

Shire of Ravensthorpe
MONTHLY FINANCIAL REPORT
For the Period Ended 31 August 2014

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Shire of Ravensthorpe
STATEMENT OF FINANCIAL ACTIVITY
(Nature or Type)
For the Period Ended 31 August 2014

	Note	Annual Budget 4	YTD Budget (a)	YTD Actual (b)	Var. \$ (b)-(a) 3	Var. % (b)-(a)/(b) 3	
Operating Revenues							
Grants, Subsidies and Contributions	8	\$ 2,110,167	\$ 491,907	\$ 605,486	\$ 113,579	18.8%	▲
Profit on Asset Disposal	10	0	0	0	0		
Fees and Charges		1,343,195	497,088	565,043	67,955	12.0%	▲
Service Charges		0	0	0	0		
Interest Earnings		172,070	28,674	8,894	(19,780)	(222.4%)	▼
Other Revenue		17,978	2,994	2,694	(300)	(11.1%)	
Total (Excluding Rates)		3,643,410	1,020,663	1,182,117	161,454		
Operating Expense							
Employee Costs		(2,831,033)	(506,804)	(445,957)	60,847	13.6%	▼
Materials and Contracts		(1,833,589)	(328,551)	(176,459)	152,092	86.2%	▼
Utilities Charges		(235,156)	(39,128)	(22,024)	17,104	77.7%	▼
Depreciation (Non-Current Assets)		(2,842,463)	(473,704)	0	473,704	100.0%	▼
Interest Expenses		(94,508)	(15,744)	(39,406)	(23,662)	(60.0%)	▲
Insurance Expenses		(385,310)	(244,489)	(239,829)	4,660	1.9%	
Loss on Asset Disposal	10	(121,000)	(10,000)	0	10,000	100.0%	▼
Other Expenditure		(206,373)	(32,389)	(33,897)	(1,508)	(4.4%)	
Total		(8,549,432)	(1,650,809)	(957,572)	693,237		
Funding Balance Adjustment							
Add Back Depreciation		2,842,463	473,704	0	(473,704)	(100.0%)	▼
Adjust (Profit)/Loss on Asset Disposal	10	121,000	10,000	0	(10,000)	(100.0%)	▼
Movement Non-Cash Provisions Accruals				(77,977)	(77,977)		
Net Operating (Ex. Rates)		(1,942,559)	(146,442)	146,568	293,010		
Capital Revenues							
Grants, Subsidies and Contributions		1,739,533	43,754	64,000	20,246	31.6%	▲
Proceeds from Disposal of Assets		177,000	0	0	0		
Proceeds from New Debentures		334,304	0	0	0		
Proceeds from Sale of Investments		0	0	0	0		
Proceeds from Advances		0	0	0	0		
Self-Supporting Loan Principal		0	0	0	0		
Transfer from Reserves	9	2,432,848	0	0	0		
Total		4,683,685	43,754	64,000	20,246		
Capital Expenses							
Land and Buildings	10	(4,082,125)	(18,500)	(25,349)	(6,849)	(27.0%)	▼
Plant and Equipment	10	(845,400)	(235,200)	(52,316)	182,884	349.6%	▼
Furniture and Equipment	10	(42,500)	0	0	0		
Infrastructure Assets - Roads	10	(1,423,336)	(155,778)	(46,289)	109,489	236.5%	▼
Infrastructure Assets - Other	10	(300,075)	(15,346)	0	15,346	100.0%	▼
Repayment of Debentures		(451,373)	(75,229)	(70,061)	5,168	7.4%	
Advances to Community Groups		0	0	0	0		
Transfer to Reserves	9	(142,253)	(7,688)	(5,348)	2,340	43.7%	
Total		(7,287,062)	(507,741)	(199,363)	308,378		
Net Capital		(2,603,377)	(463,987)	(135,363)	328,624		
Total Net Operating + Capital							
		(4,545,936)	(610,429)	11,206	621,634		
Rate Revenue		3,632,148	3,586,648	3,592,630	5,982	0.2%	
Opening Funding Surplus(Deficit)		1,089,512	1,089,512	1,280,762	191,250	14.9%	▲
Closing Funding Surplus(Deficit)		175,724	4,065,731	4,884,597	818,866		

Shire of Ravensthorpe
STATEMENT OF FINANCIAL ACTIVITY
(Statutory Reporting Program)
For the Period Ended 31 August 2014

