

SHIRE OF JERRAMUNGUP
MONTHLY FINANCIAL REPORT
(Containing the Statement of Financial Activity)
For the period ending 31 July 2021

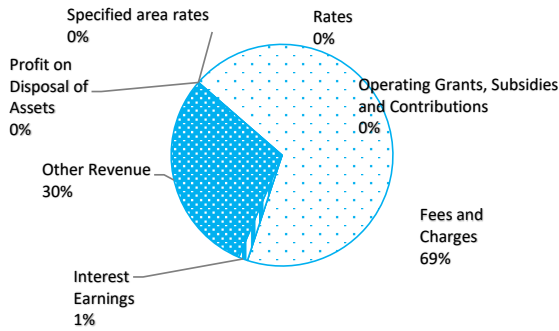
LOCAL GOVERNMENT ACT 1995
LOCAL GOVERNMENT (FINANCIAL MANAGEMENT) REGULATIONS 1996

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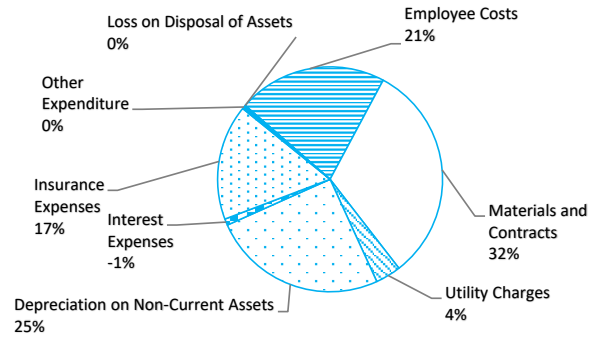
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OPERATING ACTIVITIES

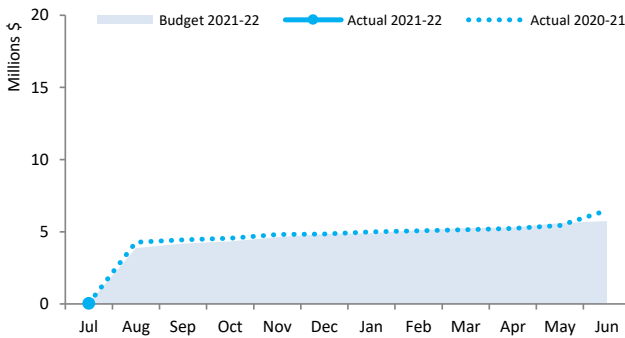
OPERATING REVENUE



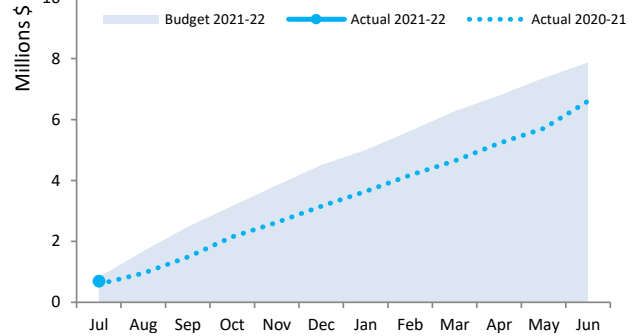
OPERATING EXPENSES



Budget Operating Revenues -v- Actual

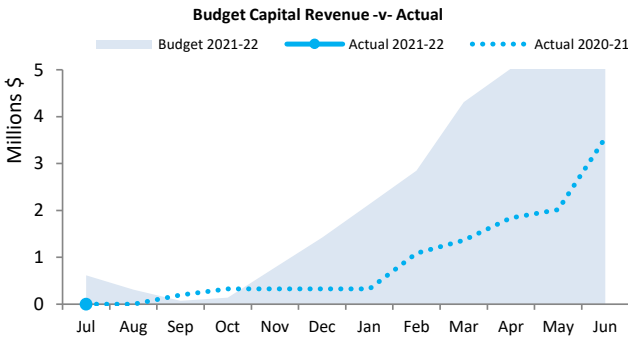


Budget Operating Expenses -v-YTD Actual

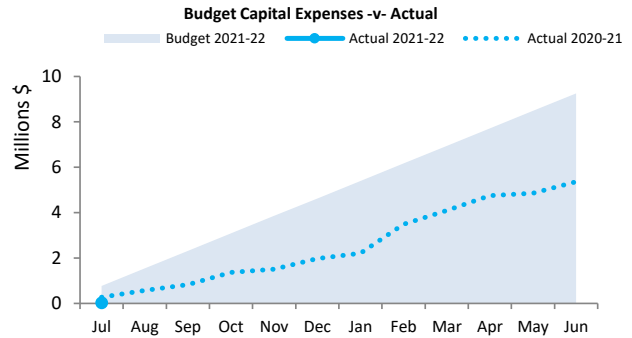


INVESTING ACTIVITIES

CAPITAL REVENUE



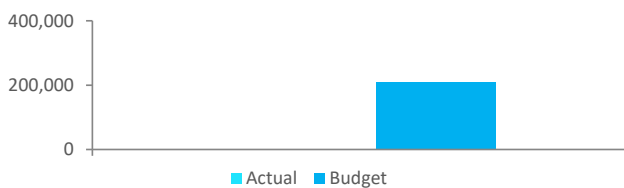
CAPITAL EXPENSES



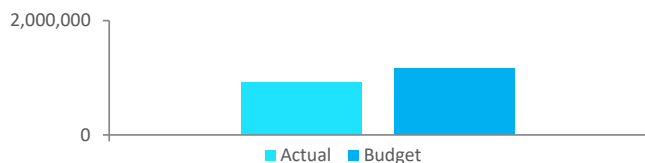
FINANCING ACTIVITIES

BORROWINGS

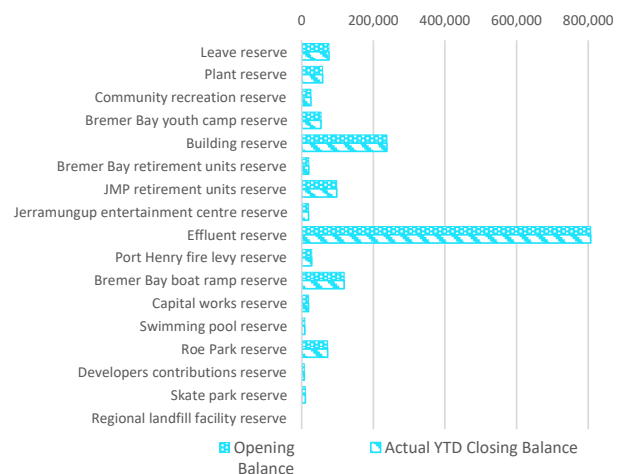
Principal Repayments



Principal Outstanding



RESERVES



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

Funding surplus / (deficit) Components

Funding surplus / (deficit)				
	Adopted Budget	YTD Budget (a)	YTD Actual (b)	Var. \$ (b)-(a)
Opening	\$1.63 M	\$1.63 M	\$1.61 M	(\$0.02 M)
Closing	\$0.00 M	\$0.55 M	\$1.12 M	\$0.57 M

