

SHIRE OF MOORA

MONTHLY FINANCIAL REPORT
(Containing the Statement of Financial Activity)
For the period ending 28 February 2023

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

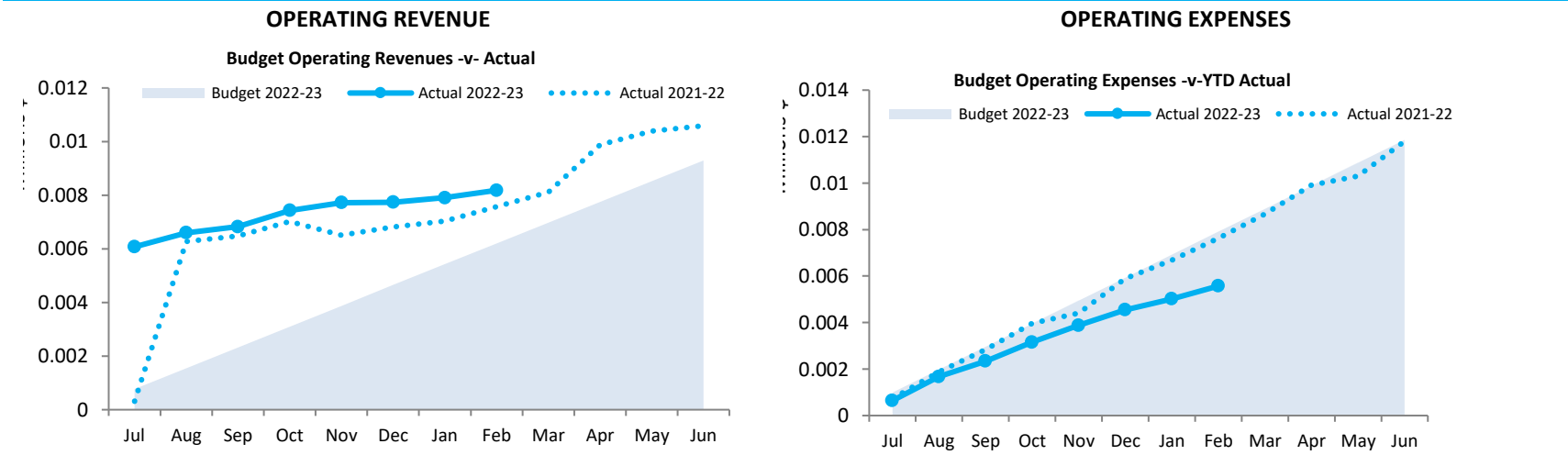
TABLE OF CONTENTS

Statement of Financial Activity by Nature or Type	5
Basis of Preparation	6
Note 1 Statement of Financial Activity Information	7
Note 2 Cash and Financial Assets	8
Note 3 Receivables	9
Note 4 Other Current Assets	10
Note 5 Payables	11
Note 6 Disposal of Assets	12
Note 7 Capital Acquisitions	13
Note 8 Borrowings	15
Note 9 Reserve Accounts	16
Note 10 Other Current Liabilities	17
Note 11 Operating grants and contributions	18
Note 12 Non operating grants and contributions	19
Note 13 Explanation of Material Variances	21

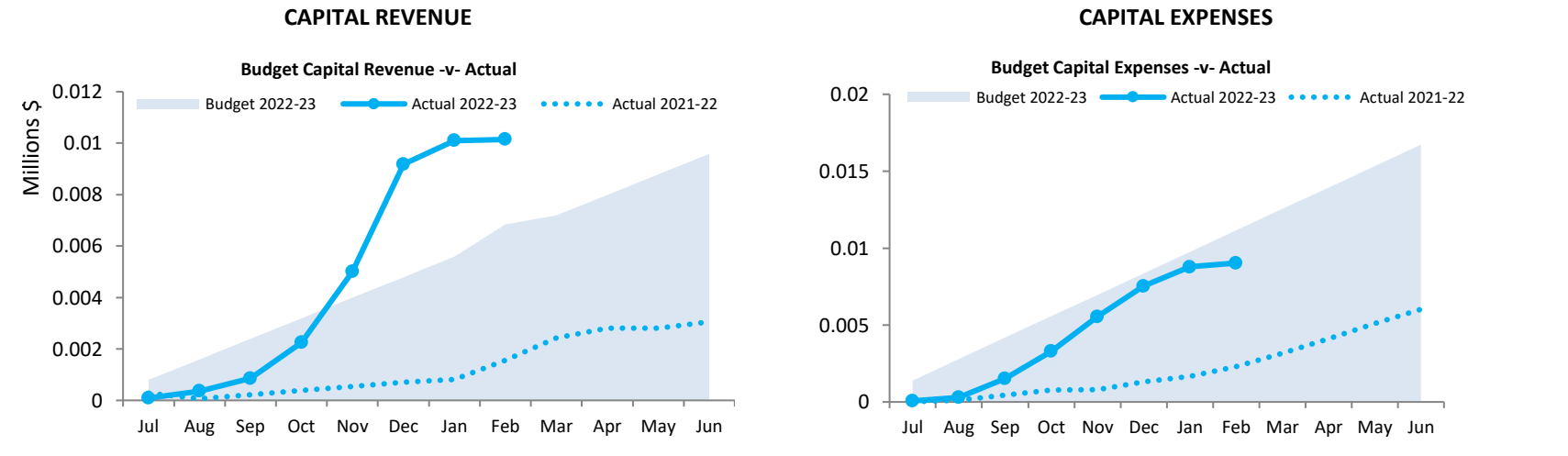
**MONTHLY FINANCIAL REPORT
FOR THE PERIOD ENDED 28 FEBRUARY 2023**

