

SHIRE OF DENMARK
STATEMENT OF FINANCIAL ACTIVITY
(Statutory Reporting Program)
For the period ending 31 May 2022

	Note	Adopted Annual Budget	Amended Annual Budget	YTD Budget (a)	YTD Actual (b)	Var. \$ (b)-(a)	Var. % (b)-(a)/(a)
Operating Revenues		\$		\$	\$	\$	%
Governance		28,054	112,554	106,230	114,693	8,463	7.97%
General Purpose Funding		614,561	617,163	633,336	1,479,023	845,687	133.53%
Law, Order and Public Safety		971,176	848,176	529,923	437,846	(92,077)	(17.38%)
Health		18,500	24,000	23,951	27,351	3,400	14.20%
Education and Welfare		53,800	53,800	47,800	51,994	4,194	8.77%
Community Amenities		1,830,010	1,950,181	1,909,374	1,971,952	62,578	3.28%
Recreation and Culture		2,960,722	784,222	321,488	423,203	101,715	31.64%
Transport		3,538,927	3,862,979	3,214,151	1,312,066	(1,902,085)	(59.18%)
Economic Services		1,259,348	1,226,573	1,205,985	1,210,159	4,174	0.35%
Other Property and Services		199,000	253,000	231,550	239,939	8,389	3.62%
Total Operating Revenue		11,474,098	9,732,648	8,223,788	7,268,226	(955,562)	
Operating Expense							
Governance		(939,080)	(1,035,080)	(880,808)	(729,415)	151,393	17.19%
General Purpose Funding		(531,772)	(531,772)	(473,592)	(479,351)	(5,759)	(1.22%)
Law, Order and Public Safety		(2,625,319)	(2,188,573)	(1,964,732)	(1,762,709)	202,023	10.28%
Health		(207,379)	(207,379)	(186,383)	(187,577)	(1,194)	(0.64%)
Education and Welfare		(330,889)	(330,889)	(306,100)	(297,866)	8,234	2.69%
Housing		(31,653)	(31,653)	(27,345)	(26,989)	356	1.30%
Community Amenities		(3,292,031)	(3,275,569)	(2,964,780)	(2,923,852)	40,928	1.38%
Recreation and Culture		(3,151,722)	(3,012,943)	(2,747,505)	(2,742,896)	4,609	0.17%
Transport		(5,098,096)	(5,231,096)	(4,621,848)	(3,851,913)	769,935	16.66%
Economic Services		(1,126,527)	(1,110,027)	(1,024,911)	(984,421)	40,490	3.95%
Other Property and Services		(180,205)	(284,205)	(321,442)	(416,851)	(95,409)	(29.68%)
Total Operating Expenditure		(17,514,673)	(17,239,186)	(15,519,446)	(14,403,841)	1,115,605	
Funding Balance Adjustments							
Add back Depreciation		3,820,875	3,503,525	3,216,722	3,214,918	(1,804)	(0.06%)
Adjust (Profit)/Loss on Asset Disposal	11	(20,000)	(100,000)	(47,000)	(44,614)	2,386	(5.08%)
Adjust Provisions and Accruals		115,871	115,871	0	(102,117)	(102,117)	
Net Cash from Operations		(2,123,829)	(3,987,142)	(4,125,936)	(4,067,427)	58,509	
Capital Expenses							
Repayment of Debentures	7	(272,505)	(199,800)	(136,855)	(136,854)	1	0.00%
Principal elements of finance leases		(102,490)	(102,490)	0	0	0	
Transfer to Reserves	5	(731,612)	(731,612)	(3,800)	(3,799)	1	0.03%
Land and Buildings	10	(4,170,000)	(110,000)	(110,000)	(97,656)	12,344	11.22%
Roads Infrastructure	10	(2,815,687)	(3,153,681)	(2,727,392)	(1,720,839)	1,006,553	36.91%
Other Infrastructure	10	(804,864)	(1,051,276)	(984,274)	(393,351)	590,923	60.04%
Plant and Equipment	10	(1,112,650)	(715,650)	(306,000)	(293,792)	12,208	3.99%
Furniture and Equipment	10	(70,000)	(70,000)	0	0	0	
Total Capital Expenditure		(10,079,808)	(6,134,509)	(4,268,321)	(2,646,291)	1,622,030	
Net Cash from Capital Activities		(12,203,637)	(10,121,651)	(8,394,257)	(6,713,718)	1,680,539	
Capital Revenues							
Proceeds from New Debentures		2,279,225	0	0	0	0	
Proceeds from Disposal of Assets	11	147,000	184,000	90,000	85,321	(4,679)	(5.20%)
Self-Supporting Loan Principal		22,872	22,872	22,872	22,872	(0)	(0.00%)
Transfer from Reserves	5	1,146,914	1,278,693	550,000	545,000	(5,000)	(0.91%)
Net Cash from Financing Activities		3,596,011	1,485,565	662,872	653,193	(9,679)	
Total Net Operating + Capital		(8,607,626)	(8,636,087)	(7,731,385)	(6,060,526)	1,670,859	
Rate Revenue	6	7,053,662	7,053,662	7,028,662	7,037,369	8,707	
Opening Funding Restricted Grants		0	0	0	0	0	
Opening Funding Surplus		1,553,964	1,582,425	1,582,425	1,582,425	0	0.00%
Closing Funding Surplus(Deficit)		0	0	879,702	2,559,267	1,679,566	

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

SHIRE OF DENMARK
STATEMENT OF FINANCIAL ACTIVITY
(Statutory Reporting by Nature & Type)
For the period ending 31 May 2022