	Note	Annual Budget 4	YTD Budget (a)	YTD Actual (b)	Var. \$ (b)-(a) 3	Var. % (b)-(a)/(b) 3	Var.
Operating Revenues		\$	\$	\$	\$	%	
Governance		6,180	1,030	82	(948)	(1158.86%)	
General Purpose Funding		1,898,121	456,567	442,920	(13,647)	(3.08%)	
Law, Order and Public Safety		103,689	17,276	4,080	(13,196)	(323.45%)	▼
Health		221	36	0	(36)	(100.00%)	
Education and Welfare		0	0	183	183	100.00%	
Housing		15,600	2,598	4,921	2,323	47.21%	
Community Amenities		373,380	335,486	349,667	14,181	4.06%	
Recreation and Culture		1,307,216	37,022	32,979	(4,043)	(12.26%)	
Transport		1,458,909	177,810	363,797	185,987	51.12%	▲
Economic Services		80,289	13,374	14,827	1,453	9.80%	
Other Property and Services		139,334	23,218	32,663	9,445	28.92%	
Total (Excluding Rates)		5,382,939	1,064,417	1,246,117	181,700		
Operating Expense							
Governance		(367,314)	(80,965)	(47,959)	33,006	68.82%	▼
General Purpose Funding		(115,761)	(16,872)	(19,541)	(2,669)	(13.66%)	
Law, Order and Public Safety		(520,684)	(118,879)	(65,082)	53,797	82.66%	▼
Health		(194,373)	(35,494)	(17,740)	17,754	100.08%	▼
Education and Welfare		(173,196)	(27,214)	(7,315)	19,899	272.04%	▼
Housing		(127,387)	(24,541)	(12,534)	12,007	95.80%	▼
Community Amenities		(869,603)	(146,068)	(181,721)	(35,653)	(19.62%)	▲
Recreation and Culture		(1,534,408)	(303,153)	(143,525)	159,628	111.22%	▼
Transport		(3,972,774)	(651,674)	(339,826)	311,848	91.77%	▼
Economic Services		(261,274)	(41,602)	(9,480)	32,122	338.83%	▼
Other Property and Services		(412,655)	(204,347)	(112,850)	91,497	81.08%	▼
Total		(8,549,429)	(1,650,809)	(957,572)	693,237		
Funding Balance Adjustment							
Add back Depreciation		2,842,463	473,704	0	(473,704)	(100.00%)	▼
Adjust (Profit)/Loss on Asset Disposal	10	121,000	10,000	0	(10,000)	(100.00%)	▼
Movemt Non-Cash Provisions Accruals		0	0	(77,977)	(77,977)		
Net Operating (Ex. Rates)		(203,027)	(102,688)	210,568	313,256		
Capital Revenues							
Proceeds from Disposal of Assets	10	177,000	0	0	0		
Proceeds from New Debentures		334,304	0	0	0		
Proceeds from Sale of Investments		0	0	0	0		
Self-Supporting Loan Principal		0	0	0	0		
Transfer from Reserves	9	2,432,848	0	0	0		
Total		2,944,152	0	0	0		
Capital Expenses							
Land Held for Resale		0	0	0	0		
Land and Buildings	10	(4,082,125)	(18,500)	(25,349)	(6,849)	(27.02%)	▼
Plant and Equipment	10	(845,400)	(235,200)	(52,316)	182,884	349.57%	
Furniture and Equipment	10	(42,500)	0	0	0		
Infrastructure Assets - Roads	10	(1,423,336)	(155,778)	(46,289)	109,489	236.54%	▼
Infrastructure Assets - Other	10	(300,075)	(15,346)	0	15,346	100.00%	▼
Purchase of Investments		0	0	0	0		
Repayment of Debentures		(451,373)	(75,229)	(70,061)	5,168	7.38%	
Advances to Community Groups		0	0	0	0		
Transfer to Reserves	9	(142,253)	(7,688)	(5,348)	2,340	43.75%	
Total		(7,287,062)	(507,741)	(199,363)	308,378		
Net Capital		(4,342,910)	(507,741)	(199,363)	308,378		
Total Net Operating + Capital		(4,545,937)	(610,429)	11,206	621,634		
Rate Revenue		3,632,148	3,586,648	3,592,630	5,982	0.17%	
Opening Funding Surplus(Deficit)		1,089,512	1,089,512	1,280,762	191,250	14.93%	▲
Closing Funding Surplus(Deficit)	3	175,723	4,065,731	4,884,597	818,866		

Shire of Ravensthorpe
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 31 August 2014

1. SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies which have been adopted in the preparation of this statement of financial activity are:

(a) Basis of Accounting

This statement is a special purpose financial report, prepared in accordance with applicable Australian Accounting Standards, other mandatory professional reporting requirements and the Local Government Act 1995 (as amended) and accompanying regulations (as amended).

(b) The Local Government Reporting Entity

All Funds through which the Council controls resources to carry on its functions have been included in this statement.

In the process of reporting on the local government as a single unit, all transactions and balances between those funds (for example, loans and transfers between Funds) have been eliminated.

All monies held in the Trust Fund are excluded from the statement, but a separate statement of those monies appears at Note 11.

(c) Reimbursement of insurance (2009 - 2014) from DFES as per lease agreement - one off

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

(d) Rates, Grants, Donations and Other Contributions

Rates, grants, donations and other contributions are recognised as revenues when the local government obtains control over the assets comprising the contributions. Control over assets acquired from rates is obtained at the commencement of the rating period or, where earlier, upon receipt of the rates.

(e) Goods and Services Tax

In accordance with recommended practice, revenues, expenses and assets capitalised are stated net of any GST recoverable. Receivables and payables are stated inclusive of applicable GST.

(f) Cash and Cash Equivalents

Cash and cash equivalents comprise cash at bank and in hand and short-term deposits that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

(g) Trade and Other Receivables

Trade receivables, which generally have 30 - 90 day terms, are recognised initially at fair value and Lower level of expenditure in addition to differences are associated with coding of expenditures. uncollectible amounts.

Collectability of trade receivables is reviewed on an ongoing basis. Debts that are known to be uncollectible are written off when identified. An allowance for doubtful debts is raised when there is objective evidence that they will not be collectible.