SUMMARY INFORMATION - GRAPHS

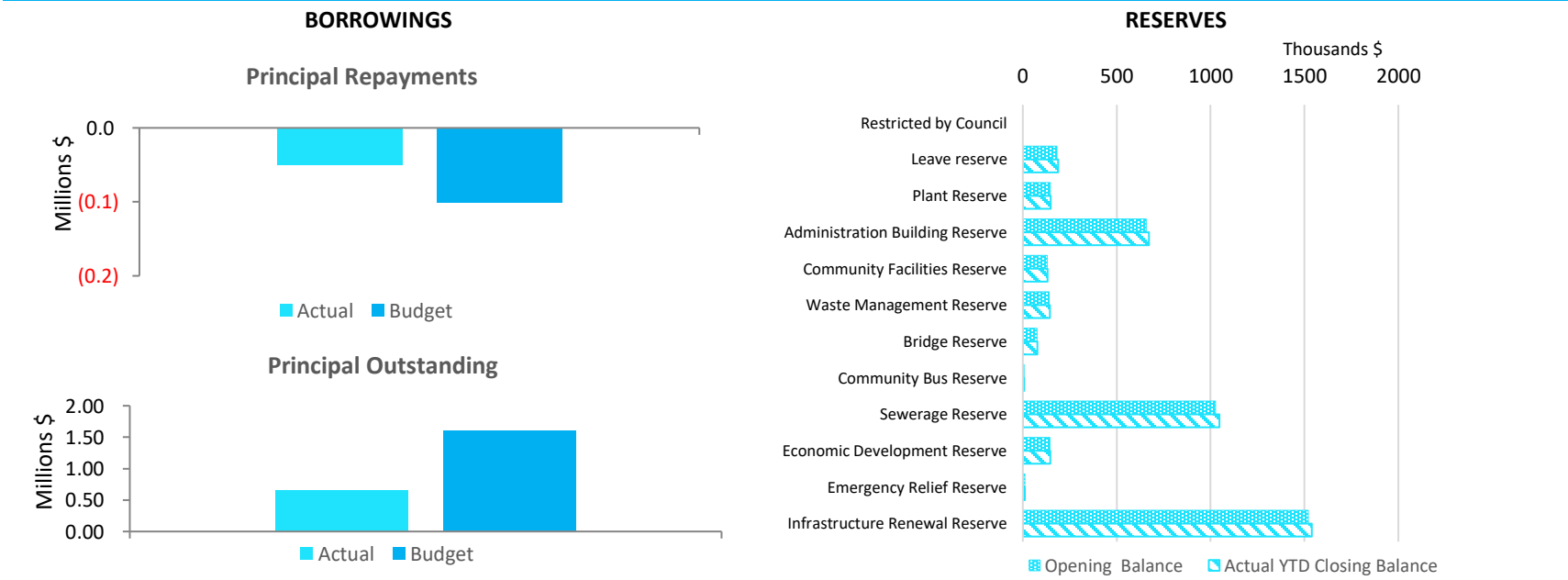
OPERATING ACTIVITIES



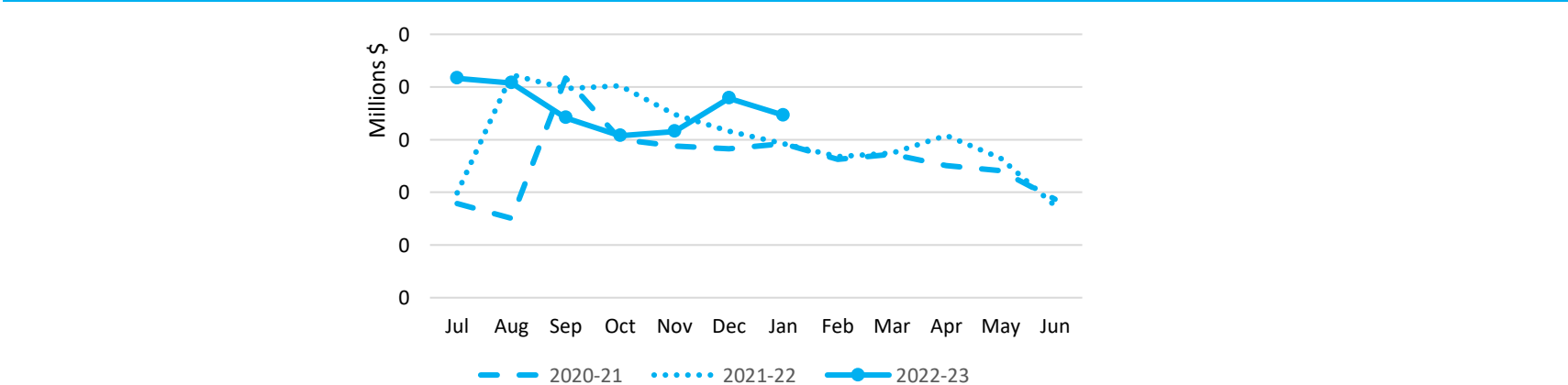
INVESTING ACTIVITIES



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 28 FEBRUARY 2023**

EXECUTIVE SUMMARY

Funding surplus / (deficit) Components

Funding surplus / (deficit)					
	For the period ending 30 October 2022	Adopted Budget	YTD Budget (a)	YTD Actual (b)	Var. \$ (b)-(a)
Opening		\$3.37 M	\$3.37 M	\$3.69 M	\$0.31 M
Closing		\$0.00 M	\$1.18 M	\$6.96 M	\$5.78 M

Refer to Statement of Financial Activity

Cash and cash equivalents		
	\$11.88 M	% of total
Unrestricted Cash	\$7.67 M	64.6%
Restricted Cash	\$4.21 M	35.4%

Refer to Note 2 - Cash and Financial Assets

Payables		
	\$0.42 M	% Outstanding
Trade Payables	\$0.14 M	
0 to 30 Days		99.6%
Over 30 Days		0.4%
Over 90 Days		0%

Refer to Note 5 - Payables

Receivables		
	\$1.16 M	% Collected
Rates Receivable	\$0.80 M	83.8%
Trade Receivable	\$1.16 M	% Outstanding
Over 30 Days		2.9%
Over 90 Days		2.1%

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	\$0.50 M	\$2.34 M	\$1.84 M

Refer to Statement of Financial Activity

Rates Revenue		
YTD Actual	\$4.59 M	% Variance
YTD Budget	\$3.06 M	50.2%

Refer to Statement of Financial Activity

Operating Grants and Contributions		
YTD Actual	\$0.80 M	% Variance
YTD Budget	\$1.03 M	(22.6%)

Refer to Note 11 - Operating Grants and Contributions

Fees and Charges		
YTD Actual	\$2.52 M	% Variance
YTD Budget	\$1.97 M	27.8%

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)	(\$5.63 M)	\$1.05 M	\$6.68 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	\$9.10 M	% Spent
Adopted Budget	\$16.81 M	(45.9%)

Refer to Note 7 - Capital Acquisitions

Capital Grants		
YTD Actual	\$10.14 M	% Received
Adopted Budget	\$9.58 M	5.8%

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	(\$0.12 M)	(\$3.06 M)

Refer to Statement of Financial Activity

Borrowings	
Principal repayments	\$0.05 M
Interest expense	\$0.01 M
Principal due	\$0.65 M

Refer to Note 8 - Borrowings

Reserves	
Reserves balance	\$4.11 M
Interest earned	\$0.07 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 28 FEBRUARY 2023

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.

