



ANNUAL BUDGET

2019/2020

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Chairman's Introduction

It gives me great pleasure to present the 2019/2020 Tamala Park Regional Council Annual Budget.

The TPRC Budget for 2019/2020 reflects a conservative approach to construction and expenditure consistent with prevailing economic conditions in Western Australia and predicted soft conditions for new lot sales.

Highlights of the Works program include:

- Civil construction for 38 lots;
- Portofino Boulevard extension;
- Significant landscape construction;
- Construction of the Catalina Beach access road and facilities;
- Continued Catalina branding and marketing, and promotion of the new Catalina Beach Sales office;
- 31 lot sales and 26 lot settlements.
- A significant financial contribution to the Burns Beach – Mindarie Dual Use Path.
- Significant planning and urban design work for the Grove and Beach Precincts.

It is anticipated that the local government participants will receive a return of capital in 2019/2020 amounting to \$3,000,000.

The 2019/2020 Budget compiled by the Tamala Park Regional Council progresses the development, subdivision and sales of land and will see continued consolidation of the Catalina Project.

This significant works program will ensure that each member Council will continue to receive a return of capital into the future.

**Cr Giovanni Italiano JP
Chairman**

Chief Executive Officer's Summary

The TPRC Budget 2019/2020 sets out the programs, projects and allocation of resources required to perform the Municipal obligations and functions required by the Local Government Act and associated legislation.

The TPRC Budget 2019/2020 continues the civil works, landscaping and marketing undertaken to date in order to consolidate the Catalina Project. The TPRC Budget 2019/2020 reflects a conservative approach to sales/settlement rates and lot production/infrastructure expenditure consistent with the predicted soft conditions for new lot sales in Western Australia, and proposes 50 sales and 44 settlements. The proposed expenditure is detailed in the Budget and accompanying notes.

The major development costs are shown below:

	\$
Land & Special Sites Development	5,221,297.00
Consultants	575,247.00
Landscape	2,906,368.00
Infrastructure	1,409,141.00
Bulk Earthworks	-
Lot Production	1,930,449.00
Admin Land Development	1,127,427.00
Community Development	192,500.00
Contingency	685,621.00
Finance	50,000.00
Debtors /Creditors Movement	-
	<u><u>14,098,050.00</u></u>

The TPRC Budget 2019/2020 predicts that the TPRC can meet all cashflow obligations from investment income and existing cash funds.

The TPRC Budget 2019/2020 has been developed so that it is financially responsible and reflects current economic conditions.

Tony Arias
Chief Executive Officer

Budget Processes

This section lists the budget processes undertaken in order to adopt the Annual Budget in accordance with the Local Government Act 1995 and its Regulations.

The preparation of the budget begins with the Chief Executive Officer preparing the operating and capital components of the annual budget . A draft consolidated budget is then prepared and various iterations are considered by Council. An annual budget is prepared in accordance with the Act and submitted to Council for approval.

The budget is required to be adopted by 31 August in each year. The key dates for the budget process are summarised below:

Budget process	Timing
1. Officers prepare operating and capital estimates for inclusion in the budget.	Jun-19
2. Audit Committee considers draft budget	Aug-19
3. Proposed budget to Council for approval	Aug-19
4. Copy of adopted budget submitted to the Department	Sep-19

1. Budget Influences

This section sets out the key budget influences arising from the internal and external environment within which the Council operates.

1.1 External influences

In preparing the 2019/20 Annual Budget, a number of external influences have been taken into consideration, because they are likely to impact significantly on the services delivered by Council in the budget period. These include:

- Consumer Price Index (CPI) increases on goods and services .
- Prevailing economic conditions .
- Demand for residential lots .

1.2 Internal influences

As well as external influences, there are also a number of internal influences which are expected to have a significant impact on the preparation of the 2019/20 Annual Budget. These matters have arisen from events occurring in the 2018/19 year resulting in variances between the forecast actual and budgeted results for that year and matters expected to arise in the 2019/20 year. These matters and their financial impact are set out below:

- Budget surplus for the 2018/19 financial year ended 30 June 2019
- Internal financing of land subdivision and development.

1.3 Budget principles

In response to these influences, budget principles were developed upon which the officers were to prepare their budgets. The principles included:

- CPI or market levels
- New revenue sources resulting from the sale of lots
- Salaries and wages to be increased in line with Average Weekly Earnings

1.4 Legislative requirements

Under the Local Government Act 1995 (“the Act”), Council is required to prepare and adopt an annual budget for each financial year. The budget is required to include a range of information required by the Local Government (Financial Management) Regulations 1996 (“the Regulations”) which support the Act.

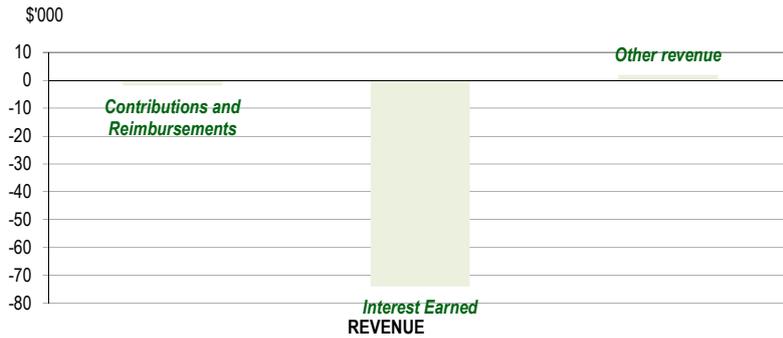
The 2019/20 Annual Budget, which is included in this report, is for the year 1 July 2019 to 30 June 2020 and is prepared in accordance with the Act and Regulations. The budget includes statutory statements being a budget comprehensive income, budget statement of financial activity, budget statement of cash flows, budget rate setting statement and notes forming part of the annual budget. These statements have been prepared for the year ended 30 June 2020 in accordance with Accounting Standards and other mandatory professional reporting requirements and in accordance with the Act and Regulations. It also includes detailed information about the capital works program to be undertaken and other financial information, which Council requires in order to make an informed decision about the adoption of the budget.

2. Analysis of Operating Budget

This section analyses the expected revenues and expenses of the Council for the 2019/20 year.

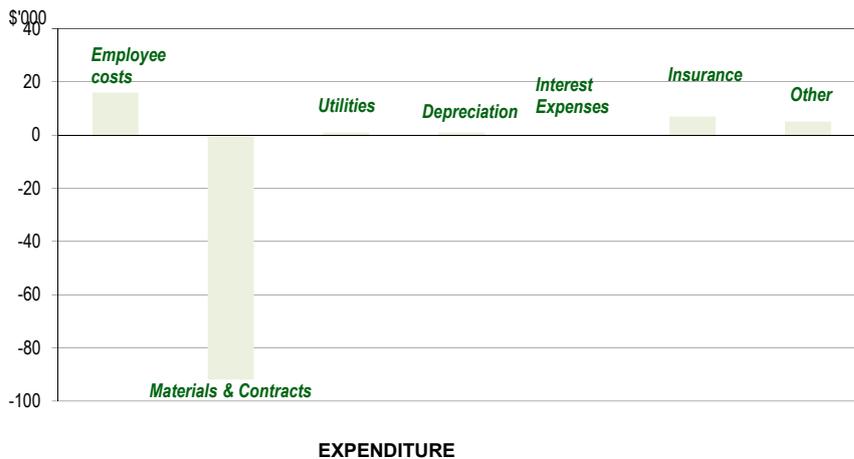
2.1 Operating revenue

Revenue Types	Budget	Budget	Variance
	2018/19 \$'000	2019/20 \$'000	\$'000
Contributions and Reimbursements	2	0	-2
Interest Earned	1,040	966	-74
Other revenue	0	2	2
Total operating revenue	1,042	968	-74
Net gain on sale of assets	0	0	0



2.2 Operating expenditure

Expenditure Types	Budget	Budget	Variance
	2018/19 \$'000	2019/20 \$'000	\$'000
Employee Costs	726	742	16
Materials and Contracts	405	313	-92
Utilities	6	7	1
Depreciation	25	26	1
Interest Expenses	0	0	0
Insurance	14	21	7
Other expenses	186	191	5
Total operating expenditure	1,362	1,300	-62
Net loss on sale of assets	2	0	



3. Analysis of Budgeted Cash Position

This section analyses the expected cash flows from the operating, investing and financing activities of Council for the 2019/20 year. Budgeting cash flows for Council is a key factor in providing a guide to the level of capital expenditure that can be sustained with or without using existing cash reserves.

