

18 October 2022

Mr Vernon Lawrence  
Chief Executive Officer  
Shire of Wyndham-East Kimberley  
PO Box 614  
**KUNUNURRA WA 6743**

Dear Vernon

**COMPILATION REPORT TO THE SHIRE OF WYNDHAM-EAST KIMBERLEY**

We have compiled the accompanying local government special purpose financial statements of the Shire of Wyndham-East Kimberley, which comprise the statement of financial activity (by nature or type), a summary of significant accounting policies and other explanatory notes for the period ending 30 September 2022. The monthly financial report has been compiled to meet compliance with the *Local Government Act 1995* and associated regulations.

**THE RESPONSIBILITY OF THE SHIRE OF WYNDHAM-EAST KIMBERLEY**

The Shire of Wyndham-East Kimberley are solely responsible for the information contained in the special purpose financial statements and are responsible for the maintenance of an appropriate accounting system in accordance with the relevant legislation.

**OUR RESPONSIBILITY**

On the basis of information provided by the Shire of Wyndham-East Kimberley we have compiled the accompanying special purpose financial statements in accordance with the requirements of the *Local Government Act 1995*, associated regulations and APES 315 *Compilation of Financial Information*.

Our procedures use accounting expertise to collect, classify and summarise the financial information, which the Shire of Wyndham-East Kimberley provided, in compiling the financial statements. Our procedures do not include verification or validation procedures. No audit or review has been performed and accordingly no assurance is expressed.

The special purpose financial statements were compiled exclusively for the benefit of the Shire of Wyndham-East Kimberley. We do not accept responsibility to any other person for the contents of the special purpose financial statements.



Russell Barnes  
Director  
[Moore Australia \(WA\) Pty Ltd](http://www.moore-australia.com.au)

**SHIRE OF WYNDHAM EAST KIMBERLEY**  
**MONTHLY FINANCIAL REPORT**  
**(Containing the Statement of Financial Activity)**  
**For the period ending 30 September 2022**

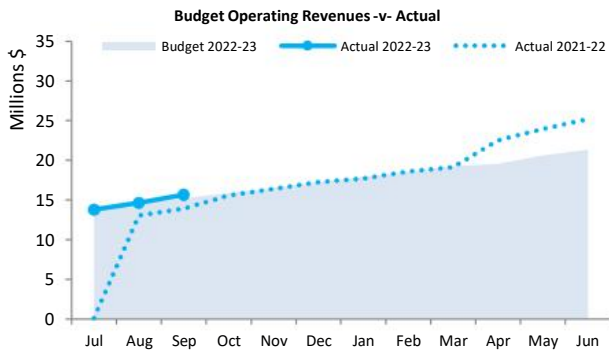
*LOCAL GOVERNMENT ACT 1995*  
*LOCAL GOVERNMENT (FINANCIAL MANAGEMENT) REGULATIONS 1996*

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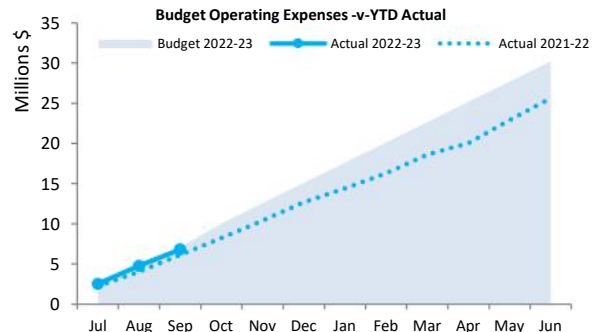
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**OPERATING ACTIVITIES**

**OPERATING REVENUE**

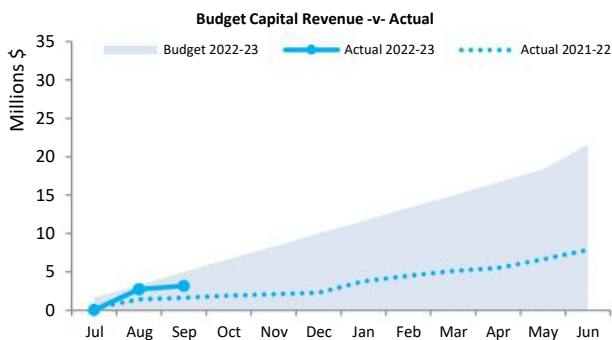


**OPERATING EXPENSES**

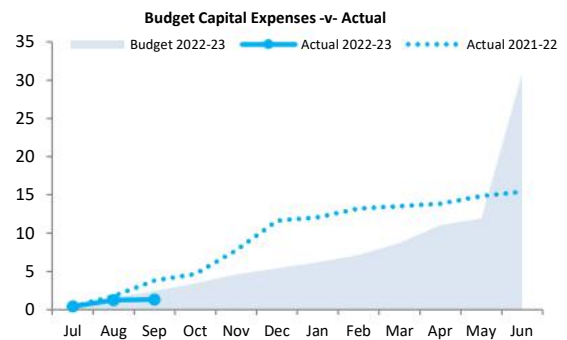


**INVESTING ACTIVITIES**

**CAPITAL REVENUE**



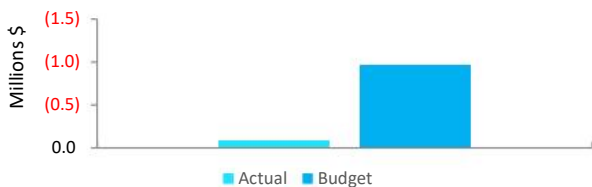
**CAPITAL EXPENSES**



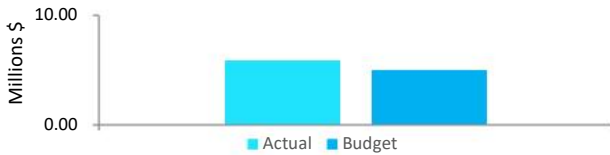
**FINANCING ACTIVITIES**

**BORROWINGS**

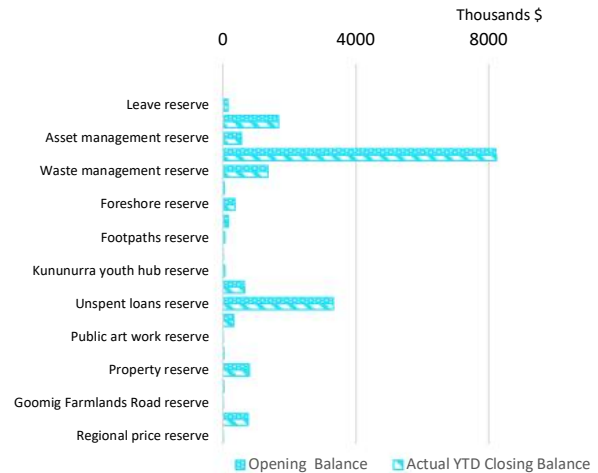
**Principal Repayments**



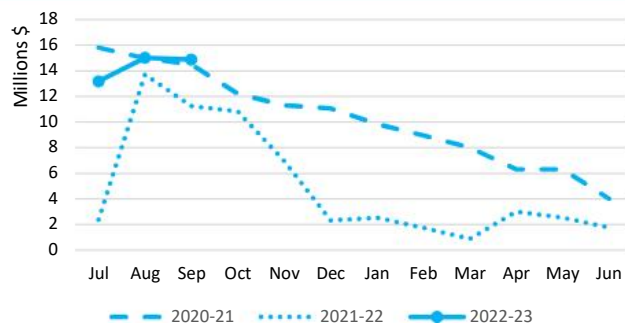
**Principal Outstanding**



**RESERVES**



**Closing funding surplus / (deficit)**



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

Funding surplus / (deficit) Components

Funding surplus / (deficit)				
	Adopted Budget	YTD Budget (a)	YTD Actual (b)	Var. \$ (b)-(a)
Opening	\$0.08 M	\$0.08 M	\$2.56 M	\$2.48 M
Closing	\$0.00 M	\$12.47 M	\$14.89 M	\$2.42 M