NATURE OR TYPE DESCRIPTIONS

EXPENSES

EMPLOYEE COSTS

For 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 examination, 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 28 FEBRUARY 2023**

BY NATURE OR TYPE

	Ref Note	Adopted Budget (a) \$	YTD Budget (b) \$	YTD Actual (c) \$	Variance \$ (c) - (b)	Variance % ((c) - (b))/(b)	Var.
Opening funding surplus / (deficit)	1(c)	3,374,123	3,374,123	3,687,890	313,767	9.30%	▲
Revenue from operating activities							
Rates		4,562,395	3,041,600	4,568,316	1,526,716	50.19%	▲
Operating grants, subsidies and contributions	11	1,551,753	1,034,448	800,748	(233,700)	(22.59%)	▼
Fees and charges		2,959,841	1,972,952	2,520,921	547,969	27.77%	▲
Interest earnings		60,486	40,312	132,971	92,659	229.85%	▲
Other revenue		118,300	78,856	132,750	53,894	68.34%	▲
Profit on disposal of assets	6	15,000	10,000	0	(10,000)	(100.00%)	▼
		9,294,272	6,195,832	8,182,190	1,986,358	32.06%	
Expenditure from operating activities							
Employee costs		(4,524,115)	(2,650,520)	(3,097,782)	(447,262)	(16.87%)	▼
Materials and contracts		(2,967,827)	(2,341,704)	(1,969,732)	371,972	15.88%	▲
Utility charges		(425,960)	(283,792)	(264,578)	19,214	6.77%	▲
Depreciation on non-current assets		(4,603,079)	(3,068,656)	0	3,068,656	100.00%	▲
Interest expenses		(20,994)	(13,976)	(5,232)	8,744	62.56%	▲
Insurance expenses		(219,636)	(146,368)	(227,849)	(81,481)	(55.67%)	▼
Other expenditure		(376,848)	(251,104)	(279,998)	(28,894)	(11.51%)	▼
Loss on disposal of assets	6	(35,000)	(23,328)	0	23,328	100.00%	▲
		(13,173,459)	(8,779,448)	(5,845,171)	2,934,277	(33.42%)	
Non-cash amounts excluded from operating activities	1(a)	4,548,525	3,081,984	5,968	(3,076,016)	(99.81%)	▼
Amount attributable to operating activities		669,338	498,368	2,342,987	1,844,619	370.13%	
Investing activities							
Proceeds from non-operating grants, subsidies and contributions	12	9,584,329	6,389,440	10,143,522	3,754,082	58.75%	▲
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	4,210	4,210	0	0.00%	
Proceeds from financial assets at amortised cost - community loans	8	6,172	0	3,075	3,075	0.00%	
Payments for property, plant and equipment and infrastructure	7	(16,811,450)	(12,354,016)	(9,100,687)	3,253,329	26.33%	▲
Amount attributable to investing activities		(6,877,461)	(5,625,366)	1,050,120	6,675,486	(118.67%)	
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%)	▼
Repayment of debentures	8	(101,000)	0	(50,138)	(50,138)	0.00%	▼
Transfer to reserves	9	(140,000)	(140,000)	(72,007)	67,993	48.57%	▲
Amount attributable to financing activities		2,834,000	2,935,000	(122,145)	(3,057,145)	(104.16%)	
Closing funding surplus / (deficit)	1(c)	0	1,182,125	6,958,852	5,776,727	(488.67%)	▲

KEY INFORMATION

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

Refer to Note 13 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 28 FEBRUARY 2023**

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.

SIGNIFICANT ACCOUNTING POLICES

CRITICAL ACCOUNTING ESTIMATES

For the period ending 30 October 2022

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 28 February 2023

**NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD ENDED 28 FEBRUARY 2023**

**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 c For the period ending 30 October 2022 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)	(10,000)	0
Less: Movement in liabilities associated with restricted cash		(74,554)		5,968
Add: Loss on asset disposals	6	35,000	23,328	0
Add: Depreciation on assets		4,603,079	3,068,656	0
Total non-cash items excluded from operating activities		4,548,525	3,081,984	5,968

(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 28 February 2023
Adjustments to net current assets				
Less: Reserves - restricted cash	9	(4,039,292)	(4,040,604)	(4,112,611)
Less: - Financial assets at amortised cost - self supporting loans	4	(12,566)	(8,487)	(4,277)
Less: - Financial assets at amortised cost - community loans		(6,173)	(6,172)	(3,097)
- Other liabilities		(1,141)		
Add: Borrowings	8	105,078	100,999	50,861
- Current portion of employee benefit provisions held in reserve	10	182,456	182,530	188,498
Total adjustments to net current assets		(3,771,638)	(3,771,734)	(3,880,626)

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

Current assets				
Cash and cash equivalents	2	10,028,713	10,039,985	11,878,060
Financial assets at amortised cost	2	18,740	14,659	7,374
Rates receivables	3	383,239	372,810	803,987
Receivables	3	759,561	415,401	1,158,894
Other current assets	4	97,837	291,956	233,689
Less: Current liabilities				
Payables	5	(680,309)	(815,980)	(416,626)
Borrowings	8	(105,078)	(100,999)	(50,861)
Contract liabilities	10	(2,521,707)	(1,996,027)	(1,996,017)
Provisions	10	(835,235)	(762,181)	(762,181)
Less: Total adjustments to net current assets	1(b)	(3,771,638)	(3,771,734)	(3,880,626)
Closing funding surplus / (deficit)		3,374,123	3,687,890	6,975,693

