

**SHIRE OF JERRAMUNGUP**  
**MONTHLY FINANCIAL REPORT**  
**(Containing the Statement of Financial Activity)**  
**For the Period Ended 31 May 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 08 June 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 31 MAY 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 31 MAY 2020**

**STATUTORY REPORTING PROGRAMS**

	Ref Note	Revised Budget	YTD Budget (a)	YTD Actual (b)	Var. \$ (b)-(a)	Var. % (b)-(a)/(a)	Var.
<b>Opening Funding Surplus / (Deficit)</b>	1 (c)	\$ 1,509,542	\$ 1,509,542	\$ 1,509,542	\$ 0	0.00%	
<b>Revenue from operating activities</b>							
Governance		11,653	9,711	14,862	5,151	53.04%	
General Purpose Funding - Rates	6	3,405,140	3,405,140	3,469,709	64,569	1.90%	
General Purpose Funding - Other		736,225	613,521	1,387,394	773,873	126.14%	▲
Law, Order and Public Safety		219,487	182,906	189,554	6,648	3.63%	
Health		15,246	12,705	22,873	10,168	80.03%	▲
Education and Welfare		3,042	2,535	5,792	3,257	128.50%	
Housing		87,482	72,902	69,466	(3,436)	(4.71%)	
Community Amenities		527,266	439,388	543,838	104,450	23.77%	▲
Recreation and Culture		57,581	47,984	80,118	32,134	66.97%	▲
Transport		191,017	159,181	240,704	81,524	51.21%	▲
Economic Services		58,055	48,379	59,498	11,119	22.98%	▲
Other Property and Services		184,918	154,098	128,415	(25,683)	(16.67%)	▼
		<b>5,497,112</b>	<b>5,148,450</b>	<b>6,212,223</b>	1,063,773		
<b>Expenditure from operating activities</b>							
Governance		(346,656)	(288,880)	(272,284)	16,596	5.74%	
General Purpose Funding		(238,503)	(198,753)	(204,433)	(5,681)	(2.86%)	
Law, Order and Public Safety		(567,520)	(472,933)	(412,402)	60,531	12.80%	▲
Health		(336,226)	(280,188)	(261,728)	18,460	6.59%	
Education and Welfare		(108,769)	(90,641)	(72,430)	18,211	20.09%	▲
Housing		(234,572)	(195,477)	(23,505)	171,971	87.98%	▲
Community Amenities		(1,349,011)	(1,124,176)	(982,746)	141,430	12.58%	▲
Recreation and Culture		(988,665)	(823,888)	(904,783)	(80,895)	(9.82%)	
Transport		(2,035,752)	(1,696,460)	(1,759,202)	(62,742)	(3.70%)	
Economic Services		(232,745)	(193,954)	(239,615)	(45,661)	(23.54%)	▼
Other Property and Services		(75,183)	(62,653)	(133,864)	(71,211)	(113.66%)	▼
		<b>(6,513,602)</b>	<b>(5,428,002)</b>	<b>(5,266,991)</b>	161,011		
Non-cash amounts excluded from operating activities	1 (a)	1,877,026	1,564,188	1,797,001	232,813	14.88%	▲
<b>Amount attributable to operating activities</b>		<b>860,536</b>	<b>1,284,637</b>	<b>2,742,234</b>	1,457,597		
<b>Investing Activities</b>							
Proceeds from non-operating grants, subsidies and contributions	13	3,391,296	2,826,080	1,357,589	(1,468,491)	(51.96%)	▼
Proceeds from disposal of assets	7	781,818	651,515	621,818	(29,697)	(4.56%)	
Purchase of property, plant and equipment	8	(6,952,706)	(5,793,922)	(4,874,922)	919,000	15.86%	▲
<b>Amount attributable to investing activities</b>		<b>(2,779,592)</b>	<b>(2,316,327)</b>	<b>(2,895,514)</b>	(579,188)		
<b>Financing Activities</b>							
Proceeds from New Debentures		500,000	500,000	500,000	0	0.00%	
Transfer from Reserves	10	870,170	348,500	348,500	0	0.00%	
Repayment of Debentures	9	(178,126)	(131,607)	(131,607)	0	0.00%	
Transfer to Reserves	10	(770,438)	(602,788)	(602,788)	0	0.00%	
<b>Amount attributable to financing activities</b>		<b>421,606</b>	<b>114,105</b>	<b>114,105</b>	0		
<b>Closing Funding Surplus / (Deficit)</b>	1 (c)	<b>12,092</b>	<b>591,957</b>	<b>1,470,366</b>			

