

SHIRE OF TAMMIN

MONTHLY FINANCIAL REPORT (Containing the Statement of Financial Activity) For the Period Ended 31 January 2018

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
Note 12 Grant Register	19

SHIRE OF TAMMIN
STATEMENT OF FINANCIAL ACTIVITY
(Statutory Reporting Program)
For the Period Ended 31 January 2018

	Note	Original Annual Budget	Amended Annual Budget	YTD Budget (a)	YTD Actual (b)	(b)-(a)	(b)-	Var.
			\$	\$	\$	\$	%	
Opening Funding Surplus(Deficit)	3	549,944	549,944	549,944	531,702	(18,242)	(3%)	
Revenue from operating activities								
Governance		0	0	0	0	0		
General Purpose Funding - Rates	8	996,112	996,112	993,362	1,003,333	9,971	1%	
General Purpose Funding - Other		586,194	586,194	257,884	264,412	6,528	3%	
Law, Order and Public Safety		2,700	2,700	1,561	1,960	399	26%	
Health		650	650	371	298	(73)	(20%)	
Education and Welfare		57,000	57,000	33,243	41,176	7,933	24%	
Housing		35,080	35,080	20,447	15,757	(4,690)	(23%)	
Community Amenities		30,430	30,430	26,153	26,620	467	2%	
Recreation and Culture		9,750	9,750	5,663	28,696	23,033	407%	😊
Transport		200,300	200,300	6,874	3,821	(3,053)	(44%)	
Economic Services		1,350	1,350	770	603	(167)	(22%)	
Other Property and Services		146,500	146,500	76,965	100,226	23,261	30%	😊
		2,066,066	2,066,066	1,423,293	1,486,901			
Expenditure from operating activities								
Governance		(358,491)	(358,491)	(216,491)	(143,484)	73,007	34%	😊
General Purpose Funding		(66,048)	(66,048)	(32,669)	(21,873)	10,796	33%	😊
Law, Order and Public Safety		(40,072)	(40,072)	(11,672)	(7,216)	4,456	38%	
Health		(10,639)	(10,639)	(6,195)	(6,136)	59	1%	
Education and Welfare		(162,012)	(162,012)	(86,287)	(69,310)	16,977	20%	😊
Housing		(117,921)	(117,921)	(71,547)	(66,673)	4,875	7%	
Community Amenities		(246,787)	(246,787)	(115,423)	(126,236)	(10,813)	(9%)	
Recreation and Culture		(507,378)	(507,378)	(293,368)	(247,196)	46,172	16%	😊
Transport		(1,989,302)	(1,989,302)	(1,097,176)	(964,944)	132,232	12%	😊
Economic Services		(55,632)	(55,632)	(29,892)	(18,525)	11,367	38%	😊
Other Property and Services		(148,598)	(148,598)	(75,334)	(143,660)	(68,326)	(91%)	😞
		(3,702,880)	(3,702,880)	(2,036,056)	(1,815,253)			
Operating activities excluded from budget								
Add back Depreciation		1,300,780	1,300,780	758,730	735,409	(23,321)	(3%)	
Adjust (Profit)/Loss on Asset Disposal	10	0	0	0	0	0		
Adjust Provisions and Accruals		0	0	0	0	0		
		(336,034)	(336,034)	145,967	407,057			
Investing Activities								
Non-operating Grants, Subsidies and Contributions		527,222	527,222	100,000	127,000	27,000	(27%)	😊
Proceeds from Disposal of Assets	10	0	0	0	0	0		
Land and Buildings	11	0	0	0	(17,630)	(17,630)		😞
Infrastructure Assets - Roads	11	(618,825)	(618,825)	(360,976)	(94,042)	266,934	74%	😊
Infrastructure Assets - Other	11	0	0	0	(138,386)	(138,386)		😞
Plant and Equipment	11	(25,000)	(25,000)	0	0	(0)	100%	
		(116,603)	(116,603)	(260,976)	(123,058)			
Financing Activities								
Proceeds from New Debentures		0	0	0	0	0		
Transfer from Reserves	7	175,000	175,000	0	0	0		
Advances to Community Groups		0	0	0	0	0		
Repayment of Debentures	9	(31,029)	(31,029)	(24,526)	(24,526)	0	0%	
Transfer to Reserves	7	(233,000)	(233,000)	(18,210)	(18,210)	0	0%	
		(89,029)	(89,029)	(42,736)	(42,736)			
Closing Funding Surplus(Deficit)	3	8,276	8,276	392,199	772,965			