Shire of Ravensthorpe
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 31 August 2014

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(h) Inventories

General

Inventories are valued 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 of necessary to make the sale.

Inventories held from trading are classified as current even if not expected to be realised in the next 12 months.

Land Held for Resale

Land purchased for development and/or resale is valued at the lower of the cost and net realisable value. Cost includes the cost of acquisition, development and interest incurred on the financing of that land during its development. Interest and holding charges incurred after development is complete are recognised as expenses.

Revenue arising from the sale of property is recognised in the operating statement as at the time of signing a binding contract of sale.

Land held for resale is classified as current except where it is held as non-current based on Council's intentions to release for sale.

(i) Fixed Assets

All assets are initially recognised at cost. Cost is determined as the fair value of the assets given as consideration plus costs incidental to the acquisition. For assets acquired at no cost or for nominal consideration, cost is determined as fair value at the date of acquisition. The cost of non-current assets constructed by the local government includes the cost of all materials used in the construction, direct labour on the project and an appropriate proportion of variable and fixed overhead.

Certain asset classes may be revalued on a regular basis such that the carrying values are not materially different from fair value. Assets carried at fair value are to be revalued with sufficient regularity to ensure the carrying amount does not differ materially from that determined using fair value at reporting date.

(j) Depreciation of Non-Current Assets

All non-current assets having a limited useful life are separately and systematically depreciated over their useful lives in a manner which reflects the consumption of the future economic benefits embodied in those assets.

Assets are depreciated from the date of acquisition or, in respect of internally constructed assets, from the time the asset is completed and held ready for use.

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

Buildings	20 years
Furniture and Equipment	10 years
Leased Furniture and Equipment	3 years
Plant and Machinery	10 years
Roads – Sealed	30 years
Roads – Gravel	20 years
Footpaths - slab	40 years
Effluent disposal infrastructure	20 years
Parks, recreation and other infrastructure	20 years
Coastal infrastructure	20 years

The assets residual values and useful lives are reviewed, and adjusted if

Shire of Ravensthorpe
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 31 August 2014

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(k) Trade and Other Payables

Trade and other payables are carried at amortised cost. They represent liabilities for goods and services provided to the local government prior to the end of the financial year 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 and are usually paid within 30 days of recognition.

(l) Employee Benefits

The provisions for employee benefits relates to amounts expected to be paid for long service leave, annual leave, wages and salaries and are calculated as follows:

(i) Wages, Salaries, Annual Leave and Long Service Leave (Short-term Benefits)

The provision for employees' benefits to wages, salaries, annual leave and long service leave expected to be settled within 12 months represents the amount the Shire has a present obligation to pay resulting from employees services provided to balance date. The provision has been calculated at nominal amounts based on remuneration rates the Shire expects to pay and includes related on-costs.

(ii) Annual Leave and Long Service Leave (Long-term Benefits)

The liability for long service leave is recognised in the provision for employee benefits and measured as the present value of expected future payments to be made in respect of services provided by employees up to the reporting date using the project unit credit method. Consideration is given to expected future wage and salary levels, experience of employee departures and periods of service. Expected future payments are discounted using market yields at the reporting date on national government bonds with terms to maturity and currency that match as closely as possible, the estimated future cash outflows. Where the Shire does not have the unconditional right to defer settlement beyond 12 months, the liability is recognised as a current liability.

(m) Interest-bearing Loans and Borrowings

All loans and borrowings are initially recognised at the fair value of the consideration received less directly attributable transaction costs.

After initial recognition, interest-bearing loans and borrowings are subsequently measured at amortised cost using the effective interest method. Fees paid on the establishment of loan facilities that are yield related are included as part of the carrying amount of the loans and borrowings.

Borrowings are classified as current liabilities unless the Council has an unconditional right to defer settlement of the liability for at least 12 months after the balance sheet date.

Borrowing Costs

Borrowing costs are recognised as an expense when incurred except where they are directly attributable to the acquisition, construction or production of a qualifying asset. Where this is the case, they are capitalised as part of the cost of the particular asset.

(n) Provisions

Provisions are recognised when: The council has a present legal or constructive obligation as a result of past events; it is more likely than not that an outflow of resources will be required to settle the obligation; and the amount has been reliably estimated. Provisions are not recognised for future operating losses.

Where there are a number of similar obligations, the likelihood that an outflow will be required in settlement is determined by considering the class of obligations as a whole. A provision is recognised even if the likelihood of an outflow with respect to any one of item included in the same class of obligations may be small.

(o) Current and Non-Current Classification

In the determination of whether an asset or liability is current or non-current, consideration is given to the time when each asset or liability is expected to be settled. The asset or liability is classified as current if it is expected to be settled within the next 12 months, being the Council's operational cycle. In the case of liabilities where Council does not have the unconditional right to defer settlement beyond 12 months, such as vested long service leave, the liability is classified as current even if not expected to be settled within the next 12 months. Inventories held for trading are classified as current even if not expected to be realised in the next 12 months except for land held for resale where it is held as non current based on Council's intentions to release for sale.