**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 31 MAY 2020

## NATURE OR TYPE DESCRIPTIONS

### 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.

### 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 31 MAY 2020**

**BY NATURE OR TYPE**

	Ref Note	Revised Budget	YTD Budget (a)	YTD Actual (b)	Var. \$ (b)-(a)	Var. % (b)-(a)/(a)	Var.
		\$	\$	\$	\$	%	
<b>Opening Funding Surplus / (Deficit)</b>	1 (c)	1,509,542	1,509,542	1,509,542	0	0.00%	
<b>Revenue from operating activities</b>							
Rates	6	3,405,140	3,405,140	3,405,986	846	0.02%	
Operating grants, subsidies and contributions	12	939,263	782,719	1,629,403	846,684	108.17%	▲
Fees and charges		772,710	643,925	825,379	181,454	28.18%	▲
Interest earnings		61,343	51,119	57,296	6,177	12.08%	
Other revenue		213,953	178,294	189,456	11,162	6.26%	▲
Profit on disposal of assets	7	104,703	87,253	104,703	17,451	20.00%	▲
		<b>5,497,112</b>	<b>5,148,450</b>	<b>6,212,223</b>	1,063,773		▲
<b>Expenditure from operating activities</b>							
Employee costs		(1,994,092)	(1,661,743)	(1,642,871)	18,872	1.14%	▲
Materials and contracts		(1,880,646)	(1,567,205)	(1,188,091)	379,114	24.19%	▲
Utility charges		(201,806)	(168,172)	(168,579)	(408)	(0.24%)	
Depreciation on non-current assets		(1,915,145)	(1,595,954)	(1,800,733)	(204,779)	(12.83%)	
Interest expenses		(27,475)	(22,896)	(12,342)	10,554	46.10%	▲
Insurance expenses		(241,339)	(201,116)	(235,534)	(34,418)	(17.11%)	
Other expenditure		(186,510)	(155,425)	(157,929)	(2,504)	(1.61%)	
Loss on disposal of assets	7	(66,589)	(55,491)	(60,912)	(5,421)	(9.77%)	
		<b>(6,513,602)</b>	<b>(5,428,002)</b>	<b>(5,266,991)</b>	161,011		▲
Non-cash amounts excluded from operating activities	1 (a)	1,877,026	1,564,188	1,797,001	232,813	14.88%	▲
<b>Amount attributable to operating activities</b>		<b>860,536</b>	<b>1,284,637</b>	<b>2,742,233</b>	1,457,597		▲
<b>Investing activities</b>							
Non-operating grants, subsidies and contributions	13	3,391,296	2,826,080	1,357,589	(1,468,491)	(51.96%)	
Proceeds from disposal of assets	7	781,818	651,515	621,818	(29,697)	(4.56%)	
Payments for property, plant and equipment	8	(6,952,706)	(5,793,922)	(4,874,922)	919,000	(15.86%)	▲
<b>Amount attributable to investing activities</b>		<b>(2,779,592)</b>	<b>(2,316,327)</b>	<b>(2,895,514)</b>	(579,188)		
<b>Financing Activities</b>							
Proceeds from new debentures		500,000	500,000	500,000	0	0.00%	
Transfer from reserves	10	870,170	348,500	348,500	0	0.00%	
Repayment of debentures	9	(178,126)	(131,607)	(131,607)	0	0.00%	
Transfer to reserves	10	(770,438)	(602,788)	(602,788)	0	0.00%	
<b>Amount attributable to financing activities</b>		<b>421,606</b>	<b>114,105</b>	<b>114,105</b>	0		
<b>Closing Funding Surplus / (Deficit)</b>	1 (c)	<b>12,092</b>	<b>591,957</b>	<b>1,470,366</b>			

**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)
<b>Non-cash items excluded from operating activities</b>	\$	\$	\$
<b>Adjustments to operating activities</b>			
Less: Profit on asset disposals	(104,708)	(104,708)	(104,703)
Movement in provisions	0	0	(1,996)
Movement in lease liabilities (non-current)	0	0	42,055
Add: Loss on asset disposals	66,589	0	60,912
Add: Depreciation on assets	1,915,145	1,595,954	1,800,733
<b>Total non-cash items excluded from operating activities</b>	<b>1,877,026</b>	<b>1,491,246</b>	<b>1,797,001</b>

(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 31 May 2019	Year to Date 31 May 2020
<b>Adjustments to net current assets</b>				
Less: Reserves - restricted cash	10 (1,488,969)	(1,488,969)	(1,467,213)	(1,743,257)
Add: Borrowings	9 178,127	178,127	381,158	46,520
Add: Provisions - employee	11 65,222	65,222	339,457	65,222
<b>Total adjustments to net current assets</b>	(1,245,620)	(1,245,620)	(746,598)	(1,631,515)

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

<b>Current assets</b>				
Cash and cash equivalents	2 6,520,565	6,520,565	2,227,581	5,300,143
Rates receivables	3 75,275	75,275	60,097	90,635
Receivables	3 235,265	235,265	1,384,807	561,039
Other current assets	4 28,800	28,800	31,018	47,385
<b>Less: Current liabilities</b>				
Payables	5 (255,023)	(255,023)	(750,970)	(92,851)
Borrowings	9 (178,127)	(178,127)	(381,158)	(46,520)
Contract liabilities	11 (3,332,136)	(3,332,136)	(3,332,136)	(2,450,613)
Lease liabilities	11 0	0	0	(2,760)
Provisions	11 (339,457)	(339,457)	(339,457)	(304,577)
<b>Less: Total adjustments to net current assets</b>	1(b) (1,245,620)	(1,245,620)	(746,598)	(1,631,515)
<b>Closing Funding Surplus / (Deficit)</b>	1,509,542	1,509,542	(1,846,816)	1,470,366

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
		\$	\$	\$	\$			
<b>Cash on hand</b>								
Municipal Bank account	Cash and cash equivalents	1,490,511	0	0	1,490,511	Bankwest	0.51%	
Muni - Term Deposit	Cash and cash equivalents	0	915,610	0	915,610	Bankwest	1.25%	25/06/2020
Reserves Bank Account	Cash and cash equivalents	0	213,257	0	213,257	Bankwest	0.05%	
WA Treasury - waste grant funds	Cash and cash equivalents	0	744,020	0	744,020	WA Treasury	0.20%	
Telenet -waste grant funds	Cash and cash equivalents	0	406,545	0	406,545	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%	
Reserves - Term deposit	Cash and cash equivalents	0	1,100,000	0	1,100,000	Bankwest	1.55%	15/06/2020
Reserve - Term deposit	Cash and cash equivalents	0	430,000	0	430,000	Bankwest	1.25%	1/06/2020
<b>Total</b>		<b>1,490,712</b>	<b>3,809,431</b>	<b>0</b>	<b>5,300,143</b>			
<b>Comprising</b>								
Cash and cash equivalents		1,490,712	3,809,431	0	5,300,143			
Financial assets at amortised cost		0	0	0	0			
		<b>1,490,712</b>	<b>3,809,431</b>	<b>0</b>	<b>5,300,143</b>			

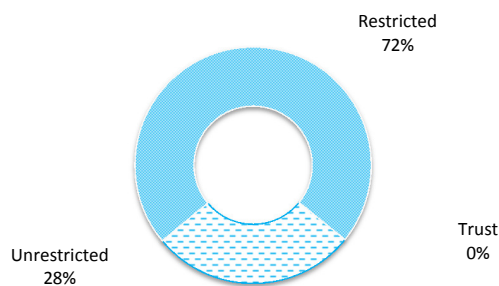
**KEY INFORMATION**

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
<b>\$5.3 M</b>	<b>\$1.49 M</b>



**NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY  
FOR THE PERIOD ENDED 31 MAY 2020**

**OPERATING ACTIVITIES  
NOTE 3  
RECEIVABLES**

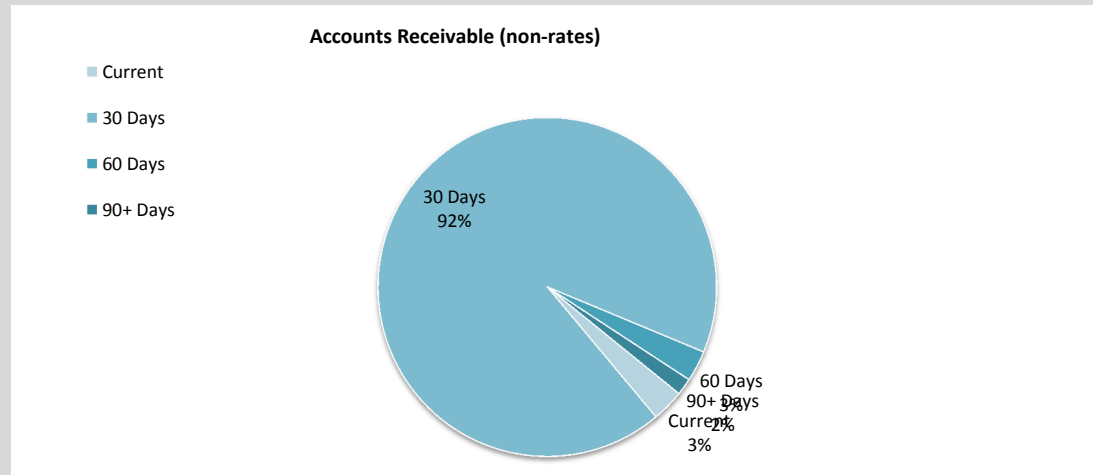
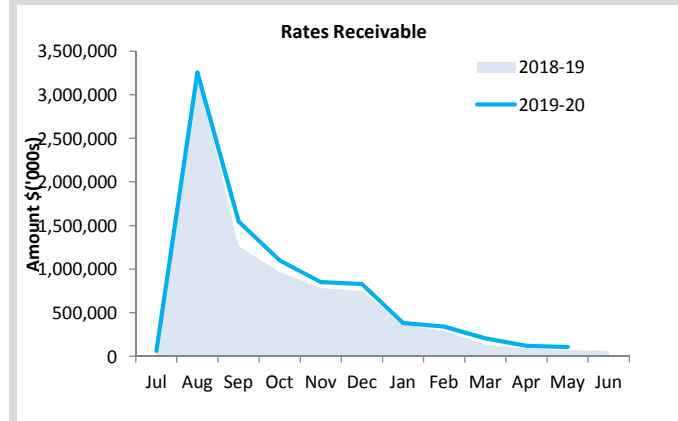
Rates Receivable	30 June 2019	31 May 20
	\$	\$
Opening Arrears Previous Years	75,275	75,275
Levied this year	0	3,405,986
Less - Collections to date	0	(3,390,626)
Equals Current Outstanding	<b>\$75,275</b>	<b>90,635</b>
<b>Net Rates Collectable</b>	<b>75,275</b>	<b>90,635</b>
% Collected	0%	97.4%

Receivables - General	Credit	Current	30 Days	60 Days	90+ Days	Total
	\$	\$	\$	\$	\$	\$
Receivables - General	(1,794)	15,751	473,063	15,102	8,291	510,413
Percentage	-0.4%	3.1%	92.7%	3%	1.6%	
<b>Balance per Trial Balance</b>						
Sundry receivable						510,413
GST receivable						50,626
<b>Total Receivables General Outstanding</b>						<b>561,039</b>

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.



<b>Debtors Due</b>
<b>\$561,039</b>
<b>Over 30 Days</b>
<b>97%</b>
<b>Over 90 Days</b>
<b>1.6%</b>

Collected	Rates Due
<b>97.4%</b>	<b>\$90,635</b>

Other Current Assets	Opening Balance 1 July 2019	Asset Increase	Asset Reduction	Closing Balance 31 May 2020
	\$	\$	\$	\$
<b>Inventory</b>				
Fuel and materials	28,055	18,775	0	46,830
<b>Prepayments</b>				
Prepayments	0	554	0	554
<b>Total Other Current assets</b>				<b>47,385</b>

#### 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

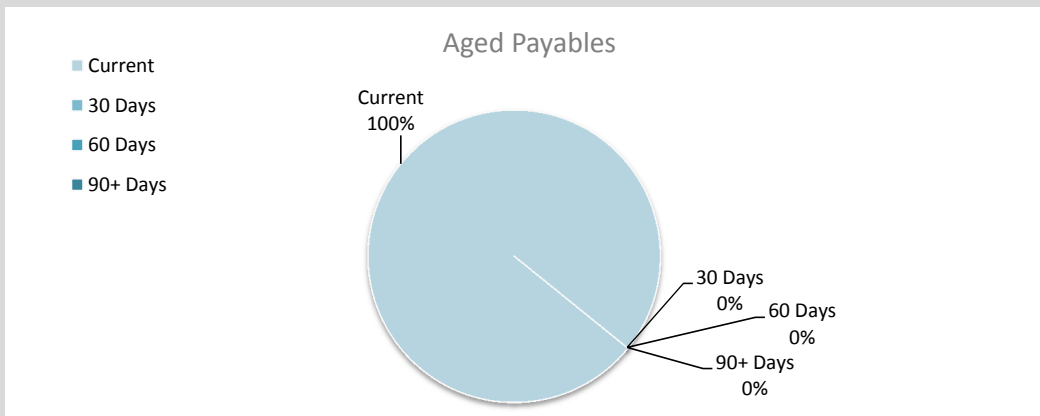
A contract asset is the right to consideration in exchange for goods or services the entity has transferred to a customer when that right is conditioned on something other than the passage of time.