😊 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 31 January 2018

	Note	Original Annual Budget	Amended Annual Budget	YTD Budget (a)	YTD Actual (b)	Var. \$ (b)-(a)	Var. % (b)-(a)/(a)	Var.
			\$	\$	\$	\$	%	
Opening Funding Surplus (Deficit)	3	549,944	549,944	549,944	531,702	(18,242)	(3%)	
Revenue from operating activities								
Rates	8	996,112	996,112	993,362	1,003,333	9,971	1%	
Operating Grants, Subsidies and Contributions		856,774	856,774	296,442	263,418	(33,024)	(11%)	☹️
Fees and Charges		141,260	141,260	90,647	93,194	2,547	3%	
Interest Earnings		33,000	33,000	19,236	25,095	5,859	30%	
Other Revenue		38,920	38,920	23,606	101,862	78,256	332%	😊
Profit on Disposal of Assets		0	0	0	0			
		2,066,066	2,066,066	1,423,293	1,486,901			
Expenditure from operating activities								
Employee Costs		(748,511)	(748,511)	(429,405)	(381,872)	47,533	11%	😊
Materials and Contracts		(1,465,579)	(1,465,579)	(707,365)	(542,749)	164,616	23%	😊
Utility Charges		(85,476)	(85,476)	(49,785)	(38,772)	11,013	22%	😊
Depreciation on Non-Current Assets		(1,300,780)	(1,300,780)	(758,730)	(735,409)	23,321	3%	
Interest Expenses		(7,713)	(7,713)	(6,370)	(7,666)	(1,296)	(20%)	
Insurance Expenses		(69,848)	(69,848)	(69,848)	(69,944)	(96)	(0%)	
Other Expenditure		(24,975)	(24,975)	(14,553)	(38,840)	(24,287)	(167%)	☹️
Loss on Disposal of Assets	10	0	0	0	0	0		
		(3,702,881)	(3,702,881)	(2,036,056)	(1,815,253)			
Operating activities excluded from budget								
Add back Depreciation		1,300,780	1,300,780	758,730	735,409	(23,321)	(3%)	
Adjust (Profit)/Loss on Asset Disposal	10	0	0	0	0	0		
Adjust Provisions and Accruals			0	0	0	0		
		(336,035)	(336,035)	145,968	407,057			
Investing activities								
Grants, Subsidies and Contributions		527,222	527,222	100,000	127,000	27,000	27%	😊
Infrastructure Assets - Roads	11	(618,825)	(618,825)	(360,976)	(94,042)	266,934	74%	😊
Infrastructure Assets - Other	11	0	0	0	(138,386)	(138,386)		☹️
Plant and Equipment	11	(25,000)	(25,000)	0	0	(0)		
		(116,603)	(116,603)	(260,976)	(123,058)			
Financing Activities								
Proceeds from New Debentures		0	0	0	0	0		
Proceeds from Advances		0	0	0	0	0		
Self-Supporting Loan Principal		0	0	0	0	0		
Transfer from Reserves	7	175,000	175,000	0	0	0		
Repayment of Debentures	9	(31,029)	(31,029)	(24,526)	(24,526)	0	0%	
Transfer to Reserves	7	(233,000)	(233,000)	(18,210)	(18,210)	0	0%	
		(89,029)	(89,029)	(42,736)	(42,736)			
Closing Funding Surplus (Deficit)	3	8,276	8,276	392,199	772,965	380,766	97%	

