TOWN OF COTTESLOE

ANNUAL BUDGET

FOR THE YEAR ENDED 30 JUNE 2027

LOCAL GOVERNMENT ACT 1995

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TOWN OF COTTESLOE
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2027

	Note	2026/27 Budget	2025/26 Actual	2025/26 Budget
Revenue		$	$	$
Rates	2(a)	12,739,364	11,876,605	11,864,459
Grants, subsidies and contributions		607,800	457,190	427,658
Fees and charges	13	6,210,350	5,654,855	5,586,499
Interest revenue	9(a)	990,810	708,906	704,100
Other revenue		60,000	182,335	175,018
		20,608,324	18,879,891	18,757,734
Expenses				
Employee costs		(8,726,929)	(8,481,613)	(8,407,818)
Materials and contracts		(8,907,715)	(8,563,724)	(8,937,496)
Utility charges		(319,000)	(313,318)	(320,100)
Depreciation	6	(3,391,568)	(3,320,987)	(3,320,987)
Finance costs	9(a)	(116,638)	(198,104)	(204,180)
Insurance		(270,800)	(229,679)	(236,007)
Other expenditure		(541,392)	(333,608)	(339,462)
		(22,274,042)	(21,441,033)	(21,766,050)
		(1,665,718)	(2,561,142)	(3,008,316)
Capital grants, subsidies and contributions		4,736,000	787,497	2,711,466
Loss on asset disposals	5	0	0	(36,000)
		4,736,000	787,497	2,675,466
Net result for the period		**3,070,282**	**(1,773,645)**	**(332,850)**
Total other comprehensive income for the period		**0**	**0**	**0**
Total comprehensive income for the period		**3,070,282**	**(1,773,645)**	**(332,850)**

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

TOWN OF COTTESLOE
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2027

	Note	2026/27 Budget	2025/26 Actual	2025/26 Budget
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts		$	$	$
Rates		12,739,364	11,808,442	11,864,459
Grants, subsidies and contributions		495,800	249,571	427,658
Fees and charges		6,210,350	5,654,855	5,586,499
Interest revenue		990,810	708,906	704,100
Goods and services tax received		0	(5,379)	0
Other revenue		60,000	182,335	175,018
		20,496,324	18,598,730	18,757,734
Payments				
Employee costs		(8,726,929)	(8,481,223)	(8,407,818)
Materials and contracts		(8,907,715)	(7,914,426)	(8,937,496)
Utility charges		(319,000)	(313,318)	(320,100)
Finance costs		(116,638)	(198,104)	(204,180)
Insurance paid		(270,800)	(229,679)	(236,007)
Other expenditure		(541,392)	(333,608)	(339,462)
		(18,882,474)	(17,470,358)	(18,445,063)
Net cash provided by operating activities	4	1,613,850	1,128,372	312,671
CASH FLOWS FROM INVESTING ACTIVITIES				
Payments for purchase of property, plant & equipment	5(a)	(4,969,500)	(583,011)	(858,492)
Payments for construction of infrastructure	5(b)	(3,075,000)	(1,855,955)	(3,020,379)
Proceeds from capital grants, subsidies and contributions		4,736,000	787,497	2,711,466
Proceeds from disposal of property, plant and equipment	5(a)	138,000	90,014	121,000
Proceeds on financial assets at amortised cost - self supporting loans	8(a)	0	(80,974)	36,025
Proceeds on disposal of financial assets at amortised cost - term deposits		0	(36,120)	
Proceeds on disposal of financial assets at fair value through profit and loss		0	429	
Proceeds on other loans and receivables		0	0	34,845
Net cash (used in) investing activities		(3,170,500)	(1,678,120)	(975,535)
CASH FLOWS FROM FINANCING ACTIVITIES				
Repayment of borrowings	8(a)	(362,663)	(376,184)	(376,183)
Proceeds from new borrowings	8(a)	250,000	0	0
Payments for principal portion of lease liabilities	7	(92,376)	(71,614)	(70,945)
Net cash (used in) financing activities		(205,039)	(447,798)	(447,128)
Net (decrease) in cash held		(1,761,689)	(997,546)	(1,109,992)
Cash at beginning of year		7,460,000	8,457,546	11,179,625
Cash and cash equivalents at the end of the year	4	**5,698,311**	**7,460,000**	**10,069,633**