Payables - General	Credit	Current	30 Days	60 Days	90+ Days	Total
	\$	\$	\$	\$	\$	\$
Payables - General	0	92,851	0	0	0	92,851
Percentage	0%	100%	0%	0%	0%	
<b>Balance per Trial Balance</b>						
Sundry creditors						(24,383)
ATO liabilities						(68,468)
<b>Total Payables General Outstanding</b>						<b>(92,851)</b>

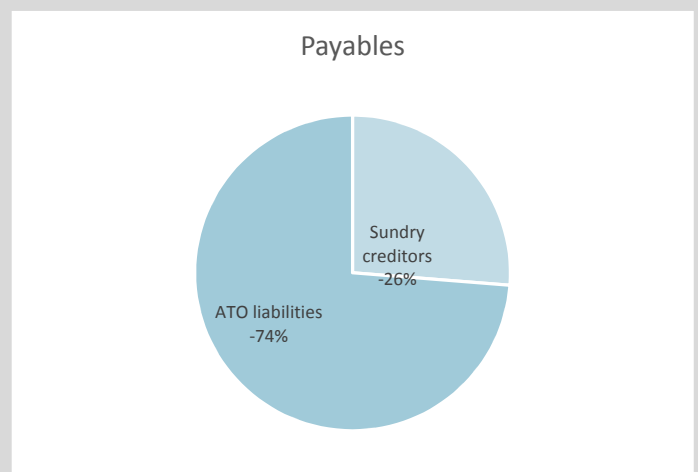
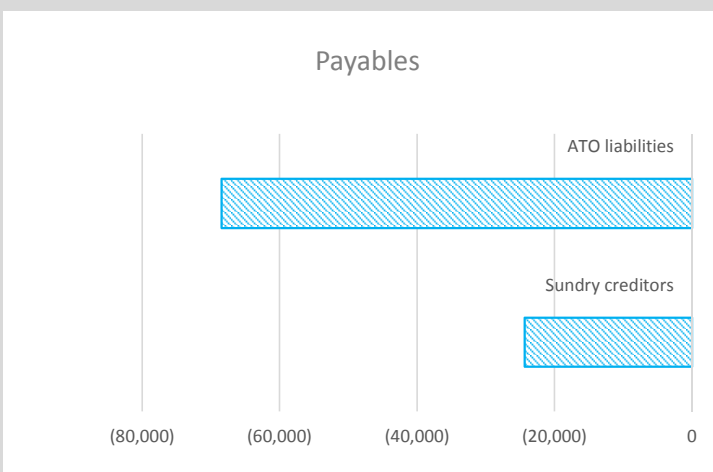
Amounts shown above include GST (where applicable)

**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.



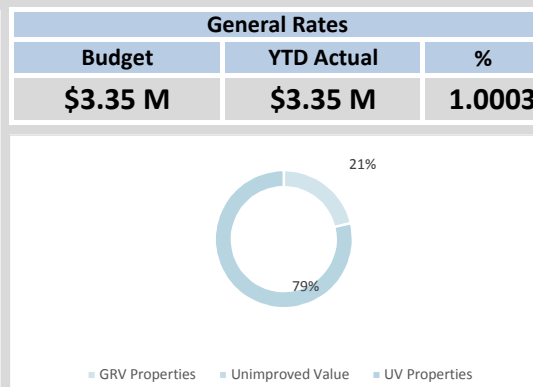
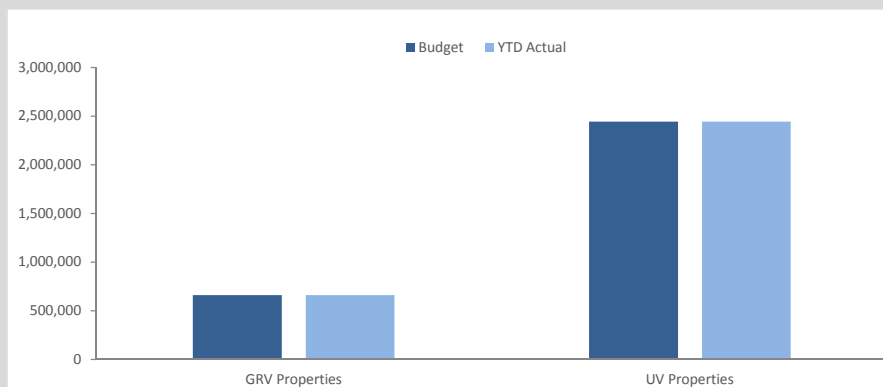
<b>Creditors Due</b>	<b>(\$92,851)</b>
<b>Over 30 Days</b>	<b>0%</b>
<b>Over 90 Days</b>	<b>0%</b>



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
<b>RATE TYPE</b>				\$	\$	\$	\$	\$	\$	\$	\$
<b>Differential General Rate</b>											
<b>Gross Rental Value</b>											
GRV Properties	0.098994	847	6,621,052	655,445	3,816	386	659,647	655,445	4,255	386	660,086
<b>Unimproved Value</b>											
UV Properties	0.010125	323	241,314,600	2,443,310	232	0	2,443,542	2,443,310	544	0	2,443,854
<b>Sub-Total</b>		1,170	247,935,652	3,098,755	4,048	386	3,103,189	3,098,755	4,799	386	3,103,940
<b>Minimum Payment</b>	<b>Minimum \$</b>										
<b>Gross Rental Value</b>											
GRV Properties	685	313	1,287,349	214,405	1,782	2,625	218,812	214,405	1,782	2,625	218,812
<b>Unimproved Value</b>											
UV Properties	801	40	1,261,440	32,040	(832)	0	31,208	32,040	(832)	0	31,208
<b>Sub-Total</b>		353	2,548,789	246,445	950	2,625	250,020	246,445	950	2,625	250,020
Rate written off							(150)				(55)
<b>Amount from General Rates</b>							3,353,059				3,353,905
Ex-Gratia Rates							52,081				52,081
<b>Total General Rates</b>							3,405,140				3,405,986

