

# SHIRE OF TAMMIN

## MONTHLY FINANCIAL REPORT (Containing the Statement of Financial Activity) For the Period Ended 30 September 2018

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

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Note: The Statements and accompanying notes are prepared based on all transactions recorded at the time of preparation and may change with finalisation of the 2019 Annual Financial Report.

**SHIRE OF TAMMIN**  
**STATEMENT OF FINANCIAL ACTIVITY**  
**(Statutory Reporting Program)**  
**For the Period Ended 30 September 2018**

	Note	Original Annual Budget	Amended Annual Budget	YTD Budget (a)	YTD Actual (b)	(b)-(a)	(b)-	Var.
			\$	\$	\$	\$	%	
<b>Opening Funding Surplus(Deficit)</b>	3	657,584	657,584	657,584	<b>686,163</b>	28,579		4%
<b>Revenue from operating activities</b>								
Governance		0	0	0	<b>0</b>	0		0%
General Purpose Funding - Rates	8	1,064,163	1,064,163	1,064,163	<b>1,068,800</b>	4,636		0%
General Purpose Funding - Other		516,162	516,162	135,129	<b>147,661</b>	12,532		9%
Law, Order and Public Safety		3,700	3,700	2,252	<b>4,797</b>	2,545		113%
Health		948	948	225	<b>298</b>	73		32%
Education and Welfare		79,624	79,624	14,907	<b>15,364</b>	457		3%
Housing		38,400	38,400	9,594	<b>8,118</b>	(1,476)		(15%)
Community Amenities		30,176	30,176	22,939	<b>22,026</b>	(913)		(4%)
Recreation and Culture		34,385	34,385	24,678	<b>22,992</b>	(1,686)		(7%)
Transport		47,400	47,400	1,674	<b>1,144</b>	(530)		(32%)
Economic Services		42,150	42,150	20,450	<b>20,000</b>	(450)		(2%)
Other Property and Services		139,580	139,580	32,793	<b>27,878</b>	(4,915)		(15%)
		<b>1,996,688</b>	<b>1,996,688</b>	<b>1,328,804</b>	<b>1,339,076</b>			
<b>Expenditure from operating activities</b>								
Governance		(271,757)	(271,757)	(106,562)	<b>(80,869)</b>	25,693		24% 😊
General Purpose Funding		(95,269)	(95,269)	(23,866)	<b>(12,810)</b>	11,056		46% 😊
Law, Order and Public Safety		(32,597)	(32,597)	(8,335)	<b>(2,617)</b>	5,718		69%
Health		(9,405)	(9,405)	(2,226)	<b>(1,114)</b>	1,112		50%
Education and Welfare		(130,099)	(130,099)	(32,406)	<b>(24,943)</b>	7,463		23%
Housing		(66,697)	(66,697)	(17,587)	<b>(14,076)</b>	3,510		20%
Community Amenities		(254,309)	(254,309)	(51,414)	<b>(29,189)</b>	22,225		43% 😊
Recreation and Culture		(529,529)	(529,529)	(128,708)	<b>(107,531)</b>	21,177		16% 😊
Transport		(1,675,555)	(1,675,555)	(424,123)	<b>(339,422)</b>	84,701		20% 😊
Economic Services		(78,203)	(78,203)	(19,403)	<b>(13,773)</b>	5,630		29%
Other Property and Services		(151,160)	(151,161)	(60,193)	<b>(2,769)</b>	57,424		95% 😊
		<b>(3,294,580)</b>	<b>(3,294,581)</b>	<b>(874,823)</b>	<b>(629,113)</b>			
<b>Operating activities excluded from budget</b>								
Add back Depreciation		1,240,370	1,240,370	310,059	<b>318,229</b>	8,170		3%
Adjust (Profit)/Loss on Asset Disposal	10	3,000	3,000	3,000	<b>0</b>	(3,000)		(100%)
Adjust Provisions and Accruals		0	0	0	<b>0</b>	0		
<b>Amount attributable to operating activities</b>		<b>(54,522)</b>	<b>(54,522)</b>	<b>767,041</b>	<b>1,028,192</b>			
<b>Investing Activities</b>								
Non-operating Grants, Subsidies and Contributions		351,617	351,617	78,777	<b>170,439</b>	91,662		(116%) 😊
Proceeds from Disposal of Assets	10	15,000	15,000	15,000	<b>16,364</b>	1,364		(9%)
Land Held for Resale	0	0	0	0	<b>0</b>	0		0%
Land and Buildings	11	(74,500)	(74,500)	(17,749)	<b>(17,319)</b>	430		2%
Infrastructure Assets - Roads	11	(706,111)	(706,111)	(173,973)	<b>(10,652)</b>	163,321		94% 😊
Infrastructure Assets - Other	11	(153,740)	(153,740)	(52,840)	<b>(32,016)</b>	20,824		39% 😊
Plant and Equipment	11	(58,000)	(58,000)	(58,000)	<b>(33,000)</b>	25,000		43% 😊
Furniture and Equipment	11	(6,500)	(6,500)	(6,500)	<b>(7,074)</b>	(574)		(9%)
<b>Amount attributable to investing activities</b>		<b>(632,234)</b>	<b>(632,234)</b>	<b>(215,285)</b>	<b>86,743</b>			
<b>Financing Activities</b>								
Proceeds from New Debentures		0	0	0	<b>0</b>	0		0%
Proceeds from Advances		0	0	0	<b>0</b>	0		0%
Self-Supporting Loan Principal		0	0	0	<b>0</b>	0		0%
Transfer from Reserves	7	118,000	118,000	0	<b>0</b>	0		0%
Advances to Community Groups		0	0	0	<b>0</b>	0		0%
Repayment of Debentures	9	(50,828)	(50,828)	(18,508)	<b>(18,508)</b>	0		0%
Transfer to Reserves	7	(38,000)	(38,000)	(16,253)	<b>(16,253)</b>	0		0%
<b>Amount attributable to financing activities</b>		<b>29,172</b>	<b>29,172</b>	<b>(34,760)</b>	<b>(34,760)</b>			
<b>Closing Funding Surplus(Deficit)</b>	3	<b>0</b>	<b>0</b>	<b>1,174,579</b>	<b>1,766,337</b>			