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 28 FEBRUARY 2023**

**OPERATING ACTIVITIES
NOTE 2
CASH AND FINANCIAL ASSETS**

Description	Classification	Unrestricted	Restricted	Total Cash	Trust	Institution	Interest Rate	Maturity Date
		\$	\$	\$				
Municipal Bank Account 1510110		3,832,535	0	3,832,535		Westpac		
Petty Cash & Floats		1,189	0	1,189				
Reserve Bank Account 1510210			693,997	693,997		Westpac		
Trust Bank Account 1990110		2,163	0	2,163		Westpac		
Westpac Muni Notice Saver 1510160		3,832,176	0	3,832,176		Westpac		
Westpac Reserve Fund Notice Saver 1510270			3,516,000	3,516,000		Westpac		
Total		7,668,063	4,209,997	11,878,060	0			
Comprising								
Cash and cash equivalents		7,668,063	4,209,997	11,878,060	0			
		7,668,063	4,209,997	11,878,060	0			

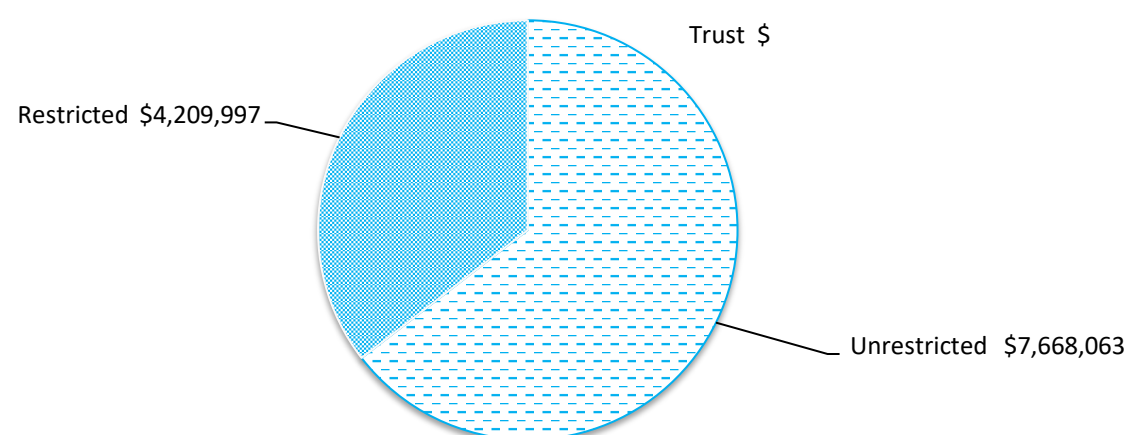
KEY INFORMATION

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.

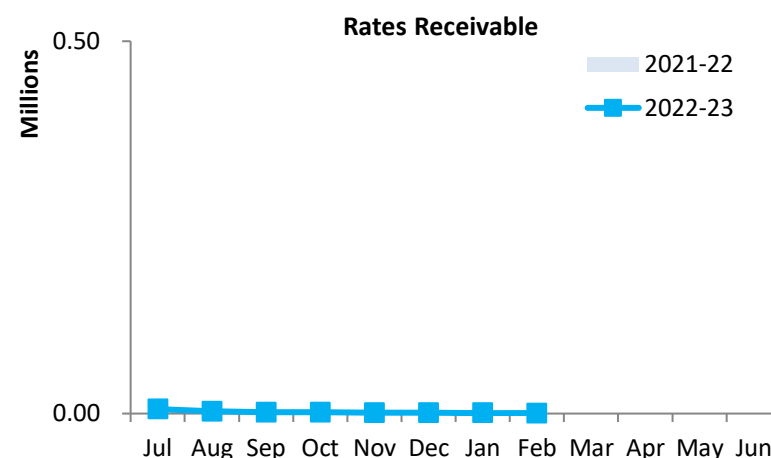
Financial assets at amortised cost held with registered financial institutions are listed in this note other financial assets at amortised cost are provided in Note 4 - Other assets.



**NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD ENDED 28 FEBRUARY 2023**

**OPERATING ACTIVITIES
NOTE 3
RECEIVABLES**

Rates receivable	30 June 2022	28 Feb 2023
	\$	\$
Opening arrears previous years	364,733	372,810
Levied this year	4,532,222	4,594,800
Less - collections to date	(4,524,145)	(4,163,623)
Gross rates collectable	372,810	803,987
Net rates collectable	372,810	803,987
% Collected	92.4%	83.8%



Receivables - general	Credit	Current	30 Days	60 Days	90+ Days	Total
	\$	\$	\$	\$	\$	\$
Receivables - general	(71)	1,098,233	7,594	1,129	23,748	1,130,633
Percentage	0.0%	97.1%	0.7%	0.1%	2.1%	
Balance per trial balance						
Sundry receivable						1,130,633
GST receivable						70,750
Allowance for impairment of receivables from contracts with customers						(42,489)
Total receivables general outstanding						1,158,894

Amounts shown above include GST (where applicable)

KEY INFORMATION

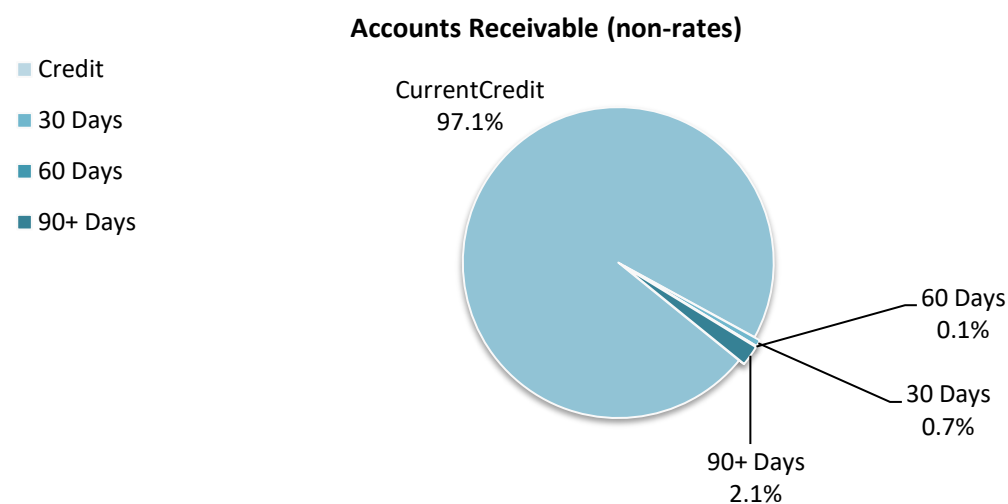
Trade and other receivables include amounts due from ratepayers for unpaid rates and service charges and other amounts due from third parties for goods sold and services performed in the ordinary course of business.

