

Shire of Jerramungup
MONTHLY FINANCIAL REPORT
For the Period Ended 31st May 2012

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Shire of Jerramungup
STATEMENT OF FINANCIAL ACTIVITY
(Nature or Type)
For the Period Ended 31st May 2012

	Note	Revised Annual Budget 4	YTD Budget (a)	YTD Actual (b)	Var. \$ (b)-(a) 3	Var. % (b)-(a)/(b) 3	
Operating Revenues		\$	\$	\$	\$	%	
Grants, Subsidies and Contributions	8	1,055,279	967,241	1,064,287	97,046	9.1%	
Profit on Asset Disposal	10	0	0	0	0		
Fees and Charges		865,342	813,907	878,534	64,627	7.4%	
Service Charges		0	0	0	0		
Interest Earnings		151,594	138,919	131,691	(7,228)	(5.5%)	
Other Revenue		480,080	439,978	430,239	(9,739)	(2.3%)	
Total (Excluding Rates)		2,552,296	2,360,045	2,504,751	144,706		
Operating Expense							
Employee Costs		(2,003,836)	(1,835,526)	(1,648,882)	186,644	11.3%	▼
Materials and Contracts		(2,707,277)	(2,480,835)	(1,920,873)	559,962	29.2%	▼
Utilities Charges		(132,025)	(120,692)	(132,803)	(12,111)	(9.1%)	
Depreciation (Non-Current Assets)		(1,286,739)	(1,179,409)	(1,237,700)	(58,291)	(4.7%)	
Interest Expenses		(31,706)	(29,051)	(23,892)	5,159	21.6%	
Insurance Expenses		(237,580)	(225,860)	(251,173)	(25,312)	(10.1%)	▲
Loss on Asset Disposal	10	(39,377)	(39,246)	(41,006)	(1,760)	(4.3%)	
Other Expenditure		(141,918)	(124,773)	(17,437)	107,336	615.6%	▼
Total		(6,580,459)	(6,035,392)	(5,273,764)	761,628		
Funding Balance Adjustment							
Add Back Depreciation		1,286,739	1,179,409	1,237,700	58,291	4.7%	
Adjust (Profit)/Loss on Asset Disposal	10	39,377	39,246	41,006	1,760	4.3%	
Adjust Leave Provisions and Accruals				17,412			
Net Operating (Ex. Rates)		(2,702,047)	(2,456,692)	(1,472,895)	966,385		
Capital Revenues							
Grants, Subsidies and Contributions	8	3,339,934	3,061,575	2,669,241	(392,334)	(14.7%)	▼
Proceeds from Disposal of Assets	10	229,091	210,000	127,727	(82,273)	(64.4%)	▼
Proceeds from New Debentures		0	0	0	0		
Proceeds from Sale of Investments		0	0	0	0		
Proceeds from Advances		0	0	0	0		
Self-Supporting Loan Principal		0	0	0	0		
Transfer from Reserves	9	50,000	45,833	50,000	4,167	8.3%	
Total		3,619,025	3,317,408	2,846,968	(470,440)		
Capital Expenses							
Land and Buildings	10	(108,591)	(99,542)	(108,879)	(9,338)	(8.6%)	
Plant and Equipment	10	(321,738)	(294,927)	(298,660)	(3,734)	(1.3%)	
Furniture and Equipment	10	(3,500)	(3,208)	(3,468)	(259)	(7.5%)	
Infrastructure Assets - Roads	10	(3,317,289)	(3,040,848)	(2,534,276)	506,572	20.0%	▼
Infrastructure Assets - Other	10	(255,000)	(233,750)	(229,913)	3,837	1.7%	
Repayment of Debentures		(67,682)	(62,042)	(60,751)	1,291	2.1%	
Advances to Community Groups		0	0	0	0		
Transfer to Reserves	9	(206,346)	(189,151)	(207,485)	(18,335)	(8.8%)	
Total		(4,280,146)	(3,923,467)	(3,443,433)	480,034		
Net Capital		(661,121)	(606,058)	(596,464)	9,594		
Total Net Operating + Capital		(3,363,168)	(3,062,751)	(2,069,359)	975,979		
Rate Revenue		2,341,544	2,341,590	2,350,908	9,318	0.4%	
Opening Funding Surplus(Deficit)		1,032,125	1,032,125	655,541	(376,584)	(57.4%)	▼
Closing Funding Surplus(Deficit)	3	10,502	310,964	937,090	608,713		

Shire of Jerramungup
STATEMENT OF FINANCIAL ACTIVITY
(Statutory Reporting Program)
For the Period Ended 31st May 2012

