

**SHIRE OF JERRAMUNGUP**

**MONTHLY FINANCIAL REPORT**

**(Containing the required statement of financial activity and statement of financial position)**

**For the period ended 31 October 2023**

***LOCAL GOVERNMENT ACT 1995***

***LOCAL GOVERNMENT (FINANCIAL MANAGEMENT) REGULATIONS 1996***

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**SHIRE OF JERRAMUNGUP**  
**STATEMENT OF FINANCIAL ACTIVITY**  
**FOR THE PERIOD ENDED 31 OCTOBER 2023**

	Supplementary Information	Adopted Budget Estimates (a) \$	YTD Budget Estimates (b) \$	YTD Actual (c) \$	Variance* \$ (c) - (b)	Variance* % ((c) - (b))/(b)	Var.
<b>OPERATING ACTIVITIES</b>							
<b>Revenue from operating activities</b>							
Rates	10	3,880,317	3,880,317	<b>3,873,659</b>	(6,658)	(0.17%)	
Grants, subsidies and contributions	14	668,257	331,215	<b>66,960</b>	(264,255)	(79.78%)	▼
Fees and charges		916,049	684,073	<b>702,982</b>	18,909	2.76%	▲
Interest revenue		104,542	32,846	<b>43,182</b>	10,336	31.47%	▲
Other revenue		79,315	24,833	<b>34,822</b>	9,989	40.22%	▲
Profit on asset disposals	6	11,244	0	<b>0</b>	0	0.00%	
		<b>5,659,724</b>	<b>4,953,284</b>	<b>4,721,605</b>	(231,679)	(4.68%)	
<b>Expenditure from operating activities</b>							
Employee costs		(2,665,192)	(941,055)	<b>(760,215)</b>	180,840	19.22%	▲
Materials and contracts		(3,267,034)	(1,246,178)	<b>(900,099)</b>	346,079	27.77%	▲
Utility charges		(188,516)	(61,820)	<b>(57,065)</b>	4,755	7.69%	
Depreciation		(2,591,846)	(863,432)	<b>(1,056,959)</b>	(193,527)	(22.41%)	▼
Finance costs		(34,827)	(15,912)	<b>(5,047)</b>	10,865	68.28%	▲
Insurance		(241,463)	(241,454)	<b>(142,033)</b>	99,421	41.18%	▲
Other expenditure		(249,473)	(166,766)	<b>(102,015)</b>	64,751	38.83%	▲
Loss on asset disposals	6	(40,139)	0	<b>0</b>	0	0.00%	
		<b>(9,278,490)</b>	<b>(3,536,617)</b>	<b>(3,023,433)</b>	513,184	14.51%	
Non-cash amounts excluded from operating activities	Note 2(b)	2,620,741	827,906	<b>1,107,069</b>	279,163	33.72%	▲
<b>Amount attributable to operating activities</b>		<b>(998,025)</b>	<b>2,244,573</b>	<b>2,805,241</b>	560,668	24.98%	
<b>INVESTING ACTIVITIES</b>							
<b>Inflows from investing activities</b>							
Proceeds from capital grants, subsidies and contributions	15	1,857,778	179,986	<b>0</b>	(179,986)	(100.00%)	▼
Proceeds from disposal of assets	6	150,000	0	<b>0</b>	0	0.00%	
		<b>2,007,778</b>	<b>179,986</b>	<b>0</b>	(179,986)	(100.00%)	
<b>Outflows from investing activities</b>							
Payments for property, plant and equipment	5	(635,000)	(144,000)	<b>(91,800)</b>	52,200	36.25%	▲
Payments for construction of infrastructure	5	(3,585,050)	(1,013,491)	<b>(330,221)</b>	683,270	67.42%	▲
		<b>(4,220,050)</b>	<b>(1,157,491)</b>	<b>(422,021)</b>	735,470	63.54%	
<b>Amount attributable to investing activities</b>		<b>(2,212,272)</b>	<b>(977,505)</b>	<b>(422,021)</b>	555,484	56.83%	
<b>FINANCING ACTIVITIES</b>							
<b>Inflows from financing activities</b>							
Proceeds from new debentures	11	900,000	0	<b>0</b>	0	0.00%	
Transfer from reserves	4	340,000	0	<b>0</b>	0	0.00%	
		<b>1,240,000</b>	<b>0</b>	<b>0</b>	0	0.00%	
<b>Outflows from financing activities</b>							
Repayment of borrowings	11	(183,351)	(72,838)	<b>(72,838)</b>	0	0.00%	
Payments for principal portion of lease liabilities	12	(4,023)	(1,324)	<b>(1,324)</b>	0	0.00%	
Transfer to reserves	4	(668,499)	(597,043)	<b>(597,043)</b>	0	0.00%	
		<b>(855,873)</b>	<b>(671,205)</b>	<b>(671,205)</b>	0	0.00%	
<b>Amount attributable to financing activities</b>		<b>384,127</b>	<b>(671,205)</b>	<b>(671,205)</b>	0	0.00%	
<b>MOVEMENT IN SURPLUS OR DEFICIT</b>							
<b>Surplus or deficit at the start of the financial year</b>		2,826,170	2,826,170	<b>2,826,779</b>	609	0.02%	
Amount attributable to operating activities		(998,025)	2,244,573	<b>2,805,241</b>	560,668	24.98%	▲
Amount attributable to investing activities		(2,212,272)	(977,505)	<b>(422,021)</b>	555,484	56.83%	▲
Amount attributable to financing activities		384,127	(671,205)	<b>(671,205)</b>	0	0.00%	
<b>Surplus or deficit after imposition of general rates</b>		<b>0</b>	<b>3,422,033</b>	<b>4,538,794</b>	1,116,761	32.63%	▲

**KEY INFORMATION**

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

\* Refer to Note 3 for an explanation of the reasons for the variance.