	Note	Adopted Annual Budget	Amended Annual Budget	YTD Budget (a)	YTD Actual (b)	Var. \$ (b)-(a)	Var. % (b)-(a)/(a)
Operating Revenues		\$	\$	\$	\$	\$	%
Rates		7,053,662	7,028,662	7,028,662	7,037,369	8,707	0.12%
Operating grants & contributions		3,289,288	3,216,890	2,803,145	2,294,834	(508,311)	(18.13%)
Fees and charges		3,458,312	3,567,537	3,485,755	3,557,779	72,024	2.07%
Interest Earnings		72,908	66,908	62,210	54,865	(7,345)	(11.81%)
Other Revenue		188,487	295,158	275,525	286,735	11,210	4.07%
Total Operating Revenue		14,062,657	14,175,155	13,655,297	13,231,582	(423,715)	
Operating Expense							
Employee Costs		(6,939,942)	(6,937,796)	(6,235,998)	(6,269,346)	(33,348)	(0.53%)
Materials and Contracts		(5,502,014)	(5,615,954)	(4,950,509)	(3,856,380)	1,094,129	22.10%
Utility Charges		(220,985)	(220,985)	(212,226)	(208,888)	3,338	1.57%
Depreciation on Non-current Assets		(3,820,875)	(3,503,525)	(3,216,722)	(3,214,918)	1,804	0.06%
Interest Expenses		(123,877)	(103,446)	(68,357)	(65,301)	3,056	4.47%
Insurance Expenses		(427,680)	(427,680)	(427,500)	(431,694)	(4,194)	(0.98%)
Other Expenditure		(445,300)	(428,800)	(408,134)	(354,822)	53,312	13.06%
Total Operating Expenditure		(17,480,673)	(17,238,186)	(15,519,446)	(14,401,349)	1,118,097	
Sub Total		(3,418,016)	(3,063,031)	(1,864,149)	(1,169,767)		
Non-operating grants & contributions		4,411,103	2,510,155	1,550,153	1,026,907	(523,246)	
(Profit)/Loss on Asset Disposal		20,000	100,000	47,000	44,614	(2,386)	
		4,431,103	2,610,155	1,597,153	1,071,521	(525,632)	
Net Result		1,013,087	(452,876)	(266,996)	(98,246)		
Funding Balance Adjustments							
Add back Depreciation		3,820,875	3,503,525	3,216,722	3,214,918	(1,804)	(0.06%)
Adjust (Profit)/Loss on Asset Disposal	11	(20,000)	(100,000)	(47,000)	(44,614)	2,386	(5.08%)
Adjust Provisions and Accruals		115,871	115,871	0	(102,117)	(102,117)	
Net Cash from Operations		4,929,833	3,066,520	2,902,726	2,969,942	67,216	
Capital Expenses							
Repayment of Debentures	7	(272,505)	(199,800)	(136,855)	(136,854)	1	0.00%
Principal elements of finance leases		(102,490)	(102,490)	0	0	0	
Transfer to Reserves	5	(731,612)	(731,612)	(3,800)	(3,799)	1	0.03%
Land and Buildings	10	(4,170,000)	(110,000)	(110,000)	(97,656)	12,344	11.22%
Roads Infrastructure	10	(2,815,687)	(3,153,681)	(2,727,392)	(1,720,839)	1,006,553	36.91%
Other Infrastructure	10	(804,864)	(1,051,276)	(984,274)	(393,351)	590,923	60.04%
Plant and Equipment	10	(1,112,650)	(715,650)	(306,000)	(293,792)	12,208	3.99%
Furniture and Equipment	10	(70,000)	(70,000)	0	0	0	
Total Capital Expenditure		(10,079,808)	(6,134,509)	(4,268,321)	(2,646,291)	1,622,030	
Net Cash from Capital Activities		(5,149,975)	(3,067,989)	(1,365,595)	323,651	1,689,246	
Capital Revenues							
Proceeds from New Debentures		2,279,225	0	0	0	0	
Proceeds from Disposal of Assets	11	147,000	184,000	90,000	85,321	(4,679)	(5.20%)
Self-Supporting Loan Principal		22,872	22,872	22,872	22,872	(0)	(0.00%)
Transfer from Reserves	5	1,146,914	1,278,693	550,000	545,000	(5,000)	(0.91%)
Net Cash from Financing Activities		3,596,011	1,485,565	662,872	653,193	(9,679)	
Total Net Operating + Capital		(1,553,964)	(1,582,425)	(702,723)	976,843	1,679,566	
Opening Funding Restricted Grants		0	0	0	0	0	
Opening Funding Surplus		1,553,964	1,582,425	1,582,425	1,582,425	0	0.00%
Closing Funding Surplus(Deficit)		0	0	879,702	2,559,267	1,679,566	

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

SHIRE OF DENMARK
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
STATEMENT OF FINANCIAL POSITION
For the period ending 31 May 2022

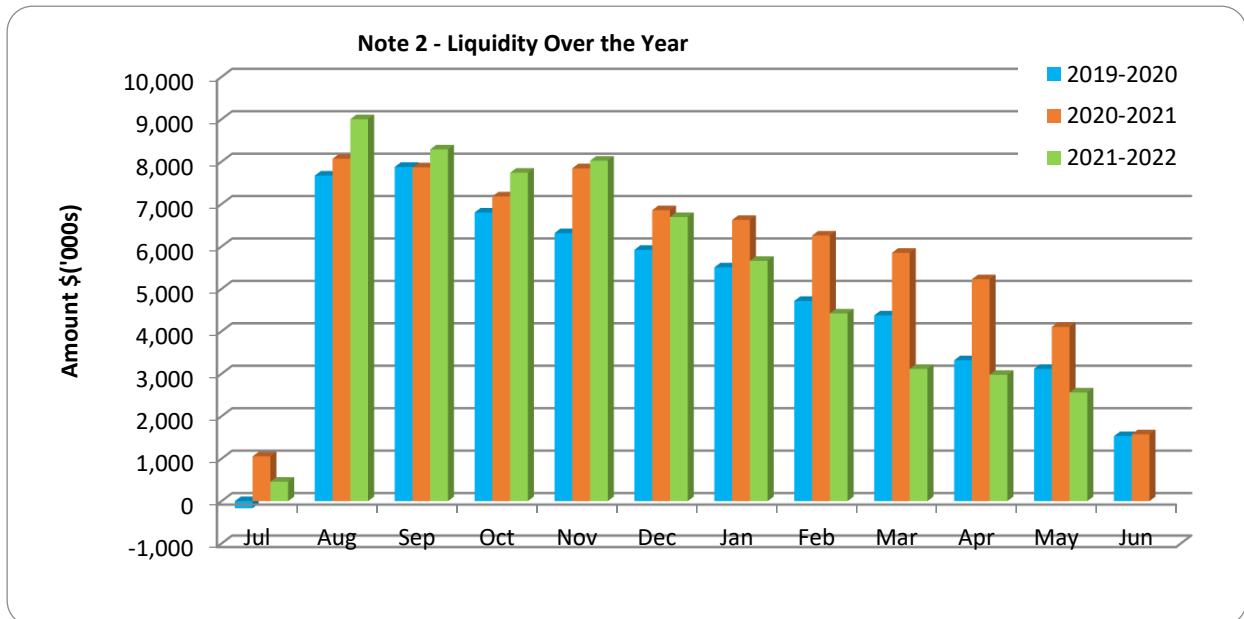
Note 1

	2021-2022	2020-2021
	YTD	ACTUAL
	\$	\$
CURRENT ASSETS		
Cash and Cash Equivalents	7,253,041	8,254,599
Trade and Other Receivables	614,621	637,417
Other Financial Assets	0	22,872
Inventories	253,918	112,195
Contract Assets	212,673	694,095
Other Assets	9,917	109,518
TOTAL CURRENT ASSETS	<u>8,344,169</u>	<u>9,830,696</u>
NON-CURRENT ASSETS		
Trade and Other Receivables	70,008	70,008
Other Financial Assets	540,347	540,347
Property, Plant and Equipment	28,990,469	29,948,657
Infrastructure	62,900,621	62,595,734
Right-of-Use Assets	125,333	222,018
TOTAL NON-CURRENT ASSETS	<u>92,626,778</u>	<u>93,376,764</u>
TOTAL ASSETS	<u>100,970,948</u>	<u>103,207,460</u>
CURRENT LIABILITIES		
Trade and Other Payables	1,059,404	2,992,431
Contract Liabilities	606,462	474,570
Lease Liabilities	6,582	104,743
Long Term Borrowings	62,946	199,801
Employee Related Provisions	1,142,928	1,228,532
TOTAL CURRENT LIABILITIES	<u>2,878,322</u>	<u>5,000,076</u>
NON-CURRENT LIABILITIES		
Contract Liabilities	500,238	430,238
Lease Liabilities	116,738	116,738
Long Term Borrowings	1,666,467	1,666,467
Provisions	111,258	127,771
TOTAL NON-CURRENT LIABILITIES	<u>2,394,702</u>	<u>2,341,214</u>
TOTAL LIABILITIES	<u>5,273,024</u>	<u>7,341,290</u>
NET ASSETS	<u>95,697,923</u>	<u>95,866,170</u>
EQUITY		
Retained Surplus	26,323,985	25,951,030
Reserves - Cash Backed	4,112,455	4,653,656
Reserves - Asset Revaluation	65,261,484	65,261,484
TOTAL EQUITY	<u>95,697,923</u>	<u>95,866,170</u>

