



Shire of **Ngaanyatjaraku**

ON A JOURNEY

Shire of Ngaanyatjaraku

Monthly Financial report

For the Period Ending 30 November 2017

Local Government Act 1995

Local Government (Financial Management) Regulations 1996

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Statement of Financial Activity by Program

Statutory Reporting Program For the Period Ended 30 November 2017

Note	Adopted Budget	YTD Budget (a)	YTD Actual (b)	Variance \$ (b)-(a)	Variance % (b)-(a)/(a)	Variance
Operating Revenue						
	\$	\$	\$	\$	%	
Governance	8,000	5,458	966	(4,492)	-82%	▼
General Purpose Funding - Rates	246,670	181,788	189,496	7,708	100%	▲
General Purpose Funding - Other	3,173,624	2,425,108	2,272,061	(153,047)	-6%	▼
Law, Order, Public Safety	80	80	80	0		
Health	104,752	40,000	62,320	22,320	100%	▲
Education and Welfare	440,000	335,333	348,350	13,017	4%	▲
Housing	45,000	11,250	0	(11,250)	-100%	▼
Community Amenities	137,500	500	0	(500)	-100%	▼
Recreation and Culture	238,640	99,309	226,850	127,541	128%	▲
Transport	691,985	555,981	412,305	(143,676)	-26%	▼
Economic Services	11,200	3,200	0	(3,200)	-100%	▼
Other Property and Services	22,150	5,500	73	(5,427)	100%	▲
Total Operating Revenue	5,119,601	3,663,507	3,512,500	(151,007)		
Operating Expense						
Governance	(121,900)	(83,502)	(146,344)	(62,842)	-75%	▼
General Purpose Funding - Rates	(27,795)	(14,060)	0	14,060	-100%	▼
General Purpose Funding - Other	0	0	0	0		
Law, Order, Public Safety	(94,560)	(48,622)	(20,614)	28,008	-58%	▼
Health	(443,794)	(211,375)	(151,616)	59,759	-28%	▼
Education and Welfare	(1,157,508)	(516,901)	(414,044)	102,857	-20%	▼
Housing	(614,297)	(264,686)	(105,797)	158,889	-60%	▼
Community Amenities	(625,257)	(301,458)	(189,488)	111,970	-37%	▼
Recreation and Culture	(1,297,681)	(623,485)	(315,894)	307,591	-49%	▼
Transport	(3,830,617)	(2,208,411)	(1,186,799)	1,021,612	-46%	▼
Economic Services	(125,919)	(65,429)	(28,595)	36,834	-56%	▼
Other Property and Services	(32,150)	(24,960)	(146,670)	(121,710)	488%	▲
Total Operating Expenditure	(8,371,478)	(4,362,889)	(2,705,862)	1,657,027		
Funding Balance Adjustments						
Add back Depreciation	2,522,000	1,050,833	619,397	(431,436)	-41%	▼
Adjust (Profit)/Loss on Disposal	0	0	0	0		
Net Cash from Operations	(729,877)	351,451	1,426,036	1,074,585		
Capital Revenues						
Grants, Subsidies and Contributions	6,712,409	1,887,471	708,033	(1,179,438)	-62%	▼
Proceeds from Disposal of Assets	0	0	0	0	100%	▲
Total Capital Revenues	6,712,409	1,887,471	708,033	(1,179,438)		
Capital Expenses						
Land & Buildings	(172,212)	(71,755)	(165,308)	(93,553)	130%	▲
Furniture and Equipment	(77,000)	(32,083)	(32,194)	(111)	100%	▲
Plant & Equipment	(353,000)	(147,083)	(128,651)	18,433	-13%	▼
Infrastructure - Roads	(5,306,478)	(2,211,033)	(1,477,949)	733,084	-33%	▼
Total Capital Expenditure	(5,908,690)	(2,461,954)	(1,804,102)	657,852		
Net Cash from Capital Activities	803,719	(574,483)	(1,096,069)	(521,586)		
Financing						
Transfer from Reserves	157,212	157,212	0	(157,212)	100%	▲
Transfer to Reserves	(19,240)	(4,810)	0	4,810		
Net Cash from Financing Activities	137,972	152,402	0	(152,402)		
Net Operations, Capital & Financing	211,814	(70,630)	329,967	400,597		
Opening Funding Surplus (Deficit)	2,943,320	2,355,911	2,355,911	0		
Closing Funding Surplus (Deficit)	3,155,134	2,285,280	2,685,877	400,597		

▲ ▼ Indicates a variance between Year to Date (YTD) Budget and YTD Actual data as per the adopted materiality threshold of 10%.

Refer to the attached Explanation of Material Variances Statement for an explanation of the reasons for the variance.

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

2 Statement of Financial Activity by Nature or Type

By Nature or Type For the Period Ended 30 November 2017

	Note	Adopted Budget	YTD Budget (a)	YTD Actual (b)	Variance \$ (b)-(a)
Operating Revenue		\$	\$	\$	\$
Rates		246,670	181,788	189,496	7,708
Operating Grants, Subsidies and Contributions		4,452,271	3,353,537	3,087,797	(265,740)
Fees & Charges		358,090	105,142	217,828	112,686
Interest Earnings		19,690	5,260	146	(5,114)
Other Revenue		42,880	17,780	17,234	(546)
Profit on Disposal of Assets		0	0	0	0
Total Operating Revenue		5,119,601	3,663,507	3,512,500	(151,006)
Operating Expense					
Employee Costs		(2,583,151)	(1,113,948)	(941,492)	172,456
Material and Contracts		(2,968,327)	(1,998,058)	(977,008)	1,021,050
Utility Charges (Electricity, Gas, Water etc.)		(58,500)	(28,750)	(8,391)	20,359
Depreciation on Non-current Assets		(2,522,000)	(1,050,833)	(619,397)	431,436
Insurance Expense		(120,300)	(90,400)	(102,109)	(11,709)
Other Expenditure		(119,200)	(80,900)	(57,465)	23,435
Loss on Asset Disposal		0	0	0	0
Total Operating Expenditure		(8,371,478)	(4,362,889)	(2,705,862)	1,657,027
Funding Balance Adjustments					
Add back Depreciation		2,522,000	1,050,833	619,397	(431,436)
Adjust (Profit)/Loss on Disposal		0	0	0	0
Net Cash from Operations		(729,877)	351,451	1,426,036	1,074,586
Capital Revenues					
Grants, Subsidies and Contributions		6,712,409	1,887,471	708,033	(1,179,438)
Proceeds from Disposal of Assets	3	0	0	0	0
Total Capital Revenues		6,712,409	1,887,471	708,033	(1,179,438)
Capital Expenses					
Land & Buildings	3	(172,212)	(71,755)	(165,308)	(93,553)
Furniture and Equipment	3	(77,000)	(32,083)	(32,194)	(111)
Plant & Equipment	3	(353,000)	(147,083)	(128,651)	18,433
Infrastructure - Roads	3	(5,306,478)	(2,211,033)	(1,477,949)	733,084
Total Capital Expenditure		(5,908,690)	(2,461,954)	(1,804,102)	657,852
Net Cash from Capital Activities		803,719	(574,483)	(1,096,069)	(521,586)
Financing					
Transfer from Reserves	7	157,212	157,212	0	(157,212)
Transfer to Reserves	7	(19,240)	(4,810)	0	4,810
Net Cash from Financing Activities		137,972	152,402	0	(152,402)
Net Operations, Capital & Financing		211,814	(70,630)	329,967	400,598
Opening Funding Surplus (Deficit)	2	2,943,320	2,355,911	2,355,911	0
Closing Funding Surplus (Deficit)	2	3,155,134	2,285,280	2,685,877	400,598

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

Note 1 Significant Accounting Policies

(a) 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 noncurrent assets, financial assets and liabilities.

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.

(b) The Local Government Reporting Entity

All Funds through which the Council controls resources to carry on its functions have been included in this statement. In the process of reporting on the local government as a single unit, all transactions and balances between those funds (for example, loans and transfers between Funds) have been eliminated. All monies held in the Trust Fund are excluded from the statement, but a separate statement of those monies appears at Note 11.

(c) Rounding Off Figures

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

(d) Rates, Grants, Donations and Other Contributions

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

(e) Goods and Services Tax

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.

(f) Cash and Cash Equivalents

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.

(g) Trade and Other Receivables

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.

(h) Inventories

General

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

Land Held for Resale

Land held for development and sale is valued at the lower of cost and net realisable value. Cost includes the cost of acquisition, development, borrowing costs and holding costs until completion of development. Finance costs and holding charges incurred after development is completed are expensed. Gains and losses are recognised in profit or loss at the time of signing an unconditional contract of sale if significant risks and rewards, and effective control over the land, are passed on to the buyer at this point. Land held for sale is classified as current except where it is held as non-current based on Council's intentions to release for sale.

(i) Fixed Assets

All assets are initially recognised at cost. Cost is determined as the fair value of the assets given as consideration plus

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

(j) Depreciation of Non-Current Assets

All non-current assets having a limited useful life (excluding freehold land) are systematically depreciated over their useful lives in a manner which reflects the consumption of the future economic benefits embodied in those assets. Assets are depreciated from the date of acquisition or, in respect of internally constructed assets, from the time the asset is completed and held ready for use.

Items are depreciated over their useful lived on a reducing balance basis as follows:

Asset	% per annum
Land & Building	2.00%
Furniture & Equipment	25.00%
Plant & Equipment	17.50%
Infrastructure, Formation	0%
Infrastructure, Pavement	4.32%
Infrastructure, Seal	4.30%
Infrastructure, Kerb	4.94%
Infrastructure, Drainage	3.16%
Infrastructure, Recreation	2.00%

(k) Trade and Other Payables

Trade and other payables represent liabilities for goods and services provided to the Council prior to the end of the financial year that are unpaid and arise when the Council 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.

(l) Employee Benefits

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

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

The provision for employees' benefits to wages, salaries, annual leave, long service leave and isolation leave expected to be settled within 12 months represents the amount the Shire has a present obligation to pay resulting from employees services provided to balance date. The provision

has been calculated at nominal amounts based on remuneration rates the Shire expects to pay and includes related on-costs.