	Note	Revised Annual Budget 4	YTD Budget (a)	YTD Actual (b)	Var. \$ (b)-(a) 3	Var. % (b)-(a)/(b) 3	Var.
Operating Revenues		\$	\$	\$	\$	%	
Governance		13,805	12,617	31,916	19,299	60.47%	▲
General Purpose Funding		521,123	477,631	480,938	3,307	0.69%	
Law, Order and Public Safety		137,808	126,291	143,415	17,124	11.94%	▲
Health		8,535	7,821	3,972	(3,849)	(96.90%)	
Education and Welfare		46,239	42,383	46,403	4,020	8.66%	
Housing		72,631	66,572	63,422	(3,150)	(4.97%)	
Community Amenities		229,521	217,564	302,659	85,095	28.12%	▲
Recreation and Culture		240,559	220,429	104,193	(116,236)	(111.56%)	▼
Transport		2,959,030	2,726,031	2,402,256	(323,775)	(13.48%)	▼
Economic Services		28,616	26,180	27,204	1,024	3.76%	
Other Property and Services		1,634,363	1,498,101	1,567,615	69,514	4.43%	
Total (Excluding Rates)		5,892,230	5,421,620	5,173,993	(247,628)		
Operating Expense							
Governance		(645,095)	(591,354)	(514,098)	77,257	15.03%	▼
General Purpose Funding		(63,576)	(58,245)	(95,230)	(36,985)	(38.84%)	▲
Law, Order and Public Safety		(311,602)	(285,588)	(311,202)	(25,614)	(8.23%)	
Health		(93,806)	(85,866)	(89,008)	(3,142)	(3.53%)	
Education and Welfare		(83,948)	(76,681)	(84,331)	(7,650)	(9.07%)	
Housing		(78,758)	(71,973)	(72,783)	(810)	(1.11%)	
Community Amenities		(725,221)	(666,911)	(739,870)	(72,959)	(9.86%)	
Recreation and Culture		(726,572)	(665,131)	(686,622)	(21,491)	(3.13%)	
Transport		(2,423,539)	(2,217,199)	(2,097,203)	119,996	5.72%	
Economic Services		(160,625)	(147,026)	(167,019)	(11,993)	(11.97%)	▲
Other Property and Services		(1,267,715)	(1,169,418)	(416,401)	753,017	180.84%	▼
Total		(6,580,459)	(6,035,392)	(5,273,764)	761,628		
Funding Balance Adjustment							
Add back Depreciation		1,286,739	1,179,409	1,237,700	58,291	4.71%	
Adjust (Profit)/Loss on Asset Disposal	10	39,377	39,246	41,006	1,760	4.29%	
Adjust Provisions and Accruals		0	0	17,412			
Net Operating (Ex. Rates)		637,887	604,883	1,196,346	574,051		
Capital Revenues							
Proceeds from Disposal of Assets	10	229,091	210,000	127,727	(82,273)	(64.41%)	▼
Proceeds from New Debentures		0	0	0	0		
Proceeds from Sale of Investments		0	0	0	0		
Proceeds from Advances		0	0	0	0		
Self-Supporting Loan Principal		0	0	0	0		
Transfer from Reserves	9	50,000	45,833	50,000	4,167	8.33%	
Total		279,091	255,833	177,727	(78,106)		
Capital Expenses							
Land Held for Resale		0	0	0	0		
Land and Buildings	10	(108,591)	(99,542)	(108,879)	(9,338)	(8.58%)	
Plant and Equipment	10	(321,738)	(294,927)	(298,660)	(3,734)	(1.25%)	
Furniture and Equipment	10	(3,500)	(3,208)	(3,468)	(259)	(7.48%)	
Infrastructure Assets - Roads	10	(3,317,289)	(3,040,848)	(2,534,276)	506,572	19.99%	▼
Infrastructure Assets - Other	10	(255,000)	(233,750)	(229,913)	3,837	1.67%	
Purchase of Investments		0	0	0	0		
Repayment of Debentures		(67,682)	(62,042)	(60,751)	1,291	2.13%	
Advances to Community Groups		0	0	0	0		
Transfer to Reserves	9	(206,346)	(189,151)	(207,485)	(18,335)	(8.84%)	
Total		(4,280,146)	(3,923,467)	(3,443,433)	480,034		
Net Capital		(4,001,055)	(3,667,633)	(3,265,706)	401,928		
Total Net Operating + Capital		(3,363,168)	(3,062,751)	(2,069,359)	975,979		
Rate Revenue		2,341,544	2,341,590	2,350,908	9,318	0.40%	
Opening Funding Surplus(Deficit)		1,032,125	1,032,125	655,541	(376,584)	(57.45%)	▼
Closing Funding Surplus(Deficit)	3	10,502	310,964	937,090	608,713		

Shire of Jerramungup
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 31st May 2012

1. SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies which have been adopted in the preparation of this statement of financial activity are:

(a) Basis of Accounting

This statement is a special purpose financial report, prepared in accordance with applicable Australian Accounting Standards, other mandatory professional reporting requirements and the Local Government Act 1995 (as amended) and accompanying regulations (as amended).

(b) 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 11.

(c) Rounding Off Figures

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

(d) Rates, Grants, Donations and Other Contributions

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.

(e) Goods and Services Tax

In accordance with recommended practice, revenues, expenses and assets capitalised are stated net of any GST recoverable. Receivables and payables are stated inclusive of applicable GST.

(f) Cash and Cash Equivalents

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

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

(g) Trade and Other Receivables

Trade receivables, which generally have 30 - 90 day terms, are recognised initially at fair value and subsequently measured at amortised cost using the effective interest rate method, less any allowance for uncollectible amounts.

Collectability of trade 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.

Shire of Jerramungup
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 31st May 2012

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(h) Inventories

General

Inventories are valued at the lower of cost and net realisable value. Net realisable value is the estimated selling price in the ordinary course of business less the estimated costs of completion and the estimated costs of necessary to make the sale.

Inventories held from trading are classified as current even if not expected to be realised in the next 12 months.

Land Held for Resale

Land purchased for development and/or resale is valued at the lower of the cost and net realisable value. Cost includes the cost of acquisition, development and interest incurred on the financing of that land during its development. Interest and holding charges incurred after development is complete are recognised as expenses.

Revenue arising from the sale of property is recognised in the operating statement as at the time of signing a binding contract of sale.

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

(i) Fixed Assets

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.

(j) Depreciation of Non-Current Assets

All non-current assets having a limited useful life are systematically depreciated over their useful lives in a manner which reflects the consumption of the future economic benefits embodied in those assets.

Depreciation is recognised on a straight-line basis, using rates which are reviewed each reporting period. Major depreciation rates and periods are:

Land	0%
Buildings	2%
Furniture and Internal Equipment	15%
Computers and Computer Equipment	33%
Light Vehicles if replacement is due	
Annually	5%
Every second year	10%
More than every second year	15%
Light Plant	15%
Heavy Plant	10%
Freehold Land For Sale	0%

Sealed Roads and Streets

Clearing and Earthworks	0%
Pavement	2%
Seal	5%
Kerb	3%

Unsealed Roads

Clearing and Earthworks	0%
Pavement	3%
Footpaths	2%
Drainage, Sewerage Fixtures	2%
Other Infrastructure	2%

Shire of Jerramungup
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 31st May 2012

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(k) Trade and Other Payables

Trade and other payables are carried at amortised cost. They represent liabilities for goods and services provided to the local government prior to the end of the financial year 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 and are usually paid within 30 days of recognition.

(l) Employee Benefits

The provisions for employee benefits relates to amounts expected to be paid for long service leave, annual leave, wages and salaries and are calculated as follows:

(i) Wages, Salaries, Annual Leave and Long Service Leave (Short-term Benefits)

The provision for employees' benefits to wages, salaries, annual leave and long service leave expected to be settled within 12 months represents the amount the Shire has a present obligation to pay resulting from employees services provided to balance date. The provision has been calculated at nominal amounts based on remuneration rates the Shire expects to pay and includes related on-costs.

(ii) Annual Leave and Long Service Leave (Long-term Benefits)

The liability for long service leave is recognised in the provision for employee benefits and measured as the present value of expected future payments to be made in respect of services provided by employees up to the reporting date using the project unit credit method. Consideration is given to expected future wage and salary levels, experience of employee departures and periods of service. Expected future payments are discounted using market yields at the reporting date on national government bonds with terms to maturity and currency that match as closely as possible, the estimated future cash outflows. Where the Shire does not have the unconditional right to defer settlement beyond 12 months, the liability is recognised as a current liability.

(m) Interest-bearing Loans and Borrowings

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.

Borrowings are classified as current liabilities unless the Council has an unconditional right to defer settlement of the liability for at least 12 months after the balance sheet date.