Refer to Statement of Financial Activity

Cash and cash equivalents		
	\$	% of total
Unrestricted Cash	\$1.18 M	27.8%
Restricted Cash	\$3.06 M	72.2%

Refer to Note 2 - Cash and Financial Assets

Payables		
	\$	% Outstanding
Trade Payables	\$0.08 M	
0 to 30 Days		95.9%
30 to 90 Days		4.1%
Over 90 Days		0%

Refer to Note 5 - Payables

Receivables		
	\$	% Collected
Rates Receivable	\$0.09 M	1.4%
Trade Receivable	\$1.18 M	
30 to 90 Days		91.5%
Over 90 Days		1.5%

Refer to Note 3 - Receivables

Key Operating Activities

Amount attributable to operating activities			
Adopted Budget	YTD Budget (a)	YTD Actual (b)	Var. \$ (b)-(a)
\$0.00 M	(\$0.58 M)	(\$0.48 M)	\$0.10 M

Refer to Statement of Financial Activity

Rates Revenue		
	\$	% Variance
YTD Actual	\$0.00 M	
YTD Budget	\$0.00 M	0.0%

Refer to Note 6 - Rate Revenue

Operating Grants and Contributions		
	\$	% Variance
YTD Actual	\$0.00 M	
YTD Budget	\$0.00 M	0.0%

Refer to Note 13 - Operating Grants and Contributions

Fees and Charges		
	\$	% Variance
YTD Actual	\$0.03 M	
YTD Budget	\$0.05 M	(49.3%)

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)
(\$2.07 M)	(\$0.30 M)	(\$0.01 M)	\$0.29 M

Refer to Statement of Financial Activity

Proceeds on sale		
	\$	%
YTD Actual	\$0.00 M	
Adopted Budget	\$0.26 M	(100.0%)

Refer to Note 7 - Disposal of Assets

Asset Acquisition		
	\$	% Spent
YTD Actual	\$0.01 M	
Adopted Budget	\$8.78 M	(99.9%)

Refer to Note 8 - Capital Acquisitions

Capital Grants		
	\$	% Received
YTD Actual	\$0.00 M	
Adopted Budget	\$6.45 M	(100.0%)

Refer to Note 8 - Capital Acquisitions

Key Financing Activities

Amount attributable to financing activities			
Adopted Budget	YTD Budget (a)	YTD Actual (b)	Var. \$ (b)-(a)
\$0.43 M	(\$0.21 M)	(\$0.00 M)	\$0.21 M

Refer to Statement of Financial Activity

Borrowings	
Principal repayments	\$0.00 M
Interest expense	\$0.00 M
Principal due	\$0.91 M

Refer to Note 9 - Borrowings

Reserves	
Reserves balance	\$1.66 M
Interest earned	\$0.00 M

Refer to Note 11 - Cash Reserves

Lease Liability	
Principal repayments	\$0.00 M
Interest expense	\$0.00 M
Principal due	\$0.03 M

Refer to Note 10 - Lease Liabilities

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

KEY TERMS AND DESCRIPTIONS
FOR THE PERIOD ENDED 31 JULY 2021

STATUTORY REPORTING PROGRAMS

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

PROGRAM NAME AND OBJECTIVES

ACTIVITIES

GOVERNANCE

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

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

GENERAL PURPOSE FUNDING

To collect revenue to allow for the provision of services

Rates, general purpose government grants & interest revenue

LAW, ORDER, PUBLIC SAFETY

To provide services to help ensure a safer community

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

HEALTH

To provide an operational framework for good community health

Food quality and pest control; maintenance and contributions to health services and facilities

EDUCATION AND WELFARE

To meet the needs of the community in these areas

Operation and provisions of services to seniors and child care centres within the shire

HOUSING

Help ensure adequate housing for key community personnel such as police

Maintenance of staff and rental housing

COMMUNITY AMENITIES

To provide services required by the community

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

RECREATION AND CULTURE

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

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 service

TRANSPORT

To provide safe and efficient transport services to the community

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

ECONOMIC SERVICES

To help promote the Shire and improve the economic wellbeing of the community

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

OTHER PROPERTY AND SERVICES

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

Private works operation, plant repairs and operating costs, administration expenses

**STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD ENDED 31 JULY 2021**

STATUTORY REPORTING PROGRAMS

	Ref Note	Adopted Budget	YTD Budget (a)	YTD Actual (b)	Var. \$ (b)-(a)	Var. % (b)-(a)/(a)	Var.
		\$	\$	\$	\$	%	
Opening funding surplus / (deficit)	1(c)	1,634,389	1,634,389	1,612,589	(21,800)	(1.33%)	
Revenue from operating activities							
General purpose funding - general rates	6	3,507,055	0	0	0	0.00%	
General purpose funding - other		666,519	2,302	2,341	39	1.69%	
Law, order and public safety		348,294	2,231	415	(1,816)	(81.40%)	
Health		17,650	1,467	3,408	1,941	132.31%	
Education and welfare		0	0	80	80	0.00%	
Housing		107,828	8,970	11,130	2,160	24.08%	
Community amenities		542,858	37,247	7,070	(30,177)	(81.02%)	▼
Recreation and culture		210,968	57	95	38	66.67%	
Transport		185,247	0	7,077	7,077	0.00%	
Economic services		78,291	3,913	2,858	(1,055)	(26.96%)	
Other property and services		82,882	5,404	4,615	(789)	(14.60%)	
		5,747,592	61,591	39,089	(22,502)		
Expenditure from operating activities							
Governance		(337,117)	(52,523)	(37,678)	14,845	28.26%	▲
General purpose funding		(237,057)	(16,873)	(17,022)	(149)	(0.88%)	
Law, order and public safety		(899,574)	(98,806)	(81,930)	16,876	17.08%	▲
Health		(387,308)	(29,250)	(34,451)	(5,201)	(17.78%)	
Education and welfare		(79,499)	(6,654)	(5,712)	942	14.16%	
Housing		(121,777)	(28,755)	(15,830)	12,925	44.95%	▲
Community amenities		(1,542,581)	(111,114)	(116,735)	(5,621)	(5.06%)	
Recreation and culture		(1,461,007)	(142,593)	(124,193)	18,400	12.90%	▲
Transport		(2,566,167)	(209,144)	(225,606)	(16,462)	(7.87%)	
Economic services		(224,893)	(18,937)	(19,784)	(847)	(4.47%)	
Other property and services		(12,416)	(99,744)	(15,742)	84,002	84.22%	▲
		(7,869,396)	(814,393)	(694,683)	119,710		
Non-cash amounts excluded from operating activities	1(a)	2,124,074	176,492	177,966	1,474	0.84%	
Amount attributable to operating activities		2,270	(576,310)	(477,628)	98,682		
Investing Activities							
Proceeds from non-operating grants, subsidies and contributions	14	6,452,594	0	0	0	0.00%	
Proceeds from disposal of assets	7	259,000	0	0	0	0.00%	
Payments for property, plant and equipment and infrastructure	8	(8,779,801)	(300,839)	(12,952)	287,887	95.69%	▲
Amount attributable to investing activities		(2,068,207)	(300,839)	(12,952)	287,887		
Financing Activities							
Proceeds from new debentures	9	465,000	0	0	0	0.00%	
Transfer from reserves	11	442,000	0	0	0	0.00%	
Payments for principal portion of lease liabilities	10	(14,789)	(1,219)	(1,219)	0	0.00%	
Repayment of debentures	9	(209,435)	(209,435)	0	209,435	100.00%	▲
Transfer to reserves	11	(249,085)	(87)	(87)	0	0.00%	
Amount attributable to financing activities		433,691	(210,741)	(1,306)	209,435		
Closing funding surplus / (deficit)	1(c)	2,143	546,499	1,120,703			

KEY INFORMATION

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

Refer to Note 16 for an explanation of the reasons for the variance.

The material variance adopted by Council for the 2021-22 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 JULY 2021

REVENUE

RATES

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

OPERATING GRANTS, SUBSIDIES AND CONTRIBUTIONS

Refers 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 identifiable non financial assets paid to a local government, irrespective of whether these amounts are received as capital grants, subsidies, contributions or donations.

REVENUE FROM CONTRACTS WITH CUSTOMERS

Revenue from contracts with customers is recognised when the local government satisfies its performance obligations under the contract.

FEES AND CHARGES

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

SERVICE CHARGES

Service charges imposed under *Division 6 of Part 6 of the Local Government Act 1995*. *Regulation 54 of the Local Government (Financial Management) Regulations 1996* identifies 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.

PROFIT ON ASSET DISPOSAL

Excess of assets received over the net book value for assets on their disposal.

NATURE OR TYPE DESCRIPTIONS

EXPENSES

EMPLOYEE COSTS

All costs associate with the employment of person such as salaries, wages, allowances, benefits such as vehicle and housing, superannuation, employment expenses, removal expenses, relocation expenses, worker's compensation insurance, training costs, conferences, safety expenses, medical examinations, fringe benefit tax, etc.

MATERIALS AND CONTRACTS

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

UTILITIES (GAS, ELECTRICITY, WATER, ETC.)

Expenditures made to the respective agencies for the provision of power, gas or water. Exclude expenditures incurred for the reinstatement of roadwork on behalf of these agencies.

INSURANCE

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

LOSS ON ASSET DISPOSAL

Shortfall between the value of assets received over the net book value for assets on their disposal.

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, allowance for impairment of assets, member's fees or State taxes. Donations and subsidies made to community groups.

**STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD ENDED 31 JULY 2021**

BY NATURE OR TYPE

	Ref Note	Adopted Budget \$	YTD Budget (a) \$	YTD Actual (b) \$	Var. \$ (b)-(a) \$	Var. % (b)-(a)/(a) %	Var.
Opening funding surplus / (deficit)	1(c)	1,634,389	1,634,389	1,612,589	(21,800)	(1.33%)	
Revenue from operating activities							
Rates	6	3,453,583	0	0	0	0.00%	
Specified area rates	6	53,472	0	0	0	0.00%	
Operating grants, subsidies and contributions	13	1,237,282	491	0	(491)	(100.00%)	
Fees and charges		778,043	52,924	26,843	(26,081)	(49.28%)	▼
Interest earnings		34,500	970	521	(449)	(46.29%)	
Other revenue		186,500	7,206	11,725	4,519	62.71%	
Profit on disposal of assets	7	4,212	0	0	0	0.00%	
		5,747,592	61,591	39,089	(22,502)		
Expenditure from operating activities							
Employee costs		(2,304,448)	(191,935)	(151,744)	40,191	20.94%	▲
Materials and contracts		(2,811,438)	(220,621)	(224,214)	(3,593)	(1.63%)	
Utility charges		(192,173)	(15,293)	(25,937)	(10,644)	(69.60%)	▼
Depreciation on non-current assets		(2,119,223)	(176,492)	(177,966)	(1,474)	(0.84%)	
Interest expenses		(26,260)	2,052	6,486	4,434	(216.08%)	
Insurance expenses		(252,810)	(211,274)	(117,425)	93,849	44.42%	▲
Other expenditure		(153,981)	(830)	(3,883)	(3,053)	(367.83%)	
Loss on disposal of assets	7	(9,063)	0	0	0	0.00%	
		(7,869,396)	(814,393)	(694,683)	119,710		
Non-cash amounts excluded from operating activities	1(a)	2,124,074	176,492	177,966	1,474	0.84%	
Amount attributable to operating activities		2,270	(576,310)	(477,628)	98,682		
Investing activities							
Proceeds from non-operating grants, subsidies and contributions	14	6,452,594	0	0	0	0.00%	
Proceeds from disposal of assets	7	259,000	0	0	0	0.00%	
Payments for property, plant and equipment	8	(8,779,801)	(300,839)	(12,952)	287,887	95.69%	▲
		(2,068,207)	(300,839)	(12,952)	287,887		
Amount attributable to investing activities		(2,068,207)	(300,839)	(12,952)	287,887		
Financing Activities							
Proceeds from new debentures	9	465,000	0	0	0	0.00%	
Transfer from reserves	11	442,000	0	0	0	0.00%	
Payments for principal portion of lease liabilities	10	(14,789)	(1,219)	(1,219)	0	0.00%	
Repayment of debentures	9	(209,435)	(209,435)	0	209,435	100.00%	▲
Transfer to reserves	11	(249,085)	(87)	(87)	0	0.00%	
Amount attributable to financing activities		433,691	(210,741)	(1,306)	209,435		
Closing funding surplus / (deficit)	1(c)	2,143	546,499	1,120,703			

KEY INFORMATION

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Refer to Note 16 for an explanation of the reasons for the variance.

