

SHIRE OF JERRAMUNGUP

MONTHLY FINANCIAL REPORT

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

For the period ended 31 July 2024

LOCAL GOVERNMENT ACT 1995

LOCAL GOVERNMENT (FINANCIAL MANAGEMENT) REGULATIONS 1996

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SHIRE OF JERRAMUNGUP
STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD ENDED 31 JULY 2024

	Adopted Budget Estimates	YTD Budget Estimates	YTD Actual	Variance* \$	Variance* %	Var.
Note	(a)	(b)	(c)	(c) - (b)	((c) - (b))/(b)	
	\$	\$	\$	\$	%	
OPERATING ACTIVITIES						
Revenue from operating activities						
General rates	4,006,107	0	0	0	0.00%	
Rates excluding general rates	47,253	0	0	0	0.00%	
Grants, subsidies and contributions	1,075,347	33,489	28,476	(5,013)	(14.97%)	
Fees and charges	1,002,867	58,344	66,832	8,488	14.55%	
Interest revenue	218,658	15,548	5,253	(10,295)	(66.21%)	▼
Other revenue	102,458	2,364	6,847	4,483	189.64%	
Profit on asset disposals	20,356	0	0	0	0.00%	
	6,473,046	109,745	107,408	(2,337)	(2.13%)	
Expenditure from operating activities						
Employee costs	(2,894,791)	(241,105)	(167,584)	73,521	30.49%	▲
Materials and contracts	(3,634,257)	(272,619)	(298,506)	(25,887)	(9.50%)	
Utility charges	(164,259)	(13,644)	(14,024)	(380)	(2.79%)	
Depreciation	(3,093,050)	(257,603)	0	257,603	100.00%	▲
Finance costs	(62,738)	(8,135)	548	8,683	106.74%	
Insurance	(281,209)	(178,103)	(137,611)	40,492	22.74%	▲
Other expenditure	(196,845)	(665)	(3,334)	(2,669)	(401.35%)	
Loss on asset disposals	(6,234)	0	0	0	0.00%	
	(10,333,383)	(971,874)	(620,511)	351,363	36.15%	
Non cash amounts excluded from operating activities	2(c) 3,078,928	257,603	0	(257,603)	(100.00%)	▼
Amount attributable to operating activities	(781,409)	(604,526)	(513,103)	91,423	15.12%	
INVESTING ACTIVITIES						
Inflows from investing activities						
Proceeds from capital grants, subsidies and contributions	3,854,416	0	0	0	0.00%	
Proceeds from disposal of assets	227,345	0	0	0	0.00%	
	4,081,761	0	0	0	0.00%	
Outflows from investing activities						
Payments for property, plant and equipment	(895,935)	0	0	0	0.00%	
Payments for construction of infrastructure	(5,714,240)	0	(48,603)	(48,603)	0.00%	
	(6,610,175)	0	(48,603)	(48,603)	0.00%	
Amount attributable to investing activities	(2,528,414)	0	(48,603)	(48,603)	0.00%	
FINANCING ACTIVITIES						
Inflows from financing activities						
Proceeds from new borrowings	900,000	0	0	0	0.00%	
Transfer from reserves	447,976	0	0	0	0.00%	
	1,347,976	0	0	0	0.00%	
Outflows from financing activities						
Payments for principal portion of lease liabilities	(32,688)	(2,796)	(2,796)	0	0.00%	
Repayment of borrowings	(145,275)	(14,321)	(14,321)	0	0.00%	
Transfer to reserves	(451,357)	0	(4,873)	(4,873)	0.00%	
	(629,320)	(17,117)	(21,990)	(4,873)	(28.47%)	
Amount attributable to financing activities	718,656	(17,117)	(21,990)	(4,873)	(28.47%)	
MOVEMENT IN SURPLUS OR DEFICIT						
Surplus or deficit at the start of the financial year	2(a) 2,591,167	2,591,167	2,530,644	(60,523)	(2.34%)	
Amount attributable to operating activities	(781,409)	(604,526)	(513,103)	91,423	15.12%	▲
Amount attributable to investing activities	(2,528,414)	0	(48,603)	(48,603)	0.00%	
Amount attributable to financing activities	718,656	(17,117)	(21,990)	(4,873)	(28.47%)	
Surplus or deficit after imposition of general rates	0	1,969,524	1,946,947	(22,576)	(1.15%)	

KEY INFORMATION

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

▲ Indicates a variance with a positive impact on the financial position.

▼ Indicates a variance with a negative impact on the financial position.

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

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

SHIRE OF JERRAMUNGUP
STATEMENT OF FINANCIAL POSITION
FOR THE PERIOD ENDED 31 JULY 2024

	Actual 30 June 2024	Actual as at 31 July 2024
	\$	\$
CURRENT ASSETS		
Cash and cash equivalents	6,402,209	5,792,117
Trade and other receivables	367,163	346,189
Inventories	22,667	21,319
TOTAL CURRENT ASSETS	6,792,039	6,159,625
NON-CURRENT ASSETS		
Other financial assets	61,117	61,117
Property, plant and equipment	25,602,190	25,602,189
Infrastructure	177,779,115	177,827,719
Right-of-use assets	83,294	83,294
TOTAL NON-CURRENT ASSETS	203,525,716	203,574,319
TOTAL ASSETS	210,317,755	209,733,944
CURRENT LIABILITIES		
Trade and other payables	618,867	565,277
Other liabilities	432,653	432,653
Lease liabilities	32,688	29,892
Borrowings	145,275	130,954
Employee related provisions	475,807	475,807
TOTAL CURRENT LIABILITIES	1,705,290	1,634,583
NON-CURRENT LIABILITIES		
Lease liabilities	51,387	51,387
Borrowings	662,669	662,669
Employee related provisions	48,441	48,441
Other provisions	1,039,592	1,039,592
TOTAL NON-CURRENT LIABILITIES	1,802,089	1,802,089
TOTAL LIABILITIES	3,507,379	3,436,672
NET ASSETS	206,810,376	206,297,272
EQUITY		
Retained surplus	65,811,733	65,293,757
Reserve accounts	2,861,959	2,866,832
Revaluation surplus	138,136,683	138,136,683
TOTAL EQUITY	206,810,375	206,297,272

