



EAST PILBARA SHIRE COUNCIL

ATTACHMENTS

(UNDER SEPARATE COVER)

ORDINARY COUNCIL MEETING

NOTICE IS HEREBY GIVEN that an
Ordinary Meeting of the Council will be held
in Council Chambers, Marble Bar,
10.00AM, Friday, 30 September 2022.

Steven Harding
CHIEF EXECUTIVE OFFICER

Shire Of East Pilbara

Monthly Financial Statements

(Containing the Statement of Financial Activity)

For The Period Ending 31st July 2022

LOCAL GOVERNMENT ACT 1995

LOCAL GOVERNMENT (FINANCIAL MANAGEMENT) REGULATIONS 1996

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SHIRE OF EAST PILBARA
Statement of Financial Activity By Nature and Type
For The Period Ending 31st July 2022

Description	2022/2023 Adopted Budget	2022/2023 Amended Budget	2022/2023 YTD Budget	2022/2023 YTD Actual	Monthly Budget vs Actual \$ Variance
OPERATING REVENUE					
Rates	28,202,472	28,202,472	0	0	0
Grants, Subsidies & Contributions	5,207,450	5,207,450	433,954	479,631	45,677
Gain On Asset Disposals	223,839	223,839	18,653	0	(18,653)
Fees and Charges	23,881,336	23,881,336	1,990,111	3,163,878	1,173,767
Interest	1,065,450	1,065,450	88,788	904	(87,883)
Other Revenue/Income	1,483,101	1,483,101	123,592	68,069	(55,522)
Service Charges	124,800	124,800	10,400	0	(10,400)
<i>Total Operating Revenue</i>	\$60,188,448	\$60,188,448	\$2,665,498	3,712,483	1,046,985
Less: OPERATING EXPENDITURE					
Employee Costs	16,910,139	16,910,139	1,409,178	966,725	(442,453)
Materials And Contracts	22,982,229	22,982,229	1,915,186	1,023,474	(891,712)
Depreciation On Non Current Assets	15,511,700	15,511,700	0	0	0
Insurance Expenses	1,201,700	1,201,700	100,142	394	(99,748)
Loss On Asset Disposal	0	0	0	0	0
Interest Expenses	170,348	170,348	14,196	0	(14,196)
Utilities (Gas, Electricity, Water Etc)	2,416,200	2,416,200	201,350	(14,766)	(216,116)
Other Expenditure	1,387,747	1,387,747	115,646	37,383	(78,262)
<i>Sub Total</i>	\$60,580,063	\$60,580,063	\$3,755,697	2,013,210	(1,742,487)
Less: Applicable To Capital Expenditure	0	0	0	0	0
<i>Total Operating Expenditure</i>	\$60,580,063	\$60,580,063	\$3,755,697	2,013,210	(1,742,487)
NET PROFIT/(LOSS) RESULT	(\$391,615)	(\$391,615)	(\$1,090,199)	1,699,273	2,789,472
Other Comprehensive Income	\$0			0	
TOTAL COMPREHENSIVE INCOME	(\$391,615)	(\$391,615)	(\$1,090,199)	1,699,273	2,789,472

Rate Setting Statement
Operating Revenue and Expenses
For The Period Ending 31st July 2022