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

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

(m) Interest-bearing Loans and Borrowings

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

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

Borrowing Costs

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

(n) Provisions

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

(o) Current and Non-Current Classification

In the determination of whether an asset or liability is current or non-current, consideration is given to the time when each asset or liability is expected to be settled. The asset or liability is classified as current if it is expected to be settled within the next 12 months, being the Council's operational cycle. In the case of liabilities where Council does not have the unconditional right to defer settlement beyond 12 months, such as vested long service leave, the liability is

classified as current even if not expected to be settled within the next 12 months. Inventories held for trading are classified as current even if not expected to be realised in the next 12 months except for land held for resale where it is held as non-current based on Council's intentions to release for sale.

(p) Nature or Type Classifications

Rates

All rates levied under the Local Government Act 1995. Includes general, differential, specific area rates, minimum rates, interim rates, back rates, ex-gratia rates, less discounts offered. Exclude administration fees, interest on instalments, interest on arrears 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 noncurrent 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, licenses, 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 that these are television and radio broadcasting, underground electricity and neighbourhood surveillance services. Exclude rubbish removal charges. Interest and other items of a similar nature received from bank and investment accounts, interest on rate instalments, interest on rate arrears and interest on debtors.

Interest Earnings

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

Other Revenue / Income

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

Employee Costs

All costs associate with the employment of person such as salaries, wages, allowances, benefits such as vehicle and housing, superannuation, employment expenses, removal expenses, relocation expenses, worker's compensation

insurance, training costs, conferences, safety expenses, medical examinations, fringe benefit tax, etc.

Materials and Contracts

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

Utilities (Gas, Electricity, Water, etc.)

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

Insurance

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

Loss on asset disposal

Loss on the disposal of fixed assets.

Depreciation on non-current assets

Depreciation expense raised on all classes of assets.

Interest expenses

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

Other expenditure

Statutory fees, taxes, provision for bad debts, member's fees or levies including WA Fire Brigade Levy and State taxes. Donations and subsidies made to community groups.

(q) Program Classifications (Function/Activity)

Governance

Objective:

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

Activities:

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

Objective:

To collect revenue to allow for the provision of services.

Activities:

Rates, general purpose government grants and interest revenue.

Law, Order, Public Safety

Objective:

To provide services to help ensure a safer and environmentally conscious community.

Activities:

Supervision and enforcement of various laws relating to fire prevention and other aspects of public safety including emergency services.

Health**Objective:**

To provide an operational framework for environmental and community health.

Activities:

Inspection of food outlets and their control, provision of meat inspection services, noise control and a waste pick-up service.

Education and Welfare**Objective:**

To provide services to children and youth.

Activities:

Maintenance of playgroup centre (early years learning) and operation of youth services.

Housing**Objective:**

To provide and maintain staff housing.

Activities:

Provision and maintenance of staff housing.

Community Amenities**Objective:**

To provide services required by the community.

Activities:

Rubbish collection services, litter control, storm water maintenance and protection of the environment.

Recreation and Culture**Objective:**

To establish and effectively manage infrastructure and resources which will help the social well-being of the community.

Activities:

Maintenance of public halls, civic centres, aquatic centre, recreation centres and various sporting facilities. Provision and maintenance of parks and playgrounds. Operation of other cultural facilities.

Transport**Objective:**

To provide safe, effective and efficient transport services to the community.

Activities:

Construction and maintenance of roads, streets, footpaths, depot, and traffic control. Cleaning of streets and maintenance of street trees.

Economic Services**Objective:**

To help promote the shire and its economic wellbeing.

Activities:

Tourism and area promotion, provision of rural services including weed and vermin control. Building control.

Other Property and Services**Objective:**

To monitor and control council's overheads operating accounts.

Activities:

Private works operation, plant repairs, operation costs and administrative costs.

Note 2 Net Current Funding Position

NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY For the Period Ended 30 November 2017

Net Current Assets	Note	30 Jun 2017	YTD 30 Nov 2017
		\$	\$
Current Assets			
Cash Municipal	4	4,163,677	3,252,935
Cash Reserves	4	798,459	798,459
Receivables - Rates	5	238,689	79,498
Receivables - Other	5	943,386	531,209
Inventories		44,990	44,990
		6,189,200	4,707,091
Less: Current Liabilities			
Payables	6	(2,524,844)	(928,850)
Provisions		(509,987)	(293,905)
Less: Cash Reserves	7	(798,459)	(798,459)
Net Current Funding Position		2,355,911	2,685,877

Note 3 Capital – Acquisitions, Funding and Disposal

NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY For the Period Ended 30 November 2017

Summary Capital Acquisitions	YTD Actual New/Upgrade (a)	YTD Actual Renewal Expenditure (b)	Adopted Budget	YTD Budget (d)	YTD Actual Total (c)=(a)+(b)	Variance (c)-(d)
	\$	\$	\$	\$	\$	\$
Land & Buildings	0	(165,308)	(172,212)	(71,755)	(165,308)	(93,553)
Furniture & Equipment	0	(32,194)	(77,000)	(32,083)	(32,194)	(111)
Plant & Equipment	0	(128,651)	(353,000)	(147,083)	(128,651)	18,433
Infrastructure - Roads	0	(1,477,949)	(5,306,478)	(2,211,033)	(1,477,949)	733,084
Capital Expenditure Totals	0	(1,804,102)	(5,908,690)	(2,461,954)	(1,804,102)	657,852
Capital Acquisitions Funded By						
Capital Grants and Contributions			6,712,409	1,887,471	708,033	
Other (Disposals & C/Fwd)			0	0	0	
Council Contribution - Operations			(803,719)	574,483	1,096,069	
Capital Funding Total			5,908,690	2,461,954	1,804,102	

Capital Acquisitions	YTD Actual New/Upgrade	YTD Actual Renewal Expenditure	Adopted Budget	YTD Budget	YTD Actual Total	Variance (Over)/Under
Land & Building						
Lighting - Warburton Oval		0	15,000	6,250	0	6,250
Playgroup/Early Years Learning Centre		165,308	157,212	65,505	165,308	(99,803)
Land & Building Total	0	165,308	172,212	71,755	165,308	(93,553)
Furniture & Equipment						
Furniture - New Boardroom		0	0	0	0	0
Office Equipment		32,194	35,000	14,583	32,194	(17,611)
Office Equipment - Computer		0	21,000	8,750	0	8,750
Drop In Centre Equipment		0	15,000	6,250	0	6,250
Furniture-Staff Housing		0	6,000	2,500	0	2,500
Furniture & Equipment Total	0	32,194	77,000	32,083	32,194	(111)
Plant & Equipment						
Light Truck		0	20,000	8,333	0	8,333
Vehicle		0	40,000	16,667	0	16,667
Rubbish Truck Warakurna		0	90,000	37,500	0	37,500
Purchase of Vehicle - Toyota PC		0	68,000	28,333	0	28,333
Purchase of Vehicle - Early Years Program		55,251	55,000	22,917	55,251	(32,334)
Purchase of Vehicle - Youth Program		73,400	80,000	33,333	73,400	(40,067)
Plant & Equipment Total	0	128,651	353,000	147,083	128,651	18,433
Infrastructure - Roads						
Great Central Road - R2R SLK		0	365,000	152,083	0	152,083
Great Central Road - Roads to Recovery		1,047,228	331,020	137,925	1,047,228	(909,303)
Great Central Road - MRWA Major		430,721	3,300,000	1,375,000	430,721	944,279
Giles Mulga Park RRG		0	435,000	181,250	0	181,250
Giles Mulga Park - Roads to Recovery		0	245,458	102,274	0	102,274
Warburton Blackstone Road - Roads to Recovery		0	180,000	75,000	0	75,000
Warburton Blackstone Road RRG		0	450,000	187,500	0	187,500
Infrastructure Total	0	1,477,949	5,306,478	2,211,033	1,477,949	733,084
Grand Total	0	1,804,102	5,908,690	2,461,954	1,804,102	657,852

Note 3 Capital - Acquisitions, Funding and Disposal cont.

NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 30 November 2017

Assets Disposed		Cost	Accum Depr	Proceeds	Profit (Loss)	Description Disposed Asset	Adopted Budget Profit/(Loss)	Actual Profit/(Loss)	Variance	Comments
		\$	\$	\$	\$	\$	\$	\$	\$	
Land & Building										
		0	0	0	0	0	0	0	0	
Plant & Equipment										
		0	0	0	0	0	0	0	0	
		0	0	0	0	0	0	0	0	

Note 4 Capital and Investments

NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY For the Period Ended 30 November 2017

Bank Accounts	Municipal	Reserves	Trust	Investments	Total Amount	Institution	Interest Rate	Maturity Date
(a) Cash Deposits								
Municipal Account	\$ 3,250,435				\$ 3,250,435	Westpac	Variable	Business
Cash Advance	2,500				2,500			
Trust								
(b) Term Deposit								
Reserves		798,459			798,459	Westpac		
Total	3,252,935	798,459	0	0	4,051,394			

*** Cash and Investments transactions have not been completed. Further information required for term deposit

Note 5 Receivables

NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY For the Period Ended 30 November 2017

Receivables - Rates and other Rates Receivable	YTD 30 Nov 2017	30 Jun 2017	Receivables - General	Credit	Current	30 Days	60 Days	90+ Days	Total
Opening Arrears Previous Years	\$ 238,689	\$ 230,941	Receivables - General						\$ 204,961
Levied This Year	189,496	237,825	Balances per Trial Balance			204,961			
Other Rate Charges	0		Sundry Debtors						326,248
Less Collections to date	(348,686)	(230,407)	Receivables - Other						0
Equal Current Outstanding	79,498	238,359	Accruals						
Net Rates Collectable	79,498	238,359	Total Receivables General Outstanding						531,209
% Collected	81%	49%	Amounts shown above include GST (where applicable)						

Note 6 Payables

NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY For the Period Ended 30 November 2017

