

SHIRE OF KENT
MONTHLY FINANCIAL REPORT
(Containing the Statement of Financial Activity)
For the Period Ended 28 February 2022

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

TABLE OF CONTENTS

Monthly Summary Information	2-4
Statement of Financial Activity by Program	5
Statement of Financial Activity by Nature or Type	7
Note 1 Net Current Assets	8
Note 2 Explanation of Material Variances	10
Note 3 Cash and Investments	11
Note 4 Receivables	12
Note 5 Rating Revenue	13
Note 6 Disposal of Assets	14
Note 7 Capital Acquisitions	15
Note 8 Borrowings	17
Note 9 Reserves	18
Note 10 Grants and Contributions	19
Note 11 Trust Fund	20

PREPARATION TIMING AND REVIEW

Date prepared: All known transactions up to 31 October 2021
Prepared by: Manager Corporate
Reviewed by: Chief Executive Officer

BASIS OF PREPARATION

REPORT PURPOSE

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

BASIS OF ACCOUNTING

This statement comprises a special purpose financial report which has been prepared in accordance with Australian Accounting Standards (as they apply to local governments and not-for-profit entities), Australian Accounting Interpretations, other authoritative pronouncements of the Australian Accounting Standards Board, the Local Government Act 1995 and accompanying regulations. Material accounting policies which have been adopted in the preparation of this statement are presented below and have been consistently applied unless stated otherwise. Except for cash flow and rate setting information, the report has also been prepared on the accrual basis and is based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and liabilities.

THE LOCAL GOVERNMENT REPORTING ENTITY

All Funds through which the Council controls resources to carry on its functions have been included in this statement. In the process of reporting on the local government as a single unit, all transactions and balances between those funds (for example, loans and transfers between Funds) have been eliminated. All monies held in the Trust Fund are excluded from the statement, but a separate statement of those monies appears at Note 12.

SIGNIFICANT ACCOUNTING POLICES

GOODS AND SERVICES TAX

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO). Receivables and payables are stated inclusive of GST receivable or payable. The net amount of GST recoverable from, or payable to, the ATO is included with receivables or payables in the statement of financial position. Cash flows are presented on a gross basis. The GST components of cash flows arising from investing or financing activities which are recoverable from, or payable to, the ATO are presented as operating cash flows.