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

**SHIRE OF JERRAMUNGUP**  
**STATEMENT OF FINANCIAL POSITION**  
**FOR THE PERIOD ENDED 31 OCTOBER 2023**

	Supplementary Information	30 June 2023	31 October 2023
		\$	\$
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	3	5,357,240	6,618,170
Trade and other receivables		715,504	1,711,046
Inventories	8	36,995	37,177
<b>TOTAL CURRENT ASSETS</b>		<b>6,109,739</b>	<b>8,366,393</b>
<b>NON-CURRENT ASSETS</b>			
Investments - LG unit shares		61,117	61,117
Property, plant and equipment		26,265,320	25,994,623
Infrastructure		178,929,336	178,566,506
Right-of-use assets		15,377	13,965
<b>TOTAL NON-CURRENT ASSETS</b>		<b>205,271,150</b>	<b>204,636,211</b>
<b>TOTAL ASSETS</b>		<b>211,380,889</b>	<b>213,002,604</b>
<b>CURRENT LIABILITIES</b>			
Trade and other payables	9	661,602	333,082
Other liabilities	13	90,516	416,741
Lease liabilities	12	4,023	2,699
Borrowings	11	183,351	110,513
Employee related provisions	13	469,566	469,566
<b>TOTAL CURRENT LIABILITIES</b>		<b>1,409,058</b>	<b>1,332,601</b>
<b>NON-CURRENT LIABILITIES</b>			
Lease liabilities	12	11,432	11,432
Borrowings	11	807,944	807,944
Employee related provisions		47,718	47,718
Other provisions		1,752,735	1,752,735
<b>TOTAL NON-CURRENT LIABILITIES</b>		<b>2,619,829</b>	<b>2,619,829</b>
<b>TOTAL LIABILITIES</b>		<b>4,028,887</b>	<b>3,952,430</b>
<b>NET ASSETS</b>		<b>207,352,002</b>	<b>209,050,174</b>
<b>EQUITY</b>			
Retained surplus		67,081,202	68,182,331
Reserve accounts	4	2,134,117	2,731,160
Revaluation surplus		138,136,683	138,136,683
<b>TOTAL EQUITY</b>		<b>207,352,002</b>	<b>209,050,174</b>

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

# NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY FOR THE PERIOD ENDED 31 OCTOBER 2023

## 1 BASIS OF PREPARATION AND SIGNIFICANT ACCOUNTING POLICIES

### BASIS OF PREPARATION

This prescribed financial report has been prepared in accordance with the *Local Government Act 1995* and accompanying regulations.

#### **Local Government Act 1995 requirements**

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

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

*Local Government (Financial Management) Regulations 1996*, regulation 34 prescribes contents of the financial report. Supporting information does not form part of the financial report.

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 financial 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 Shire controls resources to carry on its functions have been included in the financial statements forming part of this financial report.

All monies held in the Trust Fund are excluded from the financial statements.

### Judgements and 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 believed to be reasonable under the circumstances; the results of which form the basis of making the judgements about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

The balances, transactions and disclosures impacted by accounting estimates are as follows:

- estimated fair value of certain financial assets
- impairment of financial assets
- estimation of fair values of land and buildings, infrastructure and investment property
- estimation uncertainties made in relation to lease accounting
- estimated useful life of intangible assets

### SIGNIFICANT ACCOUNTING POLICES

Significant accounting policies utilised in the preparation of these statements are as described within the 2023-24 Annual Budget. Please refer to the adopted budget document for details of these policies.

### PREPARATION TIMING AND REVIEW

Date prepared: All known transactions up to 13 November 2023

**SHIRE OF JERRAMUNGUP**  
**NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY**  
**FOR THE PERIOD ENDED 31 OCTOBER 2023**

**2 STATEMENT OF FINANCIAL ACTIVITY INFORMATION**

(a) Net current assets used in the Statement of Financial Activity	Supplementary Information	Adopted Budget	Last Year	Year to Date
		Opening 30 June 2023	Closing 30 June 2023	31 October 2023
		\$	\$	\$
<b>Current assets</b>				
Cash and cash equivalents	3	5,357,232	5,357,240	6,618,170
Trade and other receivables		716,482	715,504	1,711,046
Inventories	8	36,995	36,995	37,177
		<u>6,110,709</u>	<u>6,109,739</u>	<u>8,366,393</u>
<b>Less: current liabilities</b>				
Trade and other payables	9	(663,181)	(661,602)	(333,082)
Other liabilities	13	(90,516)	(90,516)	(416,741)
Lease liabilities	12	(4,023)	(4,023)	(2,699)
Borrowings	11	(183,351)	(183,351)	(110,513)
Employee related provisions	13	(469,566)	(469,566)	(469,566)
		<u>(1,410,637)</u>	<u>(1,409,058)</u>	<u>(1,332,601)</u>
<b>Net current assets</b>		<b>4,700,072</b>	<b>4,700,681</b>	<b>7,033,792</b>
<b>Less: Total adjustments to net current assets</b>	Note 2(c)	<u>(1,873,902)</u>	<u>(1,873,902)</u>	<u>(2,494,998)</u>
<b>Closing funding surplus / (deficit)</b>		<b>2,826,170</b>	<b>2,826,779</b>	<b>4,538,794</b>

**(b) Non-cash amounts 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*.

Non-cash amounts excluded from operating activities		Adopted Budget	YTD Budget (a)	YTD Actual (b)
		\$	\$	\$
<b>Adjustments to operating activities</b>				
Less: Profit on asset disposals	6	(11,244)	(35,526)	0
Less: Movement in liabilities associated with restricted cash		0	0	50,110
Add: Loss on asset disposals	6	40,139	0	0
Add: Depreciation		2,591,846	863,432	1,056,959
<b>Total non-cash amounts excluded from operating activities</b>		<b>2,620,741</b>	<b>827,906</b>	<b>1,107,069</b>

**(c) Current assets and liabilities excluded from budgeted deficiency**

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

Adjustments to net current assets		Adopted Budget	Last Year	Year to Date
		Opening 30 June 2023	Closing 30 June 2023	31 October 2023
		\$	\$	\$
Less: Reserve accounts	4	(2,134,117)	(2,134,117)	(2,731,160)
Add: Current liabilities not expected to be cleared at the end of the year:				
- Current portion of borrowings	11	183,351	183,351	110,513
- Current portion of lease liabilities	12	4,023	4,023	2,699
- Current portion of employee benefit provisions held in reserve	4	72,841	72,841	122,951
<b>Total adjustments to net current assets</b>	Note 2(a)	<b>(1,873,902)</b>	<b>(1,873,902)</b>	<b>(2,494,998)</b>

**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.

**SHIRE OF JERRAMUNGUP**  
**NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY**  
**FOR THE PERIOD ENDED 31 OCTOBER 2023**

