



ANNUAL BUDGET

2017/2018

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Chairman's Introduction

It gives me great pleasure to present the 2017/2018 Tamala Park Regional Council Annual Budget, which will see the consolidation of works for the subdivision and sale of lots of the Tamala Park Project, which is being marketed as 'Catalina'.

Highlights of the Works program include:

- Civil construction for 190 lots;
- Bulk earthworks completion for Catalina Central Primary School site and the Eastern (Grove) Precinct;
- Significant landscape construction, including Catalina Beach Entry Park;
- Continued Catalina branding and marketing;
- 118 lot sales and 123 lot settlements;
- Construction of the Western Precinct Sewer Pump Station;
- Construction of the Connolly Drive and Aviator Boulevard intersections.

It is anticipated that the local government participants will receive a return of capital in 2017/2018 amounting to \$4,000,000.

The 2017/2018 Budget compiled by the Tamala Park Regional Council progresses the development, subdivision and sales of land for 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 2017/2018 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 2017/2018 continues the civil works and marketing undertaken to date in order to consolidate the Catalina Project. The TPRC Budget 2017/2018 includes a comprehensive marketing program to achieve 118 sales and 123 settlements. The proposed expenditure is detailed in the Budget and accompanying notes.

The major development costs are shown below:

	\$
▪ Land & Special Sites Development	10,889,547
▪ Consultants	827,319
▪ Landscape	11,872,836
▪ Infrastructure	6,583,296
▪ Precinct 1 Bulk	4,388,016
▪ Lot Production	10,835,010
▪ Admin Land Development	1,074,460
▪ Community Development	192,500
▪ Contingency	2,460,212
▪ Finance	960,971
▪ GST Recoupable, Debtors and Creditors Movements	-9,608
▪ Selling Expenses	4,729,937
▪ Sales and Marketing	795,000
	<u>55,599,496</u>

The TPRC Budget 2017/2018 reflects a conservative approach to sale rates and development costs and is within industry practice. It predicts that the TPRC can meet all cashflow obligations from investment income and existing cash funds.

The TPRC Budget 2017/2018 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-17
2. Audit Committee considers draft budget	Aug-17
3. Proposed budget to Council for approval	Aug-17
4. Copy of adopted budget submitted to the Department	Sep-17

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 2017/18 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 2017/18 Annual Budget. These matters have arisen from events occurring in the 2016/17 year resulting in variances between the forecast actual and budgeted results for that year and matters expected to arise in the 2016/17 year. These matters and their financial impact are set out below:

- Budget surplus for the 2016/17 financial year ended 30 June 2017
- 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.

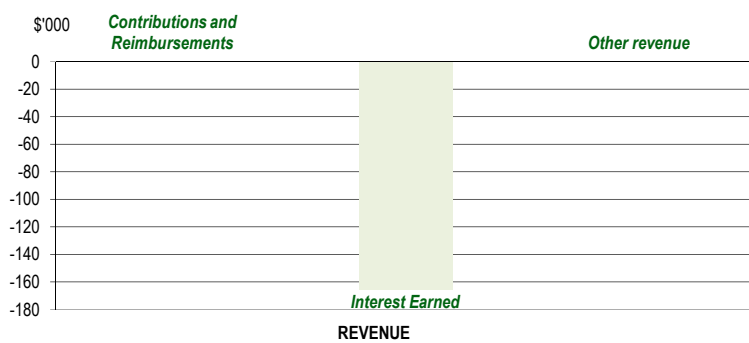
The 2017/18 Annual Budget, which is included in this report, is for the year 1 July 2017 to 30 June 2018 and is prepared in accordance with the Act and Regulations. The budget includes statutory statements being a budget comprehensive income, budget statement of financial activity, budget statement of 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 2018 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 2017/2018 year.

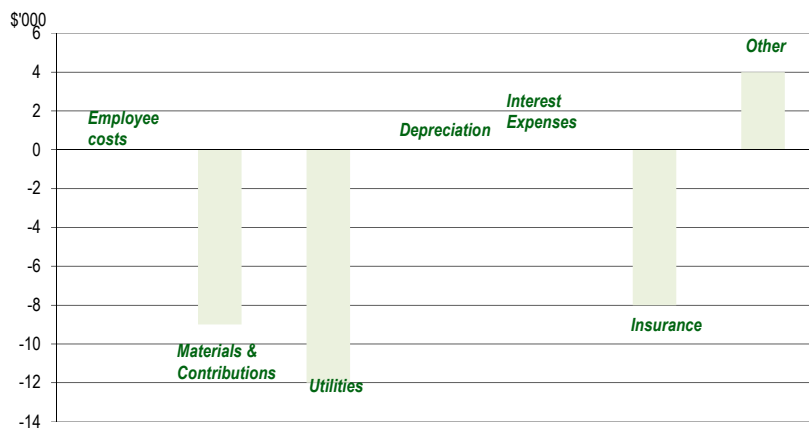
2.1 Operating revenue

Revenue Types	Budget	Budget	Variance
	2016/17 \$'000	2017/18 \$'000	\$'000
Contributions and Reimbursements	2	2	0
Interest Earned	959	793	-166
Other revenue	0	0	0
Total operating revenue	961	795	-166
Net gain on sale of assets	0	0	0



2.2 Operating expenditure

Expenditure Types	Budget	Budget	Variance
	2016/17 \$'000	2017/18 \$'000	\$'000
Employee Costs	752	752	0
Materials and Contracts	492	483	-9
Utilities	18	6	-12
Depreciation	21	21	0
Interest Expenses	0	0	0
Insurance	18	10	-8
Other expenses	178	182	4
Total operating expenditure	1,479	1,454	-25



3. Analysis of Budgeted Cash Position

This section analyses the expected cash flows from the operating, investing and financing activities of Council for the 2016/17 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 2016/17 \$'000	Budget 2017/18 \$'000	Variance \$'000
Cash flows from operating activities			
<i>Receipts</i>			
Contributions and Reimbursements	2	2	0
Interest Earned	977	820	-157
Other revenue	0	27	27
	979	849	-130
<i>Payments</i>			
Employee Costs	-777	-752	25
Materials and Contracts	-504	-494	10
Utilities	-18	-6	12
Insurance	-18	-10	8
Other expenses	-179	-182	-3
	-1,496	-1,444	52
Net cash provided by operating activities	-517	-595	-78
Cash flows from investing activities			
Receipts from disposal of assets	43	0	-43
Receipts from sale of land	31,078	42,134	11,056
Payments for development of land, plant and equipment	-32,636	-55,686	-23,050
Net cash provided by investing activities	-1,515	-13,552	-12,037
Cash flows from financing activities			
Contributions to be returned	-11,328	-4,269	7,059
Net cash used in financing activities	-11,328	-4,269	7,059
Net decrease in cash and cash equivalents	-13,360	-18,416	-5,056
Cash and cash equivalents at the beg of the year	47,136	39,213	-7,923
Cash and cash equivalents at end of the year	33,776	20,797	-12,979

Statutory Annual Budget

The information in regard to the 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 2018**

2016/17 ADOPTED BUDGET		NOTES	2016/17 ACTUAL	2017/18 ADOPTED BUDGET
\$	EXPENDITURE	1,2,3,4,12,13	\$	\$
(177,517)	Governance		(155,101)	(181,955)
(1,301,203)	Other Property and Services		(804,842)	(1,272,884)
(\$1,478,720)			(\$959,943)	(\$1,454,839)
	REVENUE	1,2,3,4,11,13		
959,170	General Purpose Funding		1,245,826	793,512
1,985	Other Property & Services		4,940	2,035
\$961,155			\$1,250,766	\$795,547
(\$517,565)	<i>Increase(Decrease)</i>		290,823	(659,292)
	DISPOSAL OF ASSETS	2,6		
0	Land		0	0
1,602	Plant and Equipment		0	0
0	Furniture and Equipment		0	0
\$1,602	<i>Gain (Loss) on Disposal</i>		\$0	\$0
(\$515,963)	NET RESULT		\$290,823	(\$659,292)
	OTHER COMPREHENSIVE INCOME			
0	Changes on revaluation of non current assets		0	0
\$0	TOTAL OTHER COMPREHENSIVE INCOME		\$0	\$0
(\$515,963)	TOTAL COMPREHENSIVE INCOME		\$290,823	(\$659,292)

