

**TOWN OF PORT HEDLAND
MONTHLY FINANCIAL REPORT
For the Period Ended 31 October 2017**

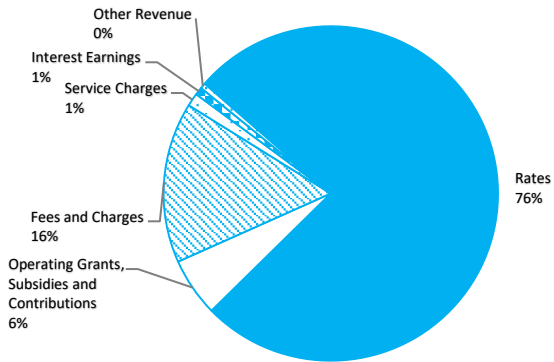
LOCAL GOVERNMENT ACT 1995
LOCAL GOVERNMENT (FINANCIAL MANAGEMENT) REGULATIONS 1996

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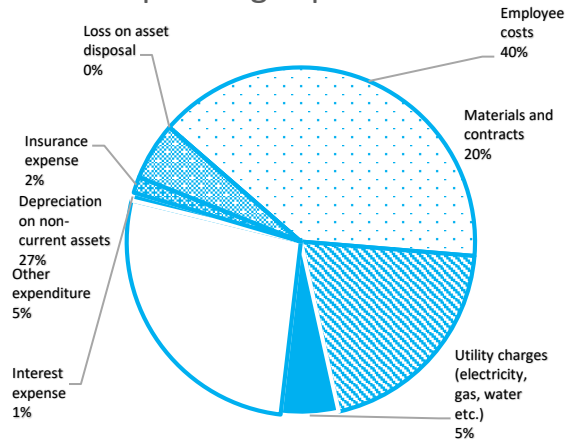
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**Town of Port Hedland
Information Summary
For the Period Ended 31 October 2017**