Borrowing Costs

Borrowing costs are recognised as an expense when incurred except where they are directly attributable to the acquisition, construction or production of a qualifying asset. Where this is the case, they are capitalised as part of the cost of the particular asset.

(n) Provisions

Provisions are recognised when: The council has a present legal or constructive obligation as a result of past events; it is more likely than not that an outflow of resources will be required to settle the obligation; and the amount has been reliably estimated. Provisions are not recognised for future operating losses.

Where there are a number of similar obligations, the likelihood that an outflow will be required in settlement is determined by considering the class of obligations as a whole. A provision is recognised even if the likelihood of an outflow with respect to any one of item included in the same class of obligations may be small.

(o) Current and Non-Current Classification

In the determination of whether an asset or liability is current or non-current, consideration is given to the time when each asset or liability is expected to be settled. The asset or liability is classified as current if it is expected to be settled within the next 12 months, being the Council's operational cycle. In the case of liabilities where Council does not have the unconditional right to defer settlement beyond 12 months, such as vested long service leave, the liability is classified as current even if not expected to be settled within the next 12 months. Inventories held for trading are classified as current even if not expected to be realised in the next 12 months except for land held for resale where it is held as non current based on Council's intentions to release for sale.

Shire of Jerramungup
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 31st May 2012

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(p) Nature or Type Classifications

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, service charges and sewerage rates.

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 are 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.

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.

Shire of Jerramungup
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 31st May 2012

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(q) Nature or Type Classifications (Continued)

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 levies including WA Fire Brigade Levy and State taxes. Donations and subsidies made to community groups.

(r) Statement of Objectives

In order to discharge its responsibilities to the community, the Council has developed a set of operational and financial objectives. These objectives have been established both on an overall basis and for each of its broad activities/programs.

Council operations as disclosed in this statement encompass the following service orientated activities/programs:

GOVERNANCE

Administration and operation of facilities and services to members of Council, other costs that relate to tasks of assisting elected members and ratepayers on matters which do not concern specific Council services. In accordance with legislation changes effective July 1997 general administration costs have been allocated to the various programmes of Council to reflect the true costs of the associated services.

GENERAL PURPOSE FUNDING

Rates, general purpose government grants, interest revenue and allocated administration costs associated with general purpose funding.

LAW, ORDER, PUBLIC SAFETY

Supervision of various local laws, fire prevention, emergency services and animal control. Requirements that Council carries out by statute.

HEALTH

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

Shire of Jerramungup
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 31st May 2012

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(r) STATEMENT OF OBJECTIVE (Continued)

EDUCATION AND WELFARE

Provision and maintenance of retirement units in Bremer Bay and Jerramungup, assisting Southern AgCare Services. Assistance to pre-school facilities as well as local primary and high schools

HOUSING

The provision and maintenance of housing to both staff and private residents.

COMMUNITY AMENITIES

Rubbish collection services, maintenance of refuse sites, sewerage maintenance in Jerramungup control and coordination of cemeteries, administration of Town Planning Scheme, coastal reserves and other environmental services

RECREATION AND CULTURE

Maintenance and administration of halls, sporting complexes, resources centres, libraries Bremer Bay Youth Camp, parks and gardens and broadcasting services.

TRANSPORT

Construction and maintenance of roads, drainage works, footpaths, parking facilities, traffic facilities townscapes and airstrips.

ECONOMIC SERVICES

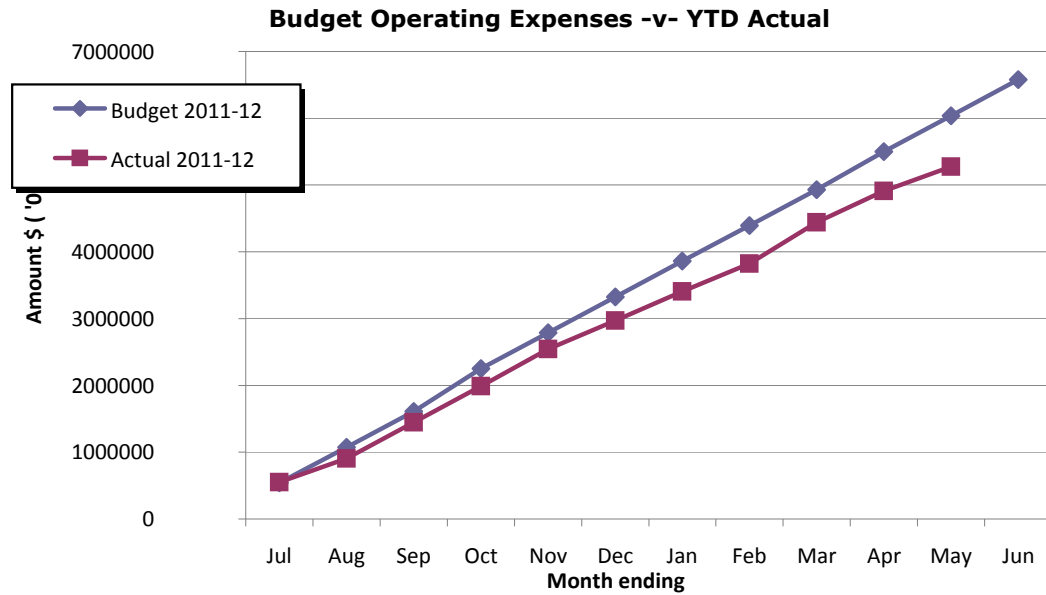
The regulation and provision of tourism, area promotion, building control, saleyards noxious weeds, vermin control and water supply including standpipes.

OTHER PROPERTY & SERVICES

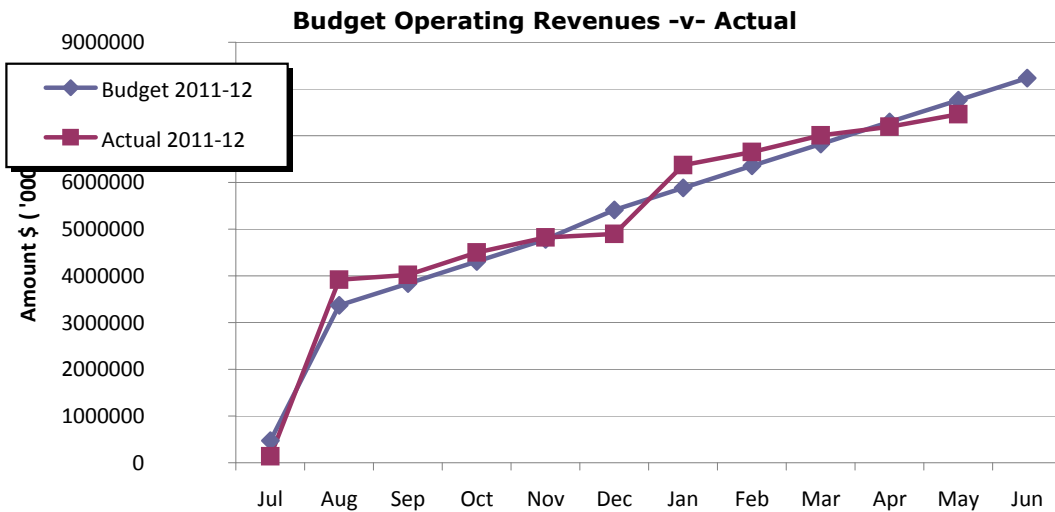
Private works operations, plant maintenance and operation costs.
Police Licensing and other non classified items.

