CATALINA REGIONAL COUNCIL

ANNUAL BUDGET

FOR THE YEAR ENDED 30 JUNE 2027

LOCAL GOVERNMENT ACT 1995

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The Catalina Regional Council a Class 2 local government conducts the operations of a local government with the following community vision:

To create an urban centre of choice,sustainability,community and opportunity

CATALINA REGIONAL COUNCIL
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2027

	Note	2026/27 Budget	2025/26 Actual	2025/26 Budget
Revenue		$	$	$
Interest revenue	8(a)	2,250,000	2,184,317	1,250,000
		2,250,000	2,184,317	1,250,000
Expenses				
Employee costs		(788,494)	(744,688)	(760,692)
Materials and contracts		(278,650)	(170,297)	(191,582)
Utility charges		0	0	(5,000)
Depreciation	5	(20,472)	(40,832)	(37,320)
Finance costs	8(c)	(176)	(1,210)	(2,100)
Insurance		(30,401)	(33,832)	(28,275)
Other expenditure		(214,638)	(159,336)	(213,185)
		(1,332,831)	(1,150,195)	(1,238,154)
		917,169	1,034,122	11,846
Net result for the period		**917,169**	**1,034,122**	**11,846**
Total other comprehensive income for the period		**0**	**0**	**0**
Total comprehensive income for the period		**917,169**	**1,034,122**	**11,846**

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

CATALINA REGIONAL COUNCIL
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2027

	Note	2026/27 Budget	2025/26 Actual	2025/26 Budget
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts		$	$	$
Grants, subsidies and contributions		234,953	165,551	300,504
Interest revenue		2,250,000	2,184,317	1,250,000
Goods and services tax received		35,833	(305)	26,609
		2,520,786	2,349,563	1,577,113
Payments				
Employee costs		(789,089)	(738,629)	(760,692)
Materials and contracts		(3,274)	(655,013)	(395,810)
Utility charges		0	0	(5,000)
Finance costs		(176)	(1,210)	(2,100)
Insurance paid		(30,401)	(33,832)	(28,275)
Goods and services tax paid		(30,905)	0	(21,986)
Other expenditure		(214,638)	(159,336)	(213,185)
		(1,068,483)	(1,588,020)	(1,427,048)
Net cash provided by operating activities	3	1,452,303	761,543	150,065
CASH FLOWS FROM INVESTING ACTIVITIES				
Payments for development land held for resale		0	(411,789)	0
Proceeds on disposal of financial assets at amortised cost - term deposits		36,628,416	(25,104,338)	11,524,078
Non-cash movements in non-current assets and liabilities:		0	(610)	0
Net cash provided by (used in) investing activities		36,628,416	(25,516,737)	11,524,078
CASH FLOWS FROM FINANCING ACTIVITIES				
Payments for member contributions		(121,018,662)	(112,436,188)	(114,427,428)
Proceeds from member contributions		93,572,676	131,049,598	113,337,618
Payments for principal portion of lease liabilities	6	(23,184)	(39,371)	(39,371)
Net cash provided by (used in) financing activities		(27,469,170)	18,574,039	(1,129,181)
Net increase (decrease) in cash held		10,611,549	(6,181,155)	10,544,962
Cash at beginning of year		8,744,053	14,925,208	14,925,208
Cash and cash equivalents at the end of the year	3	**19,355,602**	**8,744,053**	**25,470,170**

