

SHIRE OF TAMMIN

MONTHLY FINANCIAL REPORT (Containing the Statement of Financial Activity) For the Period Ended 30 April 2017

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

TABLE OF CONTENTS

Statement of Financial Activity by Program	2
Statement of Financial Activity By Nature or Type	3
Statement of Capital Acquisitions and Capital Funding	4
Note 1 Significant Accounting Policies	5 - 8
Note 2 Explanation of Material Variances	9
Note 3 Net Current Funding Position	10
Note 4 Cash and Investments	11
Note 5 Budget Amendments	12
Note 6 Receivables	13
Note 7 Cash Backed Reserves	14
Note 8 Rating Information	15
Note 9 Information on Borrowings	16
Note 10 Disposal of Assets	17
Note 11 Details of Capital Acquisitions	18 - 19

SHIRE OF TAMMIN
STATEMENT OF FINANCIAL ACTIVITY
(Statutory Reporting Program)
For the Period Ended 30 April 2017

	Note	Original Annual Budget	Amended Annual Budget	Budget (a)	Actual (b)	(b)-(a)	(b)- %	Var.
			\$	\$	\$	\$	%	
Opening Funding Surplus(Deficit)	3	696,709	697,853	697,853	697,853	0	0%	
Revenue from operating activities								
Governance		0	0	0	0	0		
General Purpose Funding - Rates	8	942,285	949,885	791,560	950,962	159,402	20%	
General Purpose Funding - Other		1,068,350	1,071,200	892,640	815,662	(76,978)	(9%)	
Law, Order and Public Safety		1,500	1,500	1,230	2,003	773	63%	
Health		650	650	530	236	(294)	(55%)	
Education and Welfare		56,770	56,770	47,290	46,264	(1,026)	(2%)	
Housing		49,880	39,530	32,940	34,694	1,754	5%	
Community Amenities		45,110	31,650	26,340	28,831	2,491	9%	
Recreation and Culture		50,740	40,020	33,330	9,402	(23,928)	(72%)	☹
Transport		77,100	576,100	74,490	71,653	(2,837)	(4%)	
Economic Services		700	700	570	885	315	55%	
Other Property and Services		13,000	20,100	16,720	29,537	12,817	77%	😊
		2,306,085	2,788,105	1,917,640	1,990,129			
Expenditure from operating activities								
Governance		(354,140)	(389,640)	(322,660)	(214,053)	108,607	34%	😊
General Purpose Funding		(73,040)	(76,040)	(63,330)	(38,961)	24,369	38%	😊
Law, Order and Public Safety		(32,280)	(32,280)	(26,820)	(12,332)	14,488	54%	😊
Health		(11,860)	(11,860)	(9,860)	(6,526)	3,334	34%	
Education and Welfare		(115,370)	(115,370)	(96,090)	(81,660)	14,430	15%	😊
Housing		(88,655)	(95,267)	(81,027)	(59,752)	21,275	26%	😊
Community Amenities		(260,945)	(245,525)	(160,470)	(142,607)	17,863	11%	😊
Recreation and Culture		(636,860)	(600,890)	(500,280)	(366,219)	134,061	27%	😊
Transport		(1,757,770)	(2,257,770)	(1,881,290)	(1,424,591)	456,699	24%	😊
Economic Services		(60,225)	(60,225)	(42,210)	(34,720)	7,490	18%	😊
Other Property and Services		(19,215)	(7,735)	(13,510)	(210,134)	(196,624)	(1455%)	☹
		(3,410,360)	(3,892,602)	(3,197,547)	(2,591,554)			
Operating activities excluded from budget								
Add back Depreciation		1,366,030	1,366,030	1,138,310	1,070,001	(68,309)	(6%)	
Adjust (Profit)/Loss on Asset Disposal	10	4,500	11,457	11,457	11,457	(0)	(0%)	
Adjust Provisions and Accruals		(1,476)	(1,476)	0	(42,507)	(42,507)		☹
Amount attributable to operating activities		264,779	271,514	(130,140)	437,525			
Investing Activities								
Non-operating Grants, Subsidies and Contributions		617,240	645,990	538,320	429,931	(108,389)	(20%)	☹
Proceeds from Disposal of Assets	10	8,000	16,543	16,543	16,543	0	0%	
Land and Buildings	11	(222,500)	(222,500)	(21,775)	(21,775)	0	0%	
Infrastructure Assets - Roads	11	(752,544)	(752,544)	(545,112)	(545,112)	0	0%	
Infrastructure Assets - Public Facilities	11	(7,000)	(7,000)	0	0	0		
Plant and Equipment	11	(235,000)	(235,000)	(180,000)	(234,444)	(54,444)	(30%)	☹
Furniture and Equipment	11	0	0	0	0	0		
Amount attributable to investing activities		(591,804)	(554,511)	(192,024)	(354,857)			
Financing Activities								
Proceeds from New Debentures		0	0	0	0	0		
Transfer from Reserves	7	385,000	385,000	0	0	0		
Advances to Community Groups		0	0	0	0	0		
Repayment of Debentures	9	(47,638)	(47,638)	(29,792)	(29,792)	0	0%	
Transfer to Reserves	7	(705,436)	(705,436)	(28,426)	(28,426)	0	0%	
Amount attributable to financing activities		(368,074)	(368,074)	(58,218)	(58,218)			
Closing Funding Surplus(Deficit)	3	1,610	46,782	317,471	722,303			

