

SHIRE OF COCOS (KEELING) ISLANDS

MONTHLY FINANCIAL REPORT

(Containing the required statement of financial activity and statement of financial position)

For the period ended 30 June 2024

LOCAL GOVERNMENT ACT 1995

LOCAL GOVERNMENT (FINANCIAL MANAGEMENT) REGULATIONS 1996

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SHIRE OF COCOS (KEELING) ISLANDS
STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD ENDED 30 JUNE 2024

		Adopted Budget	Current Budget	YTD Current Budget	YTD Actual	Variance* \$	Variance* %	Var.
		(a)	(b)	(b)	(c)	(c) - (b)	((c) - (b))/(b)	
		\$	\$	\$	\$	\$	%	
OPERATING ACTIVITIES								
Revenue from operating activities								
General rates	7	553,855	500,460	500,460	500,460	0	0.00%	
Grants, subsidies and contributions	8	5,579,600	5,473,952	5,473,952	6,186,279	712,327	13.01%	▲
Fees and charges		2,061,506	1,179,060	1,179,060	1,216,971	37,911	3.22%	
Interest revenue		169,553	219,290	219,290	274,717	55,427	25.28%	▲
Other revenue		26,231	2,150,419	2,150,419	2,150,304	(115)	(0.01%)	
Profit on asset disposals	5	875	500	500	0	(500)	(100.00%)	
		8,391,620	9,523,681	9,523,681	10,328,731	805,050	8.45%	
Expenditure from operating activities								
Employee costs		(4,382,881)	(4,015,298)	(4,015,298)	(4,033,270)	(17,972)	(0.45%)	
Materials and contracts		(2,014,282)	(1,479,985)	(1,479,985)	(1,711,592)	(231,607)	(15.65%)	▼
Utility charges		(48,361)	(40,728)	(40,728)	(40,087)	641	1.57%	
Depreciation		(1,399,290)	(1,481,412)	(1,481,412)	(1,482,319)	(907)	(0.06%)	
Finance costs		(822)	(868)	(868)	(868)	0	0.00%	
Insurance		(178,851)	(173,870)	(173,870)	(173,870)	0	0.00%	
Other expenditure		(990,087)	(951,059)	(951,059)	(636,599)	314,460	33.06%	▲
Loss on asset disposals	5	(2,379)	(66,252)	(66,252)	(61,068)	5,184	7.82%	
		(9,016,953)	(8,209,472)	(8,209,472)	(8,139,673)	69,799	0.85%	
Non-cash amounts excluded from operating activities	Note 2(b)	1,416,278	1,561,970	1,561,970	1,550,125	(11,845)	(0.76%)	
Amount attributable to operating activities		790,945	2,876,179	2,876,179	3,739,183	863,004	30.01%	
INVESTING ACTIVITIES								
Inflows from investing activities								
Proceeds from capital grants, subsidies and contributions	9	847,763	547,763	547,763	525,510	(22,253)	(4.06%)	
Proceeds from disposal of assets	5	1,500	248	248	(1,068)	(1,316)	(530.65%)	
		849,263	548,011	548,011	524,442	(23,569)	(4.30%)	
Outflows from investing activities								
Payments for property, plant and equipment	4	(1,756,299)	(1,720,577)	(1,720,577)	(1,531,144)	189,433	11.01%	▲
Payments for construction of infrastructure	4	(553,651)	(468,388)	(468,388)	(394,559)	73,829	15.76%	▲
		(2,309,950)	(2,188,965)	(2,188,965)	(1,925,703)	263,262	12.03%	
Amount attributable to investing activities		(1,460,687)	(1,640,954)	(1,640,954)	(1,401,261)	239,693	14.61%	
FINANCING ACTIVITIES								
Inflows from financing activities								
Transfer from reserves	3	1,797,263	1,867,104	1,867,104	1,649,167	(217,937)	(11.67%)	▼
		1,797,263	1,867,104	1,867,104	1,649,167	(217,937)	(11.67%)	
Outflows from financing activities								
Payments for principal portion of lease liabilities		(11,902)	(12,330)	(12,330)	(12,330)	0	0.00%	
Transfer to reserves	3	(1,817,590)	(3,840,816)	(3,840,816)	(3,951,290)	(110,474)	(2.88%)	
		(1,829,492)	(3,853,146)	(3,853,146)	(3,963,620)	(110,474)	(2.87%)	
Amount attributable to financing activities		(32,229)	(1,986,042)	(1,986,042)	(2,314,453)	(328,411)	(16.54%)	
MOVEMENT IN SURPLUS OR DEFICIT								
Surplus or deficit at the start of the financial year		701,971	750,817	750,817	750,817	0	0.00%	
Amount attributable to operating activities		790,945	2,876,179	2,876,179	3,739,183	863,004	30.01%	▲
Amount attributable to investing activities		(1,460,687)	(1,640,954)	(1,640,954)	(1,401,261)	239,693	14.61%	▲
Amount attributable to financing activities		(32,229)	(1,986,042)	(1,986,042)	(2,314,453)	(328,411)	(16.54%)	▼
Surplus or deficit after imposition of general rates		0	0	0	774,286	774,286	0.00%	

KEY INFORMATION

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

* Refer to Note 3 for an explanation of the reasons for material variances.

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

SHIRE OF COCOS (KEELING) ISLANDS
STATEMENT OF FINANCIAL POSITION
FOR THE PERIOD ENDED 30 JUNE 2024

	Supplementary Information	30 June 2023	This time last year	30 June 2024
		\$		\$
CURRENT ASSETS				
Cash and cash equivalents	2	4,531,332	4,531,332	6,262,833
Trade and other receivables	6	291,197	291,198	742,678
Inventories		37,054	37,054	8,751
Other assets		73,291	73,291	145,998
TOTAL CURRENT ASSETS		4,932,874	4,932,874	7,160,260
NON-CURRENT ASSETS				
Property, plant and equipment		14,462,324	14,462,323	14,954,460
Infrastructure		10,045,687	10,045,688	9,949,827
Right-of-use assets		41,419	41,419	31,730
Intangible assets		5,000	5,000	4,000
TOTAL NON-CURRENT ASSETS		24,554,430	24,554,430	24,940,017
TOTAL ASSETS		29,487,304	29,487,304	32,100,277
CURRENT LIABILITIES				
Trade and other payables		461,313	461,313	472,797
Other liabilities		155,987	155,987	84,405
Lease liabilities		11,902	11,902	12,908
Employee related provisions		518,767	518,768	498,622
TOTAL CURRENT LIABILITIES		1,147,969	1,147,970	1,068,732
NON-CURRENT LIABILITIES				
Lease liabilities		29,897	29,897	18,763
Employee related provisions		61,037	61,037	49,814
TOTAL NON-CURRENT LIABILITIES		90,934	90,934	68,577
TOTAL LIABILITIES		1,238,903	1,238,903	1,137,309
NET ASSETS		28,248,401	28,248,400	30,962,968
EQUITY				
Retained surplus		15,317,394	15,317,394	15,729,839
Reserve accounts	3	3,390,613	3,390,612	5,692,735
Revaluation surplus		9,540,394	9,540,395	9,540,394
TOTAL EQUITY		28,248,401	28,248,400	30,962,968