The analysis is based on three main categories of cash flows:

- **Operating activities** - Refers to the cash generated or used in the normal service delivery functions of Council. Cash remaining after paying for the provision of services to the community may be available for investment in capital works, or repayment of debt
- **Investing activities** - Refers to cash generated or used in the enhancement or creation of infrastructure and other assets. These activities also include the acquisition and sale of other assets such as vehicles, property and equipment
- **Financing activities** - Refers to cash generated or used in the financing of Council functions and include borrowings from financial institutions and advancing of repayable loans to other organisations. These activities also include repayment of the principal component of loan repayments for the year.

3.1 Budgeted cash flow statement

	Budget 2018/19 \$'000	Budget 2019/20 \$'000	Variance \$'000
Cash flows from operating activities			
<i>Receipts</i>			
Contributions and Reimbursements	2	2	0
Interest Earned	1,092	1,017	-75
Other revenue	0	0	0
	1,094	1,019	-75
<i>Payments</i>			
Employee Costs	-726	-743	-17
Materials and Contracts	-434	-353	81
Utilities	-6	-6	0
Insurance	-14	-21	-7
Other expenses	-186	-191	-5
	-1,366	-1,314	52
Net cash provided by operating activities	-272	-295	-23
Cash flows from investing activities			
Receipts from disposal of assets	45	0	-45
Receipts from sale of land	16,355	9,073	-7,282
Payments for development of land, plant and equipment	-21,359	-16,358	5,001
Net cash provided by investing activities	-4,959	-7,285	-2,326
Cash flows from financing activities			
Contributions to be returned	-4,209	-3,154	1,055
Net cash used in financing activities	-4,209	-3,154	1,055
Net decrease in cash and cash equivalents	-9,440	-10,734	-1,294
Cash and cash equivalents at the beg of the year	43,846	41,210	-2,636
Cash and cash equivalents at end of the year	34,406	30,476	-3,930

Statutory Draft Annual Budget

The information in regard to the Draft Annual Budget Statements include:

- Budget Comprehensive Income Statement
- Budget Statement of Financial Activity
- Budget Rate Setting Statement
- Budget Statement of Cashflow
- Notes to and Forming Part of the Annual Budget
- Detailed Schedules

**TAMALA PARK REGIONAL COUNCIL
BUDGET COMPREHENSIVE INCOME FOR THE YEAR ENDED 30 JUNE 2020**

2018/19 ADOPTED BUDGET		NOTES	2018/19 ACTUAL	2019/20 ADOPTED BUDGET
\$	EXPENDITURE	1,2,3,4,12,13	\$	\$
(186,390)	Governance		(172,046)	(191,050)
(1,176,530)	Other Property and Services		(1,002,028)	(1,108,615)
(\$1,362,920)			(\$1,174,074)	(\$1,299,665)
	REVENUE	1,2,3,4,11,13		
1,040,633	General Purpose Funding		1,186,884	966,153
2,000	Other Property & Services		12,790	2,050
\$1,042,633			\$1,199,673	\$968,203
(\$320,287)	<u>Increase(Decrease)</u>		25,599	(331,462)
	DISPOSAL OF ASSETS	2,6		
0	Land		0	0
(1,760)	Plant and Equipment		(5,851)	0
0	Furniture and Equipment		0	0
(\$1,760)	Gain (Loss) on Disposal		(\$5,851)	\$0
(\$322,047)	NET RESULT		\$19,748	(\$331,462)
	OTHER COMPREHENSIVE INCOME			
0	Changes on revaluation of non current assets		0	0
\$0	TOTAL OTHER COMPREHENSIVE INCOME		\$0	\$0
(\$322,047)	TOTAL COMPREHENSIVE INCOME		\$19,748	(\$331,462)

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

**TAMALA PARK REGIONAL COUNCIL
BUDGET FINANCIAL ACTIVITY STATEMENT FOR THE YEAR ENDING 30 JUNE 2020**

2018/19 ADOPTED BUDGET		2018/19 ACTUAL	2019/20 ADOPTED BUDGET	2019/20 JULY	2019/20 AUGUST	2019/20 SEPTEMBER	2019/20 OCTOBER	2019/20 NOVEMBER	2019/20 DECEMBER	2019/20 JANUARY	2019/20 FEBRUARY	2019/20 MARCH	2019/20 APRIL	2019/20 MAY	2019/20 JUNE
\$	OPERATING REVENUE	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
1,040,633	General Purpose Funding	1,186,884	966,153	96,615	193,231	289,845	386,460	483,077	579,692	652,153	724,615	797,076	869,539	917,846	966,153
2,000	Other Property and Services	12,790	2,050	1,000	1,000	1,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,050
\$1,042,633		\$1,199,673	\$968,203	\$97,615	\$194,231	\$290,845	\$388,460	\$485,077	\$581,692	\$654,153	\$726,615	\$799,076	\$871,539	\$919,846	\$968,203
(186,390)	LESS OPERATING EXPENDITURE														
(1,176,530)	Governance	(172,046)	(191,050)	(897)	(44,175)	(47,762)	(48,659)	(91,937)	(95,525)	(96,422)	(139,700)	(143,287)	(144,184)	(187,462)	(191,050)
(1,362,920)	Other Property & Services	(1,002,028)	(1,108,615)	(107,245)	(197,181)	(287,117)	(389,099)	(479,035)	(568,971)	(658,907)	(748,843)	(838,779)	(928,716)	(1,018,652)	(1,108,615)
(\$320,287)	<i>Increase/Decrease</i>	\$25,599	(\$331,462)	(\$10,527)	(\$47,125)	(\$44,035)	(\$49,298)	(\$85,896)	(\$82,804)	(\$101,176)	(\$161,928)	(\$182,990)	(\$201,361)	(\$286,267)	(\$331,462)
	ADD														
0	Provision for Employee Entitlements	569	0	0	0	0	0	0	0	0	0	0	0	0	0
(1,760)	Profit/Loss on the Disposal of Assets	(5,851)	0	0	0	0	0	0	0	0	0	0	0	0	0
0	Movement in Inventory (non - current)	200,000	0	0	0	0	0	0	0	0	0	0	0	0	0
25,381	Depreciation Written Back	10,564	25,578	0	0	0	0	0	0	0	0	0	0	0	25,579
46,760	Book Value of Assets Sold Written Back	46,760	0	0	0	0	0	0	0	0	0	0	0	0	0
\$70,381		\$252,042	\$25,578	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$25,579
(\$249,905)	<i>Sub Total</i>	\$277,641	(\$305,883)	(\$10,527)	(\$47,125)	(\$44,035)	(\$49,298)	(\$85,896)	(\$82,804)	(\$101,176)	(\$161,928)	(\$182,990)	(\$201,361)	(\$286,267)	(\$305,883)
	LESS CAPITAL PROGRAMME														
(66,000)	Purchase Plant and Equipment	(63,101)	0	0	0	0	0	0	0	0	0	0	0	0	0
(16,000)	Purchase Furniture and Equipment	0	(15,000)	0	0	0	0	0	0	0	0	0	0	0	(15,000)
(\$82,000)		(\$63,101)	(\$15,000)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	(\$15,000)
	LESS MEMBERS EQUITY														
	Development of Land for Resale														
14,405,835	Income Sale of Lots -Subdivision	8,461,563	9,073,874	715,943	2,494,856	2,770,178	3,456,396	4,142,615	5,167,391	5,807,093	6,465,444	6,837,128	7,768,119	8,142,457	9,073,875
1,950,000	Income Other -Subdivision	1,477,038	0	0	0	0	0	0	0	0	0	0	0	0	0
0	Income Other -Proceeds Telethon Home	0	0	0	0	0	0	0	0	0	0	0	0	0	0
0	Income Other -Proceeds Sale of Apartments	0	0	0	0	0	0	0	0	0	0	0	0	0	0
(21,277,191)	Development Costs - Subdivision	(5,323,538)	(16,343,068)	(1,347,165)	(2,768,803)	(4,157,713)	(5,253,476)	(5,859,634)	(11,564,927)	(12,080,909)	(12,589,448)	(13,102,063)	(14,012,863)	(14,959,260)	(16,343,068)
0	Development Costs - Apartments	0	0	0	0	0	0	0	0	0	0	0	0	0	0
(209,337)	Contribution Refund	(642,826)	(154,491)	0	0	0	0	0	0	0	0	0	0	0	(154,491)
(4,000,000)	Profit Distributions	(4,000,000)	(3,000,000)	0	0	0	0	0	0	0	0	0	0	0	(3,000,000)
(\$9,130,693)		(\$27,762)	(\$10,423,685)	(\$631,222)	(\$273,947)	(\$1,387,535)	(\$1,797,080)	(\$1,717,019)	(\$6,397,536)	(\$6,273,816)	(\$6,124,004)	(\$6,264,935)	(\$6,244,744)	(\$6,816,803)	(\$10,423,684)
0	Plus Rounding	0	0	0	0	0	0	0	0	0	0	0	0	0	0
(\$9,212,693)		(\$90,863)	(\$10,438,685)	(\$631,222)	(\$273,947)	(\$1,387,535)	(\$1,797,080)	(\$1,717,019)	(\$6,397,536)	(\$6,273,816)	(\$6,124,004)	(\$6,264,935)	(\$6,244,744)	(\$6,816,803)	(\$10,438,685)
(\$9,462,598)	<i>Sub Total</i>	\$186,778	(\$10,744,568)	(\$641,749)	(\$321,072)	(\$1,431,570)	(\$1,846,378)	(\$1,802,915)	(\$6,480,340)	(\$6,374,992)	(\$6,285,932)	(\$6,447,925)	(\$6,446,105)	(\$7,103,070)	(\$10,744,568)
	LESS FUNDING FROM														
43,807,751	Opening Funds	43,807,752	43,994,530	43,994,530	43,994,530	43,994,530	43,994,530	43,994,530	43,994,530	43,994,530	43,994,530	43,994,530	43,994,530	43,994,530	43,994,530
(34,345,153)	Closing Funds	(43,994,530)	(33,249,962)	(43,352,781)	(43,673,458)	(42,562,960)	(42,148,152)	(42,191,615)	(37,514,190)	(37,619,538)	(37,708,598)	(37,546,605)	(37,548,425)	(36,891,460)	(33,249,962)
\$9,462,598		(\$186,778)	\$10,744,568	\$641,749	\$321,072	\$1,431,570	\$1,846,378	\$1,802,915	\$6,480,340	\$6,374,992	\$6,285,932	\$6,447,925	\$6,446,105	\$7,103,070	\$10,744,568
(\$0)	NET (SURPLUS)DEFICIT	(\$0)	(\$0)	\$0	(\$0)	\$0	(\$0)	\$0	(\$0)	\$0	(\$0)	(\$0)	\$0	(\$0)	(\$0)