Shire of Ravensthorpe
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 31 August 2014

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(p) Nature or Type Classifications

Rates

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

Operating Grants, Subsidies and Contributions

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

Non-Operating Grants, Subsidies and Contributions

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

Profit on Asset Disposal

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

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 are television and radio broadcasting, underground electricity and neighbourhood surveillance services. Exclude rubbish removal charges. Interest and other items of a similar nature received from bank and investment accounts, interest on rate instalments, interest on rate arrears and interest on debtors.

Interest Earnings

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

Other Revenue / Income

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

Employee Costs

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

Materials and Contracts

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

Utilities (Gas, Electricity, Water, etc.)

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

Shire of Ravensthorpe
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 31 August 2014

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(q) Nature or Type Classifications (Continued)

Insurance

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

Loss on asset disposal

Loss on the disposal of fixed assets.

Depreciation on non-current assets

Depreciation expense raised on all classes of assets.

Interest expenses

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

Other expenditure

Statutory fees, taxes, provision for bad debts, member's fees or levies including WA Fire Brigade Levy and State taxes. Donations and subsidies made to community groups.

(r) Statement of Objectives

In order to discharge its responsibilities to the community, the Council has developed a set of operational and financial objectives. These objectives have been established both on an overall basis and for each of its broad activities/programs.

Council operations as disclosed in this statement encompass the following service orientated activities/programs:

GOVERNANCE

Administration and operation of facilities and services to members of Council, other costs that relate to tasks of assisting elected members and ratepayers on matters which do not concern specific Council services. In accordance with legislation changes effective July 1997 general administration costs have been allocated to the various programmes of Council to reflect the true costs of the associated services.

GENERAL PURPOSE FUNDING

Rates, general purpose government grants, interest revenue and allocated administration costs associated with general purpose funding.

LAW, ORDER, PUBLIC SAFETY

Supervision of various local laws, fire prevention, emergency services and animal control. Requirements that Council carries out by statute.

HEALTH

Food quality and pest control, maintenance and contributions to health services and facilities.

Shire of Ravensthorpe
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 31 August 2014

1. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(r) STATEMENT OF OBJECTIVE (Continued)

EDUCATION AND WELFARE

Provision and maintenance of retirement units, assisting Southern AgCare Services. Assistance to pre-school facilities as well as local primary and high schools

HOUSING

The provision and maintenance of housing to both staff and private residents.

COMMUNITY AMENITIES

Rubbish collection services, maintenance of refuse sites, sewerage maintenance in Ravensthorpe and Mu control and coordination of cemeteries, administration of Town Planning Scheme, coastal reserves and other environmental services

RECREATION AND CULTURE

Maintenance and administration of halls, sporting complexes, resources centres, libraries Bremer Bay Youth Camp, parks and gardens and broadcasting services.

TRANSPORT

Construction and maintenance of roads, drainage works, footpaths, parking facilities, traffic facilities townscapes and airstrips.

ECONOMIC SERVICES

The regulation and provision of tourism, area promotion, building control, saleyards noxious weeds, vermin control and water supply including standpipes.

OTHER PROPERTY & SERVICES

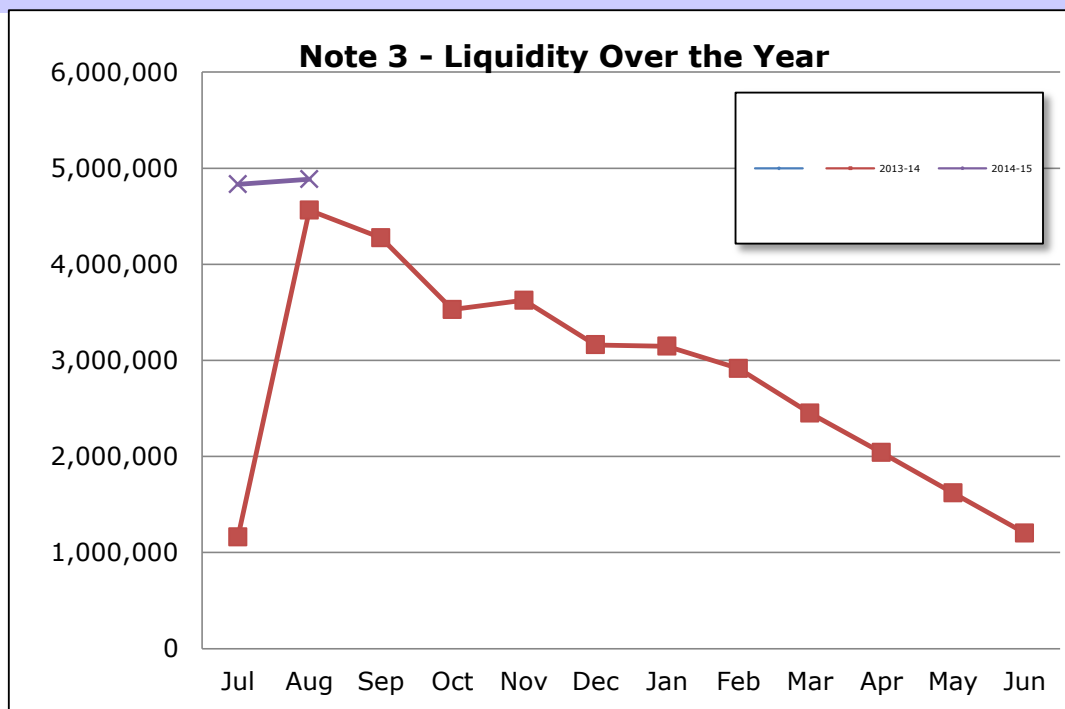
Private works operations, plant maintenance and operation costs.
Police Licensing, Westpac banking income and other non classified items.