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

CATALINA REGIONAL COUNCIL
STATEMENT OF FINANCIAL ACTIVITY
FOR THE YEAR ENDED 30 JUNE 2027

	Note	2026/27 Budget	2025/26 Actual	2025/26 Budget
OPERATING ACTIVITIES				
Revenue from operating activities		$	$	$
Interest revenue	8(a)	2,250,000	2,184,317	1,250,000
		2,250,000	2,184,317	1,250,000
Expenditure from operating activities				
Employee costs		(788,494)	(744,688)	(760,692)
Materials and contracts		(278,650)	(170,297)	(191,582)
Utility charges		0	0	(5,000)
Depreciation	5	(20,472)	(40,832)	(37,320)
Finance costs	8(c)	(176)	(1,210)	(2,100)
Insurance		(30,401)	(33,832)	(28,275)
Other expenditure		(214,638)	(159,336)	(213,185)
		(1,332,831)	(1,150,195)	(1,238,154)
Non cash amounts excluded from operating activities	(c)	20,472	29,028	37,320
Amount attributable to operating activities		**937,641**	**1,063,150**	**49,166**
INVESTING ACTIVITIES				
Inflows from investing activities				
Proceeds from disposal financial assets at amortised cost - term deposits		36,628,416	0	0
		36,628,416	0	0
Outflows from investing activities				
Payments for member contributions		(121,018,662)	(112,436,188)	(114,427,428)
Right of use assets received - non cash	4(b)	0	(1,587)	0
Payments for financial assets at amortised cost - term deposits		0	0	0
		(27,445,986)	18,686,463	(1,089,810)
Non-cash amounts excluded from investing activities	2(d)	(36,628,416)	1,587	0
Amount attributable to investing activities		**(27,445,986)**	**18,688,050**	**(1,089,810)**
FINANCING ACTIVITIES				
Inflows from financing activities				
Proceeds from new leases - non cash	6	0	977	0
		0	977	0
Outflows from financing activities				
Payments for principal portion of lease liabilities	6	(23,184)	(39,371)	(39,371)
		(23,184)	(39,371)	(39,371)
Non-cash amounts excluded from financing activities	2(e)	0	(977)	0
Amount attributable to financing activities		**(23,184)**	**(39,371)**	**(39,371)**
MOVEMENT IN SURPLUS OR DEFICIT				
Surplus remaining at the start of the financial year		50,466,964	30,755,135	30,247,693
Amount attributable to operating activities		937,641	1,063,150	49,166
Amount attributable to investing activities		(27,445,986)	18,688,050	(1,089,810)
Amount attributable to financing activities		(23,184)	(39,371)	(39,371)
Surplus remaining after the imposition of general rates		**23,935,435**	**50,466,964**	**29,167,678**

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

CATALINA REGIONAL COUNCIL
FOR THE YEAR ENDED 30 JUNE 2027
INDEX OF NOTES TO THE BUDGET

1 BASIS OF PREPARATION

The annual budget of the Catalina Regional Council which is a Class 2 local government is a forward looking document and has been prepared in accordance with the *Local Government Act 1995* and accompanying regulations.

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

The *Local Government (Financial Management) Regulations 1996* specify that vested land is a right-of-use asset to be measured at cost, and is considered a zero cost concessionary lease. All right-of-use assets under zero cost concessionary leases are measured at zero cost rather than at fair value, except for vested improvements on concessionary land leases such as roads, buildings or other infrastructure which continue to be reported at fair value, as opposed to the vested land which is measured at zero cost. The measurement of vested improvements at fair value is a departure from *AASB 16 Leases* which would have required the Catalina Regional Council to measure any vested improvements at zero cost.
Accounting policies which have been adopted in the preparation of this annual budget have been consistently applied unless stated otherwise. Except for cash flow and rate setting information, the annual budget has been prepared on the accrual basis and is based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and liabilities.

The local government reporting entity
All funds through which the Catalina Regional Council controls resources to carry on its functions have been included in the financial statements forming part of this annual budget.
All monies held in the Trust Fund are excluded from the financial statements.

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

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

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

Rounding off figures

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

Initial application of accounting standards
During the budget year, the below revised Australian Accounting Standards and Interpretations are expected to be compiled, become mandatory and be applicable to its operations.
• *AASB 2026-1 Amendments to Australian Accounting Standards – Disclosures about Uncertainties in the Financial Statements*
• *AASB 2024-2 Amendments to Australian Accounting Standards - Classification and Measurement of Financial Instruments*
• *AASB 2024-3 Amendments to Australian Accounting Standards - Standards – Annual Improvements Volume 11*
• *AASB 2025-1 Amendments to Australian Accounting Standards – Contracts Referencing Nature-dependent Electricity*
It is not expected these standards will have an impact on the annual budget on initial application.

New accounting standards for application in future years
The following new accounting standards will have application to local government in future years:
• *AASB 2014-10 Amendments to Australian Accounting Standards - Sale or Contribution of Assets between an Investor and its Associate or Joint Venture*
• *AASB 2024-4b Amendments to Australian Accounting Standards - Effective Date of Amendments to AASB 10 and AASB 128 [deferred AASB 10 and AASB 128 amendments in AASB 2014-10 apply]*
It is not expected these standards will have an impact on the annual budget on initial application.
• *AASB 18 Presentation and Disclosure in Financial Statements*
• *AASB 18 (NFP/super) Presentation and Disclosure in Financial Statements - (Appendix D) [for not-for-profit and superannuation entities]*
These accounting standards will materially change the presentation of the annual financial report and annual budget

Critical accounting estimates and judgements
The preparation of the annual budget in conformity with Australian Accounting Standards requires management to make judgements, estimates and assumptions that effect the application of policies and reported amounts of assets and liabilities, income and expenses.

