



# Shire of Wyndham East Kimberley

## Interim Monthly Financial Report 2018/19

**As at 31 July 2018**

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Financial Activity Legend:  
Above Budget Expectations: ▲  
Below Budget Expectations: ▼

# Shire of Wyndham East Kimberley

## Statement of Financial Activity (Interim Report)

Year to Date Actual v Year to Date Budget

as at 31 July 2018

	YTD Actual 2018/19 \$	YTD Budget 2018/19 \$	YTD Variance 2018/19 \$	%	
Estimated Surplus/(Deficit) July 1 B/Fwd	1,622,636	1,622,636	0	0%	▼
<b>Revenue</b>					
General Purpose Funding	40,903	40,800	103	0%	▲
Governance	1,333	1,141	192	17%	▲
Law, Order and Public Safety	345,549	397,903	(52,354)	-13%	▼
Health	2,718	2,633	85	3%	▲
Education and Welfare	960	958	2	0%	▲
Housing	14,098	12,189	1,909	16%	▲
Community Amenities	1,801,669	1,869,733	(68,064)	-4%	▼
Recreation and Culture	22,812	27,263	(4,451)	-16%	▼
Transport	136,060	138,490	(2,430)	-2%	▼
Economic Services	10,596	7,459	3,137	42%	▲
Other Property and Services	6,783	2,208	4,575	207%	▲
	<b>2,383,481</b>	<b>2,500,777</b>	<b>(117,296)</b>	<b>-5%</b>	<b>▼</b>
<b>Expenses</b>					
General Purpose Funding	(1,058)	(4,075)	3,017	-74%	▼
Governance	(63,484)	(75,915)	12,431	-16%	▼
Law, Order and Public Safety	(97,038)	(95,182)	(1,856)	2%	▲
Health	(21,478)	(23,088)	1,610	-7%	▼
Education and Welfare	(18,813)	(18,874)	62	0%	▼
Housing	(57,580)	(52,799)	(4,781)	9%	▲
Community Amenities	(239,598)	(263,112)	23,514	-9%	▼
Recreation and Culture	(466,058)	(528,178)	62,120	-12%	▼
Transport	(459,793)	(768,363)	308,570	-40%	▼
Economic Services	(165,373)	(155,451)	(9,922)	6%	▲
Other Property and Services	(136,012)	(187,434)	51,422	-27%	▼
	<b>(1,726,284)</b>	<b>(2,172,471)</b>	<b>446,187</b>	<b>-21%</b>	<b>▼</b>
<b>Operating activities excluded from budget</b>					
(Profit)/Loss on asset disposals	0	10,520	(10,520)	-100%	▲
Loss on revaluation of non current assets	0	0	0	0%	▼
Depreciation on assets	180,941	512,073	(331,132)	-65%	▼
Movement in employee benefit provisions	0	0	0	0%	▼
<b>Amount attributable to operating activities</b>	<b>2,460,774</b>	<b>2,473,535</b>	<b>(12,761)</b>	<b>-1%</b>	<b>▼</b>
<b>INVESTING ACTIVITIES</b>					
Non-operating grants, subsidies and contributions	97,674	119,985	(22,311)	-19%	▼
Purchase property, plant and equipment	(18,625)	(20,000)	1,375	-7%	▼
Purchase and construction of infrastructure	(705,156)	(701,000)	(4,156)	1%	▲
Proceeds from disposal of assets	0	0	0	0%	▼
<b>Amount attributable to investing activities</b>	<b>(626,106)</b>	<b>(601,015)</b>	<b>(25,091)</b>	<b>4%</b>	<b>▼</b>
<b>FINANCING ACTIVITIES</b>					
Repayment of debentures	(75,619)	(75,619)	0	0%	▼
Proceeds from new debentures	0	0	0	0%	▼
Proceeds from self supporting loans	0	798	(798)	-100%	▲
Advances to community groups	0	0	0	0%	▼
Transfers to Reserves (Restricted Assets)	(32,355)	0	(32,355)	0%	▲
Transfers from Reserves (Restricted Assets)	0	0	0	0%	▼
<b>Amount attributable to financing activities</b>	<b>(107,973)</b>	<b>(74,821)</b>	<b>(33,152)</b>	<b>44%</b>	<b>▲</b>
<b>Surplus/(deficiency) before general rates</b>	<b>1,726,694</b>	<b>1,797,699</b>	<b>(71,005)</b>	<b>-4%</b>	<b>▼</b>
<b>Total amount raised from general rates</b>	<b>10,426,614</b>	<b>10,420,934</b>	<b>5,680</b>	<b>0%</b>	<b>▲</b>
<b>Net current assets at June 30 c/fwd - surplus/(deficit)</b>	<b>12,154,092</b>	<b>12,218,633</b>	<b>(64,541)</b>		<b>▼</b>

