

# Shire of Wiluna



## **AGENDA**

**Ordinary Meeting of Council**

**Wednesday 25 November 2020**

**Commencing at 6pm**

## ORDINARY COUNCIL MEETING NOTICE PAPER

Wednesday 25 November 2020 – 6pm

Dear President and Councillors,

An Ordinary Meeting of Council is called for Wednesday 25 November 2020, and pursuant to Regulation 14D of the *Local Government (Administration) Regulations 1996* this meeting is being held under “electronic means” and will be commencing at 6pm.

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Laura Dwyer  
Chief Executive Officer

20 November 2020

### PUBLIC QUESTION TIME

A 15-minute public question time is available to allow members of the public the opportunity of submitted questions to Council on matters concerning them. Questions should be submitted in writing prior to the meeting. The questions will be addressed by the President or their nominated person. Where an answer cannot be given at the meeting, a reply will be given in writing subsequent to the meeting.

Discussion will not be allowed.

## **DISCLAIMER**

*No responsibility whatsoever is implied or accepted by the Wiluna Shire Council for any act, omission, statement or intimation occurring during Council/Committee meetings or during formal/informal conversations with staff. The Wiluna Shire Council disclaims any liability for any loss whatsoever and howsoever caused arising out of reliance by any person or legal entity on any such act, omission, statement, intimation or otherwise occurring during Council/Committee Meetings or discussions. Any person or legal entity that acts or fails to act in reliance upon any statement does so at that person's or legal entity's own risk.*

*In particular but without derogating in any way from the broad disclaimer above, in any discussion regarding any planning application or application for a licence or permit, any statement or limitation of approval made by an Elected Member or by a Staff Member of Wiluna Shire Council during the course of any Meeting is not intended to be and is not to be taken as notice of approval from the Wiluna Shire Council. The Wiluna Shire Council warns that anyone who has an application lodged with the Wiluna Shire Council must obtain and only should rely on **WRITTEN CONFIRMATION** of the outcome of the application including any conditions attaching to the decision made by the Wiluna Shire Council in respect of the application.*

  
\_\_\_\_\_  
Laura Dwyer  
Chief Executive Officer

20 November 2020

WRITTEN DECLARATION OF INTEREST IN MATTER BEFORE COUNCIL

NOTE: USE ONE FORM PER DECLARATION

I, (1) \_\_\_\_\_ hereby declare an interest in the following item to be considered by Council at its Meeting to be held on (2) ....../....../..... and regarding

Agenda item (3) \_\_\_\_\_

The type of interest I wish to declare is (4)

- ☐ Financial pursuant to Sections 5.60A of the Local Government Act 1995
- ☐ Proximity pursuant to Section 5.60B of the Local Government Act 1995
- ☐ Indirect Financial pursuant to Section 5.61 of the Local Government Act 1995
- ☐ Impartiality pursuant to Regulation 11 of the Local Government (Rules of Conduct) Regulation 2007

The nature of my interest is (5)

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The extent of my interest is (6)

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I understand that the above information will be recorded in the Minutes of the Meeting and recorded by the Chief Executive Officer in an appropriate Register.

\_\_\_\_\_  
(Signature)

\_\_\_\_\_  
(Date)

RECEIVED BY: \_\_\_\_\_  
(Chief Executive Officer) (Date)

- (1) Insert your name  
(2) Insert the date of the Council Meeting at which the item is to be considered  
(3) Insert the Agenda Item Number and Title  
(4) Tick the box(es) to indicate the type of interest (for explanation, see the extracts overleaf from the Act)  
(5) Describe the nature of your interest  
(6) Describe the extend of your interest (if seeking to participate in the matter under the s.5.68 of the Act)



## ***Financial pursuant to Section 5.60A of the Local Government Act 1995***

### **S5.60A Financial Interest**

For the purpose of the Subdivision, a person has a financial interest in a matter if it is reasonable to expect that the matter will if dealt with by the local government, or an employee or committee of the local government or member of the council of the local government, in a particular way, result in a financial gain, loss, benefit or detriment for the person.

*[Section 5.60A inserted by No. 64 of 1998 s. 30; amended by No. 49 of 2004 s.50.]*

## ***Proximity pursuant to Section 5.60B of the Local Government Act 1995***

### **S5.60B Proximity Interest**

- (1) For the purposes of this Subdivision, a person has a proximity interest in a matter if the matter concerns –
- a) a proposed change to a planning scheme affecting land that adjoins the person's land;
  - b) a proposed change to zoning or use of land that adjoins that person's land; or
  - c) a proposed development (as defined in section 5.63 (5)) of land that adjoins the person's land.
- (2) In this section, land ("**the proposal land**") adjoins a person's land if –
- a) the proposed land, not being a thoroughfare, has a common boundary with the person's land;
  - b) the proposal land, or any part of it, is directly across a thoroughfare from, the person's land; or
  - c) the proposal land is that part of a thoroughfare that has a common boundary with the person's land.
- (3) In this section a reference to a person's land is a reference to any land owned by the person or in which the person has any estate or interest.

*[Section 5.60B inserted by No 64 of 1998 s 30.]*

## ***Indirect Financial pursuant to Section 5.61 of the Local Government Act 1995***

### **S5.61 Indirect Financial Interest**

A reference in this Subdivision to an indirect financial interest of a person in a matter includes a reference to a financial relationship between that person and another person who requires a local government decision in relation to the matter.

## ***Impartiality pursuant to Regulation 11 of the Local Government (Rules of Conduct) Regulation 2007***

### **reg 11 Disclosure of Interest**

- (1) In this regulation –  
Interest means an interest that could or could reasonably be perceived to; adversely affect the impartiality of the person having the interest arising from kinship, friendship or membership of an association.
- (2) A person who is a council member and who has an interest in any matter to be discussed at a council or committee meeting attended by the member must disclose the nature of the interest –
- a) in a written notice given to the CEO before the meeting;
  - or
  - b) at the meeting immediately before the matter is discussed.
- (3) Sub-regulation (2) does not apply to an interest referred to in section 5.60 of the Act.
- (4) Sub-regulation (2) does not apply if –
- a) A person who is a council member fails to disclose an interest because the person did not know he or she has an interest in the matter; or
  - b) A person who is a council member fails to disclose an interest because the person did not know the matter in which he or she had an interest would be discussed at the meeting and the person disclosed the interest as soon as possible after the discussion began.
- (5) If, under sub-regulation (2)(a), a person who is a council member discloses an interest in a written notice given to the CEO before a meeting then –

- a) Before the meeting the CEO is to cause the notice to be given to the person who is to preside at the meeting; and
  - b) At the meeting the person presiding is to bring the notice and its contents to the attention of the persons present immediately before a matter to which the disclosure related is discussed.
- (6) If –
- a) Under sub-regulation (2)(b) or (4)(b) a person's interest in a matter is disclosed at a meeting; or
  - b) Under sub-regulation (5) (b) notice of a person's interest in a matter is brought to the attention of the persons present at a meeting.

The nature of the interest is to be recorded in the minutes of the meeting.

***Describe the extent of your interest (if seeking to participate in the matter under s.5.68 of the Act)***

**S5.68 Councils and Committees may allow Members disclosing interests to participate etc. in Meetings.**

- (1) If a member has disclosed, under section 5.65, an interest in a matter, the members present at the meeting who are entitled to vote on the matter
  - a) may allow the disclosing member to be present during any discussion or decision-making procedure relating to the matter; and
  - b) may allow, to the extent decided by those members, the disclosing member to preside at the meeting (if otherwise qualified to preside) or to participate in discussions and the decision-making procedure relating to the matter if –
    - i. the disclosing member also discloses the extent of the interest; and
    - ii. those members decide that the interest –
      - I. is so trivial or insignificant as to be unlikely to influence the disclosing member's conduct in relation to the matter; or
      - II. is common to a significant number of electors or ratepayers
- (2) A decision under this section is to be recorded in the minutes of the meeting relating to the matter together with the extent of any participation allowed by the council or committee.
- (3) This section does not prevent the disclosing member from discussing, or participating in the decision-making process on, the question on what

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## APPENDICES

**APPENDIX 9.1.1      Accounts Paid by Delegated Authority October 2020**

**APPENDIX 9.1.2.      Financial Activity Report July and August 2020**

**APPENDIX 9.1.3      Financial Activity Report September 2020**

**APPENDIX 9.1.4      Financial Activity Report October 2020**

## CONFIDENTIAL APPENDICES

**APPENDIX 9.1.5      Wiluna Mining Passenger Service Charges**

## **AGENDA**

- 1. Declaration of Opening and Announcement of Visitors**
- 2. Public Question Time**
  - a) Responses to Previous Public Questions taken on Notice**
  - b) New Questions**
- 3. Record of Attendance**

Cr Jim Quadrio	President
Cr Peter Grundy	Deputy President (via videoconference)
Cr Brodie Sawyer	
Cr Tim Carmody	
Cr Norma Ward	
Cr Ane Koroicure	
Cr Lena Long	

**In Attendance:**

Laura Dwyer	Chief Executive Officer
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**a) Apologies and Leave of Absence Previously Approved**

**b) Applications for Leave of Absence**

**c) Notations of Interest:**

- i. Financial Interest Local Government Act Section 5.60A**
- ii. Proximity Interest Local Government Act Section 5.60B**
- iii. Interest Affecting Impartiality Shire of Wiluna Code of Conduct**

- 4. Petitions and Deputations**

**5. Confirmation of Minutes of Previous Meetings**

- 5.1 That the Minutes of the Ordinary Meeting held on 28 October 2020 be accepted as a true record of the meeting.

<b><i>Council Decision</i></b>
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**MOVED CR**

**SECONDED CR**

**CARRIED ... /...**

**6. Status Report**

Nil

**7. Announcements by the person presiding without discussion**

**8. Matters for which meeting may be closed**

Nil

## **9. Reports of Officers and Committees**

### **9.1. Chief Executive Officer**

#### **9.1.1 Accounts Paid by Delegated Authority October 2020**

Reporting Officer: Tanya Browning, Moore Australia

Date of Report: 17 November 2020

Date of Meeting: 25 November 2020

Disclosure of Interest: Nil

#### **Purpose**

The purpose of this report is to present the list of accounts paid by delegated authority of the Chief Executive Officer during October 2020.

#### **Background**

The list of accounts paid during the period 1 October 2020 to 31 October 2020 is attached to this agenda as Appendix 9.1.1.

Whilst preparing this report, discussions were undertaken with Moore Australia (WA) relating to the previous presentation of the accounts for payment listing and the level of detail included. Prior listings of payments disclosed details of each invoice being paid, rather than just the information required by legislation. Public provision of this level of detail increases the risk of IT related fraud and may result in disclosure of confidential commercial information.

The updated report format as included in the agenda, has been created to provide only the detail required by legislation. The Shire's available IT infrastructure will allow the administration to easily display and provide detail relating to specific payments as requested at meetings, or at Council briefing/information sessions. Considering the increase with fraudulent IT related matters experienced by local governments (including in this region), this effort to reduce the level of risk to the Shire is a prudent course of action.

#### **Comment**

Payments in October totalled \$477,802.17 consisting of credit card payments totalling \$2,733.87, and direct bank transactions totalling \$475,068.30.

#### **Consultation**

Moore Australia

#### **Statutory Environment**

Sub-regulation 13 (1) of the Local Government (Financial Management) Regulations 1996 requires that a list of accounts paid by the CEO is to be prepared each month showing for each account paid since the last such list was prepared —

- (a) the payee's name; and
- (b) the amount of the payment; and
- (c) the date of the payment; and
- (d) sufficient information to identify the transaction.

Sub-regulation 13 (3) of the Local Government (Financial Management) Regulations 1996 provides that such a list is to be:

- (a) presented to the council at the next ordinary meeting of the council after the list is prepared; and
- (b) recorded in the minutes of that meeting.

### **Risk Assessment**

This item has been evaluated against the Shire of Wiluna's Risk Management Strategy, Risk Assessment Matrix. The perceived level of risk aligned with the Risk Management Strategy is assessed as low.

### **Policy Implications**

The Risk Management Policy outlines the Shire's commitment and approach to managing risks impacting on day-to-day operations and the delivery of strategic objectives.

### **Financial Implications**

Nil.

### **Strategic Implications**

#### **LEADERSHIP**

*Deliver strong leadership and governance*

*5.1 Strong leadership and governance*

*5.2 An efficient and effective organisation*

### **Voting Requirements SIMPLE MAJORITY**

<b><i>Officer Recommendation</i></b>
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**MOVED CR**

**SECONDED CR**

**That the list of accounts paid by authority for the period 1 October 2020 to 31 October 2020, totalling \$477,802.17, be received and noted.**

**CARRIED.../...**

### **9.1.2 Financial Activity Report – July and August 2020**

Reporting Officer: Tanya Browning, Moore Australia

Date of Report: 17 November 2020

Date of Meeting: 25 November 2020

Disclosure of Interest: Nil

#### **Purpose**

To advise Council of corrections to the July and August 2020 financial activity report.

#### **Background**

Recently, the Shire of Wiluna engaged Moore Australia to assist with reviewing reports for compliance following the change of the Shire's ERP system and resourcing/staffing constraints. Administration staff raised the matter of difficulties being experienced with extracting compliant reports from the new ERP system during a scheduled site visit by Moore Australia (WA), as part of contracted statutory compliance and risk management services.

Statements submitted to and received at the September 2020 ordinary meeting of Council (resolution 152/20) were noted to be non-compliant with the Local Government Financial Management Regulations 1996 in that all required information was not presented for consideration. The financial statements have since been compiled as required by legislation. Although this will not meet compliance requirements as noted in the statutory environment information below given more than two months has passed to the end period to which the statements relate, the information has been prepared to ensure Council are fully informed of the correct information which should have been presented.

Monthly Financial Statements for the months ended 31 July and 31 August 2020 consisting of:

- a) Compilation Report
- b) Statement of Financial Activity – 31 July and 31 August 2020
- c) Material Variances – 31 July and 31 August 2020

is attached to this agenda as Appendix 9.1.2.

#### **Comment**

This is the monthly financial report as at 31 July and 31 August 2020.

#### **Consultation**

Laura Dwyer, Chief Executive Officer

Moore Australia – Consultants

#### **Statutory Environment**

Local Government (Financial Management) Regulations 1996 – Regulations 34-35 sets out A local government is to prepare each month a statement of financial activity reporting on the revenue and expenditure, as set out in the annual budget under regulation 22(1)(d), for that month in the following detail —

- annual budget estimates, taking into account any expenditure incurred for an
- additional purpose under section 6.8(1)(b) or (c);
- budget estimates to the end of the month to which the statement relates;
- actual amounts of expenditure, revenue and income to the end of the month to which



- the statement relates;
- material variances between the comparable amounts referred to in paragraphs (b) and (c); and
- the net current assets at the end of the month to which the statement relates.

Each statement of financial activity is to be accompanied by documents containing

- 
- an explanation of the composition of the net current assets of the month to which the
  - statement relates, less committed assets and restricted assets;
  - an explanation of each of the material variances referred to in subregulation (1)(d); and
  - such other supporting information as is considered relevant by the local government.

The information in a statement of financial activity may be shown —

- according to nature and type classification; or
- by program; or
- by business unit.

A statement of financial activity, and the accompanying documents referred to in subregulation (2), are to be —

- presented at an ordinary meeting of the council within 2 months after the end of the month to which the statement relates; and
- recorded in the minutes of the meeting at which it is presented.

Each financial year, a local government is to adopt a percentage or value, calculated in accordance with the AAS, to be used in statements of financial activity for reporting material variances.

### **Risk Assessment**

This item has been evaluated against the Shire of Wiluna's Risk Management Strategy, Risk Assessment Matrix. The perceived level of risk is high prior to treatment, the progression of risk management activities aligned with the Risk Management Strategy will reduce the risk to low.

### **Policy Implications**

The Risk Management Policy outlines the Shire's commitment and approach to managing risks impacting on day-to-day operations and the delivery of strategic objectives.

### **Financial Implications**

Specific financial implications are outlined in the Statement of Financial Activity. There are no financial implications resulting from the recommendation of this report.

### **Strategic Implications**

#### **LEADERSHIP**

*Deliver strong leadership and governance*

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*5.2 An efficient and effective organisation*

## Voting Requirements SIMPLE MAJORITY

<b><i>Officer Recommendation</i></b>
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**MOVED CR**

**SECONDED CR**

**That Council:**

1. **Receive this report noting the incorrect statement of financial activity previously received and noted by resolution 152/20 for the periods 31 July 2020 and 31 August 2020;**
2. **Receive and note the amended Monthly Financial Statements for the months ended 31 July and 31 August 2020 consisting of:**
  - (a) Compilation Report**
  - (b) Statement of Financial Activity – 31 July 2020 and 31 August 2020**
  - (c) Material Variances – 31 July 2020 and 31 August 2020**

**CARRIED.../...**

<b>9.1.3 Financial Activity Report – September 2020</b>
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Reporting Officer: Tanya Browning, Moore Australia
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Date of Report: 17 November 2020
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Date of Meeting: 25 November 2020
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Disclosure of Interest: Nil
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### **Purpose**

The purpose of this report is to present the financial activity report for the period ending 30 September 2020.

### **Background**

In complying with the Local Government Financial Management Regulations 1996, a monthly statement of financial activity must be submitted to an Ordinary Council meeting within 2 months after the end of the month to which the statement relates. The statement of financial activity is a complex document but gives a complete overview of the “cash” financial position as at the end of each month. The statement of financial activity for each month must be adopted by Council and form part of the minutes.

Monthly Financial Statements for the month ended 30 September 2020 consisting of:

- a) Compilation Report
- b) Statement of Financial Activity – 30 September 2020
- c) Material Variances – 30 September 2020

is attached to this agenda as Appendix 9.1.3.

### **Comment**

This is the monthly financial report as at 30 September 2020.

### **Overdraft facility**

Nil transactions for September 2020.

## **Consultation**

Laura Dwyer, Chief Executive Officer  
Moore Australia – Consultants

## **Statutory Environment**

Local Government (Financial Management) Regulations 1996 – Regulations 34-35 sets out A local government is to prepare each month a statement of financial activity reporting on the revenue and expenditure, as set out in the annual budget under regulation 22(1)(d), for that month in the following detail —

- annual budget estimates, taking into account any expenditure incurred for an
- additional purpose under section 6.8(1)(b) or (c);
- budget estimates to the end of the month to which the statement relates;
- actual amounts of expenditure, revenue and income to the end of the month to which
- the statement relates;
- material variances between the comparable amounts referred to in paragraphs (b) and (c); and
- the net current assets at the end of the month to which the statement relates.

Each statement of financial activity is to be accompanied by documents containing —

- an explanation of the composition of the net current assets of the month to which the
- statement relates, less committed assets and restricted assets;
- an explanation of each of the material variances referred to in subregulation (1)(d); and
- such other supporting information as is considered relevant by the local government.

The information in a statement of financial activity may be shown —

- according to nature and type classification; or
- by program; or
- by business unit.

A statement of financial activity, and the accompanying documents referred to in subregulation (2), are to be —

- presented at an ordinary meeting of the council within 2 months after the end of the month to which the statement relates; and
- recorded in the minutes of the meeting at which it is presented.

Each financial year, a local government is to adopt a percentage or value, calculated in accordance with the AAS, to be used in statements of financial activity for reporting material variances.

## **Risk Assessment**

This item has been evaluated against the Shire of Wiluna's Risk Management Strategy, Risk Assessment Matrix. The perceived level of risk aligned with the Risk Management Strategy is assessed as low.

### **Policy Implications**

The Risk Management Policy outlines the Shire's commitment and approach to managing risks impacting on day-to-day operations and the delivery of strategic objectives.

### **Financial Implications**

Specific financial implications are outlined in the Statement of Financial Activity. There are no financial implications resulting from the recommendation of this report.

### **Strategic Implications**

#### **LEADERSHIP**

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### **Voting Requirements SIMPLE MAJORITY**

<b><i>Officer Recommendation</i></b>
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**MOVED CR**

**SECONDED CR**

**That the Monthly Financial Statements for the month ended 30 September 2020 consisting of:**

**(a) Compilation Report**

**(b) Statement of Financial Activity – 30 September 2020**

**(c) Material Variances – 30 September 2020**

**be accepted.**

**CARRIED.../...**

<b>9.1.4 Financial Activity Report – October 2020</b>
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Reporting Officer: Tanya Browning, Moore Australia
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Date of Report: 17 November 2020
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Date of Meeting: 25 November 2020
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Disclosure of Interest: Nil
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### **Purpose**

The purpose of this report is to present the financial activity report for the period ending 31 October 2020.

### **Background**

In complying with the Local Government Financial Management Regulations 1996, a monthly statement of financial activity must be submitted to an Ordinary Council meeting within 2 months after the end of the month to which the statement relates. The statement of financial activity is a complex document but gives a complete overview of the "cash" financial position as at the end of each month. The statement of financial activity for each month must be adopted by Council and form part of the minutes.

Monthly Financial Statements for the month ended 31 October 2020 consisting of:

- (a) Compilation Report
- (b) Statement of Financial Activity – 31 October 2020
- (c) Material Variances – 31 October 2020

is attached to this agenda as Appendix 9.1.4.

### **Comment**

This is the monthly financial report as at 31 October 2020.

### **Overdraft facility**

Nil transactions for October 2020.

### **Consultation**

Laura Dwyer, Chief Executive Officer  
Moore Australia – Consultants

### **Statutory Environment**

Local Government (Financial Management) Regulations 1996 – Regulations 34-35 sets out A local government is to prepare each month a statement of financial activity reporting on the revenue and expenditure, as set out in the annual budget under regulation 22(1)(d), for that month in the following detail —

- annual budget estimates, taking into account any expenditure incurred for an
- additional purpose under section 6.8(1)(b) or (c);
- budget estimates to the end of the month to which the statement relates;
- actual amounts of expenditure, revenue and income to the end of the month to which
- the statement relates;
- material variances between the comparable amounts referred to in paragraphs (b) and (c); and
- the net current assets at the end of the month to which the statement relates.

Each statement of financial activity is to be accompanied by documents containing

—

- an explanation of the composition of the net current assets of the month to which the
- statement relates, less committed assets and restricted assets;
- an explanation of each of the material variances referred to in subregulation (1)(d); and
- such other supporting information as is considered relevant by the local government.

The information in a statement of financial activity may be shown —

- according to nature and type classification; or
- by program; or
- by business unit.

A statement of financial activity, and the accompanying documents referred to in subregulation (2), are to be —

- presented at an ordinary meeting of the council within 2 months after the end of the

- month to which the statement relates; and
- recorded in the minutes of the meeting at which it is presented.

Each financial year, a local government is to adopt a percentage or value, calculated in accordance with the AAS, to be used in statements of financial activity for reporting material variances.

### **Risk Assessment**

This item has been evaluated against the Shire of Wiluna's Risk Management Strategy, Risk Assessment Matrix. The perceived level of risk aligned with the Risk Management Strategy is assessed as low.

### **Policy Implications**

The Risk Management Policy outlines the Shire's commitment and approach to managing risks impacting on day-to-day operations and the delivery of strategic objectives.

### **Financial Implications**

Specific financial implications are outlined in the Statement of Financial Activity. There are no financial implications resulting from the recommendation of this report.

### **Strategic Implications**

#### **LEADERSHIP**

*Deliver strong leadership and governance*

*5.1 Strong leadership and governance*

*5.2 An efficient and effective organisation*

### **Voting Requirements SIMPLE MAJORITY**

<b>Officer Recommendation</b>
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**MOVED CR**

**SECONDED CR**

**That the Monthly Financial Statements for the month ended 31 October 2020 consisting of:**

**(a) Compilation Report**

**(b) Statement of Financial Activity – 31 October 2020**

**(c) Material Variances – 31 October 2020**

**be accepted.**

**CARRIED.../...**

<b>9.1.5. Subject/Applicant:</b>	<b>Wiluna Mining Passenger Service Charges</b>
Reporting Officer:	Laura Dwyer, Chief Executive Officer
Date of Report:	16 November 2020
Date of Meeting:	25 November 2020
Disclosure of Interest:	Nil

### **Purpose**

The purpose of this report is to Council to consider the request from Wiluna Mining for a change in charges to passenger services into Wiluna Airport.

### **Background**

Wiluna Mining are currently utilising BHP Mt Keith Operations airstrip for employee flights to site. A bus is required for travel to and from site to collect employees with a round trip just under 200km.

In previous years Wiluna Mining, used the Wiluna Airstrip, however alternative arrangements were made when other management staff were within the organisation.

### **Comment**

Consideration to reduce charges for passenger fees for use of the Wiluna Airstrip could have impacts financially as well as physically to the asset.

In support of the request the applicant has advised that

- Information provided noted landing fees of \$21.00 from Mt Keith BHP operations as a comparison of cost.
- Providing the opportunity for Wiluna Mining to utilise the airstrip would provide benefit to the organisation to meet commercial arrangements with the underground mining contractor as well as meeting human resource requirements as an employer.
- There are also anticipated cost savings to the organisation that would benefit productivity

The matters for Shire consideration include, airstrip condition and capacity, licencing requirements, financial implications.

The Shire's passenger charges are set in the fees and charges, which are currently \$37.50 per person on arrival and departure. The request from Wiluna Mining is for the Shire to support a reduced fee of \$21.00. The implications to the Shire for reducing landing fees is

- Passenger Charges – variation to Shire Fees and Charges

Passenger fees	Current	Proposed	variance
Arrival	\$37.50	\$21.00	- \$16.50
Departing	\$37.50	0	- \$37.50

- Shire Income Implications

Passenger estimates			Shire current fees	proposed fees	variance
Arrival weekly	200 week	per	\$390,000	\$218,400	-\$171,600
Departing	200 week	per	\$390,000	\$218,400	-\$171,600
Estimate Income loss			\$780,000	\$436,800	-\$343,200

- Potential precedent of the above request, in that other aircraft operating to and from Wiluna Airport may seek or expect the same terms
- Increase in costs - runaway and operations

The current condition of the airstrips means that the PCN rating is at 8 and therefore under current licences allows for aircraft types such as Metro, Brasilia, Dash 8-100, Beech 1900, SAAB 340 and KingAir to operate into the Wiluna Aerodrome without the requirement for a pavement concession from the Shire.

The request from Wiluna Mining is for 60 seater aircrafts to land. Preliminary investigations into the Shire requirements to meet this request are:-

- Changes the current Airport licence is required by a provision to be made to the licence conditions inclusive of additional pavement monitoring.;
- Additional maintenance will also be necessary to ensure current condition is maintained.
- No indications have been provided for the purpose of this report of what that would require financially or to resource.

The applicant has indicated that increasing the number of passengers creates a social benefit in terms of the potential additional part time employment being available should the service be able to be delivered through Wiluna Airport. It is not clear from the information provided the extent of such benefit, as the request requires further information to ascertain the number of jobs this would create and which organisation would be responsible for recruitment and management of the positions.

In 2018 the Shire received a report on the current state of the airstrip from the GHD 2018, which the Shire is progressing as follows:-

- the runway is urgently in need of upgrades to the surface. Current works are being completed between the Shire of Wiluna and Department of Transport for an options paper for upgrades to the runway.
- Current extensions of licence have been granted until 31 March 2020. AMS provide oversight to ensure the Shire meets compliance obligations required to continue to operate the Airport.

Given the delicate nature of the current condition of the runway, further information would provide clarity as to when access to the airstrip would be required, the size of required aircraft, resource requirements as well as conditions placed on agreement to ensure compliance with provisions within the licence.



The focus in relation to the airport is to ensure the current condition of the runway is preserved otherwise this could impact all services that are currently operating from the Airport, including the RFDS.

The following options are available

- Approve the request – income loss to the Shire as indicated above.
- Refuse the request – due to lack of justified benefit commensurate with the financial variation in fees sought.
- Defer the request and seek further information on financial, runway condition and licence obligations.

Whilst increasing the usage of the Wiluna airport is considered appropriate, based on the information provided, the terms proposed in particular the reducing landing fees and size of aircraft have cost, licencing and maintenance implications on the Shire.

In summary it is recommended that the request be deferred to enable further investigations on the impact and obligations on the Shire in terms of Budget (financial) operating requirements, licence obligations and maintenance (runway condition)

### **Consultation**

Francesca Lefante, Town Planning Consultant  
Rosie Sandover, RPM Consulting  
Nadia Somers, Aerodrome Management Services  
Greg Ahern, Wiluna Mining

### **Statutory Environment**

Local Government Act 1995 s(6.16), s(6.17), s(6.19)  
Local Government (Financial Management) Regulations 1996 s(24)

### **Risk Assessment**

Nil

### **Policy Implications**

Nil

### **Financial Implications**

Implications relate to the set landing fees and passenger service charge determined in the 2020-2021 Fees and Charges, allocated at \$36.72 per passenger for inbound and outbound travel. The request is to reduce this to \$21.00 per passenger.

### **Strategic Implications**

*LEADERSHIP*

*Deliver strong leadership and governance*

*5.1 Strong leadership and governance*

*5.2 An efficient and effective organisation*

### **Voting Requirements ABSOLUTE MAJORITY**

<b><i>Officer Recommendation</i></b>
--------------------------------------

**That Council;**

- 1. Receive the proposal from Wiluna Mining in relation to the Passenger Service Charges; and**
- 2. Authorise the CEO to request that further information be provided in relation to the request detailing commencement, number of flights per week, size of aircraft, number of passengers per flight and confirm additional resource requirements to facilitate request.**

**MOVED CR**

**SECONDED CR**

**CARRIED.../...**

**13. Closure**

18 November 2020

Ms Laura Dwyer  
The Chief Executive Officer  
Shire of Wiluna  
PO Box 56  
**LEONORA WA 6438**

### COMPILATION REPORT TO THE SHIRE OF WILUNA

We have compiled the accompanying Local Government special purpose financial statements of the Shire of Wiluna, which comprise the Statement of Financial Activity (by Statutory Reporting Program), a summary of significant accounting policies and other explanatory notes for the period ending 31 July 2020. The financial statements have been compiled to meet compliance with the *Local Government Act 1995* and associated Regulations.

### THE RESPONSIBILITY OF THE SHIRE OF WILUNA

The Shire of Wiluna are solely responsible for the information contained in the special purpose financial statements and are responsible for the maintenance of an appropriate accounting system in accordance with the relevant legislation.

### OUR RESPONSIBILITY

On the basis of information provided by the Shire of Wiluna we have compiled the accompanying special purpose financial statements in accordance with the requirements of the *Local Government Act 1995*, associated Regulations and APES 315 *Compilation of Financial Information*.

Our procedures use accounting expertise to collect, classify and summarise the financial information, which the Shire of Wiluna provided, in compiling the financial statements. Our procedures do not include verification or validation procedures. No audit or review has been performed and accordingly no assurance is expressed.

The Local Government special purpose financial statements were compiled exclusively for the benefit of the Shire of Wiluna. We do not accept responsibility to any other person for the contents of the special purpose financial statements.



Russell Barnes  
Director  
Moore Australia (WA) Pty Ltd

18 November 2020

Ms Laura Dwyer  
The Chief Executive Officer  
Shire of Wiluna  
PO Box 38  
**WILUNA WA 6646**

Dear Laura

**ACCOUNTING SERVICE INFORMATION REPORT FOR THE PERIOD ENDED 31 JULY 2020**

We advise that we have completed the compilation of your Statutory Monthly Statement of Financial Activity (by Statutory Reporting Program) for the month ended 31 July 2020 and enclose our Compilation Report and Statements.

We are required under APES 315 *Compilation of Financial Information* to report certain matters in our compilation report. Other matters which arise during the course of our compilation that we wish to bring to your attention are raised in this report.

It should be appreciated that our procedures are designed primarily to enable us to compile the monthly financial statements and therefore may not bring to light all weaknesses in systems and procedures, or all financial matters of interest to management and Council, which may exist. However, we aim to use our knowledge of the Shire's financial operations gained during our work to make comments and suggestions, which, we hope, will be useful to you.

Please note in order to meet legislative requirements, details and explanations of the material variances between the year to date actuals and year to date budget need to be completed by Shire staff, as required by *Local Government (Financial Management) Regulation 34(1) (d)*.

