SHIRE OF KOORDA

MONTHLY FINANCIAL REPORT

(Containing the required statement of financial activity and statement of financial position)

For the period ended 30 November 2023

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

TABLE OF CONTENTS

Statements required by regulation

Statement of Financial Activity		2
Statement of Financial Position		3
Note 1	Basis of Preparation	4
Note 2	Statement of Financial Activity Information	5
Note 3	Explanation of Material Variances	6

SHIRE OF KOORDA
STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD ENDED 30 NOVEMBER 2023

	Supplementary Information	Adopted Budget Estimates (a)	YTD Budget Estimates (b)	YTD Actual (c)	Variance* $ (c) - (b)	Variance* % ((c) - (b))/(b)	Var.
		$	$	$	$	%	
OPERATING ACTIVITIES							
Revenue from operating activities							
General rates	10	1,197,723	1,225,178	**1,199,693**	(25,485)	(2.08%)	
Rates excluding general rates		27,454	0	**30,199**	30,199	0.00%	
Grants, subsidies and contributions	12	241,796	215,521	**270,663**	55,142	25.59%	▲
Fees and charges		589,827	364,864	**370,956**	6,092	1.67%	
Interest revenue		226,000	56,800	**109,728**	52,928	93.18%	▲
Other revenue		22,500	7,955	**10,609**	2,654	33.36%	
Profit on asset disposals	6	163,000	81,500	**0**	(81,500)	(100.00%)	▼
		2,468,300	**1,951,818**	**1,991,848**	40,030	2.05%	
Expenditure from operating activities							
Employee costs		(1,357,222)	(583,305)	**(445,603)**	137,702	23.61%	▲
Materials and contracts		(1,134,828)	(678,164)	**(665,734)**	12,430	1.83%	
Utility charges		(229,950)	(95,780)	**(73,985)**	21,795	22.76%	▲
Depreciation		(1,864,650)	(776,895)	**(986,957)**	(210,062)	(27.04%)	▼
Insurance		(194,927)	(161,660)	**(200,516)**	(38,856)	(24.04%)	▼
Other expenditure		(73,530)	(19,850)	**(13,693)**	6,157	31.02%	
Loss on asset disposals	6	(9,000)	(9,000)	**(1,305)**	7,695	85.50%	
		(4,864,107)	**(2,324,654)**	**(2,387,793)**	(63,139)	(2.72%)	
Non-cash amounts excluded from operating activities	Note 2(b)	1,718,177	704,395	**485,754**	(218,641)	(31.04%)	▼
Amount attributable to operating activities		**(677,630)**	**331,559**	**89,809**	(241,750)	(72.91%)	
INVESTING ACTIVITIES							
Inflows from investing activities							
Proceeds from capital grants, subsidies and contributions	13	1,580,811	848,630	**856,970**	8,340	0.98%	
Proceeds from disposal of assets	6	370,000	80,000	**64,091**	(15,909)	(19.89%)	▼
		1,950,811	**928,630**	**921,061**	(7,569)	(0.82%)	
Outflows from investing activities							
Payments for property, plant and equipment	5	(2,122,635)	(664,000)	**(729,813)**	(65,813)	(9.91%)	
Payments for construction of infrastructure	5	(2,377,000)	(937,000)	**(463,710)**	473,290	50.51%	▲
		(4,499,635)	**(1,601,000)**	**(1,193,523)**	407,477	25.45%	
Amount attributable to investing activities		**(2,548,824)**	**(672,370)**	**(272,462)**	399,908	59.48%	
FINANCING ACTIVITIES							
Inflows from financing activities							
Transfer from reserves	4	2,054,805	0	**0**	0	0.00%	
		2,054,805	**0**	**0**	0	0.00%	
Outflows from financing activities							
Transfer to reserves	4	(220,000)	0	**(62,059)**	(62,059)	0.00%	
		(220,000)	**0**	**(62,059)**	(62,059)	0.00%	
Amount attributable to financing activities		**1,834,805**	**0**	**(62,059)**	(62,059)	0.00%	
MOVEMENT IN SURPLUS OR DEFICIT							
Surplus or deficit at the start of the financial year		1,808,829	1,808,829	**2,035,341**	226,512	12.52%	▲
Amount attributable to operating activities		(677,630)	331,559	**89,809**	(241,750)	(72.91%)	▼
Amount attributable to investing activities		(2,548,824)	(672,370)	**(272,462)**	399,908	59.48%	▲
Amount attributable to financing activities		1,834,805	0	**(62,059)**	(62,059)	0.00%	
Surplus or deficit after imposition of general rates		**417,180**	**1,468,018**	**1,790,629**	322,611	21.98%	▲

KEY INFORMATION

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

* Refer to Note 3 for an explanation of the reasons for the variance.

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

SHIRE OF KOORDA
STATEMENT OF FINANCIAL POSITION
FOR THE PERIOD ENDED 30 NOVEMBER 2023

	Supplementary Information	30 June 2022	30 November 2023
		$	$
CURRENT ASSETS			
Cash and cash equivalents	3	2,785,894	2,490,671
Trade and other receivables		167,100	230,765
Other financial assets		6,024,334	6,086,393
Inventories	8	23,568	38,893
TOTAL CURRENT ASSETS		9,000,896	8,846,722
NON-CURRENT ASSETS			
Trade and other receivables		15,156	0
Other financial assets		61,117	61,117
Property, plant and equipment		13,640,111	14,106,590
Infrastructure		92,645,554	91,971,127
TOTAL NON-CURRENT ASSETS		106,361,938	106,138,834
TOTAL ASSETS		115,362,834	114,985,556
CURRENT LIABILITIES			
Trade and other payables	9	419,797	112,365
Other liabilities	11	423,185	268,185
Employee related provisions	11	304,342	304,342
Other provisions	11	0	63,862
TOTAL CURRENT LIABILITIES		1,147,324	748,754
NON-CURRENT LIABILITIES			
Employee related provisions		37,645	37,645
Other provisions		553,337	63,862
TOTAL NON-CURRENT LIABILITIES		590,982	101,507
TOTAL LIABILITIES		1,738,306	850,261
NET ASSETS		**113,624,528**	**114,135,295**
EQUITY			
Retained surplus		53,351,556	46,564,086
Reserve accounts	4	6,024,334	6,086,393
Revaluation surplus		54,248,638	61,548,678
TOTAL EQUITY		**113,624,528**	**114,199,157**

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

NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD ENDED 30 NOVEMBER 2023

1 BASIS OF PREPARATION AND SIGNIFICANT ACCOUNTING POLICIES

BASIS OF PREPARATION

This prescribed financial report has been prepared in accordance with the *Local Government Act 1995* and accompanying regulations.

