

**SHIRE OF NGAANYATJARRAKU  
BUDGET REVIEW  
For the Period Ended 31 January 2016**

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

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**SHIRE OF NGAANYATJARRAKU**  
**STATEMENT OF BUDGET REVIEW**  
**Statutory Reporting Program**  
**For the Period Ended 31 January 2016**

	Budget V Actual		Predicted			Material Variance
	Note	Adopted Annual Budget (a)	YTD Actual (b)	Variance Permanent (c)	Variance Timing (Carryover) (d)	
<b>Operating Revenues</b>		\$	\$	\$	\$	
Governance		11,926	18,351	0	0	11,926
General Purpose Funding - Rates		322,919	177,764	0	0	322,919
General Purpose Funding - Other		1,960,702	1,357,351	567,480	0	2,528,182
Law, Order, Public Safety		350	1,594	2,000	0	2,350
Health		55,323	70	0	0	55,323
Education and Welfare		267,380	2,003	0	0	267,380
Housing		17,500	9,100	0	0	17,500
Community amenities		412,702	166,201	0	0	412,702
Recreation and Culture		214,919	147,275	(9,136)	0	205,783
Transport		0	488,909	0	0	0
Economic Services		4,086	2,977	1,500	0	5,586
Other Property and Services		10,650	12,809	8,000	0	18,650
<b>Total Operating Revenue</b>		<b>3,278,457</b>	<b>2,384,403</b>	<b>569,844</b>	<b>0</b>	<b>3,848,301</b>
<b>Operating Expense</b>						
Governance		(123,501)	(88,832)	(57,000)	0	(180,501)
General Purpose Funding		(23,266)	(11,964)	0	0	(23,266)
Law, Order, Public Safety		(94,057)	(42,561)	0	0	(94,057)
Health		(419,769)	(214,855)	0	0	(419,769)
Education and Welfare		(1,068,084)	(538,920)	(17,500)	0	(1,085,584)
Housing		(480,321)	(97,426)	0	0	(480,321)
Community Amenities		(737,785)	(254,460)	0	0	(737,785)
Recreation and Culture		(1,262,936)	(449,461)	(3,700)	0	(1,266,636)
Transport		(3,011,860)	(957,787)	0	0	(3,011,860)
Economic Services		(222,900)	(89,476)	0	0	(222,900)
Other Property and Services		(24,177)	(17,180)	(10,000)	0	(34,177)
<b>Total Operating Expenditure</b>		<b>(7,468,656)</b>	<b>(2,762,921)</b>	<b>(88,200)</b>	<b>0</b>	<b>(7,556,856)</b>
<b>Funding Balance Adjustments</b>						
Add back Depreciation		1,072,196	0	0	0	1,072,196
Adjust (Profit)/Loss on Disposal		(46,272)	0	0	0	(46,272)
<b>Net Cash from Operations</b>		<b>(3,164,275)</b>	<b>(378,518)</b>	<b>481,644</b>	<b>0</b>	<b>(2,682,631)</b>
<b>Capital Revenues</b>						
Grants, Subsidies and Contributions		4,760,014	644,366	(2,000,000)	0	2,760,014
Proceeds from Disposal of Assets		106,000	16,291	0	0	106,000
<b>Total Capital Revenues</b>		<b>4,866,014</b>	<b>660,657</b>	<b>(2,000,000)</b>	<b>0</b>	<b>2,866,014</b>
<b>Capital Expenses</b>						
Land and Buildings		(1,260,000)	0	0	0	(1,260,000)
Plant and Equipment		(488,000)	(59,440)	0	0	(488,000)
Furniture and Equipment		(41,000)	(8,136)	(8,000)	0	(49,000)
Infrastructure - Roads		(4,839,162)	(1,478,912)	1,526,356	0	(3,312,806)
<b>Total Capital Expenditure</b>		<b>(6,628,162)</b>	<b>(1,546,488)</b>	<b>1,518,356</b>	<b>0</b>	<b>(5,109,806)</b>
<b>Net Cash from Capital Activities</b>		<b>(1,762,148)</b>	<b>(885,831)</b>	<b>(481,644)</b>	<b>0</b>	<b>(2,243,792)</b>
<b>Financing</b>						
Transfer from Reserves		0	0	0	0	0
Transfer to Reserves		(28,000)	(7,167)	0	0	(28,000)
<b>Net Cash from Financing Activities</b>		<b>(28,000)</b>	<b>(7,167)</b>	<b>0</b>	<b>0</b>	<b>(28,000)</b>
Net Operations, Capital Financing		(4,954,423)	(1,271,516)	0	0	(4,954,423)
Opening Funding Surplus(Deficit)		4,954,423	4,954,423			4,954,423
<b>Closing Funding Surplus(Deficit)</b>		<b>0</b>	<b>3,682,907</b>	<b>0</b>	<b>0</b>	<b>0</b>