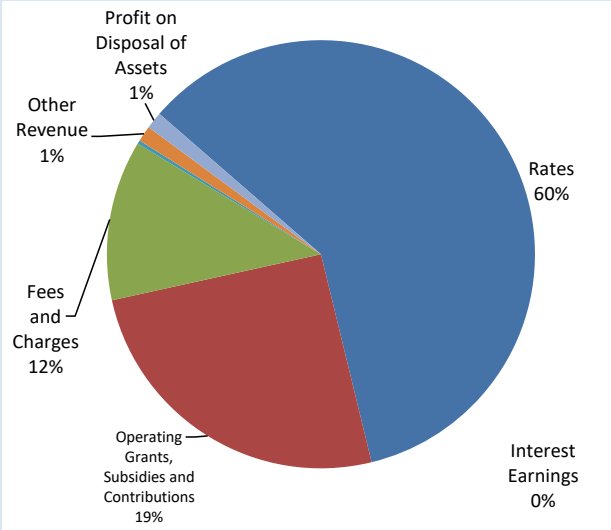
CRITICAL ACCOUNTING ESTIMATES

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

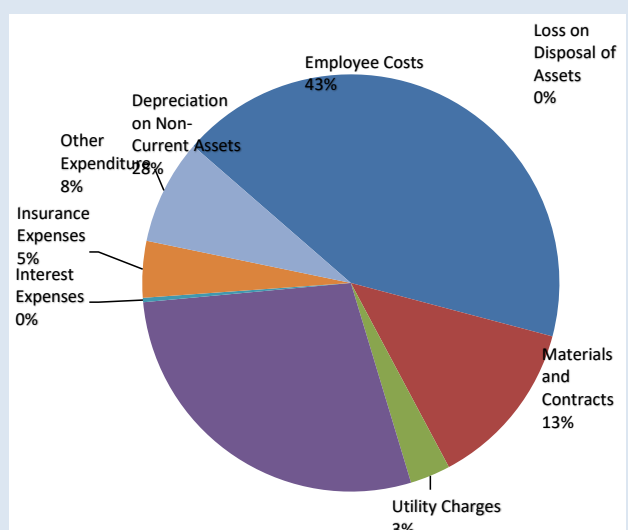
ROUNDING OFF FIGURES

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

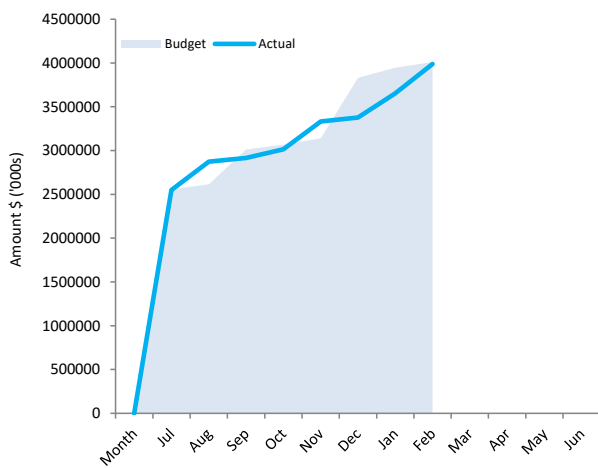
OPERATING REVENUE



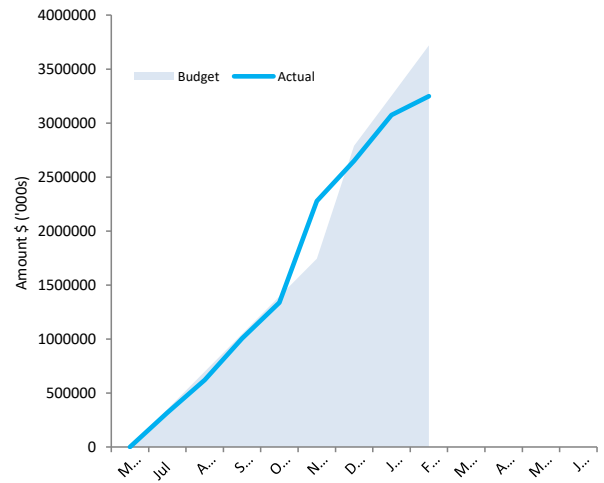
OPERATING EXPENSES



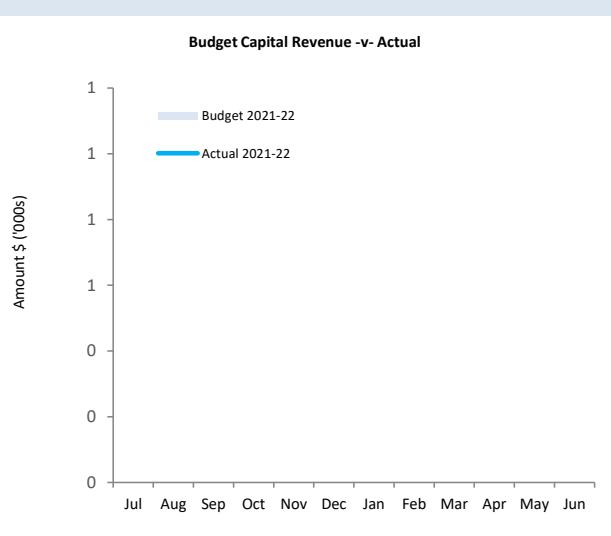
Budget Operating Revenues -v- Actual



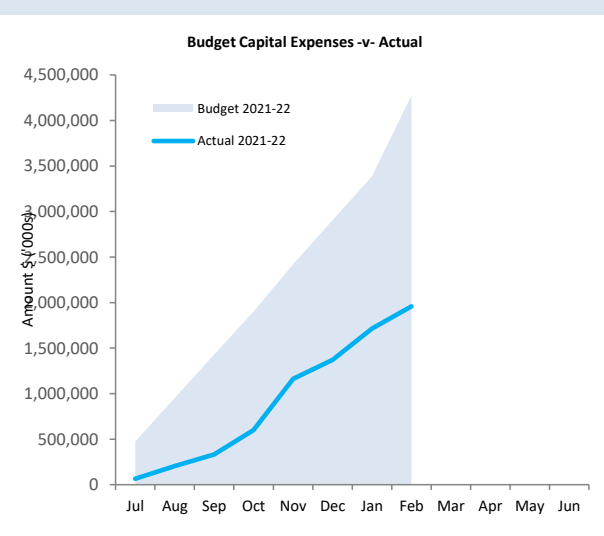
Budget Operating Expenses -v-YTD Actual



CAPITAL REVENUE



CAPITAL EXPENSES



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

**KEY TERMS AND DESCRIPTIONS
FOR THE PERIOD ENDED 28 FEBRUARY 2022**

STATUTORY REPORTING PROGRAMS

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

PROGRAM NAME	OBJECTIVE	ACTIVITIES
GOVERNANCE	To provide a decision making process for the efficient allocation of resources.	Includes the activities of members of council and the administrative support available to the council for the provision of governance of the district. Other costs relate to the task 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 and interest revenue.
LAW, ORDER, PUBLIC SAFETY	To provide services to help ensure a safer and environmentally conscious community.	Supervision and enforcement of various local laws relating to fire prevention, animal control and other aspects of public safety including emergency services.
HEALTH	To provide an operational framework for environmental and community health.	Inspection of food outlets and their control, provision of meat inspection services, noise control and waste disposal compliance. Operation of child health clinic.
EDUCATION AND WELFARE	To provide assistance to disadvantaged persons, the elderly, children and youth.	Provision of assistance for child minding centre, playgroup centre, primary schools and other voluntary services.
HOUSING	To provide and maintain staff housing and to manage and maintain community housing.	Provision and maintenance of staff housing stocks. Management and maintenance of community housing.
COMMUNITY AMENITIES	To provide services required by the community.	Rubbish collection services, operation of rubbish disposal sites, litter control, maintenance of townsites sewerage schemes and cemeteries, protection of the environment and administration of town planning schemes.
RECREATION AND CULTURE	To establish and effectively manage infrastructure and resources which will help the social well being of the community.	Maintenance of public halls, recreation centres and various sporting facilities and reserves. Provision and maintenance of parks, gardens and playgrounds. Operation of libraries and other cultural facilities.
TRANSPORT	To provide safe, effective and efficient transport services to the community.	Construction and maintenance of roads, streets, footpaths, depots, cycle ways, parking facilities and traffic control. Cleaning of streets and maintenance of street trees, street lighting etc.
ECONOMIC SERVICES	To help promote the Shire and its economic wellbeing.	Tourism and area promotion including the maintenance and operation of caravan parks. Provision of rural services including weed control, vermin control and standpipes. Building Control.
OTHER PROPERTY AND SERVICES	To monitor and control Shire overheads operating accounts.	Private works operation, plant repair and operation costs and engineering operation costs.

**STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD ENDED 28 FEBRUARY 2022**

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(b)	2,858,091	2,858,091	2,722,283	(135,808)	(5%)	
Revenue from operating activities							
Governance		5,200	3,440	6,077	2,637	77%	
General Purpose Funding - Rates	5	2,388,105	2,387,933	2,385,383	(2,550)	(0%)	
General Purpose Funding - Other		1,191,260	496,965	755,366	258,401	52%	▲
Law, Order and Public Safety		67,951	53,832	60,847	7,015	13%	
Health		7,000	4,664	0	(4,664)	(100%)	
Housing		100,170	66,768	60,961	(5,807)	(9%)	
Community Amenities		177,535	249,824	141,982	(107,842)	(43%)	▼
Recreation and Culture		9,200	2,112	(2,085)	(4,197)	(199%)	
Transport		562,075	610,387	445,698	(164,689)	(27%)	▼
Economic Services		104,700	56,448	63,027	6,579	12%	
Other Property and Services		117,230	78,128	71,249	(6,879)	(9%)	
		4,730,426	4,010,501	3,988,506			
Expenditure from operating activities							
Governance		(639,077)	(425,848)	(349,973)	75,875	18%	▲
General Purpose Funding		(101,750)	(67,816)	(62,455)	5,361	8%	
Law, Order and Public Safety		(235,165)	(156,656)	(139,550)	17,106	11%	▲
Health		(53,838)	(35,872)	(18,731)	17,141	48%	▲
Education and Welfare		(34,991)	(23,320)	(18,861)	4,459	19%	
Housing		(511,287)	(339,504)	(340,941)	(1,437)	(0%)	
Community Amenities		(510,418)	(340,052)	(314,362)	25,690	8%	
Recreation and Culture		(893,378)	(595,248)	(546,184)	49,064	8%	
Transport		(2,859,639)	(1,386,208)	(1,176,530)	209,678	15%	▲
Economic Services		(336,895)	(224,360)	(180,740)	43,620	19%	▲
Other Property and Services		(186,559)	(124,192)	(100,387)	23,805	19%	▲
		(6,362,995)	(3,719,076)	(3,248,714)			
Operating activities excluded from budget							
Add Back Depreciation		2,189,018	805,884	915,645	109,761	14%	▲
Adjust (Profit)/Loss on Asset Disposal	6	(104,000)	(51,000)	(50,992)	8	(0%)	
Adjust Provisions and Accruals - LSL NC		2,781	0	7,866	7,866		
Amount attributable to operating activities		455,230	1,046,309	1,612,310			
Investing Activities							
Non-operating Grants, Subsidies and Contributions	11	3,073,105	2,080,592	532,127	(1,548,465)	(74%)	▼
Proceeds from Disposal of Assets	6	470,000	190,000	73,636	(116,364)	(61%)	▼
Capital Acquisitions	7	(6,604,398)	(4,274,240)	(1,958,030)	2,316,210	54%	▲
Amount attributable to investing activities		(3,061,293)	(2,003,648)	(1,352,267)			
Financing Activities							
Proceeds from New Debentures		750,000	750,000	750,000	0	0%	
Repayment of Lease		(14,926)	0	(8,880)	(8,880)		
Repayment of Debentures	9	(130,025)	(24,900)	(58,023)	(33,123)	(133%)	▼
Transfer to Reserves	10	(857,075)	(204,208)	0	204,208	100%	▲
Amount attributable to financing activities		(252,026)	520,892	683,097			
Closing Funding Surplus(Deficit)	1(b)	(0)	2,421,644	3,665,423			