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

NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY FOR THE PERIOD ENDED 30 JUNE 2024

1 BASIS OF PREPARATION AND SIGNIFICANT 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. Supporting 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.

THE LOCAL GOVERNMENT REPORTING ENTITY

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

All monies held in the Trust Fund are excluded from the financial statements. A separate statement of those monies appears at Note 10 to these financial statements.

Judgements and estimates

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

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

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

- estimated fair value of certain financial assets
- impairment of financial assets
- estimation of fair values of land and buildings, infrastructure and investment property
- estimation uncertainties made in relation to lease accounting
- estimated useful life of intangible assets

SIGNIFICANT ACCOUNTING POLICIES

Significant accounting policies utilised in the preparation of these statements are as described within the 2023-24 Annual Budget. Please refer to the adopted budget document for details of these policies.

PREPARATION TIMING AND REVIEW

Date prepared: All known transactions up to 00 January 1900

SHIRE OF COCOS (KEELING) ISLANDS
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD ENDED 30 JUNE 2024

2 STATEMENT OF FINANCIAL ACTIVITY INFORMATION

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

		Budget Opening 30 June 2023	Last Year Closing 30 June 2023	Year to Date 30 June 2024
		\$	\$	\$
Current assets				
Cash and cash equivalents	2	3,785,849	4,531,332	6,262,833
Trade and other receivables		639,489	291,197	742,678
Inventories		41,668	37,054	8,751
Other assets		24,397	73,291	145,998
		<u>4,491,403</u>	<u>4,932,874</u>	<u>7,160,260</u>
Less: current liabilities				
Trade and other payables		(227,077)	(461,313)	(472,797)
Other liabilities		(159,295)	(155,987)	(84,405)
Lease liabilities		(11,902)	(11,902)	(12,908)
Employee related provisions		(413,148)	(518,767)	(498,622)
		<u>(811,422)</u>	<u>(1,147,969)</u>	<u>(1,068,732)</u>
Net current assets		3,679,981	3,784,905	6,091,528
Less: Total adjustments to net current assets	Note 2(b)	(3,034,088)	(3,034,088)	(5,317,244)
Closing funding surplus / (deficit)		645,893	750,817	774,284

(b) Non-cash amounts excluded from operating activities

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

		Budget	YTD Budget (a)	YTD Actual (b)
		\$	\$	\$
Non-cash amounts excluded from operating activities				
Adjustments to operating activities				
Less: Profit on asset disposals	5	(500)	(500)	0
Add: Loss on asset disposals	5	66,252	66,252	61,068
Add: Depreciation		1,481,412	1,481,412	1,482,319
Movement in current employee provisions associated with restricted cash		14,806	14,806	17,961
- Employee provisions				(11,223)
Total non-cash amounts excluded from operating activities		1,561,970	1,561,970	1,550,125

(b) Current assets and liabilities excluded from budgeted deficiency

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.

		Budget Opening 30 June 2023	Last Year Closing 30 June 2023	Year to Date 30 June 2024
		\$	\$	\$
Adjustments to net current assets				
Less: Reserve accounts	3	(3,390,612)	(3,390,613.00)	(5,692,736)
Add: Current liabilities not expected to be cleared at the end of the year:				
- Current portion of lease liabilities		11,902	11,902.00	12,908
- Current portion of employee benefit provisions held in reserve	3	344,622	344,623.00	362,584
Total adjustments to net current assets	Note 2(a)	(3,034,088)	(3,034,088)	(5,317,244)

CURRENT AND NON-CURRENT CLASSIFICATION

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

SHIRE OF COCOS (KEELING) ISLANDS
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD ENDED 30 JUNE 2024

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 2023-24 year is \$20,000 and 10.00% whichever is the greater.

Description	Var. \$	Var. %	Timing / Permanent	Explanation of variances
	\$	%		
Opening funding surplus / (deficit)	0	0.00%		
Revenue from operating activities				
Rates	0	0.00%		
Rates (excluding general rate)	0	0.00%		
Operating grants, subsidies and contributions	712,327	13.01%	▲	Refer Note 8 for details on Operating Grants.
Fees and charges	37,911	3.22%		Private works income higher than budgeted.
Service charges	0	0.00%		
Interest earnings	55,427	25.28%	▲	
Other revenue	(115)	(0.01%)		
Profit on disposal of assets	(500)	(100.00%)		Refer Note 5 for details on Asset Disposals.
Expenditure from operating activities				
Employee costs	(17,972)	(0.45%)		
Materials and contracts	(231,607)	(15.65%)	▼	
Utility charges	641	1.57%		
Depreciation on non-current assets	(907)	(0.06%)		
Interest expenses	0	0.00%		
Insurance expenses	0	0.00%		
Other expenditure - exclude contribution to 1979 & 1984 Trusts	19,811	33.06%		
- Contribution to 1979 & 1984 Land Trust	294,649		▲	Timing
Loss on disposal of assets	5,184	7.82%	▲	Permanent
Non-cash amounts excluded from operating activities	(11,845)	(0.76%)		Refer Statement of Financial Activity for Land Trusts. Adjust asset register to remove Ovals under Management Order (non-cash adj).
Investing activities				
Proceeds from Capital grants, subsidies and contributions	(22,253)	(4.06%)		Refer Note 9 for details on Capital Grants
Proceeds from disposal of assets	(1,316)	(530.65%)		Refer Note 5 for details on Asset Disposals.
Proceeds from financial assets at amortised cost - self supporting loans				
Payments for financial assets at amortised cost - self supporting loans				
Payments for property, plant and equipment and infrastructure	263,262	12.03%	▲	Timing
Non-cash amounts excluded from investing activities				Refer Note 4 for details on Capital Expenditure.
Financing activities				
Proceeds from new debentures				
Transfer from reserves	(217,937)	(11.67%)	▼	Refer Note 3 for details on Reserve Funding.
Payments for principal portion of lease liabilities	0	0.00%		
Repayment of debentures				
Transfer to reserves	(110,474)	(2.88%)		
Closing funding surplus / (deficit)	774,286	0.00%		per above