Shire of Ravensthorpe
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 31 August 2014

Note 3: NET CURRENT FUNDING POSITION

Positive=Surplus (Negative=Deficit)			
2014-15			
Note	This Period	Last Period	Opening Balance
	\$	\$	\$
Current Assets			
Cash Unrestricted	240,772	292,391	92,162
Cash Restricted	4,929,784	4,929,221	4,924,436
Investments	760,740	92,144	1,109,811
Receivables - Rates and Rubbish	3,829,246	4,243,335	215,643
Sundry Debtors	219,232	496,889	276,698
GST and other receivables	26,159	4,197	41,466
Inventories	40,904	40,904	37
	10,046,837	10,099,080	6,660,252
Less: Current Liabilities			
Payables - Creditors	(232,456)	(336,502)	(402,775)
Provisions - Employee Costs, Interest of Loans	(698,363)	(698,363)	(918,759)
	(930,819)	(1,034,865)	(1,321,533)
Less: Cash Restricted	(4,929,784)	(4,929,221)	(4,924,436)
Add back Employee Related Provisions	244,033	244,033	244,033
Add back Loan Liability Current	454,330	454,330	622,446
Net Current Funding Position	\$4,884,597	\$4,833,357	\$1,280,762

Comments - Net Current Funding Position



Shire of Ravensthorpe
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 31 August 2014

Note 4: CASH AND INVESTMENTS

	Interest Rate	Unrestricted \$	Restricted \$	Trust \$	Invest \$	Total Amount \$	Institution	Expires
(a) Cash Deposits								
Muni Fund	0.01%	238,462				238,462	Westpac	
Till / Petty Cash	0.00%	2,310				2,310		
Overnight Cash Deposit Fund	2.40%		2,000,000			2,000,000	WATC	Refer Note
(b) Term Deposits								
Reserves Term Deposit 1	3.75%				2,300,000	2,300,000	Westpac	27-Nov-14
(c) Investments								
Reserves Cash Account	2.35%		629,784			629,784	Westpac	
Muni Investment Account	3.65%					0	Westpac	
Short Term Investment	2.35%	760,740				760,740	Westpac	
Total		1,001,512	2,629,784	0	2,300,000	5,931,296		

Comments/Notes - Investments

The Overnight Cash Deposit Fund relates to the Royalties for Regions grant for the Hopetoun Community Centre. This fund is drawn down in accordance with the funding agreement.

Shire of Ravensthorpe
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 31 August 2014

Note 5: MAJOR VARIANCES

Comments/Reason for Variance

5.1 OPERATING REVENUE (EXCLUDING RATES)

5.1.1 GRANTS, SUBSIDIES AND CONTRIBUTIONS

Grant from South Coast NRM for Coastal Biodiversity - not budgeted

Early receipt of Main Roads Direct Funding grant

5.1.2 PROFIT ON ASSET DISPOSAL

5.1.3 FEES AND CHARGES

Greater income earned from Garbage charges on rate notices plus additional billing for the Airport. Timing of rental invoices. Greater income from Westpac In-Store commissions.

5.1.6 SERVICE CHARGES

5.1.7 INTEREST EARNINGS

Timing of interest payments and allocation to accounts

5.1.8 OTHER REVENUE

5.2 OPERATING EXPENSES

5.2.1 EMPLOYEE COSTS

Employee vacancies, budgeted but not filled or due to employees on leave without pay. This may be offset in some cases by additional contracts expenditure.

5.2.2 MATERIAL AND CONTRACTS

Delay in receiving of invoices for services, for example Planning charges from Jerramungup and the timing of budget allocations.

5.2.3 UTILITY CHARGES

Delay in receiving invoices.

5.2.4 DEPRECIATION (NON CURRENT ASSETS)

Depreciation postings for not done due to finalisation of 2013/14 accounts and impact of Fair Value changes to assets. Depreciation postings will be updated following audit in September.

5.2.5 INTEREST EXPENSES

5.2.6 INSURANCE EXPENSES

5.2.7 LOSS ON ASSET DISPOSAL

Timing of sale of assets

5.2.8 OTHER EXPENDITURE

Shire of Ravensthorpe
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 31 August 2014

Note 5: MAJOR VARIANCES

Comments/Reason for Variance

5.3 CAPITAL REVENUE

5.3.1 GRANTS, SUBSIDIES AND CONTRIBUTIONS

Main Roads CRSF funds received earlier than budgeted.

5.3.2 PROCEEDS FROM DISPOSAL OF ASSETS

5.3.3 PROCEEDS FROM NEW DEBENTURES

5.3.4 PROCEEDS FROM SALE OF INVESTMENT

5.3.5 PROCEEDS FROM ADVANCES

5.3.6 SELF-SUPPORTING LOAN PRINCIPAL

5.3.7 TRANSFER FROM RESERVES (RESTRICTED ASSETS)

5.4 CAPITAL EXPENSES

5.4.1 LAND HELD FOR RESALE

5.4.2 LAND AND BUILDINGS

5.4.3 PLANT AND EQUIPMENT

Timing of Manager Engineering, Doctors, Parks Utilities Vehicles purchase, Sundry Plant purchase and Travelling Irrigator purchase.