KEY INFORMATION

▲ ▼ Indicates a variance between Year to Date (YTD) Budget and YTD Actual data as per the adopted materiality threshold. Refer to threshold. Refer to Note 2 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% 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 28 FEBRUARY 2022

REVENUE

RATES

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

OPERATING GRANTS, SUBSIDIES AND CONTRIBUTIONS

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

NON-OPERATING GRANTS, SUBSIDIES AND CONTRIBUTIONS

Amounts received specifically for the acquisition, construction of new or the upgrading of non-current assets paid to a local government, irrespective of whether these amounts are received as capital grants, subsidies, contributions or donations.

PROFIT ON ASSET DISPOSAL

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

FEES AND CHARGES

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

SERVICE CHARGES

Service charges imposed under Division 6 of Part 6 of the Local Government Act 1995. Regulation 54 of the Local Government (Financial Management) Regulations 1996 identifies these as television and radio broadcasting, underground electricity and neighbourhood surveillance services. Exclude rubbish removal charges. Interest and other items of a similar nature received from bank and investment accounts, interest on rate instalments, interest on rate arrears and interest on debtors.

INTEREST EARNINGS

Interest and other items of a similar nature received from bank and investment accounts, interest on rate instalments, interest on rate arrears and interest on debtors.

OTHER REVENUE / INCOME

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

NATURE OR TYPE DESCRIPTIONS

EXPENSES

EMPLOYEE COSTS

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

MATERIALS AND CONTRACTS

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

UTILITIES (GAS, ELECTRICITY, WATER, ETC.)

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

INSURANCE

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

LOSS ON ASSET DISPOSAL

Loss on the disposal of fixed assets.

DEPRECIATION ON NON-CURRENT ASSETS

Depreciation expense raised on all classes of assets.

INTEREST EXPENSES

Interest and other costs of finance paid, including costs of finance for loan debentures, overdraft accommodation and refinancing expenses.

OTHER EXPENDITURE

Statutory fees, taxes, provision for bad debts, member's fees or State taxes. Donations and subsidies made to community groups.

**STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD ENDED 28 FEBRUARY 2022**

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(b)	2,858,091	2,858,091	2,722,283	(135,808)	(5%)	
Revenue from operating activities							
Rates	5	2,388,105	2,387,933	2,385,358	(2,575)	(0%)	
Operating Grants, Subsidies and Contributions	11	1,492,920	859,067	1,011,294	152,227	18%	▲
Fees and Charges		641,241	453,109	482,253	29,144	6%	
Interest Earnings		32,760	21,832	11,010	(10,822)	(50%)	
Other Revenue		65,400	43,560	47,598	4,038	9%	
Profit on Disposal of Assets	6	110,000	55,000	50,992			
		4,730,426	3,820,501	3,988,506			
Expenditure from operating activities							
Employee Costs		(2,094,830)	(1,432,896)	(1,388,377)	44,519	3%	
Materials and Contracts		(1,367,181)	(1,006,864)	(425,129)	581,735	58%	
Utility Charges		(191,872)	(127,640)	(101,638)	26,002	20%	
Depreciation on Non-Current Assets		(2,189,018)	(805,884)	(915,645)	(109,761)	(14%)	▼
Interest Expenses		(22,530)	(15,008)	(10,983)	4,025	27%	
Insurance Expenses		(159,968)	(106,464)	(142,260)	(35,796)	(34%)	▼
Other Expenditure		(331,598)	(30,320)	(264,683)	(234,363)	(773%)	▼
Loss on Disposal of Assets	6	(6,000)	(4,000)	0			
		(6,362,997)	(3,529,076)	(3,248,714)			
Operating activities excluded from budget							
Add back Depreciation		2,189,018	805,884	915,645	109,761	14%	▲
Adjust (Profit)/Loss on Asset Disposal	6	(104,000)	(51,000)	(50,992)	8	(0%)	
Adjust Provisions and Accruals - LSL NC		2,781	0	7,866	7,866		
Amount attributable to operating activities		455,228	1,046,309	1,612,311			
Investing activities							
Non-operating grants, subsidies and contributions	11	3,073,105	2,080,592	532,127	(1,548,465)	(74%)	▼
Proceeds from Disposal of Assets	6	470,000	190,000	73,636	(116,364)	(61%)	▼
Capital acquisitions	7	(6,604,398)	(4,274,240)	(1,958,030)	2,316,210	54%	▲
Amount attributable to investing activities		(3,061,293)	(2,003,648)	(1,352,267)			
Financing Activities							
Proceeds from New Debentures		750,000	750,000	750,000	0	0%	
Repayment of Lease		(14,926)	0	(8,880)	(8,880)		
Repayment of Debentures	9	(130,025)	(24,900)	(58,023)	(33,123)	(133%)	▼
Transfer to Reserves	10	(857,075)	(204,208)	0	204,208	100%	▲
Amount attributable to financing activities		(252,026)	520,892	683,097			
Closing Funding Surplus (Deficit)	1(b)	0	2,421,644	3,665,423			

KEY INFORMATION

▲ ▼ Indicates a variance between Year to Date (YTD) Budget and YTD Actual data as per the adopted materiality threshold. Refer to Note 2 for an explanation of the reasons for the variance.