😊 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 September 2018**

	Note	Original Annual Budget	Amended Annual Budget	YTD Budget (a)	YTD Actual (b)	Var. \$ (b)-(a)	Var. % (b)-(a)/(a)	Var.
<b>Opening Funding Surplus (Deficit)</b>	3	657,584	657,584	657,584	686,163	28,579	4%	
<b>Revenue from operating activities</b>								
Rates	8	1,064,163	1,064,163	1,064,163	1,068,800	4,636	0%	
Operating Grants, Subsidies and Contributions		585,937	585,937	163,258	173,314	10,056	6%	
Fees and Charges		151,058	151,058	53,514	49,940	(3,574)	(7%)	
Sewerage Charges		0	0	0	0	0	0%	
Interest Earnings		34,900	34,900	13,151	19,767	6,616	50%	
Other Revenue		160,630	160,630	34,718	27,255	(7,463)	(21%)	
Profit on Disposal of Assets		0	0	0	0	0	0%	
		<b>1,996,688</b>	<b>1,996,688</b>	<b>1,328,804</b>	<b>1,339,076</b>			
<b>Expenditure from operating activities</b>								
Employee Costs		(758,888)	(758,888)	(200,546)	(122,789)	77,757	39%	😊
Materials and Contracts		(1,114,848)	(1,114,848)	(283,579)	(91,053)	192,527	68%	😊
Utility Charges		(52,680)	(52,680)	(13,200)	(14,342)	(1,142)	(9%)	
Depreciation on Non-Current Assets		(1,240,370)	(1,240,370)	(310,059)	(318,229)	(8,170)	(3%)	
Interest Expenses		(10,965)	(10,965)	(4,543)	(4,543)	(1)	(0%)	
Insurance Expenses		(62,479)	(62,479)	(34,494)	(51,472)	(16,978)	(49%)	😞
Other Expenditure		(51,350)	(51,350)	(25,402)	(26,686)	(1,284)	(5%)	
Loss on Disposal of Assets	10	(3,000)	(3,000)	(3,000)	0	3,000	100%	
		<b>(3,294,580)</b>	<b>(3,294,580)</b>	<b>(874,823)</b>	<b>(629,113)</b>			
<b>Operating activities excluded from budget</b>								
Add back Depreciation		1,240,370	1,240,370	310,059	318,229	8,170	3%	
Adjust (Profit)/Loss on Asset Disposal	10	3,000	3,000	3,000	0	(3,000)	(100%)	
Adjust Provisions and Accruals		0	0	0	0	0	0%	
<b>Amount attributable to operating activities</b>		<b>(54,522)</b>	<b>(54,522)</b>	<b>767,041</b>	<b>1,028,192</b>			
<b>Investing activities</b>								
Grants, Subsidies and Contributions		351,617	351,617	78,777	170,439	91,662	116%	😊
Proceeds from Disposal of Assets	10	15,000	15,000	15,000	16,364	1,364	9%	
Land Held for Resale		0	0	0	0	0	0%	
Land and Buildings	11	(74,500)	(74,500)	(17,749)	(17,319)	430	(2%)	
Infrastructure Assets - Roads	11	(706,111)	(706,111)	(173,973)	(10,652)	163,321	(94%)	😊
Infrastructure Assets - Other	11	(153,740)	(153,740)	(52,840)	(32,016)	20,824	(39%)	😊
Plant and Equipment	11	(58,000)	(58,000)	(58,000)	(33,000)	25,000	(43%)	😊
Furniture and Equipment	11	(6,500)	(6,500)	(6,500)	(7,074)	(574)	(9%)	
<b>Amount attributable to investing activities</b>		<b>(632,234)</b>	<b>(632,234)</b>	<b>(215,285)</b>	<b>86,743</b>			
<b>Financing Activities</b>								
Proceeds from New Debentures		0	0	0	0	0	0%	
Proceeds from Advances		0	0	0	0	0	0%	
Self-Supporting Loan Principal		0	0	0	0	0	0%	
Transfer from Reserves	7	118,000	118,000	0	0	0	0%	
Advances to Community Groups		0	0	0	0	0	0%	
Repayment of Debentures	9	(50,828)	(50,828)	(18,508)	(18,508)	0	0%	
Transfer to Reserves	7	(38,000)	(38,000)	(16,253)	(16,253)	0	0%	
<b>Amount attributable to financing activities</b>		<b>29,172</b>	<b>29,172</b>	<b>(34,760)</b>	<b>(34,760)</b>			
<b>Closing Funding Surplus (Deficit)</b>	3	<b>0</b>	<b>0</b>	<b>1,174,579</b>	<b>1,766,337</b>	591,758	50%	😊