**3 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 2023-24 year is \$10,000 or 10.00% whichever is the greater.

Description	Var. \$	Var. %	
	\$	%	
<b>Revenue from operating activities</b>			
<b>Grants, subsidies and contributions</b>	(264,255)	(79.78%)	▼
Timing			
<b>Fees and charges</b>	18,909	2.76%	▲
Timing			
<b>Interest revenue</b>	10,336	31.47%	▲
Timing			
<b>Other revenue</b>	9,989	40.22%	▲
Additional insurance claim income \$6692			
<b>Expenditure from operating activities</b>			
<b>Employee costs</b>	180,840	19.22%	▲
Timing			
<b>Materials and contracts</b>	346,079	27.77%	▲
Timing			
<b>Depreciation</b>	(193,527)	(22.41%)	▼
Depreciation rates changed after Fair value of Other Infrastructure report completed			
<b>Finance costs</b>	10,865	68.28%	▲
Timing			
<b>Insurance</b>	99,421	41.18%	▲
Timing			
<b>Other expenditure</b>	64,751	38.83%	▲
Timing			
<b>Non-cash amounts excluded from operating activities</b>	279,163	33.72%	▲
Timing			
<b>Inflows from investing activities</b>			
<b>Proceeds from capital grants, subsidies and contributions</b>	(179,986)	(100.00%)	▼
Timing			
<b>Outflows from investing activities</b>			
<b>Payments for property, plant and equipment</b>	52,200	36.25%	▲
Timing			
<b>Payments for construction of infrastructure</b>	683,270	67.42%	▲
Timing			
<b>Surplus or deficit after imposition of general rates</b>	1,116,761	32.63%	▲
Due to variances described above			

**SHIRE OF JERRAMUNGUP**  
**SUPPLEMENTARY INFORMATION**

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SHIRE OF JERRAMUNGUP  
SUPPLEMENTARY INFORMATION  
FOR THE PERIOD ENDED 31 OCTOBER 2023

1 KEY INFORMATION

Funding Surplus or Deficit Components

Funding surplus / (deficit)				
	Adopted Budget	YTD Budget (a)	YTD Actual (b)	Var. \$ (b)-(a)
Opening	\$2.83 M	\$2.83 M	\$2.83 M	\$0.00 M
Closing	\$0.00 M	\$3.42 M	\$4.54 M	\$1.12 M

Refer to Statement of Financial Activity

Cash and cash equivalents		
	\$	% of total
Unrestricted Cash	\$3.89 M	58.7%
Restricted Cash	\$2.73 M	41.3%

Refer to 3 - Cash and Financial Assets

Payables		
	\$	% Outstanding
Trade Payables	\$0.06 M	
0 to 30 Days		79.6%
Over 30 Days		20.4%
Over 90 Days		0.0%

Refer to 9 - Payables

Receivables		
	\$	%
Rates Receivable	\$1.26 M	68.4%
Trade Receivable	\$0.45 M	% Outstanding
Over 30 Days		70.4%
Over 90 Days		50.6%

Refer to 7 - Receivables

Key Operating Activities

Amount attributable to operating activities			
Adopted Budget	YTD Budget (a)	YTD Actual (b)	Var. \$ (b)-(a)
(\$1.00 M)	\$2.24 M	\$2.81 M	\$0.56 M

Refer to Statement of Financial Activity

Rates Revenue		
	\$	% Variance
YTD Actual	\$3.87 M	
YTD Budget	\$3.88 M	(0.2%)

Refer to 10 - Rate Revenue

Grants and Contributions		
	\$	% Variance
YTD Actual	\$0.07 M	
YTD Budget	\$0.33 M	(79.8%)

Refer to 14 - Grants and Contributions

Fees and Charges		
	\$	% Variance
YTD Actual	\$0.70 M	
YTD Budget	\$0.68 M	2.8%

Refer to Statement of Financial Activity

Key Investing Activities

Amount attributable to investing activities			
Adopted Budget	YTD Budget (a)	YTD Actual (b)	Var. \$ (b)-(a)
(\$2.21 M)	(\$0.98 M)	(\$0.42 M)	\$0.56 M

Refer to Statement of Financial Activity

Proceeds on sale		
	\$	%
YTD Actual	\$0.00 M	
Adopted Budget	\$0.15 M	(100.0%)

Refer to 6 - Disposal of Assets

Asset Acquisition		
	\$	% Spent
YTD Actual	\$0.33 M	
Adopted Budget	\$3.59 M	(90.8%)

Refer to 5 - Capital Acquisitions

Capital Grants		
	\$	% Received
YTD Actual	\$0.00 M	
Adopted Budget	\$1.86 M	(100.0%)

Refer to 5 - Capital Acquisitions

Key Financing Activities

Amount attributable to financing activities			
Adopted Budget	YTD Budget (a)	YTD Actual (b)	Var. \$ (b)-(a)
\$0.38 M	(\$0.67 M)	(\$0.67 M)	\$0.00 M

Refer to Statement of Financial Activity

Borrowings	
Principal repayments	(\$0.07 M)
Interest expense	(\$0.00 M)
Principal due	\$0.92 M

Refer to 11 - Borrowings

Reserves	
Reserves balance	\$2.73 M
Interest earned	\$0.00 M

Refer to 4 - Cash Reserves

Lease Liability	
Principal repayments	(\$0.00 M)
Interest expense	(\$0.00 M)
Principal due	\$0.01 M

Refer to Note 12 - Lease Liabilities

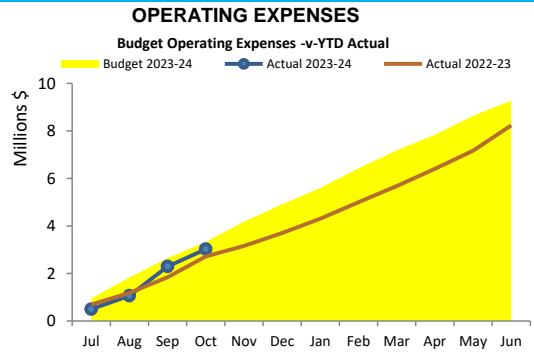
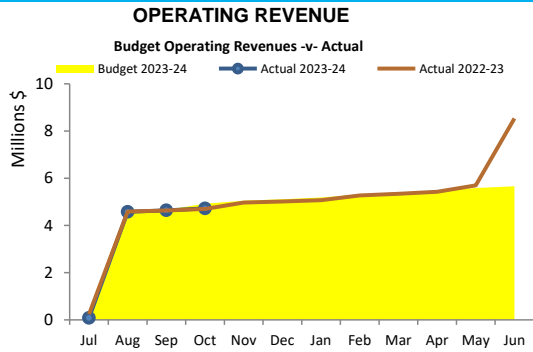
This information is to be read in conjunction with the accompanying Financial Statements and notes.