😊 More Revenue OR Less Expenditure
☹ Less Revenue OR More Expenditure

Indicates a variance between Year to Date (YTD) Budget and YTD Actual data as per the adopted materiality threshold.
Refer to Note 2 for an explanation of the reasons for the variance.
This statement is to be read in conjunction with the accompanying Financial Statements and notes.

SHIRE OF TAMMIN
STATEMENT OF FINANCIAL ACTIVITY
(By Nature or Type)
For the Period Ended 30 April 2017

	Note	Original Annual Budget	Amended Annual Budget	Amended YTD Budget (a)	YTD Actual (b)	Var. \$ (b)-(a)	Var. % (b)- (a)/(a)	Var.
			\$	\$	\$	\$	%	
Opening Funding Surplus (Deficit)	3	696,709	697,853	697,853	697,853	0	0%	
Revenue from operating activities								
Rates	8	942,285	949,885	791,560	950,962	159,402	20%	😊
Operating Grants, Subsidies and Contributions		1,178,620	1,663,980	980,980	849,400	(131,580)	(13%)	😞
Fees and Charges		158,680	140,890	117,310	120,536	3,226	3%	
Interest Earnings		26,500	27,350	22,790	31,945	9,155	40%	😊
Other Revenue		0	6,000	5,000	37,286	32,286	646%	😊
Profit on Disposal of Assets		0	0	0	0			
		2,306,085	2,788,105	1,917,640	1,990,128			
Expenditure from operating activities								
Employee Costs		(658,130)	(663,130)	(552,610)	(403,694)	148,916	27%	😊
Materials and Contracts		(1,143,970)	(1,599,560)	(1,276,890)	(914,285)	362,605	28%	😊
Utility Charges		(111,890)	(111,325)	(92,540)	(70,666)	21,875	24%	😊
Depreciation on Non-Current Assets		(1,366,030)	(1,366,030)	(1,138,310)	(1,070,001)	68,309	6%	
Interest Expenses		(16,110)	(16,110)	(13,430)	(11,328)	2,102	16%	
Insurance Expenses		(71,240)	(70,570)	(65,060)	(61,655)	3,405	5%	
Other Expenditure		(38,490)	(54,420)	(47,250)	(48,470)	(1,220)	(3%)	
Loss on Disposal of Assets	10	(4,500)	(11,457)	(11,457)	(11,457)	0	0%	
		(3,410,360)	(3,892,602)	(3,197,547)	(2,591,554)			
Operating activities excluded from budget								
Add back Depreciation		1,366,030	1,366,030	1,138,310	1,070,001	(68,309)	(6%)	
Adjust (Profit)/Loss on Asset Disposal	10	4,500	11,457	11,457	11,457	(0)	(0%)	
Adjust Provisions and Accruals		(1,476)	(1,476)	0	(42,507)	(42,507)		😞
Amount attributable to operating activities		264,779	271,514	(130,140)	437,525			
Investing activities								
Grants, Subsidies and Contributions		617,240	645,990	538,320	429,931	(108,389)	(20%)	😞
Proceeds from Disposal of Assets	10	8,000	16,543	16,543	16,543	0	0%	
Land and Buildings	11	(222,500)	(222,500)	(21,775)	(21,775)	0	0%	
Infrastructure Assets - Roads	11	(752,544)	(752,544)	(545,112)	(545,112)	0	0%	
Infrastructure Assets - Other	11	(7,000)	(7,000)	0	0	0		
Plant and Equipment	11	(235,000)	(235,000)	(180,000)	(234,444)	(54,444)	(30%)	😞
Furniture and Equipment	11		0	0	0	0		
Amount attributable to investing activities		(591,804)	(554,511)	(192,024)	(354,857)			
Financing Activities								
Proceeds from New Debentures		0	0	0	0	0		
Transfer from Reserves	7	385,000	385,000	0	0	0		
Repayment of Debentures	9	(47,638)	(47,638)	(29,792)	(29,792)	0	0%	
Transfer to Reserves	7	(705,436)	(705,436)	(28,426)	(28,426)	0	0%	
Amount attributable to financing activities		(368,074)	(368,074)	(58,218)	(58,218)			
Closing Funding Surplus (Deficit)	3	1,610	46,782	317,471	722,303	404,832	128%	