5.4.4 FURNITURE AND EQUIPMENT

5.4.5 INFRASTRUCTURE ASSETS - ROADS

Timing of expenditure on Koornang Road works

5.4.6 INFRASTRUCTURE ASSETS - OTHER

Timing of works on Queen St

5.4.7 PURCHASES OF INVESTMENT

5.4.8 REPAYMENT OF DEBENTURES

Timing differences.

5.4.9 ADVANCES TO COMMUNITY GROUPS

5.4.10 TRANSFER TO RESERVES (RESTRICTED ASSETS)

5.4.11 TRANSFER FROM RESERVES (RESTRICTED ASSETS)

5.5 OTHER ITEMS

5.5.1 RATE REVENUE

5.5.2 OPENING FUNDING SURPLUS(DEFICIT)

Open surplus still subject to audit and verification.

Shire of Ravensthorpe
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 31 August 2014

Note 6: OUT OF BUDGET AUTHORISATIONS and FUNDING ARRANGEMENTS

Since budget adoption. Surplus/(Deficit) Impacts

	Description	Amendment / Unbudgeted Expense	Council Resolution	Classification	No Change - (Non Cash Items) Adjust.	Increase in Available Cash	Decrease in Available Cash	Amended Budget Running Balance
	Budget Adoption				\$	\$	\$	\$
	Development of REC&SC Masterplan	Approved Out of Budget Expense	Res: 142/14	Operating Expenses			(5,000)	175,724
								170,724
Closing Funding Surplus (Deficit)					0	0	(5,000)	

Shire of Ravensthorpe
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 31 August 2014

Note 7: RECEIVABLES

Receivables - Rates and Rubbish

	Current 2014-15	Previous to 2013-14	Total
	\$	\$	\$
Opening Arrears Previous Years		215,643	215,643
Rates Levied this year	4,050,069		4,050,069
<u>Less</u> Collections to date	(404,218)	(32,248)	(436,466)
Equals Current Outstanding	3,645,851	183,395	3,829,246
Net Rates Collectable			3,829,246
% Collected			10.23%

Comments/Notes - Receivables Rates and Rubbish

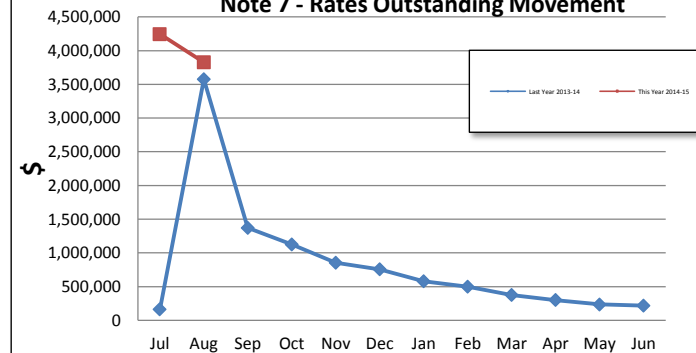
Receivables - General

	Current	30 Days	60 Days	90+Days
Excluding GST Receivable	\$	\$	\$	\$
	68,405	53,627	46,752	50,449
Total Outstanding				219,233

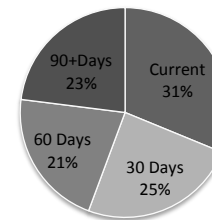
Amounts shown above include GST (where applicable)

Comments/Notes - Receivables General

Note 7 - Rates Outstanding Movement



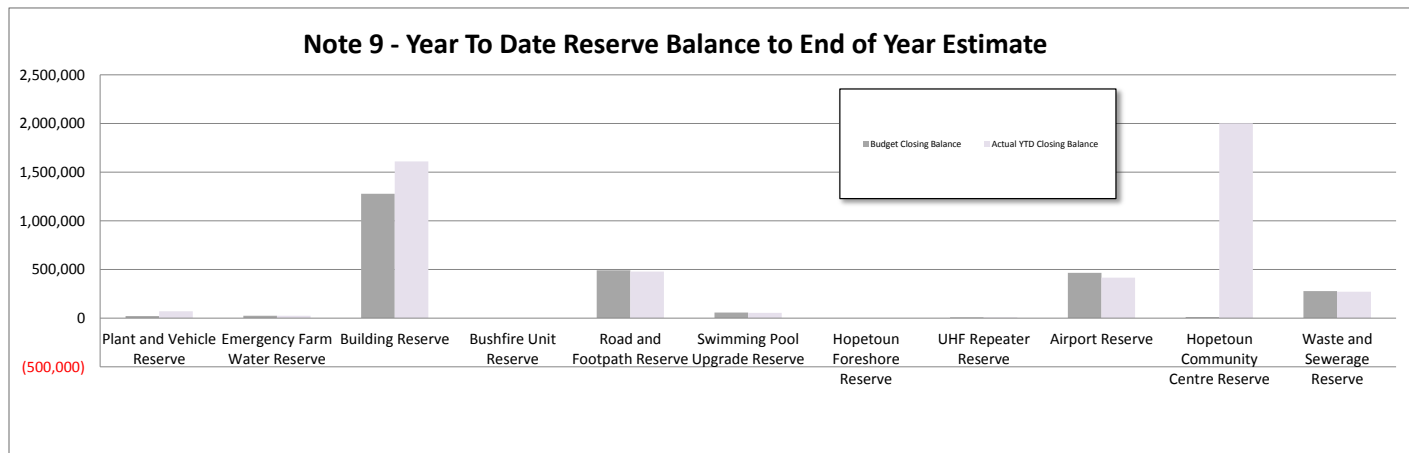
Note 7 - Accounts Receivable (non-rates)



