

MONTHLY FINANCIAL REPORT 2023-2024



DECEMBER 2023

SHIRE OF COCOS (KEELING) ISLANDS

MONTHLY FINANCIAL REPORT

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

For the period ended

31 December 2023

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 31 DECEMBER 2023

		Adopted Budget	Current Budget	YTD Current Budget	YTD Actual	Variance* \$	Variance* %	Var.
		\$	\$	\$	\$	\$	%	
OPERATING ACTIVITIES								
Revenue from operating activities								
General rates	7	553,855	553,855	553,855	500,460	(53,395)	(9.64%)	
Grants, subsidies and contributions	8	5,579,600	5,588,300	5,426,882	5,325,375	(101,507)	(1.87%)	
Fees and charges		2,061,506	2,061,506	1,281,846	973,679	(308,167)	(24.04%)	▼
Interest revenue		169,553	169,553	82,900	119,283	36,383	43.89%	▲
Other revenue		26,231	1,604,831	551,073	517,146	(33,927)	(6.16%)	
Profit on asset disposals	5	875	875	875	0	(875)	(100.00%)	
		8,391,620	9,978,920	7,897,431	7,435,943	(461,488)	(5.84%)	
Expenditure from operating activities								
Employee costs		(4,382,881)	(4,393,017)	(2,170,351)	(1,799,531)	370,820	17.09%	▲
Materials and contracts		(2,014,282)	(2,042,982)	(1,139,188)	(673,706)	465,482	40.86%	▲
Utility charges		(48,361)	(48,361)	(29,773)	(18,551)	11,222	37.69%	
Depreciation		(1,399,290)	(1,399,290)	(705,393)	(744,105)	(38,712)	(5.49%)	
Finance costs		(822)	(822)	(444)	(41)	403	90.77%	
Insurance		(178,851)	(178,851)	(178,851)	(173,870)	4,981	2.78%	
Other expenditure		(990,087)	(979,951)	(722,103)	(517,053)	205,050	28.40%	▲
Loss on asset disposals	5	(2,379)	(44,379)	(2,379)	(252)	2,127	89.41%	
		(9,016,953)	(9,087,653)	(4,948,482)	(3,927,109)	1,021,373	20.64%	
Non-cash amounts excluded from operating activities	Note 2(b)	1,416,278	1,458,278	706,897	752,148	45,251	6.40%	
Amount attributable to operating activities		790,945	2,349,545	3,655,846	4,260,982	605,136	16.55%	
INVESTING ACTIVITIES								
Inflows from investing activities								
Proceeds from capital grants, subsidies and contributions	9	847,763	547,763	304,745	275,166	(29,579)	(9.71%)	
Proceeds from disposal of assets	5	1,500	1,500	0	13,248	13,248	0.00%	
		849,263	549,263	304,745	288,414	(16,331)	(5.36%)	
Outflows from investing activities								
Payments for property, plant and equipment	4	(1,756,299)	(1,814,499)	(1,319,998)	(1,261,090)	58,908	4.46%	
Payments for construction of infrastructure	4	(553,651)	(553,651)	(465,487)	(249,700)	215,787	46.36%	▲
		(2,309,950)	(2,368,150)	(1,785,485)	(1,510,790)	274,695	15.38%	
Amount attributable to investing activities		(1,460,687)	(1,818,887)	(1,480,740)	(1,222,376)	258,364	17.45%	
FINANCING ACTIVITIES								
Inflows from financing activities								
Transfer from reserves	3	1,797,263	2,380,763	671,500	674,731	3,231	0.48%	
		1,797,263	2,380,763	671,500	674,731	3,231	0.48%	
Outflows from financing activities								
Payments for principal portion of lease liabilities		(11,902)	(11,902)	0	0	0	0.00%	
Transfer to reserves	3	(1,817,590)	(3,629,690)	(608,312)	(556,324)	51,988	8.55%	
Amount attributable to financing activities		(32,229)	(1,260,829)	63,188	118,407	55,219	87.39%	
MOVEMENT IN SURPLUS OR DEFICIT								
Surplus or deficit at the start of the financial year		701,971	730,171	730,171	750,817	20,646	2.83%	
Amount attributable to operating activities		790,945	2,349,545	3,655,846	4,260,982	605,136	16.55%	▲
Amount attributable to investing activities		(1,460,687)	(1,818,887)	(1,480,740)	(1,222,376)	258,364	17.45%	▲
Amount attributable to financing activities		(32,229)	(1,260,829)	63,188	118,407	55,219	87.39%	▲
Surplus or deficit after imposition of general rates		0	0	2,968,465	3,907,830	939,365	31.64%	▲