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

SHIRE OF JERRAMUNGUP
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD ENDED 31 JULY 2024

1 BASIS OF PREPARATION AND MATERIAL ACCOUNTING POLICIES

BASIS OF PREPARATION

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

Local Government Act 1995 requirements

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

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

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

Accounting policies which have been adopted in the preparation of this financial report have been consistently applied unless stated otherwise. Except for cash flow and rate setting information, the financial report has been prepared on the accrual basis and is based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and liabilities.

PREPARATION TIMING AND REVIEW

Date prepared: All known transactions up to 19 August 2024

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.

MATERIAL ACCOUNTING POLICES

Material accounting policies utilised in the preparation of these statements are as described within the 2024-25 Annual Budget. Please refer to the adopted budget document for details of these policies.

Critical accounting estimates and judgements

The preparation of a financial report in conformity with Australian Accounting Standards requires management to make judgements, estimates and assumptions that effect the application of policies and reported amounts of assets and liabilities, income and expenses.

The estimates and associated assumptions are based on historical experience and various other factors believed to be reasonable under the circumstances; the results of which form the basis of making the judgements about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

As with all estimates, the use of different assumptions could lead to material changes in the amounts reported in the financial report.

The following are estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year and further information on their nature and impact can be found in the relevant note:

- Fair value measurement of assets carried at reportable value including:
 - Property, plant and equipment
 - Infrastructure
- Impairment losses of non-financial assets
- Expected credit losses on financial assets
- Assets held for sale
- Investment property
- Estimated useful life of intangible assets
- Measurement of employee benefits
- Measurement of provisions
- Estimation uncertainties and judgements made in relation to lease

SHIRE OF JERRAMUNGUP
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD ENDED 31 JULY 2024

2 NET CURRENT ASSETS INFORMATION

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

	Adopted Budget Opening 1 July 2024	Actual as at 30 June 2024	Actual as at 31 July 2024
Current assets	\$	\$	\$
Cash and cash equivalents	6,402,209	6,402,209	5,792,117
Trade and other receivables	366,749	367,163	346,189
Inventories	22,667	22,667	21,319
	<u>6,791,625</u>	<u>6,792,039</u>	<u>6,159,625</u>
Less: current liabilities			
Trade and other payables	(557,930)	(618,867)	(565,277)
Other liabilities	(432,653)	(432,653)	(432,653)
Lease liabilities	(32,688)	(32,688)	(29,892)
Borrowings	(145,275)	(145,275)	(130,954)
Employee related provisions	(475,807)	(475,807)	(475,807)
	<u>(1,644,353)</u>	<u>(1,705,290)</u>	<u>(1,634,583)</u>
Net current assets	5,147,272	5,086,749	4,525,042
Less: Total adjustments to net current assets	2(b) (2,556,105)	(2,556,105)	(2,578,095)
Closing funding surplus / (deficit)	2,591,167	2,530,644	1,946,947

(b) Current assets and liabilities excluded from budgeted deficiency

Adjustments to net current assets

Less: Reserve accounts	(2,861,959)	(2,861,959)	(2,866,832)
Less: Current assets not expected to be received at end of year			
- Current financial assets at amortised cost - self supporting loans			
- Movement in employee benefit provisions	0	0	(218)
Add: Current liabilities not expected to be cleared at the end of the year			
- Current portion of lease liabilities	32,688	32,688	29,892
- Current portion of borrowings	145,275	145,275	130,954
- Current portion of employee benefit provisions held in reserve	127,891	127,891	128,109
Total adjustments to net current assets	2(a) (2,556,105)	(2,556,105)	(2,578,095)

(c) Non-cash amounts excluded from operating activities

Adjustments to operating activities

	Adopted Budget Estimates 30 June 2025	YTD Budget Estimates 31 July 2024	YTD Actual 31 July 2024
Less: Profit on asset disposals	(20,356)	0	0
Add: Loss on asset disposals	6,234	0	0
Add: Depreciation	3,093,050	257,603	0
Total non-cash amounts excluded from operating activities	3,078,928	257,603	0

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 local governments' operational cycle.

SHIRE OF JERRAMUNGUP
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD ENDED 31 JULY 2024

3 EXPLANATION OF MATERIAL VARIANCES

The material variance thresholds are adopted annually by Council as an indicator of whether the actual expenditure or revenue varies from the year to date actual materially.

The material variance adopted by Council for the 2024-25 year is \$10,000 and 10.00% whichever is the greater.

Description	Var. \$	Var. %	
	\$	%	
Revenue from operating activities			
Interest revenue	(10,295)	(66.21%)	▼
June accrued interest reversed in July			
Expenditure from operating activities			
Employee costs	73,521	30.49%	▲
Timing			
Depreciation	257,603	100.00%	▲
Depreciation has not been processed for July			
Insurance	40,492	22.74%	▲
Timing			
Non cash amounts excluded from operating activities	(257,603)	(100.00%)	▼
Depreciation has not been processed for July			

SHIRE OF JERRAMUNGUP
SUPPLEMENTARY INFORMATION

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BASIS OF PREPARATION - SUPPLEMENTARY INFORMATION

Supplementary information is presented for information purposes. The information does not comply with the disclosure requirements of the Australian Accounting Standards.