Shire of Jerramungup
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 31st May 2012

Note 2 - Graphical Representation - Source Statement of Financial Activity

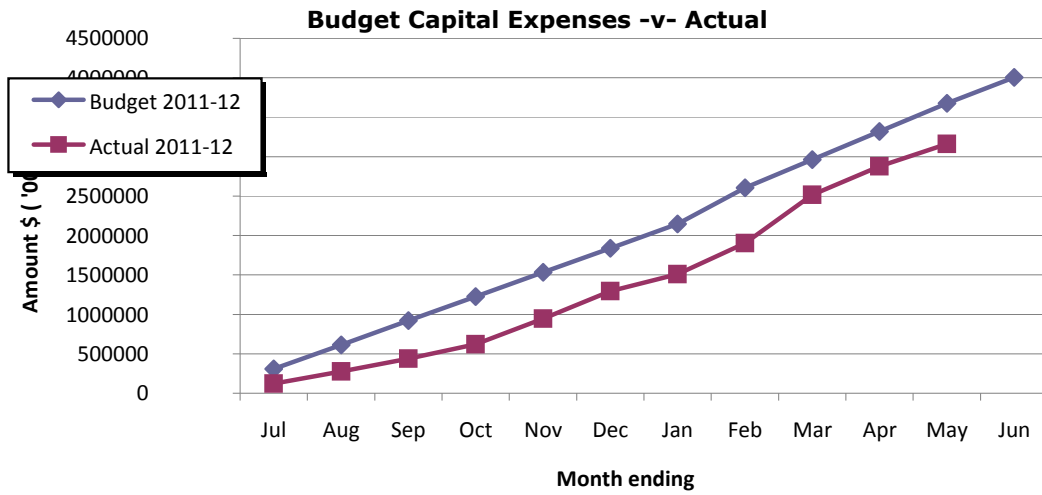


Comments/Notes - Operating Expenses



Comments/Notes - Operating Revenues

Note 2 - Graphical Representation - Source Statement of Financial Activity

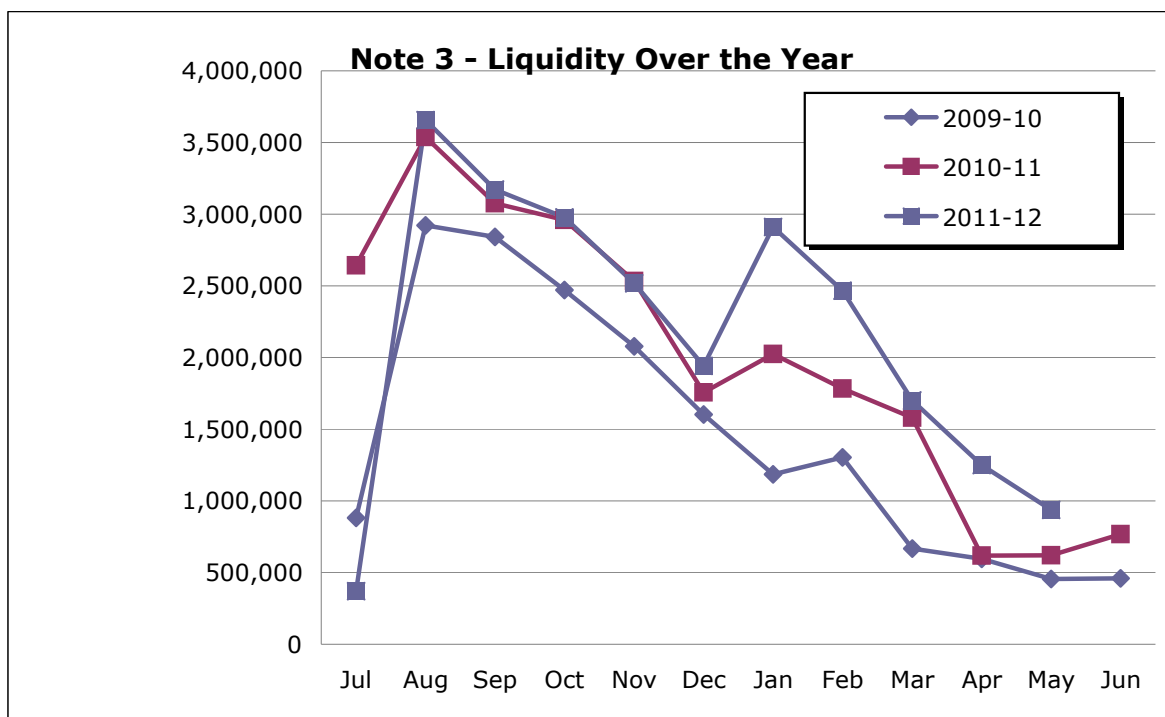


Comments/Notes - Capital Expenses

Shire of Jerramungup
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 31st May 2012

Note 3: NET CURRENT FUNDING POSITION

Positive=Surplus (Negative=Deficit)			
2011-12			
Note	This Period	Last Period	Same Period Last Year
	\$	\$	\$
Current Assets			
Cash Unrestricted	160,663	294,759	241,770
Cash Restricted	1,219,202	1,184,930	1,061,716
Investments	892,771	1,436,946	934,993
Receivables - Rates and Rubbish	100,779	96,632	55,599
Receivables -Other	43,172	89,501	140,971
Inventories	26,134	26,134	38,916
	2,442,719	3,128,902	2,473,965
Less: Current Liabilities			
Payables	(41,945)	(465,910)	(486,923)
Provisions	(244,482)	(244,482)	(305,233)
	(286,428)	(710,393)	(792,156)
Less: Cash Restricted	(1,219,202)	(1,184,930)	(1,061,716)
Net Current Funding Position	937,090	1,233,579	620,092



Comments - Net Current Funding Position

Shire of Jerramungup
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 31st May 2012

Note 4: CASH AND INVESTMENTS

	Interest Rate	Unrestricted \$	Restricted \$	Trust \$	Invest \$	Total Amount \$	Institution
(a) Cash Deposits							
Muni Fund	1.00%	144,743				144,743	Bankwest
Till / Petty Cash	0.00%	400				400	
Committed Funds	4.50%	15,519				15,519	Bankwest
(b) Term Deposits						0	
(c) Investments							
Investment Account	4.50%				892,771	892,771	Bankwest
Reserves Term Deposit	5.65%		1,180,000			1,180,000	Bankwest
Reserves	4.50%		39,202			39,202	Bankwest
Total		160,663	1,219,202	0	892,771	2,272,635	

Comments/Notes - Investments

Shire of Jerramungup
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 31st May 2012

Note 5: MAJOR VARIANCES

Note: Where material variance is caused by timing differences between actual and budgeted expenditure or income no comment is provided.