SHIRE OF DENMARK
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the period ending 31 May 2022

Note 2: NET CURRENT FUNDING POSITION

				Positive=Surplus (Negative=Deficit)		
				Positive=Surplus (Negative=Deficit)		
Note	This Period	Last Period	Same Period Last Year			
	\$	\$	\$			
Current Assets						
Cash Unrestricted	3,140,586	3,310,253	4,409,265			
Cash Restricted	4,112,455	4,112,414	4,235,786			
Total Cash	7,253,041	7,422,667	8,645,051			
Receivables - Rates	375,938	449,839	418,280			
Receivables - Other	327,231	362,969	309,281			
Receivables - Sundry Debtors	134,042	57,593	99,437			
Inventories	253,918	189,868	163,385			
	8,344,169	8,482,936	9,635,434			
Less: Current Liabilities						
Payables	(2,878,322)	(2,618,794)	(2,554,020)			
Add Back Self Supporting Loan Adjustment	0	(9,632)	0			
Add Back Current Leave Provisions	1,142,928	1,143,688	1,198,556			
Add Back Current Loan Liability	62,946	88,780	59,921			
	(1,672,448)	(1,395,958)	(1,295,543)			
Less: Cash Reserves	(4,112,455)	(4,112,414)	(4,235,786)			
Net Current Funding Position	2,559,267	2,974,564	4,104,105			



Comments - Net Current Funding Position

SHIRE OF DENMARK
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the period ending 31 May 2022

Note 3: BUDGET AMENDMENTS

Amendments to original budget since budget adoption. Surplus/(Deficit)

GL Account Code	Description	Council Resolution	Classification	Non Cash Adjustment	Increase in Available Cash	Decrease in Available Cash	Back Funded from Reserves	Current Budget Running Balance
	Budget Adoption		Closing Surplus	\$	\$	\$	\$	\$
	Permanent Changes							0
1411004	Purchase Land & Buildings - Governance (Job 52027 - Council Chambers Climate Control)	Nov-21	Capital Expenses	0	20,000			20,000
1421254	Purchase Plant & Equipment - Governance	Nov-21	Capital Expenses	0		(32,000)		(12,000)
1131154	Purchase Infrastructure - Recreation Facilities (Job 51674 - Berridge Park Gazebo replacement)	Nov-21	Capital Expenses	0		(8,366)		(20,366)
1220274	Footpath Construction Expense (Job 51002 Wattle Way Footpath)	Nov-21	Capital Expenses	0		(15,000)		(35,366)
1220174	Roads Construction Expenses (Job 50362 - MRWA Project - Peaceful Bay Road)	Nov-21	Capital Expenses	0		(187,000)		(222,366)
1228103	MRWA Project Grant Income	Nov-21	Capital Revenue	0	187,000			(35,366)
1220194	Roads Construction Expenses (Job 50627 - MRWA Blackspot Project - Atkinson Road)	Nov-21	Capital Expenses	0		(17,000)		(52,366)
1220194	Roads Construction Expenses (Job 50628 - MRWA Blackspot Project - Mt Shadforth Road)	Nov-21	Capital Expenses	0		(31,000)		(83,366)
1220194	Roads Construction Expenses (Job 50629 - MRWA Blackspot Project - Lights Beach Road)	Nov-21	Capital Expenses	0		(37,375)		(120,741)
1228703	MRWA Blackspot Funding Grant Income	Nov-21	Capital Revenue	0	37,375			(83,366)
1220104	Roads Construction Expense (Job 50100 Praed Lane Upgrade)	Nov-21	Capital Expenses	0		(95,000)		(178,366)
1228603	R2R Funding Grant Income	Nov-21	Capital Revenue	0	50,000			(128,366)
1261154	Purchase Infrastructure - Airport Facility (Job 54010 - Fencing Upgrades to Airport)	Nov-21	Capital Expenses	0		(13,046)		(141,412)
1268043	Grant Income - Airport Upgrades	Nov-21	Capital Revenue	0	37,596			(103,816)
9502019	Transfer from Infrastructure Reserve	Nov-21	Capital Revenue	0	71,816			(32,000)
9502021	Transfer from Plant Replacement Reserve	Nov-21	Capital Revenue	0	32,000			0
	Amendments as per Mid Year Budget Review adopted by Council on 1st March 2022.	SCM - Mar-22		350,350	1,978,501	(2,110,280)	131,779	0
1137063	Recreation Facilities Upgrade Grant Income	May-22	Capital Revenue	0		(2,125,000)		(2,125,000)
1136583	Recreation Facilities Upgrade Contribution Income	May-22	Operating Revenue	0		(50,000)		(2,175,000)
1121004	Building Construction Expenses (Job 52100 - Surf Club Precinct Redevelopment)	May-22	Capital Expenses	15,000	3,985,000			1,810,000
1436901	Project Management Overhead Expense Allocated	May-22	Operating Expenses	(15,000)				1,810,000
1121003	Lime Sand Sales Income	May-22	Operating Revenue	0		(30,775)		1,779,225
1317543	Standpipe Water Sales Income	May-22	Operating Revenue	0		(10,000)		1,769,225
	Proceeds from new borrowings - proposed Loan 160	May-22	Capital Revenue	0		(1,769,225)		0

SHIRE OF DENMARK
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the period ending 31 May 2022

Note 3 (a): MAJOR VARIANCES

For the purposes of Local Government (Financial Management) Regulation 34 regarding levels of variances for financial reporting, a variance of 10% or greater of the annual budget estimates to the end of the month to which the report refers for each program area in the budget, as a level that requires an explanation or report, with a minimum dollar variance of \$10,000.

This same figure is also to be used in the Annual Budget Review to be undertaken after the first six months of the financial year to assess how the budget has progressed and to estimate the end of the financial year position.

A second tier reporting approach shall be a variance of 10% or greater of the annual budget estimates to the end of month to which the report refers for each General Ledger/Job Account in the budget, as a level that requires an explanation, with a minimum dollar variance of \$10,000.

Noting that as Council adopts an annualised Budget, the Director of Corporate and Community Services may vary the month end Budget estimates from time to time to take into consideration the vagaries and variances with respect to project timing and scheduling to allow for more realistic and relevant comparisons to be made, subject to the total of the Council adopted Budget not being altered.