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 31 DECEMBER 2023

	Supplementary Information	30 June 2023	This time last year	31 December 2023
		\$		\$
CURRENT ASSETS				
Cash and cash equivalents	2	4,531,332	4,286,605	6,928,033
Trade and other receivables	6	291,197	234,894	816,443
Inventories		37,054	126,696	5,100
Other assets		73,291	26,347	40,057
TOTAL CURRENT ASSETS		4,932,874	4,674,542	7,789,633
NON-CURRENT ASSETS				
Property, plant and equipment		14,462,324	13,483,313	15,198,294
Infrastructure		10,045,687	10,263,363	10,082,899
Right-of-use assets		41,419	47,222	35,425
Intangible assets		5,000	0	4,496
TOTAL NON-CURRENT ASSETS		24,554,430	23,793,898	25,321,114
TOTAL ASSETS		29,487,304	28,468,440	33,110,747
CURRENT LIABILITIES				
Trade and other payables		461,313	162,380	384,105
Other liabilities		155,987	436,109	59,141
Lease liabilities		11,902	11,638	11,902
Employee related provisions		518,767	413,149	518,767
TOTAL CURRENT LIABILITIES		1,147,969	1,023,275	973,915
NON-CURRENT LIABILITIES				
Lease liabilities		29,897	41,498	29,897
Employee related provisions		61,037	47,266	61,037
TOTAL NON-CURRENT LIABILITIES		90,934	88,764	90,934
TOTAL LIABILITIES		1,238,903	1,112,039	1,064,849
NET ASSETS		28,248,401	27,356,401	32,045,898
EQUITY				
Retained surplus		15,317,394	14,169,565	19,233,299
Reserve accounts	3	3,390,613	3,767,503	3,272,205
Revaluation surplus		9,540,394	9,419,333	9,540,394
TOTAL EQUITY		28,248,401	27,356,401	32,045,898

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

NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD ENDED 31 DECEMBER 2023

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 POLICES

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 08 January 2023

SHIRE OF COCOS (KEELING) ISLANDS
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD ENDED 31 DECEMBER 2023

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 31 December 2023
		\$	\$	\$
Current assets				
Cash and cash equivalents	2	3,785,849	4,531,332	6,928,033
Trade and other receivables		639,489	291,197	816,443
Inventories		41,668	37,054	5,100
Other assets		24,397	73,291	40,057
		4,491,403	4,932,874	7,789,633
Less: current liabilities				
Trade and other payables		(227,077)	(461,313)	(384,103)
Other liabilities		(159,295)	(155,987)	(59,141)
Lease liabilities		(11,902)	(11,902)	(11,902)
Employee related provisions		(413,148)	(518,767)	(518,767)
		(811,422)	(1,147,969)	(973,913)
Net current assets		3,679,981	3,784,905	6,815,720
Less: Total adjustments to net current assets	Note 2(b)	(2,978,010)	(3,034,088)	(2,907,890)
Closing funding surplus / (deficit)		701,971	750,817	3,907,830

(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	(875)	(875)	0
Add: Loss on asset disposals	5	44,379	2,379	252
Add: Depreciation		1,399,290	705,393	744,105
Movement in current employee provisions associated with restricted cash		15,484	0	7,791
Total non-cash amounts excluded from operating activities		1,458,278	706,897	752,148

(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 31 December 2023
		\$	\$	\$
Adjustments to net current assets				
Less: Reserve accounts	3	(3,334,534)	(3,390,613)	(3,272,206)
Add: Current liabilities not expected to be cleared at the end of the year:				
- Current portion of lease liabilities		11,902	11,902	11,902
- Current portion of employee benefit provisions held in reserve	3	344,622	344,623	352,414
Total adjustments to net current assets	Note 2(a)	(2,978,010)	(3,034,088)	(2,907,890)

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 31 DECEMBER 2023

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)	\$ 20,646	2.83%		
Revenue from operating activities				
Rates	(53,395)	(9.64%)		Land Trust Back Rates to be raised.
Operating grants, subsidies and contributions	(101,507)	(1.87%)		Refer Note 8 for details on Operating Grants.
Fees and charges	(308,167)	(24.04%)	▼ Permanent / Timing	Private works income lower than budgeted (\$218k) Transfer Station Gate Fees lower than budgeted YTD (\$106k) - Offset by lower off-island waste expenses
Interest earnings	36,383	43.89%	▲ Permanent	Improved interest rates on term deposits and cash at bank
Other revenue	(33,927)	(6.16%)		Timing of .cc income per budget variation
Profit on disposal of assets	(875)	(100.00%)		Refer Note 5 for details on Asset Disposals.
Expenditure from operating activities				
Employee costs	370,820	17.09%	▲ Permanent	Timing of filling vacant positions and allocation of labour against capital projects. Consultants below budget \$11k (IT Consultants and Asset Mgmt Plans) - timing ICT Software & Licences and ICT hardware below budget \$34k - timing Legal Fees below budget \$18k - timing
Materials and contracts	465,482	40.86%	▲ Timing	Other Materials & Contracts \$359k below budget: Off island disposal \$277k - offset by lower Transfer Station income Plant Maintenance materials \$76k - timing Election expenses \$17k - offset by lower income (operating contribution) Private Works materials higher than budgeted \$78k
Utility charges	11,222	37.69%		
Depreciation on non-current assets	(38,712)	(5.49%)		
Interest expenses	403	90.77%		
Insurance expenses	4,981	2.78%		
Other expenditure - exclude contribution to 1979 & 1984 Trusts	36,499	28.40%	▲ Timing	Council member travel expenses \$17k below budget YTD.
- Contribution to 1979 & 1984 Land Trust	168,551		▲ Timing	Community Grants below budget \$19k (Business Improvement Grants) Refer Statement of Financial Activity for Land Trusts.
Loss on disposal of assets	2,127	89.41%		Refer Note 5 for details on Asset Disposals.
Non-cash amounts excluded from operating activities	45,251	6.40%		
Investing activities				
Proceeds from Capital grants, subsidies and contributions	(29,579)	(9.71%)		Refer Note 9 for details on Capital Grants.
Proceeds from disposal of assets	13,248	0.00%		Refer Note 5 for details on Asset Disposals.
Payments for property, plant and equipment and infrastructure	274,695	15.38%	▲	Refer Note 4 for details on Capital Expenditure.
Financing activities				
Transfer from reserves	3,231	0.48%		Refer Note 3 for details on Reserve Funding.
Payments for principal portion of lease liabilities	0	0.00%		
Transfer to reserves	51,988	8.55%		Refer Note 3 for details on Reserve Funding.
Closing funding surplus / (deficit)	939,365	31.64%	▲ Permanent / Timing	per above