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 28 FEBRUARY 2023**

**OPERATING ACTIVITIES
NOTE 4
OTHER CURRENT ASSETS**

	Opening Balance 1 July 2022	Asset Increase	Asset Reduction	Closing Balance 28 February 2023
	\$	\$	\$	\$
Other financial assets at amortised cost				
Financial assets at amortised cost - self supporting loans	8,487		(4,210)	4,277
Financial assets at amortised cost - community loans	6,172		(3,075)	3,097
Inventory				
Fuel	97,837		(75,407)	22,430
Other Assets				
Prepayments	2,564	17,140	0	19,704
Accrued income	1,658			1,658
Total other current assets	306,615	17,140	(82,692)	241,063
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 28 FEBRUARY 2023**

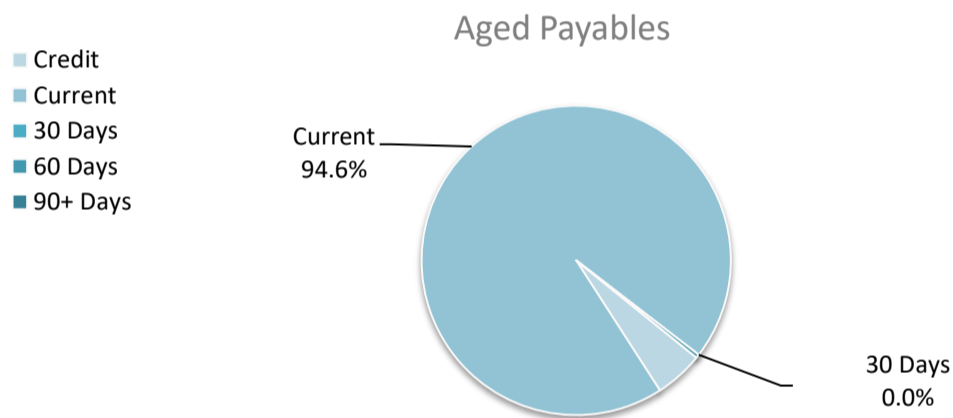
**OPERATING ACTIVITIES
NOTE 5
PAYABLES**

Payables - general	Credit	Current	30 Days	60 Days	90+ Days	Total
	\$	\$	\$	\$	\$	\$
Payables - general	(6,205)	115,964	0	473	0	110,233
Percentage	-5.6%	105.2%	0%	0.4%	0%	
Balance per trial balance						
Sundry creditors						140,766
ATO liabilities						127,841
Accrued Interest						0
Bonds and deposits						46,210
Accrued expenses						0
Other payables [describe]						0
Prepaid Rates						101,809
Total payables general outstanding						416,626

Amounts shown above include GST (where applicable)

KEY INFORMATION

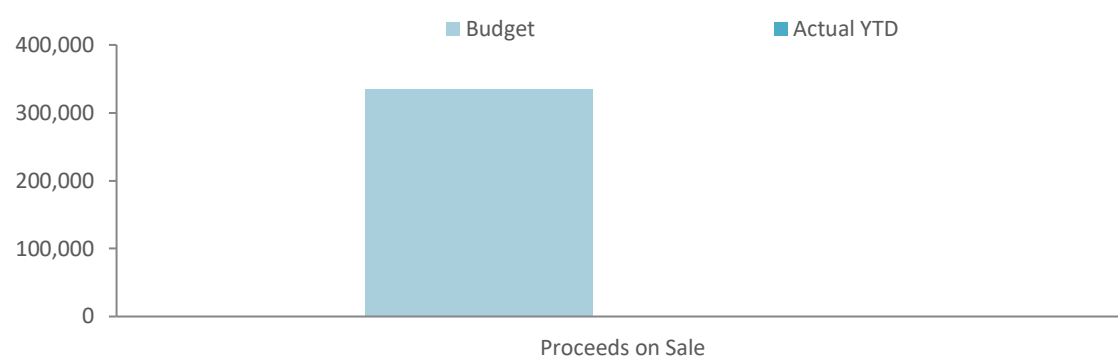
Trade and other payables represent liabilities for goods and services provided to the Shire prior to the end of the period that are unpaid and arise when the Shire becomes obliged to make future payments in respect of the purchase of these goods and services. The amounts are unsecured, are recognised 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 28 FEBRUARY 2023

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 28 FEBRUARY 2023**

**INVESTING ACTIVITIES
NOTE 7
CAPITAL ACQUISITIONS**

Capital acquisitions	Adopted		YTD Actual	YTD Actual Variance
	Budget	YTD Budget		
	\$	\$	\$	\$
Buildings	4,800,000	3,199,992	2,400	(3,197,592)
Buildings - specialised	660,000	1,639,968	92,166	(1,547,802)
Furniture and equipment	30,000	20,000	1,129	(18,871)
Plant and equipment	1,678,000	1,118,600	761,985	(356,615)
Infrastructure - roads	6,375,450	4,250,176	7,946,041	3,695,865
Infrastructure - footpaths	100,000	66,664	4,860	(61,804)
Infrastructure - street furniture & lighting	1,149,000	765,984	331	(765,653)
Infrastructure - parks & ovals	1,230,000	819,984	1,200	(818,784)
Infrastructure - sewerage	789,000	472,648	290,575	(182,073)
Payments for Capital Acquisitions	16,811,450	12,354,016	9,100,687	(3,253,329)
Capital Acquisitions Funded By:				
	\$	\$	\$	\$
Capital grants and contributions	9,584,329	6,389,440	10,143,522	3,754,082
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	4,629,576	(1,042,835)	(5,672,411)
Capital funding total	16,811,450	12,354,016	9,100,687	(3,253,329)

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.