	Adopted Budget	YTD Budget	YTD Actual
OPERATING REVENUE			
General Purpose Funding	31,281,472	2,606,784	15,383
Governance	66,400	5,530	1
Law, Order & Public Safety	189,100	15,755	1,977
Health	86,800	7,229	944
Education & Welfare	4,001	333	-
Housing	344,600	28,713	27,253
Community Amenities	6,804,536	567,040	652,748
Recreation and Culture	2,572,300	214,339	258,841
Transport	16,757,700	1,396,471	2,299,714
Economic Services	1,047,500	87,283	135,006
Other Property & Services	810,200	67,514	270,616
Total Operating Revenue	59,964,609	4,996,991	3,662,483
Less: OPERATING EXPENSES			
General Purpose Funding	531,069	44,252	16,402
Governance	2,017,254	804,159	250,058
Law, Order & Public Safety	1,218,110	349,408	41,013
Health	651,451	54,278	7,557
Education & Welfare	2,767,871	230,098	60,044
Housing	1,047,549	87,287	80,053
Community Amenities	6,852,977	571,035	272,806
Recreation and Culture	14,507,316	1,197,831	410,967
Transport	26,703,596	2,848,817	802,007
Economic Services	2,413,876	201,133	122,325
Other Property & Services	1,868,999	155,735	(50,021)
Total Operating Expenditure	60,580,068	6,544,033	2,013,210
Add:			
Capital Grants and Contributions	42,098,283	10,189,400	50,000
Sale of Assets	618,750	-	-
<i>Non - cash amounts excluded from operating activities</i>	15,511,700	2,585,283	-
	58,228,733	12,774,683	50,000
Less: CAPITAL WORKS PROGRAMME			
Governance	586,500	48,872	-
Law, Order & Public Safety	631,685	52,637	-
Health	-	-	-
Education & Welfare	108,000	50,750	27,811
Housing	2,413,000	201,083	28,630
Community Amenities	39,150,000	3,262,497	41,891
Recreation and Culture	4,242,503	353,527	42,239
Transport	25,131,564	11,369,200	75,798
Economic Services	743,000	61,915	-
Private Works Overhead	459,000	38,248	-
	73,465,252	15,438,729	216,368
Less: OTHER			
Repayments of Debentures	384,432	1,209,500	-
<i>Less Contributions to Loan Principal</i>	-	-	-
Transfers to Reserves	1,733,201	3,639,500	-
	2,117,633	4,849,000	-
Add: FUNDING SOURCES			
Reserves Utilised	2,969,611	2,999,800	-
Proceeds from New Debentures	15,000,000	4,700,000	-
Estimated Surplus/(Deficit) July 1 b/fwd	-	3,100,000	-
	17,969,611	10,799,800	-
Estimated Surplus/(Deficit) June 30 c/fwd	-	1,739,712	1,482,905

ADJUSTED NET CURRENT ASSETS

Adjusted Net Current Assets

	Budget 2022/2023	YTD Actuals 2022/2023
	\$	\$
Current Assets		
Cash		
Municipal Fund Cash At Bank	12,275,742	1,090,793
Municipal Fund Cash On Hand		12,950
Municipal Fund Cash Invested	19,951,682	12,983,419
Reserve Funds	43,832,154	61,496,029
Total Cash	\$76,059,578	\$75,583,190
Stock on Hand		
Fuels	117,775	478,621
History Books	12,479	11,432
Martumili Baskets	15,229	14,746
Total Stock	\$145,483	\$504,799
Debtors		
Rates & Sundry Debtors	6,283,475	2,369,844
Sundry Debtors		3,242,025
ATO	0	(5,871)
Aust Securities Commission	0	0
Total Debtors	\$6,283,475	\$5,605,998
Total Current Assets	\$82,488,536	\$81,693,987
Current Liabilities		
Creditors & Provisions		
Sundry Creditors	(\$7,631,318)	(\$3,280,209)
Accruals - Employee Entitlements	(\$1,172,391)	(\$1,172,391)
Accruals - Other	(\$1,132,588)	(\$5,923,227)
Trust Accounts	\$0	(\$1,231,279)
Tax Liability	\$0	\$223,968
ESL Levy	\$0	\$169,922
Other Liabilities	(\$2,391,628)	\$0
Long Term Borrowings	(\$15,000,000)	
Total Current Liabilities	(\$27,327,925)	(\$11,213,216)
Total Net Current Assets	\$55,160,611	\$70,480,770
Less Restricted Cash - Reserves	\$55,160,611	\$61,496,029
Net Current Assets less Restricted Cash	\$0	\$8,984,741

NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY

For The Period Ending 31st July 2022

NOTE 2

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.

The material variance adopted by Council for the 2021/22 year is \$10,000 or 10% whichever is the greater.

