

# SHIRE OF MERREDIN

## MONTHLY FINANCIAL REPORT

(Containing the required statement of financial activity and statement of financial position)  
For the period ended 30 September 2024

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

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SHIRE OF MERREDIN  
STATEMENT OF FINANCIAL ACTIVITY  
FOR THE PERIOD ENDED 30 SEPTEMBER 2024

Note	Adopted Budget Estimates (a)	YTD Budget Estimates (b)	YTD Actual (c)	Variance* \$ (c) - (b)	Variance* % ((c) - (b))/(b)
<b>OPERATING ACTIVITIES</b>					
<b>Revenue from operating activities</b>					
General rates	5,561,753	1,452,688	5,480,171	4,027,483	277.24%
Grants, subsidies and contributions	592,800	168,219	239,077	70,858	42.12%
Fees and charges	1,117,700	279,471	761,155	481,684	172.36%
Interest revenue	336,000	84,002	128,497	44,495	52.97%
Other revenue	269,600	67,410	99,365	31,955	47.40%
Profit on asset disposals	165,000	41,250	0	(41,250)	(100.00%)
	<b>8,042,853</b>	<b>2,093,040</b>	<b>6,708,265</b>	<b>4,615,225</b>	<b>220.50%</b>
<b>Expenditure from operating activities</b>					
Employee costs	(4,978,915)	(1,301,847)	(959,330)	342,517	26.31%
Materials and contracts	(3,963,702)	(1,024,676)	(686,158)	338,518	33.04%
Utility charges	(494,520)	(123,618)	(70,758)	52,860	42.76%
Depreciation	(5,278,850)	(1,323,457)	0	1,323,457	100.00%
Finance costs	(76,966)	(19,242)	(40,133)	(20,891)	(108.57%)
Insurance	(296,480)	(74,136)	0	74,136	100.00%
Other expenditure	(293,250)	(72,872)	(36,023)	36,849	50.57%
Loss on asset disposals	(8,700)	0	0	0	0.00%
	<b>(15,391,383)</b>	<b>(3,939,848)</b>	<b>(1,792,402)</b>	<b>2,147,446</b>	<b>54.51%</b>
Non cash amounts excluded from operating activities	5,122,550	1,282,207	0	(1,282,207)	(100.00%)
<b>Amount attributable to operating activities</b>	<b>(2,225,980)</b>	<b>(564,601)</b>	<b>4,915,863</b>	<b>5,480,464</b>	<b>970.68%</b>
<b>INVESTING ACTIVITIES</b>					
<b>Inflows from investing activities</b>					
Proceeds from capital grants, subsidies and contributions	8,044,700	2,011,176	1,586,730	(424,446)	(21.10%)
Proceeds from disposal of assets	484,950	0	0	0	0.00%
Proceeds from financial assets at amortised cost - self supporting loans	38,700	19,102	19,102	0	0.00%
	<b>8,568,350</b>	<b>2,030,278</b>	<b>1,605,832</b>	<b>(424,446)</b>	<b>(20.91%)</b>
<b>Outflows from investing activities</b>					
Payments for property, plant and equipment	(1,671,200)	(417,798)	(131,740)	286,058	68.47%
Payments for construction of infrastructure	(9,495,750)	(2,745,393)	(975,569)	1,769,824	64.47%
	<b>(11,166,950)</b>	<b>(3,163,191)</b>	<b>(1,107,309)</b>	<b>2,055,882</b>	<b>64.99%</b>
<b>Amount attributable to investing activities</b>	<b>(2,598,600)</b>	<b>(1,132,913)</b>	<b>498,523</b>	<b>1,631,436</b>	<b>144.00%</b>
<b>FINANCING ACTIVITIES</b>					
<b>Inflows from financing activities</b>					
Transfer from reserves	550,950	0	0	0	0.00%
	<b>550,950</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0.00%</b>
<b>Outflows from financing activities</b>					
Repayment of borrowings	(225,000)	(110,974)	(110,974)	0	0.00%
Transfer to reserves	(280,020)	0	(67,118)	(67,118)	0.00%
	<b>(505,020)</b>	<b>(110,974)</b>	<b>(178,092)</b>	<b>(67,118)</b>	<b>(60.48%)</b>
<b>Amount attributable to financing activities</b>	<b>45,930</b>	<b>(110,974)</b>	<b>(178,092)</b>	<b>(67,118)</b>	<b>(60.48%)</b>
<b>MOVEMENT IN SURPLUS OR DEFICIT</b>					
<b>Surplus or deficit at the start of the financial year</b>	4,870,115	4,870,115	4,929,959	59,844	1.23%
Amount attributable to operating activities	(2,225,980)	(564,601)	4,915,863	5,480,464	970.68%
Amount attributable to investing activities	(2,598,600)	(1,132,913)	498,523	1,631,436	144.00%
Amount attributable to financing activities	45,930	(110,974)	(178,092)	(67,118)	(60.48%)
<b>Surplus or deficit after imposition of general rates</b>	<b>91,465</b>	<b>3,061,627</b>	<b>10,166,254</b>	<b>7,104,627</b>	<b>232.05%</b>

**KEY INFORMATION**

▲ ▼ Indicates a variance between Year to Date (YTD) Budget and YTD Actual data outside the adopted materiality threshold.

▲ Indicates a variance with a positive impact on the financial position.

▼ Indicates a variance with a negative impact on the financial position.

Refer to Note 3 for an explanation of the reasons for the variance.