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

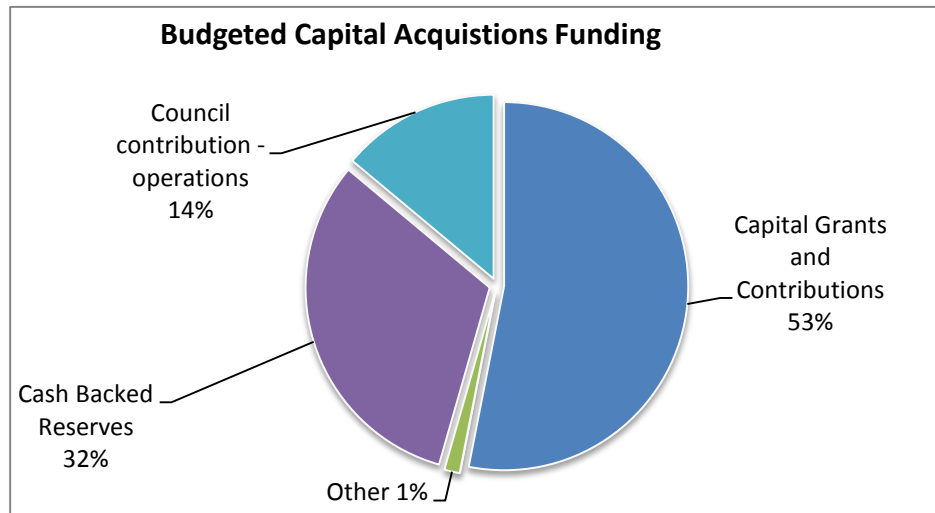
😊 More Revenue OR Less Expenditure
 😞 Less Revenue OR More Expenditure

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

SHIRE OF TAMMIN
STATEMENT OF CAPITAL ACQUISITIONS AND CAPITAL FUNDING
For the Period Ended 30 April 2017

Capital Acquisitions

	Note	Amended Annual Budget	YTD Actual Total
		\$	\$
Land and Buildings	11	222,500	21,775
Infrastructure Assets - Roads	11	752,544	545,112
Infrastructure Assets - Other	11	7,000	0
Plant and Equipment	11	235,000	234,444
Furniture and Equipment	11	0	0
Capital Expenditure Totals		1,217,044	801,331
Capital acquisitions funded by:			
Capital Grants and Contributions		645,990	429,931
Borrowings	9	0	0
Other (Disposals & C/Fwd)	10	16,543	16,543
Cash Backed Reserves	7	385,000	0
Council contribution - operations		169,511	354,857
Capital Funding Total		1,217,044	801,331



SHIRE OF TAMMIN
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 30 April 2017

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 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 12.

(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.

SHIRE OF TAMMIN
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 30 April 2017

Note 1: Significant Accounting Policies

(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

Depreciation is recognised on a straight-line basis, using rates which are reviewed each reporting period. Major depreciation rates and periods are:

Asset	Years
Buildings	30 to 50 years
Furniture and Equipment	4 to 10 years
Plant and Equipment	5 to 15 years
Sealed roads and streets	
formation	not depreciated
pavement	50 years
seal	
bituminous seals	20 years
asphalt surfaces	25 years
Gravel Roads	
formation	not depreciated
pavement	50 years
gravel sheet	12 years
Formed roads	
formation	not depreciated
pavement	50 years
Footpaths - slab	40 years

(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.

SHIRE OF TAMMIN
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 30 April 2017

Note 1: Significant Accounting Policies

(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

Operating Grants, Subsidies and Contributions

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

Non-Operating Grants, Subsidies and Contributions

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

Profit on Asset Disposal

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

Fees and Charges

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

Service Charges

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

Interest Earnings

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

Other Revenue / Income

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

Employee Costs

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

Materials and Contracts

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

Utilities (Gas, Electricity, Water, etc.)