Shire of Ravensthorpe
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 31 August 2014

Note 9: Cash Backed Reserve

Name	Opening Balance	Budget Interest Earned	Actual Interest Earned	Budget Transfers In (+)	Actual Transfers In (+)	Budget Transfers Out (-)	Actual Transfers Out (-)	Transfer out Reference	Budget Closing Balance	Actual YTD Closing Balance
	\$	\$	\$	\$	\$	\$	\$		\$	\$
Plant and Vehicle Reserve	68,927	1,956	126			(50,000)			20,883	\$69,053
Emergency Farm Water Reserve	24,140	685	44						24,825	\$24,184
Building Reserve	1,605,376	45,557	2,936			(372,848)			1,278,085	\$1,608,311
Bushfire Unit Reserve	(0)		0						(0)	\$0
Road and Footpath Reserve	477,832	13,560	874						491,392	\$478,706
Swimming Pool Upgrade Reserve	54,437	1,545	100						55,982	\$54,537
Hopetoun Foreshore Reserve	0		0						0	\$0
UHF Repeater Reserve	8,693	246	16						8,939	\$8,709
Airport Reserve	414,631	11,226	758	50,000		(10,000)			465,857	\$415,389
Hopetoun Community Centre Reserve	2,000,000	10,000	0			(2,000,000)			10,000	\$2,000,000
Waste and Sewerage Reserve	270,422	7,478	495						277,900	\$270,917
	4,924,458	92,253	5,348	50,000	0	(2,432,848)	0		2,633,863	4,929,807



Comments/Notes - Reserves

Shire of Ravensthorpe
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 31 August 2014

Note 10: CAPITAL DISPOSALS AND ACQUISITIONS

Disposals by Program	Profit(Loss) of Asset Disposal			
		Net Book Value	Proceeds	Profit (Loss)
Administration		\$	\$	\$
Jeep Cherokee				0
Health				0
Mitsubishi Pajero				0
Transport				0
Ford Ranger - Leading Hand				0
Mazda Bravo - Ravensthorpe				0
Mazda Bravo - Hopetoun				0
Eagle Prime Mover				0
Volvo Grader				0
Totals		0	0	0

Comments - Capital Disposal

Summary Acquisitions	Current Budget			
	Budget	Actual	Variance	
Property, Plant & Equipment	\$	\$	\$	
Land for Resale	0	0	0	
Land and Buildings	4,082,125	25,349	(4,056,776)	▼
Plant & Property	845,400	52,316	(793,084)	▼
Furniture & Equipment	42,500	0	(42,500)	▼
Infrastructure				
Roadworks	1,423,336	46,289	(1,377,047)	▼
Other, Footpath & Cycleways	44,339	0	(104,339)	▼
Parks, Gardens & Reserves	255,736	0	(255,736)	▼
Totals	6,693,436	123,954	(6,629,482)	

Comments - Capital Acquisitions

Land & Buildings	Current Budget			
	This Year			
	Budget	Actual	Variance	
Air Con for 41 Kingsmill Street	\$15,000.00	\$13,989	(1,011)	▼
Air Con replacement - 93 Spene Street	\$3,500.00	\$0	(3,500)	▼
Hopetoun Community Centre - Town Hall Upgrade	\$4,000,000.00	\$8,170	(3,991,830)	▼
Rec Centre - Skylights, Floor Resurface	\$24,000.00	\$40	(23,960)	▼
Airport - Carpet replacement/new hot water system	\$14,500.00	\$0	(14,500)	▼
Fencing Hopetoun War Memorial	\$5,000.00	\$3,150	(1,850)	▼
Fencing at Munglilup Refuse Site	\$20,125.00	\$0	(20,125)	▼
Totals	4,082,125	25,349	(4,056,776)	

Shire of Ravensthorpe
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 31 August 2014

Note 10: CAPITAL DISPOSALS AND ACQUISITIONS

Plant & Equipment	Current Budget			
	This Year			
	Budget	Actual	Variance (Under)Over	
	\$	\$	\$	
Changeover MES Vehicle	\$54,000.00	\$0	(54,000)	▼
Changeover CEO Vehicle	\$55,000.00	\$50,871	(4,129)	▼
Prime Mover	\$230,000.00	\$0	(230,000)	▼
Truck Dolly	\$30,000.00	\$0	(30,000)	▼
Parks Utility - Ravensthorpe	\$26,000.00	\$0	(26,000)	▼
Parks Utility - Hopetoun	\$26,000.00	\$0	(26,000)	▼
Grader	\$340,000.00	\$0	(340,000)	▼
Firefighter/Washdown Trailer	\$10,000.00	\$0	(10,000)	▼
Travelling Irrigator	\$10,000.00	\$0	(10,000)	▼
Sundry Plant Items	\$20,400.00	\$1,445	(18,955)	▼
Changeover Doctors Vehicle	\$44,000.00	\$0	(44,000)	▼
Totals	845,400	52,316	(793,084)	