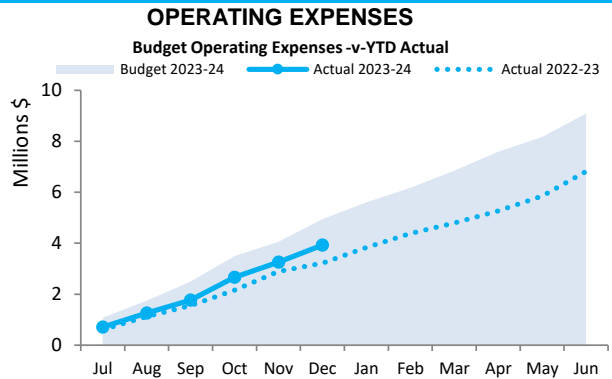
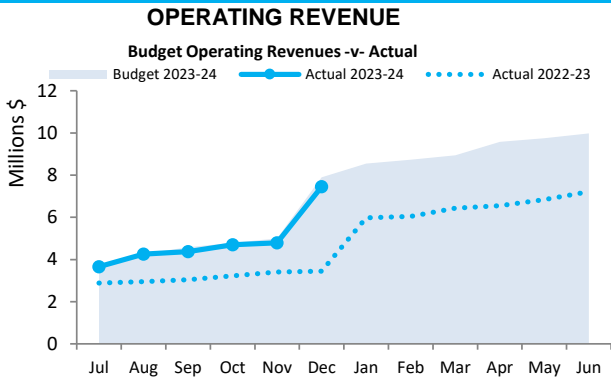
SHIRE OF COCOS (KEELING) ISLANDS
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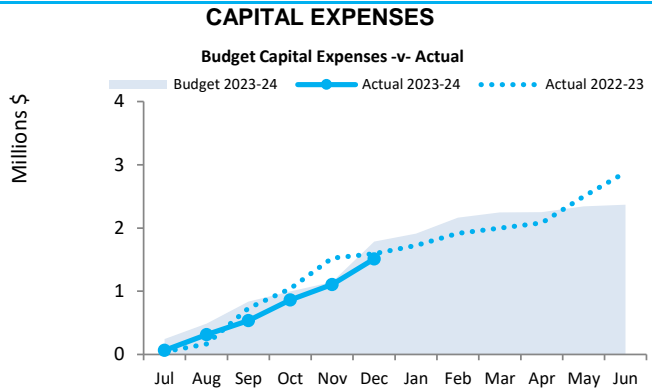
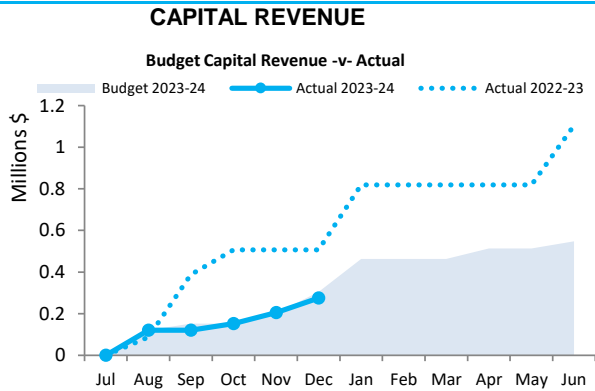
SHIRE OF COCOS (KEELING) ISLANDS
SUPPLEMENTARY INFORMATION
FOR THE PERIOD ENDED 31 DECEMBER 2023