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

**TAMALA PARK REGIONAL COUNCIL
BUDGET RATE SETTING STATEMENT FOR THE YEAR ENDING 30 JUNE 2020**

2018/19 ADOPTED BUDGET		NOTES	2018/19 ACTUAL	2019/20 ADOPTED BUDGET
\$	REVENUE		\$	\$
1,040,633	General Purpose Funding	1,2,3,4,11,13	1,186,884	966,153
2,000	Other Property and Services		12,790	2,050
\$1,042,633			\$1,199,673	\$968,203
	LESS EXPENDITURE	1,2,3,4,12,13		
(186,390)	Governance		(172,046)	(191,050)
(1,176,530)	Other Property & Services		(1,002,028)	(1,108,615)
(\$1,362,920)			(\$1,174,074)	(\$1,299,665)
(\$320,287)	<i>Increase(Decrease)</i>		\$25,599	(\$331,462)
	ADD			
46,760	Book Value of Assets Sold Written Back		46,760	0
(1,760)	Profit/Loss on the Disposal of Assets		(5,851)	0
0	Movement in Inventory (non - current)		200,000	0
0	Provision for Employee Entitlements		569	0
25,381	Depreciation Written Back		10,564	25,578
0	Provision for Audit Fees		0	0
\$70,381			\$252,042	\$25,578
(\$249,905)	<i>Sub Total</i>		\$277,641	(\$305,883)
	LESS CAPITAL PROGRAMME	1,14		
(66,000)	Purchase Plant and Equipment		(63,101)	0
(16,000)	Purchase Furniture and Equipment		0	(15,000)
(\$82,000)			(\$63,101)	(\$15,000)
	LESS MEMBERS EQUITY			
	Development of Land for Resale			
14,405,835	Income Sale of Lots -Subdivision		8,461,563	9,073,874
1,950,000	Income Other -Subdivision		1,477,038	0
(21,277,191)	Development Costs - Subdivision		(5,323,538)	(16,343,068)
0	Development Costs - Apartments		0	0
(209,337)	Contribution Refund		(642,826)	(154,491)
(4,000,000)	Profit Distributions		(4,000,000)	(3,000,000)
(\$9,130,693)			(\$27,762)	(\$10,423,685)
0			0	0
\$0			\$0	\$0
(\$9,462,598)	<i>Sub Total</i>		\$186,778	(\$10,744,568)
	LESS FUNDING FROM			
43,807,751	Opening Funds	26	43,807,752	43,994,530
(34,345,153)	Closing Funds	26	(43,994,530)	(33,249,962)
\$9,462,598			(\$186,778)	\$10,744,568
(\$0)	TO BE MADE UP FROM RATES		(\$0)	(\$0)

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

TAMALA PARK REGIONAL COUNCIL
BUDGET STATEMENT OF CASH FLOWS FOR THE YEAR ENDING 30 JUNE 2020

2018/19 ADOPTED BUDGET		NOTES	2018/19 ACTUAL	2019/20 ADOPTED BUDGET
\$	Cash Flows from operating activities		\$	\$
	PAYMENTS			
(725,924)	Employee Costs		(580,542)	(742,371)
	Materials & Contracts			
0	- Professional Consulting Fees		0	0
(434,324)	- Other		(161,551)	(352,683)
(6,450)	Utilities		0	(6,611)
(13,880)	Insurance		(12,354)	(21,089)
0	Goods and Services Tax		(2,171)	0
(186,390)	Other		(172,311)	(191,050)
(\$1,366,967)			(\$928,929)	(\$1,313,803)
	RECEIPTS			
2,000	Contributions and Donations Reimbursements		0	2,050
1,092,082	Interest Received		1,186,884	1,016,710
0	Other		33,702	0
\$1,094,082			\$1,220,586	\$1,018,760
(\$272,885)	Net Cash flows from Operating Activities	9	\$291,657	(\$295,043)
	Cash flows from investing activities			
	Payments			
(66,000)	Purchase Plant and Equipment		(63,101)	0
(16,000)	Purchase Furniture and Equipment		0	(15,000)
0	Financial Assets at Amortised Cost		8,144,620	0
	Receipts			
45,000	Disposal of Plant and Equipment		40,909	0
(\$37,000)			\$8,122,428	(\$15,000)
	Members Equity			
	Payments			
(21,277,191)	- Development of Land for Resale		(5,323,538)	(16,343,068)
(209,337)	-Contribution to be Returned		(642,826)	(154,491)
(4,000,000)	-Change in Contributed Equity		(4,000,000)	(3,000,000)
0	-Capital Returned		0	0
(\$25,486,528)			(\$9,966,364)	(\$19,497,559)
	Receipts			
14,405,835	-Income Sale of Lots -Subdivision		8,461,563	9,073,874
1,950,000	-Income Other -Subdivision		1,477,038	0
\$16,355,835			\$9,938,601	\$9,073,874
(\$9,167,693)	Net cash flows from investing activities		\$8,094,665	(\$10,438,685)
	Cash flows from financing activities			
\$0	Net cash flows from financing activities		\$0	\$0
(\$9,440,578)	Net (decrease)/increase in cash held		\$8,386,322	(\$10,733,728)
43,846,407	Cash at the Beginning of Reporting Period		32,823,679	41,210,001
\$34,405,829	Cash at the End of Reporting Period	5	\$41,210,001	\$30,476,273

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

**TAMALA PARK REGIONAL COUNCIL
NOTES TO AND FORMING PART OF THE ANNUAL BUDGET
FOR THE YEAR ENDING 30TH JUNE 2020**

1 SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies which have been adopted in the preparation of this annual budget are:

(a) Basis of Preparation

The annual budget has been prepared in accordance with the applicable Australian Accounting Standards (as they apply to local governments and not-for-profit entities), other authoritative pronouncements of the Australian Accounting Standards Board, the Local Government Act 1995 (as amended) and accompanying regulations. Material accounting policies which have been adopted in the preparation of this budget are presented below and have been consistently applied unless stated otherwise.