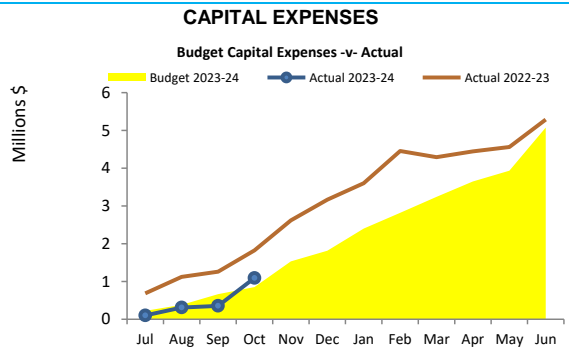
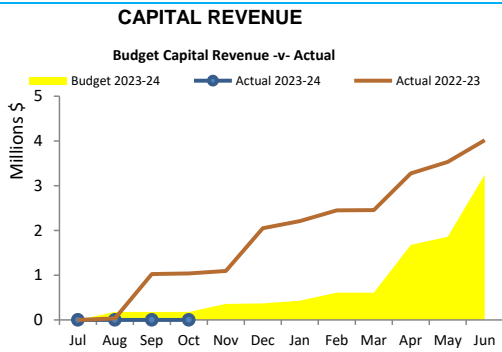
**SHIRE OF JERRAMUNGUP**  
**SUPPLEMENTARY INFORMATION**  
**FOR THE PERIOD ENDED 31 OCTOBER 2023**

**2 KEY INFORMATION - GRAPHICAL**

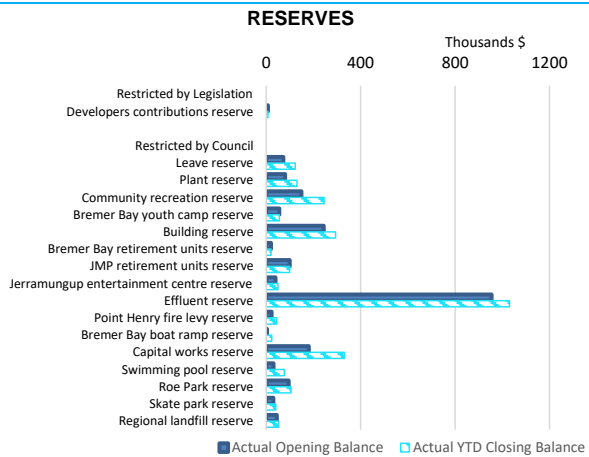
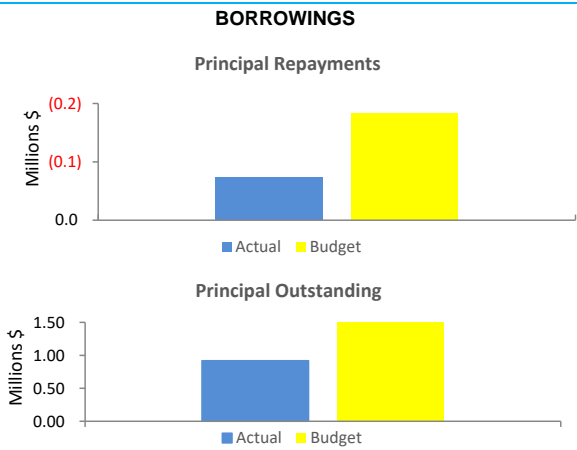
**OPERATING ACTIVITIES**



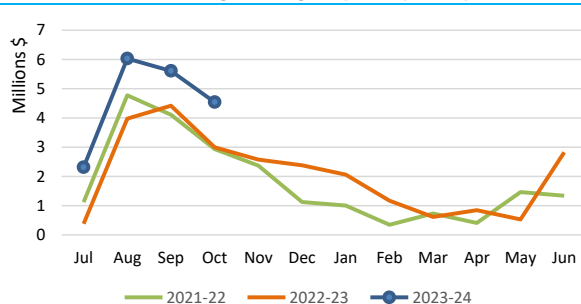
**INVESTING ACTIVITIES**



**FINANCING ACTIVITIES**



**Closing funding surplus / (deficit)**



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

**SHIRE OF JERRAMUNGUP  
SUPPLEMENTARY INFORMATION  
FOR THE PERIOD ENDED 31 OCTOBER 2023**

**3 CASH AND FINANCIAL ASSETS**

Description	Classification	Unrestricted	Restricted	Total Cash	Trust	Institution	Interest Rate	Maturity Date
Municipal cash at bank	Cash and cash equivalents	\$ 95,605	\$ 0	\$ 95,605	\$	Bankwest	3.50%	N/A
Municipal cash at bank	Cash and cash equivalents	291,205	0	291,205		Commonwealth	2.50%	N/A
Municipal cash -Saving a/c	Cash and cash equivalents	500,000	0	500,000		Commonwealth	4.15%	N/A
Municipal cash- T/D	Financial assets at amortised cost	500,000	0	500,000		Commonwealth	4.77%	Nov-23
Municipal cash- T/D	Financial assets at amortised cost	500,000	0	500,000		Commonwealth	4.85%	Dec-23
Municipal cash- T/D	Financial assets at amortised cost	500,000	0	500,000		Commonwealth	4.41%	Dec-23
Municipal cash- T/D	Financial assets at amortised cost	1,500,000	0	1,500,000		Commonwealth	4.81%	Mar-24
Reserve Bank account	Cash and cash equivalents	0	50	50		Commonwealth	1.35%	N/A
Reserve T/D	Financial assets at amortised cost	0	2,137,110	2,137,110		Commonwealth	5.02%	Mar-24
Reserve T/D	Financial assets at amortised cost	0	594,000	594,000		Commonwealth	4.87%	Apr-24
Cash on hand	Cash and cash equivalents	200	0	200		Till	0.00%	N/A
<b>Total</b>		<b>3,887,010</b>	<b>2,731,160</b>	<b>6,618,170</b>	<b>0</b>			
<b>Comprising</b>								
Cash and cash equivalents		887,010	50	887,060	0			
Financial assets at amortised cost		3,000,000	2,731,110	5,731,110	0			
		<b>3,887,010</b>	<b>2,731,160</b>	<b>6,618,170</b>	<b>0</b>			

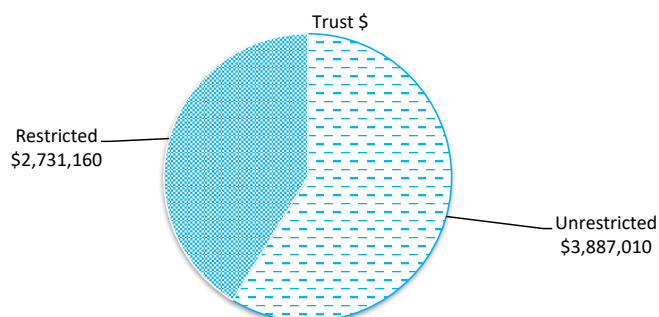
**KEY INFORMATION**

Cash and cash equivalents include cash on hand, cash at bank, deposits available on demand with banks and other short term highly liquid investments 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. 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.