1 KEY INFORMATION - GRAPHICAL

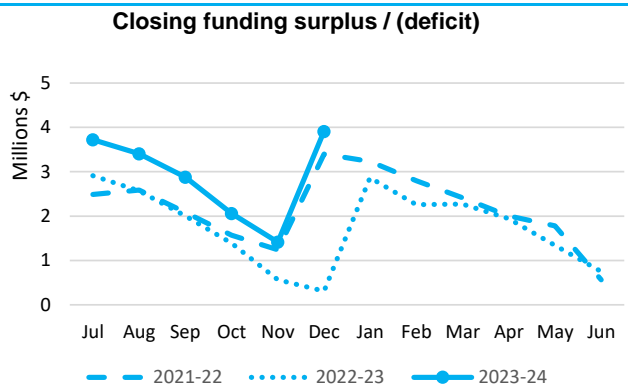
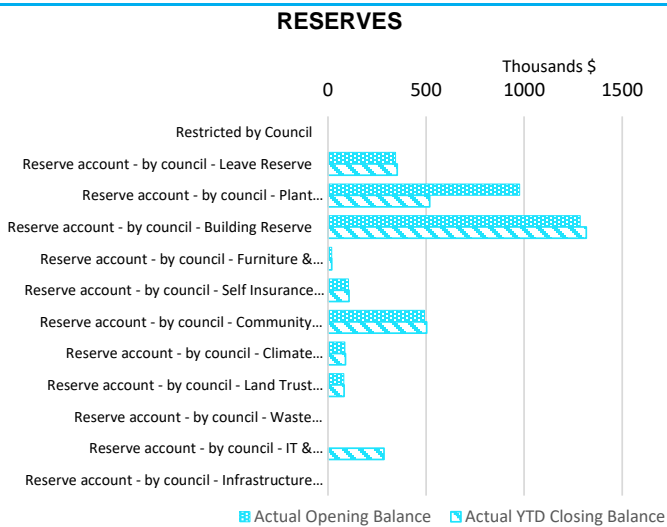
OPERATING ACTIVITIES



INVESTING ACTIVITIES



FINANCING ACTIVITIES



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 31 DECEMBER 2023

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	3,046,173	0	3,046,173	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			
Term Deposit - Reserve Funds	Cash and cash equivalents	609,254	3,272,206	3,881,460	CBA	4.61%	Jan-24
		0					
Total		3,655,827	3,272,206	6,928,033			
Comprising							
Cash and cash equivalents		3,655,827	3,272,206	6,928,033			
Financial assets at amortised cost		0	0	0			
		3,655,827	3,272,206	6,928,033			

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 31 DECEMBER 2023

3 RESERVE ACCOUNTS

Reserve name	Budget Opening Balance	Budget Interest Earned	Budget Transfers In (+)	Budget Transfers Out (-)	Budget Closing Balance	Actual Opening Balance	Actual Interest Earned	Actual Transfers In (+)	Actual Transfers Out (-)	Actual YTD Closing Balance
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Restricted by Council										
Reserve account - by council - Leave Reserve	344,622	15,484	0	0	360,106	344,623	7,791	0	0	352,414
Reserve account - by council - Plant Replacement Reserve	959,132	38,358	470,009	(752,500)	714,999	977,331	23,350	0	(482,391)	518,290
Reserve account - by council - Building Reserve	1,280,353	56,033	270,608	(181,533)	1,425,461	1,286,428	30,322	0	0	1,316,750
Reserve account - by council - Furniture & Equipment Reserve	18,792	844	22,190	0	41,826	18,792	425	0	0	19,217
Reserve account - by council - Self Insurance Reserve	104,401	4,691	0	0	109,092	104,401	2,356	0	0	106,757
Reserve account - by council - Community Reserve	460,149	18,630	0	0	478,779	491,953	11,320	0	0	503,273
Reserve account - by council - Climate Adaptation Reserve	86,585	3,890	0	0	90,475	86,585	1,961	0	0	88,546
Reserve account - by council - Land Trust Administration Reserve	80,500	3,623	0	0	84,123	80,500	1,225	0	0	81,725
Reserve account - by council - Waste Management Reserve	0	0	913,230	(913,230)	0	0	0	0	0	0
Reserve account - by council - IT & Communications Reserve	0	0	1,578,600	(533,500)	1,045,100	0	2,494	475,079	(192,340)	285,233
Reserve account - by council - Infrastructure Reserve	0	0	233,500	0	233,500	0	0	0	0	0
	3,334,534	141,553	3,488,137	(2,380,763)	4,583,461	3,390,613	81,245	475,079	(674,731)	3,272,206

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	721,889	664,388	752,408	88,020
Furniture and equipment	81,500	104,410	104,410	3,253	(101,157)
Plant and equipment	930,000	988,200	551,200	505,429	(45,771)
Acquisition of property, plant and equipment	1,756,299	1,814,499	1,319,998	1,261,090	(58,908)
Infrastructure - roads	418,161	418,161	351,184	245,873	(105,311)
Infrastructure - Other	135,490	135,490	114,303	3,827	(110,476)
Acquisition of infrastructure	553,651	553,651	465,487	249,700	(333,602)
Total capital acquisitions	2,309,950	2,368,150	1,785,485	1,510,790	(392,510)
Capital Acquisitions Funded By:					
Capital grants and contributions	847,763	547,763	304,745	275,166	(29,579)
Other (disposals & C/Fwd)	500	500	0	13,248	13,248
Reserve accounts					
Reserve account - by council - Plant Replacement Reserve	702,500	752,500	192,340	482,391	290,051
Reserve account - by council - ICT Reserve	0	81,500	81,500	3,094	(78,406)
Municipal Contribution - operations	759,187	1,067,387	1,288,400	739,985	(548,415)
Capital funding total	2,309,950	2,449,650	1,866,985	1,513,884	(353,101)

