: 2025

Elected Member Meeting Attendance

The number of meetings attended by elected members during the 2021/22 financial year is summarised below:

Table 1: Attendance of elected members at Council Meetings - 1 July 2021 to 30 June 2022

Elected Member	Ordinary Council Meetings	Special Meetings	Apologies	Leave of Absence
Cr D Hickey	11	1		
Cr M Weguelin	9	1	2	
Cr S Coppen	11	1		
Cr Dickinson	10	0	1	
Cr S Jacobs	11	1		
Cr Mason (retired October 2021)	3	1		
Cr R Gilmore (retired October 2021)	3	1		
Cr B Fare (elected October 2021)	7	1	1	
Cr C Steele (elected October 2021)	8	1		

Elected Member Diversity Data

The Council comprised five male and two female elected members in the following age ranges.

Table 2: Elected Members Age Range - 1 July 2021 to 30 June 2022

Age Range	Number
Between 18 years and 24 years	0
Between 25 years and 34 years	0
Between 35 years and 44 years	3
Between 45 years and 54 years	1
Between 55 years and 64 years	1
Over 64	2
Total	7

Elected Member Training

Section 5.127 of the Local Government Act 1995 requires a local government to prepare a report for each financial year on the training completed by Council members in the financial year

The Annual report on elected member training is published on the Shire of Corrigin website within 1 month after the end of the financial year to which the report relates.

Elected Member	Training Course Description	Date(s)
President Cr Desmond Hickey	Conflicts of Interest	17 March 2020
	Meeting Procedures	27 April 2020
	Serving on Council	2 September 2020
	Understanding Financial Reports and Budgets	7 October 2020
	Understanding Local Government	18 February 2020
Deputy President Cr Michael Weguelin	Conflicts of Interest	13 July 2020
	Meeting Procedures	4 April 2020
	Serving on Council	5 October 2020
	Understanding Financial Reports and Budgets	5 October 2020
	Understanding Local Government	18 February 2020
Cr Claire Steele	Understanding Financial Reports and Budgets	17 March 2022
	Conflicts of Interest	29 March 2022
	Understanding Local Government	29 March 2022
	Serving on Council	31 March 2022
	Meeting Procedures	4 May 2022
Cr Scott Coppen	Conflicts of Interest	21 April 2020
	Meeting Procedures	15 September 2020
	Serving on Council	14 September 2020
	Understanding Financial Reports and Budgets	19 October 2020
	Understanding Local Government	18 February 2020
Cr Sharon Jacobs	Conflicts of Interest	17 March 2020
	Meeting Procedures	20 April 2020
	Serving on Council	8 September 2020
	Understanding Financial Reports and Budgets	11 October 2020
	Understanding Local Government	18 February 2020
Cr Matthew Dickinson	Conflicts of Interest	17 March 2020
	Meeting Procedures	22 April 2020
	Serving on Council	18 October 2022
	Understanding Financial Reports and Budgets	16 August 2022
	Understanding Local Government	18 February 2020
Cr Brydon Fare	Understanding Financial Reports and Budgets	28 March 2022
	Conflicts of Interest	29 March 2022
	Understanding Local Government	29 March 2022
	Serving on Council	5 April 2022
	Meeting Procedures	21 June 2022

Local Government (Rules of Conduct) Regulation 2007 – Complaints Register

These regulations require the reporting of various offences by elected members, as prescribed by the Regulations. Elected members must comply with their obligations under the *Local Government Act 1995* and subsidiary legislation. Complaints about elected member conduct are to be made to the Complaints Officer, who in accordance with section 5.120 of the *Local Government Act 1995*, must be a designated senior employee. The Shire of Corrigin Complaints Officer is the Chief Executive Officer.

Section 5.121 of the *Local Government Act 1995* requires the Annual Report to contain details of the entries made in the Complaints Register regarding complaints made about elected members. There were no formal complaints lodged against elected members in the year under review.

No remuneration and allowances were 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.



Management Team



Mrs Natalie Manton

Chief Executive Officer



Ms Kylie Caley

Deputy Chief Executive Officer



Mr Phil Burgess

Manager of Works and Services

Employee Remuneration Disclosure

The *Local Government (Administration) Regulation 1996* requires the Annual Report to include the number of employees of the local government entitled to an annual salary of \$130,000 or more; and the number of those employees with an annual salary entitlement over \$130,000.

The number of employees entitled to an annual salary of \$130,000 or more for 2021/22 is set out below:

From	To	No. Employees
130,000	139,000	1
140,000	149,999	
150,000	159,999	
160,000	169,999	
170,000	179,999	
Total		1

The Shire of Corrigin is classified as a Band 4 shire with the Total Reward Package for the CEO to be between \$128,226 and \$201,113.

The total remuneration paid to the CEO including base salary, superannuation, motor vehicle, professional memberships, allowances and fringe benefits tax for 2021/22 financial year was \$190,117.

Strategic Community Plan

The Strategic Community Plan reinforces our commitment to the people who live, work and visit Corrigin. The purpose of this document is to provide a clear purpose and strategic direction for our Shire, and to source the funding and support required to address the community priorities detailed later in this document.

It was developed based on

- The State Government’s Blueprint for the region and other relevant policies, plans and strategies from both the State and Federal Governments.
- Extensive community engagement on what is important to the people that live within our Shire.
- Input from Elected Members and Staff based on feedback they have received and their strong desire to deliver positive outcomes for their community.
- Current partnerships and projects already being delivered.

Progress Reporting

The Shire of Corrigin has adopted a traffic light based Quarterly Update to report progress against the priorities as detailed in the Corporate Business Plan. In addition, results are formally communicated to the community annually via the legislated Annual Report.

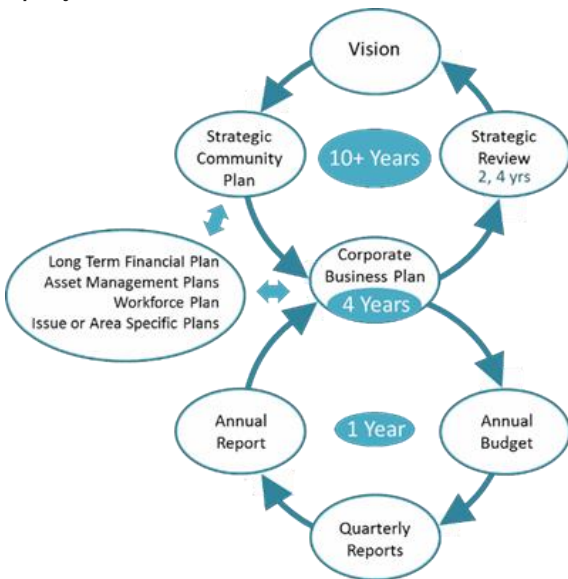
Diagram: [Integrated Planning and Reporting Cycle²](#)

¹ Local Government (Administration) Regulations 1996, Paragraph 19BA.

² Department of Local Government and Communities, Integrated Planning and Reporting: Framework and Guidelines, September 2016.

Strategic Community Plan - The 10-year strategy and planning tool for the shire. It is the principle guiding document for the remainder of the Shire’s strategic planning as community engagement is central to this Strategic Community Plan.

Corporate Business Plan - The core components of this Corporate Business Plan include a four year delivery program, aligned to the Strategic Community Plan and accompanied by financial projections.



IPR Reviews

This Strategic Community Plan will be subjected to a minor review in 2023 and a major review requiring extensive community engagement in 2025 as legislated. In addition, the Corporate Business Plan will be reviewed and updated annually to reflect any changes to priorities, service levels and the budget.

How the Strategic Community Plan will be used

The Strategic Community Plan outlines how the Shire will work towards a positive future for the Shire of Corrigin community as it seeks to achieve its vision inspired by the community's aspirations. The Strategic Community Plan influences how the Shire uses its resource to deliver services to the community and is the primary driver for all other planning undertaken by the Shire.

The Shire of Corrigin uses the Strategic Community Plan in several ways, including:

- Guiding priority setting and decision making;
- Providing a mechanism for the ongoing integration of local planning initiatives;
- Informing decision making of other agencies and organisations, including community and State Government;
- Providing a rationale to pursue grants and other resources by demonstrating how specific projects align with the aspirations of our community, within the strategic direction of the Shire;
- Informing potential investors and developers of our community's key priorities, and the way we intend to grow and develop;
- Engaging local businesses, community groups and residents in various ways to contribute to the Shire's future; and
- Providing a framework for monitoring progress against our vision.

The strategies are prioritised and actions are identified through the development of a Corporate Business Plan after consideration of the available resources. Strategic performance indicators are used to report back to the community on the Shire's performance in achieving the outcomes.



Photo credit Kellie Bell

Strategic Community Plan 2021/22 – Progress

The progress on the Strategic Community Plan are outlined as follows:

1. SOCIAL: An effectively serviced, inclusive and resilient community				
Strategic Community Plan			Corporate Business Plan	
SCP	Community Priority	#	Actions	Progress/Status
1.1	Joint planning with local and external key stakeholders to help improve the sense of place and access to opportunities for young people	1.1.1	Develop a Youth Action Plan	Planning commenced to find the best way to engage and connect with the youth in the community to identify key themes, opportunities, and priority areas.
		1.1.2	Prioritize strategies and together with local and regional stakeholders work towards implementing them	2022/23
		1.1.3	Advocate for the retention of the DHS and childcare service	Continue to offer support to the High School and Daycare to advocate for staff, housing, and funding.
1.2	Facilitate and advocate for the provision of quality health services, health facilities and programs in the Shire	1.2.1	Support the medical practitioner to provide a sustainable business model at the Medical Centre to ensure residents have regular access to services	Contract entered into with Dr Thyragaraj Ramakrishna and First Health in March 2020 for three years. Continue to support all medical services to ensure there is an ongoing delivery of medical services to the community.
		1.2.2	Work with neighboring local governments, key stake holders to have a collaborative approach to the provision of medical and allied health services to the region	Advocating with the state government and other key stakeholders for continual improvement of the health services available in the district, including ongoing lobbying to remove the requirement for Council's to tender for medical services in regional areas.
		1.2.3	Renewal of Shire owned primary and allied health infrastructure in line with the Asset Management Plan and Long-Term Financial Plan	Research and development was put into the upgrade of the Wellness Centre and to incorporate the Dental Surgery to the Centre. Project is on hold due to the cost to continue with the upgrade.
		1.2.4	Undertake programs, strategies, and initiatives from the Aged Friendly Community Plan	Continued to establish relationships with external home care providers and the Senior Citizens Committee. The CRC held Gopher Training Workshops and Technology Usage Workshops.
		1.2.5	Collaborate with key stakeholders for the provision of sustainable aged care facilities and services	Continuing discussions with the Senior Citizens Committee for the future planning of facilities and services and to obtain external funding where possible.
		1.2.6	Lobby stakeholders to ensure the necessary health and aged care services are accessible in Corrigin	Met with local members of state and federal parliament as well as service providers regarding aged care services.
		1.2.7	Promote local employment and business opportunities in the health, medical and aged care service industry	Engagement with Wheatbelt Business Network, local and regional business, doctor, hospital and aged care providers

1.3	Support and help facilitate community events and inclusive initiatives	1.3.1	Collaborate with the CRC and local groups to deliver community events and initiatives that are diverse and inclusive to local needs	Delivered a large community event in support of the wellbeing of the community after the February fire as well as partnering with Regional Men's Health to hold Pre-Harvest Breakfasts. Continue to deliver well attended annual community events that are inclusive and diverse.
		1.3.2	Together with local stakeholders identify and brand Corrigin's arts and culture identity	Commenced planning to establish the expectations of local stakeholders in what Corrigin arts and culture identity would look like.
		1.3.3	Attract external funding to deliver arts and culture initiatives in partnership with the CRC and local groups	The CRC will start to source funding in the future years for arts and culture initiatives that align with the outcome from branding Corrigin arts and culture identity.
1.4	Support local volunteer organizations through initiatives that reduce volunteer fatigue and strengthen their resilience	1.4.1	Together with the CRC deliver targeted support and guidance to local volunteer organizations for their ongoing longevity, governance, and valued contributions	Assist community groups and sporting clubs with funding opportunities and community grants.
		1.4.2	Continue to lobby the key stakeholders to ensure the necessary support is provided for volunteer services who support Corrigin	Continued to lobby state and federal members regarding the importance of telecommunications for emergency services. Continue to support local community groups in advocating for resources and support services.
		1.4.3	Continue to provide the Community Grant Scheme	Community Grant Scheme was provided in 2021/2022 to three community groups.
1.5	Support emergency services planning, risk mitigation, response, and recovery	1.5.1	Joint planning with stakeholders at a local and sub regional level for disaster preparedness and emergency response	Local Emergency Management Committee continue to meet quarterly to discuss risk management issues regularly review the local emergency management arrangements and identify areas of disaster preparedness and emergency response that require advocating of external stakeholders. Attendance at the Local Emergency Management Forums hosted by the DEMC.
		1.5.2	Scenario planning and training	Community Emergency Services Manager has delivered volunteer training sessions to the local bushfire brigade volunteers. Local Emergency Management Committee has participated in desktop scenario exercises.