Refer to Statement of Financial Activity

Cash and cash equivalents		
	\$31.36 M	% of total
Unrestricted Cash	\$12.51 M	39.9%
Restricted Cash	\$18.85 M	60.1%

Refer to Note 2 - Cash and Financial Assets

Payables		
	\$0.66 M	% Outstanding
Trade Payables	\$0.17 M	
0 to 30 Days		95.7%
Over 30 Days		4.3%
Over 90 Days		0%

Refer to Note 5 - Payables

Receivables		
	\$1.70 M	% Collected
Rates Receivable	\$4.46 M	60.8%
Trade Receivable	\$1.70 M	% Outstanding
Over 30 Days		36.8%
Over 90 Days		15.6%

Refer to Note 3 - Receivables

Key Operating Activities

Amount attributable to operating activities			
Adopted Budget	YTD Budget (a)	YTD Actual (b)	Var. \$ (b)-(a)
(\$1.70 M)	\$9.92 M	\$10.58 M	\$0.66 M

Refer to Statement of Financial Activity

Rates Revenue			
	YTD Actual	% Variance	
	\$11.06 M		
	YTD Budget	\$11.03 M	0.3%

Refer to Statement of Financial Activity

Operating Grants and Contributions			
	YTD Actual	% Variance	
	\$0.36 M		
	YTD Budget	\$0.44 M	(18.3%)

Refer to Note 11 - Operating Grants and Contributions

Fees and Charges			
	YTD Actual	% Variance	
	\$3.78 M		
	YTD Budget	\$3.32 M	13.7%

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)
(\$9.18 M)	\$2.58 M	\$1.86 M	(\$0.72 M)

Refer to Statement of Financial Activity

Proceeds on sale			
	YTD Actual	%	
	\$0.00 M		
	Adopted Budget	\$0.07 M	0.0%

Refer to Note 6 - Disposal of Assets

Asset Acquisition			
	YTD Actual	% Spent	
	\$1.32 M		
	Adopted Budget	\$30.87 M	4.3%

Refer to Note 7 - Capital Acquisitions

Capital Grants			
	YTD Actual	% Received	
	\$1.32 M		
	Adopted Budget	\$21.62 M	6.1%

Refer to Note 7 - Capital Acquisitions

Key Financing Activities

Amount attributable to financing activities			
Adopted Budget	YTD Budget (a)	YTD Actual (b)	Var. \$ (b)-(a)
\$10.79 M	(\$0.11 M)	(\$0.11 M)	\$0.00 M

Refer to Statement of Financial Activity

Borrowings	
Principal repayments	\$0.10 M
Interest expense	\$0.01 M
Principal due	\$5.82 M

Refer to Note 8 - Borrowings

Reserves	
Reserves balance	\$18.85 M
Interest earned	\$0.00 M

Refer to Note 9 - Cash Reserves

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

## KEY TERMS AND DESCRIPTIONS

### FOR THE PERIOD ENDED 30 SEPTEMBER 2022

#### REVENUE

##### RATES

All rates levied under the *Local Government Act 1995*. Includes general, differential, specified area rates, minimum rates, interim rates, back rates, ex-gratia rates, less discounts and concessions offered. Excludes administration fees, interest on instalments, interest on arrears, service charges and sewerage rates.

##### OPERATING GRANTS, SUBSIDIES AND CONTRIBUTIONS

Refers to all amounts received as grants, subsidies and contributions that are not non-operating grants.

##### NON-OPERATING GRANTS, SUBSIDIES AND CONTRIBUTIONS

Amounts received specifically for the acquisition, construction of new or the upgrading of identifiable non financial assets paid to a local government, irrespective of whether these amounts are received as capital grants, subsidies, contributions or donations.

##### REVENUE FROM CONTRACTS WITH CUSTOMERS

Revenue from contracts with customers is recognised when the local government satisfies its performance obligations under the contract.

##### FEES AND CHARGES

Revenues (other than service charges) from the use of facilities and charges made for local government services, sewerage rates, rentals, hire charges, fee for service, photocopying charges, licences, sale of goods or information, fines, penalties and administration fees. Local governments may wish to disclose more detail such as rubbish collection fees, rental of property, fines and penalties, and other fees and charges.

##### SERVICE CHARGES

Service charges imposed under *Division 6 of Part 6 of the Local Government Act 1995*. *Regulation 54 of the Local Government (Financial Management) Regulations 1996* identifies these as television and radio broadcasting, underground electricity and neighbourhood surveillance services. Exclude rubbish removal charges.

##### INTEREST EARNINGS

Interest and other items of a similar nature received from bank and investment accounts, interest on rate instalments, interest on rate arrears and interest on debtors.

##### OTHER REVENUE / INCOME

Other revenue, which can not be classified under the above headings, includes dividends, discounts, rebates, reimbursements etc.

##### PROFIT ON ASSET DISPOSAL

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

## NATURE OR TYPE DESCRIPTIONS

#### EXPENSES

##### EMPLOYEE COSTS

All costs associated with the employment of person such as salaries, wages, allowances, benefits such as vehicle and housing, superannuation, employment expenses, removal expenses, relocation expenses, worker's compensation insurance, training costs, conferences, safety expenses, medical examinations, fringe benefit tax, etc.

##### MATERIALS AND CONTRACTS

All expenditures on materials, supplies and contracts not classified under other headings. These include supply of goods and materials, legal expenses, maintenance agreements, communication expenses, advertising expenses, membership, periodicals, publications, hire expenses, rental, postage and freight etc. Local governments may wish to disclose more detail such as contract services, consultancy, information technology, rental or lease expenditures.

##### UTILITIES (GAS, ELECTRICITY, WATER)

Expenditures made to the respective agencies for the provision of power, gas or water. Exclude expenditures incurred for the reinstatement of roadwork on behalf of these agencies.

##### INSURANCE

All insurance other than worker's compensation and health benefit insurance included as a cost of employment.

##### LOSS ON ASSET DISPOSAL

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

##### DEPRECIATION ON NON-CURRENT ASSETS

Depreciation expense raised on all classes of assets. Excluding Land.

##### INTEREST EXPENSES

Interest and other costs of finance paid, including costs of finance for loan debentures, overdraft accommodation and refinancing expenses.

##### OTHER EXPENDITURE

Statutory fees, taxes, allowance for impairment of assets, member's fees or State taxes. Donations and subsidies made to community groups.