Local Government Act 1995 requirements
Section 6.4(2) of the Local Government Act 1995 read with the *Local Government (Financial Management) Regulations 1996,* prescribe that the financial report be prepared in accordance with the *Local Government Act 1995* and, to the extent that they are not inconsistent with the Act, the Australian Accounting Standards. The Australian Accounting Standards (as they apply to local governments and not-for-profit entities) and Interpretations of the Australian Accounting Standards Board were applied where no inconsistencies exist.

The *Local Government (Financial Management) Regulations 1996* specify that vested land is a right-of-use asset to be measured at cost, and is considered a zero cost concessionary lease. All right-of-use assets under zero cost concessionary leases are measured at zero cost rather than at fair value, except for vested improvements on concessionary land leases such as roads, buildings or other infrastructure which continue to be reported at fair value, as opposed to the vested land which is measured at zero cost. The measurement of vested improvements at fair value is a departure from AASB 16 which would have required the Shire to measure any vested improvements at zero cost.

Local Government (Financial Management) Regulations 1996, regulation 34 prescribes contents of the financial report. Supporting information does not form part of the financial report.

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 financial 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.

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.

All monies held in the Trust Fund are excluded from the financial statements.

Judgements and 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 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 balances, transactions and disclosures impacted by accounting estimates are as follows:
- estimated fair value of certain financial assets
- impairment of financial assets
- estimation of fair values of land and buildings, infrastructure and investment property
- estimation uncertainties made in relation to lease accounting
- estimated useful life of intangible assets

SIGNIFICANT ACCOUNTING POLICES
Significant acccounting policies utilised in the preparation of these statements are as described within the 2023-24 Annual Budget. Please refer to the adopted budget document for details of these policies.

PREPARATION TIMING AND REVIEW
Date prepared: All known transactions up to 30 November 2023

2 STATEMENT OF FINANCIAL ACTIVITY INFORMATION

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

	Supplementary Information	Adopted Budget Opening 30 June 2023	Last Year Closing 30 June 2023	Year to Date 30 November 2023
Current assets		$	$	$
Cash and cash equivalents	3	2,784,354	2,785,894	2,490,671
Trade and other receivables		125,265	167,100	230,765
Other financial assets		6,024,334	6,024,334	6,086,393
Inventories	8	51,949	23,568	38,893
		8,985,902	9,000,896	8,846,722
Less: current liabilities				
Trade and other payables	9	(673,743)	(419,797)	(112,365)
Other liabilities	11	(439,707)	(423,185)	(268,185)
Employee related provisions	11	(245,392)	(304,342)	(304,342)
Other provisions	11	0	0	(63,862)
		(1,358,842)	(1,147,324)	(748,754)
Net current assets		**7,627,060**	**7,853,572**	**8,097,968**
Less: Total adjustments to net current assets	Note 2(c)	(5,818,231)	(5,818,231)	(5,878,167)
Closing funding surplus / (deficit)		**1,808,829**	**2,035,341**	**2,219,801**

(b) Non-cash amounts 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* .

Non-cash amounts excluded from operating activities		Adopted Budget	YTD Budget (a)	YTD Actual (b)
		$	$	$
Adjustments to operating activities				
Less: Profit on asset disposals	6	(163,000)	(81,500)	0
Less: Movement in liabilities associated with restricted cash		7,527	0	2,123
Add: Loss on asset disposals	6	9,000	9,000	1,305
Add: Depreciation		1,864,650	776,895	986,957
- Pensioner deferred rates				(15,156)
- Other provisions				(489,475)
Total non-cash amounts excluded from operating activities		**1,718,177**	**704,395**	**485,754**

(c) Current assets and liabilities excluded from budgeted deficiency

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.

		Adopted Budget Opening 30 June 2023	Last Year Closing 30 June 2023	Year to Date 30 November 2023
		$	$	$
Adjustments to net current assets				
Less: Reserve accounts	4	(6,024,334)	(6,024,334)	(6,086,393)
Add: Current liabilities not expected to be cleared at the end of the year:				
- Current portion of employee benefit provisions held in reserve	4	206,103	206,103	208,226
Total adjustments to net current assets	Note 2(a)	**(5,818,231)**	**(5,818,231)**	**(5,878,167)**

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.

3 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 2023-24 year is $10,000 and 10.00%.

Description	Var. $	Var. %	
	$	%	
Revenue from operating activities			
Grants, subsidies and contributions	**55,142**	**25.59%**	▲
Financial Assistance Grant Quarterly Payment Received following finalised allocations after "100%" pre-paid in 2022/23		Permanent	
Interest revenue	**52,928**	**93.18%**	▲
Budget split not inline with maturity of term deposits.		Timing	
Profit on asset disposals	**(81,500)**	**(100.00%)**	▼
Disposals of assets at auction planned for the first quarter of 2024.			
Expenditure from operating activities			
Employee costs	**137,702**	**23.61%**	▲
Annual budget equally divided per month, timing variance as employee costs lower than anticipated at this time. Admin wages lower than anticipated at time of budget.		Timing	
Utility charges	**21,795**	**22.76%**	▲
Annual budget equally divided per month, lower water usage at the Rec Centre at this point in time, will catch up over the summer months.		Timing	
Depreciation	**(210,062)**	**(27.04%)**	▼
Depreciation higher than anticipated due to increased asset values following the revaluation of Infrastructure Assets during the 2022/2023 FY.		Timing	
Insurance	**(38,856)**	**(24.04%)**	▼
Minor variation based on budget timing estimates, should remain within variance threshold at year end.		Timing	
Non-cash amounts excluded from operating activities	**(218,641)**	**(31.04%)**	▼
Annual budget equally divided per month.		Timing	
Inflows from investing activities			
Proceeds from disposal of assets	**(15,909)**	**(19.89%)**	▼
Variance is due to assets not being exposed in accordance with budget timing estimates.		Timing	
Outflows from investing activities			
Payments for construction of infrastructure	**473,290**	**50.51%**	▲
Road and Building expenditure behind monthly budget split. Major road expenditure received in December. Building expenditure monthly budget split variance.		Timing	
Surplus or deficit at the start of the financial year	**226,512**	**12.52%**	▲