Payables	Credit	Current	30 Days	60 Days	90+ Days	Total
	\$	\$	\$	\$	\$	\$
Payables - General		10,215				10,215
Balances per Trial Balance						
Sundry Payables						10,215
Payables - Other						
Payroll Payables						
ATO Liability						322,911
Accrued Expenses						0
Other						595,724
Total Payables - Other						918,635
					Total Payables	928,850

Amounts shown above include GST (where applicable)

Note 7 Cash Backed Reserves

NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY For the Period Ended 30 November 2017

Reserves	Opening Balance	Adopted Budget Interest Earned	Actual Interest Earned	Adopted Budget Transfers In (+)	Actual Transfers In (+)	Adopted Budget Transfers Out (-)	Actual Transfers Out (-)	Transfer out Reference	Current Closing Balance	Actual YTD Closing Balance
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Asset Replacement/Acquisition Reserve	728,343	4,388	0	0	0	(157,212)	0	0	575,518	728,343
Cultural Centre Reserve	70,116	422	0	0	0	0	0	0	70,538	70,116
	798,459	4,810	0	0	0	(157,212)	0	0	646,057	798,459

Note 8 Rating Information

NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY For the Period Ended 30 November 2017

Rate	Rate In	Number of Properties	Rateable Value	YTD Actual			Adopted Budget				
				Rate Revenue	Interim Rates	Back Rates	Total Revenue	Rate Revenue	Interim Rate	Back Rate	Total Revenue
General Rate	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	
UV General Rate	0.190000	34	908,944	189,496	0	0	189,496	181,788	0	0	181,788
Sub-Totals		34	908,944	189,496	0	0	189,496	181,788	0	0	181,788
Minimum Payments											
UV General Rate	240	0	0	0	0	0	0	0	0	0	0
Sub-Totals		0	0	0	0	0	0	0	0	0	0
Total											
		34	908,944	189,496	0	0	189,496	181,788	0	0	181,788
Discounts on Rates											
Amounts from General Rates							189,496				181,788
Ex-Gratia Rates							0				64,882
Total											
							189,496				246,670

Note 9 Information on Borrowings

(a) Debenture Repayments

The Shire does not have any borrowings.

(b) New Debentures

There were not new debentures as at reporting date.

(c) Unspent Debentures

The Shire had no unspent debenture funds as at reporting date.

(d) Overdraft

The shire does not currently have any overdraft facilities set-up.

Note 10 Grants and Contributions

NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY For the Period Ended 30 November 2017

Grants	Grant Provider	2017-18 Adopted Budget	2017-18 Adopted Budget		Variations Additions/(Deletions) Capital	Reoup Status	
			Operating	Capital		Received	Not Received
		\$	\$	\$	\$	\$	\$
General Purpose Funding							
General Grants (Unfunded)	WALGCC	3,152,434	3,152,434			2,271,915	880,519
Reimbursements	Various	1,500	1,500			0	1,500
Governance	DoT	3,500	3,500			836	2,664
Licensing Commission							
Health							
Grant-Environmental Health Program WA							
Health Dept	DoH	104,352	104,352			62,320	42,032
Education and Welfare							
Grant - DCD		332,000	332,000			339,353	
Grant - Youth Program		100,000	100,000			0	100,000
Community Amenities							
FAHCSIA - NJCP	FAHSCIA	50,000	50,000			0	50,000
Recreation and Culture							
Contributions Bus Hire		0	0			1,069	0
Contributions and Reimbursements Other	Various	1,000	1,000			0	1,000
Transport							
Grants - Direct	MRWA	84,397	84,397			76,725	7,672
Fed, Roads Grant (unfunded)	MRWA	607,588	607,588			335,580	272,008
Govt Grant - Road to Recovery	Dept of Infrastructure	1,876,020		1,876,020		0	1,876,020
Govt Grants - Special Purpose	MRWA	590,000		590,000		236,000	354,000
Govt Grant - Outback Highway		3,300,000		3,300,000		472,033	2,827,967
Govt Grants - Special Purpose		946,389		946,389		0	946,389
Other Property and Services							
Reimbursements	Various	15,000	15,000			0	15,000
Advertising Rebates	Various	500	500			0	500
		11,164,680	4,452,271	6,712,409	0	3,795,830	7,377,272

Note 11 Trust Funds

There are no funds held at balance date over which the Shire has no control.

Note 12 Material Variances

NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY For the Period Ended 30 November 2017

Details and explanations of the material variances reflected on the Statement of Financial Activity are provided below as required by Local Government (Financial Management) Regulation 34(1) (d). pq Indicates a variance between Year to Date (YTD) Budget and YTD Actual data as per the adopted materiality threshold of 10%.

Reporting Program	Variance	Variance	Var.	Timing/ Permanen	Explanation of Variance
	\$	%			
Operating Revenues					
Governance	(4,492)	-82%	▼	Timing	
General Purpose Funding - Rates	7,708	100%	▲	Timing	
General Purpose Funding - Other	(153,047)	-6%	▼		
Law, Order, Public Safety	-	0%			
Health	22,320	100%	▲	Timing	
Education and Welfare	13,017	4%			
Housing	(11,250)	-100%	▼	Timing	
Community amenities	(500)	-100%	▼	Timing	Septic Tank Fees
Recreation and Culture	127,541	128%	▲	Timing	Adjustment to come
Transport	(143,676)	-26%	▼	Timing	MRWA Direct, FAGS
Economic Services	(3,200)	-100%	▼	Timing	Building Fees
Other Property and Services	(5,427)	100%	▲	Timing	P/Hire, P/Works, Rbts
Operating Expense					
					Lower O/H Rec CW, Sals a/c pay out excess leave Legals -
Governance	(62,842)	-75%	▼	Permanent	Johnston Withers
General Purpose Funding - Rates	14,060	-100%	▼	Timing	O/H Rec
General Purpose Funding - Other	-	0%			
Law, Order, Public Safety	28,008	-58%	▼	Timing	
Health	59,759	-28%	▼	Timing	
Education and Welfare	102,857	-20%	▼	Timing	
Housing	158,889	-60%	▼	Timing	
Community Amenities	111,970	-37%	▼	Timing	
Recreation and Culture	307,591	-49%	▼	Timing	
Transport	1,021,612	-46%	▼	Timing	
Economic Services	36,834	-56%	▼	Timing	
Other Property and Services	(121,710)	488%	▲	Timing	
Funding Balance Adjustments					
Add back Depreciation	(431,436)	-41%	▼	Timing	
Adjust (Profit)/Loss on Disposal	-	0%			
Capital Revenues					
Grants, Subsidies and Contributions	(1,179,438)	-62%	▼	Timing	R2R, Outback Hiway
Proceeds from Disposal of Assets	-	100%	▲		
Capital Expenses					
Land & Buildings	(93,553)	130%	▲	Timing	
Furniture & Equipment	(111)	100%	▲		
Plant & Equipment	18,433	-13%	▼	Timing	
Infrastructure - Roads	733,084	-33%	▼	Timing	
Financing					
Transfer to Reserves	4,810	0%			

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Shire of Ngaanyatjaraku

Monthly Financial report

For the Period Ending 31 December 2017

Local Government Act 1995

Local Government (Financial Management) Regulations 1996

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Statement of Financial Activity by Program

Statutory Reporting Program
For the Period Ended 31 December 2017

Note	Adopted Budget	YTD Budget (a)	YTD Actual (b)	Variance \$ (b)-(a)	Variance % (b)-(a)/(a)	Variance
	\$	\$	\$	\$	%	
Operating Revenue						
Governance	8,000	5,750	1,305	(4,445)	-77%	⚠
General Purpose Funding - Rates	246,670	181,788	186,732	4,944	3%	
General Purpose Funding - Other	3,173,624	2,431,418	2,282,144	(149,274)	-6%	
Law, Order, Public Safety	80	80	2,680	2,600	3250%	⚠
Health	104,752	40,400	62,320	21,920	54%	⚠
Education and Welfare	440,000	386,000	348,503	(37,497)	-10%	
Housing	45,000	22,500	0	(22,500)	-100%	⚠
Community Amenities	137,500	136,500	0	(136,500)	-100%	⚠
Recreation and Culture	238,640	119,070	227,050	107,980	91%	⚠
Transport	691,985	555,981	412,305	(143,676)	-26%	⚠
Economic Services	11,200	5,700	0	(5,700)	-100%	⚠
Other Property and Services	22,150	10,350	73	(10,277)	-99%	⚠
Total Operating Revenue	5,119,601	3,895,537	3,523,112	(372,425)		
Operating Expense						
Governance	(121,900)	(91,850)	(167,987)	(76,137)	83%	⚠
General Purpose Funding - Rates	(27,795)	(16,476)	(6)	16,470	-100%	⚠
General Purpose Funding - Other	0	0	0	0		
Law, Order, Public Safety	(94,560)	(51,742)	(35,416)	16,326	-32%	⚠
Health	(443,794)	(246,167)	(174,355)	71,812	-29%	⚠
Education and Welfare	(1,157,508)	(612,314)	(477,349)	134,965	-22%	⚠
Housing	(614,297)	(323,241)	(121,634)	201,607	-62%	⚠
Community Amenities	(625,257)	(350,087)	(215,846)	134,241	-38%	⚠
Recreation and Culture	(1,297,681)	(722,937)	(354,928)	368,009	-51%	⚠
Transport	(3,830,617)	(2,472,985)	(1,360,332)	1,112,653	-45%	⚠
Economic Services	(125,919)	(75,365)	(32,057)	43,308	-57%	⚠
Other Property and Services	(32,150)	(26,225)	(187,617)	(161,392)	615%	⚠
Total Operating Expenditure	(8,371,478)	(4,989,389)	(3,127,528)	1,861,861		
Funding Balance Adjustments						
Add back Depreciation	2,522,000	1,261,000	744,895	(516,105)	-41%	⚠
Adjust (Profit)/Loss on Disposal	0	0	0	0		
Net Cash from Operations	(729,877)	167,148	1,140,478	973,330		
Capital Revenues						
Grants, Subsidies and Contributions	6,712,409	2,474,476	708,033	(1,766,443)	-71%	⚠
Proceeds from Disposal of Assets	0	0	0	0		
Total Capital Revenues	6,712,409	2,474,476	708,033	(1,766,443)		
Capital Expenses						
Land & Buildings	3 (172,212)	(86,106)	(165,308)	(79,202)	92%	⚠
Furniture and Equipment	3 (77,000)	(38,500)	(32,194)	6,306	-16%	
Plant & Equipment	3 (353,000)	(176,500)	(130,233)	46,267	-26%	⚠
Infrastructure - Roads	3 (5,306,478)	(2,653,239)	(1,741,332)	911,907	-34%	⚠
Total Capital Expenditure	(5,908,690)	(2,954,345)	(2,069,067)	885,278		
Net Cash from Capital Activities	803,719	(479,869)	(1,361,034)	(881,165)		
Financing						
Transfer from Reserves	7 157,212	157,212	0	(157,212)	-100%	⚠
Transfer to Reserves	7 (19,240)	(9,620)	(10,058)	(438)	5%	
Net Cash from Financing Activities	137,972	147,592	(10,058)	(157,650)		
Net Operations, Capital & Financing	211,814	(165,129)	(230,614)	(65,485)		
Opening Funding Surplus (Deficit)	2,943,320	2,355,911	2,355,911	0		
Closing Funding Surplus (Deficit)	2 3,155,134	2,190,782	2,125,297	(65,485)		

⚠ Indicates a variance between Year to Date (YTD) Budget and YTD Actual data as per the adopted materiality threshold of 10%.