SHIRE OF JERRAMUNGUP
SUPPLEMENTARY INFORMATION
FOR THE PERIOD ENDED 31 JULY 2024

1 KEY INFORMATION

Funding Surplus or Deficit Components

Funding surplus / (deficit)				
	Adopted Budget	YTD Budget (a)	YTD Actual (b)	Var. \$ (b)-(a)
Opening	\$2.59 M	\$2.59 M	\$2.53 M	(\$0.06 M)
Closing	\$0.00 M	\$1.97 M	\$1.95 M	(\$0.02 M)

Refer to Statement of Financial Activity

Cash and cash equivalents		
	\$5.79 M	% of total
Unrestricted Cash	\$2.93 M	50.5%
Restricted Cash	\$2.87 M	49.5%

Refer to 3 - Cash and Financial Assets

Payables	
	\$0.57 M % Outstanding
Trade Payables	\$0.37 M
0 to 30 Days	92.5%
Over 30 Days	7.5%
Over 90 Days	0.0%

Refer to 9 - Payables

Receivables		
	\$0.27 M	% Collected
Rates Receivable	\$0.07 M	12.8%
Trade Receivable	\$0.27 M	% Outstanding
Over 30 Days		84.6%
Over 90 Days		3.8%

Refer to 7 - Receivables

Key Operating Activities

Amount attributable to operating activities			
Adopted Budget	YTD Budget (a)	YTD Actual (b)	Var. \$ (b)-(a)
(\$0.78 M)	(\$0.60 M)	(\$0.51 M)	\$0.09 M

Refer to Statement of Financial Activity

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

Grants and Contributions		
YTD Actual	\$0.03 M	% Variance
YTD Budget	\$0.03 M	(15.0%)

Refer to 13 - Grants and Contributions

Fees and Charges		
YTD Actual	\$0.07 M	% Variance
YTD Budget	\$0.06 M	14.5%

Refer to Statement of Financial Activity

Key Investing Activities

Amount attributable to investing activities			
Adopted Budget	YTD Budget (a)	YTD Actual (b)	Var. \$ (b)-(a)
(\$2.53 M)	\$0.00 M	(\$0.05 M)	(\$0.05 M)

Refer to Statement of Financial Activity

Proceeds on sale		
YTD Actual	\$0.00 M	%
Adopted Budget	\$0.23 M	(100.0%)

Refer to 6 - Disposal of Assets

Asset Acquisition		
YTD Actual	\$0.05 M	% Spent
Adopted Budget	\$5.71 M	(99.1%)

Refer to 5 - Capital Acquisitions

Capital Grants		
YTD Actual	\$0.00 M	% Received
Adopted Budget	\$3.85 M	(100.0%)

Refer to 5 - Capital Acquisitions

Key Financing Activities

Amount attributable to financing activities			
Adopted Budget	YTD Budget (a)	YTD Actual (b)	Var. \$ (b)-(a)
\$0.72 M	(\$0.02 M)	(\$0.02 M)	(\$0.00 M)

Refer to Statement of Financial Activity

Borrowings	
Principal repayments	(\$0.01 M)
Interest expense	\$0.00 M
Principal due	\$0.79 M

Refer to 10 - Borrowings

Reserves	
Reserves balance	\$2.87 M
Net Movement	\$0.00 M

Refer to 4 - Cash Reserves

Lease Liability	
Principal repayments	(\$0.00 M)
Interest expense	(\$0.00 M)
Principal due	\$0.08 M

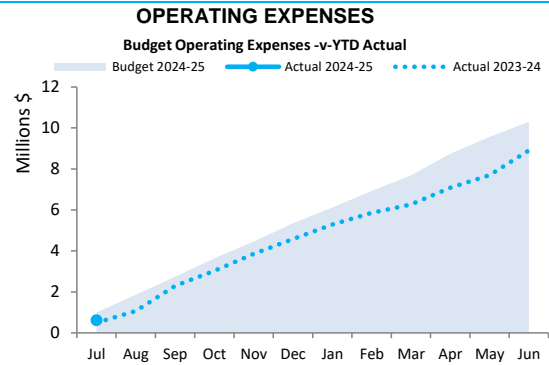
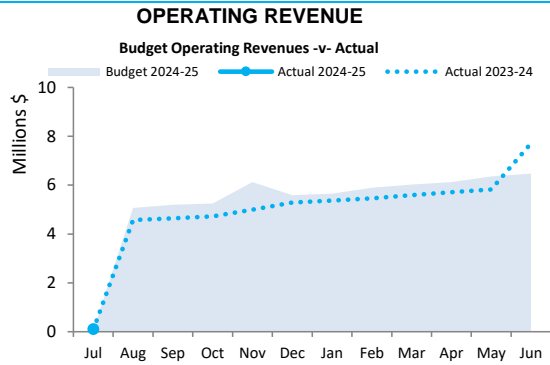
Refer to Note 11 - Lease Liabilities