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

BASIS OF PREPARATION

The financial report has been prepared in accordance with Australian Accounting Standards (as they apply to local governments and not-for-profit entities) and interpretations of the Australian Accounting Standards Board, and the *Local Government Act 1995* and accompanying regulations.

The *Local Government Act 1995* and accompanying Regulations take precedence over Australian Accounting Standards where they are inconsistent.

The *Local Government (Financial Management) Regulations 1996* specify that vested land is a right-of-use asset to be measured at cost. All right-of-use assets (other than vested improvements) under zero cost concessionary leases are measured at zero cost rather than at fair value. The exception is 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.

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.

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 financial statements. A separate statement of those monies appears at Note 15 to these financial statements.

SIGNIFICANT ACCOUNTING POLICES

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.

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.

ROUNDING OFF FIGURES

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

PREPARATION TIMING AND REVIEW

Date prepared: All known transactions up to 16 August 2021

(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	Adopted Budget	YTD Budget (a)	YTD Actual (b)
Non-cash items excluded from operating activities				
		\$	\$	\$
Adjustments to operating activities				
Less: Profit on asset disposals	7	(4,212)	0	0
Add: Loss on asset disposals	7	9,063	0	0
Add: Depreciation on assets		2,119,223	176,492	177,966
Total non-cash items excluded from operating activities		2,124,074	176,492	177,966

(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 June 2021	This Time Last Year 31 July 2020	Year to Date 31 July 2021
Adjustments to net current assets				
Less: Reserves - restricted cash	11	(1,659,837)	(2,219,303)	(1,659,924)
Add: Borrowings	9	177,355	196,748	177,355
Add: Provisions - employee	12	76,063	65,595	76,067
Add: Lease liabilities	10	14,789	13,285	13,570
Total adjustments to net current assets		(1,391,630)	(1,943,675)	(1,392,932)

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

Current assets				
Cash and cash equivalents	2	5,065,723	4,146,569	4,233,940
Rates receivables	3	92,969	81,151	91,681
Receivables	3	1,065,543	782,865	1,179,364
Other current assets	4	14,666	93,001	18,293
Less: Current liabilities				
Payables	5	(489,905)	(190,723)	(195,253)
Borrowings	9	(177,355)	(196,748)	(177,355)
Contract liabilities	12	(2,150,241)	(1,646,907)	(2,221,073)
Lease liabilities	10	(14,789)	(13,285)	(13,570)
Provisions	12	(402,392)	(354,777)	(402,392)
Less: Total adjustments to net current assets	1(b)	(1,391,630)	(1,943,675)	(1,392,932)
Closing funding surplus / (deficit)		1,612,589	757,471	1,120,703

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	Total Cash	Trust	Institution	Interest Rate	Maturity Date
		\$	\$	\$				
Cash on hand								
Municipal Cash at Bank	Cash and cash equivalents	1,175,642	0	1,175,642	0	Bankwest	0.10%	
Waste grant funds - Bankwest	Cash and cash equivalents	0	280,753	280,753	0	Bankwest	0.05%	
Waste grant funds - WA Treasury	Cash and cash equivalents	0	197,838	197,838	0	WA Treasury	0.05%	
Reserve Bank	Cash and cash equivalents	0	1,659,925	1,659,925	0	Bankwest	0.05%	
Pool Grant funds	Cash and cash equivalents	0	919,573	919,573	0	Bankwest	0.05%	
Cash on Hand	Cash and cash equivalents	200	0	200	0	Til	0.00%	
BPAY holding account	Cash and cash equivalents	0	1	1	0	Bankwest	0.00%	
Trust account	Cash and cash equivalents	8	0	8	8	Bankwest	0.00%	
Total		1,175,850	3,058,090	4,233,940	8			
Comprising								
Cash and cash equivalents		1,175,850	3,058,090	4,233,940	8			
		1,175,850	3,058,090	4,233,940	8			

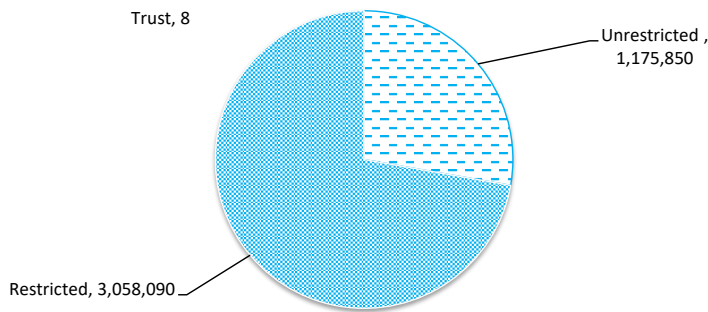
KEY INFORMATION

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 and bank overdrafts. Bank overdrafts are reported as short term borrowings in current liabilities in the statement of net current assets.

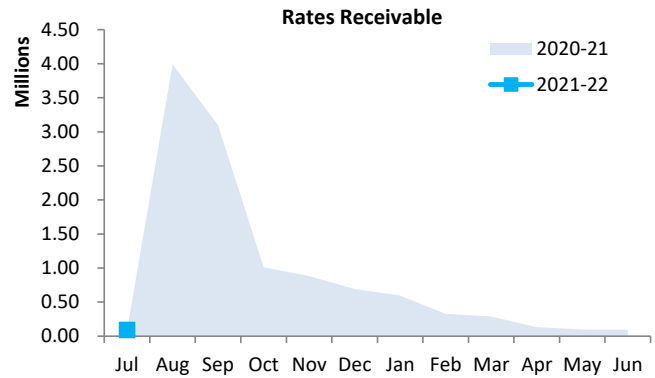
The local government classifies financial assets at amortised cost if both of the following criteria are met:

- 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.