2. ECONOMIC: A strong, diverse economy supporting agriculture, local business and attracting new industry

Strategic Community Plan		Corporate Business Plan		
SCP	Community Priority	#	Actions	Progress/Status
2.1	Support the diverse industry across the Shire	2.1.1	Identify and prioritize strategies in the Economic and Tourism Development Strategy and incorporate into LTFP and annual budgets	??
		2.1.2	Together with the CRC and stakeholders implement priorities in the Economic and Tourism Development Strategy	Expanded online promotion of Corrigin with the creation of the Come Explore Corrigin website. Continue to advocate for new industry and businesses to base themselves in Corrigin.
		2.1.3	Determine and respond as required to the current and future demand for industrial land	Ongoing discussions with Landgate and the state government on releasing crown land for industrial purposes.
		2.1.4	Advocate for improved communications infrastructure within the district by lobbying stakeholders to meet the needs of the district, both residential and commercial, now and into the future	Commenced negotiations with Crisp Wireless to lease the radio tower to provide the community with another wireless service option. Continual lobbying of Telstra to upgrade their infrastructure and improve services to Corrigin.
		2.1.5	Support local business development initiatives where possible	New business developments were approved by Council.
2.2	Coordinated planning and promotion of the visitor and tourist experience	2.2.1	Update and improve visitor information infrastructure as well as online, face to face and print communication channels	Upgraded signage to popular tourist spots such as Gorge Rock. Roe Tourism Committee have new signage designs ready for production.
		2.2.2	Work towards and achieve RV Friendly accreditation	Corrigin achieved RV friendly accreditation in 2021.
		2.2.3	Active participation and contribution to Roe Tourism to achieve local and regional tourism strategies	Attendance at committee meetings and implementation of strategies through promotional material, signage, and active participation.
		2.2.4	Promote and support local events with emphases on events that deliver increased visitation	Supported community run events either financially or supplied resources as well as promoting events through Shire communication channels.

2.3	Active engagement, participation, and planning in regional groups	2.3.1	In collaboration with neighboring local governments attract external funding for significant infrastructure and service priorities that meet resident and business needs	
2.4	Local businesses and the Shire have access to diverse skills and experiences	2.4.1	Shire workforce to include trainees and apprentices	Successfully applied for funding from DPIRD for a trainee. Recruitment process completed June 2022 with trainee commencing employment in October 2022.
		2.4.2	Flexible employment models offered to Shire workforce to achieve positive community, social, environment and governance outcomes	Entered into flexible work arrangements with several staff members.
		2.4.3	Develop a Shire of Corrigin Marketing Action Plan to promote our lifestyle, work opportunities and family focused community	Ongoing planning to develop a creative and innovative marketing strategy that will improve local business engagement and community support to present Corrigin as a place to live, work and enjoy.
		2.4.4	Allocate resources and work towards achieving the Marketing Action Plan	Once endorsed by Council, actions stemming from the priorities in the Marketing Action Plan will be identified and costs will be integrated into the Long-Term Financial Plan.
		2.4.5	Renewal and maintenance of Shire owned housing	A 10-year building maintenance program has been developed for all Shire buildings and is reviewed during the annual budget process. Regular maintenance and necessary upgrades to Shire owned housing is ongoing.
		2.4.6	In collaboration with neighboring local governments, advocate for improvements to State housing policy	Met with the Minister for Housing to discuss the housing issues. Continue to advocate for improvements to the state housing policy.



3. ENVIRONMENT: An attractive natural and built environment for the benefit of current and future generations

Strategic Community Plan		Corporate Business Plan		
SCP	Community Priority	#	Actions	Progress/Status
3.1	Safe, efficient, and well-maintained road and footpath infrastructure	3.1.1	Update, review, and achievement of the 10yr Road Works Program	Projects from the 10-year Road Program in 2021/22 were successfully delivered. Road Program is reviewed annually during the annual budget process.
		3.1.2	Update, review, and achievement of the Road Asset Management Plan including network hierarchy and service levels	The Road Asset Management Plan is reviewed annually alongside the 10-year Road Program.
		3.1.3	Achievement towards the Footpath Management Plan	Successful delivery of the priorities identified in the Footpath Management Plan were finalized in 2021/22. A new plan was endorsed by Council to commence in 2022/23.
		3.1.4	Advocacy towards funding and improvements to state and federal owned roads	Advocated for funding through WALGA Central Country Zone meetings and Regional Road Group.
3.2	Parks, gardens, recreational and social spaces are safe and encourage active, engaged, and healthy lifestyles	3.2.1	Manage and maintain the Council's parks, gardens and open space at appropriate service levels and standards.	Parks, gardens and open spaces were maintained to a high standard. Positive feedback from the community and visitors was received.
		3.2.2	Redevelop Rotary Park and Hill Street open space	Commencement of the Rotary Park Redevelopment project began in February 2022 with the construction of new ablutions, picnic area and landscaping.
		3.2.3	Work with local sport and recreation clubs to plan sport and recreation facility upgrades in a cohesive and coordinated manner	Engagement with local sporting and community groups.
		3.2.4	Upgrade lighting at the Corrigin oval and hockey field	Completion of the upgrade to the main oval lighting and the installation of new lighting on the hockey field in December 2021.
		3.2.5	Forward plan with key stakeholders for the enhancement of the CBD	2022/2023
		3.2.6	Implement plans for the enhancement of the CBD as well as the townscape aesthetics	2022/2023 – 2023/2024

3.3	We prepare and maintain our assets for the current and future community	3.3.1	Shire Asset Management Plan reviewed, updated, integrated, and implemented	Asset Management Plan is reviewed annually through the budget process.
		3.3.2	Municipal Heritage Inventory and Conservation Plans reviewed, updated, integrated, and implemented	2022/2023 – 2023/2024
		3.3.3	Review, update, and work towards achievement of our Disability, Access, and Inclusion plan	Plan was reviewed and endorsed by Council in 2020.
3.4	Maintain a high standard of environmental health and waste services	3.4.1	Maintain an effective and efficient transfer station that allows for expansion and rehabilitation	A well maintained and efficient transfer station was provided.
		3.4.2	Provide an effective and efficient recycling service as well as green waste disposal	Containers for Change recycling facility opened in October 2020. Service was promoted to the community and well utilized.
		3.4.3	In collaboration with neighboring local governments, maintain the Bendinger waste disposal site that allows for expansion and rehabilitation	Talis Consultants were engaged to prepare a management plan for the landfill site.
		3.4.4	Deliver statutory requirements in Environmental Health	Environmental Health Services were delivered in line with the statutory requirements.
3.5	Conservation of our natural environment	3.5.1	Provide adequate infrastructure which allows the enjoyment of Council's natural resources, including reserves, but does not cause harm to the area	Provided infrastructure which allows the enjoyment of natural resources and protection of the assets.
		3.5.2	Support the local agricultural sector and local agricultural groups by lobbying stake holders to address local concerns and issues facing the industry now and into the future	Supported the Corrigin Farm Improvement Group.
		3.5.3	Work in collaboration with groups and organizations to deliver projects and programs that promote and protect the district's natural resources as well as agricultural industry	Worked in collaboration with the Corrigin Farm Improvement Group and local residents.
3.6	Demonstrate sustainable practices of water management	3.6.1	Develop a vision for the sustainable practices of water management across the Shire	Erected new tanks, upgraded underground water infrastructure, and installed water sustainability infrastructure.
		3.6.2	Attract external funding to implement the water vision of the Shire	2022/2023 – 2023/2024
		3.6.3	Continue to implement and monitor Water wise practices across Shire owned facilities and services	Water wise practices were implemented and monitored.

4. GOVERNANCE AND LEADERSHIP: Strong governance and leadership

Strategic Community Plan		Corporate Business Plan		
SCP	Community Priority	#	Actions	Progress/Status
4.1	Succession planning for key leadership roles (Council and workforce)	4.1.1	Review, update, and work towards the achievement of the Workforce Plan	Continual review of processes and employee satisfaction including negotiating the renewal of the Enterprise Bargaining Agreement.
4.2	Communication to the workforce and community is consistent	4.2.1	Shire communication is aligned to policy and best practice engagement standards	Communication was aligned to policy and best practice engagement standards.
		4.2.2	Review and implementation of Council's Customer Service Charter	Customer Service Charter was reviewed in November 2021 and implemented by the Shire.
		4.2.3	Employ professional customer service workforce who have the required knowledge and training including the provision of adequate resources (policy /information on services etc.) to ensure a good standard of Customer Service	Professional, friendly and helpful staff provided a high level of customer service to the community and visitors.
4.3	Forward planning and implementation of plans to achieve strategic direction and service levels	4.3.1	Work with external organisations to collaboratively plan and achieve improved community, education, health, and business outcomes	<i>Discussion with local and regional stakeholders including funding bodies, members of parliament.</i>
		4.3.2	Continue representation on relevant Boards, Committees and Working groups to influence positive local and regional outcomes	<i>Represented shire at WALGA Central Country Zone, Roe Regional Organisation of Councils, Regional Road Group, Senior Citizens Committee, Roe Tourism, health, education and business organisations.</i>



4.4	Provide informed and transparent decision making that, meets our legal obligations, and the needs of our diverse community	4.4.1	Councillor training is provided and completed	Councillor training was provided and completed by all elected members.
		4.4.2	Quarterly reports to Council, staff, and the community on achievement of SCP and CBP outcomes (internal and external)	??
		4.4.3	Regular reviews of Council's LTFP to ensure the long-term financial stability of the Shire	Council's LTFP is reviewed annually and used to prepare the annual budget.
		4.4.4	Provide Council adequate and appropriate financial information on a timely basis	Monthly financial reports are presented to Council at the Ordinary Meeting of Council.
4.5	Implement systems and processes that meet legislative and audit obligations	4.5.1	Continual improvement in governance and operational policies, processes, and implementation	<i>Governance and operational processes and policies are continually reviewed for improvement.</i>



Major Projects 2021-22

The Shire of Corrigin budget for 2021-22 proposed to undertake the following projects:

Major Projects and Capital Works		
Land and Buildings		
Final payment for senior's units	\$51,153	
Final payment for Caravan Park ablutions	\$3,908	
Wellness Centre refurbishment	\$207,760	
Bullaring Hall asbestos removal	\$80,000	
Bulyee toilet block	\$60,000	
Gorge Rock toilet block	\$50,000	
Town Hall exterior painting and improvements	\$50,000	
Roads Board conservation works	\$275,000	
		\$777,821
Plant and Equipment		
CEO vehicle	\$65,000	
EHO vehicle	\$35,000	
Doctor's vehicle	\$45,000	
Replace prime mover	\$200,000	
Replace maintenance truck	\$500,000	
New fire truck - Central Brigade	\$450,000	
Major repair to spreader	\$10,000	
Purchase of small plant	\$20,000	
		\$1,325,000
Infrastructure - Roads		
Corrigin Quairading Road	\$552,034	
Rabbit Proof Fence Road	\$1,539,771	
Bullaring Pingelly Road	\$56,000	
Bendering Road	\$144,500	
Bullaring Gorge Rock Road	\$517,000	
Yealering Kulin Road	\$40,760	
Adam Street	\$70,000	
Lomos South Road	\$72,994	
Bilbarin Quairading Road	\$129,700	
Hill Street	\$21,000	
Connelly Parade	\$13,000	
		\$3,156,759
Infrastructure - Other		
Footpath Upgrade	\$84,336	
Rotary Park upgrade	\$1,436,599	
Waste Oil Facility improvements	\$25,000	
Upgrade oval lighting	\$374,240	
Non slip coating to pool facility & replace heated pool filter	\$50,000	
		\$1,970,175
Total Capital Projects	\$7,229,755	

Town Hall and Old Roads Board Restoration



Rotary Park Redevelopment



Oval Lighting



New Central Brigade Fire Truck



Blaze Aid Fencing after Fire



Tom Curtain Horse and Dog Show



ANZAC Day Dawn Service



Future Projects

The Shire of Corrigin budget for 2022-23 proposes to undertake the following projects:

Land and Buildings		
New toilet block Bulyee	\$25,140	
Gorge Rock toilet block	\$18,243	
Corrigin Town Hall front steps and accessible ramp	\$6,403	
Corrigin Recreation and Events Centre enclose beams and portico	\$40,000	
Refurbish Dentist residence	\$30,000	
		\$119,786
Furniture and Equipment		
Upgrade Council Chambers IT and equipment	\$25,000	
		\$25,000
Plant and Equipment		
CEO vehicle (CR1)	\$71,000	
DCEO vehicle (2CR)	\$45,000	
EHO vehicle (4CR)	\$35,000	
Replace 2014 Volvo L90E Loader (CR14)	\$250,000	
Purchase Jetpatcher Road Maintenance Unit	\$525,000	
New Prime Mover	\$303,764	
Community bus (CR103)	\$110,000	
Works maintenance ute (CR24)	\$35,000	
Enclosed trades trailer	\$20,000	
Replace 2013 Toro Z Master (CR15228)	\$35,000	
Repairs to Low Loader (CR2233)	\$10,000	
		\$1,439,764
Infrastructure - Roads		
Bulyee Quairading Road reseal	\$241,056	
Bilbarin Quairading Road shoulder reconditioning	\$140,229	
Corrigin South Rd reseal	\$90,000	
Yealering Kulin Road reseal	\$39,172	
Old Kulin Road gravel resheet	\$209,901	
Pontifex Road gravel resheet	\$113,486	
Rabbit Proof Fence Road reconstruct and widen seal	\$2,205,444	
Corrigin - Quairading Road reconstruct and widen	\$475,141	
Corrigin - Quairading Road final seal	\$87,360	
		\$3,601,789
Infrastructure - Other		
Rotary Park main play space and landscaping	\$1,024,184	
Administration server room and cabling refurbishment	\$35,000	
Upgrade main administration server	\$50,000	
		\$1,109,184
Total Capital Projects	\$6,295,523	

National Competition Policy

This policy was introduced by the Commonwealth Government in 1995 to promote competition for the benefit of business, consumers and the economy by removing what was considered to be unnecessary protection of monopolies of markets where competition can be enhanced. It effects local governments as factors such as exemption from company and income tax or possible local regulations and laws may give local government a potential advantage over private contractors. In respect to Council's responsibilities under to the National Competition Policy, the Shire reports as follows:

- No business enterprise of the Shire of Corrigin has been classified by the Australian Bureau of Statistics as either a Public Trading Enterprise or a Public Financial Enterprise.
- Competitive neutrality has not applied to any activities undertaken by the Shire in this reporting period.
- No allegations of non-compliance with the competitive neutrality principles have been made by any private entity.
- The principles of competitive neutrality will be implemented in respect of any relevant activity undertaken during the next financial reporting period.