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

TOWN OF COTTESLOE
STATEMENT OF FINANCIAL ACTIVITY
FOR THE YEAR ENDED 30 JUNE 2027

OPERATING ACTIVITIES	Note	2026/27 Budget	2025/26 Actual	2025/26 Budget
Revenue from operating activities		$	$	$
General rates	2(a)(i)	12,382,064	11,719,783	11,709,122
Rates excluding general rates	2(a)	357,300	156,822	155,337
Grants, subsidies and contributions		607,800	457,190	427,658
Fees and charges	13	6,210,350	5,654,855	5,586,499
Interest revenue	9(a)	990,810	708,906	704,100
Other revenue		60,000	182,335	175,018
		20,608,324	18,879,891	18,757,734
Expenditure from operating activities				
Employee costs		(8,726,929)	(8,481,613)	(8,407,818)
Materials and contracts		(8,907,715)	(8,563,724)	(8,937,496)
Utility charges		(319,000)	(313,318)	(320,100)
Depreciation	6	(3,391,568)	(3,320,987)	(3,320,987)
Finance costs	9(a)	(116,638)	(198,104)	(204,180)
Insurance		(270,800)	(229,679)	(236,007)
Other expenditure		(541,392)	(333,608)	(339,462)
Loss on asset disposals	5	0	0	(36,000)
		(22,274,042)	(21,441,033)	(21,802,050)
Non cash amounts excluded from operating activities	3(c)	3,391,568	3,386,501	3,356,987
Amount attributable to operating activities		**1,725,850**	**825,359**	**312,671**
INVESTING ACTIVITIES				
Inflows from investing activities				
Proceeds from capital grants, subsidies and contributions		4,736,000	787,497	2,711,466
Proceeds from disposal of property, plant and equipment	5(a)	138,000	90,014	121,000
Proceeds from financial assets at amortised cost - self supporting loans	8(a)	0	0	36,025
Proceeds on other loans and receivables - SVGC		0	0	34,846
		4,874,000	877,511	2,903,337
Outflows from investing activities				
Acquisition of property, plant and equipment	5(a)	(4,969,500)	(583,011)	(858,492)
Acquisition of infrastructure	5(b)	(3,075,000)	(1,855,955)	(3,020,379)
Payments for financial assets at amortised cost - term deposits		0	0	
Payments for other loans and receivables		0	0	35,802
		(8,044,500)	(2,438,966)	(3,843,069)
Amount attributable to investing activities		**(3,170,500)**	**(1,561,455)**	**(939,732)**
FINANCING ACTIVITIES				
Inflows from financing activities				
Proceeds from new borrowings	8(a)	250,000	0	0
Proceeds from new leases - non cash	7	0	10,764	0
Transfers from reserve accounts	9(a)	1,661,500	112,185	190,000
		1,911,500	122,949	190,000
Outflows from financing activities				
Repayment of borrowings	8(a)	(362,663)	(376,184)	(376,183)
Payments for principal portion of lease liabilities	7	(92,376)	(71,614)	(70,945)
Transfers to reserve accounts	9(a)	(731,811)	(406,406)	(389,773)
		(1,186,850)	(854,204)	(836,901)
Non-cash amounts excluded from financing activities	3(d)	0	(10,764)	0
Amount attributable to financing activities		**724,650**	**(742,019)**	**(646,901)**
MOVEMENT IN SURPLUS OR DEFICIT				
Surplus remaining at the start of the financial year	3	720,000	2,198,115	1,273,963
Amount attributable to operating activities		1,725,850	825,359	312,671
Amount attributable to investing activities		(3,170,500)	(1,561,455)	(939,732)
Amount attributable to financing activities		724,650	(742,019)	(646,901)
Surplus remaining after the imposition of general rates	3	**0**	**720,000**	**0**

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

TOWN OF COTTESLOE
FOR THE YEAR ENDED 30 JUNE 2027
INDEX OF NOTES TO THE BUDGET

1 BASIS OF PREPARATION

The annual budget of the Town of Cottesloe which is a Class 3 local government is a forward looking document and has been prepared in accordance with the *Local Government Act 1995* and accompanying regulations.

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

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

Accounting policies which have been adopted in the preparation of this annual budget have been consistently applied unless stated otherwise. Except for cash flow and rate setting information, the annual budget has been prepared on the accrual basis and is based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and liabilities.

The local government reporting entity
All funds through which the Town controls resources to carry on its functions have been included in the financial statements forming part of this annual budget.

All monies held in the Trust Fund are excluded from the financial statements. A separate statement of those monies appears at Note 11 to the annual budget.

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

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

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

Rounding off figures
All figures shown in this statement are rounded to the nearest dollar.

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

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

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

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

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

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

The following are estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year and further information on their nature and impact can be found in the relevant note:
• Fair value measurement of assets carried at reportable value including:
• Property, plant and equipment
• Infrastructure
• Expected credit losses on financial assets
• Impairment losses of non-financial assets
• Measurement of employee benefits

2. RATES AND SERVICE CHARGES

(a) Rating Information

Rate Description	Basis of valuation	Rate in dollar	Number of properties	Rateable value*	2026/27 Budgeted rate revenue	2026/27 Budgeted interim rates	2026/27 Budgeted total revenue	2025/26 Actual total revenue	2025/26 Budget total revenue
				$	$	$	$	$	$
(i) General rates									
Residential Improved	Gross rental valuation	0.052790	3,410	193,571,400	10,218,634	60,000	10,278,634	9,918,202	9,974,643
Residential Vacant	Gross rental valuation	0.063000	71	5,376,950	338,748	5,000	343,748	328,282	251,490
Residential STRA	Gross rental valuation	0.063000	134	3,483,370	219,452	10,000	229,452	0	0
Commercial Improved	Gross rental valuation	0.063000	74	8,568,710	539,829	25,000	564,829	526,999	509,234
Commercial Vacant	Gross rental valuation	0.063000	3	390,000	24,570		24,570	28,823	54,823
Commercial Town	Gross rental valuation	0.075380	126	12,524,070	944,064		944,064	915,550	917,005
Industrial	Gross rental valuation	0.063000	1	31,720	1,998		1,998	1,927	1,927
Total general rates			3,819	223,946,220	12,287,295	100,000	12,387,295	11,719,783	11,709,122
		Minimum $							
(ii) Minimum payment									
Residential Improved	Gross rental valuation	1,200.00	132		158,400		158,400	90,000	90,000
Residential Vacant	Gross rental valuation	1,700.00	4		6,800		6,800	5,752	5,752
Residential STRA	Gross rental valuation	1,700.00	57		96,900		96,900	0	0
Commercial Improved	Gross rental valuation	1,700.00	20		34,000		34,000	25,884	25,884
Commercial Vacant	Gross rental valuation	1,700.00	1		1,700		1,700	2,288	2,288
Commercial Town	Gross rental valuation	1,750.00	34		59,500		59,500	37,856	36,400
Industrial	Gross rental valuation	1,700.00	0		0		0		0
Total minimum payments			248	0	357,300	0	357,300	161,780	160,324
Total general rates and minimum payments			4,067	223,946,220	12,644,595	100,000	12,744,595	11,881,563	11,869,446
					12,644,595	100,000	12,744,595	11,881,563	11,869,446
Discounts (Refer note 2(e))							(5,231)	(4,958)	(4,987)
Total rates					12,644,595	100,000	12,739,364	11,876,605	11,864,459

The Town will not raise specified area rates for the year ended 30th June 2027.