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 30 September 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 30 September 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:

<b>Asset</b>	<b>Years</b>
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 September 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 30 September 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 30 September 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 2018/19 Financial 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
<b>Operating Income</b>	\$	%			
Governance	0	0%			Within Variance Threshold
General Purpose Funding - Rates	4,636	0%			Within Variance Threshold
General Purpose Funding - Other	12,532	9%			Within Variance Threshold
Law, Order and Public Safety	2,545	113%			Within Variance Threshold
Health	73	32%			Within Variance Threshold
Education and Welfare	457	3%			Within Variance Threshold
Housing	(1,476)	(15%)			Within Variance Threshold
Community Amenities	(913)	(4%)			Within Variance Threshold
Recreation and Culture	(1,686)	(7%)			Within Variance Threshold
Transport	(530)	(32%)			Within Variance Threshold
Economic Services	(450)	(2%)			Within Variance Threshold
Other Property and Services	(4,915)	(15%)			Within Variance Threshold
<b>Operating Expense</b>	\$	%			
Governance	25,693	24%	😊	Timing	Audit Fees are \$20k lower than YTD budget and Accounting Support Fees are \$5k lower than YTD budget. This is a timing issue and will even out as the year progresses.
General Purpose Funding	11,056	46%	😊	Timing	Legal and Administration expenses are \$6k lower than YTD budget.
Law, Order and Public Safety	5,718	69%			Within Variance Threshold
Health	1,112	50%			Within Variance Threshold
Education and Welfare	7,463	23%			Within Variance Threshold
Housing	3,510	20%			Within Variance Threshold
Community Amenities	22,225	43%	😊	Timing	Cemetery maintenance, tip maintenance and town planning services are \$15k lower than YTD budget. This is a timing issue and will even out as the year progresses.
Recreation and Culture	21,177	16%	😊	Timing	Expenses relating to Sports, Donnan Park Recreation Centre & Functions and Events is \$17k lower than YTD budget.
Transport	84,701	20%	😊	Timing	Road Maintenance is \$72k lower than YTD budget and Street Cleaning is \$8k lower than YTD budget.
Economic Services	5,630	29%			Within Variance Threshold
Other Property and Services	57,424	95%	😊	Timing	Fuels and Oils is \$18k lower than YTD budget, CEO contract is \$29k lower than YTD budget and Tyres and tubes is \$8k lower than YTD budget. This is a timing issue and will even out as the year progresses.
<b>Operating activities excluded from budget</b>					
Add back Depreciation	8,170	3%			
Adjust (Profit)/Loss on Asset Disposal	(3,000)	(100%)			
Adjust Provisions and Accruals	0				No provisions and accruals to date
<b>Capital Revenues</b>					
Grants, Subsidies and Contributions	91,662	(116%)	😊		RRG Specific Grant received in September 2018.
Proceeds from Disposal of Assets	1,364	-9%			
<b>Capital Expenses</b>					Refer to Note 11 for further details
Land and Buildings	430	(2%)			
Infrastructure - Roads	163,321	(94%)	😊		
Infrastructure Assets - Other	20,824	39%	😊		
Infrastructure - Footpaths	0	0%			
Infrastructure - Drainage	0	0%			
Plant and Equipment	25,000	(43%)	😊		
Furniture and Equipment	(574)	(9%)			
<b>Financing</b>					
Transfer from Reserves	0	0%			
Repayment of Debentures	0	0%			
<b>Opening Funding Surplus(Deficit)</b>	28,579	4%			No changes to the bought forward surplus