Freedom of Information

In complying with the *Freedom of Information Act 1992*, the Shire of Corrigin is required to prepare and publish an information statement.

The Shire of Corrigin Information Statement is reviewed annually and is available via the Shire of Corrigin website or at the Shire administration office at 9 Lynch Street Corrigin during business hours. The information statement contains advice on the type of documents available to the public and how to access those documents.

The Shire received no Freedom of Information applications in the 2021/22 reporting year.

Records Management

The Shire of Corrigin is committed to meeting the requirements of the *State Records Act 2000* which requires the Shire to maintain and dispose of all records in the prescribed manner.

The Synergysoft Electronic Records Keeping System was used during the year and training was provided for all staff who create, collect and use records. Informal training sessions were held throughout the year to ensure adherence to the State Records Act. Retaining documents in an electronic records management system delivers best practice in recordkeeping and provides an efficient document processing service to meet customer needs and volume demands.

In accordance with the *State Records Act 2000* the Shire of Corrigin is required to have an approved Record Keeping Plan. The plan sets out matters about how records are created and how the Shire retains its records. The Shire's Record Keeping Plan was reviewed during the year and approved by the State Records Commission in August 2018. A review of the Record Keeping Plan commenced in 2022.

New employees were informed of their recordkeeping responsibilities as part of the Shire of Corrigin Induction Program. New employees were given hands on training as part of their overall induction to the organisation.

Disability Access and Inclusion Plan (DAIP)

All Western Australian local governments are required to develop and implement a Disability Access and Inclusion Plan (DAIP) to improve access to their services for people with disability. The *Disability Services Act 1993* requires public authorities to lodge a DAIP to the Disability Services Commission.

The Shire of Corrigin endorsed the DAIP in February 2020 for the period 2020-2025. Council is required to report on activities as they relate to the seven desired DAIP outcomes. A copy of the Shire of Corrigin DAIP 2020-2025 is available on the Shire website or at the Shire administration office.

Since the adoption of the initial plan adopted in 2007, the Shire has implemented many initiatives and made significant progress towards ensuring the community is accessible and inclusive for people of all ages and abilities and continues with this commitment.

In 2021/22 reporting period the upgrade to the Rotary Park toilet block continued the Shire of Corrigin commitment to improving the accessibility of all Council facilities

Public Interest Disclosures

The *Public Interest Disclosures Act 2003* facilitates the disclosure of public interest information and provides protection for those making such disclosure and those who are the subject of disclosures. The Act provides a system for the matters disclosed to be investigated and for appropriate action to be taken.

The Chief Executive Officer has complied with all obligations under the Act including:

- Appointing the Governance and Project Officer as the Public Interest Disclosure officer for the organisation and publishing a procedure relating to the Shire's obligation. The Shire of Corrigin Public Interest Disclosure Procedures Manual and other relevant information is available on the Shire website or at the Shire administration office.
- Providing protection from detrimental action or the threat of detrimental action for an employee of the Shire who makes an appropriate disclosure of public interest information.

In the 2021/22 financial year no public interest disclosures were received by the Shire.



Financial Statements

SHIRE OF CORRIGIN
FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2022

Certification of Financial Report	2
Statement of Comprehensive Income by Nature or Type	3
Statement of Financial Position	4
Statement of Changes in Equity	5
Statement of Cash Flows	6
Rate Setting Statement	7
Index of Notes to the Financial Report	8
Independent Auditor's Report	50

COMMUNITY VISION

Strengthening our community now to grow and prosper into the future.

Principal place of business:
Shire of Corrigin
9 Lynch Street
Corrigin WA 6375

**SHIRE OF CORRIGIN
FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2022**

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

STATEMENT BY CHIEF EXECUTIVE OFFICER

The attached financial report of the Shire of Corrigin for the financial year ended 30 June 2022 is based on proper accounts and records to present fairly the financial position of the Shire of Corrigin at 30 June 2022 and the results of the operations for the financial year then ended in accordance with the Local Government Act 1995 and, to the extent that they are not inconsistent with the Act, the Australian Accounting Standards.

Signed on the 14th day of April 2023



Natalie Manton
Chief Executive Officer



SHIRE OF CORRIGIN
STATEMENT OF COMPREHENSIVE INCOME
BY NATURE OR TYPE
FOR THE YEAR ENDED 30 JUNE 2022

	NOTE	2022 Actual \$	2022 Budget \$	2021 Actual \$
Revenue				
Rates	25(a),2(a)	2,763,231	2,771,543	2,658,045
Operating grants, subsidies and contributions	2(a)	3,126,973	1,409,081	2,368,566
Fees and charges	24(c),2(a)	831,599	653,664	716,132
Interest earnings	2(a)	22,374	41,660	33,637
Other revenue	2(a)	205,780	114,766	267,089
		6,949,957	4,990,714	6,043,469
Expenses				
Employee costs		(2,378,072)	(2,332,392)	(2,270,196)
Materials and contracts		(1,514,391)	(1,867,137)	(1,149,480)
Utility charges		(255,136)	(288,875)	(274,006)
Depreciation	10(a)	(3,467,050)	(3,398,229)	(3,214,165)
Finance costs	2(b)	(68,431)	(68,432)	(72,092)
Insurance		(229,462)	(235,165)	(197,043)
Other expenditure	2(b)	(552,670)	(159,278)	(229,529)
		(8,465,212)	(8,349,508)	(7,406,511)
		(1,515,255)	(3,358,794)	(1,363,042)
Capital grants, subsidies and contributions	2(a)	3,035,842	4,343,146	2,305,305
Profit on asset disposals	10(b)	9,028	88,304	1,090
Loss on asset disposals	10(b)	(28,264)	(66,977)	(117,891)
Fair value adjustments to financial assets at fair value through profit or loss		3,997	0	2,586
		3,020,603	4,364,473	2,191,090
Net result for the period	24(b)	1,505,348	1,005,679	828,048
Other comprehensive income for the period				
<i>Items that will not be reclassified subsequently to profit or loss</i>				
Changes in asset revaluation surplus	15	46,297,330	0	3,722,931
Total other comprehensive income for the period	15	46,297,330	0	3,722,931
Total comprehensive income for the period		47,802,678	1,005,679	4,550,979

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



**SHIRE OF CORRIGIN
STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2022**

	NOTE	2,022 \$	2021 \$
CURRENT ASSETS			
Cash and cash equivalents	3	2,068,341	3,189,685
Trade and other receivables	5	474,136	216,705
Other financial assets	4(a)	4,656,063	3,051,023
Inventories	6	134,597	148,275
Other assets	7	3,631	0
TOTAL CURRENT ASSETS		7,336,768	6,605,688
NON-CURRENT ASSETS			
Trade and other receivables	5	11,348	11,348
Other financial assets	4(b)	77,804	73,807
Inventories	6	1,460,000	1,460,000
Investment in associate	20(a)	48,097	0
Property, plant and equipment	8	28,169,550	28,901,203
Infrastructure	9	171,369,086	123,359,574
TOTAL NON-CURRENT ASSETS		201,135,885	153,805,932
TOTAL ASSETS		208,472,652	160,411,620
CURRENT LIABILITIES			
Trade and other payables	11	490,416	256,634
Other liabilities	12	565,992	482,014
Borrowings	13	90,164	86,121
Employee related provisions	14	348,980	302,829
TOTAL CURRENT LIABILITIES		1,495,552	1,127,598
NON-CURRENT LIABILITIES			
Borrowings	13	1,319,807	1,409,971
Employee related provisions	14	25,298	44,737
TOTAL NON-CURRENT LIABILITIES		1,345,105	1,454,708
TOTAL LIABILITIES		2,840,657	2,582,306
NET ASSETS		205,631,994	157,829,314
EQUITY			
Retained surplus		33,483,151	32,271,673
Reserve accounts	28	5,223,998	4,930,126
Revaluation surplus	15	166,924,845	120,627,515
TOTAL EQUITY		205,631,994	157,829,314

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



**SHIRE OF CORRIGIN
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2022**

	NOTE	RETAINED SURPLUS \$	RESERVE ACCOUNTS \$	REVALUATION SURPLUS \$	TOTAL EQUITY \$
Balance as at 1 July 2020		32,851,772	3,521,979	116,904,584	153,278,335
Comprehensive income for the period					
Net result for the period		828,048	0	0	828,048
Other comprehensive income for the period	15	0	0	3,722,931	3,722,931
Total comprehensive income for the period		828,048	0	3,722,931	4,550,979
Transfers from reserves	28	1,289,011	(1,289,011)	0	0
Transfers to reserves	28	(2,697,158)	2,697,158	0	0
Balance as at 30 June 2021		32,271,673	4,930,126	120,627,515	157,829,314
Comprehensive income for the period					
Net result for the period		1,505,348	0	0	1,505,348
Other comprehensive income for the period	15	0	0	46,297,330	46,297,330
Total comprehensive income for the period		1,505,348	0	46,297,330	47,802,678
Transfers from reserves	28	2,094,891	(2,094,891)	0	0
Transfers to reserves	28	(2,388,763)	2,388,763	0	0
Balance as at 30 June 2022		33,483,151	5,223,998	166,924,845	205,631,994

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

**SHIRE OF CORRIGIN
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2022**

	NOTE	2022 Actual \$	2022 Budget \$	2021 Actual \$
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts				
Rates		2,800,324	2,730,415	2,667,273
Operating grants, subsidies and contributions		2,912,618	1,409,081	2,820,276
Fees and charges		831,599	694,792	716,132
Interest received		22,374	41,660	33,637
Goods and services tax received		617,698	0	446,616
Other revenue		205,784	114,766	267,089
		7,390,397	4,990,714	6,951,023
Payments				
Employee costs		(2,339,983)	(2,332,392)	(2,352,167)
Materials and contracts		(1,293,594)	(1,530,650)	(1,173,354)
Utility charges		(255,136)	(288,875)	(274,006)
Finance costs		(68,431)	(68,432)	(72,092)
Insurance paid		(229,462)	(235,165)	(197,043)
Goods and services tax paid		(602,234)	0	(462,080)
Other expenditure		(552,670)	(219,275)	(229,529)
		(5,341,510)	(4,674,789)	(4,760,271)
Net cash provided by (used in) operating activities	16(b)	2,048,887	315,925	2,190,752
CASH FLOWS FROM INVESTING ACTIVITIES				
Payments for purchase of property, plant & equipment	8(a)	(1,451,981)	(2,102,821)	(1,505,494)
Payments for construction of infrastructure	9(a)	(3,188,930)	(5,126,934)	(2,283,567)
Non-operating grants, subsidies and contributions		3,035,842	4,141,580	2,305,305
Proceeds from financial assets at amortised cost		(1,605,040)	0	(664,556)
Proceeds from sale of property, plant & equipment	10(b)	125,455	351,400	117,739
Proceeds from sale of infrastructure	10(b)	545	0	0
Net cash provided by (used in) investing activities		(3,084,109)	(2,736,775)	(2,030,573)
CASH FLOWS FROM FINANCING ACTIVITIES				
Repayment of borrowings	27(a)	(86,121)	(86,121)	(82,260)
Net cash provided by (used in) financing activities		(86,121)	(86,121)	(82,260)
Net increase (decrease) in cash held		(1,121,343)	(2,506,971)	77,920
Cash at beginning of year		3,189,685	6,258,612	3,111,765
Cash and cash equivalents at the end of the year	16(a)	2,068,341	3,751,641	3,189,685