**TAMALA PARK REGIONAL COUNCIL
BUDGET FINANCIAL ACTIVITY STATEMENT FOR THE YEAR ENDING 30 JUNE 2018**

2016/17 ADOPTED		2016/17 ACTUAL	2017/18 ADOPTED BUDGET	2017/18 JULY	2017/18 AUGUST	2017/18 SEPTEMBER	2017/18 OCTOBER	2017/18 NOVEMBER	2017/18 DECEMBER	2017/18 JANUARY	2017/18 FEBRUARY	2017/18 MARCH	2017/18 APRIL	2017/18 MAY	2017/18 JUNE
\$	OPERATING REVENUE	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
959,170	General Purpose Funding	1,245,826	793,512	79,351	158,702	238,053	317,404	396,756	476,107	535,621	595,134	654,647	714,162	753,837	793,512
1,985	Other Property and Services	4,940	2,035	0	0	0	0	0	0	0	0	0	0	0	2,035
\$961,155		\$1,250,766	\$795,547	\$79,351	\$158,702	\$238,053	\$317,404	\$396,756	\$476,107	\$535,621	\$595,134	\$654,647	\$714,162	\$753,837	\$795,547
(177,517)	LESS OPERATING EXPENDITURE	(155,101)	(181,955)	(718)	(44,361)	(45,079)	(46,001)	(89,645)	(90,670)	(91,387)	(135,031)	(135,954)	(136,979)	(180,930)	(181,955)
(1,301,203)	Governance	(804,842)	(1,272,884)	(91,744)	(201,778)	(301,429)	(427,267)	(536,345)	(624,952)	(721,910)	(819,944)	(907,475)	(1,053,989)	(1,150,948)	(1,272,884)
(1,478,720)	Other Property & Services	(959,943)	(1,454,839)	(92,462)	(246,140)	(346,508)	(473,268)	(625,990)	(715,622)	(813,298)	(954,976)	(1,043,429)	(1,190,968)	(1,331,878)	(1,454,839)
(\$517,565)	<i>Increase(Decrease)</i>	\$290,823	(\$659,292)	(\$13,111)	(\$87,437)	(\$108,456)	(\$155,864)	(\$229,234)	(\$239,514)	(\$277,677)	(\$359,842)	(\$388,782)	(\$476,806)	(\$578,040)	(\$659,292)
	ADD														
0	Provision for Employee Entitlements	(50,253)	0	0	0	0	0	0	0	0	0	0	0	0	0
1602	Profit/Loss on the Disposal of Assets	0	0	0	0	0	0	0	0	0	0	0	0	0	0
21,024	Depreciation Written Back	17,942	21,212	0	0	0	0	0	0	0	0	0	0	0	21,212
41,125	Book Value of Assets Sold Written Back	42727	0	0	0	0	0	0	0	0	0	0	0	0	0
\$63,751		\$10,416	\$21,212	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$21,212
(\$453,814)	<i>Sub Total</i>	\$301,239	(\$638,080)	(\$13,111)	(\$87,437)	(\$108,456)	(\$155,864)	(\$229,234)	(\$239,514)	(\$277,677)	(\$359,842)	(\$388,782)	(\$476,806)	(\$578,040)	(\$638,082)
	LESS CAPITAL PROGRAMME														
(65,016)	Purchase Plant and Equipment	(65,016)	(26,250)	0	0	0	0	0	0	0	0	0	0	0	(26,250)
(3,000)	Purchase Buildings and Improvements	0	0	0	0	0	0	0	0	0	0	0	0	0	0
(22,000)	Purchase Furniture and Equipment	(12,915)	0	0	0	0	0	0	0	0	0	0	0	0	0
(\$90,016)		(\$79,181)	(\$26,250)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	(\$26,250)
	LESS MEMBERS EQUITY														
	Development of Land for Resale														
26,283,529	Income Sale of Lots -Subdivision	19,137,182	40,372,252	1,672,095	7,270,151	9,835,786	12,399,479	15,986,745	21,929,897	25,548,409	26,768,283	28,865,336	32,397,212	35,776,179	40,372,252
4,794,250	Income Other -Subdivision	462,072	1,761,500	0	0	0	1000000	1000000	1000000	1761500	1761500	1761500	1761500	1761500	1761500
0	Income Other -Proceeds Sale of Apartments	333,863	0	0	0	0	0	0	0	0	0	0	0	0	0
(32,546,354)	Development Costs - Subdivision	(16,616,888)	(55,659,496)	(4,257,440)	(6,629,367)	(9,260,744)	(13,120,485)	(16,989,987)	(22,148,120)	(25,833,874)	(29,596,281)	(33,333,590)	(47,954,852)	(51,598,162)	(55,659,496)
0	Development Costs - Apartments	(338,909)	0	0	0	0	0	0	0	0	0	0	0	0	0
(327,714)	Contribution Refund	(284,565)	(268,725)	0	0	0	0	0	0	0	0	0	0	0	(268,725)
(11,000,000)	Profit Distributions	(11,000,000)	(4,000,000)	0	0	0	0	0	0	0	0	0	0	0	(4,000,000)
(\$12,796,289)		(\$8,307,244)	(\$17,794,469)	(\$2,585,345)	\$640,784	\$575,042	\$278,994	(\$3,242)	\$781,777	\$1,476,035	(\$1,066,498)	(\$2,706,754)	(\$13,796,140)	(\$14,060,483)	(\$17,794,469)
0	Plus Rounding	0	0	0	0	0	0	0	0	0	0	0	0	0	0
(\$12,886,305)		(\$8,386,424)	(\$17,820,719)	(\$2,585,345)	\$640,784	\$575,042	\$278,994	(\$3,242)	\$781,777	\$1,476,035	(\$1,066,498)	(\$2,706,754)	(\$13,796,140)	(\$14,060,483)	(\$17,820,719)
(\$13,340,119)	<i>Sub Total</i>	(\$8,085,186)	(\$18,458,800)	(\$2,598,456)	\$553,347	\$466,586	\$123,130	(\$232,476)	\$542,263	\$1,198,358	(\$1,426,340)	(\$3,095,536)	(\$14,272,946)	(\$14,638,523)	(\$18,458,801)
	LESS FUNDING FROM														
47,345,854	Opening Funds	47,345,854	39,260,668	39,260,668	39,260,668	39,260,668	39,260,668	39,260,668	39,260,668	39,260,668	39,260,668	39,260,668	39,260,668	39,260,668	39,260,668
(34,005,735)	Closing Funds	(39,260,668)	(20,801,868)	(36,662,212)	(39,856,941)	(39,727,254)	(39,383,798)	(39,071,118)	(39,802,931)	(40,459,026)	(37,877,255)	(36,165,132)	(24,987,722)	(24,665,071)	(20,801,868)
\$13,340,119		\$8,085,186	\$18,458,800	\$2,598,456	(\$596,273)	(\$466,586)	(\$123,130)	\$189,550	(\$542,263)	(\$1,198,358)	\$1,383,413	\$3,095,536	\$14,272,946	\$14,595,597	\$18,458,801
\$0	NET (SURPLUS)DEFICIT	\$0	\$0	\$0	(\$42,926)	\$0	(\$0)	(\$42,926)	(\$0)	(\$0)	(\$42,927)	\$0	\$0	(\$42,926)	(\$0)