**SHIRE OF TAMMIN**  
**NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY**  
**For the Period Ended 30 September 2018**

**Note 3: Net Current Funding Position**

Positive=Surplus (Negative=Deficit)

		Last Years Actual Closing	Current
	Note	30 June 2018	30 Sep 2018
		\$	\$
<b>Current Assets</b>			
Cash Unrestricted	4	808,415	1,710,505
Cash Restricted	4	1,181,241	1,197,494
Receivables - Rates		15,273	152,499
Receivables - Other		54,509	62,360
Interest / ATO Receivable/Trust		23,557	5,904
Inventories		0	0
		2,082,994	3,128,761
<b>Less: Current Liabilities</b>			
Payables		(108,454)	(57,794)
Current Borrowings		(50,828)	(32,320)
Long Term Borrowings			
Provisions		(107,137)	(107,137)
		(266,420)	(197,252)
Net Current Assets		1,816,575	2,931,509
Less: Cash Reserves	7	(1,181,241)	(1,197,494)
<b>Plus: Current Borrowings included in Budget</b>		50,828	32,320
<b>Net Current Funding Position</b>		<b>686,163</b>	<b>1,766,337</b>

**Comments - Net Current Funding Position**

**SHIRE OF TAMMIN**  
**NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY**  
**For the Period Ended 30 September 2018**

**Note 4: Cash and Investments**

	Unrestricted	Restricted	Trust	Total Amount	Institution	Interest Rate	Maturity Date
	\$	\$	\$	\$			
<b>(a) Cash Deposits</b>							
Municipal Bank Account	1,702,220			1,702,220	NAB	0.10%	At Call
Cash Maxi	7,784			7,784	NAB	0.60%	At Call
Trust Bank Account			10,878	10,878	NAB	0.01%	At Call
Cash On Hand	500			500	n/a	n/a	On Hand
				0			
<b>(b) Term Deposits</b>				0			
Reserve Investment Account		197,047		197,047	NAB	2.53%	11-Mar-18
	<b>1,710,504</b>	<b>1,197,494</b>	<b>10,878</b>	<b>2,918,876</b>			

**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 September 2018

**Note 5: BUDGET AMENDMENTS**

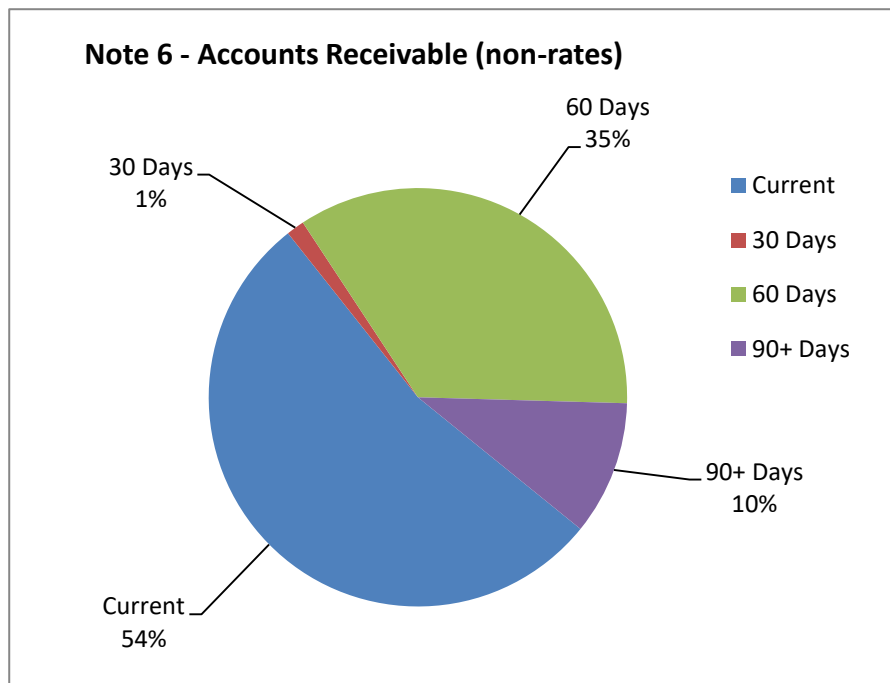
Amendments to original budget since budget adoption. Surplus/(Deficit)