Comments/Reason for Variance

5.1 OPERATING REVENUE (EXCLUDING RATES)

5.1.1 GRANTS, SUBSIDIES AND CONTRIBUTIONS

Income received for paid parental leave was unbudgeted and has contributed towards staff expenses in governance, thus there is no net impact. Other grants are still to be received and further information is available in note 8.

5.1.2 PROFIT ON ASSET DISPOSAL

5.1.3 FEES AND CHARGES

5.1.6 SERVICE CHARGES

5.1.7 INTEREST EARNINGS

5.1.8 OTHER REVENUE

5.2 OPERATING EXPENSES

5.2.1 EMPLOYEE COSTS

Employee costs are less than budgeted due to reduction in current staff numbers. This variance is likely to carry to the end of financial year.

5.2.2 MATERIAL AND CONTRACTS

Materials and contracts are displaying variance due to status of Regional Landfill project which the Shire of

Jerramungup is acting as the bank for. Funds will carry over to next financial year for completion. No net cash impact

5.2.3 UTILITY CHARGES

5.2.4 DEPRECIATION (NON CURRENT ASSETS)

Non - Cash expense

5.2.5 INTEREST EXPENSES

Interest payment for loan 259 (Key Personnel Housing Project) due April 1st 2012.

5.2.6 INSURANCE EXPENSES

Largely a timing difference, insurance premiums fully paid for the financial year, additional expenses occurred in new plant, bushfire volunteers and building revisions. Total overexpenditure is approximately \$13k

5.2.7 LOSS ON ASSET DISPOSAL

5.2.8 OTHER EXPENDITURE

Corresponds to reduced over the counter licensing transactions, various reclassification of expense codes (to materials and contracts) and a higher proportion of overheads and plant costs being allocated to capital works projects.

Shire of Jerramungup
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 31st May 2012

Note 5: MAJOR VARIANCES

Note: Where material variance is caused by timing differences between actual and budgeted expenditure or income no comment is provided.

Comments/Reason for Variance

5.3 CAPITAL REVENUE

5.3.1 GRANTS, SUBSIDIES AND CONTRIBUTIONS

5.3.2 PROCEEDS FROM DISPOSAL OF ASSETS

Sale of Collins Street lots is questionable. Real estate agent has been appointed to carry out sale.

5.3.3 PROCEEDS FROM NEW DEBENTURES

5.3.4 PROCEEDS FROM SALE OF INVESTMENT

5.3.5 PROCEEDS FROM ADVANCES

5.3.6 SELF-SUPPORTING LOAN PRINCIPAL

5.3.7 TRANSFER FROM RESERVES (RESTRICTED ASSETS)

5.4 CAPITAL EXPENSES

5.4.1 LAND HELD FOR RESALE

5.4.2 LAND AND BUILDINGS

5.4.3 PLANT AND EQUIPMENT

Savings made in some plant purchases may be recommended for bringing forward vehicle replacement at a later date.

5.4.4 FURNITURE AND EQUIPMENT

5.4.5 INFRASTRUCTURE ASSETS - ROADS

5.4.6 INFRASTRUCTURE ASSETS - OTHER

5.4.7 PURCHASES OF INVESTMENT

5.4.8 REPAYMENT OF DEBENTURES

5.4.9 ADVANCES TO COMMUNITY GROUPS

5.4.10 TRANSFER TO RESERVES (RESTRICTED ASSETS)

5.4.11 TRANSFER FROM RESERVES (RESTRICTED ASSETS)

5.5 OTHER ITEMS

5.5.1 RATE REVENUE

5.5.2 OPENING FUNDING SURPLUS(DEFICIT)

Opening balance in monthly reports includes employee provisions (\$237,551) which is not used in calculations for annual rate setting statement. Significant variance of \$91,492 experienced in sundry creditors allowed for in budget - a large portion of this is associated with grant funded carryover projects which will have no net impact to Council's net position. Item will be reviewed for clarification in Statutory Budget review. The remaining amount relates to PAYG and GST liability which is likely to have similar figures at the end of this financial year thus not affect the net opening balance.

Shire of Jerramungup
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 31st May 2012

Note 6: BUDGET AMENDMENTS

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

GL Account Code	Description	Council Resolution	Classification	No Change - (Non Cash Items) Adjust.	Increase in Available Cash	Decrease in Available Cash	Amended Budget Running Balance
	Budget Adoption		Opening Surplus(Deficit)	\$	\$	\$	\$
							0
RR12	Reallocate 2011/2012 R2R Funds	OC120207	Capital Expenses		223,385		223,385
R2R7	Reallocate 2011/2012 R2R Funds	OC120207	Capital Expenses			(223,385)	0
111000.02	Transfer Ent Centre Roof replacement to capital expense	OC120207	Operating Expenses		105,000		105,000
A46	Transfer Ent Centre Roof replacement to capital expense	OC120207	Capital Expenses			(105,000)	0
H1G	Transfer operating expenses to capital expenses - reticulation system	OC120207	Operating Expenses		3,591		3,591
A790	Transfer operating expenses to capital expenses - reticulation system	OC120207	Capital Expenses			(3,591)	0
							0
	Closing Funding Surplus (Deficit)			0	331,976	(331,976)	0

Shire of Jerramungup
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 31st May 2012