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

SIGNIFICANT ACCOUNTING POLICIES

CURRENT AND NON-CURRENT CLASSIFICATION

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

EMPLOYEE BENEFITS

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

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

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

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

The liability for long service leave is recognised in the provision for employee benefits and measured as the present value of expected future payments to be made in respect of services provided by employees up to the reporting date using the project unit credit method.

Consideration is given to expected future wage and salary levels, experience of employee departures and periods of service. Expected future payments are discounted using market yields at the reporting date on national government bonds with terms to maturity and currency that match as closely as possible, the estimated future cash outflows. Where the City does not have the unconditional right to defer settlement beyond 12 months, the liability is recognised as a current liability.

PROVISIONS

Provisions are recognised when: The council has a present legal or constructive obligation as a result of past events; it is more likely than not that an outflow of resources will be required to settle the obligation; and the amount has been reliably estimated. Provisions are not recognised for future operating losses. Where there are a number of similar obligations, the likelihood that an outflow will be required in settlement is determined by considering the class of obligations as a whole. A provision is recognised even if the likelihood of an outflow with respect to any one of item included in the same class of obligations may be small.

INVENTORIES

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.

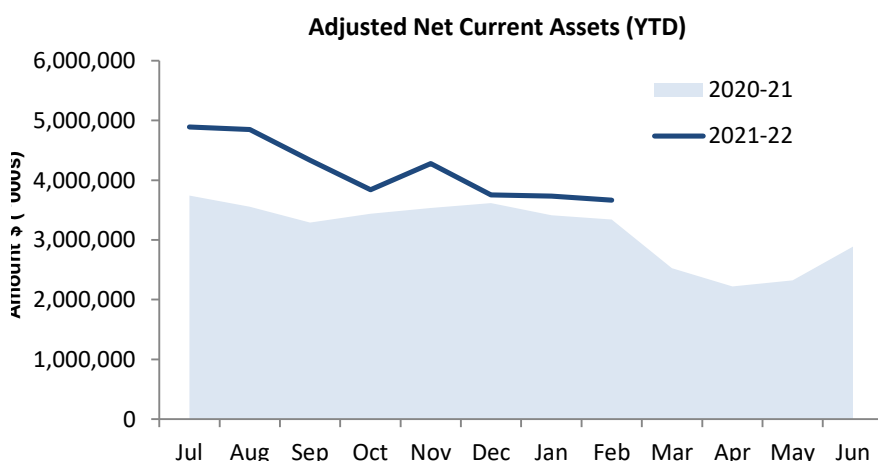
	Ref Note	Last Years Closing 30 June 2021	This Time Last Year 28 Feb 2021	Year to Date Actual 28 Feb 2022
		\$	\$	\$
Adjusted Net Current Assets				
Current Assets				
Cash Unrestricted	3	2,589,717	2,913,237	3,867,837
Cash Restricted	3	3,966,286	3,474,762	3,966,286
Receivables - Rates	4	12,106	124,441	87,190
Receivables - Other	4	43,095	660,995	398,049
Other Assets		893,908	0	893,908
Interest / ATO Receivable		49,975	53,332	15,774
Inventories		64,293	88,134	195,630
		7,619,380	7,314,901	9,424,674
Less: Current Liabilities				
Payables		(121,835)	(177,395)	(1,286,516)
Provisions - employee		(268,156)	(323,035)	(165,752)
Contract liability		(497,250)	0	(497,250)
ATO Payable		(43,570)	0	(34,613)
Lease liabilities		(18,709)	0	(5,739)
Long term borrowings		(59,761)	(4,981)	(35,750)
		(1,009,281)	(505,411)	(2,025,620)
Unadjusted Net Current Assets		6,610,099	6,809,490	7,399,054
Adjustments and exclusions permitted by FM Reg 32				
Less: Cash reserves	3	(3,966,286)	(3,474,762)	(3,966,286)
Add: Provisions - employee		0	0	165,752
Add: Lease liabilities		18,709	0	8,880
Add: Long term borrowings		59,761	4,981	58,023
Adjusted Net Current Assets		2,722,283	3,339,709	3,665,423

SIGNIFICANT ACCOUNTING POLICIES

Please see Note 1(a) for information on significant accounting policies relating to Net Current Assets.

KEY INFORMATION

The amount of the adjusted net current assets at the end of the period represents the actual surplus (or deficit if the figure is a negative) as presented on the Rate Setting Statement.



This Year YTD

Surplus(Deficit)

\$3.67 M

Last Year YTD

Surplus(Deficit)

\$3.34 M

**NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD ENDED 28 FEBRUARY 2022**

**NOTE 2
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 budget materially.

The material variance adopted by Council for the 2021/22 year is \$10,000 or 10% whichever is the greater.

Reporting Program	Var. \$	Var. %	Var.	Timing/ Permanent	Explanation of Variance
	\$	%			
Revenue from operating activities					
Governance	2,637	77%		Permanent	Staff contributions to numerous long-term staff leaving gifts.
General Purpose Funding - Other	258,401	52%	▲	Timing	Still to receive remaining Drought Relief Funding; nil Reserves interests allocated to date.
Law, Order and Public Safety	7,015	13%		Permanent	ESL administration fees EHO services contracted to other shire, only on an as needs basis.
Health	(4,664)	(100%)		Timing	
Community Amenities	(107,842)	(43%)	▼	Timing	Still to claim waste management grant funding. Credit to debtor due to nil contribution from Nyabing Sports Club into reserve at 30 Jun 21
Recreation and Culture	(4,197)	(199%)		Permanent	
Transport	(164,689)	(27%)	▼	Permanent	Only 1 trade for OKT Higher income than YTD budget for Caravan Park fees, standpipe income & building fees.
Economic Services	6,579	12%		Timing	
Expenditure from operating activities					
Governance	75,875	18%	▲	Timing	Minimal professional services to date; leave liability credit.
Law, Order and Public Safety	17,106	11%	▲	Timing	CESM wages billed quarterly
Health	17,141	48%	▲	Timing	Have not required EHO services
Education and Welfare	4,459	19%		Timing	Still awaiting invoices for community donations
Community Amenities	25,690	8%		Timing	Minimal expenses for Town Planning to date.
Recreation and Culture	49,064	8%		Timing	Pingrup Hall not yet painted. Professional services for project management not yet spent.
Transport	209,678	15%	▲	Timing	
Economic Services	43,620	19%	▲	Timing	Yet to purchase furniture for caravan parks.
Other Property and Services	23,805	19%	▲	Timing	Minimal expenses for fuel, oil and plant repairs to date.
Investing Activities					
Non-operating Grants, Subsidies and Contributions	(1,548,465)	(74%)	▼	Timing	Nil LRCI or HVSP funding for Kukerin Road received to date.
Proceeds from Disposal of Assets	(116,364)	(61%)	▼	Permanent	Change in sale of assets due to 1 changeover CEO vehicle Reduced vehicle purchases to date; Large expenses to come for Bitumen seal on road projects and teacher housing.
Capital Acquisitions	2,316,210	54%	▲	Permanent	
Financing Activities					
Lease payments	(8,880)				
Repayment of Debentures	(33,123)	(133%)	▼	Timing	Difference due to timing of loan.
Transfer to Reserves	204,208	100%	▲	Timing	End of year transfers

KEY INFORMATION

Most differences are due to timing as commencement of new financial year.