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

Level of completion indicator, please see table at the end of this note								
Account Description		Adopted	Current	Current		Variance	Status	Comments
		Budget	Budget	YTD Budget	YTD Actual	(Under)/Over		
		\$	\$	\$	\$	\$		
Buildings								
	C267 Studio Unit Lot 198 HI	44,189	44,189	44,189	4,845	39,344	In Progress	Unit delivered to HI in October, awaiting CIMS for final connections. Exploring option of completing works internally.
	C143 HI Retail Precinct - Stage 2 & 3	507,297	507,297	506,652	645,100	(138,448)	In Progress	Significant over expenditure - additional labour hours to complete painting, missing materials etc. Works substantially complete end of November - some materials will be on November ship which will push final completion into 2024.
	C199 WI Depot - Toilet Upgrades	15,547	15,547	15,547	17,468	(1,921)	In Progress	Commenced Dec23.
	C019 Emden Memorial Restoration - Direction Island	56,554	56,554	56,554	33,611	22,943	Ordered	Materials ordered - expected delivery on December ship. Existing fretwork and balustrade removed.
	C030 Beach Shelters - Direction Island	42,133	42,133	10,000	17,320	(7,320)	In Progress	Materials ordered for replacement of Shelter 2 - materials on December ship
	C273 Toilets - Direction Island	38,169	38,169	31,446	34,064	(2,618)	In Progress	Commenced Dec23.
	C142 HI Cyclone Shelter - Undercroft Lighting	18,000	18,000	-	-	-		
Plant, Furniture and Equipment								
IT & Communications Equipment								
	C276 West Island Video Conferencing Equip	10,000	10,000	10,000	3,094	6,906	Ordered	Orders have been placed. TV and camera out of stock, ETA to Focus end of October
	C277 Telephone System renewal	10,000	10,000	10,000	-	10,000	Ongoing	Fast and reliable internet is required - discuss with Focus once Starlink is installed
	C054 Server Upgrades	6,500	6,500	6,500	-	6,500	Ongoing	Dell server warranty expires in June 2024. Will discuss with Focus closer to expiry date - fast and reliable internet is required
	C278 WI to HI Point 2 Point	55,000	55,000	55,000	-	55,000	Ongoing	Fast and reliable internet is required - discuss with Focus once we can gain access to the SUB.CO fibre optic cable
Furniture & Equipment								
	C154 Depot HI - Shelving/fitout	22,910	22,910	22,910	160	22,750	Planning	Labour and overheads on construction of shelving already delivered 22/23
Plant and Equipment								
	C271 Minor Plant Purchases (>\$5,000)	15,000	15,000	10,000	-	10,000		
	C241 Plant Replacement - Kubota Tractor - Home Island (C1262)	200,000	200,000	-	-	-	Planning	Quotes received for ride-on mowers
	C136 Plant Replacement - Eneco Work Punt Motor only	18,000	18,000	18,000	9,990	8,010	Ordered	Motor has been ordered for delivery in December
	C216 Plant Replacement - Loader Home Island	240,000	290,000	270,000	288,991	(18,991)	Ordered	Loader ordered - delivery to Zentner in December
	C272 Crusher Bucket	77,000	77,000	-	1,491	(1,491)	Planning	Quotes received and are being evaluated
	C275 Diesel Fuel Tank for Home Island	35,000	35,000	-	-	-		Quotes have been received - awaiting advice from Coop as to status of fuel supply on Home Island
	C366 Roll out Boat Ramp Matting	100,000	100,000	-	-	-	On Hold	Reallocate funding during budget review
	C238 Skid Steer - Broom Attachment	-	8,200	8,200	11,557	(3,357)	Complete	Completed.
Motor Vehicles								
	C552 Plant replacement - 2x Light Vehicles (Works - West Island)	100,000	100,000	100,000	105,697	(5,697)	Complete	Complete
	Plant replacement - PE1404 (Works - Home Island)	65,000	65,000	65,000	23,754	41,246	Ordered	Can Am ordered - on December ship.
	Plant replacement - PE430 (Works - West Island)	80,000	80,000	80,000	63,949	16,051	Complete	Complete
TOTAL PROPERTY, PLANT AND EQUIPMENT		1,756,299	1,814,499	1,319,998	1,261,090	58,908		
Roads								
	C525 Jalan Raya (from Bunga Mawar to Jalan Kangkong)	157,738	157,738	146,533	85,255	61,278	In Progress	Materials purchased 2022/23. Majority works complete. Additional pavers ordered to complete to CKIDHS.
	C554 Jalan Baru (infront of Retail Centre)	260,423	260,423	204,651	160,619	44,032	In Progress	Works significantly progressed
Infrastructure - Other								
	C365 Fencing - Home Island Transfer Station	44,482	44,482	44,482	-	44,482	Ordered	RFQ issued and awarded to Coop. Materials on December ship.
	C274 Lookout Deck - Direction Island	31,187	31,187	10,000	-	10,000		Platform to be removed - funding to be reallocated to other works on DI.
	C071 HI Container Park Pins	16,205	16,205	16,205	3,827	12,378	Ordered	Design complete and materials ordered
	C152 Sandbagging - HI Cemetery	43,616	43,616	43,616	-	43,616	On Hold	To be potentially removed at mid year budget review
TOTAL INFRASTRUCTURE		553,651	553,651	465,487	249,700	215,787		
		2,309,950	2,368,150	1,785,485	1,510,790	274,695		