SHIRE OF COCOS (KEELING) ISLANDS

SUPPLEMENTARY INFORMATION

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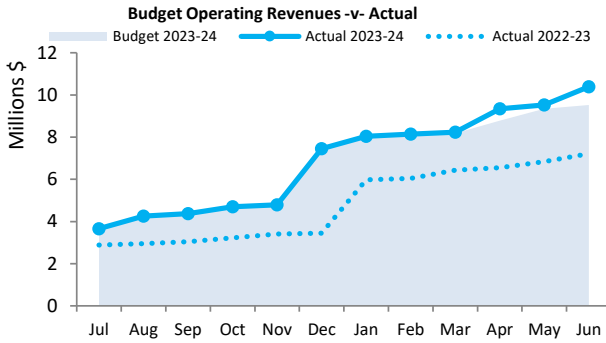
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**SHIRE OF COCOS (KEELING) ISLANDS
SUPPLEMENTARY INFORMATION
FOR THE PERIOD ENDED 30 JUNE 2024**

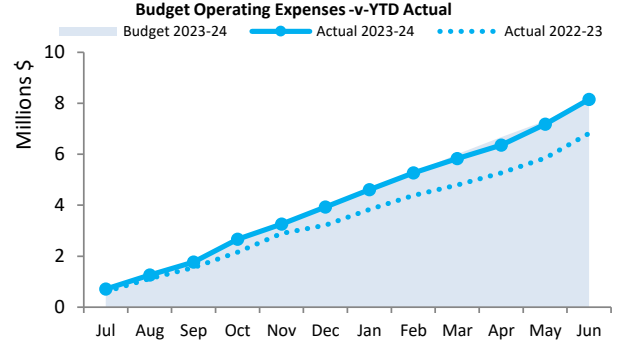
1 KEY INFORMATION - GRAPHICAL

OPERATING ACTIVITIES

OPERATING REVENUE

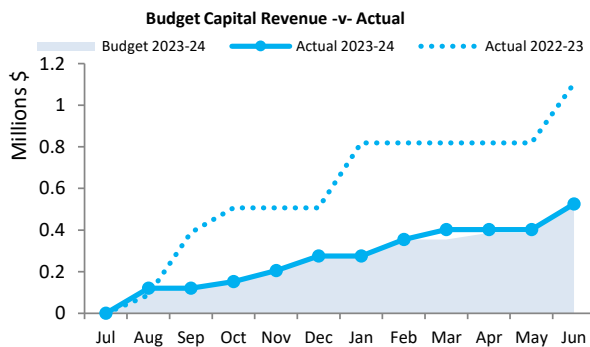


OPERATING EXPENSES

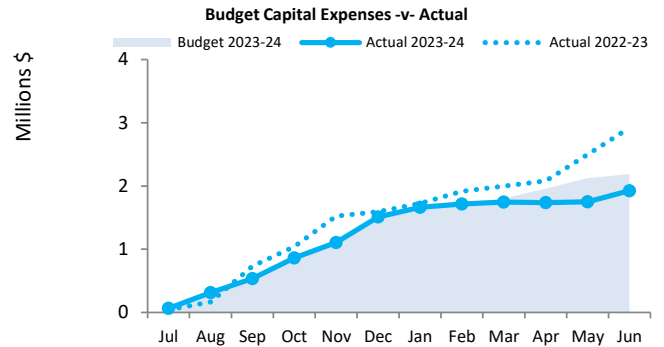


INVESTING ACTIVITIES

CAPITAL REVENUE

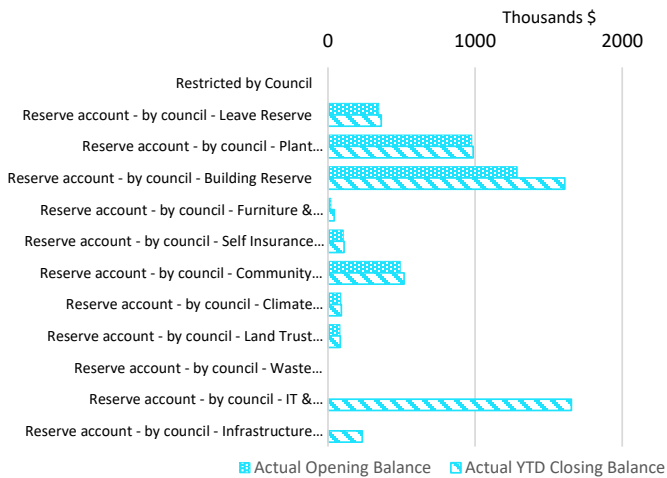


CAPITAL EXPENSES

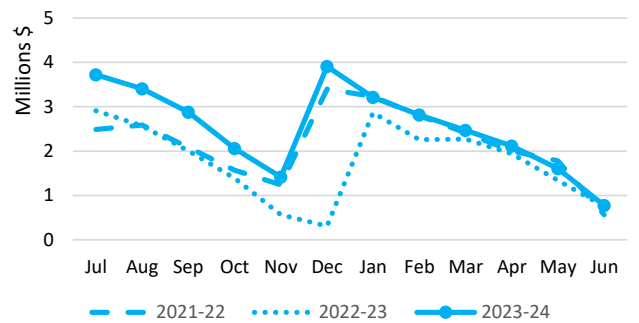


FINANCING ACTIVITIES

RESERVES



Closing funding surplus / (deficit)



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

**SHIRE OF COCOS (KEELING) ISLANDS
SUPPLEMENTARY INFORMATION
FOR THE PERIOD ENDED 30 JUNE 2024**

2 CASH AND FINANCIAL ASSETS

Description	Classification	Unrestricted \$	Restricted \$	Total Cash \$	Institution	Interest Rate	Maturity Date
Cash on hand							
Municipal Fund - 7340 & 5474	Cash and cash equivalents	569,697	132,736	702,433	CBA	Variable	N/A
Cash on hand - Float	Cash and cash equivalents	400	0	400	N/A	N/A	N/A
Term Deposit - Municipal Funds	Cash and cash equivalents	0	0	0	N/A	N/A	N/A
Term Deposit - Reserve Funds	Cash and cash equivalents	0	5,560,000	5,560,000	CBA	4.58%	Jun-24
		0					
Total		570,096.95	5,692,736.39	6,262,833			
Comprising							
Cash and cash equivalents		570,097	5,692,736	6,262,833			
Financial assets at amortised cost		0	0	0			
		570,097	5,692,736	6,262,833			

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.

