

SHIRE OF JERRAMUNGUP
MONTHLY FINANCIAL REPORT
(Containing the Statement of Financial Activity)
For the Period Ended 30 June 2020

LOCAL GOVERNMENT ACT 1995
LOCAL GOVERNMENT (FINANCIAL MANAGEMENT) REGULATIONS 1996

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PREPARATION TIMING AND REVIEW

Date prepared: All known transactions up to 06 July 2020

Prepared by: Tamara Pike

Reviewed by: Charmaine Solomon

BASIS OF PREPARATION

REPORT PURPOSE

This report is prepared to meet the requirements of *Local Government (Financial Management) Regulations 1996 , Regulation 34* . Note: The statements and accompanying notes are prepared based on all transactions recorded at the time of preparation and may vary due to transactions being processed for the reporting period after the date of preparation.

BASIS OF ACCOUNTING

This statement comprises a special purpose financial report which has been prepared in accordance with Australian Accounting Standards (as they apply to local governments and not-for-profit entities and to the extent they are not in-consistent with the *Local Government Act 1995* and accompanying regulations), Australian Accounting Interpretations, other authoritative pronouncements of the Australian Accounting Standards Board, the *Local Government Act 1995* and accompanying regulations. Accounting policies which have been adopted in the preparation of this financial report have been consistently applied unless stated otherwise.

Except for cash flow and rate setting information, the report has been prepared on the accrual basis and is based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and liabilities.

THE LOCAL GOVERNMENT REPORTING ENTITY

All Funds through which the Council controls resources to carry on its functions have been included in this statement. 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 statement, but a separate statement of those monies appears at Note 14.

SIGNIFICANT ACCOUNTING POLICES

GOODS AND SERVICES TAX

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.

CRITICAL ACCOUNTING ESTIMATES

The preparation of a financial report in conformity with Australian Accounting Standards requires management to make judgements, estimates and assumptions that effect the application of policies and reported amounts of assets and liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances; the results of which form the basis of making the judgements about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

ROUNDING OFF FIGURES

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

**KEY TERMS AND DESCRIPTIONS
FOR THE PERIOD ENDED 30 JUNE 2020**

STATUTORY REPORTING PROGRAMS

Shire operations as disclosed in these financial statements encompass the following service orientated activities/programs.

GOVERNANCE

To provide a decision making process for the efficient allocation of scarce resources.

GENERAL PURPOSE FUNDING

To collect revenue to allow for the provision of services.

LAW, ORDER, PUBLIC SAFETY

To provide services to help ensure a safer community.

HEALTH

To provide an operational framework for good community health.

EDUCATION AND WELFARE

To meet the needs of the community in these areas.

HOUSING

Help ensure adequate housing for key community personnel such as police.

COMMUNITY AMENITIES

To provide services required by the community.

RECREATION AND CULTURE

To establish and effectively manage infrastructure and resources which will help the social wellbeing of the community.

TRANSPORT

To provide safe and efficient transport services to the community

ECONOMIC SERVICES

To help promote the Shire and improve its economic wellbeing.

OTHER PROPERTY AND SERVICES

Other activities which contribute to the governance and operations of the Shire.

ACTIVITIES

Administration and operation of facilities and services to members of Council; Other costs that relate to the tasks of assisting elected members and ratepayers on matters which do not concern specific Council Services.

Rates, general purpose government grants and interest revenue.

Supervision of various by-laws, fire prevention, emergency services and animal control.

Food quality and pest control, maintenance and contributions to health services and facilities.

Operation and provision of services to seniors and child care centres within the Shire.

Maintenance of staff and rental housing.

Rubbish collection services, operation of tips, noise control, administration of the town planning scheme, maintenance of cemeteries, control and maintenance of coastal reserves and other community/environmental services.

Maintenance of public halls, sporting complexes, resource centres, various parks and associated facilities, provision of library services in Jerramungup and Bremer Bay. Maintenance and upgrade of radio repeater services.

Construction and maintenance of streets, roads, bridges, cleaning and lighting of streets, parking facilities, traffic signs, depot maintenance and airstrip maintenance.

The regulation and provision of tourism, area promotion, building control, saleyards, noxious weeds, vermin control and water supply including stand pipes.

Private works operation, plant repairs and operations costs, administration expenses.

**STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD ENDED 30 JUNE 2020**

STATUTORY REPORTING PROGRAMS

| | Ref Note | Revised Budget | YTD Budget (a) | YTD Actual (b) | Var. \$ (b)-(a) | Var. % (b)-(a)/(a) | Var. |
|---|-------------|--------------------|----------------------|----------------------|--------------------|-----------------------|------|
| | | \$ | \$ | \$ | \$ | % | |
| Opening Funding Surplus / (Deficit) | 1 (c) | 1,509,542 | 1,509,542 | 1,509,542 | 0 | 0.00% | |
| Revenue from operating activities | | | | | | | |
| Governance | | 11,653 | 11,653 | 15,358 | 3,705 | 31.79% | |
| General Purpose Funding - Rates | 6 | 3,405,140 | 3,405,140 | 3,471,142 | 66,002 | 1.94% | |
| General Purpose Funding - Other | | 736,225 | 736,225 | 1,398,075 | 661,850 | 89.90% | ▲ |
| Law, Order and Public Safety | | 219,487 | 219,487 | 195,966 | (23,521) | (10.72%) | ▼ |
| Health | | 15,246 | 15,246 | 24,584 | 9,338 | 61.25% | |
| Education and Welfare | | 3,042 | 3,042 | 5,985 | 2,943 | 96.74% | |
| Housing | | 87,482 | 87,482 | 74,768 | (12,714) | (14.53%) | ▼ |
| Community Amenities | | 527,266 | 527,266 | 553,220 | 25,954 | 4.92% | |
| Recreation and Culture | | 57,581 | 57,581 | 80,892 | 23,311 | 40.48% | ▲ |
| Transport | | 191,017 | 191,017 | 241,322 | 50,305 | 26.34% | ▲ |
| Economic Services | | 58,055 | 58,055 | 61,038 | 2,983 | 5.14% | |
| Other Property and Services | | 184,918 | 184,918 | 143,782 | (41,136) | (22.25%) | ▼ |
| | | 5,497,112 | 5,497,112 | 6,266,131 | 769,019 | | |
| Expenditure from operating activities | | | | | | | |
| Governance | | (346,656) | (346,656) | (294,246) | 52,410 | 15.12% | ▲ |
| General Purpose Funding | | (238,503) | (238,503) | (219,740) | 18,763 | 7.87% | |
| Law, Order and Public Safety | | (567,520) | (567,520) | (466,273) | 101,247 | 17.84% | ▲ |
| Health | | (336,226) | (336,226) | (277,677) | 58,549 | 17.41% | ▲ |
| Education and Welfare | | (108,769) | (108,769) | (77,564) | 31,205 | 28.69% | ▲ |
| Housing | | (234,572) | (234,572) | (25,527) | 209,045 | 89.12% | ▲ |
| Community Amenities | | (1,349,011) | (1,349,011) | (1,127,321) | 221,690 | 16.43% | ▲ |
| Recreation and Culture | | (988,665) | (988,665) | (967,502) | 21,163 | 2.14% | |
| Transport | | (2,035,752) | (2,035,752) | (1,924,575) | 111,177 | 5.46% | |
| Economic Services | | (232,745) | (232,745) | (257,191) | (24,446) | (10.50%) | ▼ |
| Other Property and Services | | (75,183) | (75,183) | (163,225) | (88,042) | (117.10%) | ▼ |
| | | (6,513,602) | (6,513,602) | (5,800,842) | 712,760 | | |
| Non-cash amounts excluded from operating activities | 1 (a) | 1,877,026 | 1,877,026 | 1,973,279 | 96,253 | 5.13% | |
| Amount attributable to operating activities | | 860,536 | 860,536 | 2,438,569 | 1,578,033 | | |
| Investing Activities | | | | | | | |
| Proceeds from non-operating grants, subsidies and contributions | 13 | 3,391,296 | 3,391,296 | 2,259,042 | (1,132,254) | (33.39%) | ▼ |
| Proceeds from disposal of assets | 7 | 781,818 | 781,818 | 781,818 | 0 | 0.00% | |
| Purchase of property, plant and equipment | 8 | (6,952,706) | (6,952,706) | (5,602,440) | 1,350,266 | 19.42% | ▲ |
| Amount attributable to investing activities | | (2,779,592) | (2,779,592) | (2,561,580) | 218,012 | | |
| Financing Activities | | | | | | | |
| Proceeds from New Debentures | | 500,000 | 500,000 | 500,000 | 0 | 0.00% | |
| Transfer from Reserves | 10 | 870,170 | 870,170 | 38,500 | (831,670) | (95.58%) | ▼ |
| Repayment of Debentures | 9 | (178,126) | (178,126) | (178,127) | (1) | 0.00% | |
| Transfer to Reserves | 10 | (770,438) | (770,438) | (768,790) | 1,648 | (0.21%) | |
| Amount attributable to financing activities | | 421,606 | 421,606 | (408,417) | (830,023) | | |
| Closing Funding Surplus / (Deficit) | 1 (c) | 12,092 | 12,092 | 978,113 | | | |

KEY INFORMATION

▲ ▼ Indicates a variance between Year to Date (YTD) Actual and YTD Actual data as per the adopted materiality threshold. Refer to threshold. Refer to Note 15 for an explanation of the reasons for the variance.