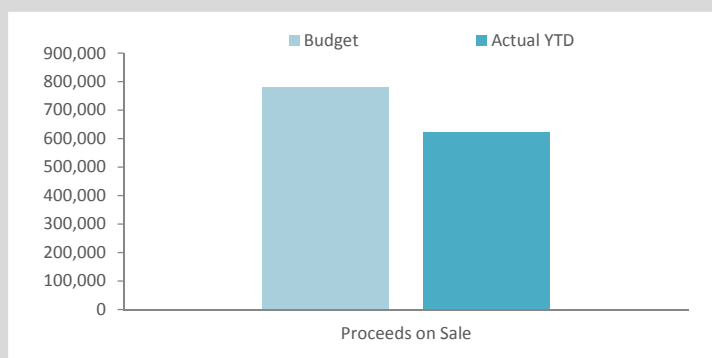
**KEY INFORMATION**

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		
		\$	\$	\$	\$	\$	\$	\$	\$
	<b>Buildings</b>								
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)	0	0	0	0
	<b>Plant and equipment</b>								
	<b>Governance</b>								
A898	Changeover CEO vehicle	55,064	47,955	0	(7,109)	55,064	47,955	0	(7,109)
	<b>Community amenities</b>								
A888	Changeover Planner Vehicle	29,490	22,954	0	(6,536)	29,490	22,954	0	(6,536)
	<b>Transport</b>								
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)
		<b>743,704</b>	<b>781,818</b>	<b>104,703</b>	<b>(66,589)</b>	<b>578,027</b>	<b>621,818</b>	<b>104,703</b>	<b>(60,912)</b>

KEY INFORMATION



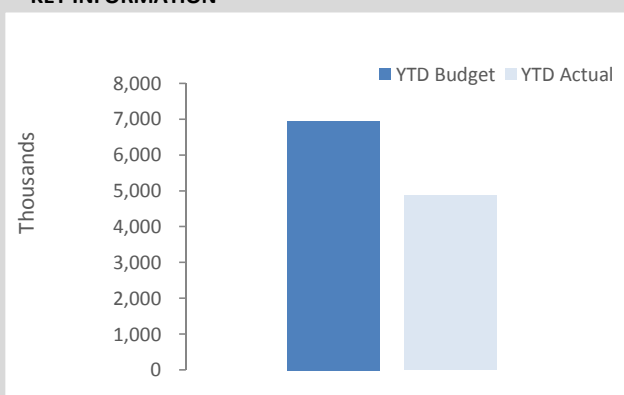
Proceeds on Sale		
Annual Budget	YTD Actual	%
<b>\$781,818</b>	<b>\$621,818</b>	<b>80%</b>

Capital Acquisitions	Adopted		YTD Actual	YTD Actual Variance
	Budget	YTD Budget		
	\$	\$	\$	\$
Buildings - non-specialised	3,558,014	2,965,012	2,217,765	(747,246)
Buildings - specialised	172,099	143,416	172,033	28,617
Plant and equipment	865,544	721,287	863,111	141,824
Infrastructure - Roads	2,251,372	1,876,143	1,537,629	(338,514)
Infrastructure - Footpaths	78,990	65,825	46,094	(19,731)
Infrastructure - Parks & Ovals	8,157	6,798	6,265	(533)
Infrastructure - Other	18,530	15,442	32,025	16,583
<b>Capital Expenditure Totals</b>	<b>6,952,706</b>	<b>5,793,922</b>	<b>4,874,922</b>	<b>(919,000)</b>
<b>Capital Acquisitions Funded By:</b>				
	\$	\$	\$	\$
Capital grants and contributions	3,391,296	0	1,357,589	1,357,589
Borrowings	500,000	500,000	500,000	0
Other (Disposals & C/Fwd)	781,818	651,515	621,818	(29,697)
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	310,000	310,000
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	4,642,407	2,047,014	(2,595,392)
<b>Capital Funding Total</b>	<b>6,952,706</b>	<b>5,793,922</b>	<b>4,874,922</b>	<b>(919,000)</b>

**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
	<b>\$6.95 M</b>	<b>\$4.87 M</b>	<b>70%</b>
Capital Grant	Annual Budget	YTD Actual	% Received
	<b>\$3.39 M</b>	<b>\$1.36 M</b>	<b>40%</b>