**Shire of Wyndham East Kimberley**  
**Note to Statement of Financial Activity (Interim Report)**

**Net Current Assets**  
**as at 31 July 2018**

**Composition of Estimated Net Current Asset Position**

	<b>YTD Actual 2018/19</b>	<b>Brought Forward 1 July 2018</b>
<b>CURRENT ASSETS</b>		
① Cash - Municipal (Unrestricted)	6,347,899	5,524,975
Cash Investments - Restricted Reserves	12,422,400	12,234,302
Cash - Restricted Reserves	798,640	798,126
Receivables	10,692,979	2,723,596
Inventories	11,462	15,414
	<u>30,273,379</u>	<u>21,296,413</u>
<b>LESS: CURRENT LIABILITIES</b>		
Payables and Provisions	(2,852,348)	(2,978,092)
Less:		
Restricted - Reserves	(15,266,940)	(13,032,428)
② <b>NET CURRENT ASSET POSITION</b>	<b><u>12,154,091</u></b>	<b><u>5,285,893</u></b>
Less:		
<i>Restricted - Grants</i>	(1,862,199)	(1,862,199)
<i>Restricted - Unspent Loans</i>	(450,678)	(450,678)
<b>ADJUSTED NET CURRENT ASSET POSITION</b>	<b><u>9,841,214</u></b>	<b><u>2,973,016</u></b>
① <b>Cash - Municipal brought forward balances represented by:</b>		
Cash on Hand	1,550	1,550
Cash at Bank - Municipal		
Unrestricted	4,033,472	3,210,548
Restricted - Grants	1,862,199	1,862,199
Restricted - Loans	450,678	450,678
	<u>6,347,899</u>	<u>5,524,975</u>

② *Net current asset position and Unrestricted cash will remain overstated until the position of grants/loans and reserves are finalised for the 2017/18 financial year.*

**Shire of Wyndham East Kimberley**  
**Notes to Statement of Financial Activity (Interim Report)**  
**For the Period Ended 31 July 2018**

**Explanation of Material Variances** (between YTD Budget and YTD Actual)

*Variances +/- 100,000 and 10% at Financial Statement Level*

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

**Operating Income - Excluding Rates**

	▲		
<b>General Purpose Funding</b>	▲	103	
No material variances to report			
<b>Governance</b>	▲	192	
No material variances to report			
<b>Law, Order and Public Safety</b>	▼	<b>(52,354)</b>	
Emergency Services Levy - Rates	54,130	▼	Levy collected behalf of DFES. Decrease in levy will be offset by levy payment. Budget to be amended at the Mid-Year Budget Review.
<b>Health</b>	▲	85	
No material variances to report			
<b>Education and Welfare</b>	▲	2	
No material variances to report			
<b>Housing</b>	▲	1,909	
No material variances to report			
<b>Community Amenities</b>	▼	<b>(68,064)</b>	
Contribution - Strategic and Land Use Planning	72,000	▼	Income received in 2017/18. Budget to be amended at the Mid-Year Budget Review.
<b>Recreation and Culture</b>	▼	<b>(4,451)</b>	
No material variances to report			
<b>Transport</b>	▼	<b>(2,430)</b>	
No material variances to report			
<b>Economic Services</b>	▲	3,137	
No material variances to report			
<b>Other Property and Services</b>	▲	4,575	
No material variances to report			