**SHIRE OF JERRAMUNGUP**  
**SUPPLEMENTARY INFORMATION**  
**FOR THE PERIOD ENDED 31 OCTOBER 2023**

**4 RESERVE ACCOUNTS**

Reserve name	Budget	Budget	Budget	Budget	Budget	Actual	Actual	Actual	Actual	Actual
	Opening	Interest	Transfer	Transfer	Closing	Opening	Interest	Transfer	Transf	YTD
	Balance	Earned	s In (+)	s Out (-)	Balance	Balance	Earned	s In (+)	ers Out	Closing
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
<b>Restricted by Legislation</b>										
Developers contributions reserve	7,356	320	0	0	7,676	7,356	11	0	0	7,367
<b>Restricted by Council</b>										
Leave reserve	72,841	3,167	50,000	0	126,008	72,841	110	50,000	0	122,951
Plant reserve	80,346	3,494	50,000	0	133,840	80,346	121	50,000	0	130,467
Community recreation reserve	149,758	4,289	95,427	(40,000)	209,474	149,758	227	95,427	0	245,412
Bremer Bay youth camp reserve	55,456	2,411	0	0	57,867	55,456	84	0	0	55,540
Building reserve	243,776	2,780	50,000	0	296,556	243,776	370	50,000	0	294,146
Bremer Bay retirement units reserve	20,535	893	0	0	21,428	20,535	31	0	0	20,566
JMP retirement units reserve	99,923	4,345	0	0	104,268	99,923	151	0	0	100,074
Jerramungup entertainment centre reserve	39,766	1,729	10,000	0	51,495	39,766	60	10,000	0	49,826
Effluent reserve	954,642	40,535	74,127	0	1,069,304	954,643	1,450	74,127	0	1,030,220
Point Henry fire levy reserve	22,996	462	21,670	0	45,128	22,996	35	21,670	0	44,701
Bremer Bay boat ramp reserve	3,594	156	20,000	0	23,750	3,594	6	20,000	0	23,600
Capital works reserve	180,836	1,316	150,000	(300,000)	32,152	180,836	275	150,000	0	331,111
Swimming pool reserve	31,243	1,359	45,233	0	77,835	31,243	47	45,233	0	76,523
Roe Park reserve	95,237	4,141	10,000	0	109,378	95,237	144	10,000	0	105,381
Skate park reserve	30,724	1,336	10,000	0	42,060	30,724	47	10,000	0	40,771
Regional landfill reserve	45,088	1,961	7,348	0	54,397	45,089	69	7,348	0	52,506
	<b>2,134,117</b>	<b>74,694</b>	<b>593,805</b>	<b>(340,000)</b>	<b>2,462,616</b>	<b>2,134,117</b>	<b>3,238</b>	<b>593,805</b>	<b>0</b>	<b>2,731,160</b>

## 5 CAPITAL ACQUISITIONS

Capital acquisitions	Adopted		YTD Actual	YTD Actual Variance
	Budget	YTD Budget		
	\$	\$	\$	\$
Land and buildings	80,100	47,100	6,850	(40,250)
Furniture and equipment	18,000	0	0	0
Plant and equipment	536,900	96,900	84,950	(11,950)
<b>Acquisition of property, plant and equipment</b>	<b>635,000</b>	<b>144,000</b>	<b>91,800</b>	<b>(52,200)</b>
Infrastructure - roads	1,493,187	995,072	295,433	(699,639)
Infrastructure - footpaths	97,728	0	2,119	2,119
Infrastructure - parks & ovals	18,419	18,419	27,252	8,833
Infrastructure - other	100,000	0	4,442	4,442
Aerodromes	1,875,716	0	975	975
<b>Acquisition of infrastructure</b>	<b>3,585,050</b>	<b>1,013,491</b>	<b>330,221</b>	<b>(787,670)</b>
<b>Total capital acquisitions</b>	<b>4,220,050</b>	<b>1,157,491</b>	<b>422,021</b>	<b>(839,870)</b>
<b>Capital Acquisitions Funded By:</b>				
Capital grants and contributions	1,857,778	179,986	0	(179,986)
Borrowings	900,000	0	0	0
Other (disposals & C/Fwd)	150,000	0	0	0
Reserve accounts				
Community recreation reserve	40,000	0	0	0
Capital works reserve	300,000	0	0	0
Contribution - operations	972,272	977,505	422,021	(555,484)
<b>Capital funding total</b>	<b>4,220,050</b>	<b>1,157,491</b>	<b>422,021</b>	<b>(735,470)</b>

### SIGNIFICANT ACCOUNTING POLICIES

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

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

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

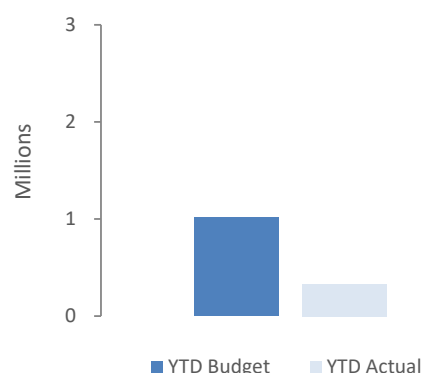
#### Initial recognition and measurement for assets held at cost

Plant and equipment including furniture and equipment is recognised at cost on acquisition in accordance with *Financial Management Regulation 17A*. Where acquired at no cost the asset is initially recognise at fair value. Assets held at cost are depreciated and assessed for impairment annually.

#### Initial recognition and measurement between mandatory revaluation dates for assets held at fair value

In relation to this initial measurement, cost is determined as the fair value of the assets given as consideration plus costs incidental to the acquisition. For assets acquired at zero cost or otherwise significantly less than fair value, cost is determined as fair value at the date of acquisition. The cost of non-current assets constructed by the Shire includes the cost of all materials used in construction, direct labour on the project and an appropriate proportion of variable and fixed overheads.