**SHIRE OF COCOS (KEELING) ISLANDS
SUPPLEMENTARY INFORMATION
FOR THE PERIOD ENDED 30 JUNE 2024**

3 RESERVE ACCOUNTS

Reserve name	Budget	Budget	Budget	Budget	Budget	Actual	Actual	Actual	Actual	Actual
	Opening Balance	Interest Earned	Transfers In (+)	Transfers Out (-)	Closing Balance	Opening Balance	Interest Earned	Transfers In (+)	Transfers Out (-)	YTD Closing Balance
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Restricted by Council										
Reserve account - by council - Leave Reserve	344,623	14,807	0	0	359,429	344,623	17,961	0	0	362,584
Reserve account - by council - Plant Replacement Reserve	977,331	37,384	470,009	(600,562)	884,162	977,331	42,055	470,009	(502,930)	986,465
Reserve account - by council - Building Reserve	1,286,428	56,534	270,608	(149,680)	1,463,891	1,286,428	68,318	270,608	(15,000)	1,610,354
Reserve account - by council - Furniture & Equipment Reserve	18,792	807	22,190	0	41,789	18,792	979	22,190	0	41,961
Reserve account - by council - Self Insurance Reserve	104,401	4,482	0	0	108,883	104,401	5,437	0	0	109,838
Reserve account - by council - Community Reserve	491,953	21,339	0	0	513,292	491,953	25,843	0	0	517,796
Reserve account - by council - Climate Adaptation Reserve	86,585	3,724	0	0	90,309	86,585	4,516	0	0	91,101
Reserve account - by council - Land Trust Administration Reserve	80,500	2,852	0	0	83,352	80,500	3,583	0	0	84,083
Reserve account - by council - Waste Management Reserve	0	0	657,921	(657,921)	0	0	0	702,056	(702,056)	0
Reserve account - by council - IT & Communications Reserve	0	9,150	2,035,510	(458,941)	1,585,719	0	20,693	2,063,542	(429,181)	1,655,054
Reserve account - by council - Infrastructure Reserve	0	0	233,500	0	233,500	0	0	233,500	0	233,500
	3,390,612	151,078	3,689,738	(1,867,104)	5,364,324	3,390,613	189,385	3,761,905	#####	5,692,736

In accordance with Council resolutions in relation to each reserve account, the purpose for which the reserves are set aside are as follows:

Reserve name	Anticipated date of use	Purpose of the reserve
Leave Reserve	Ongoing	- to be used to fund annual and long service leave requirements.
Plant Reserve	Ongoing	- to be used for the purchase of major plant.
Building Reserve	Ongoing	- to be used for the construction of Council buildings.
Climate Adaption Reserve	Ongoing	- to be used for the purpose of providing for the needs of climate adaptation in the future.
Community Reserve	Ongoing	- to be used for the development of Home Island facilities and infrastructure.
Furniture and Equipment Reserve	Ongoing	- to be used for the purchase of furniture and office equipment.
Self Insurance Reserve	Ongoing	- to be used to ensure that Council has sufficient cover on all insurance policies
Land Trust Administration Reserve	Ongoing	- to be used to provide funds for the future administration and winding-up of the 1979 and 1984 Land Trusts
IT & Communications Reserve	Ongoing	- to be used to restrict .cc income to fund Shire ICT costs and other Island wide communication/connectivity improvement initiatives.
Waste Management Reserve	Ongoing	- to be used to restrict bin collection and transfer station gate fees to funding waste management operating and capital costs
Infrastructure Reserve	Ongoing	- to be used to restrict funds for use towards future Shire infrastructure projects

4 CAPITAL ACQUISITIONS

Capital acquisitions	Adopted Budget	Current Budget	Current Budget - YTD	Actual YTD	YTD Variance
	\$	\$	\$	\$	\$
Buildings - non-specialised	744,799	977,170	977,170	909,366	(67,805)
Furniture and equipment	81,500	45,625	45,625	15,748	(29,877)
Plant and equipment	930,000	697,782	697,782	606,030	(91,751)
Acquisition of property, plant and equipment	1,756,299	1,720,577	1,720,577	1,531,144	(189,433)
Infrastructure - roads	418,161	408,272	408,272	342,548	(65,724)
Infrastructure - Other	135,490	60,116	60,116	52,011	(8,105)
Acquisition of infrastructure	553,651	468,388	468,388	394,559	(452,695)
Total capital acquisitions	2,309,950	2,188,965	2,188,965	1,925,703	(642,128)
Capital Acquisitions Funded By:					
Capital grants and contributions	847,763	547,763	547,763	525,510	(22,253)
Other (disposals & C/Fwd)	500	500	500	0	(500)
Reserve accounts					
Reserve account - by council - Plant Replacement Reserve	702,500	600,562	458,941	502,930	43,989
Reserve account - by council - Building Reserve	0	0		15,000	15,000
Reserve account - by council - ICT Reserve	0	26,428	26,428	6,428	(20,000)
Municipal Contribution - operations	759,187	1,013,711	1,155,333	875,835	(279,498)
Capital funding total	2,309,950	2,188,965	2,188,965	1,925,703	(263,262)