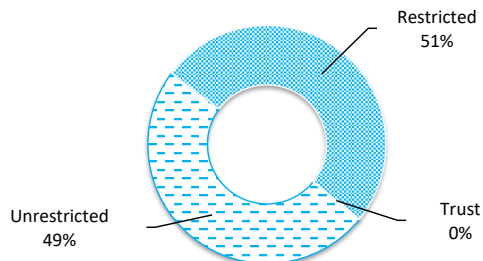
Cash and Investments	Unrestricted	Restricted	Trust	Total YTD Actual	Institution	Interest Rate	Maturity Date
	\$	\$	\$	\$			
Cash on Hand							
Petty Cash and Floats	300			300	nil		on hand
At Call Deposits							
Municipal Fund	1,963,870			1,963,870	CBA	Variable	Cheque Acc
Business Online Saver Acct 10173111	1,903,667			1,903,667	CBA	Variable	Cheque Acc
Trust Fund			338	338	CBA	Variable	Cheque Acc
Term Deposits							
Municipal Investment - Term Deposit Acct No. 206562 - Muni Acct		3,966,286		3,966,286	CBA	0.200%	28-Sep-21
Total	3,867,837	3,966,286	338	7,834,161			

SIGNIFICANT ACCOUNTING POLICIES

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

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 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 financial position.



Total Cash

\$7.83 M

Unrestricted

\$3.87 M

**NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD ENDED 28 FEBRUARY 2022**

**OPERATING ACTIVITIES
NOTE 4
RECEIVABLES**

Rates Receivable	30 June 2021	28 Feb 22
	\$	\$
Opening Arrears Previous Years	22,957	12,106
Levied this year	2,353,782	2,384,685
Less Collections to date	(2,364,633)	(2,309,601)
Equals Current Outstanding	12,106	87,190
Net Rates Collectable	12,106	87,190
% Collected	-99.49%	-96.36%

Receivables - General	Current	30 Days	60 Days	90+ Days	Credit	Total
	\$	\$	\$	\$		\$
Receivables - General	857	148	250,881	1,036,295	(455)	1,287,726
Percentage	0%	0%	19%	80%		0
Balance per Trial Balance						
Sundry debtors						397,432
GST & accrued						15,774
Doubtful debts						(1,664)
Other - ESL						2,281
Total Receivables General Outstanding						413,823

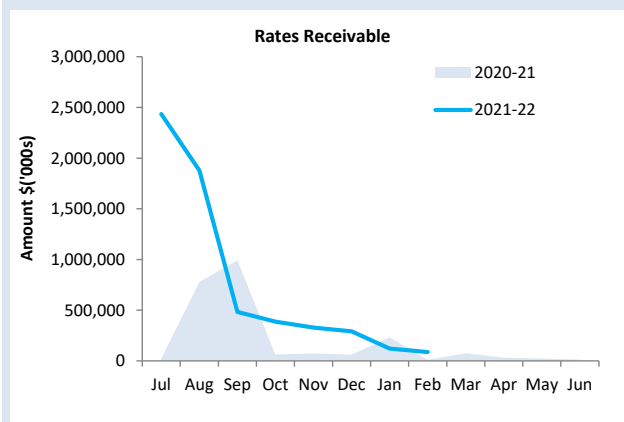
Amounts shown above include GST (where applicable)

KEY INFORMATION

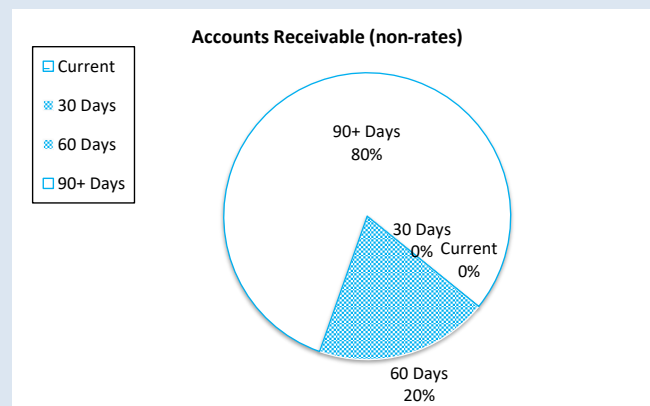
Trade and other receivables include amounts due from ratepayers for unpaid rates and service charges and other amounts due from third parties for goods sold and services performed in the ordinary course of business.

SIGNIFICANT ACCOUNTING POLICIES

Trade and other receivables include amounts due from ratepayers for unpaid rates and service charges and other amounts due from third parties for goods sold and services performed in the ordinary course of business. Receivables expected to be collected within 12 months of the end of the reporting period are classified as current assets. All other receivables are classified as non-current assets. Collectability of trade and other receivables is reviewed on an ongoing basis. Debts that are known to be uncollectible are written off when identified. An allowance for doubtful debts is raised when there is objective evidence that they will not be collectible.



Collected	Rates Due
-96%	\$87,190



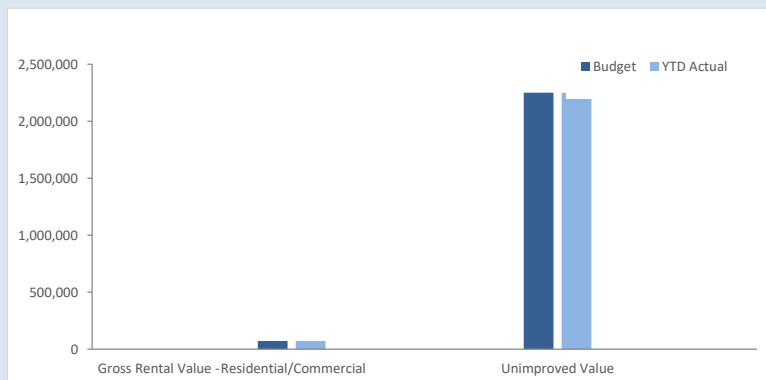
Debtors Due
\$413,823
Over 30 Days
100%
Over 90 Days
80%