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

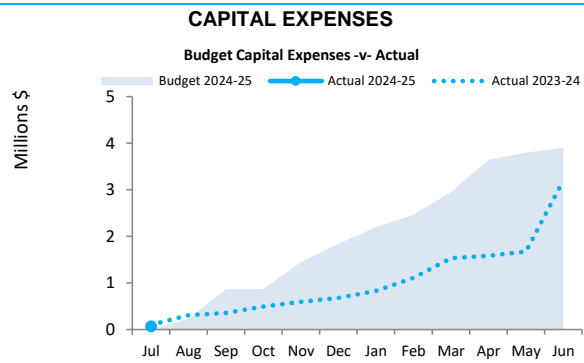
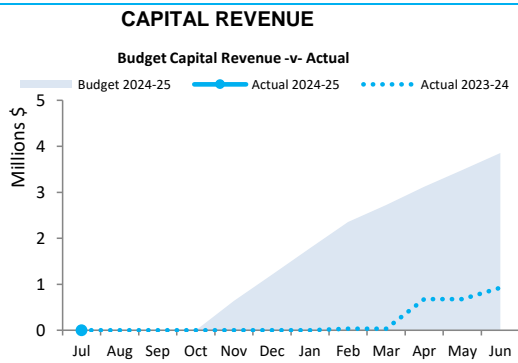
**SHIRE OF JERRAMUNGUP
SUPPLEMENTARY INFORMATION
FOR THE PERIOD ENDED 31 JULY 2024**

2 KEY INFORMATION - GRAPHICAL

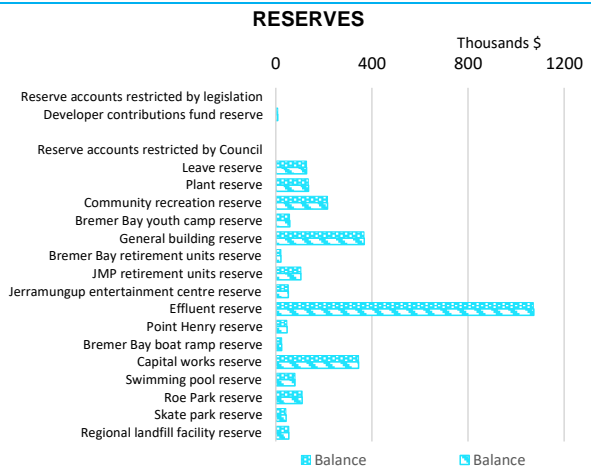
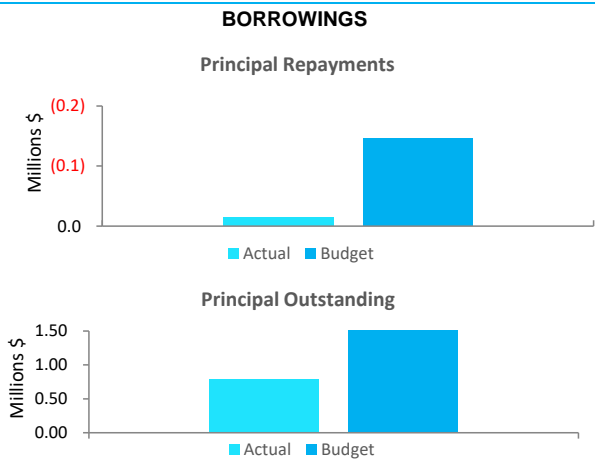
OPERATING ACTIVITIES



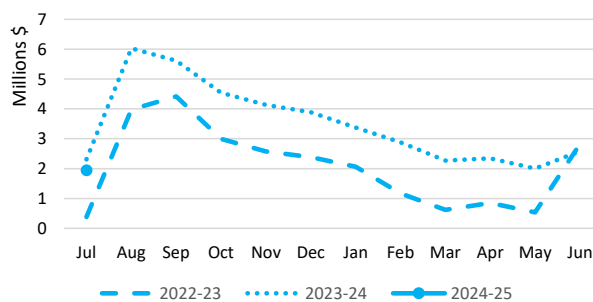
INVESTING ACTIVITIES



FINANCING ACTIVITIES



Closing funding surplus / (deficit)



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

**SHIRE OF JERRAMUNGUP
SUPPLEMENTARY INFORMATION
FOR THE PERIOD ENDED 31 JULY 2024**

3 CASH AND FINANCIAL ASSETS AT AMORTISED COST

Description	Classification	Unrestricted	Reserve Accounts	Total	Trust	Institution	Interest Rate	Maturity Date
		\$	\$	\$	\$			
Municipal cash at bank	Cash and cash equivalents	272,288	0	272,288	0	Commonwealth	3.75%	N/A
Cash on hand	Cash and cash equivalents	200	0	200	0	N/A	N/A	N/A
Municipal cash -Saving a/c	Cash and cash equivalents	2,652,776	0	2,652,776	0	Commonwealth	4.35%	N/A
Reserve Bank account	Cash and cash equivalents	0	2,866,832	2,866,832	0	Commonwealth	4.35%	N/A
Trust account	Cash and cash equivalents	0	0	20	20	Commonwealth	3.75%	N/A
Total		2,925,264	2,866,832	5,792,117	20			
Comprising								
Cash and cash equivalents		2,925,264	2,866,832	5,792,117	20			
		2,925,264	2,866,832	5,792,117	20			

KEY INFORMATION

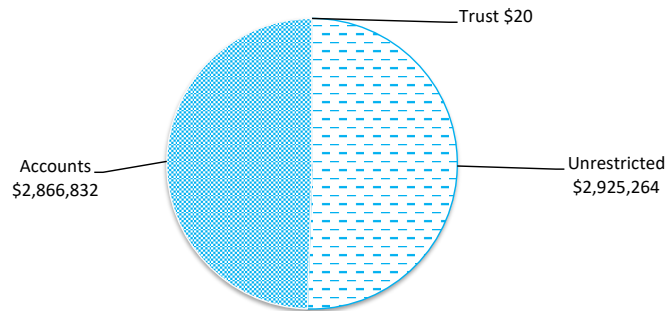
Cash and cash equivalents include cash on hand, cash at bank, deposits available on demand with banks and other short term highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of 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 8 - Other assets.