Except for cashflow and rate setting information, the budget has also been prepared on the accrual basis and is based on historical transactions.

(b) The Local Government Reporting Entity

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

In the process of reporting on the local government as a single unit, all transactions and balances between those funds (for example, loans and transfers between Funds) have been eliminated.

All monies held in the Trust Fund are excluded from the annual budget, but a separate budget of those appears at Note 10.

(c) Goods and Services Tax

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

Receivables and payables are stated inclusive of GST receivable or payable. The net amount of GST recoverable from, or payable to the Australian Taxation Office 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.

(d) Cash and Cash Equivalents

Cash and cash equivalents comprise of cash at bank and in hand and short term deposits and which are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

For the purposes of the Cash Flow Statement, cash and cash equivalents consist of cash and cash equivalents as defined above, net of outstanding bank overdrafts. Bank overdrafts are included as short-term borrowings in current liabilities.

(e) 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 goods sold and services performed in the ordinary course of business.

Receivables expected to be collected within 12 months of the end of the reporting period are classified as current assets. All other receivables are classified as non-current assets.

Collectability of trade and other receivables is reviewed on an ongoing basis. Debts that are known to be uncollectible are written off when identified. An allowance for doubtful debts is raised when there is objective evidence that they will not be collectible.

**TAMALA PARK REGIONAL COUNCIL
NOTES TO AND FORMING PART OF THE ANNUAL BUDGET
FOR THE YEAR ENDING 30TH JUNE 2020**

1 SIGNIFICANT ACCOUNTING POLICIES (Continued)

(f) Inventories

General

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

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

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

(g) Depreciation of Non-Current Assets

Depreciation

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

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

Furniture and Equipment	4 to 10 years
Plant and Equipment	5 to 12 years
Improvements to Leasehold Property	8 years

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.

Capitalisation Threshold

Expenditure on items of equipment under \$5,000 is not capitalised. Rather, it is recorded on an asset inventory listing.

(h) Trade and Other Payables

Trade and other payables represent liabilities for goods and services provided to the Council prior to the end of the financial year that are unpaid and arise when the Council becomes obliged to make future payments in respect of the purchase of these goods and services. The amounts are unsecured and recognised as a current liability and are usually paid within 30 days of recognition.

**TAMALA PARK REGIONAL COUNCIL
NOTES TO AND FORMING PART OF THE ANNUAL BUDGET
FOR THE YEAR ENDING 30TH JUNE 2020**

1 SIGNIFICANT ACCOUNTING POLICIES (Continued)

(i) Employee Benefits

Short-Term Employee Benefits

Provision is made for the 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 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 statement of financial position. The Council's obligations for employees' annual leave and long service leave entitlements are recognised as provisions in the statement of financial position.

Other Long-Term Employee Benefits

Provision is made for employees' long service leave and annual leave entitlements not expected to be settled wholly within 12 months after the end of the annual reporting period in which the employees render the related service. Other long-term employee benefits 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 or 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 Council's obligations for long-term employee benefits are presented as non-current provisions in its statement of financial position, except where the 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.

(j) 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.

(k) Provisions

Provisions are recognised when the 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.

**TAMALA PARK REGIONAL COUNCIL
NOTES TO AND FORMING PART OF THE ANNUAL BUDGET
FOR THE YEAR ENDING 30TH JUNE 2020**

1 SIGNIFICANT ACCOUNTING POLICIES (Continued)

(l) Leases

Leases of fixed assets where substantially all the risks and benefits incidental to the ownership of the asset, but not legal ownership, are transferred to the Council, are classified as finance leases.

Finance leases are capitalised recording an asset and a liability at the lower amounts equal to the fair value of the leased property or the present value of the minimum lease payments, including any guaranteed residual values. Lease payments are allocated between the reduction of the lease liability and the lease interest expense for the period.

Leased assets are depreciated on a straight line basis over the shorter of their estimated useful lives or the lease term.

Lease payments for operating leases, where substantially all the risks and benefits remain with the lessor, are charged as expenses in the periods in which they are incurred.

Lease incentives under operating leases are recognised as a liability and amortised on a straight line basis over the life of the lease term.

(m) Investment in Associates

An associate is an entity over which the Council has significant influence. Significant influence is the power to participate in the financial operating policy decisions of that entity but is not control or joint control of those policies. Investments in associates are accounted for in the financial statements by applying the equity method of accounting, whereby the investment is initially recognised at cost and adjusted thereafter for the post-acquisition change in the Council's share of net assets of the associate. In addition, the Council's share of the profit or loss of the associate is included in the Council's profit or loss.

The carrying amount of the investment includes, where applicable, goodwill relating to the associate. Any discount on acquisition, whereby the Council's share of the net fair value of the associate exceeds the cost of investment, is recognised in profit or loss in the period in which the investment is acquired.

Profits and losses resulting from transactions between the Council and the associate are eliminated to the extent of the Council's interest in the associate.

When the Council's share of losses in an associate equals or exceeds its interest in the associate, the Council discontinues recognising its share of further losses unless it has incurred legal or constructive obligations or made payments on behalf of the associate. When the associate subsequently makes profits, the Council will resume recognising its share of those profits once its share of the profits equals the share of the losses not recognised.

(n) Interests in Joint Arrangements

Joint arrangements represent the contractual sharing of control between parties in a business venture where unanimous decisions about relevant activities are required.

Separate joint venture entities providing joint venturers with an interest to net assets are classified as a joint venture and accounted for using the equity method.

Joint venture operations represent arrangements whereby joint operators maintain direct interests in each asset and exposure to each liability of the arrangement. The Council's interests in the assets, liabilities, revenue and expenses of joint operations are included in the respective line items of the financial statements. Information about the joint ventures is set out in Note 22.

**TAMALA PARK REGIONAL COUNCIL
NOTES TO AND FORMING PART OF THE ANNUAL BUDGET
FOR THE YEAR ENDING 30TH JUNE 2020**

1 SIGNIFICANT ACCOUNTING POLICIES (Continued)

(o) Revenue Recognition

Rates, grants, donations and other contributions are recognised as revenues when the local government obtains control over the assets comprising the contributions.

Control over assets acquired from rates is obtained at the commencement of the rating period or, where earlier, upon receipt of the rates.

(p) Superannuation

The Council contributes to a number of Superannuation Funds on behalf of employees. All funds to which the Council contributes are defined contribution plans.

(q) Current and Non-Current Classification

In the determination of whether an asset or liability is current or non-current, consideration is given to the time when each asset or liability is expected to be settled. The asset or liability is classified as current if it is expected to be settled within the next 12 months, being the Council's operational cycle. In the case of liabilities where the Council 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 even if not expected to be realised in the next 12 months except for land held for sale where it is held as non-current based on the Council's intentions to release for sale.

(r) Rounding Off Figures

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

(s) Comparative Figures

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

(t) Critical Accounting Estimates

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

The estimates and associated assumptions are based on the historical experience and various other factors that are believed to be reasonable under the circumstances, the result 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.

(u) Budget Comparative Figures

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

(v) 2018/19 Actual Balances

Balances shown in the budget as 2018/19 Actual are as forecast at the time of budget preparation and are subject to final adjustments.

**TAMALA PARK REGIONAL COUNCIL
NOTES TO AND FORMING PART OF THE ANNUAL BUDGET
FOR THE YEAR ENDING 30TH JUNE 2020**

2 OPERATING, REVENUES AND EXPENSES

The Operating Revenue and Expenses as reported in the Annual Budget includes:

Adopted Budget 2018/19		Actual 2018/19	Adopted Budget 2019/20
\$		\$	\$
	Charging as Expense		
25,381	Depreciation on Non-Current Assets	10,564	25,578
10,450	Auditors Remuneration	8,789	10,711
<u>35,831</u>	Depreciation on Non-Current Assets	<u>19,353</u>	<u>36,289</u>
	Crediting as Revenue		
(1,760)	Profit/(Loss) on Sale of Non-Current Assets	(5,851)	0
2,000	Other Revenue	12,790	2,050
1,040,633	Interest Earnings	1,186,884	966,153
<u>1,040,873</u>		<u>1,186,884</u>	<u>968,203</u>

3 DESCRIPTION OF FUNCTIONS/ACTIVITIES

The principal activities of the Council covers the provisions of general purpose funding, governance and other property services as permitted under the Description of Programs

General Purpose Funding

Interest Received on Investments.