**MATTERS FOR MANAGEMENT ATTENTION:**

Please complete the Statutory Monthly Financial Statements by completing "Note 14 – Explanation of Material Variances" by providing a comment for each item where the Council's YTD Budget and YTD Actual are over the variance threshold. These items are indicated with a ▼ or ▲.

We noted no other matters we wish to draw to management's attention.

Should you wish to discuss any matter relating to our service or any other matter, please do not hesitate to contact us.

Yours sincerely



Russell Barnes  
Director  
Moore Australia (WA) Pty Ltd

Topic	Item	First Identified	Explanation	Action Required	Priority
Fixed assets additions/ register		July 2020	At present all expenditure on fixed assets has been allocated to a work in progress account. A breakdown of this account is required and expenditure re-allocated to the correct job in agreement with the adopted budget.	This will be amended by Moore.	High
Funding statements	Opening surplus	July 2020	At the time of preparing the attached Statement of Financial Activity, the Annual Financial Report has not been finalised, therefore the opening surplus may change from the current \$7,398,630 due to year end and audit adjustments.	None required.	Low

Approval:  Russell Barnes, Director

**SHIRE OF WILUNA**  
**MONTHLY FINANCIAL REPORT**  
**(Containing the Statement of Financial Activity)**  
**For the period ending 31 July 2020**

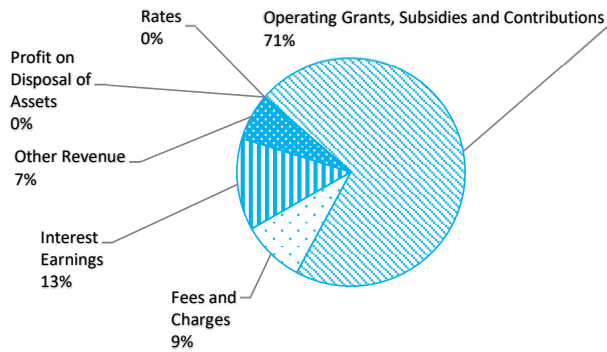
**LOCAL GOVERNMENT ACT 1995**  
**LOCAL GOVERNMENT (FINANCIAL MANAGEMENT) REGULATIONS 1996**

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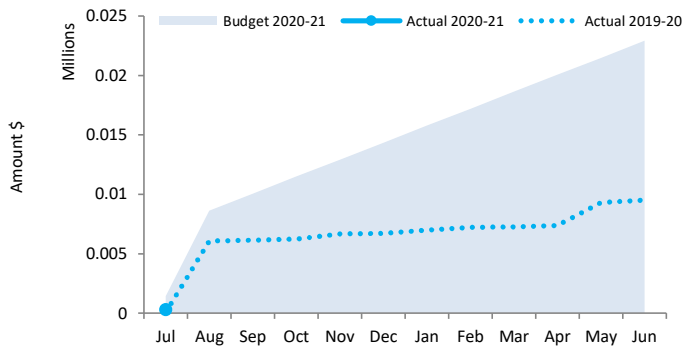
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OPERATING ACTIVITIES

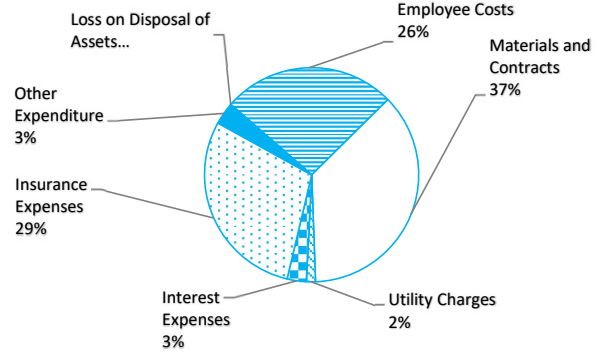
OPERATING REVENUE



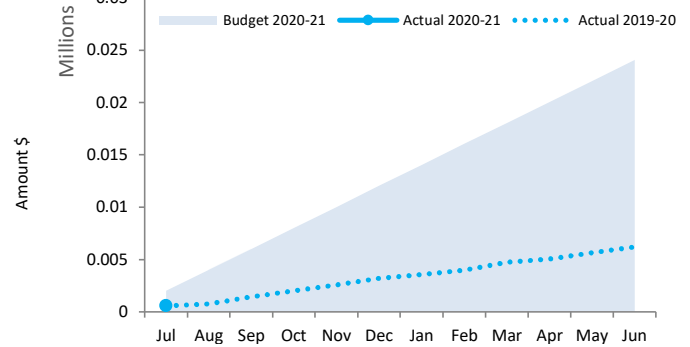
Budget Operating Revenues -v- Actual



OPERATING EXPENSES



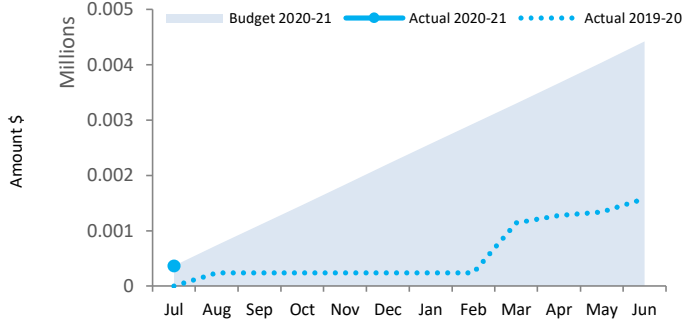
Budget Operating Expenses -v- YTD Actual



INVESTING ACTIVITIES

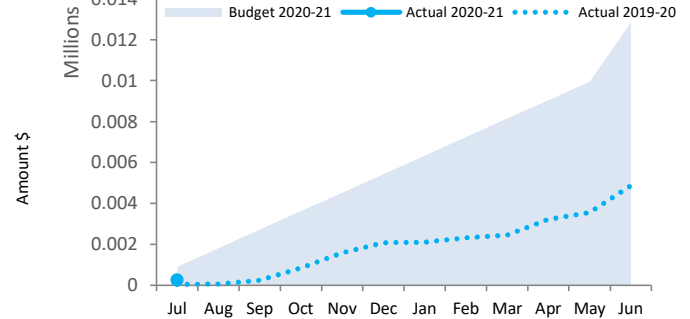
CAPITAL REVENUE

Budget Capital Revenue -v- Actual



CAPITAL EXPENSES

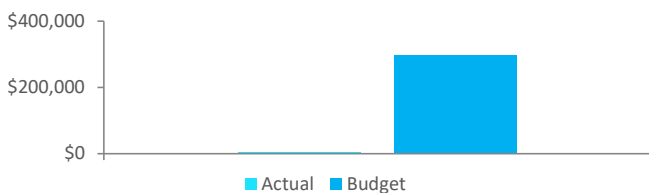
Budget Capital Expenses -v- Actual



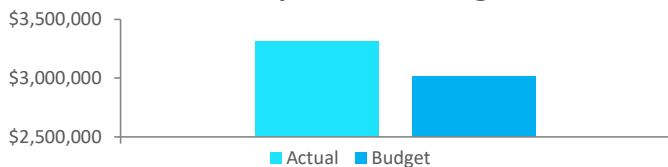
FINANCING ACTIVITIES

BORROWINGS

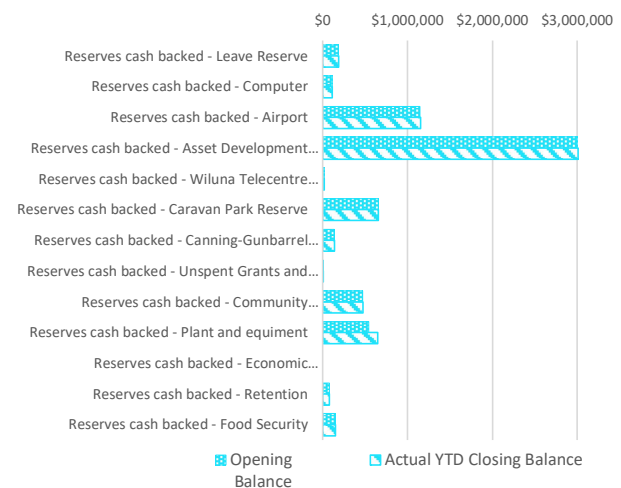
Principal Repayments



Principal Outstanding



RESERVES



Funding surplus / (deficit) Components

Funding surplus / (deficit)				
	Adopted Budget	YTD Budget (a)	YTD Actual (b)	Var. \$ (b)-(a)
Opening	\$6.96 M	\$6.96 M	\$7.40 M	\$0.43 M
Closing	\$0.00 M	\$6.40 M	\$6.67 M	\$0.28 M

Refer to Statement of Financial Activity

Cash and cash equivalents		
	\$12.03 M	% of total
Unrestricted Cash	\$5.73 M	47.6%
Restricted Cash	\$6.30 M	52.4%

Refer to Note 2 - Cash and Financial Assets

Payables		
	\$0.67 M	% Outstanding
Trade Payables	\$0.29 M	
30 to 90 Days		0.7%
Over 90 Days		0.0%

Refer to Note 5 - Payables

Receivables		
	\$0.48 M	% Collected
Rates Receivable	\$0.15 M	0.3%
Trade Receivable	\$0.48 M	% Outstanding
30 to 90 Days		0.0%
Over 90 Days		0.0%

Refer to Note 3 - Receivables

Key Operating Activities

Amount attributable to operating activities			
Adopted Budget	YTD Budget (a)	YTD Actual (b)	Var. \$ (b)-(a)
\$0.15 M	\$0.11 M	(\$0.32 M)	(\$0.43 M)

Refer to Statement of Financial Activity

Rates Revenue		
YTD Actual	\$0.00 M	% Variance
YTD Budget	\$0.00 M	0.0%

Refer to Note 6 - Rate Revenue

Operating Grants and Contributions		
YTD Actual	\$0.22 M	% Variance
YTD Budget	\$1.39 M	(84.2%)

Refer to Note 12 - Operating Grants and Contributions

Fees and Charges		
YTD Actual	\$0.03 M	% Variance
YTD Budget	\$0.02 M	76.7%

Refer to Statement of Financial Activity

Key Investing Activities

Amount attributable to investing activities			
Adopted Budget	YTD Budget (a)	YTD Actual (b)	Var. \$ (b)-(a)
(\$8.42 M)	(\$0.54 M)	(\$0.27 M)	\$0.27 M

Refer to Statement of Financial Activity

Proceeds on sale		
YTD Actual	\$0.00 M	%
Adopted Budget	\$0.02 M	0.0%

Refer to Note 7 - Disposal of Assets

Asset Acquisition		
YTD Actual	\$0.27 M	% Spent
Adopted Budget	\$12.84 M	2.1%

Refer to Note 8 - Capital Acquisition

Capital Grants		
YTD Actual	\$0.00 M	% Received
Adopted Budget	\$4.41 M	0.0%

Refer to Note 8 - Capital Acquisition

Key Financing Activities

Amount attributable to financing activities			
Adopted Budget	YTD Budget (a)	YTD Actual (b)	Var. \$ (b)-(a)
\$1.31 M	(\$0.14 M)	(\$0.14 M)	\$0.00 M

Refer to Statement of Financial Activity

Borrowings	
Principal repayments	\$0.01 M
Interest expense	\$0.01 M
Principal due	\$3.31 M

Refer to Note 9 - Borrowings

Reserves	
Reserves balance	\$6.63 M
Interest earned	\$0.03 M

Refer to Note 10 - Cash Reserves

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



## KEY TERMS AND DESCRIPTIONS

FOR THE PERIOD ENDED 31 JULY 2020

## NATURE OR TYPE DESCRIPTIONS

### REVENUE

#### RATES

All rates levied under the *Local Government Act 1995*. Includes general, differential, specified area rates, minimum rates, interim rates, back rates, ex-gratia rates, less discounts and concessions offered. Exclude administration fees, interest on instalments, interest on arrears, service charges and sewerage rates.

#### OPERATING GRANTS, SUBSIDIES AND CONTRIBUTIONS

Refers 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 identifiable non financial assets paid to a local government, irrespective of whether these amounts are received as capital grants, subsidies, contributions or donations.

#### REVENUE FROM CONTRACTS WITH CUSTOMERS

Revenue from contracts with customers is recognised when the local government satisfies its performance obligations under the contract.

#### 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.

#### PROFIT ON ASSET DISPOSAL

Excess of assets received over the net book value for assets on their disposal.

### EXPENSES

#### 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

Shortfall between the value of assets received over the net book value for assets on their disposal.

#### 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, allowance for impairment of assets, member's fees or State taxes. Donations and subsidies made to community groups.

**STATEMENT OF FINANCIAL ACTIVITY  
FOR THE PERIOD ENDED 31 JULY 2020**

**BY NATURE OR TYPE**

	Ref Note	Adopted Budget	YTD Budget (a)	YTD Actual (b)	Var. \$ (b)-(a)	Var. % (b)-(a)/(a)	Var.
		\$	\$	\$	\$	%	
<b>Opening funding surplus / (deficit)</b>	1(c)	6,964,697	6,964,697	<b>7,398,630</b>	433,933	6.23%	▲
<b>Revenue from operating activities</b>							
Rates	6	5,785,975	0	<b>0</b>	0	0.00%	
Operating grants, subsidies and contributions	12	16,647,262	1,387,272	<b>218,970</b>	(1,168,302)	(84.22%)	▼
Fees and charges		243,050	15,421	<b>27,248</b>	11,827	76.69%	▲
Interest earnings		118,800	9,901	<b>39,872</b>	29,971	302.71%	▲
Other revenue		98,950	13,080	<b>20,237</b>	7,157	54.72%	▲
Profit on disposal of assets	7	20,000	1,667	<b>0</b>	(1,667)	(100.00%)	
		<b>22,914,037</b>	<b>1,427,341</b>	<b>306,327</b>	(1,121,014)		
<b>Expenditure from operating activities</b>							
Employee costs		(2,498,923)	(212,808)	<b>(163,436)</b>	49,372	23.20%	▲
Materials and contracts		(19,419,154)	(1,606,801)	<b>(228,883)</b>	1,377,918	85.76%	▲
Utility charges		(231,400)	(19,284)	<b>(8,501)</b>	10,783	55.92%	▲
Depreciation on non-current assets		(1,326,789)	(110,566)	<b>0</b>	110,566	100.00%	▲
Interest expenses		(141,610)	(11,801)	<b>(18,203)</b>	(6,402)	(54.25%)	▼
Insurance expenses		(183,600)	(15,300)	<b>(182,496)</b>	(167,196)	(1092.78%)	▼
Other expenditure		(270,337)	(29,428)	<b>(20,945)</b>	8,483	28.83%	▲
		<b>(24,071,813)</b>	<b>(2,005,988)</b>	<b>(622,464)</b>	1,383,524		
Non-cash amounts excluded from operating activities	1(a)	1,306,789	108,899	<b>0</b>	(108,899)	(100.00%)	▼
<b>Amount attributable to operating activities</b>		<b>149,013</b>	<b>(469,748)</b>	<b>(316,137)</b>	153,611		
<b>Investing activities</b>							
Proceeds from non-operating grants, subsidies and contributions	13	4,405,082	367,090	<b>0</b>	(367,090)	(100.00%)	▼
Proceeds from disposal of assets	7	20,000	0	<b>0</b>	0	0.00%	
Payments for property, plant and equipment and infrastructure	8	(12,844,488)	(904,042)	<b>(268,458)</b>	635,584	70.30%	▲
<b>Amount attributable to investing activities</b>		<b>(8,419,406)</b>	<b>(536,952)</b>	<b>(268,458)</b>	268,494		
<b>Financing Activities</b>							
Transfer from reserves	10	2,509,977	0	<b>0</b>	0	0.00%	
Repayment of debentures	9	(298,037)	(5,631)	<b>(5,631)</b>	0	0.00%	
Transfer to reserves	10	(906,244)	(134,144)	<b>(134,144)</b>	0	0.00%	
<b>Amount attributable to financing activities</b>		<b>1,305,696</b>	<b>(139,775)</b>	<b>(139,775)</b>	0		
<b>Closing funding surplus / (deficit)</b>	1(c)	<b>0</b>	<b>5,818,222</b>	<b>6,674,260</b>	856,038		

**KEY INFORMATION**

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

Refer to Note 14 for an explanation of the reasons for the variance.

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

**BASIS OF PREPARATION**

**REPORT PURPOSE**

This report is prepared to meet the requirements of *Local Government (Financial Management) Regulations 1996*, Regulation 34. Note: The statements and accompanying notes are prepared based on all transactions recorded at the time of preparation and may vary due to transactions being processed for the reporting period after the date of preparation.

**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) and Interpretations of the Australian Accounting Standards Board, and the *Local Government Act 1995* and accompanying regulations.

The *Local Government (Financial Management) Regulations 1996* take precedence over Australian Accounting Standards. Regulation 16 prohibits a local government from recognising as assets Crown land that is a public thoroughfare, such as land under roads, and land not owned by but under the control or management of the local government, unless it is a golf course, showground, racecourse or recreational facility of State or regional significance. Consequently, some assets, including land under roads acquired on or after 1 July 2008, have not been recognised in this financial report. This is not in accordance with the requirements of *AASB 1051 Land Under Roads paragraph 15* and *AASB 116 Property, Plant and Equipment paragraph 7*.

Accounting policies which have been adopted in the preparation of this financial report have been consistently applied unless stated otherwise. Except for cash flow and rate setting information, the report has 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.

**PREPARATION TIMING AND REVIEW**

Date prepared: All known transactions up to 11 November 2020

**SIGNIFICANT ACCOUNTING POLICIES**

**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.

**THE LOCAL GOVERNMENT REPORTING ENTITY**

All funds through which the Shire controls resources to carry on its functions have been included in the financial statements forming part of this financial report.

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 financial statements. A separate statement of those monies

**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.

**ROUNDING OFF FIGURES**

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

(a) Non-cash items excluded from operating activities

The following non-cash revenue and expenditure has been excluded from operating activities within the Statement of Financial Activity in accordance with Financial Management Regulation 32.

	Notes	Adopted Budget	YTD Budget (a)	YTD Actual (b)
<b>Non-cash items excluded from operating activities</b>		\$	\$	\$
<b>Adjustments to operating activities</b>				
Less: Profit on asset disposals	7	(20,000)	(1,667)	0
Add: Depreciation on assets		1,326,789	110,566	0
<b>Total non-cash items excluded from operating activities</b>		<b>1,306,789</b>	<b>108,899</b>	<b>0</b>

(b) Adjustments to net current assets in the Statement of Financial Activity

The following current assets and liabilities have been excluded from the net current assets used in the Statement of Financial Activity in accordance with *Financial Management Regulation* 32 to agree to the surplus/(deficit) after imposition of general rates.

		Last Year Closing 30 June 2020	This Time Last Year 31 July 2019	Year to Date 31 July 2020
<b>Adjustments to net current assets</b>				
Less: Reserves - restricted cash	10	(6,490,957)	(6,324,837)	(6,625,101)
Add: Borrowings	9	298,037	249,587	292,406
Add: Provisions - employee		353,151	0	353,151
<b>Total adjustments to net current assets</b>		<b>(5,839,769)</b>	<b>(6,075,250)</b>	<b>(5,979,544)</b>

(c) Net current assets used in the Statement of Financial Activity

<b>Current assets</b>				
Cash and cash equivalents	2	12,558,806	10,135,144	12,029,204
Rates receivables	3	152,315	44,100	151,865
Receivables	3	204,894	3,006,381	479,375
Other current assets	4	1,312,803	22,235	1,312,803
<b>Less: Current liabilities</b>				
Payables	5	(339,231)	(399,793)	(673,886)
Borrowings	9	(298,037)	(249,587)	(292,406)
Provisions	11	(353,151)	(170,002)	(353,151)
<b>Less: Total adjustments to net current assets</b>	1(b)	<b>(5,839,769)</b>	<b>(6,075,250)</b>	<b>(5,979,544)</b>
<b>Closing funding surplus / (deficit)</b>		<b>7,398,630</b>	<b>6,313,228</b>	<b>6,674,260</b>

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. Unless otherwise stated assets or liabilities are classified as current if expected to be settled within the next 12 months, being the Council's operational cycle.

Description	Classification	Unrestricted \$	Restricted \$	Total Cash \$	Trust \$	Institution	Interest Rate	Maturity Date
<b>Cash on hand</b>								
Muni Cash at Call	Cash and cash equivalents	642,909	0	642,909	0	CBA	Variable	n/a
Municipal account	Cash and cash equivalents	(11,177)	0	(11,177)	0	CBA	Variable	n/a
Reserve cash on call	Cash and cash equivalents	327,619	0	327,619	0	CBA	Variable	n/a
Trust	Cash and cash equivalents	22,172	0	22,172	0	CBA	Variable	n/a
Cash on hand	Cash and cash equivalents	200	0	200	0	n/a	n/a	n/a
ANZ TD	Cash and cash equivalents	1,000,000	0	1,000,000	0	ANZ TD	Variable	n/a
Bank Of Queensland	Cash and cash equivalents	1,500,000	0	1,500,000	0	Bank Of Queensland	Variable	n/a
IMB Bank Ltd	Cash and cash equivalents	750,000	0	750,000	0	IMB Bank Ltd	Variable	n/a
ME Bank	Cash and cash equivalents	500,000	0	500,000	0	ME Bank	Variable	n/a
My State Bank	Cash and cash equivalents	1,000,000	0	1,000,000	0	My State Bank	Variable	n/a
Bank Of Queensland	Cash and cash equivalents	0	400,000	400,000	0	Bank Of Queensland	Variable	n/a
IMB Bank Ltd	Cash and cash equivalents	0	1,250,000	1,250,000	0	IMB Bank Ltd	Variable	n/a
ING Bank	Cash and cash equivalents	0	1,000,000	1,000,000	0	ING Bank	Variable	n/a
ME Bank	Cash and cash equivalents	0	1,248,513	1,248,513	0	ME Bank	Variable	n/a
NAB	Cash and cash equivalents	0	1,000,000	1,000,000	0	NAB	Variable	n/a
Rural Bank	Cash and cash equivalents	0	1,398,968	1,398,968	0	Rural Bank	Variable	n/a
<b>Total</b>		<b>5,731,723</b>	<b>6,297,481</b>	<b>12,029,204</b>	<b>0</b>			
<b>Comprising</b>								
Cash and cash equivalents		5,731,723	6,297,481	12,029,204	0			
		<b>5,731,723</b>	<b>6,297,481</b>	<b>12,029,204</b>	<b>0</b>			

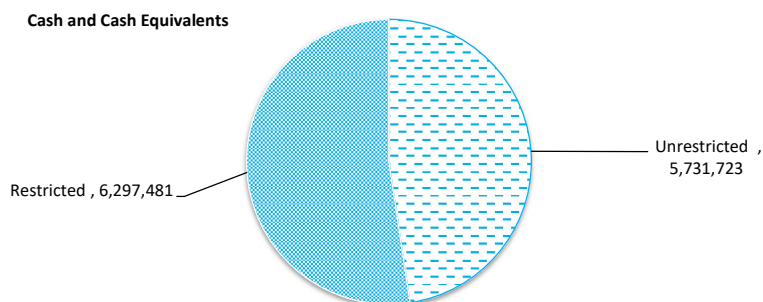
#### KEY INFORMATION

Cash and cash equivalents include cash on hand, cash at bank, deposits available on demand with banks and other short term highly liquid investments highly liquid investments with original maturities of three months or less 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 net current assets.

The local government classifies financial assets at amortised cost if both of the following criteria are met:

- the asset is held within a business model whose objective is to collect the contractual cashflows, and
- the contractual terms give rise to cash flows that are solely payments of principal and interest.

Financial assets at amortised cost held with registered financial institutions are listed in this note other financial assets at amortised cost are provided in Note 4 - Other assets.



**NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY  
FOR THE PERIOD ENDED 31 JULY 2020**

**OPERATING ACTIVITIES  
NOTE 3  
RECEIVABLES**

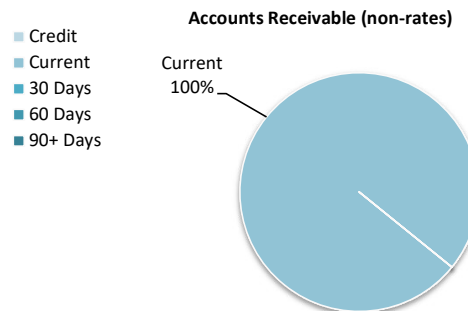
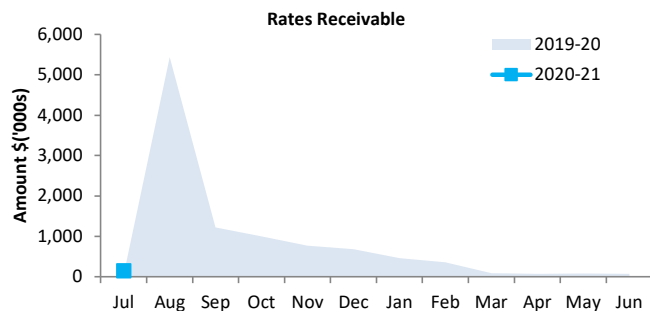
Rates receivable	30 Jun 2020	31 Jul 2020
	\$	\$
Opening arrears previous years	91,003	152,315
Rates, instalment charges and interest levied	5,415,657	0
Less - collections to date	(5,354,345)	(450)
Equals current outstanding	<b>152,315</b>	<b>151,865</b>
<b>Net rates collectable</b>	<b>152,315</b>	<b>151,865</b>
% Collected	97.2%	0.3%

Receivables - general	Credit	Current	30 Days	60 Days	90+ Days	Total
	\$	\$	\$	\$	\$	\$
Receivables - general	0	221,522	0	0	0	221,522
Percentage	0.0%	100.0%	0.0%	0.0%	0.0%	
<b>Balance per trial balance</b>						
Sundry receivable						221,522
GST receivable						81,243
Allowance for impairment of receivables						(92,672)
Accrued income						50,492
Other sundry receivables						218,790
<b>Total receivables general outstanding</b>						<b>479,375</b>

Amounts shown above include GST (where applicable)

**KEY INFORMATION**

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 impairment of receivables is raised when there is objective evidence that they will not be collectible.



	Opening Balance 1 July 2020	Asset Increase	Asset Reduction	Closing Balance 31 July 2020
<b>Other current assets</b>	\$	\$	\$	\$
<b>Inventory</b>				
Inventories - Fuel	10,744	0	0	10,744
<b>Other current assets</b>				
Accrued income	1,302,059	0	0	1,302,059
<b>Total other current assets</b>	<b>1,312,803</b>	<b>0</b>	<b>0</b>	<b>1,312,803</b>

#### KEY INFORMATION

##### Inventory

Inventories are measured at the lower of cost and net realisable value.

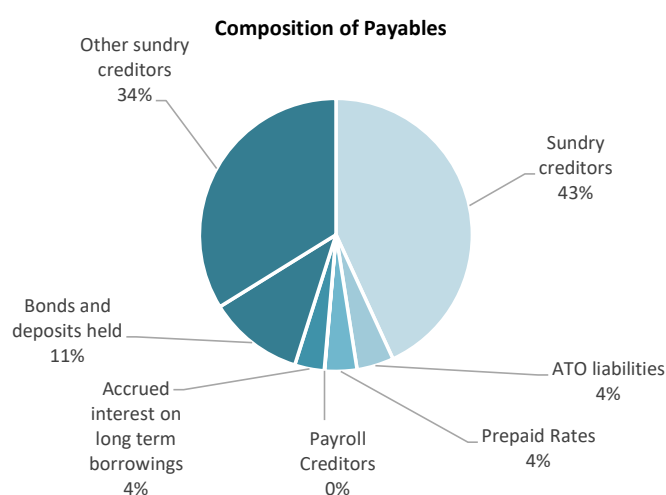
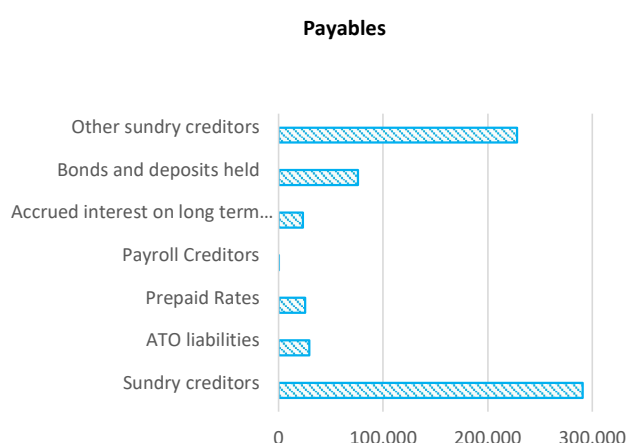
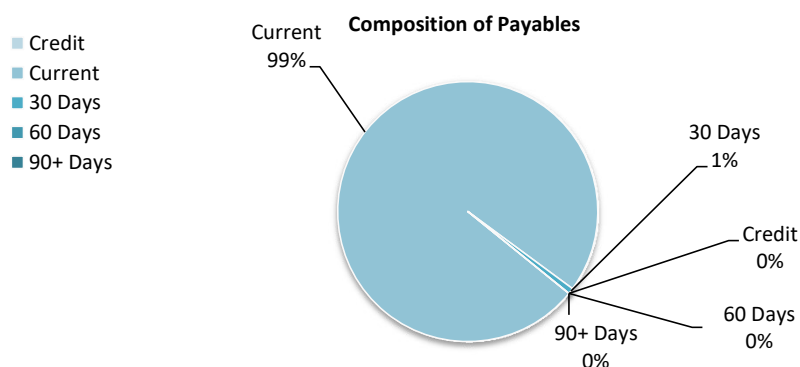
Net realisable value is the estimated selling price in the ordinary course of business less the estimated costs of completion and the estimated costs necessary to make the sale.

Payables - general	Credit	Current	30 Days	60 Days	90+ Days	Total
	\$	\$	\$	\$	\$	\$
Payables - general	0	288,605	2,139	0	0	290,744
Percentage	0.0%	99.3%	0.7%	0.0%	0.0%	
<b>Balance per trial balance</b>						
Sundry creditors						290,744
ATO liabilities						29,550
Prepaid Rates						25,578
Payroll Creditors						395
Accrued interest on long term borrowings						23,483
Bonds and deposits held						76,072
Other sundry creditors						228,064
<b>Total payables general outstanding</b>						<b>673,886</b>

Amounts shown above include GST (where applicable)

#### KEY INFORMATION

Trade and other payables represent liabilities for goods and services provided to the Shire that are unpaid and arise when the Shire 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.