**TAMALA PARK REGIONAL COUNCIL
BUDGET RATE SETTING STATEMENT FOR THE YEAR ENDING 30 JUNE 2018**

2016/17 ADOPTED BUDGET		NOTES	2016/17 ACTUAL	2017/18 ADOPTED BUDGET
\$	REVENUE	1,2,3,4,11,13	\$	\$
959,170	General Purpose Funding		1,245,826	793,512
1,985	Other Property and Services		4,940	2,035
\$961,155			\$1,250,766	\$795,547
	LESS EXPENDITURE	1,2,3,4,12,13		
(177,517)	Governance		(155,101)	(181,955)
(1,301,203)	Other Property & Services		(804,842)	(1,272,884)
(\$1,478,720)			(\$959,943)	(\$1,454,839)
(\$517,565)	<i>Increase(Decrease)</i>		\$290,823	(\$659,292)
	ADD			
41,125	Book Value of Assets Sold Written Back		42,727	0
1,602	Profit/Loss on the Disposal of Assets		0	0
0	Provision for Employee Entitlements		(50,253)	0
21,024	Depreciation Written Back		17,942	21,212
\$63,751			\$10,416	\$21,212
(\$453,814)	<i>Sub Total</i>		\$301,239	(\$638,080)
	LESS CAPITAL PROGRAMME	1,14		
(3,000)	Purchase Land & Buildings		(1,250)	0
(65,016)	Purchase Plant and Equipment		(65,016)	(26,250)
(22,000)	Purchase Furniture and Equipment		(12,915)	0
(\$90,016)			(\$79,181)	(\$26,250)
	LESS MEMBERS EQUITY			
	Development of Land for Resale			
26,283,529	Income Sale of Lots -Subdivision		19,137,182	40,372,252
4,794,250	Income Other -Subdivision		462,072	1,761,500
0	Income Other -Proceeds Sale of Apartments		333,863	0
(32,546,354)	Development Costs - Subdivision		(16,616,888)	(55,659,496)
0	Development Costs - Apartments		(338,909)	0
(327,714)	Contribution Refund		(284,565)	(268,725)
(11,000,000)	Profit Distributions		(11,000,000)	(4,000,000)
(\$12,796,289)			(\$8,307,244)	(\$17,794,469)
0				0
\$0			\$0	\$0
(\$13,340,119)	<i>Sub Total</i>		(\$8,085,186)	(\$18,458,800)
	LESS FUNDING FROM			
47,345,854	Opening Funds	26	47,345,854	39,260,668
(34,005,735)	Closing Funds	26	(39,260,668)	(20,801,868)
\$13,340,119			\$8,085,186	\$18,458,800
\$0	TO BE MADE UP FROM RATES		\$0	\$0

TAMALA PARK REGIONAL COUNCIL
BUDGET STATEMENT OF CASH FLOWS FOR THE YEAR ENDING 30 JUNE 2018

2016/17 ADOPTED BUDGET		NOTES	2016/17 ACTUAL	2017/18 ADOPTED BUDGET
\$	Cash Flows from operating activities		\$	\$
	PAYMENTS			
(776,878)	Employee Costs		(543,642)	(751,839)
0	Materials & Contracts		0	0
(504,430)	- Professional Consulting Fees		(214,043)	(493,920)
(18,000)	- Other		0	(6,450)
(17,756)	Utilities		(10,227)	(10,469)
(179,007)	Insurance		(155,147)	(181,955)
(179,007)	Other		(155,147)	(181,955)
(\$1,496,071)			(\$923,059)	(\$1,444,632)
	RECEIPTS			
1,985	Contributions and Donations Reimbursements		4,940	2,035
977,520	Interest Received		1,257,935	819,753
0	Other		81,297	27,267
\$979,505			\$1,344,172	\$849,055
(\$516,566)	Net Cash flows from Operating Activities	9	\$421,113	(\$595,577)
	Cash flows from investing activities			
	Payments			
(65,016)	Purchase Plant and Equipment		(65,016)	(26,250)
(22,000)	Purchase Furniture and Equipment		(12,915)	0
(3,000)	Purchase Land & Buildings		(1,250)	0
	Receipts			
42,727	Disposal of Plant and Equipment		42,727	0
(\$47,289)			(\$36,454)	(\$26,250)
	Members Equity			
	Payments			
(32,546,354)	- Development of Land for Resale		(16,955,796)	(55,659,496)
(327,714)	-Contribution to be Returned		(284,565)	(268,725)
(11,000,000)	-Change in Contributed Equity		(11,000,000)	(4,000,000)
0	-Capital Returned		-	0
(\$43,874,068)			(\$28,240,361)	(\$59,928,221)
	Receipts			
26,283,529	-Income Sale of Lots -Subdivision		19,137,182	40,372,252
4,794,250	-Income Other -Subdivision		795,935	1,761,500
\$31,077,779			\$19,933,118	\$42,133,752
(\$12,843,578)	Net cash flows from investing activities		(\$8,343,697)	(\$17,820,719)
	Cash flows from financing activities			
\$0	Net cash flows from financing activities		\$0	\$0
(\$13,360,144)	Net (decrease)/increase in cash held		(\$7,922,584)	(\$18,416,297)
47,135,952	Cash at the Beginning of Reporting Period		47,135,952	39,213,368
\$33,775,808	Cash at the End of Reporting Period	5	\$39,213,368	\$20,797,071

**TAMALA PARK REGIONAL COUNCIL
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2018**

1. SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of preparation

The budget has been prepared in accordance with applicable Australian Accounting Standards (as they apply to local government and not-for-profit entities), Australian Accounting Interpretations, other authoritative pronouncements of the Australian Accounting Standards Board, the *Local Government Act 1995* 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 cash flow and rate setting information, the budget has also 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.

Critical accounting estimates

The preparation of a 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 local government reporting entity

All funds through which the Tamala Park Regional Council controls resources to carry on its functions have been included in the financial statements forming part of this 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 financial statements. A separate statement of those monies appears at Note 17 to the budget.

(b) 2016/17 actual balances

Balances shown in this budget as 2016/17 Actual are as forecast at the time of budget preparation and are subject to final adjustments.

(c) Rounding off figures

All figures shown in this budget, other than a rate in the dollar, are rounded to the nearest dollar.

(d) Comparative figures

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

(e) 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.

**TAMALA PARK REGIONAL COUNCIL
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2018**

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(f) Forecast fair value adjustments

All fair value adjustments relating to remeasurement of financial assets at fair value through profit or loss (if any) and changes on revaluation of non-current assets are impacted upon by external forces and not able to be reliably estimated at the time of budget adoption.

Fair value adjustments relating to the re-measurement of financial assets at fair value through profit or loss will be assessed at the time they occur with compensating budget amendments made as necessary.

It is anticipated, in all instances, any changes upon revaluation of non-current assets will relate to non-cash transactions and as such, have no impact on this budget document.

(g) Rates, grants, donations and other contributions

Rates, grants, donations and other contributions are recognised as revenues when the Tamala Park Regional Council 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.

(h) 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.

(i) Superannuation

The Tamala Park Regional Council contributes to a number of superannuation funds on behalf of employees.

All funds to which the Tamala Park Regional Council contributes are defined contribution plans.

(j) 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 and bank overdrafts.

Bank overdrafts are shown as short term borrowings in current liabilities in Note 4 - Net Current Assets.

(k) 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 BUDGET
FOR THE YEAR ENDED 30 JUNE 2018**

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(l) Inventories

General

Inventories are measured at the lower of cost and net realisable value.

Net realisable value is the estimated selling price in the ordinary course of business less the estimated costs of completion and the estimated costs necessary to make the sale.

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.

(m) Fixed assets

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

Mandatory requirement to revalue non-current assets

Effective from 1 July 2012, the *Local Government (Financial Management) Regulations* were amended and the measurement of non-current assets at Fair Value became mandatory.

During the year ended 30 June 2013, the Tamala Park Regional Council commenced the process of adopting fair value in accordance with the Regulations.