SHIRE OF KOORDA

SUPPLEMENTARY INFORMATION

TABLE OF CONTENTS

1	Key Information	8
2	Key Information - Graphical	9
3	Cash and Financial Assets	10
4	Reserve Accounts	11
5	Capital Acquisitions	12
6	Disposal of Assets	14
7	Receivables	15
8	Other Current Assets	16
9	Payables	17
10	Rate Revenue	18
11	Other Current Liabilities	20
12	Grants and contributions	21
13	Capital grants and contributions	22

SHIRE OF KOORDA
SUPPLEMENTARY INFORMATION
FOR THE PERIOD ENDED 30 NOVEMBER 2023

1 KEY INFORMATION

Funding Surplus or Deficit Components

Funding surplus / (deficit)

	Adopted Budget	YTD Budget (a)	YTD Actual (b)	Var. $ (b)-(a)
Opening	$1.81 M	$1.81 M	$2.04 M	$0.23 M
Closing	$0.42 M	$1.47 M	$1.79 M	$0.32 M

Refer to Statement of Financial Activity

Cash and cash equivalents

	$8.58 M	% of total
Unrestricted Cash	$2.49 M	29.0%
Restricted Cash	$6.09 M	71.0%

Refer to 3 - Cash and Financial Assets

Payables

	$0.11 M	% Outstanding
Trade Payables	$0.13 M	
0 to 30 Days		98.9%
Over 30 Days		1.1%
Over 90 Days		0.0%

Refer to 9 - Payables

Receivables

	($0.00 M)	% Collected
Rates Receivable	$0.23 M	82.2%
Trade Receivable	($0.00 M)	% Outstanding
Over 30 Days		(6331.2%)
Over 90 Days		(6718.7%)

Refer to 7 - Receivables

Key Operating Activities

Amount attributable to operating activities

Adopted Budget	YTD Budget (a)	YTD Actual (b)	Var. $ (b)-(a)
($0.68 M)	$0.33 M	$0.09 M	($0.24 M)

Refer to Statement of Financial Activity

Rates Revenue

YTD Actual	$1.20 M	% Variance
YTD Budget	$1.23 M	(2.1%)

Refer to 10 - Rate Revenue

Grants and Contributions

YTD Actual	$0.27 M	% Variance
YTD Budget	$0.22 M	25.6%

Refer to 12 - Grants and Contributions

Fees and Charges

YTD Actual	$0.37 M	% Variance
YTD Budget	$0.36 M	1.7%

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)
($2.55 M)	($0.67 M)	($0.27 M)	$0.40 M

Refer to Statement of Financial Activity

Proceeds on sale

YTD Actual	$0.06 M	%
Adopted Budget	$0.37 M	(82.7%)

Refer to 6 - Disposal of Assets

Asset Acquisition

YTD Actual	$0.46 M	% Spent
Adopted Budget	$2.38 M	(80.5%)

Refer to 5 - Capital Acquisitions

Capital Grants

YTD Actual	$0.86 M	% Received
Adopted Budget	$1.58 M	(45.8%)

Refer to 5 - Capital Acquisitions

Key Financing Activities

Amount attributable to financing activities

Adopted Budget	YTD Budget (a)	YTD Actual (b)	Var. $ (b)-(a)
$1.83 M	$0.00 M	($0.06 M)	($0.06 M)