% of  
Completion

		Account Description	Adopted			Variance (Under)/Over
			Revised Budget	YTD Budget	YTD Actual	
		<b>Buildings</b>				
101%		A887 Fire Shed - Lot 301 Jacup	180,972	150,810	182,666	(31,856)
100%		A52 Paperbarks Ablutions	159,599	132,999	159,533	66
84%		A897 Lot 3 Yandil Street, BB (Seniors Units)	1,666,233	1,388,528	1,392,063	274,170
44%		A906 Unit 1 - Lot 265 Collins Street, Jerramungup	362,569	302,141	158,987	203,582
44%		A907 Unit 2 - Lot 265 Collins Street, Jerramungup	362,568	302,140	158,862	203,706
31%		A908 Lot 263 Collins Street, Jerramungup - House	517,667	431,389	160,152	357,516
34%		A909 19 McGlade Close, BB - House	461,405	384,504	158,436	302,969
100%		A823 37 McGlade Close, BB - House	6,600	5,500	6,600	0
100%		A46 Jerramungup Entertainment Centre	12,500	10,417	12,500	0
		<b>Buildings Total</b>	<b>3,730,113</b>	<b>3,108,428</b>	<b>2,389,798</b>	<b>1,340,315</b>
		<b>Plant &amp; Equipment</b>				
100%		A913 Changeover CEO Vehicle	54,230	45,192	54,230	0
100%		A914 Changeover Town Planner Vehicle	55,048	45,873	55,048	0
100%		A910 Changeover Manager of Works Vehicle	48,214	40,178	48,214	0
		A912 Changeover Town Services Vehicle	0	0	0	0
100%		A911 Changeover Grader	419,100	349,250	419,100	0
101%		A915 Changeover Tandem axle truck	193,050	160,875	195,000	(1,950)
100%		A917 Pruning Saw	30,000	25,000	30,000	0
100%		A916 Scrubber - Entertainment Centre	6,379	5,316	6,379	0
		A919 BB Standpipe - swipe system	0	0	0	0
93%		A4 Photocopier - Right to Use asset	59,523	49,603	55,140	4,383
		<b>Plant &amp; Equipment Total</b>	<b>865,544</b>	<b>721,287</b>	<b>863,111</b>	<b>2,433</b>
		<b>Infrastructure - Parks &amp; Ovals</b>				
77%		A854 Paperbarks Redevelopment	8,157	6,798	6,265	1,892
		<b>Infrastructure - Parks &amp; Ovals Total</b>	<b>8,157</b>	<b>6,798</b>	<b>6,265</b>	<b>1,892</b>
		<b>Other Infrastructure</b>				
		A2621 Jerramungup Transfer Station	0	0	13,495	(13,495)
		A3 Jerramungup Swimming Pool	0	0	0	0
100%		A920 Paperbarks carpark/retaining wall	18,530	15,442	18,530	0
		<b>Other Infrastructure - Total</b>	<b>18,530</b>	<b>15,442</b>	<b>32,025</b>	<b>(13,495)</b>
		<b>Other Infrastructure - Footpaths</b>				
100%		P319 Townsite Foothpaths - Bremer Bay	46,202	38,502	46,094	108
		P322 Townsite Foothpaths - Jerramungup	0	0	0	0
		P323 Yandil Street Foothpath	32,788	27,323	0	32,788
		<b>Other infrastructure - Footpaths Total</b>	<b>78,990</b>	<b>65,825</b>	<b>46,094</b>	<b>32,896</b>
		<b>Infrastructure - Roads</b>				
34%		C03 Borden - Bremer Bay road	69,927	58,273	23,754	46,173
97%		C12 Brook Road	99,372	82,810	96,140	3,232
		C153 Morreshead Road	23,671	19,726	0	23,671
30%		C30 Cowalellup Road	140,000	116,667	41,832	98,168
0%		C50 Jerramungup North Road	137,890	114,908	267	137,623
85%		C57 Little Boat Harbour	105,939	88,283	89,555	16,384
62%		C63 Meechi Road	132,506	110,422	81,883	50,623
97%		C78 Rabbit Proof Fence Road	113,113	94,261	109,455	3,670
0%		C84 Stock Road	0	0	0	0
42%		C177 Water Bomber Turnaround (BB Airstrip)	100,345	83,621	41,921	58,424
103%		C178 Site Works - Staff housing and Seniors Living	52,433	43,694	53,849	(1,416)
0%		C180 Lions Park Earthworks	0	0	0	0
84%		RRG7 Devils Creek Road - MRWA	192,082	160,068	161,721	30,361
100%		RG11 Lake Magenta Road - MRWA	256,611	213,843	257,172	(561)
59%		RG10 Gairdner South Road - MRWA	225,000	187,500	132,493	92,507
67%		RRG1 Needilup North Road - MRWA	180,000	150,000	120,821	59,179
84%		RG12 Borden - Bremer Bay road - MRWA	91,251	76,043	77,091	14,160
53%		RR23 Dillon Bay Road - R2R	113,089	94,241	59,386	53,703
97%		RR20 Jacup North Road - R2R	63,122	52,602	61,329	1,793
83%		RR24 Marnigarup East Road - R2R	155,021	129,184	128,961	26,060
68%		<b>Infrastructure - Roads Total</b>	<b>2,251,372</b>	<b>1,876,143</b>	<b>1,537,629</b>	<b>713,743</b>
70%		<b>Grand Total</b>	<b>6,952,706</b>	<b>5,793,922</b>	<b>4,874,922</b>	<b>4,125,420</b>

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 \$
<b>Housing</b>									
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	17,555	35,486	175,988	158,057	2,251	7,944
Loan 264 Staff Housing and Senior Independent Living	0	500,000	500,000	0	0	500,000	500,000	0	0
<b>Transport</b>									
Loan 260 Bremer Bay Town Centre	224,599	0	0	52,779	52,780	171,820	171,819	5,745	8,673
Loan 262 Grader	49,638	0	0	12,199	24,537	37,439	25,101	538	992
Loan 263 Bremer Bay Town Centre Stage 2	288,441	0	0	15,998	32,248	272,443	256,193	3,273	8,805
	789,296	500,000	500,000	131,607	178,126	1,157,689	1,111,170	12,342	27,475
<b>Total</b>	789,296	500,000	500,000	131,607	178,126	1,157,689	1,111,170	12,342	27,475
Current borrowings	178,127					46,520			
Non-current borrowings	611,169					1,111,169			
	789,296					1,157,689			

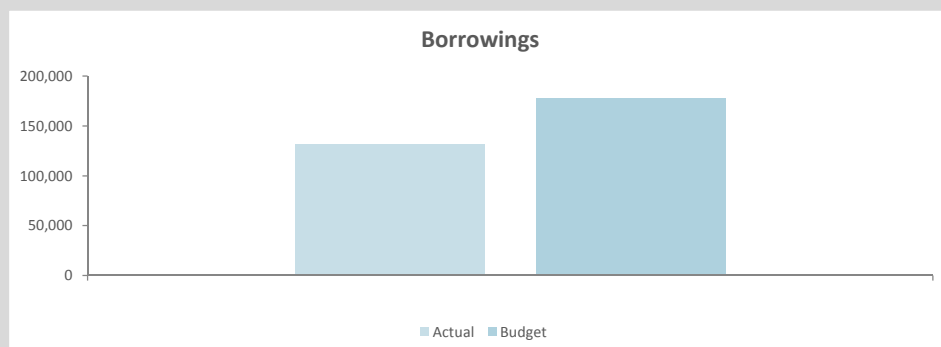
All debenture repayments were financed by general purpose revenue.

New Borrowings 2019-20

Particulars	Amount Borrowed	Amount Borrowed	Institution	Loan Type	Term Years	Total Interest & Charges	Interest Rate	Amount (Used)		Balance
	Actual	Budget						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.