*Rateable Value at time of adopting budget.

All rateable properties within the district used predominately for non-rural purposes are rated according to their Gross Rental Valuation (GRV).

The general rates detailed for the 2026/27 financial year have been determined by Council on the basis of raising the revenue required to meet the estimated deficiency between the total estimated expenditure proposed in the budget and the estimated revenue to be received from all sources other than general rates and also considering the extent of any increase in rating over the level adopted in the previous year.

The minimum payments have been determined by Council on the basis that all ratepayers must make a reasonable contribution to the cost of local government services/facilities.

2. RATES AND SERVICE CHARGES (CONTINUED)

(b) Interest Charges and Instalments - Rates and Service Charges

The following instalment options are available to ratepayers for the payment of rates and service charges.

Instalment options	Date due	Instalment plan admin charge	Instalment plan interest rate	Unpaid rates interest rates
		$	%	%
Option one				
Single full payment	6/10/2026	n/a	n/a	10.00%
Option two				
First instalment	6/10/2026	7.50	5.5%	10.00%
Second instalment	8/12/2026	7.50	5.5%	10.00%
Third instalment	16/02/2027	7.50	5.5%	10.00%
Fourth instalment	20/04/2027	7.50	5.5%	10.00%

(c) Objectives and Reasons for Differential Rating

To provide equity in the rating of properties across the Town the following rate categories have been determined for the implementation of differential rating.

Differential general rate

Description	Characteristics	Objects	Reasons
Residential Improved	All improved land that is zoned for residential puposes	The object of this rate is to apply a base differential rate to properties used for residential purposes. It is the Town's benchmark by which all other GRV rate properties are assessed.	To ensure that all ratepayers make a reasonable contribution to the cost of local government services and facilities available to residents. It is also lower than the vacant land differential rate as the Town is encouraging owners of land holdings to develop that land.
Residential Vacant	All vacant land that is zoned for residential purposes	The object of this differential rate is to impose a higher differential rate to encourage the development of vacant land into residential property.	That the development of vacant land is expected to deliver community benefits by enhancing the vibrancy of the Town and neighbourhood centres and increasing the supply of housing.
Commercial Improved	All improved land that is zoned for commercial uses, other than land determined to be categorised as Commercial Town Centre	The object of this rate is to ensure all commercial properties contribute fairly and equitably towards the higher levels of amenities and services supporting these properties.	To ensure that the amount of rates derived is sufficient to meet the specific demands placed on the Town's infrastructure and services, recognising the higher service demands generated by commercial and industrial activity. This includes increased maintenance requirements and transport links.

2. RATES AND SERVICE CHARGES (CONTINUED)

Commercial Vacant	All vacant land that is zoned for commercial uses, other than land determined to be categorised as Commercial Town Centre.	The object of this rate is to impose a higher differential rate for vacant land to encourage development within the Town.	The Town considers the development of vacant commercial and industrial land is in the best interests of the community, supporting the development of all properties to their full potential and stimulating economic growth.
Town Centre Commercial	Land used for commercial purposes and non-residential land, located in the Cottesloe Town Centre area.	The object of this rate is to ensure all Commercial Town Centre properties contribute fairly and equitably towards the higher levels of amenities and services supporting these properties.	The reason for this rate is to ensure that a reasonable contribution is made towards the higher costs of services and facilities associated with these properties such as increased maintenance requirements and transport links.
Industrial Improved	All improved land that is zoned for industrial uses, other than land determined to be categorised as Commercial Town Centre	The object of this rate is to ensure all industrial properties contribute fairly and equitably towards the higher levels of amenities and services supporting these properties.	The reason for this rate is to ensure that the amount of rates derived is sufficient to meet the specific demands placed on the Town's infrastructure and services, recognising the higher service demands generated by commercial and industrial activity. This includes increased maintenance requirements and transport links.
Residential STRA	This rate applies to land zoned residential where a purpose for which the land is held or used is to offer home short stay accommodation. This is applicable to owners that have an active un-hosted registration on 1 July on the WA Government Short-Term Rental Accommodation Register and applies for the full financial year.	The object of this rate is to ensure that the proportion of total rates derived from unhosted short stay represents an equitable contribution towards Town amenities and services supporting this activity.	The reason for this rate is to ensure the owners of residential land used for the commercial purpose of short stay accommodation contribute to costs associated with this activity. This includes economic development initiatives, marketing and maintaining essential public infrastructure such as beaches, parks and public amenities.

2. RATES AND SERVICE CHARGES (CONTINUED)

(d) Service Charges

The Town did not raise service charges for the year ended 30th June 2027.

(e) Discounts on general rates

Rate, fee or charge to which discount is granted	Type	Discount %	Discount ($)	2026/27 Budget	2025/26 Actual	2025/26 Budget	Circumstances in which discount is granted
				$	$	$	
Cottesloe Tennis Club	Rate	80.0%		5,231	4,958	4,987	Per lease agreement
				5,231	4,958	4,987	

(f) Waivers or concessions

The Town does not anticipate any waivers or concessions for the year ended 30th June 2027.