SIGNIFICANT ACCOUNTING POLICIES

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

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

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

Initial recognition and measurement for assets held at cost

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

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

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

4 CAPITAL ACQUISITIONS - DETAILED

		Adopted	Current	Current		Variance		
		Budget	Budget	YTD Budget	YTD Actual	(Under)/Over	Status	Comments
Level of completion indicator, please see table at the end of this note		\$	\$	\$	\$	\$		
Account Description								
Buildings								
C267	Studio Unit Lot 198 HI	44,189	43,448	43,448	6,487	36,961	In Progress	Building has been placed on footings - awaiting materials. Cfwrd 2024/25
C143	HI Retail Precinct - Stage 2 & 3	507,297	726,283	726,283	756,308	(30,025)	Complete	Complete.
C199	WI Depot - Toilet Upgrades	15,547	18,424	18,424	18,424	-	Complete	Complete.
C019	Emden Memorial Restoration - Direction Island	56,554	55,871	55,871	47,836	8,035	In Progress	Partial completion - awaiting additional brackets
C030	Beach Shelters - Direction Island	42,133	63,562	63,562	25,954	37,607	In Progress	Works commenced cfwrd 2024/25.
C273	Toilets - Direction Island	38,169	51,583	51,583	41,759	9,824	Complete	Complete.
C142	HI Cyclone Shelter - Undercroft Lighting	18,000	18,000	18,000	12,598	5,402	Complete	Complete.
Plant, Furniture and Equipment								
IT & Communications Equipment								
C276	West Island Video Conferencing Equip	10,000	6,428	6,428	6,428	-	Complete	Complete.
C279	HI Photocopier Replacement	-	20,000	20,000	-	20,000	Planning	Cfwrd to 2024/25
C277	Telephone System renewal	10,000	-	-	-	-	Cfwrd to 24/25	awaiting improved internet connectivity
C054	Server Upgrades	6,500	-	-	-	-	Cfwrd to 24/25	awaiting improved internet connectivity
C278	WI to HI Point 2 Point	55,000	-	-	-	-	Cfwrd to 24/25	awaiting improved internet connectivity
Furniture & Equipment								
C154	Depot HI - Shelving/fitout	22,910	19,196	19,196	9,320	9,877	Planning	
Plant and Equipment								
C271	Minor Plant Purchases (>\$5,000)	15,000	10,000	10,000	-	10,000		
C241	Plant Replacement - Kubota Tractor - Home Island (C1262)	200,000	85,000	85,000	31,700	53,300	In progress	Machinery ordered. Cfwrd to 2024/25
C136	Plant Replacement - Eneco Work Punt Motor only	18,000	15,653	15,653	10,863	4,790	Complete	Complete.
C216	Plant Replacement - Loader Home Island	240,000	289,219	289,219	289,333	(113)	Complete	Complete.
C272	Crusher Bucket	77,000	86,719	86,719	71,399	15,320	In progress	Machinery ordered. Cfwrd to 2024/25
C238	Skid Steer - Broom Attachment	-	11,557	11,557	11,557	-	Complete	Complete.
Motor Vehicles								
C552	Plant replacement - 2x Light Vehicles (Works - West Island)	100,000	111,930	111,930	103,476	8,454	Complete	Complete.
	Plant replacement - PE1404 (Works - Home Island)	65,000	23,754	23,754	23,754	0	Complete	Complete.
	Plant replacement - PE430 (Works - West Island)	80,000	63,949	63,949	63,949	(0)	Complete	Complete.
C257	New Buggy Purchase - Fisheries	-	-	-	-	-	Ordered	Ordered - delays in shipping - carry fwd to 24/25
TOTAL PROPERTY, PLANT AND EQUIPMENT		1,756,299	1,720,577	1,720,577	1,531,144	189,433		
Roads								
C525	Jalan Raya (from Bunga Mawar to Jalan Kangkong)	157,738	172,842	172,842	157,418	15,424	Complete	Complete.
C554	Jalan Baru (infront of Retail Centre)	260,423	235,430	235,430	185,130	50,301	Complete	Complete.
Infrastructure - Other								
C365	Fencing - Home Island Transfer Station	44,482	44,037	44,037	38,667	5,370	In progress	Works substantially complete
C071	HI Container Park Pins	16,205	16,080	16,080	13,344	2,735	Complete	Complete.
TOTAL INFRASTRUCTURE		553,651	468,388	468,388	394,559	73,829		
		2,309,950	2,188,965	2,188,965	1,925,703	263,262		

5 DISPOSAL OF ASSETS

Asset Ref.	Asset description	Budget				YTD Actual				
		Net Book Value	Proceeds	Profit	(Loss)	Net Book Value	Proceeds	Profit	(Loss)	
		\$	\$	\$	\$	\$	\$	\$	\$	
	Buildings									
LB030	Toilets - Lot 103 Home Island Industrial Area	42,000	0	0	(42,000)	0	0	0	0	per OCM 4 Oct 2023. Item 10.3.1
	Other Infrastructure									
IO041	DI RIP Lookout Deck	0	0	0	0	0	0	0	0	Reallocation of renewal funding in Budget Review. Feb OCM.
LA004/005/006	Oval - WI Club & HI East	0	0	0	0	60,000	0	0	(60,000)	Asset register amendment - Ovals
	Plant and equipment									
PE428	Plant Replacement - Utility - PC1253	0	0	0	0	0	0	0	0	Delivered to Pickles Auctions in June - auction 24/25
PE422	Plant Replacement -Utility - PC1151	0	0	0	0	0	0	0	0	Delivered to Pickles Auctions in June - auction 24/25
PE430	Plant Replacement Utility - PC1252	0	0	0	0	0	0	0	0	Delivered to Pickles Auctions in June - auction 24/25
PE416	Plant Replacement Utility - PC929	0	0	0	0	0	0	0	0	Delivered to Pickles Auctions in June - auction 24/25
PE714	Plant Replacement Utility - PC1023	0	0	0	0	0	0	0	0	Complete - Vehicle fire - disposed late 2022/23.
PE737	Plant Replacement - Kubota Tractor (HI)	0	0	0	0	0	0	0	0	On hold - re-allocate to replace ride-on mower
PE734	Plant Replacement - Skidsteer Loader - PC1245	0	0	0	0	0	(816)	0	(816)	Complete - net cost of sales after shipping expenses
PE224	Plant Replacement - Eneco Work Punt Motor only	0	500	500	0	0	0	0	0	auction on-island once new motor is installed.
PE724	Plant Replacement - Rubbish Truck	0	-252	0	0	0	(252)	0	(252)	Complete - net cost of sales after shipping expenses
		42,000	248	500	(42,000)	60,000	(1,068)	0	(61,068)	