The material variance adopted by Council for the 2019-20 year is \$10,000 or 10.00% whichever is the greater.

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

KEY TERMS AND DESCRIPTIONS FOR THE PERIOD ENDED 30 JUNE 2020

REVENUE

RATES

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

OPERATING GRANTS, SUBSIDIES AND CONTRIBUTIONS

Refer to all amounts received as grants, subsidies and contributions that are not non-operating grants.

NON-OPERATING 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.

PROFIT ON ASSET DISPOSAL

Profit on the disposal of assets including gains on the disposal of long term investments. Losses are disclosed under the expenditure classifications.

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 these as television and radio broadcasting, underground electricity and neighbourhood surveillance services. Exclude rubbish removal charges. 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 EARNINGS

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 / INCOME

Other revenue, which can not be classified under the above headings, includes dividends, discounts, rebates etc.

NATURE OR TYPE DESCRIPTIONS

EXPENSES

EMPLOYEE COSTS

All costs associate 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.

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, 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, rental or lease expenditures.

UTILITIES (GAS, ELECTRICITY, WATER, ETC.)

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 expense raised on all classes of assets.

INTEREST EXPENSES

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 State taxes. Donations and subsidies made to community groups.

**STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD ENDED 30 JUNE 2020**

BY NATURE OR TYPE

| | Ref Note | Revised Budget | YTD Budget (a) | YTD Actual (b) | Var. \$ (b)-(a) | Var. % (b)-(a)/(a) | Var. |
|---|-------------|--------------------|----------------------|----------------------|--------------------|-----------------------|------|
| | | \$ | \$ | \$ | \$ | % | |
| Opening Funding Surplus / (Deficit) | 1 (c) | 1,509,542 | 1,509,542 | 1,509,542 | 0 | 0.00% | |
| Revenue from operating activities | | | | | | | |
| Rates | 6 | 3,405,140 | 3,405,140 | 3,405,757 | 617 | 0.02% | |
| Operating grants, subsidies and contributions | 12 | 939,263 | 939,263 | 1,642,093 | 702,830 | 74.83% | ▲ |
| Fees and charges | | 772,710 | 772,710 | 840,279 | 67,569 | 8.74% | ▲ |
| Interest earnings | | 61,343 | 61,343 | 68,460 | 7,117 | 11.60% | |
| Other revenue | | 213,953 | 213,953 | 204,839 | (9,114) | (4.26%) | |
| Profit on disposal of assets | 7 | 104,703 | 104,703 | 104,703 | 0 | 0.00% | |
| | | 5,497,112 | 5,497,112 | 6,266,131 | 769,019 | | ▲ |
| Expenditure from operating activities | | | | | | | |
| Employee costs | | (1,994,092) | (1,994,092) | (1,821,656) | 172,436 | 8.65% | ▲ |
| Materials and contracts | | (1,880,646) | (1,880,646) | (1,323,233) | 557,413 | 29.64% | ▲ |
| Utility charges | | (201,806) | (201,806) | (181,147) | 20,659 | 10.24% | ▲ |
| Depreciation on non-current assets | | (1,915,145) | (1,915,145) | (1,968,939) | (53,794) | (2.81%) | |
| Interest expenses | | (27,475) | (27,475) | (29,845) | (2,370) | (8.63%) | |
| Insurance expenses | | (241,339) | (241,339) | (238,009) | 3,330 | 1.38% | |
| Other expenditure | | (186,510) | (186,510) | (172,950) | 13,560 | 7.27% | ▲ |
| Loss on disposal of assets | 7 | (66,589) | (66,589) | (65,063) | 1,526 | 2.29% | |
| | | (6,513,602) | (6,513,602) | (5,800,842) | 712,760 | | ▲ |
| Non-cash amounts excluded from operating activities | 1 (a) | 1,877,026 | 1,877,026 | 1,973,279 | 96,253 | 5.13% | ▲ |
| Amount attributable to operating activities | | 860,536 | 860,536 | 2,438,569 | 1,578,033 | | ▲ |
| Investing activities | | | | | | | |
| Non-operating grants, subsidies and contributions | 13 | 3,391,296 | 3,391,296 | 2,259,042 | (1,132,254) | (33.39%) | |
| Proceeds from disposal of assets | 7 | 781,818 | 781,818 | 781,818 | 0 | 0.00% | |
| Payments for property, plant and equipment | 8 | (6,952,706) | (6,952,706) | (5,602,440) | 1,350,266 | (19.42%) | ▲ |
| Amount attributable to investing activities | | (2,779,592) | (2,779,592) | (2,561,580) | 218,012 | | ▲ |
| Financing Activities | | | | | | | |
| Proceeds from new debentures | | 500,000 | 500,000 | 500,000 | 0 | 0.00% | |
| Transfer from reserves | 10 | 870,170 | 870,170 | 38,500 | (831,670) | (95.58%) | |
| Repayment of debentures | 9 | (178,126) | (178,126) | (178,127) | (1) | 0.00% | |
| Transfer to reserves | 10 | (770,438) | (770,438) | (768,790) | 1,648 | (0.21%) | |
| Amount attributable to financing activities | | 421,606 | 421,606 | (408,417) | (830,023) | | |
| Closing Funding Surplus / (Deficit) | 1 (c) | 12,092 | 12,092 | 978,113 | | | |

KEY INFORMATION

▲ ▼ Indicates a variance between Year to Date (YTD) Actual and YTD Actual data as per the adopted materiality threshold.

Refer to Note 15 for an explanation of the reasons for the variance.

This statement is to be read in conjunction with the accompanying Financial Statements and Notes.

(a) Non-cash items excluded from operating activities

The following non-cash revenue and expenditure has been excluded from operating activities within the Statement of Financial Activity in accordance with Financial Management Regulation 32.

| Notes | Revised Budget | YTD Budget (a) | YTD Actual (b) |
|--|------------------|------------------|------------------|
| | \$ | \$ | \$ |
| Non-cash items excluded from operating activities | | | |
| Adjustments to operating activities | | | |
| Less: Profit on asset disposals | (104,708) | (104,708) | (104,703) |
| Movement in provisions | 0 | 0 | 1,924 |
| Movement in lease liabilities (non-current) | 0 | 0 | 42,055 |
| Add: Loss on asset disposals | 66,589 | 0 | 65,064 |
| Add: Depreciation on assets | 1,915,145 | 1,595,954 | 1,968,939 |
| Total non-cash items excluded from operating activities | 1,877,026 | 1,491,246 | 1,973,279 |

(b) Adjustments to net current assets in the Statement of Financial Activity

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.

| | Last Year Closing 30 Jun 2019 | This Year Opening 01 Jul 2019 | This Time Last Year 30 Jun 2019 | Year to Date 30 Jun 2020 |
|--|-------------------------------|-------------------------------|---------------------------------|--------------------------|
| Adjustments to net current assets | | | | |
| Less: Reserves - restricted cash | 10 (1,488,969) | (1,488,969) | (1,467,213) | (2,219,259) |
| Add: Borrowings | 9 178,127 | 178,127 | 178,127 | 196,748 |
| Add: Provisions - employee | 11 65,222 | 65,222 | 304,577 | 65,953 |
| Total adjustments to net current assets | | (1,245,620) | (984,509) | (1,956,558) |

(c) Net current assets used in the Statement of Financial Activity

| | | | | |
|--|------------------|-------------|-------------|-------------|
| Current assets | | | | |
| Cash and cash equivalents | 2 6,520,565 | 6,520,565 | 2,227,581 | 4,825,246 |
| Rates receivables | 3 75,275 | 75,275 | 60,097 | 85,749 |
| Receivables | 3 235,265 | 235,265 | 1,384,807 | 432,589 |
| Other current assets | 4 28,800 | 28,800 | 31,018 | 32,948 |
| Less: Current liabilities | | | | |
| Payables | 5 (255,023) | (255,023) | (750,970) | (90,074) |
| Borrowings | 9 (178,127) | (178,127) | (178,127) | (196,748) |
| Contract liabilities | 11 (3,332,136) | (3,332,136) | (3,338,511) | (1,785,701) |
| Lease liabilities | 11 0 | 0 | 0 | (14,561) |
| Provisions | 11 (339,457) | (339,457) | (304,577) | (354,777) |
| Less: Total adjustments to net current assets | 1(b) (1,245,620) | (1,245,620) | (984,509) | (1,956,558) |
| Closing Funding Surplus / (Deficit) | | 1,509,542 | (1,853,191) | 978,113 |