**SHIRE OF JERRAMUNGUP
SUPPLEMENTARY INFORMATION
FOR THE PERIOD ENDED 31 JULY 2024**

4 RESERVE ACCOUNTS

Reserve account name	Budget				Actual			
	Opening Balance	Transfers In (+)	Transfers Out (-)	Closing Balance	Opening Balance	Transfers In (+)	Transfers Out (-)	Closing Balance
	\$	\$	\$	\$	\$	\$	\$	\$
Reserve accounts restricted by legislation								
Developer contributions fund reserve	7,663	270	0	7,933	7,663	13	0	7,676
Reserve accounts restricted by Council								
Leave reserve	127,891	25,074	0	152,965	127,891	218	0	128,109
Plant reserve	135,709	23,539	0	159,248	135,709	231	0	135,940
Community recreation reserve	215,272	64,476	(70,476)	209,272	215,272	366	0	215,638
Bremer Bay youth camp reserve	57,770	2,040	0	59,810	57,770	98	0	57,868
General building reserve	367,060	38,154	0	405,214	367,060	625	0	367,685
Bremer Bay retirement units reserve	21,392	755	0	22,147	21,392	36	0	21,428
JMP retirement units reserve	104,092	3,676	0	107,768	104,092	178	0	104,270
Jerramungup entertainment centre reserve	51,828	12,109	0	63,937	51,828	88	0	51,916
Effluent reserve	1,071,589	113,317	0	1,184,906	1,071,589	1,825	0	1,073,414
Point Henry reserve	46,497	23,150	(27,500)	42,147	46,497	79	0	46,576
Bremer Bay boat ramp reserve	24,549	867	0	25,416	24,549	41	0	24,590
Capital works reserve	344,415	14,083	(300,000)	58,498	344,415	586	0	345,001
Swimming pool reserve	79,598	72,550	0	152,148	79,598	136	0	79,734
Roe Park reserve	109,613	12,756	(50,000)	72,369	109,613	187	0	109,800
Skate park reserve	42,408	11,776	0	54,184	42,408	72	0	42,480
Regional landfill facility reserve	54,613	32,765	0	87,378	54,613	94	0	54,707
	2,861,959	451,357	(447,976)	2,865,340	2,861,959	4,873	0	2,866,832

5 CAPITAL ACQUISITIONS

Capital acquisitions	Adopted		YTD Actual	YTD Variance
	Budget	YTD Budget		
	\$	\$	\$	\$
Land and Buildings	200,243	0	0	0
Plant and equipment	695,692	0	0	0
Acquisition of property, plant and equipment	895,935	0	0	0
Infrastructure - Roads	2,360,946	0	22,717	(22,717)
Infrastructure - Other	3,353,294	0	25,886	(25,886)
Acquisition of infrastructure	5,714,240	0	48,603	(48,603)
Total of PPE and Infrastructure.	6,610,175	0	48,603	48,603
Total capital acquisitions	6,610,175	0	48,603	(48,603)
Capital Acquisitions Funded By:				
Capital grants and contributions	3,854,416	0	0	0
Borrowings	900,000	0	0	0
Other (disposals & C/Fwd)	227,345	0	0	0
Reserve accounts				
Community recreation reserve	70,476	0	0	0
Point Henry reserve	27,500	0	0	0
Capital works reserve	300,000	0	0	0
Roe Park reserve	50,000	0	0	0
Contribution - operations	1,180,438	0	48,603	48,603
Capital funding total	6,610,175	0	48,603	48,603

KEY INFORMATION

Initial recognition

An item of property, plant and equipment or infrastructure that qualifies for recognition as an asset is measured at its cost.

Upon initial recognition, cost is determined as the amount paid (or other consideration given) to acquire the assets, plus costs incidental to the 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. For assets acquired at zero cost or otherwise significantly less than fair value, cost is determined as fair value at the date of acquisition.

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 *Local Government (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.

Individual assets that are land, buildings and infrastructure acquired between scheduled revaluation dates of the asset class in accordance with the Shire's revaluation policy, are recognised at cost and disclosed as being at reportable value.

Measurement after recognition

Plant and equipment including furniture and equipment and right-of-use assets (other than vested improvements) are measured using the cost model as required under *Local Government (Financial Management) Regulation 17A(2)*. Assets held under the cost model are carried at cost less accumulated depreciation and any impairment losses being their reportable value.

Reportable Value

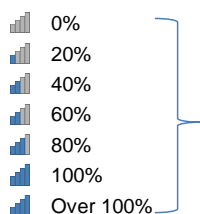
In accordance with *Local Government (Financial Management) Regulation 17A(2)*, the carrying amount of non-financial assets that are land and buildings classified as property, plant and equipment, investment properties, infrastructure or vested improvements that the local government controls.

Reportable value is for the purpose of *Local Government (Financial Management) Regulation 17A(4)* is the fair value of the asset at its last valuation date minus (to the extent applicable) the accumulated depreciation and any accumulated impairment losses in respect of the non-financial asset subsequent to its last valuation date.

5 CAPITAL ACQUISITIONS (CONTINUED) - DETAILED

Capital expenditure total

Level of completion indicators

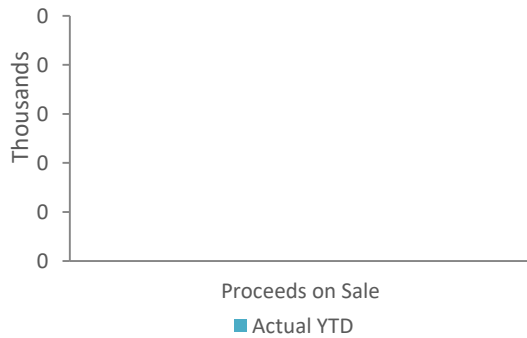


Percentage Year to Date Actual to Annual Budget expenditure where the expenditure over budget highlighted in red.

