



# Shire of Pingelly

## Attachments

Ordinary Council Meeting  
15 August 2018



# Attachment 1

## 15.1 Monthly Statement of Financial Activity

Monthly Statements of Financial Activity for the period 1 July 2017 to 30 June 2018



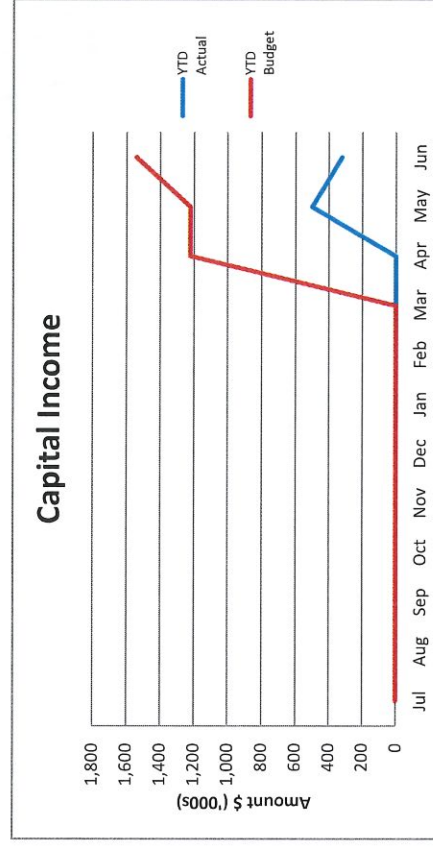
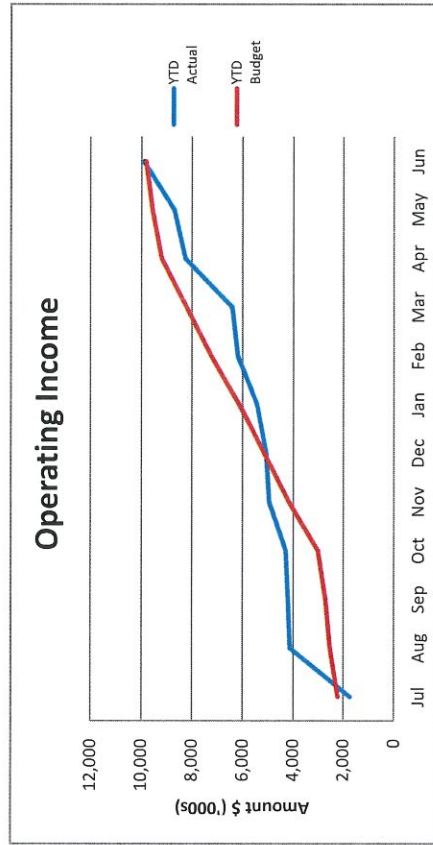
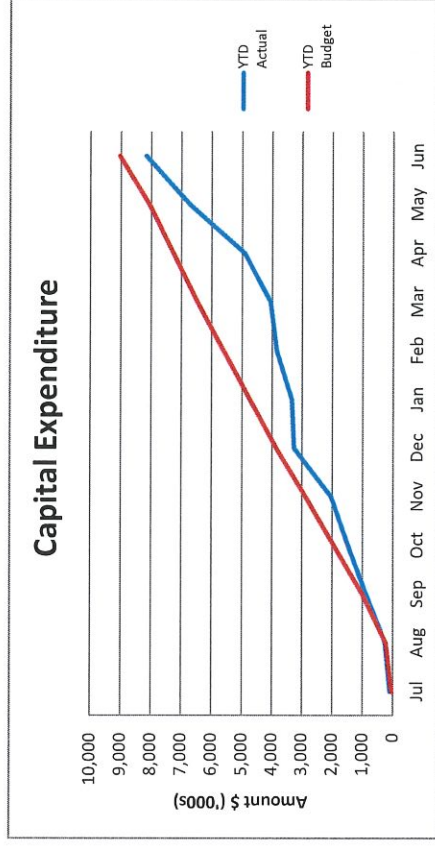
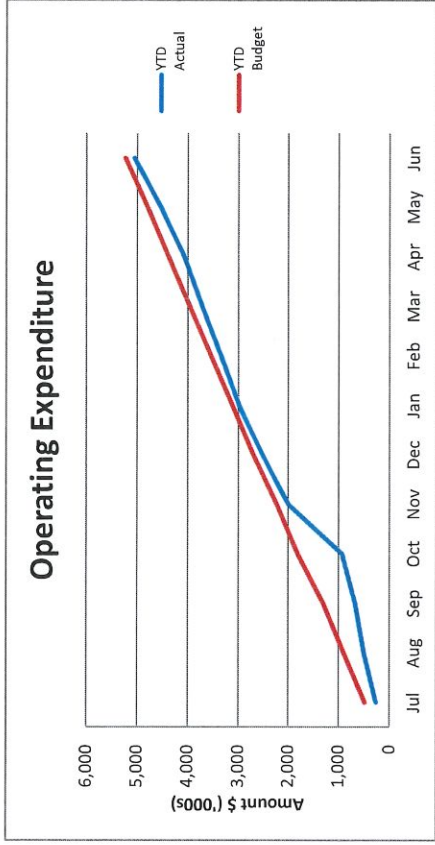


**SHIRE OF PINGELLY**  
**MONTHLY STATEMENT OF FINANCIAL ACTIVITY**  
**FOR THE PERIOD 1 JULY 2017 TO 30 JUNE 2018**

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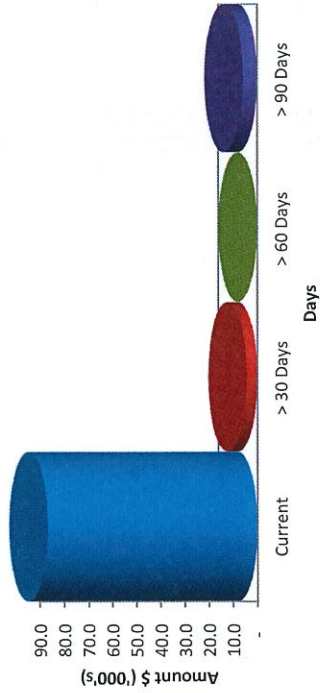
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# Income and Expenditure Graphs to 30 June 2018