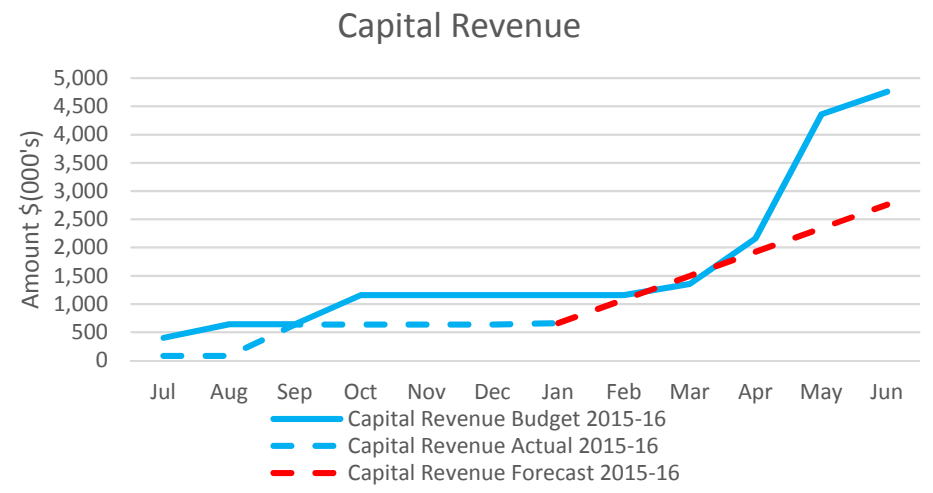
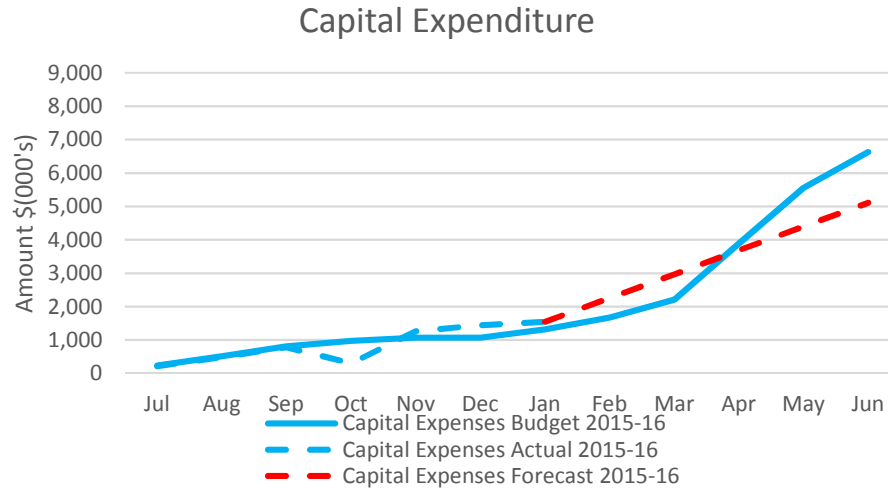
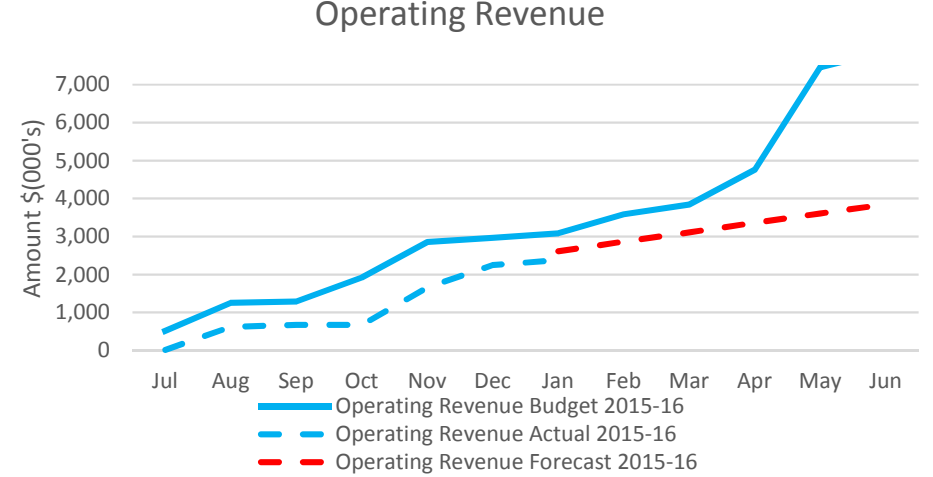
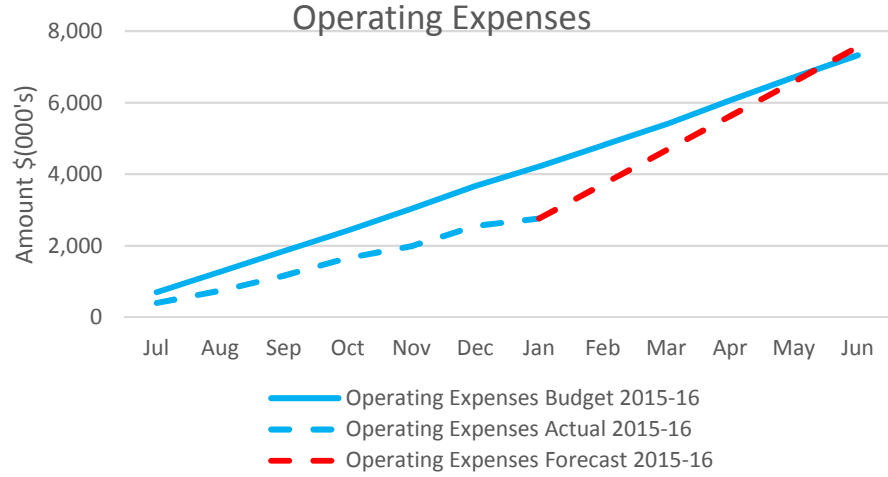
▲▼ Indicates a variance between Original Budget and Amended Budget data as per the adopted materiality threshold. Refer to the attached Explanation of Material Variances Statement for an explanation of the reasons for the variance. This statement is to be read in conjunction with the accompanying financial statements and notes.