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

**SHIRE OF CORRIGIN
RATE SETTING STATEMENT
FOR THE YEAR ENDED 30 JUNE 2022**

	NOTE	2022 Actual \$	2022 Budget \$	2021 Actual \$
NET CURRENT ASSETS - At start of financial year - surplus/(deficit)	26(b)	574,085	597,236	1,503,083
OPERATING ACTIVITIES				
Revenue from operating activities (excluding general rate)				
Rates (excluding general rate)	25(b)	41,128	41,128	33,116
Operating grants, subsidies and contributions		3,126,973	1,409,081	2,368,566
Fees and charges		831,599	653,664	716,132
Interest earnings		22,374	41,660	33,637
Other revenue		205,780	114,766	267,089
Profit on asset disposals	10(b)	9,028	88,304	1,090
Fair value adjustments to financial assets at fair value through profit or loss		3,997	0	2,586
Share of net profit of associates and joint ventures accounted for using the equity method	20(a)	0	0	0
		4,240,879	2,348,603	3,422,216
Expenditure from operating activities				
Employee costs		(2,378,072)	(2,332,392)	(2,270,196)
Materials and contracts		(1,514,391)	(1,867,137)	(1,149,480)
Utility charges		(255,136)	(288,875)	(274,006)
Depreciation		(3,467,050)	(3,398,229)	(3,214,165)
Finance costs		(68,431)	(68,432)	(72,092)
Insurance		(229,462)	(235,165)	(197,043)
Other expenditure		(552,670)	(159,278)	(229,529)
Loss on asset disposals	10(b)	(28,264)	(66,977)	(117,891)
		(8,493,476)	(8,416,485)	(7,524,402)
Non-cash amounts excluded from operating activities	26(a)	3,462,850	3,427,358	3,404,683
Amount attributable to operating activities		(789,747)	(2,640,524)	(697,503)
INVESTING ACTIVITIES				
Non-operating grants, subsidies and contributions		3,035,842	4,343,146	2,305,305
Proceeds from disposal of assets	10(b)	126,000	351,400	117,739
Purchase of property, plant and equipment	8(a)	(1,451,981)	(2,102,821)	(1,505,494)
Purchase and construction of infrastructure	9(a)	(3,188,930)	(5,126,934)	(2,283,567)
		(1,479,069)	(2,535,209)	(1,366,017)
Amount attributable to investing activities		(1,479,069)	(2,535,209)	(1,366,017)
FINANCING ACTIVITIES				
Repayment of borrowings	27(a)	(86,121)	(86,121)	(82,260)
Transfers to reserves (restricted assets)	28	(2,388,763)	(164,900)	(2,697,160)
Transfers from reserves (restricted assets)	28	2,094,891	2,099,103	1,289,012
Amount attributable to financing activities		(379,993)	1,848,082	(1,490,408)
Surplus/(deficit) before imposition of general rates		(2,074,724)	(2,730,415)	(2,050,845)
Total amount raised from general rates	25(a)	2,722,103	2,730,415	2,624,929
Surplus/(deficit) after imposition of general rates	26(b)	647,379	0	574,085

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

**SHIRE OF CORRIGIN
FOR THE YEAR ENDED 30 JUNE 2022
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	Other Assets	15
Note 8	Property, Plant and Equipment	16
Note 9	Infrastructure	18
Note 10	Fixed Assets	20
Note 11	Trade and Other Payables	23
Note 12	Other Liabilities	24
Note 13	Borrowings	25
Note 14	Employee Related Provisions	26
Note 15	Revaluation Surplus	27
Note 16	Notes to the Statement of Cash Flows	28
Note 17	Contingent Liabilities	29
Note 18	Related Party Transactions	30
Note 19	Joint Operations	32
Note 20	Investment in Associates	33
Note 21	Financial Risk Management	34
Note 22	Events Occurring After the End of the Reporting Period	38
Note 23	Other Significant Accounting Policies	39
Note 24	Function and Activity	40
Information required by legislation		
Note 25	Rating Information	43
Note 26	Rate Setting Statement Information	45
Note 27	Borrowing and Lease Liabilities	46
Note 28	Reserve accounts	47
Note 29	Trust Funds	49

SHIRE OF CORRIGIN
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2022

1. BASIS OF PREPARATION

The financial report comprises general purpose financial statements which have been prepared in accordance with Local Government Act 1995 and accompanying regulations.

The 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 where no inconsistencies exist.

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

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
- estimation uncertainties made in relation to lease accounting
- estimation of useful lives of non-current assets

SHIRE OF CORRIGIN
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2022

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
Rates	General Rates	Over time	Payment dates adopted by Council during the year	None	When rates notice is issued
Operating grants, subsidies and contributions with customers	Community events, minor facilities, research, design, planning evaluation and services	Over time	Fixed terms with transfer of funds based on agreed milestones and reporting	Contract obligation if project not completed	Output method based on project milestones and/or completion date matched to performance obligations
Non operating grants, subsidies and contributions with customers	Construction or acquisition of recognisable non-financial assets to be controlled by the local government	Over time	Fixed terms transfer of funds based on agreed milestones and reporting	Contract obligation if project not complete	Output method based on project milestones and/or completion date matched to performance obligations as inputs are shared
Fees and charges - licenses, registrations and approvals	Building, planning, development and animal control	Single point in time	Full payment prior to issue	None	On payment of the license, registration or approval
Fees and charges - waste management entry fees	Waste collection at disposal sites	Single point in time	Payment in advance on entry, or on normal trade terms if credit is provided	None	On entry to facility
Fees and charges - caravan park entry fees	Shire accommodation at caravan park facility	Single point in time	Payment in advance on entry, or on normal trade terms if credit is provided	None	On entry to facility
Fees and charges - swimming pool	Shire swimming pool facility	Single point in time	Payment in advance on entry	None	On entry to facility
Fees and charges - sale of stock	Kiosk and visitor centre stock	Single point in time	Payment in advance, or on normal trade terms if credit is provided	Refunds provided for faulty goods	Output method based on good sold
Other Revenue - private works	Contracted private works	Single point in time	Payment in advance, or on normal trade terms if credit is provided	None	Output method based on works completed

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 or types of goods or services is provided in the table below:

For the year ended 30 June 2022

Nature or type	Contracts with customers	Capital grant/contributions	Statutory Requirements	Other	Total
	\$	\$	\$	\$	\$
Rates	0	0	2,763,231	0	2,763,231
Operating grants, subsidies and contributions	3,031,814	0	0	95,159	3,126,973
Fees and charges	617,451	0	162,817	51,331	831,599
Interest earnings	0	0	13,399	8,975	22,374
Other revenue	133,393	0	0	72,387	205,780
Non-operating grants, subsidies and contributions	0	3,035,842	0	0	3,035,842
Total	3,782,658	3,035,842	2,939,447	227,852	9,985,799

For the year ended 30 June 2021

Nature or type	Contracts with customers	Capital grant/contributions	Statutory Requirements	Other	Total
	\$	\$	\$	\$	\$
Rates	0	0	2,658,045	0	2,658,045
Operating grants, subsidies and contributions	2,187,643	0	0	180,923	2,368,566
Fees and charges	666,591	0	20,862	28,679	716,132
Interest earnings	0	0	12,191	21,446	33,637
Other revenue	79,532	0	0	187,557	267,089
Non-operating grants, subsidies and contributions	0	2,305,305	0	0	2,305,305
Total	2,933,766	2,305,305	2,691,098	418,605	8,348,774

SHIRE OF CORRIGIN
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2022

2. REVENUE AND EXPENSES (Continued)

	Note	2022 Actual	2022 Budget	2021 Actual
Interest earnings				
Interest on reserve funds		7,327	21,610	18,469
Rates instalment and penalty interest (refer Note 25(d))		13,399	15,050	12,191
Other interest earnings		1,648	5,000	2,977
		<u>22,374</u>	<u>41,660</u>	<u>33,637</u>
(b) Expenses				
Auditors remuneration				
- Audit of the Annual Financial Report		42,850	50,900	50,859
- Other services		9,183	0	3,000
		<u>52,033</u>	<u>50,900</u>	<u>53,859</u>
Finance costs				
Borrowings	27(a)	68,431	68,432	72,092
		<u>68,431</u>	<u>68,432</u>	<u>72,092</u>
Other expenditure				
Sundry expenses		552,670	159,278	229,529
		<u>552,670</u>	<u>159,278</u>	<u>229,529</u>

SHIRE OF CORRIGIN
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2022

3. CASH AND CASH EQUIVALENTS

Cash at bank and on hand
 Term deposits
Total cash and cash equivalents

Held as
 - Unrestricted cash and cash equivalents
 - Restricted cash and cash equivalents

Note	2022	2021
	\$	\$
	2,068,341	1,310,582
	0	1,879,103
16(a)	2,068,341	3,189,685
	934,614	826,411
16(a)	1,133,727	2,363,274
	2,068,341	3,189,685

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.

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

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 reserves, 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 and for which no liability has been recognised.

Details of restrictions on financial assets can be found at Note 16.

4. OTHER FINANCIAL ASSETS

(a) Current assets

Financial assets at amortised cost

Other financial assets at amortised cost

Term deposits

Held as
 - Restricted other financial assets at amortised cost

(b) Non-current assets

Financial assets at fair value through profit and loss

Financial assets at fair value through profit and loss

Units in Local Government House Trust

	2022	2021
	\$	\$
	4,656,063	3,051,023
	4,656,063	3,051,023
	4,656,063	3,051,023
	4,656,063	3,051,023
16(a)	4,656,063	3,051,023
	4,656,063	3,051,023
	77,804	73,807
	77,804	73,807
	77,804	73,807
	77,804	73,807

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 and loss

The Shire classifies the following financial assets at fair value through profit and 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 not elected to recognise fair value gains and losses through other comprehensive income.

Impairment and risk

Information regarding impairment and exposure to risk can be found at Note 21.

SHIRE OF CORRIGIN
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2022

5. TRADE AND OTHER RECEIVABLES

Current

Rates receivable
 Trade and other receivables
 GST receivable

Non-current

Pensioner's rates and ESL deferred

	2022	2021
	\$	\$
	123,850	149,288
	350,286	51,953
	0	15,464
	474,136	216,705
	11,348	11,348
	11,348	11,348

SIGNIFICANT ACCOUNTING POLICIES

Trade and other receivables

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

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

Impairment and risk exposure

Information about the impairment of trade receivables and their exposure to credit risk and interest rate risk can be found in Note 21.

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 value is considered immaterial.

**SHIRE OF CORRIGIN
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2022**

6. INVENTORIES

	2022	2021
	\$	\$
Current		
Fuel and materials	74,597	88,275
Land held for resale		
Cost of acquisition	60,000	60,000
	134,597	148,275
Non-current		
Land held for resale		
Cost of acquisition	1,460,000	1,460,000
	1,460,000	1,460,000

The following movements in inventories occurred during the year:

Balance at beginning of year	1,608,275	1,688,256
Inventories expensed during the year	(220,562)	(223,497)
Additions to inventory	206,884	143,516
Balance at end of year	1,594,597	1,608,275

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.

Land held for resale

Land held for development and resale is valued at the lower of cost and net realisable value. Cost includes the cost of acquisition, development, borrowing costs and holding costs until completion of development.

Land held for resale (Continued)

Borrowing costs and holding charges incurred after development is completed are expensed.

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

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

**SHIRE OF CORRIGIN
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2022**

7. OTHER ASSETS

	2022	2021
	\$	\$
Other assets - current		
Accrued income	3,631	0
	3,631	0

SIGNIFICANT ACCOUNTING POLICIES

Other current assets

Other non-financial assets include prepayments which represent payments in advance of receipt of goods or services or that part of expenditure made in one accounting period covering a term extending beyond that period.

SHIRE OF CORRIGIN
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2022

8. 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.

	Note	Land	Buildings	Total land and buildings	Furniture and equipment	Plant and equipment	Total property, plant and equipment
		\$	\$	\$	\$	\$	\$
Balance at 1 July 2020		2,107,404	19,779,469	21,886,873	161,232	2,996,781	25,044,886
Additions		0	980,094	980,094	5,339	520,061	1,505,494
Disposals	10(b)	0	(42,556)	(42,556)	0	(191,984)	(234,540)
Revaluation increments / (decrements) transferred to revaluation surplus	15	382,596	3,345,735	3,728,331	0	0	3,728,331
Depreciation	10(a)	0	(780,291)	(780,291)	(31,695)	(358,942)	(1,170,928)
Transfers		0	0	0	0	27,961	27,961
Balance at 30 June 2021		2,490,000	23,282,450	25,772,450	134,876	2,993,877	28,901,203
Comprises:							
Gross balance amount at 30 June 2021		2,490,000	23,282,450	25,772,450	235,142	4,457,076	30,464,668
Accumulated depreciation at 30 June 2021		0	0	0	(100,266)	(1,463,199)	(1,563,465)
Balance at 30 June 2021		2,490,000	23,282,450	25,772,450	134,876	2,993,877	28,901,203
Additions		0	779,299	779,299	72,192	600,490	1,451,981
Disposals	10 (b)	0	(16,574)	(16,574)	0	(119,390)	(135,964)
Correction of accounting for joint operations - adjusted against revaluation surplus	15	(92,125)	(464,986)	(557,111)	0	0	(557,111)
Assets classified as held Investment in Associate	20(b)	(20,000)	0	(20,000)	0	(10,497)	(30,497)
Depreciation	10(a)	0	(940,605)	(940,605)	(32,198)	(376,059)	(1,348,862)
Transfers		0	(1,800)	(1,800)	(30,000)	(79,400)	(111,200)
Balance at 30 June 2022		2,377,875	22,637,784	25,015,659	144,870	3,009,021	28,169,550
Comprises:							
Gross balance amount at 30 June 2022		2,377,875	23,568,904	25,946,779	277,334	4,745,077	30,969,190
Accumulated depreciation at 30 June 2022		0	(931,120)	(931,120)	(132,464)	(1,736,056)	(2,799,640)
Balance at 30 June 2022		2,377,875	22,637,784	25,015,659	144,870	3,009,021	28,169,550

**SHIRE OF CORRIGIN
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2022**

8. PROPERTY, PLANT AND EQUIPMENT (Continued)

(b) Carrying Value Measurements

Asset Class	Fair Value Hierarchy	Valuation Technique	Basis of Valuation	Date of Last Valuation	Inputs Used
(i) Fair Value					
Land and buildings					
Land	2	Market approach using recent observable market data for similar properties.	Independent Registered valuers	June 2021	Price Per hectare.
Buildings	3	Cost approach using depreciated replacement cost.	Independent Registered valuers / Management Valuation	June 2021	Construction costs and current condition (level 2), residual values and remaining useful life assessments (level 3) inputs.