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. Unless otherwise stated assets or liabilities are classified as current if expected to be settled within the next 12 months, being the Council's operational cycle.

| Description | Classification | Unrestricted | Restricted | Trust | Total YTD Actual | Institution | Interest Rate | Maturity Date |
|------------------------------------|---------------------------|----------------|------------------|----------|------------------|-------------|---------------|---------------|
| | | \$ | \$ | \$ | \$ | | | |
| Cash on hand | | | | | | | | |
| Municipal Bank account | Cash and cash equivalents | 839,876 | 0 | 0 | 839,876 | Bankwest | 0.51% | |
| Restricted Cash - Pool funds | Cash and cash equivalents | 0 | 918,768 | 0 | 918,768 | Bankwest | 0.05% | |
| Reserves Bank Account | Cash and cash equivalents | 0 | 2,219,259 | 0 | 2,219,259 | Bankwest | 0.05% | |
| WA Treasury - waste grant funds | Cash and cash equivalents | 0 | 809,471 | 0 | 809,471 | WA Treasury | 0.20% | |
| Telenet -waste grant funds | Cash and cash equivalents | 0 | 37,671 | 0 | 37,671 | Bankwest | 0.05% | |
| Till/Petty Cash | Cash and cash equivalents | 200 | 0 | 0 | 200 | | 0.00% | |
| BPAY holding account | Cash and cash equivalents | 1 | 0 | 0 | 1 | Bankwest | 0.00% | |
| Total | | 840,077 | 3,985,169 | 0 | 4,825,246 | | | |
| Comprising | | | | | | | | |
| Cash and cash equivalents | | 840,077 | 3,985,169 | 0 | 4,825,246 | | | |
| Financial assets at amortised cost | | 0 | 0 | 0 | 0 | | | |
| | | 840,077 | 3,985,169 | 0 | 4,825,246 | | | |

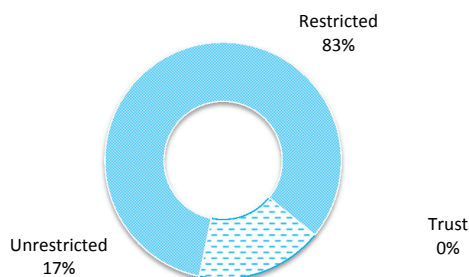
KEY INFORMATION

Cash and cash equivalents include cash on hand, cash at bank, deposits available on demand with banks and other short term highly liquid investments highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value and bank overdrafts. Bank overdrafts are reported as short term borrowings in current liabilities in the statement of net current assets.

The local government 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.

Financial assets at amortised cost held with registered financial institutions are listed in this note other financial assets at amortised cost are provided in Note 4 - Other assets.



| Total Cash | Unrestricted |
|-----------------|----------------|
| \$4.83 M | \$.84 M |

**NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD ENDED 30 JUNE 2020**

**OPERATING ACTIVITIES
NOTE 3
RECEIVABLES**

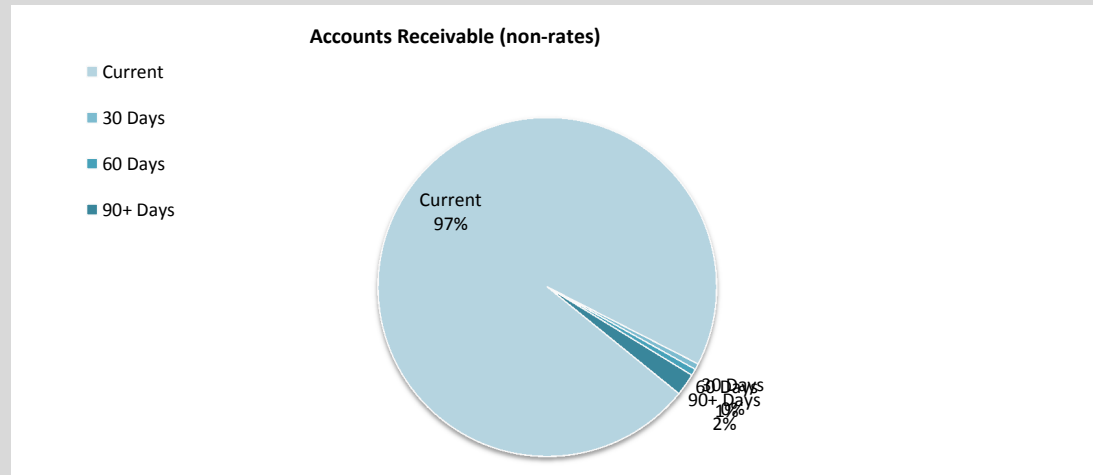
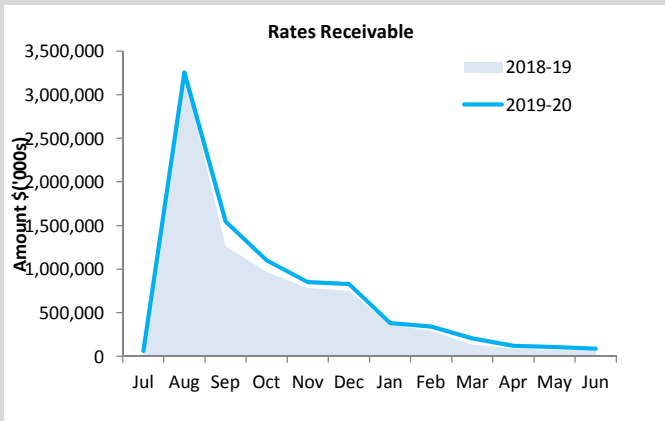
| Rates Receivable | 30 June 2019 | 30 Jun 20 |
|--------------------------------|-----------------|---------------|
| | \$ | \$ |
| Opening Arrears Previous Years | 75,275 | 75,275 |
| Levied this year | 0 | 3,405,758 |
| Less - Collections to date | 0 | (3,421,150) |
| Equals Current Outstanding | \$75,275 | 59,883 |
| Net Rates Collectable | 75,275 | 59,883 |
| % Collected | 0% | 98.3% |

| Receivables - General | Credit | Current | 30 Days | 60 Days | 90+ Days | Total |
|--|---------|---------|---------|---------|----------|----------------|
| | \$ | \$ | \$ | \$ | \$ | \$ |
| Receivables - General | (2,391) | 372,185 | 2,198 | 2,438 | 8,154 | 382,584 |
| Percentage | -0.6% | 97.3% | 0.6% | 0.6% | 2.1% | |
| Balance per Trial Balance | | | | | | |
| Sundry receivable | | | | | | 382,584 |
| GST receivable | | | | | | 50,005 |
| Total Receivables General Outstanding | | | | | | 432,589 |

Amounts shown above include GST (where applicable)

KEY INFORMATION

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.



| |
|---------------------|
| Debtors Due |
| \$432,589 |
| Over 30 Days |
| 3% |
| Over 90 Days |
| 2.1% |

| Collected | Rates Due |
|--------------|-----------------|
| 98.3% | \$59,883 |

| Other Current Assets | Opening Balance 1 July 2019 | Asset Increase | Asset Reduction | Closing Balance 30 June 2020 |
|-----------------------------------|-----------------------------------|-------------------|--------------------|------------------------------------|
| | \$ | \$ | \$ | \$ |
| Inventory | | | | |
| Fuel and materials | 28,055 | 4,893 | 0 | 32,948 |
| Total Other Current assets | | | | 32,948 |

KEY INFORMATION

Other financial assets at amortised cost

The Shire classifies financial assets at amortised cost if both of the following criteria are met:

- the asset is held within a business model whose objective is to collect the contractual cashflows, and
- the contractual terms give rise to cash flows that are solely payments of principal and interest.

