



SHIRE OF WYNDHAM | EAST KIMBERLEY

MONTHLY FINANCIAL REPORT 2019/20

FOR THE PERIOD ENDED 31 MARCH 2020

31 March 2020

SHIRE OF WYNDHAM EAST KIMBERLEY
MONTHLY FINANCIAL REPORT
(Containing the Statement of Financial Activity)
For the Period Ended 31 March 2020

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

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**STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD ENDED 31 MARCH 2020**

STATUTORY REPORTING PROGRAMS

	Original Budget	Amended Budget	YTD Budget (a)	YTD Actual (b)	Var. \$ (b)-(a)	Var. % (b)-(a)/(a)	Var.
	\$	\$	\$	\$	\$	%	
Opening Funding Surplus / (Deficit)	4,421,685	4,539,474	4,539,474	4,539,474	0	0.0%	
Revenue from operating activities							
Governance	25,100	25,100	18,825	15,730	(3,095)	(16.4%)	
General Purpose Funding - Rates	10,428,336	10,428,336	10,428,336	10,432,398	4,062	0.0%	
General Purpose Funding - Other	2,489,063	2,455,499	1,849,184	1,832,213	(16,970)	(0.9%)	
Law, Order and Public Safety	419,400	419,400	410,050	427,127	17,076	4.2%	
Health	80,500	80,500	70,625	64,445	(6,180)	(8.8%)	
Education and Welfare	11,500	11,500	8,625	8,644	19	0.2%	
Housing	143,880	143,880	107,910	82,977	(24,933)	(23.1%)	
Community Amenities	2,841,000	2,841,000	2,559,083	2,779,711	220,628	8.6%	▲
Recreation and Culture	655,060	655,060	510,795	512,972	2,177	0.4%	
Transport	5,040,265	5,150,782	3,036,132	3,164,559	128,426	4.2%	▲
Economic Services	105,000	125,000	91,250	65,373	(25,877)	(28.4%)	
Other Property and Services	48,004	103,004	93,503	87,904	(5,599)	(6.0%)	
Total Revenue from operating activities	22,287,108	22,439,061	19,184,319	19,474,053	289,734	1.5%	▲
Expenditure from operating activities							
Governance	(787,262)	(841,762)	(765,824)	(699,739)	66,085	8.6%	
General Purpose Funding	(315,675)	(315,675)	(122,448)	(56,362)	66,086	54.0%	
Law, Order and Public Safety	(1,167,189)	(1,167,189)	(960,373)	(919,276)	41,097	4.3%	
Health	(271,002)	(271,002)	(206,741)	(231,875)	(25,134)	(12.2%)	
Education and Welfare	(161,706)	(161,706)	(124,724)	(164,758)	(40,034)	(32.1%)	
Housing	(340,775)	(340,775)	(263,843)	(241,702)	22,141	8.4%	
Community Amenities	(4,534,377)	(4,576,077)	(3,430,846)	(3,542,571)	(111,725)	(3.3%)	▼
Recreation and Culture	(6,210,448)	(6,243,411)	(4,707,205)	(4,493,370)	213,835	4.5%	▲
Transport	(11,047,833)	(11,117,833)	(8,265,061)	(7,733,121)	531,939	6.4%	▲
Economic Services	(2,030,911)	(2,005,911)	(791,949)	(676,659)	115,290	14.6%	▲
Other Property and Services	(962,370)	(962,370)	(727,826)	(433,596)	294,230	40.4%	▲
Total Expenditure from operating activities	(27,829,551)	(28,003,714)	(20,366,839)	(19,193,029)	1,173,810	5.8%	▲
Non-cash amounts excluded from operating activities							
Profit/(Loss) on asset disposals	2,411	2,411	(10,327)	0	10,327	(100.0%)	
Depreciation on assets	6,400,705	6,400,705	4,800,529	4,676,580	(123,949)	(2.6%)	▲
Amount attributable to operating activities	5,282,358	5,377,937	8,147,156	9,497,078	1,349,922	16.6%	▲
Investing Activities							
Non-operating grants, subsidies and contributions	3,697,977	4,041,376	3,052,358	1,178,007	(1,874,350)	(61.4%)	▼
Purchase property, plant and equipment	(1,023,000)	(1,411,579)	(1,230,829)	(1,015,973)	214,856	17.5%	▲
Purchase and construction of infrastructure	(7,803,720)	(9,659,356)	(6,698,067)	(3,022,526)	3,675,540	54.9%	▲
Proceeds from disposal of assets	105,000	111,500	111,500	111,500	0	0.0%	
Amount attributable to investing activities	(5,023,743)	(6,918,059)	(4,765,038)	(2,748,993)	2,016,045	42.3%	▲
Financing Activities							
Proceeds from self supporting loans	9,837	9,837	7,378	7,356	(22)	(0.3%)	
Transfer from Reserves	2,790,888	5,044,072	0	0	0	0.0%	
Repayment of Debentures	(779,311)	(779,311)	(483,936)	(483,783)	153	(0.0%)	
Transfer to Reserves	(2,280,029)	(2,637,712)	(57,788)	(185,387)	(127,599)	220.8%	
Amount attributable to financing activities	(258,615)	1,636,886	(534,346)	(661,814)	(127,468)	23.9%	▼
Closing Funding Surplus / (Deficit)	(0)	96,765	2,847,772	6,086,271	3,238,499	113.7%	▲

KEY INFORMATION

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

The material variance adopted by Council for the 2019-20 year is \$100,000 and 10.00% at statement level and \$20,000 and 10.00% at account level.

**STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD ENDED 31 MARCH 2020**

BY NATURE OR TYPE

	Original Budget	Amended Budget	YTD Budget (a)	YTD Actual (b)	Var. \$ (b)-(a)	Var. % (b)-(a)/(a)	Var.
	\$	\$	\$	\$	\$	%	
Opening Funding Surplus / (Deficit)	4,421,685	4,539,474	4,539,474	4,539,474	0	0.0%	
Revenue from operating activities							
Rates	10,428,336	10,428,336	10,428,336	10,432,398	4,062	0.0%	
Operating grants, subsidies and contributions	2,220,000	2,296,953	1,803,344	1,852,075	48,731	2.7%	
Fees and charges	8,651,180	8,671,180	6,061,885	6,326,576	264,691	4.4%	▲
Interest earnings	590,823	590,823	443,299	416,798	(26,501)	(6.0%)	
Other revenue	383,000	438,000	437,128	446,205	9,077	2.1%	
Profit on disposal of assets	13,769	13,769	10,327	0	(10,327)	(100.0%)	
Total Revenue from operating activities	22,287,108	22,439,061	19,184,319	19,474,053	289,734	1.5%	▲
Expenditure from operating activities							
Employee costs	(11,475,251)	(11,475,251)	(8,543,080)	(8,336,760)	206,321	2.4%	▲
Materials and contracts	(5,853,735)	(6,017,898)	(4,472,507)	(3,791,817)	680,689	15.2%	▲
Utility charges	(1,118,650)	(1,118,650)	(818,904)	(883,412)	(64,508)	(7.9%)	
Depreciation on non-current assets	(6,400,706)	(6,400,706)	(4,800,529)	(4,676,580)	123,949	2.6%	▼
Interest expenses	(157,108)	(157,108)	(99,004)	(87,971)	11,033	11.1%	
Insurance expenses	(456,500)	(456,500)	(456,500)	(447,353)	9,147	2.0%	
Other expenditure	(2,351,421)	(2,361,421)	(1,176,314)	(969,135)	207,179	17.6%	▲
Loss on disposal of assets	(16,180)	(16,180)	0	0	0	0.0%	
Total Expenditure from operating activities	(27,829,551)	(28,003,714)	(20,366,839)	(19,193,029)	1,173,810	5.8%	▲
Non-cash amounts excluded from operating activities							
Profit/(Loss) on asset disposals	2,411	2,411	(10,327)	0	10,327	(100.0%)	
Depreciation on assets	6,400,705	6,400,705	4,800,529	4,676,580	(123,949)	(2.6%)	▲
Amount attributable to operating activities	5,282,358	5,377,937	8,147,156	9,497,078	1,349,922	16.6%	▲
Investing activities							
Non-operating grants, subsidies and contributions	3,697,977	4,041,376	3,052,358	1,178,007	(1,874,350)	(61.4%)	▼
Purchase property, plant and equipment	(1,023,000)	(1,411,579)	(1,230,829)	(1,015,973)	214,856	(17.5%)	▲
Purchase and construction of infrastructure	(7,803,720)	(9,659,356)	(6,698,067)	(3,022,526)	3,675,540	(54.9%)	▲
Proceeds from disposal of assets	105,000	111,500	111,500	111,500	0	0.0%	
Amount attributable to investing activities	(5,023,743)	(6,918,059)	(4,765,038)	(2,748,993)	2,016,045	(42.3%)	▲
Financing Activities							
Proceeds from self-supporting loans	9,837	9,837	7,378	7,356	(22)	(0.3%)	
Transfer from reserves	2,790,888	5,044,072	0	0	0	0.0%	
Repayment of debentures	(779,311)	(779,311)	(483,936)	(483,783)	153	(0.0%)	
Transfer to reserves	(2,280,029)	(2,637,712)	(57,788)	(185,387)	(127,599)	220.8%	
Amount attributable to financing activities	(258,615)	1,636,886	(534,346)	(661,814)	(127,468)	23.9%	▼
Closing Funding Surplus / (Deficit)	(0)	96,765	2,847,772	6,086,271	3,238,499	113.7%	▲

KEY INFORMATION

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

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**NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD ENDED 31 MARCH 2020**

NET CURRENT ASSET POSITION

Composition of estimated net current asset position	YTD Actual Balance	Brought Forward 1 July 2019
	\$	\$
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.		
Adjustments to net current assets		
Less: Reserves - restricted cash	(15,766,981)	(15,581,418)
Less: Financial assets at amortised cost - self supporting loans	(9,837)	(9,837)
Add: Borrowings	295,523	779,306
Add: Employee liability not required to be funded	1,233,809	1,261,280
Pending Transfers to/from Reserves	1,494,363	0
Total adjustments to net current assets	(12,753,123)	(13,550,669)
Current assets		
Cash and cash equivalents	4,267,004	5,284,573
Financial assets at amortised cost	13,728,574	13,728,574
Trade Receivables	2,405,620	1,963,979
Inventories	25,961	14,378
Other current assets	599,060	599,060
Total current assets	21,026,219	21,590,564
Less: Current liabilities		
Trade and other payables	(657,493)	(1,459,835)
Borrowings	(295,523)	(779,306)
Employee related provisions	(1,233,809)	(1,261,280)
Total current liabilities	(2,186,825)	(3,500,421)
Less: Total adjustments to net current assets	(12,753,123)	(13,550,669)
Closing Funding Surplus / (Deficit)	6,086,271	4,539,474

**NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD ENDED 31 MARCH 2020**

**INVESTING ACTIVITIES
CAPITAL ACQUISITIONS**

Account Description	Original Budget	Amended Budget	YTD Budget	YTD Actual	YTD Variance
Purchase property, plant and equipment					
04050310 Kununurra Pound	(10,000)	(10,000)	(7,500)	0	7,500
04100133 CCTV - Kununurra Landfill Site Security	0	(23,000)	(23,000)	(23,526)	(526)
04110110 Peter Reid Memorial Hall	(20,000)	(20,000)	(15,000)	0	15,000
04110112 Wyndham Community Club - essential renewal works	(50,000)	(50,000)	(37,500)	(1,280)	36,220
04110313 Plant and Equipment - Kununurra Swimming Complex	(30,000)	(30,000)	(22,500)	(10,815)	11,685
04110412 Plant and Equipment - Wyndham Swimming Complex	(10,000)	(10,000)	(7,500)	0	7,500
04110413 Shade Sails - Wyndham Swimming Complex	(35,000)	(35,000)	(26,250)	(28,700)	(2,450)
04120714 Airport Plant - Purchase Price	(20,000)	(50,000)	(50,000)	(23,000)	27,000
04120744 CCTV - East Kimberley Regional Airport	(18,000)	(86,000)	(81,500)	(64,022)	17,478
04120747 Apron Lighting - East Kimberley Regional Airport Terminal	(35,000)	(155,000)	(101,250)	0	101,250
04120822 Airport Outbuilding Demolition-Wyndham Airport	0	(130,579)	(130,579)	(130,579)	0
04140218 Shed Renewal-Wyndham Works Depot	0	(90,000)	(50,000)	(105,587)	(55,587)
04140413 System Development - Capital	(80,000)	(100,000)	(72,500)	(61,871)	10,630
04140610 Server and Network Upgrades - Information Technology	(20,000)	(30,000)	(21,250)	1,279	22,529
04140611 Laptop and Desktop Upgrades - Information Technology	(25,000)	(25,000)	(18,750)	(5,165)	13,585
04140612 Printers and Office Equipment - Information Technology	(5,000)	(5,000)	(3,750)	0	3,750
04140810 Heavy Plant - Purchase Price	(405,000)	(250,000)	(250,000)	(248,139)	1,861
04140811 Medium Plant - Purchase Price	(68,000)	(87,000)	(87,000)	(87,790)	(790)
04140812 Light Plant - Purchase Price	(192,000)	(225,000)	(225,000)	(226,779)	(1,779)
Total Purchase property, plant and equipment	(1,023,000)	(1,411,579)	(1,230,829)	(1,015,973)	214,856
Purchase and construction of infrastructure					
04050411 CCTV - Infrastructure Works	(135,089)	(456,706)	(456,706)	(458,940)	(2,234)
04100101 E-Waste Cages	(18,067)	(10,539)	(10,539)	0	10,539
04100401 Ewin Centre Drainage	(39,360)	(39,360)	(29,520)	(7,034)	22,486
04100402 Hibiscus Drive Drainage	(60,000)	(60,000)	(45,000)	(4,479)	40,521
04100610 Street Scape & Landscaping plan for Kununurra	(50,000)	(50,000)	(25,000)	0	25,000
04100910 Cemetery Upgrade & Beautification - Kununurra & Wyndham	(60,000)	(60,000)	(45,000)	(31,634)	13,366
04110616 Anthon Landing Wyndham Jetty Cathodic Protection-25 yr Life span	(320,000)	(305,000)	(305,000)	(269,212)	35,788
04111232 Play Spaces	(98,711)	(98,711)	(98,711)	(101,751)	(3,040)
04145910 Hardcourt re-surfacing all outdoor courts	(300,000)	(300,000)	(300,000)	(295,187)	4,813
04110511 Wyndham Boat Ramp Pontoon Jetty	(45,000)	(45,000)	(33,750)	0	33,750
04110614 Implement Trails Master Plan	(415,000)	(415,000)	(207,500)	0	207,500
04110615 Reticulation Upgrades - Wyndham & Kununurra	(91,000)	(171,000)	(148,250)	(90,499)	57,751
04110617 Anthon Landing Wyndham Jetty Remediation Works(incl Lighting)	(15,000)	(15,000)	(11,250)	(7,846)	3,404
04111316 Wyndham Parks Upgrade	(5,000)	(23,600)	(11,190)	0	11,190
04120210 Kalumburu Road - Re-sheet	(767,527)	(917,440)	(725,558)	(59)	725,499
04120213 Weaber Plain Road - Blackspot	(210,205)	(210,205)	0	(27,735)	(27,735)
04120223 Road Upgrade Carlton Hill Road	(285,250)	(285,250)	(142,625)	(69,549)	73,076
04120233 Footpath renewal	(453,600)	(453,600)	(302,400)	(31,913)	270,487
04120246 Lake Argyle Road - Widening	(2,044,175)	(2,028,175)	(1,523,131)	(96,406)	1,426,725
04120275 Road and Drainage Upgrade (Design, Estimates & Construct) - Kununurra	(100,000)	(100,000)	(50,000)	(10,395)	39,605
04120318 Re-surfacing/Re-seal/Re-construct program - Kununurra town site	(400,000)	(400,000)	(200,000)	(397,114)	(197,114)
04120320 Bridges (5116) - D4 Weaber Plain Rd	0	(46,925)	(46,925)	(46,925)	0
04120325 Road and Drainage Upgrade - Nutwood & Rosewood and surrounds	(696,584)	(696,584)	0	(2,272)	(2,272)
04120328 Bandicoot Drive - Road and Drainage upgrade	(631,152)	(1,338,295)	(1,338,295)	(870,420)	467,875
04120330 Miscellaneous Road Infrastructure	(21,000)	(21,000)	(15,750)	(20,688)	(4,938)
04120401 East Kimberley College - Parking	(30,000)	(28,000)	(28,000)	(28,909)	(909)
04120741 Signage Upgrades - East Kimberley Regional Airport	(10,000)	(10,000)	(7,500)	0	7,500
04120818 Runway Lighting Replacement-Wyndham Airport	(22,000)	(55,732)	(55,732)	(55,732)	0
04120712 Carpark Upgrade - East Kimberley Regional Airport	(300,000)	(750,000)	(375,000)	(8,139)	366,861
04120728 Security Fence Upgrade - East Kimberley Regional Airport	(30,000)	(30,000)	(22,500)	0	22,500
04120740 Airport Runway Extension	0	(36,234)	(36,234)	(37,574)	(1,340)
04120748 Taxiway and Apron Upgrade - East Kimberley Regional Airport Terminal	(50,000)	(50,000)	(25,000)	0	25,000
04120752 Geotechnical Testing - Gilgai Holes - Kununurra Airport	(100,000)	(152,000)	(76,000)	(35,494)	40,506
04120204 DRFAWA (AGRN888) Monsoonal Trough and Associated Flooding (2020) E	0	0	0	(16,621)	(16,621)
Total Purchase and construction of infrastructure	(7,803,720)	(9,659,356)	(6,698,067)	(3,022,526)	3,675,540
Grand Total	(8,826,720)	(11,070,935)	(7,928,896)	(4,038,500)	3,890,396

**NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD ENDED 31 MARCH 2020**

EXPLANATION OF MATERIAL VARIANCES

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

Variance +/- \$100,000 and 10% at Financial Statement Level

Variance +/- \$20,000 and 10% at Account Level

Reporting Program/Account	Variance \$	Timing/ Permanent	Explanation of Variance
	\$		
Revenue from operating activities	289,734	▲	
Governance	(3,095)		No material variances to report
General Purpose Funding - Rates	4,062		No material variances to report
General Purpose Funding - Other	(16,970)		Material variances at account level below
Non Payment Penalty Interest - Rates	24,239	▲ Timing	Higher amount of rates outstanding than expected.
Interest Income - Municipal Fund	(23,168)	▼ Timing	Lower interest rates than expected.
Interest Income - Reserve Fund	(26,526)	▼ Timing	Lower interest rates than expected.
Law, Order and Public Safety	17,076		No material variances to report
Health	(6,180)		No material variances to report
Education and Welfare	19		No material variances to report
Housing	(24,933)		No material variances to report
Community Amenities	220,628	▲	Material variances at account level below
Rubbish Disposal Charges	201,571	▲ Permanent	Waste income greater than expected. Includes \$60k for recognition of income from free domestic waste disposal offset by write-off expense.
Development Application Fees	(30,119)	▼ Timing	Due to timing of development applications.
Recreation and Culture	2,177		Material variances at account level below
Memberships - Kununurra Leisure Centre	21,015	▲ Timing	Increased KLC memberships compared to last year
Transport	128,426	▲	Material variances at account level below
Passenger Handling Fees - East Kimberley Regional Airport	118,898	▲ Timing	Higher number of FIFO passengers than expected in last half of 2019.
Passenger Screening Fees - East Kimberley Regional Airport	83,174	▲ Timing	Higher number of FIFO passengers than expected in last half of 2019.
Leases - East Kimberley Regional Airport Terminal	(59,833)	▼ Timing	Variance partly due to timing of some quarterly invoices, and due to reduction in lessee turnover which determines the lease fee.
Economic Services	(25,877)		No material variances to report
Other Property and Services	(5,599)		No material variances to report
Expenditure from operating activities	1,173,810	▲	
Governance	66,085		No material variances to report
General Purpose Funding	66,086		Material variances at account level below
Administration Salary and Wages Allocated - Rates	30,194	▲ Timing	Non-cash item relating to allocation of overheads.
Law, Order and Public Safety	41,097		No material variances to report
Health	(25,134)		Material variances at account level below
Direct Salaries - Other Health	(24,267)	▼ Timing	Variance due to maternity leave cover and changes to allowances.
Education and Welfare	(40,034)		Material variances at account level below
Building Maintenance - Kununurra Childcare Centre	(24,004)	▼ Permanent	Variance due to unbudgeted air conditioner repairs at Ewin Early Learning centre.
Housing	22,141		No material variances to report
Community Amenities	(111,725)	▼	Material variances at account level below
Landfill Maintenance	42,678	▲ Timing	Variance mainly related to allocation of plant operating costs.
Write Offs and Waivers - Waste Disposal Charges - Impact on Waste Mgmt Reserve	(102,169)	▼ Permanent	Non cash item. Variance due to higher utilisation of free domestic waste disposal offset by additional income.
Direct Salaries - Wyndham Landfill	(32,975)	▼ Timing	Timing variance due to allocation of salary overheads. Under review.
Direct Salaries - Kununurra Landfill	(74,583)	▼ Timing	Timing variance due to allocation of salary overheads. Under review.
Administration Salary and Wages Allocated - Sanitation - Household Refuse	(49,860)	▼ Timing	Timing variance relating to allocation of overheads. Under review.
Direct Salaries - Town Planning and Regional Development	(34,519)	▼ Timing	Mainly due to leave accruals being higher than budgeted.
Community Grants	56,228	▲ Timing	Variance due to timing of payments only.
Direct Salaries - Community Development Services	21,340	▲ Timing	Variance mainly due to Community Development Manager vacancy since December.

**NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD ENDED 31 MARCH 2020**

EXPLANATION OF MATERIAL VARIANCES

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Variance +/- \$100,000 and 10% at Financial Statement Level

Variance +/- \$20,000 and 10% at Account Level

Reporting Program/Account	Variance \$	Timing/ Permanent	Explanation of Variance
	\$		
Recreation and Culture	213,835	▲	Material variances at account level below
Depreciation - Public Halls	(29,331)	▼ Timing	Non-cash item. However, budget should be \$69k. To be adjusted in 2020/21 budget.
Direct Salaries - Kununurra Swimming Complex	(61,833)	▼ Timing	Variance due to allocation of payroll overheads. Overhead allocations under review.
Other employee expenses - Kununurra Swimming Complex (Super/Workcomp/FBT/etc..)	(48,618)	▼ Timing	Due to payment for labour hire required to cover staff absences.
Direct Salaries - Wyndham Swimming Complex	26,267	▲ Timing	Variance due to allocation of payroll overheads. Overhead allocations under review.
Depreciation - Other Swimming Areas and Beaches	(30,262)	▼ Timing	Non-cash item. Depreciation lives under review.
Depreciation - Land Under Control - Land Developments	20,159	▲ Timing	Decrease in depreciation due to revised useful lives.
Depreciation - Land Under Control - Building & Structure	(53,900)	▼ Timing	Non-cash item. However, budget should be \$102k. To be adjusted in 2020/21 budget.
Direct Salaries - Recreation Services	30,977	▲ Timing	Variance due to allocation of payroll overheads. Overhead allocations under review.
Building Operating - Kununurra Leisure Centre	25,692	▲ Timing	Due to timing of invoices received.
Other employee expenses - Kununurra Leisure Centre (Super/Workcomp/FBT/etc..)	32,073	▲ Timing	Timing due to allocation of staff overheads.
Kununurra Sports Oval Maintenance	(27,193)	▼ Timing	Timing variance only.
Depreciation - Kununurra Grounds	34,597	▲ Timing	Decrease in depreciation due to revised useful lives and timing of completion of current year projects.
Wyndham Sports Oval Maintenance	(22,685)	▼ Timing	Power usage higher than budgeted.
Parks and Gardens Maintenance - Kununurra	123,947	▲ Timing	Timing variance. Labour and plant costs allocated to this activity to be reviewed.
Depreciation - Kununurra Parks and Gardens	42,113	▲ Timing	Decrease in depreciation due to revised useful lives and timing of completion of current year projects.
Transport	531,939	▲	Material variances at account level below
Rural Road Maintenance	211,153	▲ Timing	Timing of works.
Urban Road Maintenance - Wyndham	(34,005)	▼ Timing	Timing of works.
Urban Road Maintenance - Kununurra	(117,363)	▼ Timing	Timing of works.
Street Lighting	21,032	▲ Timing	Potential saving due to monthly streetlights bill being approx \$2k lower than budget.
Stormwater Management Strategy	21,497	▲ Timing	Variance due to timing of final billing.
Street Lighting Upgrades	60,000	▲ Timing	Project yet to start.
Administration Salary and Wages Allocated - Streets, Roads & Bridges - Maintenance	46,251	▲ Timing	Non-cash item. Overhead allocations under review.
Admin Overheads Allocated - Streets, Roads & Bridges - Maintenance	30,059	▲ Timing	Non-cash item. Overhead allocations under review.
Depreciation - Streets, Roads & Bridges - Maintenance	43,847	▲ Timing	Non-cash item. Variance due to revisions to unsealed road valuations and timing of completion of current year road projects.
Plant Operating Costs - East Kimberley Regional Airport	32,167	▲ Timing	Non-cash item. Allocation of Plant costs under review.
Airport Terminal Building Maintenance - East Kimberley	31,955	▲ Timing	Timing variance. Maintenance work underway.
Airside Operations - East Kimberley Regional Airport	26,142	▲ Timing	Timing variance only.
Airport Administration Building Maintenance - East Kimberley	21,715	▲ Timing	Variance due to timing of building maintenance
Airport Runway Extension Assessment and Business Case	25,000	▲ Timing	Timing variance. Project yet to start.
Other employee expenses - Airport Reporting (Super/Workcomp/FBT/etc..)	39,520	▲ Timing	Timing due to allocation of staff overheads.
Direct Salaries - East Kimberley Regional Airport	33,181	▲ Timing	Timing due to allocation of staff overheads.
Depreciation - East Kimberley Regional Airport	33,259	▲ Timing	Non cash item. Variance due to revisions in property useful lives and timing of completion of current year projects.
Economic Services	115,290	▲	Material variances at account level below

**NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD ENDED 31 MARCH 2020**

EXPLANATION OF MATERIAL VARIANCES

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

Variance +/- \$100,000 and 10% at Financial Statement Level

Variance +/- \$20,000 and 10% at Account Level

Reporting Program/Account	Variance \$	Timing/ Permanent	Explanation of Variance
	\$		
Marketing Tourism - EK and North West	138,750	▲ Timing	Timing of payments for Tourism especially contribution towards Melbourne Flights.
Direct Salaries - Building Control	(50,000)	▼ Timing	Allocation of Salary Overheads and adjustment to allowances.
Economic Development Strategy	81,924	▲ Timing	Timing variance. RFQ Pending
Other Property and Services	294,230	▲	Material variances at account level below
Vehicle Expenses - Public Works	(27,438)	▼ Timing	Timing of plant cost recoveries.
Direct Salaries - Operations	25,424	▲ Timing	Potential saving due to one staff absence on reduced pay.
Other employee expenses - Operations (Super/Workcomp/FBT/etc..)	20,335	▲ Timing	Potential saving due to one staff absence on reduced pay.
Other employee expenses - Outdoor Workforce (Super/Workcomp/FBT/etc..)	(27,007)	▼ Timing	Mainly due to timing of Waste Management staff training
Indirect Salaries - Outdoor Workforce	72,552	▲ Timing	Variance due to allocation of payroll overheads. Overhead allocations under review.
Administration Salary and Wages Allocated - Public Works Overheads	(21,952)	▼ Timing	Non cash item. Variance due to timing of allocation of admin salaries and wages, based on actual expenditure in activity.
Depreciation - Kununurra Administration	(27,496)	▼ Timing	Non-cash item. Depreciation lives now reviewed. However budget too low and being rectified in 2020-21 budget.
Direct Salaries - Information Services	(92,135)	▼ Permanent	Timing due to additional pay period in December and employment of temporary staff to cover vacancies.
Depreciation - Information Services	63,843	▲ Timing	Decrease in depreciation due to revised useful lives and timing of completion of current year projects.
Vehicle Expenses - Executive	(21,933)	▼ Timing	One off increase in cost recovery due to system correction in depreciation costs for motor vehicles.
Direct Salaries - Executive	20,561	▲ Timing	Reduced expenditure due to CEO vacancy. Will be offset by recruitment expense.
Other employee expenses - Executive (Super/Workcomp/FBT/etc..)	52,127	▲ Timing	Reduced expenditure due to CEO vacancy. Will be offset by recruitment expense.
Depreciation - Plant Operation	21,489	▲ Timing	Timing variance. Plant replacements to be capitalised at end of year.
Direct Salaries - Financial Services	(29,285)	▼ Timing	Variance due to allocation of payroll overheads. Overhead allocations under review.
Direct Salaries - Human Resources	(34,965)	▼ Timing	Variance due to allocation of payroll overheads. Overhead allocations under review.
Engineering Consultancy	21,765	▲ Timing	Expenditure expected in 2020.
Direct Salaries - Engineering and Technical	68,675	▲ Timing	Timing due to staff vacancies.
Other employee expenses - Engineering and Technical (Super/Workcomp/FBT/etc..)	39,888	▲ Timing	Timing due to staff vacancies.
Investing Activities	2,016,045	▲	
Non-operating Grants, Subsidies and Contributions	(1,874,350)	▼	Material variances at account level below
Trails Plan - Capital grant income	(250,000)	▼ Timing	Timing of claims for grant income which is dependent on progress.
Sport and Recreation grant	(148,496)	▼ Timing	Timing of claims for grant income which is dependent on progress.
Aboriginal Roads Funding - State Grants	(129,600)	▼ Timing	Relating to timing of claims.
Regional Road Group Grants	(511,880)	▼ Timing	Relating to progress claims for works in progress.
Road to Recovery Grants	(420,292)	▼ Timing	Relating to progress claims for works in progress
State Local Road Black Spot - Income	(41,691)	▼ Timing	Variance due to timing of claims to Main Roads.
WA Bicycle Network Grant	(95,855)	▼ Timing	Relating to timing of claims.
Commodity Route Grant	(213,938)	▼ Timing	Relating to progress of works.
RADS Funding (Regional Airports Development Scheme)	(65,000)	▼ Timing	Relating to progress of works.
Purchase property, plant and equipment	214,856	▲	Material variances at account level below

**NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD ENDED 31 MARCH 2020**

EXPLANATION OF MATERIAL VARIANCES

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

Variance +/- \$100,000 and 10% at Financial Statement Level

Variance +/- \$20,000 and 10% at Account Level

Reporting Program/Account	Variance \$	Timing/ Permanent	Explanation of Variance
	\$		
Wyndham Community Club - essential renewal works	36,220	▲ Timing	Works to be undertaken in 2020.
Airport Plant - Purchase Price	27,000	▲ Timing	Timing of purchase of last motor vehicle to occur before year end.
Apron Lighting - East Kimberley Regional Airport Terminal	101,250	▲ Timing	Project to commence 2020.
Shed Renewal-Wyndham Works Depot	(55,587)	▼ Timing	Expenditure occurring ahead of budget.
Server and Network Upgrades - Information Technology	22,529	▲ Timing	Timing of expenditure to occur before year end.
Purchase and construction of infrastructure	3,675,540	▲	Material variances at account level below
Ewin Centre Drainage	22,486	▲ Timing	Timing variance
Hibiscus Drive Drainage	40,521	▲ Timing	Works Commencing dry season 2020.
Street Scape & Landscaping plan for Kununurra	25,000	▲ Timing	Timing of works.
Anthon Landing Wyndham Jetty Cathodic Protection-25 yr Life span	35,788	▲ Timing	Works completed but additional works may be required.
Wyndham Boat Ramp Pontoon Jetty	33,750	▲ Timing	Works to commence 2020.
Implement Trails Master Plan	207,500	▲ Timing	Design underway. Works to commence once design completed.
Reticulation Upgrades - Wyndham & Kununurra	57,751	▲ Timing	Works in progress.
Kalumburu Road - Re-sheet	725,499	▲ Timing	Works to commence dry season 2020.
Weaber Plain Road - Blackspot	(27,735)	▼ Timing	Timing variance. Project started slightly earlier than budgeted.
Road Upgrade Carlton Hill Road	73,076	▲ Timing	Timing variance. Project in design
Footpath renewal	270,487	▲ Timing	Works to be completed dry season 2020.
Lake Argyle Road - Widening	1,426,725	▲ Timing	Works completed. Awaiting invoice from Main Roads.
Road and Drainage Upgrade (Design, Estimates & Construct) - Kununurra	39,605	▲ Timing	Works in progress.
Re-surfacing/Re-seal/Re-construct program - Kununurra town site	(197,114)	▼ Timing	Timing of works.
Bandicoot Drive - Road and Drainage upgrade	467,875	▲ Timing	Works in progress.
Carpark Upgrade - East Kimberley Regional Airport	366,861	▲ Timing	Timing variance. Project yet to start.
Security Fence Upgrade - East Kimberley Regional Airport	22,500	▲ Timing	Timing variance. Carry forward project.
Taxiway and Apron Upgrade - East Kimberley Regional Airport Terminal	25,000	▲ Timing	Timing of works.
Geotechnical Testing - Gilgai Holes - Kununurra Airport	40,506	▲ Timing	Timing variance. Works commenced February 2020.
Proceeds from Disposal of Assets	0		No material variances to report
Financing Activities	(127,468)		
Proceeds from New Debentures	0		No proceeds from new debentures
Proceeds from self supporting loans	(22)		No material variances to report
Transfer from Reserves	0		No variance to report
Advances to Community Groups	0		No Material variances to report
Repayment of Debentures	153		No material variances to report
Transfer to Reserves	(127,599)	▼	Material variances at account level below
Airport General Reserve - Transfer to Reserve	(41,946)	▼ Timing	Interest received ahead of budget.

KEY INFORMATION

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

The material variance adopted by Council for the 2019-20 year is \$100,000 and 10.00% at statement level and \$20,000 and 10.00% at account level.

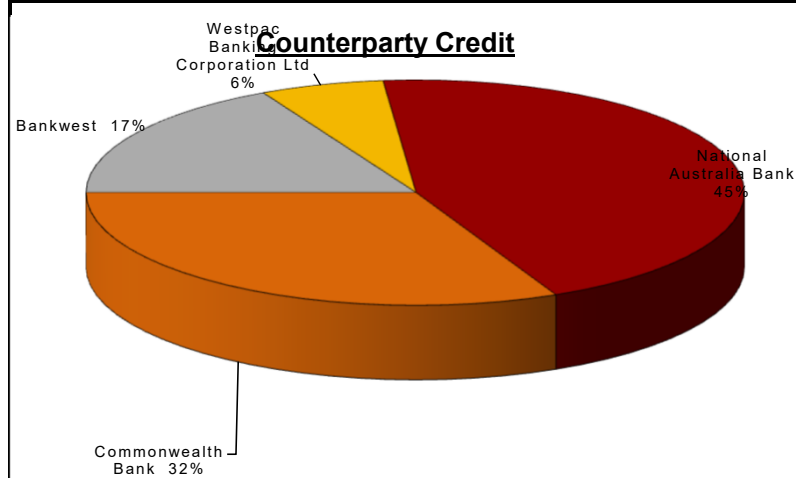
**NOTES TO STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD ENDED 31 MARCH 2020**