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

**SHIRE OF MERREDIN**  
**STATEMENT OF FINANCIAL POSITION**  
**FOR THE PERIOD ENDED 30 SEPTEMBER 2024**

	Actual 30 June 2024	Actual as at 30 September 2024
	\$	\$
<b>CURRENT ASSETS</b>		
Cash and cash equivalents	14,087,178	15,093,779
Trade and other receivables	1,733,891	3,436,807
Other financial assets	38,676	19,574
Inventories	19,816	19,964
Other assets	40,831	5,625
<b>TOTAL CURRENT ASSETS</b>	<b>15,920,392</b>	<b>18,575,749</b>
<b>NON-CURRENT ASSETS</b>		
Trade and other receivables	121,222	121,222
Other financial assets	296,735	296,735
Inventories	184,000	184,000
Property, plant and equipment	29,758,402	29,890,142
Infrastructure	212,071,800	213,047,368
<b>TOTAL NON-CURRENT ASSETS</b>	<b>242,432,159</b>	<b>243,539,467</b>
<b>TOTAL ASSETS</b>	<b>258,352,551</b>	<b>262,115,216</b>
<b>CURRENT LIABILITIES</b>		
Trade and other payables	3,560,684	931,832
Other liabilities	591,316	591,216
Borrowings	224,230	113,256
Employee related provisions	516,573	516,573
<b>TOTAL CURRENT LIABILITIES</b>	<b>4,892,803</b>	<b>2,152,877</b>
<b>NON-CURRENT LIABILITIES</b>		
Borrowings	1,645,758	1,645,758
Employee related provisions	69,271	69,271
<b>TOTAL NON-CURRENT LIABILITIES</b>	<b>1,715,029</b>	<b>1,715,029</b>
<b>TOTAL LIABILITIES</b>	<b>6,607,832</b>	<b>3,867,906</b>
<b>NET ASSETS</b>	<b>251,744,719</b>	<b>258,247,310</b>
<b>EQUITY</b>		
Retained surplus	60,189,671	66,625,145
Reserve accounts	6,669,075	6,736,192
Revaluation surplus	185,055,318	185,055,318
<b>TOTAL EQUITY</b>	<b>251,914,064</b>	<b>258,416,655</b>

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

SHIRE OF MERREDIN  
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY  
FOR THE PERIOD ENDED 30 SEPTEMBER 2024

1 BASIS OF PREPARATION AND MATERIAL ACCOUNTING POLICIES

**BASIS OF PREPARATION**

This prescribed 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.

*Local Government (Financial Management) Regulations 1996*, regulation 34 prescribes contents of the financial report. Supplementary information does not form part of the financial report.

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.

**PREPARATION TIMING AND REVIEW**

Date prepared: All known transactions up to 00 January 1900

**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.

**MATERIAL ACCOUNTING POLICES**

Material accounting policies utilised in the preparation of these statements are as described within the 2024-25 Annual Budget. Please refer to the adopted budget document for details of these policies.

**Critical accounting estimates and judgements**

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 that are not readily apparent from other sources. Actual results may differ from these estimates.

As with all estimates, the use of different assumptions could lead to material changes in the amounts reported in the financial report.

The following are estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year and further information on their nature and impact can be found in the relevant note:

- Fair value measurement of assets carried at reportable value including:
  - Property, plant and equipment
  - Infrastructure
- Impairment losses of non-financial assets
- Expected credit losses on financial assets
- Measurement of employee benefits

**SHIRE OF MERREDIN**  
**NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY**  
**FOR THE PERIOD ENDED 30 SEPTEMBER 2024**

**2 NET CURRENT ASSETS INFORMATION**

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

Note	Adopted Budget Opening	Actual as at	Actual as at
	1 July 2024	30 June 2024	30 September 2024
	\$	\$	\$
<b>Current assets</b>			
Cash and cash equivalents	14,087,175	14,087,178	15,093,779
Trade and other receivables	1,142,769	1,733,891	3,436,807
Other financial assets		38,676	19,574
Inventories	(12,591)	19,816	19,964
Other assets	328,085	40,831	5,625
	15,545,438	15,920,392	18,575,749
<b>Less: current liabilities</b>			
Trade and other payables	(2,522,248)	(3,560,684)	(931,832)
Other liabilities	(484,439)	(591,316)	(591,216)
Lease liabilities - Contract Liabilities	(18,492)	0	0
Borrowings	(225,000)	(224,230)	(113,256)
	(3,821,764)	(4,892,803)	(2,152,877)
Net current assets	11,723,674	11,027,589	16,422,872
Less: Total adjustments to net current assets	2(b) (6,853,559)	(6,097,630)	(6,256,618)
<b>Closing funding surplus / (deficit)</b>	<b>4,870,115</b>	<b>4,929,959</b>	<b>10,166,254</b>

**(b) Current assets and liabilities excluded from budgeted deficiency**

<b>Adjustments to net current assets</b>			
Less: Reserve accounts	(7,078,559)	(6,669,075)	(6,736,193)
Less: Financial assets at amortised cost - self supporting loans		(38,676)	(19,574)
Add: Current liabilities not expected to be cleared at the end of the year			
- Current portion of borrowings	225,000	224,230	113,256
- Current portion of employee benefit provisions held in reserve		385,891	385,893
<b>Total adjustments to net current assets</b>	2(a) <b>(6,853,559)</b>	<b>(6,097,630)</b>	<b>(6,256,618)</b>

**(c) Non-cash amounts excluded from operating activities**

	Adopted Budget Estimates	YTD Budget Estimates	YTD Actual
	30 June 2025	30 September 2024	30 September 2024
	\$	\$	\$
<b>Adjustments to operating activities</b>			
Less: Profit on asset disposals	(165,000)	(41,250)	0
Add: Loss on asset disposals	8,700	0	0
Add: Depreciation	5,278,850	1,323,457	0
<b>Total non-cash amounts excluded from operating activities</b>	<b>5,122,550</b>	<b>1,282,207</b>	<b>0</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 local governments' operational cycle.