Inventory

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

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

Land held for resale

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

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

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

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

CONTRACT ASSETS

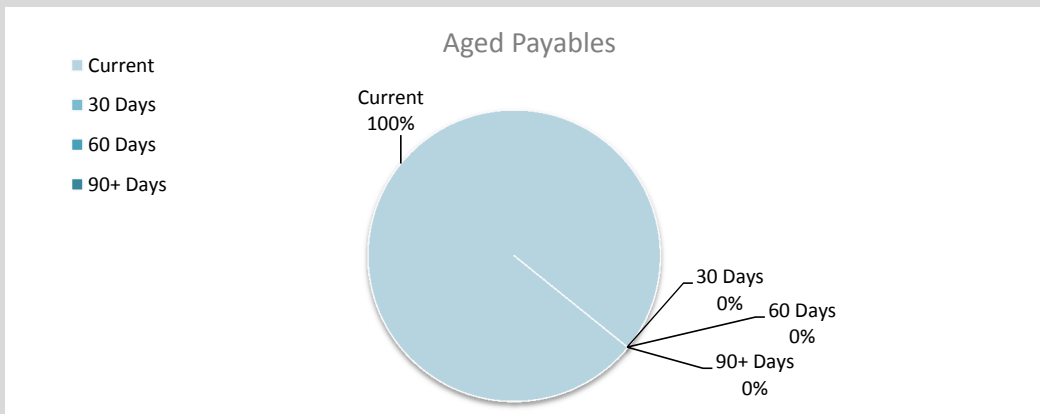
A contract asset is the right to consideration in exchange for goods or services the entity has transferred to a customer when that right is conditioned on something other than the passage of time.

| Payables - General | Credit | Current | 30 Days | 60 Days | 90+ Days | Total |
|---|--------|---------|---------|---------|----------|-----------------|
| | \$ | \$ | \$ | \$ | \$ | \$ |
| Payables - General | 0 | 66,110 | 0 | 0 | 0 | 66,110 |
| Percentage | 0% | 100% | 0% | 0% | 0% | |
| Balance per Trial Balance | | | | | | |
| Sundry creditors | | | | | | (10,782) |
| ATO liabilities | | | | | | (55,328) |
| Accrued Interest | | | | | | (8,079) |
| Total Payables General Outstanding | | | | | | (74,189) |

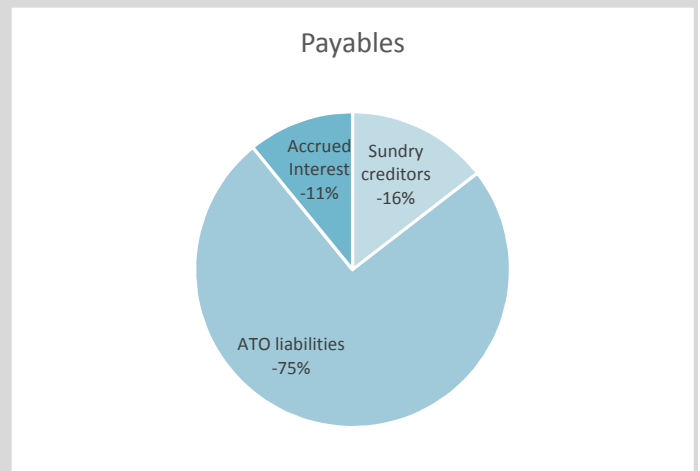
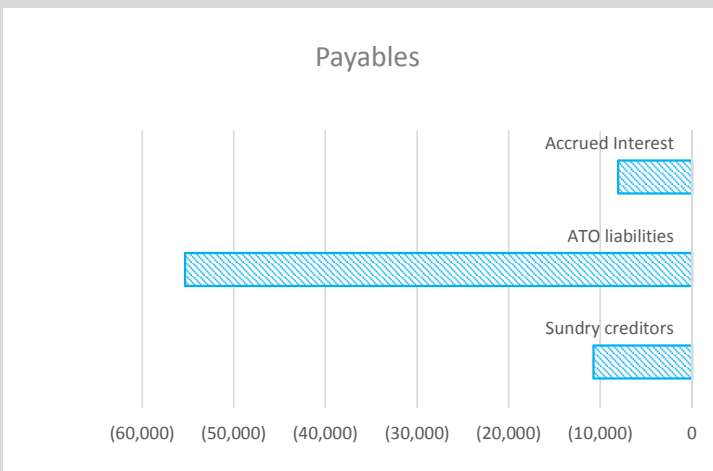
Amounts shown above include GST (where applicable)

KEY INFORMATION

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



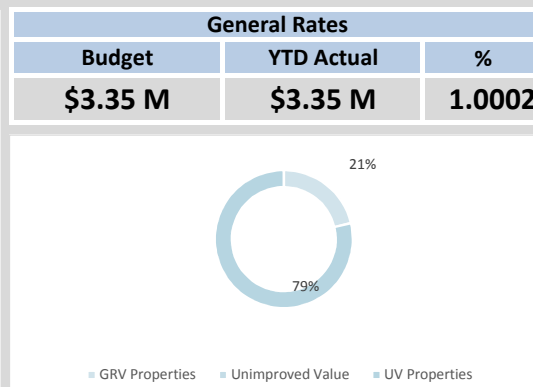
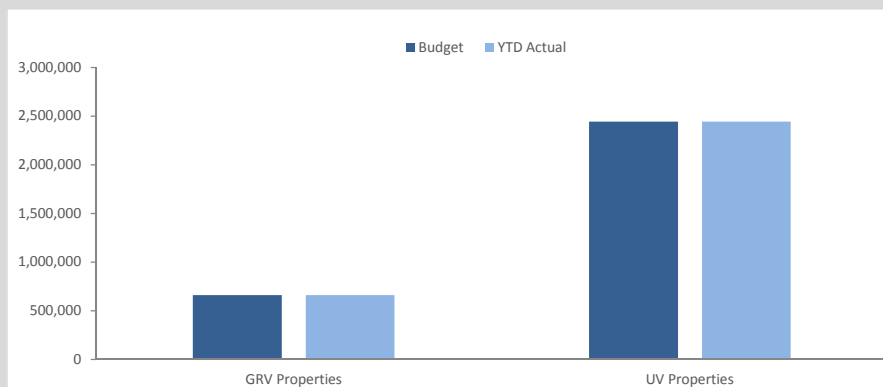
| | |
|----------------------|-------------------|
| Creditors Due | (\$74,189) |
| Over 30 Days | 0% |
| Over 90 Days | 0% |



| General Rate Revenue | Budget | | | | | | | YTD Actual | | | |
|----------------------------------|-----------------------|-------------------------|-------------------|-----------------|-----------------|--------------|------------------|-----------------|------------------|---------------|------------------|
| | Rate in \$ (cents) | Number of Properties | Rateable Value | Rate Revenue | Interim Rate | Back Rate | Total Revenue | Rate Revenue | Interim Rates | Back Rates | Total Revenue |
| RATE TYPE | | | | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ |
| Differential General Rate | | | | | | | | | | | |
| Gross Rental Value | | | | | | | | | | | |
| GRV Properties | 0.098994 | 847 | 6,621,052 | 655,445 | 3,816 | 386 | 659,647 | 655,445 | 4,255 | 386 | 660,086 |
| Unimproved Value | | | | | | | | | | | |
| UV Properties | 0.010125 | 323 | 241,314,600 | 2,443,310 | 232 | 0 | 2,443,542 | 2,443,310 | 544 | 0 | 2,443,854 |
| Sub-Total | | 1,170 | 247,935,652 | 3,098,755 | 4,048 | 386 | 3,103,189 | 3,098,755 | 4,799 | 386 | 3,103,940 |
| Minimum Payment | Minimum \$ | | | | | | | | | | |
| Gross Rental Value | | | | | | | | | | | |
| GRV Properties | 685 | 313 | 1,287,349 | 214,405 | 1,782 | 2,625 | 218,812 | 214,405 | 1,782 | 2,625 | 218,812 |
| Unimproved Value | | | | | | | | | | | |
| UV Properties | 801 | 40 | 1,261,440 | 32,040 | (832) | 0 | 31,208 | 32,040 | (832) | 0 | 31,208 |
| Sub-Total | | 353 | 2,548,789 | 246,445 | 950 | 2,625 | 250,020 | 246,445 | 950 | 2,625 | 250,020 |
| Rate written off | | | | | | | (150) | | | | (283) |
| Amount from General Rates | | | | | | | 3,353,059 | | | | 3,353,677 |
| Ex-Gratia Rates | | | | | | | 52,081 | | | | 52,081 |
| Total General Rates | | | | | | | 3,405,140 | | | | 3,405,758 |