Account No.		Amended Annual Budget	YTD Budget	YTD Actual	Var. \$	Var. %
	Operating Revenues					
	Governance					
Various	Reimbursements Income - additional revenue achieved to budget provision	13,800	13,313	23,837	10,524	79.05%
	General Purpose Funding					
1327033	Grants Commission Grants - General (pre-payment of 3/4 of 2022-23 allocation amount)	262,491	262,489	669,807	407,318	155.18%
1327103	Grants Commission Grants - Roads (pre-payment of 3/4 of 2022-23 allocation amount)	239,522	239,521	666,924	427,403	178.44%
Various	Rates - Legal Charges Income - higher fees received to YTD budget relating to overdue rates collection	20,000	18,326	26,129	7,803	42.58%
1318133	Rates - Property Enquiry Fees - Additional revenue to budget due to higher than expected land transfer transactions	45,000	42,500	56,094	13,594	31.99%
	Law, Order and Public Safety					
1517193	Grant Income - Bushfire Risk Management Programme - Grant income lower due to timing & rescheduling of mitigation works	550,083	312,990	223,406	(89,584)	100.00%
	Community Amenities					
1041023	Unbudgeted revenue for employee LSL contribution - Town Planning Services	0	0	30,625	30,625	
1027353	Higher than budgeted income from Container Deposit Scheme (offset by additional expenses to run the scheme)	133,700	126,475	167,425	40,950	32.38%
	Recreation & Culture					
1136583	Contrib. to Recreation Facilities Upgrade - (Concrete remediation settlement for Plane Tree Precinct works)	0	0	11,818	11,818	
1118013	Contrib. to Halls Maintenance - (Insurance claim proceeds for Parryville Hall - Phase 1)	0	0	60,000	60,000	
Various	Oval & Facility Hire Fees higher than budget estimate	22,000	19,902	25,258	5,356	26.91%
Various	Recreation Centre income currently tracking higher than YTD budget estimate - mainly aerobics	184,670	170,432	201,287	30,855	18.10%
	Transport					
1228603	R2R - Roads to Recovery Grant Funding - timing variance on project progress and associated funding release to budget	313,120	195,120	313,120	118,000	60.48%
1228153	Community Infrastructure Upgrade Grant Income - timing variance on project progress and associated funding release to budget	396,664	396,664	0	(396,664)	(100.00%)
1228443	DRFAWA Storm Damage Reinstatement Income - timing delay in release of funding related to works undertaken on this activity	1,397,551	1,397,551	0	(1,397,551)	(100.00%)
1228723	Drought Relief Grant Income - timing variance on project progress and associated funding release to budget	216,667	216,667	0	(216,667)	(100.00%)
	Economic Services					
1360103	Parry Beach Camping Charges - income tracking higher than budget	154,500	152,000	170,772	18,772	12.35%

SHIRE OF DENMARK
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the period ending 31 May 2022

Note 3 (a): MAJOR VARIANCES

Account No.		Amended Annual Budget	YTD Budget	YTD Actual	Var. \$	Var. %
	Operating Expenses					
	Governance					
1420322	Strategic Planning and general consulting fee costs tracking under budget - timing of projects and alignment to budget	(118,000)	(88,500)	(45,600)	42,900	(48.47%)
1420132	Information Technology Expenses tracking under adjusted budget - timing of purchasing	(222,000)	(210,190)	(187,776)	22,414	(10.66%)
1420302	Corporate Planning and other project fees costs tracking under budget - timing of projects and alignment to budget	(55,100)	(41,325)	(21,335)	19,990	(48.37%)
1420232	Legal Fees - Expense currently tracking under budget	(26,000)	(23,826)	(13,591)	10,235	(42.96%)
	Balance of variance relates to timing of allocations for administration overheads					
	General Purpose Funding					
1318042	Rate Collection Legal Fees - higher than budgeted. Fees recouped in operating income	(20,000)	(18,326)	(30,355)	(12,029)	65.64%
	Law, Order and Public Safety					
1510702	Fire prevention and strategic management costs (including MAF funded programme) tracking under budget (timing & scope of works)	(527,000)	(424,500)	(145,220)	279,280	(65.79%)
1510322	Fire Fighting & Prevention Expenses - higher than budget due to costs incurred relating to fire fighting & clean up resourcing	(12,000)	(11,000)	(103,620)	(92,620)	842.00%
	Community Amenities					
1028152	Container Deposit Scheme expense tracking higher than budget (offset by additional income)	(134,671)	(124,534)	(162,740)	(38,206)	30.68%
1058002	Public Convenience Maintenance - Activity tracking under budget	(316,117)	(283,703)	(245,109)	38,594	(13.60%)
Various	Protection of Environment - Activity tracking under budget (delayed timing of environmental programs implementation)	(286,672)	(259,565)	(216,860)	42,705	(16.45%)
	Recreation & Culture					
1112202	Parryville Hall maintenance expense over budget due to insurance damage works (funded by insurance claim proceeds)	(3,200)	(3,151)	(55,152)	(52,001)	1650.31%
1130502	Depreciation expense tracking lower than budget - Parks Infrastructure	(485,696)	(445,214)	(432,716)	12,498	(2.81%)
1121042	Swimming area coastal infrastructure maintenance tracking under YTD budget	(108,355)	(103,033)	(91,639)	11,394	(11.06%)
1118002	Civic Centre Maintenance tracking over YTD budget	(35,484)	(33,478)	(42,420)	(8,942)	26.71%
1131012	Swimming Pool Feasibility costs tracking under budget timeline profile	(30,000)	(30,000)	(20,940)	9,060	(30.20%)
Various	Recreation Centre running costs tracking under budget	(549,868)	(498,922)	(491,527)	7,395	(1.48%)
	Transport					
Various	General Maintenance - Roadworks over budget, DRFAWA Reinstatement etc. under YTD budget (timing & scope of works issue)	(3,091,288)	(2,665,888)	(1,905,726)	760,162	(28.51%)
	Economic Services					
1330082	Building Services employee costs tracking lower than budget due to hours reduction adjustment for current incumbent	(167,846)	(148,476)	(132,881)	15,595	(10.50%)
1316002	Standpipe water expense currently tracking over YTD budget	(26,000)	(25,996)	(30,156)	(4,160)	16.00%
Various	Lime Quarry expenditure under budget due to reduced mining tonnage extracted	(249,635)	(248,804)	(214,642)	34,162	(13.73%)
	Other Property & Services					
1430812	Long Service Leave Salary Costs higher than budget due to payouts to eligible staff - to be offset by reduction of liability (Y/E Adj)	(23,000)	(20,343)	(41,405)	(21,062)	103.54%
1480202	Recoverable Costs Expenditure - refer income offset (Insurance Claim)	(22,000)	(20,163)	(26,869)	(6,706)	33.26%
	Balance of variance relates to timing of allocations for overheads, plant operating costs and stock					

SHIRE OF DENMARK
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the period ending 31 May 2022

Note 4: RECEIVABLES

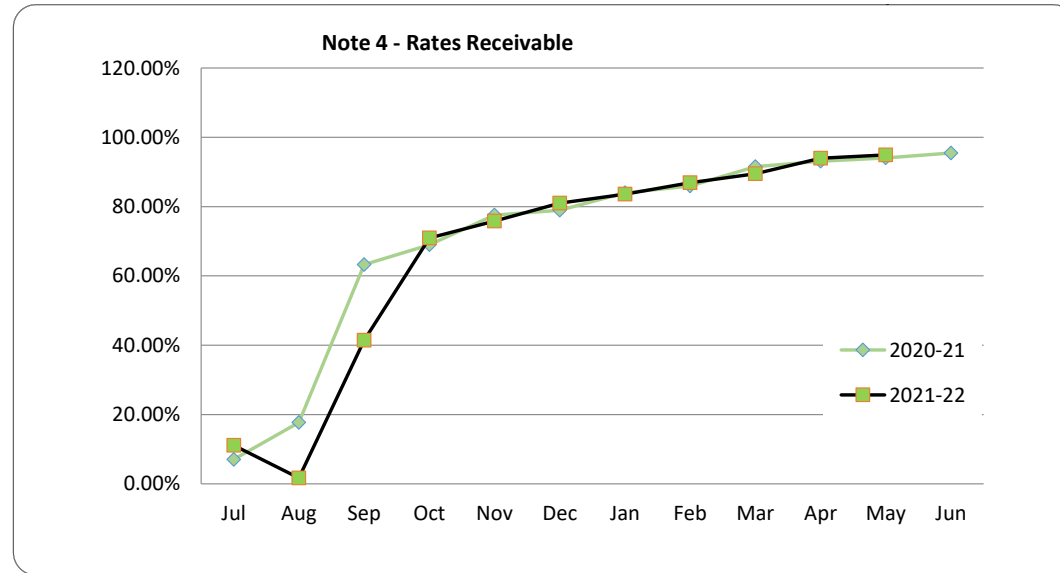
Receivables - Rates Receivable

Opening Arrears Previous Years
 Levied this year
Less Collections to date
 Equals Current Outstanding