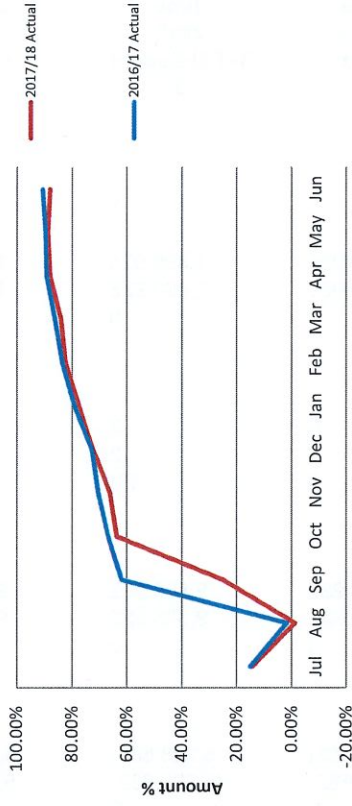


# Other Graphs to 30 June 2018

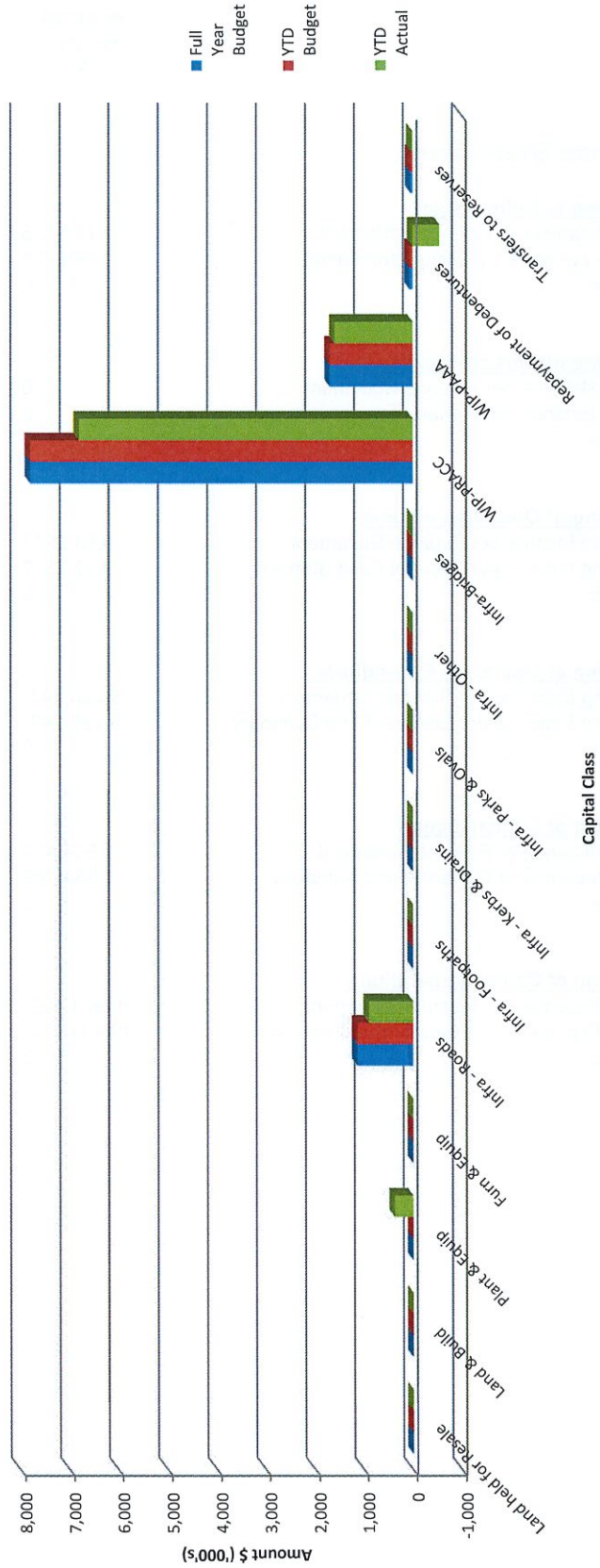
## Sundry Debtors Amount O/S



## Rates % Collected



## Capital Expenditure



## SHIRE OF PINGELLY

### Summary of Balancing Contained Within The Monthly Reports

	2017/18 Adopted Budget \$	2017/18 Revised Budget \$	June 2018 Y-T-D Budget \$	June 2018 Actual \$
<b>Finance Statement</b>				
<b><u>Balancing to Rating Note</u></b>				
Rates Balance per Finance Statement	1,890,725	1,890,925	1,890,925	1,892,724
Balance per Note 6 (Rating Information)	1,890,725	1,890,925	1,890,925	1,892,724
Variance	0	0	0	0
<b><u>Balancing of Closing Position</u></b>				
Closing Balance per Finance Statement	0	0	2	740,010
Closing Balance per General Fund Summary	0	0	2	740,010
Variance	0	0	(0)	(0)
<b><u>Balancing of Operating Income</u></b>				
Operating Income per Finance Statement	9,933,667	9,808,922	9,808,922	9,903,882
Operating Income per General Fund Summary	9,933,667	9,808,922	9,808,922	9,903,883
Variance	0	0	0	(1)
<b><u>Balancing of Operating Expenditure</u></b>				
Operating Expense per Finance Statement	(5,126,247)	(5,228,682)	(5,228,682)	(5,049,114)
Operating Expense per General Fund Summary	(5,126,247)	(5,228,682)	(5,228,682)	(5,049,115)
Variance	0	0	0	1
<b><u>Balancing of Capital Income</u></b>				
Capital Income per Finance Statement	1,554,489	1,554,489	1,554,489	834,489
Capital Income per General Fund Summary	1,554,489	1,554,489	1,554,489	834,489
Variance	0	0	0	0
<b><u>Balancing of Capital Expenditure</u></b>				
Capital Expense per Finance Statement	(10,984,429)	(10,727,215)	(10,727,215)	(9,755,991)
Capital Expense per General Fund Summary	(10,984,429)	(10,727,215)	(10,727,215)	(9,755,992)
Variance	0	0	0	0