FM Reg 34 (2)(b) **3 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 actual materially.  
The material variance adopted by Council for the 2024-25 year is \$10,000 and 10.00% whichever is the greater.

Description	Var. \$	Var. %	
	\$	%	
<b>Revenue from operating activities</b>			
<b>Grants, subsidies and contributions</b>	70,858	42.12%	▲
Financial Assistance grant received		Timing	
<b>Fees and charges</b>	481,684	172.36%	▲
New fees and charges rates implemented following budget adoption.		Timing	
<b>Other revenue</b>	31,955	47.40%	▲
Unbudgeted sale of scrap metal from Refuse Site resulted in a favourable variance.		Timing	
<b>Profit on asset disposals</b>	(41,250)	(100.00%)	▼
Still awaiting sale of plant items.		Timing	
<b>Expenditure from operating activities</b>			
<b>Employee costs</b>	342,517	26.31%	▲
Organisational vacancies have contributed to a reduction in employee costs.		Timing	
<b>Utility charges</b>	52,860	42.76%	▲
Utility costs can vary per billing cycle due to usage.		Timing	
<b>Depreciation</b>	1,323,457	100.00%	▲
July-Sept depreciation still to be processed.		Timing	
<b>Insurance</b>	74,136	100.00%	▲
First payment of insurance was paid in June 2024. Yet to be recognised in 2024-25.		Timing	
<b>Non cash amounts excluded from operating activities</b>	(1,282,207)	(100.00%)	▼
No asset disposal undertaken yet.		Timing	
<b>Inflows from investing activities</b>			
<b>Proceeds from capital grants, subsidies and contributions</b>	(424,446)	(21.10%)	▼
Road Grants yet to be received		Timing	
<b>Outflows from investing activities</b>			
<b>Payments for property, plant and equipment</b>	286,058	68.47%	▲
Still to make payment for plant.		Timing	
<b>Payments for construction of infrastructure</b>	1,769,824	64.47%	▲
Awaiting contractor invoices to make payment.		Timing	
<b>Surplus or deficit at the start of the financial year</b>	0	0.00%	

**SHIRE OF MERREDIN**  
**SUPPLEMENTARY INFORMATION**  
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**BASIS OF PREPARATION - SUPPLEMENTARY INFORMATION**

Supplementary information is presented for information purposes. The information does not comply with the disclosure requirements of the Australian Accounting Standards.

SHIRE OF MERREDIN  
 SUPPLEMENTARY INFORMATION  
 FOR THE PERIOD ENDED 30 SEPTEMBER 2024

1 KEY INFORMATION

Funding Surplus or Deficit Components

Funding surplus / (deficit)				
	Adopted Budget	YTD Budget (a)	YTD Actual (b)	Var. \$ (b)-(a)
Opening	\$4.87 M	\$4.87 M	\$4.93 M	\$0.06 M
Closing	\$0.09 M	\$3.06 M	\$10.17 M	\$7.10 M

Refer to Statement of Financial Activity

Cash and cash equivalents		
	\$15.09 M	% of total
Unrestricted Cash	\$8.36 M	55.4%
Restricted Cash	\$6.74 M	44.6%

Refer to 3 - Cash and Financial Assets

Payables		
	\$0.93 M	% Outstanding
Trade Payables	\$0.23 M	
0 to 30 Days		95.5%
Over 30 Days		4.5%
Over 90 Days		4.2%

Refer to 9 - Payables

Receivables		
	\$0.94 M	% Collected
Rates Receivable	\$2.50 M	59.0%
Trade Receivable	\$0.94 M	% Outstanding
Over 30 Days		52.1%
Over 90 Days		47.6%

Refer to 7 - Receivables

Key Operating Activities

Amount attributable to operating activities			
Adopted Budget	YTD Budget (a)	YTD Actual (b)	Var. \$ (b)-(a)
(\$2.23 M)	(\$0.56 M)	\$4.92 M	\$5.48 M

Refer to Statement of Financial Activity

Rates Revenue		
	\$5.48 M	% Variance
YTD Actual	\$5.48 M	
YTD Budget	\$1.45 M	277.2%

Grants and Contributions		
	\$0.24 M	% Variance
YTD Actual	\$0.24 M	
YTD Budget	\$0.17 M	42.1%

Refer to 12 - Grants and Contributions

Fees and Charges		
	\$0.76 M	% Variance
YTD Actual	\$0.76 M	
YTD Budget	\$0.28 M	172.4%

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)
(\$2.60 M)	(\$1.13 M)	\$0.50 M	\$1.63 M

Refer to Statement of Financial Activity

Proceeds on sale		
	\$0.00 M	%
YTD Actual	\$0.00 M	
Adopted Budget	\$0.48 M	(100.0%)

Refer to 6 - Disposal of Assets

Asset Acquisition		
	\$0.98 M	% Spent
YTD Actual	\$0.98 M	
Adopted Budget	\$9.50 M	(89.7%)

Refer to 5 - Capital Acquisitions

Capital Grants		
	\$1.59 M	% Received
YTD Actual	\$1.59 M	
Adopted Budget	\$8.04 M	(80.3%)

Refer to 5 - Capital Acquisitions

Key Financing Activities

Amount attributable to financing activities			
Adopted Budget	YTD Budget (a)	YTD Actual (b)	Var. \$ (b)-(a)
\$0.05 M	(\$0.11 M)	(\$0.18 M)	(\$0.07 M)

Refer to Statement of Financial Activity

Borrowings	
Principal repayments	(\$0.11 M)
Interest expense	(\$0.04 M)
Principal due	\$1.76 M

Refer to 10 - Borrowings

Reserves	
Reserves balance	\$6.74 M
Net Movement	\$0.07 M

Refer to 4 - Cash Reserves

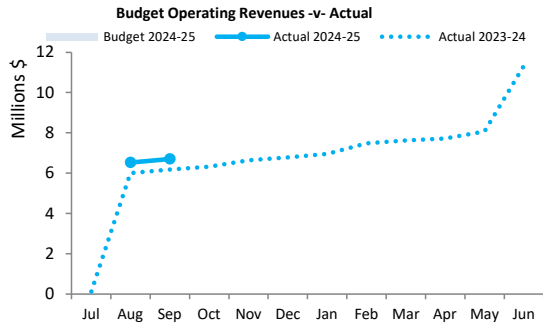
This information is to be read in conjunction with the accompanying Financial Statements and notes.