**Operating Expenditure**

	▼		
<b>General Purpose Funding</b>	▼	<b>(3,017)</b>	
No material variances to report			
<b>Governance</b>	▼	<b>(12,431)</b>	
No material variances to report			
<b>Law, Order and Public Safety</b>	▲	1,856	
No material variances to report			
<b>Health</b>	▼	<b>(1,610)</b>	
No material variances to report			
<b>Education and Welfare</b>	▼	<b>(62)</b>	
No material variances to report			
<b>Housing</b>	▲	4,781	
No material variances to report			
<b>Community Amenities</b>	▼	<b>(23,514)</b>	
No material variances to report			<b>Timing variance of \$12k related to Other Community Amenities and \$5k related to Sanitation - Household Refuse 2017/18 accruals.</b>
<b>Recreation and Culture</b>	▼	<b>(62,120)</b>	
			<b>Timing variance of \$35k related to depreciation of infrastructure assets due to finalising of the revaluations for 2017/18, \$12k related to monthly profiling to be reviewed.</b>
Depreciation - Other Swimming Areas and Beaches	(25,860)	▼	Non cash item and timing variance. Infrastructure asset depreciation will be calculated for 2018/19, after finalising the revaluations for 2017/18.
<b>Transport</b>	▼	<b>(308,570)</b>	
			<b>Timing variance of \$16k related to street sweeping and depreciation of infrastructure assets due to finalising of the revaluations for 2017/18</b>
Depreciation - Streets, Roads & Bridges - Maintenance	(240,163)	▼	Non cash item and timing variance. Infrastructure asset depreciation will be calculated for 2018/19, after finalising the revaluations for 2017/18.
Depreciation - East Kimberley Regional Airport	(31,193)	▼	Non cash item and timing variance. Infrastructure asset depreciation will be calculated for 2018/19, after finalising the revaluations for 2017/18.
<b>Economic Services</b>	▲	9,922	
No material variances to report			
<b>Other Property and Services</b>	▼	<b>(51,422)</b>	
			<b>Monthly profiling for direct salaries and vehicle expenses to be reviewed.</b>
Insurance - Unclassified	(24,742)	▼	Timing variance of \$24k related to 2018/2019 Scheme Membership contribution credit which will be allocated in August 2018.

**Shire of Wyndham East Kimberley**  
**Notes to Statement of Financial Activity (Interim Report)**  
**For the Period Ended 31 July 2018**

**Explanation of Material Variances** (between YTD Budget and YTD Actual)

*Variances +/- 100,000 and 10% at Financial Statement Level*

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

**Non Cash Expenditure and Revenue**

Depreciation - Other Swimming Areas and Beaches	25,860	▼	
Depreciation - Streets, Roads & Bridges - Maintenance	240,163	▼	Non cash item and timing variance. Infrastructure asset depreciation will be calculated for 2018/19, after finalising the revaluations for 2017/18.
Depreciation - East Kimberley Regional Airport	31,193	▼	
No material variances to report			

**INVESTING ACTIVITIES**

<b>Non-operating grants, subsidies and contributions</b>	▼	<b>22,311</b>	
Insurance Claim Revenue - Capital Recovery	22,311	▼	Timing variance. Allocation of Wyndham swimming pool insurance settlement received to 2017/18. Funds received in August 2018
<b>Purchase property, plant and equipment</b>	▼	<b>(1,375)</b>	
No material variances to report			
<b>Purchase and construction of infrastructure</b>	▲	<b>4,156</b>	
No material variances to report			
<b>Proceeds from disposal of assets</b>	▼	-	
No material variances to report			

**FINANCING ACTIVITIES**

<b>Repayment of debentures</b>	▼	-	
No material variances to report			
<b>Proceeds from new debentures</b>	▼	-	
No material variances to report			
<b>Proceeds from self supporting loans</b>	▲	<b>(800)</b>	
No material variances to report			
<b>Advances to community groups</b>	▼	-	
<b>Transfers to Reserves (Restricted Assets)</b>	▲	<b>(32,355)</b>	Reserve investment interest
<b>Transfers from Reserves (Restricted Assets)</b>	▼	-	
No material variances to report			