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

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 31 January 2018

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 31 January 2018

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 service

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 31 January 2018

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 31 January 2018

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 2017/18 year is \$10,000 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	9,971	1%			Within Variance Threshold
General Purpose Funding - Other	6,528	3%			Within Variance Threshold
Law, Order and Public Safety	399	26%			Within Variance Threshold
Health	(73)	(20%)			Within Variance Threshold
Education and Welfare	7,933	24%			Within Variance Threshold
Housing	(4,690)	(23%)			Within Variance Threshold
Community Amenities	467	2%			Within Variance Threshold
Recreation and Culture	23,033	407%	😊	Permanent	Variance relates to receipt of \$25k of Lotteries funding for community events that was not budgeted.
Transport	(3,053)	(44%)			Within Variance Threshold
Economic Services	(167)	(22%)			Within Variance Threshold
Other Property and Services	23,261	30%	😊	Permanent	The Shire has received \$1K in Insurance, Licensing & FBT refunds that was not budgeted. These items will be reviewed with the budget review.
Operating Expense	\$	%			
Governance	73,007	34%	😊	Timing	Administration allocation expenses are \$33K lower than YTD budget and Consultant fees are \$25K lower. This may even out as the year progresses.
General Purpose Funding	10,796	33%	😊	Timing	Administration allocation expenses are \$10K lower than YTD budget. This may even out as the year progresses.
Law, Order and Public Safety	4,456	38%			Within Variance Threshold
Health	59	1%			Within Variance Threshold
Education and Welfare	16,977	20%	😊	Timing	Depreciation is \$7K lower than YTD budget. This will be reviewed with the Budget Review.
Housing	4,875	7%			Within Variance Threshold
Community Amenities	(10,813)	(9%)			Within Variance Threshold
Recreation and Culture	46,172	16%	😊	Timing	Expenses relation to Sports & Donnan Park are \$36K lower than YTD Budget. These may even out over the year.
Transport	132,232	12%	😊	Timing	Road Maintenance is \$146k lower and Street Cleaning is \$64K higher than YTD Budget. Admin allocations are also 23K lower. These items will be reviewed with the budget review.
Economic Services	11,367	38%	😊	Timing	NRM Officer expenses are \$3K under YTD budget, Area promotion and Tourism is \$6k lower. This may even out as the year progresses.
Other Property and Services	(68,326)	(91%)	😞	Timing	Plant Operations Costs and Admin Overhead are under recovering cost, and Public Works Overheads are over recovered. This may even out over the year but the allocations methodology will be reviewed with the budget review.
Operating activities excluded from budget					
Add back Depreciation	(23,321)	(3%)			Within Variance Threshold
Adjust (Profit)/Loss on Asset Disposal	0				Within Variance Threshold
Adjust Provisions and Accruals	0				Within Variance Threshold
Capital Revenues					
Grants, Subsidies and Contributions	27,000	(27%)	😊	Permanent	The Shire has received a donation of \$15K from the TVFB and \$12K from the bowling club to be placed in reserve for future works.
Proceeds from Disposal of Assets	0				Within Variance Threshold
Capital Expenses					Refer to Note 11 for further details
Infrastructure - Roads	266,934	74%	😊	Timing	
Infrastructure Assets - Other	(138,386)		😞	Permanent	
Plant and Equipment	(0)	0%			
Financing					
Transfer from Reserves	0				
Opening Funding Surplus(Deficit)	(18,242)	(3%)			Within Variance Threshold - This will be addressed with the budget review

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

Note 3: Net Current Funding Position

Positive=Surplus (Negative=Deficit)

		Last Years Actual Closing	Current
	Note	30 June 2017	31 Jan 2018
		\$	\$
Current Assets			
Cash Unrestricted	4	466,877	781,026
Cash Restricted	4	1,305,310	1,323,520
Receivables - Rates		47,874	66,959
Receivables - Other		103,222	35,717
Interest / ATO Receivable/Trust		83,652	9,300
Inventories		0	0
		2,006,935	2,216,521
Less: Current Liabilities			
Payables		(83,578)	(33,691)
Current Borrowings		(49,537)	(25,011)
Provisions		(86,347)	(86,347)
		(219,461)	(145,049)
Net Current Assets		1,787,473	2,071,473
Less: Cash Reserves	7	(1,305,310)	(1,323,520)
Plus: Current Borrowings included in Budget		49,537	25,011
Net Current Funding Position		531,702	772,965