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	Consider reallocation of renewal funding in Budget Review.
	Plant and equipment									
PE1404	2018 EziGo Electric Golf Car (HI)	625	1,000	375	0	0	0	0	0	Vehicle repaired and being used by Admin
PE428	Plant Replacement - Holden Single Cab Ute	0	0	0	0	0	0	0	0	To be shipped off-island in February
PE422	Plant Replacement - Mitsubishi Triton Crew Cab	0	0	0	0	0	0	0	0	To be shipped off-island in February
PE430	Plant Replacement PE430 - Crewcab	0	0	0	0	0	0	0	0	To be shipped off-island in February
PE416	Plant Replacement PE416	0	0	0	0	0	0	0	0	To be shipped off-island in February
PE714	Plant Replacement PE714	0	0	0	0	0	0	0	0	Vehicle fire - disposed late 2022/23.
PE737	Plant Replacement - Kubota Tractor (HI)	2,379	0	0	(2,379)	0	0	0	0	On hold - re-allocate to replace ride-on mower
PE730	Plant Replacement - Loader - (HI)	0	0	0	0	13,500	13,500	0	0	awaiting shipping invoice.
PE224	Plant Replacement - Eneco Work Punt Motor only	0	500	500	0	0	0	0	0	sell on-island once new motor arrives.
PE724	Plant Replacement - Rubbish Truck	0	0	0	0	0	(252)	0	(252)	net cost of sales after shipping expenses
		45,004	1,500	875	(44,379)	13,500	13,248	0	(252)	

6 RECEIVABLES

Sundry Receivables - general	Credit	Current	30 Days	60 Days	90+ Days	Total
	\$	\$	\$	\$	\$	\$
Receivables - sundry	(13,065)	44,558	32,518	38,441	58,601	161,054
Percentage	(8.1%)	27.7%	20.2%	23.9%	36.4%	
Balance per trial balance						
Rates						222,763
Rubbish Collection & Swimming Pool Fees						444,876
GST receivable						5,535
Allowance for credit losses of trade receivables						(16,850)
Total trade and other receivables general outstanding						818,597

Sundry Debtors Outstanding - Over 90 days

Description	Status / Action	\$
Kampong Lease - insurance contribution	Paying \$50/fortnight	112
Kampong Lease - insurance contribution	Final demand letter to be issued. Debtors officer to follow up	712
Kampong Lease - insurance contribution	Payment plan offered May2023. No response. No pmt since June. Leasing Officer to follow up	5,199
Commercial Property - Leases & Private Works	Payment of outstanding debts a condition of new lease.	9,550
Kampong Lease - insurance contribution	Final demand letter to be issued.	712
Private Works - Vehicle Disposal	Monthly payment \$100.	50
Kampong Lease - insurance contribution	Paying \$50/fortnight encourage to increase.	604
Private Works	Debtors Officer to follow up	558
Container Park Licence fee	Leasing Officer to follow up.	1,000
Kampong Lease - insurance contribution	Small pmts being made monthly, but not enough to cover debt in a timely manner. Debtor is a pensioner.	3,172
Kampong Lease - insurance contribution	Paying \$50/fortnight	135
Kampong Lease - insurance contribution	Employee deductions now setup	717
Kampong Lease - insurance contribution	Monthly payments, continue to followup balance	2,755
Kampong Lease - insurance contribution	Monthly payments, continue to followup balance	731
Kampong Lease - insurance contribution	Paying \$50/fortnight	216
Kampong Rental	Payment Plan Agreement signed Nov23.	3,598
Kampong Lease - insurance contribution	Monthly Payments - need to increase. Debtors Officer to follow up.	1,611
Kampong Lease - insurance contribution	Final demand letter to be issued. Debtors officer to follow up	612
Utility Reimbursement - rental	Debtors Officer to follow up	44
Kampong Lease - insurance contribution	Final demand letter to be issued. Debtors officer to follow up	712
Kampong Rental	Debtors Officer to follow up	1,097
Kampong Lease - insurance contribution	\$50 pmts being made - need to increase. Debtors officer to follow up.	1,131
Commercial Lease - LIA Shed	Debt collection agency engaged. Legal Action required.	6,938
Plant trade in	Awaiting plant arrival in Perth	13,500
Kampong Lease - insurance contribution	Final demand letter to be issued. Debtors officer to follow up	312
Kampong Lease - insurance contribution	Monthly payments, continue to followup balance.	1,173
Kampong Lease - insurance contribution	Final demand letter to be issued. Debtors officer to follow up	532
Kampong Lease - insurance contribution	Final demand letter to be issued. Debtors officer to follow up	923
Kampong Lease - insurance contribution	Debtors officer to follow up	200
Total Debtors >90 Days		\$ 58,601