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.

SHIRE OF CORRIGIN
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2022

9. 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.

	Note	Infrastructure - Roads	Infrastructure - Drainage	Infrastructure - Footpaths	Infrastructure - Parks and Ovals	Infrastructure - Other	Total Infrastructure
		\$	\$	\$	\$	\$	\$
Balance at 1 July 2020		106,310,684	10,506,424	846,880	1,838,121	3,650,496	123,152,605
Additions		1,927,131	0	36,208	31,602	288,626	2,283,567
Revaluation increments / (decrements) transferred to revaluation surplus	15	0	0	0	(5,400)	0	(5,400)
Depreciation	10(a)	(1,243,181)	(338,894)	(26,248)	(177,485)	(257,429)	(2,043,237)
Transfers		0	0	0	0	(27,962)	(27,962)
Balance at 30 June 2021		106,994,635	10,167,530	856,840	1,686,838	3,653,731	123,359,574
Comprises:							
Gross balance at 30 June 2021		110,425,946	11,184,631	929,036	2,165,462	4,410,774	129,115,849
Accumulated depreciation at 30 June 2021		(3,431,311)	(1,017,101)	(72,196)	(478,624)	(757,043)	(5,756,275)
Balance at 30 June 2021		106,994,635	10,167,530	856,840	1,686,838	3,653,731	123,359,574
Additions		2,472,498	0	182,156	425,748	108,528	3,188,930
(Disposals)	10(b)	0	0	0	(361)	(8,910)	(9,271)
Revaluation increments / (decrements) transferred to revaluation surplus	15	36,558,117	6,771,929	0	841,588	2,682,807	46,854,441
Assets classified as held Investment in Associate	20(b)	0	0	0	0	(17,600)	(17,600)
Depreciation	10(a)	(1,306,209)	(338,894)	(27,221)	(163,013)	(282,851)	(2,118,188)
Transfers		0	0	0	0	111,200	111,200
Balance at 30 June 2022		144,719,041	16,600,565	1,011,775	2,790,800	6,246,905	171,369,086
Comprises:							
Gross balance at 30 June 2022		144,719,041	16,600,565	1,111,192	2,790,800	6,263,905	171,485,503
Accumulated depreciation at 30 June 2022		0	0	(99,417)	0	(17,000)	(116,417)
Balance at 30 June 2022		144,719,041	16,600,565	1,011,775	2,790,800	6,246,905	171,369,086

SHIRE OF CORRIGIN
 NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
 FOR THE YEAR ENDED 30 JUNE 2022

9. INFRASTRUCTURE (Continued)

(b) Carrying Value Measurements

Asset Class	Fair Value Hierarchy	Valuation Technique	Basis of Valuation	Date of Last Valuation	Inputs Used
(i) Fair Value					
Infrastructure - Roads	3	Cost approach using depreciated replacement cost	Independent Registered Valuers	June 2022	Construction costs and current condition (level 2) residual values and remaining useful life assessment (level 3) Inputs
Infrastructure - Drainage	3	Cost approach using depreciated replacement cost	Independent Registered Valuers	June 2022	Construction costs and current condition (level 2) residual values and remaining useful life assessment (level 3) Inputs
Infrastructure - Footpaths	3	Cost approach using depreciated replacement cost	Independent Registered Valuers	June 2018	Construction costs and current condition (level 2) residual values and remaining useful life assessment (level 3) Inputs
Infrastructure - Parks and Ovals	3	Cost approach using depreciated replacement cost	Independent Registered Valuers	June 2022	Construction costs and current condition (level 2) residual values and remaining useful life assessment (level 3) Inputs
Infrastructure - Other	3	Cost approach using depreciated replacement cost	Independent Registered Valuers	June 2022	Construction costs and current condition (level 2) residual values and remaining useful life assessment (level 3) Inputs

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 CORRIGIN
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2022

10. FIXED ASSETS

(a) Depreciation

	Note	2022 Actual \$	2022 Budget \$	2021 Actual \$
Buildings	8(a)	940,605	820,534	780,291
Furniture and equipment	8(a)	32,198	31,938	31,695
Plant and equipment	8(a)	376,059	380,193	358,942
Infrastructure - Roads	9(a)	1,306,209	1,307,476	1,243,181
Infrastructure - Drainage	9(a)	338,894	338,894	338,894
Infrastructure - Footpaths	9(a)	27,221	38,260	26,248
Infrastructure - Parks and Ovals	9(a)	163,013	196,768	177,485
Infrastructure - Other	9(a)	282,851	284,166	257,429
		3,467,050	3,398,229	3,214,165

Depreciation rates

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

Asset Class	Useful life
Buildings	30 to 50 years
Furniture and equipment	10 years
Plant and equipment	5 to 15 years
- Heavy Vehicles	15 years
- Light Vehicles	7.5 years
Infrastructure Parks and Ovals	30 to 50 years
Infrastructure Other	30 to 50 years
Sealed roads and streets	not depreciated
Clearing and earthworks	not depreciated
Construction/roadbase	50 years
Original surfacings and major resurfacing	
- bituminous seals	20 years
- asphalt surfaces	25 years
Gravel roads	
Gravel sheet	15 years
Formed Roads (Unsealed)	
Footpaths - slab	40 years
Sewerage piping	100 years
Water supply piping and drainage systems	75 years

SHIRE OF CORRIGIN
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2022

10. FIXED ASSETS (Continued)

(b) Disposals of assets

	2022 Actual Net Book Value	2022 Actual Sale Proceeds	2022 Actual Profit	2022 Actual Loss	2022 Budget Net Book Value	2022 Budget Sale Proceeds	2022 Budget Profit	2022 Budget Loss	2021 Actual Net Book Value	2021 Actual Sale Proceeds	2021 Actual Profit	2021 Actual Loss
Land - freehold land	\$ 0	\$ 0	\$ 0	\$ 0	\$ 60,000	\$ 78,900	\$ 18,900	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Buildings	16,574	0	0	(16,574)	0	0	0	0	42,556	0	0	(42,556)
Plant and equipment	119,391	125,455	8,844	(2,780)	270,073	272,500	69,404	(66,977)	191,984	117,739	1,090	(75,335)
Infrastructure - Parks and Ovals	361	545	184	0	0	0	0	0	0	0	0	0
Infrastructure - Other	8,910	0	0	(8,910)	0	0	0	0	0	0	0	0
	145,236	126,000	9,028	(28,264)	330,073	351,400	88,304	(66,977)	234,540	117,739	1,090	(117,891)

The following assets were disposed of during the year.

	2022 Actual Net Book Value	2022 Actual Sale Proceeds	2022 Actual Profit	2022 Actual Loss
Buildings				
Other property and services				
Bulyee Toilet Block	16,574	0	0	(16,574)
	16,574	0	0	(16,574)
Plant and Equipment				
Law, order, public safety				
Isuzu Fire Truck	39,613	45,455	5,842	0
Health				
Toyota Kluger	40,962	38,182	0	(2,780)
Other property and services				
Mazda CX-8	38,816	41,818	3,002	0
	119,391	125,455	8,844	(2,780)
Infrastructure - Parks and Ovals				
Recreation and culture				
Rotary Park Playground Equipment	361	545	184	0
	361	545	184	0
Infrastructure - Other				
Community Amenities				
Wren Oil Collection Facility	8,910	0	0	(8,910)
	8,910	0	0	(8,910)
	145,236	126,000	9,028	(28,264)

10. 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, where applicable, 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.

In relation to this initial measurement, cost is determined as the fair value of the assets given as consideration 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 mandatory measurement framework, 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 date in accordance with the mandatory measurement framework.

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. This process is considered to be in accordance with *Local Government (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 assets 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.

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 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.

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 in one of the following ways:

- (i) The gross carrying amount is adjusted in a manner that is consistent with the revaluation of the carrying amount of the asset. For example, the gross carrying amount may be restated by reference to observable market data or it may be restated proportionately to the change in the carrying amount. The accumulated depreciation at the date of the revaluation is adjusted to equal the difference between the gross carrying amount and the carrying amount of the asset after taking into account accumulated impairment losses; or
- (ii) 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

SHIRE OF CORRIGIN
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2022

11. TRADE AND OTHER PAYABLES

Current

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

	2022	2021
	\$	\$
Sundry creditors	342,849	147,988
Prepaid rates	29,868	18,213
Accrued payroll liabilities	9,403	1,279
ATO liabilities	3,253	0
Bonds and deposits held	(200)	2,157
Accrued expenses	105,243	86,997
	490,416	256,634

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 the fair value of the 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 revenue for the prepaid rates that have not been refunded.

**SHIRE OF CORRIGIN
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2022**

12. OTHER LIABILITIES

Current

Contract 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

	2022	2021
	\$	\$
	565,992	482,014
	565,992	482,014
	482,014	13,381
	565,992	468,633
	(482,014)	0
	565,992	482,014

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

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 the Shire which are yet to be satisfied. Capital grant/contribution liabilities are recognised as revenue when the obligations in the contract are satisfied.

Non-current capital grant/contribution liabilities fair values 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 CORRIGIN
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2022**

13. BORROWINGS

	Note	2022			2021		
		Current	Non-current	Total	Current	Non-current	Total
Secured		\$	\$	\$	\$	\$	\$
Debentures		90,164	1,319,807	1,409,971	86,121	1,409,971	1,496,092
Total secured borrowings	27(a)	90,164	1,319,807	1,409,971	86,121	1,409,971	1,496,092

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 Corrigin. Other loans relate to transferred receivables. Refer to Note 5.

The Shire of Corrigin has complied with the financial covenants of its borrowing facilities during the 2022 and 2021 years.

SIGNIFICANT ACCOUNTING POLICIES

Borrowing costs

Borrowing costs are recognised as an expense when incurred except where they are directly attributable to the acquisition, construction or production of a qualifying asset. Where this is the case, they are capitalised as part of the cost of the particular asset until such time as the asset is substantially ready for its intended use or sale.

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

Information regarding exposure to risk can be found at Note 21.

Details of individual borrowings required by regulations are provided at Note 27(a).

SHIRE OF CORRIGIN
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2022

14. EMPLOYEE RELATED PROVISIONS

Employee Related Provisions

Current provisions

Employee benefit provisions

Annual Leave

Long Service Leave

Non-current provisions

Long Service Leave

	2022	2021
	\$	\$
Annual Leave	188,804	186,391
Long Service Leave	160,176	116,438
	348,980	302,829
Long Service Leave	25,298	44,737
	25,298	44,737
	374,278	347,566

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. Assessments indicate that actual settlement of the liabilities is expected to occur as follows:

Amounts are expected to be settled on the following basis:

Less than 12 months after the reporting date

More than 12 months from reporting date

Note	2022	2021
	\$	\$
Less than 12 months after the reporting date	348,981	302,829
More than 12 months from reporting date	(5,620)	35,460
	343,361	338,289
Expected reimbursements of employee related provisions from other WA local governments included within other receivables	30,917	9,277

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 CORRIGIN
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2022

15. REVALUATION SURPLUS

	2022		2022		2021		2021		2021	
	Opening Balance	Revaluation Increment	Correction of accounting for joint operations - adjusted against revaluation surplus	Total Movement on Revaluation	Closing Balance	Opening Balance	Revaluation Increment	Revaluation (Decrement)	Total Movement on Revaluation	Closing Balance
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Revaluation surplus - Land - freehold land	0	0	(92,125)	(92,125)	(92,125)	0	0	0	0	0
Revaluation surplus - Land and buildings	15,685,821	0	(464,986)	(464,986)	15,220,835	11,957,490	3,728,331	0	3,728,331	15,685,821
Revaluation surplus - Furniture and equipment	84,719	0	0	0	84,719	84,719	0	0	0	84,719
Revaluation surplus - Plant and equipment	307,766	0	0	0	307,766	307,766	0	0	0	307,766
Revaluation surplus - Infrastructure - Roads	86,815,626	36,558,117	0	36,558,117	123,373,743	86,815,626	0	0	0	86,815,626
Revaluation surplus - Infrastructure - Drainage	12,067,625	6,771,929	0	6,771,929	18,839,554	12,067,625	0	0	0	12,067,625
Revaluation surplus - Infrastructure - Footpaths	278,530	0	0	0	278,530	278,530	0	0	0	278,530
Revaluation surplus - Infrastructure - Parks and Ovals	5,387,428	841,588	0	841,588	6,229,016	5,392,828	0	(5,400)	(5,400)	5,387,428
Revaluation surplus - Infrastructure - Other	0	2,682,807	0	2,682,807	2,682,807	0	0	0	0	0
	120,627,515	46,854,441	(557,111)	46,297,330	166,924,845	116,904,584	3,728,331	(5,400)	3,722,931	120,627,515

Movements on revaluation of property, plant and equipment (including infrastructure) are not able to be reliably attributed to a program as the assets were revalued by class as provided for by AASB 116 Aus 40.1.