Comments - Net Current Funding Position

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

Note 4: Cash and Investments

	Unrestricted	Restricted	Trust	Total Amount	Institution	Interest Rate	Maturity Date
	\$	\$	\$	\$			
(a) Cash Deposits							
Municipal Bank Account	142,741			142,741	NAB	0.10%	At Call
Cash Maxi	637,784			637,784	NAB	0.60%	At Call
Trust Bank Account			13,766	13,766	NAB	0.01%	At Call
Cash On Hand	500			500	n/a	n/a	On Hand
				0			
(b) Term Deposits				0			
Reserve Investment Account #1		992,726		992,726	NAB	2.35%	11-Mar-18
Reserve Investment Account #2		330,793		330,793	NAB	2.00%	25-Apr-18
	781,025	1,323,519	13,766	2,118,310			

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 31 January 2018

Note 5: Budget Amendments

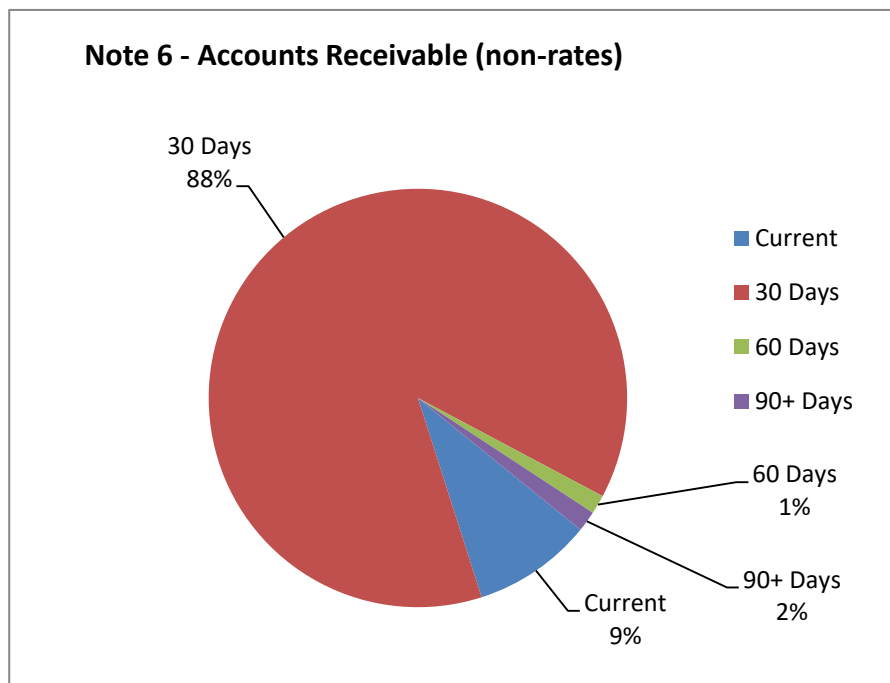
There have been no amendments to the original budget since budget adoption.

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	8,276		\$	\$	\$	\$ 8,276

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

Note 6: Receivables

Receivables - General	Current	30 Days	60 Days	90+ Days	Total
	\$	\$	\$	\$	\$
Receivables - General	3,546	33,681	565	610	38,402
Balance per Trial Balance					
Sundry Debtors					38,152
Total Receivables General Outstanding (includes GST)					38,402



Comments/Notes - Receivables General

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

Note 7: Cash Backed Reserve

Name	Opening Balance	Budget Interest In	Actual Interest Earned	Budget Transfers In (+)	Actual Transfers In (+)	Budget Transfers Out (-)	Actual Transfers Out (-)	Budget Closing Balance	Actual YTD Closing Balance
	\$	\$	\$	\$	\$	\$	\$	\$	\$
Reserves Staff Entitlements	25,910	339	379	0	0	0	0	26,249	26,288
Reserves Plant Replacement	243,287	3,170	3,723	0	0	(25,000)	0	221,457	247,010
Reserves Information & Technology	11,428	149	167	0	0	0	0	11,577	11,595
Reserves Tamma Village Upgrade & Improvements	19,293	251	282	0	0	0	0	19,544	19,575
Sports, Recreation & Community Facilities Upgrades	993,063	12,931	13,479	204,000	0	(150,000)	0	1,059,994	1,006,541
Bowling Green Replacement	12,329	160	180	12,000	0	0	0	24,489	12,509
	1,305,310	17,000	18,210	216,000	0	(175,000)	0	1,363,310	1,323,520