Whilst the amendments initially allowed for a phasing in of fair value in relation to fixed assets over three years, as at 30 June 2015 all non-current assets were carried at fair value in accordance with the requirements.

Thereafter, each asset class must be revalued in accordance with the regulatory framework established and the Tamala Park Regional Council revalues its asset classes in accordance with this mandatory timetable.

Relevant disclosures, in accordance with the requirements of Australian Accounting Standards, have been made in the financial report as necessary.

Initial recognition and measurement between mandatory revaluation dates

All assets are initially recognised at cost and subsequently revalued in accordance with the mandatory measurement framework detailed above.

In relation to this initial measurement, cost is determined as the fair value of the assets given as consideration plus costs incidental to the acquisition. For assets acquired at no cost or for nominal consideration, cost is determined as fair value at the date of acquisition. The cost of non-current assets constructed by the Tamala Park Regional Council includes the cost of all materials used in construction, direct labour on the project and an appropriate proportion of variable and fixed overheads.

Individual assets acquired between initial recognition and the next revaluation of the asset class in accordance with the mandatory measurement framework detailed above, are carried at cost less accumulated depreciation as management believes this approximates fair value. They will be subject to subsequent revaluation of the next anniversary date in accordance with the mandatory measurement framework detailed above.

**TAMALA PARK REGIONAL COUNCIL
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2018**

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(m) Fixed assets (continued)

Revaluation

Increases in the carrying amount arising on revaluation of assets are credited to a revaluation surplus in equity. Decreases that offset previous increases of the same asset are recognised against revaluation surplus directly in equity. All other decreases are recognised in profit or loss.

Land under roads

In Western Australia, all land under roads is Crown land, the responsibility for managing which, is vested in the local government.

Effective as at 1 July 2008, Council elected not to recognise any value for land under roads acquired on or before 30 June 2008. This accords with the treatment available in *Australian Accounting Standard AASB 1051 Land Under Roads* and the fact *Local Government (Financial Management) Regulation 16(a)(i)* prohibits local governments from recognising such land as an asset.

In respect of land under roads acquired on or after 1 July 2008, as detailed above, *Local Government (Financial Management) Regulation 16(a)(i)* prohibits local governments from recognising such land as an asset.

Whilst such treatment is inconsistent with the requirements of AASB 1051, *Local Government (Financial Management) Regulation 4(2)* provides, in the event of such an inconsistency, the *Local Government (Financial Management) Regulations* prevail.

Consequently, any land under roads acquired on or after 1 July 2008 is not included as an asset of the Council.

**TAMALA PARK REGIONAL COUNCIL
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2018**

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(m) Fixed assets (continued)

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:

Buildings	30 to 50 years
Furniture and Equipment	4 to 10 years
Plant and Equipment	5 to 15 years
Sealed roads and streets	
formation	not depreciated
pavement	50 years
seal	
- bituminous seals	20 years
- asphalt surfaces	25 years
Gravel roads	
formation	not depreciated
pavement	50 years
gravel sheet	12 years
Formed roads	
formation	not depreciated
pavement	50 years
Footpaths - slab	20 years
Sewerage piping	100 years
Water supply piping & drainage systems	75 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 profit or loss in the period which they arise.

**TAMALA PARK REGIONAL COUNCIL
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2018**

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(n) Fair value of assets and liabilities

When performing a revaluation, the Tamala Park Regional Council uses a mix of both independent and management valuations using the following as a guide:

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

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

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

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

Fair value hierarchy

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

Level 1

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

Level 2

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

Level 3

Measurements based on unobservable inputs for the asset or liability.

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

Valuation techniques

The Tamala Park Regional Council selects a valuation technique that is appropriate in the circumstances and for which sufficient data is available to measure fair value. The availability of sufficient and relevant data primarily depends on the specific characteristics of the asset or liability being measured.

The valuation techniques selected by the Tamala Park Regional Council are consistent with one or more of the following valuation approaches:

**TAMALA PARK REGIONAL COUNCIL
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2018**

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(n) Fair value of assets and liabilities (continued)

Market approach

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

Income approach

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

Cost approach

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

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

The mandatory measurement framework imposed by the *Local Government (Financial Management) Regulations* requires, as a minimum, all assets to be revalued at least every 3 years. Relevant disclosures, in accordance with the requirements of Australian Accounting Standards have been made in the budget as necessary.

(o) Financial instruments

Initial recognition and measurement

Financial assets and financial liabilities are recognised when the Tamala Park Regional Council becomes a party to the contractual provisions to the instrument. For financial assets, this is equivalent to the date that the Tamala Park Regional Council commits itself to either the purchase or sale of the asset (ie trade date accounting is adopted).

Financial instruments are initially measured at fair value plus transaction costs, except where the instrument is classified 'at fair value through profit or loss', in which case transaction costs are expensed to profit or loss immediately.

Classification and subsequent measurement

Financial instruments are subsequently measured at fair value, amortised cost using the effective interest rate method, or cost.

Amortised cost is calculated as:

- (a) the amount in which the financial asset or financial liability is measured at initial recognition;
- (b) less principal repayments and any reduction for impairment; and
- (c) plus or minus the cumulative amortisation of the difference, if any, between the amount initially recognised and the maturity amount calculated using the effective interest rate method.

**TAMALA PARK REGIONAL COUNCIL
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2018**

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(o) Financial instruments (continued)

The effective interest method is used to allocate interest income or interest expense over the relevant period and is equivalent to the rate that discounts estimated future cash payments or receipts (including fees, transaction costs and other premiums or discounts) through the expected life (or when this cannot be reliably predicted, the contractual term) of the financial instrument to the net carrying amount of the financial asset or financial liability. Revisions to expected future net cash flows will necessitate an adjustment to the carrying value with a consequential recognition of an income or expense in profit or loss.

(i) Financial assets at fair value through profit and loss

Financial assets are classified at "fair value through profit or loss" when they are held for trading for the purpose of short term profit taking. Assets in this category are classified as current assets. Such assets are subsequently measured at fair value with changes in carrying amount being included in profit or loss.

(ii) Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market and are subsequently measured at amortised cost. Gains or losses are recognised in profit or loss.

Loans and receivables are included in current assets where they are expected to mature within 12 months after the end of the reporting period.

(iii) Held-to-maturity investments

Held-to-maturity investments are non-derivative financial assets with fixed maturities and fixed or determinable payments that the Tamala Park Regional Council management has the positive intention and ability to hold to maturity. They are subsequently measured at amortised cost. Gains or losses are recognised in profit or loss.

Held-to-maturity investments are included in current assets where they are expected to mature within 12 months after the end of the reporting period. All other investments are classified as non-current.

(iv) Available-for-sale financial assets

Available-for-sale financial assets are non-derivative financial assets that are either not suitable to be classified into other categories of financial assets due to their nature, or they are designated as such by management. They comprise investments in the equity of other entities where there is neither a fixed maturity nor fixed or determinable payments.

They are subsequently measured at fair value with changes in such fair value (i.e. gains or losses) recognised in other comprehensive income (except for impairment losses). When the financial asset is derecognised, the cumulative gain or loss pertaining to that asset previously recognised in other comprehensive income is reclassified into profit or loss.

Available-for-sale financial assets are included in current assets, where they are expected to be sold within 12 months after the end of the reporting period. All other available for sale financial assets are classified as non-current.

(v) Financial liabilities

Non-derivative financial liabilities (excl. financial guarantees) are subsequently measured at amortised cost. Gains or losses are recognised in the profit or loss.

**TAMALA PARK REGIONAL COUNCIL
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2018**

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(o) Financial instruments (continued)

Impairment

A financial asset is deemed to be impaired if, and only if, there is objective evidence of impairment as a result of one or more events (a "loss event") having occurred, which has an impact on the estimated future cash flows of the financial asset(s).

In the case of available-for-sale financial assets, a significant or prolonged decline in the market value of the instrument is considered a loss event. Impairment losses are recognised in profit or loss immediately. Also, any cumulative decline in fair value previously recognised in other comprehensive income is reclassified to profit or loss at this point.