The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances; the results of which form the basis of making the judgements about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

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

causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year and further information on their nature and impact can be found in the relevant note:
• Fair value measurement of assets carried at reportable value including:
• Property, plant and equipment
• Infrastructure
• Expected credit losses on financial assets
• Assets held for sale
• Impairment losses of non-financial assets
• Investment property
• Estimated useful life of intangible assets
• Measurement of employee benefits
• Measurement of provisions

2 NET CURRENT ASSETS

(a) Composition of estimated net current assets

	Note	2026/27 Budget 30 June 2027 Carried forward	2025/26 Actual 30 June 2026 Carried forward	2025/26 Budget 30 June 2026 Carried forward
Current assets		$	$	$
Cash and cash equivalents	3	19,355,602	8,744,053	25,470,170
Financial assets		0	36,628,416	0
Receivables		200,000	439,881	300,000
Inventories		4,756,430	4,756,430	3,750,000
Other assets		180,000	471,656	180,000
		24,492,032	51,040,436	29,700,170
Less: current liabilities				
Trade and other payables		(483,300)	(500,176)	(476,105)
Lease liabilities	6	0	(23,184)	0
Employee provisions		(73,297)	(73,296)	(56,387)
		(556,597)	(596,656)	(532,492)
Net current assets		23,935,435	50,443,780	29,167,678
Less: Total adjustments to net current assets	2(b)	0	23,184	0
Net current assets used in the Statement of Financial Activity		23,935,435	50,466,964	29,167,678

(b) Current assets and liabilities excluded from budgeted deficiency

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

	Note	2026/27 Budget 30 June 2027 Carried forward	2025/26 Actual 30 June 2026 Carried forward	2025/26 Budget 30 June 2026 Carried forward
Adjustments to net current assets				
Add: Current liabilities not expected to be cleared at end of year				
- Current portion of lease liabilities		0	23,184	0
Total adjustments to net current assets		0	23,184	0

EXPLANATION OF DIFFERENCE IN SURPLUS/(DEFICIT)

Items excluded from calculation of budgeted deficiency

When calculating the budget deficiency for the purpose of Section 6.2 (2)(c) of the *Local Government Act 1995* the following amounts have been excluded as provided by *Local Government (Financial Management) Regulation 32* which will not fund the budgeted expenditure.

	Note	2026/27 Budget 30 June 2027 Carried forward	2025/26 Actual 30 June 2026 Carried forward	2025/26 Budget 30 June 2026 Carried forward
(c) Amounts excluded from operating activities		$	$	$
Add: Depreciation	5	20,472	40,832	37,320
Movement in current liabilities associated funds held in reserve account:				
Non-cash movements in non-current assets and liabilities		0	(610)	0
- Employee benefit provisions		0	(11,194)	0
Non cash amounts excluded from operating activities		20,472	29,028	37,320
(d) Amounts excluded from investing activities				
Right of use assets recognised	4(b)	0	1,587	0
Reconciling item - movement between current assets:				
- Financial assets at amortised cost - term deposits		(36,628,416)	0	0
Non cash amounts excluded from investing activities		(36,628,416)	1,587	0
(e) Amounts excluded from financing activities				
Less: Lease liability recognised	6	0	(977)	0
Non cash amounts excluded from financing activities		0	(977)	0

2 NET CURRENT ASSETS (CONTINUED)

(f) MATERIAL ACCOUNTING POLICIES

CURRENT AND NON-CURRENT CLASSIFICATION

The asset or liability is classified as current if it is expected to be settled within the next 12 months, being the Catalina Regional Council's operational cycle. In the case of liabilities where the Catalina Regional Council does not have the right to defer settlement beyond 12 months, such as vested long service leave, the liability is classified as current even if not expected to be settled within the next 12 months. Inventories held for trading are classified as current or non-current based on the Catalina Regional Council's intentions to release for sale.