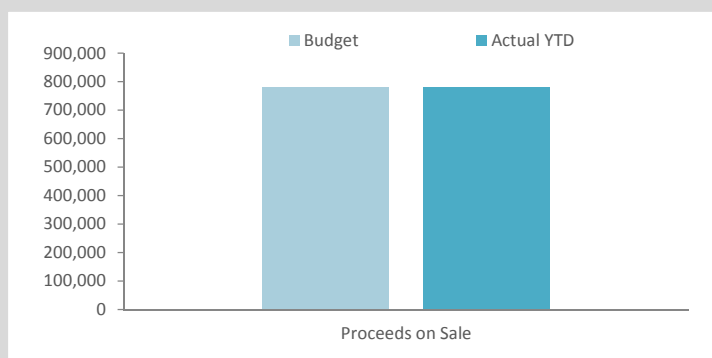
KEY INFORMATION

Rates, grants, donations and other contributions are recognised as revenues when the local government obtains control over the assets comprising the contributions. Control over assets acquired from rates is obtained at the commencement of the rating period or, where earlier, upon receipt of the rates



| Asset Ref. | Asset Description | Revised Budget | | | | YTD Actual | | | |
|------------|----------------------------------|----------------|----------------|----------------|-----------------|----------------|----------------|----------------|-----------------|
| | | Net Book | | Profit | (Loss) | Net Book | | Profit | (Loss) |
| | | Value | Proceeds | | | Value | Proceeds | | |
| \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | | |
| | Buildings | | | | | | | | |
| A186/32 | 2 Coral Sea Road | 61,435 | 110,000 | 48,565 | 0 | 61,435 | 110,000 | 48,565 | 0 |
| A180/26 | 8 Derrick Street | 143,862 | 200,000 | 56,138 | 0 | 143,862 | 200,000 | 56,138 | 0 |
| A184/30 | 9 Monash Avenue | 164,124 | 160,000 | 0 | (4,124) | 164,152 | 160,000 | 0 | (4,152) |
| | Plant and equipment | | | | | | | | |
| | Governance | | | | | | | | |
| A898 | Changeover CEO vehicle | 55,064 | 47,955 | 0 | (7,109) | 55,064 | 47,955 | 0 | (7,109) |
| | Community amenities | | | | | | | | |
| A888 | Changeover Planner Vehicle | 29,490 | 22,954 | 0 | (6,536) | 29,490 | 22,954 | 0 | (6,536) |
| | Transport | | | | | | | | |
| A863 | Changeover Works Manager Vehicle | 34,851 | 30,909 | 0 | (3,942) | 34,851 | 30,909 | 0 | (3,942) |
| A798 | Changeover Grader | 179,066 | 170,000 | 0 | (9,066) | 179,066 | 170,000 | 0 | (9,066) |
| A736 | Changeover Tandem Axle Truck | 75,812 | 40,000 | 0 | (35,812) | 74,259 | 40,000 | 0 | (34,259) |
| | | 743,704 | 781,818 | 104,703 | (66,589) | 742,179 | 781,818 | 104,703 | (65,064) |

KEY INFORMATION



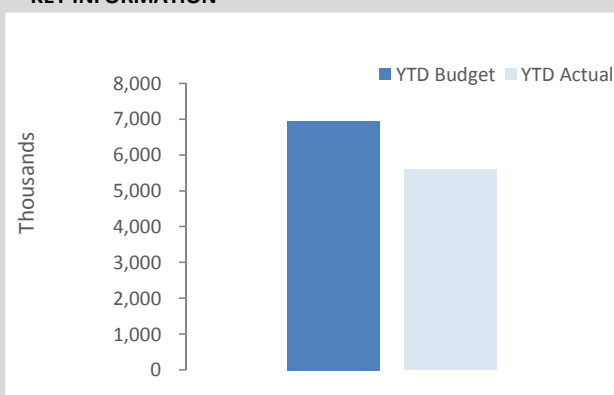
| Proceeds on Sale | | |
|------------------|------------------|-------------|
| Annual Budget | YTD Actual | % |
| \$781,818 | \$781,818 | 100% |

| Capital Acquisitions | Adopted | | YTD Actual | YTD Actual Variance |
|--|------------------|------------------|------------------|------------------------|
| | Budget | YTD Budget | | |
| | \$ | \$ | \$ | \$ |
| Buildings - non-specialised | 3,558,014 | 3,558,014 | 2,607,951 | (950,063) |
| Buildings - specialised | 172,099 | 172,099 | 172,033 | (66) |
| Plant and equipment | 865,544 | 865,544 | 863,111 | (2,433) |
| Infrastructure - Roads | 2,251,372 | 2,251,372 | 1,855,425 | (395,947) |
| Infrastructure - Footpaths | 78,990 | 78,990 | 63,230 | (15,760) |
| Infrastructure - Parks & Ovals | 8,157 | 8,157 | 6,265 | (1,892) |
| Infrastructure - Other | 18,530 | 18,530 | 34,425 | 15,895 |
| Capital Expenditure Totals | 6,952,706 | 6,952,706 | 5,602,440 | (1,350,266) |
| Capital Acquisitions Funded By: | | | | |
| | \$ | \$ | \$ | \$ |
| Capital grants and contributions | 3,391,296 | 0 | 2,259,042 | 2,259,042 |
| Borrowings | 500,000 | 500,000 | 500,000 | 0 |
| Other (Disposals & C/Fwd) | 781,818 | 781,818 | 781,818 | 0 |
| Cash Backed Reserves | | | | |
| Long Service Leave Reserve | 20,000 | 0 | 0 | 0 |
| Plant Replacement Reserve | 50,000 | 0 | 0 | 0 |
| General Building Reserve | 645,000 | 0 | 0 | 0 |
| Bremer Bay Retirement Units Reserve | 95,000 | 0 | 0 | 0 |
| Fire Control Point Henry Reserve | 21,670 | 0 | 0 | 0 |
| Developer Contributions Reserve | 38,500 | 0 | 38,500 | 38,500 |
| Contribution - operations | 1,409,422 | 5,670,888 | 2,023,080 | (3,647,808) |
| Capital Funding Total | 6,952,706 | 6,952,706 | 5,602,440 | (1,350,266) |

SIGNIFICANT ACCOUNTING POLICIES

All assets are initially recognised at cost. 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 local government includes the cost of all materials used in the construction, direct labour on the project and an appropriate proportion of variable and fixed overhead. Certain asset classes may be revalued on a regular basis such that the carrying values are not materially different from fair value. Assets carried at fair value are to be revalued with sufficient regularity to ensure the carrying amount does not differ materially from that determined using fair value at reporting date

KEY INFORMATION



| | | | |
|----------------------|----------------------|-------------------|-------------------|
| Acquisitions | Annual Budget | YTD Actual | % Spent |
| | \$6.95 M | \$5.6 M | 81% |
| Capital Grant | Annual Budget | YTD Actual | % Received |
| | \$3.39 M | \$2.26 M | 67% |

INVESTING ACTIVITIES
NOTE 8
CAPITAL ACQUISITIONS (CONTINUED)

| Account Description | Adopted | | | Variance (Under)/Over | |
|---|---|------------------|------------------|--------------------------|------------------|
| | Revised Budget | YTD Budget | YTD Actual | | |
| Buildings | | | | | |
| A887 | Fire Shed - Lot 301 Jacup | 180,972 | 180,972 | 183,541 | (2,569) |
| A52 | Paperbarks Ablutions | 159,599 | 159,599 | 159,533 | 66 |
| A897 | Lot 3 Yandil Street, BB (Seniors Units) | 1,666,233 | 1,666,233 | 1,425,719 | 240,514 |
| A906 | Unit 1 - Lot 265 Collins Street, Jerramungup | 362,569 | 362,569 | 247,901 | 114,668 |
| A907 | Unit 2 - Lot 265 Collins Street, Jerramungup | 362,568 | 362,568 | 247,776 | 114,792 |
| A908 | Lot 263 Collins Street, Jerramungup - House | 517,667 | 517,667 | 249,065 | 268,602 |
| A909 | 19 McGlade Close, BB - House | 461,405 | 461,405 | 247,350 | 214,055 |
| A823 | 37 McGlade Close, BB - House | 6,600 | 6,600 | 6,600 | 0 |
| A46 | Jerramungup Entertainment Centre | 12,500 | 12,500 | 12,500 | 0 |
| Buildings Total | | 3,730,113 | 3,730,113 | 2,779,984 | 950,129 |
| Plant & Equipment | | | | | |
| A913 | Changeover CEO Vehicle | 54,230 | 54,230 | 54,230 | 0 |
| A914 | Changeover Town Planner Vehicle | 55,048 | 55,048 | 55,048 | 0 |
| A910 | Changeover Manager of Works Vehicle | 48,214 | 48,214 | 48,214 | 0 |
| A912 | Changeover Town Services Vehicle | 0 | 0 | 0 | 0 |
| A911 | Changeover Grader | 419,100 | 419,100 | 419,100 | 0 |
| A915 | Changeover Tandem axle truck | 193,050 | 193,050 | 195,000 | (1,950) |
| A917 | Pruning Saw | 30,000 | 30,000 | 30,000 | 0 |
| A916 | Scrubber - Entertainment Centre | 6,379 | 6,379 | 6,379 | 0 |
| A919 | BB Standpipe - swipe system | 0 | 0 | 0 | 0 |
| A4 | Photocopier - Right to Use asset | 59,523 | 59,523 | 55,140 | 4,383 |
| Plant & Equipment Total | | 865,544 | 865,544 | 863,111 | 2,433 |
| Infrastructure - Parks & Ovals | | | | | |
| A854 | Paperbarks Redevelopment | 8,157 | 8,157 | 6,265 | 1,892 |
| Infrastructure - Parks & Ovals Total | | 8,157 | 8,157 | 6,265 | 1,892 |
| Other Infrastructure | | | | | |
| A2621 | Jerramungup Transfer Station | 0 | 0 | 15,895 | (15,895) |
| A3 | Jerramungup Swimming Pool | 0 | 0 | 0 | 0 |
| A920 | Paperbarks carpark/retaining wall | 18,530 | 18,530 | 18,530 | 0 |
| Other Infrastructure - Total | | 18,530 | 18,530 | 34,425 | (15,895) |
| Other Infrastructure - Footpaths | | | | | |
| P319 | Townsite Footpaths - Bremer Bay | 46,202 | 46,202 | 63,230 | (17,028) |
| P322 | Townsite Footpaths - Jerramungup | 0 | 0 | 0 | 0 |
| P323 | Yandil Street Footpath | 32,788 | 32,788 | 0 | 32,788 |
| Other infrastructure - Footpaths Total | | 78,990 | 78,990 | 63,230 | 15,760 |
| Infrastructure - Roads | | | | | |
| C03 | Borden - Bremer Bay road | 69,927 | 69,927 | 24,059 | 45,868 |
| C12 | Brook Road | 99,372 | 99,372 | 96,142 | 3,230 |
| C153 | Morreshead Road | 23,671 | 23,671 | 0 | 23,671 |
| C30 | Cowalellup Road | 140,000 | 140,000 | 69,289 | 70,711 |
| C50 | Jerramungup North Road | 137,890 | 137,890 | 46,474 | 91,416 |
| C57 | Little Boat Harbour | 105,939 | 105,939 | 89,557 | 16,382 |
| C63 | Meechi Road | 132,506 | 132,506 | 84,209 | 48,297 |
| C78 | Rabit Proof Fence Road | 113,113 | 113,113 | 129,616 | (16,491) |
| C84 | Stock Road | 0 | 0 | 0 | 0 |
| C177 | Water Bomber Turnaround (BB Airstrip) | 100,345 | 100,345 | 62,581 | 37,765 |
| C178 | Site Works - Staff housing and Seniors Living | 52,433 | 52,433 | 53,849 | (1,416) |
| C180 | Lions Park Earthworks | 0 | 0 | 0 | 0 |
| RRG7 | Devils Creek Road - MRWA | 192,082 | 192,082 | 182,880 | 9,202 |
| RG11 | Lake Magenta Road - MRWA | 256,611 | 256,611 | 257,172 | (561) |
| RG10 | Gairdner South Road - MRWA | 225,000 | 225,000 | 228,979 | (3,979) |
| RRG1 | Needilup North Road - MRWA | 180,000 | 180,000 | 183,015 | (3,015) |
| RG12 | Borden - Bremer Bay road - MRWA | 91,251 | 91,251 | 96,805 | (5,554) |
| RR23 | Dillon Bay Road - R2R | 113,089 | 113,089 | 60,507 | 52,582 |
| RR20 | Jacup North Road - R2R | 63,122 | 63,122 | 61,329 | 1,793 |
| RR24 | Marnigarup East Road - R2R | 155,021 | 155,021 | 128,961 | 26,060 |
| Infrastructure - Roads Total | | 2,251,372 | 2,251,372 | 1,855,425 | 395,947 |
| Grand Total | | 6,952,706 | 6,952,706 | 5,602,440 | 2,700,545 |

