

SHIRE OF MOORA

MONTHLY FINANCIAL REPORT
(Containing the Statement of Financial Activity)
For the period ending 30 September 2022

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

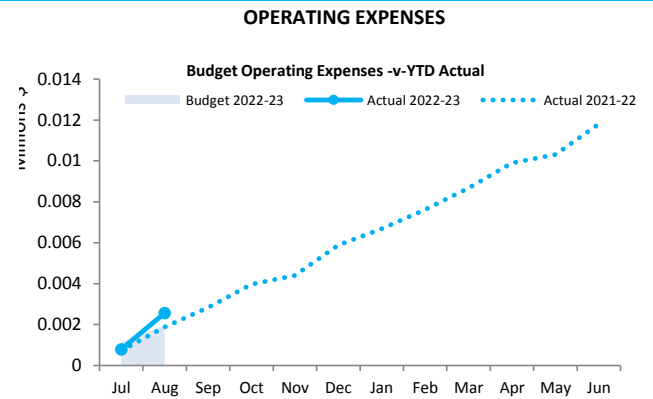
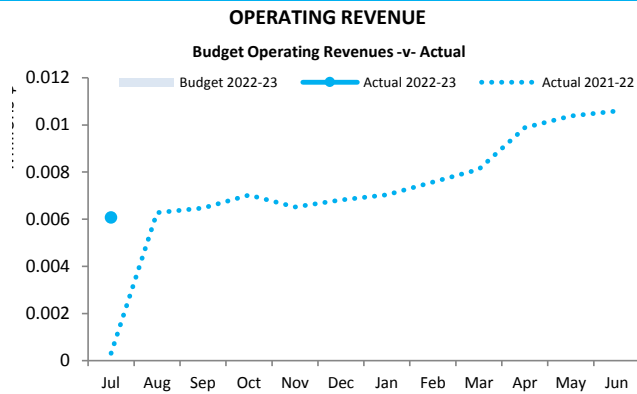
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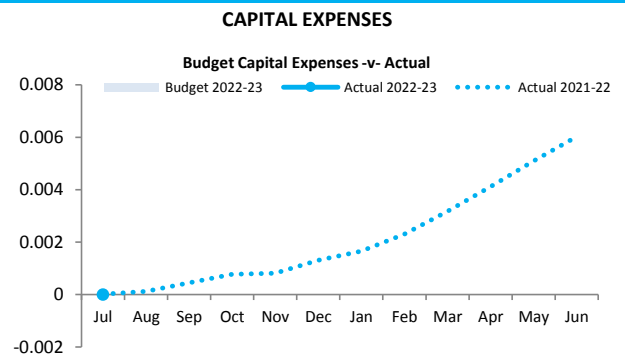
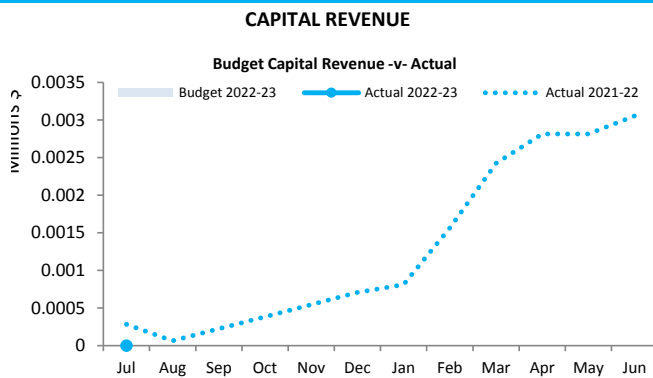
**MONTHLY FINANCIAL REPORT
FOR THE PERIOD ENDED 30 SEPTEMBER 2022**

SUMMARY INFORMATION - GRAPHS

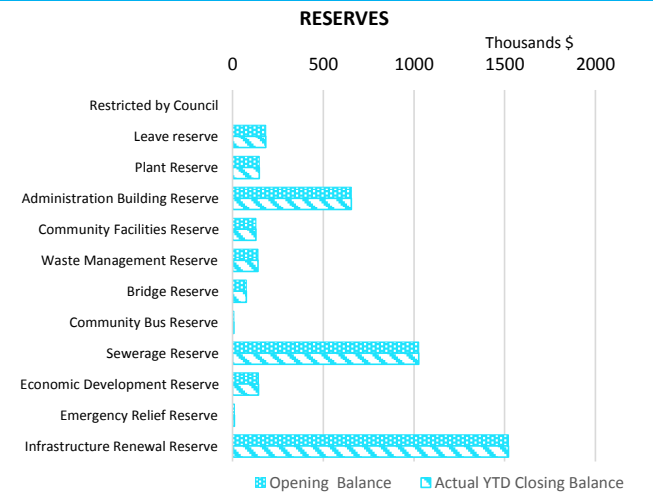
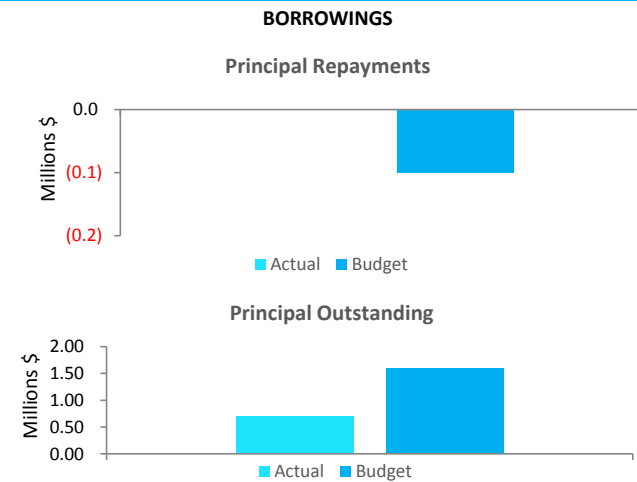
OPERATING ACTIVITIES