	Account Description	Adopted		YTD Actual	Variance (Under)/Over
		Budget	YTD Budget		
		\$	\$	\$	\$
Land & Buildings					
A244	Collins Street Units - Painting and flooring	14,500	0	0	0
A33	6 Memorial Road Building - Roller shutters	8,500	0	0	0
A720	4 Kokoda, Jerramungup - Screens	8,100	0	0	0
A301	Fisheries Beach Ablutions/Office - Roof sheeting	5,000	0	0	0
A409	Blossoms Beach Ablutions - Roof sheeting, replace wall	6,000	0	0	0
A52	Paperbarks Ablutions - Showers	11,000	0	0	0
A46	Jerramungup Entertainment Centre - Ventilation & winches	120,643	0	0	0
A972	Jerramungup Sports Ground Shed	6,500	0	0	0
A34	Shire Office - Replace/repaint Facia Boards and eaves lining	20,000	0	0	0
Plant & Equipment					
A970	Trailer	5,500	0	0	0
A543	Winch/hoist Bremer Bay Transfer station	32,000	0	0	0
A964	2024 Manager Of Development Vehicle	67,914	0	0	0
A803	Plant Trailer For Terex Positrac	10,000	0	0	0
A963	2024 Works Supervisor Vehicle	63,008	0	0	0
A965	2024 Construction Ute	51,915	0	0	0
A966	2024 UD Truck - Construction	264,851	0	0	0
A967	2024 Ranger Ute	61,504	0	0	0
A968	2024 Side Tipper	139,000	0	0	0
Infrastructure Roads					
C16	Cameron Road	153,483	0	0	0
C173	Marnigarup South Road	21,467	0	10,035	-10,035
C20	Cardininnup Road	110,746	0	0	0
C38	Exchange Road	108,678	0	0	0
RG13	Swamp Road - Main Roads	150,139	0	0	0
RG14	Cuiss Road - Main Roads	480,001	0	0	0
RG16	Meechi Road - Main Roads	600,000	0	0	0
RR15	Monjebup Road - R2R	106,485	0	0	0
RR27	Frantom Way - R2R	54,764	0	0	0
RR34	Rabbit Proof Fence Road - R2R	108,347	0	12,682	-12,682
RR39	Cowalelup Road - R2R	116,349	0	0	0
RR40	Rabbit Proof Fence Road - Flood Crossing - R2R	36,870	0	0	0
RR41	Newton Street - R2R	62,527	0	0	0
RR42	Collins Street - R2R	85,147	0	0	0
RR43	Mary Street - R2R	28,440	0	0	0
RR44	Gnornbup Terrace - R2R	97,077	0	0	0
RR45	Roberts Street - R2R	40,430	0	0	0
Infrastructure Other					
A543	Waste Transfer Station Bremer Bay - Sea container	5,950	0	0	0
A2621	Jerramungup Tipsite Transfer Station - Sea Container	5,950	0	0	0
A302	Fisheries Beach - upgrade boardwalk	25,000	0	0	0
A661	Bremer Bay Cemetery - reticulation	25,000	0	0	0
A760	Roe Park - Replacement of soft fall	233,800	0	0	0
A46C	Jerramungup Sports Carpark	437,340	0	0	0
A631	Football Pavillion Water Tank	63,499	0	171	-171
P326	Footpath - Roderick Street to Bennett Street	41,300	0	0	0
A971	Poles And Lights On Footpath - Roundabout To Wellstead Road Intersec	25,000	0	0	0
A458A	BB Airfield Cross Runway	2,490,455	0	25,715	-25,715

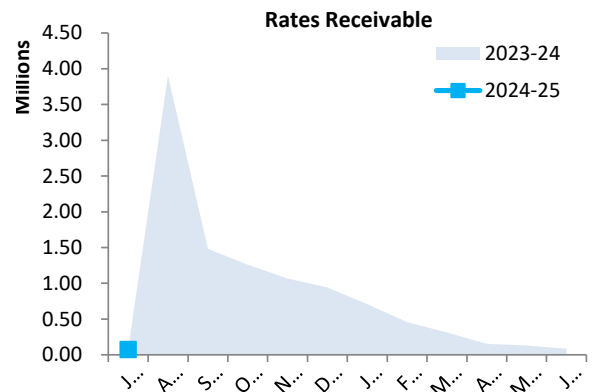
6 DISPOSAL OF ASSETS

Asset Ref.	Asset description	Budget		YTD Actual			
		Profit	(Loss)	Net Book Value	Proceeds	Profit	(Loss)
		\$	\$	\$	\$	\$	\$
	Plant and equipment						
A941	Work Supervisor vehicle	0	(4,827)	0	0	0	0
A934	Manager of Development vehicle	0	(1,407)	0	0	0	0
A891	Triton - Town services vehicle	4,598	0	0	0	0	0
A927	Triton - Construction	1,831	0	0	0	0	0
A889	UD Truck - Rural maintenance	13,927	0	0	0	0	0
		20,356	(6,234)	0	0	0	0



7 RECEIVABLES

Rates receivable	30 Jun 2024	31 Jul 2024
	\$	\$
Opening arrears previous year	75,961	84,499
Levied this year	3,912,071	0
Less - collections to date	(3,902,206)	(10,784)
Gross rates collectable	85,826	73,715
Allowance for impairment of rates receivable	(1,327)	0
Net rates collectable	84,499	73,715
% Collected	97.8%	12.8%