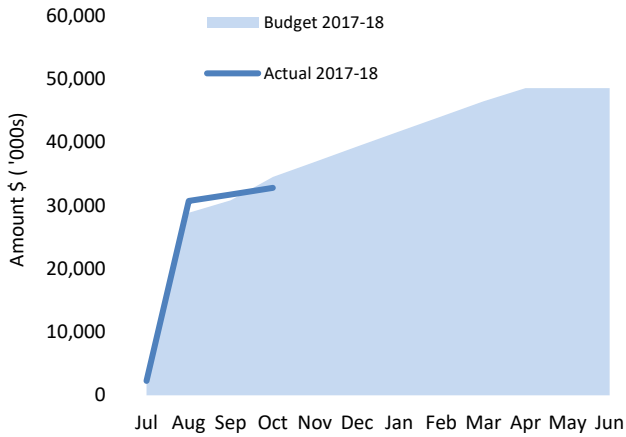
Operating Revenue



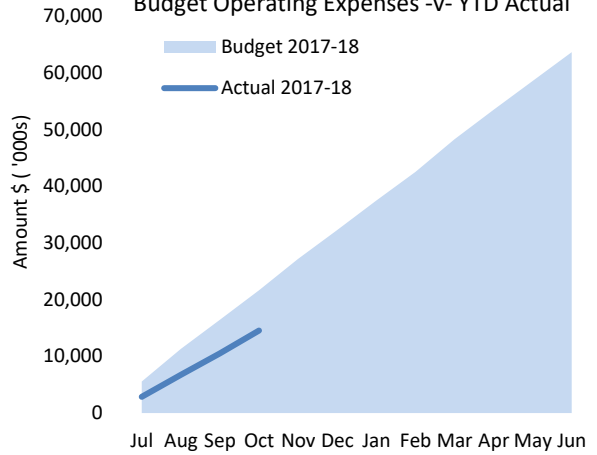
Operating Expenditure



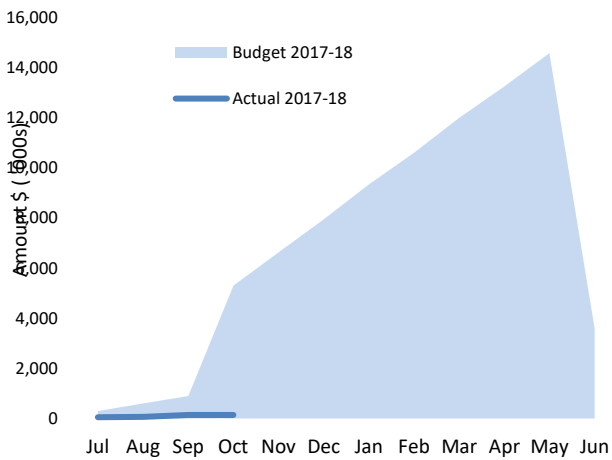
Budget Operating Revenues -v- YTD Actual



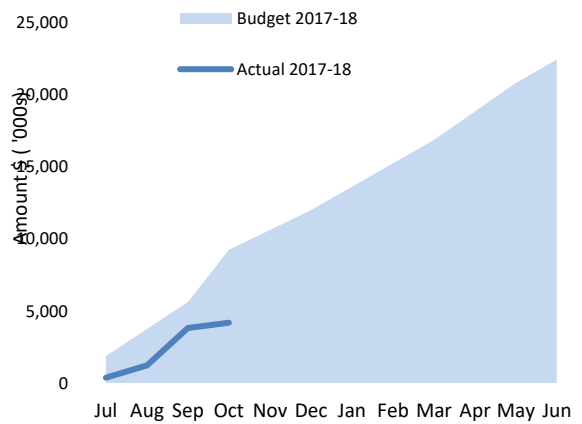
Budget Operating Expenses -v- YTD Actual



Budget Capital Revenue -v- YTD Actual



Budget Capital Expenses -v- YTD Actual



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

TOWN OF PORT HEDLAND
STATEMENT OF FINANCIAL ACTIVITY
Statutory Reporting Program
For the Period Ended 31 October 2017