6 RECEIVABLES

Sundry Receivables - general	Credit	Current	30 Days	60 Days	90+ Days	Total
	\$	\$	\$	\$	\$	\$
Receivables - sundry	(17,275)	86,318	70,304	12,828	57,937	210,112
Percentage	(8.2%)	41.1%	33.5%	6.1%	27.6%	
Balance per trial balance						
Rates						154,559
Rubbish Collection & Swimming Pool Fees						381,371
Other receivables						(529)
GST receivable (remitted Qtly)						14,016
Allowance for credit losses of trade receivables						(16,850)
Total trade and other receivables general outstanding						742,679

Sundry Debtors Outstanding - Over 90 days

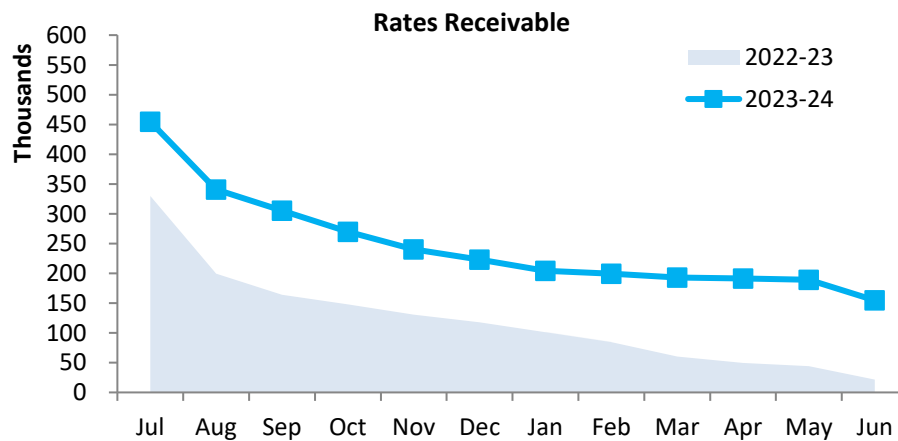
Description	Status / Action	\$
Kampong Lease - insurance contribution	Fortnightly payments	137
Reimbursement - Election expenses	MFCS to follow up again.	4,500
Kampong Lease - insurance contribution	90 day letter issued	412
Kampong Lease - insurance contribution	Payment plan offered May2023. No response. \$200 paid in March.	5,801
	Leasing Officer to follow up - arrange meeting with MFCS & CEO	
Commercial Lease fees	Debt paid in July 2024	5,553
Kampong Rent	90 day letter to be issued	280
Workers Comp Insurance claims	Payroll officer to follow up	12,648
Private Works & Insurance Contribution	Debtors Officer to follow up	892
Kampong Lease - insurance contribution	Paying \$50/fortnight encourage to increase.	474
Private Works	Debtors Officer to follow up	558
Kampong Lease - insurance contribution	pmts being made monthly, but not enough to cover debt in a timely manner.	884
	Debtor is a pensioner.	
Private Works	Debtors Officer to follow up	65
Kampong Lease - insurance contribution	Fortnightly payments	157
Kampong Rental	Final notice letter to be issued A/MFCS to follow up	1,407
Kampong Lease - insurance contribution	Final notice letter to be issued A/MFCS to follow up	2,966
Kampong Lease - insurance contribution	Fortnightly payments, continue to follow up balance	143
Kampong Lease - insurance contribution	Payroll deductions - \$50/fortnight.	227
Kampong Rental	Payment Plan Agreement signed Nov23. \$370/fortnight being paid.	1,209
Kampong Lease - insurance contribution	Monthly Payments - need to increase. Debtors Officer to follow up.	1,773
Kampong Lease - insurance contribution	Pmt plan in place	867
Kampong Lease - insurance contribution	90 day letter issued	712
Kampong Lease - insurance contribution	\$50 to \$100 pmts being made - need to increase. Debtors officer to follow up.	1,013
Commercial Lease - LIA Shed	Lodged with Courts - papers served March 2024	6,938
Kampong Lease - insurance contribution	90 day letter issued	312
Kampong Lease - insurance contribution	Debtors Officer to follow up	1,685
Reimbursement	Debtors Officer to follow up - awaiting bankcard	3,000
Lease Payment	Leasing Officer to follow up	1,943
Commercial Waste Disposal Fee	Debtors Officer to follow up	158
Kampong Lease - insurance contribution	Debtors Officer to follow up	312
Kampong Lease - insurance contribution	90 day letter issued	915
	Total Debtors >90 Days	\$ 57,936

6 RECEIVABLES (RATES)

Rates receivable	Prior Year Close 30 June 2023	This Time Last Year	30 Jun 2024
	\$		\$
Opening arrears previous years	8,849	8,849	21,423
Levied this year	434,405	433,684	500,460
Less - collections to date	(424,731)	(418,210)	(367,424)
Gross rates collectable	18,523	24,323	154,459
Pensioner/Senior Rebate Claimable	2,900	(2,900)	100
Net rates collectable	21,423	21,423	154,559
% Collected	95.8%	94.5%	70.4%

2023/24 Rates Due	28/08/2023
Instalment 2	6/11/2023
Instalment 3	22/01/2024
Instalment 4	25/03/2024

** approx \$140k in Commonwealth Rates outstanding.



SHIRE OF COCOS (KEELING) ISLANDS
 SUPPLEMENTARY INFORMATION
 FOR THE PERIOD ENDED 30 JUNE 2024

OPERATING ACTIVITIES

7 RATE REVENUE

General rate revenue

RATE TYPE	YTD Actual						Current Budget		
	Rate in \$ (cents)	Number of Properties	Rateable Value	Rate Revenue \$	Reassessed Rate Revenue \$	Total Revenue \$	Rate Revenue \$	Reassessed Rate Revenue \$	Total Revenue \$
Gross rental value									
General Developed	0.1202	160	2,741,601	329,540	(269)	329,271	329,540	(269)	329,271
Vacant	0.2399	10	44,400	10,652	0	10,652	10,652	0	10,652
Business	0.1262	42	1,119,215	141,290	0	141,290	141,290	0	141,290
Sub-Total		212	3,905,216	481,482	(269)	481,213	481,482	(269)	481,213
Minimum payment									
Gross rental value									
General Developed	780	4	3,540	3,120	0	3,120	3,120	0	3,120
Vacant	880	5	16,120	4,400	0	4,400	4,400	0	4,400
Business	780	19	72,604	14,820	0	14,820	14,820	0	14,820
Sub-total		28	92,264	22,340	0	22,340	22,340	0	22,340
Gross Total		240	3,997,480	503,822	(269)	503,553			503,553
Concession / Waiver						(3,093)			(3,093)
Total general rates				503,822	(269)	500,460	503,822	(269)	500,460