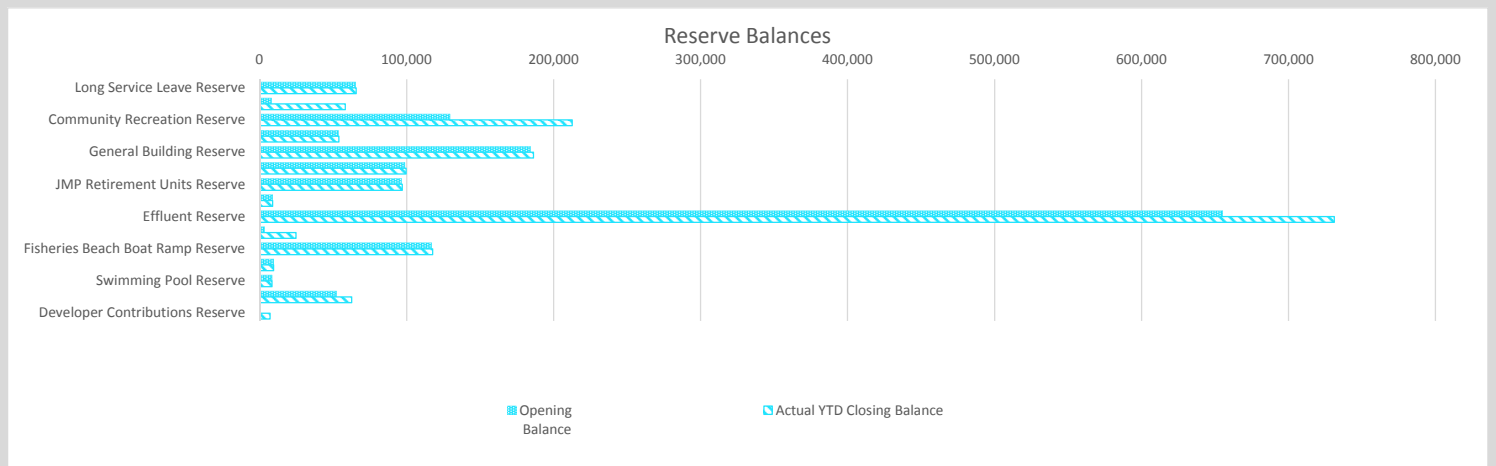
<b>Principal Repayments</b>	<b>\$131,607</b>
<b>Interest Earned</b>	<b>\$57,296</b>
<b>Interest Expense</b>	<b>\$12,342</b>
<b>Reserves Bal</b>	<b>\$1.74 M</b>
<b>Loans Due</b>	<b>\$1.16 M</b>



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	506	0	0	(20,000)	0	46,056	65,727
Plant Replacement Reserve	7,955	102	178	50,000	50,000	(50,000)	0	8,057	58,133
Community Recreation Reserve	129,502	1,658	1,195	82,000	82,000	0	0	213,160	212,697
Bremer Bay Youth Camp Reserve	53,427	684	415	0	0	0	0	54,111	53,842
General Building Reserve	184,083	2,356	2,119	470,000	310,000	(645,000)	(310,000)	11,439	186,202
Bremer Bay Retirement Units Reserve	98,819	1,265	766	0	0	(95,000)	0	5,084	99,585
JMP Retirement Units Reserve	96,268	1,232	747	0	0	0	0	97,500	97,015
Jerramungup Entertainment Centre Reserve	8,711	112	68	0	0	0	0	8,823	8,779
Effluent Reserve	655,162	6,718	5,246	70,692	70,692	0	0	732,572	731,100
Fire Control Point Henry Reserve	3,041	288	24	21,670	21,670	(21,670)	0	3,329	24,735
Fisheries Beach Boat Ramp Reserve	116,856	1,496	906	0	0	0	0	118,352	117,762
Capital Works Reserve	9,399	120	73	0	0	0	0	9,519	9,472
Swimming Pool Reserve	8,318	106	114	0	0	0	0	8,424	8,432
Roe Park Reserve	52,207	668	428	10,000	10,000	0	0	62,875	62,635
Developer Contributions Reserve	0	0	2	48,436	45,640	(38,500)	(38,500)	9,936	7,142
	<b>1,488,969</b>	<b>17,640</b>	<b>12,786</b>	<b>752,798</b>	<b>590,002</b>	<b>(870,170)</b>	<b>(348,500)</b>	<b>1,389,237</b>	<b>1,743,257</b>

KEY INFORMATION



Other Current Liabilities	Note	Opening Balance 1 July 2019	Liability Increase	Liability Reduction	Closing Balance 31 May 2020
		\$	\$	\$	\$
<b>Provisions</b>					
Annual leave		(158,996)	0	(34,880)	(124,116)
Long service leave		(180,461)	0	0	(180,461)
<b>Contract Liabilities</b>					
Unspent grant - Regional Waste Facility Project		(2,300,777)	0	(1,150,213)	(1,150,564)
Unspent contributions - Jerramungup Pool		(909,091)	0	0	(909,091)
Unspent grants - roads		0	359,490	0	(359,490)
Developer contributions		(45,640)	0	(45,640)	0
Bonds		(76,628)	0	(45,160)	(31,468)
<b>Total Other Current Liabilities</b>					<b>(2,755,190)</b>
<b>Amounts shown above include GST (where applicable)</b>					