TOWN OF COTTESLOE
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2027

3. NET CURRENT ASSETS

(a) Composition of estimated net current assets

	Note	2026/27 Budget 30 June 2027 Carried forward	2025/26 Actual 30 June 2026 Carried forward	2025/26 Budget 30 June 2026 Carried forward
Current assets		$	$	$
Cash and cash equivalents	4	5,698,311	7,460,000	10,069,633
Financial assets		3,890,000	3,890,000	0
Receivables		1,654,000	1,654,000	1,127,433
Inventories		9,000	9,000	8,960
Other assets		1,152,890	1,152,890	424
		12,404,201	14,165,890	11,206,450
Less: current liabilities				
Trade and other payables		(4,396,000)	(4,396,000)	(1,399,202)
Contract liabilities		0	(112,000)	(62,261)
Lease liabilities	7	20,762	(71,614)	20,084
Long term borrowings	8	(250,000)	(362,663)	
Employee provisions		(1,493,764)	(1,493,764)	(1,157,500)
		(6,119,002)	(6,436,041)	(2,598,879)
Net current assets		6,285,199	7,729,849	8,607,571
Less: Total adjustments to net current assets	3(b)	(6,285,199)	(7,009,849)	(8,714,244)
Net current assets used in the Statement of Financial Activity		0	720,000	(106,673)

(b) Current assets and liabilities excluded from budgeted deficiency

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

	Note	2026/27 Budget 30 June 2027 Carried forward	2025/26 Actual 30 June 2026 Carried forward	2025/26 Budget 30 June 2026 Carried forward
Adjustments to net current assets				
Less: Reserve accounts	9	(7,706,513)	(8,636,201)	(8,694,160)
Less: Current assets not expected to be received at end of year				
- Rates receivable		(351,034)	(705,035)	
Add: Current liabilities not expected to be cleared at end of year				
- Current portion of borrowings		250,000	362,663	0
- Current portion of lease liabilities		(20,762)	71,614	(20,084)
Add: Current liabilities covered by funds held in reserve account				
- Current portion of contract liabilities		1,543,110	1,897,110	
Total adjustments to net current assets		(6,285,199)	(7,009,849)	(8,714,244)

EXPLANATION OF DIFFERENCE IN SURPLUS/(DEFICIT)

Items excluded from calculation of budgeted deficiency

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

(c) Amounts excluded from operating activities

	Note	2026/27 Budget 30 June 2027 Carried forward	2025/26 Actual 30 June 2026 Carried forward	2025/26 Budget 30 June 2026 Carried forward
		$	$	$
Add: Loss on asset disposals	5	0	0	36,000
Add: Depreciation	6	3,391,568	3,320,987	3,320,987
Movement in current liabilities associated funds held in reserve account:				
Non-cash movements in non-current assets and liabilities:				
- Financial assets at amortised cost - self supporting loans		0	(36,880)	
- Pensioner deferred rates		0	102,004	
- Employee benefit provisions		0	390	
Non cash amounts excluded from operating activities		3,391,568	3,386,501	3,356,987

(d) Amounts excluded from financing activities

	Note	2026/27 Budget	2025/26 Actual	2025/26 Budget
Less: Lease liability recognised	7	0	(10,764)	0
Non cash amounts excluded from financing activities		0	(10,764)	0

3. NET CURRENT ASSETS (CONTINUED)

(e) MATERIAL ACCOUNTING POLICIES

CURRENT AND NON-CURRENT CLASSIFICATION

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

TRADE AND OTHER PAYABLES

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

PREPAID RATES

Prepaid rates are, until the taxable event has occurred (start of the next financial year), refundable at the request of the ratepayer. Rates received in advance are initially recognised as a financial liability. When the taxable event occurs, the financial liability is extinguished and the Town recognises revenue for the prepaid rates that have not been refunded.

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.

INVENTORY - LAND HELD FOR RESALE

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

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

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

SUPERANNUATION

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

GOODS AND SERVICES TAX (GST)

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

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

Cash flows are presented on a gross basis. The GST components of cash flows arising from investing or financing activities which are recoverable from, or payable to, the ATO are presented as operating cash flows.

CONTRACT LIABILITIES

Contract liabilities represent the Town's obligation to transfer goods or services to a customer for which the Town has received consideration from the customer.

Contract liabilities represent obligations which are not yet satisfied. Contract liabilities are recognised as revenue when the performance obligations in the contract are satisfied.

TRADE AND OTHER RECEIVABLES

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

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

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

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

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

PROVISIONS

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

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

EMPLOYEE BENEFITS

Short-term employee benefits

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

Other long-term employee benefits

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

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

CONTRACT ASSETS

Contract assets primarily relate to the Town's right to consideration for work completed but not billed at the end of the period.

4. RECONCILIATION OF CASH

(a) Reconciliation of cash

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

	Note	2026/27 Budget	2025/26 Actual	2025/26 Budget
		$	$	$
Cash and cash equivalents		5,810,311	7,460,000	10,069,633
Restrictions				
The following classes of financial assets have restrictions imposed by regulations or other externally imposed requirements which limit or direct the purpose for which the resources may be used:				
Cash and cash equivalents		4,045,513	4,975,201	8,694,160
Restricted financial assets at amortised cost - term deposits		3,773,000	3,773,000	
		7,818,513	8,748,201	8,694,160
The restricted financial assets are a result of the following specific purposes to which the assets may be used:				
Reserve accounts	9	7,706,513	8,636,201	8,694,160
Contract liabilities		112,000	112,000	
Total restricted financial assets		7,818,513	8,748,201	8,694,160

(b) Reconciliation of net cash provided by operating activities

	Note	2026/27 Budget	2025/26 Actual	2025/26 Budget
Net result		3,070,282	(1,773,645)	(332,850)
Non-cash items:				
Depreciation	6	3,391,568	3,320,987	3,320,987
Loss on sale of assets	5	0	0	36,000
Changes in assets and liabilities:				
(Increase) in receivables		0	(3,331,161)	
(Increase) in inventories		0	(80)	
Decrease in other assets		0	242,098	
Decrease in trade and other payables		0	1,560,170	
Decrease in contract liabilities		0	112,000	
Decrease in employee related provisions		0	390	
Capital grants, subsidies and contributions		(4,736,000)	(787,497)	(2,711,466)
Net cash provided by/(used in) operating activities		1,725,850	(656,738)	312,671

MATERIAL ACCOUNTING POLICES

CASH AND CASH EQUIVALENTS

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

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

Bank overdrafts are shown as short term borrowings in current liabilities in Note 3 - Net Current Assets.