| | Note | Adopted Annual Budget | YTD Budget (a) | YTD Actual (b) | Var. \$ (b)-(a) | Var. % (b)-(a)/(a) |
|--|------|--------------------------|----------------------|----------------------|--------------------|-----------------------|
| | | \$ | \$ | \$ | \$ | % |
| Opening Funding Surplus(Deficit) | 2 | 4,500,000 | 4,500,000 | 4,125,132 | (374,868) | (8%) |
| Revenue from operating activities | | | | | | |
| Governance | | 0 | 0 | 0 | 0 | 0% |
| General Purpose Funding - Rates | | 25,003,484 | 25,003,483 | 25,020,674 | 17,191 | 0% |
| General Purpose Funding - Other | | 9,341,378 | 3,033,776 | 1,630,451 | (1,403,325) | (46%) |
| Law, Order, Public Safety | | 283,030 | (5,668) | 66,387 | 72,055 | (1271%) |
| Health | | 198,394 | 66,116 | 65,316 | (800) | (1%) |
| Education and Welfare | | 485,625 | 161,860 | 140,573 | (21,287) | (13%) |
| Housing | | 307,560 | 102,512 | 52,205 | (50,307) | (49%) |
| Community amenities | | 9,510,480 | 4,865,144 | 4,422,677 | (442,467) | (9%) |
| Recreation and Culture | | 1,720,253 | 858,684 | 690,919 | (167,765) | (20%) |
| Transport | | 189,374 | 63,120 | 140,794 | 77,674 | 123% |
| Economic Services | | 924,697 | 308,220 | 268,065 | (40,155) | (13%) |
| Other Property and Services | | 621,595 | 207,184 | 313,521 | 106,337 | 51% |
| | | 48,585,871 | 34,664,431 | 32,811,581 | (1,852,850) | |
| Expenditure from operating activities | | | | | | |
| Governance | | (3,107,369) | (1,046,408) | (844,211) | 202,197 | 19% |
| General Purpose Funding | | (355,640) | (82,902) | (91,867) | (8,965) | (11%) |
| Law, Order, Public Safety | | (2,207,921) | (732,662) | (477,026) | 255,636 | 35% |
| Health | | (2,485,218) | (771,572) | (622,959) | 148,613 | 19% |
| Education and Welfare | | (1,177,448) | (402,124) | (311,284) | 90,840 | 23% |
| Housing | | (536,732) | (191,155) | (154,627) | 36,529 | 19% |
| Community Amenities | | (8,128,114) | (2,140,437) | (1,774,425) | 366,012 | 17% |
| Recreation and Culture | | (20,239,179) | (7,032,580) | (6,529,963) | 502,617 | 7% |
| Transport | | (21,353,161) | (7,144,217) | (3,091,412) | 4,052,805 | 57% |
| Economic Services | | (995,780) | (332,606) | (400,428) | (67,822) | (20%) |
| Other Property and Services | | (3,046,481) | (1,192,079) | (248,734) | 943,344 | 79% |
| | | (63,633,042) | (21,068,741) | (14,546,935) | 6,521,807 | |
| Operating activities excluded from budget | | | | | | |
| Add back Depreciation | | 12,914,004 | 4,304,544 | 3,918,877 | (385,667) | (9%) |
| Adjust (Profit)/Loss on Disposal | | (23,158) | 0 | (170,486) | (170,486) | 100% |
| Transfer to/(from) Non current | | (924,160) | 0 | 0 | 0 | (100%) |
| Amount attributable to operating activities | | (3,080,484) | 17,900,234 | 22,013,036 | 4,112,803 | |
| Investing activities | | | | | | |
| Grants, Subsidies and Contributions | | 3,285,644 | 1,095,200 | 140,786 | (954,414) | (87%) |
| Proceeds from Disposal of Assets | 3 | 300,000 | 300,000 | 170,486 | (129,514) | (43%) |
| Land and buildings | | (4,418,671) | (2,673,672) | (970,942) | 1,702,730 | (64%) |
| Furniture & Equipment | 3 | (357,249) | (119,076) | (26,098) | 92,978 | 78% |
| Plant & Equipment | 3 | (1,546,972) | (270,652) | (341,930) | (71,278) | (26%) |
| Infrastructure | 3 | (14,837,610) | (6,027,337) | (2,833,153) | 3,194,184 | 53% |
| Amount attributable to investing activities | | (17,574,858) | (7,695,537) | (3,860,850) | 3,215,884 | |
| Financing activities | | | | | | |
| Proceeds from New Debentures | 9 | 0 | 0 | 0 | 0 | |
| Proceeds from self supporting loans | 9 | 95,511 | 23,878 | 58,279 | 34,401 | 144% |
| Transfer from Reserves | 7 | 25,479,006 | 2,123,250 | 0 | (2,123,250) | (100%) |
| Repayment of Debentures | 9 | (1,241,596) | 0 | (432,176) | (432,176) | 100% |
| Transfer to Reserves | 7 | (7,822,102) | (651,842) | 0 | 651,842 | 100% |
| Amount attributable to financing activities | | 16,510,818 | 1,495,286 | (373,898) | (1,869,184) | |
| Closing Funding Surplus(Deficit) | 2 | 355,476 | 16,199,983 | 21,903,420 | | |

Refer to the attached Explanation of Material Variances Statement for an explanation of the reasons for material variances as per the thresholds adopted.