Reporting Program	Var. \$	Var. %	Var.	Timing/ Permanent	Explanation of Variance
VARIANCE BY FUNCTION & ACTIVITY	\$	%			
<u>Revenue from operating activities</u>					
Governance	9,181	100	▼	Timing	
General Purpose Funding - Other	247,428	100	▲	Timing	Rates not levied.
Law, Order & Public Safety	39,218	95	▲		Security charge not levied. CCTV grant not due.
Education and Welfare	2,314	na	▼	Timing	
Housing	1,460	5	▲	Timing	
Community Amenities	2,205,974	77	▼	Timing	WWTP contribution not received.
Recreation and Culture	77,937	23	▼	Timing	Ed Dept grant not received . Aquatics closed.
Transport	120,906	5	▼	Timing	Road Funding not yet received
Economic Services	(47,296)	(54)	▲	Timing	Tourism revenues (parks and camping)
<u>Expenditure from operating activities</u>					
Governance	554,101	69	▼	Timing	
General Purpose Funding	27,850	63	▼	Timing	
Law, Order and Public Safety	308,395	88	▼	Timing	
Health	46,721	86	▼	Timing	
Education and Welfare	170,054	74	▼	Timing	Late adoption of Shire's annual budget - Expenditure
Housing	7,234	8	▼	Timing	down over Function
Community Amenities	298,229	52	▼	Timing	
Recreation and Culture	797,864	66	▼	Timing	
Transport	2,110,710	72	▼	Timing	
Economic Services	78,808	39	▼	Timing	
Other Property and Services	205,756	132	▼	Timing	
VARIANCE BY NATURE & TYPE					
<u>Operating Revenue</u>					
Grants, Subsidies & Contributions	45,677	(11)	▼	Timing	Grants not yet received
Contributions, Reimb. & Donations	-	na			
Interest	(87,883)	99	▼	Timing	Interest earnings not accrued
<u>Operating Expenditure</u>					
Materials And Contracts	(891,712)	73	▼	Timing	Some works will be incomplete at 30 June and will be Carried Forward
Depreciation On Non Current Assets	-	na			
Insurance Expenses	(99,748)	100	▼	Timing	Insurance premiums not expensed
Loss On Asset Disposal	-	na			
Interest Expenses	(14,196)	100	▼	Timing	Timing of Loan Payment
Utilities (Gas, Electricity, Water Etc)	(216,116)	104	▼	Timing	Utiities not accrued

Shire Of East Pilbara

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Rate Setting Statement

Note 1 Net Assets

Note 2 Explanation of Material Variances

Note 3 Budget Amendments

SHIRE OF EAST PILBARA
Statement of Financial Activity By Nature and Type
For The Period Ending 31st August 2022

Description	2022/2023 Adopted Budget	2022/2023 Amended Budget	2022/2023 YTD Budget	2022/2023 YTD Actual	Monthly Budget vs Actual \$ Variance
OPERATING REVENUE					
Rates	28,202,472	28,202,472	26,929,362	26,927,080	(2,282)
Grants And Subsidies	5,207,450	5,207,450	867,908	2,076,901	1,208,993
Gain On Asset Disposals	223,839	223,839	37,307	0	(37,307)
Fees and Charges	23,881,336	23,881,336	3,980,223	5,057,632	1,077,409
Interest	1,065,450	1,065,450	177,575	904	(176,671)
Other Revenue/Income	1,483,101	1,483,101	247,184	249,717	2,533
Service Charges	124,800	124,800	20,800	0	(20,800)
<i>Total Operating Revenue</i>	\$60,188,448	\$60,188,448	\$32,260,358	34,312,234	2,051,876
Less: OPERATING EXPENDITURE					
Employee Costs	16,910,139	16,910,139	2,818,357	2,196,187	(622,169)
Materials And Contracts	22,982,229	22,982,229	3,830,372	2,998,175	(832,197)
Depreciation On Non Current Assets	15,511,700	15,511,700	0	0	0
Insurance Expenses	1,201,700	1,201,700	901,275	846,322	(54,953)
Loss On Asset Disposal	0	0	0	0	0
Interest Expenses	170,348	170,348	28,391	0	(28,391)
Utilities (Gas, Electricity, Water Etc)	2,416,200	2,416,200	402,700	128,965	(273,735)
Other Expenditure	1,387,747	1,387,747	231,291	110,142	(121,149)
<i>Sub Total</i>	\$60,580,063	\$60,580,063	\$8,212,386	6,279,791	(1,932,595)
Less: Applicable To Capital Expenditure	0	0	0	0	0
<i>Total Operating Expenditure</i>	\$60,580,063	\$60,580,063	\$8,212,386	6,279,791	(1,932,595)
NET PROFIT/(LOSS) RESULT	(\$391,615)	(\$391,615)	\$24,047,973	28,032,443	3,984,470
Other Comprehensive Income	\$0			0	
TOTAL COMPREHENSIVE INCOME	(\$391,615)	(\$391,615)	\$24,047,973	28,032,443	3,984,470