## SHIRE OF PINGELLY

## STATEMENT OF FINANCIAL ACTIVITY

FOR THE PERIOD 1 JULY 2017 TO 30 JUNE 2018

	NOTE	2017/18 Adopted Budget \$	2017/18 Revised Budget \$	June 2018 Y-T-D Budget \$	June 2018 Actual \$	Variances Actuals to Budget \$	Variances Actual Budget to Y-T-D %	
<b>Operating</b>								
<b>Revenues/Sources</b>								
Governance		65,370	65,370	65,370	59,216	(6,154)	(9.41%)	
General Purpose Funding		668,914	670,084	670,084	1,282,200	612,116	91.35%	▲
Law, Order, Public Safety		111,624	114,602	114,602	454,910	340,308	296.95%	▲
Health		11,908	11,908	11,908	8,283	(3,625)	(30.44%)	
Education and Welfare		631,390	636,755	636,755	635,719	(1,036)	(0.16%)	
Community Amenities		163,170	169,103	169,103	174,268	5,165	3.05%	
Recreation and Culture		4,535,396	4,461,399	4,461,399	4,055,949	(405,450)	(9.09%)	
Transport		1,746,020	1,662,618	1,662,618	1,188,399	(474,219)	(28.52%)	▼
Economic Services		50,150	48,150	48,150	43,885	(4,265)	(8.86%)	
Other Property and Services		59,000	78,008	78,008	108,329	30,321	38.87%	▲
		8,042,942	7,917,997	7,917,997	8,011,158	93,161	1.18%	
<b>(Expenses)/(Applications)</b>								
Governance		(589,754)	(585,840)	(585,840)	(556,517)	29,323	5.01%	
General Purpose Funding		(167,704)	(167,704)	(167,704)	(176,753)	(9,049)	(5.40%)	
Law, Order, Public Safety		(252,396)	(252,396)	(252,396)	(200,344)	52,052	20.62%	▼
Health		(112,480)	(112,480)	(112,480)	(109,345)	3,135	2.79%	
Education and Welfare		(48,243)	(48,243)	(48,243)	(42,882)	5,361	11.11%	▼
Community Amenities		(391,955)	(391,955)	(391,955)	(370,813)	21,142	5.39%	
Recreation & Culture		(998,815)	(928,700)	(928,700)	(949,218)	(20,518)	(2.21%)	
Transport		(2,254,150)	(2,408,522)	(2,408,522)	(2,324,409)	84,113	3.49%	
Economic Services		(285,114)	(282,114)	(282,114)	(231,661)	50,453	17.88%	▼
Other Property and Services		(25,636)	(50,728)	(50,728)	(87,172)	(36,444)	(72%)	▲
		(5,126,247)	(5,228,682)	(5,228,682)	(5,049,114)	179,568	(3.43%)	
<b>Net Operating Result Excluding Rates</b>		<b>2,916,695</b>	<b>2,689,315</b>	<b>2,689,315</b>	<b>2,962,044</b>	<b>272,729</b>	<b>10.14%</b>	
<b>Adjustments for Non-Cash</b>								
<b>(Revenue) and Expenditure</b>								
(Profit)/Loss on Asset Disposals	2	12,000	12,000	12,000	0	(12,000)	100.00%	▼
Movement in Deferred Pensioner Rates/ESL		0	0	0	(5,974)	(5,974)	0.00%	
Movement in Employee Benefit Provisions		0	0	0	41,505	41,505	0.00%	
Adjustments in Fixed Assets		0	0	0	0	0	0.00%	
Rounding		0	0	0	0	0	0.00%	
Depreciation on Assets		1,532,000	1,532,000	1,532,000	1,522,725	(9,275)	0.61%	
<b>Capital Revenue and (Expenditure)</b>								
Purchase Land Held for Resale	1	0	0	0	0	0	0.00%	
Purchase of Land and Buildings	1	0	0	0	0	0	0.00%	
Purchase of Furniture & Equipment	1	0	0	0	0	0	0.00%	
Purchase of Plant & Equipment	1	0	0	0	(377,283)	(377,283)	0.00%	
Purchase of WIP - PP & E	1	0	0	0	0	0	0.00%	
Purchase of Infrastructure Assets - Roads	1	(1,135,460)	(1,135,460)	(1,135,460)	(901,368)	234,092	20.62%	▼
Purchase of Infrastructure Assets - Footpaths	1	0	0	0	0	0	0.00%	
Purchase of Infrastructure Assets - Kerbs & Drains	1	0	0	0	0	0	0.00%	
Purchase of Infrastructure Assets - Parks & Ovals	1	0	0	0	0	0	0.00%	
Purchase of Infrastructure Assets - Bridges	1	(252,000)	0	0	0	0	0.00%	
Purchase of Infrastructure Assets - Other	1	0	0	0	0	0	0.00%	
Purchase of WIP Recreation and Culture	1	(7,781,145)	(7,796,145)	(7,796,145)	(6,803,591)	992,554	12.73%	▼
Purchase of WIP Aged Accommodation	1	(1,698,348)	(1,698,348)	(1,698,348)	(1,595,102)	103,246	6.08%	
Proceeds from Disposal of Assets	2	20,000	20,000	20,000	0	(20,000)	(100.00%)	▼
Repayment of Debentures	3	(78,674)	(58,460)	(58,460)	(58,460)	0	0.00%	
Proceeds from New Debentures	3	1,200,000	1,200,000	1,200,000	500,000	(700,000)	(58.33%)	▼
Advances to Community Groups		0	0	0	0	0	0.00%	
Self-Supporting Loan Principal Income		14,489	14,489	14,489	14,489	(0)	(0.00%)	
Transfer from Restricted Asset - Unspent Loans		1,903,210	1,903,210	1,903,210	1,903,210	(0)	(0.00%)	
Transfers to Restricted Assets (Reserves)	4	(38,802)	(38,802)	(38,802)	(20,187)	18,615	47.97%	▼
Transfers from Restricted Asset (Reserves)	4	320,000	320,000	320,000	320,000	0	0.00%	
Transfers to Restricted Assets (Other)		0	0	0	0	0	0.00%	
Transfers from Restricted Asset (Other)		(200,000)	(200,000)	(200,000)	0	200,000	(100.00%)	▼
ADD Net Current Assets July 1 B/Fwd	5	1,375,310	1,345,276	1,345,278	1,345,278	(30,032)	0.00%	
Net Current Assets - Unspent Grants		0	0	0	0	0		
LESS Net Current Assets Year to Date	5	0	0	2	740,010	740,008	(35577297.09%)	▼
<b>Amount Raised from Rates</b>		<b>(1,890,725)</b>	<b>(1,890,925)</b>	<b>(1,890,925)</b>	<b>(1,892,724)</b>	<b>(1,799)</b>	<b>0.10%</b>	

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

**Material Variances Symbol**

Above Budget Expectations Greater than 10% and \$5,000 ▲  
Below Budget Expectations Less than 10% and \$5,000 ▼

SHIRE OF PINGELLY  
FOR THE PERIOD 1 JULY 2017 TO 30 JUNE 2018  
Report on Significant variances Greater than 10% and \$5,000

**Purpose**

The purpose of the Monthly Variance Report is to highlight circumstances where there is a major variance from the YTD Monthly Budget and YTD Actual figures. These variances can occur because of a change in timing of the activity, circumstances change (e.g. a grants were budgeted for but was not received) or changes to the original budget projections. The Report is designed to highlight these issues and explain the reason for the variance.