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 31 MAY 2020

NOTE 12

OPERATING GRANTS AND CONTRIBUTIONS

Description	Provider	Unspent Operating Grant, Subsidies and Contributions Liability					Unspent Operating Grants, Subsidies and Contributions Revenue					YTD Revenue Actual		
		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			
		\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$		
<b>Operating Grants and Subsidies</b>														
<b>General purpose funding</b>														
Grants Commission - General	WALGGC	030201	11	0	0	0	0	0	332,804	277,337	332,804	0	332,804	711,143
Grants Commission - Roads	WALGGC	030202	11	0	0	0	0	0	316,288	263,573	316,288	0	316,288	645,900
<b>Law, order, public safety</b>														
Grant - MAF funding	DFES	050102	11	0	0	0	0	0	102,460	85,383	102,460	0	102,460	51,575
ESL Operating Grant	DFES	050106	11	0	0	0	0	0	31,290	26,075	31,290	0	31,290	53,431
FESA admin fee	DFES	050109	11	0	0	0	0	0	4,000	3,333	4,000	0	4,000	4,000
Wellstead Estuary Habitat Protection	South Coast Natural Resource M	110301	11	0	0	0	0	0	0	0	0	0	0	4,800
<b>Transport</b>														
Grant - Direct	Main Roads WA	120212	11	0	0	0	0	0	152,421	127,018	152,421	0	0	152,421
				<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>939,263</b>	<b>782,719</b>	<b>939,263</b>	<b>0</b>	<b>786,842</b>	<b>1,623,270</b>
<b>Operating Contributions</b>														
<b>Other property and services</b>														
Contribution towards Jerramungup pool	Dept Education	140100	11	(909,091)	0	0	0	(909,091)	0	0	0	0	0	0
Workers Compensation Reimbursements	LGIS	140210	11	0	0	0	0	0	0	0	0	0	0	6,133
				<b>(909,091)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>(909,091)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>6,133</b>
<b>TOTALS</b>				<b>(909,091)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>(909,091)</b>	<b>939,263</b>	<b>782,719</b>	<b>939,263</b>	<b>0</b>	<b>786,842</b>	<b>1,629,403</b>

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)		
		\$	\$	\$	\$	\$	\$	\$	\$	\$	\$			
<b>Non-Operating Grants and Subsidies</b>														
<b>Law, order, public safety</b>														
Jacup Fire Shed Grant	DFES	050102	18	0	0	0	0	0	150,000	125,000	150,000	0	150,000	159,218
<b>Housing</b>														
Seniors Independent Living Grant & Staff housing	BRRF & RAAP	090209	18	0	0	0	0	0	2,175,500	1,812,917	2,175,500	0	2,175,500	823,242
<b>Community amenities</b>														
Waste Transfer station	Royalties for Regions	100,111	18	0	0	0	0	0	5,103	4,253	0	0	0	5,645
<b>Transport</b>														
Roads to Recovery Grant	Dept Transport	120216	18	0	128,654	(128,654)	0	0	400,523	333,769	400,523	0	400,523	273,484
MRWA Project	Main Roads WA	120211	18	0	359,490	0	359,490	359,490	610,000	508,333	610,000	0	610,000	96,000
NDRP - water bomber turnaround		120201	18	0	0	0	0	0	50,170	41,808	50,170	0	50,170	0
<b>Other property and services</b>														
Royalties for Regions - Regional & Strategic Waste Management Approach	Dept of Regional Development			2,300,777	(1,150,213)	0	1,150,564	1,150,564	0	0	0	0	0	0
				<b>2,300,777</b>	<b>(662,069)</b>	<b>(128,654)</b>	<b>1,510,054</b>	<b>1,510,054</b>	<b>3,391,296</b>	<b>2,826,080</b>	<b>3,386,193</b>	<b>0</b>	<b>3,386,193</b>	<b>1,357,589</b>
<b>Total Non-operating grants, subsidies and contributions</b>				<b>2,300,777</b>	<b>(662,069)</b>	<b>(128,654)</b>	<b>1,510,054</b>	<b>1,510,054</b>	<b>3,391,296</b>	<b>2,826,080</b>	<b>3,386,193</b>	<b>0</b>	<b>3,386,193</b>	<b>1,357,589</b>

**NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY  
FOR THE PERIOD ENDED 31 MAY 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 31 May 2020
	\$	\$	\$	\$
Public Open Space Contributions	14,780	0	(14,780)	0
	<b>14,780</b>	<b>0</b>	<b>(14,780)</b>	<b>0</b>

**NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY  
FOR THE PERIOD ENDED 31 MAY 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
				\$	\$	\$	\$
	<b>Budget Adoption</b>						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
				<b>0</b>	<b>4,319,028</b>	<b>(4,310,223)</b>	

**NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY  
FOR THE PERIOD ENDED 31 MAY 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
	\$	%		
<b>Revenue from operating activities</b>				
General Purpose Funding - Other	773,873	126.14%	▲ Timing	Received portion of 20/21 FAGS grant.
Health	10,168	80.03%	▲ Permanent	Rent for chemist building not included in budget.
Community Amenities	104,450	23.77%	▲ Timing	Timing of rubbish collection rate charges. Grant of \$5644 for Jerramungup waste facility. Additional sewerage fees of \$4400 and town planning fees of \$10500.
Recreation and Culture	32,134	66.97%	▲ Permanent	Additional income for telecommunication lease and insurance claim. Grant from SCNRM \$4800. Subdivision contribution \$13436 transferred to income.
Transport	81,524	51.21%	▲ Timing	Timing of grants for roads.
Economic Services	11,119	22.98%	▲ Timing	Timing of fees & charges - Millers Point & BB Caravan Park lease.
Other Property and Services	(25,683)	(16.67%)	▼ Timing	Timing of sale houses.
<b>Expenditure from operating activities</b>				
Law, Order and Public Safety	60,531	12.80%	▲ Timing	Timing of MAF work and Bushfire Risk Management plan.
Education and Welfare	18,211	20.09%	▲ Timing	Timing of building maintenance costs. Depreciation lower than budget.
Housing	171,971	87.98%	▲ Timing	Timing of house maintenance, interest costs and reallocations. Depreciation and utility expenses less than budget. Staff housing expenses allocated out to other programs.
Community Amenities	141,430	12.58%	▲ Timing	Employee costs down due to change over of Town Planner. Toilet maintenance/cleaning, waste collection and waste facility costs lower than budget.
Economic Services	(45,661)	(23.54%)	▼ Permanent	Extra wages for building control. Difference between Budget allocation and Actual allocation of building officer time to other programs.
Other Property and Services	(71,211)	(113.66%)	▼ Permanent	Difference of admin and plant costs and their reallocation.
<b>Investing Activities</b>				
Non-operating Grants, Subsidies and Contributions	(1,468,491)	(51.96%)	▼ Timing	Timing of grant funds for Seniors and Key Personnel Housing project.
Capital Acquisitions	919,000	15.86%	▲ Timing	Timing of the construction of the Key Personnel Housing projects.