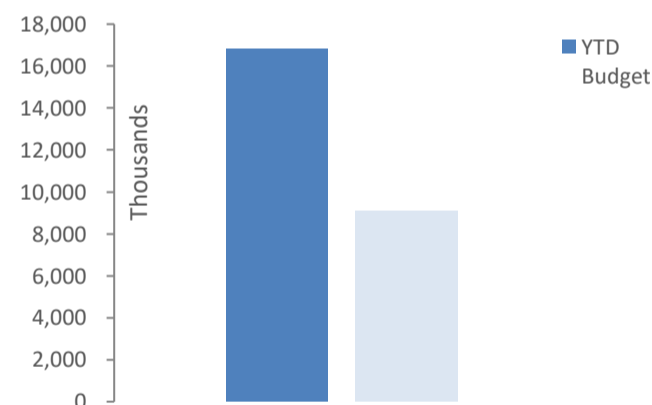
Initial recognition and measurement for assets held at cost

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

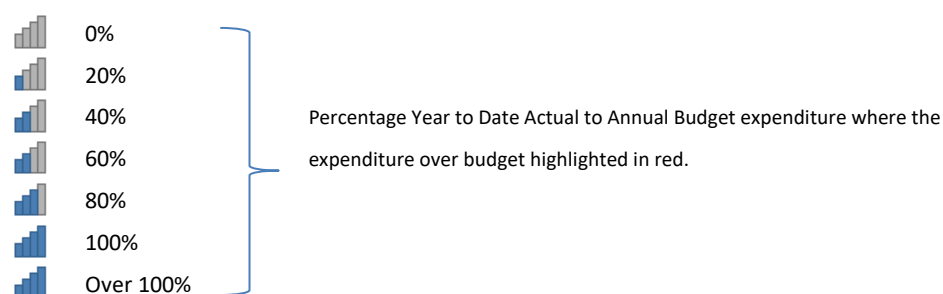


**NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD ENDED 28 FEBRUARY 2023**

**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 fur


































		Adopted			Variance
Account Description		Budget	YTD Budget	YTD Actual	(Under)/Over
		\$	\$	\$	\$
	30410 Administration & Cultural Centre	150,000	100,000	0	(100,000)
	30415 Hydrotherapy Pool	40,000	26,664	0	(26,664)
	31708 Childcare Centre - Renewal	0	0	14,570	14,570
	31710 Early Childhood Development Centre	3,800,000	2,533,328	2,400	(2,530,928)
	32301 Housing Revitalisation - Acquire properties	1,000,000	666,664	0	(666,664)
	33004 Cemetery Extensions	130,000	86,656	5,225	(81,431)
	33005 Apex Park Toilet Upgrade	200,000	1,333,328	0	(1,333,328)
	33014 Mens Shed	0	0	13	13
	34030 Other Building Renewals	0	0	68,558	68,558
	33328 Grandstand Demolition / Lighting Project	0	0	3,800	3,800
	33340 Watheroo Pavilion Upgrade	80,000	53,328	0	(53,328)
	34612 Caravan Park Buildings	20,000	13,328	0	(13,328)
	33361 Moora Recreation Centre Renewal	40,000	26,664	0	(26,664)
	30402 Purchase Computing Equipment	30,000	20,000	0	(20,000)
	30408 Upgrade Telephone System	0	0	1,129	1,129
	30401 Admin vehicles	155,000	103,320	44,935	(58,385)
	30605 Workshop Hoist	25,000	16,664	11,182	(5,482)
	30606 Scissor Lift - Hydrotherapy Pool	20,000	13,328	0	(13,328)
	31304 Noise Level Monitor	17,000	11,328	13,680	2,352
	33302 Ride on Mower	90,000	60,000	80,530	20,530
	34004 4x4 Utilities	50,000	33,328	0	(33,328)
	34010 6x4 Tip Truck	80,000	53,328	0	(53,328)
	34018 Loader - Refuse Site	275,000	183,328	0	(183,328)
	34020 Mechanic's Truck	250,000	166,664	0	(166,664)
	34054 Minor Plant	35,000	23,328	318	(23,010)
	34061 Replacement Grader	421,000	280,664	521,500	240,836
	34066 Cleaners Ute 2014/15	0	0	328	328
	34067 Work Ute	50,000	33,328	0	(33,328)
	34080 Elevated Work Platform	100,000	66,664	0	(66,664)
	52441 Plant and Equipment	0	0	89,512	89,512
	39520 Replacement Sewerage Pumps and Equipment	10,000	6,664	0	(6,664)
	33313 EV Charging Station	100,000	66,664	0	(66,664)
	33930 WSF21 Carot Well Road - Survey, Design, Drainage & Signage	2,120,784	1,413,840	449,878	(963,962)
	WSF21A Wheatbelt Secondary Freight Route - Carot Well Road	182,156	121,432	119,321	(2,111)
	WSF21B Wheatbelt Secondary Freight Route - Carot Well Road	0	0	111,412	111,412
	WSF05 Wheatbelt Secondary Freight Route - Watheroo West f	1,005,700	670,456	165,609	(504,847)
	WSF5A Wheatbelt Secondary Freight Route - Watheroo West f	106,785	71,184	107,894	36,710

**NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD ENDED 28 FEBRUARY 2023**

INVESTING ACTIVITIES

0

CAPITAL ACQUISITIONS (CONTINUED)