Note 7: RECEIVABLES

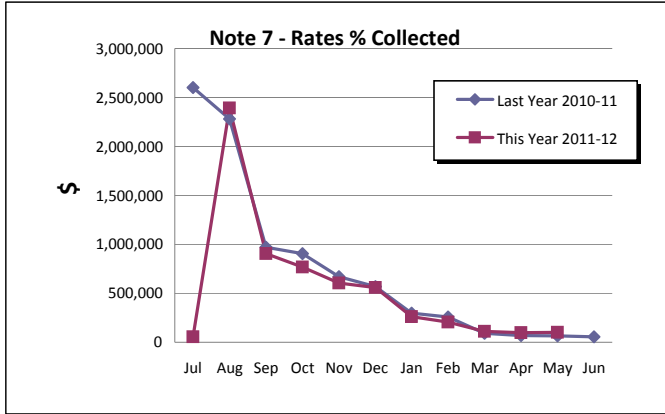
Receivables - Rates and Rubbish

	Current 2011-12	Previous 2010-11	Total
	\$	\$	\$
Opening Arrears Previous Years		55,599	55,599
Rates Levied this year	2,501,237		2,501,237
Less Collections to date	(2,442,438)	(13,619)	(2,456,057)
Equals Current Outstanding	58,799	41,980	100,779
Net Rates Collectable			100,779
% Collected			96.06%

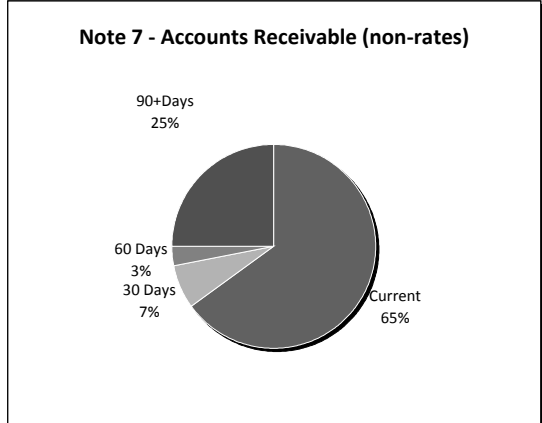
Receivables - General

	Current	30 Days	60 Days	90+Days
Excluding GST				
Receivable	\$ 10,657	\$ (1,181)	\$ 476	\$ 4,113
Total Outstanding				14,065

Amounts shown above include GST (where applicable)



Comments/Notes - Receivables Rates and Rubbish



Comments/Notes - Receivables General

Shire of Jerramungup
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 31st May 2012

Note 8: GRANTS AND CONTRIBUTIONS

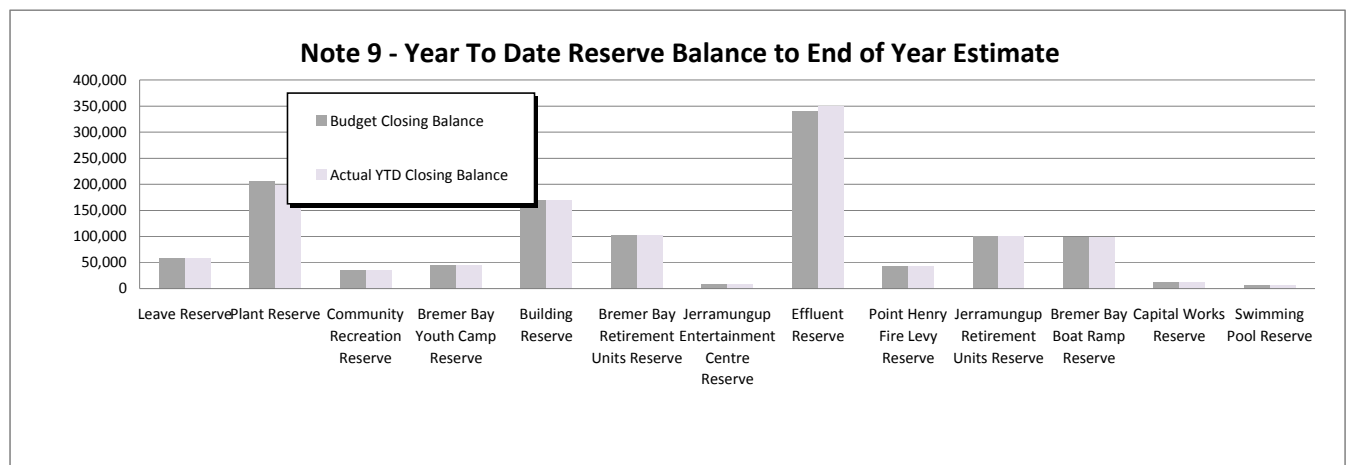
Program/Details GL	Provider	Approval (Yes/No)	2011-12 Budget	Variations Additions (Deletions)	Revised Grant	Recoup Status	
						Received	Not Received
GENERAL PURPOSE FUNDING			\$	\$	\$	\$	\$
GRANTS COMMISSION GRANT	WA Grants Commission	Yes	-\$303,048.59		(303,049)	-\$303,635.00	586
DEBT RECOVERY COSTS	Ratepayers	Yes	-\$3,000.00		(3,000)	-\$6,817.39	3,817
CBH CONTRIBUTION	Cooperative Bulk Handling	Yes	-\$29,563.29		(29,563)	-\$29,269.13	(294)
MILLERS POINT CONTRIBUTION	Owners of Shacks	Yes	-\$1,537.20		(1,537)	-\$1,090.92	(446)
GOVERNANCE							
EMPLOYEE CONTRIBUTIONS - ADMINISTRATION	Governance Staff	Yes	-\$3,826.21		(3,826)	-\$3,410.90	(415)
OTHER SHIRE CONTRIBUTIONS - ADMIN	Governance Staff	Yes	\$0.00		0	-\$8,873.85	8,874
PAID PARENTAL LEAVE INCOME- CENTRELINK	Centrelink	Yes	\$0.00		0	-\$10,578.16	0
INSURANCE REIMBURSEMENTS	LGISWA	Yes	\$0.00		0	-\$6,040.00	0
LAW, ORDER, PUBLIC SAFETY							
OTHER INCOME - FIRE PREVENTION	Department of Agriculture	Yes	\$0.00		0	-\$16,183.84	0
ESL OPERATING GRANT	FESA	Yes	-\$22,920.00		(22,920)	-\$32,395.76	9,476
FESA / BUSH FIRE ADMIN FEE - GRANT	FESA	Yes	-\$4,000.00		(4,000)	\$0.00	(4,000)
CESM CONTRIBUTIONS	FESA / Shire of Ravensthorpe	Yes	-\$88,733.56		(88,734)	-\$70,914.02	(17,820)
LAW, ORDER, PUBLIC SAFETY							
I - DRUM MUSTER	DrumMuster	Yes	\$0.00		0	-\$1,322.48	1,322
EDUCATION AND WELFARE							
JERRAMUNGUP OCCASIONAL CARE INCOME	JOCCA	Yes	-\$697.58		(698)	-\$1,138.37	441
COMMUNITY AMENITIES							
INSURANCE REIMBURSEMENTS AND OTHER INCOME	Provision	Yes	\$0.00		0	-\$17,299.80	17,300
I-WELLSTEAD ESTUARY	Provision	Yes	-\$1,500.00		(1,500)	\$0.00	(1,500)
RECREATION AND CULTURE							
SRD SWIMMING POOL INCOME & SUBSIDY	Key Holders, State Govt	Yes	-\$3,000.00		(3,000)	-\$6,000.00	0
COMMUNITY DEVELOPMENT GRANTS INCOME - C	Lotterywest	Yes	-\$17,000.00		(17,000)	-\$18,683.00	1,683
DEPARTMENT OF SPORT & RECREATION GRANTS	Dept Sport and Recreation	Yes	\$0.00		0	-\$23,100.00	23,100
I - PARKS AND GARDENS CONTRIBUTIONS	GSDC	Yes	-\$140,000.00		(140,000)	-\$5,906.55	(134,093)
JERREMUNGUP COMMUNITY CENTRE - INCOME	Dept Agriculture	Yes	-\$31,704.52		(31,705)	-\$21,834.68	(9,870)
INSURANCE CLAIM REIMBURSEMENT - PUBLIC HALL	Provision	Yes	-\$15,371.37		(15,371)	\$0.00	(15,371)
SRD SWIMMING POOL INCOME & SUBSIDY	Dept Education	Yes	-\$2,000.00		(2,000)	\$0.00	(2,000)
CONTRIBUTIONS - PUBLIC HALLS	Provision	Yes	-\$5,822.48		(5,822)	\$0.00	(5,822)
TRANSPORT							
LOCAL ROADS GRANT	WA Grants Commission	Yes	-\$391,541.00		(391,541)	-\$396,316.00	4,775
MRWA DIRECT MAINTENANCE GRANT	MRWA	Yes	-\$83,000.00		(83,000)	-\$88,511.00	5,511
I - MRWA SPECIFIC GRANTS	MRWA	Yes	-\$1,666,688.00		(1,666,688)	-\$1,124,112.00	(542,576)
I-FEDERAL ROADS TO RECOVERY	Department of Transport	Yes	-\$285,619.00		(285,619)	-\$275,412.00	(10,207)
FOOTPATH AND INFRASTRUCTURE GRANTS	Royalties for Regions	Yes	-\$324,822.00		(324,822)	-\$324,822.00	0
EMPLOYEE CONTRIBUTIONS - WORKS	Transport Employees	Yes	-\$732.17		(732)	-\$1,222.64	490
I - INSURANCE RECOUP - AIRSTRIPS	Provision	Yes	-\$604.96		(605)	-\$238.89	(366)
OTHER PROPERTY & SERVICES							
REGIONAL GRANTS ROYALTIES FOR REGIONS	Royalties for Regions	Yes	-\$922,805.00		(922,805)	-\$922,805.00	0
REIMBURSEMENTS AND RECEIPTS - WORKS	Provision	Yes	-\$774.74		(775)	-\$295.73	(479)
TRAINING REIMBURSEMENTS - WORKS	Provision	Yes	-\$9,545.47		(9,545)	-\$1,363.64	(8,182)
MOTOR VEHICLE INSURANCE CLAIMS REIMBURSEMENTS	LGIS	Yes	\$0.00		0	-\$1,070.19	1,070
WORKERS COMP REIMBURSEMENT	LGIS	Yes	-\$14,577.67		(14,578)	\$0.00	(14,578)
I- DEPT PLAN & INFRA COMMISSIONS AND REIMBURSEMENTS	Department of Transport	Yes	-\$18,796.65		(18,797)	-\$13,065.69	(5,731)
OTHER INCOME - PLANT OPERATION	Provision	Yes	-\$1,981.91		(1,982)	\$0.00	(1,982)
TOTALS			(4,395,213)	0	(4,395,213)	(3,733,729)	(697,287)