Repayments - Borrowings

| Information on Borrowings Particulars | 1 July 2019 \$ | New Loans | | Principal Repayments | | Principal Outstanding | | Interest Repayments | |
|--|-------------------|--------------|--------------|----------------------|--------------|-----------------------|--------------|---------------------|--------------|
| | | Actual \$ | Budget \$ | Actual \$ | Budget \$ | Actual \$ | Budget \$ | Actual \$ | Budget \$ |
| Housing | | | | | | | | | |
| Loan 259 Key Personnel | 33,075 | 0 | 0 | 33,075 | 33,075 | 0 | 0 | 534 | 1,061 |
| Loan 261 Staff Housing Bremer Bay | 193,543 | 0 | 0 | 35,487 | 35,486 | 158,056 | 158,057 | 7,595 | 7,944 |
| Loan 264 Staff Housing and Senior Independent Living | 0 | 500,000 | 500,000 | 0 | 0 | 500,000 | 500,000 | 3,150 | 0 |
| Transport | | | | | | | | | |
| Loan 260 Bremer Bay Town Centre | 224,599 | 0 | 0 | 52,779 | 52,780 | 171,820 | 171,819 | 7,985 | 8,673 |
| Loan 262 Grader | 49,638 | 0 | 0 | 24,538 | 24,537 | 25,100 | 25,101 | 979 | 992 |
| Loan 263 Bremer Bay Town Centre Stage 2 | 288,441 | 0 | 0 | 32,248 | 32,248 | 256,193 | 256,193 | 8,666 | 8,805 |
| | 789,296 | 500,000 | 500,000 | 178,127 | 178,126 | 1,111,169 | 1,111,170 | 28,908 | 27,475 |
| Total | 789,296 | 500,000 | 500,000 | 178,127 | 178,126 | 1,111,169 | 1,111,170 | 28,908 | 27,475 |
| Current borrowings | 178,127 | | | | | 196,748 | | | |
| Non-current borrowings | 611,169 | | | | | 914,421 | | | |
| | 789,296 | | | | | 1,111,169 | | | |

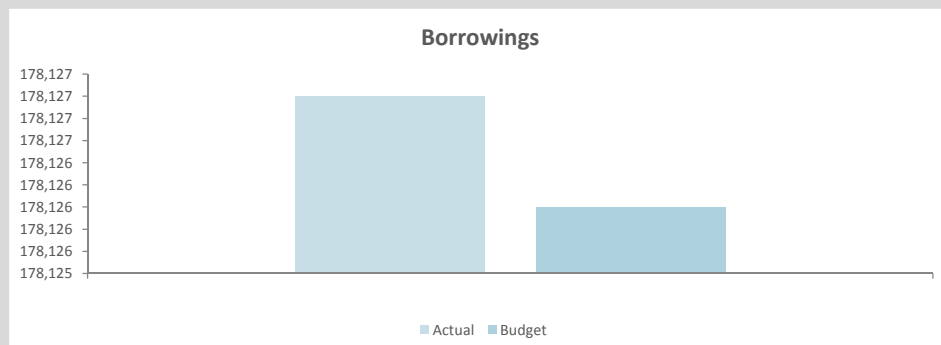
All debenture repayments were financed by general purpose revenue.

New Borrowings 2019-20

| Particulars | Amount Borrowed | Amount Borrowed | Institution | Loan Type | Term Years | Total Interest & Charges | Interest Rate | Amount (Used) | | Balance |
|--|-----------------|-----------------|-------------|-----------|------------|--------------------------|---------------|---------------|------------|---------|
| | Actual | Budget | | | | & Charges | Rate | Actual | Budget | |
| Loan 264 Staff Housing and Senior Independent Living | \$ 500,000 | \$ 500,000 | WA Treasury | | 10 | \$ 44,439 | 1.65% | \$ 500,000 | \$ 500,000 | 0 |
| | 500,000 | 500,000 | | | | 44,439 | | 500,000 | 500,000 | 0 |

KEY INFORMATION

All loans and borrowings are initially recognised at the fair value of the consideration received less directly attributable transaction costs. After initial recognition, interest-bearing loans and borrowings are subsequently measured at amortised cost using the effective interest method. Fees paid on the establishment of loan facilities that are yield related are included as part of the carrying amount of the loans and borrowings.

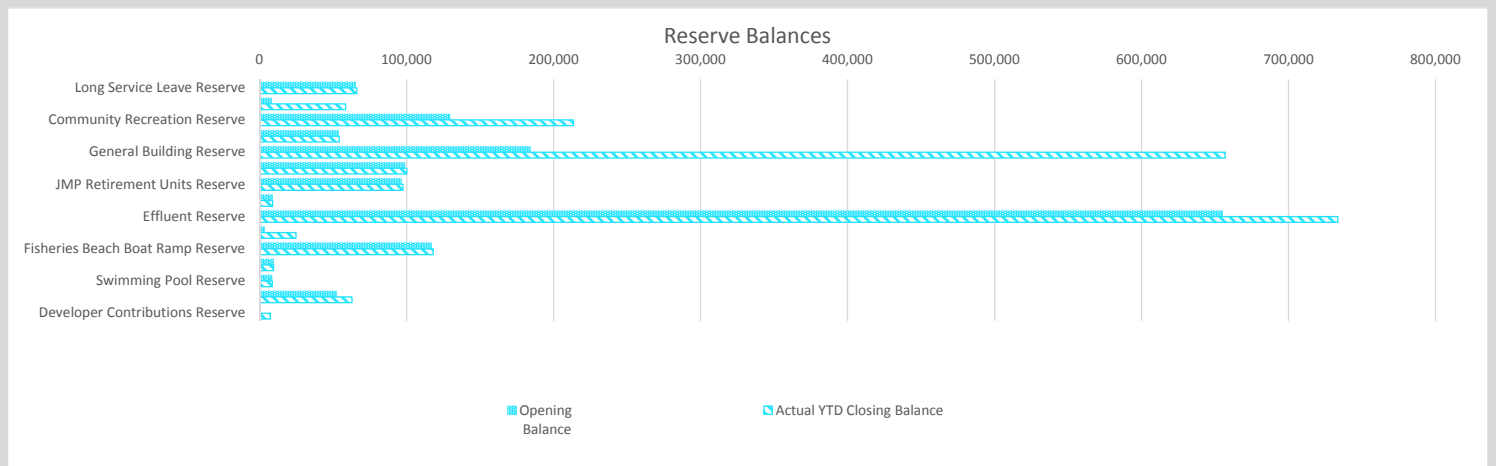


| | |
|-----------------------------|------------------|
| Principal Repayments | \$178,127 |
| Interest Earned | \$68,460 |
| Interest Expense | \$28,908 |
| Reserves Bal | \$2.22 M |
| Loans Due | \$1.11 M |