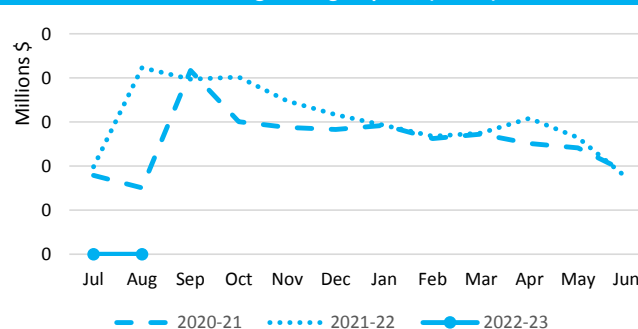
INVESTING ACTIVITIES



FINANCING ACTIVITIES



Closing funding surplus / (deficit)



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

**MONTHLY FINANCIAL REPORT
FOR THE PERIOD ENDED 30 SEPTEMBER 2022**

EXECUTIVE SUMMARY

Funding surplus / (deficit) Components

Funding surplus / (deficit)				
	Adopted Budget	YTD Budget (a)	YTD Actual (b)	Var. \$ (b)-(a)
Opening	\$3.37 M	\$3.37 M	\$3.37 M	(\$0.01 M)
Closing	\$0.00 M	\$4.94 M	\$6.84 M	\$1.90 M

Refer to Statement of Financial Activity

Cash and cash equivalents		
	\$12.37 M	% of total
Unrestricted Cash	\$8.22 M	66.4%
Restricted Cash	\$4.16 M	33.6%

Refer to Note 2 - Cash and Financial Assets

Payables		
	\$1.16 M	% Outstanding
Trade Payables	\$0.54 M	
0 to 30 Days		0.0%
Over 30 Days		100.0%
Over 90 Days		0.1%

Refer to Note 5 - Payables

Receivables		
	\$0.75 M	% Collected
Rates Receivable	\$1.81 M	63.6%
Trade Receivable	\$0.75 M	% Outstanding
Over 30 Days		81.2%
Over 90 Days		44.9%

Refer to Note 3 - Receivables

Key Operating Activities

Amount attributable to operating activities			
Adopted Budget	YTD Budget (a)	YTD Actual (b)	Var. \$ (b)-(a)
\$0.67 M	\$0.10 M	\$4.26 M	\$4.16 M

Refer to Statement of Financial Activity

Rates Revenue		
YTD Actual	\$4.59 M	% Variance
YTD Budget	\$0.76 M	500.2%

Refer to Statement of Financial Activity

Operating Grants and Contributions		
YTD Actual	\$0.37 M	% Variance
YTD Budget	\$0.39 M	(5.2%)

Refer to Note 11 - Operating Grants and Contributions

Fees and Charges		
YTD Actual	\$1.79 M	% Variance
YTD Budget	\$0.48 M	270.3%

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)
(\$6.88 M)	(\$1.47 M)	(\$0.78 M)	\$0.69 M

Refer to Statement of Financial Activity

Proceeds on sale		
YTD Actual	\$0.00 M	%
Adopted Budget	\$0.34 M	(100.0%)

Refer to Note 6 - Disposal of Assets

Asset Acquisition		
YTD Actual	\$1.64 M	% Spent
Adopted Budget	\$16.81 M	(90.2%)

Refer to Note 7 - Capital Acquisitions

Capital Grants		
YTD Actual	\$0.86 M	% Received
Adopted Budget	\$9.58 M	(91.1%)

Refer to Note 7 - Capital Acquisitions

Key Financing Activities

Amount attributable to financing activities			
Adopted Budget	YTD Budget (a)	YTD Actual (b)	Var. \$ (b)-(a)
\$2.83 M	\$2.94 M	\$0.00 M	(\$2.94 M)

Refer to Statement of Financial Activity

Borrowings	
Principal repayments	\$0.00 M
Interest expense	\$0.00 M
Principal due	\$0.70 M

Refer to Note 8 - Borrowings

Reserves	
Reserves balance	\$4.04 M
Interest earned	\$0.00 M

Refer to Note 9 - 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 2022

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. Excludes 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, and 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 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, reimbursements etc.

PROFIT ON ASSET DISPOSAL

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

EXPENSES

EMPLOYEE COSTS

All costs associated 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, maintenance agreements, communication expenses, advertising expenses, membership, periodicals, publications, hire expenses, rental, 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)

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. Excluding Land.