Refer to the attached Explanation of Material Variances Statement for an explanation of the reasons for the variance.

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

2 Statement of Financial Activity by Nature or Type

For the Period Ended 31 December 2017

	Note	Adopted Budget	YTD Budget (a)	YTD Actual (b)	Variance \$ (b)-(a)
Operating Revenue		\$	\$	\$	\$
Rates		246,670	181,788	186,732	4,944
Operating Grants, Subsidies and Contributions		4,452,271	3,459,079	3,088,109	(370,970)
Fees & Charges		358,090	223,220	217,855	(5,365)
Interest Earnings		19,690	10,070	10,229	159
Other Revenue		42,880	21,380	20,187	(1,193)
Profit on Disposal of Assets		0	0	0	0
Total Operating Revenue		5,119,601	3,895,537	3,523,112	(372,424)
Operating Expense					
Employee Costs		(2,583,151) ▴	(1,325,610)	(1,096,069)	229,541
Material and Contracts		(2,968,327) ▴	(2,164,479)	(1,116,936)	1,047,543
Utility Charges (Electricity, Gas, Water etc.)		(58,500) ▴	(28,750)	(8,391)	20,359
Depreciation on Non-current Assets		(2,522,000) ▴	(1,261,000)	(744,895)	516,105
Insurance Expense		(120,300) ▴	(120,300)	(102,109)	18,191
Other Expenditure		(119,200) ▴	(89,250)	(59,128)	30,122
Loss on Asset Disposal		0 ▴	0	0	0
Total Operating Expenditure		(8,371,478)	(4,989,389)	(3,127,528)	1,861,861
Funding Balance Adjustments					
Add back Depreciation		2,522,000	1,261,000	744,895	(516,105)
Adjust (Profit)/Loss on Disposal		0	0	0	0
Net Cash from Operations		(729,877)	167,148	1,140,478	973,331
Capital Revenues					
Grants, Subsidies and Contributions		6,712,409	2,474,476	708,033	(1,766,443)
Proceeds from Disposal of Assets	3	0	0	0	0
Total Capital Revenues		6,712,409	2,474,476	708,033	(1,766,443)
Capital Expenses					
Land & Buildings	3	(172,212)	(86,106)	(165,308)	(79,202)
Furniture and Equipment	3	(77,000)	(38,500)	(32,194)	6,306
Plant & Equipment	3	(353,000)	(176,500)	(130,233)	46,267
Infrastructure - Roads	3	(5,306,478)	(2,653,239)	(1,741,332)	911,907
Total Capital Expenditure		(5,908,690)	(2,954,345)	(2,069,067)	885,278
Net Cash from Capital Activities		803,719	(479,869)	(1,361,034)	(881,165)
Financing					
Transfer from Reserves	7	157,212	157,212	0	(157,212)
Transfer to Reserves	7	(19,240)	(9,620)	(10,058)	(438)
Net Cash from Financing Activities		137,972	147,592	(10,058)	(157,650)
Net Operations, Capital & Financing		211,814	(165,129)	(230,614)	(65,484)
Opening Funding Surplus (Deficit)	2	2,943,320	2,355,911	2,355,911	0
Closing Funding Surplus (Deficit)	2	3,155,134	2,190,782	2,125,297	(65,484)

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

Note 1 Significant Accounting Policies

(a) 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 noncurrent assets, financial assets and liabilities.

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.

(b) The Local Government Reporting Entity

All Funds through which the Council controls resources to carry on its functions have been included in this statement. In the process of reporting on the local government as a single unit, all transactions and balances between those funds (for example, loans and transfers between Funds) have been eliminated. All monies held in the Trust Fund are excluded from the statement, but a separate statement of those monies appears at Note 11.

(c) Rounding Off Figures

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

(d) Rates, Grants, Donations and Other Contributions

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

(e) Goods and Services Tax

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.

(f) Cash and Cash Equivalents

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.

(g) Trade and Other Receivables

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.

(h) Inventories

General

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

Land Held for Resale

Land held for development and sale is valued at the lower of cost and net realisable value. Cost includes the cost of acquisition, development, borrowing costs and holding costs until completion of development. Finance costs and holding charges incurred after development is completed are expensed. Gains and losses are recognised in profit or loss at the time of signing an unconditional contract of sale if significant risks and rewards, and effective control over the land, are passed on to the buyer at this point. Land held for sale is classified as current except where it is held as non-current based on Council's intentions to release for sale.

(i) Fixed Assets

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

different from fair value. Assets carried at fair value are to be revalued with sufficient regularity to ensure the carrying amount does not differ materially from that determined using fair value at reporting date.

(j) Depreciation of Non-Current Assets

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

Assets are depreciated from the date of acquisition or, in respect of internally constructed assets, from the time the asset is completed and held ready for use.

Items are depreciated over their useful lived on a reducing balance basis as follows:

Asset	% per annum
Land & Building	2.00%
Furniture & Equipment	25.00%
Plant & Equipment	17.50%
Infrastructure, Formation	0%
Infrastructure, Pavement	4.32%
Infrastructure, Seal	4.30%
Infrastructure, Kerb	4.94%
Infrastructure, Drainage	3.16%
Infrastructure, Recreation	2.00%

(k) Trade and Other Payables

Trade and other payables represent liabilities for goods and services provided to the Council prior to the end of the financial year that are unpaid and arise when the Council 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.

(l) Employee Benefits

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

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

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

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

The liability for long service leave is recognised in the provision for employee benefits and measured as the present value of expected future payments to be made in respect of

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

(m) Interest-bearing Loans and Borrowings

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

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

Borrowing Costs

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

(n) Provisions

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

(o) Current and Non-Current Classification

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

(p) Nature or Type Classifications

Rates

All rates levied under the Local Government Act 1995. Includes general, differential, specific area rates, minimum rates, interim rates, back rates, ex-gratia rates, less discounts offered. Exclude administration fees, interest on instalments, interest on arrears 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 noncurrent 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, licenses, 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 that these are television and radio broadcasting, underground electricity and neighbourhood surveillance services. Exclude rubbish removal charges. Interest and other items of a similar nature received from bank and investment accounts, interest on rate instalments, interest on rate arrears and interest on debtors.

Interest Earnings

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

Other Revenue / Income

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

Employee Costs

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

Materials and Contracts

All expenditures on materials, supplies and contracts not classified under other headings. These include supply of goods and materials, legal expenses, consultancy, maintenance agreements, communication expenses, advertising expenses, membership, periodicals, publications,

hire expenses, rental, leases, postage and freight etc. Local governments may wish to disclose more detail such as contract services, consultancy, information technology, rental or lease expenditures.

Utilities (Gas, Electricity, Water, etc.)

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

Insurance

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

Loss on asset disposal

Loss on the disposal of fixed assets.

Depreciation on non-current assets

Depreciation expense raised on all classes of assets.

Interest expenses

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

Other expenditure

Statutory fees, taxes, provision for bad debts, member's fees or levies including WA Fire Brigade Levy and State taxes. Donations and subsidies made to community groups.

(q) Program Classifications (Function/Activity)

Governance

Objective:

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

Activities:

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

Objective:

To collect revenue to allow for the provision of services.

Activities:

Rates, general purpose government grants and interest revenue.

Law, Order, Public Safety

Objective:

To provide services to help ensure a safer and environmentally conscious community.

Activities:

Supervision and enforcement of various laws relating to fire prevention and other aspects of public safety including emergency services.

Health

Objective:

To provide an operational framework for environmental and community health.

Activities:

Inspection of food outlets and their control, provision of meat inspection services, noise control and a waste pick-up service.

Education and Welfare

Objective:

To provide services to children and youth.

Activities:

Maintenance of playgroup centre (early years learning) and operation of youth services.

Housing

Objective:

To provide and maintain staff housing.

Activities:

Provision and maintenance of staff housing.

Community Amenities

Objective:

To provide services required by the community.

Activities:

Rubbish collection services, litter control, storm water maintenance and protection of the environment.

Recreation and Culture

Objective:

To establish and effectively manage infrastructure and resources which will help the social well-being of the community.

Activities:

Maintenance of public halls, civic centres, aquatic centre, recreation centres and various sporting facilities. Provision and maintenance of parks and playgrounds. Operation of other cultural facilities.

Transport

Objective:

To provide safe, effective and efficient transport services to the community.

Activities:

Construction and maintenance of roads, streets, footpaths, depot, and traffic control. Cleaning of streets and maintenance of street trees.

Economic Services

Objective:

To help promote the shire and its economic wellbeing.

Activities:

Tourism and area promotion, provision of rural services including weed and vermin control. Building control.