Governance

Member of Council Allowances and Reimbursements, and Administration Expenses.

Other Property and Services

Other Unclassified Activities.

Statement of Objective

The Regional Council has a specific regional purpose which is:

- a) To undertake, in accordance with the objectives, the rezoning, subdivision, development, marketing and sale of the land, comprising the developable portion of lot 118 Mindarie (now Lot 9504); and
- b) To carry out and do all other acts and things which are reasonably necessary for bringing into effect of the matters referred to in paragraph (a)

The objectives of the Regional council are:

1. To develop and improve the value of the land.
2. To maximise, with prudent risk parameters, the financial return to the Participants.
3. To balance economic, social and environmental issues, and
4. To produce a quality development demonstrating the best urban design and development practice.

**TAMALA PARK REGIONAL COUNCIL
NOTES TO AND FORMING PART OF THE ANNUAL BUDGET
FOR THE YEAR ENDING 30TH JUNE 2020**

4 OPERATING REVENUES AND EXPENSES

Operating expenses and revenues classified according to nature and type.

Adopted Budget 2018/19		Actual 2018/19	Adopted Budget 2019/20
\$		\$	\$
	Operating Expenses		
(725,924)	Employee Costs	(610,217)	(742,371)
0	Materials and Contracts		
(404,895)	Professional Consulting fees	0	0
(6,450)	Other	(168,627)	(312,966)
(25,381)	Utility Charges (Gas, Electricity, Water, etc)	0	(6,611)
(1,760)	Depreciation on Non-Current Assets	(10,564)	(25,578)
(13,879)	Loss on Asset Disposals	(5,851)	0
(186,391)	Insurance Expenses	(12,354)	(21,089)
(1,364,680)	Other Expenses	(372,312)	(191,050)
	Agrees with Statement of Comprehensive Income	(1,179,925)	(1,299,665)
	Operating Revenues		
1,040,633	Interest Earnings	1,186,883	966,153
2,000	Contributions and Donations Reimbursements	0	2,050
0	Profit on Asset Disposals	0	0
0	Other	12,790	0
1,042,633	Agrees with Statement of Comprehensive Income	1,199,673	968,203
	Net Result	19,748	(331,462)
	Other Comprehensive Income		
0	Changes on Revaluation of Non - Current Assets	0	0
(322,047)	Total Comprehensive Income	19,748	(331,462)

5 CASH

Adopted Budget 2018/19		Actual 2018/19	Adopted Budget 2019/20
\$		\$	\$
0	Cash on Hand	0	0
34,405,829	Cash at Bank	41,210,001	30,476,273
0	Investments	0	0
34,405,829	Represented by:-	41,210,001	30,476,273
0	Restricted	0	0
34,405,829	Unrestricted	41,210,001	30,476,273
34,405,829		41,210,001	30,476,273

6 DISPOSAL OF ASSETS

(A) DISPOSAL OF ASSETS BY CLASS

Asset by Class	Proceeds Sale of Assets	Written Down Value	Gain/(Loss) on Disposal
	\$	\$	\$
Furniture and Equipment	0	0	0
Land and Buildings	0	0	0
Plant and Equipment	0	0	0
TOTAL BY CLASS OF ASSETS	0	0	0

**TAMALA PARK REGIONAL COUNCIL
NOTES TO AND FORMING PART OF THE ANNUAL BUDGET
FOR THE YEAR ENDING 30TH JUNE 2020**

(B) DISPOSAL OF ASSETS BY PROGRAM

	Proceeds Sale of Assets	Written Down Value	Gain/(Loss) on Disposal
	\$	\$	\$
Other Property and Services	0	0	0
TOTAL BY PROGRAM	0	0	0

(C) BORROWING COSTS INCURRED AND CAPITALISED AS PART OF A QUALIFYING ASSET

No Borrowing Costs were incorporated in the Annual Budget as Assets purchased are to be funded from General Purpose Funding.

7 BORROWINGS INFORMATION

(a) Loans Raised in Financial Year

No Loans are anticipated to be raised during the year:

(b) Loan Repayments

No Loans Repayments anticipated to be raised during the year:

(a) Overdraft

The Regional Council has no overdraft facility and it is not anticipated such a facility will be required during the year ended 30 June 2020

8 RESERVES

The Regional Council has no Reserve Accounts set aside for specific purposes and does not intend to set aside any cash

9 CASH FLOW INFORMATION

Reconciliation of cash flows with change in net result from operations.

For the purpose of the Cash Flow Statement, cash includes cash on hand and in or at call deposits with Banks or Financial Institutions.

Adopted Budget 2018/19		Actual 2018/19	Adopted Budget 2019/20
\$		\$	\$
	Change in net result from operations		
(322,047)	Net Result	19,748	(331,462)
25,381	Depreciation	10,564	25,578
1,760	(Profit) loss on sale of Fixed Assets	5851	0
	Change in Assets and Liabilities		
0	Increase/(Decrease) in Provisions - Employee Entitlements	16,464	0
0	Increase/Decrease in Receivables	200,000	0
51,449	Increase/(Decrease) in Receivables	18,742	50,557
(29,428)	Increase/(Decrease) in Payables	20,288	(39,716)
(272,885)	Cash flows from Operations	291,657	(295,043)
6,000	Credit Card Facility	6,000	6,000
0	Amount Utilised	(612)	0
6,000	Unused Facility available	5,388	6,000

**TAMALA PARK REGIONAL COUNCIL
NOTES TO AND FORMING PART OF THE ANNUAL BUDGET
FOR THE YEAR ENDING 30TH JUNE 2020**

10 TRUST FUND INFORMATION

The Regional Council has no funds held in Trust on behalf of third parties.

11 INVESTMENTS

Earnings from Investments is summarised as follows:

Adopted Budget 2018/19 \$		Actual 2018/19 \$	Adopted Budget 2019/20 \$
1,040,633	General Account	1,186,884	966,153
<u>1,040,633</u>	TOTAL	<u>1,186,884</u>	<u>966,153</u>

12 COUNCIL MEMBERS - FEES, EXPENSES AND ALLOWANCES

The 2019/2020 Budget provides for the following:

Adopted Budget 2018/19 \$		Actual 2018/19 \$	Adopted Budget 2019/20 \$
	- Annual Attendance Fee		
139,303	- Elected Members Remuneration	132,339	142,786
	- Telecommunication, Travel, and Information Technology Allowance		
0	- Telecommunication	0	0
0	- Information Technology	0	0
0	- Travel Expenses	0	0
	- Annual Local Government Allowance		
20,870	- Chairman	19,864	21,391
5,217	- Deputy Chairman	4,966	5,348

13 DEPRECIATION ON NON-CURRENT ASSETS

The Depreciation charge included in the Annual Budget is summarised as follows:

BY PROGRAM

Adopted Budget 2018/19 \$		Actual 2018/19 \$	Adopted Budget 2019/20 \$
25,381	Other Property and Services	10,564	25,578
<u>25,381</u>	TOTAL	<u>10,564</u>	<u>25,578</u>

**TAMALA PARK REGIONAL COUNCIL
NOTES TO AND FORMING PART OF THE ANNUAL BUDGET
FOR THE YEAR ENDING 30TH JUNE 2020**

13 DEPRECIATION ON NON-CURRENT ASSETS

BY CLASS

Adopted Budget 2018/19		Actual 2018/19	Adopted Budget 2019/20
<u>\$</u>		<u>\$</u>	<u>\$</u>
6,432	Furniture and Equipment	1,642	1,512
5,539	Improvements to Leasehold Property	1,911	11,446
13,410	Plant and Equipment	7011	12,620
25,381	TOTAL	10,564	25,578

14 ACQUISITION OF ASSETS

The following assets are anticipated to be acquired during the year:

BY PROGRAM

Adopted Budget 2018/19		Actual 2018/19	Adopted Budget 2019/20
<u>\$</u>		<u>\$</u>	<u>\$</u>
	Other Property and Service		
16,000	Office Equipment	0	15,000
66,000	Motor Vehicle	63,101	0
82,000		63,101	15,000

Adopted Budget 2018/19		Actual 2018/19	Adopted Budget 2019/20
<u>\$</u>		<u>\$</u>	<u>\$</u>
0	Land and Buildings	0	0
66,000	Plant and Equipment	63,101	0
16,000	Furniture and Equipment	0	15,000
82,000		63,101	15,000

15 FEES AND CHARGES INFORMATION

In accordance with Financial Management Regulation 25, the estimates of total revenue from Fees and Charges for each program is summarised as follows:

No fees and charges are to be raised during the year ended 30 June 2020

16 RATING INFORMATION

A Regional Council does not impose rates

17 SPECIFIED AREA RATE

No specified area rates will be levied during the year 2019/20

18 SERVICE CHARGES

No specified area rates will be imposed during the year 2019/20

**TAMALA PARK REGIONAL COUNCIL
NOTES TO AND FORMING PART OF THE ANNUAL BUDGET
FOR THE YEAR ENDING 30TH JUNE 2020**

19 INFORMATION ABOUT DISCOUNTS, INCENTIVES, CONCESSIONS AND WRITE OFFS

The Regional Council does not anticipate to offer discounts, incentives, concessions or write-offs

20 INTEREST CHARGES FOR THE LATE PAYMENT OF RATES CHARGES

Pursuant to Section 6.51 of the Local Government Act and Financial Management Regulation 27(a) the Regional Council will not impose an interest charge .