Refer to Statement of Financial Activity

Borrowings

Principal repayments	$0.00 M
Interest expense	$0.00 M
Principal due	$0.00 M

Reserves

Reserves balance	$6.09 M
Interest earned	$0.06 M

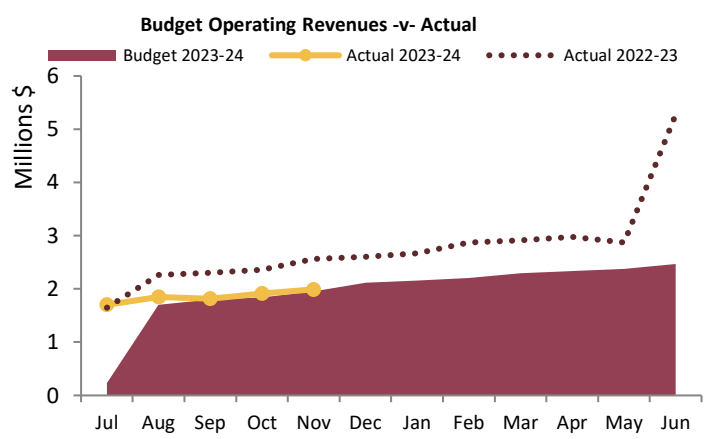
Refer to 4 - Cash Reserves

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

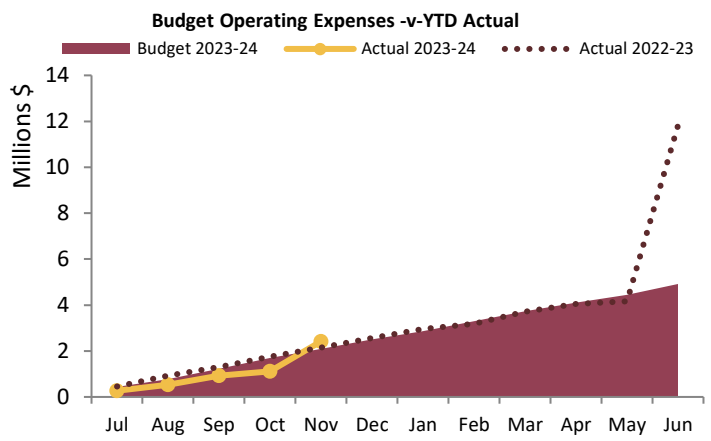
2 KEY INFORMATION - GRAPHICAL

OPERATING ACTIVITIES

OPERATING REVENUE

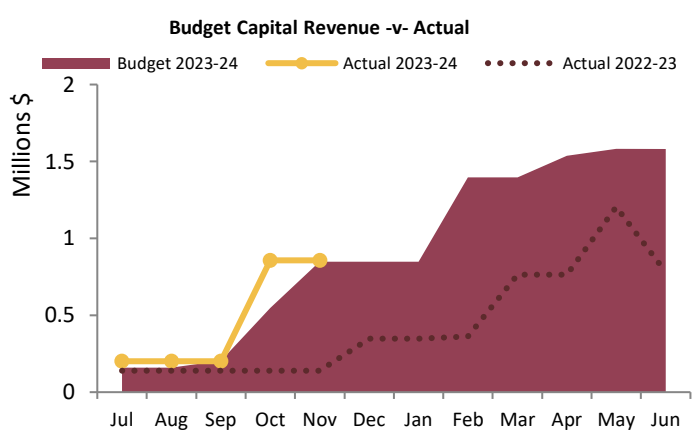


OPERATING EXPENSES

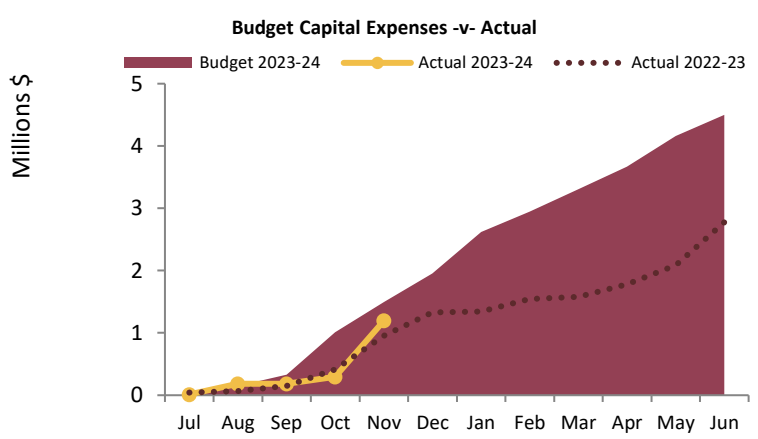


INVESTING ACTIVITIES

CAPITAL REVENUE



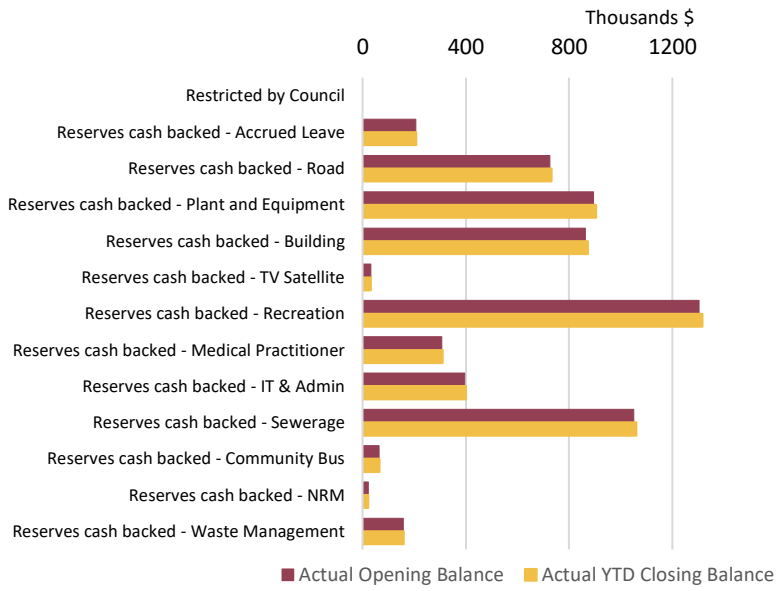
CAPITAL EXPENSES



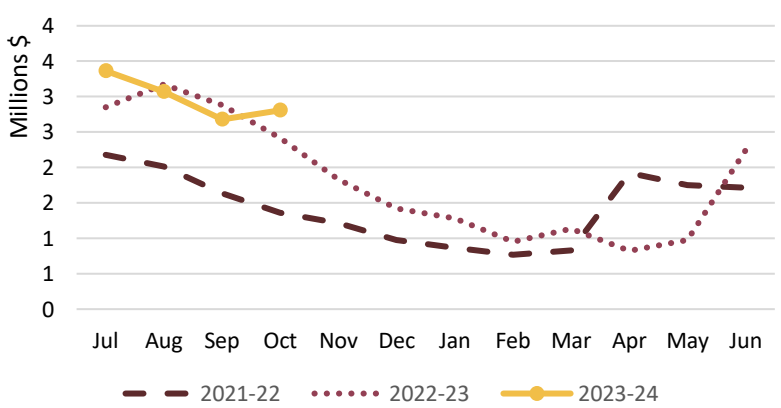
FINANCING ACTIVITIES

BORROWINGS

RESERVES



Closing funding surplus / (deficit)