SHIRE OF CORRIGIN
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2022

16. NOTES TO THE STATEMENT OF CASH FLOWS

(a) Reconciliation of Cash

For the purposes of the Statement of Cash Flows, cash includes cash and cash equivalents, net of outstanding bank overdrafts. Cash at the end of the reporting period is reconciled to the related items in the Statement of Financial Position as follows:

	Note	2022 Actual \$	2022 Budget \$	2021 Actual \$
Cash and cash equivalents	3	2,068,341	3,751,641	3,189,685
Restrictions				
The following classes of financial assets have restrictions imposed by regulations or other externally imposed requirements which limit or direct the purpose for which the resources may be used:				
- Cash and cash equivalents	3	1,133,727	249,623	2,363,274
- Financial assets at amortised cost	4	4,656,063	3,051,023	3,051,023
		5,789,790	3,300,646	5,414,297
The restricted financial assets are a result of the following specific purposes to which the assets may be used:				
Restricted reserve accounts	28	5,223,998	2,995,923	4,930,126
Contract Liabilities	12	565,992	304,723	482,014
Bonds and deposits held	11	(200)	0	2,157
Total restricted financial assets		5,789,790	3,300,646	5,414,297

**(b) Reconciliation of Net Result to Net Cash Provided
By Operating Activities**

Net result		1,505,348	1,005,679	828,048
Non-cash items:				
Adjustments to fair value of financial assets at fair value through profit and loss		(3,997)	0	(2,586)
Depreciation/amortisation		3,467,050	3,398,229	3,214,165
Profit/(loss) on sale of asset		19,236	(21,327)	116,801
Changes in assets and liabilities:				
(Increase)/decrease in trade and other receivables		(257,431)	0	177,211
(Increase)/decrease in other assets		(3,631)	0	0
(Increase)/decrease in inventories		13,678	(60,000)	79,981
Increase/(decrease) in trade and other payables		233,782	336,490	(136,672)
Increase/(decrease) in employee related provisions		26,712	0	(48,517)
Increase/(decrease) in other liabilities		83,982	(201,566)	267,626
Non-operating grants, subsidies and contributions		(3,035,842)	(4,141,580)	(2,305,305)
Net cash provided by/(used in) operating activities		2,048,887	315,925	2,190,752

**(c) Undrawn Borrowing Facilities
Credit Standby Arrangements**

Bank overdraft limit		100,000		100,000
Bank overdraft at balance date		0		0
Credit card limit		20,000		20,000
Credit card balance at balance date		(2,842)		(1,260)
Total amount of credit unused		117,158		118,740

Loan facilities

Loan facilities - current		90,164		86,121
Loan facilities - non-current		1,319,807		1,409,971
Total facilities in use at balance date		1,409,971		1,496,092

Unused loan facilities at balance date

0

**SHIRE OF CORRIGIN
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2022**

17. CONTINGENT LIABILITIES

The Shire of Corrigin had no contingent liabilities at 30 June 2022 (30 June 2021: Nil).

SHIRE OF CORRIGIN
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2022

18. RELATED PARTY TRANSACTIONS

(a) Elected Member Remuneration	Note	2022 Actual \$	2022 Budget \$	2021 Actual \$
Councillor Desmond Hickey				
President's annual allowance		7,500	7,500	7,500
Meeting attendance fees		7,100	7,100	7,000
Annual allowance for ICT expenses		1,000	1,000	1,000
Travel and accommodation expenses		0	0	641
		15,600	15,600	16,141
Councillor Michael Weguelin				
Deputy President's annual allowance		1,641	1,875	1,875
Meeting attendance fees		3,700	3,733	3,589
Annual allowance for ICT expenses		1,000	1,000	1,000
		6,341	6,608	6,464
Councillor Scott Coppen				
Deputy President's annual allowance		234	0	0
Meeting attendance fees		3,700	3,733	3,589
Annual allowance for ICT expenses		1,000	1,000	1,000
		4,934	4,733	4,589
Councillor Matthew Dickinson				
Meeting attendance fees		3,700	3,733	3,589
Annual allowance for ICT expenses		1,000	1,000	1,000
		4,700	4,733	4,589
Councillor Sharon Jacobs				
Meeting attendance fees		3,700	3,733	3,589
Annual allowance for ICT expenses		1,000	1,000	1,000
		4,700	4,733	4,589
Councillor Janeane Mason				
Meeting attendance fees		925	959	3,589
Annual allowance for ICT expenses		250	250	1,000
		1,175	1,209	4,589
Councillor Frederick Gilmore				
Meeting attendance fees		925	959	3,589
Annual allowance for ICT expenses		250	250	1,000
		1,175	1,209	4,589
Councillor Brydon Fare				
Meeting attendance fees		2,775	2,775	0
Annual allowance for ICT expenses		750	750	0
		3,525	3,525	0
Councillor Claire Steele				
Meeting attendance fees		2,775	2,775	0
Annual allowance for ICT expenses		750	750	0
		3,525	3,525	0
		45,675	45,875	45,550
Fees, expenses and allowances to be paid or reimbursed to elected council members.				
		2022 Actual \$	2022 Budget \$	2021 Actual \$
President's annual allowance		7,500	7,500	7,500
Deputy President's annual allowance		1,875	1,875	1,875
Meeting attendance fees		29,300	29,500	28,534
Annual allowance for ICT expenses		7,000	7,000	7,000
Travel and accommodation expenses		0	4,500	641
	18(b)	45,675	50,375	45,550

SHIRE OF CORRIGIN
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2022

RELATED PARTY TRANSACTIONS (Continued)

(b) Key Management Personnel (KMP) Compensation

	2022 Actual	2021 Actual
The total of compensation paid to KMP of the Shire during the year are as follows:	\$	\$
Short-term employee benefits	399,512	391,819
Post-employment benefits	51,604	48,330
Employee - other long-term benefits	27,400	4,445
Employee - termination benefits	0	29,390
Council member costs	45,675	45,550
18(a)	524,191	519,534

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.

(c) 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:

	2022 Actual	2021 Actual
	\$	\$
Sale of goods and services	2,098	12,852
Purchase of goods and services	45,547	26,939

(d) 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.

ii. Other Related Parties

An associate person of KMP was employed by the Shire under normal employment terms and conditions.

Any entity that is controlled by or over which KMP, or close family members of KMP, have authority and responsibility for planning, directing and controlling the activity of the entity, directly or indirectly, are considered related parties in relation to the Shire.

iii. Entities subject to significant influence by the Shire

An entity that has the power to participate in the financial and operating policy decisions of an entity, but does not have control over those policies, is an entity which holds significant influence. Significant influence may be gained by share ownership, statute or agreement.

**SHIRE OF CORRIGIN
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2022**

19. JOINT OPERATIONS

Share of joint operations

(a) ROE Regional Environmental Health Scheme

The Shire together with the Shires of Narembeen, Kondinin, Kulin and Lake Grace form the Roe Regional Environmental Health Scheme (RoeEHS). The RoeEHS was formed to manage the provision of the environmental health service.

The joint operation had a total expenditure of \$198,533 for the year ended 30 June 2022. Shire of Corrigin's share of this expenditure which has been brought to account was \$45,807.

(b) Housing Authority - Seimons Avenue Units

The Shire together with Housing Authority entered into a Joint Venture Agreement on 7 January 1999 for a period of 25 years for the two units located at 23 Seimons Avenue. The Shire have a 15.75% interest with the remaining 84.25% owned by Housing Authority. The agreement allows for the Shire to collect all associated income to offset the expenditure incurred in the operation, management and maintenance of the units.

The Shire's share of the assets and liabilities, income and expenditure and cashflows is set out in the table below.

	2022 Actual
Statement of Financial Position	\$
Land and Buildings	55,580
Less Accumulated Depreciation	(1,389)
Total assets	54,191
Statement of Comprehensive Income	
Rental Income	14,924
Reimbursement Income (Utilities)	203
Expenditure on Joint Venture Housing	(9,145)
Profit/(loss) for the period	5,982
Other comprehensive income	
Total comprehensive income for the period	5,982
Statement of Cash Flows	
Rental Income	14,924
Reimbursement Income (Utilities)	203
Expenditure on Joint Venture Housing	(9,145)
Net cash provided by (used in) operating activities	5,982

SIGNIFICANT ACCOUNTING POLICIES

Joint operations

A joint operation is a joint arrangement where the Shire has joint control with another party 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 CORRIGIN
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2022**

20. INVESTMENT IN ASSOCIATES

(a) Investment in associate

Set out in the table below are the associates of the Shire. All associates are measured using the equity method. Western Australia is the principal place of business for all associates.

Name of entity	% of ownership interest		2022
	2022	2021	Actual
Bendering Landfill Facility	25%	25%	\$ 48,097
Total equity-accounted investments			48,097

(b) Share of Investment in Bendering Landfill Facility

The Shire together with the Shires of Narembeen, Kondinin and Kulin form the Roe Regional Organisation of Council (RoeROC). The RoeROC was formed to manage the provision of the Bendering Landfill facility located at Narembeen-Kondinin Road, Kondinin. The Shire has determined that it has significant influence over RoeROC.

The Shire are recognising the 25% interest in the investment for the first time in 2021/2022. Previously the Shire's share of the assets were mostly recognised as part of property, plant and equipment.

The table below reflects the summarised financial information of RoeROC. This does not represent the Shire's share of those amounts.

Summarised statement of financial position

	2022
Property, Plant and Equipment	128,916
Infrastructure	63,472
Total Non Current Assets	192,388
Net assets	192,388

Summarised statement of comprehensive income

	Actual
Revenue	\$ 84,571
Expenditure	(63,522)
Profit/(loss) for the period	21,049

Reconciliation to carrying amounts

Adjustment of Opening Balance	53,522
Profit/(Loss) for the period	5,262
(Additional Contribution)/Distribution from Associate	(10,687)
Total	48,097

SIGNIFICANT ACCOUNTING POLICIES

Investments in associates

An associate is an entity over which the Shire has the power to participate in the financial and operating policy decisions of the investee but not control or joint control of those policies.

Investments in associates are accounted for using the equity method. The equity method of accounting, is whereby the investment is initially recognised at cost and adjusted thereafter for the post-acquisition change in the Shire's share of net assets of the associate. In addition, the Shire's share of the profit or loss of the associate is included in the Shire's profit or loss.

**SHIRE OF CORRIGIN
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2022**

21. FINANCIAL RISK MANAGEMENT

This note explains the Shire's exposure to financial risks and how these risks could affect the Shire's future financial performance.

Risk	Exposure arising from	Measurement	Management
Market risk - interest rates	Long term borrowings at variable rates	Sensitivity analysis	Utilise fixed interest rate borrowings
Credit risk	Cash and cash equivalents, trade receivables, financial assets and debt investments	Aging analysis Credit analysis	Diversification of bank deposits, credit limits. Investment policy
Liquidity risk	Borrowings and other liabilities	Rolling cash flow forecasts	Availability of committed credit lines and borrowing facilities

The Shire does not engage in transactions expressed in foreign currencies and is therefore not subject to foreign currency risk.

Financial risk management is carried out by the finance area under policies approved by the Council. The finance area identifies, evaluates and manages financial risks in close co-operation with the operating divisions. Council have approved the overall risk management policy and provide policies on specific areas such as investment policy.

(a) Interest rate risk

Cash and cash equivalents

The Shire's main interest rate risk arises from cash and cash equivalents with variable interest rates, which exposes the Shire to cash flow interest rate risk. Short term overdraft facilities also have variable interest rates however these are repaid within 12 months, reducing the risk level to minimal.

Excess cash and cash equivalents are invested in fixed interest rate term deposits which do not expose the Shire to cash flow interest rate risk. Cash and cash equivalents required for working capital are held in variable interest rate accounts and non-interest bearing accounts. Carrying amounts of cash and cash equivalents at the 30 June and the weighted average interest rate across all cash and cash equivalents, term deposits, and Treasury bonds held disclosed as financial assets at amortised cost are reflected in the table below.

	Weighted Average Interest Rate	Carrying Amounts	Fixed Interest Rate	Variable Interest Rate	Non Interest Bearing
	%	\$	\$	\$	\$
2022					
Cash and cash equivalents	0.80%	2,068,341	0	2,067,441	900
Financial assets at amortised cost - term deposits	1.40%	4,656,063	4,656,063	0	0
2021					
Cash and cash equivalents	0.20%	3,189,685	1,879,103	1,309,482	1,100
Financial assets at amortised cost - term deposits	0.36%	3,051,023	3,051,023	0	0

Sensitivity

Profit or loss is sensitive to higher/lower interest income from cash and cash equivalents as a result of changes in interest rates.

	2022	2021
	\$	\$
Impact of a 1% movement in interest rates on profit and loss and equity*	20,674	13,095

* Holding all other variables constant

Borrowings

Borrowings are subject to interest rate risk - the risk that movements in interest rates could adversely affect funding costs. The Shire manages this risk by borrowing long term and fixing the interest rate to the situation considered the most advantageous at the time of negotiation. The Shire does not consider there to be any interest rate risk in relation to borrowings. Details of interest rates applicable to each borrowing may be found at Note 27(a).