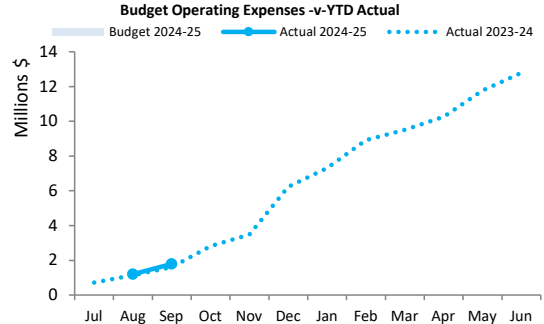
2 KEY INFORMATION - GRAPHICAL

OPERATING ACTIVITIES

OPERATING REVENUE

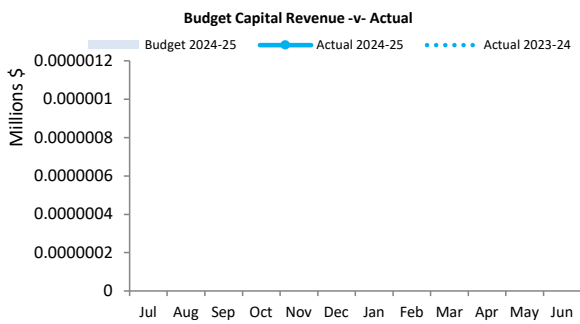


OPERATING EXPENSES

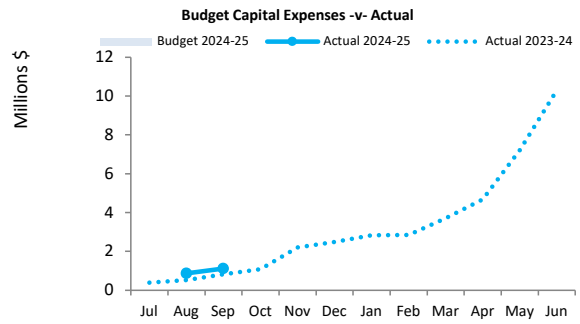


INVESTING ACTIVITIES

CAPITAL REVENUE



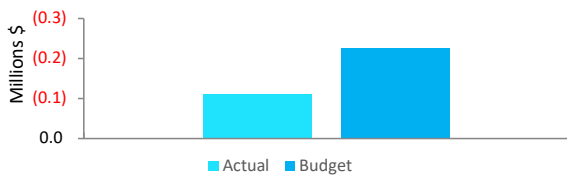
CAPITAL EXPENSES



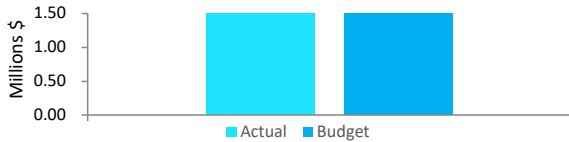
FINANCING ACTIVITIES

BORROWINGS

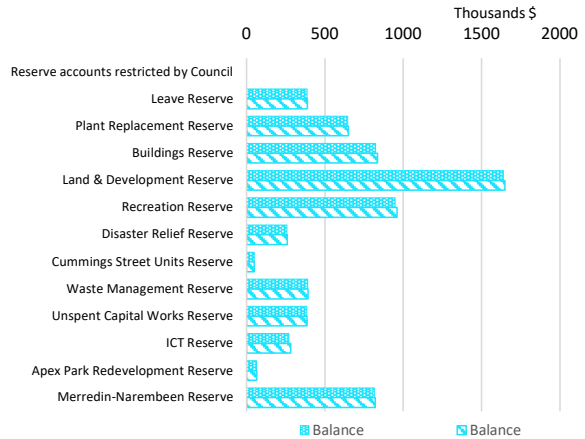
Principal Repayments



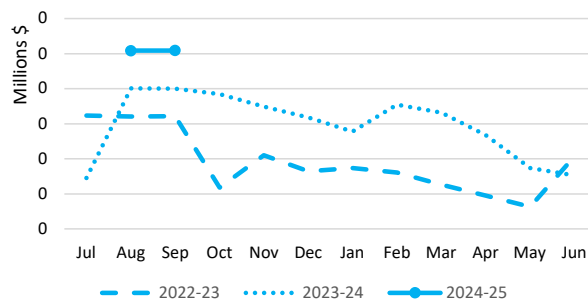
Principal Outstanding



RESERVES



Closing funding surplus / (deficit)



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

**SHIRE OF MERREDIN  
SUPPLEMENTARY INFORMATION  
FOR THE PERIOD ENDED 30 SEPTEMBER 2024**

**3 CASH AND FINANCIAL ASSETS AT AMORTISED COST**

Description	Classification	Unrestricted	Reserve Accounts	Total	Trust	Institution	Interest Rate	Maturity Date
		\$	\$	\$	\$			
Municipal Bank Account		6,886,897		6,886,897				
Petty Cash - Admin		950		950				
Float - MRCLC		3,100		3,100				
Municipal Investment Account		1,466,640		1,466,640				
Reserve Bank Account		0	6,736,193	6,736,193				
<b>Total</b>		<b>8,357,586</b>	<b>6,736,193</b>	<b>15,093,779</b>	<b>0</b>			
<b>Comprising</b>								
Cash and cash equivalents		8,357,586	6,736,193	15,093,779	0			
		<b>8,357,586</b>	<b>6,736,193</b>	<b>15,093,779</b>	<b>0</b>			