8 GRANTS, SUBSIDIES AND CONTRIBUTIONS

Provider	Unspent grant, subsidies and contributions liability					Grants, subsidies and contributions revenue					Comments
	Liability 1 July 2023	Increase in Liability	Decrease in Liability (As revenue)	Liability 30 Jun 2024	Current Liability 30 Jun 2024	Amended Budget Revenue	Current Budget	YTD Budget	YTD Revenue Actual	YTD Variance	
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	
Grants and subsidies											
Local Government General Purpose Grant					0	4,816,728	4,766,056	4,766,056	5,401,172	(635,116)	Final allocation confirmed
Local Government General Purpose Grant - Roads					0	188,684	202,917	202,917	202,917	0	Final allocation confirmed
1,000 Jobs Grant / Apprenticeship Incentives	0	0	0	0	0	56,000	18,686	18,686	21,245	(2,559)	timing of claims
Department of Disability WA	0	0	0	0	0	0	1,000	1,000	1,000	0	sponsorship for International Day for People with Disability
National Museum - Jukong Restoration	0	0	0	0	0	0	8,700	8,700	8,700	0	
	0	0	0	0	0	5,061,412	4,997,359	4,997,359	5,635,033	(637,674)	
Operating Contributions											
WALGA - Councillor Training Contribution	0	5,000	(5,000)	0	0	5,000	5,000	5,000	5,000	0	
Election Expenses Contribution	0	4,500	(4,500)	0	0	22,000	0	0	4,500	(4,500)	minimal expenditure on Elections
Fisheries Services in the Cocos (Keeling) Islands	123,756	358,166	(397,516)	84,405	0	320,228	320,273	320,273	397,516	(77,243)	Timing of revenue recognition against expenditure
Dept Primary Industries - Declared Pest Program	0	68,090	(68,090)	0	0	100,320	70,180	70,180	68,090	2,090	Assistant Ranger funding
Dept. Transport - Provision of Licencing Services	0	76,140	(76,140)	0	0	65,640	76,140	76,140	76,140	0	Per Service Agreement plus additional hours on WI.
Library - LisWA Book Exchange	0	0	0	0	0	5,000	5,000	5,000	0	5,000	not claimed 23/24
	123,756	511,896	(551,246)	84,405	0	518,188	476,593	476,593	551,246	(74,653)	
TOTALS	123,756	511,896	(551,246)	84,405	0	5,579,600	5,473,952	5,473,952	6,186,279	(712,327)	

9 CAPITAL GRANTS, SUBSIDIES AND CONTRIBUTIONS

Provider	Capital grant/contribution liabilities					Capital grants, subsidies and contributions revenue				Comments
	Liability 1 July 2023	Increase in Liability	Decrease in Liability (As revenue)	Liability 30 Jun 2024	Current Liability 30 Jun 2024	Amended Budget Revenue	Current Budget	YTD Revenue Actual	YTD Variance	
	\$	\$	\$	\$	\$	\$	\$	\$	\$	
Capital grants and subsidies										
Saluting Their Service Commemorative Grant	32,231	0	(32,231)	0	0	32,231	32,231	32,231	0	Emden Memorial Restoration works.
LRCI Phase 4 - Cyclone Shelter Lighting	0	10,800	(10,800)	0	0	18,000	18,000	12,598	5,402	Project underspent
LRCI Phase 4 - Beach Shelters - Direction Island	0	25,280	(25,280)	0	0	42,133	42,133	25,280	16,853	Cfwd balance to 24/25
LRCI Phase 4 - Toilets - Direction Island	0	22,901	(22,901)	0	0	38,169	38,169	38,169	0	
LRCI Phase 4 - Container Pins	0	6,000	(6,000)	0	0	10,000	10,000	10,000	0	
LRCI Phase 4 - Transfer Station Fencing	0	17,061	(17,061)	0	0	28,435	28,435	28,437	(2)	
Economic Stimulus Funding - Retail Centre	0	0	0	0	0	300,000	0	0	0	Funding no longer provided in 2023/24.
Roads to Recovery Funding	0	0	0	0	0	99,921	99,921	99,921	0	Timing of final instalment received
Supplementary Roads Funding	0	0	0	0	0	200,000	200,000	200,000	0	
LRCI Phase 4 - Roads only	0	47,326	(47,326)	0	0	78,874	78,874	78,874	0	Timing of receipt
	32,231	129,368	(161,599)	0	0	847,763	547,763	525,510	22,253	

SHIRE OF COCOS (KEELING) ISLANDS
SUPPLEMENTARY INFORMATION
FOR THE PERIOD ENDED 30 JUNE 2024

10 LAND TRUSTS

1979 LAND TRUST




	Adopted Budget	Current Budget	YTD Current Budget	YTD Actual	Variance* \$	Variance* %	Var.	Comments
	\$	\$	\$	\$	\$	%		
Opening funding surplus / (deficit)	0	0	0	0	0	0%		
Revenue from operating activities								
Fees and charges	502,454	508,057	508,057	498,233	(9,824)	(2%)		Rental and lease fees
Other revenue	106,338	102,456	102,456	102,456	0	0%		Kampong insurance contribution
	608,792	610,513	610,513	600,689	(9,824)	(2%)		
Expenditure from operating activities								
Employee costs	(83,968)	(137,937)	(137,937)	(82,761)	55,176	40%		Property Maintenance
Materials and contracts	(469,499)	(599,849)	(599,849)	(544,480)	55,369	9%		Property Maintenance
Utility charges	(50,064)	(63,955)	(63,955)	(59,621)	4,334	7%		
Depreciation on non-current assets	(1,683,527)	(1,690,414)	(1,690,414)	(1,690,411)	2	0%		
Insurance expenses	(313,060)	(316,082)	(316,082)	(316,082)	0	0%		
	(2,600,118)	(2,808,237)	(2,808,237)	(2,693,355)	114,882	4%		
Non-cash amounts excluded from operating activities	1,683,527	1,690,414	1,690,414	1,690,411	(2)	(0%)		
Amount attributable to operating activities	(307,799)	(507,310)	(507,310)	(402,255)	105,056	21%		
Investing activities								
Payments for property, plant and equipment and infrastructure	(343,586)	(134,680)	(134,680)	0	134,680	100%		
Closing funding surplus / (deficit)	(651,385)	(641,990)	(641,990)	(402,255)	239,735	37%		
Interfund Transfer	651,385	641,990	641,990	402,255	(239,735)	(37%)	▼	
Net Closing funding surplus / (deficit)	0	0	0	0	0	0%		