**SHIRE OF NGAANYATJARRAKU**  
**STATEMENT OF BUDGET REVIEW**  
**By Nature or Type**  
**For the Period Ended 31 January 2016**

	Note	Budget V Actual		Predicted			Material Variance
		Adopted Annual Budget	YTD Actual (b)	Variance Permanent (c)	Variance Timing (Carryover) (d)	Year End (a)+(c)+(d)	
<b>Operating Revenues</b>		\$	\$	\$	\$	\$	
Rates		322,919	177,764	0	0	322,919	
Operating grants, subsidies and contributions		2,518,612	2,037,344	583,480	0	3,102,092	▲
Fees and charges		259,236	153,465	1,500	0	260,736	
Interest earnings		28,250	7,404	(8,000)	0	20,250	▼
Other revenue		103,168	(7,864)	(7,136)	0	96,032	
Profit on disposal of assets		46,272	16,291	0	0	46,272	
<b>Total Operating Revenue</b>		<b>3,278,457</b>	<b>2,384,403</b>	<b>569,844</b>	<b>0</b>	<b>3,848,301</b>	
<b>Operating Expense</b>							
Employee costs		(2,370,036)	(1,241,030)	(3,700)	0	(2,373,736)	
Materials and contracts		(3,689,864)	(1,338,137)	(84,500)	0	(3,774,364)	
Utility charges (electricity, gas, water etc.)		(63,000)	(13,113)	0	0	(63,000)	
Depreciation on non-current assets		(1,072,196)	0	0	0	(1,072,196)	
Insurance expense		(149,262)	(117,948)	0	0	(149,262)	
Other expenditure		(124,298)	(52,693)	0	0	(124,298)	
Loss on asset disposal		0	0	0	0	0	▼
<b>Total Operating Expenditure</b>		<b>(7,468,656)</b>	<b>(2,762,921)</b>	<b>(88,200)</b>	<b>0</b>	<b>(7,556,856)</b>	
<b>Funding Balance Adjustments</b>							
Add back Depreciation		1,072,196	0	0	0	1,072,196	
Add back (Profit)/Loss on Asset Disposal		(46,272)	0	0	0	(46,272)	
<b>Net Cash from Operations</b>		<b>(3,164,275)</b>	<b>(378,518)</b>	<b>481,644</b>	<b>0</b>	<b>(2,682,631)</b>	
<b>Capital Revenues</b>							
Non-operating grants, subsidies and contributions		4,760,014	644,366	(2,000,000)	0	2,760,014	▼
Proceeds from Disposal of Assets	3	106,000	16,291			106,000	
<b>Total Capital Revenues</b>		<b>4,866,014</b>	<b>660,657</b>	<b>(2,000,000)</b>	<b>0</b>	<b>2,866,014</b>	
<b>Capital Expenses</b>							
Land and Buildings	3	(1,260,000)	0	0	0	(1,260,000)	
Plant and Equipment	3	(488,000)	(59,440)	0	0	(488,000)	
Furniture and Equipment	3	(41,000)	(8,136)	(8,000)	0	(49,000)	▲
Infrastructure - Roads	3	(4,839,162)	(1,478,912)	1,526,356	0	(3,312,806)	▼
<b>Total Capital Expenditure</b>		<b>(6,628,162)</b>	<b>(1,546,488)</b>	<b>1,518,356</b>	<b>0</b>	<b>(5,109,806)</b>	
<b>Net Cash from Capital Activities</b>		<b>(1,762,148)</b>	<b>(885,831)</b>	<b>(481,644)</b>	<b>0</b>	<b>(2,243,792)</b>	
<b>Financing</b>							
Transfer from Reserves	7	0	0	0	0	0	▼
Transfer to Reserves	7	(28,000)	(7,167)	0	0	(28,000)	
<b>Net Cash from Financing Activities</b>		<b>(28,000)</b>	<b>(7,167)</b>	<b>0</b>	<b>0</b>	<b>(28,000)</b>	
		(4,954,423)	(1,271,516)	0	0	(4,954,423)	
Opening Funding Surplus(Deficit)	2	4,954,423	4,954,423			4,954,423	
<b>Closing Funding Surplus(Deficit)</b>	<b>2</b>	<b>0</b>	<b>3,682,907</b>	<b>0</b>	<b>0</b>	<b>0</b>	

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

**SHIRE OF NGAANYATJARRAKU  
SUMMARY GRAPHS - BUDGET REVIEW  
For the Period Ended 31 January 2016**



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

**SHIRE OF NGAANYATJARRAKU**  
**NOTES TO BUDGET REVIEW**  
**For the Period Ended 31 January 2016**

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

**SHIRE OF NGAANYATJARRAKU**  
**NOTES TO BUDGET REVIEW**  
**For the Period Ended 31 January 2016**

**Note 1 (j) (Continued)**

**(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
Buildings	10%
Office Furniture	10%
Office Equipment	30%
Household Furniture – Non Electrical	10%
Household Furniture – Electrical	20%
Health Plant & Equipment	15%
Road Plant & Equipment	15%
Plant, Vehicles & Equipment – Unclassified	15%
Communications Equipment	15%
Infrastructure Assets – Road Pavement	15 - 20years
Infrastructure Assets – Roads Seal	30 - 40years
Infrastructure Assets – Roads Kerbing	20 years
Infrastructure Assets – Recreation Facilities	20%
Infrastructure Assets – Aerodromes	10%

**(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, wages and salaries and are calculated as follows:

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

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

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

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

settlement beyond 12 months, the liability is recognised as a current liability.