Other Property and Services

Objective:

To monitor and control council's overheads operating accounts.

Activities:

Private works operation, plant repairs, operation costs and administrative costs.

Note 2 Net Current Funding Position

NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY For the Period Ended 31 December 2017

Net Current Assets	Note	30 Jun 2017	YTD 31 Dec 2017
		\$	\$
Current Assets			
Cash Municipal	4	4,163,677	2,688,347
Cash Reserves	4	798,459	808,517
Receivables - Rates	5	238,689	71,715
Receivables - Other	5	943,386	566,359
Inventories		44,990	44,990
		6,189,200	4,179,927
Less: Current Liabilities			
Payables	6	(2,524,844)	(952,209)
Provisions		(509,987)	(293,905)
Less: Cash Reserves	7	(798,459)	(808,517)
Net Current Funding Position		2,355,911	2,125,297

Note 3 Capital – Acquisitions, Funding and Disposal

NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY For the Period Ended 31 December 2017

Summary Capital Acquisitions	YTD Actual New/Upgrade (a)	YTD Actual Renewal Expenditure (b)	Adopted Budget	YTD Budget (d)	YTD Actual Total (c)=(a)+(b)	Variance (c)-(d)
	\$	\$	\$	\$	\$	\$
Land & Buildings	0	(165,308)	(172,212)	(86,106)	(165,308)	(79,202)
Furniture & Equipment	0	(32,194)	(77,000)	(38,500)	(32,194)	6,306
Plant & Equipment	0	(130,233)	(353,000)	(176,500)	(130,233)	46,267
Infrastructure - Roads	0	(1,741,332)	(5,306,478)	(2,653,239)	(1,741,332)	911,907
Capital Expenditure Totals	0	(2,069,067)	(5,908,690)	(2,954,345)	(2,069,067)	885,278
Capital Acquisitions Funded By						
Capital Grants and Contributions			6,712,409	2,474,476	708,033	
Other (Disposals & C/Fwd)			0	0	0	
Council Contribution - Operations			(803,719)	479,869	1,361,034	
Capital Funding Total			5,908,690	2,954,345	2,069,067	

Capital Acquisitions	YTD Actual New/Upgrade	YTD Actual Renewal Expenditure	Adopted Budget	YTD Budget	YTD Actual Total	Variance (Over)/Under
Land & Building						
Lighting - Warburton Oval		0	15,000	7,500	0	7,500
Playgroup/Early Years Learning Centre		165,308	157,212	78,606	165,308	(86,702)
Land & Building Total	0	165,308	172,212	86,106	165,308	(79,202)
Furniture & Equipment						
Furniture - New Boardroom		0	0	0	0	0
Office Equipment		28,876	35,000	17,500	28,876	(11,376)
Office Equipment - Computer		3,318	21,000	10,500	3,318	7,182
Drop In Centre Equipment		0	15,000	7,500	0	7,500
Furniture-Staff Housing		0	6,000	3,000	0	3,000
Furniture & Equipment Total	0	32,194	77,000	38,500	32,194	6,306
Plant & Equipment						
Light Truck		0	20,000	10,000	0	10,000
Vehicle		0	40,000	20,000	0	20,000
Rubbish Truck Warakuma		0	90,000	45,000	0	45,000
Purchase of Vehicle - Toyota PC		0	68,000	34,000	0	34,000
Purchase of Vehicle - Early Years Program		56,832	55,000	27,500	56,832	(29,332)
Purchase of Vehicle - Youth Program		73,400	80,000	40,000	73,400	(33,400)
Plant & Equipment Total	0	130,233	353,000	176,500	130,233	46,267
Infrastructure - Roads						
Great Central Road - R2R SLK		0	365,000	182,500	0	182,500
Great Central Road - Roads to Recovery		1,047,228	331,020	165,510	1,047,228	(881,718)
Great Central Road - MRWA Major		694,105	3,300,000	1,650,000	694,105	955,895
Giles Mulga Park RRG		0	435,000	217,500	0	217,500
Giles Mulga Park - Roads to Recovery		0	245,458	122,729	0	122,729
Warburton Blackstone Road - Roads to Recovery		0	180,000	90,000	0	90,000
Warburton Blackstone Road RRG		0	450,000	225,000	0	225,000
Infrastructure Total	0	1,741,332	5,306,478	2,653,239	1,741,332	911,907
Grand Total	0	2,069,067	5,908,690	2,954,345	2,069,067	885,278

Note 3 Capital - Acquisitions, Funding and Disposal cont.

NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 31 December 2017

Assets Disposed		Accum Depr	Proceeds	Profit (Loss)	Description Disposed Asset	Adopted Budget Profit/(Loss)	Actual Profit/(Loss)	Variance	Comments
Cost									
\$	\$		\$	\$	\$	\$	\$	\$	
Land & Building									
0	0	0	0	0	0	0	0	0	
Plant & Equipment									
0	0	0	0	0	0	0	0	0	
0	0	0	0	0	0	0	0	0	

Note 4 Capital and Investments

NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY For the Period Ended 31 December 2017

Bank Accounts	Municipal	Reserves	Trust	Investments	Total Amount	Institution	Interest Rate	Maturity Date
(a) Cash Deposits	\$	\$	\$	\$	\$	\$	\$	
Municipal Account	2,685,847				2,685,847			
Cash Advance	2,500				2,500	Westpac	Variable	Business
Trust								
(b) Term Deposit								
Reserves		808,517			808,517	Westpac		
Total	2,688,347	808,517	0	0	3,496,863			

*** Cash and Investments transactions have not been completed. Further information required for term deposit

Note 5 Receivables

NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY For the Period Ended 31 December 2017

Receivables - Rates and other Rates Receivable	YTD 30 Nov 2017	30 Jun 2017	Receivables - General	Credit	Current	30 Days	60 Days	90+ Days	Total
	\$	\$	\$	\$	\$	\$	\$	\$	\$
Opening Arrears Previous Years	238,689	230,941	Receivables - General					199,659	199,659
Levied This Year	186,732	237,825	Balances per Trial Balance						
Other Rate Charges	0		Sundry Debtors						366,700
Less Collections to date	(353,706)	(230,407)	Receivables - Other						0
Equal Current Outstanding	71,715	238,359	Accruals						
Net Rates Collectable	71,715	238,359	Total Receivables General Outstanding						566,359
% Collected	83%	49%	Amounts shown above include GST (where applicable)						

Note 6 Payables

NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY For the Period Ended 31 December 2017

Payables	Credit	Current	30 Days	60 Days	90+ Days	Total
	\$	\$	\$	\$	\$	\$
Payables - General		3,385				3,385
Balances per Trial Balance						
Sundry Payables						3,385
Payables - Other						
Payroll Payables						
ATO Liability						353,100
Accrued Expenses						0
Other						595,724
Total Payables - Other						948,824
					Total Payables	952,209

Amounts shown above include GST (where applicable)

Note 7 Cash Backed Reserves

NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY For the Period Ended 31 December 2017

Reserves	Opening Balance	Adopted Budget Interest Earned	Actual Interest Earned	Adopted Budget Transfers In (+)	Actual Transfers In (+)	Adopted Budget Transfers Out (-)	Actual Transfers Out (-)	Transfer out Reference	Current Closing Balance	Actual YTD Closing Balance
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Asset Replacement/Acquisition Reserve	728,343	8,775	9,175	0	0	(157,212)	0	0	579,906	737,517
Cultural Centre Reserve	70,116	845	883	0	0	0	0	0	70,961	70,999
	798,459	9,620	10,058	0	0	(157,212)	0	0	650,867	808,517

Note 8 Rating Information

NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY For the Period Ended 31 December 2017

Rate	Rate In	Number of Properties	Rateable Value	YTD Actual			Adopted Budget				
				Rate Revenue	Interim Rates	Back Rates	Total Revenue	Rate Revenue	Interim Rate	Back Rate	Total Revenue
General Rate	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	
UV General Rate	0.190000	34	908,944	186,732	0	0	186,732	181,788	0	0	181,788
Sub-Totals		34	908,944	186,732	0	0	186,732	181,788	0	0	181,788
Minimum Payments	Minimum \$										
UV General Rate	240	0	0	0	0	0	0	0	0	0	0
Sub-Totals		0	0	0	0	0	0	0	0	0	0
Total		34	908,944	186,732	0	0	186,732	181,788	0	0	181,788
Discounts on Rates							0				0
Amounts from General Rates							186,732				181,788
Ex-Gratia Rates							0				64,882
							186,732				246,670

Note 9 Information on Borrowings

(a) Debenture Repayments

The Shire does not have any borrowings.

(b) New Debentures

There were not new debentures as at reporting date.

(c) Unspent Debentures

The Shire had no unspent debenture funds as at reporting date.

(d) Overdraft

The shire does not currently have any overdraft facilities set-up.

Note 10 Grants and Contributions

NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY For the Period Ended 31 December 2017

Grants	Grant Provider	2017-18 Adopted Budget	2017-18 Adopted Budget		Variations Additions/(Deletions) Operating Capital	Reoup Status	
			Operating	Capital		Received	Not Received
		\$	\$	\$	\$	\$	\$
General Purpose Funding							
General Grants (Untied)	WALGGC	3,152,434	3,152,434			2,271,915	880,519
Reimbursements	Various	1,500	1,500			0	1,500
Governance	DoT	3,500	3,500			1,148	2,352
Licensing Commission							
Health							
Grant-Environmental Health Program WA	DoH	104,352	104,352			62,320	42,032
Health Dept							
Education and Welfare							
Grant - DCD		332,000	332,000			339,353	100,000
Grant - Youth Program		100,000	100,000			0	100,000
Community Amenities							
FAHCSIA - NJCP	FAHCSIA	50,000	50,000			0	50,000
Recreation and Culture							
Contributions Bus Hire		0	0			1,069	0
Contributions and Reimbursements Other	Various	1,000	1,000			0	1,000
Transport							
Grants - Direct	MRWA	84,397	84,397			76,725	7,672
Fed, Roads Grant (untied)	MRWA	607,588	607,588			335,580	272,008
Govt Grant - Road to Recovery	Dept of Infrastructure	1,876,020		1,876,020		0	1,876,020
Govt Grants - Special Purpose	MRWA	590,000		590,000		236,000	354,000
Govt Grant - Outback Highway		3,300,000		3,300,000		300,000	3,000,000
Govt Grants - Special Purpose		946,389		946,389		172,033	774,356
Other Property and Services							
Reimbursements	Various	15,000	15,000			0	15,000
Advertising Rebates	Various	500	500			0	500
		11,164,680	4,452,271	6,712,409	0	3,796,142	7,376,960

Note 11 Trust Funds

There are no funds held at balance date over which the Shire has no control.