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

**BY NATURE OR TYPE**

	Ref	Adopted Budget	YTD Budget	YTD Actual	Variance \$	Variance %	Var.
	Note	(a)	(b)	(c)	(c) - (b)	((c) - (b))/(b)	
		\$	\$	\$	\$	%	
<b>Opening funding surplus / (deficit)</b>	1(c)	80,287	80,287	2,559,631	2,479,344	3088.10%	▲
<b>Revenue from operating activities</b>							
Rates		11,023,735	11,026,368	11,062,576	36,208	0.33%	
Rates (excluding general rate)		2,633	0	0	0	0.00%	
Operating grants, subsidies and contributions	11	1,743,019	435,755	355,982	(79,773)	(18.31%)	▼
Fees and charges		7,977,780	3,320,053	3,776,164	456,111	13.74%	▲
Interest earnings		181,000	45,250	73,972	28,722	63.47%	▲
Other revenue		420,090	392,447	402,606	10,159	2.59%	
		<b>21,348,257</b>	<b>15,219,873</b>	<b>15,671,300</b>	451,427	2.97%	
<b>Expenditure from operating activities</b>							
Employee costs		(12,292,485)	(2,644,408)	(2,602,951)	41,457	1.57%	
Materials and contracts		(7,001,960)	(1,717,256)	(1,598,878)	118,378	6.89%	
Utility charges		(1,326,807)	(332,064)	(224,915)	107,149	32.27%	▲
Depreciation on non-current assets		(7,116,240)	(1,779,060)	(1,732,485)	46,575	2.62%	
Interest expenses		(216,930)	(54,232)	8,023	62,255	114.79%	▲
Insurance expenses		(590,958)	(147,739)	(407,739)	(260,000)	(175.99%)	▼
Other expenditure		(1,617,106)	(404,277)	(263,410)	140,867	34.84%	▲
Loss on disposal of assets	6	(41,500)	(10,375)	0	10,375	100.00%	
		<b>(30,203,986)</b>	<b>(7,089,411)</b>	<b>(6,822,355)</b>	267,056	(3.77%)	
Non-cash amounts excluded from operating activities	1(a)	7,158,475	1,789,435	1,733,220	(56,215)	(3.14%)	
<b>Amount attributable to operating activities</b>		<b>(1,697,254)</b>	<b>9,919,897</b>	<b>10,582,165</b>	662,268	6.68%	
<b>Investing activities</b>							
Proceeds from non-operating grants, subsidies and contributions	12	21,617,871	4,999,239	3,180,114	(1,819,125)	(36.39%)	▼
Proceeds from disposal of assets	6	68,000	0	0	0	0.00%	
Proceeds from financial assets at amortised cost - self supporting loans		5,780	0	0	0	0.00%	
Payments for property, plant and equipment and infrastructure	7	(30,868,061)	(2,419,540)	(1,323,614)	1,095,926	45.29%	▲
<b>Amount attributable to investing activities</b>		<b>(9,176,410)</b>	<b>2,579,699</b>	<b>1,856,500</b>	(723,199)	(28.03%)	
<b>Financing Activities</b>							
Transfer from reserves	9	12,244,885	0	0	0	0.00%	
Repayment of debentures	8	(966,824)	(95,852)	(95,852)	0	0.00%	
Transfer to reserves	9	(484,684)	(15,638)	(15,638)	0	0.00%	
<b>Amount attributable to financing activities</b>		<b>10,793,377</b>	<b>(111,490)</b>	<b>(111,490)</b>	0	0.00%	
<b>Closing funding surplus / (deficit)</b>	1(c)	<b>0</b>	<b>12,468,393</b>	<b>14,886,806</b>	2,418,413	(19.40%)	▲

**KEY INFORMATION**

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

Refer to Note 14 for an explanation of the reasons for the variance.

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

## **BASIS OF PREPARATION**

This 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.

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

### **THE LOCAL GOVERNMENT REPORTING ENTITY**

All funds through which the Shire controls resources to carry on its functions have been included in the financial statements forming part of this financial report.

All monies held in the Trust Fund are excluded from the financial statements. A separate statement of those monies appears at Note 13 to these financial statements.

## **SIGNIFICANT ACCOUNTING POLICES**

### **CRITICAL ACCOUNTING ESTIMATES**

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

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

Actual results may differ from these estimates.

The balances, transactions and disclosures impacted by accounting estimates are as follows:

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

### **GOODS AND SERVICES TAX**

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO). Receivables and payables are stated inclusive of GST receivable or payable. The net amount of GST recoverable from, or payable to, the ATO is included with receivables or payables in the statement of financial position.

Cash flows are presented on a gross basis. The GST components of cash flows arising from investing or financing activities which are recoverable from, or payable to, the ATO are presented as operating cash flows.

### **ROUNDING OFF FIGURES**

All figures shown in this statement are rounded to the nearest dollar.

### **PREPARATION TIMING AND REVIEW**

Date prepared: All known transactions up to 17 October 2022

(a) Non-cash items excluded from operating activities

The following non-cash revenue and expenditure has been excluded from operating activities within the Statement of Financial Activity in accordance with *Financial Management Regulation 32*.

	Notes	Adopted Budget	YTD Budget (a)	YTD Actual (b)
<b>Non-cash items excluded from operating activities</b>				
		\$	\$	\$
<b>Adjustments to operating activities</b>				
Less: Movement in liabilities associated with restricted cash		735	0	735
Add: Loss on asset disposals	6	41,500	10,375	0
Add: Depreciation on assets		7,116,240	1,779,060	1,732,485
<b>Total non-cash items excluded from operating activities</b>		<b>7,158,475</b>	<b>1,789,435</b>	<b>1,733,220</b>

(b) Adjustments to net current assets in the Statement of Financial Activity

The following current assets and liabilities have been excluded from the net current assets used in the Statement of Financial Activity in accordance with *Financial Management Regulation 32* to agree to the surplus/(deficit) after imposition of general rates.

		Adopted Budget Opening 30 June 2022	Last Year Closing 30 June 2022	Year to Date 30 September 2022
<b>Adjustments to net current assets</b>				
Less: Reserves - restricted cash	9	(8,865,964)	(18,834,124)	(18,849,762)
Less: - Financial assets at amortised cost - self supporting loans	4	0	(10,381)	(10,381)
Add: Borrowings	8	966,000	977,521	881,669
Add: Provisions employee related provisions	10	149,887	149,133	149,868
<b>Total adjustments to net current assets</b>		<b>(7,750,077)</b>	<b>(17,717,851)</b>	<b>(17,828,606)</b>

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

<b>Current assets</b>				
Cash and cash equivalents	2	7,272,258	22,499,140	22,606,442
Financial assets at amortised cost	2	0	0	8,754,033
Rates receivables	3	1,161,555	1,007,759	4,461,872
Receivables	3	2,427,083	1,501,899	1,704,739
Other current assets	4	12,185	599,069	29,401
<b>Less: Current liabilities</b>				
Payables	5	(321,704)	(1,105,011)	(661,867)
Borrowings	8	(966,000)	(977,521)	(881,669)
Other liabilities	10	0	(1,563,113)	(1,563,113)
Provisions	10	(1,835,300)	(1,684,740)	(1,734,426)
<b>Less: Total adjustments to net current assets</b>	1(b)	<b>(7,750,077)</b>	<b>(17,717,851)</b>	<b>(17,828,606)</b>
<b>Closing funding surplus / (deficit)</b>		<b>0</b>	<b>2,559,631</b>	<b>14,886,806</b>

**CURRENT AND NON-CURRENT CLASSIFICATION**

In the determination of whether an asset or liability is current or non-current, consideration is given to the time when each asset or liability is expected to be settled. Unless otherwise stated assets or liabilities are classified as current if expected to be settled within the next 12 months, being the Council's operational cycle.