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

TOWN OF PORT HEDLAND
STATEMENT OF FINANCIAL ACTIVITY
By Nature or Type
For the Period Ended 31 October 2017

| | Note | Adopted Annual Budget | YTD Budget (a) | YTD Actual (b) | Var. \$ (b)-(a) | Var. % (b)-(a)/(a) |
|--|------|-----------------------------|----------------------|----------------------|--------------------|-----------------------|
| | | \$ | \$ | \$ | \$ | % |
| Opening Funding Surplus(Deficit) | 2 | 4,500,000 | 4,500,000 | 4,125,132 | (374,868) | |
| Revenue from operating activities | | | | | | |
| Rates | | 25,003,484 | 25,003,483 | 25,020,674 | 17,191 | 0% |
| Operating grants, subsidies and contributions | | 3,660,767 | 1,505,560 | 1,860,987 | 355,427 | 24% |
| Fees and charges | | 11,903,228 | 5,662,656 | 5,095,898 | (566,758) | (10%) |
| Interest earnings | | 6,657,703 | 2,139,220 | 415,146 | (1,724,074) | (81%) |
| Other revenue | | 1,337,531 | 445,792 | 248,389 | (197,403) | (44%) |
| Profit on disposal of assets | | 23,158 | 0 | 170,486 | 170,486 | |
| | | 48,585,871 | 34,756,711 | 32,811,581 | (1,945,130) | |
| Expenditure from operating activities | | | | | | |
| Employee costs | | (18,375,503) | (6,357,949) | (5,808,588) | 549,361 | 9% |
| Materials and contracts | | (25,459,203) | (7,867,524) | (2,937,865) | 4,929,659 | 63% |
| Utility charges (electricity, gas, water etc.) | | (3,053,311) | (1,017,700) | (777,803) | 239,897 | 24% |
| Depreciation on non-current assets | | (12,914,004) | (4,304,544) | (3,918,877) | 385,667 | 9% |
| Interest expense | | (1,198,001) | (384,535) | (107,296) | 277,238 | 72% |
| Insurance expense | | (835,970) | (406,718) | (219,321) | 187,397 | 46% |
| Other expenditure | | (1,797,047) | (729,772) | (777,184) | (47,412) | (6%) |
| Loss on asset disposal | | 0 | 0 | 0 | 0 | |
| | | (63,633,042) | (21,068,741) | (14,546,935) | 6,521,807 | |
| Operating activities excluded from budget | | | | | | |
| Add back Depreciation | | 12,914,004 | 4,304,544 | 3,918,877 | (385,667) | (9%) |
| Add back (Profit)/Loss on Asset Disposal | | (23,158) | 0 | (170,486) | (170,486) | |
| Transfer to/(from) Non-Current | | (924,160) | 0 | 0 | 0 | |
| Amount attributable to operating activities | | (3,080,484) | 17,992,514 | 22,013,036 | 4,020,523 | |
| Investing activities | | | | | | |
| Non-operating grants, subsidies and contributions | | 3,285,644 | 1,095,200 | 140,786 | (954,414) | (87%) |
| Proceeds from Disposal of Assets | 3 | 300,000 | 300,000 | 170,486 | (129,514) | (43%) |
| Land and buildings | | (4,418,671) | (2,673,672) | (970,942) | | |
| Furniture & Equipment | | (357,249) | (119,076) | (26,098) | 92,978 | (78%) |
| Plant & Equipment | 3 | (1,546,972) | (270,652) | (341,930) | (71,278) | |
| Infrastructure | 3 | (14,837,610) | (6,027,337) | (2,833,153) | 3,194,184 | 53% |
| Amount attributable to investing activities | | (17,574,858) | (7,695,537) | (3,860,850) | 3,215,884 | |
| Financing activities | | | | | | |
| Proceeds from New Debentures | 9 | 0 | 0 | 0 | 0 | |
| Proceeds from self supporting loans | 9 | 95,511 | 23,878 | 58,279 | | |
| Transfer from Reserves | 7 | 25,479,006 | 2,123,250 | 0 | (2,123,250) | (100%) |
| Repayment of Debentures | 9 | (1,241,596) | 0 | (432,176) | (432,176) | |
| Transfer to Reserves | 7 | (7,822,102) | (651,842) | 0 | 651,842 | 100% |
| Amount attributable to financing activities | | 16,510,818 | 1,495,286 | (373,898) | (1,903,585) | |
| Closing Funding Surplus(Deficit) | 2 | 355,476 | 16,292,263 | 21,903,420 | | |

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

Refer to the attached Explanation of Material Variances Statement for an explanation of the reasons for material variances as per the thresholds adopted.