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 2022**

BY NATURE OR TYPE

	Ref	Adopted Budget	YTD Budget	YTD Actual	Variance \$	Variance %	Var.
	Note	(a)	(b)	(c)	(c) - (b)	((c) - (b))/(b)	
		\$	\$	\$	\$	%	
Opening funding surplus / (deficit)	1(c)	3,374,123	3,374,123	3,365,525	(8,598)	(0.25%)	
Revenue from operating activities							
Rates		4,588,892	764,816	4,590,652	3,825,836	500.23%	▲
Rates (excluding general rate)		0	0	0	0	0.00%	
Operating grants, subsidies and contributions	11	1,551,753	387,918	367,781	(20,137)	(5.19%)	▼
Fees and charges		2,959,841	484,072	1,792,405	1,308,333	270.28%	▲
Service charges		0	0	0	0	0.00%	
Interest earnings		60,486	10,078	22,466	12,388	122.92%	▲
Other revenue		118,300	22,214	44,048	21,834	98.29%	▲
Profit on disposal of assets	6	15,000	0	0	0	0.00%	
		9,294,272	1,669,098	6,817,352	5,148,254	308.45%	
Expenditure from operating activities							
Employee costs		(4,524,115)	(812,132)	(1,554,649)	(742,517)	(91.43%)	▼
Materials and contracts		(2,967,827)	(585,426)	(701,846)	(116,420)	(19.89%)	▼
Utility charges		(425,960)	(70,948)	(116,455)	(45,507)	(64.14%)	▼
Depreciation on non-current assets		(4,603,079)	(767,164)	0	767,164	100.00%	▲
Interest expenses		(20,994)	(3,494)	0	3,494	100.00%	
Insurance expenses		(219,636)	(36,592)	(110,425)	(73,833)	(201.77%)	▼
Other expenditure		(376,848)	(62,776)	(76,365)	(13,589)	(21.65%)	▼
Loss on disposal of assets	6	(35,000)	0	0	0	0.00%	
		(13,173,459)	(2,338,532)	(2,559,740)	(221,208)	9.46%	
Non-cash amounts excluded from operating activities	1(a)	4,548,525	767,164	0	(767,164)	(100.00%)	▼
Amount attributable to operating activities		669,338	97,730	4,257,612	4,159,882	4256.50%	
Investing activities							
Proceeds from non-operating grants, subsidies and contributions	12	9,584,329	2,396,040	856,430	(1,539,610)	(64.26%)	▼
Proceeds from disposal of assets	6	335,000	335,000	0	(335,000)	(100.00%)	▼
Proceeds from financial assets at amortised cost - self supporting loans	8	8,488	0	0	0	0.00%	
Payments for financial assets at amortised cost - self supporting loans	8	6,172	0	0	0	0.00%	
Payments for property, plant and equipment and infrastructure	7	(16,811,450)	(4,202,748)	(1,641,382)	2,561,366	60.95%	▲
		(6,877,461)	(1,471,708)	(784,952)	686,756	(46.66%)	
Non-cash amounts excluded from investing activities	1(b)	0	0	0	0	0.00%	
Amount attributable to investing activities		(6,877,461)	(1,471,708)	(784,952)	686,756	(46.66%)	
Financing Activities							
Proceeds from new debentures	8	1,000,000	1,000,000	0	(1,000,000)	(100.00%)	▼
Transfer from reserves	9	2,075,000	2,075,000	0	(2,075,000)	(100.00%)	▼
Payments for principal portion of lease liabilities	8	0	0	0	0	0.00%	
Repayment of debentures	8	(101,000)	0	0	0	0.00%	
Transfer to reserves	9	(140,000)	(140,000)	0	140,000	100.00%	▲
Amount attributable to financing activities		2,834,000	2,935,000	0	(2,935,000)	(100.00%)	
Closing funding surplus / (deficit)	1(c)	0	4,935,145	6,838,185	1,903,040	(38.56%)	▲

KEY INFORMATION

▲ ▼ Indicates a variance between Year to Date (YTD) Budget 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.

**MONTHLY FINANCIAL REPORT
FOR THE PERIOD ENDED 30 SEPTEMBER 2022**

BASIS OF PREPARATION

BASIS OF PREPARATION

The financial report 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 Act 1995* and accompanying Regulations take precedence over Australian Accounting Standards where they are inconsistent.

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.

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. A separate statement of those monies appears at Note 13 to these financial statements.

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 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 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:

- estimation of fair values of certain financial assets
- estimation of fair values of fixed assets shown at fair value
- impairment of financial assets

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.

PREPARATION TIMING AND REVIEW

Date prepared: All known transactions up to 30 September 2022

**NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD ENDED 30 SEPTEMBER 2022**

**NOTE 1
STATEMENT OF FINANCIAL ACTIVITY INFORMATION**

(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)
Non-cash items excluded from operating activities				
		\$	\$	\$
Adjustments to operating activities				
Less: Profit on asset disposals	6	(15,000)	0	0
Less: Movement in liabilities associated with restricted cash		(74,554)		0
Add: Loss on asset disposals	6	35,000	0	0
Add: Depreciation on assets		4,603,079	767,164	0
Total non-cash items excluded from operating activities		4,548,525	767,164	0

(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.

		Adopted Budget Opening 30 June 2022	Last Year Closing 30 June 2022	Year to Date 30 September 2022
Adjustments to net current assets				
Less: Reserves - restricted cash	9	(4,039,292)	(4,040,604)	(4,040,604)
Less: - Financial assets at amortised cost - self supporting loans	4	(12,566)	(4,079)	(4,079)
Less: - Financial assets at amortised cost - community loans		(6,173)	(85)	2,990
- Other liabilities		(1,141)		
Add: Borrowings	8	105,078	197,867	197,867
- Current portion of employee benefit provisions held in reserve	10	182,456	183,768	183,768
Total adjustments to net current assets		(3,771,638)	(3,663,133)	(3,660,058)

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

Current assets				
Cash and cash equivalents	2	10,028,713	10,037,631	12,345,115
Financial assets at amortised cost	2	18,740	0	0
Rates receivables	3	383,239	383,239	1,809,045
Receivables	3	759,561	399,503	750,741
Other current assets	4	97,837	102,329	96,276
Less: Current liabilities				
Payables	5	(680,309)	(540,736)	(1,159,550)
Borrowings	8	(105,078)	(197,867)	(197,867)
Contract liabilities	10	(2,521,707)	(2,320,206)	(2,320,206)
Provisions	10	(835,235)	(835,235)	(835,235)
Less: Total adjustments to net current assets	1(b)	(3,771,638)	(3,663,133)	(3,660,058)
Closing funding surplus / (deficit)		3,374,123	3,365,525	6,828,261

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.

NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD ENDED 30 SEPTEMBER 2022

Description	Classification	Unrestricted	Restricted	Total Cash	Trust	Institution	Interest Rate	Maturity Date
		\$	\$	\$				
Municipal Bank Account 1510110		4,373,909	0	4,373,909		Westpac	7.49%	
Petty Cash & Floats		1,040	0	1,040				
Reserve Bank Account 1510210			639,942	639,942		Westpac	0.59%	
Trust Bank Account 1990110		8,204	0	8,204		Westpac		
Westpac Muni Notice Saver 1510160		3,832,176	0	3,832,176		Westpac	2.60%	
Westpac Reserve Fund Notice Saver 1510270			3,516,000	3,516,000		Westpac	2.60%	
Total		8,215,329	4,155,942	12,371,271	0			
Comprising								
Cash and cash equivalents		8,215,329	4,155,942	12,371,271	0			
Financial assets at amortised cost		0	0	0	0			
		8,215,329	4,155,942	12,371,271	0			

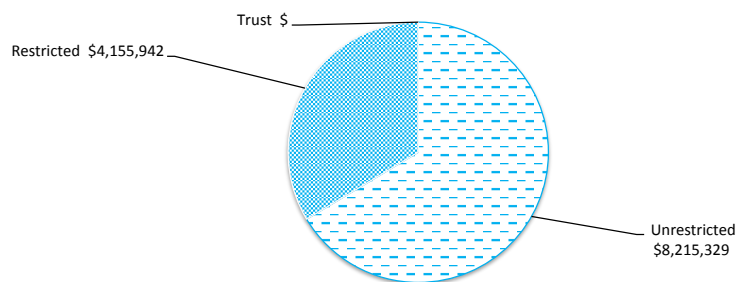
KEY INFORMATION

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.

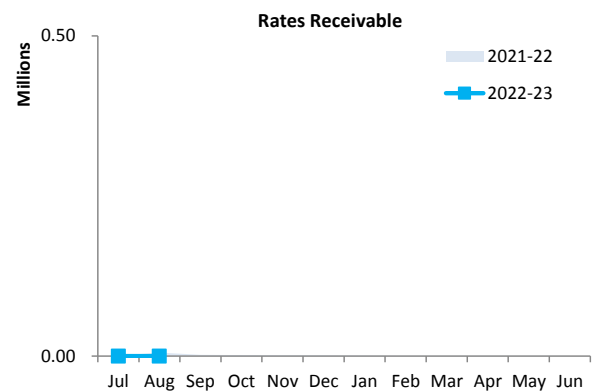
Financial assets at amortised cost held with registered financial institutions are listed in this note other financial assets at amortised cost are provided in Note 4 - Other assets.



NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD ENDED 30 SEPTEMBER 2022

OPERATING ACTIVITIES
NOTE 3
RECEIVABLES

Rates receivable	30 Jun 2022	30 Sep 2022
	\$	\$
Opening arrears previous years	0	383,239
Levied this year	4,579,108	4,590,652
Less - collections to date	(4,195,869)	(3,164,846)
Gross rates collectable	383,239	1,809,045
Allowance for impairment of rates receivable	0	0
Net rates collectable	383,239	1,809,045
% Collected	91.6%	63.6%



Receivables - general	Credit	Current	30 Days	60 Days	90+ Days	Total
	\$	\$	\$	\$	\$	\$
Receivables - general	(71)	79,520	145,710	7,002	189,396	421,557
Percentage	0.0%	18.9%	34.6%	1.7%	44.9%	
Balance per trial balance						
Sundry receivable						421,557
GST receivable						367,242
Allowance for impairment of receivables from contracts with customers						(38,058)
Other receivables [describe]						0
Other receivables [describe]						0
Other receivables [describe]						0
Other receivables [describe]						0
Total receivables general outstanding						750,741

Amounts shown above include GST (where applicable)

KEY INFORMATION

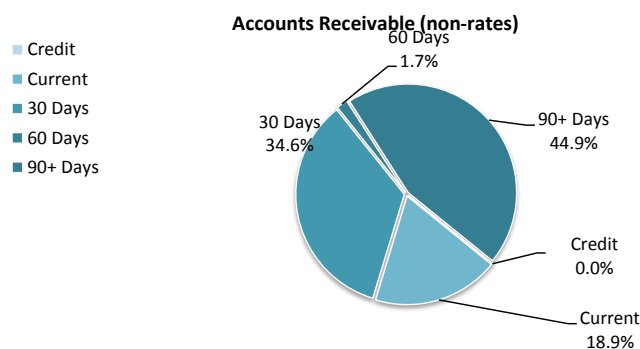
Trade and other receivables include amounts due from ratepayers for unpaid rates and service charges and other amounts due from third parties for goods sold and services performed in the ordinary course of business.

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.



**NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD ENDED 30 SEPTEMBER 2022**

**OPERATING ACTIVITIES
NOTE 4
OTHER CURRENT ASSETS**

	Opening Balance 1 July 2022	Asset Increase	Asset Reduction	Closing Balance 30 September 2022
	\$	\$	\$	\$
Other current assets				
Other financial assets at amortised cost				
Financial assets at amortised cost - self supporting loans	4,079			4,079
Financial assets at amortised cost - community loans	85		(3,075)	(2,990)
Inventory				
Fuel	97,837		(2,978)	94,859
Accrued income	328			328
Total other current assets	102,329	0	(6,053)	96,276
Amounts shown above include GST (where applicable)				

KEY INFORMATION

Other financial assets at amortised cost

The Shire 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.

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.

**NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD ENDED 30 SEPTEMBER 2022**

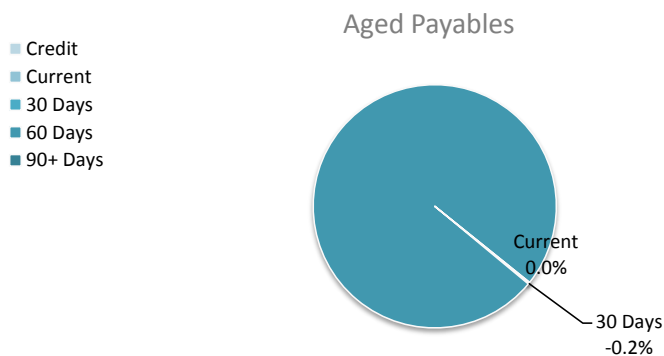
**OPERATING ACTIVITIES
NOTE 5
PAYABLES**

Payables - general	Credit	Current	30 Days	60 Days	90+ Days	Total
	\$	\$	\$	\$	\$	\$
Payables - general	0	0	(926)	479,550	320	478,944
Percentage	0%	0%	-0.2%	100.1%	0.1%	
Balance per trial balance						
Sundry creditors						538,644
Accrued salaries and wages						0
ATO liabilities						494,037
Accrued Interest						5,627
Bonds and deposits						42,872
Trust Assets						(8,204)
Trust Liabilities						14,009
Prepaid Rates						72,565
Total payables general outstanding						1,159,550

Amounts shown above include GST (where applicable)

KEY INFORMATION

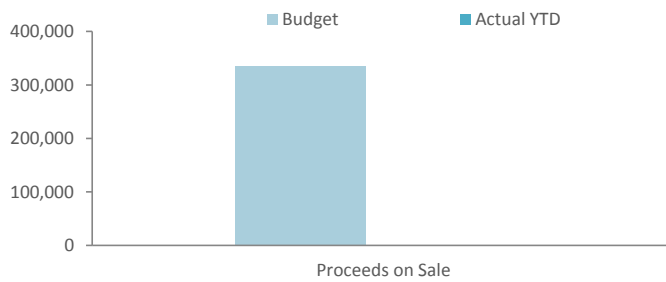
Trade and other payables represent liabilities for goods and services provided to the Shire prior to the end of the period that are unpaid and arise when the Shire becomes obliged to make future payments in respect of the purchase of these goods and services. The amounts are unsecured, are recognised 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.



NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD ENDED 30 SEPTEMBER 2022

OPERATING ACTIVITIES
NOTE 6
DISPOSAL OF ASSETS

Asset Ref.	Asset description	Budget				YTD Actual			
		Net Book Value	Proceeds	Profit	(Loss)	Net Book Value	Proceeds	Profit	(Loss)
		\$	\$	\$	\$	\$	\$	\$	\$
	Plant and equipment								
	Governance								
	Executive Fleet	60,000	60,000	0	0	0	0	0	0
	Transport								
	Transport General	180,000	145,000	0	(35,000)	0	0	0	0
	Transport General	115,000	130,000	15,000	0	0	0	0	0
		355,000	335,000	15,000	(35,000)	0	0	0	0



**NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD ENDED 30 SEPTEMBER 2022**

**INVESTING ACTIVITIES
NOTE 7
CAPITAL ACQUISITIONS**

Capital acquisitions	Adopted		YTD Actual	YTD Actual Variance
	Budget	YTD Budget		
	\$	\$	\$	\$
Buildings	1,000,000	249,999	0	(249,999)
Buildings - specialised	4,460,000	1,114,986	48,570	(1,066,416)
Furniture and equipment	30,000	7,500	0	(7,500)
Plant and equipment	1,678,000	419,475	282,610	(136,865)
Infrastructure - roads	6,375,450	1,593,816	1,086,534	(507,282)
Infrastructure - footpaths	100,000	24,999	0	(24,999)
Infrastructure - street furniture & lighting	1,149,000	287,238	48	(287,190)
Infrastructure - parks & ovals	1,230,000	307,494	0	(307,494)
Infrastructure - sewerage	789,000	197,241	223,888	26,647
Infrastructure - user defined 10			(268)	(268)
Payments for Capital Acquisitions	16,811,450	4,202,748	1,641,382	(2,561,366)
Capital Acquisitions Funded By:				
	\$	\$	\$	\$
Capital grants and contributions	9,584,329	2,396,040	856,430	(1,539,610)
Borrowings	1,000,000	1,000,000	0	(1,000,000)
Other (disposals & C/Fwd)	335,000	335,000	0	(335,000)
Cash backed reserves				
Leave reserve	(200,000)	0	0	0
Plant Reserve	(100,000)	0	0	0
Administration Building Reserve	(150,000)	0	0	0
Sewerage Reserve	(300,000)	0	0	0
Infrastructure Renewal Reserve	(1,325,000)	0	0	0
Contribution - operations	7,967,121	471,708	784,952	313,244
Capital funding total	16,811,450	4,202,748	1,641,382	(2,561,366)

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.

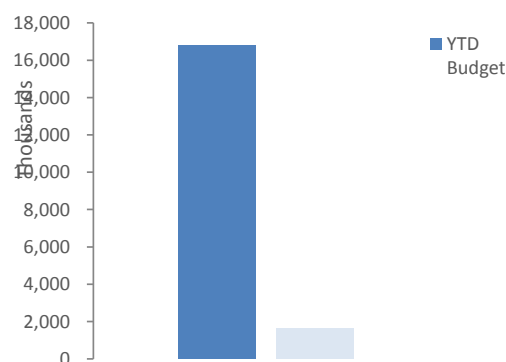
Initial recognition and measurement for assets held at cost

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.