**(m) Interest-bearing Loans and Borrowings**

All loans and borrowings are initially recognised at the fair value of the consideration received less directly attributable transaction costs. After initial recognition, interest-bearing loans and borrowings are subsequently measured at amortised cost using the effective interest method. Fees paid on the establishment of loan facilities that are yield related are included as part of the carrying amount of the loans and borrowings. Borrowings are classified as current liabilities unless the Council has an unconditional right to defer settlement of the liability for at least 12 months after the balance sheet date.

**Borrowing Costs**

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

**(n) Provisions**

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

**(o) Current and Non-Current Classification**

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

**(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.

**SHIRE OF NGAANYATJARRAKU**  
**NOTES TO BUDGET REVIEW**  
**For the Period Ended 31 January 2016**

**Note 1 (p) (Continued)**

**Fees and Charges**

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

**Service Charges**

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

**Interest Earnings**

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

**Other Revenue / Income**

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

**Employee Costs**

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

**Materials and Contracts**

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

**Utilities (Gas, Electricity, Water, etc.)**

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

**Insurance**

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

**Loss on asset disposal**

Loss on the disposal of fixed assets.

**Depreciation on non-current assets**

Depreciation expense raised on all classes of assets.

**Interest expenses**

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

**Other expenditure**

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

**(r) Program Classifications (Function/Activity)**

**Governance**

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**

Rates, general purpose government grants and interest revenue.

**Law, Order, Public Safety**

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

**Health**

Inspection of food outlets and their control, provision of meat inspection services, noise control and waste disposal compliance.

**Education and Welfare**

Maintenance of child minding centre, playgroup centre, senior citizen centre and aged care centre. Provision and maintenance of home and community care programs and youth services.

**Housing**

Provision and maintenance of elderly residents housing.

**Community Amenities**

Rubbish collection services, operation of rubbish disposal sites, litter control, construction and maintenance of urban storm water drains, protection of the environment and administration of town planning schemes, cemetery and public conveniences.

**Recreation and Culture**

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

**Transport**

Construction and maintenance of roads, streets, footpaths, depots, cycle ways, parking facilities and traffic control. Cleaning of streets and maintenance of street trees, street lighting etc.

**Economic Services**

Tourism and area promotion including the maintenance and operation of a caravan park. Provision of rural services including weed control, vermin control and standpipes. Building Control.

**Other Property and Services**

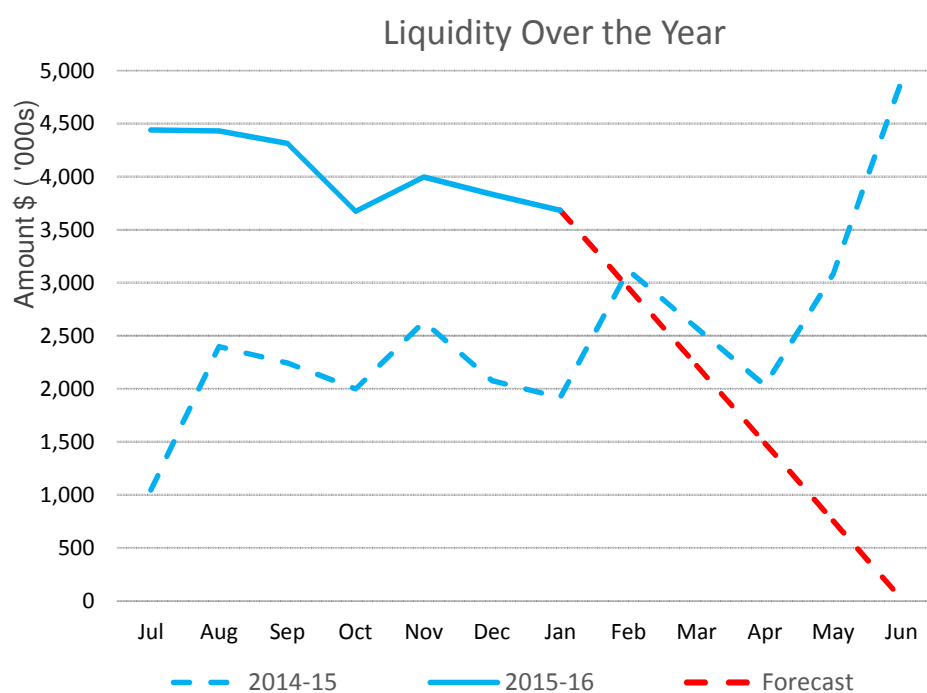
Private works operation, plant repair and operation costs and engineering operation costs.