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

3 CASH AND FINANCIAL ASSETS

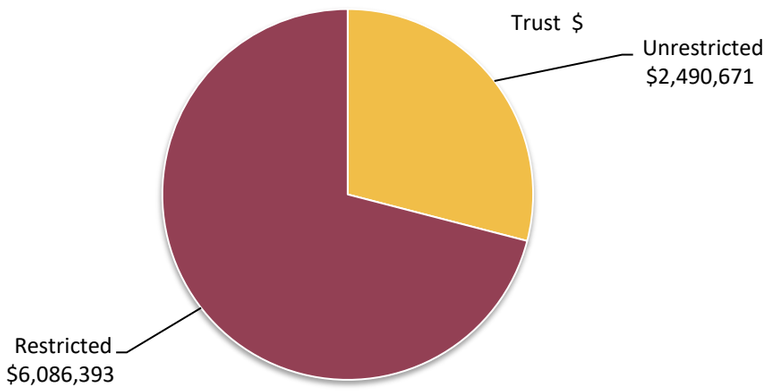
Description	Classification	Unrestricted	Restricted	Total Cash	Trust	Institution	Interest Rate	Maturity Date
		$	$	$	$			
Municipal Account	Cash and cash equivalents	8,654		8,654		Bendigo	Variable	Nil
Municipal Account	Cash and cash equivalents	2,413,769		2,413,769		BWA	Variable	Nil
Licensing Account	Cash and cash equivalents	11,208		11,208		BWA	Variable	Nil
ATM Control Account	Cash and cash equivalents	17,130		17,130		BWA	Nil	Nil
ATM Cash Account	Cash and cash equivalents	39,150		39,150		BWA	Nil	Nil
Cash on Hand	Cash and cash equivalents	760		760		Cash on Hand	Nil	Nil
Term Deposit XXX1	Financial assets at amortised cost	0	4,613,671	4,613,671		Bankwest	4.40%	31/01/2024
Term Deposit XXX2	Financial assets at amortised cost	0	1,472,722	1,472,722		Bankwest	4.40%	31/01/2024
Total		**2,490,671**	**6,086,393**	**8,577,064**	**0**			
Comprising								
Cash and cash equivalents		2,490,671	0	2,490,671	0			
Financial assets at amortised cost		0	6,086,393	6,086,393	0			
		2,490,671	**6,086,393**	**8,577,064**	**0**			

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 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.
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 asse



4 RESERVE ACCOUNTS

Reserve name	Budget Opening Balance	Budget Interest Earned	Budget Transfers In (+)	Budget Transfers Out (-)	Budget Closing Balance	Actual Opening Balance	Actual Interest Earned	Actual Transfers In (+)	Actual Transfers Out (-)	Actual YTD Closing Balance
	$	$	$	$	$	$	$	$	$	$
Restricted by Council										
Reserves cash backed - Accrued Leave	206,103	0	7,527	0	213,630	206,103	2,123	0	0	208,226
Reserves cash backed - Road	725,329	0	26,488	(109,000)	642,817	725,329	7,472	0	0	732,801
Reserves cash backed - Plant and Equipment	895,049	0	32,686	(808,000)	119,735	895,049	9,220	0	0	904,269
Reserves cash backed - Building	863,689	0	31,541	(206,000)	689,230	863,689	8,898	0	0	872,587
Reserves cash backed - TV Satellite	32,780	0	1,197	0	33,977	32,780	337	0	0	33,117
Reserves cash backed - Recreation	1,303,568	0	47,605	(811,800)	539,373	1,303,568	13,429	0	0	1,316,997
Reserves cash backed - Medical Practitioner	306,488	0	11,193	(120,005)	197,676	306,488	3,157	0	0	309,645
Reserves cash backed - IT & Admin	395,947	0	14,459	0	410,406	395,947	4,078	0	0	400,025
Reserves cash backed - Sewerage	1,050,190	0	38,351	0	1,088,541	1,050,190	10,818	0	0	1,061,008
Reserves cash backed - Community Bus	64,496	0	2,355	0	66,851	64,496	665	0	0	65,161
Reserves cash backed - NRM	22,656	0	827	0	23,483	22,656	234	0	0	22,890
Reserves cash backed - Waste Management	158,039	0	5,771	0	163,810	158,039	1,628	0	0	159,667
	6,024,334	**0**	**220,000**	**(2,054,805)**	**4,189,529**	**6,024,334**	**62,059**	**0**	**0**	**6,086,393**

5 CAPITAL ACQUISITIONS

Capital acquisitions	Adopted Budget	YTD Budget	YTD Actual	YTD Actual Variance
	$	$	$	$
Buildings - non-specialised	1,217,635	444,000	217,280	(226,720)
Plant and equipment	905,000	220,000	512,532	292,532
Acquisition of property, plant and equipment	**2,122,635**	**664,000**	**729,813**	**65,813**
Infrastructure - roads	1,732,000	922,000	428,230	(493,770)
Infrastructure - Other	645,000	15,000	35,481	20,481
Acquisition of infrastructure	**2,377,000**	**937,000**	**463,710**	**(341,665)**
Total capital acquisitions	**4,499,635**	**1,601,000**	**1,193,523**	**(275,852)**
Capital Acquisitions Funded By:				
Capital grants and contributions	1,580,811	848,630	856,970	8,340
Other (disposals & C/Fwd)	370,000	80,000	64,091	(15,909)
Reserve accounts				
Reserves cash backed - Road	109,000	0	0	0
Reserves cash backed - Plant and Equipment	808,000	0	0	0
Reserves cash backed - Building	206,000	0	0	0
Reserves cash backed - Recreation	811,800	0	0	0
Reserves cash backed - Medical Practitioner	120,005	0	0	0
Contribution - operations	494,019	672,370	272,462	(399,908)
Capital funding total	**4,499,635**	**1,601,000**	**1,193,523**	**(407,477)**

SIGNIFICANT ACCOUNTING POLICIES

Each class of fixed assets within either plant and equipment or infrastructure, is carried at cost or fair value as indicated less, where applicable, any accumulated depreciation and impairment losses.

Assets for which the fair value as at the date of acquisition is under $5,000 are not recognised as an asset in accordance with *Financial Management Regulation 17A (5)* . These assets are expensed immediately.