REPORTABLE OPERATING REVENUE VARIATIONS		
<b>General Purpose Funding</b>		612,116
Advance Payment of Federal Assistance Grants in June 2018	622,424	
Penalty Interest - YTD Budget more than YTD Actual (Timing Difference)	5,812	
Movement in Excess Rates - YTD Budget nil compared to YTD Actual (Permanent Difference) EOY adj	20,456	
<b>Law Order and Public Safety - variance below budget expectations</b>		340,308
DFES Capital Grant for Pingelly Town BFB new Fire Truck (Permenant Difference)	377,283	
<b>Health - Variance above budget expectations</b>		(3,625)
BBP reimbursement Income YTD Actual higher than YTD Budget (Timing Difference)	(3,668)	
<b>Recreation and Culture - variance above budget expectations</b>		(405,450)
PRACC Grants YTD Actual less than YTD Budget - NSRF (Timing Difference) claimed \$2,757,587, balance of grant \$347,727 carryover 18/19 Budget	(353,289)	
PRACC Grants YTD Actual less than YTD Budget - Dept of Sport & Rec (Timing Difference) carryover 18/19	(87,500)	
<b>Transport - variance above budget expectations</b>		(474,219)
Regional Road Group funding Actual YTD received less than budget YTD (Timing Difference) carryover 18/19	(143,430)	
WANDRAA Funding Storm Damage - YTD Actual less than YTD Budget (Timing Difference) 18/19 carryover	(330,789)	
<b>Other Property and Services - variance below budget expectations</b>		30,321
Workers Compensation - Reimbursments for WorkCare YTD Actual More than YTD Budget	25,868	
Private Works - more than anticipated - Income based on previous year (Timing Difference)	27,372	
Fuel Tax Credits Actual YTD less than Budget YTD	(1,461)	
REPORTABLE OPERATING EXPENSE VARIATIONS		
<b>Law, Order, Public Safety - variance below budget expectations</b>		52,052
Fire Fighting Expenditure - Less than anticipated (Timing Difference)	17,668	
Building Maintenance YTD Actual less than YTD Budget (Timing Difference)	27,944	
Depreciation not run until Audit signoff on revaluation of Assets (Timing Difference)	740	
SES Expenses Actual YTD less than Budget YTD (Timing Difference)	4,706	
Depreciation LOPS YTD less than Budget YTD (Timing Difference)	740	
<b>Education and Welfare - variances below budget expectations</b>		5,361
Education - Depreciation YTD less than Budget YTD (Timing Difference)	2,540	
<b>Economic Services - variance below budget expectations</b>		50,453
Tourism and Area Promotion - YTD Actual more than YTD Budget (Timing Difference)	12,633	
OES - Community Grants Program YTD Actual less than YTD Budget (Timing Difference)	19,114	
OES -Other Expenses YTD Actuals Less than YTD Budget Peter Kenyon Invoices (Timing Difference)	2,845	
OES Depreciation YTD Actuals less than YTD Budget (Timing Difference)	7,216	
REPORTABLE NON-CASH VARIATIONS		
<b>(Profit)/Loss on Asset Disposals</b>		
Webb St Block not sold/disposed YTD (Timing Difference)	0	(12,000)
REPORTABLE CAPITAL EXPENDITURE VARIATIONS		
<b>Purchase of Plant &amp; Equipment</b>		
New Pingelly BFB Fire Truck delivered in June 2018 and brought to account (Permenant Difference)	(377,283)	(377,283)
<b>Purchase of Road Infrastructure Assets</b>		
Road Infrastructure YTD Actuals less than YTD Budget		234,092
RRG09 Yenellin Road Upgrade RRG (Timing Difference) project balance rolled over to 18/19 Budget	140,635	
CC156 Pingelly- Wickepin Road - Council Constr-project not commenced (Timing Difference)	9,000	
10 Shaddick Rd Realign & Regravel - Crsf Funding 2017 2018 (Timing Difference) project balance rolled over to 18/19 Budget	85,215	
CT7 Capex - Quadrant St Construction - Job completed - over budget \$758 (Permenant Difference)	(758)	
<b>Transfers to Restricted Assets (Reserves) - Variance below budget expectations.</b>		
Most Transfer timed to be undertaken at EOFY-Sale of 5 Webb St vacant block did not occur		18,615
REPORTABLE CAPITAL REVENUE VARIATIONS		
<b>Proceeds from Disposal of Assets</b>		
Proceeds from Disposal of assets YTD Actual more than YTD Budget (Timing Difference) Webb St block not sold yet		(20,000)
<b>Proceeds from New Loans</b>		(700,000)
New Loans for PRACC programmed to be raised in March/April 2018. Balance of Funds \$500,000 expected to be raised in July after Budget adoption and \$200,000 in August 2018 with WATC (Timing Difference)	(700,000)	

**SHIRE OF PINGELLY**  
**NOTES TO AND FORMING PART OF THE STATEMENT OF FINANCIAL ACTIVITY**  
**FOR THE PERIOD 1 JULY 2017 TO 30 JUNE 2018**

1. ACQUISITION OF ASSETS	2017/18 Adopted Budget \$	2017/18 Revised Budget \$	2017/18 YTD Budget \$	June 2018 YTD Actual \$
The following assets have been acquired during the period under review:				
<b>By Program</b>				
<b>Law, Order &amp; Public Safety</b>				
<u>Fire Prevention</u>				
Plant Purchase - Schedule 5 Bfb	0	0	0	377,283.25
<b>Education &amp; Welfare</b>				
<u>Other Aged &amp; Disabled Services</u>				
Capex - Paaa Development	0	0	0	0.00
Capex - Paaa Project Manager	0	0	0	1,169.17
Capex - Paaa Architects & Consultants	23,800	42,656	42,656	37,818.14
Capex - Paaa Building Construction	1,550,548	1,494,763	1,494,763	1,505,578.17
Capex - Paaa Quantity Surveyor	0	0	0	0.00
Capex - Paaa Demolition	0	0	0	0.00
Capex - Paaa Utility Services	24,000	36,252	36,252	3,023.46
Capex - Paaa Earth Works	0	18,677	18,677	18,601.06
Capex - Paaa Construction Community	0	0	0	0.00
Capex - Paaa Landscaping Soft & Hard	0	6,000	6,000	50.72
Capex - Paaa Playground	0	0	0	0.00
Capex - Paaa Opening & Promotion	0	0	0	0.00
Capex - Paaa Fit Out Furniture	0	0	0	0.00
Capex - Paaa Site Works	0	0	0	0.00
Capex - Paaa Landscaping Sensory	100,000	100,000	100,000	28,861.32
<b>Recreation and Culture</b>				
<u>Works in Progress - Recreation Centre</u>				
Capex - Pracc Development	4,500	4,500	4,500	6,070.10
Capex - Pracc Project Manager	105,093	105,093	105,093	143,111.53
Capex - Pracc Architects & Consultants	88,000	158,176	158,176	106,411.12
Capex - Praac Building Construction	7,179,052	7,267,311	7,267,311	6,262,951.52
Capex - Pracc Quantity Surveyor	0	0	0	0.00
Capex - Pracc Demolition	0	0	0	0.00
Capex - Pracc Utility Services	101,500	10,000	10,000	5,705.20
Capex - Pracc Earth Works	0	0	0	253.64
Capex - Pracc Carpark And Drainage	95,000	88,000	88,000	172,571.33
Capex - Pracc Landscaping Soft & Hard	78,000	54,500	54,500	46,069.17
Capex - Pracc Playground	26,000	35,000	35,000	0.00
Capex - Pracc Opening & Promotion	2,000	2,000	2,000	0.00
Capex - Pracc Fit Out Furniture	102,000	71,565	71,565	60,447.36
Capex - Pracc Bowling Green	0	0	0	0.00
Capex - Pracc Gym Equipment	0	0	0	0.00

## SHIRE OF PINGELLY

## NOTES TO AND FORMING PART OF THE STATEMENT OF FINANCIAL ACTIVITY

FOR THE PERIOD 1 JULY 2017 TO 30 JUNE 2018

1. ACQUISITION OF ASSETS (Continued)	2017/18 Adopted Budget \$	2017/18 Revised Budget \$	2017/18 YTD Budget \$	June 2018 Actual \$
<b>Transport</b>				
<i>Construction - Roads, Bridges, Depots</i>				
<b>Bridges Purchase - Schedule 12</b>				
Capex - Bridge - Replace Box Culverts	252,000	0	0	0.00
<b>Roads Construction</b>				
North Wandering Road	0	0	0	0.00
Bullaring-Pingelly - Rrg	0	34,657	34,657	34,657.00
Capex - Rrg 156 Wickepin Pingelly Rd	251,952	251,952	251,952	251,952.00
Capex - Rrg Yenellin Road Upgrade	260,197	260,197	260,197	119,561.93
Capex - Rrg North Bannister Road	34,657	0	0	0.00
Wickepin Pingelly/Chopping Road Failure	28,654	28,654	28,654	28,654.00
Capex - 10 Shaddick Rd Realine &	235,000	235,000	235,000	235,000.83
10 Shaddick Rd Realine & Regravel - Crsf	300,000	300,000	300,000	214,784.70
Review Street And Great Southern	10,000	10,000	10,000	10,000.00
Capex - Quadrant St Construction	6,000	6,000	6,000	6,757.69
Pingelly- Wickepin Road - Council Constr	9,000	9,000	9,000	0.00
	<u>10,866,953</u>	<u>10,629,953</u>	<u>10,629,953</u>	<u>9,677,344.41</u>
<b>By Class</b>				
Land	0	0	0	0.00
Buildings	0	0	0	0.00
Furniture & Equipment	0	0	0	0.00
Plant & Equipment	0	0	0	377,283.25
Work in Progress - PPE	0	0	0	0.00
Infrastructure - Roads	1,135,460	1,135,460	1,135,460	901,368.15
Infrastructure - Footpaths	0	0	0	0.00
Infrastructure - Kerbs & Drains	0	0	0	0.00
Infrastructure - Parks & Ovals	0	0	0	0.00
Infrastructure - Bridges	252,000	0	0	0.00
Infrastructure - Other	0	0	0	0.00
Works in Progress - Recreation Centre	7,781,145	7,796,145	7,796,145	6,803,590.97
Works in Progress - Aged Care Accommodation	1,698,348	1,698,348	1,698,348	1,595,102.04
	<u>10,866,953</u>	<u>10,629,953</u>	<u>10,629,953</u>	<u>9,677,344.41</u>