Comments

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

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

Note 8: Rating Information

RATE TYPE	Rate in	Number of Properties	Rateable Value	YTD Actual				Budget			
				Rate Revenue	Interim Rates	Back Rates	Total Revenue	Rate Revenue	Interim Rate	Back Rate	Total Revenue
	\$		\$	\$	\$	\$	\$	\$	\$	\$	\$
Differential General Rate											
GRV	0.1175	86	783,796	0	0	0	0	92,050	0	0	92,050
UV	0.0154	168	59,058,500	0	2,780	1,037,079	1,039,859	907,137	0	0	907,137
Sub-Totals		254	59,842,296	0	2,780	1,037,079	1,039,859	999,187	0	0	999,187
Minimum Payment	\$										
GRV	525.00	46	23,707	0	0	0	0	24,150	0	0	24,150
UV	525.00	27	530,200	0	0	0	0	14,175	0	0	14,175
Sub-Totals		73	553,907	0	0	0	0	38,325	0	0	38,325
		327	60,396,203	0	2,780	1,037,079	1,039,859	1,037,512	0	0	1,037,512
Concession/discount							(43,567)	(48,000)			(48,000)
Amount from General Rates							996,292	989,512			989,512
Ex-Gratia Rates							7,040	6,600			6,600
Totals							1,003,332	996,112			996,112

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

Note 9 : Information on Borrowings
(a) Debenture Repayments

Particulars	Actual		Principal Repayments		Principal Outstanding		Interest Repayments	
	01 Jul 2017	New Loans	Actual	Budget	Actual	Budget	Actual	Budget
			\$	\$	\$	\$	\$	\$
Housing								
Loan 79	60,494		5,112	7,713	55,382	52,781	3,029	1,702
Loan 80	118,919		5,884	5,884	113,035	107,450	0	1,864
Recreation and Culture								
Loan 81	130,000		5,863	5,863	124,137	118,507	1,594	1,594
Transport								
Loan 78	90,741		7,667	11,569	83,074	79,172	2,030	2,553
	400,154	0	24,526	31,029	375,628	357,910	6,653	7,713

(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 31 January 2018

Note 10: Disposal of Assets

Comments

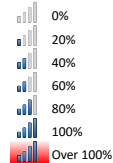
It is not anticipated that any assets will be disposed of in FY17/18.

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

Note 11: Capital Acquisitions

Assets	Account	YTD Actual			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>								
Land and Buildings								
Education & Welfare								
	84400							Funding for this project was included in the Operating Budget, this allocation will be corrected with the budget review.
	Fencing for Tamma Village	17,630		17,630	0	0	17,630	
	Education & Welfare Total	17,630	0	17,630	0	0	17,630	0%
Plant, Equip. & Vehicles								
Other Property & Services								
	143406	0		0	25,000	0	0	
	Plant Trailer							
	Other Property & Services Total	0	0	0	25,000	0	0	-100%
Roads								
Transport								
	121400	94,042		94,042	306,555	178,815	(84,773)	
	Roads Construction Council							
	121401	0		0	312,270	182,161	(182,161)	
	Roads RRG Construction							
	Transport Total	94,042	0	94,042	618,825	360,976	(266,934)	-74%
Other Infrastructure								
Transport								
	113407	138,386		138,386	0	0	138,386	This upgrade is likley to be funded from Reserve and will be addressed with the budget review.
	Multipurpose Courts - Capital Exp							
	Transport Total	138,386	0	138,386	0	0	138,386	0%
	Capital Expenditure Total	111,672	0	111,672	643,825	360,976	(249,304)	