Note 12 Material Variances

NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY For the Period Ended 31 December 2017

Details and explanations of the material variances reflected on the Statement of Financial Activity are provided below as required by Local Government (Financial Management) Regulation 34(1) (d). pq Indicates a variance between Year to Date (YTD) Budget and YTD Actual data as per the adopted materiality threshold of 10%.

Reporting Program	Variance	Variance	Var.	Timing/ Permanent	Explanation of Variance
Operating Revenues	\$	%			
Governance	(4,445)	-77%	▼		
General Purpose Funding - Rates	4,944	3%	▲		
General Purpose Funding - Other	(149,274)	-6%	▼		
Law, Order, Public Safety	2,600	3250%	▲		
Health	21,920	54%	▲		
Education and Welfare	(37,497)	-10%	▼		
Housing	(22,500)	-100%	▼		
Community amenities	(136,500)	-100%	▼		
Recreation and Culture	107,980	91%	▲		
Transport	(143,676)	-26%	▼		
Economic Services	(5,700)	-100%	▼		
Other Property and Services	(10,277)	-99%	▼		
Operating Expense					
Governance	(76,137)	83%	▲		
General Purpose Funding - Rates	16,470	-100%	▼		
General Purpose Funding - Other	-	0%			
Law, Order, Public Safety	16,326	-32%	▼		
Health	71,812	-29%	▼		
Education and Welfare	134,965	-22%	▼		
Housing	201,607	-62%	▼		
Community Amenities	134,241	-38%	▼		
Recreation and Culture	368,009	-51%	▼		
Transport	1,112,653	-45%	▼		
Economic Services	43,308	-57%	▼		
Other Property and Services	(161,392)	615%	▲		
Funding Balance Adjustments					
Add back Depreciation	(516,105)	-41%	▼		
Adjust (Profit)/Loss on Disposal	-	0%			
Capital Revenues					
Grants, Subsidies and Contributions	(1,766,443)	-71%	▼		
Proceeds from Disposal of Assets	-	0%			
Capital Expenses					
Land & Buildings	(79,202)	92%	▲		
Furniture & Equipment	6,306	-16%	▼		
Plant & Equipment	46,267	-26%	▼		
Infrastructure - Roads	911,907	-34%	▼		
Financing					
Transfer to Reserves	(438)	5%	▲		

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Shire of Ngaanyatjaraku

Monthly Financial report

For the Period Ending 31 January 2018

Local Government Act 1995

Local Government (Financial Management) Regulations 1996

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Statement of Financial Activity by Program

Statutory Reporting Program
For the Period Ended 31 January 2018

Note	Adopted Budget	YTD Budget (a)	YTD Actual (b)	Variance \$ (b)-(a)	Variance % (b)-(a)/(a)	Variance
	\$	\$	\$	\$	%	
Operating Revenue						
Governance	8,000	6,042	1,315	(4,727)	-78%	↕
General Purpose Funding - Rates	246,670	246,670	181,040	(65,630)	-27%	↕
General Purpose Funding - Other	3,173,624	2,431,418	2,282,168	(149,250)	-6%	↕
Law, Order, Public Safety	80	80	2,680	2,600	3250%	↗
Health	104,752	40,400	62,320	21,920	54%	↗
Education and Welfare	440,000	386,667	349,035	(37,632)	-10%	↕
Housing	45,000	22,500	0	(22,500)	-100%	↕
Community Amenities	137,500	136,500	0	(136,500)	-100%	↕
Recreation and Culture	238,640	138,831	144,411	5,580	4%	↕
Transport	691,985	555,981	412,305	(143,676)	-26%	↕
Economic Services	11,200	5,700	0	(5,700)	-100%	↕
Other Property and Services	22,150	11,150	176	(10,974)	-98%	↕
Total Operating Revenue	5,119,601	3,981,939	3,435,449	(546,490)		
Operating Expense						
Governance	(121,900)	(101,350)	(180,696)	(79,346)	78%	↗
General Purpose Funding - Rates	(27,795)	(18,786)	(6)	18,780	-100%	↕
General Purpose Funding - Other	0	0	0	0		
Law, Order, Public Safety	(94,560)	(54,283)	(36,020)	18,263	-34%	↕
Health	(443,794)	(281,254)	(198,449)	82,805	-29%	↕
Education and Welfare	(1,157,508)	(698,965)	(530,755)	168,210	-24%	↕
Housing	(614,297)	(377,586)	(131,105)	246,481	-65%	↕
Community Amenities	(625,257)	(400,631)	(236,982)	163,649	-41%	↕
Recreation and Culture	(1,297,681)	(826,610)	(419,813)	406,797	-49%	↕
Transport	(3,830,617)	(2,807,162)	(1,515,675)	1,291,487	-46%	↕
Economic Services	(125,919)	(85,127)	(35,562)	49,565	-58%	↕
Other Property and Services	(32,150)	(27,434)	(215,667)	(188,233)	686%	↗
Total Operating Expenditure	(8,371,478)	(5,679,188)	(3,500,730)	2,178,458		
Funding Balance Adjustments						
Add back Depreciation	2,522,000	1,471,167	870,393	(600,774)	-41%	↕
Adjust (Profit)/Loss on Disposal	0	0	0	0		
Net Cash from Operations	(729,877)	(226,082)	805,112	1,031,194		
Capital Revenues						
Grants, Subsidies and Contributions	6,712,409	3,299,476	708,033	(2,591,443)	-79%	↕
Proceeds from Disposal of Assets	0	0	0	0		
Total Capital Revenues	6,712,409	3,299,476	708,033	(2,591,443)		
Capital Expenses						
Land & Buildings	(172,212)	(100,457)	(180,316)	(79,859)	79%	↗
Furniture and Equipment	(77,000)	(44,917)	(32,194)	12,722	-28%	↕
Plant & Equipment	(353,000)	(205,917)	(130,233)	75,684	-37%	↕
Infrastructure - Roads	(5,306,478)	(3,095,446)	(1,906,230)	1,189,215	-38%	↕
Total Capital Expenditure	(5,908,690)	(3,446,736)	(2,248,973)	1,197,763		
Net Cash from Capital Activities	803,719	(147,260)	(1,540,940)	(1,393,680)		
Financing						
Transfer from Reserves	157,212	157,212	0	(157,212)	-100%	↕
Transfer to Reserves	(19,240)	(9,620)	(10,058)	(438)	5%	
Net Cash from Financing Activities	137,972	147,592	(10,058)	(157,650)		
Net Operations, Capital & Financing	211,814	(225,750)	(745,886)	(520,136)		
Opening Funding Surplus (Deficit)	2,943,320	2,355,911	2,355,911	0		
Closing Funding Surplus (Deficit)	2,943,320	2,130,161	1,610,025	(520,136)		

▲ ▼ Indicates a variance between Year to Date (YTD) Budget and YTD Actual data as per the adopted materiality threshold of 10%.

Refer to the attached Explanation of Material Variances Statement for an explanation of the reasons for the variance.

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

2 Statement of Financial Activity by Nature or Type

By Nature or Type For the Period Ended 31 January 2018

	Note	Adopted Budget	YTD Budget (a)	YTD Actual (b)	Variance \$ (b)-(a)
Operating Revenue		\$	\$	\$	\$
Rates		246,670	246,670	181,040	(65,630)
Operating Grants, Subsidies and Contributions		4,452,271	3,459,371	3,088,325	(371,046)
Fees & Charges		358,090	240,948	135,104	(105,844)
Interest Earnings		19,690	10,070	10,252	182
Other Revenue		42,880	24,880	20,728	(4,152)
Profit on Disposal of Assets		0	0	0	0
Total Operating Revenue		5,119,601	3,981,939	3,435,449	(546,489)
Operating Expense					
Employee Costs		(2,583,151) ✓	(1,535,707)	(1,239,545)	296,162
Material and Contracts		(2,968,327) ✓	(2,416,014)	(1,221,165)	1,194,849
Utility Charges (Electricity, Gas, Water etc.)		(58,500) ✓	(36,750)	(8,391)	28,359
Depreciation on Non-current Assets		(2,522,000) ✓	(1,471,167)	(870,393)	600,774
Insurance Expense		(120,300) ✓	(120,300)	(102,109)	18,191
Other Expenditure		(119,200) ✓	(99,250)	(59,128)	40,122
Loss on Asset Disposal		0 ✓	0	0	0
Total Operating Expenditure		(8,371,478)	(5,679,188)	(3,500,730)	2,178,458
Funding Balance Adjustments					
Add back Depreciation		2,522,000	1,471,167	870,393	(600,774)
Adjust (Profit)/Loss on Disposal		0	0	0	0
Net Cash from Operations		(729,877)	(226,082)	805,112	1,031,195
Capital Revenues					
Grants, Subsidies and Contributions		6,712,409	3,299,476	708,033	(2,591,443)
Proceeds from Disposal of Assets	3	0	0	0	0
Total Capital Revenues		6,712,409	3,299,476	708,033	(2,591,443)
Capital Expenses					
Land & Buildings	3	(172,212)	(100,457)	(180,316)	(79,859)
Furniture and Equipment	3	(77,000)	(44,917)	(32,194)	12,722
Plant & Equipment	3	(353,000)	(205,917)	(130,233)	75,684
Infrastructure - Roads	3	(5,306,478)	(3,095,446)	(1,906,230)	1,189,215
Total Capital Expenditure		(5,908,690)	(3,446,736)	(2,248,973)	1,197,763
Net Cash from Capital Activities		803,719	(147,260)	(1,540,940)	(1,393,680)
Financing					
Transfer from Reserves	7	157,212	157,212	0	(157,212)
Transfer to Reserves	7	(19,240)	(9,620)	(10,058)	(438)
Net Cash from Financing Activities		137,972	147,592	(10,058)	(157,650)
Net Operations, Capital & Financing		211,814	(225,750)	(745,886)	(520,135)
Opening Funding Surplus (Deficit)	2	2,943,320	2,355,911	2,355,911	0
Closing Funding Surplus (Deficit)	2	3,155,134	2,130,161	1,610,025	(520,135)

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

Note 1 Significant Accounting Policies

(a) 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 noncurrent assets, financial assets and liabilities.