Description	Classification	Unrestricted	Restricted	Total Cash	Trust	Institution	Interest Rate	Maturity Date
		\$	\$	\$				
Cash on hand	Cash and cash equivalents	1,750	0	1,750	0	Cash on hand	Nil	Nil
Municipal Bank Account	Cash and cash equivalents	12,508,598	0	12,508,598	0	Bankwest	Variable	Nil
Reserve Fund Bank Account	Cash and cash equivalents	0	264,315	264,315	0	Bankwest	Variable	Nil
Reserve Term Deposit	Cash and cash equivalents	0	1,072,913	1,072,913	0	NAB	2.90%	Dec-22
Reserve Term Deposit	Cash and cash equivalents	0	1,073,565	1,073,565	0	NAB	2.90%	Dec-22
Reserve Term Deposit	Cash and cash equivalents	0	1,073,565	1,073,565	0	NAB	2.90%	Dec-22
Reserve Term Deposit	Cash and cash equivalents	0	1,063,047	1,063,047	0	NAB	2.90%	Dec-22
Reserve Term Deposit	Financial assets at amortised cost	0	1,220,174	1,220,174	0	Bankwest	1.50%	Oct-22
Reserve Term Deposit	Cash and cash equivalents	0	1,866,242	1,866,242	0	Bankwest	1.65%	Sep-22
Reserve Term Deposit	Cash and cash equivalents	0	3,109,487	3,109,487	0	CBA	1.79%	Sep-22
Reserve Term Deposit	Financial assets at amortised cost	0	1,044,994	1,044,994	0	CBA	3.01%	Nov-22
Reserve Term Deposit	Financial assets at amortised cost	0	1,047,442	1,047,442	0	NAB	2.48%	Oct-22
Reserve Term Deposit	Financial assets at amortised cost	0	1,041,423	1,041,423	0	NAB	2.48%	Oct-22
Reserve Term Deposit	Financial assets at amortised cost	0	3,000,000	3,000,000	0	CBA	2.42%	Sep-22
Reserve Term Deposit	Financial assets at amortised cost	0	1,400,000	1,400,000	0	CBA	1.25%	Sep-22
Goomig Farmlands Reserve Bank	Cash and cash equivalents	0	572,960	572,960	0	Bankwest	0.05%	NA
Trust Bank Account	Cash and cash equivalents	0	0	0	24,557	Bankwest	NA	NA
Trust Investment Account	Cash and cash equivalents	0	0	0	493,513	CBA	1.97%	Sep-22
<b>Total</b>		<b>12,510,348</b>	<b>18,850,127</b>	<b>31,360,475</b>	<b>518,070</b>			
<b>Comprising</b>								
Cash and cash equivalents		12,510,348	10,096,094	22,606,442	518,070			
Financial assets at amortised cost		0	8,754,033	8,754,033	0			
		<b>12,510,348</b>	<b>18,850,127</b>	<b>31,360,475</b>	<b>518,070</b>			

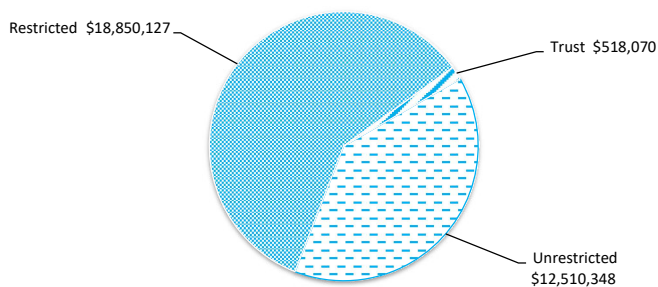
**KEY INFORMATION**

Cash and cash equivalents include cash on hand, cash at bank, deposits available on demand with banks and other short term highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value. Bank overdrafts are reported as short term borrowings in current liabilities in the statement of net current assets.

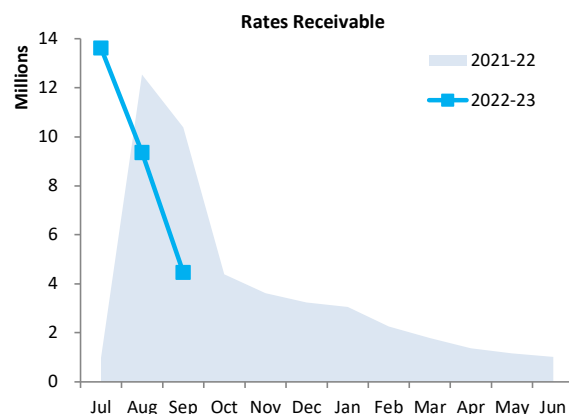
The local government classifies financial assets at amortised cost if both of the following criteria are met:

- the asset is held within a business model whose objective is to collect the contractual cashflows, and
- the contractual terms give rise to cash flows that are solely payments of principal and interest.

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



Rates receivable	30 Jun 2022	30 Sep 2022
	\$	\$
Opening rates arrears	1,503,124	1,448,805
Levied	10,424,388	11,062,576
Less - collections	(10,478,707)	(7,608,463)
Gross rates collectable	<b>1,448,805</b>	<b>4,902,918</b>
Allowance for impairment of receivables not relating to contracts with customers	(441,046)	(441,046)
<b>Net rates collectable</b>	<b>1,007,759</b>	<b>4,461,872</b>
% Collected	87.9%	60.8%



Receivables - general	Credit	Current	30 Days	60 Days	90+ Days	Total
	\$	\$	\$	\$	\$	\$
Receivables - general	(4,605)	1,027,652	314,251	29,113	252,908	1,619,319
Percentage	(0.3%)	63.5%	19.4%	1.8%	15.6%	
<b>Balance per trial balance</b>						
Sundry receivable						1,619,319
ATO receivable						60,278
Allowance for impairment of receivables from contracts with customers						(239,487)
Rates ESL and pensioner rebates						1,840
Other receivables						262,789
<b>Total receivables general outstanding</b>						<b>1,704,739</b>

Amounts shown above include GST (where applicable)

#### KEY INFORMATION

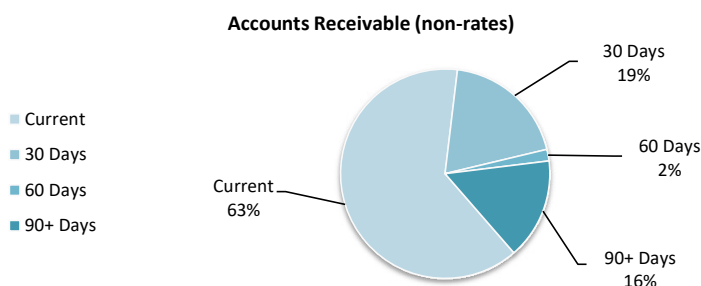
Trade and other receivables include amounts due from ratepayers for unpaid rates and service charges and other amounts due from third parties for goods sold and services performed in the ordinary course of business.

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.



	Opening Balance 1 July 2022	Asset Increase	Asset Reduction	Closing Balance 30 September 2022
	\$	\$	\$	\$
<b>Other current assets</b>				
<b>Other financial assets at amortised cost</b>				
Financial assets at amortised cost - self supporting loans	10,381	0	0	10,381
<b>Inventory</b>				
Fuel, oil and materials on hand	5,798	0	0	5,798
Stock on hand	7,826	0	0	7,826
<b>Other Assets</b>				
Prepayments	100,071	0	(100,071)	0
Accrued income	474,993	0	(469,597)	5,396
<b>Total other current assets</b>	<b>599,069</b>	<b>0</b>	<b>(569,668)</b>	<b>29,401</b>
<b>Amounts shown above include GST (where applicable)</b>				

#### KEY INFORMATION

##### Other financial assets at amortised cost

The Shire classifies financial assets at amortised cost if both of the following criteria are met:

- the asset is held within a business model whose objective is to collect the contractual cashflows, and
- the contractual terms give rise to cash flows that are solely payments of principal and interest.

##### Inventory

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

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

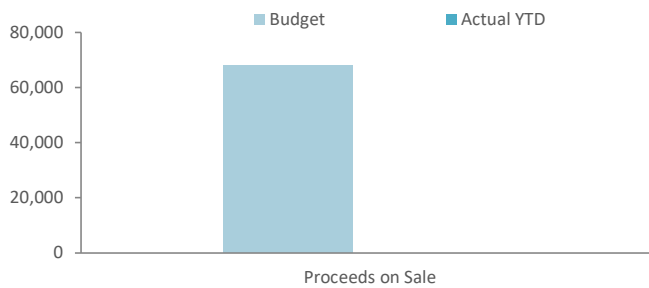
Payables - general	Credit	Current	30 Days	60 Days	90+ Days	Total
	\$	\$	\$	\$	\$	\$
Payables - general	(12,661)	172,933	7,150	0	0	167,422
Percentage	-7.6%	103.3%	4.3%	0%	0%	
<b>Balance per trial balance</b>						
Sundry creditors						167,422
ATO liabilities						125,216
Accrued expenditure						6,411
Payroll creditors						10,233
Bonds and deposits						86,502
Other payables						266,083
<b>Total payables general outstanding</b>						<b>661,867</b>

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.