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

Insurance

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

Loss on asset disposal

Loss on the disposal of fixed assets.

Depreciation on non-current assets

Depreciation expense raised on all classes of assets.

Interest expenses

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

Other expenditure

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

SHIRE OF TAMMIN
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 30 April 2017

Note 1: Significant Accounting Policies
(r) Program Classifications (Function/Activity)

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

GOVERNANCE
GENERAL PURPOSE FUNDING
LAW, ORDER, PUBLIC SAFETY
HEALTH
EDUCATION AND WELFARE
HOUSING
COMMUNITY AMENITIES
RECREATION AND CULTURE
TRANSPORT
ECONOMIC SERVICES
OTHER PROPERTY AND SERVICES

SHIRE OF TAMMIN
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 30 April 2017

Note 2: Explanation of Material Variances

The material variance thresholds are adopted annually by Council as an indicator of whether the actual expenditure or revenue varies from the year to date budget materially. The material variance adopted by Council for the 2016/17 year is \$5,000 or 10% whichever is the greater.



More Revenue OR Less Expenditure



Less Revenue OR More Expenditure

Reporting Program	Var. \$	Var. %	Var.	Timing/ Permanent	Explanation of Variance
Operating Income	\$	%			
Governance	0				Within Variance Threshold
General Purpose Funding - Rates	159,402	20%			Within Variance Threshold
General Purpose Funding - Other	(76,978)	(9%)			Within Variance Threshold
Law, Order and Public Safety	773	63%			Within Variance Threshold
Health	(294)	(55%)			Within Variance Threshold
Education and Welfare	(1,026)	(2%)			Within Variance Threshold
Housing	1,754	5%			Within Variance Threshold
Community Amenities	2,491	9%			Within Variance Threshold
Recreation and Culture	(23,928)	(72%)	☹️	Permanent	Income relating to Functions and Events is lower than YTD budget, this is offset by lower expenditure in this area.
Transport	(2,837)	(4%)			Within Variance Threshold
Economic Services	315	55%			Within Variance Threshold
Other Property and Services	12,817	77%	😊	Permanent	Reimbursement income is 12k higher than YTD budget. Some of this will be offset by expenditure, ie electricity consumption.
Operating Expense	\$	%			
Governance	108,607	34%	😊	Timing	Administration and Consultant Fees under YTD budget. These may even out over the year.
General Purpose Funding	24,369	38%	😊	Timing	Valuation expenses are \$8K under YTD budget. Expenditure for valuations is likely to occur later in the year.
Law, Order and Public Safety	14,488	54%	😊	Timing	Depreciation has not been charged to this area. Staff will review asset depreciation allocations.
Health	3,334	34%			Within Variance Threshold
Education and Welfare	14,430	15%	😊	Timing	Tamma Village Aged Units maintenance is under YTD budget. This may even out during the year.
Housing	21,275	26%	😊	Timing	Staff Housing Cost allocations are higher than YTD Budget, and are recovering higher than actual expenditure.
Community Amenities	17,863	11%	😊	Timing	Tip maintenance costs are \$10k under YTD budget, but will even out during the year. Waste Site Identification Report in the process of completing.
Recreation and Culture	134,061	27%	😊	Timing	Expenses and maintenance relating to Parks, Gardens, Reserves and Donnan Park are under YTD budget. This will even out by the end of the year.
Transport	456,699	24%	😊	Timing	Road maintenance, street cleaning and street trees under YTD budget, upcoming bitumen resealing roadworks will commence in the next couple of months.
Economic Services	7,490	18%	😊	Timing	Tourism administration expenses under YTD budget.
Other Property and Services	(196,624)	(1455%)	☹️	Timing	Plant Operation costs are not recovering in line with expenditure. This will be reviewed by staff and corrected.
Operating activities excluded from budget					
Add back Depreciation	(68,309)	(0)			Within Variance Threshold
Adjust (Profit)/Loss on Asset Disposal	(0)	(0)			Within Variance Threshold
Adjust Provisions and Accruals	(42,507)		☹️	Permanent	This relates to an End of Year adjustment that will be corrected with the 16/17 Annual Financial Statements
Capital Revenues					
Grants, Subsidies and Contributions	(108,389)	-20%	☹️	Timing	R2R & MRWA are lower than YTD budget. They should be received prior to 30th June 2017.
Proceeds from Disposal of Assets	0	0%			Within Variance Threshold
Capital Expenses					
Land and Buildings	0	0%			Within Variance Threshold
Infrastructure - Roads	0	0%			Within Variance Threshold
Plant and Equipment	0	0%			Within Variance Threshold
Financing					
Proceeds from New Debentures	0				Within Variance Threshold
Self-Supporting Loan Principal	0				Within Variance Threshold
Transfer from Reserves	0				Within Variance Threshold
Opening Funding Surplus(Deficit)	0	0%			Within Variance Threshold