In the case of financial assets carried at amortised cost, loss events may include: indications that the debtors or a group of debtors are experiencing significant financial difficulty, default or delinquency in interest or principal payments; indications that they will enter bankruptcy or other financial reorganisation; and changes in arrears or economic conditions that correlate with defaults.

For financial assets carried at amortised cost (including loans and receivables), a separate allowance account is used to reduce the carrying amount of financial assets impaired by credit losses. After having taken all possible measures of recovery, if management establishes that the carrying amount cannot be recovered by any means, at that point the written-off amounts are charged to the allowance account or the carrying amount of impaired financial assets is reduced directly if no impairment amount was previously recognised in the allowance account.

Derecognition

Financial assets are derecognised where the contractual rights for receipt of cash flows expire or the asset is transferred to another party, whereby the Tamala Park Regional Council no longer has any significant continual involvement in the risks and benefits associated with the asset.

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

(p) Impairment of assets

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

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

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

**TAMALA PARK REGIONAL COUNCIL
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2018**

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(p) Impairment of assets (continued)

For non-cash generating assets such as roads, drains, public buildings and the like, value in use is represented by the depreciated replacement cost of the asset.

At the time of adopting this budget, it is not possible to estimate the amount of impairment losses (if any) as at 30 June 2018.

In any event, an impairment loss is a non-cash transaction and consequently, has no impact on this budget document.

(q) 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 Tamala Park 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.

(r) Employee benefits

Short-term employee benefits

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

**TAMALA PARK REGIONAL COUNCIL
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2018**

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(s) 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.

(t) Provisions

Provisions are recognised when the Tamala Park Regional Council has a 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.

(u) 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 Tamala Park Regional 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.

(v) Investment in associates

An associate is an entity over which the Tamala Park Regional 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 Tamala Park Regional Council's share of net assets of the associate. In addition, the Tamala Park Regional Council's share of the profit or loss of the associate is included in the Tamala Park Regional 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 Tamala Park Regional 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.

**TAMALA PARK REGIONAL COUNCIL
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2018**

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(w) Investment in associates (continued)

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

When the Tamala Park Regional Council's share of losses in an associate equals or exceeds its interest in the associate, the Tamala Park Regional 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 Tamala Park Regional Council will resume recognising its share of these profits once its share of the profits equals the share of the losses not recognised.

(x) 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. Refer to note 1(o) for a description of the equity method of accounting.

Joint venture operations represent arrangements whereby joint operators maintain direct interests in each asset and exposure to each liability of the arrangement. The Tamala Park Regional 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 20.

(y) 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 Tamala Park Regional Council's operational cycle. In the case of liabilities where the Tamala Park Regional 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 Tamala Park Regional Council's intentions to release for sale.

**TAMALA PARK REGIONAL COUNCIL
NOTES TO AND FORMING PART OF THE ANNUAL BUDGET
FOR THE YEAR ENDING 30TH JUNE 2018**

2 OPERATING, REVENUES AND EXPENSES

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

Adopted Budget 2016/17		Actual 2016/17	Adopted Budget 2017/18
\$		\$	\$
	Charging as Expense		
21,024	Depreciation on Non-Current Assets	17,942	21,212
	Crediting as Revenue		
1,602	Profit/(Loss) on Sale of Non-Current Assets	0	0
959,170	Interest Earnings	1,245,826	793,512
960,772		1,245,826	793,512

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 Local Government Act or other written law.

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 2018**

4 OPERATING REVENUES AND EXPENSES

Operating expenses and revenues classified according to nature and type.

Adopted Budget 2016/17		Actual 2016/17	Adopted Budget 2017/18
\$		\$	\$
	Operating Expenses		
(752,311)	Employee Costs	(583,085)	(751,839)
	Materials and Contracts		
0	Professional Consulting fees	0	0
(492,112)	Other	(193,542)	(482,915)
(18,000)	Utility Charges (Gas, Electricity, Water, etc)	0	(6,450)
(21,024)	Depreciation on Non-Current Assets	(17,942)	(21,212)
0	Loss on Asset Disposals	0	0
(17,756)	Insurance Expenses	(10,227)	(10,469)
(177,517)	Other Expenses	(155,147)	(181,955)
(1,478,720)	Agrees with Statement of Comprehensive Income	(959,943)	(1,454,839)
	Operating Revenues		
959,170	Interest Earnings	1,245,826	793,512
1,985	Contributions and Donations Reimbursements	0	2,035
1,602	Profit on Asset Disposals	0	0
0	Other	4,940	0
962,757	Agrees with Statement of Comprehensive Income	1,250,766	795,547
(515,963)	Net Result	290,823	(659,292)
	Other Comprehensive Income		
0	Changes on Revaluation of Non - Current Assets	-	0
(515,963)	Total Comprehensive Income	290,823	(659,292)

5 CASH

Adopted Budget 2016/17		Actual 2016/17	Adopted Budget 2017/18
\$		\$	\$
0	Cash on Hand	0	0
33,775,808	Cash at Bank	2,054,025	20,797,071
0	Investments	37,159,343	0
33,775,808	Represented by:-	39,213,368	20,797,071
0	Restricted	0	0
33,775,808	Unrestricted	39,213,368	20,797,071
33,775,808		39,213,368	20,797,071

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	42,727	41,125	1,602
TOTAL BY CLASS OF ASSETS	42,727	41,125	1,602

**TAMALA PARK REGIONAL COUNCIL
NOTES TO AND FORMING PART OF THE ANNUAL BUDGET
FOR THE YEAR ENDING 30TH JUNE 2018**

(B) DISPOSAL OF ASSETS BY PROGRAM

	Proceeds Sale of Assets	Written Down Value	Gain/(Loss) on Disposal
	\$	\$	\$
Other Property and Services	42,727	42,727	0
TOTAL BY PROGRAM	42,727	42,727	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 2018.

8 RESERVES

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

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 2016/17		Actual 2016/17	Adopted Budget 2017/18
\$		\$	\$
	Change in net result from operations		
(515,963)	Net Result	290,823	(659,293)
21,024	Depreciation	17,942	21,212
(1,602)	(Profit) loss on sale of Fixed Assets	0	0
	Change in Assets and Liabilities		
0	Increase/(Decrease) in Provisions - Employee Entitlements	39,194	0
18,350	(Increase)/Decrease in Receivables	93,615	53,508
(38,375)	Increase/(Decrease) in Payables	(20,461)	(11,005)
(516,566)	Cash flows from Operations	421,113	(595,578)
6,000	Credit Card Facility	6,000	6,000
0	Amount Utilised	(1,740)	0
6,000	Unused Facility available	4,260	6,000

**TAMALA PARK REGIONAL COUNCIL
NOTES TO AND FORMING PART OF THE ANNUAL BUDGET
FOR THE YEAR ENDING 30TH JUNE 2018**

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 2016/17		Actual 2016/17	Adopted Budget 2017/18
\$		\$	\$
959,170	General Account	1,245,826	793,512
959,170	TOTAL	1,245,826	793,512

12 COUNCIL MEMBERS - FEES, EXPENSES AND ALLOWANCES

The 2017/2018 Budget provides for the following:

Adopted Budget 2016/17		Actual 2016/17	Adopted Budget 2017/18
\$		\$	\$
	- Annual Attendance Fee		
130,687	- Elected Members Remuneration	127,306	133,954
2000	- Alternate Elected Members Remuneration	472	2050
	- Telecommunication, Travel, and Information Technology Allowance		
0	- Telecommunication	0	0
0	- Information Technology	0	0
0	- Travel Expenses	0	0
	- Annual Local Government Allowance		
19,864	- Chairman	19,815	20,361
4,966	- Deputy Chairman	4,954	5,090