Comments - Grants and Contributions

Shire of Jerramungup
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 31st May 2012

Note 9: Cash Backed Reserve

Name	Opening Balance	Budget Interest Earned	Actual Interest Earned	Budget Transfers In (+)	Actual Transfers In (+)	Budget Transfers Out (-)	Actual Transfers Out (-)	Transfer out Reference	Budget Closing Balance	Actual YTD Closing Balance
Leave Reserve	\$ 30,321	\$ 1,516	\$ 2,365	\$ 25,000	\$ 25,000	\$	\$		\$ 56,837	\$ 57,686
Plant Reserve	98,902	16,295	7,989	90,000	90,000				205,197	196,891
Community Recreation Reserve	33,930	1,694	1,733						35,624	35,663
Bremer Bay Youth Camp Reserve	42,348	2,117	2,163						44,465	44,510
Building Reserve	170,206	8,510	8,366			(10,000)	(10,000)	Ent Centre Roof	168,716	168,572
Bremer Bay Retirement Units Reserve	96,782	4,839	4,943			(40,000)	(40,000)	Ent Centre Roof	101,621	101,724
Jerramungup Entertainment Centre Reserve	46,204	2,310	1,054						8,514	7,258
Effluent Reserve	298,170	6,822	16,370	35,000	35,000				339,992	349,539
Point Henry Fire Levy Reserve	39,835	1,992	2,034						41,827	41,870
Jerramungup Retirement Units Reserve	94,428	4,721	4,822						99,149	99,250
Bremer Bay Boat Ramp Reserve	92,622	4,631	4,730						97,253	97,353
Capital Works Reserve	11,375	569	581						11,944	11,956
Swimming Pool Reserve	6,593	330	337						6,923	6,929
	1,061,716	56,346	57,485	150,000	150,000	(50,000)	(50,000)		1,218,062	1,219,202



Shire of Jerramungup
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 31st May 2012

Note 10: CAPITAL DISPOSALS AND ACQUISITIONS

Profit(Loss) of Asset Disposal				Disposals	Current Budget			
					Replacement			
	Net Book Value	Proceeds	Profit (Loss)		Budget	Actual	Variance	
	\$	\$	\$		\$	\$	\$	
	48,493	46,818	(1,675)	2010 Toyota Prado	(3,318)	(4,217)	(899)	▼
	41,950	40,000	(1,950)	2010 Holden Caprice	(7,942)	(4,410)	3,532	▲
	44,494	40,909	(3,585)	2010 Toyota Hilux SR5	(5,745)	(4,914)	831	▲
	133,531		(133,531)	4 Residential Blocks - Collins Street				
0	268,468	127,727	(140,741)	Totals	(17,005)	(13,541)	3,464	