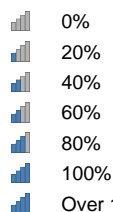
Payments for Capital Acquisitions



5 CAPITAL ACQUISITIONS - DETAILED

Capital expenditure total

Level of completion indicators



Percentage Year to Date Actual to Annual Budget expenditure where the expenditure over budget highlighted in red.

Level of completion indicator, please see table at the end of this note for further detail.

		Adopted			Variance
Account Description		Budget	YTD Budget	YTD Actual	(Under)/Over
		\$	\$	\$	\$
<b>Furniture &amp; Equipment</b>					
A947	Audio Recording System - Council Meetings	18,000	0	0	0
<b>Plant &amp; Equipment</b>					
A925	Traffic Trailer	35,000	0	0	0
A951	800Lt On-Road Trailer Fire Fighting Unit Town Services	13,900	13,900	13,950	-50
A952	Broons Duo Roller	78,000	78,000	71,000	7,000
A953	Construction Loader 2023	340,000	0	0	0
A954	200Lt Versatile Motorised Sled Sprayer	5,000	5,000	0	5,000
A942	DCEO Vehicle	65,000	0	0	0
<b>Land &amp; Buildings</b>					
A47	9 (Lot 24) Memorial Road - Replace awning	13,000	0	0	0
A33	6 Memorial Road - Painting & flooring	19,000	19,000	6,850	12,150
A729	2 (Lot 223)Derrick Street - Outside blinds	10,000	10,000	0	10,000
A730	6 (Lot 225) Derrick St - Outside blinds & screens	18,100	18,100	0	18,100
A34	Lot 120 Vasey Street - Shire Office	20,000	0	0	0
<b>Roads</b>					
C148EV	Java Road Ev Charging	103,019	103,019	19,061	83,958
C16	Cameron Road Construcion	126,101	0	0	0
C160	Bennett St - Jerramungup	59,347	0	0	0
C173	Marnigarup South Road	126,851	126,851	0	126,851
C206	Cameron Road - Flood Crossing	14,000	0	0	0
C30	Cowalellup Road	124,091	124,091	2,160	121,931
C32	Devils Creek Road	24,152	24,152	3,486	20,666
C38	Exchange Road	130,311	130,311	22,421	107,890
RG14	Cuiss Road - Mrwa	119,561	119,561	86,414	33,147
RR34	Rabbit Proof Fence Road	123,488	123,488	92,144	31,344
RR35	Doubtful Island	181,855	0	0	0
RR36	Monjebup Road	121,230	121,230	19,540	101,690
RR37	Jacup North Road	122,369	122,369	50,208	72,161
RR38	Doubtful Island Crossing	116,812	0	0	0
<b>Aerodromes</b>					
A458A	BB Airfield Cross Runway	1,717,012	0	975	-975
A71	Jerramungup Airstrip	158,704	0	0	0
<b>Footpaths</b>					
P325	Foothpath - BB Brewery To Telegraph	97,728	0	2,119	-2,119
<b>Parks &amp; Gardens</b>					
A46P	Jerramungup Sports club - Retaining wall	18,419	18,419	27,252	-8,833
<b>Other Infrastructure</b>					
A63I	Football Pavillion Water Tank	100,000	0	314	-314
A46C	Jerramungup Sports Carpark	0	0	2,004	-2,004
A60C	Bremer BaySports Carpark	0	0	2,124	-2,124
		<b>4,220,050</b>	<b>1,157,491</b>	<b>422,021</b>	<b>735,470</b>

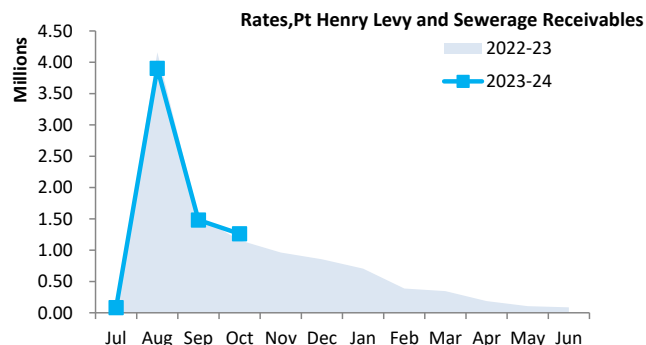
6 DISPOSAL OF ASSETS

Asset Ref.	Asset description	YTD Actual			
		Net Book Value	Proceeds	Profit	(Loss)
		\$	\$	\$	\$
<b>Plant and equipment</b>					
A841	Loader	0	0	0	0
A133	Broons Duo Roller	0	0	0	0
A924	DCEO vehicle	0	0	0	0
		<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>



7 RECEIVABLES

Rates,Pt Henry levy & Sewerage c	30 Jun 2023	31 Oct 2023
	\$	\$
Opening arrears previous years	88,021.0	75,961
Levied this year	3,627,616	3,912,071
Less - collections to date	(3,639,676)	(2,726,747)
Gross rates collectable	<b>75,961</b>	<b>1,261,285</b>
Allowance for impairment of rates receivable	(1,327)	0
<b>Net rates collectable</b>	<b>74,634</b>	<b>1,261,285</b>
% Collected	98.0%	68.4%



Receivables - general	Credit	Current	30 Days	60 Days	90+ Days	Total
	\$	\$	\$	\$	\$	\$
Receivables - general	(1,045)	7,943	3,061	1,553	11,786	23,298
Percentage	(4.5%)	34.1%	13.1%	6.7%	50.6%	
<b>Balance per trial balance</b>						
Trade receivables						23,298
Waste collections fees						73,844
GST receivable						35,144
Allowance for credit losses of trade receivables						(3,259)
Accrued income/prepayments						287,415
ESL						33,319
<b>Total receivables general outstanding</b>						<b>449,761</b>

Amounts shown above include GST (where applicable)

KEY INFORMATION

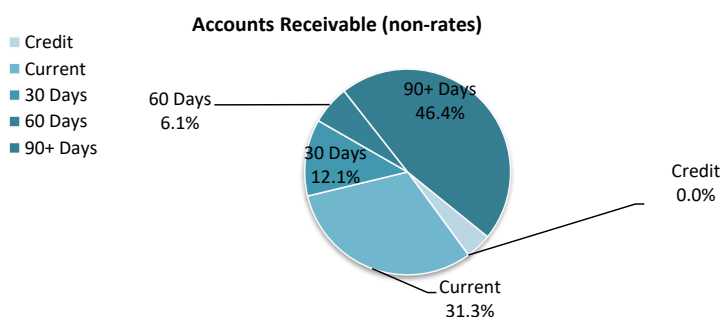
Trade and other receivables include amounts due from ratepayers for unpaid rates and service charges and other amounts due from third parties for goods sold and services performed in the ordinary course of business.