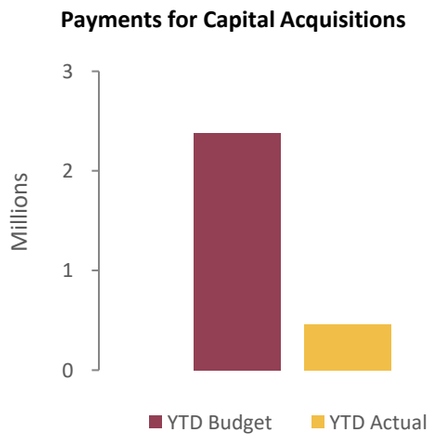
Where multiple individual low value assets are purchased together as part of a larger asset or collectively forming a larger asset exceeding the threshold, the individual assets are recognised as one asset and capitalised.

Initial recognition and measurement for assets held at cost

Plant and equipment including furniture and equipment is recognised at cost on acquisition in accordance with *Financial Management Regulation 17A.* Where acquired at no cost the asset is initially recognise at fair value. Assets held at cost are depreciated and assessed for impairment annually.

Initial recognition and measurement between mandatory revaluation dates for assets held at fair value

In relation to this initial measurement, cost is determined as the fair value of the assets given as consideration plus costs incidental to the acquisition. For assets acquired at zero cost or otherwise significantly less than fair value, cost is determined as fair value at the date of acquisition. The cost of non-current assets constructed by the Shire includes the cost of all materials used in construction, direct labour on the project and an appropriate proportion of variable and fixed overheads.



5 CAPITAL ACQUISITIONS - DETAILED

Capital expenditure total
Level of completion indicators

0%
20%
40%
60%
80%
100%
Over 100%

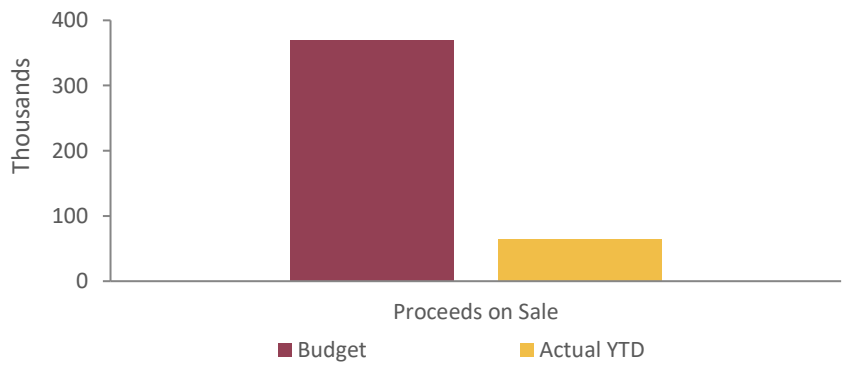
Percentage Year to Date Actual to Annual Budget expenditure where the expenditure over budget highlighted in red.

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

	Account Description	Adopted Budget	YTD Budget	YTD Actual	Variance (Under)/Over
Plant & Equipment		$	$	$	$
PE0091	P09: Semi Side Tipper Trailer	120,000	0	0	0
PE0191	P19: Grader	325,000	0	0	0
PE0611	P61: Ute Patching	45,000	0	0	0
PE0631	P63: Road Roller	140,000	0	0	0
PE0651	P065 Prime Mover - 22/23 Carryforward	0	0	267,519	(267,519)
PE0661	P066 Ute Works Crew - 22/23 Carryforward	0	0	52,786	(52,786)
PE0691	P69: Cherry Picker	50,000	50,000	54,545	(4,545)
PE0101	P10: Mollerin Fire Truck (SEROJA FUNDING)	0	85,000	61,914	23,086
	Misc Plant	15,000	0	0	0
PE1001	P100: CEO Vehicle	85,000	85,000	75,768	9,232
PE2001	P200: WS Vehicle	60,000	0	0	0
PE3001	P300: DCEO Vehicle	65,000	0	0	0
Buildings					0
BC016	Rec Ground Upgrade & Extension	1,146,635	400,000	155,008	244,992
BC001	Admin Office (Paint & Gardens)	35,000	0	0	0
BC054	L271 Greenham Paint & Lino	16,000	4,000	15,693	(11,693)
BC003	L157 Memorial Hall (SEROJA FUNDING)	0	20,000	43,988	(23,988)
BC024	Drive In (Toilets & Tiling)	20,000	20,000	2,591	17,409
Other Infrastructure					0
OI1	Synthetic Bowling Green Relocation	400,000	0	0	0
OI2	Admin Office Carpark	15,000	0	0	0
OI3	Rec Ground Playground	150,000	0	0	0
IO005	Depot Auto Gates	40,000	15,000	35,481	(20,481)
	Pool Balance Tank	40,000	0	0	0
Infrastructure Roads					0
RRG002	Cadoux-Koorda Cement Stabilise	235,000	235,000	87,964	147,036
RRG003	Koorda-Dowerin Reseal	152,000	152,000	49,616	102,384
RRG140	Burakin-Wialki Full Recon	182,000	0	30,304	(30,304)
RRG140B	Burakin-Wialki Full Reseal	150,000	125,000	41,042	83,958
					0
R2R004	Koorda-Kulja Reseal	273,000	0	107,314	(107,314)
R2R006	Kulja-Kalannie Full Recon	130,000	130,000	33,939	96,061
R2R009	Koorda North West Shoulder Recon	70,000	0	11,267	(11,267)
					0
RC003	Koorda-Dowerin Reseal	160,000	160,000	29,946	130,054
RC004	Koorda-Kulja Widen Reseal	100,000	100,000	2,419	97,581
RC010	Mollerin Rock South Reform & Sheet	90,000	0	0	0
RC011	Dukin West Reform & Sheet	90,000	20,000	34,296	(14,296)
RC014	Maher Reform & Sheet	60,000	0	120	(120)
					0
FC098	Footpath - Greenham St	40,000	0	0	0
		4,499,635	**1,601,000**	**1,193,523**	**407,477**