SHIRE OF CORRIGIN
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2022

21. FINANCIAL RISK MANAGEMENT (Continued)

(b) Credit risk

Trade and Other Receivables

The Shire's major receivables comprise rates annual charges and user fees and charges. The major risk associated with these receivables is credit risk – the risk that the debts may not be repaid. The Shire manages this risk by monitoring outstanding debt and employing debt recovery policies. It also encourages ratepayers to pay rates by the due date through incentives.

Credit risk on rates and annual charges is minimised by the ability of the Shire to recover these debts as a secured charge over the land, that is, the land can be sold to recover the debt. The Shire is able to charge interest on overdue rates and annual charges at higher than market rates, which further encourages payment.

The level of outstanding receivables is reported to Council monthly and benchmarks are set and monitored for acceptable collection performance.

The Shire applies the AASB 9 simplified approach to measuring expected credit losses using a lifetime expected loss allowance for all trade receivables. To measure the expected credit losses, rates receivable are separated from other trade receivables due to the difference in payment terms and security for rates receivable.

The expected loss rates are based on the payment profiles of rates and fees and charges over a period of 36 months before 1 July 2021 or 1 July 2022 respectively and the corresponding historical losses experienced within this period. Historical credit loss rates are adjusted to reflect current and forward-looking information on macroeconomic factors such as the ability of ratepayers and residents to settle the receivables. Housing prices and unemployment rates have been identified as the most relevant factor in repayment rates, and accordingly adjustments are made to the expected credit loss rate based on these factors.

The loss allowance as at 30 June 2022 and 30 June 2021 for rates receivable was determined as follows:

	Less than 1 year past due	More than 1 year past due	More than 2 years past due	More than 3 years past due	Total	Note
30 June 2022						
Rates receivable						
Expected credit loss	0.00%	0.00%	0.00%	0.00%		
Gross carrying amount	579	59,112	30,549	44,959	135,198	5
Loss allowance	0	0	0	0	0	
30 June 2021						
Rates receivable						
Expected credit loss	0.00%	0.00%	0.00%	0.00%		
Gross carrying amount	1,807	55,673	64,335	38,821	160,636	5
Loss allowance	0	0	0	0	0	

The loss allowance as at 30 June 2022 and 30 June 2021 was determined as follows for trade receivables.

	Less than 1 year past due	More than 30 days past due	More than 60 days past due	More than 90 days past due	Total	Note
30 June 2022						
Trade and other receivables						
Expected credit loss	0.00%	0.00%	0.00%	0.00%		
Gross carrying amount	231,152	66,617	16,102	36,415	350,286	5
Loss allowance	0	0	0	0	0	
30 June 2021						
Trade and other receivables						
Expected credit loss	0.00%	0.00%	0.00%	0.00%		
Gross carrying amount	35,229	1,326	6,085	9,313	51,953	5
Loss allowance	0	0	0	0	0	

**SHIRE OF CORRIGIN
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2022**

21. FINANCIAL RISK MANAGEMENT (Continued)

(b) Credit risk

The loss allowances for trade receivables and contract assets as at 30 June reconcile to the opening loss allowances as follows:

	Rates receivable		Trade and other receivables		Contract Assets	
	2022 Actual	2021 Actual	2022 Actual	2021 Actual	2022 Actual	2021 Actual
Opening loss allowance as at 1 July	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Closing loss allowance at 30 June	0	0	0	0	0	0

Trade receivables and contract assets are written off where there is no reasonable expectation of recovery. Indicators that there is no reasonable expectation of recovery include, amongst others, the failure of a debtor to engage in a repayment plan with the Shire, and a failure to make contractual payments for a period of greater than 120 days past due.

Impairment losses on trade receivables and contract assets are presented as net impairment losses within operating profit. Subsequent recoveries of amounts previously written off are credited against the same line item.

SHIRE OF CORRIGIN
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2022

21. FINANCIAL RISK MANAGEMENT (Continued)

(c) Liquidity risk

Payables and borrowings

Payables and borrowings are both subject to liquidity risk – that is the risk that insufficient funds may be on hand to meet payment obligations as and when they fall due. The Shire manages this risk by monitoring its cash flow requirements and liquidity levels and maintaining an adequate cash buffer. Payment terms can be extended and overdraft facilities drawn upon if required and disclosed in Note 16(c).

The contractual undiscounted cash flows of the Shire’s payables and borrowings are set out in the liquidity table below. Balances due within 12 months equal their carrying balances, as the impact of discounting is not significant.

	Due within 1 year	Due between 1 & 5 years	Due after 5 years	Total contractual cash flows	Carrying values	Note
	\$	\$	\$	\$	\$	
<u>2022</u>						
Trade and other payables	490,863	0	0	490,863	490,416	11
Borrowings	154,553	618,210	1,081,868	1,854,631	1,409,971	13
	<u>645,416</u>	<u>618,210</u>	<u>1,081,868</u>	<u>2,345,494</u>	<u>1,900,387</u>	
<u>2021</u>						
Trade and other payables	173,435	0	0	173,435	256,634	11
Borrowings	154,553	618,210	1,236,420	2,009,183	1,496,092	13
	<u>327,988</u>	<u>618,210</u>	<u>1,236,420</u>	<u>2,182,618</u>	<u>1,752,726</u>	

22. EVENTS OCCURRING AFTER THE END OF THE REPORTING PERIOD

No matters or circumstances have arisen since the end of the financial year which significantly affected or may significantly affect the operations of the Shire.

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 statements 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 earnings

Interest income 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 cash generating non-specialised 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.

For non-cash generating specialised assets that are measured under the revaluation model, such as roads, drains, public buildings and the like, no annual assessment of impairment is required. Rather AASB 116.31 applies and revaluations need only be made with sufficient regularity to ensure the carrying value does not differ materially from that which would be determined using fair value at the end of the reporting period.

k) Initial application of accounting standards

During the current year, no new or revised Australian Accounting Standards and Interpretations were compiled, became mandatory and were applicable to its operations.

New accounting standards for application in future years

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

- AASB 2020-1 Amendments to Australian Accounting Standards - Classification of Liabilities as Current or Non-current
- AASB 2020-3 Amendments to Australian Accounting Standards - Annual Improvements 2018-2020 and Other Amendments
- AASB 2021-2 Amendments to Australian Accounting Standards - Disclosure of Accounting Policies or Definition of Accounting Estimates
- AASB 2021-7 Amendments to Australian Accounting Standards – Effective Date of Amendments to AASB 10 and AASB 128 and Editorial Corrections

It is not expected these standards will have an impact on the financial report.

SHIRE OF CORRIGIN
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2022

24. FUNCTION AND ACTIVITY

(a) Service objectives and descriptions

Shire operations as disclosed in this financial report encompass the following service orientated functions and activities.

Objective	Description
<p>Governance</p> <p>To provide a decision making process for the efficient allocation of scarce resources</p>	<p>Administration and operation of facilities and services to members of council; other costs that relate to the tasks of assisting elected members and ratepayers on matters which do not concern specific Council services.</p>
<p>General purpose funding</p> <p>To collect revenue to allow for the provision of services</p>	<p>Rates, general purpose government grants and interest revenue</p>
<p>Law, order, public safety</p> <p>To collect revenue to allow for the provision of services</p>	<p>Supervision and enforcement of various Acts, regulations and by-laws relating to fire prevention, animal control and other aspects of public safety including emergency services</p>
<p>Health</p> <p>To provide an operational framework for environmental and community health</p>	<p>Inspection of food outlets and their control, provision of meat inspection services, noise control and waste disposal compliance. Administration of the RoeROC health scheme and provision of various medical facilities.</p>
<p>Education and welfare</p> <p>Provide services to the elderly, children, youth and disadvantaged</p>	<p>Maintenance of the child minding and playgroup facility. Assistance with the occasional Day care centre and playgroup as well as donations to other voluntary services. Provision and/or support of community care programs and youth services and provision of services provided by the Community Resource Centre</p>
<p>Housing</p> <p>To provide and maintain staff and rental housing</p>	<p>Provision and maintenance of staff, aged, rental and joint venture housing</p>
<p>Community amenities</p> <p>To provide services required by the community</p>	<p>Rubbish collection services, operation of rubbish disposal sites, litter control, administration of town planning schemes. Administration and maintenance of cemetery and public conveniences and Shire water drainage and community bus.</p>
<p>Recreation and culture</p> <p>To establish and effectively manage infrastructure and resources which will help the social wellbeing of the community</p>	<p>Maintenance of public halls, aquatic centres, recreation centres and various sporting facilities. Provision and maintenance of parks, gardens, reserves and playgrounds. Provision of library services and the support of other heritage and cultural facilities and services.</p>
<p>Transport</p> <p>To provide safe, effective and efficient transport services to the community.</p>	<p>Construction and maintenance of roads, streets, footpaths, depots, airstrip, bridges and traffic control. Cleaning of streets and maintenance of street trees, street lighting, etc. Provision of police licensing services.</p>
<p>Economic services</p> <p>To help promote the shire and its economic wellbeing.</p>	<p>The regulation and provision of tourism, area promotion, building control and noxious weeds.</p>
<p>Other property and services</p> <p>To monitor and control council's overhead operating accounts</p>	<p>Private works, plant repair and operation costs, public works overheads and administration costs.</p>

SHIRE OF CORRIGIN
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2022

24. FUNCTION AND ACTIVITY (Continued)

(b) Income and expenses

	2022 Actual	2022 Budget	2021 Actual
	\$	\$	\$
Income excluding grants, subsidies and contributions			
Governance	4,482	1,500	6,095
General purpose funding	2,814,009	2,831,203	2,704,517
Law, order, public safety	138,598	9,600	8,033
Health	24,357	31,298	81,069
Education and welfare	46,293	43,082	56,670
Housing	132,506	134,890	130,081
Community amenities	367,432	307,071	399,681
Recreation and culture	58,932	49,655	45,990
Transport	24,978	97,704	24,929
Economic services	96,168	81,834	96,582
Other property and services	128,254	82,100	124,932
	3,836,009	3,669,937	3,678,579
Grants, subsidies and contributions			
General purpose funding	2,689,073	876,319	1,872,569
Law, order, public safety	477,211	497,023	24,866
Health	0	189,091	165,153
Education and welfare	106,820	111,737	515,652
Recreation and culture	382,824	330,970	109,393
Transport	2,281,887	2,312,703	1,423,894
Economic services	225,000	1,434,384	562,344
	6,162,815	5,752,227	4,673,871
Total Income	9,998,824	9,422,164	8,352,450
Expenses			
Governance	(734,849)	(836,098)	(661,132)
General purpose funding	(68,368)	(76,649)	(56,854)
Law, order, public safety	(702,079)	(228,699)	(130,107)
Health	(451,849)	(664,802)	(611,009)
Education and welfare	(345,058)	(383,027)	(327,634)
Housing	(147,583)	(164,313)	(126,506)
Community amenities	(682,433)	(693,600)	(656,569)
Recreation and culture	(1,758,500)	(1,712,776)	(1,399,061)
Transport	(3,070,759)	(3,043,437)	(2,670,927)
Economic services	(404,534)	(470,995)	(411,452)
Other property and services	(127,464)	(142,089)	(473,151)
Total expenses	(8,493,476)	(8,416,485)	(7,524,402)
Net result for the period	1,505,348	1,005,679	828,048

SHIRE OF CORRIGIN
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2022

24. FUNCTION AND ACTIVITY (Continued)

	2022 Actual	2022 Budget	2021 Actual
(c) Fees and Charges	\$	\$	\$
General purpose funding	28,404	59,128	12,837
Law, order, public safety	132,711	9,600	8,033
Health	24,143	31,298	79,979
Education and welfare	40,312	36,050	49,283
Housing	132,506	134,890	130,081
Community amenities	273,288	233,171	241,577
Recreation and culture	51,147	47,155	44,632
Transport	24,870	25,300	22,552
Economic services	93,420	77,700	92,457
Other property and services	30,798	40,500	34,701
	831,599	694,792	716,132
(d) Total Assets	\$	\$	
Governance	130,056	81,074	
General purpose funding	1,635,605	1,486,682	
Law, order, public safety	1,078,578	562,332	
Health	1,177,695	1,157,564	
Education and welfare	2,796,424	2,862,544	
Housing	4,105,736	4,738,828	
Community amenities	702,084	694,732	
Recreation and culture	20,842,487	17,831,406	
Transport	167,511,967	122,400,225	
Economic services	2,023,854	1,649,909	
Other property and services	6,468,168	6,946,324	
	208,472,652	160,411,620	

SHIRE OF CORRIGIN
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2022

25. RATING INFORMATION

(a) General Rates

RATE TYPE	Basis of valuation	Rate in \$	Number of Properties	2021/22 Actual Rateable Value *	2021/22 Actual Rate Revenue	2021/22 Actual Interim Rates	2021/22 Actual Back Rates	2021/22 Actual Total Revenue	2021/22 Budget Rate Revenue	2021/22 Budget Interim Rate	2021/22 Budget Back Rate	2021/22 Budget Total Revenue	2020/21 Actual Total Revenue
Townsites	Gross rental valuation	0.093950	410	4,421,914	415,426	(8,211)	0	407,215	415,426	0	0	415,426	403,876
Rural	Unimproved valuation	0.012780	344	178,401,735	2,279,439	(101)	0	2,279,338	2,279,439	0	0	2,279,439	2,194,923
Sub-Total			754	182,823,649	2,694,865	(8,312)	0	2,686,553	2,694,865	0	0	2,694,865	2,598,799
Minimum payment													
Townsites	Gross rental valuation	450	55	102,259	24,750	0	0	24,750	24,750	0	0	24,750	20,670
Rural	Unimproved valuation	450	24	293,598	10,800	0	0	10,800	10,800	0	0	10,800	5,460
Sub-Total			79	395,857	35,550	0	0	35,550	35,550	0	0	35,550	26,130
			833	183,219,506	2,730,415	(8,312)	0	2,722,103	2,730,415	0	0	2,730,415	2,624,929
Total amount raised from general rates								2,722,103				2,730,415	2,624,929
* Rateable value is based on the value of properties at the time the rate is raised.													
(b) Rates (excluding general rates)													
Ex-gratia Rates													
CBH Group			1	N/A	41,128	0	0	41,128	41,128	0	0	41,128	33,116
Sub-Total			1		41,128	0	0	41,128	41,128	0	0	41,128	33,116
Total amount raised from rates (excluding general rates)								41,128				41,128	33,116
(c) Total Rates								2,763,231				2,771,543	2,658,045

The entire balance of rates revenue has been recognised at a point in time in accordance with AASB 1058 *Income for not-for-profit entities*.