21 MAJOR LAND TRANSACTIONS

The project is undertaken on behalf of the TPRC's seven participating councils. The Establishment Agreement details the following:

(a) 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) The land owned from time to time by the participants jointly or by the TPRC:

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

(c) Revenue and Expenditure associated with the Project:

Adopted Budget 2018/19	Rezoning,Subdivision, Development and Sale of land	Actual 2018/19	Adopted Budget 2019/20
\$		\$	\$
	Revenue		
4,921,356	Participants Equity	0	7,269,194
16,355,835	Sale of Lots	9,938,601	9,073,874
21,277,191		9,938,601	16,343,068
	Expenditure		
16,373,346	Land Development Costs	3,724,830	13,522,803
627,487	Consultancy Fees	290,615	575,247
494,000	Sales and Marketing	297,468	350,000
3,734,358	Selling Expenses	990,941	1,795,018
48,000	Other	19,684	100,000
0	Participants Equity	4,615,063	0
21,277,191		9,938,601	16,343,068

22 JOINT VENTURE

The Regional Council does not anticipate any joint venture

23 TRADING UNDERTAKINGS

The Regional Council does not anticipate any trading undertakings.

24 CAPITAL AND LEASING COMMITMENTS

Council does not have any Capital and Leasing Commitments.

**TAMALA PARK REGIONAL COUNCIL
NOTES TO AND FORMING PART OF THE ANNUAL BUDGET
FOR THE YEAR ENDING 30TH JUNE 2020**

25 FINANCIAL INSTRUMENTS

(a) Interest Rate Risk

The following table details the Regional Council exposure to interest rate risks projected to 30th June 2020.

	Average Interest %	Variable Interest Rate \$	Fixed Interest Rate Less than 1 year \$	Maturity 1 to 5 years \$	Non Interest Bearing \$	Total \$
Financial Assets						
Cash on Hand						0
Cash	2.00	0	30,476,273			30,476,273
Trade Receivables					50,000	50,000
		<u>0</u>	<u>30,476,273</u>	<u>0</u>	<u>50,000</u>	<u>30,526,273</u>
Financial Liabilities						
Creditors and Provisions					256,569	256,569
		<u>0</u>	<u>0</u>	<u>0</u>	<u>256,569</u>	<u>256,569</u>

(b) Regional Council does not have any material credit risk exposure to any single debtor under any financial instruments entered into.

(c) The aggregate net fair values and carry amounts of financial assets and financial liabilities are disclosed in the notes to and forming part of the Annual Budget.

26 POSITION AT COMMENCEMENT OF FINANCIAL YEAR

Determination of opening funds:

Adopted Budget 2018/19 \$		Actual 2018/19 \$	Adopted Budget 2019/20 \$
	Current Assets		
0	Cash On Hand	0	0
34,405,829	Cash at Bank	41,210,001	30,476,273
200,000	Receivables	100,557	50,000
0	Other Financial Assets	3,010,258	3,010,258
<u>34,605,829</u>		<u>44,320,816</u>	<u>33,536,531</u>
	LESS CURRENT LIABILITIES		
20,000	Payables	69,717	30,000
240,676	Provisions - Employees Entitlements	256,569	256,569
<u>260,676</u>		<u>326,286</u>	<u>286,569</u>
<u>34,345,153</u>	SURPLUS OF CURRENT ASSETS OVER CURRENT LIABILITIES	<u>43,994,530</u>	<u>33,249,962</u>

27 MEMBER COUNCILS' EQUITY IN THE TAMALA PARK REGIONAL COUNCIL

Adopted Budget 2018/19 \$		Actual 2018/19 \$	Adopted Budget 2019/20 \$
	Members Equity		
45,732,329	Accumulated surplus	45,720,109	45,712,094
(322,047)	Total Comprehensive Income	19,748	(331,462)
(4,921,356)	Change in Contributed Equity	4,615,063	(7,269,194)
(4,209,337)	Contribution Returned	(4,642,826)	(3,154,491)
<u>36,279,589</u>	Total Equity	<u>45,712,094</u>	<u>34,956,947</u>
	Share		
3,023,299	Town of Cambridge	3,809,341	2,913,079
6,046,598	City of Joondalup	7,618,682	5,826,158
3,023,299	City of Perth	3,809,341	2,913,079
12,093,196	City of Stirling	15,237,365	11,652,316
3,023,299	Town of Victoria Park	3,809,341	2,913,079
3,023,299	Town of Vincent	3,809,341	2,913,079
6,046,598	City of Wanneroo	7,618,682	5,826,158
<u>36,279,589</u>		<u>45,712,094</u>	<u>34,956,947</u>

**Tamala Park Regional Council
Annual Budget 2019-2020**

Details By function Under The Following Programme Titles
And Type Of Activities Within The Programme

	ACTUAL 2018-19		Adopted Budget 2018-2019		Adopted Budget 2019-2020	
	Income	Expenditure	Income	Expenditure	Income	Expenditure
Proceeds Sale of Assets						
00000 Proceeds Sale of Assets - Motor Vehicle CEO	(\$40,909)	\$0	(\$45,000)	\$0	\$0	\$0
Written Down Value						
00000 Written Down Value - Motor Vehicle CEO	\$0	\$46,760	\$0	\$46,760	\$0	\$0
Sub Total - GAIN/LOSS ON DISPOSAL OF ASSET	(\$40,909)	\$46,760	(\$45,000)	\$46,760	\$0	\$0
Total - GAIN/LOSS ON DISPOSAL OF ASSET	(\$40,909)	\$46,760	(\$45,000)	\$46,760	\$0	\$0
ABNORMAL ITEMS						
Sub Total - ABNORMAL ITEMS	\$0	\$0	\$0	\$0	\$0	\$0
Total - ABNORMAL ITEMS	\$0	\$0	\$0	\$0	\$0	\$0
Total - OPERATING STATEMENT	(\$40,909)	\$46,760	(\$45,000)	\$46,760	\$0	\$0
OTHER GENERAL PURPOSE FUNDING						
OPERATING EXPENDITURE						
Sub Total - OTHER GENERAL PURPOSE FUNDING OP/EXP	\$0	\$0	\$0	\$0	\$0	\$0
OPERATING INCOME						
I032030 · Interest on Investment	(\$1,186,884)	\$0	(\$1,040,633)	\$0	(\$966,153)	\$0
Sub Total - OTHER GENERAL PURPOSE FUNDING OP/INC	(\$1,186,884)	\$0	(\$1,040,633)	\$0	(\$966,153)	\$0
Total - OTHER GENERAL PURPOSE FUNDING	(\$1,186,884)	\$0	(\$1,040,633)	\$0	(\$966,153)	\$0
Total - GENERAL PURPOSE FUNDING	(\$1,186,884)	\$0	(\$1,040,633)	\$0	(\$966,153)	\$0
GOVERNANCE						
MEMBERS OF COUNCIL						
OPERATING EXPENDITURE						
E041005 · Chairman Allowance	\$0	\$19,864	\$0	\$20,870	\$0	\$21,391
E041010 · Deputy Chair Allowance	\$0	\$4,966	\$0	\$5,217	\$0	\$5,348
E041018 · Composite Allowance	\$0	\$130,687	\$0	\$137,303	\$0	\$140,736
E041019 · Alternative Member Meeting Fee	\$0	\$1,652	\$0	\$2,000	\$0	\$2,050
E041020 · Conference Expenses	\$0	\$7,835	\$0	\$10,500	\$0	\$10,763
E041030 · Other Costs	\$0	\$7,042	\$0	\$10,500	\$0	\$10,763
Sub Total - MEMBERS OF COUNCIL OP/EXP	\$0	\$172,046	\$0	\$186,390	\$0	\$191,050
OPERATING INCOME						
Sub Total - MEMBERS OF COUNCIL OP/INC	\$0	\$0	\$0	\$0	\$0	\$0
Total - GOVERNANCE	\$0	\$172,046	\$0	\$186,390	\$0	\$191,050
Total - GOVERNANCE	\$0	\$172,046	\$0	\$186,390	\$0	\$191,050
OTHER PROPERTY AND SERVICES						
SALARIES AND WAGES						
OPERATING EXPENDITURE						
New · Gross Total Salaries and Wages	\$0	\$533,533	\$0	\$610,598	\$0	\$631,969
New · Gross Total Salaries and Wages Allocated	\$0	(\$533,533)	\$0	(\$610,598)	\$0	(\$631,969)
Sub Total - SALARIES AND WAGES OP/EXP	\$0	\$0	\$0	\$0	\$0	\$0
Total - SALARIES AND WAGES	\$0	\$0	\$0	\$0	\$0	\$0
UNCLASSIFIED						
OPERATING EXPENDITURE						
Administration						
E145005 · Salaries - Basic Costs	\$0	\$533,533	\$0	\$610,598	\$0	\$631,969
E145007 · Salaries Occ. Superannuation	\$0	\$43,374	\$0	\$58,007	\$0	\$60,037
E145011 · Advertising Staff Vacancies	\$0	\$704	\$0	\$5,519	\$0	\$5,657
E145015 · Insurance W/comp.	\$0	\$8,819	\$0	\$9,000	\$0	\$8,250
E145017 · Medical Exam. Costs	\$0	\$20	\$0	\$300	\$0	\$308
E145019 · Staff Training & Dev.	\$0	\$1,749	\$0	\$5,000	\$0	\$5,000
E145020 · Conference Expenses	\$0	\$4,477	\$0	\$10,000	\$0	\$10,000
E145024 · Travel Expenses CEO	\$0	\$991	\$0	\$5,000	\$0	\$5,000