**SHIRE OF COCOS (KEELING) ISLANDS
SUPPLEMENTARY INFORMATION
FOR THE PERIOD ENDED 31 DECEMBER 2023**

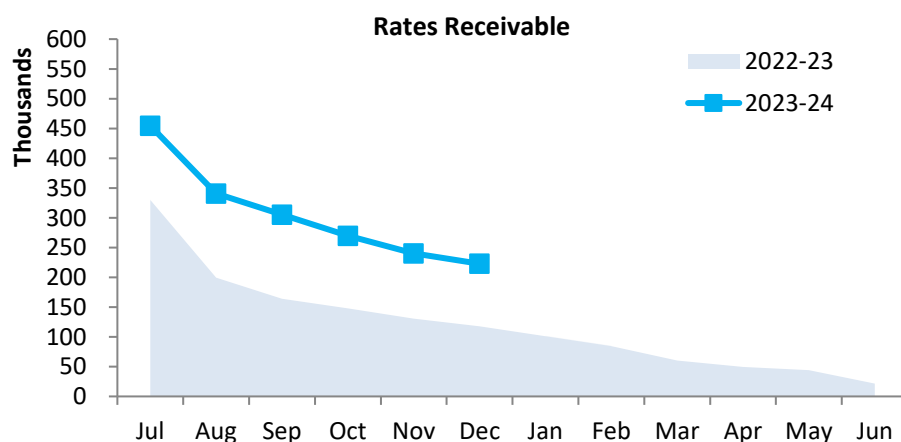
OPERATING ACTIVITIES

6 RECEIVABLES (RATES)

Rates receivable	Prior Year Close 30 Jun 2023	This Time Last Year	31 Dec 2023
	\$		\$
Opening arrears previous years	8,849	8,849	21,423
Levied this year	434,405	435,317	500,460
Less - collections to date	(424,731)	(335,290)	(308,595)
Gross rates collectable	18,523	108,876	213,288
Pensioner/Senior Rebate Claimable	2,900	8,775	9,475
Net rates collectable	21,423	117,651	222,763
% Collected	95.8%	75.5%	59.1%

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

**** approx \$142k in Commonwealth Rates outstanding.**



SHIRE OF COCOS (KEELING) ISLANDS
SUPPLEMENTARY INFORMATION
FOR THE PERIOD ENDED 31 DECEMBER 2023

OPERATING ACTIVITIES

7 RATE REVENUE

General rate revenue

RATE TYPE	YTD Actual						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	326,677	48,600	375,277
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	144,026	0	144,026
Sub-Total		212	3,905,216	481,482	(269)	481,213	481,355	48,600	529,955
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	16,380	0	16,380
Sub-total		28	92,264	22,340	0	22,340	23,900	0	23,900
Gross Total		240	3,997,480	503,822	(269)	503,553			553,855
Concession / Waiver						(3,093)			0
Total general rates				503,822	(269)	500,460	505,255	48,600	553,855

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 31 Dec 2023	Amended Budget Revenue	Current Budget	YTD Budget	YTD Revenue Actual	YTD Variance	
	\$	\$	\$	\$	\$	\$	\$	\$	\$	
Grants and subsidies										
Local Government General Purpose Grant					4,816,728	4,816,728	4,816,728	4,766,056	50,672	Final allocation confirmed
Local Government General Purpose Grant - Roads					188,684	188,684	188,684	202,917	(14,233)	Final allocation confirmed
1,000 Jobs Grant	0	0	0	0	56,000	56,000	28,000	0	28,000	timing of recruitment
Department of Disability WA	0	0	0	0	0	0	0	1,000	(1,000)	sponsorship for International Day for People with Disability
National Museum - Jukong Restoration	0	0	0	0	0	8,700	8,700	8,700	0	
	0	0	0	0	5,061,412	5,070,112	5,042,112	4,978,673	63,439	
Operating Contributions										
WALGA - Councillor Training Contribution	0	5,000	(5,000)	0	5,000	5,000	5,000	5,000	0	
Election Expenses Contribution	0	0	0	0	22,000	22,000	22,000	0	22,000	minimal expenditure on Elections
Fisheries Services in the Cocos (Keeling) Islands	123,756	123,266	(247,022)	0	320,228	320,228	250,330	247,022	3,308	
Dept Primary Industries - Declared Pest Program	0	29,040	(29,040)	0	100,320	100,320	41,800	29,040	12,760	reduced hours on project due to Ranger position vacancy
Dept. Transport - Provision of Licencing Services	0	65,640	(65,640)	0	65,640	65,640	65,640	65,640	0	Per Service Agreement
Library - LisWA Book Exchange	0	0	0	0	5,000	5,000	0	0	0	
	123,756	222,946	(346,702)	0	518,188	518,188	384,770	346,702	38,068	
TOTALS	123,756	222,946	(346,702)	0	5,579,600	5,588,300	5,426,882	5,325,375	101,507	