SHIRE OF TAMMIN
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 30 April 2017

Note 3: Net Current Funding Position

Positive=Surplus (Negative=Deficit)

		Last Years Actual Closing	Current
	Note	30 June 2016	30 Apr 2017
		\$	\$
Current Assets			
Cash Unrestricted	4	771,711	736,674
Cash Restricted	4	824,692	853,119
Receivables - Rates		46,989	73,829
Receivables - Other		127,481	8,737
Interest / ATO Receivable/Trust		58,764	132,109
Inventories		0	6
		1,829,637	1,804,473
Less: Current Liabilities			
Payables		(214,179)	(136,138)
Current Borrowings		(47,638)	(17,847)
Provisions		(92,140)	(92,140)
		(353,957)	(246,125)
Net Current Assets		1,475,680	1,558,348
Less: Cash Reserves	7	(825,465)	(853,892)
Plus: Current Borrowings included in Budget		47,638	17,847
Net Current Funding Position		697,853	722,303

Comments - Net Current Funding Position

SHIRE OF TAMMIN
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 30 April 2017

Note 4: Cash and Investments

	Unrestricted	Restricted	Trust	Total Amount	Institution	Interest Rate	Maturity Date
	\$	\$	\$	\$			
(a) Cash Deposits							
Municipal Bank Account	23,792			23,792	NAB	1.00%	At Call
Cash Maxi	312,947			312,947	NAB	0.06%	At Call
Trust Bank Account			13,765	13,765	NAB	0.01%	At Call
Cash On Hand	500			500	n/a	n/a	On Hand
				0			
(b) Term Deposits							
Reserve Investment Account	0	853,119		853,119	NAB	2.55%	14-Jun-17
Muni Investment Account	323,196			323,196	NAB	2.55%	30-Apr-17
	660,435	853,119	13,765	1,527,318			

Comments/Notes - Investments

The above balances are the funds held in bank accounts and on hand as at reporting date.

SHIRE OF TAMMIN
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 30 April 2017

Note 5: Budget Amendments

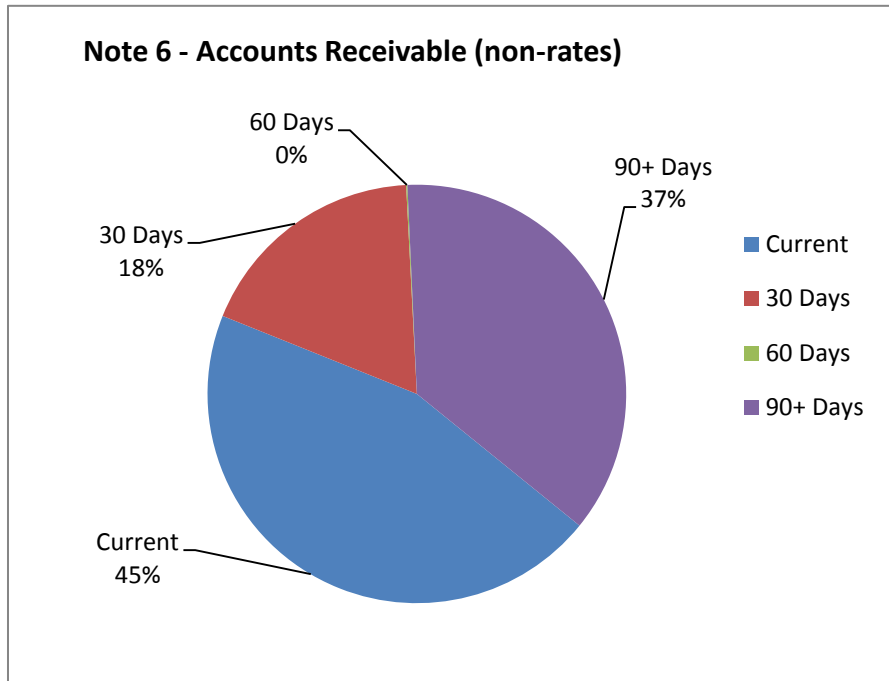
There have been no amendments to the original budget since budget adoption.