**Tamala Park Regional Council
Annual Budget 2019-2020**

Details By function Under The Following Programme Titles
And Type Of Activities Within The Programme

	ACTUAL 2018-19		Adopted Budget 2018-2019		Adopted Budget 2019-2020	
	Income	Expenditure	Income	Expenditure	Income	Expenditure
E145025 · Other Accom & Property Costs	\$0	\$33,662	\$0	\$43,000	\$0	\$44,075
E145027 · Advertising General	\$0	\$632	\$0	\$16,557	\$0	\$5,000
E145029 · Advertising Public/Statutory	\$0	\$0	\$0	\$5,000	\$0	\$0
E145031 · Graphics Consumables	\$0	\$0	\$0	\$5,000	\$0	\$2,000
E145033 · Photocopying	\$0	\$780	\$0	\$2,000	\$0	\$2,050
E145037 · Postage, Courier & Freight	\$0	\$473	\$0	\$1,200	\$0	\$1,200
E145039 · Printing	\$0	\$0	\$0	\$5,000	\$0	\$2,000
E145043 · Stationery	\$0	\$1,024	\$0	\$2,000	\$0	\$2,000
E145045 · Other Admin Expenses	\$0	\$1,881	\$0	\$5,000	\$0	\$5,000
E145047 · Office Telephones & Faxes	\$0	\$161	\$0	\$2,000	\$0	\$2,000
E145049 · Mobil Phones, Pages, Radios	\$0	\$0	\$0	\$2,000	\$0	\$2,000
E145053 · Bank Charges	\$0	\$216	\$0	\$2,208	\$0	\$2,263
E145055 · Credit Charges	\$0	\$90	\$0	\$200	\$0	\$205
E145057 · Audit Fees	\$0	\$8,789	\$0	\$10,450	\$0	\$10,711
E145059 · Membership Fees	\$0	\$6,383	\$0	\$7,880	\$0	\$8,077
E145061 · Legal Expenses (General)	\$0	\$20,930	\$0	\$20,000	\$0	\$20,000
E145069 · Valuation Fees	\$0	\$0	\$0	\$30,000	\$0	\$20,000
E145075 · Promotions	\$0	\$140	\$0	\$10,000	\$0	\$8,000
E145077 · Business Hospitality Expenses	\$0	\$629	\$0	\$20,000	\$0	\$10,000
E145079 · Consultancy	\$0	\$16,020	\$0	\$20,000	\$0	\$20,000
E145082 · Lawyers	\$0	\$0	\$0	\$30,000	\$0	\$0
E145083 · Research	\$0	\$0	\$0	\$25,000	\$0	\$20,000
E145100 · Safety Clothes and Equipment	\$0	\$294	\$0	\$1,000	\$0	\$1,000
E145086 · Probity Auditor	\$0	\$0	\$0	\$15,000	\$0	\$0
E145087 · Computer Software Mtce	\$0	\$690	\$0	\$5,125	\$0	\$5,000
E145088 · Accounting Management	\$0	\$39,928	\$0	\$50,000	\$0	\$51,250
E145089 · Computer Software Purchase	\$0	\$12,371	\$0	\$20,000	\$0	\$20,500
E145091 · Computer Sundries	\$0	\$0	\$0	\$5,125	\$0	\$5,000
E145092 · Data Communication Links	\$0	\$0	\$0	\$5,000	\$0	\$5,000
E145093 · Internet Provider Costs	\$0	\$9,791	\$0	\$7,500	\$0	\$7,688
E145094 · Plant & Equipment Purchase Non-Capital	\$0	\$1,986	\$0	\$2,000	\$0	\$2,000
E145095 · Furniture & Equipment Purchase	\$0	\$0	\$0	\$5,000	\$0	\$5,000
E145097 · Hire of Equipment	\$0	\$239	\$0	\$2,000	\$0	\$1,500
E145099 · Vehicle Operating Expense	\$0	\$4,438	\$0	\$6,000	\$0	\$6,150
E145013 · Fringe Benefit Tax -Motor Vehicle	\$0	\$4,718	\$0	\$16,500	\$0	\$10,000
E145101 · Consumable Stores	\$0	\$803	\$0	\$1,000	\$0	\$1,025
E145103 · Newspapers & Periodicals	\$0	\$0	\$0	\$200	\$0	\$205
E145105 · Publications & Brochures	\$0	\$86	\$0	\$500	\$0	\$500
E145107 · Subscriptions	\$0	\$0	\$0	\$500	\$0	\$513
E145109 · Parking Expenses	\$0	\$110	\$0	\$200	\$0	\$205
E145113 · Emergency Services	\$0	\$0	\$0	\$10,250	\$0	\$10,000
E145117 · Electricity	\$0	\$0	\$0	\$6,450	\$0	\$6,611
E145121 · Insurance - Public Liability	\$0	\$2,781	\$0	\$2,781	\$0	\$2,894
E145123 · Insurance - Property (ISR)	\$0	\$5,986	\$0	\$7,331	\$0	\$12,948
E145126 · Insurance - Personal Accident	\$0	\$1,275	\$0	\$1,275	\$0	\$1,403
E145127 · Insurance - Other	\$0	\$2,492	\$0	\$2,492	\$0	\$3,844
E145222 · Depreciation	\$0	\$10,564	\$0	\$25,381	\$0	\$25,578
E145452 · Recruitment_Human Resources	\$0	\$18,000	\$0	\$0	\$0	\$0
0000000- Record Management Consultancy	\$0	\$0	\$0	\$10,000	\$0	\$10,000
0000000- Revaluation Adjustment -Land	\$0	\$200,000	\$0	\$0	\$0	\$0
Sub Total - UNCLASSIFIED OP/EXP	\$0	\$1,002,028	\$0	\$1,176,530	\$0	\$1,108,615
OPERATING INCOME						
I145012 · Reimbursements	(\$12,790)	\$0	(\$2,000)	\$0	(\$2,050)	\$0
I145012 · Income Other	\$0	\$0	\$0	\$0	\$0	\$0
Sub Total - UNCLASSIFIED OP/INC	(\$12,790)	\$0	(\$2,000)	\$0	(\$2,050)	\$0
Total - UNCLASSIFIED	(\$12,790)	\$1,002,028	(\$2,000)	\$1,176,530	(\$2,050)	\$1,108,615
Total - OTHER PROPERTY AND SERVICES	(\$12,790)	\$1,002,028	(\$2,000)	\$1,176,530	(\$2,050)	\$1,108,615
			(\$1,087,633)	\$1,409,680	(\$968,203)	\$1,299,665
MEMBERS EQUITY						
EXPENDITURE						
Contribution Refund	\$0	\$642,826	\$0	\$209,337	\$0	\$154,491
Profit Distributions	\$0	\$4,000,000	\$0	\$4,000,000	\$0	\$3,000,000
Sub Total - MEMBERS EQUITY	\$0	\$4,642,826	\$0	\$4,209,337	\$0	\$3,154,491
INCOME						
I145011 · Income Sale on Lots	(\$8,461,563)	\$0	(\$14,405,835)	\$0	(\$9,073,874)	\$0
I145012 · Income Other	(\$1,477,038)	\$0	(\$1,950,000)	\$0	\$0	\$0
Sub Total - MEMBERS EQUITY	(\$9,938,601)	\$0	(\$16,355,835)	\$0	(\$9,073,874)	\$0
Total - MEMBERS EQUITY	(\$9,938,601)	\$0	(\$16,355,835)	\$4,209,337	(\$9,073,874)	\$3,154,491