Cash Backed Reserve

| Reserve Name | Opening Balance | Budget Interest Earned | Actual Interest Earned | Revised Budget Transfers In (+) | Actual Transfers In (+) | Revised Budget Transfers Out (-) | Actual Transfers Out (-) | Revised Budget Closing Balance | Actual YTD Closing Balance |
|--|------------------|------------------------|------------------------|---------------------------------|-------------------------|----------------------------------|--------------------------|--------------------------------|----------------------------|
| | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ |
| Long Service Leave Reserve | 65,221 | 835 | 732 | 0 | 0 | (20,000) | 0 | 46,056 | 65,953 |
| Plant Replacement Reserve | 7,955 | 102 | 379 | 50,000 | 50,000 | (50,000) | 0 | 8,057 | 58,334 |
| Community Recreation Reserve | 129,502 | 1,658 | 1,928 | 82,000 | 82,000 | 0 | 0 | 213,160 | 213,430 |
| Bremer Bay Youth Camp Reserve | 53,427 | 684 | 600 | 0 | 0 | 0 | 0 | 54,111 | 54,027 |
| General Building Reserve | 184,083 | 2,356 | 2,757 | 470,000 | 470,000 | (645,000) | 0 | 11,439 | 656,840 |
| Bremer Bay Retirement Units Reserve | 98,819 | 1,265 | 1,109 | 0 | 0 | (95,000) | 0 | 5,084 | 99,928 |
| JMP Retirement Units Reserve | 96,268 | 1,232 | 1,080 | 0 | 0 | 0 | 0 | 97,500 | 97,348 |
| Jerramungup Entertainment Centre Reserve | 8,711 | 112 | 98 | 0 | 0 | 0 | 0 | 8,823 | 8,809 |
| Effluent Reserve | 655,162 | 6,718 | 7,763 | 70,692 | 70,692 | 0 | 0 | 732,572 | 733,617 |
| Fire Control Point Henry Reserve | 3,041 | 288 | 34 | 21,670 | 21,670 | (21,670) | 0 | 3,329 | 24,745 |
| Fisheries Beach Boat Ramp Reserve | 116,856 | 1,496 | 1,311 | 0 | 0 | 0 | 0 | 118,352 | 118,167 |
| Capital Works Reserve | 9,399 | 120 | 106 | 0 | 0 | 0 | 0 | 9,519 | 9,505 |
| Swimming Pool Reserve | 8,318 | 106 | 218 | 0 | 0 | 0 | 0 | 8,424 | 8,536 |
| Roe Park Reserve | 52,207 | 668 | 644 | 10,000 | 10,000 | 0 | 0 | 62,875 | 62,851 |
| Developer Contributions Reserve | 0 | 0 | 26 | 48,436 | 45,640 | (38,500) | (38,500) | 9,936 | 7,166 |
| | 1,488,969 | 17,640 | 18,788 | 752,798 | 750,002 | (870,170) | (38,500) | 1,389,237 | 2,219,259 |

KEY INFORMATION



| Other Current Liabilities | Note | Opening Balance 1 July 2019 | Liability Increase | Liability Reduction | Closing Balance 30 June 2020 |
|---|------|-----------------------------------|-----------------------|------------------------|------------------------------------|
| | | \$ | \$ | \$ | \$ |
| Provisions | | | | | |
| Annual leave | | (158,996) | 0 | (5,914) | (153,082) |
| Long service leave | | (180,461) | 0 | 0 | (201,695) |
| Contract Liabilities | | | | | |
| Unspent grant - Regional Waste Facility Project | | (2,300,777) | 0 | (1,453,635) | (847,142) |
| Unspent contributions - Jerramungup Pool | | (909,091) | 0 | 0 | (909,091) |
| Unspent grants - roads | | 0 | 0 | 0 | 0 |
| Developer contributions | | (45,640) | 0 | (45,640) | 0 |
| Bonds | | (76,628) | (2,000) | (45,160) | (29,468) |
| Total Other Current Liabilities | | | | | (2,140,478) |

Amounts shown above include GST (where applicable)

A breakdown of contract liabilities and associated movements is provided on the following pages at 12(a) and 12(b)

KEY INFORMATION

PROVISIONS

Provisions are recognised when the Shire 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 Shire's obligations for short-term employee benefits. Short-term employee benefits are benefits (other than termination benefits) that are expected to be settled wholly before 12 months after the end of the annual reporting period in which the employees render the related service, including wages, salaries and sick leave. Short-term employee benefits are measured at the (undiscounted) amounts expected to be paid when the obligation is settled.

The Shire's obligations for short-term employee benefits such as wages, salaries and sick leave are recognised as a part of current trade and other payables in the calculation of net current assets.

Other long-term employee benefits

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

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 of service and employee departures and are discounted at rates determined by reference to market yields at the end of the reporting period on government bonds that have maturity dates that approximate the terms of the obligations. Any remeasurements for changes in assumptions of obligations for other long-term employee benefits are recognised in profit or loss in the periods in which the changes occur. The Shire's obligations for long-term employee benefits are presented as non-current provisions in its statement of financial position, except where the Shire does not have an unconditional right to defer settlement for at least 12 months after the end of the reporting period, in which case the obligations are presented as current provisions.

NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD ENDED 30 JUNE 2020

NOTE 12

OPERATING GRANTS AND CONTRIBUTIONS

| Description | Provider | Unspent Operating Grant, Subsidies and Contributions Liability | | | | | Unspent Operating Grants, Subsidies and Contributions Revenue | | | | | |
|---------------------------------------|---------------------------------|--|-----------------------------|--|---------------------|--------------------------------|---|----------------|------------------|----------------------|----------------|-----------------------|
| | | Liability 1-Jul | Increase in Liability | Liability Reduction (As revenue) | Liability 30-Jun | Current Liability 30-Jun | Revised Budget Revenue | YTD Budget | Annual Budget | Budget Variations | Expected | YTD Revenue Actual |
| | | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ |
| Operating Grants and Subsidies | | | | | | | | | | | | |
| General purpose funding | | | | | | | | | | | | |
| Grants Commission - General | WALGGC | 0 | 0 | 0 | 0 | 0 | 332,804 | 332,804 | 332,804 | 0 | 332,804 | 711,143 |
| Grants Commission - Roads | WALGGC | 0 | 0 | 0 | 0 | 0 | 316,288 | 316,288 | 316,288 | 0 | 316,288 | 645,900 |
| Law, order, public safety | | | | | | | | | | | | |
| Grant - MAF funding | DFES | 0 | 0 | 0 | 0 | 0 | 102,460 | 102,460 | 102,460 | 0 | 102,460 | 51,575 |
| ESL Operating Grant | DFES | 0 | 0 | 0 | 0 | 0 | 31,290 | 31,290 | 31,290 | 0 | 31,290 | 68,836 |
| FESA admin fee | DFES | 0 | 0 | 0 | 0 | 0 | 4,000 | 4,000 | 4,000 | 0 | 4,000 | 4,000 |
| Wellstead Estuary Habitat Protection | South Coast Natural Resource M. | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 4,800 |
| Transport | | | | | | | | | | | | |
| Grant - Direct | Main Roads WA | 0 | 0 | 0 | 0 | 0 | 152,421 | 152,421 | 152,421 | 0 | 0 | 152,421 |
| | | 0 | 0 | 0 | 0 | 0 | 939,263 | 939,263 | 939,263 | 0 | 786,842 | 1,638,675 |
| Operating Contributions | | | | | | | | | | | | |
| Community amenities | | | | | | | | | | | | |
| Grant-coastal signage & reveg works | SCNRM | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 3,418 |
| Other property and services | | | | | | | | | | | | |
| Contribution towards Jerramungup pool | Dept Education | (909,091) | 0 | 0 | 0 | (909,091) | 0 | 0 | 0 | 0 | 0 | 0 |
| | | (909,091) | 0 | 0 | 0 | (909,091) | 0 | 0 | 0 | 0 | 0 | 3,418 |
| TOTALS | | (909,091) | 0 | 0 | 0 | (909,091) | 939,263 | 939,263 | 939,263 | 0 | 786,842 | 1,642,093 |

NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD ENDED 30 JUNE 2020

NOTE 13
NON-OPERATING GRANTS AND CONTRIBUTIONS

| Description | Provider | Unspent Non Operating Grants, Subsidies and Contributions Liability | | | | | Non Operating Grants, Subsidies and Contributions Revenue | | | | | |
|--|-----------------------|---|-----------------------------|--|---------------------|--------------------------------|---|------------------|------------------|----------------------|------------------|------------------------------|
| | | Liability 1-Jul | Increase in Liability | Liability Reduction (As revenue) | Liability 30-Jun | Current Liability 30-Jun | Revised Budget Revenue | YTD Budget | Annual Budget | Budget Variations | Expected | YTD Revenue Actual (b) |
| | | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | |
| Non-Operating Grants and Subsidies | | | | | | | | | | | | |
| Law, order, public safety | | | | | | | | | | | | |
| Jacup Fire Shed Grant | DFES | 0 | 0 | 0 | 0 | 0 | 150,000 | 150,000 | 150,000 | 0 | 150,000 | 159,218 |
| Housing | | | | | | | | | | | | |
| Seniors Independent Living Grant & Staff housing | BBRF & RAAP | 0 | 0 | 0 | 0 | 0 | 2,175,500 | 2,175,500 | 2,175,500 | 0 | 2,175,500 | 1,052,366 |
| Community amenities | | | | | | | | | | | | |
| Waste Transfer station | Royalties for Regions | 0 | 0 | 0 | 0 | 0 | 5,103 | 5,103 | 0 | 0 | 0 | 5,645 |
| Transport | | | | | | | | | | | | |
| Roads to Recovery Grant | Dept Transport | 0 | 128,654 | (128,654) | 0 | 0 | 400,523 | 400,523 | 400,523 | 0 | 400,523 | 400,523 |
| MRWA Project | Main Roads WA | 0 | 0 | 0 | 0 | 0 | 610,000 | 610,000 | 610,000 | 0 | 610,000 | 610,000 |
| NDRP - water bomber turnaround | | 0 | 0 | 0 | 0 | 0 | 50,170 | 50,170 | 50,170 | 0 | 50,170 | 31,289 |
| Other property and services | | | | | | | | | | | | |
| Royalties for Regions - Regional & Strategic | Dept of Regional | | | | | | | | | | | |
| Waste Management Approach | Development | 2,300,777 | (1,453,635) | 0 | 847,142 | 847,142 | 0 | 0 | 0 | 0 | 0 | 0 |
| | | 2,300,777 | (1,324,981) | (128,654) | 847,142 | 847,142 | 3,391,296 | 3,391,296 | 3,386,193 | 0 | 3,386,193 | 2,259,042 |
| Total Non-operating grants, subsidies and contributions | | 2,300,777 | (1,324,981) | (128,654) | 847,142 | 847,142 | 3,391,296 | 3,391,296 | 3,386,193 | 0 | 3,386,193 | 2,259,042 |

**NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD ENDED 30 JUNE 2020**

**NOTE 14
TRUST FUND**

Funds held at balance date over which the Shire has no control and which are not included in this statement are as follows:

| Description | Opening Balance 1 July 2019 | Amount Received | Amount Paid | Closing Balance 30 Jun 2020 |
|---------------------------------|-----------------------------------|--------------------|-----------------|-----------------------------------|
| | \$ | \$ | \$ | \$ |
| Public Open Space Contributions | 14,780 | 0 | (14,780) | 0 |
| | 14,780 | 0 | (14,780) | 0 |

**NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD ENDED 30 JUNE 2020**

**NOTE 15
BUDGET AMENDMENTS**

Amendments to original budget since budget adoption. Surplus/(Deficit)

| GL Code | Description | Council Resolution | Classification | Non Cash Adjustment | Increase in Available Cash | Decrease in Available Cash | Amended Budget Running Balance |
|---------|---|--------------------|--------------------|---------------------|----------------------------|----------------------------|--------------------------------|
| | | | | \$ | \$ | \$ | \$ |
| | Budget Adoption | | | | | | 3,287 |
| | Opening Surplus | | Opening Surplus | | | (2,702,179) | (2,698,892) |
| | Non cash amounts excluded from operating activities | | | | 2366488 | | (332,404) |
| RG10 | Gairdner South Road | OCM200405 | Operating Expenses | | 73,852 | | (258,552) |
| A919 | BB Swipe tag | OCM200405 | Operating Expenses | | 25,000 | | (233,552) |
| | Developer contribution - Little boat harbour | OCM200405 | Operating Revenue | | 38,500 | | (195,052) |
| | Developer contribution - Paperbarks Park | OCM200405 | Operating Revenue | | 14,780 | | (180,272) |
| | Jerramungup Swimming Pool grant income | | Operating Revenue | | | (909,091) | (1,089,363) |
| | Jerramungup Swimming Pool capital expenditure | | Capital Expenses | | 909,091 | | (180,272) |
| | Operating Income | | Operating Revenue | | | (4,904) | (185,176) |
| | Operating Expenditure | | Operating Expenses | | | (194,049) | (379,225) |
| | Non Operating grants | | Operating Revenue | | 5,103 | | (374,122) |
| | Capital Expenditure | | Capital Expenses | | 499,565 | | 125,443 |
| | Proceeds of loans | | | | | (500,000) | (374,557) |
| | Reserve transfers in | | | | 293,280 | | (81,277) |
| | Reserve transfer out | | | | 39,435 | | (41,842) |
| | Proceeds from disposal of assets | | | | 2,408 | | (39,434) |
| | Repayment of debentures | | | | 42,758 | | 3,324 |
| | Rates | | | | 8,768 | | 12,092 |
| | | | | 0 | 4,319,028 | (4,310,223) | |

**NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD ENDED 30 JUNE 2020**

**NOTE 15
EXPLANATION OF MATERIAL VARIANCES**

The material variance thresholds are adopted annually by Council as an indicator of whether the actual expenditure or revenue varies from the year to date Actual materially.

The material variance adopted by Council for the 2019-20 year is \$10,000 or 10.00% whichever is the greater.

| Reporting Program | Var. \$ | Var. % | Timing/ Permanent | Explanation of Variance |
|---|-------------|-----------|----------------------|---|
| | \$ | % | | |
| Revenue from operating activities | | | | |
| General Purpose Funding - Other | 661,850 | 89.90% | ▲ Permanent | Received portion of 20/21 FAGS grant. |
| Law, Order and Public Safety | (23,521) | (10.72%) | ▼ Permanent | MAF funding less because full MAF works not completed. |
| Housing | (12,714) | (14.53%) | ▼ Permanent | Rent lower than expected. |
| Recreation and Culture | 23,311 | 40.48% | ▲ Permanent | Additional income for telecommunication lease and insurance claim. Grant from SCNRM \$4800. Subdivision contribution \$13436 transferred to income. |
| Transport | 50,305 | 26.34% | ▲ Permanent | Water bomber turnaround grant funds. |
| Other Property and Services | (41,136) | (22.25%) | ▼ Permanent | Private works less than budget by \$13,000. |
| Expenditure from operating activities | | | | |
| Governance | 52,410 | 15.12% | ▲ Permanent | Election costs not incurred and councillor training, conference costs and donations lower. |
| Law, Order and Public Safety | 101,247 | 17.84% | ▲ Permanent | MAF project reduced. |
| Health | 58,549 | 17.41% | ▲ Permanent | Dr recruitment fee not paid. Pest control expenses showing in housing program. |
| Education and Welfare | 31,205 | 28.69% | ▲ Permanent | Building maintenance costs down. Depreciation lower than budget. |
| Housing | 209,045 | 89.12% | ▲ Permanent | Depreciation and utility expenses less than budget. Staff housing expenses allocated out to other programs. |
| Community Amenities | 221,690 | 16.43% | ▲ Permanent | Town Planning costs and employee costs down due to change over of Town Planner. Toilet maintenance/cleaning, waste collection and waste facility costs lower than budget. |
| Economic Services | (24,446) | (10.50%) | ▼ Permanent | Extra wages for building control. Difference between Budget allocation and Actual allocation of building officer time to other programs. |
| Other Property and Services | (88,042) | (117.10%) | ▼ Permanent | Difference of admin and plant costs and their reallocation. |
| Investing Activities | | | | |
| Non-operating Grants, Subsidies and Contributions | (1,132,254) | (33.39%) | ▼ Timing | Timing of grant funds for Seniors and Key Personnel Housing project. |
| Capital Acquisitions | 1,350,266 | 19.42% | ▲ Timing | Timing of the construction of the Key Personnel Housing projects. |
| Financing Activities | | | | |
| Transfer from Reserves | (831,670) | (95.58%) | ▼ Permanent | Housing project carrying over so will factor in reserve transfer next financial year. Didn't need to utilise Leave or Plant Reserve this year. |