General Rate Revenue	Current Budget							YTD Actual			
	Rate in	Number of Properties	Rateable Value	Rate Revenue	Interim Rate	Back Rate	Total Revenue	Rate Revenue	Interim Rates	Back Rates	Total Revenue
RATE TYPE	\$			\$	\$	\$	\$	\$	\$	\$	\$
Differential General Rate											
Gross Rental Value - Residential/Commercial	0.108390	76	661,128	71,660			71,660	71,660			71,660
Unimproved Value	0.008610	339	261,239,000	2,250,419	500	0	2,250,919	2,248,521	(504)		2,248,017
Mining Tenements	0.008610	0	0	0			0				0
Minimum \$											
Gross Rental Value - Residential/Commercial	518	16	24,288	8,288			8,288	8,288			8,288
Unimproved Value	518	10	369,400	5,180			5,180	5,180			5,180
Mining Tenements	518	31	233,475	16,058			16,058	16,058			16,058
							0				0
							0				0
Sub-Totals		472	262,527,291	2,351,605	500	0	2,352,105	2,349,707	(504)	0	2,349,203
Discount											
Concession											
Amount from General Rates							2,352,105				2,349,203
Ex-Gratia Rates							36,000				36,155
Total General Rates							2,388,105				2,385,358

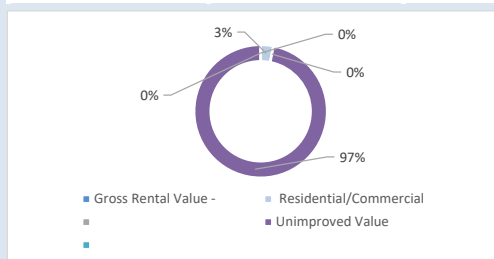
SIGNIFICANT ACCOUNTING POLICIES

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

KEY INFORMATION

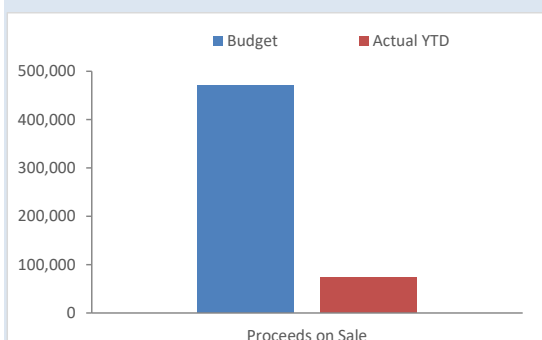


General Rates		
Budget	YTD Actual	%
\$2.35 M	\$2.35 M	100%



Asset Ref.	Asset Description	Budget				YTD Actual			
		Net Book Value	Proceeds	Profit	(Loss)	Net Book Value	Proceeds	Profit	(Loss)
		\$	\$	\$	\$	\$	\$	\$	\$
Transport									
2263	2016 Komatsu Loader (KT028)		130,000	20,000	0				
2281	2017 Mitsubishi Utility (KT017)		14,000	0	3,000				
2283	2018 Mitsubishi Utility (KT014)		14,000	3,000	0				
2282	2017 Mitsubishi Utility (KT020)		14,000	0	3,000				
2085	Mitsubishi MN Triton GLX Utility - Landcare KT4		8,000	2,000	0	7,853	13,636	5,783	0
2348	2021 Mazda BT-50 4 x 4 Crew Cab (50KT)		40,000	15,000	0				
2310	2019 Holden Colorado Trailblazer (40KT)		40,000	40,000	0	0	36,364	36,364	0
2313	2019 Mitsub Triton (KT019)		0	0	0	14,792	23,636	8,845	0
	OKT - changeover 1		70,000	10,000	0				
	OKT - changeover 2		70,000	10,000	0				
	OKT - changeover 3		70,000	10,000	0				
		0	470,000	110,000	6,000	22,645	73,636	50,992	0

KEY INFORMATION



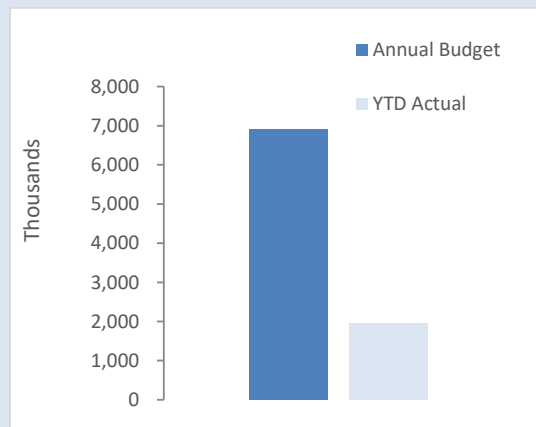
Proceeds on Sale		
Budget	YTD Actual	%
\$470,000	\$73,636	16%

Capital Acquisitions	Annual Budget	YTD Budget	YTD Actual Total	YTD Budget Variance
	\$	\$	\$	\$
Land	50,000	33,336	0	(33,336)
Buildings	1,872,621	1,248,408	353,802	(894,606)
Plant & Equipment	1,013,000	675,336	285,300	(390,036)
Furniture & Equipment	20,000	13,336	15,598	2,262
Infrastructure - Roads	3,017,743	2,011,888	1,276,602	(735,286)
Parks, Gardens, Recreation Facilities	437,901	291,936	26,729	(265,207)
Unclassified	501,554	0	0	0
Capital Expenditure Totals	6,912,819	4,274,240	1,958,030	(2,316,210)
Capital Acquisitions Funded By:				
	\$	\$	\$	\$
Capital grants and contributions	3,073,105	2,080,592	532,127	(1,548,465)
Borrowings	750,000	750,000	750,000	0
Other (Disposals & C/Fwd)	470,000	190,000	73,636	(116,364)
Cash Backed Reserves				
Infrastructure Reserve	0	0	0	0
Plant Replacement Reserve	0	0	0	0
Contribution - operations	2,619,714	1,253,648	602,267	(651,381)
Capital Funding Total	6,912,819	4,274,240	1,958,030	(2,316,210)

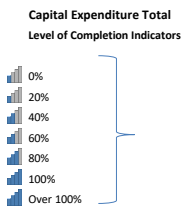
SIGNIFICANT ACCOUNTING POLICIES

All assets are initially recognised at cost. Cost is determined as the fair value of the assets given as consideration plus costs incidental to the acquisition. For assets acquired at no cost or for nominal consideration, cost is determined as fair value at the date of acquisition. The cost of non-current assets constructed by the local government includes the cost of all materials used in the construction, direct labour on the project and an appropriate proportion of variable and fixed overhead. Certain asset classes may be revalued on a regular basis such that the carrying values are not materially different from fair value. Assets carried at fair value are to be revalued with sufficient regularity to ensure the carrying amount does not differ materially from that determined using fair value at reporting date.