SHIRE OF PINGELLY

NOTES TO AND FORMING PART OF THE STATEMENT OF FINANCIAL ACTIVITY

FOR THE PERIOD 1 JULY 2017 TO 30 JUNE 2018

2. DISPOSALS OF ASSETS

The following assets have been disposed of during the period under review:

Asset No	By Program	Written Down Value		Sale Proceeds		Profit(Loss)	
		2017/18 Budget	June 2018 Actual	2017/18 Budget	June 2018 Actual	2017/18 Budget	June 2018 Actual
		\$	\$	\$	\$	\$	\$
1037	Governance 5 Webb St (Land)	32,000	0.00	20,000	0.00	(12,000)	0.00
		32,000	0.00	20,000	0.00	(12,000)	0.00

Asset No	By Class of Asset	Written Down Value		Sale Proceeds		Profit(Loss)	
		2017/18 Budget	June 2018 Actual	2017/18 Budget	June 2018 Actual	2017/18 Budget	June 2018 Actual
		\$	\$	\$	\$	\$	\$
1037	Land & Buildings 5 Webb St (Land)	32,000	0.00	20,000	0.00	(12,000)	0.00
		32,000	0.00	20,000	0.00	(12,000)	0.00

<u>Summary</u>		2017/18 Adopted Budget	June 2018 Actual
		\$	\$
Profit on Asset Disposals		0	0.00
Loss on Asset Disposals		(12,000)	0.00
		<u>(12,000)</u>	<u>0.00</u>

SHIRE OF PINGELLY

NOTES TO AND FORMING PART OF THE STATEMENT OF FINANCIAL ACTIVITY

FOR THE PERIOD 1 JULY 2017 TO 30 JUNE 2018

3. INFORMATION ON BORROWINGS

(a) Debenture Repayments

Particulars	Principal 1-Jul-17	New Loans		Principal Repayments			Principal Outstanding			Interest Repayments		
		2017/18 Budget \$	2017/18 Actual \$	2017/18 Budget \$	2017/18 Revised Budget	2017/18 Actual \$	2017/18 Budget \$	2017/18 Revised Budget	2017/18 Actual \$	2017/18 Budget \$	2017/18 Revised Budget	2017/18 Actual \$
<b>Education &amp; Welfare</b>												
Loan 120 - SSL Pingelly Cottage Homes	196,207	0	0	14,489	14,489	14,489	181,718	181,718	181,718	12,464	12,464	12,459
<b>Recreation &amp; Culture</b>												
Loan 123 - Recreation and Cultural Centre	2,332,996	600,000	0	43,971	43,971	43,971	2,289,025	2,289,025	2,289,025	49,110	49,110	97,283
Loan 124 - Recreation and Cultural Centre	0	600,000	500,000	10,107	0	589,893	600,000	600,000	0	11,520	0	0
Short-term Loan - Recreation and Culture	0	600,000	500,000	0	0	0	0	0	500,000	0	0	1,002
Loan 125 - Recreation and Cultural Centre	0	600,000	500,000	10,107	0	589,893	600,000	600,000	0	11,520	0	0
	2,529,203	1,200,000	500,000	78,674	58,460	58,460	3,650,529	3,670,743	2,970,743	84,614	61,574	110,744

(\*) Self supporting loan financed by payments from third parties.

All other loan repayments were financed by general purpose revenue.

(\*\*) Short Term Loan Facility is with Western Australian Treasury Corporation

## SHIRE OF PINGELLY

## NOTES TO AND FORMING PART OF THE STATEMENT OF FINANCIAL ACTIVITY

FOR THE PERIOD 1 JULY 2017 TO 30 JUNE 2018

	2017/18 Adopted Budget \$	June 2018 Actual \$
<b>4. RESERVES</b>		
<b>Cash Backed Reserves</b>		
<b>(a) Leave Reserve</b>		
Opening Balance	169,097	169,097
Amount Set Aside / Transfer to Reserve	3,456	4,126
Amount Used / Transfer from Reserve	<u>(60,000)</u>	<u>(60,000)</u>
	<u>112,553</u>	<u>113,223</u>
<b>(b) Plant Reserve</b>		
Opening Balance	240,391	240,391
Amount Set Aside / Transfer to Reserve	4,913	5,865
Amount Used / Transfer from Reserve	<u>0</u>	<u>0</u>
	<u>245,304</u>	<u>246,256</u>
<b>(c) Building and Recreation Reserve</b>		
Opening Balance	284,266	284,266
Amount Set Aside / Transfer to Reserve	29,767	6,936
Amount Used / Transfer from Reserve	<u>(260,000)</u>	<u>(260,000)</u>
	<u>54,033</u>	<u>31,202</u>
<b>(d) Electronic Equipment Reserve</b>		
Opening Balance	6,130	6,130
Amount Set Aside / Transfer to Reserve	5	150
Amount Used / Transfer from Reserve	<u>0</u>	<u>0</u>
	<u>6,135</u>	<u>6,280</u>
<b>(e) Community Bus Reserve</b>		
Opening Balance	11,147	11,147
Amount Set Aside / Transfer to Reserve	15	272
Amount Used / Transfer from Reserve	<u>0</u>	<u>0</u>
	<u>11,162</u>	<u>11,419</u>
<b>(f) Swimming Pool Reserve</b>		
Opening Balance	49,878	49,878
Amount Set Aside / Transfer to Reserve	300	1,217
Amount Used / Transfer from Reserve	<u>0</u>	<u>0</u>
	<u>50,178</u>	<u>51,095</u>
<b>(g) Joint Venture Housing Reserve</b>		
Opening Balance	51,293	51,293
Amount Set Aside / Transfer to Reserve	318	1,251
Amount Used / Transfer from Reserve	<u>0</u>	<u>0</u>
	<u>51,611</u>	<u>52,544</u>
<b>(h) Refuse Site Rehab/Closure Reserve</b>		
Opening Balance	15,186	15,186
Amount Set Aside / Transfer to Reserve	28	371
Amount Used / Transfer from Reserve	<u>0</u>	<u>0</u>
	<u>15,214</u>	<u>15,557</u>
<b>Total Cash Backed Reserves</b>	<u><u>546,190</u></u>	<u><u>527,576</u></u>

All of the above reserve accounts are to be supported by money held in financial institutions.