**KEY INFORMATION**

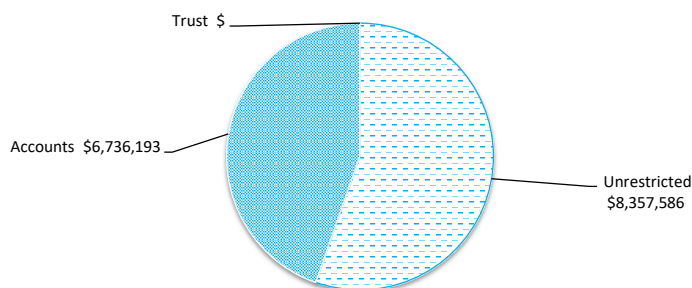
Cash and cash equivalents include cash on hand, cash at bank, deposits available on demand with banks and other short term highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of 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 8 - Other assets.



**SHIRE OF MERREDIN**  
**SUPPLEMENTARY INFORMATION**  
**FOR THE PERIOD ENDED 30 SEPTEMBER 2024**

**4 RESERVE ACCOUNTS**

Reserve account name	Budget				Actual			
	Opening Balance	Transfers In (+)	Transfers Out (-)	Closing Balance	Opening Balance	Transfers In (+)	Transfers Out (-)	Closing Balance
	\$	\$	\$	\$	\$	\$	\$	\$
<b>Reserve accounts restricted by Council</b>								
Leave Reserve	385,891	10,900		396,791	385,891	2,498	0	388,389
Plant Replacement Reserve	556,813	15,740		572,553	645,713	3,904	0	649,617
Buildings Reserve	1,078,682	30,480	(107,800)	1,001,362	823,385	11,750	0	835,135
Land & Development Reserve	1,638,173	46,280		1,684,453	1,638,173	10,603	0	1,648,776
Recreation Reserve	948,352	26,800	(250,000)	725,152	948,352	11,769	0	960,121
Disaster Relief Reserve	257,405	7,280		264,685	257,405	1,666	0	259,071
Cummings Street Units Reserve	48,036	1,360		49,396	48,036	474	0	48,510
Waste Management Reserve	389,985	11,020		401,005	389,985	2,524	0	392,509
Unspent Capital Works Reserve	383,660	10,840		394,500	383,660	2,483	0	386,143
ICT Reserve	268,810	7,600		276,410	268,810	13,001	0	281,811
Apex Park Redevelopment Reserve	311,600	8,800	(78,700)	241,700	63,802	1,179	0	64,981
Merredin-Narembeen Reserve	811,152	102,920	(114,450)	799,622	815,863	5,266	0	821,129
	<b>7,078,559</b>	<b>280,020</b>	<b>(550,950)</b>	<b>6,807,629</b>	<b>6,669,075</b>	<b>67,118</b>	<b>0</b>	<b>6,736,193</b>

5 CAPITAL ACQUISITIONS

Capital acquisitions		Adopted		YTD Actual	YTD Variance
		Budget	YTD Budget		
		\$	\$	\$	\$
Buildings - non-specialised	514	25,000	6,249	0	(6,249)
Buildings - specialised	512	870,200	217,551	18,935	(198,616)
Furniture and equipment	520	25,000	6,249	0	(6,249)
Plant and equipment	530	751,000	187,749	112,805	(74,944)
<b>Acquisition of property, plant and equipment</b>		<b>1,671,200</b>	<b>417,798</b>	<b>131,740</b>	<b>(286,058)</b>
Infrastructure - Roads	540	6,474,800	1,618,704	109,928	(1,508,776)
Infrastructure - Footpaths	560	116,000	29,001	0	(29,001)
Infrastructure - Parks & Gardens	570	2,673,300	1,039,776	846,446	(193,330)
Infrastructure - Other	590	231,650	57,912	19,195	(38,718)
<b>Acquisition of infrastructure</b>		<b>9,495,750</b>	<b>2,745,393</b>	<b>975,569</b>	<b>(1,769,824)</b>
<b>Total of PPE and Infrastructure.</b>		<b>11,166,950</b>	<b>3,163,191</b>	<b>1,107,309</b>	<b>(2,055,882)</b>
<b>Total capital acquisitions</b>		<b>11,166,950</b>	<b>3,163,191</b>	<b>1,107,309</b>	<b>(2,055,882)</b>
<b>Capital Acquisitions Funded By:</b>					
Capital grants and contributions		8,044,700	2,011,176	1,586,730	(424,446)
Other (disposals & C/Fwd)		484,950	0	0	0
Reserve accounts					
Buildings Reserve		(107,800)		0	0
Recreation Reserve		(250,000)		0	0
Apex Park Redevelopment Reserve		(78,700)		0	0
Merredin-Narembeen Reserve		(114,450)		0	0
Contribution - operations		3,188,250	1,152,015	0	(1,152,015)
<b>Capital funding total</b>		<b>11,166,950</b>	<b>3,163,191</b>	<b>1,586,730</b>	<b>(1,576,461)</b>

**KEY INFORMATION**

**Initial recognition**

An item of property, plant and equipment or infrastructure that qualifies for recognition as an asset is measured at its cost.

Upon initial recognition, cost is determined as the amount paid (or other consideration given) to acquire the assets, plus costs incidental to the 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. For assets acquired at zero cost or otherwise significantly less than fair value, cost is determined as fair value at the date of acquisition.

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 *Local Government (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.

Individual assets that are land, buildings and infrastructure acquired between scheduled revaluation dates of the asset class in accordance with the Shire's revaluation policy, are recognised at cost and disclosed as being at reportable value.