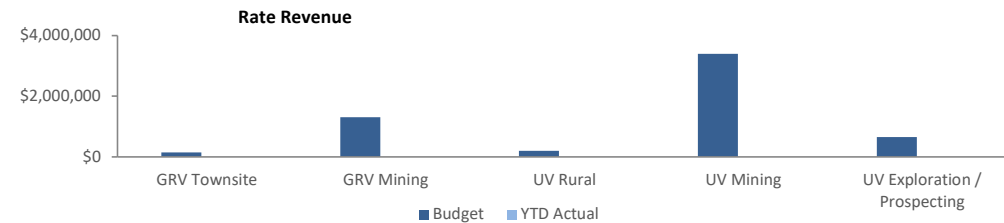
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY  
FOR THE PERIOD ENDED 31 JULY 2020

OPERATING ACTIVITIES  
NOTE 6  
RATE REVENUE

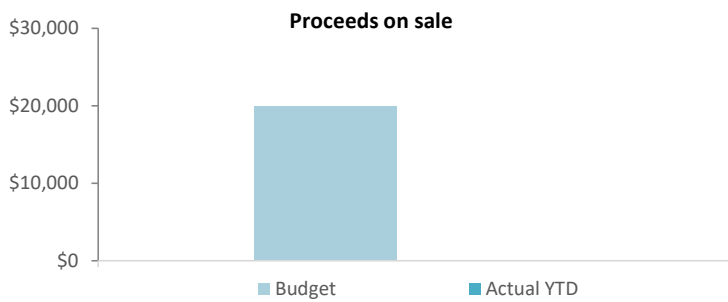
General rate revenue	Budget							YTD Actual			
	Rate in \$ (cents)	Number of Properties	Rateable Value	Rate Revenue	Interim Rate	Back Rate	Total Revenue	Rate Revenue	Interim Rates	Back Rates	Total Revenue
RATE TYPE				\$	\$	\$	\$	\$	\$	\$	\$
<b>Gross rental value</b>											
GRV Townsite	0.102270	68	980,128	100,236	40,000	2,500	142,736	0	0	0	0
GRV Mining	0.204540	6	6,380,000	1,304,940	0	0	1,304,940	0	0	0	0
<b>Unimproved value</b>											
UV Rural	0.137840	28	1,491,435	205,581	0	0	205,581	0	0	0	0
UV Mining	0.216530	213	15,709,413	3,401,559	0	0	3,401,559	0	0	0	0
UV Exploration / Prospecting	0.197000	244	3,331,248	656,256	0	0	656,256	0	0	0	0
<b>Sub-Total</b>		<b>559</b>	<b>27,892,224</b>	<b>5,668,572</b>	<b>40,000</b>	<b>2,500</b>	<b>5,711,072</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Minimum payment</b>	<b>Minimum \$</b>										
<b>Gross rental value</b>											
GRV Townsite	490	15	0	7,350	0	0	7,350	0	0	0	0
GRV Mining	370	3	0	1,110	0	0	1,110	0	0	0	0
<b>Unimproved value</b>											
UV Rural	370	1	0	370	0	0	370	0	0	0	0
UV Mining	370	789	0	69,930	0	0	69,930	0	0	0	0
UV Exploration / Prospecting	370	73	0	27,010	0	0	27,010	0	0	0	0
<b>Sub-total</b>		<b>881</b>	<b>0</b>	<b>105,770</b>	<b>0</b>	<b>0</b>	<b>105,770</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Concession							(30,867)				
<b>Total general rates</b>							<b>5,785,975</b>				<b>0</b>

KEY INFORMATION

Prepaid rates are, until the taxable event for the rates has occurred, refundable at the request of the ratepayer. Rates received in advance give rise to a financial liability. On 1 July 2020 the prepaid rates were recognised as a financial asset and a related amount was recognised as a financial liability and no income was recognised. When the taxable event occurs the financial liability is extinguished and income recognised for the prepaid rates that have not been refunded.



Asset Ref.	Asset description	Budget				YTD Actual			
		Net Book Value	Proceeds	Profit	(Loss)	Net Book Value	Proceeds	Profit	(Loss)
		\$	\$	\$	\$	\$	\$	\$	\$
	<b>Plant and equipment</b>								
	<b>Transport</b>								
	Plant	0	20,000	20,000	0	0	0	0	0
		<b>0</b>	<b>20,000</b>	<b>20,000</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>



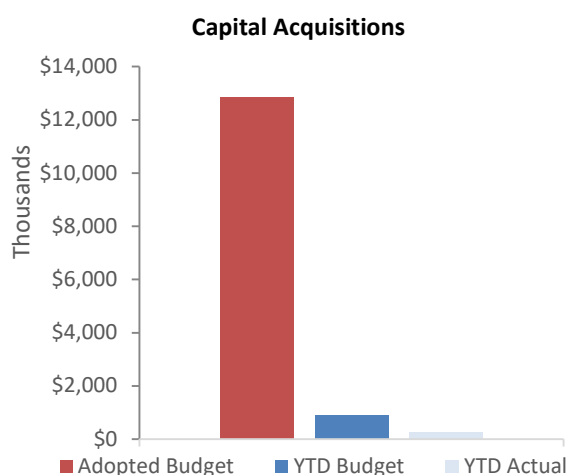
**NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY  
FOR THE PERIOD ENDED 31 JULY 2020**

**INVESTING ACTIVITIES  
NOTE 8  
CAPITAL ACQUISITIONS**

Capital acquisitions	Adopted		YTD Actual	YTD Actual Variance
	Budget	YTD Budget		
	\$	\$	\$	\$
Land - freehold land	600,000	0	0	0
Buildings - non-specialised	5,161,305	430,109	0	(430,109)
Plant and equipment	1,395,986	0	0	0
Infrastructure - roads	1,651,987	137,666	0	(137,666)
Infrastructure - airport	2,009,026	167,419	0	(167,419)
Infrastructure - other	2,026,184	168,849	0	(168,849)
Work in Progress	0	0	268,458	268,458
<b>Payments for Capital Acquisitions</b>	<b>12,844,488</b>	<b>904,042</b>	<b>268,458</b>	<b>(635,584)</b>
<b>Total Capital Acquisitions</b>	<b>12,844,488</b>	<b>904,042</b>	<b>268,458</b>	<b>(635,584)</b>
<b>Capital Acquisitions Funded By:</b>				
	\$	\$	\$	\$
Capital grants and contributions	4,405,082	367,090	0	(367,090)
Other (disposals & C/Fwd)	20,000	0	0	0
Cash backed reserves				
Reserves cash backed - Airport	140,000	0	0	0
Reserves cash backed - Asset Development & Replacement	1,736,698	0	0	0
Reserves cash backed - Plant and equipment	483,279	0	0	0
Reserves cash backed - Food Security	150,000	0	0	0
Contribution - operations	5,909,429	536,952	268,458	(268,494)
<b>Capital funding total</b>	<b>12,844,488</b>	<b>904,042</b>	<b>268,458</b>	<b>(635,584)</b>

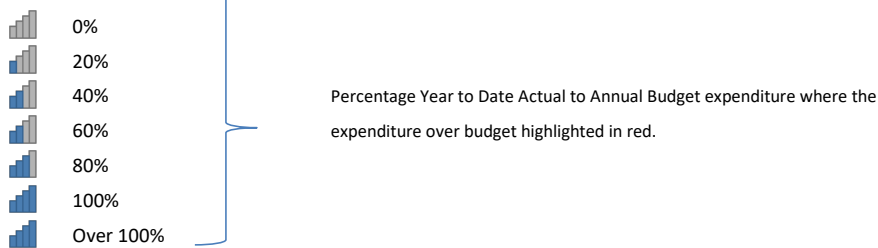
**SIGNIFICANT ACCOUNTING POLICIES**

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.



Capital expenditure total






















Level of completion indicators



Level of completion indicator, please see table at the end of this note for further detail.

		Adopted		Year to Date Actual	Variance (Under)/Over
Account Description		Current Budget	Year to Date Budget		
<b>Land</b>					
C132360	Commercial Land Purchases	500,000	0	0	0
C147196	Residential Land Purchases	100,000	0	0	0
		600,000	0	0	0
<b>Buildings</b>					
C091109	Accommodation Unit Renovations	154,625	12,885	0	(12,885)
C091163	House 1 - 12 Trenton St	424,592	35,383	0	(35,383)
C091164	House 2 - 16 Trenton St	424,668	35,389	0	(35,389)
C091165	House 5/28 Scotia St 2 Bathroom renovations	21,902	1,825	0	(1,825)
C091166	7/28 Scotia St General Renovations	35,029	2,919	0	(2,919)
C091170	Relocate 60B Scotia St	151,902	12,659	0	(12,659)
C091181	21 Lennon St Genera Renovations	32,519	2,710	0	(2,710)
C091200	8 Trenton St - Shed and Patio	74,592	6,216	0	(6,216)
C091201	10 Trenton St - Shed and Patio	74,592	6,216	0	(6,216)
C091203	42 Lennon St - Shed and Patio	74,592	6,216	0	(6,216)
C091204	46 Lennon St - Shed and Patio	74,592	6,216	0	(6,216)
C091205	48 Lennon St - Shed and Patio	74,592	6,216	0	(6,216)
C113133	Gym Relocation	29,505	2,459	0	(2,459)
C121032	Works Depot Office upgrade	176,698	14,725	0	(14,725)
C121023	Depot Shed	7,000	583	0	(583)
C126262	Airport	1,000,000	83,333	0	(83,333)
C136001	Food Security Project	500,000	41,667	0	(41,667)
C132345	Wotton St Revitalisation Stage 2 Project	1,522,500	126,875	0	(126,875)
C147195	Admin Centre Landscaping inc relocating Dongas	307,405	25,617	0	(25,617)
		5,161,305	430,109	0	(430,108)
<b>Plant and equipment</b>					
C142101	MTWS Vehicle	80,481	0	0	0
C123198	Mobile Portable Toilet	80,481	0	0	0
C123202	Works Replacement Vehicle	50,481	0	0	0
C123201	Works Replacement Vehicle	50,481	0	0	0
C123100	Dual Cab Truck	201,354	0	0	0
C123178	Refurbish Bore Trailer	10,000	0	0	0
C123268	Grader	451,354	0	0	0
C123269	Leader	451,354	0	0	0
C123220	PRP - Works Ceaning Vehicle	20,000	0	0	0
		1,395,986	0	0	0

CAPITAL ACQUISITIONS (CONTINUED)

Account Description		Current Budget	Year to Date Budget	Year to Date Actual	Variance (Under)/Over
	<b>Infrastructure - Roads</b>				
	C121004 RRG Project - SLK 1.05-4	547,659	45,638	0	(45,638)
	C121027 RRG Project - SLK 15.2-18	454,776	37,898	0	(37,898)
	C121029 RRG Project - SLK 19.1-21	214,776	17,898	0	(17,898)
	C121028 RRG Project - SLK 0.0-125.88	234,776	19,565	0	(19,565)
	C121030 Lake Violet/ Grantite Peak Resheet, widen realign	200,000	16,667	0	(16,667)
		1,651,987	137,666	0	(137,666)
	<b>Infrastructure - Transport</b>				
	C126262 Airstrip upgrade	2,009,026	167,419	0	(167,419)
	<b>Infrastructure - Other</b>				
	C107061 Lennon Street Bore Upgrade	53,408	4,451	0	(4,451)
	C111103 Retic and Greening Youth Centre	82,872	6,906	0	(6,906)
	C123270 New Standpipes Oval Tanks	16,904	1,409	0	(1,409)
	C121031 Concrete Batching Plant	111,694	9,308	0	(9,308)
	C137003 Retic and Greening Discovery Centre	33,673	2,806	0	(2,806)
	C132343 Caravan Park Development Stage 1	1,201,260	100,105	0	(100,105)
	C136002 Fencing Town Perimetre	203,024	16,919	0	(16,919)
	C137004 28/30 Scotia St - Fencing and Grids	53,349	4,446	0	(4,446)
	C132346 Highway Signage Promoting Discovery Centre	90,000	7,500	0	(7,500)
	C132171 24 Woodley Street Fencing	80,000	6,667	0	(6,667)
	C132157 Tourism Cutural Project	100,000	8,333	0	(8,333)
		2,026,184	168,849	0	(168,849)
	<b>Work in Progress</b>	0	0	268,458	268,458
	<b>Total</b>	<b>12,844,488</b>	<b>904,042</b>	<b>268,458</b>	<b>(635,583)</b>

**NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY  
FOR THE PERIOD ENDED 31 JULY 2020**

**FINANCING ACTIVITIES**

**NOTE 9**

**BORROWINGS**

**Repayments - borrowings**

Information on borrowings		Principal	New Loans		Principal Repayments		Principal Outstanding		Interest Repayments	
Particulars	Loan No.	1 July 2020	Actual	Budget	Actual	Budget	Actual	Budget	Actual	Budget
		\$	\$	\$	\$	\$	\$	\$	\$	\$
<b>Housing</b>										
Staff Housing - 5 New Houses	4	1,290,818	0	0	0	51,345	1,290,818	1,239,473	0	49,173
<b>Recreation and culture</b>										
Youth Centre - Changerooms, Toilets, Kiosk	1	144,979	0	0	0	54,802	144,979	90,177	0	6,237
<b>Economic services</b>										
Canning - Gunbarrel Discovery Centre	2	347,949	0	0	0	131,524	347,949	216,425	0	14,969
Streetscape Project	5	610,426	0	0	5,631	23,690	604,795	586,736	5,894	22,407
<b>Other property and services</b>										
Administration Building	3	922,013	0	0	0	36,676	922,013	885,337	0	35,124
<b>Total</b>		<b>3,316,185</b>	<b>0</b>	<b>0</b>	<b>5,631</b>	<b>298,037</b>	<b>3,310,554</b>	<b>3,018,148</b>	<b>5,894</b>	<b>127,910</b>
Current borrowings		298,037					292,406			
Non-current borrowings		3,018,148					3,018,148			
		<b>3,316,185</b>					<b>3,310,554</b>			

All debenture repayments were financed by general purpose revenue.

**KEY INFORMATION**

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.

NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY  
FOR THE PERIOD ENDED 31 JULY 2020

OPERATING ACTIVITIES  
NOTE 10  
CASH RESERVES

Cash backed reserve

Reserve name	Opening Balance	Budget Interest Earned	Actual Interest Earned	Budget Transfers In (+)	Actual Transfers In (+)	Budget Transfers Out (-)	Actual Transfers Out (-)	Budget Closing Balance	Actual YTD Closing Balance
	\$	\$	\$	\$	\$	\$	\$	\$	\$
Reserves cash backed - Leave Reserve	186,521	0	867	0	0	0	0	186,521	187,388
Reserves cash backed - Computer	110,609	0	514	0	0	0	0	110,609	111,123
Reserves cash backed - Airport	1,147,412	0	5,331	0	0	(140,000)	0	1,007,412	1,152,743
Reserves cash backed - Asset Development & Replacement	2,998,472	0	13,933	236,903	0	(1,736,698)	0	1,498,677	3,012,405
Reserves cash backed - Wiluna Telecentre Reserve	17,376	0	81	0	0	0	0	17,376	17,457
Reserves cash backed - Caravan Park Reserve	652,126	0	3,030	0	0	0	0	652,126	655,156
Reserves cash backed - Canning-Gunbarrel Discovery Centre	135,094	0	628	0	0	0	0	135,094	135,722
Reserves cash backed - Unspent Grants and contributions	6,074	0	0	0	0	0	0	6,074	6,074
Reserves cash backed - Community Development	470,229	0	2,185	0	0	0	0	470,229	472,414
Reserves cash backed - Plant and equipment	541,260	0	2,514	69,341	104,364	(483,279)	0	127,322	648,138
Reserves cash backed - Economic Development	0	0	0	600,000	0	0	0	600,000	0
Reserves cash backed - Retention	75,784	0	0	0	0	0	0	75,784	75,784
Reserves cash backed - Food Security	150,000	0	697	0	0	(150,000)	0	0	150,697
	<b>6,490,957</b>	<b>0</b>	<b>29,780</b>	<b>906,244</b>	<b>104,364</b>	<b>(2,509,977)</b>	<b>0</b>	<b>4,887,224</b>	<b>6,625,101</b>

Other current liabilities	Note	Opening Balance 1 July 2020	Liability Increase	Liability Reduction	Closing Balance 31 July 2020
		\$	\$	\$	\$
<b>Provisions</b>					
Annual leave		146,396	0	0	146,396
Long service leave		46,755	0	0	46,755
Other provision		160,000	0	0	160,000
<b>Total Provisions</b>		<b>353,151</b>	<b>0</b>	<b>0</b>	<b>353,151</b>
<b>Total other current assets</b>		<b>353,151</b>	<b>0</b>	<b>0</b>	<b>353,151</b>
<b>Amounts shown above include GST (where applicable)</b>					

#### KEY INFORMATION

##### Provisions

Provisions are recognised when the Shire has a present legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured.

Provisions are measured using the best estimate of the amounts required to settle the obligation at the end of the reporting period.

##### Employee benefits

##### Short-term employee benefits

Provision is made for the Shire's obligations for short-term employee benefits. Short-term employee benefits are benefits (other than termination benefits) that are expected to be settled wholly before 12 months after the end of the annual reporting period in which the employees render the related service, including wages, salaries and sick leave. Short-term employee benefits are measured at the (undiscounted) amounts expected to be paid when the obligation is settled.

The Shire's obligations for short-term employee benefits such as wages, salaries and sick leave are recognised as a part of current trade and other payables in the calculation of net current assets.

##### Other long-term employee benefits

The Shire's obligations for employees' annual leave and long service leave entitlements are recognised as provisions in the statement of financial position.

Long-term employee benefits are measured at the present value of the expected future payments to be made to employees. Expected future payments incorporate anticipated future wage and salary levels, durations of service and employee departures and are discounted at rates determined by reference to market yields at the end of the reporting period on government bonds that have maturity dates that approximate the terms of the obligations. Any remeasurements for changes in assumptions of obligations for other long-term employee benefits are recognised in profit or loss in the periods in which the changes occur. The Shire's obligations for long-term employee benefits are presented as non-current provisions in its statement of financial position, except where the Shire does not have an unconditional right to defer settlement for at least 12 months after the end of the reporting period, in which case the obligations are presented as current provisions.



NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY  
FOR THE PERIOD ENDED 31 JULY 2020

NOTE 12

OPERATING GRANTS AND CONTRIBUTIONS

Operating grants, subsidies and contributions revenue

Provider	Adopted Budget Revenue	YTD Budget	YTD Revenue Actual
	\$	\$	\$
<b>Operating grants and subsidies</b>			
<b>General purpose funding</b>			
Grants Commission - General	704,695	58,725	0
Grants Commission - Roads	306,524	25,544	0
<b>Health</b>			
CPD Fundings	20,000	1,667	0
<b>Recreation and culture</b>			
ADF Grant	30,000	2,500	0
Public Library Funding	5,073	423	0
Festivals and events -	10,000	833	0
IVAIS Grant	145,000	12,083	0
CPD Fundings	60,000	5,000	5,000
<b>Transport</b>			
Main Roads Direct Grant	213,970	17,831	213,970
AGRN888 WANDRRA Flood Damage Claims	15,000,000	1,250,000	0
January 2020 Flood Emergency works	150,000	12,500	0
	<b>16,645,262</b>	<b>1,387,105</b>	<b>218,970</b>
<b>Operating contributions</b>			
<b>Recreation and culture</b>			
Festivals and events	1,500	125	0
<b>Economic services</b>			
Economic development	500	42	0
	<b>2,000</b>	<b>167</b>	<b>0</b>
<b>TOTALS</b>	<b>16,647,262</b>	<b>1,387,272</b>	<b>218,970</b>

Non operating grants, subsidies and contributions revenue

Provider	Adopted Budget Revenue	YTD Budget	YTD Revenue Actual (b)
	\$	\$	\$
<b>Non-operating grants and subsidies</b>			
<b>Recreation and culture</b>			
Lotterywest - Wotton Street Playground	392,500	32,708	0
<b>Transport</b>			
MRWA Regional Road Group	890,000	74,167	0
Roads to Recovery Grant	542,883	45,240	0
Aerodrome Grant - RAUP	1,000,000	83,333	0
Aerodrome Grant - RADS	1,000,000	83,333	0
<b>Economic services</b>			
LRCI Program - Wotton St Revitalisation	579,699	48,308	0
	<b>4,405,082</b>	<b>367,090</b>	<b>0</b>

**NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY  
FOR THE PERIOD ENDED 31 JULY 2020**

**NOTE 14  
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 Actual materially.

The material variance adopted by Council for the 2020-21 year is \$5,000 or 5.00% whichever is the greater.

Reporting Program	Var. \$	Var. %	Timing/ Permanent	Explanation of Variance
	\$	%		
<b>Revenue from operating activities</b>				
Operating grants, subsidies and contributions	(1,168,302)	(84.22%)	▼ Timing	Grants have been budgeted to be received as 1/12th. Grants will be received in general in 4 equal payments or a one off.
Fees and charges	11,827	76.69%	▲ Timing	AVDATA Australia landing fees of \$10,944 were received on the 1 July 2020.
Interest earnings	29,971	302.71%	▲ Timing	Monthly budget breakdown requires review. Interest has been received from matured Term deposits.
Other revenue	7,157	54.72%	▲ Timing	Commission of \$4,073 on sale of art has been received which has not been included in the budget. YTD budget allocations have otherwise been apportioned as 1/12th.
<b>Expenditure from operating activities</b>				
Employee costs	49,372	23.20%	▲ Timing	Actual cost of conferences and training is higher than the YTD budget allocation by \$11,240. Allowances of \$7,658 have been paid and there is no budget for this allocation. Salaries and wages are \$49,208 lower than the YTD budget allocation of 1/12th. Superannuation costs are \$6,092 lower than the YTD budget allocation of 1/12th
Materials and contracts	1,377,918	85.76%	▲ Timing	The YTD budget for Material and contracts to be spent on Grounds as 1/12th of the total budget, which as at 31 July is \$1,347,850. There has been no actual expenditure on grounds maintenance as at 31.7.2020 Budget split into 1/12th. As at 31.7.2020 no cost has been incurred on Electricity which is a \$14,546 variance.
Utility charges	10,783	55.92%	▲ Timing	No depreciation has been charged for the month of July
Depreciation on non-current assets	110,566	100.00%	▲ Timing	Budget has been split into 1/12 instead of per the loan repayment schedules
Interest expenditure	(6,402)	(54.25%)	▼ Timing	Budget split into 1/12th whilst insurance is paid in a lump sum in one month.
Insurance expenses	(167,196)	(1092.78%)	▼ Timing	
Other expenditure	8,483	28.83%	▲ Timing	YTD budget is allocated on a 1/12th basis, this includes and amount of \$6,250 to contributions to community organisations. There has been no actual contribution as at 31.7.2020
<b>Investing activities</b>				
Proceeds from non-operating grants, subsidies and contributions	(367,090)	(100.00%)	▼ Timing	Grants have been budgeted to be received as 1/12th.
Payments for property, plant and equipment and infrastructure	635,584	70.30%	▲ Timing	A detailed breakdown of timing of payments for property, plant, equipment and infrastructure is required to determine explanations for variances. To date all expenditure has been captured as work in progress.

18 November 2020

Ms Laura Dwyer  
The Chief Executive Officer  
Shire of Wiluna  
PO Box 56  
**LEONORA WA 6438**

### COMPILATION REPORT TO THE SHIRE OF WILUNA

We have compiled the accompanying Local Government special purpose financial statements of the Shire of Wiluna, which comprise the Statement of Financial Activity (by Statutory Reporting Program), a summary of significant accounting policies and other explanatory notes for the period ending 31 August 2020. The financial statements have been compiled to meet compliance with the *Local Government Act 1995* and associated Regulations.

### THE RESPONSIBILITY OF THE SHIRE OF WILUNA

The Shire of Wiluna are solely responsible for the information contained in the special purpose financial statements and are responsible for the maintenance of an appropriate accounting system in accordance with the relevant legislation.

### OUR RESPONSIBILITY

On the basis of information provided by the Shire of Wiluna we have compiled the accompanying special purpose financial statements in accordance with the requirements of the *Local Government Act 1995*, associated Regulations and APES 315 *Compilation of Financial Information*.

Our procedures use accounting expertise to collect, classify and summarise the financial information, which the Shire of Wiluna provided, in compiling the financial statements. Our procedures do not include verification or validation procedures. No audit or review has been performed and accordingly no assurance is expressed.

The Local Government special purpose financial statements were compiled exclusively for the benefit of the Shire of Wiluna. We do not accept responsibility to any other person for the contents of the special purpose financial statements.



Russell Barnes  
Director  
Moore Australia (WA) Pty Ltd

18 November 2020

Ms Laura Dwyer  
The Chief Executive Officer  
Shire of Wiluna  
PO Box 38  
**WILUNA WA 6646**

Dear Laura

**ACCOUNTING SERVICE INFORMATION REPORT FOR THE PERIOD ENDED 31 AUGUST 2020**

We advise that we have completed the compilation of your Statutory Monthly Statement of Financial Activity (by Statutory Reporting Program) for the month ended 31 August 2020 and enclose our Compilation Report and Statements.

We are required under APES 315 *Compilation of Financial Information* to report certain matters in our compilation report. Other matters which arise during the course of our compilation that we wish to bring to your attention are raised in this report.

It should be appreciated that our procedures are designed primarily to enable us to compile the monthly financial statements and therefore may not bring to light all weaknesses in systems and procedures, or all financial matters of interest to management and Council, which may exist. However, we aim to use our knowledge of the Shire's financial operations gained during our work to make comments and suggestions, which, we hope, will be useful to you.

Please note in order to meet legislative requirements, details and explanations of the material variances between the year to date actuals and year to date budget need to be completed by Shire staff, as required by *Local Government (Financial Management) Regulation 34(1) (d)*.

**MATTERS FOR MANAGEMENT ATTENTION:**

Please complete the Statutory Monthly Financial Statements by completing "Note 14 – Explanation of Material Variances" by providing a comment for each item where the Council's YTD Budget and YTD Actual are over the variance threshold. These items are indicated with a ▼ or ▲.

We noted no other matters we wish to draw to management's attention.


Should you wish to discuss any matter relating to our service or any other matter, please do not hesitate to contact us.

Yours sincerely



Russell Barnes  
Director  
Moore Australia (WA) Pty Ltd

Topic	Item	First Identified	Explanation	Action Required	Priority
Fixed assets additions/ register		July 2020	At present all expenditure on fixed assets has been allocated to a work in progress account. A breakdown of this account is required and expenditure re-allocated to the correct job in agreement with the adopted budget.	This will be amended by Moore.	High
Funding statements	Opening surplus	July 2020	At the time of preparing the attached Statement of Financial Activity, the Annual Financial Report has not been finalised, therefore the opening surplus may change from the current \$7,398,630 due to year end and audit adjustments.	None required.	Low

Approval:  Russell Barnes, Director

**SHIRE OF WILUNA**  
**MONTHLY FINANCIAL REPORT**  
**(Containing the Statement of Financial Activity)**  
**For the period ending 31 August 2020**

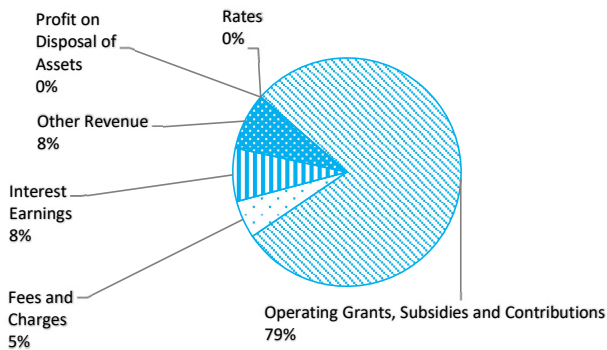
**LOCAL GOVERNMENT ACT 1995**  
**LOCAL GOVERNMENT (FINANCIAL MANAGEMENT) REGULATIONS 1996**

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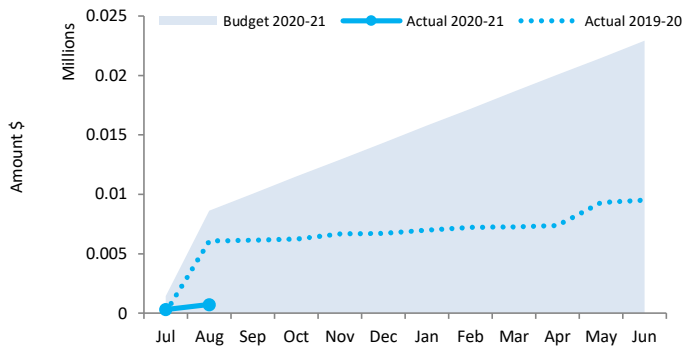
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OPERATING ACTIVITIES

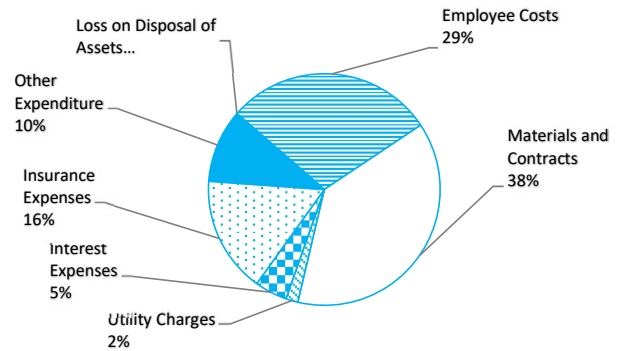
OPERATING REVENUE



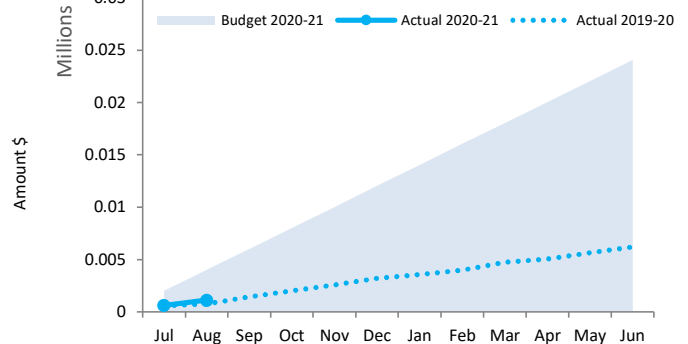
Budget Operating Revenues -v- Actual



OPERATING EXPENSES



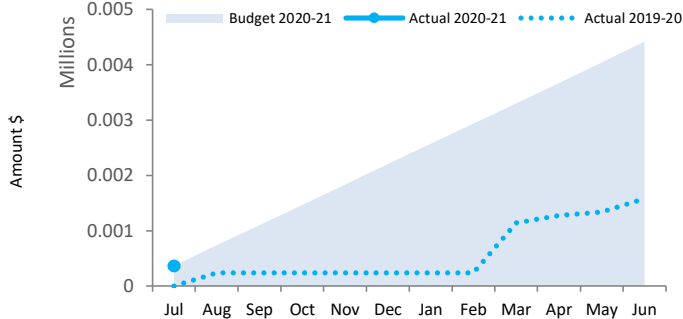
Budget Operating Expenses -v- YTD Actual



INVESTING ACTIVITIES

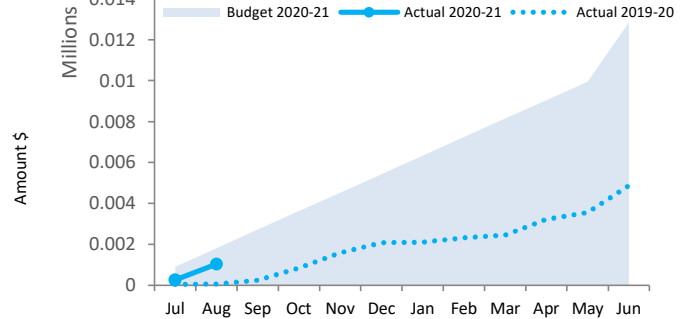
CAPITAL REVENUE

Budget Capital Revenue -v- Actual



CAPITAL EXPENSES

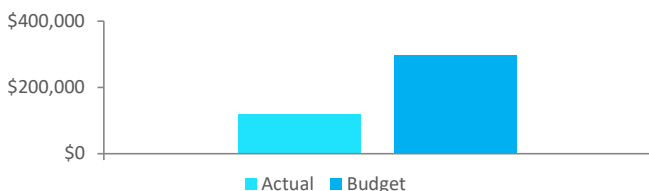
Budget Capital Expenses -v- Actual



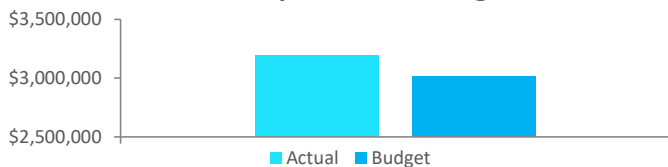
FINANCING ACTIVITIES

BORROWINGS

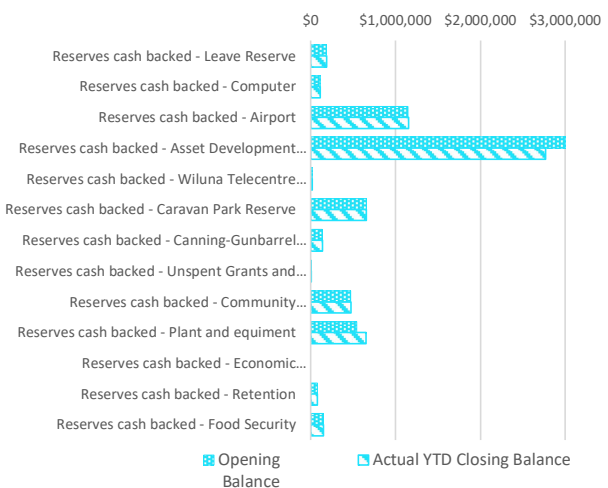
Principal Repayments



Principal Outstanding



RESERVES





Funding surplus / (deficit) Components

Funding surplus / (deficit)				
	Adopted Budget	YTD Budget (a)	YTD Actual (b)	Var. \$ (b)-(a)
Opening	\$6.96 M	\$6.96 M	\$7.40 M	\$0.43 M
Closing	\$0.00 M	\$6.10 M	\$6.26 M	\$0.16 M

Refer to Statement of Financial Activity

Cash and cash equivalents		
	\$11.36 M	% of total
Unrestricted Cash	\$4.97 M	43.8%
Restricted Cash	\$6.38 M	56.2%

Refer to Note 2 - Cash and Financial Assets

Payables		
	\$0.74 M	% Outstanding
Trade Payables	\$0.35 M	
30 to 90 Days		0.0%
Over 90 Days		0.0%

Refer to Note 5 - Payables

Receivables		
	\$0.61 M	% Collected
Rates Receivable	\$0.15 M	0.3%
Trade Receivable	\$0.61 M	% Outstanding
30 to 90 Days		0.3%
Over 90 Days		0.0%

Refer to Note 3 - Receivables

Key Operating Activities

Amount attributable to operating activities			
Adopted Budget	YTD Budget (a)	YTD Actual (b)	Var. \$ (b)-(a)
\$0.15 M	\$0.22 M	(\$0.45 M)	(\$0.67 M)

Refer to Statement of Financial Activity

Rates Revenue		
YTD Actual	\$0.00 M	% Variance
YTD Budget	\$5.79 M	(100.0%)

Refer to Note 6 - Rate Revenue

Operating Grants and Contributions		
YTD Actual	\$0.57 M	% Variance
YTD Budget	\$2.77 M	(79.3%)

Refer to Note 12 - Operating Grants and Contributions

Fees and Charges		
YTD Actual	\$0.04 M	% Variance
YTD Budget	\$0.03 M	26.4%

Refer to Statement of Financial Activity

Key Investing Activities

Amount attributable to investing activities			
Adopted Budget	YTD Budget (a)	YTD Actual (b)	Var. \$ (b)-(a)
(\$8.42 M)	(\$1.07 M)	(\$0.68 M)	\$0.40 M

Refer to Statement of Financial Activity

Proceeds on sale		
YTD Actual	\$0.00 M	%
Adopted Budget	\$0.02 M	0.0%

Refer to Note 7 - Disposal of Assets

Asset Acquisition		
YTD Actual	\$1.03 M	% Spent
Adopted Budget	\$12.84 M	8.1%

Refer to Note 8 - Capital Acquisition

Capital Grants		
YTD Actual	\$0.36 M	% Received
Adopted Budget	\$4.41 M	8.1%

Refer to Note 8 - Capital Acquisition

Key Financing Activities

Amount attributable to financing activities			
Adopted Budget	YTD Budget (a)	YTD Actual (b)	Var. \$ (b)-(a)
\$1.31 M	(\$0.01 M)	(\$0.01 M)	\$0.00 M

Refer to Statement of Financial Activity

Borrowings	
Principal repayments	\$0.12 M
Interest expense	\$0.05 M
Principal due	\$3.20 M

Refer to Note 9 - Borrowings

Reserves	
Reserves balance	\$6.38 M
Interest earned	\$0.04 M

Refer to Note 10 - Cash Reserves

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

## KEY TERMS AND DESCRIPTIONS FOR THE PERIOD ENDED 31 AUGUST 2020

## NATURE OR TYPE DESCRIPTIONS

### REVENUE

#### RATES

All rates levied under the *Local Government Act 1995*. Includes general, differential, specified area rates, minimum rates, interim rates, back rates, ex-gratia rates, less discounts and concessions offered. Exclude administration fees, interest on instalments, interest on arrears, service charges and sewerage rates.