SHIRE OF PINGELLY

NOTES TO AND FORMING PART OF THE STATEMENT OF FINANCIAL ACTIVITY

FOR THE PERIOD 1 JULY 2017 TO 30 JUNE 2018

	2017/18 Adopted Budget \$	June 2018 Actual \$
<b>4. RESERVES (Continued)</b>		
<b>Cash Backed Reserves (Continued)</b>		
<b>Summary of Transfers To Cash Backed Reserves</b>		
<b>Transfers to Reserves</b>		
Leave Reserve	3,456	4,126
Plant Reserve	4,913	5,865
Building and Recreation Reserve	29,767	6,936
Electronic Equipment Reserve	5	150
Community Bus Reserve	15	272
Swimming Pool Reserve	300	1,217
Joint Venture Housing Reserve	318	1,251
Refuse Site Rehab/Closure Reserve	28	371
	<u>38,802</u>	<u>20,188</u>
<b>Transfers from Reserves</b>		
Leave Reserve	(60,000)	(60,000)
Plant Reserve	0	0
Building Reserve	(260,000)	(260,000)
Electronic Equipment Reserve	0	0
Community Bus Reserve	0	0
Swimming Pool Reserve	0	0
Joint Venture Housing Reserve	0	0
Refuse Site Rehab/Closure Reserve	0	0
	<u>(320,000)</u>	<u>(320,000)</u>
<b>Total Transfer to/(from) Reserves</b>	<u>(281,198)</u>	<u>(299,812)</u>

In accordance with council resolutions in relation to each reserve account, the purpose for which the reserves are set aside are as follows:

**Leave Reserve**

- to be used to fund annual and long service leave requirements.

**Plant Reserve**

- to be used for the purchase of major plant.

**Building and Recreation Reserve**

- to be used to fund the renovation/purchase of Shire of Pingelly buildings and Recreation Infrastructure.

**Electronic Equipment Reserve**

- to be used to fund the purchase of administration computer system equipment.

**Community Bus Reserve**

- to be used to fund the change-over of the community bus.

**Swimming Pool Reserve**

- to be used to fund the upgrading of the swimming pool complex

**Joint Venture Housing Reserve**

- to be used for the future maintenance of the Joint Venture units

**Refuse Site Rehab/Closure Reserve**

- to be used to facilitate the rehabilitation/closure of the town refuse site.



SHIRE OF PINGELLY

NOTES TO AND FORMING PART OF THE STATEMENT OF FINANCIAL ACTIVITY

FOR THE PERIOD 1 JULY 2017 TO 30 JUNE 2018

	2016/17 B/Fwd Per 2017/18 Budget \$	2016/17 B/Fwd Per Financial Report \$	June 2018 Actual \$
<b>5. NET CURRENT ASSETS</b>			
<b>Composition of Estimated Net Current Asset Position</b>			
<b>CURRENT ASSETS</b>			
Cash - Unrestricted	(76,096)	(225,749)	627,273
Cash - Restricted Unspent Grants	926,934	926,934	229,139
Cash - Restricted Unspent Loans	1,903,210	1,903,210	(310,030)
Cash - Restricted Reserves	827,388	827,388	527,575
Receivables (Budget Purposes Only)	0	0	0
Rates Outstanding	153,986	153,986	220,559
Sundry Debtors	601,751	601,751	100,719
Provision for Doubtful Debts	(9,508)	(9,508)	(3,519)
Gst Receivable	100,879	100,879	151,014
Loans - clubs/institutions	0	14,489	7,598
Accrued Income/Payments In Advance	1,778	1,778	1,958
Investments	0	0	0
Inventories	2,474	2,474	8,380
	<u>4,432,796</u>	<u>4,297,633</u>	<u>1,560,666</u>
<b>LESS: CURRENT LIABILITIES</b>			
Payables and Provisions (Budget Purposes Only)	0	0	0
Sundry Creditors	(168,302)	(18,650)	(113,407)
Accrued Interest On Loans	(336)	(336)	(49,507)
Accrued Salaries & Wages	(35,071)	(35,071)	(19,658)
Income In Advance	0	0	0
Gst Payable	(58,547)	(58,547)	(50,973)
Payroll Creditors	0	0	0
Accrued Expenses	(26,477)	(56,508)	(15,733)
PAYG Liability	(34,643)	(34,643)	(32,720)
Other Payables	(3,514)	(3,514)	(3,487)
Current Employee Benefits Provision	(259,672)	(250,326)	(303,871)
Current Loan Liability	(58,460)	(58,460)	(598,336)
	<u>(645,022)</u>	<u>(516,055)</u>	<u>(1,187,691)</u>
<b>NET CURRENT ASSET POSITION</b>	<b>3,787,774</b>	<b>3,781,578</b>	<b>372,976</b>
Less: Cash - Reserves - Restricted	(827,388)	(827,388)	(527,575)
Less: Cash - Unspent Grants/Loans - Fully Restricted	(1,903,210)	(1,903,210)	(0.00)
Less: Current Loans - Clubs / Institutions	0	(14,489)	(7,598)
Less: Investments	0	0	0
Add Back : Component of Leave Liability not Required to be Funded	259,672	250,326	303,871
Add Back : Current Loan Liability	58,460	58,460	598,336
Adjustment for Trust Transactions Within Muni	0	0	0
<b>ESTIMATED SURPLUS/(DEFICIENCY) C/FWD</b>	<b><u>1,375,310</u></b>	<b><u>1,345,278</u></b>	<b><u>740,010</u></b>

SHIRE OF PINGELLY

NOTES TO AND FORMING PART OF THE STATEMENT OF FINANCIAL ACTIVITY

FOR THE PERIOD 1 JULY 2017 TO 30 JUNE 2018

6. RATING INFORMATION

RATE TYPE	Rate in \$	Number of Properties	Rateable Value \$	2017/18 Rate Revenue \$	2017/18 Interim Rates \$	2017/18 Back Rates \$	2017/18 Total Revenue \$	2017/18 Budget \$
<b>General Rate</b>								
GRV - Residential	0.122533	315	3,087,332	378,300	341	0	378,641	378,300
GRV - Rural Residential	0.122533	68	712,052	87,250	0	0	87,250	87,250
GRV - Commercial/Industrial	0.122533	31	448,114	54,909	0	0	54,909	54,909
GRV - Townsites	0.122533	12	128,439	15,738	0	0	15,738	15,738
UV - Broadacre Rural	0.010704	250	114,659,500	1,227,315	(1,419)	79	1,225,976	1,224,318
<b>Sub-Totals</b>		676	119,035,437	1,763,512	(1,077)	79	1,762,514	1,760,515
<b>Minimum Rates</b>								
GRV - Residential	898	63	144,961	56,574	0	0	56,574	56,574
GRV - Rural Residential	898	21	76,672	18,858	0	0	18,858	18,858
GRV - Commercial/Industrial	898	10	43,695	8,980	0	0	8,980	8,980
GRV - Townsites	898	7	20,271	6,286	0	0	6,286	6,286
UV - Broadacre Rural	898	44	2,493,240	39,512	0	0	39,512	39,512
<b>Sub-Totals</b>		145	2,778,839	130,210	0	0	130,210	130,210
<b>Total Amount of General Rates</b>								
Specified Area Rates							1,892,724	1,890,725
Ex Gratia Rates							0	0
Movement in Excess Rates							219	200
<b>Total Rates</b>							1,913,400	1,890,925

All land except exempt land in the Shire of Pingelly is rated according to its Gross Rental Value (GRV) in townsites or Unimproved Value (UV) in the remainder of the Shire.