GL Account Code	Description	Council Resolution	Classification	Original Budget	Amended Budget	No Change - (Non Cash Items) Adjust.	Increase in Available Cash	Decrease in Available Cash	Amended Budget Running Balance
						\$	\$	\$	\$
	Budget Adoption Year End Surplus		Opening Surplus(Deficit)			0	0	0	0
			Predicted Net Changes			0	0	0	0

**SHIRE OF TAMMIN**  
**NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY**  
**For the Period Ended 30 September 2018**

**Note 6: Receivables**

Receivables - General	Current	30 Days	60 Days	90+ Days	Total
	\$	\$	\$	\$	\$
Receivables - General	34,667	903	22,500	6,725	64,795
<b>Balance per Trial Balance</b>					
Sundry Debtors					64,795
<b>Total Receivables General Outstanding (includes GST)</b>					<b>64,795</b>



**Comments/Notes - Receivables General**

**SHIRE OF TAMMIN**  
**NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY**  
**For the Period Ended 30 September 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	26,442	582	323	0	0	0	0	27,024	26,764
Reserves Plant Replacement	248,449	5,469	3,029	0	0	(25,000)	0	228,918	251,478
Reserves Information & Technology	11,663	257	142	0	0	0	0	11,920	11,805
Reserves Tamma Village Upgrade & Improvements	19,690	433	240	0	0	0	0	20,123	19,930
Sports, Recreation & Community Facilities Upgrades	862,415	18,982	12,365	0	0	(93,000)	0	788,397	874,780
Bowling Green Replacement	12,582	277	154	12,000	0	0	0	24,859	12,736
	<b>1,181,241</b>	<b>26,000</b>	<b>16,253</b>	<b>12,000</b>	<b>0</b>	<b>(118,000)</b>	<b>0</b>	<b>1,101,241</b>	<b>1,197,494</b>

**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 30 September 2018

**Note 8: Rating Information**

	Rate in	Number of Properties	Rateable Value	Original Budget			YTD Actual			
				Rate Revenue	Interim Rate	Back Rate	Total Revenue	Rate Revenue	Interim Rates	Back Rates
<b>RATE TYPE</b>	\$		\$	\$	\$	\$	\$	\$	\$	\$
<b>Differential General Rate</b>										
GRV	0.1196	89	807,924	96,666	0	0	96,666	0	0	0
UV	0.0161	166	59,086,500	951,943	0	0	951,943	0	1,089,547	0
					0	0	0	0	0	0
					0	0	0	0	0	0
					0	0	0	0	0	0
<b>Sub-Totals</b>		<b>255</b>	<b>59,894,424</b>	<b>1,048,608</b>	<b>0</b>	<b>0</b>	<b>1,048,608</b>	<b>0</b>	<b>1,089,547</b>	<b>0</b>
<b>Minimum Payment</b>	<b>Minimum \$</b>									
GRV	551.00	46	23,662	25,346	0	0	25,346	0	0	0
UV	551.00	28	542,000	15,428	0	0	15,428	0	0	0
<b>Sub-Totals</b>		<b>74</b>	<b>565,662</b>	<b>40,774</b>	<b>0</b>	<b>0</b>	<b>40,774</b>	<b>0</b>	<b>0</b>	<b>0</b>
		<b>329</b>	<b>60,460,086</b>	<b>1,089,382</b>	<b>0</b>	<b>0</b>	<b>1,089,382</b>	<b>0</b>	<b>1,089,547</b>	<b>0</b>
Concession/discount				(32,681)			(32,681)			(28,139)
<b>Amount from General Rates</b>				<b>1,056,701</b>			<b>1,056,701</b>			<b>1,061,408</b>
Ex-Gratia Rates				7,462			7,462			7,392
<b>Totals</b>				<b>1,064,163</b>			<b>1,064,163</b>			<b>1,068,800</b>

**SHIRE OF TAMMIN**  
**NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY**  
**For the Period Ended 30 September 2018**

**Note 9 : Information on Borrowings**  
**(a) Debenture Repayments**

Particulars	Actual		Principal Repayments		Principal Outstanding		Interest Repayments	
	01 Jul 2018	New Loans	Actual	Budget	Actual	Budget	Actual	Budget
			\$	\$	\$	\$	\$	\$
<b>Housing</b>								
Loan 79	42,912	0	2,632	10,715	40,280	32,197	506	1,838
Loan 80	101,565	0	5,986	12,077	95,579	89,488	1,762	3,420
<b>Recreation and Culture</b>								
Loan 81	112,644	0	5,942	11,963	106,702	100,681	1,515	2,950
<b>Transport</b>								
Loan 78	64,366	0	3,948	16,073	60,418	48,293	760	2,757
	321,487	0	18,508	50,828	302,979	270,659	4,543	10,965