#### OPERATING GRANTS, SUBSIDIES AND CONTRIBUTIONS

Refers 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 identifiable non financial assets paid to a local government, irrespective of whether these amounts are received as capital grants, subsidies, contributions or donations.

#### REVENUE FROM CONTRACTS WITH CUSTOMERS

Revenue from contracts with customers is recognised when the local government satisfies its performance obligations under the contract.

#### 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.

#### PROFIT ON ASSET DISPOSAL

Excess of assets received over the net book value for assets on their disposal.

### EXPENSES

#### 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

Shortfall between the value of assets received over the net book value for assets on their disposal.

#### 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, allowance for impairment of assets, member's fees or State taxes. Donations and subsidies made to community groups.

**STATEMENT OF FINANCIAL ACTIVITY  
FOR THE PERIOD ENDED 31 AUGUST 2020**

**BY NATURE OR TYPE**

	Ref Note	Adopted Budget	YTD Budget (a)	YTD Actual (b)	Var. \$ (b)-(a)	Var. % (b)-(a)/(a)	Var.
		\$	\$	\$	\$	%	
<b>Opening funding surplus / (deficit)</b>	1(c)	6,964,697	6,964,697	<b>7,398,630</b>	433,933	6.23%	▲
<b>Revenue from operating activities</b>							
Rates	6	5,785,975	5,785,975	<b>0</b>	(5,785,975)	(100.00%)	▼
Operating grants, subsidies and contributions	12	16,647,262	2,774,544	<b>574,893</b>	(2,199,651)	(79.28%)	▼
Fees and charges		243,050	30,842	<b>38,976</b>	8,134	26.37%	▲
Interest earnings		118,800	19,802	<b>54,532</b>	34,730	175.39%	▲
Other revenue		98,950	26,160	<b>58,163</b>	32,003	122.34%	▲
Profit on disposal of assets	7	20,000	3,334	<b>0</b>	(3,334)	(100.00%)	
		<b>22,914,037</b>	<b>8,640,657</b>	<b>726,564</b>	(7,914,093)		
<b>Expenditure from operating activities</b>							
Employee costs		(2,498,923)	(425,616)	<b>(328,732)</b>	96,884	22.76%	▲
Materials and contracts		(19,419,154)	(3,213,602)	<b>(427,787)</b>	2,785,815	86.69%	▲
Utility charges		(231,400)	(38,568)	<b>(19,404)</b>	19,164	49.69%	▲
Depreciation on non-current assets		(1,326,789)	(221,132)	<b>0</b>	221,132	100.00%	▲
Interest expenses		(141,610)	(23,602)	<b>(51,107)</b>	(27,505)	(116.54%)	▼
Insurance expenses		(183,600)	(30,600)	<b>(182,496)</b>	(151,896)	(496.39%)	▼
Other expenditure		(270,337)	(58,856)	<b>(114,909)</b>	(56,053)	(95.24%)	▼
		<b>(24,071,813)</b>	<b>(4,011,976)</b>	<b>(1,124,435)</b>	2,887,541		
Non-cash amounts excluded from operating activities	1(a)	1,306,789	217,798	<b>0</b>	(217,798)	(100.00%)	▼
<b>Amount attributable to operating activities</b>		<b>149,013</b>	<b>4,846,479</b>	<b>(397,871)</b>	(5,244,350)		
<b>Investing activities</b>							
Proceeds from non-operating grants, subsidies and contributions	13	4,405,082	734,180	<b>356,000</b>	(378,180)	(51.51%)	▼
Proceeds from disposal of assets	7	20,000	0	<b>0</b>	0	0.00%	
Payments for property, plant and equipment and infrastructure	8	(12,844,488)	(1,808,084)	<b>(1,034,522)</b>	773,562	42.78%	▲
<b>Amount attributable to investing activities</b>		<b>(8,419,406)</b>	<b>(1,073,904)</b>	<b>(678,522)</b>	395,382		
<b>Financing Activities</b>							
Transfer from reserves	10	2,509,977	250,000	<b>250,000</b>	0	0.00%	
Repayment of debentures	9	(298,037)	(119,572)	<b>(119,572)</b>	0	0.00%	
Transfer to reserves	10	(906,244)	(142,912)	<b>(142,912)</b>	0	0.00%	
<b>Amount attributable to financing activities</b>		<b>1,305,696</b>	<b>(12,484)</b>	<b>(12,484)</b>	0		
<b>Closing funding surplus / (deficit)</b>	1(c)	<b>0</b>	<b>10,724,788</b>	<b>6,309,753</b>	(4,415,035)		

**KEY INFORMATION**

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

Refer to Note 14 for an explanation of the reasons for the variance.

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

**BASIS OF PREPARATION**

**REPORT PURPOSE**

This report is prepared to meet the requirements of *Local Government (Financial Management) Regulations 1996*, Regulation 34. Note: The statements and accompanying notes are prepared based on all transactions recorded at the time of preparation and may vary due to transactions being processed for the reporting period after the date of preparation.

**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) and Interpretations of the Australian Accounting Standards Board, and the *Local Government Act 1995* and accompanying regulations.

The *Local Government (Financial Management) Regulations 1996* take precedence over Australian Accounting Standards. Regulation 16 prohibits a local government from recognising as assets Crown land that is a public thoroughfare, such as land under roads, and land not owned by but under the control or management of the local government, unless it is a golf course, showground, racecourse or recreational facility of State or regional significance. Consequently, some assets, including land under roads acquired on or after 1 July 2008, have not been recognised in this financial report. This is not in accordance with the requirements of *AASB 1051 Land Under Roads paragraph 15* and *AASB 116 Property, Plant and Equipment paragraph 7*.

Accounting policies which have been adopted in the preparation of this financial report have been consistently applied unless stated otherwise. Except for cash flow and rate setting information, the report has 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.

**PREPARATION TIMING AND REVIEW**

Date prepared: All known transactions up to 12 November 2020

**SIGNIFICANT ACCOUNTING POLICIES**

**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.

**THE LOCAL GOVERNMENT REPORTING ENTITY**

All funds through which the Shire controls resources to carry on its functions have been included in the financial statements forming part of this financial report.

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 financial statements. A separate statement of those monies

**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.

**ROUNDING OFF FIGURES**

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

(a) Non-cash items excluded from operating activities

The following non-cash revenue and expenditure has been excluded from operating activities within the Statement of Financial Activity in accordance with Financial Management Regulation 32.

	Notes	Adopted Budget	YTD Budget (a)	YTD Actual (b)
<b>Non-cash items excluded from operating activities</b>		\$	\$	\$
<b>Adjustments to operating activities</b>				
Less: Profit on asset disposals	7	(20,000)	(3,334)	0
Add: Depreciation on assets		1,326,789	221,132	0
<b>Total non-cash items excluded from operating activities</b>		<b>1,306,789</b>	<b>217,798</b>	<b>0</b>

(b) Adjustments to net current assets in the Statement of Financial Activity

The following current assets and liabilities have been excluded from the net current assets used in the Statement of Financial Activity in accordance with *Financial Management Regulation* 32 to agree to the surplus/(deficit) after imposition of general rates.

		Last Year Closing 30 June 2020	This Time Last Year 31 August 2019	Year to Date 31 August 2020
<b>Adjustments to net current assets</b>				
Less: Reserves - restricted cash	10	(6,490,957)	(4,022,872)	(6,383,869)
Add: Borrowings	9	298,037	140,004	178,465
Add: Provisions - employee		353,151	0	353,151
<b>Total adjustments to net current assets</b>		<b>(5,839,769)</b>	<b>(3,882,868)</b>	<b>(5,852,253)</b>

(c) Net current assets used in the Statement of Financial Activity

<b>Current assets</b>				
Cash and cash equivalents	2	12,558,806	11,793,461	11,357,894
Rates receivables	3	152,315	5,440,092	151,865
Receivables	3	204,894	1,424,478	608,457
Other current assets	4	1,312,803	22,585	1,312,803
<b>Less: Current liabilities</b>				
Payables	5	(339,231)	(253,721)	(737,397)
Borrowings	9	(298,037)	(140,004)	(178,465)
Provisions	11	(353,151)	(150,109)	(353,151)
<b>Less: Total adjustments to net current assets</b>	1(b)	<b>(5,839,769)</b>	<b>(3,882,868)</b>	<b>(5,852,253)</b>
<b>Closing funding surplus / (deficit)</b>		<b>7,398,630</b>	<b>14,253,914</b>	<b>6,309,753</b>

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. Unless otherwise stated assets or liabilities are classified as current if expected to be settled within the next 12 months, being the Council's operational cycle.

Description	Classification	Unrestricted	Restricted	Total Cash	Trust	Institution	Interest Rate	Maturity Date
		\$	\$	\$	\$			
<b>Cash on hand</b>								
Muni Cash at Call	Cash and cash equivalents	615,053	0	615,053	0	CBA	Variable	n/a
Municipal account	Cash and cash equivalents	83,383	0	83,383	0	CBA	Variable	n/a
Reserve cash on call	Cash and cash equivalents	0	86,386	86,386	0	CBA	Variable	n/a
Trust	Cash and cash equivalents	22,172	0	22,172	0	CBA	Variable	n/a
Cash on hand	Cash and cash equivalents	200	0	200	0	n/a	n/a	n/a
ANZ TD	Cash and cash equivalents	1,000,000	0	1,000,000	0	ANZ TD	Variable	n/a
Bank Of Queensland	Cash and cash equivalents	1,503,219	0	1,503,219	0	Bank Of Queensland	Variable	n/a
IMB Bank Ltd	Cash and cash equivalents	750,000	0	750,000	0	IMB Bank Ltd	Variable	n/a
My State Bank	Cash and cash equivalents	1,000,000	0	1,000,000	0	My State Bank	Variable	n/a
Bank Of Queensland	Cash and cash equivalents	0	400,000	400,000	0	Bank Of Queensland	Variable	n/a
IMB Bank Ltd	Cash and cash equivalents	0	1,250,000	1,250,000	0	IMB Bank Ltd	Variable	n/a
ING Bank	Cash and cash equivalents	0	1,000,000	1,000,000	0	ING Bank	Variable	n/a
ME Bank	Cash and cash equivalents	0	1,248,513	1,248,513	0	ME Bank	Variable	n/a
NAB	Cash and cash equivalents	0	1,000,000	1,000,000	0	NAB	Variable	n/a
Rural Bank	Cash and cash equivalents	0	1,398,968	1,398,968	0	Rural Bank	Variable	n/a
<b>Total</b>		<b>4,974,027</b>	<b>6,383,867</b>	<b>11,357,894</b>	<b>0</b>			
<b>Comprising</b>								
Cash and cash equivalents		4,974,027	6,383,867	11,357,894	0			
		<b>4,974,027</b>	<b>6,383,867</b>	<b>11,357,894</b>	<b>0</b>			

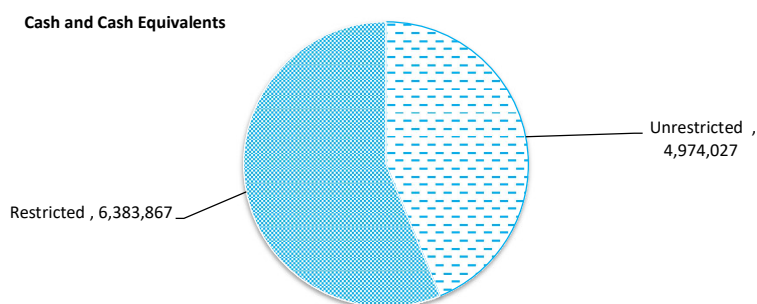
#### KEY INFORMATION

Cash and cash equivalents include cash on hand, cash at bank, deposits available on demand with banks and other short term highly liquid investments highly liquid investments with original maturities of three months or less 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 net current assets.

The local government classifies financial assets at amortised cost if both of the following criteria are met:

- the asset is held within a business model whose objective is to collect the contractual cashflows, and
- the contractual terms give rise to cash flows that are solely payments of principal and interest.

Financial assets at amortised cost held with registered financial institutions are listed in this note other financial assets at amortised cost are provided in Note 4 - Other assets.



**NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY  
FOR THE PERIOD ENDED 31 AUGUST 2020**

**OPERATING ACTIVITIES  
NOTE 3  
RECEIVABLES**

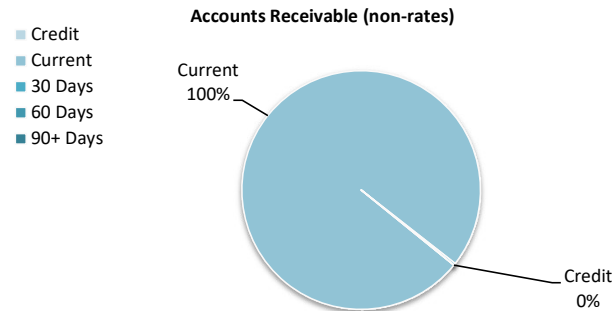
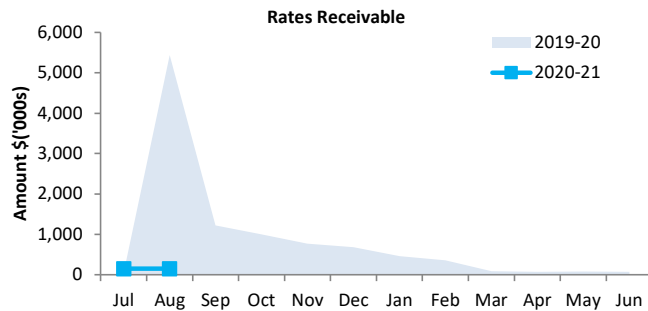
Rates receivable	30 Jun 2020	31 Aug 2020
	\$	\$
Opening arrears previous years	91,003	152,315
Rates, instalment charges and interest levied	5,415,657	0
Less - collections to date	(5,354,345)	(450)
Equals current outstanding	<b>152,315</b>	<b>151,865</b>
<b>Net rates collectable</b>	<b>152,315</b>	<b>151,865</b>
% Collected	97.2%	0.3%

Receivables - general	Credit	Current	30 Days	60 Days	90+ Days	Total
	\$	\$	\$	\$	\$	\$
Receivables - general	(77)	399,239	1,034	0	0	400,196
Percentage	0.0%	99.8%	0.3%	0.0%	0.0%	
<b>Balance per trial balance</b>						
Sundry receivable						400,196
GST receivable						31,650
Allowance for impairment of receivables						(92,672)
Accrued income						50,492
Other receivables						218,791
<b>Total receivables general outstanding</b>						<b>608,457</b>

Amounts shown above include GST (where applicable)

**KEY INFORMATION**

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 impairment of receivables is raised when there is objective evidence that they will not be collectible.



	Opening Balance 1 July 2020	Asset Increase	Asset Reduction	Closing Balance 31 August 2020
<b>Other current assets</b>	\$	\$	\$	\$
<b>Inventory</b>				
Inventories - Fuel	10,744	0	0	10,744
<b>Other current assets</b>				
Accrued income	1,302,059	0	0	1,302,059
<b>Total other current assets</b>	<b>1,312,803</b>	<b>0</b>	<b>0</b>	<b>1,312,803</b>

#### KEY INFORMATION

##### Inventory

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.

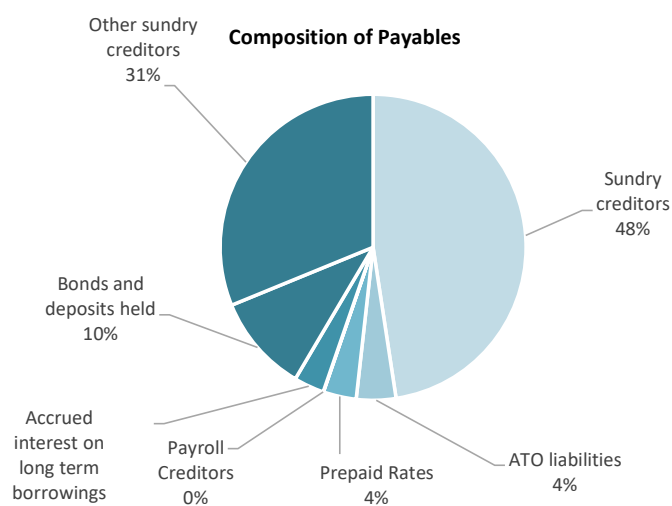
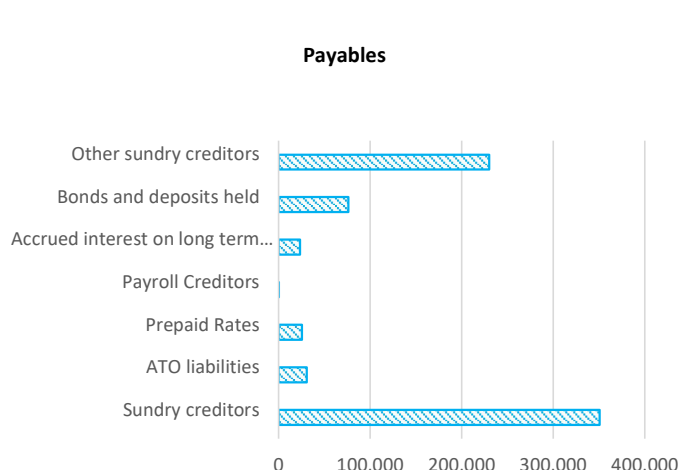
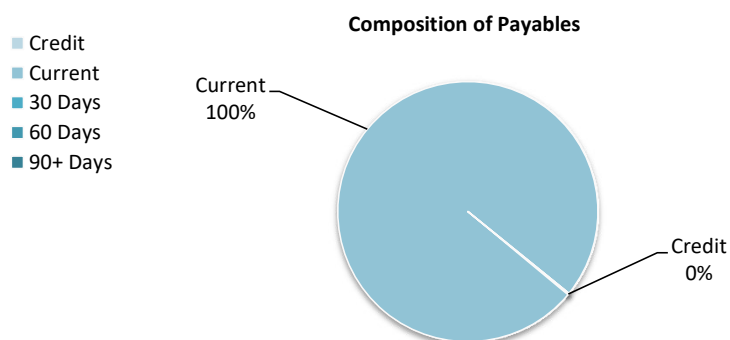


Payables - general	Credit	Current	30 Days	60 Days	90+ Days	Total
	\$	\$	\$	\$	\$	\$
Payables - general	(718)	351,564	0	0	0	350,846
Percentage	0.0%	100.2%	0.0%	0.0%	0.0%	
<b>Balance per trial balance</b>						
Sundry creditors						350,846
ATO liabilities						30,834
Prepaid Rates						25,738
Payroll Creditors						395
Accrued interest on long term borrowings						23,483
Bonds and deposits held						76,072
Other sundry creditors						230,029
<b>Total payables general outstanding</b>						<b>737,397</b>

Amounts shown above include GST (where applicable)

#### KEY INFORMATION

Trade and other payables represent liabilities for goods and services provided to the Shire that are unpaid and arise when the Shire 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.



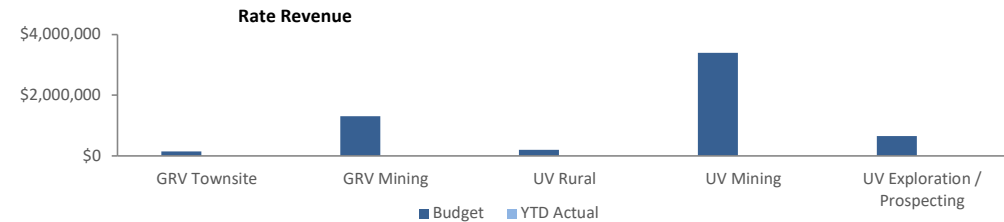
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY  
FOR THE PERIOD ENDED 31 AUGUST 2020

OPERATING ACTIVITIES  
NOTE 6  
RATE REVENUE

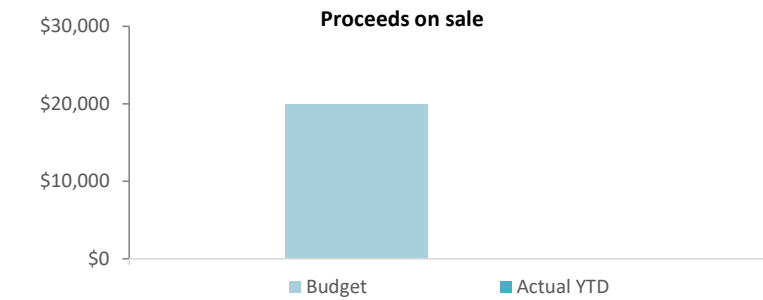
General rate revenue	Budget							YTD Actual			
	Rate in \$ (cents)	Number of Properties	Rateable Value	Rate Revenue	Interim Rate	Back Rate	Total Revenue	Rate Revenue	Interim Rates	Back Rates	Total Revenue
RATE TYPE				\$	\$	\$	\$	\$	\$	\$	\$
<b>Gross rental value</b>											
GRV Townsite	0.102270	68	980,128	100,236	40,000	2,500	142,736	0	0	0	0
GRV Mining	0.204540	6	6,380,000	1,304,940	0	0	1,304,940				0
<b>Unimproved value</b>											
UV Rural	0.137840	28	1,491,435	205,581	0	0	205,581	0	0	0	0
UV Mining	0.216530	213	15,709,413	3,401,559	0	0	3,401,559	0	0	0	0
UV Exploration / Prospecting	0.197000	244	3,331,248	656,256	0	0	656,256		0		0
<b>Sub-Total</b>		<b>559</b>	<b>27,892,224</b>	<b>5,668,572</b>	<b>40,000</b>	<b>2,500</b>	<b>5,711,072</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Minimum payment</b>	<b>Minimum \$</b>										
<b>Gross rental value</b>											
GRV Townsite	490	15	0	7,350	0	0	7,350	0	0	0	0
GRV Mining	370	3	0	1,110	0	0	1,110	0	0	0	0
<b>Unimproved value</b>											
UV Rural	370	1	0	370	0	0	370	0	0	0	0
UV Mining	370	789	0	69,930	0	0	69,930	0	0	0	0
UV Exploration / Prospecting	370	73	0	27,010	0	0	27,010	0	0	0	0
<b>Sub-total</b>		<b>881</b>	<b>0</b>	<b>105,770</b>	<b>0</b>	<b>0</b>	<b>105,770</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Concession							(30,867)				
<b>Total general rates</b>							<b>5,785,975</b>				<b>0</b>

KEY INFORMATION

Prepaid rates are, until the taxable event for the rates has occurred, refundable at the request of the ratepayer. Rates received in advance give rise to a financial liability. On 1 July 2020 the prepaid rates were recognised as a financial asset and a related amount was recognised as a financial liability and no income was recognised. When the taxable event occurs the financial liability is extinguished and income recognised for the prepaid rates that have not been refunded.



Asset Ref.	Asset description	Budget				YTD Actual			
		Net Book	Proceeds	Profit	(Loss)	Net Book	Proceeds	Profit	(Loss)
		Value				Value			
		\$	\$	\$	\$	\$	\$	\$	\$
	Plant and equipment								
	Transport								
	Plant	0	20,000	20,000	0	0	0	0	0
		0	20,000	20,000	0	0	0	0	0



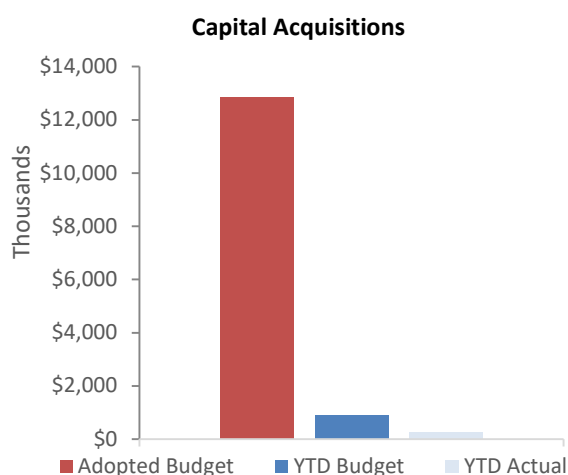
**NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY  
FOR THE PERIOD ENDED 31 AUGUST 2020**

**INVESTING ACTIVITIES  
NOTE 8  
CAPITAL ACQUISITIONS**

Capital acquisitions	Adopted		YTD Actual	YTD Actual Variance
	Budget	YTD Budget		
	\$	\$	\$	\$
Land - freehold land	600,000	0	0	0
Buildings - non-specialised	5,161,305	860,218	0	(860,218)
Plant and equipment	1,395,986	0	0	0
Infrastructure - roads	1,651,987	275,331	0	(275,331)
Infrastructure - airport	2,009,026	334,838	0	(334,838)
Infrastructure - other	2,026,184	337,697	0	(337,697)
Work in Progress	0	0	1,034,522	1,034,522
<b>Payments for Capital Acquisitions</b>	<b>12,844,488</b>	<b>1,808,084</b>	<b>1,034,522</b>	<b>(773,562)</b>
<b>Total Capital Acquisitions</b>	<b>12,844,488</b>	<b>1,808,084</b>	<b>1,034,522</b>	<b>(773,562)</b>
<b>Capital Acquisitions Funded By:</b>				
	\$	\$	\$	\$
Capital grants and contributions	4,405,082	734,180	356,000	(378,180)
Other (disposals & C/Fwd)	20,000	0	0	0
Cash backed reserves				
Reserves cash backed - Airport	140,000	0	0	0
Reserves cash backed - Asset Development & Replacement	1,736,698	0	0	0
Reserves cash backed - Plant and equipment	483,279	0	0	0
Reserves cash backed - Food Security	150,000	0	0	0
Contribution - operations	5,909,429	1,073,904	678,522	(395,382)
<b>Capital funding total</b>	<b>12,844,488</b>	<b>1,808,084</b>	<b>1,034,522</b>	<b>(773,562)</b>

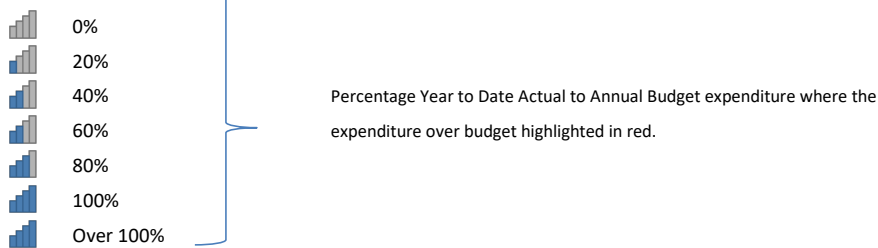
**SIGNIFICANT ACCOUNTING POLICIES**

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.



Capital expenditure total






















Level of completion indicators



Level of completion indicator, please see table at the end of this note for further detail.