TOWN OF PORT HEDLAND
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 31 October 2017

1. SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of Accounting

This statement comprises a special purpose financial report which has been prepared in accordance with Australian Accounting Standards (as they apply to local governments and not-for-profit entities), Australian Accounting Interpretations, other authoritative pronouncements of the Australian Accounting Standards Board, the Local Government Act 1995 and accompanying regulations. Material accounting policies which have been adopted in the preparation of this statement are presented below and have been consistently applied unless stated otherwise. Except for cash flow and rate setting information, the report has also 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.

Critical Accounting 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 that are 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.

(b) The Local Government Reporting Entity

All Funds through which the Council controls resources to carry on its functions have been included in this statement. In the process of reporting on the local government as a single unit, all transactions and balances between those funds (for example, loans and transfers between Funds) have been eliminated. All monies held in the Trust Fund are excluded from the statement, but a separate statement of those monies appears at Note 11.

(c) Rounding Off Figures

All figures shown in this statement are rounded to the nearest dollar.

(d) Rates, Grants, Donations and Other Contributions

Rates, grants, donations and other contributions are recognised as revenues when the local government obtains control over the assets comprising the contributions. Control over assets acquired from rates is obtained at the commencement of the rating period or, where earlier, upon receipt of the rates.

(e) Goods and Services Tax

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO). Receivables and payables are stated inclusive of GST receivable or payable. The net amount of GST recoverable from, or payable to, the ATO is included with receivables or payables in the statement of financial position. Cash flows are presented on a gross basis. The GST components of cash flows arising from investing or financing activities which are recoverable from, or payable to, the ATO are presented as operating cash flows.

(f) Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, cash at bank, deposits available on demand with banks and other

short term highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value and bank overdrafts. Bank overdrafts are reported as short term borrowings in current liabilities in the statement of financial position.

(g) Trade and Other Receivables

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.

Receivables expected to be collected within 12 months of the end of the reporting period are classified as current assets. All other receivables are classified as non-current assets. Collectability of trade and other receivables is reviewed on an ongoing basis. Debts that are known to be uncollectible are written off when identified. An allowance for doubtful debts is raised when there is objective evidence that they will not be collectible.

(h) Inventories

General

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.

Land Held for Resale

Land held for development and sale is valued at the lower of cost and net realisable value. Cost includes the cost of acquisition, development, borrowing costs and holding costs until completion of development. Finance costs and holding charges incurred after development is completed are expensed. Gains and losses are recognised in profit or loss at the time of signing an unconditional contract of sale if significant risks and rewards, and effective control over the land, are passed on to the buyer at this point. Land held for sale is classified as current except where it is held as non-current based on Council's intentions to release for sale.

(i) Fixed Assets

All assets are initially recognised at cost. Cost is determined as the fair value of the assets given as consideration plus costs incidental to the acquisition. For assets acquired at no cost or for nominal consideration, cost is determined as fair value at the date of acquisition. The cost of non-current assets constructed by the local government includes the cost of all materials used in the construction, direct labour on the project and an appropriate proportion of variable and fixed overhead. Certain asset classes may be revalued on a regular basis such that the carrying values are not materially different from fair value. Assets carried at fair value are to be revalued with sufficient regularity to ensure the carrying amount does not differ materially from that determined using fair value at reporting date.