The general rates detailed above for the 2017/18 financial year have been determined by Council on the basis of raising the revenue required to meet the deficiency between the total estimated expenditure proposed in the budget and the estimated revenue to be received from all sources other than rates and also bearing considering the extent of any increase in rating over the level adopted in the previous year.

The minimum rates have been determined by Council on the basis that all ratepayers must make a reasonable contribution to the cost of the Local Government services/facilities.

**SHIRE OF PINGELLY**

**NOTES TO AND FORMING PART OF THE STATEMENT OF FINANCIAL ACTIVITY**

**FOR THE PERIOD 1 JULY 2017 TO 30 JUNE 2018**

**7. TRUST FUNDS**

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

Detail	Balance 01-Jul-17 \$	Amounts Received \$	Amounts Paid (\$)	Balance \$
Transport Licensing	0	408,688	(408,688)	0
BCITF Levy	0	0	0	0
Rates	0	0	0	0
Funds Held on Behalf of Groups	40	0	0	40
Unclaimed Monies	100	0	0	100
Builders Registration Board	0	0	0	0
Social Club	0	0	0	0
Nomination Deposits	0	480	(400)	80
Bond Monies (Including Key Deposits)	3,920	9,900	(9,780)	4,040
	<u>4,060</u>	<u>419,068</u>	<u>(418,868)</u>	<u>4,260</u>

## SHIRE OF PINGELLY

## NOTES TO AND FORMING PART OF THE STATEMENT OF FINANCIAL ACTIVITY

FOR THE PERIOD 1 JULY 2017 TO 30 JUNE 2018

## 8. OPERATING STATEMENT

	June 2018 Actual \$	2017/18 Revised Budget \$	2017/18 Adopted Budget \$	2016/17 Actual \$
<b>OPERATING REVENUES</b>				
Governance	59,216	65,370	65,370	73,207
General Purpose Funding	3,174,924	2,561,009	2,559,639	3,742,376
Law, Order, Public Safety	454,910	114,602	111,624	103,107
Health	8,283	11,908	11,908	11,983
Education and Welfare	635,719	636,755	631,390	794,058
Housing	0	0	0	0
Community Amenities	174,268	169,103	163,170	162,643
Recreation and Culture	4,055,949	4,461,399	4,535,396	1,031,664
Transport	1,188,399	1,662,618	1,746,020	1,548,147
Economic Services	43,885	48,150	50,150	35,980
Other Property and Services	108,329	78,008	59,000	62,574
<b>TOTAL OPERATING REVENUE</b>	<b>9,903,882</b>	<b>9,808,922</b>	<b>9,933,667</b>	<b>7,565,741</b>
<b>OPERATING EXPENSES</b>				
Governance	556,517	585,840	589,754	594,713
General Purpose Funding	176,753	167,704	167,704	188,660
Law, Order, Public Safety	200,344	252,396	252,396	249,555
Health	109,345	112,480	112,480	137,690
Education and Welfare	42,882	48,243	48,243	49,969
Housing	0	0	0	0
Community Amenities	370,813	391,955	391,955	457,121
Recreation & Culture	949,218	928,700	998,815	1,580,337
Transport	2,324,409	2,408,522	2,254,150	2,028,955
Economic Services	231,661	282,114	285,114	475,991
Other Property and Services	87,172	50,728	25,636	65,766
<b>TOTAL OPERATING EXPENSE</b>	<b>5,049,114</b>	<b>5,228,682</b>	<b>5,126,247</b>	<b>5,828,758</b>
<b>CHANGE IN NET ASSETS RESULTING FROM OPERATIONS</b>	<b><u>4,854,768</u></b>	<b><u>4,580,240</u></b>	<b><u>4,807,420</u></b>	<b><u>1,736,983</u></b>

**SHIRE OF PINGELLY**

**NOTES TO AND FORMING PART OF THE STATEMENT OF FINANCIAL ACTIVITY**

**FOR THE PERIOD 1 JULY 2017 TO 30 JUNE 2018**

**9. STATEMENT OF FINANCIAL POSITION**

	June 2018 Actual \$	2016/17 Actual \$
<b>CURRENT ASSETS</b>		
Cash and Cash Equivalents	1,073,956	3,431,783
Investments	5,000	5,000
Trade and Other Receivables	478,330	863,376
Inventories	8,380	2,474
Trust at Bank	4,260	4,060
<b>TOTAL CURRENT ASSETS</b>	<u>1,569,926</u>	<u>4,306,693</u>
<b>NON-CURRENT ASSETS</b>		
Other Receivables	231,478	233,102
Inventories	0	0
Property, Plant and Equipment	18,436,371	10,013,560
Infrastructure	71,659,307	71,927,498
<b>TOTAL NON-CURRENT ASSETS</b>	<u>90,327,155</u>	<u>82,174,160</u>
<b>TOTAL ASSETS</b>	<u>91,897,081</u>	<u>86,480,853</u>
<b>CURRENT LIABILITIES</b>		
Trade and Other Payables	285,484	207,269
Long Term Borrowings	598,336	58,460
Provisions	303,871	250,326
Trust Liability	4,260	4,060
<b>TOTAL CURRENT LIABILITIES</b>	<u>1,191,951</u>	<u>520,115</u>
<b>NON-CURRENT LIABILITIES</b>		
Trade and Other Payables	0	0
Long Term Borrowings	2,372,406	2,470,742
Provisions	53,186	65,225
<b>TOTAL NON-CURRENT LIABILITIES</b>	<u>2,425,592</u>	<u>2,535,967</u>
<b>TOTAL LIABILITIES</b>	<u>3,617,543</u>	<u>3,056,082</u>
<b>NET ASSETS</b>	<u>88,279,538</u>	<u>83,424,771</u>
<b>EQUITY</b>		
Retained Surplus	32,366,464	27,211,884
Reserves - Cash Backed	527,575	827,388
Revaluation Surplus	55,385,499	55,385,499
<b>TOTAL EQUITY</b>	<u>88,279,538</u>	<u>83,424,771</u>

SHIRE OF PINGELLY

NOTES TO AND FORMING PART OF THE STATEMENT OF FINANCIAL ACTIVITY

FOR THE PERIOD 1 JULY 2017 TO 30 JUNE 2018

10. FINANCIAL RATIOS

	2018 YTD	2017	2016	2015
Current Ratio	1.27	3.04	1.05	3.89
Operating Surplus Ratio	(0.49)	(0.62)	(0.72)	(0.47)

The above ratios are calculated as follows:

**Current Ratio** 
$$\frac{(\text{Current Assets MINUS Restricted Assets})}{(\text{Current Liabilities MINUS Liabilities Associated with Restricted Assets})}$$

Purpose:

This is a modified commercial ratio designed to focus on the liquidity position of a local government that has arisen from past year's transactions.