TRADE AND OTHER PAYABLES

Trade and other payables represent liabilities for goods and services provided to the Catalina Regional Council prior to the end of the financial year that are unpaid and arise when the Catalina Regional Council becomes obliged to make future payments in respect of the purchase of these goods and services. The amounts are unsecured, are recognised as a current liability and are normally paid within 30 days of recognition. The carrying amounts of trade and other payables are considered to be the same as their fair values, due to their short-term nature.

INVENTORY - LAND HELD FOR RESALE

Land held for development and sale is valued at the lower of cost and net realisable value. Cost includes the cost of acquisition, development, borrowing costs and holding costs until completion of development. Finance costs and holding charges incurred after development is completed are expensed.

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

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

SUPERANNUATION

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

GOODS AND SERVICES TAX (GST)

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO).

Receivables and payables are stated inclusive of GST receivable or payable. The net amount of GST recoverable from, or payable to, the ATO is included with receivables or payables in the statement of financial position.

Cash flows are presented on a gross basis. The GST components of cash flows arising from investing or financing activities which are recoverable from, or payable to, the ATO are presented as operating cash flows.
The Catalina Regional Council contributes to a number of superannuation funds on are defined contribution plans.

TRADE AND OTHER RECEIVABLES

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

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

Trade receivables are held with the objective to collect the contractual cashflows and therefore the Catalina Regional Council measures them subsequently at amortised cost using the effective interest rate method.

Due to the short term nature of current receivables, their carrying amount is considered to be the same as their fair value. Non-current receivables are indexed to inflation, any difference between the face value and fair value is considered immaterial.

The Catalina Regional Council applies the AASB 9 simplified approach to measuring expected credit losses using a lifetime expected loss allowance for all trade receivables.

PROVISIONS

Provisions are recognised when the Catalina Regional Council has a present legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured.

Provisions are measured using the best estimate of the amounts required to settle the obligation at the end of the reporting period.

EMPLOYEE BENEFITS

Short-term employee benefits

Provision is made for the Catalina Regional Council '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 Catalina Regional Council's obligations for short-term employee benefits such as wages, salaries and sick leave are recognised as a part of current trade and other payables in the determination of the net current asset position.
The Catalina Regional Council's obligations for employees' annual leave and long service leave entitlements are recognised as provisions in the determination of the net current asset position.

Other long-term employee benefits

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

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

3. RECONCILIATION OF CASH

(a) Reconciliation of cash

For the purposes of the Statement of Cash Flows, cash includes cash and cash equivalents, net of outstanding bank overdrafts. Estimated cash at the end of the reporting period is as follows:

	Note	2026/27 Budget	2025/26 Actual	2025/26 Budget
		$	$	$
Cash and cash equivalents		19,355,602	8,744,053	25,470,170
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		0	(36,628,416)	0
Restricted financial assets at amortised cost - term deposits		0	36,628,416	0
The restricted financial assets are a result of the following specific purposes to which the assets may be used:				
Contract liabilities		0	0	0
Total restricted financial assets		0	0	0

(b) Reconciliation of net cash provided by operating activities

	Note	2026/27 Budget	2025/26 Actual	2025/26 Budget
Net result		917,169	1,034,122	11,846
Non-cash items:				
Depreciation	5	20,472	40,832	37,320
Changes in assets and liabilities:				
Decrease in receivables		239,881	165,246	305,127
(Increase)/decrease in other assets		291,656	(51,266)	240,390
(Decrease) in trade and other payables		(16,875)	(433,106)	(444,618)
Increase in employee related provisions		0	5,715	0
Net cash provided by operating activities		1,452,303	761,543	150,065

MATERIAL ACCOUNTING POLICES

CASH AND CASH EQUIVALENTS

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

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

The Catalina Regional Council classifies financial assets at amortised cost if both of the following criteria are met:
- the asset is held within a business model whose objective is to collect the contractual cashflows, and
- the contractual terms give rise to cash flows that are solely payments of principal and interest.