		Adopted		Year to Date Actual	Variance (Under)/Over
Account Description		Current Budget	Year to Date Budget		
<b>Land</b>					
C132360	Commercial Land Purchases	500,000	0	0	0
C147196	Residential Land Purchases	100,000	0	0	0
		600,000	0	0	0
<b>Buildings</b>					
C091109	Accommodation Unit Renovations	154,625	25,771	0	(25,771)
C091163	House 1 - 12 Trenton St	424,592	70,765	0	(70,765)
C091164	House 2 - 16 Trenton St	424,668	70,778	0	(70,778)
C091165	House 5/28 Scotia St 2 Bathroom renovations	21,902	3,650	0	(3,650)
C091166	7/28 Scotia St General Renovations	35,029	5,838	0	(5,838)
C091170	Relocate 60B Scotia St	151,902	25,317	0	(25,317)
C091181	21 Lennon St Genera Renovations	32,519	5,420	0	(5,420)
C091200	8 Trenton St - Shed and Patio	74,592	12,432	0	(12,432)
C091201	10 Trenton St - Shed and Patio	74,592	12,432	0	(12,432)
C091203	42 Lennon St - Shed and Patio	74,592	12,432	0	(12,432)
C091204	46 Lennon St - Shed and Patio	74,592	12,432	0	(12,432)
C091205	48 Lennon St - Shed and Patio	74,592	12,432	0	(12,432)
C113133	Gym Relocation	29,505	4,918	0	(4,918)
C121032	Works Depot Office upgrade	176,698	29,450	0	(29,450)
C121023	Depot Shed	7,000	1,167	0	(1,167)
C126262	Airport	1,000,000	166,667	0	(166,667)
C136001	Food Security Project	500,000	83,333	0	(83,333)
C132345	Wotton St Revitalisation Stage 2 Project	1,522,500	253,750	0	(253,750)
C147195	Admin Centre Landscaping inc relocating Dongas	307,405	51,234	0	(51,234)
		5,161,305	860,218	0	(860,218)
<b>Plant and equipment</b>					
C142101	MTWS Vehicle	80,481	0	0	0
C123198	Mobile Portable Toilet	80,481	0	0	0
C123202	Works Replacement Vehicle	50,481	0	0	0
C123201	Works Replacement Vehicle	50,481	0	0	0
C123100	Dual Cab Truck	201,354	0	0	0
C123178	Refurbish Bore Trailer	10,000	0	0	0
C123268	Grader	451,354	0	0	0
C123269	Leader	451,354	0	0	0
C123220	PRP - Works Ceaining Vehicle	20,000	0	0	0
		1,395,986	0	0	0

CAPITAL ACQUISITIONS (CONTINUED)

Account Description		Current Budget	Year to Date Budget	Year to Date Actual	Variance (Under)/Over
	<b>Infrastructure - Roads</b>				
	C121004 RRG Project - SLK 1.05-4	547,659	91,277	0	(91,277)
	C121027 RRG Project - SLK 15.2-18	454,776	75,796	0	(75,796)
	C121029 RRG Project - SLK 19.1-21	214,776	35,796	0	(35,796)
	C121028 RRG Project - SLK 0.0-125.88	234,776	39,129	0	(39,129)
	C121030 Lake Violet/ Grantite Peak Resheet, widen realign	200,000	33,333	0	(33,333)
		1,651,987	275,331	0	(275,331)
	<b>Infrastructure - Transport</b>				
	C126262 Airstrip upgrade	2,009,026	334,838	0	(334,838)
	<b>Infrastructure - Other</b>				
	C107061 Lennon Street Bore Upgrade	53,408	8,901	0	(8,901)
	C111103 Retic and Greening Youth Centre	82,872	13,812	0	(13,812)
	C123270 New Standpipes Oval Tanks	16,904	2,817	0	(2,817)
	C121031 Concrete Batching Plant	111,694	18,616	0	(18,616)
	C137003 Retic and Greening Discovery Centre	33,673	5,612	0	(5,612)
	C132343 Caravan Park Development Stage 1	1,201,260	200,210	0	(200,210)
	C136002 Fencing Town Perimetre	203,024	33,837	0	(33,837)
	C137004 28/30 Scotia St - Fencing and Grids	53,349	8,892	0	(8,892)
	C132346 Highway Signage Promoting Discovery Centre	90,000	15,000	0	(15,000)
	C132171 24 Woodley Street Fencing	80,000	13,333	0	(13,333)
	C132157 Tourism Cutural Project	100,000	16,667	0	(16,667)
		2,026,184	337,697	0	(337,697)
	<b>Work in Progress</b>	0	0	1,034,522	1,034,522
	<b>Total</b>	<b>12,844,488</b>	<b>1,808,084</b>	<b>1,034,522</b>	<b>(773,562)</b>

**NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY  
FOR THE PERIOD ENDED 31 AUGUST 2020**

**FINANCING ACTIVITIES**

**NOTE 9**

**BORROWINGS**

**Repayments - borrowings**

Information on borrowings		Principal	New Loans		Principal Repayments		Principal Outstanding		Interest Repayments	
Particulars	Loan No.	1 July 2020	Actual	Budget	Actual	Budget	Actual	Budget	Actual	Budget
		\$	\$	\$	\$	\$	\$	\$	\$	\$
<b>Housing</b>										
Staff Housing - 5 New Houses	4	1,290,818	0	0	12,654	51,345	1,278,164	1,239,473	16,076	49,173
<b>Recreation and culture</b>										
Youth Centre - Changerooms, Toilets, Kiosk	1	144,979	0	0	27,132	54,802	117,847	90,177	4,287	6,237
<b>Economic services</b>										
Canning - Gunbarrel Discovery Centre	2	347,949	0	0	65,117	131,524	282,832	216,425	10,238	14,969
Streetscape Project	5	610,426	0	0	5,631	23,690	604,795	586,736	5,894	22,407
<b>Other property and services</b>										
Administration Building	3	922,013	0	0	9,038	36,676	912,975	885,337	14,612	35,124
<b>Total</b>		3,316,185	0	0	119,572	298,037	3,196,613	3,018,148	51,107	127,910
Current borrowings		298,037					178,465			
Non-current borrowings		3,018,148					3,018,148			
		3,316,185					3,196,613			

All debenture repayments were financed by general purpose revenue.

**KEY INFORMATION**

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.

NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY  
FOR THE PERIOD ENDED 31 AUGUST 2020

OPERATING ACTIVITIES  
NOTE 10  
CASH RESERVES

Cash backed reserve

Reserve name	Opening Balance	Budget Interest Earned	Actual Interest Earned	Budget Transfers In (+)	Actual Transfers In (+)	Budget Transfers Out (-)	Actual Transfers Out (-)	Budget Closing Balance	Actual YTD Closing Balance
	\$	\$	\$	\$	\$	\$	\$	\$	\$
Reserves cash backed - Leave Reserve	186,521		1,118	0	0	0	0	186,521	187,639
Reserves cash backed - Computer	110,609		663	0	0	0	0	110,609	111,272
Reserves cash backed - Airport	1,147,412		6,876	0	0	(140,000)	0	1,007,412	1,154,288
Reserves cash backed - Asset Development & Replacement	2,998,472		17,969	236,903	0	(1,736,698)	(250,000)	1,498,677	2,766,441
Reserves cash backed - Wiluna Telecentre Reserve	17,376		104	0	0	0	0	17,376	17,480
Reserves cash backed - Caravan Park Reserve	652,126		3,908	0	0	0	0	652,126	656,034
Reserves cash backed - Canning-Gunbarrel Discovery Centre	135,094		810	0	0	0	0	135,094	135,904
Reserves cash backed - Unspent Grants and contributions	6,074		0	0	0	0	0	6,074	6,074
Reserves cash backed - Community Development	470,229		2,818	0	0	0	0	470,229	473,047
Reserves cash backed - Plant and equipment	541,260		3,383	69,341	104,364	(483,279)	0	127,322	649,007
Reserves cash backed - Economic Development	0		0	600,000	0	0	0	600,000	0
Reserves cash backed - Retention	75,784		0	0	0	0	0	75,784	75,784
Reserves cash backed - Food Security	150,000		899	0	0	(150,000)	0	0	150,899
	<b>6,490,957</b>	<b>0</b>	<b>38,548</b>	<b>906,244</b>	<b>104,364</b>	<b>(2,509,977)</b>	<b>(250,000)</b>	<b>4,887,224</b>	<b>6,383,869</b>



Other current liabilities	Note	Opening Balance 1 July 2020	Liability Increase	Liability Reduction	Closing Balance 31 August 2020
		\$	\$	\$	\$
<b>Provisions</b>					
Annual leave		146,396	0	0	146,396
Long service leave		46,755	0	0	46,755
Other provision		160,000	0	0	160,000
<b>Total Provisions</b>		<b>353,151</b>	<b>0</b>	<b>0</b>	<b>353,151</b>
<b>Total other current assets</b>		<b>353,151</b>	<b>0</b>	<b>0</b>	<b>353,151</b>
Amounts shown above include GST (where applicable)					

#### KEY INFORMATION

##### Provisions

Provisions are recognised when the Shire has a present legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured.

Provisions are measured using the best estimate of the amounts required to settle the obligation at the end of the reporting period.

##### Employee benefits

##### Short-term employee benefits

Provision is made for the Shire's obligations for short-term employee benefits. Short-term employee benefits are benefits (other than termination benefits) that are expected to be settled wholly before 12 months after the end of the annual reporting period in which the employees render the related service, including wages, salaries and sick leave. Short-term employee benefits are measured at the (undiscounted) amounts expected to be paid when the obligation is settled.

The Shire's obligations for short-term employee benefits such as wages, salaries and sick leave are recognised as a part of current trade and other payables in the calculation of net current assets.

##### Other long-term employee benefits

The Shire's obligations for employees' annual leave and long service leave entitlements are recognised as provisions in the statement of financial position.

Long-term employee benefits are measured at the present value of the expected future payments to be made to employees. Expected future payments incorporate anticipated future wage and salary levels, durations of service and employee departures and are discounted at rates determined by reference to market yields at the end of the reporting period on government bonds that have maturity dates that approximate the terms of the obligations. Any remeasurements for changes in assumptions of obligations for other long-term employee benefits are recognised in profit or loss in the periods in which the changes occur. The Shire's obligations for long-term employee benefits are presented as non-current provisions in its statement of financial position, except where the Shire does not have an unconditional right to defer settlement for at least 12 months after the end of the reporting period, in which case the obligations are presented as current provisions.

NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY  
FOR THE PERIOD ENDED 31 AUGUST 2020

NOTE 12

OPERATING GRANTS AND CONTRIBUTIONS

Operating grants, subsidies and contributions revenue

Provider	Adopted Budget Revenue	YTD Budget	YTD Revenue Actual
	\$	\$	\$
<b>Operating grants and subsidies</b>			
<b>General purpose funding</b>			
Grants Commission - General	704,695	117,449	222,376
Grants Commission - Roads	306,524	51,087	88,547
<b>Health</b>			
CPD Fundings	20,000	3,333	
<b>Recreation and culture</b>			
ADF Grant	30,000	5,000	0
Public Library Funding	5,073	846	0
Festivals and events -	10,000	1,667	0
IVAIS Grant	145,000	46,667	40,000
CPD Fundings	60,000	10,000	10,000
<b>Transport</b>			
Main Roads Direct Grant	213,970	35,662	213,970
AGRN888 WANDRRA Flood Damage Claims	15,000,000	2,500,000	0
January 2020 Flood Emergency works	150,000	2,500	0
	<b>16,645,262</b>	<b>2,774,211</b>	<b>574,893</b>
<b>Operating contributions</b>			
<b>Recreation and culture</b>			
Festivals and events	1,500	250	0
<b>Economic services</b>			
Economic development	500	83	0
	<b>2,000</b>	<b>333</b>	<b>0</b>
<b>TOTALS</b>	<b>16,647,262</b>	<b>2,774,544</b>	<b>574,893</b>

Non operating grants, subsidies and contributions revenue

Provider	Adopted Budget Revenue	YTD Budget	YTD Revenue Actual (b)
	\$	\$	\$
<b>Non-operating grants and subsidies</b>			
<b>Recreation and culture</b>			
Lotterywest - Wotton Street Playground	392,500	65,416	0
<b>Transport</b>			
MRWA Regional Road Group	890,000	148,334	356,000
Roads to Recovery Grant	542,883	90,480	0
Aerodrome Grant - RAUP	1,000,000	166,667	0
Aerodrome Grant - RADS	1,000,000	166,667	0
<b>Economic services</b>			
LRCI Program - Wotton St Revitalisation	579,699	96,616	0
	<b>4,405,082</b>	<b>734,180</b>	<b>356,000</b>

**NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY  
FOR THE PERIOD ENDED 31 AUGUST 2020**

**NOTE 14  
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 Actual materially.

The material variance adopted by Council for the 2020-21 year is \$5,000 or 5.00% whichever is the greater.

Reporting Program	Var. \$	Var. %	Timing/ Permanent	Explanation of Variance
	\$	%		
<b>Revenue from operating activities</b>				
Operating grants, subsidies and contributions	(2,199,651)	(79.28%)	▼ Timing	Grants have been budgeted to be received as 2/12th. Grants will be received in general in 4 equal payments or a one off.
Fees and charges	8,134	26.37%	▲ Timing	AVDATA Australia landing fees of \$10,944 were received on the 1 July 2020.
Interest earnings	34,730	175.39%	▲ Timing	Monthly budget breakdown requires review. Interest has been received from matured Term deposits.
Other revenue	32,003	122.34%	▲ Timing	Insurance claim of \$22,193 has been received which has not been budgeted for. Commissions of \$6,297 for sale of art has been received which is not in the budget.
<b>Expenditure from operating activities</b>				
Employee costs	96,884	22.76%	▲ Timing	Allowances of \$15,299 has been expensed as at 30.8.2020 and there has not been a YTD budget allocation to this account. Costs for conferences and training are \$15,213 in contrast to the YTD budget of \$2,916
Materials and contracts	2,785,815	86.69%	▲ Timing	The YTD budget for Material and contracts to be spent on Grounds as 2/12th of the total budget, which as at 30 September is \$2,695,700. There has been no actual expenditure on grounds maintenance as at 31.8.2020.
Utility charges	19,164	49.69%	▲ Timing	YTD Budget split into 2/12th, which is higher than the actual costs to date.
Depreciation on non-current assets	221,132	100.00%	▲ Timing	No depreciation has been charged for the year to date.
Interest expenses	(27,505)	(116.54%)	▼ Timing	Budget has been split into 2/12th instead of per the loan repayment schedules
Insurance expenses	(151,896)	(496.39%)	▼ Timing	Budget split into 2/12th whilst insurance is paid in a lump sum in one month.
Other expenditure	(56,053)	(95.24%)	▼ Timing	The budgeted contribution to community organisation of \$75,000 was paid in one sum, the TYD budget is based on 2/12th of this amount. YTD donations were \$6,666 and no actual donations have been made as at 31.8.2020
<b>Investing activities</b>				
Proceeds from non-operating grants, subsidies and contributions	(378,180)	(51.51%)	▼ Timing	Grants have been budgeted to be received as 2/12th.
Payments for property, plant and equipment and infrastructure	773,562	42.78%	▲ Timing	A detailed breakdown of timing of payments for property, plant, equipment and infrastructure is required to determine explanations for variances. To date all expenditure has been captured as work in progress.

18 November 2020

Ms Laura Dwyer  
The Chief Executive Officer  
Shire of Wiluna  
PO Box 56  
**LEONORA WA 6438**

### COMPILATION REPORT TO THE SHIRE OF WILUNA

We have compiled the accompanying Local Government special purpose financial statements of the Shire of Wiluna, which comprise the Statement of Financial Activity (by Statutory Reporting Program), a summary of significant accounting policies and other explanatory notes for the period ending 30 September 2020. The financial statements have been compiled to meet compliance with the *Local Government Act 1995* and associated Regulations.

### THE RESPONSIBILITY OF THE SHIRE OF WILUNA

The Shire of Wiluna are solely responsible for the information contained in the special purpose financial statements and are responsible for the maintenance of an appropriate accounting system in accordance with the relevant legislation.

### OUR RESPONSIBILITY

On the basis of information provided by the Shire of Wiluna we have compiled the accompanying special purpose financial statements in accordance with the requirements of the *Local Government Act 1995*, associated Regulations and APES 315 *Compilation of Financial Information*.

Our procedures use accounting expertise to collect, classify and summarise the financial information, which the Shire of Wiluna provided, in compiling the financial statements. Our procedures do not include verification or validation procedures. No audit or review has been performed and accordingly no assurance is expressed.

The Local Government special purpose financial statements were compiled exclusively for the benefit of the Shire of Wiluna. We do not accept responsibility to any other person for the contents of the special purpose financial statements.



Russell Barnes  
Director  
Moore Australia (WA) Pty Ltd

18 November 2020

Ms Laura Dwyer  
The Chief Executive Officer  
Shire of Wiluna  
PO Box 38  
**WILUNA WA 6646**

Dear Laura

**ACCOUNTING SERVICE INFORMATION REPORT FOR THE PERIOD ENDED 30 SEPTEMBER 2020**

We advise that we have completed the compilation of your Statutory Monthly Statement of Financial Activity (by Statutory Reporting Program) for the month ended 30 September 2020 and enclose our Compilation Report and Statements.

We are required under APES 315 *Compilation of Financial Information* to report certain matters in our compilation report. Other matters which arise during the course of our compilation that we wish to bring to your attention are raised in this report.

It should be appreciated that our procedures are designed primarily to enable us to compile the monthly financial statements and therefore may not bring to light all weaknesses in systems and procedures, or all financial matters of interest to management and Council, which may exist. However, we aim to use our knowledge of the Shire's financial operations gained during our work to make comments and suggestions, which, we hope, will be useful to you.

Please note in order to meet legislative requirements, details and explanations of the material variances between the year to date actuals and year to date budget need to be completed by Shire staff, as required by *Local Government (Financial Management) Regulation 34(1) (d)*.

**MATTERS FOR MANAGEMENT ATTENTION:**

Please complete the Statutory Monthly Financial Statements by completing "Note 14 – Explanation of Material Variances" by providing a comment for each item where the Council's YTD Budget and YTD Actual are over the variance threshold. These items are indicated with a ▼ or ▲.

We noted no other matters we wish to draw to management's attention.


Should you wish to discuss any matter relating to our service or any other matter, please do not hesitate to contact us.

Yours sincerely



Russell Barnes  
Director  
Moore Australia (WA) Pty Ltd

Topic	Item	First Identified	Explanation	Action Required	Priority
Fixed assets additions/ register		July 2020	At present all expenditure on fixed assets has been allocated to a work in progress account. A breakdown of this account is required and expenditure re-allocated to the correct job in agreement with the adopted budget.	This will be amended by Moore.	High
Funding statements	Opening surplus	July 2020	At the time of preparing the attached Statement of Financial Activity, the Annual Financial Report has not been finalised, therefore the opening surplus may change from the current \$7,398,630 due to year end and audit adjustments.	None required.	Low

Approval:  Russell Barnes, Director

**SHIRE OF WILUNA**  
**MONTHLY FINANCIAL REPORT**  
**(Containing the Statement of Financial Activity)**  
**For the period ending 30 September 2020**

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

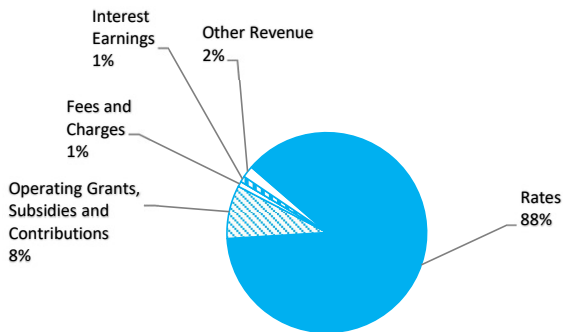
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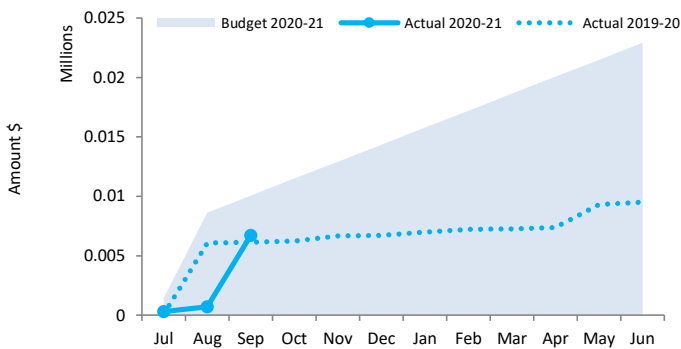


OPERATING ACTIVITIES

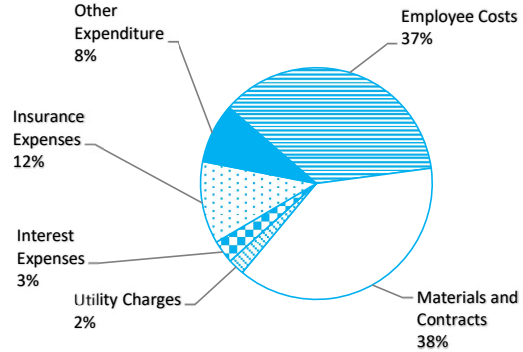
OPERATING REVENUE



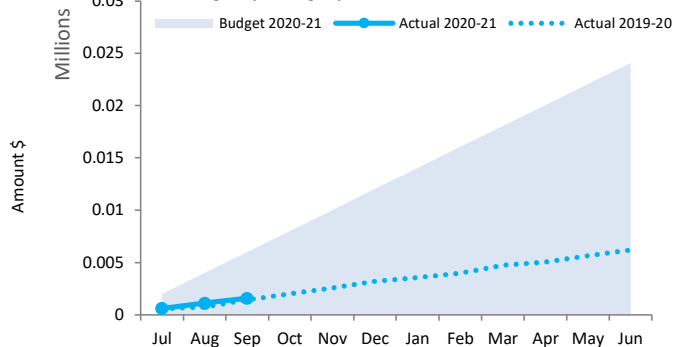
Budget Operating Revenues -v- Actual



OPERATING EXPENSES



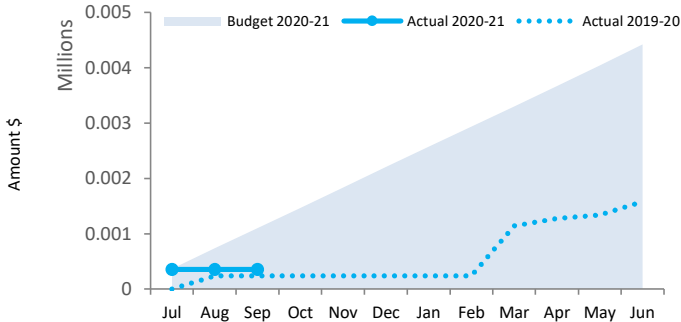
Budget Operating Expenses -v- YTD Actual



INVESTING ACTIVITIES

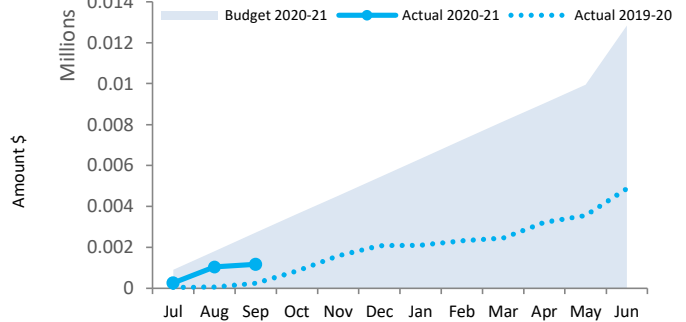
CAPITAL REVENUE

Budget Capital Revenue -v- Actual



CAPITAL EXPENSES

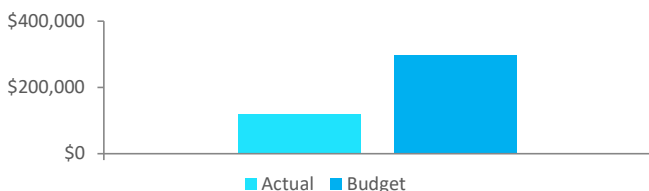
Budget Capital Expenses -v- Actual



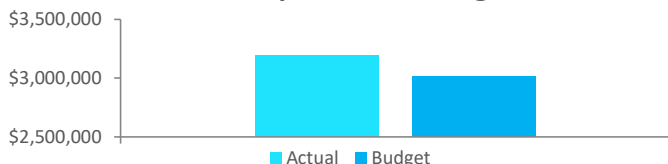
FINANCING ACTIVITIES

BORROWINGS

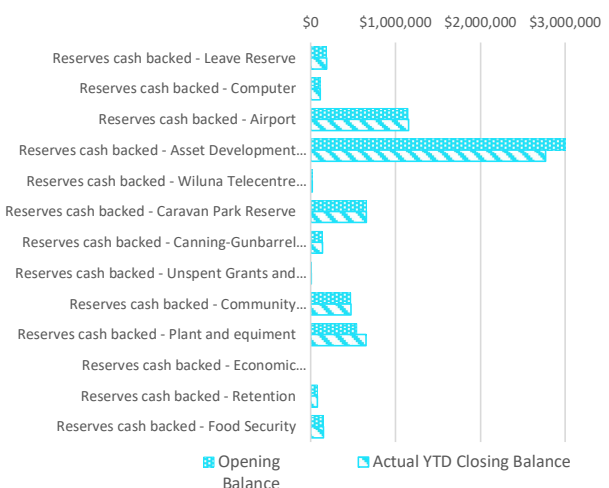
Principal Repayments



Principal Outstanding



RESERVES



Funding surplus / (deficit) Components

Funding surplus / (deficit)				
	Adopted Budget	YTD Budget (a)	YTD Actual (b)	Var. \$ (b)-(a)
Opening	\$6.96 M	\$6.96 M	\$7.40 M	\$0.43 M
Closing	\$0.00 M	\$5.67 M	\$11.71 M	\$6.04 M

Refer to Statement of Financial Activity

Cash and cash equivalents		
	\$12.95 M	% of total
Unrestricted Cash	\$7.30 M	56.4%
Restricted Cash	\$5.65 M	43.6%

Refer to Note 2 - Cash and Financial Assets

Payables		
	\$1.21 M	% Outstanding
Trade Payables	\$0.20 M	
30 to 90 Days		0.8%
Over 90 Days		0.0%

Refer to Note 5 - Payables

Receivables		
	\$0.21 M	% Collected
Rates Receivable	\$4.83 M	20.1%
Trade Receivable	\$0.21 M	% Outstanding
30 to 90 Days		25.0%
Over 90 Days		0.0%

Refer to Note 3 - Receivables

Key Operating Activities

Amount attributable to operating activities			
Adopted Budget	YTD Budget (a)	YTD Actual (b)	Var. \$ (b)-(a)
\$0.15 M	\$0.33 M	\$5.14 M	\$4.81 M

Refer to Statement of Financial Activity

Rates Revenue		
YTD Actual	\$5.90 M	% Variance
YTD Budget	\$5.79 M	1.9%

Refer to Note 6 - Rate Revenue

Operating Grants and Contributions		
YTD Actual	\$0.58 M	% Variance
YTD Budget	\$4.16 M	(86.1%)

Refer to Note 12 - Operating Grants and Contributions

Fees and Charges		
YTD Actual	\$0.06 M	% Variance
YTD Budget	\$0.05 M	23.7%

Refer to Statement of Financial Activity

Key Investing Activities

Amount attributable to investing activities			
Adopted Budget	YTD Budget (a)	YTD Actual (b)	Var. \$ (b)-(a)
(\$8.42 M)	(\$1.61 M)	(\$0.82 M)	\$0.80 M

Refer to Statement of Financial Activity

Proceeds on sale		
YTD Actual	\$0.00 M	%
Adopted Budget	\$0.02 M	0.0%

Refer to Note 7 - Disposal of Assets

Asset Acquisition		
YTD Actual	\$1.17 M	% Spent
Adopted Budget	\$12.84 M	9.1%

Refer to Note 8 - Capital Acquisition

Capital Grants		
YTD Actual	\$0.36 M	% Received
Adopted Budget	\$4.41 M	8.1%

Refer to Note 8 - Capital Acquisition

Key Financing Activities

Amount attributable to financing activities			
Adopted Budget	YTD Budget (a)	YTD Actual (b)	Var. \$ (b)-(a)
\$1.31 M	(\$0.01 M)	(\$0.01 M)	\$0.00 M

Refer to Statement of Financial Activity

Borrowings		
Principal repayments	\$0.12 M	
Interest expense	\$0.05 M	
Principal due	\$3.20 M	

Refer to Note 9 - Borrowings

Reserves	
Reserves balance	\$6.38 M
Interest earned	\$0.04 M

Refer to Note 10 - Cash Reserves

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

## KEY TERMS AND DESCRIPTIONS

### FOR THE PERIOD ENDED 30 SEPTEMBER 2020

#### REVENUE

##### RATES

All rates levied under the *Local Government Act 1995*. Includes general, differential, specified area rates, minimum rates, interim rates, back rates, ex-gratia rates, less discounts and concessions offered. Exclude administration fees, interest on instalments, interest on arrears, service charges and sewerage rates.

##### OPERATING GRANTS, SUBSIDIES AND CONTRIBUTIONS

Refers 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 identifiable non financial assets paid to a local government, irrespective of whether these amounts are received as capital grants, subsidies, contributions or donations.

##### REVENUE FROM CONTRACTS WITH CUSTOMERS

Revenue from contracts with customers is recognised when the local government satisfies its performance obligations under the contract.

##### 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.

##### PROFIT ON ASSET DISPOSAL

Excess of assets received over the net book value for assets on their disposal.

## NATURE OR TYPE DESCRIPTIONS

#### EXPENSES

##### 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

Shortfall between the value of assets received over the net book value for assets on their disposal.

##### 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, allowance for impairment of assets, member's fees or State taxes. Donations and subsidies made to community groups.

**STATEMENT OF FINANCIAL ACTIVITY  
FOR THE PERIOD ENDED 30 SEPTEMBER 2020**

**BY NATURE OR TYPE**

	Ref Note	Adopted Budget	YTD Budget (a)	YTD Actual (b)	Var. \$ (b)-(a)	Var. % (b)-(a)/(a)	Var.
		\$	\$	\$	\$	%	
<b>Opening funding surplus / (deficit)</b>	1(c)	6,964,697	6,964,697	<b>7,398,630</b>	433,933	6.23%	▲
<b>Revenue from operating activities</b>							
Rates	6	5,785,975	5,785,975	<b>5,895,747</b>	109,772	1.90%	
Operating grants, subsidies and contributions	12	16,647,262	4,161,816	<b>579,893</b>	(3,581,923)	(86.07%)	▼
Fees and charges		243,050	46,263	<b>57,224</b>	10,961	23.69%	▲
Interest earnings		118,800	29,703	<b>63,558</b>	33,855	113.98%	▲
Other revenue		98,950	39,240	<b>128,983</b>	89,743	228.70%	▲
Profit on disposal of assets	7	20,000	5,001	<b>0</b>	(5,001)	(100.00%)	▼
		<b>22,914,037</b>	<b>10,067,998</b>	<b>6,725,405</b>	(3,342,593)		
<b>Expenditure from operating activities</b>							
Employee costs		(2,498,923)	(638,424)	<b>(578,865)</b>	59,559	9.33%	▲
Materials and contracts		(19,419,154)	(4,820,403)	<b>(605,563)</b>	4,214,840	87.44%	▲
Utility charges		(231,400)	(57,852)	<b>(36,100)</b>	21,752	37.60%	▲
Depreciation on non-current assets		(1,326,789)	(331,698)	<b>0</b>	331,698	100.00%	▲
Interest expenses		(141,610)	(35,403)	<b>(51,107)</b>	(15,704)	(44.36%)	▼
Insurance expenses		(183,600)	(45,900)	<b>(182,496)</b>	(136,596)	(297.59%)	▼
Other expenditure		(270,337)	(88,284)	<b>(132,259)</b>	(43,975)	(49.81%)	▼
		<b>(24,071,813)</b>	<b>(6,017,964)</b>	<b>(1,586,390)</b>	4,431,574		
Non-cash amounts excluded from operating activities	1(a)	1,306,789	326,697	<b>0</b>	(326,697)	(100.00%)	▼
<b>Amount attributable to operating activities</b>		<b>149,013</b>	<b>4,376,731</b>	<b>5,139,015</b>	762,284		
<b>Investing activities</b>							
Proceeds from non-operating grants, subsidies and contributions	13	4,405,082	1,101,270	<b>356,000</b>	(745,270)	(67.67%)	▼
Proceeds from disposal of assets	7	20,000	0	<b>0</b>	0	0.00%	
Payments for property, plant and equipment and infrastructure	8	(12,844,488)	(2,712,126)	<b>(1,171,346)</b>	1,540,780	56.81%	▲
<b>Amount attributable to investing activities</b>		<b>(8,419,406)</b>	<b>(1,610,856)</b>	<b>(815,346)</b>	795,510		
<b>Financing Activities</b>							
Transfer from reserves	10	2,509,977	250,000	<b>250,000</b>	0	0.00%	
Repayment of debentures	9	(298,037)	(119,572)	<b>(119,572)</b>	0	0.00%	
Transfer to reserves	10	(906,244)	(142,912)	<b>(142,912)</b>	0	0.00%	
<b>Amount attributable to financing activities</b>		<b>1,305,696</b>	<b>(12,484)</b>	<b>(12,484)</b>	0		
<b>Closing funding surplus / (deficit)</b>	1(c)	<b>0</b>	<b>9,718,089</b>	<b>11,709,815</b>	1,991,727		

**KEY INFORMATION**

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

Refer to Note 14 for an explanation of the reasons for the variance.