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 31 Dec 2023	Amended Budget Revenue	Current Budget	YTD Budget	YTD Revenue Actual	YTD Variance	
	\$	\$	\$	\$	\$	\$	\$	\$	\$	
Capital grants and subsidies										
Saluting Their Service Commemorative Grant	32,231	0	(32,231)	0	32,231	32,231	32,231	32,231	0	Emden Memorial Restoration works.
LRCI Phase 4 - Cyclone Shelter Lighting	0	10,800	0	10,800	18,000	18,000	13,500	0	13,500	
LRCI Phase 4 - Beach Shelters - Direction Island	0	25,280	0	25,280	42,133	42,133	31,600	0	31,600	
LRCI Phase 4 - Toilets - Direction Island	0	22,901	(22,901)	0	38,169	38,169	28,627	22,901	5,726	
LRCI Phase 4 - Container Pins	0	6,000	0	6,000	10,000	10,000	10,000	0	10,000	
LRCI Phase 4 - Transfer Station Fencing	0	17,061	0	17,061	28,435	28,435	18,826	0	18,826	
Economic Stimulus Funding - Retail Centre	0	0	0	0	300,000	0	0	0	0	Funding no longer provided in 2023/24.
Roads to Recovery Funding	0	0	0	0	99,921	99,921	49,961	52,708	(2,748)	
Supplementary Roads Funding	0	0	0	0	200,000	200,000	120,000	120,000	0	
LRCI Phase 4 - Roads only	0	47,326	(47,326)	0	78,874	78,874	0	47,326	(47,326)	
TOTALS	32,231	129,368	(102,458)	59,141	847,763	547,763	304,745	275,166	29,579	

SHIRE OF COCOS (KEELING) ISLANDS
SUPPLEMENTARY INFORMATION
FOR THE PERIOD ENDED 31 DECEMBER 2023

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	502,454	281,193	292,385	11,192	4%		Rental and lease fees
Other revenue	106,338	106,338	53,169	51,228	(1,941)	(4%)		Kampong insurance contribution
	608,792	608,792	334,362	343,613	9,251	3%		
Expenditure from operating activities								
Employee costs	(83,968)	(83,968)	(43,375)	(39,992)	3,383	8%		
Materials and contracts	(469,499)	(459,363)	(296,692)	(297,736)	(1,044)	(0%)		
Utility charges	(50,064)	(50,064)	(44,583)	(51,391)	(6,808)	(15%)		
Depreciation on non-current assets	(1,683,527)	(1,683,527)	(848,682)	(852,152)	(3,470)	(0%)		
Insurance expenses	(313,060)	(313,060)	(313,060)	(316,082)	(3,022)	(1%)		
	(2,600,118)	(2,589,982)	(1,546,392)	(1,557,353)	(10,961)	(1%)		
Non-cash amounts excluded from operating activities	1,683,527	1,683,527	848,682	852,152	3,470	0%		
Amount attributable to operating activities	(307,799)	(297,663)	(363,348)	(361,588)	1,760	0%		
Investing activities								
Payments for property, plant and equipment and infrastructure	(343,586)	(343,586)	(151,098)	(2,427)	148,671	98%		
Closing funding surplus / (deficit)	(651,385)	(641,249)	(514,446)	(364,014)	150,432	29%		
Interfund Transfer	651,385	641,249	514,446	364,014	(150,432)	(29%)	▼	
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	135,710	65,352	86,762	21,410	33%		Lease fees
	135,710	135,710	65,352	86,762	21,410	33%		
Expenditure from operating activities								
Employee costs	(19,283)	(19,283)	(9,512)	(1,331)	8,181	86%		
Materials and contracts	(42,783)	(42,783)	(12,793)	(21,844)	(9,051)	(71%)		
Utility charges	(4,962)	(4,962)	(2,481)	(2,142)	339	14%		
Depreciation on non-current assets	(258,040)	(258,040)	(130,080)	(130,315)	(235)	(0%)		
Insurance expenses	(48,224)	(48,224)	(48,224)	(46,547)	1,677	3%		
	(373,292)	(373,292)	(203,090)	(202,179)	911	0%		
Non-cash amounts excluded from operating activities	258,040	258,040	130,080	130,315	235	0%		
Amount attributable to operating activities	20,458	20,458	(7,658)	14,898	22,556	295%		
Investing activities								
Payments for property, plant and equipment and infrastructure	(198,660)	(198,660)	(110,000)	(114,437)	(4,437)	(4%)		
Closing funding surplus / (deficit)	(178,202)	(178,202)	(117,658)	(99,539)	18,119	15%		
Interfund Transfer	178,202	178,202	117,658	99,539	(18,119)	(15%)		
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 (Under)/Over	Status	Comments	
Account Description			Budget	Budget	YTD Budget				YTD Actual
			\$	\$	\$				\$
Buildings									
	C269	1979 Land Trust - Kampong House Renewals	343,586	343,586	151,098	2,427	148,671	On Hold	
	C332	1984 Trust - HI Admin Building renewal	198,660	198,660	110,000	114,437	(4,437)	planning	
			542,246	542,246	261,098	116,864	144,234		

SHIRE OF COCOS (KEELING) ISLANDS
SUPPLEMENTARY INFORMATION
FOR THE PERIOD ENDED 31 DECEMBER 2023

11 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
			\$	\$	\$	\$
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 no longer 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