	WSF5B	Wheatbelt Secondary Freight Route - Watheroo West f	67,800	45,200	9,186	(36,014)
	RRG196	Regional Road Group - Bindi Bindin Toodyay Road	1,051,612	701,056	174,535	(526,521)
	RRG06	Miling North Road (Regional Road Group)	0	0	1,414	1,414
	RTR03	Roads To Recovery - Old Geraldton Road	110,000	73,336	136,646	63,310
	RTR1012	Roads To Recovery - Koojan West Road	330,040	220,016	2,010	(218,006)
	RTR1192	Roads To Recovery - Koojan West Road	31,000	20,664	34,550	13,886
	RTR38	Airstrip Road (Roads To Recovery)	0	0	0	0
	33913	Road Construction - Roads To Recovery			0	
	S1012	Koojan West Road - State Funded Project	476,000	317,328	6,597,390	6,280,062
	SP192	Dandaragan Street Parking	120,000	80,000	650	(79,350)
	REG01	Prices Road Regravel Various Sections	50,000	33,328	11,916	(21,412)
	REG06	Old Geraldton Road Regravel (Various Sections)	140,000	93,320	0	(93,320)
	REG08	Namban West Road - Regravel Sections	50,000	33,320	11,079	(22,241)
	CRF06	Commodity Route Funding - Dalwallinu West Road	533,573	355,696	12,551	(343,145)
	33721	Information Bay - Chamber of Commerce Project	20,000	13,328	0	(13,328)
	33901	Moora Airstrip	900,000	600,000	331	(599,669)
	34604	Entry Statements	100,000	66,656	0	(66,656)
	35950	Depot Infrastructure	25,000	16,664	0	(16,664)
	52551	Street Furniture & Lighting - Solar Lighting	104,000	69,336	0	(69,336)
	32316	Moora Swimming Pool Improvements	400,000	266,664	0	(266,664)
	32318	Moora Recreation Centre Lighting	190,000	126,664	0	(126,664)
	32802	Reserve Rehabilitation Project	150,000	100,000	0	(100,000)
	33308	Renewal of Park Infrastructure	0	0	1,200	1,200
	33329	Moora Netball Courts Upgrade	300,000	200,000	0	(200,000)
	33330	Miling Park	100,000	66,664	0	(66,664)
	33331	Moora Nature Playground	50,000	33,328	0	(33,328)
	34681	Caravan Park Infrastructure	40,000	26,664	0	(26,664)
	MF000	Footpath Construction - Various	100,000	66,664	4,860	(61,804)
	SEW01	Cswp - Pipeline	180,000	120,000	125,951	5,951
	SEW02	Cswp - Big Dam	143,000	95,328	0	(95,328)
	SEW03	Cswp - Gas 2 Salt	143,000	95,328	78,500	(16,828)
	SEW04	Cswp - Rock Dam	143,000	95,328	31,986	(63,342)
	SEW05	Cswp - Recycled Retic	100,000	66,664	54,138	(12,526)
	PUM07	Pump Station 7 - Replace cast iron frames	80,000	0	0	0
	PUM08	Pump Station 8 - Replace cast iron frames	0	0	0	0
			16,811,450	12,354,016	9,100,687	(3,253,329)

**NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD ENDED 28 FEBRUARY 2023**

**FINANCING ACTIVITIES
NOTE 8
BORROWINGS**

Repayments - borrowings

Information on borrowings Particulars	Loan No.	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	(14,513)	(29,276)	390,519	375,756	(2,853)	(13,645)
Housing										
92 Roberts Street		86,245	0	0	(10,301)	(20,733)	75,944	65,512	(769)	(2,108)
Housing Revitalisation				1,000,000	0	0	0	1,000,000	0	0
Economic services										
Industrial Lots - Roberts Street	325	176,801			(21,114)	(42,503)	155,687	134,298	(1,576)	(4,322)
		668,078	0	1,000,000	(45,928)	(92,512)	622,150	1,575,566	(5,198)	(20,075)
Self supporting loans										
Recreation and culture										
Moora Bowling Club SSL (324)		35,000	0	0	(4,210)	(8,488)	30,790	26,512	(165)	0
		35,000	0	0	(4,210)	(8,488)	30,790	26,512	(165)	0
Total		703,078	0	1,000,000	(50,138)	(101,000)	652,940	1,602,078	(5,363)	(20,075)
Current borrowings		101,000					46,585			
Non-current borrowings		602,078					606,355			
		703,078					652,940			

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 2022, nor is it expected to have unspent funds as at 30th June 2023.

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 28 FEBRUARY 2023**

**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	182,530	446	5,968	125,000		(200,000)		107,976	188,498
Plant Reserve	145,476	360	2,918	0		(100,000)		45,836	148,394
Administration Building Reserve	657,642	1,604	13,188	0		(150,000)		509,246	670,830
Community Facilities Reserve	129,332	317	2,594	0		0		129,649	131,926
Waste Management Reserve	140,739	344	2,822	0		0		141,083	143,561
Bridge Reserve	75,406	185	1,512	0		0		75,591	76,918
Community Bus Reserve	7,392	18	148	0		0		7,410	7,540
Sewerage Reserve	1,026,926	2,512	20,594	0		(300,000)		729,438	1,047,520
Economic Development Reserve	143,508	351	2,878	0		0		143,859	146,386
Emergency Relief Reserve	10,981	27	220	0		0		11,008	11,201
Infrastructure Renewal Reserve	1,520,672	8,836	19,165	0		(1,325,000)		204,508	1,539,837
	4,040,604	15,000	72,007	125,000	0	(2,075,000)	0	2,105,604	4,112,611

NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD ENDED 28 FEBRUARY 2023

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 28 February 2023
		\$		\$	\$	\$
Other current liabilities						
Other liabilities						
- Contract liabilities		159,687	0	0	(10)	159,677
- Capital grant/contribution liabilities		1,836,340	0	0	0	1,836,340
Total other liabilities		1,996,027	0	0	(10)	1,996,017
Employee Related Provisions						
Annual leave		388,268	0	0	0	388,268
Long service leave		373,913	0	0	0	373,913
Total Employee Related Provisions		762,181	0	0	0	762,181
Total other current assets		2,758,208	0	0	(10)	2,758,198
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.

NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD ENDED 28 FEBRUARY 2023

NOTE 11
OPERATING GRANTS, SUBSIDIES AND CONTRIBUTIONS

Provider	Unspent operating grant, subsidies and contributions liability					Operating grants, subsidies and contributions revenue			
	Liability	Increase in	Decrease in	Liability	Current Liability	Adopted Budget	YTD		YTD Revenue
	1 July 2022	Liability	Liability	28 Feb 2023	28 Feb 2023	Revenue	Budget	Expected	Actual
	\$	\$	\$	\$	\$	\$	\$	\$	\$
Operating grants and subsidies									
Governance									
Grants Commission - General Purpose Gran	0			0		590,464	393,640	590,464	0
Grants Commissions - Road	0			0		477,388	318,256	477,388	362,629
Law, order, public safety									
DFES -ESL Grant - Fire Brigades	0			0		73,570	49,040	73,570	54,716
DFES - ESL Grant - SES	0			0		14,998	9,992	14,998	5,370
DFES - Bushfire Risk Planning Coordinator	0			0		176,083	117,384	176,083	149,752
Education and welfare									
Child Care Grants - DEEWR	0			0	0	0	0	0	7,543
Child Care Grants	0			0	0	0	0	0	364
Recreation and culture									
Community Contributions	0			0		1,500	1,000	1,500	0
Event Sponsorship	0			0		3,500	2,328	3,500	0
Small Community Grants	0			0		1,500	1,000	1,500	0
Transport									
Main Roads Direct Grant	0			0		200,000	133,328	200,000	209,513
Main Roads Street Lighting	0			0		6,000	4,000	6,000	0
Other property and services									
Employment Incentive Subsidies	0			0		0	0	0	6,861
	0	0	0	0	0	1,545,003	1,029,968	1,545,003	796,748
Operating contributions									
Law, order, public safety									
DFES - ESL Administration Fee	0			0		4,000	2,664	4,000	4,000
Health									
Podiatry Service Subsidy				0		250	160	250	0
Recreation and culture									
DrumMuster	0			0		2,000	1,328	2,000	0
Transport									
Crossovers	0			0		500	328	500	0
	0	0	0	0	0	6,750	4,480	6,750	4,000
TOTALS	0	0	0	0	0	1,551,753	1,034,448	1,551,753	800,748

NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD ENDED 28 FEBRUARY 2023

NOTE 12
NON-OPERATING GRANTS, SUBSIDIES AND CONTRIBUTIONS

	Capital grant/contribution liabilities					Non operating grants, subsidies and contributions revenue			
	Liability 1 July 2022	Increase in Liability	Decrease in Liability (As revenue)	Liability 28 Feb 2023	Current Liability 28 Feb 2023	Adopted Budget Revenue	YTD Budget	Expected	YTD Revenue Actual
	\$	\$	\$	\$	\$	\$	\$	\$	\$
Non-operating grants and subsidies									
Governance									
201,501	201,501			201,501			0		0
General purpose funding									
Local Roads & Community Infrastructure				0		507,857	338,568	507,857	0
Law, order, public safety									
DFES Plant and Equipment				0				0	24,632
Education and welfare									
Child Care Grant				0		2,016,202	1,344,120	2,016,202	0
Community amenities									
Sewerage Grant				0		470,000	313,320	470,000	220,326
Recreation and culture									
Sports and Recreation Facility Grant				0		100,000	66,664	100,000	0
Swimming Pool Grant				0		507,857	338,560	507,857	0
Transport									
Main Roads - Regional Road Group Grants				0		701,075	467,376	904,430	904,430
Roads to Recovery - Various Roads				0		471,040	314,024	471,040	0
Dept Communities & Infrastructure - Airstrip				0		705,488	470,320	705,488	0
Main Roads - Wheatbelt Secondary Freight Network				0		3,251,010	2,167,320	3,251,010	2,774,358
Economic services									
Tourism Grant Funding				0		100,000	66,664	100,000	0
	201,501	0	0	201,501	0	8,830,529	5,886,936	9,033,884	3,923,746
Non-operating contributions									
Recreation and culture									
Community Contribution - Mens Shed				0		2,800	1,856	2,800	0
Community Contribution - Sports and Recreation Facilities				0		100,000	66,656	100,000	0
Transport									
Road Construction Contributions				0		651,000	433,992	651,000	6,219,776
	0	0	0	0	0	753,800	502,504	753,800	6,219,776
TOTALS	201,501	0	0	201,501	0	9,584,329	6,389,440	9,787,684	10,143,522

**NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD ENDED 28 FEBRUARY 2023**

**NOTE 13
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	1,526,716	50.19%	▲ Annual Rate Raised	Rates are Raised Annually		
Operating grants, subsidies and contributions	(233,700)	(22.59%)	▼ Timing In Applications			
Fees and charges	547,969	27.77%	▲ Annual Rate Raised	Rates are Raised Annually		
Interest earnings	92,659	229.85%	▲ Surplus Held In Trust			
Other revenue	53,894	68.34%	▲ Timing			
Profit on disposal of assets	(10,000)	(100.00%)	▼			
Expenditure from operating activities						
Employee costs	(447,262)	(16.87%)	▼ Timing			
Materials and contracts	371,972	15.88%	▲ Cost of Materials			
Depreciation on non-current assets	3,068,656	100.00%	▲			
Insurance expenses	(81,481)	(55.67%)	▼ Timing			
Other expenditure	(28,894)	(11.51%)	▼ Timing			
Loss on disposal of assets	23,328	100.00%	▲ Replacement of 2 x Graders			
Non-cash amounts excluded from operating activities	(3,076,016)	(99.81%)	▼ Depreciation	Depreciation Posted after Annual Financial Report		
Investing activities						
Proceeds from non-operating grants, subsidies and contributions	3,754,082	58.75%	▲ Timing			
Proceeds from disposal of assets	(335,000)	(100.00%)	▼ Timing	Asset Register is being reconciled and updated with the current building valuations for the Annual Financial Report		
Payments for property, plant and equipment and infrastr	3,253,329	26.33%	▲			
Financing activities						
Proceeds from new debentures	(1,000,000)	(100.00%)	▼ Timing In Applications			
Transfer from reserves	(2,075,000)	(100.00%)	▼ Timing			
Repayment of debentures	(50,138)	0.00%	▼ Timing			
Transfer to reserves	67,993	48.57%	▲ Timing	Interest Transfers to Reserves		
Closing funding surplus / (deficit)	5,776,727	(488.67%)	▲ Timing			