(j) Depreciation of Non-Current Assets

All non-current assets having a limited useful life are systematically depreciated over their useful lives in a manner which reflects the consumption of the future economic benefits embodied in those assets

TOWN OF PORT HEDLAND
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 31 October 2017

Note 1 (j) (Continued)

Depreciation is recognised on a straight-line basis, using rates which are reviewed each reporting period. Major depreciation rates and periods are:

| Asset | Years |
|--------------------------------------|-----------------|
| Buildings | 30 to 50 years |
| Furniture and Equipment | 4 to 10 years |
| Plant and Equipment | 5 to 15 years |
| Sealed roads and streets – formation | not depreciated |
| - pavement | 50 years |
| Seal - bituminous seals | 20 years |
| - asphalt surfaces | 25 years |
| Gravel Roads - formation | not depreciated |
| - pavement | 50 years |
| - gravel sheet | 12 years |
| Formed roads - formation | not depreciated |
| pavement | 50 years |
| Footpaths - slab | 20 years |
| Sewerage piping | 100 years |
| Water supply & drainage systems | 75 years |

(k) Trade and Other Payables

Trade and other payables represent liabilities for goods and services provided to the Council prior to the end of the financial year that are unpaid and arise when the Council 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.

(l) Employee Benefits

The provisions for employee benefits relates to amounts expected to be paid for long service leave, annual leave, wages and salaries and are calculated as follows:

(i) Wages, Salaries, Annual Leave and Long Service Leave (Short-term Benefits)

The provision for employees' benefits to wages, salaries, annual leave and long service leave expected to be settled within 12 months represents the amount the Shire has a present obligation to pay resulting from employees services provided to balance date. The provision has been calculated at nominal amounts based on remuneration rates the Shire expects to pay and includes related on-costs.

(ii) Annual Leave and Long Service Leave (Long-term Benefits)

The liability for long service leave is recognised in the provision for employee benefits and measured as the present value of expected future payments to be made in respect of services provided by employees up to the reporting date using the project unit credit method. Consideration is given to expected future wage and salary levels, experience of employee departures and periods of service. Expected future payments are discounted using market yields at the reporting date on national government bonds with terms to maturity and currency that match as closely as possible, the estimated future cash outflows. Where the Shire does not have the unconditional right to defer settlement beyond 12 months, the liability is recognised as a current liability.

(m) Interest-bearing Loans and Borrowings

All loans and borrowings are initially recognised at the fair value of the consideration received less directly attributable transaction costs. After initial recognition, interest-bearing loans and borrowings are subsequently measured at amortised cost using the effective interest method. Fees paid on the establishment of loan facilities that are yield

related are included as part of the carrying amount of the loans and borrowings.

Borrowings are classified as current liabilities unless the Council has an unconditional right to defer settlement of the liability for at least 12 months after the balance sheet date.

Borrowing Costs

Borrowing costs are recognised as an expense when incurred except where they are directly attributable to the acquisition, construction or production of a qualifying asset. Where this is the case, they are capitalised as part of the cost of the particular asset.

(n) Provisions

Provisions are recognised when: The council has a present legal or constructive obligation as a result of past events; it is more likely than not that an outflow of resources will be required to settle the obligation; and the amount has been reliably estimated. Provisions are not recognised for future operating losses. Where there are a number of similar obligations, the likelihood that an outflow will be required in settlement is determined by considering the class of obligations as a whole. A provision is recognised even if the likelihood of an outflow with respect to any one of item included in the same class of obligations may be small.

(o) 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. The asset or liability is classified as current if it is expected to be settled within the next 12 months, being the Council's operational cycle. In the case of liabilities where Council does not have the unconditional right to defer settlement beyond 12 months, such as vested long service leave, the liability is classified as current even if not expected to be settled within the next 12 months. Inventories held for trading are classified as current even if not expected to be realised in the next 12 months except for land held for resale where it is held as non current based on Council's intentions to release for sale.

(p) Nature or Type Classifications

Rates

All rates levied under the Local Government Act 1995. Includes general, differential, specific area rates, minimum rates, interim rates, back rates, ex-gratia rates, less discounts offered. Exclude administration fees, interest on instalments, interest on arrears and service charges.