Rates receivable	30 Jun 2021	31 Jul 2021
	\$	\$
Opening arrears previous years	61,785	92,969
Levied this year	3,415,372	0
Less - collections to date	(3,384,188)	(1,288)
Equals current outstanding	92,969	91,681
Net rates collectable	92,969	91,681
% Collected	97.3%	1.4%

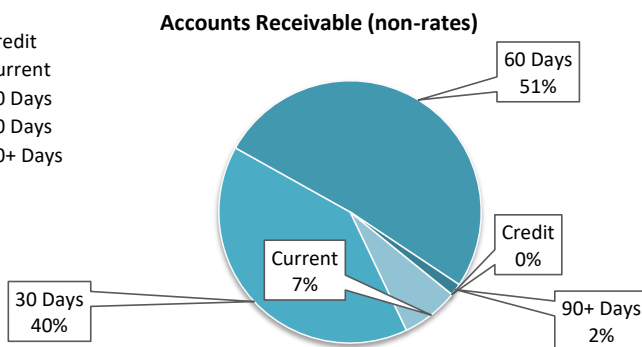


Receivables - general	Credit	Current	30 Days	60 Days	90+ Days	Total
	\$	\$	\$	\$	\$	\$
Receivables - general	(284)	75,829	430,792	549,400	15,868	1,071,605
Percentage	0.0%	7.1%	40.2%	51.3%	1.5%	
Balance per trial balance						
Sundry receivable						1,071,605
GST receivable						43,828
Accrued income/prepayments						63,930
Other receivable						1
Total receivables general outstanding						1,179,364

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 impairment of receivables is raised when there is objective evidence that they will not be collectible.



Other current assets	Opening Balance 1 July 2021	Asset Increase	Asset Reduction	Closing Balance 31 July 2021
	\$	\$	\$	\$
Inventory				
Fuel, oils and materials on hand	14,666	20,377	(16,750)	18,293
Total other current assets	14,666	20,377	(16,750)	18,293
Amounts shown above include GST (where applicable)				

KEY INFORMATION

Inventory

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

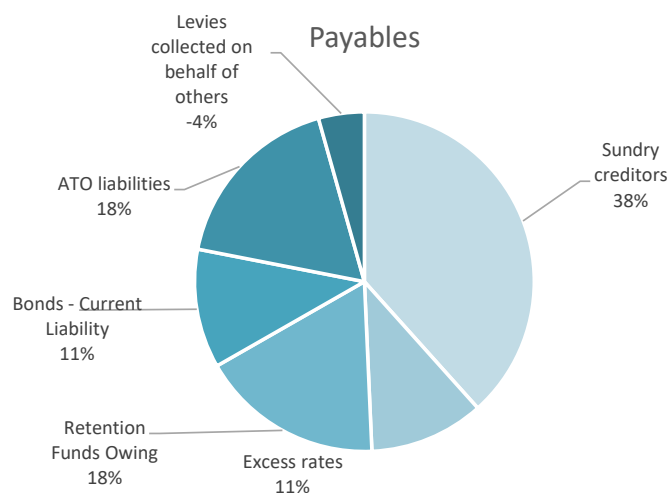
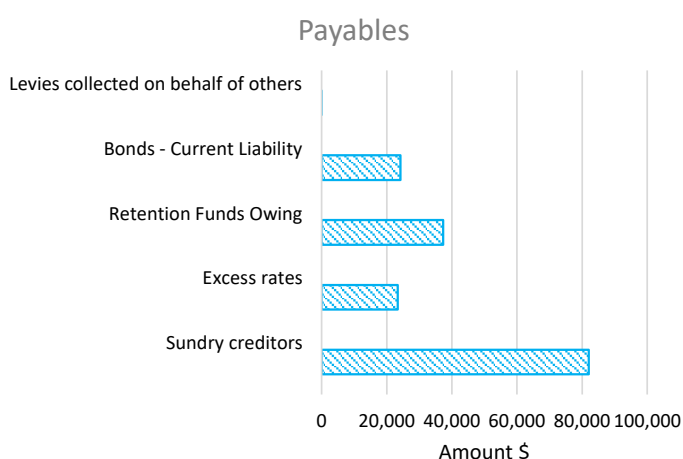
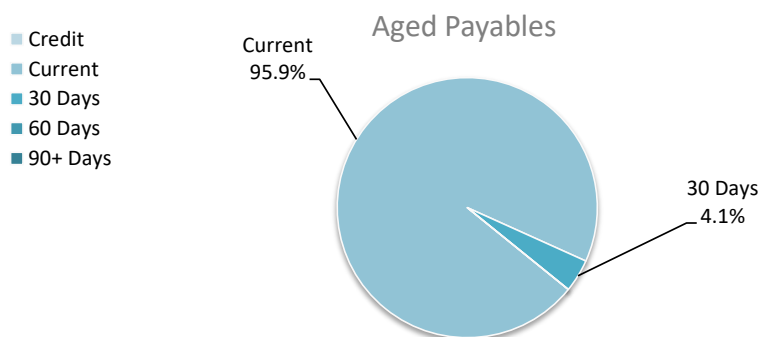
Net realisable value is the estimated selling price in the ordinary course of business less the estimated costs of completion and the estimated costs necessary to make the sale.

Payables - general	Credit	Current	30 Days	60 Days	90+ Days	Total
	\$	\$	\$	\$	\$	\$
Payables - general	0	78,710	3,359	0	0	82,069
Percentage	0%	95.9%	4.1%	0%	0%	
Balance per trial balance						
Sundry creditors						82,069
Excess rates						23,387
Retention Funds Owing						37,317
Bonds - Current Liability						24,248
ATO liabilities						37,571
Levies collected on behalf of others						(9,339)
Total payables general outstanding						195,253

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.