FINANCIAL ASSETS AT AMORTISED COST

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

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

TOWN OF COTTESLOE
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2027

5. PROPERTY, PLANT AND EQUIPMENT

	2026/27 Budget			2025/26 Actual			2025/26 Budget			
	Additions	Disposals - Net Book Value	Disposals - Sale Proceeds	Additions	Disposals - Net Book Value	Disposals - Sale Proceeds	Additions	Disposals - Net Book Value	Disposals - Sale Proceeds	Disposals - Loss
(a) Property, Plant and Equipment	$	$	$	$	$	$	$	$	$	$
Land - vested in and under the control o	4,030,000									0
Buildings - specialised	166,500			133,620			377,905			0
Furniture and equipment	13,000			58,829			101,587			0
Plant and equipment	760,000	(138,000)	138,000	390,562	(90,014)	90,014	379,000	(157,000)	121,000	(36,000)
Total	4,969,500	(138,000)	138,000	583,011	(90,014)	90,014	858,492	(157,000)	121,000	(36,000)
(b) Infrastructure										
Infrastructure - roads	508,000			790,394			1,388,200			0
Infrastructure - footpaths	1,775,000			406,600			400,000			0
Infrastructure - drainage	80,000			31,477			40,000			0
Infrastructure - parks and ovals	609,000			493,971			616,871			0
Other infrastructure - miscellaneous	35,000			72,600			306,337			0
Other infrastructure - car parks				23,971			58,971			0
Other infrastructure - irrigation							70,000			0
Other infrastructure - right of ways	68,000			36,942			140,000			0
Total	3,075,000	0	0	1,855,955	0	0	3,020,379	0	0	0
Total	8,044,500	(138,000)	138,000	2,438,966	(90,014)	90,014	3,878,871	(157,000)	121,000	(36,000)

MATERIAL ACCOUNTING POLICIES

RECOGNITION OF ASSETS

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

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

6. DEPRECIATION

	2026/27 Budget	2025/26 Actual	2025/26 Budget
	$	$	$
By Class			
Buildings - specialised	929,411	910,069	910,069
Furniture and equipment	99,376	97,308	97,308
Plant and equipment	177,687	173,989	173,989
Other property, plant and equipment - Furniture and Equipment - Library	1,014,611	993,496	993,496
Infrastructure - footpaths	192,573	188,565	188,565
Infrastructure - drainage	142,003	139,048	139,048
Infrastructure - parks and ovals	615,299	602,494	602,494
Other infrastructure - miscellaneous	133,021	130,253	130,253
Other infrastructure - car parks	9,232	9,040	9,040
Right of use - buildings	76,561	74,968	74,968
Right of use - plant and equipment	1,794	1,757	1,757
	3,391,568	3,320,987	3,320,987
By Program			
Governance	54,398	53,266	53,266
Law, order, public safety	17,261	16,902	16,902
Health	3,711	3,634	3,634
Education and welfare	101,259	99,152	99,152
Community amenities	62,962	61,652	61,652
Recreation and culture	1,527,931	1,496,134	1,496,134
Transport	1,506,290	1,474,943	1,474,943
Economic services	5,672	5,554	5,554
Other property and services	112,083	109,751	109,751
	3,391,568	3,320,987	3,320,987

MATERIAL ACCOUNTING POLICIES

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.

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

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

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

Buildings - specialised	
Furniture and equipment	
Plant and equipment	
Other property, plant and equipment - Furniture and Equipment - Library	
Infrastructure - footpaths	
Infrastructure - drainage	
Infrastructure - parks and ovals	
Other infrastructure - miscellaneous	
Other infrastructure - car parks	
Right of use - buildings	
Right of use - plant and equipment	Based on the remaining lease

AMORTISATION
The depreciable amount of all intangible assets with a finite useful life, are depreciated on a straight-line basis over the individual asset's useful life from the time the asset is held for use.

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

Amortisation is included within Depreciation on non-current assets in the Statement of Comprehensive Income.

7. LEASE LIABILITIES

Purpose	Lease Number	Institution	Lease Interest Rate	Lease Term	Budget Lease Principal 1 July 2026	2026/27 Budget New Leases	2026/27 Budget Lease Principal Repayments	Budget Lease Principal outstanding 30 June 2027	2026/27 Budget Lease Interest Repayments	Actual Principal 1 July 2025	2025/26 Actual New Leases	2025/26 Actual Lease Principal repayments	Actual Lease Principal outstanding 30 June 2026	2025/26 Actual Lease Interest repayments	Budget Principal 1 July 2025	2025/26 Budget New Leases	2025/26 Budget Lease Principal repayments	Budget Lease Principal outstanding 30 June 2026	2025/26 Budget Lease Interest repayments
					$	$	$	$	$	$	$	$	$	$	$	$	$	$	$
Depot Facility	1	Town of Mosmar	3.2%	21 years	1,218,916	0	(88,976)	1,129,940	(30,462)	1,290,246		(71,330)	1,218,916	(38,271)	1,062,905		(69,096)	993,809	(38,721)
Telephone system	3	Telstra	2.0%	5 years	0	0	0	0	0	0			0	0	(148)		0	(148)	0
Folding machine	4	Quadient Financ	4.6%	3 years	10,480	0	(3,400)	7,080	(180)	0	10,764	(284)	10,480	(15)	(2,084)		(1,849)	(3,933)	(21)
					1,229,396	0	(92,376)	1,137,020	(30,642)	1,290,246	10,764	(71,614)	1,229,396	(38,286)	1,060,673	0	(70,945)	989,728	(38,742)