BUDGET REMAINING TO COLLECT/SPEND

	Original Budget	Amended Budget	YTD Actual (b)	Budget remaining (Budget less YTD Actual)	
	\$	\$	\$	\$	%
Opening Funding Surplus / (Deficit)	4,421,685	4,539,474	4,539,474		
Revenue from operating activities					
Governance	25,100	25,100	15,730	9,370	37.3%
General Purpose Funding - Rates	10,428,336	10,428,336	10,432,398	(4,062)	(0.0%)
General Purpose Funding - Other	2,489,063	2,455,499	1,832,213	623,286	25.4%
Law, Order and Public Safety	419,400	419,400	427,127	(7,726)	(1.8%)
Health	80,500	80,500	64,445	16,055	19.9%
Education and Welfare	11,500	11,500	8,644	2,856	24.8%
Housing	143,880	143,880	82,977	60,903	42.3%
Community Amenities	2,841,000	2,841,000	2,779,711	61,289	2.2%
Recreation and Culture	655,060	655,060	512,972	142,088	21.7%
Transport	5,040,265	5,150,782	3,164,559	1,986,223	38.6%
Economic Services	105,000	125,000	65,373	59,627	47.7%
Other Property and Services	48,004	103,004	87,904	15,100	14.7%
Total Revenue from operating activities	22,287,108	22,439,061	19,474,053	2,965,009	13.2%
Expenditure from operating activities					
Governance	(787,262)	(841,762)	(699,739)	(142,024)	16.9%
General Purpose Funding	(315,675)	(315,675)	(56,362)	(259,314)	82.1%
Law, Order and Public Safety	(1,167,189)	(1,167,189)	(919,276)	(247,913)	21.2%
Health	(271,002)	(271,002)	(231,875)	(39,127)	14.4%
Education and Welfare	(161,706)	(161,706)	(164,758)	3,052	(1.9%)
Housing	(340,775)	(340,775)	(241,702)	(99,073)	29.1%
Community Amenities	(4,534,377)	(4,576,077)	(3,542,571)	(1,033,505)	22.6%
Recreation and Culture	(6,210,448)	(6,243,411)	(4,493,370)	(1,750,042)	28.0%
Transport	(11,047,833)	(11,117,833)	(7,733,121)	(3,384,712)	30.4%
Economic Services	(2,030,911)	(2,005,911)	(676,659)	(1,329,252)	66.3%
Other Property and Services	(962,370)	(962,370)	(433,596)	(528,775)	54.9%
Total Expenditure from operating activities	(27,829,551)	(28,003,714)	(19,193,029)	(8,810,685)	31.5%
Non-cash amounts excluded from operating activities					
Profit/(Loss) on asset disposals	2,411	2,411	0	2,411	100.0%
Depreciation on assets	6,400,705	6,400,705	4,676,580	1,724,125	26.9%
Amount attributable to operating activities	5,282,358	5,377,937	9,497,078	(4,119,141)	(76.6%)
Investing Activities					
Non-operating grants, subsidies and contributions	3,697,977	4,041,376	1,178,007	2,863,369	70.9%
Purchase property, plant and equipment	(1,023,000)	(1,411,579)	(1,015,973)	(395,606)	28.0%
Purchase and construction of infrastructure	(7,803,720)	(9,659,356)	(3,022,526)	(6,636,830)	68.7%
Proceeds from disposal of assets	105,000	111,500	111,500	0	0.0%
Amount attributable to investing activities	(5,023,743)	(6,918,059)	(2,748,993)	(4,169,066)	60.3%
Financing Activities					
Proceeds from self supporting loans	9,837	9,837	7,356	2,481	25.2%
Transfer from Reserves	2,790,888	5,044,072	0	5,044,072	100.0%
Repayment of Debentures	(779,311)	(779,311)	(483,783)	(295,528)	37.9%
Transfer to Reserves	(2,280,029)	(2,637,712)	(185,387)	(2,452,325)	93.0%
Amount attributable to financing activities	(258,615)	1,636,886	(661,814)	2,298,699	140.4%
Closing Funding Surplus / (Deficit)	(0)	96,765	6,086,271	(5,989,506)	

REPORT ON INVESTMENT PORTFOLIO AS AT 31 March 2020

INVESTMENT POLICY - CP FIN - 3203			
S&P Rating		Portfolio Credit Framework	Counterparty Credit Framework
Long Term	Short Term	Direct Investment Maximum %	
AAA	A-1+	100%	45%
AA	A-1	100%	35%
A	A-2	60%	20%
Note: "S & P" relates to Standard & Poors credit rating agency			
TERM TO MATURITY FRAMEWORK			
Overall Portfolio Term to Maturity Limits			
Portfolio % < 1 year		100% max 40% min	
Portfolio % > 1 year		60%	
Portfolio % > 3 year		35%	
Individual Investment Maturity Limits			
Authorised Deposit Institution		12 Months	
State/Commonwealth Government Bonds		3 years	



INVESTMENTS REGISTER 2019-20

Institution Name	S&P Rating	Term to Maturity	Interest Rate	Maturity Date	Principal	Interest on Maturity	% of portfolio
MUNICIPAL FUNDS							
Westpac		90 Days	1.45%	19-May-20	1,008,638.78	3,606.23	6.08%
TOTAL MUNICIPAL INVESTMENTS					1,008,638.78	3,606.23	6.08%
RESERVE FUNDS							
NAB		120 Days	1.52%	24-Jun-20	1,144,851.90	5,721.12	6.90%
CBA		123 Days	1.43%	15-Jun-20	3,071,022.20	14,798.96	18.50%
CBA		122 Days	1.36%	15-Apr-20	1,200,000.00	5,365.48	7.23%
CBA		120 Days	1.06%	7-Jul-20	1,032,789.12	3,599.20	6.22%
Bankwest		120 Days	1.15%	7-Jul-20	543,988.81	2,056.72	3.28%
NAB		120 Days	1.55%	12-Jun-20	1,055,306.23	5,377.73	6.36%
NAB		120 Days	1.55%	12-Jun-20	1,055,947.85	5,380.99	6.36%
NAB		120 Days	1.55%	12-Jun-20	1,055,947.87	5,380.99	6.36%
Bankwest		4 Months	1.15%	16-Jul-20	1,844,223.12	7,088.89	11.11%
NAB		120 Days	1.56%	7-Apr-20	1,029,830.23	5,281.76	6.20%
NAB		120 Days	1.56%	7-Apr-20	1,023,912.13	5,251.41	6.17%
NAB		120 Days	1.55%	12-Jun-20	1,045,602.56	5,328.28	6.30%
TOTAL RESERVE INVESTMENTS					15,103,422.02	70,631.54	90.99%
TRUST FUNDS - T292							
Bankwest		121 Days	1.30%	25-Jun-20	487,242.79	2,099.82	2.94%
TOTAL TRUST INVESTMENTS					487,242.79	2,099.82	2.94%
TOTAL INVESTMENTS HELD & INTEREST PAID					16,599,303.59	76,337.59	100.00%