# Shire of Wyndham East Kimberley

## Statement of Financial Activity (Interim Report)

### Budget Remaining to Collect/Spend

as at 31 July 2018

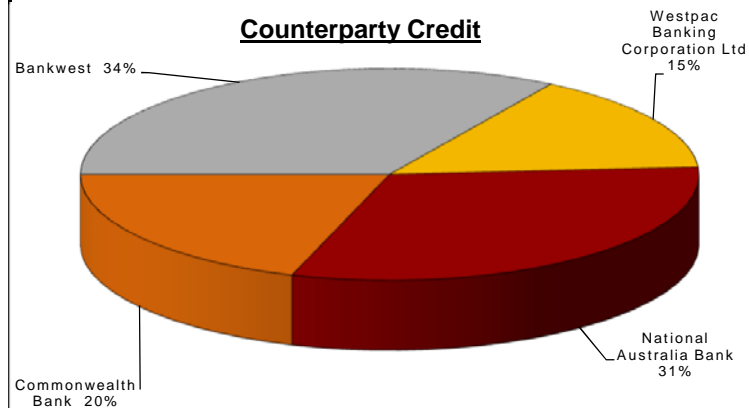
	YTD Actual	Annual Budget	Budget Remaining (Budget less YTD Actual)	
	2018/19 \$	2018/19 \$	2018/19 \$	%
Estimated Surplus/(Deficit) July 1 B/Fwd	1,622,636	1,622,636	0	0% ▼
<b>Revenue</b>				
General Purpose Funding	40,903	2,462,981	2,422,078	98% ▼
Governance	1,333	47,551	46,218	97% ▼
Law, Order and Public Safety	345,549	468,486	122,937	26% ▼
Health	2,718	85,000	82,282	97% ▼
Education and Welfare	960	11,500	10,540	92% ▼
Housing	14,098	146,280	132,183	90% ▼
Community Amenities	1,801,669	2,895,441	1,093,772	38% ▼
Recreation and Culture	22,812	671,484	648,673	97% ▼
Transport	136,060	4,374,726	4,238,666	97% ▼
Economic Services	10,596	89,500	78,904	114% ▼
Other Property and Services	6,783	71,471	64,688	91% ▼
	<b>2,383,481</b>	<b>11,324,421</b>	<b>8,940,939</b>	<b>79% ▼</b>
<b>Expenses</b>				
General Purpose Funding	(1,058)	(298,312)	(297,254)	100% ▼
Governance	(63,484)	(865,979)	(802,495)	91% ▼
Law, Order and Public Safety	(97,038)	(1,156,524)	(1,059,486)	90% ▼
Health	(21,478)	(289,036)	(267,558)	93% ▼
Education and Welfare	(18,813)	(160,635)	(141,823)	88% ▼
Housing	(57,580)	(462,740)	(405,160)	88% ▼
Community Amenities	(239,598)	(4,791,677)	(4,552,079)	96% ▼
Recreation and Culture	(466,058)	(6,657,167)	(6,191,109)	93% ▼
Transport	(459,793)	(10,548,753)	(10,088,960)	96% ▼
Economic Services	(165,373)	(591,999)	(426,626)	67% ▼
Other Property and Services	(136,012)	(957,224)	(821,212)	87% ▼
	<b>(1,726,284)</b>	<b>(26,780,046)</b>	<b>(25,053,762)</b>	<b>94% ▼</b>
<b>Operating activities excluded from budget</b>				
(Profit)/Loss on asset disposals	0	89,773	89,773	100% ▼
Loss on revaluation of non current assets	0	0	0	0% ▲
Depreciation on assets	180,941	6,144,866	5,963,925	97% ▼
Movement in employee benefit provisions	0	0	0	0% ▲
<b>Amount attributable to operating activities</b>	<b>2,460,774</b>	<b>(7,598,351)</b>	<b>(10,059,124)</b>	<b>132% ▼</b>
<b>INVESTING ACTIVITIES</b>				
Non-operating grants, subsidies and contributions	97,674	8,108,635	8,010,961	110% ▲
Purchase property, plant and equipment	(18,625)	(8,501,198)	(8,482,573)	100% ▼
Purchase and construction of infrastructure	(705,156)	(4,825,619)	(4,120,463)	85% ▼
Proceeds from disposal of assets	0	359,583	359,583	100% ▲
<b>Amount attributable to investing activities</b>	<b>(626,106)</b>	<b>(4,858,599)</b>	<b>(4,232,493)</b>	<b>75% ▼</b>
<b>FINANCING ACTIVITIES</b>				
Repayment of debentures	(75,619)	(903,765)	(828,146)	92% ▼
Proceeds from new debentures	0	0	0	0% ▲
Proceeds from self supporting loans	0	9,576	9,576	100% ▲
Advances to community groups	0	0	0	0% ▲
Transfers to Reserves (Restricted Assets)	(32,355)	(1,471,252)	(1,438,897)	0% ▼
Transfers from Reserves (Restricted Assets)	0	4,395,756	4,395,756	100% ▼
<b>Amount attributable to financing activities</b>	<b>(107,973)</b>	<b>2,030,315</b>	<b>2,138,288</b>	<b>0% ▼</b>
<b>Surplus/(deficiency) before general rates</b>	<b>1,726,694</b>	<b>(10,426,635)</b>	<b>(12,153,329)</b>	<b>0% ▲</b>
<b>Total amount raised from general rates</b>	<b>10,426,614</b>	<b>10,426,634</b>	<b>20</b>	<b>0% ▼</b>
<b>Net current assets at June 30 c/fwd - surplus/(deficit)</b>	<b>12,154,092</b>	<b>0</b>	<b>(12,140,976)</b>	<b>▲</b>