Asset Ref.	Asset description	Budget				YTD Actual			
		Net Book Value	Proceeds	Profit	(Loss)	Net Book Value	Proceeds	Profit	(Loss)
		\$	\$	\$	\$	\$	\$	\$	\$
	<b>Plant and equipment Transport</b>								
	Plant and equipment	109,500	68,000	0	(41,500)	0	0	0	0
		<b>109,500</b>	<b>68,000</b>	<b>0</b>	<b>(41,500)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>



Capital acquisitions	Adopted		YTD Actual	YTD Actual Variance
	Budget	YTD Budget		
	\$	\$	\$	\$
Land and Buildings	1,413,462	338,866	74,036	(264,830)
Furniture and equipment	215,515	53,879	1,956	(51,923)
Plant and equipment	1,222,000	305,500	45,660	(259,840)
Infrastructure - Roads	5,803,848	958,347	1,110,659	152,312
Infrastructure - footpaths	395,040	98,760	60,107	(38,653)
Infrastructure - drainage	280,545	7,636	3,020	(4,616)
Infrastructure - airports	11,458,471	341,757	0	(341,757)
Infrastructure - other	9,579,180	189,795	27,447	(162,348)
Infrastructure - waste	500,000	125,000	729	(124,271)
<b>Payments for Capital Acquisitions</b>	<b>30,868,061</b>	<b>2,419,540</b>	<b>1,323,614</b>	<b>(1,095,926)</b>
<b>Capital Acquisitions Funded By:</b>				
	\$	\$	\$	\$
Capital grants and contributions	21,617,871	2,419,540	1,323,614	(1,095,926)
Other (disposals & C/Fwd)	68,000	0	0	0
Cash backed reserves				
Asset management reserve	183,515	0	0	0
Airport reserve	4,871,652	0	0	0
Waste management reserve	219,712	0	0	0
East Kimberley Tourism reserve	97,265	0	0	0
Childcare reserve	113,300	0	0	0
Kununurra youth hub reserve	47,956	0	0	0
Unspent loans reserve	3,000,000	0	0	0
Capital works - muni	92,000	0	0	0
COVID-19 Response reserve	525,244	0	0	0
Contribution - operations	31,546	0	0	0
<b>Capital funding total</b>	<b>30,868,061</b>	<b>2,419,540</b>	<b>1,323,614</b>	<b>(1,095,926)</b>

#### SIGNIFICANT ACCOUNTING POLICIES

Each class of fixed assets within either plant and equipment or infrastructure, is carried at cost or fair value as indicated less, where applicable, any accumulated depreciation and impairment losses.

Assets for which the fair value as at the date of acquisition is under \$5,000 are not recognised as an asset in accordance with *Financial Management Regulation 17A (5)*. These assets are expensed immediately.

Where multiple individual low value assets are purchased together as part of a larger asset or collectively forming a larger asset exceeding the threshold, the individual assets are recognised as one asset and capitalised.

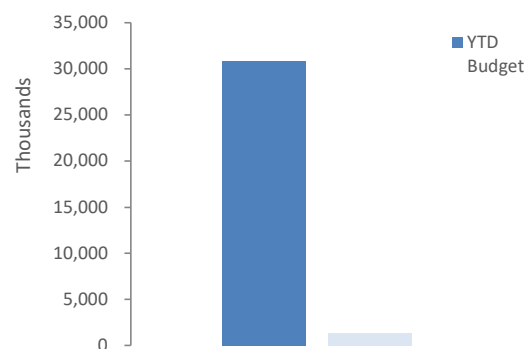
#### Initial recognition and measurement for assets held at cost

Plant and equipment including furniture and equipment is recognised at cost on acquisition in accordance with *Financial Management Regulation 17A*. Where acquired at no cost the asset is initially recognise at fair value. Assets held at cost are depreciated and assessed for impairment annually.

#### Initial recognition and measurement between mandatory revaluation dates for assets held at fair value

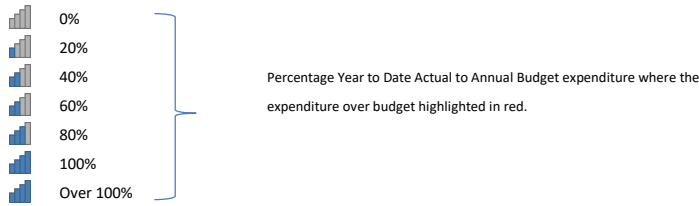
In relation to this initial measurement, cost is determined as the fair value of the assets given as consideration plus costs incidental to the acquisition. For assets acquired at zero cost or otherwise significantly less than fair value, cost is determined as fair value at the date of acquisition. The cost of non-current assets constructed by the Shire includes the cost of all materials used in construction, direct labour on the project and an appropriate proportion of variable and fixed overheads.

Payments for Capital Acquisitions



Capital expenditure total

Level of completion indicators

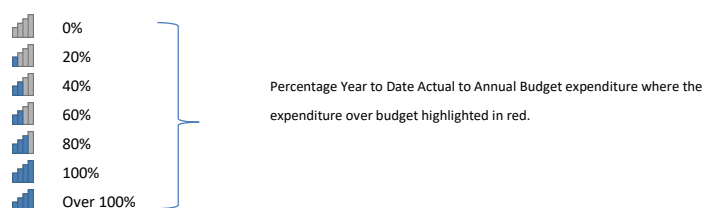


Level of completion indicator, please see table at the end of this note for further detail.