**Measurement after recognition**

Plant and equipment including furniture and equipment and right-of-use assets (other than vested improvements) are measured using the cost model as required under *Local Government (Financial Management) Regulation 17A(2)*. Assets held under the cost model are carried at cost less accumulated depreciation and any impairment losses being their reportable value.

**Reportable Value**

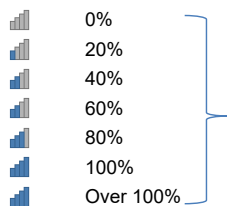
In accordance with *Local Government (Financial Management) Regulation 17A(2)*, the carrying amount of non-financial assets that are land and buildings classified as property, plant and equipment, investment properties, infrastructure or vested improvements that the local government controls.

Reportable value is for the purpose of *Local Government (Financial Management) Regulation 17A(4)* is the fair value of the asset at its last valuation date minus (to the extent applicable) the accumulated depreciation and any accumulated impairment losses in respect of the non-financial asset subsequent to its last valuation date.

5 CAPITAL ACQUISITIONS (CONTINUED) - DETAILED

Capital expenditure total

Level of completion indicators

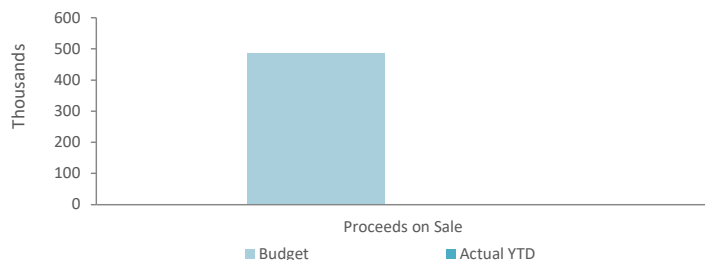


Percentage Year to Date Actual to Annual Budget expenditure where the expenditure over budget highlighted in red.

			Adopted		Variance
Account Description			Budget	YTD Budget	(Under)/Over
4090210	BC042	OTH HOUSE - Building (Capital)	25,000	6,249	(6,249.00)
4100110	LC041	Merredin Landfill - Tip Shop	9,200	2,301	6,884.00
4100130	LC022	SAN - Plant & Equipment (Capital)	40,000	9,999	29,500.96
4090210	BC006	Women's Rest Centre Building - Building (Capital)	7,000	1,749	(1,749.00)
4090210	BC020	Swimming Pool (Capital)	45,000	11,250	(7,300.00)
4100310	BC085	REC - Other Rec Facilities Building (Capital)	556,000	138,999	(138,999.00)
4110320		REC - Other Rec Facilities Plant & Equipment (Capital)	15,000	3,750	(3,750.00)
4110370	PC001	REC - Infrastructure Parks & Gardens (Capital)	0	0	416.12
4110370	PC001A	REC - Infrastructure Parks & Gardens (Capital)	369,100	184,551	(12,510.54)
4110370	PC001C	REC - Infrastructure Parks & Gardens (Capital)	201,700	100,851	(99,251.15)
4110370	PC001D	REC - Infrastructure Parks & Gardens (Capital)	86,600	43,299	39,821.95
4110370	PC036	REC - Infrastructure Parks & Gardens (Capital)	10,000	2,499	(1,299.00)
4110370	PC007A	REC - Infrastructure Parks & Gardens (Capital)	248,100	124,050	21,979.06
4110370	PC007B	REC - Infrastructure Parks & Gardens (Capital)	580,300	290,151	(17,051.17)
4110370	PC007C	REC - Infrastructure Parks & Gardens (Capital)	611,000	152,751	16,189.05
4110370	PC041	REC - Infrastructure Parks & Gardens (Capital)	566,500	141,624	(141,624.00)
4110510	BC004	LIBRARY - Library Building (Capital)	41,000	10,251	(10,251.00)
4110610	HC041	HERITAGE - Building (Capital)	22,500	5,625	(5,625.00)
4110710	BC002	OTH CUL - Building (Capital)	78,500	19,626	(19,626.00)
4120110		ROADC - Building (Capital)	7,000	1,749	4,051.00
4120141	RC239A	Merredin-Naremben Road (Capital)	223,200	55,800	(55,150.00)
4120141	RC239C	Merredin-Naremben Road (Capital)	12,600	3,153	(3,153.00)
4120141	RC239D	Merredin-Naremben Road (Capital) 11.90 - 15.35	335,500	83,871	(83,871.00)
4120141	RC239F	Merredin-Naremben Road (Capital) 16.81 - 18.41	63,500	15,876	(15,176.60)
4120141	RC239I	Merredin-Naremben Road (Capital) 19.54 - 19.80	22,200	5,550	992.38
4120145		ROADC - Roads Outside BUA - Sealed - Roads to Recovery	570,000	142,500	(142,500.00)