## REPORT ON INVESTMENT PORTFOLIO AS AT 31 July 2018

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



Institution Name	S&P Rating	Term to Maturity	Interest Rate	Maturity Date	Principal	Interest on Maturity	% of portfolio
<b>MUNICIPAL FUNDS</b>							
Bankwest		60 Days	2.55%	24-Aug-18	2,003,567.12	8,398.51	13%
<b>TOTAL MUNICIPAL INVESTMENTS</b>					<b>2,003,567.12</b>	<b>8,481.24</b>	<b>13%</b>
<b>RESERVE FUNDS</b>							
NAB		90 Days	2.64%	1-Nov-18	1,093,609.12	7,118.95	7%
CBA		4 Months	2.57%	20-Nov-18	1,919,862.86	16,627.06	13%
CBA		4 Months	2.55%	18-Nov-18	1,044,853.62	8,613.60	7%
NAB		4 Months	2.54%	15-Oct-18	523,563.27	3,279.09	4%
Bankwest		3 Months	2.55%	13-Aug-18	1,014,144.55	6,376.61	7%
NAB		3 Months	2.55%	13-Aug-18	1,014,248.97	6,377.26	7%
Bankwest		5 Months	2.55%	16-Aug-18	1,006,164.38	10,544.05	7%
Bankwest		5 Months	2.55%	16-Aug-18	1,006,164.38	10,544.05	7%
NAB		3 Months	2.55%	13-Aug-18	1,014,248.97	6,377.26	7%
Westpac		4 Months	2.53%	14-Nov-18	1,016,757.86	8,668.63	7%
Westpac		4 Months	2.53%	14-Nov-18	762,568.39	6,501.47	5%
NAB		3 Months	2.73%	18-Oct-18	1,006,213.70	9,031.11	7%
<b>TOTAL RESERVE INVESTMENTS</b>					<b>12,422,400.07</b>	<b>100,059.15</b>	<b>83%</b>
<b>TRUST FUNDS - T292</b>							
Westpac	A-1+/AA	3 Months	2.51%	28-Sep-18	469,714.37	2,971.68	3%
<b>TOTAL TRUST INVESTMENTS</b>					<b>469,714.37</b>	<b>2,971.68</b>	<b>3%</b>
<b>TOTAL INVESTMENTS HELD &amp; INTEREST PAID</b>					<b>14,895,681.56</b>	<b>111,512.08</b>	<b>100%</b>