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

4. PROPERTY, PLANT AND EQUIPMENT

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

	2026/27 Budget							2025/26 Actual							2025/26 Budget						
	Additions	In-kind Additions	Disposals - Net Book Value	Transfer to non-current assets classified as held for sale	Disposals - Sale Proceeds	Disposals - Profit	Disposals - Loss	Additions	In-kind Additions	Disposals - Net Book Value	Transfer to non-current assets classified as held for sale	Disposals - Sale Proceeds	Disposals - Profit	Disposals - Loss	Additions	In-kind Additions	Disposals - Net Book Value	Transfer to non-current assets classified as held for sale	Disposals - Sale Proceeds	Disposals - Profit	Disposals - Loss
(b) Right of Use Assets																					
Right of use - buildings	0	0	0	0	0	0	0	1,587	0	0	0	0	0	0	0	0	0	0	0	0	0
	0	0	0	0	0	0	0	1,587	0	0	0	0	0	0	0	0	0	0	0	0	0
Total	0	0	0	0	0	0	0	1,587	0	0	0	0	0	0	0	0	0	0	0	0	0

MATERIAL ACCOUNTING POLICIES

RECOGNITION OF ASSETS
Assets for which the fair value as at the date of acquisition is under $5,000 are not recognised as an asset in accordance with *Financial Management Regulation 17A (5)*. These assets are expensed immediately.

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

GAINS AND LOSSES ON DISPOSAL
Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains and losses are included in profit or loss in the period which they arise.

5. DEPRECIATION

	2026/27 Budget	2025/26 Actual	2025/26 Budget
	$	$	$
By Class			
Right of use - buildings	20,472	40,832	37,320
	20,472	40,832	37,320
By Program			
Other property and services	20,472	40,832	37,320
	20,472	40,832	37,320

MATERIAL ACCOUNTING POLICIES

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

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

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

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

Right of use - buildings	Based on the remaining lease

6. LEASE LIABILITIES

Purpose	Lease Number	Institution	Lease Interest Rate	Lease Term	Budget Lease Principal 1 July 2026	2026/27 Budget New Leases	2026/27 Budget Lease Principal Repayments	Budget Lease Principal outstanding 30 June 2027	2026/27 Budget Lease Interest Repayments	Actual Principal 1 July 2025	2025/26 Actual New Leases	2025/26 Actual Lease Principal repayments	Actual Lease Principal outstanding 30 June 2026	2025/26 Actual Lease Interest repayments	Budget Principal 1 July 2025	2025/26 Budget New Leases	2025/26 Budget Lease Principal repayments	Budget Lease Principal outstanding 30 June 2026	2025/26 Budget Lease Interest repayments
					$	$	$	$	$	$	$	$	$	$	$	$	$	$	$
Unit 2 369 Scarborough Be Innaloo	IRLI/2109	City of Stirling	2.5%	NA	23,184	0	(23,184)	0	(176)	61,578	977	(39,371)	23,184	(1,210)	61,578	0	(39,371)	22,207	(2,100)
					23,184	0	(23,184)	0	(176)	61,578	977	(39,371)	23,184	(1,210)	61,578	0	(39,371)	22,207	(2,100)

MATERIAL ACCOUNTING POLICIES

LEASES
At the inception of a contract, the Catalina Regional Council assesses whether the contract is, or contains, a lease. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.
At the commencement date, a right-of-use asset is recognised at cost and a lease liability at the present value of the lease payments that are not paid at that date. The lease payments are discounted using the interest rate implicit in the lease, if that rate can be readily determined. If that rate cannot be readily determined, the Catalina Regional Council uses its incremental borrowing rate.

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

7. BORROWINGS

(a) Borrowing repayments

The Catalina Regional Council has not budgeted to have any borrowings for the year ended 30th June 2027 and did not have or budget to have any borrowings for the year ended 30th June 2026

7. BORROWINGS (CONTINUED)

(b) New borrowings - 2026/27

The Catalina Regional Council does not intend to undertake any new borrowings for the year ended 30th June 2027

(c) Unspent borrowings

The Catalina Regional Council had no unspent borrowing funds as at 30th June2026 nor is it expected to have unspent borrowing funds as at 30th June 2027.

(d) Credit Facilities

	2026/27 Budget	2025/26 Actual	2025/26 Budget
	$	$	$
Undrawn borrowing facilities			
credit standby arrangements			
Bank overdraft limit			
Bank overdraft at balance date			
Credit card limit	10,000	10,000	10,000
Credit card balance at balance date	0	(359)	0
Total amount of credit unused	10,000	9,641	10,000

8. OTHER INFORMATION

	2026/27 Budget	2025/26 Actual	2025/26 Budget
The net result includes as revenues	$	$	$
(a) Interest earnings			
Investments	2,250,000	2,184,317	1,250,000
	2,250,000	2,184,317	1,250,000
The net result includes as expenses			
(b) Auditors remuneration			
Audit services	38,300	38,300	37,042
	38,300	38,300	37,042
(c) Interest expenses (finance costs)			
Interest on lease liabilities (refer Note 6)	176	1,210	2,100
	176	1,210	2,100