GL Code	Description	Council Resolution	Classification	Original Budget	Amended Budget	Non Cash Adjustment	Increase in Available Cash	Decrease in Available Cash	Amended Budget Running Balance
						\$	\$	\$	\$
	Budget Adoption		Opening Surplus						1,610
	Permanent Changes								
	Audited Result		Opening Surplus(Deficit)	696,709	697,853		1,144		2,754
031002	Ex-Gratia Rates Received		Operating Revenue	6,000	6,600		600		3,354
031003	Penalty Interest Raised on Rates		Operating Revenue	3,000	4,850		1,850		5,204
031010	Discount Allowed		Operating Revenue	(42,500)	(35,500)		7,000		12,204
031011	Reimbursement of Legal Costs		Operating Revenue	2,000	4,000		2,000		14,204
032004	Muni Interest Received		Operating Revenue	10,000	5,000			(5,000)	9,204
032005	Reserve Interest		Operating Revenue	13,000	17,000		4,000		13,204
091001	Income from 9 Nottage way		Operating Revenue	4,700	0			(4,700)	8,504
091004	Income from 12 Russell St		Operating Revenue	11,110	0			(11,110)	(2,606)
091006	Income from 3 Nottage Way		Operating Revenue	5,100	3,000			(2,100)	(4,706)
091007	Income from 5 Nottage Way		Operating Revenue	3,750	1,000			(2,750)	(7,456)
091099	Housing Utilities Reimbursements		Operating Revenue	0	6,000		6,000		(1,456)
092001	Income from 11 Nottage way		Operating Revenue	8,290	3,100			(5,190)	(6,646)
092002	Income from 12 Russell St		Operating Revenue	0	9,500		9,500		2,854
100001	Income Relating to Sanitation - Household Refuse		Operating Revenue	36,960	21,000			(15,960)	(13,106)
106001	Income Cemeteries		Operating Revenue	1,500	4,000		2,500		(10,606)
111001	Income Relating to Halls		Operating Revenue	1,000	1,500		500		(10,106)
113004	Sport & Rec Reimbursements		Operating Revenue	12,500	1,000			(11,500)	(21,606)
113005	Government Grants		Capital Revenue	0	28,750		28,750		7,144
116003	History Book Sales		Operating Revenue	120	400		280		7,424
122003	Contributions & Donations		Operating Revenue	3,000	1,000			(2,000)	5,424
122007	Grant - WANDRRA		Capital Revenue	0	500,000		500,000		505,424
122012	Old Depot rental income		Operating Revenue	0	1,000		1,000		506,424
141001	Profit on Private Works		Operating Revenue	2,900	10,000		7,100		513,524
031105	Legal Expenses		Operating Expenses	2,000	5,000			(3,000)	510,524
041113	Other Expenses Relating to Members		Operating Expenses	6,500	5,000		1,500		512,024
041114	Audit Fees expense		Operating Expenses	0	1,000			(1,000)	511,024
042103	Accounting Support Fees		Operating Expenses	5,000	25,000			(20,000)	491,024
042104	Bad Debts Write Off		Operating Expenses	0	16,000			(16,000)	475,024
091125	Loss on sale of asset		Operating Expenses	0	11,457	(11,457)			475,024
092100	Maintenance 11 Nottage way		Operating Expenses	4,950	105		4,845		479,869
100102	Street Bin Refuse Collection		Operating Expenses	17,420	18,500			(1,080)	478,789
100103	Domestic Refuse Collections		Operating Expenses	32,500	15,000			17,500	496,289
106103	Maintenance - Grave Digging		Operating Expenses	1,500	2,500			(1,000)	495,289
113103	Interest on Loans (81)		Operating Expenses	0	3,500				495,289
116105	Tammin Tabloid Publication		Operating Expenses	5,000	2,500		2,500		497,789
116110	Expenses related to Function & Events		Operating Expenses	88,470	50,000		38,470		536,259
116111	Community Development		Operating Expenses	0	5,000			(5,000)	531,259
141100	Expenses Relating to Private Works		Operating Expenses	2,230	10,000			(7,770)	523,489
143125	Loss on sale of asset		Operating Expenses	4,500	0	4,500			523,489
145110	Conference Expenses - Admin		Operating Expenses	2,600	0		2,600		526,089
145115	Relocation Expenses		Operating Expenses	3,000	1,500		1,500		527,589
145118	Advertising		Operating Expenses	8,000	2,000		6,000		533,589
145122	Office Expenses Other		Operating Expenses	1,750	2,500			(750)	532,839
145127	Vehicle Running Expenses		Operating Expenses	8,400	3,000		5,400		538,239
AGRN74	Repair roads due to flood damage funded by WANDRRA		Operating Expenses	0	500,000			(500,000)	38,239
	Proceeds from Disposal of Assets		Capital Revenue	8,000	16,543		8,543		46,782
	Net Changes					(6,957)	643,582	(598,410)	45,172