13 DEPRECIATION ON NON-CURRENT ASSETS

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

BY PROGRAM

Adopted Budget 2016/17		Actual 2016/17	Adopted Budget 2017/18
\$		\$	\$
21,024	Other Property and Services	17,942	21,212
21,024	TOTAL	17,942	21,212

**TAMALA PARK REGIONAL COUNCIL
NOTES TO AND FORMING PART OF THE ANNUAL BUDGET
FOR THE YEAR ENDING 30TH JUNE 2018**

13 DEPRECIATION ON NON-CURRENT ASSETS

BY CLASS

Adopted Budget 2016/17		Actual 2016/17	Adopted Budget 2017/18
\$		\$	\$
1,915	Furniture and Equipment	3,910	3,910
5,539	Improvements to Leasehold Property	5,539	5,539
13,570	Plant and Equipment	8493	11,763
21,024	TOTAL	17,942	21,212

14 ACQUISITION OF ASSETS

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

BY PROGRAM

Adopted Budget 2016/17		Actual 2016/17	Adopted Budget 2017/18
\$		\$	\$
	Other Property and Service		
3000	General Office Fit out	1250	0
22000	Office Equipment	12915	0
0	Furniture	0	0
65,016	Motor Vehicle - Work Vehicle	65016	26,250
90,016		79,181	26,250

Adopted Budget 2016/17		Actual 2016/17	Adopted Budget 2017/18
\$		\$	\$
3000	Land and Buildings	1250	0
65016	Plant and Equipment	65016	26250
22000	Furniture and Equipment	12915	0
90,016		79,181	26,250

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 2018

16 RATING INFORMATION

A Regional Council does not impose rates

17 SPECIFIED AREA RATE

No specified area rates will be levied during the year 2017/2018

18 SERVICE CHARGES

No specified area rates will be imposed during the year 2017/2018

**TAMALA PARK REGIONAL COUNCIL
NOTES TO AND FORMING PART OF THE ANNUAL BUDGET
FOR THE YEAR ENDING 30TH JUNE 2018**

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 2016/17		Actual 2016/17	Adopted Budget 2017/18
\$		\$	\$
	Revenue		
1,468,575	Participants Equity	0	13,525,744
31,077,779	Sale of Lots	19,933,118	42,133,752
32,546,354		19,933,118	55,659,496
	Expenditure		
27,336,730	Land Development Costs	13,851,592	49,247,240
675,204	Consultancy Fees	247,584	827,319
663,734	Sales and Marketing	296,633	795,000
3,805,686	Selling Expenses	2,520,344	4,729,937
65,000	Other	39,643	60,000
0	Participants Equity	2,977,322	0
32,546,354		19,933,118	55,659,496

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 2018**

25 FINANCIAL INSTRUMENTS

(a) Interest Rate Risk

The following table details the Regional Council exposure to interest rate risks projected to 30th June 2018.

	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	2.50	0	20,797,071			20,797,071
Trade Receivables					254,800	254,800
		0	20,797,071	0	254,800	21,051,871
Financial Liabilities						
Creditors and Provisions					250,003	250,003
		0	0	0	250,003	250,003

(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 2016/17 \$		Actual 2016/17 \$	Adopted Budget 2017/18 \$
	Current Assets		
0	Cash On Hand	0	0
33,775,808	Cash at Bank	39,213,368	20,797,071
386,158	Receivables	308,308	254,800
34,161,966		39,521,676	21,051,871
	LESS CURRENT LIABILITIES		
34,800	Payables	50,134	39,129
121,431	Provisions - Employees Entitlements	210,874	210,874
156,231		261,008	250,003
34,005,735	SURPLUS OF CURRENT ASSETS OVER CURRENT LIABILITIES	39,260,668	20,801,868

27 MEMBER COUNCILS' EQUITY IN THE TAMALA PARK REGIONAL COUNCIL

Adopted Budget 2016/17 \$			Actual 2016/17 \$	Adopted Budget 2017/18 \$
	Members Equity			
49,238,752	Accumulated surplus		49,220,570	41,204,150
(515,963)	Total Comprehensive Income		290,823	(659,292)
(1,468,575)	Change in Contributed Equity		2,977,322	(13,525,744)
(11,327,714)	Contribution Returned		(11,284,565)	(4,268,725)
35,926,500	Total Equity		41,204,150	22,750,389
	Share			
2,993,875	Town of Cambridge	One Twelfth	3,433,679	1,895,866
5,987,750	City of Joondalup	One Sixth	6,867,358	3,791,732
2,993,875	City of Perth	One Twelfth	3,433,679	1,895,866
11,975,500	City of Stirling	One Third	13,734,717	7,583,463
2,993,875	Town of Victoria Park	One Twelfth	3,433,679	1,895,866
2,993,875	Town of Vincent	One Twelfth	3,433,679	1,895,866
5,987,750	City of Wanneroo	One Sixth	6,867,358	3,791,732
35,926,500			41,204,150	22,750,389

Tamala Park Regional Council

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

	ACTUAL 2016-17		Adopted Budget 2016-2017		Draft Budget 2017-2018	
	Income	Expenditure	Income	Expenditure	Income	Expenditure
Proceeds Sale of Assets						
00000 Proceeds Sale of Assets - Motor Vehicle CEO	(\$42,727)	\$0	(\$42,727)	\$0	\$0	\$0
Written Down Value						
00000 Written Down Value - Motor Vehicle CEO	\$0	\$42,727	\$0	\$41,125	\$0	\$0
Sub Total - GAIN/LOSS ON DISPOSAL OF ASSET	(\$42,727)	\$42,727	(\$42,727)	\$41,125	\$0	\$0
Total - GAIN/LOSS ON DISPOSAL OF ASSET	(\$42,727)	\$42,727	(\$42,727)	\$41,125	\$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	(\$42,727)	\$42,727	(\$42,727)	\$41,125	\$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	(\$1,245,826)	\$0	(\$959,170)	\$0	(\$793,512)	\$0
Sub Total - OTHER GENERAL PURPOSE FUNDING OP/INC	(\$1,245,826)	\$0	(\$959,170)	\$0	(\$793,512)	\$0
Total - OTHER GENERAL PURPOSE FUNDING	(\$1,245,826)	\$0	(\$959,170)	\$0	(\$793,512)	\$0
Total - GENERAL PURPOSE FUNDING	(\$1,245,826)	\$0	(\$959,170)	\$0	(\$793,512)	\$0
GOVERNANCE						
MEMBERS OF COUNCIL						
OPERATING EXPENDITURE						
E041005 · Chairman Allowance	\$0	\$19,815	\$0	\$19,864	\$0	\$20,361
E041010 · Deputy Chair Allowance	\$0	\$4,954	\$0	\$4,966	\$0	\$5,090
E041018 · Composite Allowance	\$0	\$127,306	\$0	\$130,687	\$0	\$133,954
E041019 · Alternative Member Meeting Fee	\$0	\$472	\$0	\$2,000	\$0	\$2,050
E041020 · Conference Expenses	\$0	\$2,541	\$0	\$10,000	\$0	\$10,250
E041030 · Other Costs	\$0	\$14	\$0	\$10,000	\$0	\$10,250
Sub Total - MEMBERS OF COUNCIL OP/EXP	\$0	\$155,101	\$0	\$177,517	\$0	\$181,955
OPERATING INCOME						
Sub Total - MEMBERS OF COUNCIL OP/INC	\$0	\$0	\$0	\$0	\$0	\$0
Total - GOVERNANCE	\$0	\$155,101	\$0	\$177,517	\$0	\$181,955
Total - GOVERNANCE	\$0	\$155,101	\$0	\$177,517	\$0	\$181,955
OTHER PROPERTY AND SERVICES						
SALARIES AND WAGES						
OPERATING EXPENDITURE						
New · Gross Total Salaries and Wages	\$0	\$513,148	\$0	\$610,598	\$0	\$610,598
New · Gross Total Salaries and Wages Allocated	\$0	(\$513,148)	\$0	(\$610,598)	\$0	(\$610,598)
Sub Total - SALARIES AND WAGES OP/EXP	\$0	\$0	\$0	\$0	\$0	\$0
Total - SALARIES AND WAGES	\$0	\$0	\$0	\$0	\$0	\$0