CATALINA REGIONAL COUNCIL
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2027

9. COUNCIL MEMBERS REMUNERATION

	2026/27 Budget	2025/26 Actual	2025/26 Budget
	$	$	$
Cr Tony Krsticevic			
Chairperson's allowance	23,257	22,343	22,470
Meeting attendance fees	18,361	17,640	17,740
Superannuation contribution payments	4,994	2,413	3,217
	46,612	42,396	43,427
Cr Suzanne Migdale			
Deputy chairperson's allowance	5,814	5,586	5,617
Meeting attendance fees	12,245	11,763	11,830
Superannuation contribution payments	0	0	1,396
	18,059	17,349	18,843
Cr John Chester			
Meeting attendance fees	0	5,848	11,830
Superannuation contribution payments	0	0	946
	0	5,848	12,776
Cr Karlo Perkov			
Meeting attendance fees	12,245	11,763	11,830
Superannuation contribution payments	1,469	710	946
	13,714	12,473	12,776
Cr Ashley Wallace			
Meeting attendance fees	0	5,848	11,830
Superannuation contribution payments	0	0	947
	0	5,848	12,777
Cr Lewis Hutton			
Meeting attendance fees	12,245	11,763	11,830
Superannuation contribution payments	1,469	710	947
	13,714	12,473	12,777
Cr Claire Anderson			
Meeting attendance fees	12,245	11,763	11,830
Superannuation contribution payments	0	0	946
	12,245	11,763	12,776
Cr Helen Berry			
Meeting attendance fees	0	5,848	11,830
Superannuation contribution payments	0	0	946
	0	5,848	12,776
Cr Sonet Coetzee			
Meeting attendance fees	12,245	11,763	11,830
Superannuation contribution payments	1,469	710	946
	13,714	12,473	12,776
Cr David Lagan			
Meeting attendance fees	0	5,848	11,830
Superannuation contribution payments	0	0	947
	0	5,848	12,777
Cr Jane Cutler			
Meeting attendance fees	0	5,848	11,830
Superannuation contribution payments	0	0	947
	0	5,848	12,777
Cr Raj Doshi			
Meeting attendance fees	0	6,579	11,830
Superannuation contribution payments	0	0	947
	0	6,579	12,777
Cr David Goncalves			
Meeting attendance fees	12,245	5,185	0
Superannuation contribution payments	0	0	0
	12,245	5,185	0
Cr Chritopher May			
Meeting attendance fees	12,245	5,915	0
Superannuation contribution payments	0	0	0
	12,245	5,915	0
Cr Ben Mayes			
Meeting attendance fees	12,245	5,915	0
Superannuation contribution payments	1,470	710	0
	13,715	6,625	0
Cr Teresa Olow			
Meeting attendance fees	12,245	5,915	0
Superannuation contribution payments	0	0	0
	12,245	5,915	0
Cr Glynis Parker			
Meeting attendance fees	12,245	5,916	0
Superannuation contribution payments	1,470	709	0
	13,715	6,625	0
Cr Alison Xamon			
Meeting attendance fees	12,245	5,916	0
Superannuation contribution payments	1,470	709	0
	13,715	6,625	0
Total Council Member Remuneration	195,938	181,636	190,035
Chairperson's allowance	23,257	22,343	22,470
Deputy chairperson's allowance	5,814	5,586	5,617
Meeting attendance fees	153,056	147,036	147,870
Superannuation contribution payments	13,811	6,671	14,078
	195,938	181,636	190,035

10. MAJOR LAND TRANSACTIONS

The project is undertaken on behalf of the Catalina Regional Council's seven participating councils. The

The land owned from time to time by the participants jointly or by the Catalina Regional Council:

Land being part of Lot 118 Mindarie
Land between Lot 118 and the Mitchell Freeway Reserve
Any land that may be acquired by the CRC

(a) Details

The participants are the owners of the land ,in shares as set out below:

Town of Cambridge	One Twelfth
City of Joondalup	One Sixth
City of Perth	One Twelfth
City of Stirling	One Third
Town of Victoria Park	One Twelfth
Town of Vincent	One Twelfth
City of Wanneroo	One Sixth