SHIRE OF TAMMIN
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 30 April 2017

Note 6: Receivables

Receivables - General	Current	30 Days	60 Days	90+ Days	Total
	\$	\$	\$	\$	\$
Receivables - General	3,686	1,474	8	2,978	8,146
Total Receivables General Outstanding					8,146



Comments/Notes - Receivables General

SHIRE OF TAMMIN
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 30 April 2017

Note 7: Cash Backed Reserve

Name	Opening Balance	Amended Budget Interest Earned	Actual Interest Earned	Amended Budget Transfers In (+)	Actual Transfers In (+)	Amended Budget Transfers Out (-)	Actual Transfers Out (-)	Amended Budget Closing Balance	Actual YTD Closing Balance
	\$	\$	\$	\$	\$	\$	\$	\$	\$
Reserves Staff Entitlements	25,240	400	495	0	0	0	0	25,640	25,735
Reserves Plant Replacement	319,916	5,000	6,275	150,000	0	(235,000)	0	239,916	326,191
Reserves Information & Technology	11,133	100	218	0	0	0	0	11,233	11,351
Reserves Tamma Village Upgrade & Improvements	18,795	300	369	0	0	0	0	19,095	19,163
Sports, Recreation & Community Facilities Upgrades	450,382	7,076	8,834	530,000	0	(150,000)	0	837,458	459,216
Bowling Green Replacement	0	124	235	12,436	12,000	0	0	12,560	12,235
	825,465	13,000	16,426	692,436	12,000	(385,000)	0	1,145,901	853,892

Reserve funds are fully cash-backed in a term Deposit and Bank Account - Refer Note 4

SHIRE OF TAMMIN
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 30 April 2017

Note 8: Rating Information

	Rate in	Number of Properties	Rateable Value	YTD Actual			Amended Budget				
				Rate Revenue	Interim Rates	Back Rates	Total Revenue	Rate Revenue	Interim Rate	Back Rate	Total Revenue
RATE TYPE	\$		\$	\$	\$	\$	\$	\$	\$	\$	\$
Differential General Rate											
GRV	11.0992	82	763,885	84,785	0	0	84,785	84,785	0	0	84,785
UV	1.7064	171	50,296,500	858,259		1,085	859,344	859,344	100	0	859,444
Sub-Totals		253	51,060,385	943,045	0	1,085	944,130	944,130	100	0	944,230
Minimum Payment	\$										
GRV	495.00	51	39,000	25,245	0	0	25,245	25,245	0	0	25,245
UV	495.00	21	342,100	10,395	0	0	10,395	10,395	0	0	10,395
Sub-Totals		72	381,100	35,640	0	0	35,640	35,640	0	0	35,640
		325	51,441,485	978,685	0	1,085	979,770	979,770	100	0	979,870
Concession/discount							(35,449)	-42,500			(42,500)
Amount from General Rates							944,321	937,270			937,370
Ex-Gratia Rates							6,642	6,000			6,000
Totals							950,962	943,270			943,370

SHIRE OF TAMMIN
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 30 April 2017

Note 9 : Information on Borrowings
(a) Debenture Repayments

Particulars	Actual		Principal Repayments		Principal Outstanding		Interest Repayments	
	01 Jul 2016	New Loans	Amended		Amended		Amended	
			Actual	Budget	Actual	Budget	Actual	Budget
			\$	\$	\$	\$	\$	\$
Housing								
Loan 79	60,494		7,359	9,870	53,135	50,624	2,055	3,060
Loan 80	118,919		5,685	11,469	113,234	107,450	2,063	4,840
Recreation and Culture								
Loan 81	130,000		5,708	11,493	124,292	118,507	1,749	3,620
Transport								
Loan 78	90,741		11,039	14,806	79,702	75,935	3,721	4,590
	400,154	0	29,792	47,638	370,362	352,516	9,588	16,110

(b) New Debentures

The Shire does not expect to take out any new debenture during the year.