Net Rates Collectable

% Collected

	31 May 2022	30 June 2021
	\$	\$
Opening Arrears Previous Years	319,339	362,031
Levied this year	7,097,354	6,578,908
<u>Less</u> Collections to date	(7,040,755)	(6,621,600)
Equals Current Outstanding	375,938	319,339
Net Rates Collectable	375,938	319,339
% Collected	94.93%	95.40%

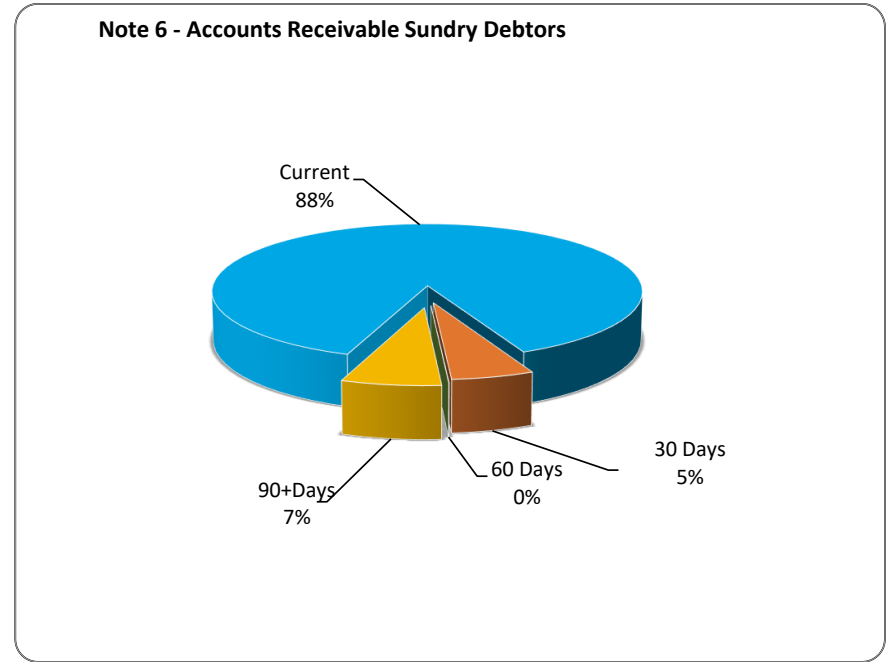


Comments/Notes - Receivables Rates

Receivables - Sundry Debtors

	Current	30 Days	60 Days	90+Days
	\$	\$	\$	\$
Sundry Debtors - General	117,479	7,518	25	9,020
Total Receivables - Sundry Debtors				134,042

Amounts shown above include GST (where applicable)



Comments/Notes - Receivables General

SHIRE OF DENMARK
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the period ending 31 May 2022

Note 5: Cash Backed Reserve

Name	Adopted Budget Opening Balance	Actual Opening Balance	Adopted Budget Interest Earned	Actual Interest Earned	Adopted Budget Transfers In (+)	Actual Transfers In (+)	Adopted Budget Transfers Out (-)	Amended Budget Transfers Out (-)	Actual Transfers Out (-)	Transfer out Reference	Amended Budget Closing Balance	Actual YTD Closing Balance
	\$	\$	\$	\$	\$	\$	\$	\$	\$		\$	\$
Lime Quarry Rehabilitation Reserve	414,700	414,700	829	377	0	0	(30,000)	(30,000)	0		385,529	415,077
Parry Inlet Reserve	198,448	198,448	397	180	10,000	0	(14,000)	(14,000)	0		194,845	198,629
Cemetery Reserve	2,118	2,118	4	2	0	0	(2,122)	(2,122)	0		(0)	2,120
Employee Leave Entitlements Reserve	448,410	448,410	897	408	0	0	0	(21,104)	0		428,203	448,818
Infrastructure Reserve	709,778	709,778	1,420	645	133,206	0	(50,000)	(42,674)	0		801,730	710,423
Plant Replacement Reserve	586,098	586,098	1,172	533	325,000	0	(265,650)	(298,650)	0		613,620	586,630
Waste Services Reserve	621,628	621,628	1,426	565	170,000	0	(88,000)	(168,000)	0		625,054	622,193
Parks and Gardens Reserve	78,985	78,985	158	72	0	0	(79,142)	(79,142)	0		(0)	79,056
Aquatic Facility Development Reserve	96,863	96,863	194	88	0	0	(10,000)	(15,000)	0		82,057	96,951
Lionsville Reserve	205,590	205,590	411	187	0	0	(58,000)	(58,000)	0		148,001	205,777
Peaceful Bay Reserve	209,541	209,541	419	190	35,000	0	0	0	0		244,960	209,731
Rivermouth Caravan Park Reserve	101,213	101,213	202	92	5,000	0	0	0	0		106,415	101,305
Peaceful Bay Caravan Park Reserve	63,244	63,244	126	57	5,000	0	0	0	0		68,370	63,301
Recreation Centre Reserve	95,684	95,684	191	87	10,000	0	0	0	0		105,875	95,771
Denmark East Development Reserve	721,357	721,357	360	225	0	0	(550,000)	(550,000)	(545,000)		171,717	176,581
Strategic Reserve	100,000	100,000	200	91	5,000	0	0	0	0		105,200	100,091
ICT Reserve	-	0	0	0	15,000	0	0	0	0		15,000	0
Legal Contingency Reserve	-	0	0	0	10,000	0	0	0	0		10,000	0
	4,653,656	4,653,656	8,406	3,799	723,206	0	(1,146,914)	(1,278,693)	(545,000)		4,106,576	4,112,455

SHIRE OF DENMARK
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the period ending 31 May 2022