Tamala Park Regional Council

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

	ACTUAL 2016-17		Adopted Budget 2016-2017		Draft Budget 2017-2018	
	Income	Expenditure	Income	Expenditure	Income	Expenditure
UNCLASSIFIED						
OPERATING EXPENDITURE						
Administration						
E145005 · Salaries - Basic Costs	\$0	\$513,148	\$0	\$610,598	\$0	\$610,598
E145007 · Salaries Occ. Superannuation	\$0	\$44,861	\$0	\$58,007	\$0	\$58,007
E145009 · Salaries WALGS Superannuation	\$0	\$0	\$0	\$5,356	\$0	\$5,544
E145011 · Advertising Staff Vacancies	\$0	\$0	\$0	\$5,253	\$0	\$5,384
E145015 · Insurance W/comp.	\$0	\$11,000	\$0	\$14,262	\$0	\$12,000
E145017 · Medical Exam. Costs	\$0	\$0	\$0	\$315	\$0	\$323
E145019 · Staff Training & Dev.	\$0	\$1,692	\$0	\$5,253	\$0	\$5,384
E145020 · Conference Expenses	\$0	\$2,350	\$0	\$15,759	\$0	\$16,153
E145021 · Telephone - Staff Reimbursement	\$0	\$0	\$0	\$735	\$0	\$754
E145024 · Travel Expenses CEO	\$0	\$496	\$0	\$10,506	\$0	\$10,769
E145025 · Other Accom & Property Costs	\$0	\$39,261	\$0	\$36,772	\$0	\$37,691
E145027 · Advertising General	\$0	\$0	\$0	\$15,759	\$0	\$16,153
E145029 · Advertising Public/Statutory	\$0	\$0	\$0	\$15,759	\$0	\$16,153
E145031 · Graphics Consumables	\$0	\$0	\$0	\$5,253	\$0	\$5,384
E145033 · Photocopying	\$0	\$569	\$0	\$2,627	\$0	\$2,692
E145037 · Postage, Courier & Freight	\$0	\$1,168	\$0	\$1,261	\$0	\$1,292
E145039 · Printing	\$0	\$0	\$0	\$5,253	\$0	\$5,384
E145043 · Stationery	\$0	\$1,398	\$0	\$2,101	\$0	\$2,154
E145045 · Other Admin Expenses	\$0	\$1,999	\$0	\$15,759	\$0	\$16,153
E145047 · Office Telephones & Faxes	\$0	\$1,826	\$0	\$3,152	\$0	\$3,231
E145049 · Mobil Phones, Pages, Radios	\$0	\$1,040	\$0	\$2,101	\$0	\$2,154
E145053 · Bank Charges	\$0	\$91	\$0	\$2,101	\$0	\$2,154
E145055 · Credit Charges	\$0	\$90	\$0	\$210	\$0	\$215
E145057 · Audit Fees	\$0	\$8,240	\$0	\$8,456	\$0	\$8,668
E145059 · Membership Fees	\$0	\$6,603	\$0	\$7,500	\$0	\$7,688
E145061 · Legal Expenses (General)	\$0	\$4,000	\$0	\$30,000	\$0	\$30,750
E145069 · Valuation Fees	\$0	\$18,000	\$0	\$50,000	\$0	\$51,250
E145075 · Promotions	\$0	\$800	\$0	\$15,000	\$0	\$15,375
E145077 · Business Hospitality Expenses	\$0	\$0	\$0	\$10,000	\$0	\$10,250
E145079 · Consultancy	\$0	\$550	\$0	\$20,000	\$0	\$20,500
E145082 · Lawyers	\$0	\$0	\$0	\$30,000	\$0	\$30,750
E145083 · Research	\$0	\$0	\$0	\$30,000	\$0	\$30,750
E145100 · Safety Clothes and Equipment	\$0	\$163	\$0	\$1,000	\$0	\$1,025
E145086 · Probity Auditor	\$0	\$0	\$0	\$20,000	\$0	\$20,500
E145087 · Computer Software Mtce	\$0	\$608	\$0	\$5,000	\$0	\$5,125
E145088 · Accounting Management	\$0	\$39,306	\$0	\$52,531	\$0	\$53,845
E145089 · Computer Software Purchase	\$0	\$43,188	\$0	\$50,000	\$0	\$30,000
E145091 · Computer Sundries	\$0	\$918	\$0	\$5,000	\$0	\$5,125
E145092 · Data Communication Links	\$0	\$0	\$0	\$5,500	\$0	\$5,638
E145093 · Internet Provider Costs	\$0	\$8,444	\$0	\$10,500	\$0	\$10,763
E145094 · Plant & Equipment Purchase Non-Capital	\$0	\$1,809	\$0	\$2,000	\$0	\$2,050
E145095 · Furniture & Equipment Purchase	\$0	\$0	\$0	\$5,000	\$0	\$5,125
E145097 · Hire of Equipment	\$0	\$0	\$0	\$2,000	\$0	\$2,050
E145099 · Vehicle Operating Expense	\$0	\$4,263	\$0	\$15,759	\$0	\$16,153
E145013 · Fringe Benefit Tax -Motor Vehicle	\$0	\$5,274	\$0	\$10,506	\$0	\$10,769
E145101 · Consumable Stores	\$0	\$757	\$0	\$1,000	\$0	\$1,025
E145103 · Newspapers & Periodicals	\$0	\$0	\$0	\$200	\$0	\$205
E145105 · Publications & Brochures	\$0	\$0	\$0	\$500	\$0	\$513
E145107 · Subscriptions	\$0	\$0	\$0	\$1,000	\$0	\$1,025
E145109 · Parking Expenses	\$0	\$72	\$0	\$315	\$0	\$323
E145111 · Plans	\$0	\$0	\$0	\$1,500	\$0	\$1,538
E145113 · Emergency Services	\$0	\$0	\$0	\$10,000	\$0	\$10,250
E145117 · Electricity	\$0	\$0	\$0	\$18,000	\$0	\$6,450
E145121 · Insurance - Public Liability	\$0	\$4,392	\$0	\$5,253	\$0	\$2,649
E145123 · Insurance - Property (ISR)	\$0	\$4,478	\$0	\$1,997	\$0	\$4,478
E145126 · Insurance - Personal Accident	\$0	\$1,358	\$0	\$5,253	\$0	\$850
E145127 · Insurance - Other	\$0	\$0	\$0	\$5,253	\$0	\$2,492
E145222 · Depreciation	\$0	\$17,942	\$0	\$21,024	\$0	\$21,212
E145451 · GST management	\$0	\$2,688	\$0	\$0	\$0	\$0
E145452 · Recruitment_Human Resources	\$0	\$2,500	\$0	\$0	\$0	\$0
0000000- Record Management Consultancy	\$0	\$7,500	\$0	\$10,000	\$0	\$10,000
Sub Total - UNCLASSIFIED OP/EXP	\$0	\$804,842	\$0	\$1,301,203	\$0	\$1,272,884
OPERATING INCOME						
I145012 · Reimbursements	(\$4,940)	\$0	(\$1,985)	\$0	(\$2,035)	\$0
Sub Total - UNCLASSIFIED OP/INC	(\$4,940)	\$0	(\$1,985)	\$0	(\$2,035)	\$0
Total - UNCLASSIFIED	(\$4,940)	\$804,842	(\$1,985)	\$1,301,203	(\$2,035)	\$1,272,884
Total - OTHER PROPERTY AND SERVICES	(\$4,940)	\$804,842	(\$1,985)	\$1,301,203	(\$2,035)	\$1,272,884