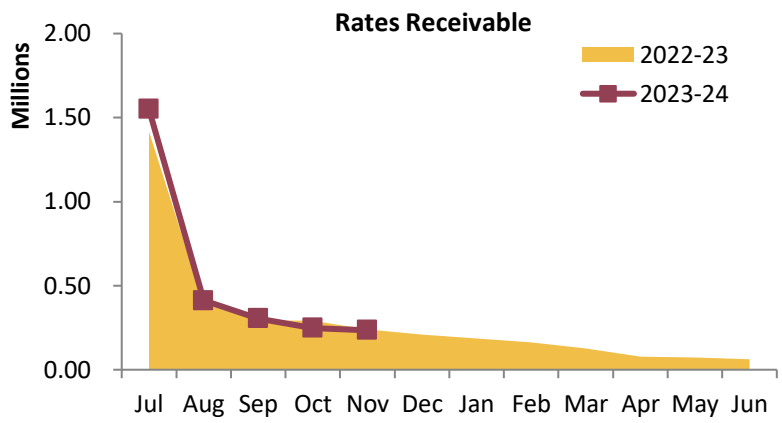
6 DISPOSAL OF ASSETS

		Budget				YTD Actual			
Asset Ref.	Asset description	Net Book Value	Proceeds	Profit	(Loss)	Net Book Value	Proceeds	Profit	(Loss)
		$	$	$	$	$	$	$	$
	Plant and equipment								
10908	P009 Semi Side Tipper Trailer - 2000	26,000	20,000	0	(6,000)			0	0
10918	P020 Grader - 2015 CAT 12M	0	100,000	100,000	0			0	0
10949	P061 Ute - 2019	11,000	25,000	14,000	0			0	0
10951	P063 Roller - 2014 Dynapac	0	30,000	30,000	0			0	0
10979	P100 CEO Vehicle	65,000	80,000	15,000	0	65,396	64,091	0	(1,305)
10981	P200 WS Vehicle	53,000	50,000	0	(3,000)			0	0
10988	P300 DCEO Vehicle	61,000	65,000	4,000	0			0	0
		216,000	**370,000**	**163,000**	**(9,000)**	**65,396**	**64,091**	**0**	**(1,305)**



7 RECEIVABLES

Rates receivable	30 Jun 2023	30 Nov 2023
	$	$
Opening arrears previous years	63,512	88,681
Levied this year	1,213,196	1,229,892
Less - collections to date	(1,188,027)	(1,084,044)
Gross rates collectable	**88,681**	**234,529**
Net rates collectable	**88,681**	**234,529**
% Collected	93.1%	82.2%



Receivables - general	Credit	Current	30 Days	60 Days	90+ Days	Total
	$	$	$	$	$	$
Receivables - general	0	502,339	70	30,199	(524,797)	7,811
Percentage	0.0%	6431.2%	0.9%	386.6%	(6718.7%)	
Balance per trial balance						
Trade receivables	0	502,339	70	30,199	4,718	7,811
GST receivable		(32,302)	(674)			(56,331)
Interest Receivable		22,745				44,756
Total receivables general outstanding						**(3,764)**

Amounts shown above include GST (where applicable)

KEY INFORMATION

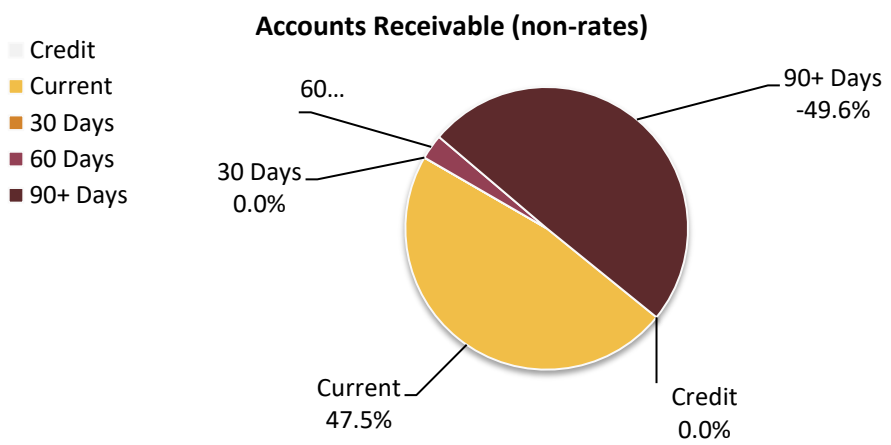
Trade and other receivables include amounts due from ratepayers for unpaid rates and service charges and other amounts due from third parties for goods solc and services performed in the ordinary course of business.

Trade receivables are recognised at original invoice amount less any allowances for uncollectable amounts (i.e. impairment). The carrying amount of net trade receivables is equivalent to fair value as it is due for settlement within 30 days.

Classification and subsequent measurement

Receivables which are generally due for settlement within 30 days except rates receivables which are expected to be collected within 12 months are classified as current assets. All other receivables such as, deferred pensioner rates receivable after the end of the reporting period are classified as non-current assets.

Trade and other receivables are held with the objective to collect the contractual cashflows and therefore the Shire measures them subsequently at amortised cost using the effective interest rate method.



8 OTHER CURRENT ASSETS

Other current assets	Opening Balance 1 July 2023	Asset Increase	Asset Reduction	Closing Balance 30 November 202
	$	$	$	$
Financial assets at amortised cost	6,024,334	62,059		6,086,393
Inventory				
Stock on Hand	23,568	15,325		38,893
Total other current assets	**6,047,902**	**77,384**	**0**	**6,125,286**

Amounts shown above include GST (where applicable)

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.