Note 6: RATING INFORMATION

RATE TYPE	Rate in \$	Number of Properties	Rateable Value \$	Actual Rate Revenue \$	Budget Interim Rates \$	Budget Back Rates \$	Total Adopted Rate Revenue \$	Adopted Budget Rate Revenue \$	Actual YTD Interim Rates \$	Actual YTD Back Rates \$	Actual YTD Total Revenue \$
Differential General Rate											
GRV											
Non-Rural Improved	0.099553	2,308	39,973,237	3,979,456	25,000	0	4,004,456	4,004,456	5,637	434	3,985,527
Holiday Purposes	0.119464	120	1,971,372	235,508	0	0	235,508	235,508	0	0	235,508
Vacant	0.198474	233	2,224,780	441,559	0	0	441,559	441,559	0	0	441,559
UV											
Rural	0.005009	457	230,588,000	1,155,016	0	0	1,155,016	1,155,016	0	0	1,155,016
Rural - Additional Use 1 - Holiday Purposes	0.006010	24	9,439,000	56,728			56,728	56,728			56,728
Rural - Additional Use 2 - Commercial	0.008515	14	6,540,000	55,688			55,688	55,688			55,688
Sub-Totals		3,156	290,736,389	5,923,955	25,000	0	5,948,955	5,948,955	5,637	434	5,930,026
Minimum Payment	Minimum \$										
GRV											
Non-Rural Improved	1,141.00	555	4,470,095	633,255	0	0	633,255	633,255	0	0	633,255
Holiday Purposes	1,369.00	9	87,442	12,321	0	0	12,321	12,321	0	0	12,321
Vacant	1,220.00	229	1,048,070	279,380	0	0	279,380	279,380	0	0	279,380
UV											
Rural	1,397.00	146	29,490,217	203,962	0	0	203,962	203,962	0	0	203,962
Rural - Additional Use 1 - Holiday Purposes	1,676.00	15	991,600	25,140			25,140	25,140			25,140
Rural - Additional Use 2 - Commercial	2,654.00	5	1,467,000	13,270			13,270	13,270			13,270
Sub-Totals		959	37,554,424	1,167,328	0	0	1,167,328	1,167,328	0	0	1,167,328
Waiver & Concessions		4,115	328,290,813	7,091,283			7,116,283				7,097,354
Amount from General Rates							(62,621)				(59,985)
Ex-Gratia Rates							7,053,662				7,037,369
Totals							0				0
							7,053,662				7,037,369

Comments - Rating Information

SHIRE OF DENMARK
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the period ending 31 May 2022

Note 7. INFORMATION ON BORROWINGS

(a) Debenture Repayments

Particulars	Principal 1-Jul-21	New Loans (Adopted Budget)	New Loans (Amended Budget)	Principal Repayments			Principal Outstanding		Interest Repayments			Interest Rate	Maturity Date
				YTD Actual \$	YTD Budget \$	Adopted Budget \$	YTD Actual \$	Adopted Budget \$	YTD Actual \$	YTD Budget \$	Adopted Budget \$		
129 Scouts S/Supporting	9,838			3,764	3,764	3,764	6,074	6,074	294	294	473	5.84%	21-Jul-23
131 Visitors Centre	35,971			17,680	17,680	35,971	18,291	0	1,436	1,436	2,224	6.91%	28-Jun-22
142 Lionsville	353,831			31,866	31,866	31,866	321,965	321,965	21,742	22,109	25,930	6.88%	12-Nov-29
143 Airport	30,183			3,379	3,379	6,863	26,804	23,320	1,061	1,061	2,220	6.26%	30-Jun-25
147 Recreation - Football Clubrooms	135,916			5,709	5,709	11,599	130,207	124,317	4,810	4,810	10,341	6.37%	30-Jun-30
152 Purchase Reserve 27101	270,702			10,054	10,054	20,411	260,648	250,291	9,122	9,122	19,745	6.04%	30-Jun-31
157 Riverside Club S/Supporting	363,225			19,108	19,108	19,108	344,117	344,117	11,316	12,033	14,125	3.80%	12-May-36
159 Riverside Club Stage 1	405,199			20,704	20,704	20,704	384,495	384,495	8,970	8,970	14,938	3.11%	13-Aug-36
158 Purchase Lot 228, Reserve 18587	261,402			24,591	24,591	49,514	236,811	211,888	3,858	3,858	8,332	2.70%	01-Jun-26
160 Surf Club Precinct	0	1,769,225	0	0	0	38,303	0	1,730,922	0	0	15,969		
161 Purchase Rubbish Truck	0	510,000	0	0	0	34,402	0	475,598	0	0	4,462		
	1,866,267	2,279,225	0	136,854	136,855	272,505	1,729,413	3,872,987	62,610	63,693	118,759		

No new debentures were raised during the reporting period.

SHIRE OF DENMARK
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the period ending 31 May 2022

Note 8: GRANTS AND CONTRIBUTIONS

Program/Details GL	Grant Provider	Approval	2021-2022 Adopted Budget	Variations Additions (Deletions)	Operating	Capital	Recoup Status	
							Received	Not Received
		(Y/N)	\$	\$	\$	\$	\$	\$
GENERAL PURPOSE FUNDING								
Grants Commission - General	WALGGC	Y	268,422	(5,931)	262,491	0	669,807	0
Grants Commission - Roads	WALGGC	Y	214,989	24,533	239,522	0	666,924	0
Pens Deferred Rates Int Grant	Office of State Revenue	Y	350	0	350	0	617	0
GOVERNANCE								
Grants Governance	Dept. of Communities/Australia Day Council	Y	700	10,000	10,700	0	8,000	2,700
LAW, ORDER, PUBLIC SAFETY								
Grant - Bushfire Risk Management Planning Program	Dept. of Fire & Emergency Serv.	Y	176,083	(123,000)	53,083	0	135,782	0
Grant - Fire Mitigation Works	Dept. of Fire & Emergency Serv.	Y	497,000	0	497,000	0	87,624	409,376
Operating Bush Fire Brigade	Dept. of Fire & Emergency Serv.	Y	165,063	0	165,063	0	165,063	0
Operating SES	Dept. of Fire & Emergency Serv.	Y	19,830	0	19,830	0	21,724	0
EDUCATION AND WELFARE								
Grant - Denmark Youth Festival	Dept. of Communities	N	6,000	0	6,000	0	0	6,000
Income - Youth Support Service	Dept. of Communities	Y	31,500	0	31,500	0	31,623	0
Aged / Disability Services Grants	Development Disability WA	Y	0	0	0	0	1,000	0
RECREATION AND CULTURE								
Grants - Halls and Civic Centre	LotteryWest & State Govt. Funding	Y	50,000	(40,000)	0	10,000	0	10,000
Grant - Dept.& Recreation	Dept Sport & Recreation	Y	30,000	0	30,000	0	0	30,000
Grant - Recreation Facilities Infrastructure - McLean Oval	Federal Funding (LRCl)	Y	318,227	0	0	318,227	0	318,227
Grant - Recreation Facilities Infrastructure - Surf Club	Federal Funding (Building Better Regions)	N	1,500,000	(1,500,000)	0	0	0	0
Grant - Recreation Facilities Infrastructure - Surf Club	State Government Funding (CSRFF)	N	625,000	(625,000)	0	0	0	0
Grant - Recreation Facilities Infrastructure - Surf Club	Federal Funding - Coastal Adaptation	Y	55,775	0	0	55,775	0	55,775
Grants - Library	Childrens Book Council Of Aust & State Library	Y	0	0	0	0	2,516	0
TRANSPORT								
Grant - MRWA Direct	Main Roads WA	Y	127,200	0	127,200	0	127,200	0
Grant - Roadwise Group	Main Roads WA	Y	500	0	500	0	0	500
MRWA Project Grants	Main Roads WA	Y	856,667	187,000	0	1,043,667	576,001	467,666
Grant - Community Infrastructure	Federal Funding	Y	396,664	0	0	396,664	0	396,664
Grant - MRWA Blackspot	Main Roads WA	Y	55,333	0	0	55,333	37,084	18,249
Grant - Roads to Recovery	Roads to Recovery	Y	263,120	50,000	0	313,120	313,120	0
Grant - Drought Reelief Funding	Federal Funding	Y	216,667	0	0	216,667	0	216,667
Grant - Airport Upgrade	Federal Funding (Various)	Y	73,650	27,052	0	100,702	100,702	(0)
ECONOMIC SERVICES								
Grants - Tourism and Area Promotion	DPIRD	Y	9,500	0	9,500	0	9,500	0
TOTALS			5,958,240	(1,995,346)	1,452,739	2,510,155	2,954,288	1,931,823