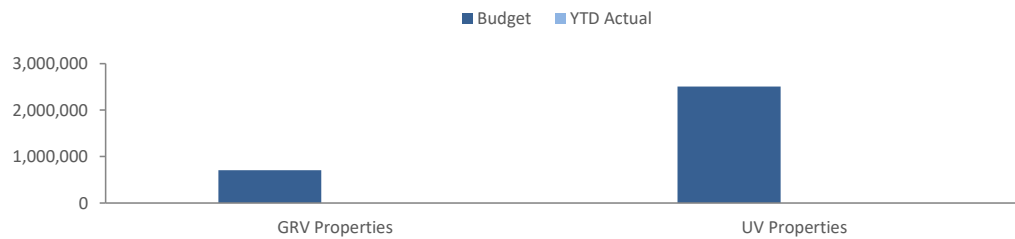
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD ENDED 31 JULY 2021

OPERATING ACTIVITIES
NOTE 6
RATE REVENUE

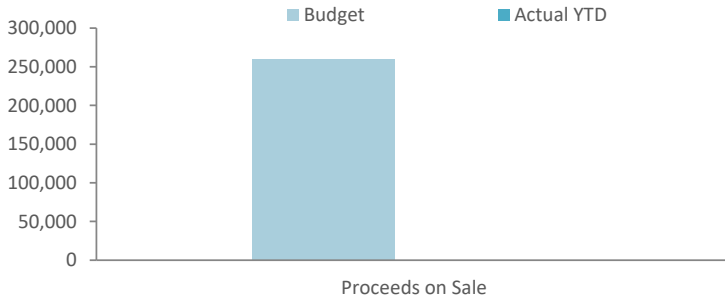
General rate revenue	Budget							YTD Actual			
	Rate in \$ (cents)	Number of Properties	Rateable Value	Rate Revenue	Interim Rate	Back Rate	Total Revenue	Rate Revenue	Interim Rates	Back Rates	Total Revenue
RATE TYPE				\$	\$	\$	\$	\$	\$	\$	\$
Gross rental value											
GRV Properties	0.1016	559	6,951,480	706,270	0	0	706,270	0	0	0	0
Unimproved value											
UV Properties	0.0082	323	304,078,000	2,505,603	0	0	2,505,603	0	0	0	0
Sub-Total		882	311,029,480	3,211,873	0	0	3,211,873	0	0	0	0
Minimum payment	Minimum \$										
Gross rental value											
GRV Properties	695	299	1,196,410	207,805	0	0	207,805	0	0	0	0
Unimproved value											
UV Properties	695	36	1,550,100	25,020	0	0	25,020	0	0	0	0
UV Mining	695	13	96,491	9,035	0	0	9,035	0	0	0	0
Sub-total		348	2,843,001	241,860	0	0	241,860	0	0	0	0
Rates written off							(150)				0
Amount from general rates							3,453,583				0
Ex gratia Rates							53,472				0
Total general rates							3,507,055				0

KEY INFORMATION

Prepaid rates are, until the taxable event for the rates has occurred, refundable at the request of the ratepayer. Rates received in advance give rise to a financial liability. On 1 July 2021 the prepaid rates were recognised as a financial asset and a related amount was recognised as a financial liability and no income was recognised. When the taxable event occurs the financial liability is extinguished and income recognised for the prepaid rates that have not been refunded.



Asset Ref.	Asset description	Budget				YTD Actual			
		Net Book Value	Proceeds	Profit	(Loss)	Net Book Value	Proceeds	Profit	(Loss)
		\$	\$	\$	\$	\$	\$	\$	\$
	Plant and equipment								
	Education and welfare								
A442	Ford Transit Bus	8,060	4,000	0	(4,060)	0	0	0	0
	Community amenities								
A914	Planner Vehicle	50,003	45,000	0	(5,003)	0	0	0	0
	Transport								
A936	Maintenance Grader	148,494	150,000	1,506	0	0	0	0	0
	Other property and services								
A913	CEO Vehicle	57,294	60,000	2,706	0	0	0	0	0
		263,851	259,000	4,212	(9,063)	0	0	0	0



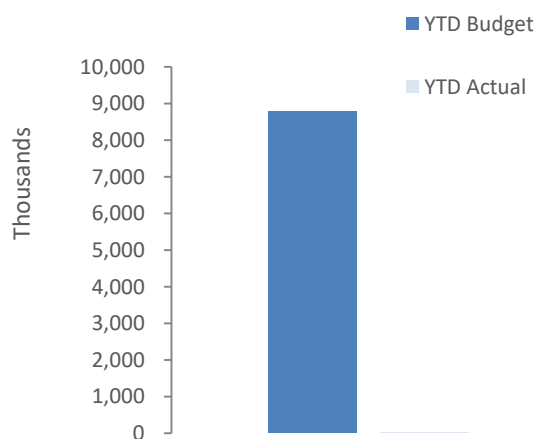
**NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD ENDED 31 JULY 2021**

**INVESTING ACTIVITIES
NOTE 8
CAPITAL ACQUISITIONS**

Capital acquisitions	Adopted		YTD Actual	YTD Actual Variance
	Budget	YTD Budget		
	\$	\$	\$	\$
Buildings - non-specialised	14,000	0	0	0
Buildings - specialised	30,000	0	0	0
Plant and equipment	664,850	0	0	0
Infrastructure - roads	2,542,427	0	3,954	3,954
Other infrastructure - footpaths	40,800	0	0	0
Other infrastructure - parks & ovals	75,000	0	0	0
Other infrastructure - other	5,412,724	300,839	8,997	(291,842)
Payments for Capital Acquisitions	8,779,801	300,839	12,952	(287,887)
Total Capital Acquisitions	8,779,801	300,839	12,952	(287,887)
Capital Acquisitions Funded By:				
	\$	\$	\$	\$
Capital grants and contributions	6,452,594	0	0	0
Borrowings	465,000	0	0	0
Other (disposals & C/Fwd)	259,000	0	0	0
Cash backed reserves				
Leave reserve	20,000		0	0
Community recreation reserve	75,000		0	0
Building reserve	184,000		0	0
Effluent reserve	25,000		0	0
Port Henry fire levy reserve	15,000		0	0
Bremer Bay boat ramp reserve	115,000		0	0
Swimming pool reserve	8,000		0	0
Contribution - operations	1,161,207	300,839	12,952	(287,887)
Capital funding total	8,779,801	300,839	12,952	(287,887)

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.