KEY INFORMATION



Acquisitions	Annual Budget	YTD Actual	% Spent
	\$6.91 M	\$1.96 M	28%
Capital Grant	Annual Budget	YTD Actual	% Received
	\$3.07 M	\$.53 M	17%



Percentage YTD Actual to Annual Budget
Expenditure over budget highlighted in red.

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

	Account Number	Annual Budget	YTD Budget	YTD Actual	Variance (Under)/Over
Capital Expenditure					
Land					
0.00	Urban Regeneration	13990	50,000	33,336	0 (33,336)
Buildings					
0.07	CAPITAL HOUSING UPGRADES	09987	44,200	29,464	2,036 (27,428)
1.77	Construction 2 x 1 - 16B Bourke Street, NYABING (GROH Lease)	09984	480,639	320,424	204,676 (115,748)
0.29	Construction 2 x 1 - 16A Bourke Street, NYABING (GROH Lease)	09986	479,564	319,712	72,470 (247,242)
0.18	Construction 4 x 2 - 6 Paterson Street, PINGRUP (GROH Lease)	09992	698,218	465,480	72,278 (393,202)
0.06	PV Solar - Nyabing & Pingrup Pavilions (LRCIP Phase 2)	11978	60,000	40,000	2,341 (37,659)
0.00	Pingrup Pavilion - Capital Upgrades	11983	50,000	33,336	0 (33,336)
0.00	Nyabing Hall - Ceiling/Roof Replacement	11988	10,000	6,664	0 (6,664)
0.00	Pingrup Depot - Storage Shed	12700	40,000	26,664	0 (26,664)
0.00	Nyabing Caravan Park Upgrade (Buildings)	13987	10,000	6,664	0 (6,664)
	Buildings Total		1,872,621	1,281,744	353,802 (894,606)
Plant & Equipment					
0.77	Purchase of Plant and Vehicles	12951	785,000	523,336	227,313 (296,023)
0.62	Purchase - OKT (CEO)	12997	228,000	152,000	57,987 (94,013)
	Plant & Equipment Total		1,013,000	675,336	285,300 (390,036)
Furniture & Equipment					
6.90	Small Office Equipment	4995	20,000	13,336	15,598 2,262
	Furniture & Equipment Total		20,000	13,336	15,598 2,262
Infrastructure - Roads					
0.11	Own Source - Nyabing South Road	C006	76,162	50,784	5,000 (45,784)
0.02	Own Source - North Kuringup Road	C008	39,582	26,400	571 (25,829)
12.14	Own Source - East Road	C012	95,952	63,976	59,108 (4,868)
0.61	Own Source - Kuringup Road	C013	76,162	50,776	19,221 (31,555)
0.46	Own Source - Rasmussen Road	C014	76,162	50,776	15,910 (34,866)
1.00	Own Source - Steele Road	C015	0	0	13,608 13,608
0.00	Own Source - Paterson Road	C026	133,783	89,192	0 (89,192)
0.00	Own Source - Lake Bryde Floodway	C047	138,402	92,280	0 (92,280)
12.07	Own Source - Ryan Road	C049	81,672	54,440	50,276 (4,164)
1.31	Own Source - Manuel Road	C109	45,220	30,144	17,087 (13,057)
0.00	Own Source - Bitumen Repairs	C999	113,662	75,784	0 (75,784)
0.08	Roads To Recovery	RR005	206,816	137,872	9,945 (127,927)
2.56	Roads To Recovery - Range Road	RR007	257,921	171,960	123,630 (48,330)
1.00	Roads To Recovery - North Fence Road	RR009	0	0	241 241
0.40	Dumbleyung Road	RG001	135,000	90,000	25,937 (64,063)
1.00	Newdegate Pingup Road	RG002	0	0	46,927 46,927
2.28	North Needilup Road	RG017	108,000	72,000	128,291 56,291
0.01	Kuringup Road - Blackspot	B5013	60,000	40,008	314 (39,694)
0.00	Neve Road - Blackspot	B5016	150,000	100,000	0 (100,000)
8.15	Heavy Vehicle Safety & Productivity Program (HVSP)	HV005	696,693	464,464	413,700 (50,764)
10.68	Kukerin/Range Road - Local Road & Comm Infra Pro	LRP005	471,554	314,368	346,836 32,468
0.00	Coates Close - drainage (LRCIP Phase 2)	12812	40,000	26,664	0 (26,664)
0.00	Jury Street - drainage (LRCIP Phase 2)	12813	15,000	10,000	0 (10,000)
	Infrastructure - Roads Total		3,017,743	1,975,224	1,276,602 (698,622)
Infrastructure - Other					
0.00	Strategic Waste Grant Expenditure	10993	63,304	42,200	0 (42,200)
0.00	Replace/Add Playground Equipment	11980	30,000	20,000	0 (20,000)
0.00	Shade Shelters - Memorial & Burstons Parks (LRCIP Phase 2)	11979	150,000	100,000	0 (100,000)
0.00	Pingrup - footpath upgrade	12811	35,000	23,336	0 (23,336)
0.00	Jury Street - solar lighting (LRCIP Phase 2)	12814	20,000	13,336	0 (13,336)
0.00	Pingrup Silo Walk Trail (Drought Relief Program)	13981	20,000	13,336	0 (13,336)
0.00	Pingrup Dam Evap Covers (Drought Relief Program)	13982	63,945	42,632	0 (42,632)
3.00	Pingrup Town Dam (Drought Relief Program)	13983	3,411	2,272	3,411 1,139
3.11	Nyabing Rec Dam Water Harvesting (Drought Relief Program)	13984	23,741	15,824	23,319 7,495
0.00	Solar Pump replacement	13980	28,500	19,000	0 (19,000)
	Infrastructure - Other Total		437,901	291,936	26,729 (265,207)

Information on Borrowings Particulars	2020/21	New Loans		Principal Repayments		Principal Outstanding		Interest Repayments	
		Actual	Budget	Actual	Budget	Actual	Budget	Actual	Budget
	\$	\$	\$	\$	\$	\$	\$	\$	\$
Housing									
Loan 91, various Duplexes	180,301	0	0	56,356	56,356	123,945	123,945	10,485	10,485
Teacher Housing (new)	0	750,000	750,000	0	70,261	750,000	679,739	0	10,524
								0	
Community Amenities									
Loan 54, Nyabing Effluent	11,180	0	0	1,666	3,408	9,514	7,772	498	921
								0	
	191,481	750,000	750,000	58,023	130,025	883,458	811,456	10,983	21,930
								0	
	0	0	0	0	0	0	0	0	0
Total	191,481	750,000	750,000	58,023	130,025	883,458	811,456	10,983	21,930

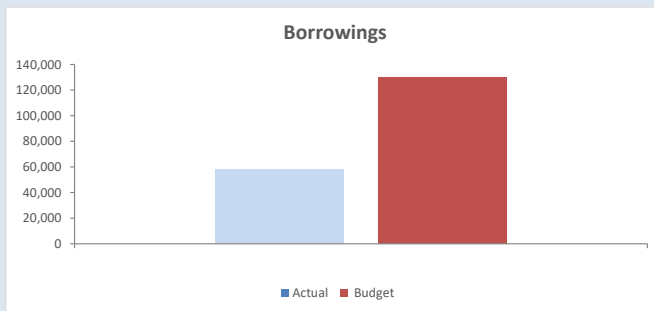
All debenture repayments were financed by general purpose revenue.