Trade receivables are recognised at original invoice amount less any allowances for uncollectable amounts (i.e. impairment). The carrying amount of net trade receivables is equivalent to fair value as it is due for settlement within 30 days.

Classification and subsequent measurement

Receivables which are generally due for settlement within 30 days except rates receivables which are expected to be collected within 12 months are classified as current assets. All other receivables such as, deferred pensioner rates receivable after the end of the reporting period are classified as non-current assets.

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



8 OTHER CURRENT ASSETS

	Opening Balance 1 July 2023	Asset Increase	Asset Reduction	Closing Balance 31 October 2023
	\$	\$	\$	\$
<b>Other current assets</b>				
<b>Inventory</b>				
Fuel, oils and materials on hand	36,995	78,574	(78,391)	37,177
<b>Total other current assets</b>	<b>36,995</b>	<b>78,574</b>	<b>(78,391)</b>	<b>37,177</b>

KEY INFORMATION

**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.



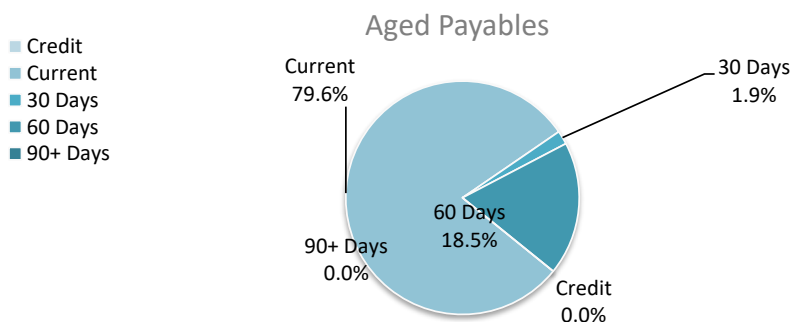
9 PAYABLES

Payables - general	Credit	Current	30 Days	60 Days	90+ Days	Total
	\$	\$	\$	\$	\$	\$
Payables - general	0	47,306	1,125	11,000	0	59,431
Percentage	0.0%	79.6%	1.9%	18.5%	0.0%	
<b>Balance per trial balance</b>						
Sundry creditors						59,431
Retention funds owing						41,201
FESA ESL liability						84,329
Excess rates						30,119
BCITF						3,066
Builders Registration Levy						9,618
Dept of Transport						5,823
Bonds - current liability						58,928
GST payable						3,916
Payroll creditors						36,651
<b>Total payables general outstanding</b>						<b>333,082</b>

Amounts shown above include GST (where applicable)

KEY INFORMATION

Trade and other payables represent liabilities for goods and services provided to the Shire prior to the end of the period 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. The carrying amounts of trade and other payables are considered to be the same as their fair values, due to their short-term nature.



10 RATE REVENUE

General rate revenue

RATE TYPE	Rate in	Number of	Rateable	Rate	Budget	Total	Rate	YTD Actual	Total
	\$ (cents)	Properties	Value	Revenue	Reassessed	Revenue	Revenue	Reassessed	Revenue
				\$	\$	\$	\$	\$	\$
<b>Gross rental value</b>									
Gross Rental Value	0.1099	567	7,123,263	782,847	0	782,847	782,847	(5,559)	777,288
<b>Unimproved value</b>									
Unimproved Properties	0.0058	314	470,923,000	2,745,480	0	2,745,480	2,745,480	322	2,745,802
<b>Sub-Total</b>		<b>881</b>	<b>478,046,263</b>	<b>3,528,327</b>	<b>0</b>	<b>3,528,327</b>	<b>3,528,327</b>	<b>(5,237)</b>	<b>3,523,090</b>
<b>Minimum payment</b>									
			<b>Minimum Payment \$</b>						
<b>Gross rental value</b>									
Gross Rental Value	765.45	295	1,191,137	225,808	0	225,808	225,808	0	225,808
<b>Unimproved value</b>									
Unimproved Properties	765.45	49	3,024,200	37,507	0	37,507	37,507	0	37,507
Unimproved Mining	765.45	32	494,313	24,494	0	24,494	24,494	(1,422)	23,072
<b>Sub-total</b>		<b>376</b>	<b>4,709,650</b>	<b>287,809</b>	<b>0</b>	<b>287,809</b>	<b>287,809</b>	<b>(1,422)</b>	<b>286,387</b>
<b>Amount from general rates</b>						<b>3,816,136</b>			<b>3,809,477</b>
Ex-gratia rates						64,181			64,182
<b>Total general rates</b>						<b>3,880,317</b>			<b>3,873,659</b>

KEY INFORMATION

11 BORROWINGS

Repayments - borrowings

Information on borrowings	Loan No.	New Loans			Principal Repayments		Principal Outstanding		Interest Repayments	
		1 July 2023	Actual	Budget	Actual	Budget	Actual	Budget	Actual	Budget
Particulars		\$	\$	\$	\$	\$	\$	\$	\$	\$
<b>Housing</b>										
Staff housing/seniors	264	358,529	0	0	(24,264)	(48,728)	334,265	309,801	(703)	(5,715)
<b>Community Amenities</b>										
Housing Bremer Bay	261	42,070	0	0	(20,811)	(42,070)	21,259	0	(489)	(1,362)
<b>Transport</b>										
Bremer Bay Townsite	263	153,196	0	0	0	(36,529)	153,196	116,667	667	(4,525)
Grader	265	437,500	0	0	(27,763)	(56,024)	409,737	381,476	(4,348)	(14,906)
Bremer Bay Airstrip Upgrade Project	266	0	0	900,000	0	0	0	900,000	0	0
<b>Total</b>		<b>991,295</b>	<b>0</b>	<b>900,000</b>	<b>(72,838)</b>	<b>(183,351)</b>	<b>918,457</b>	<b>1,707,944</b>	<b>(4,874)</b>	<b>(26,508)</b>
Current borrowings		183,351					110,513			
Non-current borrowings		807,944					807,944			
		<b>991,295</b>					<b>918,457</b>			

All debenture repayments were financed by general purpose revenue.