6 DISPOSAL OF ASSETS

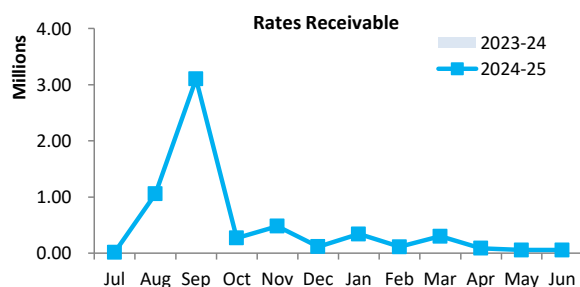
Asset Ref.	Asset description	Budget				YTD Actual			
		Net Book		Profit	(Loss)	Net Book		Profit	(Loss)
		Value	Proceeds			Value	Proceeds		
\$	\$	\$	\$	\$	\$	\$	\$		
	<b>Buildings</b>								
	Sale of Lot 502 Gabo	235,000	325,000	90,000	0		0	0	
	<b>Plant and equipment</b>								
493	2018 Nissan Navara D23 King Cab 4x2 (Ranger)	0	14,950	14,950	0		0	0	
343	Roller - 2011 BOMAG BW25RH ROAD ROLLER Disposal (OVER DUE)	0	40,000	40,000	0		0	0	
150	Tandem Axle Fuel Trailer - 1TQZ598	0	4,000	4,000	0		0	0	
44	2022 Toyota Prado - OMD	43,190	58,000	14,810	0		0	0	
174	2022 Toyota Hilux SR-5 4x4 Dual Cab (MP)	40,760	42,000	1,240	0		0	0	
	805 Squirrel Self Propelled Elevating Platform	9,700	1,000	0	(8,700)		0	0	
278		<b>328,650</b>	<b>484,950</b>	<b>165,000</b>	<b>(8,700)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>



7 RECEIVABLES

Rates receivable

	30 Jun 2024	30 Sep 2024
	\$	\$
Opening arrears previous year		602,485
Levied this year		5,480,171
Less - collections to date	602,485	(3,586,343)
<b>Net rates collectable</b>	<b>602,485</b>	<b>2,496,313</b>
% Collected	0.0%	59.0%



Receivables - general

	Credit	Current	30 Days	60 Days	90+ Days	Total
	\$	\$	\$	\$	\$	\$
Receivables - general	(11,611)	94,644	6,635	1,262	82,619	173,549
Percentage	(6.7%)	54.5%	3.8%	0.7%	47.6%	
<b>Balance per trial balance</b>						
Trade receivables						173,549
Other receivables						204,058
Other receivables - Provisions for Doubtful Debts						(70,558)
Accrued Income						633,445
<b>Total receivables general outstanding</b>						<b>940,494</b>

Amounts shown above include GST (where applicable)

KEY INFORMATION

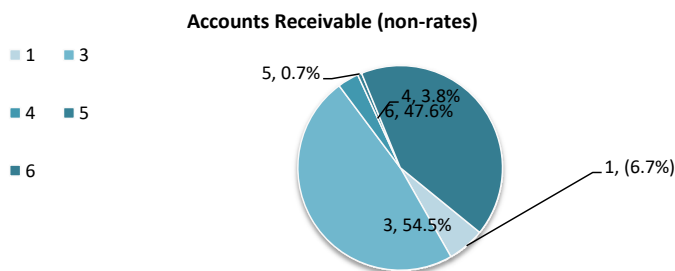
Trade and other receivables include amounts due from ratepayers for unpaid rates and service charges and other amounts due from third parties for goods sold and services performed in the ordinary course of business.

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.



8 OTHER CURRENT ASSETS

	Opening Balance 1 July 2024	Asset Increase	Asset Reduction	Closing Balance 30 September 20
	\$	\$	\$	\$
<b>Other current assets</b>				
<b>Other financial assets at amortised cost</b>				
Financial assets at amortised cost - self supporting loans	38,676		(19,102)	19,574
<b>Inventory</b>				
Fuel	19,816	148		19,964
<b>Other assets</b>				
Other assets - Payments In Advance	40,831		(35,206)	5,625
<b>Total other current assets</b>	<b>99,323</b>	<b>148</b>	<b>(54,308)</b>	<b>45,163</b>

Amounts shown above include GST (where applicable)

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.



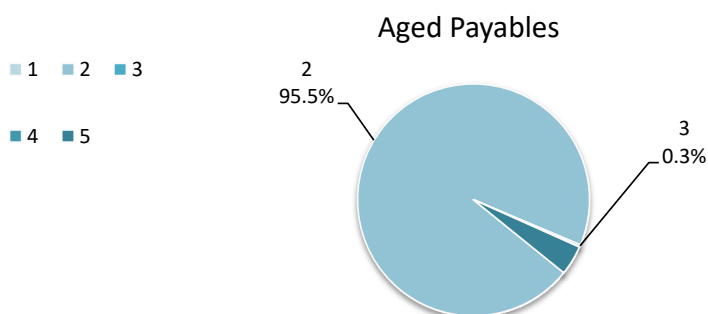
9 PAYABLES

Payables - general	Credit	Current	30 Days	60 Days	90+ Days	Total
	\$	\$	\$	\$	\$	\$
Payables - general	0	230,181	792	60	10,010	241,043
Percentage	0.0%	95.5%	0.3%	0.0%	4.2%	
<b>Balance per trial balance</b>						
Sundry creditors						233,534
ATO liabilities						3
Other payables						31,457
Accrued Expenses						(2,826)
Income in Advance						66,038
Payroll Creditors						(9,886)
PAYG						74
Other Expenses						613,438
<b>Total payables general outstanding</b>						<b>931,832</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.



10 BORROWINGS

Repayments - borrowings

Information on borrowings Particulars	Loan No.	New Loans			Principal Repayments		Principal Outstanding		Interest Repayments	
		1 July 2024	Actual	Budget	Actual	Budget	Actual	Budget	Actual	Budget
		\$	\$	\$	\$	\$	\$	\$	\$	\$
CEACA Contributions	217	200,066			(32,055)	(65,300)	168,011	134,766	(3,151)	(4,780)
CBD Development	219	1,480,000			(59,817)	(121,000)	1,420,183	1,359,000	(32,291)	(63,276)
Liquidity Loan - Interest							0	0		(80,000)
		1,680,066	0	0	(91,872)	(186,300)	1,588,194	1,493,766	(40,133)	(148,056)
<b>Self supporting loans</b>										
Merritville	215	189,922	0	0	(19,102)	(38,700)	170,820	151,222	0	(8,910)
		189,922	0	0	(19,102)	(38,700)	170,820	151,222	0	(8,910)
<b>Total</b>		<b>1,869,988</b>	<b>0</b>	<b>0</b>	<b>(110,974)</b>	<b>(225,000)</b>	<b>1,759,014</b>	<b>1,644,988</b>	<b>(40,133)</b>	<b>(156,966)</b>
Current borrowings		225,000					113,256			
Non-current borrowings		1,644,988					1,645,758			
		<b>1,869,988</b>					<b>1,759,014</b>			

All debenture repayments were financed by general purpose revenue.