MATERIAL ACCOUNTING POLICIES

LEASES
At the inception of a contract, the Town assesses whether the contract is, or contains, a lease. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

At the commencement date, a right-of-use asset is recognised at cost and a lease liability at the present value of the lease payments that are not paid at that date. The lease payments are discounted using the interest rate implicit in the lease, if that rate can be readily determined. If that rate cannot be readily determined, the Town uses its incremental borrowing rate.

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

8. BORROWINGS

(a) Borrowing repayments

Movement in borrowings and interest between the beginning and the end of the current financial year.

Purpose	Loan Number	Institution	Interest Rate	Budget Principal 1 July 2026	2026/27 Budget New Loans	2026/27 Budget Principal Repayments	Budget Principal outstanding 30 June 2027	2026/27 Budget Interest Repayments	Actual Principal 1 July 2025	2025/26 Actual New Loans	2025/26 Actual Principal Repayments	Actual Principal outstanding 30 June 2026	2025/26 Actual Interest Repayments	Budget Principal 1 July 2025	2025/26 Budget New Loans	2025/26 Budget Principal Repayments	Budget Principal outstanding 30 June 2026	2025/26 Budget Interest Repayments
				$	$	$	$	$	$	$	$	$	$	$	$	$	$	$
The Grove Library - Joint	107	WATC	6.2%	1,377,793		(362,663)	1,015,130	(83,887)	1,717,951		(340,158)	1,377,793	(106,391)	1,398,901	0	(340,158)	1,058,743	(106,391)
Parking Infrastructure	TBA	WATC	TBA	0	250,000	0	250,000	0				0					0	
				1,377,793	250,000	(362,663)	1,265,130	(83,887)	1,717,951	0	(340,158)	1,377,793	(106,391)	1,398,901	0	(340,158)	1,058,743	(106,391)
Self Supporting Loans																		
Cottesloe Tennis Club	108	WATC	2.7%	0	0	0	0	0	36,026	0	(36,026)	0	(734)	957	0	(36,025)	(35,068)	(734)
				0	0	0	0	0	36,026	0	(36,026)	0	(734)	957	0	(36,025)	(35,068)	(734)
				1,377,793	250,000	(362,663)	1,265,130	(83,887)	1,753,977	0	(376,184)	1,377,793	(107,125)	1,399,858	0	(376,183)	1,023,675	(107,125)

All borrowing repayments, other than self supporting loans, will be financed by general purpose revenue.
The self supporting loan(s) repayment will be fully reimbursed.

8. BORROWINGS (CONTINUED)

(b) New borrowings - 2026/27

Particulars/Purpose	Institution	Loan type	Term (years)	Interest rate	Amount borrowed budget	Total interest & charges	Amount used budget	Balance unspent
				%	$	$	$	$
Parking Infrastructure	WATC	Debenture	3	4.6%	250,000	13,400	250,000	0
					250,000	13,400	250,000	0

(c) Unspent borrowings

The Town had no unspent borrowing funds as at 30th June 2026 nor is it expected to have unspent borrowing funds as at 30th June 2027.

(d) Credit Facilities

	2026/27 Budget	2025/26 Actual	2025/26 Budget
	$	$	$
Loan facilities			
Loan facilities in use at balance date	1,265,130	1,377,793	1,023,675

MATERIAL ACCOUNTING POLICIES

BORROWING COSTS
The Town has elected to recognise borrowing costs as an expense when incurred regardless of how the borrowings are applied.

Fair values of borrowings are not materially different to their carrying amounts, since the interest payable on those borrowings is either close to current market rates or the borrowings are of a short term nature.
Borrowings fair values are based on discounted cash flows using a current borrowing rate.