**(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 September 2018**

**Note 10: Disposal of Assets**

Asset Number	Asset Description	Program	YTD Actual				Budget			
			Net Book Value	Proceeds	Profit	(Loss)	Net Book Value	Proceeds	Profit	(Loss)
			\$	\$	\$	\$	\$	\$	\$	
P1	2016 Mazda 6 Sport Sedan - MF (1TN)	Other Property and Services	0	16,364	\$0		18,000	15,000		(3,000)
			<u>0</u>	<u>16,364</u>	<u>0</u>	<u>\$0</u>	<u>18,000</u>	<u>15,000</u>	<u>0</u>	<u>(3,000)</u>

The disposal of the Mazda to the Asset register has not yet been processed, pending finalisation of the FY18 Annual report.



SHIRE OF TAMMIN  
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY  
For the Period Ended 30 September 2018

Note 11: Capital Acquisitions

Assets	Account/Job	Budget				YTD Actual			Strategic Reference / Comment
		Original Annual Budget	Amended budget	YTD Budget	YTD Variance	New/Upgrade	Renewal	Total YTD	
		\$		\$	\$ %	\$	\$	\$	
<i>Level of completion indicator (based on expenditure), please see table at the end of this note for further detail.</i>									
<b>Land and Buildings</b>									
<b>Education &amp; Welfare</b>									
Unit 10 Building Renewal/ Upgrade	TVRE10	600	600	150	(150)	-100%	0	0	0
Unit 1 Building Renewal/ Upgrade	TVREN1	600	600	150	(150)	-100%	0	0	0
Unit 2 Building Renewal/ Upgrade	TVREN2	600	600	150	(150)	-100%	0	0	0
Unit 3 Building Renewal/ Upgrade	TVREN3	4,100	4,100	150	3,395	2264%	3,545	0	3,545
Unit 4 Building Renewal/ Upgrade	TVREN4	600	600	150	(150)	-100%	0	0	0
Unit 5 Building Renewal/ Upgrade	TVRENS	600	600	150	(150)	-100%	0	0	0
Unit 6 Building Renewal/ Upgrade	TVREN6	600	600	150	2,500	1667%	2,650	0	2,650
Unit 7 Building Renewal/ Upgrade	TVREN7	600	600	150	(150)	-100%	0	0	0
Unit 8 Building Renewal/ Upgrade	TVREN8	600	600	150	(150)	-100%	0	0	0
Unit 9 Building Renewal/ Upgrade	TVREN9	600	600	150	(150)	-100%	0	0	0
<b>Housing</b>									
3 Nottage Way - 6X6 Shed	3NOT1	10,000	10,000	0	0	0%	0	0	0
<b>Community Amenities</b>									
Public Toilet Renovations	PT001	20,000	20,000	0	0	0%	0	0	0
<b>Recreation &amp; Culture</b>									
Kitchen Renovation	DPB1	25,000	25,000	6,249	(3,622)	-58%	2,627	0	2,627
<b>Other Property &amp; Services</b>									
Administration Office Window Treatments	AO004	5,000	5,000	5,000	(862)	-17%	4,138	0	4,138
Administration Office Reception Furniture	AO005	5,000	5,000	5,000	(641)	-13%	4,359	0	4,359
<b>Total - Land and Buildings</b>		<b>74,500</b>	<b>74,500</b>	<b>17,749</b>	<b>(430)</b>	<b>-2%</b>	<b>17,319</b>	<b>0</b>	<b>17,319</b>
<b>Furniture and Equipment</b>									
<b>Governance</b>									
Councillor Ipads	MC1901	6,500	6,500	6,500	574	9%	7,074	0	7,074
<b>Total - Furniture and Equipment</b>		<b>6,500</b>	<b>6,500</b>	<b>6,500</b>	<b>574</b>	<b>9%</b>	<b>7,074</b>	<b>0</b>	<b>7,074</b>
<b>Plant, Equip. &amp; Vehicles</b>									
<b>Other Property &amp; Services</b>									
Plant Trailer	143406	25,000	25,000	25,000	(25,000)	-100%	0	0	0
Purchase of TN1 Administration Vehicle	145400	33,000	33,000	33,000	0	0%	33,000	0	33,000
<b>Total - Plant and Equipment</b>		<b>58,000</b>	<b>58,000</b>	<b>58,000</b>	<b>(25,000)</b>	<b>-43%</b>	<b>33,000</b>	<b>0</b>	<b>33,000</b>
<b>Roads</b>									
<b>Transport</b>									
Tammin Oval - Entrance & Kerbing	TO01	10,000	10,000	0	10,652	0%	10,652	0	10,652
Nelson Road	C0083	20,141	20,141	5,028	(5,028)	-100%	0	0	0
Leslie Road	C0084	41,438	41,438	10,353	(10,353)	-100%	0	0	0
Chappell Wheelodon Road	C0085	81,179	81,179	20,289	(20,289)	-100%	0	0	0
Turon Road	C0086	51,827	51,827	12,951	(12,951)	-100%	0	0	0
Tammin-Wyalkatchem Road	RRG080	195,585	195,585	48,891	(48,891)	-100%	0	0	0
Tammin-Wyalkatchem Reseals	RRG081	95,806	95,806	23,946	(23,946)	-100%	0	0	0
Mclaren Street	RRG082	100,750	100,750	25,182	(25,182)	-100%	0	0	0
Tammin South Bypass Road	MRWA01	30,193	30,193	7,542	(7,542)	-100%	0	0	0
Ralston Road	R2R002	79,192	79,192	19,791	(19,791)	-100%	0	0	0
<b>Total - Roads</b>		<b>706,111</b>	<b>706,111</b>	<b>173,973</b>	<b>(163,321)</b>	<b>-94%</b>	<b>10,652</b>	<b>0</b>	<b>10,652</b>
<b>Other Infrastructure</b>									
<b>Law, order, public safety</b>									