**Tamala Park Regional Council
Annual Budget 2019-2020**

Details By function Under The Following Programme Titles
And Type Of Activities Within The Programme

	ACTUAL 2018-19		Adopted Budget 2018-2019		Adopted Budget 2019-2020	
	Income	Expenditure	Income	Expenditure	Income	Expenditure
Total - MEMBERS EQUITY	(\$9,938,601)	\$4,642,826	(\$16,355,835)	\$4,209,337	(\$9,073,874)	\$3,154,491
SURPLUS						
New (Surplus) / Deficit - Brought Forward	(\$43,807,752)	\$0	(\$43,807,751)	\$0	(\$43,994,530)	\$0
New (Surplus) / Deficit - Carried Forward	\$0	\$43,994,530	\$0	\$34,345,153	\$0	\$33,249,962
Sub Total - SURPLUS C/FWD	(\$43,807,752)	\$43,994,530	(\$43,807,751)	\$34,345,153	(\$43,994,530)	\$33,249,962
Total - SURPLUS	(\$43,807,752)	\$43,994,530	(\$43,807,751)	\$34,345,153	(\$43,994,530)	\$33,249,962
DEPRECIATION						
New · Depreciation Written Back	\$0	(\$10,564)	\$0	(\$25,381)	\$0	(\$25,578)
New · Employee Provisions	\$0	(\$569)	\$0	\$0	\$0	\$0
Movement in Inventory (non - current)	\$0	(\$200,000)	\$0	\$0	\$0	\$0
New · Book Value of Assets Written Back	\$0	(\$46,760)	\$0	(\$46,760)	\$0	\$0
Sub Total - DEPRECIATION WRITTEN BACK	\$0	(\$257,893)	\$0	(\$72,141)	\$0	(\$25,578)
Total - DEPRECIATION	\$0	(\$257,893)	\$0	(\$72,141)	\$0	(\$25,578)
FURNITURE AND EQUIPMENT						
OTHER PROPERTY AND SERVICES						
EXPENDITURE						
E168513 · General Office Equipment	\$0	\$0	\$0	\$10,000	\$0	\$5,000
E168565 · Office Furniture CEO	\$0	\$0	\$0	\$5,000	\$0	\$0
E168566 · Computer Equipment - Server	\$0	\$0	\$0	\$0	\$0	\$10,000
E168524 · Sony Bravia Conference Room TV	\$0	\$0	\$0	\$1,000	\$0	\$0
Sub Total - CAPITAL WORKS	\$0	\$0	\$0	\$16,000	\$0	\$15,000
Total - OTHER PROPERTY AND SERVICES	\$0	\$0	\$0	\$16,000	\$0	\$15,000
Total - FURNITURE AND EQUIPMENT	\$0	\$0	\$0	\$16,000	\$0	\$15,000
LAND AND BUILDINGS						
OTHER PROPERTY AND SERVICES						
EXPENDITURE						
Sub Total - CAPITAL WORKS	\$0	\$0	\$0	\$0	\$0	\$0
Total - OTHER PROPERTY AND SERVICES	\$0	\$0	\$0	\$0	\$0	\$0
Total - LAND AND BUILDINGS	\$0	\$0	\$0	\$0	\$0	\$0
PLANT AND EQUIPMENT						
OTHER PROPERTY AND SERVICES						
EXPENDITURE						
0000000 Motor Vehicle - CEO	\$0	\$63,101	\$0	\$66,000	\$0	\$0
Sub Total - CAPITAL WORKS	\$0	\$63,101	\$0	\$66,000	\$0	\$0
Total - OTHER PROPERTY AND SERVICES	\$0	\$63,101	\$0	\$66,000	\$0	\$0
Total - PLANT AND EQUIPMENT	\$0	\$63,101	\$0	\$66,000	\$0	\$0
INFRASTRUCTURE ASSETS - OTHER						
Land Development Costs						
New-Land & Special Sites Development	\$0	\$347,755	\$0	\$6,022,300	\$0	\$5,221,297
99.4 · Land Develop - Consultants	\$0	\$290,615	\$0	\$627,487	\$0	\$575,247
99.5 · Land Develop - Landscape	\$0	\$1,905,822	\$0	\$4,528,779	\$0	\$2,906,368
99.1 · Land Develop - Infrastructure	\$0	\$177,762	\$0	\$141,182	\$0	\$1,409,141
99.9 · Land Develop - Bulk Earthworks	\$0	\$0	\$0	\$78,905	\$0	\$0
99.2 · Land Develop - Lot Production	\$0	\$596,819	\$0	\$3,600,062	\$0	\$1,930,449
99.6 · Land Develop - Admin Land Dev	\$0	\$618,268	\$0	\$869,990	\$0	\$1,127,427
New-Community Development	\$0	\$78,404	\$0	\$192,500	\$0	\$192,500
New-Contingency	\$0	\$0	\$0	\$827,760	\$0	\$685,621
New-finance	\$0	\$0	\$0	\$86,868	\$0	\$50,000
Debtors /Creditors Movement	\$0	\$0	\$0	\$0	\$0	\$0
Consultancy						
-Env Innovation Consultancies						
-Admin-Operational Consultancies						
E145451 · GST management	\$0	\$5,760	\$0	\$20,000	\$0	\$15,000
E145452 · Recruitment_Human Resources	\$0	\$0	\$0	\$5,000	\$0	\$5,000
Property Development Services						

**Tamala Park Regional Council
Annual Budget 2019-2020**

Details By function Under The Following Programme Titles
And Type Of Activities Within The Programme

	ACTUAL 2018-19		Adopted Budget 2018-2019		Adopted Budget 2019-2020	
	Income	Expenditure	Income	Expenditure	Income	Expenditure
-Property Admin and Approvals						
E145041 · Signage/Decals	\$0	\$0	\$0	\$5,000	\$0	\$5,000
E145042 · Branding/Marketing	\$0	\$0	\$0	\$10,000	\$0	\$10,000
-Mtce Services-Land						
E145204 · Fences/Walls	\$0	\$0	\$0	\$3,000	\$0	\$3,000
E145206 · MtceServices-Land	\$0	\$0	\$0	\$5,000	\$0	\$5,000
-Sales Expenditure						
E145216 · Direct Selling Expenses	\$0	\$990,941	\$0	\$3,734,358	\$0	\$1,795,018
E145218 · Sales and Marketing	\$0	\$297,468	\$0	\$494,000	\$0	\$350,000
-Other Expenditure						
E145029 · Advertising Public/Statutory	\$0	\$6,329	\$0	\$10,000	\$0	\$17,000
E145082 · Lawyers	\$0	\$4,092	\$0	\$10,000	\$0	\$30,000
E145086 · Probity Auditor	\$0	\$3,503	\$0	\$5,000	\$0	\$10,000
Sub Total - CAPITAL WORKS	\$0	\$5,323,538	\$0	\$21,277,191	\$0	\$16,343,068
Total - OTHER	\$0	\$5,323,538	\$0	\$21,277,191	\$0	\$16,343,068
Total - INFRASTRUCTURE ASSETS - OTHER	\$0	\$5,323,538	\$0	\$21,277,191	\$0	\$16,343,068