Furniture & Equipment	Current Budget			
	This Year			
	Budget	Actual	Variance (Under)Over	
	\$	\$	\$	
Smart Board for Council Chamber	\$5,500.00	\$0	(5,500)	▼
New Furniture - Doctors Surgery	\$5,000.00	\$0	(5,000)	▼
Sea Container for Records	\$5,000.00	\$0	(5,000)	▼
Furniture/Cupboards for Office	\$15,000.00	\$0	(15,000)	▼
New Computers	\$12,000.00	\$0	(12,000)	▼
Totals	42,500	0	(42,500)	

Roads	Current Budget			
	This Year			
	Budget	Actual	Variance (Under)Over	
	\$	\$	\$	
Melaleuca Road SLK 0.0 – 13.0	\$134,264	\$0	(134,264)	▼
Koorngong Road SLK 6.0 - 11.0	\$123,327	\$42,521	(80,806)	▼
Senna Road	\$52,967	\$0	(52,967)	▼
Floater Road	\$89,724	\$0	(89,724)	▼
Depot Upgrade	\$31,196	\$0	(31,196)	▼
Tubada St Carpark	\$34,608	\$0	(34,608)	▼
Munglinup Drought Dam	\$63,785	\$0	(63,785)	▼
Gravel Pit Development	\$39,847	\$332	(39,515)	▼
Gravel Pit Rehabilitation	\$39,951	\$0	(39,951)	▼
Ravensthorpe Effluent System	\$35,000	\$0	(35,000)	▼
Hopetoun Airstrip reserve	\$5,080	\$0	(5,080)	▼
Koorngong Road SLK 2.5 -6.0	\$126,643	\$0	(126,643)	▼
Jerdacuttup Road SLK 9.5 – 36.0	\$123,431	\$1,909	(121,522)	▼
Doyle Road SLK 1.0 - 6.0	\$149,664	\$0	(149,664)	▼
Springdale Road	\$149,263	\$0	(149,263)	▼
Tamarine Road	\$165,054	\$0	(165,054)	▼
Aerodrome Road & Brookton Hwy	\$33,814	\$0	(33,814)	▼
Heavy Haulage Route	\$25,718	\$1,527	(24,191)	▼
Totals	1,423,336	46,289	(1,377,047)	

Shire of Ravensthorpe
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 31 August 2014

Note 10: CAPITAL DISPOSALS AND ACQUISITIONS

Other, Footpaths & Cycleways	Current Budget			
	This Year			
	Budget	Actual	Variance (Under)Over	
	\$	\$	\$	
Queen Street Pathway (Hospital)	\$15,346	\$0	(15,346)	▼
Esplanade Pathway Construction	\$28,993	\$0	(28,993)	▼
Totals	44,339	0	(44,339)	

Parks, Gardens & Reserves	Current Budget			
	This Year			
	Budget	Actual	Variance (Under)Over	
	\$	\$	\$	
Playground Equipment at McCulloch Park	\$60,000	\$0	(60,000)	▼
Hopetoun Forshore Project	\$135,424	\$0	(135,424)	
Masons Bay/Starvation Bay improvements	\$25,000	\$0	(25,000)	
Coastal Infrastructure	\$35,312	\$0	(35,312)	▼
Totals	255,736	0	(255,736)	

Shire of Ravensthorpe
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 31 August 2014

Note 11: TRUST FUND

Funds held at balance date over which the Shire has no control and which are not included in this statement are as follows:

	Description	Opening Balance 1-Jul-14	Amount Received	Amount Paid	Closing Balance 31-Aug-14
		\$	\$	\$	\$
21000	Trust Liability	-		-	-
21011	Trust - Bitumen Tender Document Bond	487.33		-	487.33
21012	Trust Hopetoun Tennis Club	9,071.81		-	9,071.81
21013	Trust - Standpipe Swipe Card Bond	1,750.00		-	1,750.00
21014	Trust Unknown Rates Payments	2,733.53	450.00	-	3,183.53
21015	Trust BCITF - Payments	1,704.58	461.62	-	2,166.20
21016	Trust Pavillion Hire Bonds	933.18		100.00	833.18
21017	Trust Gym Swipe Card Bond	3,811.81	220.00	140.00	3,891.81
21018	Trust Ravensthorpe Cemetery Group	76.22		-	76.22
21019	Trust Hall Hire and Key Bonds	3,123.45		-	3,123.45
21020	Trust Rehabilitation Bond - Barmingo	6,866.24		-	6,866.24
21021	Trust - Sundry Overpayments	5,381.71		-	5,381.71
21022	Trust - Swimming Pool Key Deposits	1,560.00	40.00	280.00	1,320.00
21023	Trust - Rural Subdivisions Shed Bonds	20,494.41		-	20,494.41
21024	Trust - Subdivision Maintenance Bonds	26,263.68		6,888.70	19,374.98
21026	Trust - Licensing Receipts	2,092.00	66,493.80	63,271.00	5,314.80
21027	Trust - Builders Registration Board	1,084.55	418.15	-	1,502.70
21029	Trust - Shire Staff Housing Bomnd	400.00			400.00
		87,834.50	68,483.57	71,079.70	85,238.37