SIGNIFICANT ACCOUNTING POLICIES

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.

KEY INFORMATION

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



Principal Repayments	\$58,023
Interest Earned	\$0
Interest Expense	\$10,983
Reserves Bal	\$3.97 M
Loans Due	\$0.88 M

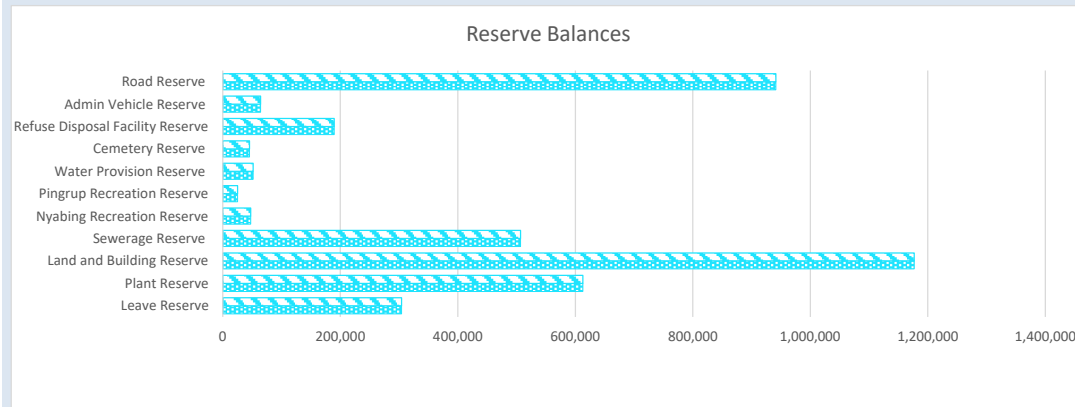
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD ENDED 28 FEBRUARY 2022

OPERATING ACTIVITIES
NOTE 10
CASH AND INVESTMENTS

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	304,210	1,500	0	0	0	0	0	305,710	304,210
Plant Reserve	612,816	3,500	0	250,000	0	0	0	866,316	612,816
Land and Building Reserve	1,176,914	3,000	0	250,000	0	0	0	1,429,914	1,176,914
Sewerage Reserve	506,921	2,500	0	10,000	0	0	0	519,421	506,921
Nyabing Recreation Reserve	47,660	350	0	6,000	0	0	0	54,010	47,660
Pingrup Recreation Reserve	25,324	110	0	6,000	0	0	0	31,434	25,324
Water Provision Reserve	51,774	400	0	0	0	0	0	52,174	51,774
Cemetery Reserve	45,404	400	0	0	0	0	0	45,804	45,404
Refuse Disposal Facility Reserve	189,776	1,000	0	0	0	0	0	190,776	189,776
Admin Vehicle Reserve	64,184	500	0	25,000	0	0	0	89,684	64,184
Road Reserve	941,304	4,500	0	292,315	0	0	0	1,238,119	941,304
	3,966,287	17,760	0	839,315	0	0	0	4,823,362	3,966,287

KEY INFORMATION



Grants and Contributions

	Annual Budget	YTD Budget	YTD Actual	Variance (Under)/Over
Operating grants, subsidies and contributions				
General Purpose Funding				
Reimbursement - Debt Collection Expenses	2,000	1,328	1,189	(139)
Grants - General Purpose	700,000	350,000	454,626	104,626
Grants - Untied Roads	450,000	225,000	281,551	56,551
Governance				
Members of Council	2,000	1,328	150	(1,178)
Administration General	1,000	664	1,234	570
Revenue - Other Governance	1,000	664	114	(550)
Law, Order & Public Safety				
LGGS Operational Grant	27,203	13,600	9,711	(3,889)
Other Emergency Management Funding	0	0	1,365	
Health				
Health Inspection	7,000	4,664	0	(4,664)
Education & Welfare				
Other Welfare	0	0	0	0
Housing				
Revenue - Other Housing	2,000	1,328	5,435	4,107
Community Amenities				
Protection of the Environment	35,500	23,664	1,230	(22,434)
Other Grant Funding	59,642	39,760	63,461	23,701
Other Grant Funding	0	0	0	0
Recreation & Culture				
Other Recreation & Sport	6,000	0	(3,000)	(3,000)
Transport				
Direct Grant	192,075	192,075	192,075	0
Licensing (No GST)	500	328	0	(328)
Economic Services				
Caravan Park Pingrup - CBH	7,000	4,664	0	(4,664)
Other Property Services				
Public Works Overhead	0	0	1,950	1,950
Plant Operation (revenue)	0	0	204	204
Operating grants, subsidies and contributions Total	1,492,920	859,067	1,011,294	150,862
Non-operating grants, subsidies and contributions				
General Purpose Funding				
Grants - Federal	850,618	850,618	0	(850,618)
Drought Communities Programme	96,681	96,681	0	(96,681)
Community Amenities				
Other Refuse Collection	105,515	105,515	23	(105,492)
Transport				
Grants R 2 R	464,737	250,000	299,304	49,304
Grants Black Spot	160,000	80,000	64,000	(16,000)
Grants Regional Road Group	162,000	81,000	168,800	87,800
Local Road & Community Infrastructure Program	471,554	235,778	0	(235,778)
Heavy Vehicle Safety & Productivity Program (HVSPP)	762,000	381,000	0	(381,000)
Non-operating grants, subsidies and contributions Total	3,073,105	2,080,592	532,127	(1,548,465)
Grand Total	4,566,025	2,939,659	1,543,421	(1,397,604)

KEY INFORMATION

**NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD ENDED 28 FEBRUARY 2022**

**NOTE 12
TRUST FUND**

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

Description	Opening Balance 01 Jul 2021	Amount Received	Amount Paid	Closing Balance 28 Feb 2022
	\$	\$	\$	\$
Housing Bonds	160	0	0	160
Trust Other	178	0	0	178
Building Commission / BCITF	0	0	0	0
	338	0	0	338

KEY INFORMATION