9. RESERVE ACCOUNTS

(a) Reserve Accounts - Movement

	2026/27 Budget				2025/26 Actual				2025/26 Budget			
	Opening Balance	Transfer to	Transfer (from)	Closing Balance	Opening Balance	Transfer to	Transfer (from)	Closing Balance	Opening Balance	Transfer to	Transfer (from)	Closing Balance
	$	$	$	$	$	$	$	$	$	$	$	$
Restricted by legislation												
(a) Payment in lieu of parking plan reserve	13,771	689		14,460	13,244	527		13,771	13,186	527		13,713
	13,771	689	0	14,460	13,244	527	0	13,771	13,186	527	0	13,713
Restricted by council												
(b) Active Transport Reserve	433,113	21,656	0	454,769	423,281	9,832		433,113	245,804	9,832		255,636
(c) Buildings Reserve	292,354	776,375	(50,000)	1,018,729	276,604	15,750		292,354	393,748	15,750		409,498
(d) Foreshore Redevelopment Reserve	3,926,817	591,087	(1,333,000)	3,184,904	3,754,823	171,994		3,926,817	4,299,851	171,994		4,471,845
(e) Green Infrastructure Reserve	320,401	16,020	0	336,421	312,133	8,268		320,401	206,689	8,268		214,957
(f) Information Technology Reserve	10,000	100,500	(10,500)	100,000	70,262	11,923	(72,185)	10,000	48,077	11,923	(50,000)	10,000
(g) Infrastructure Reserve	1,088,032	95,835	0	1,183,867	1,049,448	38,584		1,088,032	964,602	38,584		1,003,186
(h) Leave Reserve	287,610	14,381	0	301,991	268,924	18,686		287,610	217,159	18,686		235,845
(i) Legal Reserve	185,472	9,274	(194,746)	0	168,752	16,720		185,472	168,010	16,720		184,730
(j) Library Reserve	282,757	14,138	(296,895)	0	262,311	20,446		282,757	261,159	20,446		281,605
(k) Property Reserve	442,726	22,136	(464,862)	0	423,315	19,411		442,726	235,284	19,411		254,695
(l) Public Open Space and Recreation Reserve	696,759	52,376	(200,000)	549,135	648,901	47,858		696,759	780,640	47,858		828,498
(m) Recreation Precinct Reserve	16,703	835	(17,538)	0	16,063	640		16,703	15,993	640	(16,633)	0
(n) Right of Way Reserve	104,222	5,211	(109,433)	0	138,771	5,451	(40,000)	104,222	136,279	5,451	(140,000)	1,730
(o) Sculpture and Artworks Reserve	138,542	6,927	0	145,469	133,236	5,306		138,542	132,650	5,306		137,956
(p) Shark Barrier Reserve	163,785	8,189	0	171,974	157,704	6,081		163,785	152,033	6,081		158,114
(q) Waste Management Reserve	233,137	11,657	0	244,794	224,208	8,929		233,137	223,223	8,929		232,152
	8,622,430	1,746,596	(2,676,974)	7,692,053	8,328,736	405,879	(112,185)	8,622,430	8,481,201	405,879	(206,633)	8,680,447
Movement between Reserves		1,015,474	(1,015,474)									
	8,636,201	731,811	(1,661,500)	7,706,513	8,341,980	406,406	(112,185)	8,636,201	8,494,387	406,406	(206,633)	8,694,160

9. RESERVE ACCOUNTS

(b) Reserve Accounts - Purposes

In accordance with Council resolutions in relation to each reserve account, the purpose for which the reserves are set aside are as follows:

	Reserve name	Purpose of the reserve
	Restricted by legislation	
(a)	Payment in lieu of parking plan reserve	The purpose of this reserve is, in accordance with the Council's Town Planning Scheme, to set aside funds from developers for the development of parking facilities.
	Restricted by council	
(b)	Active Transport Reserve	To be used for the purpose of developing and maintaining active transport infrastructure within the suburb of Cottesloe.
(c)	Buildings Reserve	To fund construction, acquisition, renewal, upgrade and replacement of Town owned buildings and associated facilities.
(d)	Foreshore Redevelopment Reserve	To be used to fund the development of the Cottesloe foreshore.
(e)	Green Infrastructure Reserve	To be used for the purpose of developing, commencing and implementing the Green Infrastructure Management Strategy within the suburb of Cottesloe and to fund new or enhance existing sustainability initiatives within the suburb of Cottesloe.
(f)	Information Technology Reserve	To be used for the purpose of developing and renewing information technology assets within the suburb of Cottesloe.
(g)	Infrastructure Reserve	To contribute towards future infrastructure construction and renewal within the suburb of Cottesloe including roads, drainage, footpaths, parks and ovals, right of ways, irrigation, streetscapes and miscellaneous infrastructure.
(h)	Leave Reserve	To partially cash back the accumulated employee leave liability and to fund the payment of accumulated leave entitlements for Town of Cottesloe staff.
(i)	Legal Reserve	This reserve will no longer be used. Funds to be transfered to Foreshore Redevelopment Reserve in 2026/27
(j)	Library Reserve	This reserve will no longer be used. Funds to be transfered to Buildings Reserve in 2026/27
(k)	Property Reserve	This reserve will no longer be used. Funds to be transfered to Buildings Reserve in 2026/27
(l)	Public Open Space and Recreation Reserve	To contribute towards the planning, development, enhancement, renewal and replacement of public open space, playgrounds, recreation facilities, public amenity infrastructure and associated community assets.
(m)	Recreation Precinct Reserve	This reserve will no longer be used. Funds to be transfered to Public Open Space and Recreation Reserve in 2026/27
(n)	Right of Way Reserve	This reserve will no longer be used. Funds to be transfered to Infrastructure Reserve in 2026/27
(o)	Sculpture and Artworks Reserve	To be used for the acquisition of new and restoration of existing sculptures and artworks within the suburb of Cottesloe.
(p)	Shark Barrier Reserve	To develop and replace the shark barrier within the suburb of Cottesloe.
(q)	Waste Management Reserve	To fund the improvement, replacement and expansion of waste management plant, equipment, facilities and services within the suburb of Cottesloe.

(c) Reserve Accounts - Change in Use

The Town has resolved to make the following changes in the use of money in a reserve account. This money is to be used or set aside for a purpose other than the purpose for which the account was established.