	Adopted Budget	Amended Budget	YTD Actual
Operating	1,547,137	1,452,739	1,927,381
Non-operating	4,411,103	2,510,155	1,026,907
	<u>5,958,240</u>	<u>3,962,894</u>	<u>2,954,288</u>

SHIRE OF DENMARK
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the period ending 31 May 2022

Note 9: TRUST FUND

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

Description	Opening Balance 1-Jul-21	Amount Received	Amount Paid	Closing Balance 31-May-22
	\$	\$		\$
Police Licensing	(0)	1,096,906	(1,096,905)	(0)
Parks & Trails Bond	850	0	0	850
	850	1,096,906	(1,096,905)	850

SHIRE OF DENMARK
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the period ending 31 May 2022

Note 10: CAPITAL ACQUISITIONS

Assets		Current Annual Amended Budget	Current YTD Budget	YTD Actual	Purchase Orders Outstanding	Total YTD Committed	Variance (Over) Under
Land and Buildings							
Administration							
Admin. Centre Refurbishments - Climate Control Heating / Cooling	52027	20,000	20,000	13,700	0	13,700	6,300
Admin. Centre Refurbishments - Office Layout Improvements	52028	50,000	50,000	49,814	0	49,814	186
Admin. Centre Refurbishments - Replace Carpets to Customer Service Area	52029	15,000	15,000	12,468	0	12,468	2,532
Recreation And Culture							
Civic Centre Stage Upgrade	50212	0	0	0	0	0	0
Denmark Arts Building Gutters	50213	25,000	25,000	21,674	0	21,674	3,326
Denmark Surf Club Precinct Development	52100	0	0	0	0	0	0
Total Land and Buildings		110,000	110,000	97,656	0	97,656	12,344
Plant and Equipment							
Governance							
Plant Replacement - Governance & Administration	1421254	50,000	50,000	45,509	0	45,509	4,491
Administration							
Plant Replacement - Governance & Administration	1421254	60,000	60,000	55,841	0	55,841	4,159
Law, Order And Public Safety							
Plant Replacement - CESM	1561054	86,400	0	0	86,659	86,659	0
Community Amenities							
Plant Replacement - Waste Management	1021054	30,000	0	0	28,606	28,606	0
Bin Lid Rplacement Project	53014	120,000	120,000	117,010	2,832	119,842	2,990
Recreation And Culture							
Purchase Plant - Recreation	1131054	114,250	36,000	34,113	83,000	117,113	1,887
Transport							
Purchase of Plant	1231054	255,000	40,000	41,320	204,489	245,809	(1,320)
Total Plant and Equipment		715,650	306,000	293,792	405,587	699,379	12,208
Furniture and Equipment							
Governance							
Upgrade to IT & Comms Systems - Council Chamber / Meeting Rooms	1411104	70,000	0	0	74,321	74,321	0
Total Furniture and Equipment		70,000	0	0	74,321	74,321	0

SHIRE OF DENMARK
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the period ending 31 May 2022

Note 10: CAPITAL ACQUISITIONS

Assets		Current Annual Amended Budget	Current YTD Budget	YTD Actual	Purchase Orders Outstanding	Total YTD Committed	Variance (Over) Under
Roads Infrastructure (including Bridges)							
Transport							
Council Construction - Road Renewal (sealed)	50000	205,000	187,902	58,544	29,805	88,349	129,358
Council Construction - Drainage Renewal	50030	52,020	52,016	4,023	0	4,023	47,993
Council Construction - Praed Lane Roadworks	50100	205,000	205,000	156,680	8,143	164,823	48,320
Council Construction - Pedestrian Bridge Renewal	50170	45,000	45,000	54,888	0	54,888	(9,888)
Council Construction - CBD Carparks Upgrades	50080	0	0	0	0	0	0
Council Construction - Harewood Road Resheet	50120	100,000	100,000	100,349	0	100,349	(349)
Council Construction - Electric Vehicle Charging Station	50130	40,000	26,666	2,406	1,604	4,010	24,260
Council Construction - Civic Centre Carpark Lighting	50160	0	0	0	0	0	0
MRWA Project - Ocean Beach Road (SLK 2.61 - 3.34)	50367	426,000	425,991	350,534	71,412	421,947	75,457
MRWA Project - Ocean Beach Road (SLK 0.72 - 0.99)	50368	414,000	413,997	217,362	15,406	232,769	196,635
MRWA Project - Peaceful Bay Road	50362	543,667	543,664	502,397	57,054	559,451	41,267
MRWA Project - Mount Shadforth Road	50369	215,000	215,000	107,878	23,489	131,367	107,122
MRWA Project - Lights Road	50370	50,000	27,500	6,000	0	6,000	21,500
Blackspot - Atkinson Road/South Coast Highway	50627	57,000	56,999	52,061	0	52,061	4,938
Blackspot - Mount Shadforth Road / Tree Lane	50628	74,000	73,999	83,677	500	84,177	(9,678)
Blackspot - Lights Beach Road	50629	0	0	0	0	0	0
MRWA Specific Project - Churchill Road Bridge No. 4942	50518	11,994	11,994	11,994	0	11,994	0
Wattle Way Footpath	51002	115,000	115,000	196	96,775	96,971	114,804
Riverside Drive to McPherson Drive Footpath Link	51003	50,000	49,998	0	0	0	49,998
Denmark East Development Project	51527	550,000	176,666	10,771	0	10,771	165,895
Total Roads Infrastructure		3,153,681	2,727,392	1,720,839	304,189	2,025,028	1,006,553

SHIRE OF DENMARK
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the period ending 31 May 2022