Level of Completion Indicators

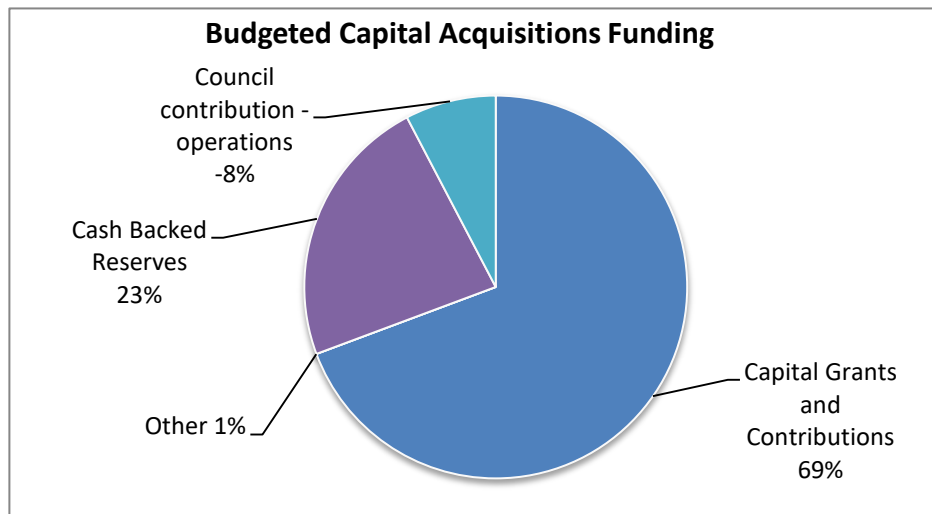


Percentage YTD Actual to Annual Budget
Expenditure over budget highlighted in red.

SHIRE OF TAMMIN
STATEMENT OF CAPITAL ACQUISITIONS AND CAPITAL FUNDING
For the Period Ended 31 January 2018

Capital Acquisitions

	Note	Annual Budget	YTD Actual Total
		\$	\$
Land and Buildings	11	0	17,630
Infrastructure Assets - Roads	11	618,825	94,042
Infrastructure Assets - Other	11	0	138,386
Infrastructure Assets - Footpaths	13	0	0
Infrastructure Assets - Drainage	13	0	0
Heritage Assets	13	0	0
Plant and Equipment	11	25,000	0
Capital Expenditure Totals		643,825	250,058
Capital acquisitions funded by:			
Capital Grants and Contributions		527,222	127,000
Borrowings	9	0	0
Other (Disposals & C/Fwd)	10	0	0
Cash Backed Reserves	7	175,000	0
Council contribution - operations		(58,397)	123,058
Capital Funding Total		643,825	250,058



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

Note 12: Grant Register

Issuing Body	Federal / State	Program	Description	Grant Type	Grant Funding	Forecast Grant to	Actual Grant	Date of Receipt	Total Grant Funds	Total Grant Funds
					Received in Prior	be Received	Received		Received &	Still to be
					Year (16/17)*	FY17/18	FY17/18	Attributable to		Received FY17/18
					(a)	(b)	(c)	(a+c)		(b-c)
					\$	\$	\$	\$		\$
Dept. Infrastructure & Regional Dev	Federal	General Purpose Funding	Financial Assistance Grant FY17/18 - General	Operating	395,040	395,040	171,355	Aug 2017	566,395	223,685
Dept. Infrastructure & Regional Dev	Federal	General Purpose Funding	Financial Assistance Grant FY17/18 - Roads	Operating	154,905	154,904	65,410	Aug 2017	220,315	89,494
Dept. Infrastructure & Regional Dev	Federal	Transport	Roads to Recovery	Capital	0	268,835	100,000	Aug 2017	100,000	168,835
Main Roads	State	Transport	Regional Road Group - Direct	Capital	0	67,646	0		0	67,646
Main Roads	State	Transport	Regional Road Group - Specific	Capital	0	190,741	0		0	190,741
Office of Emergency Management	Federal & State	Transport	WA Natural Disaster Relief & Recovery Arrangement (WANDDRA)	Operating	0	188,500	0		0	188,500
Lotterywest	State	Recreation and Culture	FY16/17 Grant	Operating	0	0	25,300	Sep 2017	25,300	0
					549,945	1,265,666	362,065	912,010		928,901

Comments

*The Shire received 50% of its Financial Assistance Grant for FY17/18 in the 16/17 financial year.