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

**BASIS OF PREPARATION**

**REPORT PURPOSE**

This report is prepared to meet the requirements of *Local Government (Financial Management) Regulations 1996*, Regulation 34. Note: The statements and accompanying notes are prepared based on all transactions recorded at the time of preparation and may vary due to transactions being processed for the reporting period after the date of preparation.

**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) and Interpretations of the Australian Accounting Standards Board, and the *Local Government Act 1995* and accompanying regulations.

The *Local Government (Financial Management) Regulations 1996* take precedence over Australian Accounting Standards. Regulation 16 prohibits a local government from recognising as assets Crown land that is a public thoroughfare, such as land under roads, and land not owned by but under the control or management of the local government, unless it is a golf course, showground, racecourse or recreational facility of State or regional significance. Consequently, some assets, including land under roads acquired on or after 1 July 2008, have not been recognised in this financial report. This is not in accordance with the requirements of *AASB 1051 Land Under Roads paragraph 15* and *AASB 116 Property, Plant and Equipment paragraph 7*.

Accounting policies which have been adopted in the preparation of this financial report have been consistently applied unless stated otherwise. Except for cash flow and rate setting information, the report has 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.

**PREPARATION TIMING AND REVIEW**

Date prepared: All known transactions up to 12 November 2020

**SIGNIFICANT ACCOUNTING POLICIES**

**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.

**THE LOCAL GOVERNMENT REPORTING ENTITY**

All funds through which the Shire controls resources to carry on its functions have been included in the financial statements forming part of this financial report.

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 financial statements. A separate statement of those monies

**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.

**ROUNDING OFF FIGURES**

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

(a) Non-cash items excluded from operating activities

The following non-cash revenue and expenditure has been excluded from operating activities within the Statement of Financial Activity in accordance with Financial Management Regulation 32.

	Notes	Adopted Budget	YTD Budget (a)	YTD Actual (b)
<b>Non-cash items excluded from operating activities</b>				
		\$	\$	\$
<b>Adjustments to operating activities</b>				
Less: Profit on asset disposals	7	(20,000)	(5,001)	0
Add: Depreciation on assets		1,326,789	331,698	0
<b>Total non-cash items excluded from operating activities</b>		<b>1,306,789</b>	<b>326,697</b>	<b>0</b>

(b) Adjustments to net current assets in the Statement of Financial Activity

The following current assets and liabilities have been excluded from the net current assets used in the Statement of Financial Activity in accordance with *Financial Management Regulation* 32 to agree to the surplus/(deficit) after imposition of general rates.

		Last Year Closing 30 June 2020	This Time Last Year 30 September 2019	Year to Date 30 September 2020
<b>Adjustments to net current assets</b>				
Less: Reserves - restricted cash	10	(6,490,957)	(6,331,270)	(6,383,869)
Add: Borrowings	9	298,037	140,004	178,465
Add: Provisions - employee		353,151	0	353,151
<b>Total adjustments to net current assets</b>		<b>(5,839,769)</b>	<b>(6,191,266)</b>	<b>(5,852,253)</b>

(c) Net current assets used in the Statement of Financial Activity

<b>Current assets</b>				
Cash and cash equivalents	2	12,558,806	15,859,110	12,947,832
Rates receivables	3	152,315	1,220,243	4,831,751
Receivables	3	204,894	986,762	214,923
Other current assets	4	1,312,803	45,372	1,312,803
<b>Less: Current liabilities</b>				
Payables	5	(339,231)	(371,530)	(1,213,625)
Borrowings	9	(298,037)	0	(178,465)
Provisions	11	(353,151)	(150,109)	(353,151)
<b>Less: Total adjustments to net current assets</b>	1(b)	<b>(5,839,769)</b>	<b>(6,191,266)</b>	<b>(5,852,253)</b>
<b>Closing funding surplus / (deficit)</b>		<b>7,398,630</b>	<b>11,398,582</b>	<b>11,709,815</b>

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. Unless otherwise stated assets or liabilities are classified as current if expected to be settled within the next 12 months, being the Council's operational cycle.

Description	Classification	Unrestricted \$	Restricted \$	Total Cash \$	Trust \$	Institution	Interest Rate	Maturity Date
<b>Cash on hand</b>								
Muni Cash at Call	Cash and cash equivalents	1,637,953	0	1,637,953	0	CBA	Variable	n/a
Municipal account	Cash and cash equivalents	1,899,603	0	1,899,603	0	CBA	Variable	n/a
Reserve cash on call	Cash and cash equivalents	737,804	0	737,804	0	CBA	Variable	n/a
Trust	Cash and cash equivalents	21,572	0	21,572	0	CBA	Variable	n/a
Cash on hand	Cash and cash equivalents	200	0	200	0	n/a	n/a	n/a
ANZ TD	Cash and cash equivalents	1,000,000	0	1,000,000	0	ANZ TD	Variable	n/a
Bank Of Queensland	Cash and cash equivalents	1,003,219	0	1,003,219	0	Bank Of Queensland	Variable	n/a
My State Bank	Cash and cash equivalents	1,000,000	0	1,000,000	0	My State Bank	Variable	n/a
IMB Bank Ltd	Cash and cash equivalents	0	1,000,000	1,000,000	0	IMB Bank Ltd	Variable	n/a
ING Bank	Cash and cash equivalents	0	1,000,000	1,000,000	0	ING Bank	Variable	n/a
ME Bank	Cash and cash equivalents	0	1,248,513	1,248,513	0	ME Bank	Variable	n/a
NAB	Cash and cash equivalents	0	1,000,000	1,000,000	0	NAB	Variable	n/a
Rural Bank	Cash and cash equivalents	0	1,398,968	1,398,968	0	Rural Bank	Variable	n/a
<b>Total</b>		<b>7,300,351</b>	<b>5,647,481</b>	<b>12,947,832</b>	<b>0</b>			
<b>Comprising</b>								
Cash and cash equivalents		7,300,351	5,647,481	12,947,832	0			
		<b>7,300,351</b>	<b>5,647,481</b>	<b>12,947,832</b>	<b>0</b>			

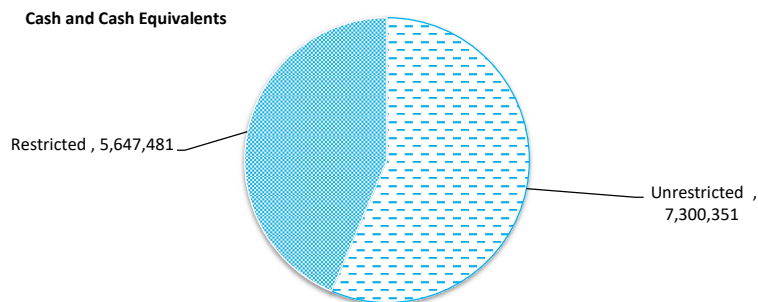
#### KEY INFORMATION

Cash and cash equivalents include cash on hand, cash at bank, deposits available on demand with banks and other short term highly liquid investments highly liquid investments with original maturities of three months or less 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 net current assets.

The local government classifies financial assets at amortised cost if both of the following criteria are met:

- the asset is held within a business model whose objective is to collect the contractual cashflows, and
- the contractual terms give rise to cash flows that are solely payments of principal and interest.

Financial assets at amortised cost held with registered financial institutions are listed in this note other financial assets at amortised cost are provided in Note 4 - Other assets.



**NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY  
FOR THE PERIOD ENDED 30 SEPTEMBER 2020**

**OPERATING ACTIVITIES  
NOTE 3  
RECEIVABLES**

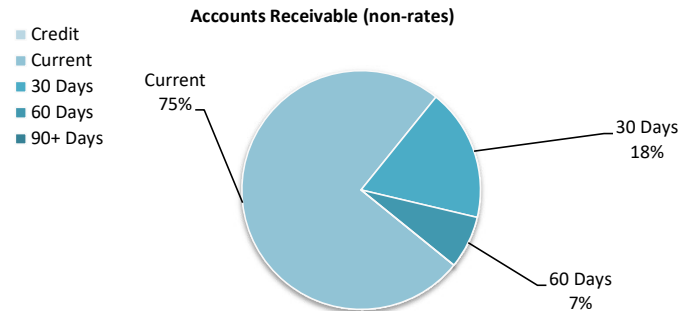
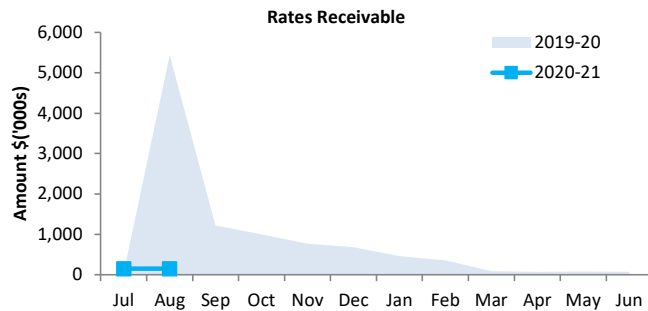
Rates receivable	30 Jun 2020	30 Sep 2020
	\$	\$
Opening arrears previous years	91,003	152,315
Rates, instalment charges and interest levied	5,415,657	5,895,747
Less - collections to date	(5,354,345)	(1,216,311)
Equals current outstanding	<b>152,315</b>	<b>4,831,751</b>
<b>Net rates collectable</b>	<b>152,315</b>	<b>4,831,751</b>
% Collected	97.2%	20.1%

Receivables - general	Credit	Current	30 Days	60 Days	90+ Days	Total
	\$	\$	\$	\$	\$	\$
Receivables - general	0	7,999	1,912	763	0	10,674
Percentage	0.0%	74.9%	17.9%	7.1%	0.0%	
<b>Balance per trial balance</b>						
Sundry receivable						10,674
GST receivable						27,639
Allowance for impairment of receivables						(92,672)
Accrued interest						50,492
Other sundry receivables						218,790
<b>Total receivables general outstanding</b>						<b>214,923</b>

Amounts shown above include GST (where applicable)

**KEY INFORMATION**

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 impairment of receivables is raised when there is objective evidence that they will not be collectible.





	Opening Balance 1 July 2020	Asset Increase	Asset Reduction	Closing Balance 30 September 2020
<b>Other current assets</b>	\$	\$	\$	\$
<b>Inventory</b>				
Inventories - Fuel	10,744	0	0	10,744
<b>Other current assets</b>				
Prepayments	1,300,662	0	0	1,300,662
Accrued income	1,397	0	0	1,397
<b>Total other current assets</b>	<b>1,312,803</b>	<b>0</b>	<b>0</b>	<b>1,312,803</b>

#### KEY INFORMATION

##### Inventory

Inventories are measured at the lower of cost and net realisable value.

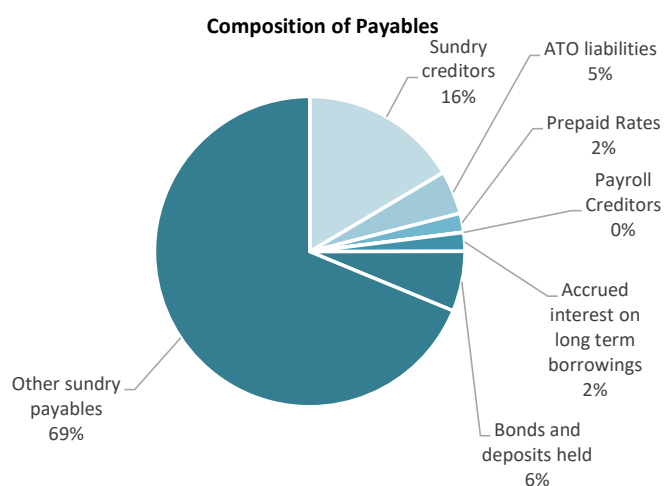
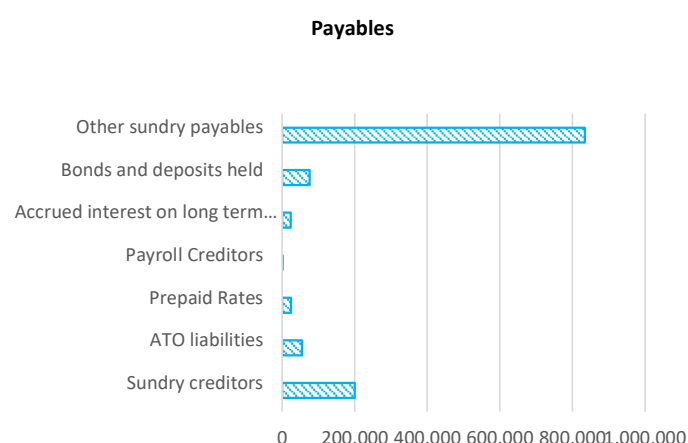
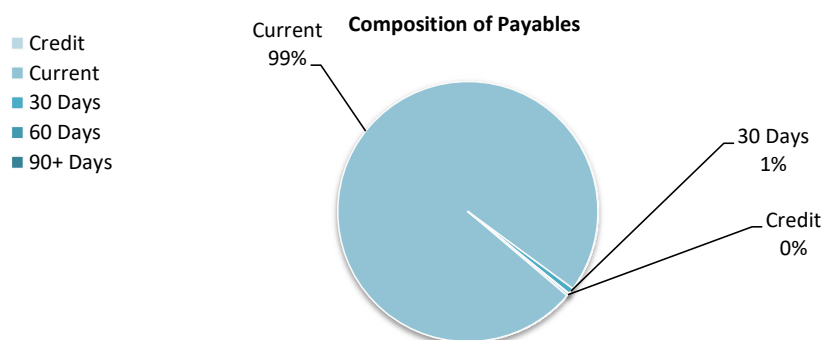
Net realisable value is the estimated selling price in the ordinary course of business less the estimated costs of completion and the estimated costs necessary to make the sale.

Payables - general	Credit	Current	30 Days	60 Days	90+ Days	Total
	\$	\$	\$	\$	\$	\$
Payables - general	(700)	199,576	1,518	0	0	200,394
Percentage	0.0%	99.6%	0.8%	0.0%	0.0%	
<b>Balance per trial balance</b>						
Sundry creditors						200,394
ATO liabilities						54,824
Prepaid Rates						24,058
Payroll Creditors						395
Accrued interest on long term borrowings						23,483
Bonds and deposits held						76,072
Other sundry payables						834,399
<b>Total payables general outstanding</b>						<b>1,213,625</b>

Amounts shown above include GST (where applicable)

#### KEY INFORMATION

Trade and other payables represent liabilities for goods and services provided to the Shire that are unpaid and arise when the Shire 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.



NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY  
FOR THE PERIOD ENDED 30 SEPTEMBER 2020

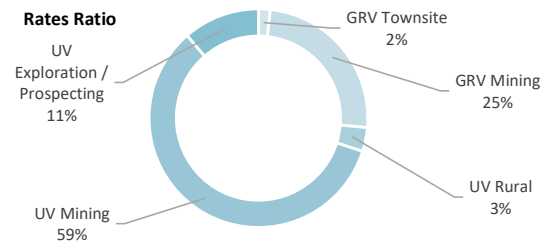
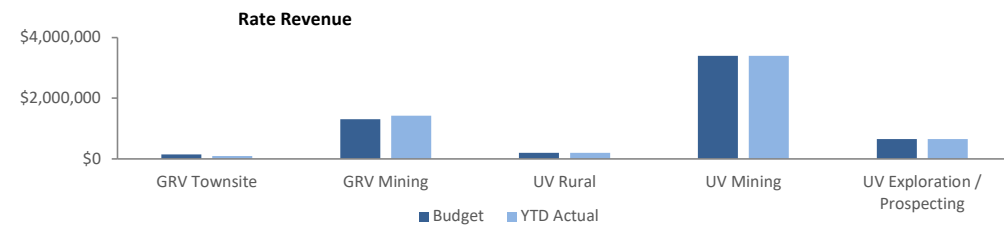
OPERATING ACTIVITIES  
NOTE 6  
RATE REVENUE

General rate revenue

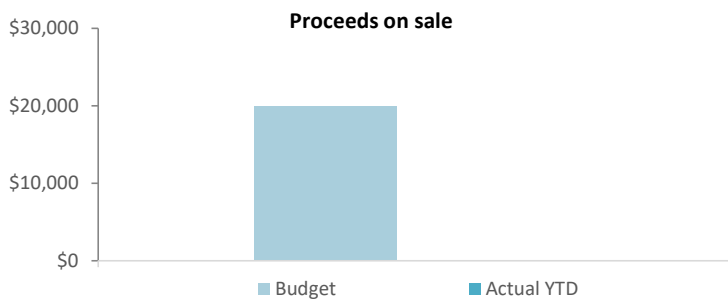
RATE TYPE	Budget							YTD Actual			
	Rate in \$ (cents)	Number of Properties	Rateable Value	Rate Revenue	Interim Rate	Back Rate	Total Revenue	Rate Revenue	Interim Rates	Back Rates	Total Revenue
				\$	\$	\$	\$	\$	\$	\$	\$
<b>Gross rental value</b>											
GRV Townsite	0.102270	68	980,128	100,236	40,000	2,500	142,736	100,238	0	0	100,238
GRV Mining	0.204540	6	6,380,000	1,304,940	0	0	1,304,940	1,304,966	121,379		1,426,345
<b>Unimproved value</b>											
UV Rural	0.137840	28	1,491,435	205,581	0	0	205,581	205,579	0	0	205,579
UV Mining	0.216530	213	15,709,413	3,401,559	0	0	3,401,559	3,401,559	0	0	3,401,559
UV Exploration / Prospecting	0.197000	244	3,331,248	656,256	0	0	656,256	656,256	0	0	656,256
<b>Sub-Total</b>		<b>559</b>	<b>27,892,224</b>	<b>5,668,572</b>	<b>40,000</b>	<b>2,500</b>	<b>5,711,072</b>	<b>5,668,598</b>	<b>121,379</b>	<b>0</b>	<b>5,789,977</b>
<b>Minimum payment</b>	<b>Minimum \$</b>										
<b>Gross rental value</b>											
GRV Townsite	490	15	0	7,350	0	0	7,350	7,350	0	0	7,350
GRV Mining	370	3	0	1,110	0	0	1,110	1,110	0	0	1,110
<b>Unimproved value</b>											
UV Rural	370	1	0	370	0	0	370	370	0	0	370
UV Mining	370	789	0	69,930	0	0	69,930	69,930	0	0	69,930
UV Exploration / Prospecting	370	73	0	27,010	0	0	27,010	27,010	0	0	27,010
<b>Sub-total</b>		<b>881</b>	<b>0</b>	<b>105,770</b>	<b>0</b>	<b>0</b>	<b>105,770</b>	<b>105,770</b>	<b>0</b>	<b>0</b>	<b>105,770</b>
Concession							(30,867)				
<b>Total general rates</b>							<b>5,785,975</b>				<b>5,895,747</b>

KEY INFORMATION

Prepaid rates are, until the taxable event for the rates has occurred, refundable at the request of the ratepayer. Rates received in advance give rise to a financial liability. On 1 July 2020 the prepaid rates were recognised as a financial asset and a related amount was recognised as a financial liability and no income was recognised. When the taxable event occurs the financial liability is extinguished and income recognised for the prepaid rates that have not been refunded.



Asset Ref.	Asset description	Budget				YTD Actual			
		Net Book Value	Proceeds	Profit	(Loss)	Net Book Value	Proceeds	Profit	(Loss)
		\$	\$	\$	\$	\$	\$	\$	\$
	<b>Plant and equipment</b>								
	<b>Transport</b>								
	Plant	0	20,000	20,000	0	0	0	0	0
		<b>0</b>	<b>20,000</b>	<b>20,000</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>



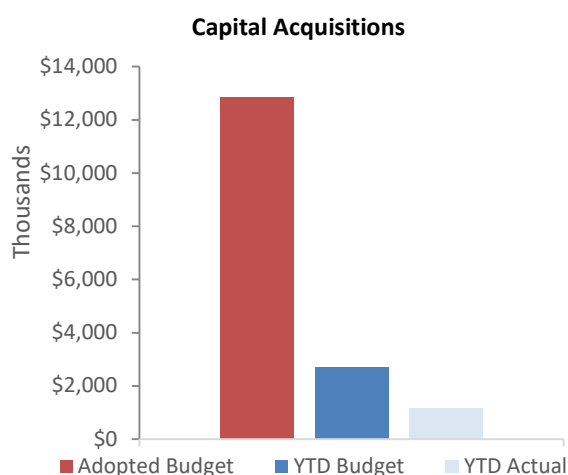
**NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY  
FOR THE PERIOD ENDED 30 SEPTEMBER 2020**

**INVESTING ACTIVITIES  
NOTE 8  
CAPITAL ACQUISITIONS**

Capital acquisitions	Adopted		YTD Actual	YTD Actual Variance
	Budget	YTD Budget		
	\$	\$	\$	\$
Land - freehold land	600,000	0	0	0
Buildings - non-specialised	5,161,305	1,290,326	0	(1,290,326)
Plant and equipment	1,395,986	0	0	0
Infrastructure - roads	1,651,987	412,997	0	(412,997)
Infrastructure - airport	2,009,026	502,257	0	(502,257)
Infrastructure - other	2,026,184	506,546	0	(506,546)
Work in Progress	0	0	1,171,346	1,171,346
<b>Payments for Capital Acquisitions</b>	<b>12,844,488</b>	<b>2,712,126</b>	<b>1,171,346</b>	<b>(1,540,780)</b>
<b>Total Capital Acquisitions</b>	<b>12,844,488</b>	<b>2,712,126</b>	<b>1,171,346</b>	<b>(1,540,780)</b>
<b>Capital Acquisitions Funded By:</b>				
	\$	\$	\$	\$
Capital grants and contributions	4,405,082	1,101,270	356,000	(745,270)
Other (disposals & C/Fwd)	20,000	0	0	0
Cash backed reserves				
Reserves cash backed - Airport	140,000	0	0	0
Reserves cash backed - Asset Development & Replacement	1,736,698	0	250,000	250,000
Reserves cash backed - Plant and equipment	483,279	0	0	0
Reserves cash backed - Food Security	150,000	0	0	0
Contribution - operations	5,909,429	1,610,856	565,346	(1,045,510)
<b>Capital funding total</b>	<b>12,844,488</b>	<b>2,712,126</b>	<b>1,171,346</b>	<b>(1,540,780)</b>

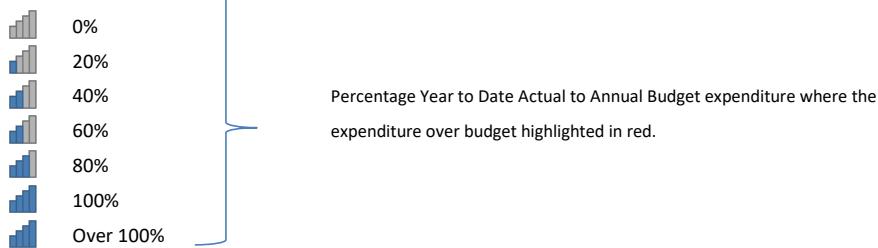
**SIGNIFICANT ACCOUNTING POLICIES**

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.



































Capital expenditure total






















Level of completion indicators



Level of completion indicator, please see table at the end of this note for further detail.

		Adopted		Year to Date Actual	Variance (Under)/Over	
Account Description		Current Budget	Year to Date Budget			
Land						
	C132360	Commercial Land Purchases	500,000	0	0	
	C147196	Residential Land Purchases	100,000	0	0	
		600,000	0	0	0	
Buildings						
	C091109	Accommodation Unit Renovations	154,625	38,656	0	(38,656)
	C091163	House 1 - 12 Trenton St	424,592	106,148	0	(106,148)
	C091164	House 2 - 16 Trenton St	424,668	106,167	0	(106,167)
	C091165	House 5/28 Scotia St 2 Bathroom renovations	21,902	5,476	0	(5,476)
	C091166	7/28 Scotia St General Renovations	35,029	8,757	0	(8,757)
	C091170	Relocate 60B Scotia St	151,902	37,976	0	(37,976)
	C091181	21 Lennon St Genera Renovations	32,519	8,130	0	(8,130)
	C091200	8 Trenton St - Shed and Patio	74,592	18,648	0	(18,648)
	C091201	10 Trenton St - Shed and Patio	74,592	18,648	0	(18,648)
	C091203	42 Lennon St - Shed and Patio	74,592	18,648	0	(18,648)
	C091204	46 Lennon St - Shed and Patio	74,592	18,648	0	(18,648)
	C091205	48 Lennon St - Shed and Patio	74,592	18,648	0	(18,648)
	C113133	Gym Relocation	29,505	7,376	0	(7,376)
	C121032	Works Depot Office upgrade	176,698	44,175	0	(44,175)
	C121023	Depot Shed	7,000	1,750	0	(1,750)
	C126262	Airport	1,000,000	250,000	0	(250,000)
	C136001	Food Security Project	500,000	125,000	0	(125,000)
	C132345	Wotton St Revitalisation Stage 2 Project	1,522,500	380,625	0	(380,625)
	C147195	Admin Centre Landscaping inc relocating Dongas	307,405	76,851	0	(76,851)
			5,161,305	1,290,326	0	(1,290,326)
Plant and equipment						
	C142101	MTWS Vehicle	80,481	0	0	0
	C123198	Mobile Portable Toilet	80,481	0	0	0
	C123202	Works Replacement Vehicle	50,481	0	0	0
	C123201	Works Replacement Vehicle	50,481	0	0	0
	C123100	Dual Cab Truck	201,354	0	0	0
	C123178	Refurbish Bore Trailer	10,000	0	0	0
	C123268	Grader	451,354	0	0	0
	C123269	Leader	451,354	0	0	0
	C123220	PRP - Works Ceaning Vehicle	20,000	0	0	0
			1,395,986	0	0	0

CAPITAL ACQUISITIONS (CONTINUED)

Account Description		Current Budget	Year to Date Budget	Year to Date Actual	Variance (Under)/Over
	<b>Infrastructure - Roads</b>				
	C121004 RRG Project - SLK 1.05-4	547,659	136,915	0	(136,915)
	C121027 RRG Project - SLK 15.2-18	454,776	113,694	0	(113,694)
	C121029 RRG Project - SLK 19.1-21	214,776	53,694	0	(53,694)
	C121028 RRG Project - SLK 0.0-125.88	234,776	58,694	0	(58,694)
	C121030 Lake Violet/ Grantite Peak Resheet, widen realign	200,000	50,000	0	(50,000)
		1,651,987	412,997	0	(412,997)
	<b>Infrastructure - Transport</b>				
	C126262 Airstrip upgrade	2,009,026	502,257	0	(502,257)
	<b>Infrastructure - Other</b>				
	C107061 Lennon Street Bore Upgrade	53,408	13,352	0	(13,352)
	C111103 Retic and Greening Youth Centre	82,872	20,718	0	(20,718)
	C123270 New Standpipes Oval Tanks	16,904	4,226	0	(4,226)
	C121031 Concrete Batching Plant	111,694	27,924	0	(27,924)
	C137003 Retic and Greening Discovery Centre	33,673	8,418	0	(8,418)
	C132343 Caravan Park Development Stage 1	1,201,260	300,315	0	(300,315)
	C136002 Fencing Town Perimetre	203,024	50,756	0	(50,756)
	C137004 28/30 Scotia St - Fencing and Grids	53,349	13,337	0	(13,337)
	C132346 Highway Signage Promoting Discovery Centre	90,000	22,500	0	(22,500)
	C132171 24 Woodley Street Fencing	80,000	20,000	0	(20,000)
	C132157 Tourism Cutural Project	100,000	25,000	0	(25,000)
		2,026,184	506,546	0	(506,546)
	<b>Work in Progress</b>	0	0	1,171,346	1,171,346
	<b>Total</b>	<b>12,844,488</b>	<b>2,712,126</b>	<b>1,171,346</b>	<b>(1,540,780)</b>

**NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY  
FOR THE PERIOD ENDED 30 SEPTEMBER 2020**

**FINANCING ACTIVITIES**

**NOTE 9**

**BORROWINGS**

**Repayments - borrowings**

Information on borrowings		Principal	New Loans		Principal Repayments		Principal Outstanding		Interest Repayments	
Particulars	Loan No.	1 July 2020	Actual	Budget	Actual	Budget	Actual	Budget	Actual	Budget
		\$	\$	\$	\$	\$	\$	\$	\$	\$
<b>Housing</b>										
Staff Housing - 5 New Houses	4	1,290,818	0	0	12,654	51,345	1,278,164	1,239,473	16,076	49,173
<b>Recreation and culture</b>										
Youth Centre - Changerooms, Toilets, Kiosk	1	144,979	0	0	27,132	54,802	117,847	90,177	4,287	6,237
<b>Economic services</b>										
Canning - Gunbarrel Discovery Centre	2	347,949	0	0	65,117	131,524	282,832	216,425	10,238	14,969
Streetscape Project	5	610,426	0	0	5,631	23,690	604,795	586,736	8,194	22,407
<b>Other property and services</b>										
Administration Building	3	922,013	0	0	9,038	36,676	912,975	885,337	12,312	35,124
<b>Total</b>		<b>3,316,185</b>	<b>0</b>	<b>0</b>	<b>119,572</b>	<b>298,037</b>	<b>3,196,613</b>	<b>3,018,148</b>	<b>51,107</b>	<b>127,910</b>
Current borrowings		298,037					178,465			
Non-current borrowings		3,018,148					3,018,148			
		<b>3,316,185</b>					<b>3,196,613</b>			

All debenture repayments were financed by general purpose revenue.

**KEY INFORMATION**

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.



NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY  
FOR THE PERIOD ENDED 30 SEPTEMBER 2020

OPERATING ACTIVITIES  
NOTE 10  
CASH RESERVES

Cash backed reserve

Reserve name	Opening Balance	Budget Interest Earned	Actual Interest Earned	Budget Transfers In (+)	Actual Transfers In (+)	Budget Transfers Out (-)	Actual Transfers Out (-)	Budget Closing Balance	Actual YTD Closing Balance
	\$	\$	\$	\$	\$	\$	\$	\$	\$
Reserves cash backed - Leave Reserve	186,521	0	1,118	0	0	0	0	186,521	187,639
Reserves cash backed - Computer	110,609	0	663	0	0	0	0	110,609	111,272
Reserves cash backed - Airport	1,147,412		6,876	0	0	(140,000)	0	1,007,412	1,154,288
Reserves cash backed - Asset Development & Replacement	2,998,472	0	17,969	236,903	0	(1,736,698)	(250,000)	1,498,677	2,766,441
Reserves cash backed - Wiluna Telecentre Reserve	17,376	0	104	0	0	0	0	17,376	17,480
Reserves cash backed - Caravan Park Reserve	652,126	0	3,908	0	0	0	0	652,126	656,034
Reserves cash backed - Canning-Gunbarrel Discovery Centre	135,094	0	810	0	0	0	0	135,094	135,904
Reserves cash backed - Unspent Grants and contributions	6,074	0	0	0	0	0	0	6,074	6,074
Reserves cash backed - Community Development	470,229	0	2,818	0	0	0	0	470,229	473,047
Reserves cash backed - Plant and equipment	541,260	0	3,383	69,341	104,364	(483,279)	0	127,322	649,007
Reserves cash backed - Economic Development	0	0	0	600,000	0	0	0	600,000	0
Reserves cash backed - Retention	75,784	0	0	0	0	0	0	75,784	75,784
Reserves cash backed - Food Security	150,000	0	899	0	0	(150,000)	0	0	150,899
	<b>6,490,957</b>	<b>0</b>	<b>38,548</b>	<b>906,244</b>	<b>104,364</b>	<b>(2,509,977)</b>	<b>(250,000)</b>	<b>4,887,224</b>	<b>6,383,869</b>

Other current liabilities	Note	Opening Balance 1 July 2020	Liability Increase	Liability Reduction	Closing Balance 30 September 2020
		\$	\$	\$	\$
<b>Provisions</b>					
Annual leave		146,396	0	0	146,396
Long service leave		46,755	0	0	46,755
Other provision		160,000	0	0	160,000
<b>Total Provisions</b>		<b>353,151</b>	<b>0</b>	<b>0</b>	<b>353,151</b>
<b>Total other current assets</b>		<b>353,151</b>	<b>0</b>	<b>0</b>	<b>353,151</b>
<b>Amounts shown above include GST (where applicable)</b>					

#### KEY INFORMATION

##### Provisions

Provisions are recognised when the Shire has a present legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured.