Note 10: CAPITAL ACQUISITIONS

Assets		Current Annual Amended Budget	Current YTD Budget	YTD Actual	Purchase Orders Outstanding	Total YTD Committed	Variance (Over) Under
Other Infrastructure							
Community Amenities							
Upgrade Fish Cleaning Facilities	51129	0	0	0	0	0	0
Recreation And Culture							
Plane Tree Precinct	50210	10,000	3,000	2,894	0	2,894	106
Upgrade Tidy Towns Gazebo	51672	16,000	16,000	10,107	2,401	12,508	5,893
Berridge Park - BBQ, Shelter & Seating	51673	30,000	30,000	14,141	17,557	31,698	15,860
Berridge Park Gazebo Replacement	51674	20,030	20,030	8,523	8,523	17,045	11,507
Lights Beach Upgrade - Handrails	60000	30,000	30,000	0	0	0	30,000
Nornalup Jetty Upgrade	60100	0	0	0	0	0	0
Peaceful Bay Lookout & Boardwalk Replacements	60110	140,000	140,000	0	0	0	140,000
Upgrade Community Infrastructure - McLean Oval Water Re-use Project	51600	380,000	319,998	72,970	248,884	321,854	247,028
Surf Club Sea Wall Upgrades	60120	300,000	300,000	169,980	6,273	176,253	130,020
Transport							
Fencing Upgrade - Denmark Airport	54010	111,246	111,246	113,636	0	113,636	(2,390)
Economic Services							
Drainage Upgrade - Parry Beach Cottage	55096	14,000	14,000	1,100	0	1,100	12,900
Total Other Infrastructure		1,051,276	984,274	393,351	283,637	676,988	590,923
Summary of Capital Acquisitions							
Land and Buildings		110,000	110,000	97,656	0	97,656	12,344
Plant and Equipment		715,650	306,000	293,792	405,587	699,379	12,208
Furniture and Equipment		70,000	0	0	74,321	74,321	0
Roads Infrastructure (including Bridges)		3,153,681	2,727,392	1,720,839	304,189	2,025,028	1,006,553
Other Infrastructure		1,051,276	984,274	393,351	283,637	676,988	590,923
Capital Expenditure Total		5,100,607	4,127,666	2,505,638	1,067,734	3,573,372	1,622,028
			% Completed	49.12%	Actual	70.06%	Committed

SHIRE OF DENMARK
STATEMENT OF CAPITAL ACQUISITIONS AND CAPITAL FUNDING
For the period ending 31 May 2022

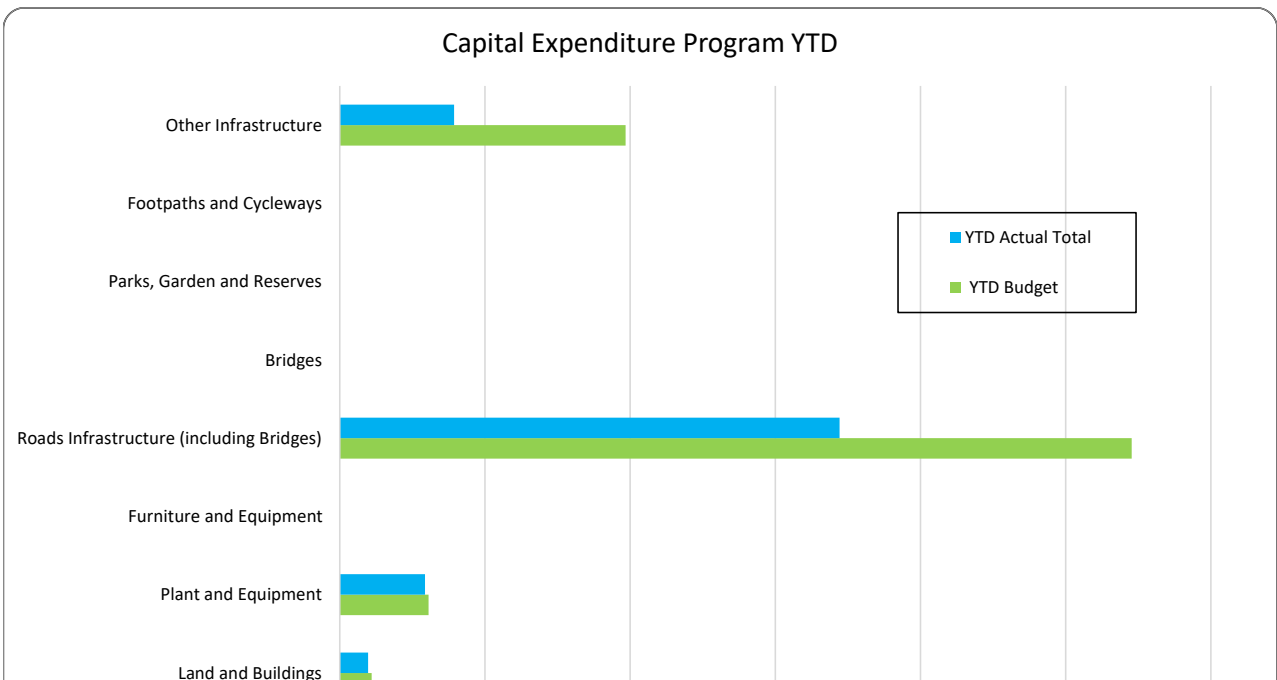
Note 10 (a): CAPITAL ACQUISITIONS and FUNDING

Capital Acquisitions	Note	YTD Actual Total (a)	YTD Budget		
			(b)	Amended Annual Budget 2021-2022	Variance (b) - (a)
		\$	\$	\$	\$
Land and Buildings	10	97,656	110,000	110,000	(12,344)
Plant and Equipment	10	293,792	306,000	715,650	(12,208)
Furniture and Equipment	10	0	0	70,000	0
Roads Infrastructure (including Bridges)	10	1,720,839	2,727,392	3,153,681	(1,006,553)
Bridges	10	0	0	0	0
Parks, Garden and Reserves	10	0	0	0	0
Footpaths and Cycleways	10	0	0	0	0
Other Infrastructure	10	393,351	984,274	1,051,276	(590,923)
Capital Expenditure Totals		2,505,638	4,127,666	5,100,607	(1,622,028)

Funded By:

Capital Grants and Contributions	1,026,907	1,550,153	4,411,103	523,246
Borrowings	0	0	2,279,225	0
Other (Disposals & C/Fwd)	85,321	90,000	147,000	(4,679)
Total Own Source Funding - Cash Backed Reserves	545,000	550,000	1,130,570	(5,000)
Own Source Funding - Operations	848,410	1,937,513	(2,867,291)	(1,089,103)
Capital Funding Total	2,505,638	4,127,666	5,100,607	(1,622,028)

Comments and graphs





SHIRE OF DENMARK
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the period ending 31 May 2022

Note 11: CAPITAL DISPOSALS

Actual YTD Profit/(Loss) of Asset Disposal			Disposals	Current Budget			Comments
Net Value	Proceeds	Profit (Loss)		Amended Annual Budget Profit/(Loss)	Actual Profit/(Loss)	Variance	
\$	\$	\$	\$	\$	\$		
			Plant and Equipment				
0	0	0	0 Replacement CESM Utility Vehicle - DE 54	13,000	0	(13,000)	will not be transacted
0	0	0	0 Replace Refuse Compactor Truck - DE 336	0	0	0	will not be transacted
0	0	0	0 Replacement Single Cab Utility (Waste Services) - DE 680	4,400	0	(4,400)	will not be transacted
15,707	13,215	(2,492)	0 Replacement Mower	0	(2,492)	(2,492)	
0	0	0	0 Replacement Single Cab Utility (P & G) - DE 7563	6,000	0	(6,000)	will not be transacted
0	0	0	0 Replace Portable Traffic Lights	(500)	0	500	will not be transacted
0	0	0	0 Replace Portable Message Board Trailer - DE 5976	(500)	0	500	will not be transacted
25,000	72,105	47,105	0 Sale of GW470 Truck - DE 10862	47,000	47,105	105	
0	0	0	0 Replacement 4 Wheel Tipper Truck - DE 10417	24,600	0	(24,600)	will not be transacted
0	0	0	0 Replacement Single Cab Utility (Workshop) - DE 686	6,000	0	(6,000)	will not be transacted
40,707	85,321	44,614		100,000	44,614	(55,386)	

Comments - Capital Disposal/Replacements