Account Description		Adopted		Year to Date Actual	Variance (Under)/Over	
		Current Budget	Year to Date Budget			
<b>Capital Expenditure</b>						
<b>Land and Buildings</b>						
	04080412	Wyndham Childcare Centre Refurbishment Works 21/22	0	0	540	540
	04110113	Wyndham Recreation (Ted Birch) Basketball Lighting Renewal	30,701	7,675	0	(7,675)
	04141610	Kununurra & Wyndham - Building Renewals	150,000	37,500	4,500	(33,000)
	04050310	Kununurra Pound Upgrade Works	16,244	4,061	3,418	(643)
	04080610	Kununurra Child Care (Ewin Centre) Capital Improvements	70,000	17,500	10,969	(6,531)
	04100105	Wyndham Landfill - Office Shade Structure	25,000	6,250	0	(6,250)
	04100813	Public Convenience Renewal 22/23	200,000	50,000	0	(50,000)
	04101214	Kununurra Youth Centre Refurbishment Stage 1	58,000	0	0	0
	04111114	Wyndham Oval (Clarrie Cassidy) Changerooms 22/23	800,000	200,000	0	(200,000)
	04130211	East Kimberley Tourism House - Capital Works Upgrade	63,517	15,879	0	(15,879)
	04100102	Kununurra Landfill - Waste Oil Storage Upgrade	0	0	30,150	30,150
	04110112	Wyndham Community Club - Essential Renewal Works (LRCIP Phase 2)	0	0	24,460	24,460
	<b>Land and Buildings Total</b>		<b>1,413,462</b>	<b>338,866</b>	<b>74,036</b>	<b>(264,829)</b>
<b>Furniture and Equipment</b>						
	04110821	Kununurra Leisure Centre Gym Floor Matting replacement 22/23	20,000	5,000	0	(5,000)
	04120744	CCTV - East Kimberley Regional Airport	30,000	7,500	0	(7,500)
	04140413	System Development - Capital	62,000	15,500	0	(15,500)
	04140611	Laptop and Desktop Upgrades - Information Technology	33,515	8,379	1,956	(6,423)
	04140622	Upgrade Storage Capacity CCTV System	30,000	7,500	0	(7,500)
	04140635	Connectivity to Wyndham	40,000	10,000	0	(10,000)
	<b>Furniture and Equipment Total</b>		<b>215,515</b>	<b>53,879</b>	<b>1,956</b>	<b>(51,923)</b>
<b>Plant and Equipment</b>						
	04140810	Heavy Plant - Purchase Price	159,000	39,750	2,136	(37,614)
	04110315	Kununurra Swimming Pool Plant room upgrade 22/23	25,000	6,250	29,110	22,860
	04110415	Wyndham Swimming Pool Plant room equipment upgrade 22/23	25,000	6,250	14,414	8,164
	04110822	Kununurra Leisure Centre Squash Courts Airconditioners Renewal 22/23	150,000	37,500	0	(37,500)
	04120714	Airport Plant - Purchase Price	120,000	30,000	0	(30,000)
	04120755	East Kimberley Regional Airport Cabin Baggage CT Machine Upgrade 22/23	550,000	137,500	0	(137,500)
	04140811	Medium Plant - Purchase Price	168,000	42,000	0	(42,000)
	04140812	Light Plant - Purchase Price	25,000	6,250	0	(6,250)
	<b>Plant and Equipment Total</b>		<b>1,222,000</b>	<b>305,500</b>	<b>45,660</b>	<b>(259,840)</b>
<b>Infrastructure - Roads</b>						
	04120204	DRFAWA Flood Damage AGRN907 Expenditure	0	0	97,203	97,203
	04120210	Kalumburu Road - Re-sheet	0	0	76,773	76,773
	04120223	Carlton Hill Road - Road & Bridge Design Works 21/22	50,000	12,500	0	(12,500)
	04120302	Weaber Plain Rd/Mulligan Lagoon Rd Intersection 21/22 (Main Roads Funded)	251,905	62,976	0	(62,976)
	04120303	St Peters Way Wyndham 21/22 (Main Roads Funded)	255,839	63,960	0	(63,960)
	04120306	Road Reseal Program 2022/23	400,000	0	832	832
	04120325	Nutwood & Rosewood - Road & Drainage Upgrades Stage 2 - 20/21	279,711	69,928	3,463	(66,465)
	04120328	Bandicoot Drive - Road and Drainage Upgrade (LRCIP Phase 1)	43,717	10,929	0	(10,929)
	04120332	DRFAWA Storm Damage (Jan-Feb 2021) AGRN 951 Expenditure	0	0	903,626	903,626
	04120249	Coolibah Drive-Black Spot Road Improvements	125,950	31,487	0	(31,487)
	04120270	Bandicoot Drive Renewal Stage 3 - R2R Project	766,960	191,740	731	(191,009)
	04120293	Weaber Plains Road Upgrade - RRG Project	311,625	0	0	0
	04120300	Erythrina St. Stage 2 - Black Spot Project	139,551	34,888	0	(34,888)
	04120305	Weaber Plain Rd/Ironwood Drive Intersection - Reconstruction and Drainage 22/23 (LRCIP Phase 3)	1,258,836	0	786	786
	04120307	RRG 22/23 Project - Weaber Plain Road	290,000	72,500	0	(72,500)
	04120308	RRG 22/23 Project - Lake Argyle Road	910,282	227,570	0	(227,570)
	04120309	Black Spot 22/23 Project - Lakeview Drive	655,207	163,802	0	(163,802)
	04120411	Kununurra Netball & Tennis Court Parking	64,265	16,066	27,245	11,178
	<b>Infrastructure - Roads Total</b>		<b>5,803,848</b>	<b>958,347</b>	<b>1,110,659</b>	<b>152,312</b>

Capital expenditure total

Level of completion indicators



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

Account Description		Adopted		Year to Date Actual	Variance (Under)/Over	
		Current Budget	Year to Date Budget			
<b>Infrastructure - Footpaths</b>						
	04120234	Footpath Construction - Shared Loop Path Stage 2 - 21/22	70,010	17,503	38	(17,464)
	04120267	Footpath Renewal-Kununurra to Swim Beach 21/22	175,030	43,757	60,068	16,311
	04120304	Kununurra streetscape - Footpath, Parking	150,000	37,500	0	(37,500)
<b>Infrastructure - Footpaths Total</b>			<b>395,040</b>	<b>98,760</b>	<b>60,107</b>	<b>(38,653)</b>
<b>Infrastructure - Drainage</b>						
	04100402	Hibiscus Drive Drainage	30,545	7,636	0	(7,636)
	04100405	Drainage Works - Self Performing	250,000	0	0	0
	04120326	Drainage Upgrades Stormwater Outfalls M1	0	0	3,020	3,020
<b>Infrastructure - Drainage Total</b>			<b>280,545</b>	<b>7,636</b>	<b>3,020</b>	<b>(4,616)</b>
<b>Infrastructure - Airports</b>						
	04120712	East Kimberley Regional Airport - Carpark Upgrade	325,029	81,257	0	(81,257)
	04120747	East Kimberley Regional Airport - Apron Lighting	195,000	48,750	0	(48,750)
	04120748	East Kimberley Regional Airport - Taxiway and Apron Upgrade - BBRF Round 5	10,091,442	0	0	0
	04120752	East Kimberley Regional Airport - Geotechnical Testing - Gilgai Holes	12,000	3,000	0	(3,000)
	04120753	East Kimberley Regional Airport-Pavement Rejuvenation	110,000	27,500	0	(27,500)
	04120756	East Kimberley Regional Airport - Eastern General Aviation Apron Reseal	400,000	100,000	0	(100,000)
	04120757	East Kimberley Regional Airport - General Aviation Tie Down Points	150,000	37,500	0	(37,500)
	04120814	Wyndham Airport - Electrical System & Generator Replacement	100,000	25,000	0	(25,000)
	04120816	Wyndham Airport - Runway Pavement Repairs	30,000	7,500	0	(7,500)
	04120820	Wyndham Airport - Drainage Renewal	45,000	11,250	0	(11,250)
<b>Infrastructure - Airports Total</b>			<b>11,458,471</b>	<b>341,757</b>	<b>0</b>	<b>(341,757)</b>
<b>Infrastructure - Other</b>						
	04100910	Kununurra & Wyndham Cemeteries - Upgrade & Beautification	10,000	2,500	0	(2,500)
	04110314	Kununurra Water Playground 21/22	0	0	8,841	8,841
	04111316	Wyndham Parks Upgrade	30,000	7,500	9,990	2,490
	04111320	Wyndham Oval (Clarrie Cassidy) Surface Upgrade	60,000	15,000	0	(15,000)
	04110414	Wyndham Swimming Pool Concrete Driveway 22/23	50,000	12,500	0	(12,500)
	04110618	Wyndham - Anthon's Landing Structural Renewal Works 21/22	184,180	46,045	0	(46,045)
	04110819	Kununurra Leisure Centre-Aquatic Pool Renewal	9,000,000	45,000	7,112	(37,888)
	04120269	Footpath Lighting, Landscaping and Reticulation - Kununurra	150,000	37,500	0	(37,500)
	04120819	Wyndham Airport - Perimeter Fence	45,000	11,250	0	(11,250)
	04130615	Kununurra Town Entrance - Reticulation 22/23	50,000	12,500	0	(12,500)
	04100117	Wyndham Landfill Site Office	0	0	1,504	1,504
<b>Infrastructure - Other Total</b>			<b>9,579,180</b>	<b>189,795</b>	<b>27,447</b>	<b>(162,348)</b>
<b>Infrastructure - Waste</b>						
	04100104	New Waste Management Facility Kununurra - Design	500,000	125,000	729	(124,271)
<b>Infrastructure - Waste Total</b>			<b>500,000</b>	<b>125,000</b>	<b>729</b>	<b>(124,271)</b>
<b>Grand Total</b>			<b>30,868,061</b>	<b>2,419,539</b>	<b>1,323,614</b>	<b>(1,095,926)</b>