Receivables - general	Credit	Current	30 Days	60 Days	90+ Days	Total
	\$	\$	\$	\$	\$	\$
Receivables - general	(3,853)	30,666	139,732	124	6,502	173,172
Percentage	(2.2%)	17.7%	80.7%	0.1%	3.8%	
Balance per trial balance						
Trade receivables						173,172
Allowance for credit losses of trade receivables						(350)
Waste collection fees						5,487
ESL						3,943
Prepayments						29,527
GST						60,695
Total receivables general outstanding						272,474

Amounts shown above include GST (where applicable)

KEY INFORMATION

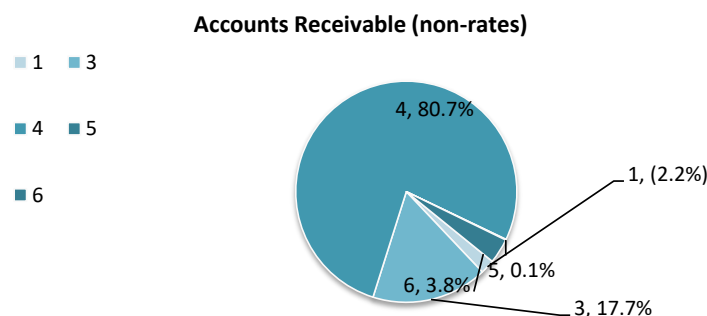
Trade and other receivables include amounts due from ratepayers for unpaid rates and service charges and other amounts due from third parties for goods sold and services performed in the ordinary course of business.

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.



8 OTHER CURRENT ASSETS

Other current assets	Opening Balance 1 July 2024	Asset Increase	Asset Reduction	Closing Balance 31 July 2024
	\$	\$	\$	\$
Inventory				
Fuel, oils and materials on hand	22,667	0	(1,348)	21,319
Total other current assets	22,667	0	(1,348)	21,319

Amounts shown above include GST (where applicable)

KEY INFORMATION

Inventory

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

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

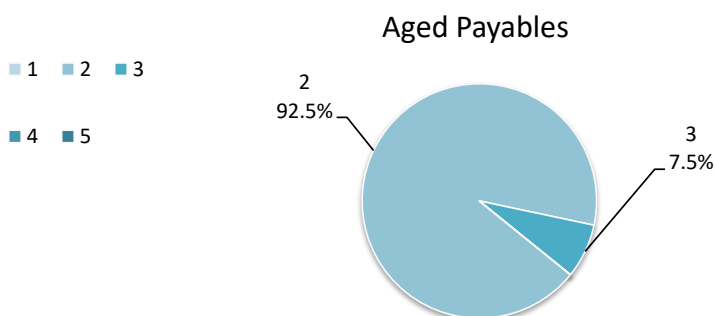
9 PAYABLES

Payables - general	Credit	Current	30 Days	60 Days	90+ Days	Total
	\$	\$	\$	\$	\$	\$
Payables - general	0	341,416	27,720	0	0	369,136
Percentage	0.0%	92.5%	7.5%	0.0%	0.0%	
Balance per trial balance						
Sundry creditors						369,136
Payroll creditors						35,087
Dept of Transport						(100)
Bonds current liability						64,948
GST payable						5,826
Retention funds owing						41,201
FESA ESL liability						387
Excess rates						42,404
BCITF						250
Builders Registration Levy						6,138
Total payables general outstanding						565,277

Amounts shown above include GST (where applicable)

KEY INFORMATION

Trade and other payables represent liabilities for goods and services provided to the Shire prior to the end of the period that are unpaid and arise when the Shire becomes obliged to make future payments in respect of the purchase of these goods and services. The amounts are unsecured, are recognised as a current liability and are normally paid within 30 days of recognition. The carrying amounts of trade and other payables are considered to be the same as their fair values, due to their short-term nature.



10 BORROWINGS

Repayments - borrowings

Information on borrowings Particulars	Loan No.	New Loans			Principal Repayments		Principal Outstanding		Interest Repayments	
		1 July 2024	Actual	Budget	Actual	Budget	Actual	Budget	Actual	Budget
		\$	\$	\$	\$	\$	\$	\$	\$	
Housing										
Staff housing/Seniors	264	309,801	0	0	0	(49,536)	309,801	260,265	1,952 (4,908)	
Transport										
Grader	265	381,476	0	0	(14,321)	(58,055)	367,155	323,421	(487) (3,370)	
Bremer Bay Airstrip Upgrade project	266	0	0	900,000	0	0	0	900,000	0 0	
Bremer Bay Townsite	263	116,667	0	0	0	(37,684)	116,667	78,983	508 (12,875)	
		807,944	0	900,000	(14,321)	(145,275)	793,623	1,562,669	1,972 (21,153)	
Total		807,944	0	900,000	(14,321)	(145,275)	793,623	1,562,669	1,972 (21,153)	
Current borrowings		145,275					130,954			
Non-current borrowings		662,669					662,669			
		807,944					793,623			

All debenture repayments were financed by general purpose revenue.

New borrowings 2024-25

Particulars	Amount Borrowed	Amount Borrowed	Institution	Loan Type	Term Years	Total Interest & Charges	Interest Rate	Amount (Used)	Balance Unspent
	Actual	Budget				\$	%	Actual	Budget
Bremer Bay airstrip upgrade project	0	900,000	WATC	Fixed	10	TBA	4.60	0 (900,000)	900,000

KEY INFORMATION

The Shire has elected to recognise borrowing costs as an expense when incurred regardless of how the borrowings are applied.

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.