SHIRE OF TAMMIN  
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY  
For the Period Ended 30 September 2018

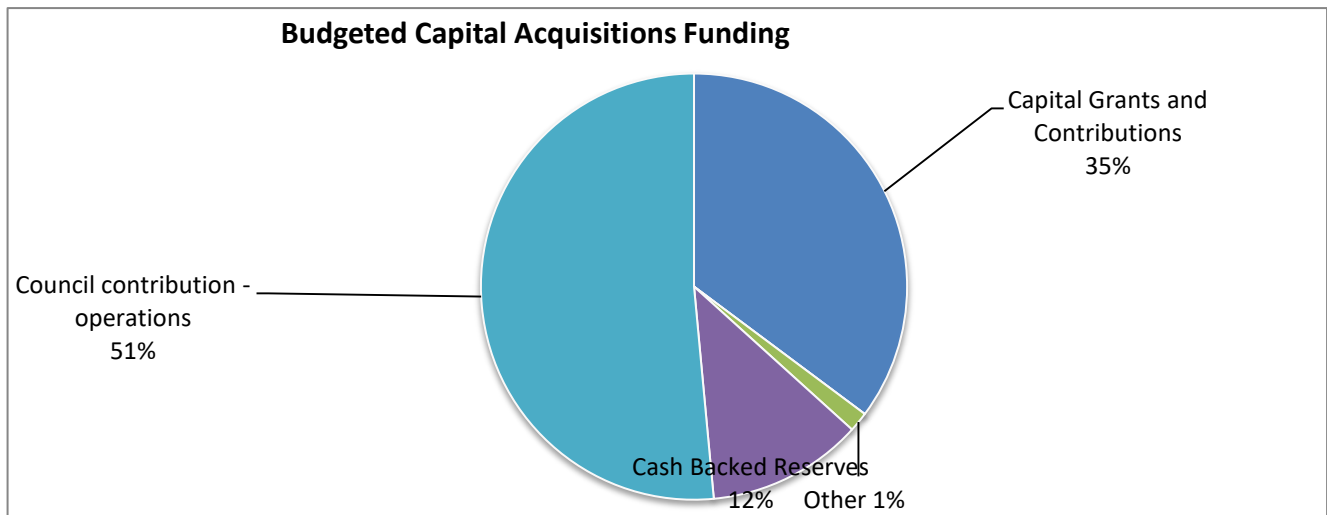
Note 11: Capital Acquisitions

Assets	Account/Job	Budget			YTD Actual			Strategic Reference / Comment	
		Original Annual Budget	Amended budget	YTD Budget	YTD Variance	New/Upgrade	Renewal		Total YTD
		\$		\$	\$	%	\$	\$	\$
Water Tanks	FP001	4,840	4,840	4,840	(3,437)	-71%	1,403	0	1,403
<b>Education &amp; Welfare</b>									
Tamma Village Garden Reticulation	TVI01	25,000	25,000	0	0	0%	0	0	0
Tamma Village Pathways	TVINF	25,000	25,000	25,000	(25,000)	-100%	0	0	0
<b>Housing</b>									
14 Russell Street - Solar Panels	14RU1	8,500	8,500	0	0	0%	0	0	0
<b>Recreation &amp; Culture</b>									
Tammin Hall - Pathways & Lighting	THOI1	20,000	20,000	0	0	0%	0	0	0
Donnan Park Oval Fencing	DP001	15,000	15,000	0	29,153	0%	29,153	0	29,153
Kadjinyiny Kep Other Infrastructure	KEP001	5,000	5,000	5,000	(5,000)	-100%	0	0	0
Tennis Court Landscaping	TC001	23,000	23,000	0	0	0%	0	0	0
Main Street Gardens	113546	10,000	10,000	10,000	(10,000)	-100%	0	0	0
Pump & Foot Valves	TDO01	3,400	3,400	0	551	0%	551	0	551
Pontoon Purchase & Construction	TDO02	6,000	6,000	0	0	0%	0	0	0
<b>Economic Services</b>									
RV Site - Other Infrastructure	132151	8,000	8,000	8,000	(7,092)	-89%	908	0	908
<b>Total - Other Infrastructure</b>		<b>153,740</b>	<b>153,740</b>	<b>52,840</b>	<b>(20,824)</b>	<b>-39%</b>	<b>32,016</b>	<b>0</b>	<b>32,016</b>
<b>Capital Expenditure Total</b>		<b>998,851</b>	<b>998,851</b>	<b>309,062</b>	<b>(209,002)</b>	<b>-68%</b>	<b>100,060</b>	<b>0</b>	<b>100,060</b>