Self supporting loans are financed by repayments from third parties.

KEY INFORMATION

The City has elected to recognise borrowing costs as an expense when incurred regardless of how the borrowings are applied.

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.

## 11 OTHER CURRENT LIABILITIES

Other current liabilities	Note	Opening Balance 1 July 2024 \$	Liability transferred from/(to) non current \$	Liability Increase \$	Liability Reduction \$	Closing Balance 30 September 2024 \$
<b>Other liabilities</b>						
Contract liabilities		591,316	0			591,316
Bonds And Deposits Held In Muni		0	0		(100)	(100)
<b>Total other liabilities</b>		591,316	0	0	(100)	591,216
<b>Employee Related Provisions</b>						
Provision for annual leave		317,150	0			317,150
Provision for long service leave		199,423	0			199,423
<b>Total Provisions</b>		516,573	0	0	0	516,573
<b>Total other current liabilities</b>		<b>1,107,889</b>	<b>0</b>	<b>0</b>	<b>(100)</b>	<b>1,107,789</b>

Amounts shown above include GST (where applicable)

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

12 GRANTS, SUBSIDIES AND CONTRIBUTIONS

Provider	Unspent grant, subsidies and contributions liability					Grants, subsidies and contributions revenue					YTD Revenue Actual
	Liability	Increase in Liability	Decrease in Liability	Liability	Current Liability	Adopted Budget Revenue	YTD Budget	Annual Budget	Budget Variations	Expected	
	1 July 2024		(As revenue)	30 Sep 2024	30 Sep 2024						
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
<b>Grants and subsidies</b>											
<b>Law, order, public safety</b>					0						0
ESL BFB - Operating Grant					0	62,500	15,624				0
ESL SES - Operating Grant					0	15,500	3,876				0
<b>Education and welfare</b>					0						0
SENIORS - Reimbursements					0	10,800	2,700				0
WELFARE - Community Development Grants					0	10,500	2,634				0
<b>Recreation and culture</b>					0						0
Library - Other Grants					0	200	51				0
HERITAGE - Grant					0	20,000	5,001				0
<b>Transport</b>					0						0
ROADM - Street Lighting Subsidy					0	22,000	5,499				0
ROADM - Road Contribution Income					0	80,000	39,999				0
ROADM - Direct Road Grant (MRWA)					0	315,200	78,801				0
<b>Economic services</b>					0						0
TOURISM - Reimbursements					0	11,000	2,751				0
TOURISM - Other Income Relating to Tourism & Area Promotion					0	45,000	11,259				0
<b>Other property and services</b>					0						0
PWO - Other Reimbursements					0	100	24				0
					0						0
<b>TOTALS</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>592,800</b>	<b>168,219</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>239,077</b>
	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>592,800</b>	<b>168,219</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>239,077</b>

13 CAPITAL GRANTS, SUBSIDIES AND CONTRIBUTIONS

Provider	Capital grant/contribution liabilities				Capital grants, subsidies and contributions revenue						
	Liability	Increase in Liability	Decrease in Liability	Liability	Current Liability	Adopted Budget	YTD	Annual	Budget	YTD Revenue	
	1 July 2024		(As revenue)	30 Sep 2024	30 Sep 2024	Revenue	Budget	Budget	Variations	Expected	Actual
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
<b>Capital grants and subsidies</b>											
<b>Non-operating grants and subsidies</b>				0						0	
Law, order, public safety				0						0	
ESL BFB - Capital Grant				0		15,800	3,951			0	0
ESL SES - Capital Grant				0		6,100	1,524			0	0
<b>Recreation and culture</b>				0						0	
REC - Grants - Lotterywest				0		337,600	84,399			0	913,070
REC - Grants - LRCI				0		558,200	139,551			0	0
REC - Grants - BBRF				0		562,700	140,676			0	275,132
REC - Other Capital Contributions				0		574,100	143,526			0	0
<b>Transport</b>				0						0	
ROADC - Regional Road Group Grants (MRWA)				0		730,200	182,550			0	315,210
ROADC - Roads to Recovery Grant				0		993,000	248,250			0	0
ROADC - Wheatbelt Secondary Freight Network				0		1,462,800	365,700			0	83,318
ROADC - Heavy Vehicle Safety and Productivity Program				0		2,674,600	668,649			0	0
WATER - CWSP Grant 1				0		39,600	9,900			0	0
WATER - CWSP Grant 2				0		90,000	22,500			0	0
<b>TOTALS</b>		0	0	0	0	8,044,700	2,011,176	0	0	0	1,586,730

**SHIRE OF MERREDIN  
 SUPPLEMENTARY INFORMATION  
 FOR THE PERIOD ENDED 30 SEPTEMBER 2024**

**14 BUDGET AMENDMENTS**

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

Description	Council Resolution	Classification	Non Cash Adjustment	Increase in Available Cash	Decrease in Available Cash	Amended Budget Running Balance
			\$	\$	\$	\$
<b>Budget adoption</b>						91,465
GL2100300 REC - Employee Costs	83439	Operating expenses			(20,000)	71,465
GL2110351 - REC - Sporting & Community Group C	43439	Operating expenses		20,000		91,465
				<b>20,000</b>	<b>(20,000)</b>	<b>0</b>