Rate Setting Statement
Operating Revenue and Expenses
For The Period Ending 31st August 2022

OPERATING REVENUE	Budget	YTD Budget	YTD Actual
General Purpose Funding	31,281,472	27,213,568	27,318,359
Governance	66,400	11,060	1
Law, Order & Public Safety	189,100	31,510	127,151
Health	86,800	14,458	2,193
Education & Welfare	4,001	666	-
Housing	344,600	57,426	55,940
Community Amenities	6,804,536	1,134,080	2,253,417
Recreation and Culture	2,572,300	428,678	357,448
Transport	16,757,700	2,792,942	2,383,503
Economic Services	1,047,500	174,566	253,758
Other Property & Services	810,200	135,028	1,200,790
Total Operating Revenue	59,964,609	31,993,982	33,952,559
Less: OPERATING EXPENSES			
General Purpose Funding	531,069	88,504	32,370
Governance	2,017,254	914,386	1,495,292
Law, Order & Public Safety	1,218,110	428,371	72,797
Health	651,451	108,556	16,888
Education & Welfare	2,767,871	459,896	151,089
Housing	1,047,549	174,574	153,969
Community Amenities	6,852,977	1,142,070	922,828
Recreation and Culture	14,507,316	2,406,662	1,007,862
Transport	26,703,596	4,961,534	2,111,639
Economic Services	2,413,876	402,266	280,210
Other Property & Services	1,868,999	311,470	34,846
Total Operating Expenditure	60,580,068	11,398,289	6,279,791
Add:			
Capital Grants and Contributions	42,098,283	10,189,400	359,674
Sale of Assets	618,750	-	-
<i>Non - cash amounts excluded from operating activities</i>	15,511,700	2,585,283	-
	58,228,733	12,774,683	359,674
Less: CAPITAL WORKS PROGRAMME			
Governance	586,500	97,744	-
Law, Order & Public Safety	631,685	105,274	-
Health	-	-	-
Education & Welfare	108,000	53,499	28,282
Housing	2,413,000	402,166	72,724
Community Amenities	39,150,000	6,524,994	2,095,153
Recreation and Culture	4,242,503	707,054	779,102
Transport	25,131,564	11,369,200	2,409,576
Economic Services	743,000	123,830	6,735
Private Works Overhead	459,000	76,496	24,784
	73,465,252	19,460,257	5,416,356
Less: OTHER			
Repayments of Debentures	384,432	1,209,500	-
<i>Less Contributions to Loan Principal</i>	-	-	-
Transfers to Reserves	1,733,201	3,639,500	-
	2,117,633	4,849,000	-
Add: FUNDING SOURCES			
Reserves Utilised	2,969,611	2,999,800	-
Proceeds from New Debentures	15,000,000	4,700,000	-
Estimated Surplus/(Deficit) July 1 b/fwd	-	3,100,000	-
	17,969,611	10,799,800	-
Estimated Surplus/(Deficit) June 30 c/fwd	-	19,860,919	22,616,087

ADJUSTED NET CURRENT ASSETS

Adjusted Net Current Assets	Budget 2022/2023	YTD Actuals 2022/2023
Current Assets	\$	\$
Cash		
Municipal Fund Cash At Bank	12,275,742	(133,469)
Municipal Fund Cash On Hand		12,950
Municipal Fund Cash Invested	19,951,682	12,983,419
Reserve Funds	43,832,154	61,496,029
Total Cash	\$76,059,578	\$74,358,929
Stock on Hand		
Fuels	117,775	491,961
History Books	12,479	11,432
Martumili Baskets	15,229	15,728
Total Stock	\$145,483	\$519,121
Debtors		
Rates	6,283,475	30,447,755
Sundry Debtors		1,947,069
ATO	0	(5,871)
Aust Securities Commission	0	0
Total Debtors	\$6,283,475	\$32,388,954
Total Current Assets	\$82,488,536	\$107,267,003
Current Liabilities		
Creditors & Provisions		
Sundry Creditors	(\$7,631,318)	(\$8,841,913)
Accruals - Employee Entitlements	(\$1,172,391)	(\$1,172,391)
Accruals - Other	(\$1,132,588)	(\$5,716,407)
Trust Accounts	\$0	(\$1,162,565)
Tax Liability	\$0	\$1,136,678
ESL Levy	\$0	\$143,857
Other Liabilities	(\$2,391,628)	\$0
	(\$15,000,000)	
Total Current Liabilities	(\$27,327,925)	(\$15,612,741)
Total Net Current Assets	\$55,160,611	\$91,654,262
Less Restricted Cash - Reserves	\$55,160,611	\$61,496,029
Net Current Assets less Restricted Cash	\$0	\$30,158,233

NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY

For The Period Ending 31st August 2022

NOTE 2

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.

The material variance adopted by Council for the 2021/22 year is \$10,000 or 10% whichever is the greater.

Reporting Program	Var. \$	Var. %	Var.	Timing/ Permanent	Explanation of Variance
VARIANCE BY FUNCTION & ACTIVITY	\$	%			
<u>Revenue from operating activities</u>					
Governance	18,363	100	▼	Timing	No sundry income and asset sales.
General Purpose Funding - Other	141,182	28	▼	Timing	Rates levied.
Law, Order & Public Safety	(44,761)	(54)	▲	Timing	Security Charge levied.
Education and Welfare	4,628	na	▼	Timing	
Housing	1,486	3	▼	Timing	
Community Amenities	3,464,027	61	▼	Timing	WWTP contribution not received.
Recreation and Culture	316,108	47	▼	Timing	Ed Dept grant not received . Aquatics closed.
Transport	2,198,063	44	▼	Timing	Road Funding not yet received
Economic Services	(78,338)	(45)	▲	Timing	Tourism revenues (parks and camping)
					Expenditure Variances also due to depreciation journals not yet posted.
<u>Expenditure from operating activities</u>					
Governance	(58,091)	(64)	▼	Timing	Internal allocations & depreciation to be processed
General Purpose Funding	56,134	63	▼	Timing	No rates write offs or project expenditure incurred.
Law, Order and Public Safety	355,574	83	▼	Timing	Internal & depreciation charges to be processed.
Health	91,668	84	▼	Timing	Salaries & wages, operating expenditure, down on budget.
Education and Welfare	308,807	67	▼	Timing	Internal & depreciation charges to be processed.
Housing	20,605	12	▼	Timing	Internal & depreciation charges to be processed.
Community Amenities	219,242	19	▼	Timing	Salaries & wages, operating expenditure, down on budget. Container deposit scheme under budget.
Recreation and Culture	1,409,800	58	▼	Timing	Internal & depreciation charges to be processed.
Transport	2,913,795	58	▼	Timing	Internal & depreciation charges to be processed.
Economic Services	122,056	30	▼	Timing	Airport contract payment timing
Other Property and Services	276,624	89	▼	Timing	Salaries & wages, operating expenditure, down on budget.
					Internal charges to be processed.
VARIANCE BY NATURE & TYPE					
<u>Operating Revenue</u>					
Grants And Subsidies	1,208,993	(139)	▼	Timing	Grants not yet received
Contributions, Reimb. & Donations	-	na			
Interest	(176,671)	99	▼	Timing	Interest earnings not accrued
<u>Operating Expenditure</u>					
Materials And Contracts	(832,197)	22	▼	Timing	Late adoption of 2022/2023 annual budget
Depreciation On Non Current Assets	-	na			
Insurance Expenses	(54,953)	4	▲	Timing	Insurance premiums paid upfront
Loss On Asset Disposal	-	na			
Interest Expenses	(28,391)	100	▼	Timing	Timing of loan payments
Utilities (Gas, Electricity, Water Etc)	(273,735)	68	▲	Timing	Utilities ot accrued

For The Period Ending 31st August 2022

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

GL Code	Description	Council Resolution	Classification	Non Cash Adjustment	Increase in Available Cash	Decrease in Available Cash	Amended Budget Running Balance
Budget Adoption Permanent Changes			Opening Surplus	\$	\$	\$	\$ 0
				0	0	0	

KEY INFORMATION