Provisions are measured using the best estimate of the amounts required to settle the obligation at the end of the reporting period.

##### Employee benefits

##### Short-term employee benefits

Provision is made for the Shire's obligations for short-term employee benefits. Short-term employee benefits are benefits (other than termination benefits) that are expected to be settled wholly before 12 months after the end of the annual reporting period in which the employees render the related service, including wages, salaries and sick leave. Short-term employee benefits are measured at the (undiscounted) amounts expected to be paid when the obligation is settled.

The Shire's obligations for short-term employee benefits such as wages, salaries and sick leave are recognised as a part of current trade and other payables in the calculation of net current assets.

##### Other long-term employee benefits

The Shire's obligations for employees' annual leave and long service leave entitlements are recognised as provisions in the statement of financial position.

Long-term employee benefits are measured at the present value of the expected future payments to be made to employees. Expected future payments incorporate anticipated future wage and salary levels, durations of service and employee departures and are discounted at rates determined by reference to market yields at the end of the reporting period on government bonds that have maturity dates that approximate the terms of the obligations. Any remeasurements for changes in assumptions of obligations for other long-term employee benefits are recognised in profit or loss in the periods in which the changes occur. The Shire's obligations for long-term employee benefits are presented as non-current provisions in its statement of financial position, except where the Shire does not have an unconditional right to defer settlement for at least 12 months after the end of the reporting period, in which case the obligations are presented as current provisions.

NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY  
FOR THE PERIOD ENDED 30 SEPTEMBER 2020

NOTE 12

OPERATING GRANTS AND CONTRIBUTIONS

Operating grants, subsidies and contributions revenue

Provider	Adopted Budget Revenue	YTD Budget	YTD Revenue Actual
	\$	\$	\$
<b>Operating grants and subsidies</b>			
<b>General purpose funding</b>			
Grants Commission - General	704,695	176,174	222,376
Grants Commission - Roads	306,524	76,630	88,547
<b>Health</b>			
CPD Fundings	20,000	5,000	0
<b>Recreation and culture</b>			
ADF Grant	30,000	7,500	0
Public Library Funding	5,073	1,268	0
Festivals and events -	10,000	2,500	0
IVAIS Grant	145,000	36,250	40,000
CPD Fundings	60,000	15,000	15,000
<b>Transport</b>			
Main Roads Direct Grant	213,970	53,494	213,970
AGRN888 WANDRRA Flood Damage Claims	15,000,000	3,750,000	0
January 2020 Flood Emergency works	150,000	37,500	0
	<b>16,645,262</b>	<b>4,161,316</b>	<b>579,893</b>
<b>Operating contributions</b>			
<b>Recreation and culture</b>			
Festivals and events	1,500	375	0
<b>Economic services</b>			
Economic development	500	125	0
	<b>2,000</b>	<b>500</b>	<b>0</b>
<b>TOTALS</b>	<b>16,647,262</b>	<b>4,161,816</b>	<b>579,893</b>

Non operating grants, subsidies and contributions revenue

Provider	Adopted Budget Revenue	YTD Budget	YTD Revenue Actual (b)
	\$	\$	\$
<b>Non-operating grants and subsidies</b>			
<b>Recreation and culture</b>			
Lotterywest - Wotton Street Playground	392,500	98,127	0
<b>Transport</b>			
MRWA Regional Road Group	890,000	222,498	356,000
Roads to Recovery Grant	542,883	135,720	0
Aerodrome Grant - RAUP	1,000,000	250,000	0
Aerodrome Grant - RADS	1,000,000	250,000	0
<b>Economic services</b>			
LRCI Program - Wotton St Revitalisation	579,699	144,925	0
	<b>4,405,082</b>	<b>1,101,270</b>	<b>356,000</b>

**NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY  
FOR THE PERIOD ENDED 30 SEPTEMBER 2020**

**NOTE 14  
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 Actual materially.

The material variance adopted by Council for the 2020-21 year is \$5,000 or 5.00% whichever is the greater.

Reporting Program	Var. \$	Var. %	Timing/ Permanent	Explanation of Variance
	\$	%		
<b>Revenue from operating activities</b>				
Operating grants, subsidies and contributions	(3,581,923)	(86.07%)	▼ Timing	Grants have been budgeted to be received as 3/12th. Grants will be received in general in 4 equal payments or a one off.
Fees and charges	10,961	23.69%	▲ Timing	AVDATA Australia landing fees of \$10,944 were received on the 1 July 2020.
Interest earnings	33,855	113.98%	▲ Timing	Monthly budget breakdown requires review. Interest has been received from matured Term deposits.
Other revenue	89,743	228.70%	▲ Timing	Insurance claim of \$32,193 has been received which has not been budgeted for. Commissions of \$9,542 for sale of art has been received which is not in the budget.
<b>Expenditure from operating activities</b>				
Employee costs	59,559	9.33%	▲ Timing	Allowance of \$29,670 has been expensed as at 30.9.2020 and there has not been a YTD budget allocation to this account. Costs for conferences and training are \$18,849 in contrast to the YTD budget of \$4,374.
Materials and contracts	4,214,840	87.44%	▲ Timing	The YTD budget for Material and contracts to be spent on Grounds as 3/12th of the total budget, which as at 30 September is \$4,043,550. There has been no actual expenditure on grounds maintenance as at 30.9.2020.
Utility charges	21,752	37.60%	▲ Timing	Budget split into 3/12th, which is higher than the actual costs to date.
Depreciation on non-current assets	331,698	100.00%	▲ Timing	No depreciation has been charged for the year to date.
Interest expenses	(15,704)	(44.36%)	▼ Timing	Budget has been split into 3/12th instead of per the loan repayment schedules
Insurance expenses	(136,596)	(297.59%)	▼ Timing	Budget split into 3/12th whilst insurance is paid in a lump sum in one month.
Other expenditure	(43,975)	(49.81%)	▼ Timing	The budgeted contribution to community organisation of \$75,000 was paid in one sum, the TYD budget is based on 3/12th of this amount.
<b>Investing activities</b>				
Proceeds from non-operating grants, subsidies and contributions	(745,270)	(67.67%)	▼ Timing	Grants have been budgeted to be received as 3/12th.
Payments for property, plant and equipment and infrastructure	1,540,780	56.81%	▲ Timing	A detailed breakdown of timing of payments for property, plant, equipment and infrastructure is required to determine explanations for variances. To date all expenditure has been captured as work in progress.

18 November 2020

Ms Laura Dwyer  
The Chief Executive Officer  
Shire of Wiluna  
PO Box 56  
**LEONORA WA 6438**

### COMPILATION REPORT TO THE SHIRE OF WILUNA

We have compiled the accompanying Local Government special purpose financial statements of the Shire of Wiluna, which comprise the Statement of Financial Activity (by Statutory Reporting Program), a summary of significant accounting policies and other explanatory notes for the period ending 31 October 2020. The financial statements have been compiled to meet compliance with the *Local Government Act 1995* and associated Regulations.

### THE RESPONSIBILITY OF THE SHIRE OF WILUNA

The Shire of Wiluna are solely responsible for the information contained in the special purpose financial statements and are responsible for the maintenance of an appropriate accounting system in accordance with the relevant legislation.

### OUR RESPONSIBILITY

On the basis of information provided by the Shire of Wiluna we have compiled the accompanying special purpose financial statements in accordance with the requirements of the *Local Government Act 1995*, associated Regulations and APES 315 *Compilation of Financial Information*.

Our procedures use accounting expertise to collect, classify and summarise the financial information, which the Shire of Wiluna provided, in compiling the financial statements. Our procedures do not include verification or validation procedures. No audit or review has been performed and accordingly no assurance is expressed.

The Local Government special purpose financial statements were compiled exclusively for the benefit of the Shire of Wiluna. We do not accept responsibility to any other person for the contents of the special purpose financial statements.



Russell Barnes  
Director  
Moore Australia (WA) Pty Ltd

18 November 2020

Ms Laura Dwyer  
The Chief Executive Officer  
Shire of Wiluna  
PO Box 38  
**WILUNA WA 6646**

Dear Laura

**ACCOUNTING SERVICE INFORMATION REPORT FOR THE PERIOD ENDED 31 OCTOBER 2020**

We advise that we have completed the compilation of your Statutory Monthly Statement of Financial Activity (by Statutory Reporting Program) for the month ended 31 October 2020 and enclose our Compilation Report and Statements.

We are required under APES 315 *Compilation of Financial Information* to report certain matters in our compilation report. Other matters which arise during the course of our compilation that we wish to bring to your attention are raised in this report.

It should be appreciated that our procedures are designed primarily to enable us to compile the monthly financial statements and therefore may not bring to light all weaknesses in systems and procedures, or all financial matters of interest to management and Council, which may exist. However, we aim to use our knowledge of the Shire's financial operations gained during our work to make comments and suggestions, which, we hope, will be useful to you.

Please note in order to meet legislative requirements, details and explanations of the material variances between the year to date actuals and year to date budget need to be completed by Shire staff, as required by *Local Government (Financial Management) Regulation 34(1) (d)*.

**MATTERS FOR MANAGEMENT ATTENTION:**

Please complete the Statutory Monthly Financial Statements by completing "Note 14 – Explanation of Material Variances" by providing a comment for each item where the Council's YTD Budget and YTD Actual are over the variance threshold. These items are indicated with a ▼ or ▲.

We noted no other matters we wish to draw to management's attention.


Should you wish to discuss any matter relating to our service or any other matter, please do not hesitate to contact us.

Yours sincerely



Russell Barnes  
Director  
Moore Australia (WA) Pty Ltd

Topic	Item	First Identified	Explanation	Action Required	Priority
Fixed assets additions/ register		July 2020	At present all expenditure on fixed assets has been allocated to a work in progress account. A breakdown of this account is required and expenditure re-allocated to the correct job in agreement with the adopted budget.	This will be amended by Moore.	High
Funding statements	Opening surplus	July 2020	At the time of preparing the attached Statement of Financial Activity, the Annual Financial Report has not been finalised, therefore the opening surplus may change from the current \$7,398,630 due to year end and audit adjustments.	None required.	Low

Approval:  Russell Barnes, Director



**SHIRE OF WILUNA**  
**MONTHLY FINANCIAL REPORT**  
**(Containing the Statement of Financial Activity)**  
**For the period ending 31 October 2020**

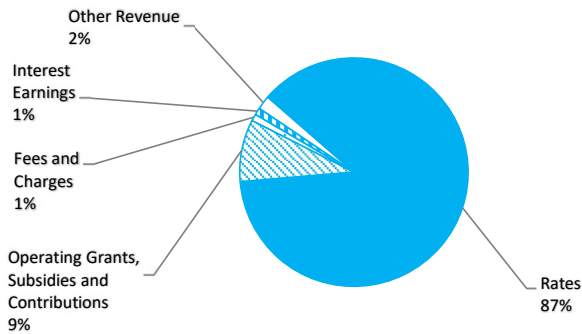
**LOCAL GOVERNMENT ACT 1995**  
**LOCAL GOVERNMENT (FINANCIAL MANAGEMENT) REGULATIONS 1996**

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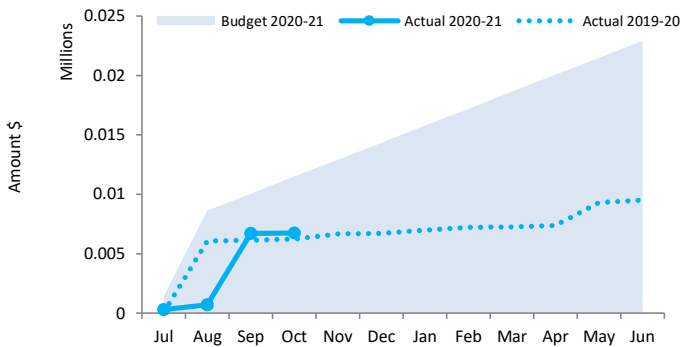
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OPERATING ACTIVITIES

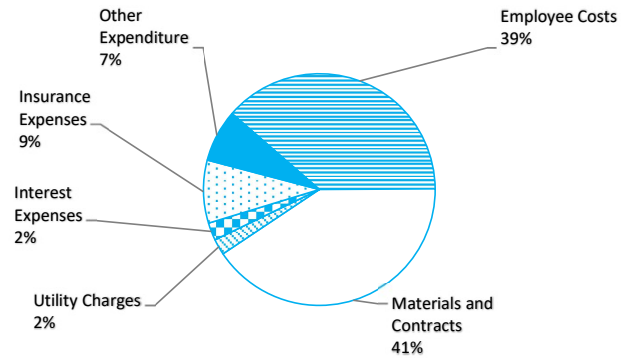
OPERATING REVENUE



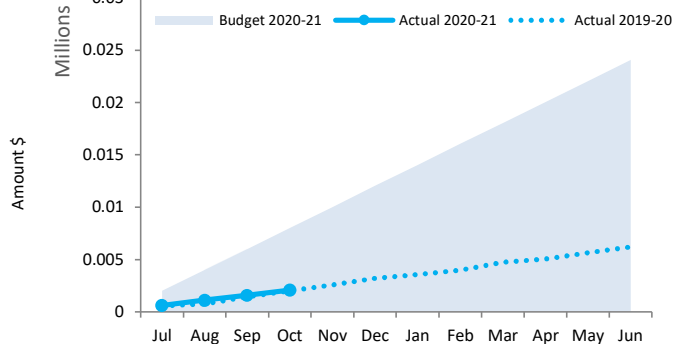
Budget Operating Revenues -v- Actual



OPERATING EXPENSES



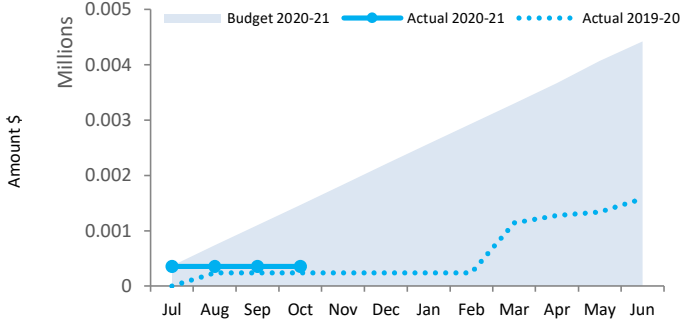
Budget Operating Expenses -v- YTD Actual



INVESTING ACTIVITIES

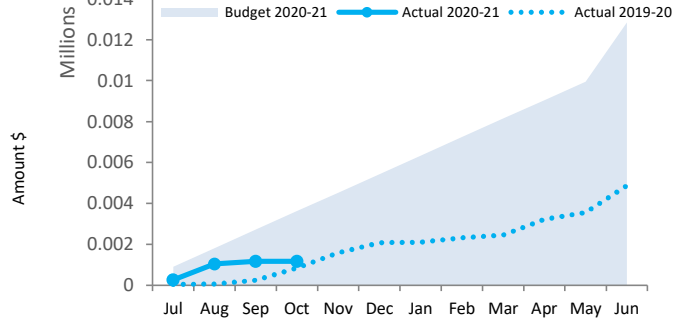
CAPITAL REVENUE

Budget Capital Revenue -v- Actual



CAPITAL EXPENSES

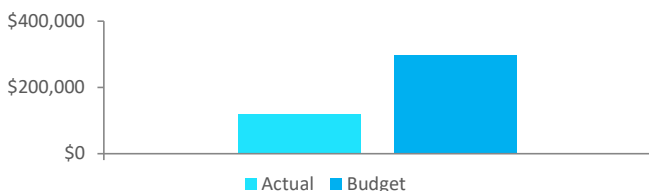
Budget Capital Expenses -v- Actual



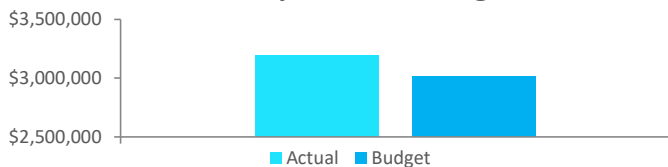
FINANCING ACTIVITIES

BORROWINGS

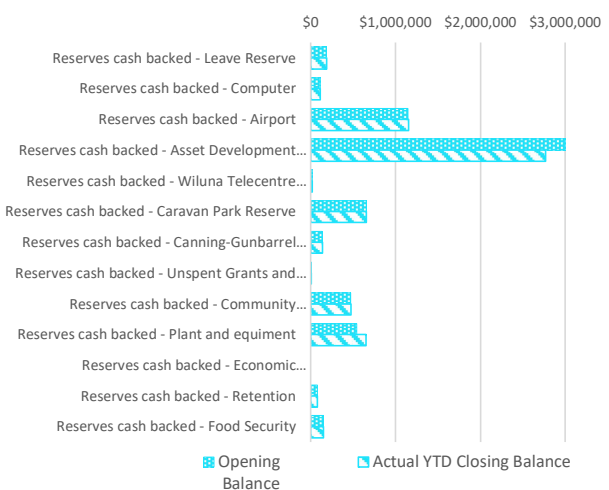
Principal Repayments



Principal Outstanding



RESERVES



Funding surplus / (deficit) Components

Funding surplus / (deficit)

	Adopted Budget	YTD Budget (a)	YTD Actual (b)	Var. \$ (b)-(a)
Opening	\$6.96 M	\$6.96 M	\$7.40 M	\$0.43 M
Closing	\$0.00 M	\$5.04 M	\$10.75 M	\$5.71 M

Refer to Statement of Financial Activity

Cash and cash equivalents

	\$16.99 M	% of total
Unrestricted Cash	\$11.34 M	66.8%
Restricted Cash	\$5.65 M	33.2%

Refer to Note 2 - Cash and Financial Assets

Payables

	\$1.57 M	% Outstanding
Trade Payables	\$0.84 M	
30 to 90 Days		18.5%
Over 90 Days		0.0%

Refer to Note 5 - Payables

Receivables

	\$0.29 M	% Collected
Rates Receivable	\$1.42 M	76.6%
Trade Receivable	\$0.29 M	% Outstanding
30 to 90 Days		33.7%
Over 90 Days		5.0%

Refer to Note 3 - Receivables

Key Operating Activities

Amount attributable to operating activities

Adopted Budget	YTD Budget (a)	YTD Actual (b)	Var. \$ (b)-(a)
\$0.15 M	\$0.44 M	\$4.67 M	\$4.23 M

Refer to Statement of Financial Activity

Rates Revenue

YTD Actual	\$5.90 M	% Variance
YTD Budget	\$5.79 M	1.9%

Refer to Note 6 - Rate Revenue

Operating Grants and Contributions

YTD Actual	\$0.59 M	% Variance
YTD Budget	\$5.55 M	(89.3%)

Refer to Note 12 - Operating Grants and Contributions

Fees and Charges

YTD Actual	\$0.06 M	% Variance
YTD Budget	\$0.06 M	4.2%

Refer to Statement of Financial Activity

Key Investing Activities

Amount attributable to investing activities

Adopted Budget	YTD Budget (a)	YTD Actual (b)	Var. \$ (b)-(a)
(\$8.42 M)	(\$2.35 M)	(\$1.31 M)	\$1.04 M

Refer to Statement of Financial Activity

Proceeds on sale

YTD Actual	\$0.00 M	%
Adopted Budget	\$0.02 M	0.0%

Refer to Note 7 - Disposal of Assets

Asset Acquisition

YTD Actual	\$1.66 M	% Spent
Adopted Budget	\$12.84 M	13.0%

Refer to Note 8 - Capital Acquisition

Capital Grants

YTD Actual	\$0.36 M	% Received
Adopted Budget	\$4.41 M	8.1%

Refer to Note 8 - Capital Acquisition

Key Financing Activities

Amount attributable to financing activities

Adopted Budget	YTD Budget (a)	YTD Actual (b)	Var. \$ (b)-(a)
\$1.31 M	(\$0.01 M)	(\$0.01 M)	\$0.00 M

Refer to Statement of Financial Activity

Borrowings

Principal repayments	\$0.12 M
Interest expense	\$0.05 M
Principal due	\$3.20 M

Refer to Note 9 - Borrowings

Reserves

Reserves balance	\$6.39 M
Interest earned	\$0.04 M

Refer to Note 10 - Cash Reserves

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

## KEY TERMS AND DESCRIPTIONS

### FOR THE PERIOD ENDED 31 OCTOBER 2020

#### REVENUE

##### RATES

All rates levied under the *Local Government Act 1995*. Includes general, differential, specified area rates, minimum rates, interim rates, back rates, ex-gratia rates, less discounts and concessions offered. Exclude administration fees, interest on instalments, interest on arrears, service charges and sewerage rates.

##### OPERATING GRANTS, SUBSIDIES AND CONTRIBUTIONS

Refers 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 identifiable non financial assets paid to a local government, irrespective of whether these amounts are received as capital grants, subsidies, contributions or donations.

##### REVENUE FROM CONTRACTS WITH CUSTOMERS

Revenue from contracts with customers is recognised when the local government satisfies its performance obligations under the contract.

##### 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.

##### PROFIT ON ASSET DISPOSAL

Excess of assets received over the net book value for assets on their disposal.

## NATURE OR TYPE DESCRIPTIONS

#### EXPENSES

##### 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

Shortfall between the value of assets received over the net book value for assets on their disposal.

##### 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, allowance for impairment of assets, member's fees or State taxes. Donations and subsidies made to community groups.

**STATEMENT OF FINANCIAL ACTIVITY  
FOR THE PERIOD ENDED 31 OCTOBER 2020**

**BY NATURE OR TYPE**

	Ref Note	Adopted Budget	YTD Budget (a)	YTD Actual (b)	Var. \$ (b)-(a)	Var. % (b)-(a)/(a)	Var.
		\$	\$	\$	\$	%	
<b>Opening funding surplus / (deficit)</b>	1(c)	6,964,697	6,964,697	<b>7,398,630</b>	433,933	6.23%	▲
<b>Revenue from operating activities</b>							
Rates	6	5,785,975	5,785,975	<b>5,895,747</b>	109,772	1.90%	
Operating grants, subsidies and contributions	12	16,647,262	5,549,088	<b>593,839</b>	(4,955,249)	(89.30%)	▼
Fees and charges		243,050	61,684	<b>64,269</b>	2,585	4.19%	
Interest earnings		118,800	39,604	<b>68,168</b>	28,564	72.12%	▲
Other revenue		98,950	52,320	<b>131,160</b>	78,840	150.69%	▲
Profit on disposal of assets	7	20,000	6,668	<b>0</b>	(6,668)	(100.00%)	▼
		<b>22,914,037</b>	<b>11,495,339</b>	<b>6,753,183</b>	(4,742,156)		
<b>Expenditure from operating activities</b>							
Employee costs		(2,498,923)	(851,232)	<b>(802,344)</b>	48,888	5.74%	▲
Materials and contracts		(19,419,154)	(6,427,204)	<b>(848,607)</b>	5,578,597	86.80%	▲
Utility charges		(231,400)	(77,136)	<b>(46,485)</b>	30,651	39.74%	▲
Depreciation on non-current assets		(1,326,789)	(442,264)	<b>0</b>	442,264	100.00%	▲
Interest expenses		(141,610)	(47,204)	<b>(51,107)</b>	(3,903)	(8.27%)	
Insurance expenses		(183,600)	(61,200)	<b>(182,496)</b>	(121,296)	(198.20%)	▼
Other expenditure		(270,337)	(117,712)	<b>(152,022)</b>	(34,310)	(29.15%)	▼
		<b>(24,071,813)</b>	<b>(8,023,952)</b>	<b>(2,083,061)</b>	5,940,891		
Non-cash amounts excluded from operating activities	1(a)	1,306,789	435,596	<b>0</b>	(435,596)	(100.00%)	▼
<b>Amount attributable to operating activities</b>		<b>149,013</b>	<b>3,906,983</b>	<b>4,670,122</b>	763,139		
<b>Investing activities</b>							
Proceeds from non-operating grants, subsidies and contributions	13	4,405,082	1,468,360	<b>356,000</b>	(1,112,360)	(75.76%)	▼
Proceeds from disposal of assets	7	20,000	0	<b>0</b>	0	0.00%	
Payments for property, plant and equipment and infrastructure	8	(12,844,488)	(3,816,167)	<b>(1,664,043)</b>	2,152,124	56.39%	▲
<b>Amount attributable to investing activities</b>		<b>(8,419,406)</b>	<b>(2,347,807)</b>	<b>(1,308,043)</b>	1,039,764		
<b>Financing Activities</b>							
Transfer from reserves	10	2,509,977	250,000	<b>250,000</b>	0	0.00%	
Repayment of debentures	9	(298,037)	(119,572)	<b>(119,572)</b>	0	0.00%	
Transfer to reserves	10	(906,244)	(144,330)	<b>(144,330)</b>	0	0.00%	
<b>Amount attributable to financing activities</b>		<b>1,305,696</b>	<b>(13,902)</b>	<b>(13,902)</b>	0		
<b>Closing funding surplus / (deficit)</b>	1(c)	<b>0</b>	<b>8,509,971</b>	<b>10,746,807</b>	2,236,836		

**KEY INFORMATION**

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

Refer to Note 14 for an explanation of the reasons for the variance.

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

**BASIS OF PREPARATION**

**REPORT PURPOSE**

This report is prepared to meet the requirements of *Local Government (Financial Management) Regulations 1996*, Regulation 34. Note: The statements and accompanying notes are prepared based on all transactions recorded at the time of preparation and may vary due to transactions being processed for the reporting period after the date of preparation.

**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) and Interpretations of the Australian Accounting Standards Board, and the *Local Government Act 1995* and accompanying regulations.

The *Local Government (Financial Management) Regulations 1996* take precedence over Australian Accounting Standards. Regulation 16 prohibits a local government from recognising as assets Crown land that is a public thoroughfare, such as land under roads, and land not owned by but under the control or management of the local government, unless it is a golf course, showground, racecourse or recreational facility of State or regional significance. Consequently, some assets, including land under roads acquired on or after 1 July 2008, have not been recognised in this financial report. This is not in accordance with the requirements of AASB 1051 *Land Under Roads* paragraph 15 and AASB 116 *Property, Plant and Equipment* paragraph 7.

Accounting policies which have been adopted in the preparation of this financial report have been consistently applied unless stated otherwise. Except for cash flow and rate setting information, the report has 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.

**PREPARATION TIMING AND REVIEW**

Date prepared: All known transactions up to 13 November 2020

**SIGNIFICANT ACCOUNTING POLICES**

**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.

**THE LOCAL GOVERNMENT REPORTING ENTITY**

All funds through which the Shire controls resources to carry on its functions have been included in the financial statements forming part of this financial report.

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 financial statements. A separate statement of those monies

**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.

**ROUNDING OFF FIGURES**

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

(a) Non-cash items excluded from operating activities

The following non-cash revenue and expenditure has been excluded from operating activities within the Statement of Financial Activity in accordance with Financial Management Regulation 32.

	Notes	Adopted Budget	YTD Budget (a)	YTD Actual (b)
<b>Non-cash items excluded from operating activities</b>		\$	\$	\$
<b>Adjustments to operating activities</b>				
Less: Profit on asset disposals	7	(20,000)	(6,668)	0
Add: Depreciation on assets		1,326,789	442,264	0
<b>Total non-cash items excluded from operating activities</b>		<b>1,306,789</b>	<b>435,596</b>	<b>0</b>

(b) Adjustments to net current assets in the Statement of Financial Activity

The following current assets and liabilities have been excluded from the net current assets used in the Statement of Financial Activity in accordance with *Financial Management Regulation* 32 to agree to the surplus/(deficit) after imposition of general rates.

		Last Year Closing 30 June 2020	This Time Last Year 31 October 2019	Year to Date 31 October 2020
<b>Adjustments to net current assets</b>				
Less: Reserves - restricted cash	10	(6,490,957)	(6,339,159)	(6,385,287)
Add: Borrowings	9	298,037	165,882	178,465
Add: Provisions - employee		353,151	0	353,151
<b>Total adjustments to net current assets</b>		<b>(5,839,769)</b>	<b>(6,173,277)</b>	<b>(5,853,671)</b>

(c) Net current assets used in the Statement of Financial Activity

<b>Current assets</b>				
Cash and cash equivalents	2	12,558,806	15,532,353	16,986,044
Rates receivables	3	152,315	996,249	1,415,681
Receivables	3	204,894	988,068	291,692
Other current assets	4	1,312,803	117,608	10,744
<b>Less: Current liabilities</b>				
Payables	5	(339,231)	(876,860)	(1,572,067)
Borrowings	9	(298,037)	0	(178,465)
Provisions	11	(353,151)	(150,109)	(353,151)
<b>Less: Total adjustments to net current assets</b>	1(b)	<b>(5,839,769)</b>	<b>(6,173,277)</b>	<b>(5,853,671)</b>
<b>Closing funding surplus / (deficit)</b>		<b>7,398,630</b>	<b>10,434,032</b>	<b>10,746,807</b>

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. Unless otherwise stated assets or liabilities are classified as current if expected to be settled within the next 12 months, being the Council's operational cycle.

Description	Classification	Unrestricted \$	Restricted \$	Total Cash \$	Trust \$	Institution	Interest Rate	Maturity Date
<b>Cash on hand</b>								
Muni Cash at Call	Cash and cash equivalents	1,637,954	0	1,637,954	0	CBA	n/a	n/a
Municipal account	Cash and cash equivalents	5,937,814	0	5,937,814	0	CBA	n/a	n/a
Reserve cash on call	Cash and cash equivalents	737,804	0	737,804	0	CBA	n/a	n/a
Trust	Cash and cash equivalents	21,572	0	21,572	0	CBA	n/a	n/a
Cash on hand	Cash and cash equivalents	200	0	200	0	n/a	n/a	n/a
ANZ TD	Cash and cash equivalents	1,000,000	0	1,000,000	0	ANZ TD	n/a	n/a
Bank Of Queensland	Cash and cash equivalents	1,003,219	0	1,003,219	0	Bank Of Queensland	n/a	n/a
My State Bank	Cash and cash equivalents	1,000,000	0	1,000,000	0	My State Bank	n/a	n/a
IMB Bank Ltd	Cash and cash equivalents	0	1,000,000	1,000,000	0	IMB Bank Ltd	n/a	n/a
ING Bank	Cash and cash equivalents	0	1,000,000	1,000,000	0	ING Bank	n/a	n/a
ME Bank	Cash and cash equivalents	0	1,248,513	1,248,513	0	ME Bank	n/a	n/a
NAB	Cash and cash equivalents	0	1,000,000	1,000,000	0	NAB	n/a	n/a
Rural Bank	Cash and cash equivalents	0	1,398,968	1,398,968	0	Rural Bank	n/a	n/a
<b>Total</b>		<b>11,338,563</b>	<b>5,647,481</b>	<b>16,986,044</b>	<b>0</b>			
<b>Comprising</b>								
Cash and cash equivalents		11,338,563	5,647,481	16,986,044	0			
		<b>11,338,563</b>	<b>5,647,481</b>	<b>16,986,044</b>	<b>0</b>			

#### KEY INFORMATION

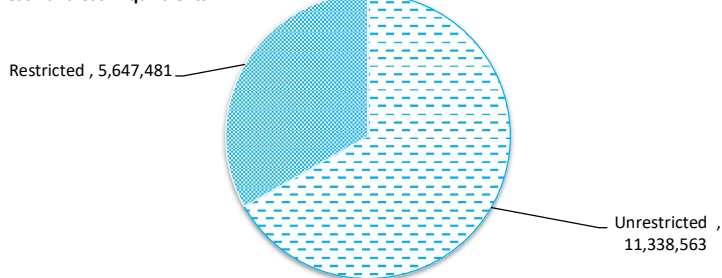
Cash and cash equivalents include cash on hand, cash at bank, deposits available on demand with banks and other short term highly liquid investments highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to 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 net current assets.

The local government classifies financial assets at amortised cost if both of the following criteria are met:

- the asset is held within a business model whose objective is to collect the contractual cashflows, and
- the contractual terms give rise to cash flows that are solely payments of principal and interest.