Repayments - borrowings

Information on borrowings Particulars	Loan No.	1 July 2022	New Loans		Principal Repayments		Principal Outstanding		Interest Repayments	
			Actual	Budget	Actual	Budget	Actual	Budget	Actual	Budget
		\$	\$	\$	\$	\$	\$	\$	\$	\$
<b>Governance</b>										
Kununurra Administration Building	124	148,727	0	0	0	(148,727)	148,727	0	0	(2,841)
Kununurra Administration Building	129	497,916	0	0	(79,918)	(161,039)	417,998	336,877	(7,494)	(13,785)
<b>Community amenities</b>										
Waste Management	126	397,709	0	0	0	(194,712)	397,709	202,997	0	(14,716)
Drainage Strategy	128	29,330	0	0	0	(14,359)	29,330	14,971	0	(1,085)
<b>Recreation and culture</b>										
Kununurra Leisure Centre Gym Equipm	132	12,679	0	0	0	(12,679)	12,679	0	0	(158)
Water Park	133	300,000	0	0	0	(25,020)	300,000	274,980	0	(11,555)
Leisure Centre Aquatic	134	3,000,000	0	0	0	(250,204)	3,000,000	2,749,796	0	(115,548)
East Kimberley Regional Airport Upgrad	135	1,400,000	0	0	0	(116,762)	1,400,000	1,283,238	0	(53,922)
<b>Transport</b>										
Building and Infrastructure	130	117,384	0	0	(15,727)	(32,777)	101,657	84,607	(2,214)	(3,105)
		5,903,745	0	0	(95,645)	(956,279)	5,808,100	4,947,466	(9,708)	(216,715)
<b>Self supporting loans</b>										
<b>Recreation and culture</b>										
Ord River Sports Club		10,265	0	0	(207)	(10,545)	10,058	(280)	(143)	(215)
		10,265	0	0	(207)	(10,545)	10,058	(280)	(143)	(215)
<b>Total</b>		5,914,010	0	0	(95,852)	(966,824)	5,818,158	4,947,186	(9,851)	(216,930)
Current borrowings		977,521					881,669			
Non-current borrowings		4,936,489					4,936,489			
		5,914,010					5,818,158			

All debenture repayments were financed by general purpose revenue.

Self supporting loans are financed by repayments from third parties.

Unspent borrowings

Particulars	Date Borrowed	Unspent Balance 2022	Borrowed During Year	Expended During Year	Unspent Balance
					30 September 2022
		\$	\$	\$	\$
Loan 126	2014	326,593	0	0	326,593
Loan 132	2017	1,317	0	0	1,317
Loan 134	2022	3,000,000	0	0	3,000,000
Loan 135	2022	1,400,000	0	0	1,400,000
		4,727,910	0	0	4,727,910

KEY INFORMATION

Borrowing costs are recognised as an expense when incurred except where they are directly attributable to the acquisition, construction or production of a qualifying asset. Where this is the case, they are capitalised as part of the cost of the particular asset until such time as the asset is substantially ready for its intended use or sale.

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

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

**OPERATING ACTIVITIES**

**NOTE 9**

**RESERVE ACCOUNTS**

**Reserve accounts**

<b>Reserve name</b>	<b>Actual Opening Balance</b>	<b>Budget Transfers In (+)</b>	<b>Actual Transfers In (+)</b>	<b>Budget Transfers Out (-)</b>	<b>Actual Transfers Out (-)</b>	<b>Budget Closing Balance</b>	<b>Actual YTD Closing Balance</b>
	\$	\$	\$	\$	\$	\$	\$
<b>Restricted by Council</b>							
Leave reserve	149,133	735	174	0	0	149,887	149,307
Unspent capital grants reserve	1,675,753	0	0	(3,094,241)	0	0	1,675,753
Asset management reserve	562,117	2,771	657	(183,515)	0	381,442	562,774
Airport reserve	8,218,731	113,278	9,121	(4,871,652)	0	4,159,481	8,227,852
Waste management reserve	1,359,293	198,757	1,589	(219,712)	0	1,206,348	1,360,882
East Kimberley Tourism reserve	46,055	40,281	54	(97,265)	0	0	46,109
Foreshore reserve	361,501	84,184	423	0	0	527,329	361,924
Childcare reserve	162,404	12,637	189	(113,300)	0	28,531	162,593
Footpaths reserve	48,841	240	57	0	0	48,914	48,898
<b>Contiguous Local Authority Group (CLAG)</b>							
Reserve	50	0	0	0	0	0	50
Kununurra youth hub reserve	52,958	733	62	(47,956)	0	0	53,020
Drainage reserve	648,585	3,197	758	0	0	651,863	649,343
Unspent loans reserve	3,322,020	0	0	(3,000,000)	0	327,910	3,322,020
Capital works - muni	325,057	539	380	(92,000)	0	17,852	325,437
Public art work reserve	6,193	1,236	8	0	0	8,631	6,201
Election expenditure reserve	30,098	15,001	11	0	0	15,163	30,109
Property reserve	798,222	3,941	933	0	0	803,690	799,155
Municipal property revaluation reserve	30,259	149	10	0	0	30,412	30,269
Goomig Farmlands Road reserve	120	0	0	0	0	0	120
COVID-19 Response reserve	759,602	5,636	888	(525,244)	0	229,078	760,490
Regional price reserve	368	2	1	0	0	370	369
Bio Security reserve	276,764	1,367	323	0	0	279,063	277,087
	<b>18,834,124</b>	<b>484,684</b>	<b>15,638</b>	<b>(12,244,885)</b>	<b>0</b>	<b>8,865,964</b>	<b>18,849,762</b>

	Note	Opening Balance 1 July 2022	Liability transferred from/(to) non current	Liability Increase	Liability Reduction	Closing Balance 30 September 2022
		\$		\$	\$	\$
<b>Other current liabilities</b>						
<b>Other liabilities</b>						
- Contract liabilities		45,454	0	0	0	45,454
- Capital grant/contribution liabilities		1,517,659	0	0	0	1,517,659
<b>Total other liabilities</b>		1,563,113	0	0	0	1,563,113
<b>Employee Related Provisions</b>						
Annual leave		1,108,450	0	259,017	(209,331)	1,158,136
Long service leave		448,509	0	0	0	448,509
<b>Total Employee Related Provisions</b>		1,556,959	0	259,017	(209,331)	1,606,645
<b>Other Provisions</b>						
- Provision for RDO		127,781	0	0	0	127,781
<b>Total Other Provisions</b>		127,781	0	0	0	127,781
<b>Total other current liabilities</b>		<b>3,247,853</b>	<b>0</b>	<b>259,017</b>	<b>(209,331)</b>	<b>3,297,539</b>

Amounts shown above include GST (where applicable)

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

#### KEY INFORMATION

##### Provisions

Provisions are recognised when the Shire has a present legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured.

Provisions are measured using the best estimate of the amounts required to settle the obligation at the end of the reporting period.