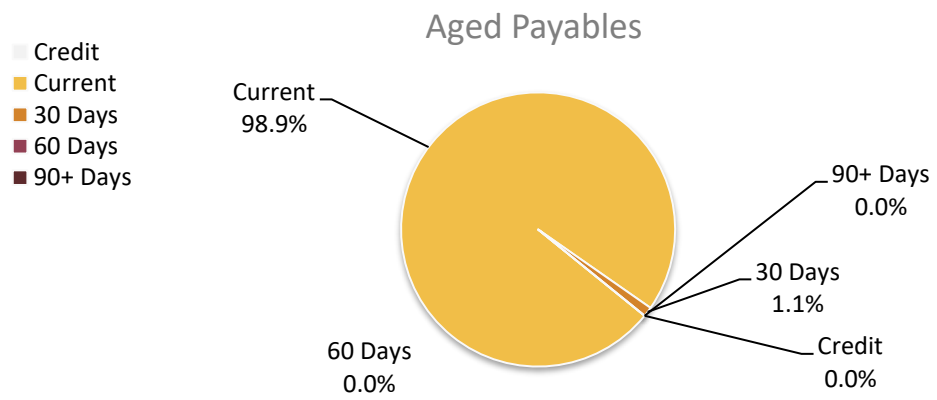
9 PAYABLES

Payables - general	Credit	Current	30 Days	60 Days	90+ Days	Total
	$	$	$	$	$	$
Payables - general	0	161,942	1,873	0	0	163,815
Percentage	0.0%	98.9%	1.1%	0.0%	0.0%	
Balance per trial balance						
Sundry creditors	0	161,942	1,873	0	0	131,229
Prepaid Rates		38,723				38,854
Bonds and Deposits Held		1,999				200
GST Payable		(68,858)				(70,114)
Payroll Creditors		(202)				(202)
PAYG Payables		19,614				20,074
FBT Liabilities		(7,676)				(7,676)
Total payables general outstanding						**112,365**

Amounts shown above include GST (where applicable)

KEY INFORMATION

Trade and other payables represent liabilities for goods and services provided to the Shire prior to the end of the period 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.
The carrying amounts of trade and other payables are considered to be the same as their fair values, due to their short-term nature.



10 RATE REVENUE

General rate revenue					Budget			YTD Actual	
	Rate in $ (cents)	Number of Properties	Rateable Value	Rate Revenue	Interim Rate Revenue	Total Revenue	Rate Revenue	Interim Rate Revenue	Total Revenue
RATE TYPE				$	$	$	$	$	$
Gross rental value									
Gross Rental Value	0.1217	136	959,024	116,713		116,713	116,713		116,713
Unimproved value									
Unimproved Value	0.0126	221	87,194,166	1,100,390		1,100,390	1,100,390		1,100,390
Sub-Total		**357**	**88,153,190**	**1,217,103**	**0**	**1,217,103**	**1,217,103**	**0**	**1,217,103**
Minimum payment	**Minimum Payment $**								
Gross rental value									
Gross Rental Value	420	29	29,070	11,760		11,760	12,180		12,180
Unimproved value									
Unimproved Value	420	33	442,945	13,860		13,860	13,860		13,860
Sub-total		**62**	**472,015**	**25,620**	**0**	**25,620**	**26,040**	**0**	**26,040**
Discount						-45,000			-43,450
Amount from general rates						**1,197,723**			**1,199,693**
Ex-gratia rates	0.06		457,560	27,454		27,454			30,199
Total general rates						**1,225,177**			**1,229,892**

11 OTHER CURRENT LIABILITIES

Other current liabilities	Note	Opening Balance 1 July 2023	Liability transferred from/(to) non current	Liability Increase	Liability Reduction	Closing Balance 30 November 2023
		$	$	$	$	$
Other liabilities						
Capital grant/contributions liabilities		423,185	0	0	(155,000)	268,185
Total other liabilities		423,185	0	0	(155,000)	268,185
Employee Related Provisions						
Provision for annual leave		169,690	0	0	0	169,690
Provision for long service leave		134,652	0	0	0	134,652
Total Provisions		304,342	0	0	0	304,342
Total other current liabilities		**727,527**	**0**	**0**	**(155,000)**	**572,527**

Amounts shown above include GST (where applicable)

A breakdown of contract liabilities and associated movements is provided on the following pages at Note 13

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 Related Provisions

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 employee related 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.

Contract liabilities

An entity's obligation to transfer goods or services to a customer for which the entity has received consideration (or the amount is due) from the customer.

Capital grant/contribution liabilities

Grants to acquire or construct recognisable non-financial assets to identified specifications be constructed to be controlled by the Shire are recognised as a liability until such time as the Shire satisfies its obligations under the agreement.

12 GRANTS, SUBSIDIES AND CONTRIBUTIONS

Provider	Unspent grant, subsidies and contributions liability					Grants, subsidies and contributions revenue		
	Liability 1 July 2023	Increase in Liability	Decrease in Liability (As revenue)	Liability 30 Nov 2023	Current Liability 30 Nov 2023	Adopted Budget Revenue	YTD Budget	YTD Revenue Actual
	$	$	$	$	$	$	$	$
Grants and subsidies								
ESL Bush Fire Brigade Operating Grant				0		21,540	8,975	10,770
Main Roads Direct Road Grant				0		196,756	196,756	196,756
Fuel Tax Credits Grant Scheme				0		23,500	9,790	11,258
Financial Assistance Grant - General				0				32,020
Financial Assistance Grant - Roads				0				19,859
	0	**0**	**0**	**0**	**0**	**241,796**	**215,521**	**270,663**

13 CAPITAL GRANTS, SUBSIDIES AND CONTRIBUTIONS

	Capital grant/contribution liabilities					Capital grants, subsidies and contributions revenue		
Provider	Liability 1 July 2023	Increase in Liability	Decrease in Liability (As revenue)	Liability 30 Nov 2023	Current Liability 30 Nov 2023	Adopted Budget Revenue	YTD Budget	YTD Revenue Actual
	$	$	$	$	$	$	$	$
Capital grants and subsidies								
Local Roads & Community Infrastructure Grant (LRCI)				0		567,721	283,860	155,000
CSRFF Grant				0		130,421	43,473	0
Regional Road Group Grants				0		479,779	319,852	200,970
Roads to Recovery Grant				0		402,890	201,445	0
LGRF08 - Cyclone Seroja Local Government Resilience Fund				0		0	0	500,000
COTA Grant Seniors Luncheon				0		0	0	1,000
	0	**0**	**0**	**0**	**0**	**1,580,811**	**848,630**	**856,970**