INVESTING ACTIVITIES
NOTE 8
CAPITAL ACQUISITIONS (CONTINUED)

Account Description		Budget	YTD Budget	YTD Actual	Variance (Under)/Over
Land & Building					
A479	37 Derrick Street	14,000	0	0	0
A460	Bremer Bay CRC/Childcare Centre	30,000	0	0	0
Plant & Equipment					
A932	BB Lawnmower/Slasher	9,000	0	0	0
A934	Manager Of Development Vehicle	65,000	0	0	0
A935	CEO Vehicle	72,000	0	0	0
A936	Maintenance Grader	465,000	0	0	0
A937	Fibre Link To BB & Jerramungup	50,000	0	0	0
A912	Works Manager Ute 2020	3,850	0	0	0
Road Construction					
C12	Brook Road	145,918	0	0	0
C188	O'Dea Road	32,229	0	0	0
C30	Cowalellup Road	283,115	0	0	0
C302	Ocumup Road	37,373	0	0	0
C304	Boxwood Hill Dam - Reshape Circuit Road & Other Associated Work	0	0	1,084	1,084
C35	George Street	12,621	0	0	0
C50	Jerramungup North Road	73,929	0	2,871	2,871
C63	Meechi Road	148,672	0	0	0
C78	Rabbit Proof Fence Road	306,653	0	0	0
C86	Swamp Road	147,091	0	0	0
RG12	Borden Boxwood Road - Mrwa	162,000	0	0	0
RG13	Swamp Road - Mrwa	239,074	0	0	0
RG14	Cuiss Road - Mrwa	150,000	0	0	0
RG15	Swarbrick Road - Mrwa	120,000	0	0	0
RG7	Devils Creek Road - Mrwa	180,000	0	0	0
RR25	Bremer Bay Road - R2R	141,033	0	0	0
RR30	Java Sea Road - R2R	97,317	0	0	0
RR31	Mooreshead (Tobruk Section)	63,492	0	0	0
RR32	Mooreshead (Memorial Section)	108,639	0	0	0
F64	Meechi Road	93,271	0	0	0
Footpaths Construction					
P319	Townsite Footpaths - Bremer Bay	20,400	0	0	0
P322	Jerramungup Townsite Footpaths	20,400	0	0	0
Parks					
A60P1	Bremer Bay Tennis Club - CSRFF Project	75,000	0	0	0
Infrastructure Other					
A918	Lions Park Dump Point	26,000	0	0	0
A930	Jerramungup Pool	3,610,066	300,839	8,997	(291,842)
A933	BB Stormwater - John/Susan St Laneway	30,000	0	0	0
A931	Fishery Beach Boat Ramp And Jetty Construction	1,674,680	0	0	0
A203I	Boxwood Community Dam	71,978	0	0	0
		8,779,801	300,839	12,952	(287,887)

Repayments - borrowings

Information on borrowings Particulars	Loan No.	1 July 2021	New Loans		Principal Repayments		Principal Outstanding		Interest Repayments	
			Actual	Budget	Actual	Budget	Actual	Budget	Actual	Budget
		\$	\$	\$	\$	\$	\$	\$	\$	\$
Housing										
Staff Housing/Seniors	264	453,616			0	47,152	453,616	406,464	(2,853)	7,290
Community amenities										
Housing Bremer Bay	261	121,027			0	38,638	121,027	82,389	(1,194)	4,793
Transport										
Bremer Bay Townsite	260	116,854			0	57,241	116,854	59,613	(1,523)	4,210
Bremer Bay Townsite	263	222,924			0	34,321	222,924	188,603	(970)	6,732
Grader	265	0		465,000	0	32,083	0	432,917	0	2,422
Total		914,421	0	465,000	0	209,435	914,421	1,169,986	0	25,447
Current borrowings		209,435					177,355			
Non-current borrowings		704,986					737,066			
		914,421					914,421			

All debenture repayments were financed by general purpose revenue.

New borrowings 2021-22

Particulars	Amount Borrowed		Institution	Loan Type	Term Years	Total Interest & Charges	Interest Rate	Amount (Used)		Balance Unspent
	Actual	Budget						Actual	Budget	
	\$	\$				%	\$	\$	\$	
Grader (Maintenance)	0	465,000	WATC	Debenture	7	0	1.1%	0	465,000	0
	0	465,000				0		0	465,000	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.

**NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD ENDED 31 JULY 2021**

FINANCING ACTIVITIES

NOTE 10

LEASE LIABILITIES

Movement in carrying amounts

Information on leases Particulars	Lease No.	1 July 2021	New Leases		Principal Repayments		Principal Outstanding		Interest Repayments	
			Actual	Budget	Actual	Budget	Actual	Budget	Actual	Budget
		\$	\$	\$	\$	\$	\$	\$	\$	\$
Other property and services										
Photocopier - Konica	M0466400	31,161	0	0	1,219	14,789	29,942	16,372	55	508
Total		31,161	0	0	1,219	14,789	29,942	16,372	55	508
Current lease liabilities		14,789					13,570			
Non-current lease liabilities		16,372					16,372			
		31,161					29,942			

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.

Cash backed reserve

Reserve name	Opening Balance	Budget Interest Earned	Actual Interest Earned	Budget Transfers In (+)	Actual Transfers In (+)	Budget Transfers Out (-)	Actual Transfers Out (-)	Budget Closing Balance	Actual YTD Closing Balance
	\$	\$	\$	\$	\$	\$	\$	\$	\$
Leave reserve	76,063	76	4	10,000	0	(20,000)	0	66,139	76,067
Plant reserve	58,426	58	3	10,000	0	0	0	68,484	58,429
Community recreation reserve	25,696	26	1	86,343	0	(75,000)	0	37,065	25,697
Bremer Bay youth camp reserve	54,112	54	3	0	0	0	0	54,166	54,115
Building reserve	237,876	238	12	0	0	(184,000)	0	54,114	237,888
Bremer Bay retirement units reserve	20,038	20	1	0	0	0	0	20,058	20,039
JMP retirement units reserve	97,502	98	5	0	0	0	0	97,600	97,507
Jerramungup entertainment centre reserve	18,829	19	1	10,000	0	0	0	28,848	18,830
Effluent reserve	806,887	807	44	72,070	0	(25,000)	0	854,764	806,931
Port Henry fire levy reserve	27,838	28	1	21,670	0	(15,000)	0	34,536	27,839
Bremer Bay boat ramp reserve	118,354	118	6	0	0	(115,000)	0	3,472	118,360
Capital works reserve	19,526	20	1	10,000	0	0	0	29,546	19,527
Swimming pool reserve	8,550	9	0	0	0	(8,000)	0	559	8,550
Roe Park reserve	72,956	73	4	10,000	0	0	0	83,029	72,960
Developers contributions reserve	7,178	0	0	0	0	0	0	7,178	7,178
Skate park reserve	10,006	10	1	10,000	0	0	0	20,016	10,007
Regional landfill facility reserve	0	0	0	7,348	0	0	0	7,348	0
	1,659,837	1,654	87	247,431	0	(442,000)	0	1,466,922	1,659,924

	Note	Opening Balance 1 July 2021	Liability transferred from/(to) non current	Liability Increase	Liability Reduction	Closing Balance 31 July 2021
		\$		\$	\$	\$
Other current liabilities						
Other liabilities						
- Contract liabilities		2,150,241	0	70,833	0	2,221,074
Total other liabilities		2,150,241	0	70,833	0	2,221,074
Provisions						
Provision for annual leave		188,520	0	0	0	188,520
Provision for long service leave		213,872	0	0	0	213,872
Total Provisions		402,392	0	0	0	402,392
Total other current liabilities		2,552,633	0	70,833	0	2,623,466

Amounts shown above include GST (where applicable)

A breakdown of contract liabilities and associated movements is provided on the following pages at Note 13

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.