SHIRE OF CORRIGIN
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2022

25. RATING INFORMATION (Continued)

(d) Interest Charges & Instalments

Instalment Options	Date Due	Instalment Plan Admin Charge	Instalment Plan Interest Rate	Unpaid Rates Interest Rate
		\$	%	%
Option One				
Single full payment	3/09/2021	N/A	N/A	7.00%
Option Two				
First instalment	3/09/2021	N/A	N/A	7.00%
Second instalment	3/01/2022	10	5.50%	7.00%
Option Three				
First instalment	3/09/2021	N/A	N/A	7.00%
Second instalment	3/11/2021	10	5.50%	7.00%
Third instalment	3/01/2022	10	5.50%	7.00%
Fourth instalment	3/03/2022	10	5.50%	7.00%

	2022 Actual	2022 Budget	2021 Actual
	\$	\$	\$
Interest on unpaid rates	6,807	10,000	9,698
Interest on instalment plan	6,505	4,600	2,430
Charges on instalment plan	3,300	5,000	3,690
Interest on deferred pensioners	87	450	63
	16,699	20,050	15,881

SHIRE OF CORRIGIN
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2022

26. RATE SETTING STATEMENT INFORMATION

		2021/22 Budget	2020/21
		(30 June 2022 Carried Forward)	(30 June 2021 Carried Forward)
Note	\$	\$	\$
(a) Non-cash amounts excluded from operating activities			
The following non-cash revenue or expenditure has been excluded from amounts attributable to operating activities within the Rate Setting Statement in accordance with <i>Financial Management Regulation 32</i> .			
Adjustments to operating activities			
Less: Profit on asset disposals	10(b)	(9,028)	(88,304)
Less: Fair value adjustments to financial assets at fair value through profit and loss		(3,997)	0
Less: Share of net profit of associates and joint ventures accounted for using the equity method	20(a)	0	0
Add: Loss on disposal of assets	10(b)	28,264	66,977
Add: Depreciation	10(a)	3,467,050	3,398,229
Non-cash movements in non-current assets and liabilities:			
Pensioner deferred rates		0	0
Employee benefit provisions		(19,439)	50,456
Inventory		0	80,000
Non-cash amounts excluded from operating activities		3,462,850	3,427,358
(b) Surplus/(deficit) after imposition of general rates			
The following current assets and liabilities have been excluded from the net current assets used in the Rate Setting Statement in accordance with <i>Financial Management Regulation 32</i> to agree to the surplus/(deficit) after imposition of general rates.			
Adjustments to net current assets			
Less: Reserve accounts	28	(5,223,998)	(2,995,923)
- Land held for resale	6	(60,000)	(80,000)
Add: Current liabilities not expected to be cleared at end of year			
- Current portion of borrowings	13	90,164	0
- Employee benefit provisions		0	50,456
Total adjustments to net current assets		(5,193,834)	(3,025,467)
Net current assets used in the Rate Setting Statement			
Total current assets		7,336,768	4,205,096
Less: Total current liabilities		(1,495,552)	(1,179,629)
Less: Total adjustments to net current assets		(5,193,834)	(3,025,467)
Net current assets used in the Rate Setting Statement		647,379	0
			574,085

SHIRE OF CORRIGIN
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2022

27. BORROWING AND LEASE LIABILITIES

(a) Borrowings

Purpose	Note	Actual							Budget			
		Principal at 1 July 2020	New Loans During 2020-21	Principal Repayments During 2020-21	Principal at 30 June 2021	New Loans During 2021-22	Principal Repayments During 2021-22	Principal at 30 June 2022	Principal at 1 July 2021	New Loans During 2021-22	Principal Repayments During 2021-22	Principal at 30 June 2022
Corrigin Recreation and Events Centre		\$ 1,578,352	\$ 0	\$ (82,260)	\$ 1,496,092	\$ 0	\$ (86,121)	\$ 1,409,971	\$ 1,496,092	\$ 0	\$ (86,121)	\$ 1,409,971
Total		1,578,352	0	(82,260)	1,496,092	0	(86,121)	1,409,971	1,496,092	0	(86,121)	1,409,971
Borrowing Interest Repayments												
Purpose	Note	Function and activity	Loan Number	Institution	Interest Rate	Actual for year ending 30 June 2022	Budget for year ending 30 June 2022	Actual for year ending 30 June 2021				
Corrigin Recreation and Events Centre		Recreation and culture	102	WATC	4.64%	\$ (68,431)	\$ (68,432)	\$ (72,092)				
Total						(68,431)	(68,432)	(72,092)				
Total Interest Repayments	2(b)					(68,431)	(68,432)	(72,092)				

* WA Treasury Corporation

SHIRE OF CORRIGIN
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2022

28. RESERVE ACCOUNTS

	2022 Actual Opening Balance	2022 Actual Transfer to	2022 Actual Transfer (from)	2022 Actual Closing Balance	2022 Budget Opening Balance	2022 Budget Transfer to	2022 Budget Transfer (from)	2022 Budget Closing Balance	2021 Actual Opening Balance	2021 Actual Transfer to	2021 Actual Transfer (from)	2021 Actual Closing Balance
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Restricted by council												
(a) Employee Entitlements Reserve	171,090	398	0	171,488	171,090	0	0	171,090	154,938	16,152	0	171,090
(b) Staff Housing Reserve	347,261	20,808	0	368,069	347,261	20,000	0	367,261	314,921	32,340	0	347,261
(c) Office Equipment Reserve	21,609	10,050	0	31,659	21,609	10,000	0	31,609	6,560	15,049	0	21,609
(d) Plant Replacement Reserve	1,229,600	2,862	0	1,232,462	1,229,600	0	0	1,229,600	1,025,873	203,727	0	1,229,600
(e) Swimming Pool Reserve	181,112	30,421	0	211,533	181,112	30,000	0	211,112	30,882	150,230	0	181,112
(f) Roadworks Reserve	297,539	693	0	298,232	297,539	0	0	297,539	265,566	31,973	0	297,539
(g) Land Subdivision Reserve	91,617	214	0	91,831	91,617	18,900	0	110,517	53,420	38,197	0	91,617
(h) Townscape Reserve	12,738	5,030	0	17,768	12,738	5,000	0	17,738	2,718	10,020	0	12,738
(i) Medical Reserve	24,870	10,058	0	34,928	24,870	10,000	0	34,870	4,834	20,036	0	24,870
(j) LGCHP Long Term Maintenance Reserve	10,269	2,356	0	12,625	10,269	0	0	10,269	4,008	6,261	0	10,269
(k) Rockview Land Reserve	6,924	1,016	0	7,940	6,924	1,000	0	7,924	5,880	1,044	0	6,924
(l) Senior Citizens Reserve	43,549	101	0	43,650	43,549	0	0	43,549	150,329	107,609	(214,389)	43,549
(m) Town Hall Reserve	109,823	256	0	110,079	109,823	0	0	109,823	99,087	10,736	0	109,823
(n) Recreation and Events Centre Reserve	423,726	60,502	(215,079)	269,149	423,726	60,000	(220,000)	263,726	275,311	148,415	0	423,726
(o) Bending Tip Reserve	79,296	6,425	0	85,721	79,296	10,000	0	89,296	53,620	25,676	0	79,296
(p) Grants and Contributions Reserve	1,879,103	2,237,573	(1,879,812)	2,236,864	1,879,103	0	(1,879,103)	0	0	1,879,103	0	1,879,103
(q) Community Bus Reserve	0	0	0	0	0	0	0	0	45,765	0	(45,765)	0
(r) Financial Assistance Reserve	0	0	0	0	0	0	0	0	1,028,266	592	(1,028,858)	0
	4,930,126	2,388,763	(2,094,891)	5,223,998	4,930,126	164,900	(2,099,103)	2,995,923	3,521,978	2,697,160	(1,289,012)	4,930,126

All reserves are supported by cash and cash equivalents and financial assets at amortised cost and are restricted within equity as Reserves - cash/financial assets backed.

SHIRE OF CORRIGIN
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2022

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:

Name of Reserve	Anticipated date of use	Purpose of the reserve
(a) Employee Entitlements Reserve	Ongoing	To be used to fund employee entitlement requirements.
(b) Staff Housing Reserve	Ongoing	To be used for the construction and maintenance of staff housing.
(c) Office Equipment Reserve	Ongoing	To be used for the purchase of office equipment
(d) Plant Replacement Reserve	Ongoing	To be used to the purchase of major plant items
(e) Swimming Pool Reserve	Ongoing	To be used for the construction and maintenance of the swimming pool facility.
(f) Roadworks Reserve	Ongoing	To be used to fund the construction of roads and or verge / footpaths within the Shire of Corrigin.
(g) Land Subdivision Reserve	Ongoing	To be used to fund the purchase and development of land for sub division and other purposes that benefits the community.
(h) Townscape Reserve	Ongoing	To be used for the continual upgrade of townscape facilities
(i) Medical Reserve	Ongoing	To be used for the continual upgrade of medical facilities within the Shire of Corrigin
(j) LGCHP Long Term Maintenance Reserve	Ongoing	To be used to fund the long term maintenance of the joint venture housing.
(k) Rockview Land Reserve	Ongoing	To be used to fund the development of the Rockview land project.
(l) Senior Citizens Reserve	Ongoing	To be used for construction of aged care accommodation and facilities within Corrigin
(m) Town Hall Reserve	Ongoing	To be used for the planning, maintenance and upgrade of the Corrigin Town Hall Building
(n) Recreation and Events Centre Reserve	Ongoing	To be used for the planning, maintenance and upgrade of the recreation and events centre.
(o) Bendering Tip Reserve	Ongoing	To be used for the continual upgrade and expansion of the Bendering Tip site.
(p) Grants and Contributions Reserve	Ongoing	To be used to quarantine any unspent grant and contribution funds received during the financial year until funds are required.
(q) Community Bus Reserve	Closed	Reserve was closed at the adoption of the 2020/2021 Annual Budget.
(r) Financial Assistance Reserve	Closed	Reserve was closed at the adoption of the 2020/2021 Annual Budget.

SHIRE OF CORRIGIN
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2022

29. TRUST FUNDS AND PROPERTY

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

	1 July 2021	Amounts Received	Amounts Paid	30 June 2022
	\$	\$	\$	\$
Bus Ticketing	219	612	(751)	80
Police Licensing	1,282	538,857	(535,766)	4,373
Corrigin Community Development Fund	51,169	100,051	(62,533)	88,687
Friends of the Cemetery	2,510	0	0	2,510
Edna Stevenson Educational Trust	902,766	446	(25,255)	877,957
Corrigin Disaster Fund	10,929	0	0	10,929
	968,875	639,966	(624,305)	984,536

The Shire together with the State Housing Commission entered into a Deed of Trust on 11 November 1991 for the property located at Lot 159 Jose Street. The Shire are entitled to exclusive possession of the property which allows for the associated income to be retained to offset the expenditure incurred in the operation, management and maintenance of the property.



Auditor General

INDEPENDENT AUDITOR'S REPORT 2022 Shire of Corrigin

To the Councillors of the Shire of Corrigin

Opinion

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

- the Statement of Financial Position at 30 June 2022, the Statement of Comprehensive Income by Nature or Type, Statement of Changes in Equity, and Statement of Cash Flows and Rate Setting Statement 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 2022 and its financial position at the end of that period
- is in accordance with the *Local Government Act 1995* (the Act) and, to the extent that they are not inconsistent with the Act, 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 preparing 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 2022, 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 of the Shire is responsible for:

- preparation and fair presentation of the financial report in accordance with the requirements of the Act, the Regulations and 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.

My independence and quality control 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 ASQC 1 *Quality Control for Firms that Perform Audits and Reviews of Financial Reports and Other Financial Information, and Other Assurance Engagements*, the Office of the Auditor General maintains a comprehensive system of quality control 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 Corrigin for the year ended 30 June 2022 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.

Renuka.v

Renuka Venkatraman
Acting Senior Director Financial Audit
Delegate of the Auditor General for Western Australia
Perth, Western Australia
18 April 2023