##### Employee Related Provisions

###### Short-term employee benefits

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

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

###### Other long-term employee benefits

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

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

##### Contract liabilities

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

##### Capital grant/contribution liabilities

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

Provider	Unspent operating grant, subsidies and contributions liability					Operating grants, subsidies and contributions revenue		
	Liability	Increase in Liability	Decrease in Liability	Liability	Current Liability	Adopted Budget Revenue	YTD Budget	YTD Revenue
	1 July 2022		(As revenue)	30 Sep 2022	30 Sep 2022			Actual
	\$	\$	\$	\$	\$	\$	\$	\$
<b>Operating grants and subsidies</b>								
<b>General purpose funding</b>								
Grants Commission - General Purpose Grant	0	0	0	0	0	700,000	175,000	237,788
Grants Commission - Local Road Funding Grant	0	0	0	0	0	280,000	70,000	47,830
<b>Law, order, public safety</b>								
LGGS Grant income - Brigades (DFES - Reimbursement)	0	0	0	0	0	35,000	8,750	0
LGGS Grant income - SES (DFES - Reimbursement)	0	0	0	0	0	4,000	1,000	0
Preparing Australian Communities Grant - Feasibility Study	0	0	0	0	0	171,590	42,898	0
<b>Health</b>								
Mosquito Control Administration (CLAG, FIMMWA & otf	0	0	0	0	0	0	0	3,258
<b>Community amenities</b>								
Youth Services Grant - Wyndham	0	0	0	0	0	65,000	16,250	35,750
<b>Recreation and culture</b>								
Writers Festival Income - Libraries	0	0	0	0	0	21,000	5,250	0
Grant Income - Libraries	0	0	0	0	0	5,000	1,250	3,110
Grant Income - Recreation Services	45,454	0	0	45,454	45,454	0	0	500
<b>Transport</b>								
MRWA Direct Grants	0	0	0	0	0	277,029	69,257	0
<b>Other property and services</b>								
Diesel Fuel Rebate	0	0	0	0	0	36,000	9,000	11,160
	<b>45,454</b>	<b>0</b>	<b>0</b>	<b>45,454</b>	<b>45,454</b>	<b>1,594,619</b>	<b>398,655</b>	<b>339,396</b>
<b>Operating contributions</b>								
<b>General purpose funding</b>								
Recovery of Legal Expenses - Rates	0	0	0	0	0	75,000	18,750	4,397
<b>Community amenities</b>								
Reimbursements - Drum Muster	0	0	0	0	0	1,700	425	246
Advertising Reimbursement, Site Inspection & Information Retrieval Fees - Town Planning	0	0	0	0	0	2,000	500	1,907
<b>Recreation and culture</b>								
Contributions - Water Supply	0	0	0	0	0	20,000	5,000	0
<b>Transport</b>								
Reimbursements - East Kimberley Regional Airport	0	0	0	0	0	45,000	11,250	7,400
Wyndham Airport - Airbus Income	0	0	0	0	0	4,500	1,125	1,627
<b>Economic services</b>								
Fees and Charges (GST Applic) - Building Control	0	0	0	0	0	200	50	1,009
	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>148,400</b>	<b>37,100</b>	<b>16,586</b>
<b>TOTALS</b>	<b>45,454</b>	<b>0</b>	<b>0</b>	<b>45,454</b>	<b>45,454</b>	<b>1,743,019</b>	<b>435,755</b>	<b>355,982</b>

Provider	Capital grant/contribution liabilities					Non operating grants, subsidies and contributions revenue		
	Liability	Increase in	Decrease in	Liability	Current	Adopted	YTD	YTD
	1 July 2022	Liability	Liability	30 Sep 2022	Liability	Budget	Budget	Revenue
	\$	\$	(As revenue)	\$	\$	\$	\$	\$
<b>Non-operating grants and subsidies</b>								
<b>Recreation and culture</b>								
Kununurra Water Playground Grant Revenue - Dept Sport and Rec.	0	0	0	0	0	1,700,000	425,000	1,500,000
Kununurra Aquatic Pool Renewal - Grant Revenue	0	0	0	0	0	6,000,000	1,500,000	250,000
Wyndham Boat Ramp - Grant	171,846	0	0	171,846	171,846	0	0	0
Wyndham Oval Lights - Grant Revenue 20/21	0	0	0	0	0	590,000	147,500	0
Wyndham Oval Changerooms - Kimberley Development Commis:	0	0	0	0	0	0	0	100,000
<b>Transport</b>								
DRFAWA Funding - Monsoonal Flooding AGRN907 - 2020	0	0	0	0	0	1,620,915	0	1,183,064
Aboriginal Roads Funding - Federal Grants	0	0	0	0	0	380,000	95,000	90,000
Regional Road Group Grants	0	0	0	0	0	1,007,938	251,984	57,050
Roads to Recovery Grants (R2R)	0	0	0	0	0	766,960	191,740	0
State Local Road Black Spot - Income	0	0	0	0	0	613,806	153,452	0
WA Bicycle Network Grant	0	0	0	0	0	122,000	30,500	0
Local Roads and Community Infrastructure Program (LRCIP) Grant Revenue	639,501	0	0	639,501	639,501	935,671	233,918	0
Bridges Maintenance Federal Grant	110,000	0	0	110,000	110,000	0	0	0
Main Roads WA (State Election Commitment) Grant - Weaber Plain Rd/Mulligan Lagoon Rd Intersection	98,905	0	0	98,905	98,905	153,000	38,250	0
Main Roads WA (State Election Commitment) Grant - St Peters Way Wyndham	96,839	0	0	96,839	96,839	159,000	39,750	0
BBRF 5 EKRA Stage 1 - Taxiway and Apron Upgrades	0	0	0	0	0	7,568,581	1,892,145	0
Ord Stage 2 Road Reseal - RDL Contribution	400,568	0	0	400,568	400,568	0	0	0
	<b>1,517,659</b>	<b>0</b>	<b>0</b>	<b>1,517,659</b>	<b>1,517,659</b>	<b>21,617,871</b>	<b>4,999,239</b>	<b>3,180,114</b>

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

**NOTE 13  
TRUST FUND**

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

Description	Opening Balance	Amount	Amount	Closing Balance
	1 July 2022	Received	Paid	30 Sep 2022
	\$	\$	\$	\$
Public open space contributions	493,385	128	0	<b>493,513</b>
Building services levy	39,714	3,866	(25,657)	<b>17,923</b>
Building & construction industry training fund	33,228	6,971	(38,071)	<b>2,128</b>
Terminal security access cards	821	0	0	<b>821</b>
Health application fee	2,735	1,200	(250)	<b>3,685</b>
	<b>569,883</b>	<b>12,165</b>	<b>(63,978)</b>	<b>518,070</b>

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

The material variance adopted by Council for the 2022-23 year is \$20,000 or 10.00% whichever is the greater.

Nature or type	Var. \$	Var. %	Explanation of positive variances		Explanation of negative variances	
			Timing	Permanent	Timing	Permanent
	\$	%				
<b>Opening funding surplus / (deficit)</b>	2,479,344	3088.10%	▲	Capital expenditure brought forward		
<b>Revenue from operating activities</b>						
Operating grants, subsidies and contributions	(79,773)	(18.31%)	▼			Timing of grant income; specifically MRWA Direct Grant
Fees and charges	456,111	13.74%	▲	High number of foreshore leases invoiced.	Airport passenger fees are higher volume than budgeted. Development Application fees higher than expected.	
Interest earnings	28,722	63.47%	▲	Timing of instalment interest and non payment penalty interest for rates.		
<b>Expenditure from operating activities</b>						
Utility charges	107,149	32.27%	▲	September invoices paid in October		
Interest expenses	62,255	114.79%	▲	Timing of loan repayments and interest payments.		
Insurance expenses	(260,000)	(175.99%)	▼			Timing of Insurance allocations.
Other expenditure	140,867	34.84%	▲	Budgeted write-offs may take place later in the year.		
<b>Investing activities</b>						
Proceeds from non-operating grants, subsidies and contributions	(1,819,125)	(36.39%)	▼			Capital income attached to Kununurra Pool renewal and DRFAWA funding not yet received
Payments for property, plant and equipment and infrastructure	1,095,926	45.29%	▲	Capital payments not yet made.		
<b>Closing funding surplus / (deficit)</b>	2,418,413	(19.40%)	▲			