**SHIRE OF NGAANYATJARRAKU**  
**NOTES TO BUDGET REVIEW**  
For the Period Ended 31 January 2016

**NOTE 2. NET CURRENT ASSETS**

	Actual Opening Surplus 30 June 2015	Budgeted Opening Surplus 1 July 2015	Variance	Actual Surplus as at 31 Jan 2016	Forecast Surplus as at 30 June 2016
Net Current Assets	\$	\$		\$	\$
<b>Current Assets</b>					
Cash Municipal	4,353,473	4,353,473	0	4,353,473	0
Cash Reserves	852,724	852,724	0	852,724	880,724
Receivables - Rates	225,876	225,876	0	225,876	225,000
Receivables -Other	669,325	669,325	0	669,325	25,000
Provision for Doubtful D	0	0	0	0	0
Inventories	87,880	87,880	0	87,880	80,000
	6,189,277	6,189,277		6,189,277	1,210,724
<b>Less: Current Liabilities</b>					
Payables	(195,148)	(195,148)	0	(195,148)	(160,000)
Payables - Other	(26,503)	(26,503)	0	(26,503)	(9,521)
Provisions	(160,479)	(160,479)	0	(160,479)	(160,479)
<b>Less: Cash Reserves</b>	(852,724)	(852,724)	0	(852,724)	(880,724)
<b>Net Current Funding Po</b>	4,954,423	4,954,423	0	4,954,423	0

\* Positive=Surplus (Negative=Deficit)





**SHIRE OF NGAANYATJARRAKU**  
**NOTES TO BUDGET REVIEW**  
For the Period Ended 31 January 2016

**NOTE 3. PREDICTED MATERIAL VARIANCES**

Details and explanations of the material variances reflected on the Statement of Budget Review are provided below as required by Local Government (Financial Management) Regulation 34(1) (d). ▲▼ Indicates a variance between Original Budget and Proposed Budget as per the adopted materiality threshold of 10%.

Reporting Program	Variance	Variance	Var.	Timing/ Permanent	Explanation of Variance
<b>Operating Revenues</b>	\$	%			
General Purpose Funding - Other	567,480	29%	▲		
Law, Order, Public Safety	2,000	571%	▲		
Economic Services	1,500	37%	▲		
Other Property and Services	8,000	75%	▲		
<b>Operating Expense</b>					
Governance	(57,000)	46%	▲		
Other Property and Services	(10,000)	41%	▲		
<b>Funding Balance Adjustments</b>					
Grants, Subsidies and Contributions	(2,000,000)	(42%)	▼		
<b>Capital Expenses</b>					
Furniture and Equipment	(8,000)	20%	▲		
Infrastructure - Roads	1,526,356	(32%)	▼		

**Financing**

**Further Comments**

- Note 2 - Net Current Assets
- Note 3 - Capital
- Note 4 - Cash
- Note 5 - Receivables
- Note 6 - Payables
- Note 7 - Reserves
- Note 8 - Rates
- Note 9 - Borrowings
- Note 10 - Grants
- Note 11 - Budget Amendments
- Note 12 - Trust