New borrowings 2023-24

Particulars	Amount Borrowed	Amount Borrowed	Institution	Loan Type	Term Years	Total Interest	Interest Rate	Amount (Used)		Balance
	Actual	Budget				& Charges		Actual	Budget	Unspent
	\$	\$				\$	%	\$	\$	\$
Bremer Bay Airstrip	0	900,000	WATC	Fixed	10	234,027	4.62%	0	(900,000)	0
	<b>0</b>	<b>900,000</b>				<b>234,027</b>		<b>0</b>	<b>(900,000)</b>	<b>0</b>

KEY INFORMATION

Borrowing costs are recognised as an expense when incurred except where they are directly attributable to the acquisition, construction or production of a qualifying asset. Where this is the case, they are capitalised as part of the cost of the particular asset until such time as the asset is substantially ready for its intended use or sale.

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

12 LEASE LIABILITIES

Movement in carrying amounts

Information on leases Particulars	Lease No.	New Leases			Principal Repayments		Principal Outstanding		Interest Repayments	
		1 July 2023	Actual	Budget	Actual	Budget	Actual	Budget	Actual	Budget
		\$	\$	\$	\$	\$	\$	\$	\$	
Photocopier - Konica Bizz		15,455	0	0	(1,324)	(4,023)	14,131	11,432	(173)	(470)
<b>Total</b>		<b>15,455</b>	<b>0</b>	<b>0</b>	<b>(1,324)</b>	<b>(4,023)</b>	<b>14,131</b>	<b>11,432</b>	<b>(173)</b>	<b>(470)</b>
Current lease liabilities		4,023					2,699			
Non-current lease liabilities		11,432					11,432			
		<b>15,455</b>					<b>14,131</b>			

All lease repayments were financed by general purpose revenue.

KEY INFORMATION

At inception of a contract, the Shire assesses if the contract contains or is a lease. A contract is or contains a lease, if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. At the commencement date, a right of use asset is recognised at cost and lease liability at the present value of the lease payments that are not paid at that date. The lease payments are discounted using that date. The lease payments are discounted using the interest rate implicit in the lease, if that rate can be readily determined. If that rate cannot be readily determined, the Shire uses its incremental borrowing rate.

All contracts classified as short-term leases (i.e. a lease with a remaining term of 12 months or less) and leases of low value assets are recognised as an operating expense on a straight-line basis over the term of the lease.

13 OTHER CURRENT LIABILITIES

Other current liabilities	Note	Opening Balance 1 July 2023	Liability transferred from/(to) non current	Liability Increase	Liability Reduction	Closing Balance 31 October 2023
		\$	\$	\$	\$	\$
<b>Other liabilities</b>						
Contract liabilities		90,516	0	0	0	90,516
Capital grant/contributions liabilities		0	0	326,225	0	326,225
<b>Total other liabilities</b>		90,516	0	326,225	0	416,741
<b>Employee Related Provisions</b>						
Provision for annual leave		200,443	0	0	0	200,443
Provision for long service leave		269,123	0	0	0	269,123
<b>Total Provisions</b>		469,566	0	0	0	469,566
<b>Total other current liabilities</b>		<b>560,082</b>	<b>0</b>	<b>326,225</b>	<b>0</b>	<b>886,307</b>

Amounts shown above include GST (where applicable)

A breakdown of contract liabilities and associated movements is provided on the following pages at Note 14 and 15

**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 Related Provisions**

**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 employee related 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.

**Contract liabilities**

An entity's obligation to transfer goods or services to a customer for which the entity has received consideration (or the amount is due) from the customer.

14 GRANTS, SUBSIDIES AND CONTRIBUTIONS

Provider	Unspent grant, subsidies and contributions liability					Grants, subsidies and contributions revenue		
	Liability	Increase in Liability	Decrease in Liability	Liability	Current Liability	Adopted Budget	YTD	YTD
	1 July 2023		(As revenue)	31 Oct 2023	31 Oct 2023	Revenue	Budget	Revenue
	\$	\$	\$	\$	\$	\$	\$	\$
<b>Grants and subsidies</b>								
Grants Commission General	0	0	0	0	0	0	0	9,979
Grants Commission Roads	0	0	0	0	0	0	0	9,887
<b>Law order and public safety</b>								
MAF 22/23	81,274	0	0	81,274	81,274	246,224	82,072	0
LGGS Operating grant - Bushfire brigades	0	0	0	0	0	78,000	19,500	40,400
BRMC funding - DFES, SoR	9,242	0	0	9,242	9,242	122,394	30,597	162
ESL Administration fee	0	0	0	0	0	4,000	4,000	4,000
<b>Recreation and culture</b>								
GSCORE - signage on walk trails	0	0	0	0	0	22,593	0	0
<b>Transport</b>								
Grant - MRWA Direct	0	0	0	0	0	192,262	192,262	0
	<b>90,516</b>	<b>0</b>	<b>0</b>	<b>90,516</b>	<b>90,516</b>	<b>665,473</b>	<b>328,431</b>	<b>64,428</b>
<b>Contributions</b>								
<b>Law order and public safety</b>								
DFES reimbursements	0	0	0	0	0	2,784	2,784	2,532
	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>2,784</b>	<b>2,784</b>	<b>2,532</b>
<b>TOTALS</b>	<b>90,516</b>	<b>0</b>	<b>0</b>	<b>90,516</b>	<b>90,516</b>	<b>668,257</b>	<b>331,215</b>	<b>66,960</b>

15 CAPITAL GRANTS, SUBSIDIES AND CONTRIBUTIONS

Provider	Capital grant/contribution liabilities					Capital grants, subsidies and contributions revenue		
	Liability 1 July 2023	Increase in Liability	Decrease in Liability (As revenue)	Liability 31 Oct 2023	Current Liability 31 Oct 2023	Adopted Budget Revenue	YTD Budget	YTD Revenue Actual
	\$	\$	\$	\$	\$	\$	\$	\$
<b>Capital grants and subsidies</b>								
<b>Recreation and culture</b>								
CWSP - Water tank	0	0	0	0	0	70,000	0	0
<b>Transport</b>								
Grant MRWA Project	0	0	0	0	0	80,000	20,000	0
LRCI Phase 4B	0	0	0	0	0	252,267	0	0
Grant Roads to Recovery	0	0	0	0	0	639,947	159,986	0
RAUP grant - airstrip	0	326,225	0	326,225	326,225	815,564	0	0
	<b>0</b>	<b>326,225</b>	<b>0</b>	<b>326,225</b>	<b>326,225</b>	<b>1,857,778</b>	<b>179,986</b>	<b>0</b>