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.

(b) The Local Government Reporting Entity

All Funds through which the Council controls resources to carry on its functions have been included in this statement. In the process of reporting on the local government as a single unit, all transactions and balances between those funds (for example, loans and transfers between Funds) have been eliminated. All monies held in the Trust Fund are excluded from the statement, but a separate statement of those monies appears at Note 11.

(c) Rounding Off Figures

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

(d) Rates, Grants, Donations and Other Contributions

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

(e) Goods and Services Tax

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.

(f) Cash and Cash Equivalents

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.

(g) Trade and Other Receivables

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.

(h) Inventories

General

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

Land Held for Resale

Land held for development and sale is valued at the lower of cost and net realisable value. Cost includes the cost of acquisition, development, borrowing costs and holding costs until completion of development. Finance costs and holding charges incurred after development is completed are expensed. Gains and losses are recognised in profit or loss at the time of signing an unconditional contract of sale if significant risks and rewards, and effective control over the land, are passed on to the buyer at this point. Land held for sale is classified as current except where it is held as non-current based on Council's intentions to release for sale.

(i) Fixed Assets

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

different from fair value. Assets carried at fair value are to be revalued with sufficient regularity to ensure the carrying amount does not differ materially from that determined using fair value at reporting date.

(j) Depreciation of Non-Current Assets

All non-current assets having a limited useful life (excluding freehold land) are systematically depreciated over their useful lives in a manner which reflects the consumption of the future economic benefits embodied in those assets. Assets are depreciated from the date of acquisition or, in respect of internally constructed assets, from the time the asset is completed and held ready for use.

Items are depreciated over their useful lived on a reducing balance basis as follows:

Asset	% per annum
Land & Building	2.00%
Furniture & Equipment	25.00%
Plant & Equipment	17.50%
Infrastructure, Formation	0%
Infrastructure, Pavement	4.32%
Infrastructure, Seal	4.30%
Infrastructure, Kerb	4.94%
Infrastructure, Drainage	3.16%
Infrastructure, Recreation	2.00%

(k) Trade and Other Payables

Trade and other payables represent liabilities for goods and services provided to the Council prior to the end of the financial year that are unpaid and arise when the Council 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.

(l) Employee Benefits

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

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

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

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

The liability for long service leave is recognised in the provision for employee benefits and measured as the present value of expected future payments to be made in respect of

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

(m) Interest-bearing Loans and Borrowings

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

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

Borrowing Costs

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

(n) Provisions

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

(o) Current and Non-Current Classification

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

(p) Nature or Type Classifications

Rates

All rates levied under the Local Government Act 1995. Includes general, differential, specific area rates, minimum rates, interim rates, back rates, ex-gratia rates, less discounts offered. Exclude administration fees, interest on instalments, interest on arrears 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 noncurrent 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, licenses, 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 that these are television and radio broadcasting, underground electricity and neighbourhood surveillance services. Exclude rubbish removal charges. Interest and other items of a similar nature received from bank and investment accounts, interest on rate instalments, interest on rate arrears and interest on debtors.

Interest Earnings

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

Other Revenue / Income

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

Employee Costs

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

Materials and Contracts

All expenditures on materials, supplies and contracts not classified under other headings. These include supply of goods and materials, legal expenses, consultancy, maintenance agreements, communication expenses, advertising expenses, membership, periodicals, publications,

hire expenses, rental, leases, postage and freight etc. Local governments may wish to disclose more detail such as contract services, consultancy, information technology, rental or lease expenditures.

Utilities (Gas, Electricity, Water, etc.)

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

Insurance

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

Loss on asset disposal

Loss on the disposal of fixed assets.

Depreciation on non-current assets

Depreciation expense raised on all classes of assets.

Interest expenses

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

Other expenditure

Statutory fees, taxes, provision for bad debts, member's fees or levies including WA Fire Brigade Levy and State taxes. Donations and subsidies made to community groups.

(q) Program Classifications (Function/Activity)

Governance

Objective:

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

Activities:

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

Objective:

To collect revenue to allow for the provision of services.

Activities:

Rates, general purpose government grants and interest revenue.

Law, Order, Public Safety

Objective:

To provide services to help ensure a safer and environmentally conscious community.

Activities:

Supervision and enforcement of various laws relating to fire prevention and other aspects of public safety including emergency services.

Health

Objective:

To provide an operational framework for environmental and community health.

Activities:

Inspection of food outlets and their control, provision of meat inspection services, noise control and a waste pick-up service.

Education and Welfare

Objective:

To provide services to children and youth.

Activities:

Maintenance of playgroup centre (early years learning) and operation of youth services.

Housing

Objective:

To provide and maintain staff housing.

Activities:

Provision and maintenance of staff housing.

Community Amenities

Objective:

To provide services required by the community.

Activities:

Rubbish collection services, litter control, storm water maintenance and protection of the environment.

Recreation and Culture

Objective:

To establish and effectively manage infrastructure and resources which will help the social well-being of the community.

Activities:

Maintenance of public halls, civic centres, aquatic centre, recreation centres and various sporting facilities. Provision and maintenance of parks and playgrounds. Operation of other cultural facilities.

Transport

Objective:

To provide safe, effective and efficient transport services to the community.

Activities:

Construction and maintenance of roads, streets, footpaths, depot, and traffic control. Clearing of streets and maintenance of street trees.

Economic Services

Objective:

To help promote the shire and its economic wellbeing.

Activities:

Tourism and area promotion, provision of rural services including weed and vermin control. Building control.

Other Property and Services

Objective:

To monitor and control council's overheads operating accounts.

Activities:

Private works operation, plant repairs, operation costs and administrative costs.

Note 2 Net Current Funding Position

NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY For the Period Ended 31 January 2018

Net Current Assets	Note	30 Jun 2017	YTD 31 Jan 2018
		\$	\$
Current Assets			
Cash Municipal	4	4,163,677	2,403,660
Cash Reserves	4	798,459	808,517
Receivables - Rates	5	238,689	58,994
Receivables - Other	5	943,386	484,534
Inventories		44,990	44,990
		6,189,200	3,800,695
Less: Current Liabilities			
Payables	6	(2,524,844)	(1,088,248)
Provisions		(509,987)	(293,905)
Less: Cash Reserves	7	(798,459)	(808,517)
Net Current Funding Position		2,355,911	1,610,025

Note 3 Capital – Acquisitions, Funding and Disposal

NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY For the Period Ended 31 January 2018

Summary Capital Acquisitions	YTD Actual New/Upgrade (a)	YTD Actual Renewal Expenditure (b)	Adopted Budget	YTD Budget (d)	YTD Actual Total (c)=(a)+(b)	Variance (c)-(d)
	\$	\$	\$	\$	\$	\$
Land & Buildings	0	(180,316)	(172,212)	(100,457)	(180,316)	(79,859)
Furniture & Equipment	0	(32,194)	(77,000)	(44,917)	(32,194)	12,722
Plant & Equipment	0	(130,233)	(353,000)	(205,917)	(130,233)	75,684
Infrastructure - Roads	0	(1,906,230)	(5,306,478)	(3,095,446)	(1,906,230)	1,189,215
Capital Expenditure Totals	0	(2,248,973)	(5,908,690)	(3,446,736)	(2,248,973)	1,197,763
Capital Acquisitions Funded By						
Capital Grants and Contributions			6,712,409	3,299,476	708,033	
Other (Disposals & C/Fwd)			0	0	0	
Council Contribution - Operations			(803,719)	147,260	1,540,940	
Capital Funding Total			5,908,690	3,446,736	2,248,973	

Capital Acquisitions	YTD Actual New/Upgrade	YTD Actual Renewal Expenditure	Adopted Budget	YTD Budget	YTD Actual Total	Variance (Over)/Under
Land & Building						
Lighting - Warburton Oval		0	15,000	8,750	0	8,750
Playgroup/Early Years Learning Centre		180,316	157,212	91,707	180,316	(88,609)
Land & Building Total	0	180,316	172,212	100,457	180,316	(79,859)
Furniture & Equipment						
Furniture - New Boardroom		0	0	0	0	0
Office Equipment		32,194	35,000	20,417	32,194	(11,778)
Office Equipment - Computer		0	21,000	12,250	0	12,250
Drop In Centre Equipment		0	15,000	8,750	0	8,750
Furniture-Staff Housing		0	6,000	3,500	0	3,500
Furniture & Equipment Total	0	32,194	77,000	44,917	32,194	12,722
Plant & Equipment						
Light Truck		0	20,000	11,667	0	11,667
Vehicle		0	40,000	23,333	0	23,333
Rubbish Truck Warakuma		0	90,000	52,500	0	52,500
Purchase of Vehicle - Toyota PC		0	68,000	39,667	0	39,667
Purchase of Vehicle - Early Years Program		56,832	55,000	32,083	56,832	(24,749)
Purchase of Vehicle - Youth Program		73,400	80,000	46,667	73,400	(26,733)
Plant & Equipment Total	0	130,233	353,000	205,917	130,233	75,684
Infrastructure - Roads						
Great Central Road - R2R SLK		0	365,000	212,917	0	212,917
Great Central Road - Roads to Recovery		1,047,228	331,020	193,095	1,047,228	(854,133)
Great Central Road - MRWA Major		859,002	3,300,000	1,925,000	859,002	1,065,998
Giles Mulga Park RRG		0	435,000	253,750	0	253,750
Giles Mulga Park - Roads to Recovery		0	245,458	143,184	0	143,184
Warburton Blackstone Road - Roads to Recovery		0	180,000	105,000	0	105,000
Warburton Blackstone Road RRG		0	450,000	262,500	0	262,500
Infrastructure Total	0	1,906,230	5,306,478	3,095,446	1,906,230	1,189,215
Grand Total	0	2,248,973	5,908,690	3,446,736	2,248,973	1,197,763

Note 3 Capital - Acquisitions, Funding and Disposal cont.