1984 LAND TRUST

	Adopted Budget	Current Budget	YTD Current Budget	YTD Actual	Variance* \$	Variance* %	Var.	Comments
	\$	\$	\$	\$	\$	%		
Opening funding surplus / (deficit)	0	0	0	0	0	0%		
Revenue from operating activities								
Fees and charges	135,710	153,707	153,707	156,126	2,419	2%		Lease fees
	135,710	153,707	153,707	156,126	2,419	2%		
Expenditure from operating activities								
Employee costs	(19,283)	(35,051)	(35,051)	(13,504)	21,547	61%		
Materials and contracts	(42,783)	(48,206)	(48,206)	(43,252)	4,954	10%		
Utility charges	(4,962)	(6,524)	(6,524)	(5,728)	797	12%		
Depreciation on non-current assets	(258,040)	(258,504)	(258,504)	(259,961)	(1,457)	(1%)		
Insurance expenses	(48,224)	(46,547)	(46,547)	(46,547)	0	0%		
	(373,292)	(394,832)	(394,832)	(368,992)	25,840	7%		
Non-cash amounts excluded from operating activities	258,040	258,504	258,504	259,961	1,457	1%		
Amount attributable to operating activities	20,458	17,379	17,379	47,096	29,717	171%		
Investing activities								
Payments for property, plant and equipment and infrastructure	(198,660)	(199,602)	(199,602)	(174,405)	25,197	13%		
Closing funding surplus / (deficit)	(178,202)	(182,223)	(182,223)	(127,309)	54,914	30%		
Interfund Transfer	178,202	182,223	182,223	127,309	(54,914)	(30%)	▼	
Net Closing funding surplus / (deficit)	0	0	0	0	0	0%		

11 CAPITAL ACQUISITIONS - DETAILED

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

		Adopted	Current	Current		Variance		
Account Description		Budget	Budget	YTD Budget	YTD Actual	(Under)/Over	Status	Comments
		\$	\$	\$	\$	\$		
Buildings								
	C269	1979 Land Trust - Kampong House Renewals	343,586	134,680	134,680	-	134,680	On Hold Kampong rentals - work on hold pending new Council decision on Civic Legal advice
	C332	1984 Trust - HI Admin Building renewal	198,660	190,602	190,602	166,005	24,597	Complete Complete
	C080	Chula Shed Electrical Upgrades	-	9,000	9,000	8,400	600	Planning for Jukong Projects
		542,246	334,281	334,281	174,405	159,876		

**SHIRE OF COCOS (KEELING) ISLANDS
SUPPLEMENTARY INFORMATION
FOR THE PERIOD ENDED 30 JUNE 2024**

11 BUDGET AMENDMENTS

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

Description	Council Resolution	Classification	Non Cash	Increase in	Decrease in	Amended
			Adjustment	Available Cash	Available Cash	Budget Running Balance
			\$	\$	\$	\$
Budget adoption	OCM 30/06/2023					0
Jukong Restoration Grant	Not applicable	Operating revenue	0	8,700	0	8,700
Jukong Restoration Expenditure	Not applicable	Operating expenses	0	0	(8,700)	0
C238 Skid Steer Attachment - cfwd from 22/23	OCM 26/07/2023	Opening surplus(deficit)	0	8,200	0	8,200
C238 Skid Steer Attachment - cfwd from 22/23	OCM 26/07/2023	Capital expenses	0	0	(8,200)	0
Workers Compensation Insurance increase	OCM 26/07/2023	Operating expenses	0	0	(10,136)	(10,136)
Shire - Other Expenditure (Land Trust Contributions)	OCM 26/07/2023	Operating expenses	0	10,136		0
Other Revenue - .cc	OCM 26/07/2023	Operating revenue	0	1,578,600		1,578,600
Transfer to Reserve - ICT Reserve	OCM 26/07/2023	Reserve Transfer	0	0	(1,578,600)	0
Transfer from Reserve - ICT Reserve (Shire IT Costs)	OCM 26/07/2023	Reserve Transfer	0	533,500		533,500
Capital Grant - Economic Stimulus nolonger available	OCM 26/07/2023	Capital revenue	0	0	(300,000)	233,500
Transfer to Reserve - Infrastructure Reserve	OCM 26/07/2023	Reserve Transfer	0	0	(233,500)	0
C216 Plant Replacement - Loader	OCM 30/08/2023	Capital expenses	0	0	(50,000)	(50,000)
Plant & Equipment Replacement Reserve	OCM 30/08/2023	Reserve Transfer	0	50,000	0	0
Boat Ramp Options Study	OCM 04/10/2023	Opening surplus(deficit)	0	20,000	0	20,000
Boat Ramp Options Study	OCM 04/10/2023	Operating expenses	0	0	(20,000)	0
Various Adjustments per Budget Review	OCM 29/02/2024	Operating revenue	(375)	0	(964,368)	(964,368)
Various Adjustments per Budget Review	OCM 29/02/2024	Operating expenses	(103,317)	981,498	0	17,130
Various Adjustments per Budget Review	OCM 29/02/2024	Capital revenue	0	(1,252)	0	15,878
Various Adjustments per Budget Review	OCM 29/02/2024	Capital expenses	0	178,757	0	194,635
Various Adjustments per Budget Review	OCM 29/02/2024	Reserve Transfer	0	0	(215,281)	(20,646)
Various Adjustments per Budget Review	OCM 29/02/2024	Opening surplus(deficit)	0	20,646	0	0
.cc Performance payment revenue	OCM 29/05/2024	Operating revenue	0	509,504		509,504
.cc Performance payment - transfer to ICT Reserve	OCM 29/05/2024	Reserve Transfer	0		(509,504)	0