11 LEASE LIABILITIES

Movement in carrying amounts

Information on leases Particulars	1 July 2024	New Leases		Principal Repayments		Principal Outstanding		Interest Repayments	
		Actual	Budget	Actual	Budget	Actual	Budget	Actual	Budget
	\$	\$	\$	\$	\$	\$	\$	\$	\$
Photocopier - Kornica Bizz	11,432	0	0	(341)	(4,165)	11,091	7,267	(33)	(328)
Dr Prado	33,900	0	0	(1,140)	(14,022)	32,760	19,878	(139)	(1,352)
BRMC - Ute	38,743	0	0	(1,315)	(14,501)	37,428	24,242	(138)	(1,354)
Total	84,075	0	0	(2,796)	(32,688)	81,279	51,387	(311)	(3,034)
Current lease liabilities	32,688					29,892			
Non-current lease liabilities	51,387					51,387			
	84,075					81,279			

All lease repayments were financed by general purpose revenue.

KEY INFORMATION

At inception of a contract, the Shire assesses if the contract contains or is a lease. A contract is or contains a lease, if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. At the commencement date, a right of use asset is recognised at cost and lease liability at the present value of the lease payments that are not paid at that date. The lease payments are discounted using that date. The lease payments are discounted using the interest rate implicit in the lease, if that rate can be readily determined. If that rate cannot be readily determined, the Shire uses its incremental borrowing rate.

All contracts classified as short-term leases (i.e. a lease with a remaining term of 12 months or less) and leases of low value assets are recognised as an operating expense on a straight-line basis over the term of the lease.

12 OTHER CURRENT LIABILITIES

Other current liabilities	Note	Opening Balance 1 July 2024	Liability transferred from/(to) non current	Liability Increase	Liability Reduction	Closing Balance 31 July 2024
		\$	\$	\$	\$	\$
Other liabilities						
Contract liabilities		432,653	0	0	0	432,653
Total other liabilities		432,653	0	0	0	432,653
Employee Related Provisions						
Provision for annual leave		209,152	0	0	0	209,152
Provision for long service leave		266,655	0	0	0	266,655
Total Provisions		475,807	0	0	0	475,807
Total other current liabilities		908,460	0	0	0	908,460

Amounts shown above include GST (where applicable)

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

KEY INFORMATION

Provisions

Provisions are recognised when the Shire has a present legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured. Provisions are measured using the best estimate of the amounts required to settle the obligation at the end of the reporting period.

Employee Related Provisions

Short-term employee benefits

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

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

Other long-term employee benefits

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

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

Contract liabilities

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

Capital grant/contribution liabilities

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

13 GRANTS, SUBSIDIES AND CONTRIBUTIONS

Provider	Unspent grant, subsidies and contributions liability					Grants, subsidies and contributions revenue		
	Liability	Increase in Liability	Decrease in Liability (As revenue)	Liability	Current Liability	Adopted Budget Revenue	YTD Budget	YTD Revenue Actual
	1 July 2024			31 Jul 2024	31 Jul 2024			
	\$	\$	\$	\$	\$	\$	\$	\$
Grants and subsidies								
General Purpose Funding								
Grants Commission Grant - General	0	0	0	0	0	123,345	0	0
Grants Commission Grant - Roads	0	0	0	0	0	78,525	0	0
Governance								
National Australia Day Council Limited	0	0	0	0	0	10,000	0	0
Law, Order & Public Services								
MAF	103,489	0	0	103,489	0	386,239	0	0
BRMC funding - DFES, Shire of Gnowangerup	2,939	0	0	2,939	0	122,056	1,493	0
ESL operating grant	0	0	0	0	0	73,868	18,467	14,948
Recreation & Culture								
GSCORE	0	0	0	0	0	22,953	0	0
Transport								
Grant - MRWA Direct	0	0	0	0	0	204,715	0	0
	106,428	0	0	106,428	0	1,021,701	19,960	14,948
Contributions								
Law, Order & Public Services								
FESA/bushfire admin fee grant	0	0	0	0	0	4,000	0	0
Income relating to Fire Prevention	0	0	0	0	0	2,784	0	0
Income relating to Recreation	0	0	0	0	0	28,333	0	0
LGIS Insurance valuation rebate	0	0	0	0	0	5,000	0	0
LSL income from other Shires	0	0	0	0	0	13,529	13,529	13,529
	0	0	0	0	0	53,646	13,529	13,529
TOTALS	106,428	0	0	106,428	0	1,075,347	33,489	28,476

14 CAPITAL GRANTS, SUBSIDIES AND CONTRIBUTIONS

Provider	Capital grant/contribution liabilities					Capital grants, subsidies and contributions revenue		
	Liability 1 July 2024	Increase in Liability	Decrease in Liability (As revenue)	Liability 31 Jul 2024	Current Liability 31 Jul 2024	Adopted Budget Revenue	YTD Budget	YTD Revenue Actual
	\$	\$	\$	\$	\$	\$	\$	\$
Capital grants and subsidies								
Recreation & Sport								
CWSP grant	0	0	0	0	0	64,324	0	0
CSRFF grant	0	0	0	0	0	28,333	0	0
Kids sport payments	0	0	0	0	0	2,000	0	0
Transport								
MRWA Project	0	0	0	0	0	820,000	0	0
Roads to Recovery	0	0	0	0	0	704,906	0	0
LRCI Phase 4A & 4B grant	0	0	0	0	0	689,607	0	0
RADS grant	0	0	0	0	0	729,682	0	0
RAUP grant	326,225	0	0	326,225	326,225	815,564	0	0
	326,225	0	0	326,225	326,225	3,854,416	0	0