Reserve name	Objects of changing of the reserve	Reasons for changing the use of the reserve	2026/27 Budget amount to be used	2026/27 Budget amount change of purpose
			$	$
Legal Reserve	To close the Legal Reserve, which is no longer required for its original purpose, and transfer the funds to the Foreshore Redevelopment Reserve to support future community infrastructure investment.	As the specific liability for which the reserve was established no longer exists, it is appropriate to redirect the funds to a reserve with a clear ongoing purpose.	194,746	194,746
			194,746	194,746

TOWN OF COTTESLOE
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2027

10. COUNCIL MEMBERS REMUNERATION

	2026/27 Budget	2025/26 Actual	2025/26 Budget
	$	$	$
Mayor Melissa Harkins			
Mayor's allowance	33,072	20,318	28,980
Mayor Meeting attendance fees	28,335	17,705	25,254
Deputy Mayor's allowance	0	2,166	0
Meeting attendance fees		4,873	
Annual allowance for ICT expenses	3,500	1,656	1,656
	64,907	46,717	55,890
Deputy Mayor Sonja Heath			
Deputy Mayor's allowance	8,268	5,079	7,245
Meeting attendance fees	17,300	16,301	16,301
Annual allowance for ICT expenses	3,500	1,656	1,656
	29,068	23,036	25,202
Cr. Kirsty Barrett			
Meeting attendance fees	17,300	4,343	
Annual allowance for ICT expenses	3,500	441	
	20,800	4,784	0
Cr. Chilla Bulbeck			
Meeting attendance fees	17,300	16,301	16,301
Annual allowance for ICT expenses	3,500	1,656	1,656
	20,800	17,957	17,957
Cr. Jeffrey Irvine			
Meeting attendance fees	17,300	16,301	16,301
Annual allowance for ICT expenses	3,500	1,656	1,656
	20,800	17,957	17,957
Cr. Helen Sadler			
Meeting attendance fees	17,300	16,301	16,301
Annual allowance for ICT expenses	3,500	1,656	1,656
	20,800	17,957	17,957
Cr. Michael Thomas			
Meeting attendance fees	17,300	16,301	16,301
Annual allowance for ICT expenses	3,500	1,656	1,656
	20,800	17,957	17,957
Cr. Brad Wylynko			
Meeting attendance fees	17,300	16,301	16,301
Annual allowance for ICT expenses	3,500	1,656	1,656
	20,800	17,957	17,957
Cr. Lorraine Young			
Meeting attendance fees	17,300	11,428	16,301
Annual allowance for ICT expenses	3,500	1,656	1,656
Mayor's allowance		8,663	
Mayor Meeting attendance fees		7,549	
	20,800	29,296	17,957
Former Cr. Katy Mason			
Meeting attendance fees		6,822	16,301
Annual allowance for ICT expenses		693	1,656
	0	7,515	17,957
Total Council Member Remuneration	239,575	201,133	206,791
Mayor's allowance	33,072	28,980	28,980
Deputy Mayor's allowance	8,268	7,245	7,245
Meeting attendance fees	166,735	150,526	155,662
Annual allowance for ICT expenses	31,500	14,382	14,904
	239,575	201,133	206,791

11. TRUST FUNDS

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

Detail	Balance 30 June 2026	Estimated amounts received	Estimated amounts paid	Estimated balance 30 June 2027
	$	$	$	$
Cash in lieu of public open space	107,550	4,450	(112,000)	0
Abandoned vehicles	1,177	49		1,225
North Cottesloe Primary School	7,536	312		7,848
Cottesloe Primary School	7,458	309		7,767
	123,722	5,120	(112,000)	16,841

12. REVENUE AND EXPENDITURE

Revenue and Expenditure Classification

REVENUES

RATES
All rates levied under the *Local Government Act 1995*. Includes general, differential, specific area rates, minimum payment, interim rates, back rates, ex-gratia rates, less discounts offered.
Exclude administration fees, interest on instalments, interest on arrears, service charges and sewerage rates.

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

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

REVENUE FROM CONTRACTS WITH CUSTOMERS
Revenue from contracts with customers is recognised when the local government satisfies its performance obligations under the contract.

FEES AND CHARGES
Revenues (other than service charges) from the use of facilities and charges made for local government services, sewerage rates, rentals, hire charges, fee for service, photocopying charges, licences, sale of goods or information, fines, penalties and administration fees.
Local governments may wish to disclose more detail such as rubbish collection fees, rental of property, fines and penalties, other fees and charges.

SERVICE CHARGES
Service charges imposed under *Division 6 of Part 6 of the Local* Government Act 1995. Regulation 54 of the Local Government *(Financial Management) Regulations 1996* identifies the charges which can be raised. These are television and radio broadcasting, underground electricity and neighbourhood surveillance services and water.
Exclude rubbish removal charges which should not be classified as a service charge. Interest and other items of a similar nature received from bank and investment accounts, interest on rate instalments, interest on rate arrears and interest on debtors.

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

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

PROFIT ON ASSET DISPOSAL
Gain on the disposal of assets including gains on the disposal of long-term investments.

EXPENSES

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

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

UTILITIES (GAS, ELECTRICITY, WATER)
Expenditures made to the respective agencies for the provision of power, gas or water.
Exclude expenditures incurred for the reinstatement of roadwork on behalf of these agencies.

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

LOSS ON ASSET DISPOSAL
Loss on the disposal of fixed assets.

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

FINANCE COSTS
Interest and other costs of finance paid, including costs of finance for loan debentures, overdraft accommodation and refinancing expenses.

OTHER EXPENDITURE
Statutory fees, taxes, provision for bad debts, member's fees or levies including DFES levy and State taxes. Donations and subsidies made to community groups.

13. FEES AND CHARGES

	2026/27 Budget	2025/26 Actual	2025/26 Budget
	$	$	$
By Program:			
General purpose funding	64,477	58,710	58,000
Law, order, public safety	19,232	17,512	17,300
Health	89,601	81,586	80,600
Education and welfare	88,934	80,979	80,000
Community amenities	3,301,773	3,006,441	2,970,099
Recreation and culture	750,934	683,765	675,500
Transport	1,489,639	1,356,396	1,340,000
Economic services	405,760	369,466	365,000
	6,210,350	5,654,855	5,586,499

The subsequent pages detail the fees and charges proposed to be imposed by the local government.