Standards:

The standard is not met if the ratio is lower than 1:1 (less than 100%)

Below Std

The standard is met if the ratio is greater than 1:1 (100% or greater)

Std met

A ratio less than 1:1 means that a local government does not have sufficient assets that can be quickly converted into cash to meet its immediate cash commitments. This may arise from a budget deficit from the past year, a Council decision to operate an overdraft or a decision to fund leave entitlements from next year's revenues.

**Operating Surplus Ratio** 
$$\frac{(\text{Operating Revenue MINUS Operating Expense})}{(\text{Own Source Operating Revenue})}$$

Purpose:

This ratio is a measure of a local government's ability to cover its operational costs and have revenues available for capital funding or other purposes.

Standards:

Basic Standard is not met less than < 1% (< 0.01)

Below Std

Basic Standard between 1% and 15% (0.01 and 0.15)

Basic Std

Advanced Standard greater than > 15% (>0.15).

Adv Std

**SHIRE OF PINGELLY  
RESTRICTED CASH RECONCILIATION  
30 June 2018**

Restricted Grants/Funds Received	Projects	GL/Job Account	Total Restricted Funds	Actual Expenditure previous year 2015/16	Actual Expenditure previous year 2016/17	Actual Expenditure current year 2017/18	Restricted Funds Remaining
Health Department (WACHS)-claim 1	Aged Approp Accom Units	0860	272,727.27	5,456.91	197,609.67	69,660.69	0.00
Health Department (WACHS)-claim 2	Aged Approp Accom Units	PAA01	181,818.18	0.00	0.00	181,818.18	0.00
Health Department (WACHS)-claim 3	Aged Approp Accom Units	PAA01	272,727.27	0.00	0.00	272,727.27	0.00
Health Department (WACHS)-claim 4	Aged Approp Accom Units	PAA01	272,727.27	0.00	0.00	272,727.27	0.00
Health Department (WACHS)-claim 5	Aged Approp Accom Units	PAA01	272,727.27	0.00	0.00	272,727.27	0.00
Health Department (WACHS)-final claim 6	Aged Approp Accom Units	PAA01	318,181.82	0.00	0.00	318,181.82	0.00
WDC Community Chest Funding-Sensory Garden	Aged Approp Accom Units	0861	20,000.00	0.00	0.00	20,000.00	10,000.00
Lotterywest Grant-Aged Sensory Space	Aged Approp Accom Units	0861	10,000.00	0.00	0.00	0.00	0.00
National Stronger Regions Funds claim 1	Recreation & Cultural Centre	PAA02	50,000.00	0.00	0.00	8,861.32	41,138.68
National Stronger Regions Funds claim 2+Interest	Recreation & Cultural Centre	11PR/PR01	777,719.00	0.00	777,719.00	0.00	0.00
National Stronger Regions Funds claim 3	Recreation & Cultural Centre	11PR/PR01	1,472,140.88	0.00	0.00	1,472,140.89	0.00
Lotterywest Grant \$1,000,000 claim 1	Recreation & Cultural Centre	11PR/PR01	1,291,008.00	0.00	0.00	1,291,008.00	0.00
Lotterywest Grant \$1,000,000 claim 2	Recreation & Cultural Centre	11PR/PR02	70,111.00	0.00	0.00	70,111.00	0.00
Lotterywest Grant \$1,000,000 claim 3	Recreation & Cultural Centre	11PR/PR02	513,788.11	0.00	0.00	513,788.11	0.00
Lotterywest Grant \$1,000,000 - final claim 4	Recreation & Cultural Centre	11PR/PR02	225,203.89	0.00	0.00	225,203.89	0.00
Dept of Sport & Rec \$350,000 claim 1 25%	Recreation & Cultural Centre	11PR/PR02	190,897.00	0.00	0.00	190,897.00	0.00
Dept of Sport & Rec \$350,000 claim 2 50%	Recreation & Cultural Centre	11PR/PR03	87,500.00	0.00	87,500.00	0.00	0.00
Bendigo Bank-Pingelly Community Financial Services	Recreation & Cultural Centre	11PR/PR03	175,000.00	0.00	0.00	175,000.00	0.00
Pingelly Times	Recreation & Cultural Centre	11PR/PR04	100,000.00	0.00	0.00	100,000.00	0.00
Pingelly Development Association	Recreation & Cultural Centre	11PR/PR05	10,000.00	0.00	0.00	10,000.00	0.00
Focus Group Grain contribution to PRACC	Recreation & Cultural Centre	11PR/PR06	5,000.00	0.00	0.00	5,000.00	0.00
Contributions Other	Recreation & Cultural Centre	11PR/PR07	4,323.00	0.00	0.00	4,323.00	0.00
CBH Contribution Grass Roots Fund -playground	Recreation & Cultural Centre	11PR/PR10	1,408.63	0.00	1,408.63	0.00	0.00
Forestry Products Commission	Recreation & Cultural Centre	11PR/PR11	10,000.00	0.00	0.00	0.00	10,000.00
Unspent Loan 123 - TD01	Recreation & Cultural Centre	11PR/PR12	20,000.00	0.00	0.00	20,000.00	0.00
Unspent Loan 123 - TD01 Funds in Muni Funds	Recreation & Cultural Centre	1703	1,008,446.32	0.00	0.00	1,008,446.32	0.00
Unspent Loan 123 - interest TD01 in Muni	Recreation & Cultural Centre	1703	500,000.00	0.00	161,980.70	338,019.30	0.00
Unspent Loan 123 in Muni Fund -TD02	Recreation & Cultural Centre	1703	110,359.46	0.00	45,169.26	65,190.20	0.00
Unspent Loan 123 in Muni Fund interest TD02	Recreation & Cultural Centre	1703	500,000.00	0.00	500,000.00	0.00	0.00
Unspent Loan 123 - TD03	Recreation & Cultural Centre	1703	20,509.36	0.00	20,509.36	0.00	0.00
WATC Short Loan Term Facility PRACC claim 1	Recreation & Cultural Centre	1703	504,432.90	0.00	0.00	504,432.90	0.00
WATC Short Loan Term Facility PRACC claim 2	Recreation & Cultural Centre	1703	500,000.00	0.00	0.00	500,000.00	0.00
Main Roads Bullaring rd Bridge Funding 18/19 c/fwd	Transport	1250	168,000.00	0.00	0.00	168,000.00	168,000.00
Project CRSF4 RRG Shaddick Rd unspent funds	Transport	1230	100,000.00	0.00	0.00	100,000.00	0.00
Aware Grant LEMC emergency exercise funds	Law Order Public Safety	0522/0555	10,000.00	0.00	0.00	10,000.00	0.00
DLGC PRACC Comm Dev Grant	Economic Services	1333/1398	18,000.00	0.00	0.00	18,000.00	0.00
<b>Sub Total</b>				1,840,970.62	8,348,294.78	(80,891.66)	
<b>Total Restricted Grant Funds</b>							<b>(80,891.66)</b>
<b>Available Cash</b>							<b>Balance</b>
Municipal Bank	Muni Fund Bank	0111	Variable	Ongoing	N.A.		545,631.39
Municipal Bank	Till Float SES	0112					50.00
Municipal Bank	Till Float	0113					200.00
Municipal Bank	Petty Cash on hand	0114					500.00
Total Cash							546,381.39
Less Restricted Cash							80,891.66
<b>Total Unrestricted Cash</b>							<b>627,273.05</b>