(c) Unspent Debentures

The Shire has no unspent debentures.

(d) Overdraft

Council has an overdraft facility of \$100,000 with NAB.

SHIRE OF TAMMIN
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 30 April 2017

Note 10: Disposal of Assets

		YTD Actual				Amended Budget				
Asset Number	Asset Description	Program	Net Book Value	Proceeds	Profit	(Loss)	Net Book Value	Proceeds	Profit	(Loss)
			\$	\$	\$	\$	\$	\$	\$	\$
1012	9 Nottage Way	Housing	14,000	8,271		(5,729)	14,000	8,271		(5,729)
1013	11 Nottage Way	Housing	14,000	8,272		(5,728)	14,000	8,272		(5,728)
	Reel Mower	Other PS	0	0			0	0		
			28,000	16,543	0	(11,457)	28,000	16,543	0	(11,457)

Comments

SHIRE OF TAMMIN
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 30 April 2017

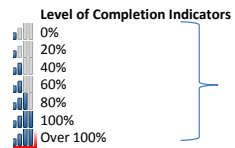
Note 11: Capital Acquisitions

Assets	Account	YTD Actual			Amended Budget			Strategic Reference / Comment
		New/Upgrade	Renewal	Total YTD	Annual Budget	YTD Budget	YTD Variance	
		\$	\$	\$	\$	\$	\$	
<i>Level of completion indicator (based on expenditure), please see table at the end of this note for further detail.</i>								
Buildings								
Education & Welfare								
Tamma Village Retic	084401	0	0	2,081	8,000	2,081	0	
Community Amenities Total		0	0	2,081	8000	2,081	0	
Governance								
Governance Total		0	0	0	0	0	0	
Housing								
3 Nottage Way	091399			0	10,000	0	0	
5 Nottage Way	091400			1,086	10,000	1,086	0	
7 Nottage Way	091401			1,008	10,000	1,008	0	
Housing Total		0	0	2,094	30,000	6,255	0	
Recreation and Culture								
Donnan Park Pavillion - Abulution Block	113401			5,146	15,000	5,146	0	
Tennis Courts					150,000	0	0	
Recreation and Culture Total		0	0	5,146	165,000	5,146	0	
Economic Services								
Dump Point				0	5,000	0	0	
Economic Services Total		0	0	0	5,000	0	0	
Transport								
Depot Hoist	121408			12,455	14,500	0	12,455	
Transport Total		0	0	12,455	14,500	0	12,455	
Buildings Total		0	0	21,775	222,500	11,401	12,455	
Plant , Equip. & Vehicles								
Other Property & Services								
4 Tonne Tippper	143402			70,250	70,000	70,000	250	
Mini Track Machine *bobcat*	143401			110,694	110,000	110,000	694	
Toro Reel Mower	143403			53,500	55,000	0	53,500	
Transport Total		0	0	234,444	235,000	180,000	54,444	
Plant , Equip. & Vehicles Total		0	0	234,444	235,000	180,000	54,444	

SHIRE OF TAMMIN
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 30 April 2017

Note 11: Capital Acquisitions

Assets	Account	YTD Actual			Amended Budget			Strategic Reference / Comment
		New/Upgrade	Renewal	Total YTD	Annual Budget	YTD Budget	YTD Variance	
		\$	\$	\$	\$	\$	\$	
Roads								
Transport								
Ralston Rd Bends				0	65,434	0	0	
Bungulla North Reconstruction				0	98,184	0	0	
Walston Rd				0	32,634	0	0	
Uppill Survey				0	52,634	0	0	
Ralston	C0004			2,879	0	2,879	0	
Yorkrakine Road	C0006			599	0	599	0	
Tammin- Wyalchatchem Road	C0080			71,006	96,350	71,006	0	
Roads To Recovery	R2R			309,510	192,854	309,510	0	
Regional Road Group - Project 1	RRG1			161,118	214,454	161,118	0	
	Transport Total			0	0	545,112	0	
Roads Total				0	0	545,112	0	
Other Infrastructure								
Transport								
Carpark (back of hall)				0	7,000	0	0	
	Transport Total			0	0	7,000	0	
Other Infrastructure Total				0	0	7,000	0	
Capital Expenditure Total				0	0	801,331	66,899	



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