(b) Current year transactions

	Note	2026/27 Budget	2025/26 Actual	2025/26 Budget
		$	$	$
Operating revenue				
Income Sale of Lots - Subdivision		93,572,676	131,049,598	113,337,618
Capital expenditure				
Land Development Costs	5(a)	(27,653,922)	(34,195,238)	(32,475,259)
Consultancy Fees		(130,000)	(178,592)	(183,449)
Sales and Marketing		(134,000)	(191,403)	(190,000)
Sellings Expenses		(12,810,240)	(7,584,871)	(11,290,572)
Other		(90,500)	(87,436)	(89,500)
		52,754,014	88,812,058	69,108,838

(c) Expected future cash flows

	2026/27	2027/28	Total
	$	$	$
Cash outflows			
Payments for development costs - subdivision	(40,818,662)	0	(40,818,662)
	(40,818,662)	0	(40,818,662)
Cash Inflows			
Payments for development costs - subdivision	93,572,676	0	93,572,676
	93,572,676	0	93,572,676
Net cash flows	52,754,014	0	52,754,014

11. REVENUE AND EXPENDITURE

(a) Revenue and Expenditure Classification

REVENUES

GRANTS, SUBSIDIES AND CONTRIBUTIONS
All amounts received as grants, subsidies and contributions that are not capital grants.

CAPITAL GRANTS, SUBSIDIES AND CONTRIBUTIONS
Amounts received specifically for the acquisition, construction of new or the upgrading of non-current assets paid to a local government, irrespective of whether these amounts are received as capital grants, subsidies, contributions or donations.

INTEREST REVENUE
Interest and other items of a similar nature received from bank and investment accounts, interest on rate instalments, interest on rate arrears and interest on debtors.

OTHER REVENUE
Other revenue, which cannot be classified under the above headings, includes dividends, discounts, rebates etc.

EXPENSES

EMPLOYEE COSTS
All costs associated with the employment of person such as salaries, wages, allowances, benefits such as vehicle and housing, superannuation, employment expenses, removal expenses, relocation expenses, worker's compensation insurance, training costs, conferences, safety expenses, medical examinations, fringe benefit tax, etc.
Note: *AASB 119 Employee Benefits* provides a definition of employee benefits which should be considered.

MATERIALS AND CONTRACTS
All expenditures on materials, supplies and contracts not classified under other headings. These include supply of goods and materials, legal expenses, consultancy, maintenance agreements, communication expenses (such as telephone and internet charges), advertising expenses, membership, periodicals, publications, hire expenses, rental, leases, postage and freight etc.
Local governments may wish to disclose more detail such as contract services, consultancy, information technology and rental or lease expenditures.

UTILITIES (GAS, ELECTRICITY, WATER)
Expenditures made to the respective agencies for the provision of power, gas or water.

INSURANCE
All insurance other than worker's compensation and health benefit insurance included as a cost of employment.

DEPRECIATION ON NON-CURRENT ASSETS
Depreciation and amortisation expenses raised on all classes of assets.

FINANCE COSTS
Interest and other costs of finance paid.

OTHER EXPENDITURE
Member's fees or levies and other expenses.

11. REVENUE AND EXPENDITURE (CONTINUED)

(b) Revenue Recognition

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

Revenue Category	Nature of goods and services	When obligations typically satisfied	Payment terms	Returns/Refunds / Warranties	Determination of transaction price	Allocating transaction price	Measuring obligations for returns	Timing of Revenue recognition
Reimbursements	Insurance claims	Single point in time	Payment in arrears for claimable event	None	Set by mutual agreement with the customer	When claim is agreed	Not applicable	When claim is agreed

12. PROGRAM INFORMATION

Key Terms and Definitions - Reporting Programs

In order to discharge its responsibilities to the community, Council has developed a set of operational and financial objectives. These objectives have been established both on an overall basis, reflected By the Catalina Regional Council's Community Vision, and for each of its broad activities/programs.

OBJECTIVE	ACTIVITIES
Governance	
To provide a decision making process for the efficient allocation of scarce resources.	Administration and operation facilities and services to the members of the Council. Other costs that relate to the tasks of assisting elected members on matters which do not concern other specific functions/activities of the Regional Council are also recorded here.
General purpose funding	
To collect revenue - interest on investments	Interest revenue.
Other property and services	
To monitor and control overheads on operating accounts	Other unclassified activities