Payments for Capital Acquisitions

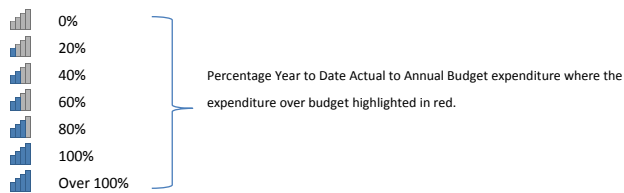


NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD ENDED 30 SEPTEMBER 2022

INVESTING ACTIVITIES
NOTE 7
CAPITAL ACQUISITIONS (CONTINUED)

Capital expenditure total

Level of completion indicators



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

		Adopted			Variance
Account Description		Budget	YTD Budget	YTD Actual	(Under)/Over
		\$	\$	\$	\$
30410	Administration & Cultural Centre	150,000	37,500	0	(37,500)
30415	Hydrotherapy Pool	40,000	9,999	0	(9,999)
31708	Childcare Centre - Renewal	0	0	5,670	5,670
31710	Early Childhood Development Centre	3,800,000	949,998	42,900	(907,098)
32301	Housing Revitalisation - Acquire properties	1,000,000	249,999	0	(249,999)
33004	Cemetery Extensions	130,000	32,496	0	(32,496)
33005	Apex Park Toilet Upgrade	200,000	49,998	0	(49,998)
33340	Watheroo Pavilion Upgrade	80,000	19,998	0	(19,998)
34612	Caravan Park Buildings	20,000	4,998	0	(4,998)
33361	Moora Recreation Centre Renewal	40,000	9,999	0	(9,999)
30402	Purchase Computing Equipment	30,000	7,500	0	(7,500)
30401	Admin vehicles	155,000	38,745	0	(38,745)
30605	Workshop Hoist	25,000	6,249	4,782	(1,467)
30606	Scissor Lift - Hydrotherapy Pool	20,000	4,998	0	(4,998)
31304	Noise Level Monitor	17,000	4,248	0	(4,248)
33302	Ride on Mower	90,000	22,500	0	(22,500)
34004	4x4 Utilities	50,000	12,498	0	(12,498)
34010	6x4 Tip Truck	80,000	19,998	0	(19,998)
34018	Loader - Refuse Site	275,000	68,748	0	(68,748)
34020	Mechanic's Truck	250,000	62,499	0	(62,499)
34054	Minor Plant	35,000	8,748	0	(8,748)
34061	Replacement Grader	421,000	105,249	277,500	172,251
34066	Cleaners Ute 2014/15	0	0	328	328
34067	Work Ute	50,000	12,498	0	(12,498)
34080	Elevated Work Platform	100,000	24,999	0	(24,999)
39520	Replacement Sewerage Pumps and Equipment	10,000	2,499	0	(2,499)
33313	EV Charging Station	100,000	24,999	0	(24,999)
33910	Contribution to RRG Moora Sub-group	0	0	1,414	(461,544)
33930 WSF21	Carot Well Road - Survey, Design, Drainage & Signage	2,120,784	530,190	68,846	(461,544)
WSF21A	Wheatbelt Secondary Freight Route - Carot Well Road	182,156	45,537	11,496	(34,041)
WSF05	Wheatbelt Secondary Freight Route - Watheroo West Road Project 2	1,005,700	251,421	102,673	(148,748)
WSF5A	Wheatbelt Secondary Freight Route - Watheroo West Road Project 2	106,785	26,694	0	(26,694)
WSF5B	Wheatbelt Secondary Freight Route - Watheroo West Road Project 2 - De	67,800	16,950	0	(16,950)
RRG196	Regional Road Group - Bindi Bindin Toodyay Road	1,051,612	262,896	0	(262,896)
RRG06	Miling North Road (Regional Road Group)	0	0	304	304
RTR1012	Roads To Recovery - Koojan West Road	471,040	117,756	454,545	336,789
RTR38	Airstrip Road (Roads To Recovery)	0	0	46	46
S1012	Koojan West Road - State Funded Project	476,000	118,998	424,215	305,217
SP192	Dandaragan Street Parking	120,000	30,000	0	(30,000)
REG01	Prices Road Regravel Various Sections	50,000	12,498	11,916	(582)
REG06	Old Geraldton Road Regravel (Various Sections)	140,000	34,995	0	(34,995)
REG08	Namban West Road - Regravel Sections	50,000	12,495	11,079	(1,416)
CRF06	Commodity Route Funding - Dalwallinu West Road	533,573	133,386	0	(133,386)
33721	Information Bay - Chamber of Commerce Project	20,000	4,998	0	(4,998)
33901	Moora Airstrip	900,000	225,000	48	(224,952)
34604	Entry Statements	100,000	24,996	0	(24,996)
35950	Depot Infrastructure	25,000	6,249	0	(6,249)
52551	Street Furniture & Lighting	104,000	25,995	0	(25,995)
32316	Moora Swimming Pool Improvements	400,000	99,999	0	(99,999)
32318	Moora Recreation Centre Lighting	190,000	47,499	0	(47,499)
32802	Reserve Rehabilitation Project	150,000	37,500	0	(37,500)
33329	Moora Netball Courts Upgrade	300,000	75,000	0	(75,000)
33330	Miling Park	100,000	24,999	0	(24,999)
33331	Moora Nature Playground	50,000	12,498	0	(12,498)
34681	Caravan Park Infrastructure	40,000	9,999	0	(9,999)
MF000	Footpath Construction - Various	100,000	24,999	0	(24,999)
SEW01	Cswp - Pipeline	180,000	45,000	93,458	48,458
SEW02	Cswp - Big Dam	143,000	35,748	0	(35,748)
SEW03	Cswp - Gas 2 Salt	143,000	35,748	420	(35,328)
SEW04	Cswp - Rock Dam	143,000	35,748	31,986	(3,762)
SEW05	Cswp - Recycled Retic	100,000	24,999	20,158	(4,841)
	Moora Sewerage System Upgrade	80,000	19,998	77,866	57,868
		16,811,450	4,202,748	1,641,382	(3,024,525)

NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD ENDED 30 SEPTEMBER 2022

Repayments - borrowings

Information on borrowings Particulars	Loan No.	1 July 2022	New Loans		Principal Repayments		Principal Outstanding		Interest Repayments	
			Actual	Budget	Actual	Budget	Actual	Budget	Actual	Budget
		\$	\$	\$	\$	\$	\$	\$	\$	\$
Education and welfare										
Hydrotherapy Pool (327)		405,032	0	0	0	(29,276)	405,032	375,756	0	(13,645)
Housing										
92 Roberts Street		86,245	0	0	0	(20,733)	86,245	65,512	0	(2,108)
Housing Revitalisation				1,000,000	0	0	0	1,000,000	0	0
Economic services										
Industrial Lots - Roberts Street	325	176,801			0	(42,503)	176,801	134,298	0	(4,322)
		668,078	0	1,000,000	0	(92,512)	668,078	1,575,566	0	(20,075)
Self supporting loans										
Recreation and culture										
Moora Bowling Club SSL (324)		35,000	0	0	0	(8,488)	35,000	26,512	0	0
		35,000	0	0	0	(8,488)	35,000	26,512	0	0
Total		703,078	0	1,000,000	0	(101,000)	703,078	1,602,078	0	(20,075)
Current borrowings		101,000					193,789			
Non-current borrowings		602,078					509,289			
		703,078					703,078			

All debenture repayments were financed by general purpose revenue.

Self supporting loans are financed by repayments from third parties.

The Shire has no unspent debenture funds as at 30th June 2021, nor is it expected to have unspent funds as at 30th June 2022.

KEY INFORMATION

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 until such time as the asset is substantially ready for its intended use or sale.

Fair values of borrowings are not materially different to their carrying amounts, since the interest payable on those borrowings is either close to current market rates or the borrowings are of a short term nature. Non-current borrowings fair values are based on discounted cash flows using a current borrowing rate.

NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD ENDED 30 SEPTEMBER 2022

OPERATING ACTIVITIES

NOTE 9

RESERVE ACCOUNTS

Reserve accounts

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
	\$	\$	\$	\$	\$	\$	\$	\$	\$
Restricted by Council									
Leave reserve	183,768	446		125,000		(200,000)		109,214	183,768
Plant Reserve	147,134	360		0		(100,000)		47,494	147,134
Administration Building Reserve	655,325	1,604		0		(150,000)		506,929	655,325
Community Facilities Reserve	129,552	317		0		0		129,869	129,552
Waste Management Reserve	140,706	344		0		0		141,050	140,706
Bridge Reserve	75,388	185		0		0		75,573	75,388
Community Bus Reserve	7,390	18		0		0		7,408	7,390
Sewerage Reserve	1,026,565	2,512		0		(300,000)		729,077	1,026,565
Economic Development Reserve	143,473	351		0		0		143,824	143,473
Emergency Relief Reserve	10,980	27		0		0		11,007	10,980
Infrastructure Renewal Reserve	1,520,323	8,836		0		(1,325,000)		204,159	1,520,323
	4,040,604	15,000	0	125,000	0	(2,075,000)	0	2,105,604	4,040,604

NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD ENDED 30 SEPTEMBER 2022

OPERATING ACTIVITIES
NOTE 10
OTHER CURRENT LIABILITIES

	Note	Opening Balance 1 July 2022	Liability transferred from/(to) non current	Liability Increase	Liability Reduction	Closing Balance 30 September 2022
		\$		\$	\$	\$
Other current liabilities						
Other liabilities						
- Contract liabilities		222,820	0			222,820
- Capital grant/contribution liabilities		2,097,386	0	0	0	2,097,386
Total other liabilities		2,320,206	0	0	0	2,320,206
Employee Related Provisions						
Annual leave		421,333	0			421,333
Long service leave		413,902	0			413,902
Total Employee Related Provisions		835,235	0	0	0	835,235
Total other current assets		3,155,441	0	0	0	3,155,441
Amounts shown above include GST (where applicable)						

A breakdown of contract liabilities and associated movements is provided on the following pages at Note 11 and 12

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.

Provider	Unspent operating grant, subsidies and contributions liability					Operating grants, subsidies and contributions revenue					
	Liability	Increase in Liability	Decrease in Liability (As revenue)	Liability	Current Liability	Adopted Budget Revenue	YTD Budget	Annual Budget	Budget Variations	Expected	YTD Revenue Actual
	1 July 2022			30 Sep 2022	30 Sep 2022	\$	\$	\$	\$	\$	\$
Operating grants and subsidies											
Governance											
Grants Commission - General Purpose Grant	0			0		590,464	147,615	590,464		590,464	0
Grants Commissions - Road	0			0		477,388	119,346	477,388		477,388	120,877
Law, order, public safety											
DFES - ESL Grant - Fire Brigades	0			0		73,570	18,390	73,570		73,570	16,403
DFES - ESL Grant - SES	0			0		14,998	3,747	14,998		14,998	9,464
DFES - Bushfire Risk Planning Coordinator	0			0		176,083	44,019	176,083		176,083	
Education and welfare											
Child Care Grants - DEEWR	0			0	0	0	0	0		0	4,300
Child Care Grants	0			0	0	0	0	0		0	364
Recreation and culture											
Community Contributions	0			0		1,500	375	1,500		1,500	
Event Sponsorship	0			0		3,500	873	3,500		3,500	
Small Community Grants	0			0		1,500	375	1,500		1,500	0
Transport											
Main Roads Direct Grant	0			0		200,000	49,998	200,000		200,000	209,513
Main Roads Street Lighting	0			0		6,000	1,500	6,000		6,000	
Other property and services											
Employment Incentive Subsidies	0			0		0	0	0	0	0	6,860
	0	0	0	0	0	1,545,003	386,238	1,545,003	0	1,545,003	367,781
Operating contributions											
Law, order, public safety											
DFES - ESL Administration Fee	0			0		4,000	999	4,000		4,000	
Health											
Podiatry Service Subsidy				0		250	60	250		250	
Recreation and culture											
DrumMuster	0			0		2,000	498	2,000		2,000	
Transport											
Crossovers	0			0		500	123	500		500	
	0	0	0	0	0	6,750	1,680	6,750	0	6,750	0
TOTALS	0	0	0	0	0	1,551,753	387,918	1,551,753	0	1,551,753	367,781

NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD ENDED 30 SEPTEMBER 2022

NOTE 12

NON-OPERATING GRANTS, SUBSIDIES AND CONTRIBUTIONS

Provider	Capital grant/contribution liabilities					Non operating grants, subsidies and contributions revenue					
	Liability 1 July 2022	Increase in Liability	Decrease in Liability (As revenue)	Liability 30 Sep 2022	Current Liability 30 Sep 2022	Adopted Budget Revenue	YTD Budget	Annual Budget	Budget Variations	Expected	YTD Revenue Actual
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Non-operating grants and subsidies											
Governance											
General purpose funding	201,501			201,501						0	0
Local Roads & Community Infrastructure				0		507,857	126,963	507,857		507,857	0
Education and welfare											
Child Care Grant				0		2,016,202	504,045	2,016,202		2,016,202	0
Community amenities											
Sewerage Grant				0		470,000	117,495	470,000		470,000	90,000
Recreation and culture											
Sports and Recreation Facility Grant				0		100,000	24,999	100,000		100,000	0
Swimming Pool Grant				0		507,857	126,960	507,857		507,857	0
Transport											
Main Roads - Regional Road Group Grants				0		701,075	175,266	701,075		701,075	656,430
Roads to Recovery - Various Roads				0		471,040	117,759	471,040		471,040	0
Dept Communities & Infrastructure - Airstrip				0		705,488	176,370	705,488		705,488	0
Main Roads - Wheatbelt Secondary Freight Network				0		3,251,010	812,745	3,251,010		3,251,010	0
Economic services											
Tourism Grant Funding				0		100,000	24,999	100,000		100,000	0
	201,501	0	0	201,501	0	8,830,529	2,207,601	8,830,529	0	8,830,529	746,430
Non-operating contributions											
Recreation and culture											
Community Contribution - Mens Shed				0		2,800	696	2,800		2,800	0
Community Contribution - Sports and Recreation Facilities				0		100,000	24,996	100,000		100,000	0
Transport											
Road Construction Contributions				0		651,000	162,747	651,000		651,000	110,000
	0	0	0	0	0	753,800	188,439	753,800	0	753,800	110,000
TOTALS	201,501	0	0	201,501	0	9,584,329	2,396,040	9,584,329	0	9,584,329	856,430

**NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD ENDED 30 SEPTEMBER 2022**

**NOTE 13
TRUST FUND**

Funds held at balance date which are required by legislation to be credited to the trust fund and which are not included in the financial statements are as follows:

Description	Opening Balance	Amount	Amount	Closing Balance
	1 July 2022	Received	Paid	30 Sep 2022
	\$	\$	\$	\$
Construction Industry Fund (BCITF)	(8)	248	(247)	(7)
Building Services Levy (BRB)	3,761	513	(243)	4,032
Community Group Funds	2,206	0	0	2,206
	5,959	761	(490)	6,231

**NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD ENDED 30 SEPTEMBER 2022**

**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 2022-23 year is \$5,000 or 5.00% whichever is the greater.

Nature or type	Var. \$	Var. %	Explanation of positive variances		Explanation of negative variances	
			Timing	Permanent	Timing	Permanent
	\$	%				
Revenue from operating activities						
Rates	3,825,836	500.23%	▲ Annual Rate Raised	Rates are Raised Annually		
Operating grants, subsidies and contributions	(20,137)	(5.19%)	▼ Timing In Applications			
Fees and charges	1,308,333	270.28%	▲ Annual Rate Raised	Rates are Raised Annually		
Interest earnings	12,388	122.92%	▲ Surplus Held In Trust			
Other revenue	21,834	98.29%	▲ Increase In Accomodation			
Expenditure from operating activities						
Employee costs	(742,517)	(91.43%)	▼ Timing			
Materials and contracts	(116,420)	(19.89%)	▼ Timing			
Utility charges	(45,507)	(64.14%)	▼ Timing			
Depreciation on non-current assets	767,164	100.00%	▲			
Insurance expenses	(73,833)	(201.77%)	▼ Timing			
Other expenditure	(13,589)	(21.65%)	▼ Timing			
Non-cash amounts excluded from operating activities	(767,164)	(100.00%)	▼ Depreciation			
Investing activities						
Proceeds from non-operating grants, subsidies and contributions	(1,539,610)	(64.26%)	▼ Timing			
Proceeds from disposal of assets	(335,000)	(100.00%)	▼ Timing	Still Processing Asset Trade ins & Register		
Payments for property, plant and equipment and infrast	2,561,366	60.95%	▲			
Financing activities						
Proceeds from new debentures	(1,000,000)	(100.00%)	▼ Timing In Applications			
Transfer from reserves	(2,075,000)	(100.00%)	▼ Timing			
Transfer to reserves	140,000	100.00%	▲	Transfer of Reserves		
Closing funding surplus / (deficit)	1,903,040	(38.56%)	▲ Timing			