Tamala Park Regional Council

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

	ACTUAL 2016-17		Adopted Budget 2016-2017		Draft Budget 2017-2018	
	Income	Expenditure	Income	Expenditure	Income	Expenditure
MEMBERS EQUITY						
EXPENDITURE						
Contribution Refund	\$0	\$284,565	\$0	\$327,714	\$0	\$268,725
Profit Distributions	\$0	\$11,000,000	\$0	\$11,000,000	\$0	\$4,000,000
Development Costs Apartments	\$0	\$338,909	\$0	\$0		
Sub Total - MEMBERS EQUITY	\$0	\$11,623,474	\$0	\$11,327,714	\$0	\$4,268,725
INCOME						
I145011 · Income Sale on Lots	(\$19,137,182)	\$0	(\$26,283,529)	\$0	(\$40,372,252)	\$0
I145012 · Income Other	(\$462,072)	\$0	(\$4,794,250)	\$0	(\$1,761,500)	\$0
I000000 · Income Other Proceeds Sale of Apartments	(\$333,863)	\$0	\$0	\$0	\$0	\$0
Sub Total - MEMBERS EQUITY	(\$19,933,118)	\$0	(\$31,077,779)	\$0	(\$42,133,752)	\$0
Total - MEMBERS EQUITY	(\$19,933,118)	\$0	(\$31,077,779)	\$11,327,714	(\$42,133,752)	\$4,268,725
Total - MEMBERS EQUITY	(\$19,933,118)	\$11,623,474	(\$31,077,779)	\$11,327,714	(\$42,133,752)	\$4,268,725
SURPLUS						
New (Surplus) / Deficit - Brought Forward	(\$47,345,854)	\$0	(\$47,345,854)	\$0	(\$39,260,668)	\$0
New (Surplus) / Deficit - Carried Forward	\$0	\$39,260,668	\$0	\$34,005,735	\$0	\$20,801,868
Sub Total - SURPLUS C/FWD	(\$47,345,854)	\$39,260,668	(\$47,345,854)	\$34,005,735	(\$39,260,668)	\$20,801,868
Total - SURPLUS	(\$47,345,854)	\$39,260,668	(\$47,345,854)	\$34,005,735	(\$39,260,668)	\$20,801,868
DEPRECIATION						
New · Depreciation Written Back	\$0	(\$17,942)	\$0	(\$21,024)	\$0	(\$21,212)
New · Employee Provisions	\$0	\$50,253	\$0	\$0	\$0	\$0
New · Book Value of Assets Written Back	\$0	(\$42,727)	\$0	(\$41,125)	\$0	\$0
Sub Total - DEPRECIATION WRITTEN BACK	\$0	(\$10,416)	\$0	(\$62,149)	\$0	(\$21,212)
Total - DEPRECIATION	\$0	(\$10,416)	\$0	(\$62,149)	\$0	(\$21,212)
FURNITURE AND EQUIPMENT						
OTHER PROPERTY AND SERVICES						
EXPENDITURE						
E168566 · Computer Equipment	\$0	\$10,689	\$0	\$20,000	\$0	\$0
E168567 · Phones	\$0	\$2,226	\$0	\$2,000	\$0	\$0
Sub Total - CAPITAL WORKS	\$0	\$12,915	\$0	\$22,000	\$0	\$0
Total - OTHER PROPERTY AND SERVICES	\$0	\$12,915	\$0	\$22,000	\$0	\$0
Total - FURNITURE AND EQUIPMENT	\$0	\$12,915	\$0	\$22,000	\$0	\$0
LAND AND BUILDINGS						
OTHER PROPERTY AND SERVICES						
EXPENDITURE						
E168565 · Office Furniture Overhead Cupboards	\$0	\$1,250	\$0	\$3,000	\$0	\$0
Sub Total - CAPITAL WORKS	\$0	\$1,250	\$0	\$3,000	\$0	\$0
Total - OTHER PROPERTY AND SERVICES	\$0	\$1,250	\$0	\$3,000	\$0	\$0
Total - LAND AND BUILDINGS	\$0	\$1,250	\$0	\$3,000	\$0	\$0
PLANT AND EQUIPMENT						
OTHER PROPERTY AND SERVICES						
EXPENDITURE						
0000000 Motor Vehicle - CEO	\$0	\$65,016	\$0	\$65,016	\$0	\$0
0000000 Work Vehicle	\$0	\$0	\$0	\$0	\$0	\$26,250
Sub Total - CAPITAL WORKS	\$0	\$65,016	\$0	\$65,016	\$0	\$26,250
Total - OTHER PROPERTY AND SERVICES	\$0	\$65,016	\$0	\$65,016	\$0	\$26,250
Total - PLANT AND EQUIPMENT	\$0	\$65,016	\$0	\$65,016	\$0	\$26,250

Tamala Park Regional Council

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

	ACTUAL 2016-17		Adopted Budget 2016-2017		Draft Budget 2017-2018	
	Income	Expenditure	Income	Expenditure	Income	Expenditure
INFRASTRUCTURE ASSETS - OTHER						
Land Development Costs						
New-Land & Special Sites Development	\$0	\$0	\$0	\$49,657	\$0	\$10,889,547
99.4 - Land Develop - Consultants	\$0	\$247,584	\$0	\$675,204	\$0	\$827,319
99.5 - Land Develop - Landscape	\$0	\$1,028,288	\$0	\$6,807,816	\$0	\$11,872,836
99.1 - Land Develop - Infrastructure	\$0	\$1,670,207	\$0	\$1,474,031	\$0	\$6,583,296
99.9 - Land Develop - Bulk Earthworks	\$0	\$1,075,922	\$0	\$3,770,383	\$0	\$4,388,016
99.2 - Land Develop - Lot Production	\$0	\$9,392,336	\$0	\$10,717,375	\$0	\$10,835,010
99.6 - Land Develop - Admin Land Dev	\$0	\$315,262	\$0	\$1,075,117	\$0	\$1,074,460
New-Community Development	\$0	\$30,668	\$0	\$192,500	\$0	\$192,500
New-Contingency	\$0	\$0	\$0	\$1,483,907	\$0	\$2,460,212
New-finance	\$0	\$0	\$0	\$1,600,000	\$0	\$960,971
Debtors /Creditors Movement	\$0	\$0	\$0	\$165,944	\$0	(\$9,608)
Consultancy						
-Env Innovation Consultancies	\$0	\$0				
-Admin-Operational Consultancies						
E145451 - GST management	\$0	\$4,484	\$0	\$20,000	\$0	\$20,000
E145452 - Recruitment_Human Resources	\$0	\$0	\$0	\$5,000	\$0	\$10,000
Property Development Services						
-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	\$20,000	\$0	\$10,000
E145206 - MtceServices-Land	\$0	\$0	\$0	\$5,000	\$0	\$5,000
-Sales Expenditure						
E145216 - Direct Selling Expenses	\$0	\$2,520,344	\$0	\$3,805,686	\$0	\$4,729,937
E145218 - Sales and Marketing	\$0	\$296,633	\$0	\$663,734	\$0	\$795,000
-Other Expenditure						
E145029 - Advertising Public/Statutory	\$0	\$16,314	\$0	\$0	\$0	\$0
E145061 - Legal Expenses (General)	\$0	\$16,547	\$0	\$0	\$0	\$0
E145086 - Probity Auditor	\$0	\$2,298	\$0	\$0	\$0	\$0
Sub Total - CAPITAL WORKS	\$0	\$16,616,888	\$0	\$32,546,354	\$0	\$55,659,496
Total - OTHER	\$0	\$16,616,888	\$0	\$32,546,354	\$0	\$55,659,496
Total - INFRASTRUCTURE ASSETS - OTHER	\$0	\$16,616,888	\$0	\$32,546,354	\$0	\$55,659,496
GRAND TOTALS	(\$68,572,465)	\$68,572,464	(\$79,427,515)	\$79,427,515	(\$82,189,967)	\$82,189,967
		(\$0)		(\$0)		(\$0)