**SHIRE OF NGAANYATJARRAKU**  
**NOTES TO BUDGET REVIEW**  
For the Period Ended 31 January 2016

**NOTE 4. PROPOSED BUDGET AMENDMENTS**

COA	Description	Classification	Budgeted Surplus / (Deficit)	Increase in Available Cash	Decrease in Available Cash	Amended Budget Running Balance	Comments
			\$	\$	\$	\$	
	<b>Adjustment to Opening Surplus</b>		<b>0</b>			<b>0</b>	
115605	Jameson Community Drop In Centre	Capital Expenses			(4,000)	<b>(4,000)</b>	Line item appears to have not been set up in Synergy, but was identified in Capital Expenditure F&E sheet of 2015-16 Budget
115604	Wanarn Community Drop In centre	Capital Expenses			(4,000)	<b>(8,000)</b>	Line item appears to have not been set up in Synergy, but was identified in Capital Expenditure F&E sheet of 2015-16 Budget
147624	Great Central Road	Capital Expenses		526,356		<b>518,356</b>	Expenditure reduction due to reduced scope of works on projects
147622	Great Central Road - MRWA Major Project# 2	Capital Expenses		1,000,000		<b>1,518,356</b>	This project will not be proceeding in 15/16 year
030301	General Grants (Untied)	Operating Revenue		575,480		<b>2,093,836</b>	Additional WALGFC funds (financial assistance grants)
160213	Interest on Investments - Other	Operating Revenue			(8,000)	<b>2,085,836</b>	Interest income (term deposits) expected to be lesser than anticipated in initial budget
042010	Salaries	Operating Expenses			(35,000)	<b>2,050,836</b>	
042012	Relief/Emergency Salaries	Operating Expenses		35,000		<b>2,085,836</b>	
042080	Telephone/Fax Charges	Operating Expenses			(2,000)	<b>2,083,836</b>	
042090	Postage	Operating Expenses			(1,000)	<b>2,082,836</b>	
042100	Advertising	Operating Expenses			(1,000)	<b>2,081,836</b>	
042164	Maintenance of Communications Equipment	Operating Expenses			(3,000)	<b>2,078,836</b>	Additional funds required
042182	Staff Leave Travelling Expenses	Operating Expenses		7,500		<b>2,086,336</b>	
042213	IT Network Consultant	Operating Expenses			(2,500)	<b>2,083,836</b>	Additional funds required for IT support
042230	Legal Expenses - Debt Collection	Operating Expenses			(5,000)	<b>2,078,836</b>	
042232	Legal Expenses - Other	Operating Expenses			(50,000)	<b>2,028,836</b>	Council to allocate funds for legal advice research
051402	Other Revenue	Operating Revenue		2,000		<b>2,030,836</b>	
085291	Salaries-Social Justice Issues Project	Operating Expenses			(28,800)	<b>2,002,036</b>	
085292	Superannuation-Social Justice Issues Project	Operating Expenses			(5,000)	<b>1,997,036</b>	
085299	Staff Leave Travelling Expenses	Operating Expenses		28,800		<b>2,025,836</b>	Youth team staff leave is paid as travel allowance via payroll
085304	Fringe Benefits Tax	Operating Expenses			(2,500)	<b>2,023,336</b>	
085319	Youth Festivals & Events	Operating Expenses			(10,000)	<b>2,013,336</b>	Additional funds required for Youth events
113283	Annual Leave, Public Holiday & Sick Leave	Operating Expenses			(12,000)	<b>2,001,336</b>	
113288	Staff Leave Travelling Expenses	Operating Expenses		28,800		<b>2,030,136</b>	Youth team staff leave is paid as travel allowance via payroll
114280	Contribution-TV/Radio Community Facilities	Operating Expenses			(5,000)	<b>2,025,136</b>	
116319	Retail Sales	Operating Revenue			(9,136)	<b>2,016,000</b>	
111020	Contribution-Sustainable Warburton Studio Project	Operating Expenses		5,000		<b>2,021,000</b>	
116280	Salaries	Operating Expenses			(20,000)	<b>2,001,000</b>	
116283	Superannuation	Operating Expenses			(500)	<b>2,000,500</b>	
116315	Purchase of Goods for Resale-Retail	Operating Expenses		10,000		<b>2,010,500</b>	
112020	Contribution-Swimming Centre	Operating Expenses			(10,000)	<b>2,000,500</b>	Additional works & equipment for community pools
133410	Charges Building Fees	Operating Revenue		1,500		<b>2,002,000</b>	Additional building permit fees expected
042392	Reimbursements	Operating Revenue		8,000		<b>2,010,000</b>	Additional reimbursements/rebates received during year
122367	Govt Grant-Warakurna Community ATSIC	Capital Revenue			(2,000,000)	<b>10,000</b>	Funding will now be provided by MRWA in 2016-17 year
147280	GVROC Regional Records Facility - Member Contrib	Operating Expenses			(10,000)	<b>0</b>	Additional funds contribution required in 15/16 year
			<b>0</b>	<b>2,228,436</b>	<b>(2,228,436)</b>	<b>0</b>	