For the Period Ended 31 January 2018

Assets Disposed

Cost	Accum Depr	Proceeds	Profit (Loss)	Description Disposed Asset	Adopted Budget Profit/(Loss)	Actual Profit/(Loss)	Variance	Comments
\$	\$	\$	\$	\$	\$	\$	\$	
Land & Building								
0	0	0	0		0	0	0	
Plant & Equipment								
0	0	0	0		0	0	0	
0	0	0	0		0	0	0	

Note 4 Capital and Investments

NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY For the Period Ended 31 January 2018

Bank Accounts	Municipal	Reserves	Trust	Investments	Total Amount	Institution	Interest Rate	Maturity Date
	\$	\$	\$	\$	\$	\$	\$	
(a) Cash Deposits								
Municipal Account	2,401,160				2,401,160	Westpac	Variable	Business
Cash Advance Trust	2,500				2,500			
(b) Term Deposit								
Reserves		808,517			808,517	Westpac		
Total	2,403,660	808,517	0	0	3,212,177			

*** Cash and Investments transactions have not been completed. Further information required for term deposit

Note 5 Receivables

NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY For the Period Ended 31 January 2018

Receivables - Rates and other Rates Receivable	YTD 31 Jan 2018	30 Jun 2017	Receivables - General	Credit	Current	30 Days	60 Days	90+ Days	Total
Operating Arrears Previous Years	\$ 238,689	\$ 230,941	Receivables - General		\$ 64,493	\$	\$	\$ 43,668	\$ 108,161
Levied This Year	181,040	237,825	Balances per Trial Balance						
Other Rate Charges	0		Sundry Debtors						376,373
Less Collections to date	(360,734)	(230,407)	Receivables - Other						0
Equal Current Outstanding	58,994	238,359	Accruals						
Net Rates Collectable	58,994	238,359	Total Receivables General Outstanding						484,534
% Collected	86%	49%	Amounts shown above include GST (where applicable)						

Note 6 Payables

NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY For the Period Ended 31 January 2018

Payables	Credit	Current	30 Days	60 Days	90+ Days	Total
	\$	\$	\$	\$	\$	\$
Payables - General		114,810	2,270	440		117,520
Balances per Trial Balance						
Sundry Payables						117,520
Payables - Other						
Payroll Payables						
ATO Liability						373,729
Accrued Expenses						0
Other						596,999
Total Payables - Other						970,728
					Total Payables	1,088,248

Amounts shown above include GST (where applicable)

Note 7 Cash Backed Reserves

NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY For the Period Ended 31 January 2018

Reserves	Opening Balance	Adopted Budget Interest Earned	Actual Interest Earned	Adopted Budget Transfers In (+)	Actual Transfers In (+)	Adopted Budget Transfers Out (-)	Actual Transfers Out (-)	Transfer out Reference	Current Closing Balance	Actual YTD Closing Balance
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Asset Replacement/Acquisition Reserve	728,343	8,775	9,175	0	0	(157,212)	0	0	579,906	737,517
Cultural Centre Reserve	70,116	845	883	0	0	0	0	0	70,961	70,999
	798,459	9,620	10,058	0	0	(157,212)	0	0	650,867	808,517

Note 8 Rating Information

NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY For the Period Ended 31 January 2018

Rate	Rate In	Number of Properties	Rateable Value	YTD Actual			Adopted Budget				
				Rate Revenue	Interim Rates	Back Rates	Total Revenue	Rate Revenue	Interim Rate	Back Rate	Total Revenue
General Rate	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	
UV General Rate	0.190000	34	908,944	181,040	0	0	181,040	181,788	0	0	181,788
Sub-Totals		34	908,944	181,040	0	0	181,040	181,788	0	0	181,788
Minimum Payments											
UV General Rate	240	0	0	0	0	0	0	0	0	0	0
Sub-Totals		0	0	0	0	0	0	0	0	0	0
Total											
		34	908,944	181,040	0	0	181,040	181,788	0	0	181,788
Discounts on Rates											
Amounts from General Rates							0				0
Ex-Gratia Rates							181,040				181,788
							0				64,882
							181,040				246,670

Note 9 Information on Borrowings

(a) Debenture Repayments

The Shire does not have any borrowings.

(b) New Debentures

There were not new debentures as at reporting date.

(c) Unspent Debentures

The Shire had no unspent debenture funds as at reporting date.

(d) Overdraft

The shire does not currently have any overdraft facilities set-up.

Note 10 Grants and Contributions

NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY For the Period Ended 31 January 2018

Grants	Grant Provider	2017-18 Adopted Budget	2017-18 Adopted Budget		Variations Additions/(Deletions) Operating Capital	Recoup Status	
			Operating	Capital		Received	Not Received
		\$	\$	\$	\$	\$	\$
General Purpose Funding							
General Grants (Untied)	WALGGC	3,152,434	3,152,434			2,271,915	880,519
Reimbursements	Various	1,500	1,500			0	1,500
Governance							
Licensing Commission	DoT	3,500	3,500			1,260	2,240
Health							
Grant-Environmental Health Program WA							
Health Dept	DoH	104,352	104,352			62,320	42,032
Education and Welfare							
Grant - DCD		332,000	332,000			339,353	
Grant - Youth Program		100,000	100,000			0	100,000
Community Amenities							
FAHSCIA - NJCP	FAHSCIA	50,000	50,000			0	50,000
Recreation and Culture							
Contributions Bus Hire		0	0			1,069	0
Contributions and Reimbursements Other	Various	1,000	1,000			0	1,000
Transport							
Grants - Direct	MRWA	84,397	84,397			76,725	7,672
Fed, Roads Grant (untied)	MRWA	607,588	607,588			335,580	272,008
Govt Grant - Road to Recovery	Dept of Infrastructure	1,876,020		1,876,020		0	1,876,020
Govt Grants - Special Purpose	MRWA	590,000		590,000		236,000	354,000
Govt Grant - Outback Highway		3,300,000		3,300,000		300,000	3,000,000
Govt Grants - Special Purpose		946,389		946,389		172,033	774,356
Other Property and Services							
Reimbursements	Various	15,000	15,000			103	14,897
Advertising Rebates	Various	500	500			0	500
		11,164,680	4,452,271	6,712,409	0	3,796,358	7,376,744

Note 11 Trust Funds

There are no funds held at balance date over which the Shire has no control.

Note 12 Material Variances

NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY For the Period Ended 31 January 2018

Details and explanations of the material variances reflected on the Statement of Financial Activity are provided below as required by Local Government (Financial Management) Regulation 34(1) (d). pq Indicates a variance between Year to Date (YTD) Budget and YTD Actual data as per the adopted materiality threshold of 10%.

Reporting Program	Variance	Variance	Var.	Timing/ Permanent	Explanation of Variance
	\$	%			
Operating Revenues					
Governance	(4,727)	-78%	▼	Permanent	Phone card sales lower
General Purpose Funding - Rates	(65,630)	-27%	▼	Timing	Ex-gratia rates not charged yet
General Purpose Funding - Other	(149,250)	-6%	▼		
Law, Order, Public Safety	2,600	3250%	▲	Timing	FESA Emergency Services Levy
Health	21,920	54%	▲	Timing	WA Health Grant
Education and Welfare	(37,632)	-10%	▼	Timing	Youth Grant not received
Housing	(22,500)	-100%	▼	Timing	Rental invoices not yet raised
Community amenities	(136,500)	-100%	▼	Timing	Rubbish charges not raised yet
Recreation and Culture	5,580	4%	▲		
Transport	(143,676)	-26%	▼	Timing	Road grants to claim
Economic Services	(5,700)	-100%	▼	Permanent	Building Commission levies
Other Property and Services	(10,974)	-98%	▼	Timing	Plant allocations
Operating Expense					
Governance	(79,346)	78%	▲	Permanent	Payout leave & Legal Exp
General Purpose Funding - Rates	18,780	-100%	▼	Timing	Admin OH
General Purpose Funding - Other	-	0%			
Law, Order, Public Safety	18,263	-34%	▼	Timing	Admin OH
Health	82,805	-29%	▼	Permanent	Admin OH / EH prog down
Education and Welfare	168,210	-24%	▼	Timing	Admin OH / Depn
Housing	246,481	-65%	▼	Timing	Admin OH / Depn
Community Amenities	163,649	-41%	▼	Timing	Admin OH / Depn & rubbish down
Recreation and Culture	406,797	-49%	▼	Timing	Admin OH / Depn & Yuoth staff down
Transport	1,291,487	-46%	▼	Timing	Road program behind
Economic Services	49,565	-58%	▼	Timing	Admin Exp / bldg exp down
Other Property and Services	(188,233)	686%	▲	Timing	O/H Allocn down offset by costs down
Funding Balance Adjustments					
Add back Depreciation	(600,774)	-41%	▼	Timing	To be adj in Mid Year Review
Adjust (Profit)/Loss on Disposal	-	0%			
Capital Revenues					
Grants, Subsidies and Contributions	(2,591,443)	-79%	▼	Timing	Works / Claims behind schedule
Proceeds from Disposal of Assets	-	0%			
Capital Expenses					
Land & Buildings	(79,859)	79%	▲	Timing	EYL Centre
Furniture & Equipment	12,722	-28%	▼	Timing	not purchased yet
Plant & Equipment	75,684	-37%	▼	Timing	not purchased yet
Infrastructure - Roads	1,189,215	-38%	▼	Timing	Road program behind
Financing					
Transfer to Reserves	(438)	5%	▲		

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