Comments - Capital Disposal

Contributions Information				Summary Acquisitions	Current Budget			
Grants	Reserves	Borrowing	Total		Budget	Actual	Variance	
\$	\$	\$	\$			\$	\$	\$
				Property, Plant & Equipment				
0	0	0	0	Land and Buildings	108,591	108,879	288	▲
0	0	0	0	Plant & Property	321,738	298,660	(23,078)	▼
0	0	0	0	Furniture & Equipment	3,500	3,468	(32)	▼
				Infrastructure				
2,424,895	0	0	2,424,895	Roadworks	3,317,289	2,534,276	(783,012)	▼
0	0	0	0	Footpath & Cycleways	50,000	50,281	281	▲
140,000	0	0	140,000	Parks, Gardens & Reserves	205,000	179,632	(25,368)	▼
2,564,895	0	0	2,564,895	Totals	4,006,118	3,175,197	(830,921)	

Comments - Capital Acquisitions

Shire of Jerramungup
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 31st May 2012

Note 10: CAPITAL DISPOSALS AND ACQUISITIONS

Contributions				Land & Buildings	Current Budget		
					This Year		
Grants	Reserves	Borrowing	Total		Budget	Actual	Variance
\$	\$	\$	\$		\$	\$	\$
			0	4 Derrick Street - Water Tank, Pump, Retic	3,591	3,591	0
			0	Contribution to Gairdner Hall Improvements	0	7,273	7,273 ▲
			0	Jerramungup Entertainment Centre Re-Roof	105,000	98,016	(6,984) ▼
0	0	0	0	Totals	108,591	108,879	288

Contributions				Plant & Equipment	Current Budget			
					This Year			
Grants	Reserves	Borrowing	Total		Budget	Actual	Variance (Under)Over	
\$	\$	\$	\$		\$	\$	\$	
			0	Toyota Prado 2011	51,500	51,035	(465)	▼
			0	Holden Caprice 2011	48,851	44,410	(4,441)	▼
			0	Toyota Kluger 2011	35,642	34,006	(1,636)	▼
			0	Toyota Hilux SR5	45,745	45,823	78	▲
			0	Skid Steer Loader	90,000	76,068	(13,932)	▼
			0	Ride on Drum Roller	50,000	36,825	(13,175)	▼
			0	Diesel Pump 10Hp Electric Start	0	909	909	▲
			0	3 Davey Water Pump, Honda 6.5Hp Motor	0	1,368	1,368	▲
			0	Generator 7Kva/13Hp	0	1,727	1,727	▲
			0	Rammer	0	2,627	2,627	▲
			0	Ht75 Pole Pruner Trimmer	0	1,082	1,082	▲
			0	Bremer Bay Maintenance Truck	0	1,625	1,625	▲
			0	Husqvarna Chainsaw	0	1,155	1,155	▲
0	0	0	0	Totals	321,738	298,660	(23,078)	

Contributions				Furniture & Equipment	Current Budget			
					This Year			
Grants	Reserves	Borrowing	Total		Budget	Actual	Variance (Under)Over	
\$	\$	\$	\$		\$	\$	\$	
			0	Computers	3,500	3,468	(32)	▼
0	0	0	0	Totals	3,500	3,468	(32)	

Contributions				Roads	Current Budget			
Grants	Reserves	Borrowing	Total		This Year			
					Budget	Actual	Variance (Under)Over	
\$	\$	\$	\$		\$	\$	\$	
1,252,688			0	Tobruk Road - Townsite Revitalisation	16,080	18,268	2,188	▲
			0	South Coast Highway - Townsite Revitalisation	19,664	11,318	(8,346)	▼
			0	Vasey Street - Townsite Revitalisation	40,101	38,578	(1,523)	▼
			0	Cameron Road Constructon	50,000	686	(49,314)	▼
			0	Memorial Road	44,740	45,628	888	▲
			0	Rabbit Proof Fence Road	100,000	6,347	(93,653)	▼
			0	Gravel Pit Reinstatement - Construction	7,500	0	(7,500)	▼
			1,252,688	Main Roads - Swamp Road Construction	1,715,395	1,391,526	(323,869)	▼
			0	Bremer Bay School Carpark	40,000	15,895	(24,105)	▼
			30,000	Lancaster Road Roads To Recovery	30,000	15,412	(14,588)	▼
			30,000	Derrick Street Jerramungup Reseal R2R	30,000	71,584	41,584	▲
			324,822	Bremer Bay Town Centre Roads To Recovery	324,822	149,029	(175,793)	▼
			468,000	Devils Creek Road	555,602	505,525	(50,077)	▼
			96,000	Gairdner South Reseal Regional Road Group	120,000	111,838	(8,162)	▼
			223,385	Swamp Road Resheet	223,385	152,642	(70,743)	▼
2,424,895	0	0	2,424,895	Totals	3,317,289	2,534,276	(783,012)	

Shire of Jerramungup
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 31st May 2012

Note 10: CAPITAL DISPOSALS AND ACQUISITIONS

Contributions				Footpaths & Cycleways	Current Budget			
					This Year			
Grants	Reserves	Borrowing	Total		Budget	Actual	Variance (Under)Over	
\$	\$	\$	\$		\$	\$	\$	
			0	Footpath Bbay Road Wellstead Rd To Robert St	0	14,548	14,548	▲
			0	Footpath - Bennett To Frantom Ave	50,000	35,733	(14,267)	▼
0	0	0	0	Totals	50,000	50,281	281	

Contributions				Parks, Gardens & Reserves	Current Budget			
					This Year			
Grants	Reserves	Borrowing	Total		Budget	Actual	Variance (Under)Over	
\$	\$	\$	\$		\$	\$	\$	
5,000			5,000	Roe Park Upgrades - Townsite Revitalisation	55,000	0	(55,000)	▼
15,000			15,000	Roe Park War Memorial Upgrades	15,000	22,613	7,613	▲
120,000			120,000	Fitzgerald Biosphere Garden - Roe Park	120,000	151,908	31,908	▲
			0	Paperbarks Park Upgrade	15,000	5,000	(10,000)	▼
			0	Entry Statement - Jmp Eastern Entrance	0	111	111	▲
140,000	0	0	140,000	Totals	205,000	179,632	(25,368)	

Shire of Jerramungup
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 31st May 2012

Note 11: 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-Jul-11	Amount Received	Amount Paid	Closing Balance 1-Jul-12
	\$	\$	\$	\$
YAC - TRUST	595		0	595
FIRE FIGHTING FUND - TRUST	5,581		0	5,581
JEC KEY BOND - TRUST	350		0	350
HOUSING BONDS - TRUST	5,356	1,664	1,336	5,684
SUBDIVISION BONDS - TRUST	30,792	17,623	0	48,415
OTHER BONDS - TRUST	22,181	400	400	22,181
HALL AND SHIRE PROPERTY BOND	1,250		0	1,250
FOOTPATH BONDS	12,000	3,499	4,000	11,499
	78,106	23,186	5,736	95,556