**SHIRE OF TAMMIN**  
**STATEMENT OF CAPITAL ACQUISITIONS AND CAPITAL FUNDING**  
**For the Period Ended 30 September 2018**

**Capital Acquisitions**

	Note	Amended YTD Budget	Annual Budget	YTD Actual Total
		\$	\$	\$
Land and Buildings	11	17,749	74,500	17,319
Infrastructure Assets - Roads	11	173,973	706,111	10,652
Infrastructure Assets - Other	11	52,840	153,740	32,016
Infrastructure Assets - Footpaths	11	0	0	0
Infrastructure Assets - Drainage	11	0	0	0
Heritage Assets	11	0	0	0
Plant and Equipment	11	58,000	58,000	33,000
Furniture and Equipment	11	(6,500)	6,500	0
<b>Capital Expenditure Totals</b>		<b>296,062</b>	<b>998,851</b>	<b>92,986</b>
<b>Capital acquisitions funded by:</b>				
Capital Grants and Contributions		0	351,617	170,439
Borrowings	9	0	0	0
Other (Disposals & C/Fwd)	10	15,000	15,000	16,364
Cash Backed Reserves	7		118,000	0
<b>Council contribution - operations</b>		<b>281,062</b>	<b>514,234</b>	<b>-93,817</b>
<b>Capital Funding Total</b>		<b>296,062</b>	<b>998,851</b>	<b>92,986</b>



SHIRE OF TAMMIN  
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY  
For the Period Ended 30 September 2018

Note 12: Grant Register

Funding Organisation	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/ Invoiced		Received &	Still to be
					Year (17/18)*	FY18/19	FY18/19		Attributable to	Received FY17/18
					(a)	(b)	(c)		(a+c)	(b-c)
					\$	\$	\$		\$	\$
<b>Operating</b>										
Dept. Infrastructure & Regional Dev	Federal	General Purpose Funding	Financial Assistance Grant FY18/19 - General	Operating	387,239	350,511	92,944	Aug 18	480,183	257,567
Dept. Infrastructure & Regional Dev	Federal	General Purpose Funding	Financial Assistance Grant FY18/19 - Roads	Operating	159,323	126,401	33,915	Aug 18	193,238	92,486
Lotterywest	State	Recreation and Culture	Grant	Operating	0	22,000	22,000	Pending	22,000	0
Main Roads	State	Transport	Regional Road Group - Direct	Operating	0	40,000	66,404	Sept 18	66,404	(26,404)
Natural Resource Management	State	Economic Services	Connecting Corridors	Operating	40,000	40,000	20,000	July 18	20,000	20,000
					<b>546,562</b>	<b>578,912</b>	<b>235,263</b>		<b>781,825</b>	<b>343,649</b>
<b>Capital</b>										
Tammin Bowling Club	State	Recreation and Culture	Synthetic Bowling Greens	Capital	0	12,000	0		0	12,000
Dept. Infrastructure & Regional Dev	Federal	Transport	Roads to Recovery	Capital	0	78,777	0		0	78,777
Main Roads	State	Transport	Regional Road Group - Specific	Capital	0	260,840	104,035	Sept 18	104,035	156,805
					<b>0</b>	<b>351,617</b>	<b>104,035</b>		<b>104,035</b>	<b>247,582</b>
					<b>546,562</b>	<b>930,529</b>	<b>339,298</b>		<b>885,860</b>	<b>591,231</b>

**Comments**

\*The Shire received 50% of its Financial Assistance Grants for FY18/19 in FY17/18. (Roads \$159,323. General \$387,239. Total \$546,562)  
Pending receipts indicate that an invoice has been sent to the Funder.