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. Grants to acquire or construct recognisable non-financial assets to identified specifications be constructed to be controlled by the Shire are recognised as a liability until such time as the Shire satisfies its obligations under the agreement.

Provider	Unspent operating grant, subsidies and contributions liability					Operating grants, subsidies and contributions revenue		
	Liability	Increase in Liability	Decrease in Liability	Liability	Current Liability	Adopted Budget Revenue	YTD Budget	YTD Revenue
	1 July 2021		(As revenue)	31 Jul 2021	31 Jul 2021	Revenue	Budget	Actual
	\$	\$	\$	\$	\$	\$	\$	\$
Operating grants and subsidies								
General purpose funding								
FAGS - General	0	0	0	0	0	353,723	0	0
FAGS - Roads	0	0	0	0	0	262,446	0	0
Law, order, public safety								
AWARE program 2020-21	2,777	0	0	2,777	2,777	0	0	0
BENS Project (Beach signs)	2,811	0	0	2,811	2,811	0	0	0
DFES Admin Grant	0	0	0	0	0	4,000	0	0
ESL Operating Grant	17,802	0	0	17,802	17,802	53,772	0	0
BRPC Funding - 30% DFES 21/22	25,797	0	0	25,797	25,797	73,461	0	0
Shire of Ravensthorpe - BRMC Funding (35%)	0	0	0	0	0	46,684	0	0
MAF Funding 21/22 Program	0	70,813	0	70,813	70,813	141,625	0	0
Community amenities								
LCRI Phase 2 - Lions Park Dump Point	21,000	0	0	21,000	21,000	21,000	0	0
Recreation and culture								
GSCORE - Signage Walk Trails	0	0	0	0	0	22,593	0	0
LCRI Phase 2 - Play Equipment	54,533	0	0	54,533	54,533	54,433	0	0
LCRI Phase 2 - Murals	25,000	0	0	25,000	25,000	25,000	0	0
Transport								
MRWA Direct	0	0	0	0	0	165,437	0	0
Other property and services								
Regional & Strategic Waste Management	478,571	20	0	478,591	478,571	0	0	0
	628,291	70,833	0	699,124	699,104	1,224,174	0	0
Operating contributions								
Law, order, public safety								
DFES insurance reimbursement	0	0	0	0	0	1,932	0	0
LGIS scheme credit	0	0	0	0	0	5,896		
LGIS Health and Wellbeing	0	0	0	0	0	5,280	491	0
	0	0	0	0	0	13,108	491	0
TOTALS	628,291	70,833	0	699,124	699,104	1,237,282	491	0

Provider	Unspent non operating grants, subsidies and contributions liability					Non operating grants, subsidies and contributions revenue		
	Liability	Increase in Liability	Decrease in Liability	Liability	Current Liability	Adopted Budget Revenue	YTD Budget	YTD Revenue
	1 July 2021		(As revenue)	31 Jul 2021	31 Jul 2021	Revenue	Budget	Actual
	\$	\$	\$	\$	\$	\$	\$	\$
Non-operating grants and subsidies								
Recreation and culture								
LCRI Phase 3 - Boat Ramp	0	0	0	0	0	874,680	0	0
DOT contribution - Boat Ramp	0	0	0	0	0	750,000	0	0
Department of Education - Pool	1,400,000	0	0	1,400,000	1,400,000	1,400,000	0	0
Drought Communities - Pool	0	0	0	0	0	74,259	0	0
BBRP - Pool	0	0	0	0	0	2,100,000	0	0
Transport								
Roads to Recovery	0	0	0	0	0	400,523	0	0
LCRI Phase 2	118,222	0	0	118,222	118,222	214,677	0	0
MRWA - RRG	0	0	0	0	0	568,000	0	0
	1,518,222	0	0	1,518,222	1,518,222	6,382,139	0	0
Non-operating contributions								
Economic services								
DWER - Community Water Supply Project	3,728	0	0	3,728	3,728	44,714	0	0
Drought Communities - KW Dam	0	0	0	0	0	25,741	0	0
	3,728	0	0	3,728	3,728	70,455	0	0
TOTALS	1,521,950	0	0	1,521,950	1,521,950	6,452,594	0	0

**NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD ENDED 31 JULY 2021**

**NOTE 15
TRUST FUND**

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

Description	Opening Balance 1 July 2021	Amount Received	Amount Paid	Closing Balance 31 Jul 2021
	\$	\$	\$	\$
Balance to keep account open	1	7	0	8
	1	7	0	8

**NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD ENDED 31 JULY 2021**

**NOTE 16
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 2021-22 year is \$10,000 or 10.00% whichever is the greater.

Reporting Program	Var. \$	Var. %	Explanation of positive variances		Explanation of negative variances	
			Timing	Permanent	Timing	Permanent
	\$	%				
Revenue from operating activities						
Community amenities	(30,177)	(81.02%)	▼		Timing	
Expenditure from operating activities						
Governance	14,845	28.26%	▲		Timing	
Law, order and public safety	16,876	17.08%	▲		Timing	
Housing	12,925	44.95%	▲		Timing	
Recreation and culture	18,400	12.90%	▲		Timing	
Other property and services	84,002	84.22%	▲		Timing	
Investing activities						
Payments for property, plant and equipment and infrastructure	287,887	95.69%	▲		Timing	
Financing activities						
Proceeds from new debentures	0	0.00%			Timing	
Transfer from reserves	0	0.00%			Timing	
Repayment of debentures	209,435	100.00%	▲		Timing	