Financial assets at amortised cost held with registered financial institutions are listed in this note other financial assets at amortised cost are provided in Note 4 - Other assets.

Cash and Cash Equivalents





**NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY  
FOR THE PERIOD ENDED 31 OCTOBER 2020**

**OPERATING ACTIVITIES  
NOTE 3  
RECEIVABLES**

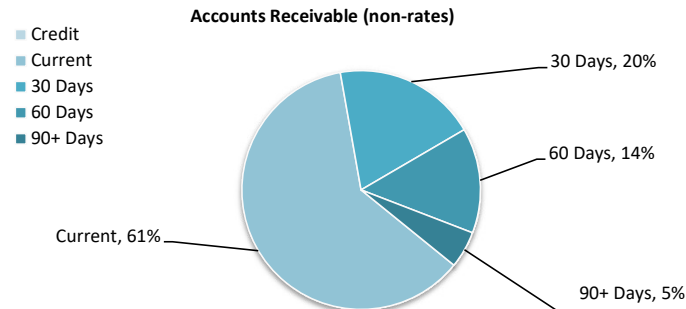
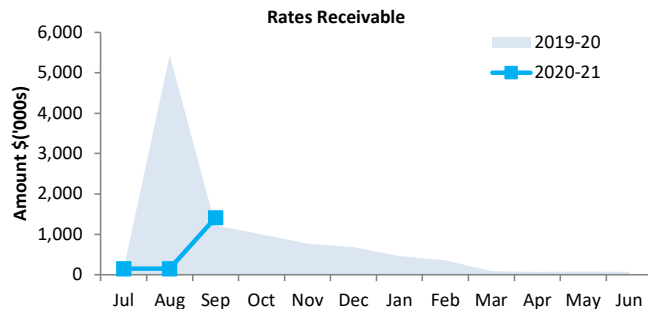
Rates receivable	30 Jun 2020	31 Oct 2020
	\$	\$
Opening arrears previous years	91,003	152,315
Rates, instalment charges and interest levied	5,415,657	5,895,747
Less - collections to date	(5,354,345)	(4,632,381)
Equals current outstanding	<b>152,315</b>	<b>1,415,681</b>
<b>Net rates collectable</b>	<b>152,315</b>	<b>1,415,681</b>
% Collected	97.2%	76.6%

Receivables - general	Credit	Current	30 Days	60 Days	90+ Days	Total
	\$	\$	\$	\$	\$	\$
Receivables - general	0	6,893	2,179	1,603	561	11,236
Percentage	0.0%	61.3%	19.4%	14.3%	5.0%	
<b>Balance per trial balance</b>						
Sundry receivable						11,236
GST receivable						102,448
Allowance for impairment of receivables						(92,672)
Accrued interest						51,889
Other receivables						218,791
<b>Total receivables general outstanding</b>						<b>291,692</b>

Amounts shown above include GST (where applicable)

**KEY INFORMATION**

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 impairment of receivables is raised when there is objective evidence that they will not be collectible.



	Opening Balance 1 July 2020	Asset Increase	Asset Reduction	Closing Balance 31 October 2020
<b>Other current assets</b>	\$	\$	\$	\$
<b>Inventory</b>				
Inventories - Fuel	10,744	0	0	10,744
<b>Other current assets</b>				
Prepayments	1,302,059	0	(1,302,059)	0
<b>Total other current assets</b>	<b>1,312,803</b>	<b>0</b>	<b>(1,302,059)</b>	<b>10,744</b>

#### KEY INFORMATION

##### Inventory

Inventories are measured at the lower of cost and net realisable value.

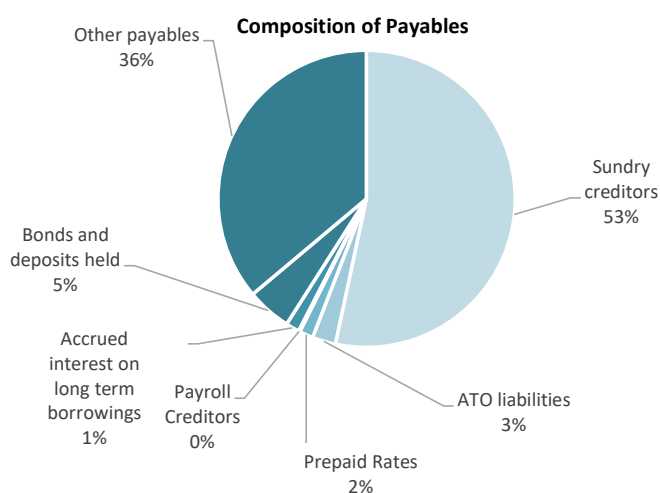
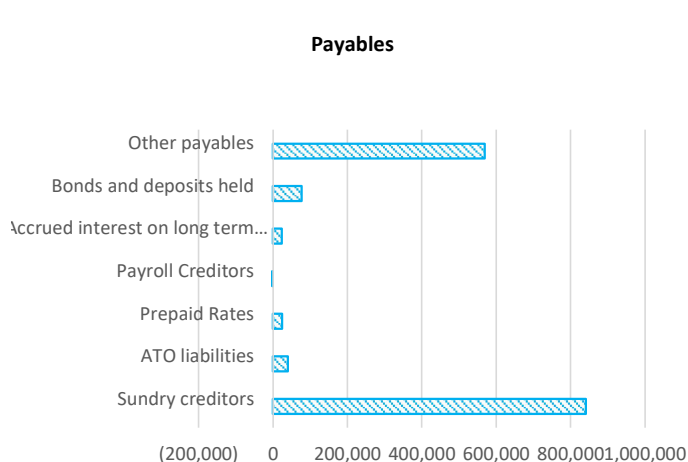
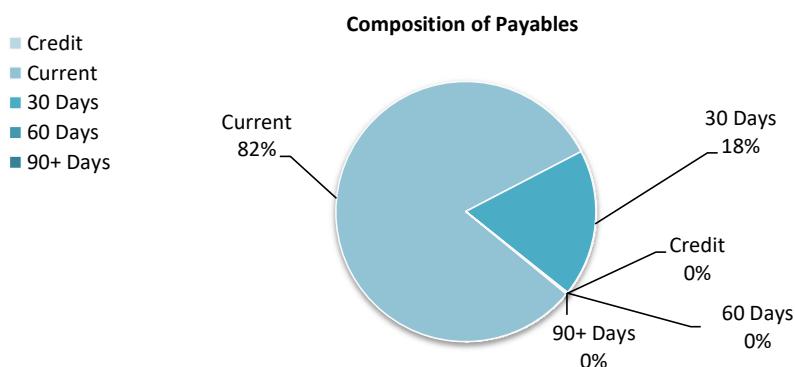
Net realisable value is the estimated selling price in the ordinary course of business less the estimated costs of completion and the estimated costs necessary to make the sale.

Payables - general	Credit	Current	30 Days	60 Days	90+ Days	Total
	\$	\$	\$	\$	\$	\$
Payables - general	(700)	686,001	154,594	1,105	0	841,000
Percentage	0.0%	81.6%	18.4%	0.1%	0.0%	
<b>Balance per trial balance</b>						
Sundry creditors						841,000
ATO liabilities						39,966
Prepaid Rates						24,057
Payroll Creditors						(2,018)
Accrued interest on long term borrowings						23,483
Bonds and deposits held						76,493
Other payables						569,086
<b>Total payables general outstanding</b>						<b>1,572,067</b>

Amounts shown above include GST (where applicable)

#### KEY INFORMATION

Trade and other payables represent liabilities for goods and services provided to the Shire that are unpaid and arise when the Shire 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.



NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY  
FOR THE PERIOD ENDED 31 OCTOBER 2020

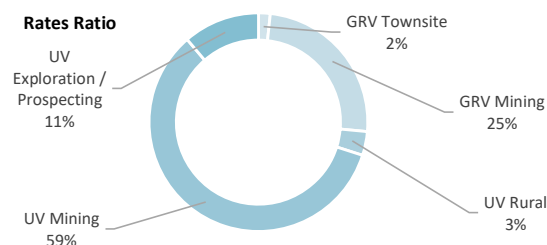
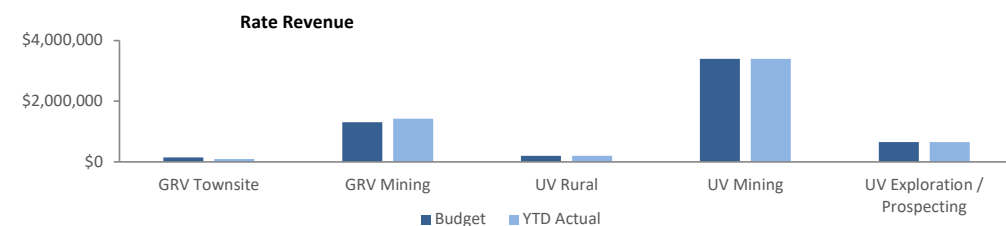
OPERATING ACTIVITIES  
NOTE 6  
RATE REVENUE

General rate revenue

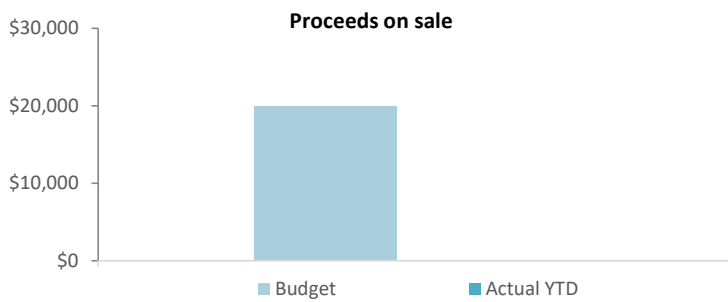
RATE TYPE	Budget							YTD Actual			
	Rate in \$ (cents)	Number of Properties	Rateable Value	Rate Revenue	Interim Rate	Back Rate	Total Revenue	Rate Revenue	Interim Rates	Back Rates	Total Revenue
				\$	\$	\$	\$	\$	\$	\$	\$
<b>Gross rental value</b>											
GRV Townsite	0.102270	68	980,128	100,236	40,000	2,500	142,736	100,238	0	0	100,238
GRV Mining	0.204540	6	6,380,000	1,304,940	0	0	1,304,940	1,304,966	121,379	0	1,426,345
<b>Unimproved value</b>											
UV Rural	0.137840	28	1,491,435	205,581	0	0	205,581	205,579	0	0	205,579
UV Mining	0.216530	213	15,709,413	3,401,559	0	0	3,401,559	3,401,559	0	0	3,401,559
UV Exploration / Prospecting	0.197000	244	3,331,248	656,256	0	0	656,256	656,256	0	0	656,256
<b>Sub-Total</b>		<b>559</b>	<b>27,892,224</b>	<b>5,668,572</b>	<b>40,000</b>	<b>2,500</b>	<b>5,711,072</b>	<b>5,668,598</b>	<b>121,379</b>	<b>0</b>	<b>5,789,977</b>
<b>Minimum payment</b>	<b>Minimum \$</b>										
<b>Gross rental value</b>											
GRV Townsite	490	15	0	7,350	0	0	7,350	7,350	0	0	7,350
GRV Mining	370	3	0	1,110	0	0	1,110	1,110	0	0	1,110
<b>Unimproved value</b>											
UV Rural	370	1	0	370	0	0	370	370	0	0	370
UV Mining	370	789	0	69,930	0	0	69,930	69,930	0	0	69,930
UV Exploration / Prospecting	370	73	0	27,010	0	0	27,010	27,010	0	0	27,010
<b>Sub-total</b>		<b>881</b>	<b>0</b>	<b>105,770</b>	<b>0</b>	<b>0</b>	<b>105,770</b>	<b>105,770</b>	<b>0</b>	<b>0</b>	<b>105,770</b>
Concession							(30,867)				
<b>Total general rates</b>							<b>5,785,975</b>				<b>5,895,747</b>

KEY INFORMATION

Prepaid rates are, until the taxable event for the rates has occurred, refundable at the request of the ratepayer. Rates received in advance give rise to a financial liability. On 1 July 2020 the prepaid rates were recognised as a financial asset and a related amount was recognised as a financial liability and no income was recognised. When the taxable event occurs the financial liability is extinguished and income recognised for the prepaid rates that have not been refunded.



Asset Ref.	Asset description	Budget				YTD Actual			
		Net Book Value	Proceeds	Profit	(Loss)	Net Book Value	Proceeds	Profit	(Loss)
		\$	\$	\$	\$	\$	\$	\$	\$
	<b>Plant and equipment</b>								
	<b>Transport</b>								
	Plant	0	20,000	20,000	0	0	0	0	0
		<b>0</b>	<b>20,000</b>	<b>20,000</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>



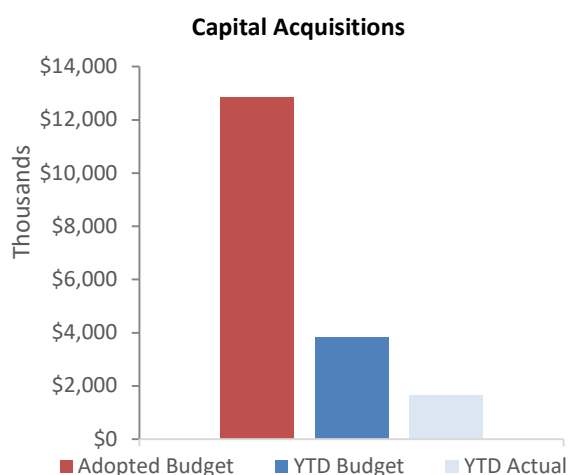
**NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY  
FOR THE PERIOD ENDED 31 OCTOBER 2020**

**INVESTING ACTIVITIES  
NOTE 8  
CAPITAL ACQUISITIONS**

Capital acquisitions	Adopted		YTD Actual	YTD Actual Variance
	Budget	YTD Budget		
	\$	\$	\$	\$
Land - freehold land	600,000	200,000	0	(200,000)
Buildings - non-specialised	5,161,305	1,720,435	0	(1,720,435)
Plant and equipment	1,395,986	0	0	0
Infrastructure - roads	1,651,987	550,662	0	(550,662)
Infrastructure - airport	2,009,026	669,675	0	(669,675)
Infrastructure - other	2,026,184	675,395	0	(675,395)
Work in Progress	0	0	1,664,043	1,664,043
<b>Payments for Capital Acquisitions</b>	<b>12,844,488</b>	<b>3,816,167</b>	<b>1,664,043</b>	<b>(2,152,124)</b>
<b>Total Capital Acquisitions</b>	<b>12,844,488</b>	<b>3,816,167</b>	<b>1,664,043</b>	<b>(2,152,124)</b>
<b>Capital Acquisitions Funded By:</b>				
	\$	\$	\$	\$
Capital grants and contributions	4,405,082	1,468,360	356,000	(1,112,360)
Other (disposals & C/Fwd)	20,000	0	0	0
Cash backed reserves				
Reserves cash backed - Airport	140,000	0	0	0
Reserves cash backed - Asset Development & Replacement	1,736,698	0	250,000	250,000
Reserves cash backed - Plant and equipment	483,279	0	0	0
Reserves cash backed - Food Security	150,000	0	0	0
Contribution - operations	5,909,429	2,347,807	1,058,043	(1,289,764)
<b>Capital funding total</b>	<b>12,844,488</b>	<b>3,816,167</b>	<b>1,664,043</b>	<b>(2,152,124)</b>

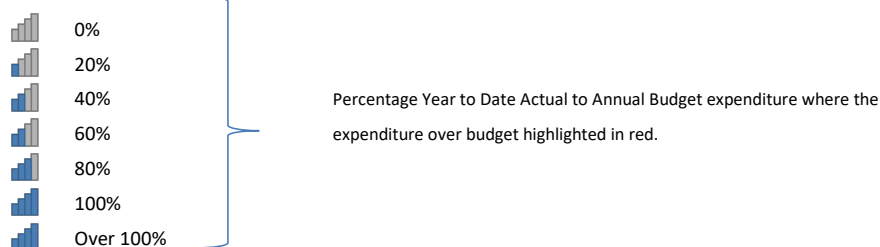
**SIGNIFICANT ACCOUNTING POLICIES**

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.



































Capital expenditure total






















Level of completion indicators



Level of completion indicator, please see table at the end of this note for further detail.

			Adopted		Year to Date Actual	Variance (Under)/Over
			Current	Year to		
Account Description			Budget	Date Budget		
Land						
	C132360	Commercial Land Purchases	500,000	166,667	0	(166,667)
	C147196	Residential Land Purchases	100,000	33,333	0	(33,333)
			600,000	200,000	0	(200,000)
Buildings						
	C091109	Accomodation Unit Renovations	154,625	51,542	0	(51,542)
	C091163	House 1 - 12 Trenton St	424,592	141,531	0	(141,531)
	C091164	House 2 - 16 Trenton St	424,668	141,556	0	(141,556)
	C091165	House 5/28 Scotia St 2 Bathroom renovations	21,902	7,301	0	(7,301)
	C091166	7/28 Scotia St General Renovations	35,029	11,676	0	(11,676)
	C091170	Relocate 60B Scotia St	151,902	50,634	0	(50,634)
	C091181	21 Lennon St Genera Renovations	32,519	10,840	0	(10,840)
	C091200	8 Trenton St - Shed and Patio	74,592	24,864	0	(24,864)
	C091201	10 Trenton St - Shed and Patio	74,592	24,864	0	(24,864)
	C091203	42 Lennon St - Shed and Patio	74,592	24,864	0	(24,864)
	C091204	46 Lennon St - Shed and Patio	74,592	24,864	0	(24,864)
	C091205	48 Lennon St - Shed and Patio	74,592	24,864	0	(24,864)
	C113133	Gym Relocation	29,505	9,835	0	(9,835)
	C121032	Works Depot Office upgrade	176,698	58,899	0	(58,899)
	C121023	Depot Shed	7,000	2,333	0	(2,333)
	C126262	Airport	1,000,000	333,333	0	(333,333)
	C136001	Food Security Project	500,000	166,667	0	(166,667)
	C132345	Wotton St Revitalisation Stage 2 Project	1,522,500	507,500	0	(507,500)
	C147195	Admin Centre Landscaping inc relocating Dongas	307,405	102,468	0	(102,468)
			5,161,305	1,720,435	0	(1,720,435)
Plant and equipment						
	C142101	MTWS Vehicle	80,481	0	0	0
	C123198	Mobile Portable Toilet	80,481	0	0	0
	C123202	Works Replacement Vehicle	50,481	0	0	0
	C123201	Works Replacement Vehicle	50,481	0	0	0
	C123100	Dual Cab Truck	201,354	0	0	0
	C123178	Refurbish Bore Trailer	10,000	0	0	0
	C123268	Grader	451,354	0	0	0
	C123269	Leader	451,354	0	0	0
	C123220	PRP - Works Ceaning Vehicle	20,000	0	0	0
			1,395,986	0	0	0

CAPITAL ACQUISITIONS (CONTINUED)

Account Description		Current Budget	Year to Date Budget	Year to Date Actual	Variance (Under)/Over
	<b>Infrastructure - Roads</b>				
	C121004 RRG Project - SLK 1.05-4	547,659	182,553	0	(182,553)
	C121027 RRG Project - SLK 15.2-18	454,776	151,592	0	(151,592)
	C121029 RRG Project - SLK 19.1-21	214,776	71,592	0	(71,592)
	C121028 RRG Project - SLK 0.0-125.88	234,776	78,259	0	(78,259)
	C121030 Lake Violet/ Grantite Peak Resheet, widen realign	200,000	66,667	0	(66,667)
		1,651,987	550,662	0	(550,662)
	<b>Infrastructure - Transport</b>				
	C126262 Airstrip upgrade	2,009,026	669,675	0	(669,675)
	<b>Infrastructure - Other</b>				
	C107061 Lennon Street Bore Upgrade	53,408	17,803	0	(17,803)
	C111103 Retic and Greening Youth Centre	82,872	27,624	0	(27,624)
	C123270 New Standpipes Oval Tanks	16,904	5,635	0	(5,635)
	C121031 Concrete Batching Plant	111,694	37,231	0	(37,231)
	C137003 Retic and Greening Discovery Centre	33,673	11,224	0	(11,224)
	C132343 Caravan Park Development Stage 1	1,201,260	400,420	0	(400,420)
	C136002 Fencing Town Perimetre	203,024	67,675	0	(67,675)
	C137004 28/30 Scotia St - Fencing and Grids	53,349	17,783	0	(17,783)
	C132346 Highway Signage Promoting Discovery Centre	90,000	30,000	0	(30,000)
	C132171 24 Woodley Street Fencing	80,000	26,667	0	(26,667)
	C132157 Tourism Cutural Project	100,000	33,333	0	(33,333)
		2,026,184	675,395	0	(675,395)
	<b>Work in Progress</b>	0	0	1,664,043	1,664,043
	<b>Total</b>	<b>12,844,488</b>	<b>3,816,167</b>	<b>1,664,043</b>	<b>(2,152,124)</b>



**NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY  
FOR THE PERIOD ENDED 31 OCTOBER 2020**

**FINANCING ACTIVITIES**

**NOTE 9**

**BORROWINGS**

**Repayments - borrowings**

Information on borrowings		Principal	New Loans		Principal Repayments		Principal Outstanding		Interest Repayments	
Particulars	Loan No.	1 July 2020	Actual	Budget	Actual	Budget	Actual	Budget	Actual	Budget
		\$	\$	\$	\$	\$	\$	\$	\$	\$
<b>Housing</b>										
Staff Housing - 5 New Houses	4	1,290,818	0	0	12,654	51,345	1,278,164	1,239,473	16,076	49,173
<b>Recreation and culture</b>										
Youth Centre - Changerooms, Toilets, Kiosk	1	144,979	0	0	27,132	54,802	117,847	90,177	4,287	6,237
<b>Economic services</b>										
Canning - Gunbarrel Discovery Centre	2	347,949	0	0	65,117	131,524	282,832	216,425	10,238	14,969
Streetscape Project	5	610,426	0	0	5,631	23,690	604,795	586,736	8,194	22,407
<b>Other property and services</b>										
Administration Building	3	922,013	0	0	9,038	36,676	912,975	885,337	12,312	35,124
<b>Total</b>		<b>3,316,185</b>	<b>0</b>	<b>0</b>	<b>119,572</b>	<b>298,037</b>	<b>3,196,613</b>	<b>3,018,148</b>	<b>51,107</b>	<b>127,910</b>
Current borrowings		298,037					178,465			
Non-current borrowings		3,018,148					3,018,148			
		<b>3,316,185</b>					<b>3,196,613</b>			

All debenture repayments were financed by general purpose revenue.

**KEY INFORMATION**

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.

NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY  
FOR THE PERIOD ENDED 31 OCTOBER 2020

OPERATING ACTIVITIES  
NOTE 10  
CASH RESERVES

Cash backed reserve

Reserve name	Opening Balance	Budget Interest Earned	Actual Interest Earned	Budget Transfers In (+)	Actual Transfers In (+)	Budget Transfers Out (-)	Actual Transfers Out (-)	Budget Closing Balance	Actual YTD Closing Balance
	\$	\$	\$	\$	\$	\$	\$	\$	\$
Reserves cash backed - Leave Reserve	186,521	0	1,160	0	0	0	0	186,521	187,681
Reserves cash backed - Computer	110,609	0	688	0	0	0	0	110,609	111,297
Reserves cash backed - Airport	1,147,412	0	7,136	0	0	(140,000)	0	1,007,412	1,154,548
Reserves cash backed - Asset Development & Replacement	2,998,472	0	18,592	236,903	0	(1,736,698)	(250,000)	1,498,677	2,767,064
Reserves cash backed - Wiluna Telecentre Reserve	17,376	0	108	0	0	0	0	17,376	17,484
Reserves cash backed - Caravan Park Reserve	652,126	0	4,055	0	0	0	0	652,126	656,181
Reserves cash backed - Canning-Gunbarrel Discovery Centre	135,094	0	840	0	0	0	0	135,094	135,934
Reserves cash backed - Unspent Grants and contributions	6,074	0		0	0	0	0	6,074	6,074
Reserves cash backed - Community Development	470,229	0	2,925	0	0	0	0	470,229	473,154
Reserves cash backed - Plant and equipment	541,260	0	3,529	69,341	104,364	(483,279)	0	127,322	649,153
Reserves cash backed - Economic Development	0	0	0	600,000	0	0	0	600,000	0
Reserves cash backed - Retention	75,784	0	0	0	0	0	0	75,784	75,784
Reserves cash backed - Food Security	150,000	0	933	0	0	(150,000)	0	0	150,933
	<b>6,490,957</b>	<b>0</b>	<b>39,966</b>	<b>906,244</b>	<b>104,364</b>	<b>(2,509,977)</b>	<b>(250,000)</b>	<b>4,887,224</b>	<b>6,385,287</b>

Other current liabilities	Note	Opening Balance 1 July 2020	Liability Increase	Liability Reduction	Closing Balance 31 October 2020
		\$	\$	\$	\$
<b>Provisions</b>					
Annual leave		146,396	0	0	146,396
Long service leave		46,755	0	0	46,755
Other provision		160,000	0	0	160,000
<b>Total Provisions</b>		<b>353,151</b>	<b>0</b>	<b>0</b>	<b>353,151</b>
<b>Total other current assets</b>		<b>353,151</b>	<b>0</b>	<b>0</b>	<b>353,151</b>
<b>Amounts shown above include GST (where applicable)</b>					

#### KEY INFORMATION

##### Provisions

Provisions are recognised when the Shire has a present legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured.

Provisions are measured using the best estimate of the amounts required to settle the obligation at the end of the reporting period.

##### Employee benefits

##### Short-term employee benefits

Provision is made for the Shire's obligations for short-term employee benefits. Short-term employee benefits are benefits (other than termination benefits) that are expected to be settled wholly before 12 months after the end of the annual reporting period in which the employees render the related service, including wages, salaries and sick leave. Short-term employee benefits are measured at the (undiscounted) amounts expected to be paid when the obligation is settled.

The Shire's obligations for short-term employee benefits such as wages, salaries and sick leave are recognised as a part of current trade and other payables in the calculation of net current assets.

##### Other long-term employee benefits

The Shire's obligations for employees' annual leave and long service leave entitlements are recognised as provisions in the statement of financial position.

Long-term employee benefits are measured at the present value of the expected future payments to be made to employees. Expected future payments incorporate anticipated future wage and salary levels, durations of service and employee departures and are discounted at rates determined by reference to market yields at the end of the reporting period on government bonds that have maturity dates that approximate the terms of the obligations. Any remeasurements for changes in assumptions of obligations for other long-term employee benefits are recognised in profit or loss in the periods in which the changes occur. The Shire's obligations for long-term employee benefits are presented as non-current provisions in its statement of financial position, except where the Shire does not have an unconditional right to defer settlement for at least 12 months after the end of the reporting period, in which case the obligations are presented as current provisions.

NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY  
FOR THE PERIOD ENDED 31 OCTOBER 2020

NOTE 12

OPERATING GRANTS AND CONTRIBUTIONS

Operating grants, subsidies and contributions revenue

Provider	Adopted Budget Revenue	YTD Budget	YTD Revenue Actual
	\$	\$	\$
<b>Operating grants and subsidies</b>			
<b>General purpose funding</b>			
Grants Commission - General	704,695	234,897	222,376
Grants Commission - Roads	306,524	102,175	88,547
<b>Law, order, public safety</b>			
DFES	0	0	4,946
<b>Health</b>			
CPD Fundings	20,000	6,667	0
<b>Recreation and culture</b>			
ADF Grant	30,000	10,000	0
Public Library Funding	5,073	1,691	0
Festivals and events -	10,000	3,333	0
IVAIS Grant	145,000	48,333	40,000
CPD Fundings	60,000	20,000	20,000
<b>Transport</b>			
Main Roads Direct Grant	213,970	71,325	213,970
AGRN888 WANDRRA Flood Damage Claims	15,000,000	5,000,000	0
January 2020 Flood Emergency works	150,000	50,000	0
	<b>16,645,262</b>	<b>5,548,421</b>	<b>589,839</b>
<b>Operating contributions</b>			
<b>Law, order, public safety</b>			
DFES - ESL Contribution	0	0	4,000
<b>Recreation and culture</b>			
Festivals and events	1,500	500	0
<b>Economic services</b>			
Economic development	500	167	0
	<b>2,000</b>	<b>667</b>	<b>4,000</b>
<b>TOTALS</b>	<b>16,647,262</b>	<b>5,549,088</b>	<b>593,839</b>

Non operating grants, subsidies and contributions revenue

Provider	Adopted Budget Revenue	YTD Budget	YTD Revenue Actual (b)
	\$	\$	\$
<b>Non-operating grants and subsidies</b>			
<b>Recreation and culture</b>			
Lotterywest - Wotton Street Playground	392,500	130,832	0
<b>Transport</b>			
MRWA Regional Road Group	890,000	296,668	356,000
Roads to Recovery Grant	542,883	180,961	0
Aerodrome Grant - RAUP	1,000,000	333,333	0
Aerodrome Grant - RADS	1,000,000	333,333	0
<b>Economic services</b>			
LRCI Program - Wotton St Revitalisation	579,699	193,233	0
	<b>4,405,082</b>	<b>1,468,360</b>	<b>356,000</b>

**NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY  
FOR THE PERIOD ENDED 31 OCTOBER 2020**

**NOTE 14  
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 Actual materially.

The material variance adopted by Council for the 2020-21 year is \$5,000 or 5.00% whichever is the greater.

Reporting Program	Var. \$	Var. %	Timing/ Permanent	Explanation of Variance
	\$	%		
<b>Revenue from operating activities</b>				
Operating grants, subsidies and contributions	(4,955,249)	(89.30%)	▼ Timing	YTD budget for grants have been estimated to be received 1/12th for each month. Timing of grant income will be dependent on the funding body and/or grant agreements. YTD budgets to be reviewed for accuracy.
Interest earnings	28,564	72.12%	▲ Timing	Monthly budget breakdown requires review. Interest has been received from matured Term deposits. Insurance claim of \$32,193 has been received which has not been budgeted for. Commissions of \$9,542 for sale of art has been received which is not in the budget.
Other revenue	78,840	150.69%	▲ Timing	YTD budget has been estimated as a split of 1/12th per month of the total budget
Profit on disposal of assets	(6,668)	(100.00%)	▼ Timing	
<b>Expenditure from operating activities</b>				
Employee costs	48,888	5.74%	▲ Timing	Allowances of \$37,073 has been expensed as at 30.9.2020 and there has not been a YTD budget allocation to this account. Costs for conferences and training are \$20,129 in contrast to the YTD budget of \$5,832
Materials and contracts	5,578,597	86.80%	▲ Timing	The YTD budget for Material and contracts to be spent on Grounds as 4/12th of the total budget, which as at 31 October is \$5,391,400. Actual expenditure on grounds maintenance as at 31.10.2020 is \$1,029. Budget split into 4/12th, which is higher than the actual costs to date.
Utility charges	30,651	39.74%	▲ Timing	
Depreciation on non-current assets	442,264	100.00%	▲ Timing	No depreciation has been charged for the year to date.
Insurance expenses	(121,296)	(198.20%)	▼ Timing	YTD budget has been estimated as a split of 1/12th per month of the adopted annual budget, however actual insurance expense was incurred in one month.
Other expenditure	(34,310)	(29.15%)	▼ Timing	The budgeted contribution to community organisation of \$75,000 was paid in one sum, the TYD budget is based on 4/12th of this amount. YTD Budgeted donations were \$13,332 - as at 31.10.2020 no donations have been made.
<b>Investing activities</b>				
Proceeds from non-operating grants, subsidies and contributions	(1,112,360)	(75.76%)	▼ Timing	YTD budget for grants have been estimated to be received 1/12th for each month. Timing of grant income will be dependent on the funding body and/or grant agreements. YTD budgets to be reviewed for accuracy.
Payments for property, plant and equipment and infrastructure	2,152,124	56.39%	▲ Timing	A detailed breakdown of timing of payments for property, plant, equipment and infrastructure is required to determine explanations for variances. To date all expenditure has been captured as work in progress. Corrections to reconcile asset expenditure will be required.