Operating Grants, Subsidies and Contributions

Refer to all amounts received as grants, subsidies and contributions that are not non-operating grants.

Non-Operating Grants, Subsidies and Contributions

Amounts received specifically for the acquisition, construction of new or the upgrading of noncurrent assets paid to a local government, irrespective of whether these amounts are received as capital grants, subsidies, contributions or donations.

Profit on Asset Disposal

Profit on the disposal of assets including gains on the disposal of long term investments.

Losses are disclosed under the expenditure classifications.

TOWN OF PORT HEDLAND
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 31 October 2017

Note 1 (p) (Continued)

Fees and Charges

Revenues (other than service charges) from the use of facilities and charges made for local government services, sewerage rates, rentals, hire charges, fee for service, photocopying charges, licences, sale of goods or information, fines, penalties and administration fees. Local governments may wish to disclose more detail such as rubbish collection fees, rental of property, fines and penalties, other fees and charges.

Service Charges

Service charges imposed under Division 6 of Part 6 of the Local Government Act 1995. Regulation 54 of the Local Government (Financial Management) Regulations 1996 identifies the These are television and radio broadcasting, underground electricity and neighbourhood surveillance services. Exclude rubbish removal charges. Interest and other items of a similar nature received from bank and investment accounts, interest on rate instalments, interest on rate arrears and interest on debtors.

Interest Earnings

Interest and other items of a similar nature received from bank and investment accounts, interest on rate instalments, interest on rate arrears and interest on debtors.

Other Revenue / Income

Other revenue, which can not be classified under the above headings, includes dividends, discounts, rebates etc.

Employee Costs

All costs associate with the employment of person such as salaries, wages, allowances, benefits such as vehicle and housing, superannuation, employment expenses, removal expenses, relocation expenses, worker's compensation insurance, training costs, conferences, safety expenses, medical examinations, fringe benefit tax, etc.

Materials and Contracts

All expenditures on materials, supplies and contracts not classified under other headings. These include supply of goods and materials, legal expenses, consultancy, maintenance agreements, communication expenses, advertising expenses, membership, periodicals, publications, hire expenses, rental, leases, postage and freight etc. Local governments may wish to disclose more detail such as contract services, consultancy, information technology, rental or lease expenditures.

Utilities (Gas, Electricity, Water, etc.)

Expenditures made to the respective agencies for the provision of power, gas or water. Exclude expenditures incurred for the reinstatement of roadwork on behalf of these agencies.

Insurance

All insurance other than worker's compensation and health benefit insurance included as a cost of employment.

Loss on asset disposal

Loss on the disposal of fixed assets.

Depreciation on non-current assets

Depreciation expense raised on all classes of assets.

Interest expenses

Interest and other costs of finance paid, including costs of finance for loan debentures, overdraft accommodation and refinancing expenses.

Other expenditure

Statutory fees, taxes, provision for bad debts, member's fees or levies including WA Fire Brigade Levy and State taxes. Donations and subsidies made to community groups.

(r) Program Classifications (Function/Activity)

Governance

Includes the activities of members of council and the administrative support available to the council for the provision of governance of the district. Other costs relate to the task of assisting elected members and ratepayers on matters which do not concern specific council services.

General Purpose Funding

Rates, general purpose government grants and interest revenue.

Law, Order, Public Safety

Supervision and enforcement of various local laws relating to fire prevention, animal control and other aspects of public safety including emergency services.

Health

Inspection of food outlets and their control, provision of meat inspection services, noise control and waste disposal compliance.

Education and Welfare

Maintenance of child minding centre, playgroup centre, senior citizen centre and aged care centre. Provision and maintenance of home and community care programs and youth services.

Housing

Provision and maintenance of elderly residents housing.

Community Amenities

Rubbish collection services, operation of rubbish disposal sites, litter control, construction and maintenance of urban storm water drains, protection of the environment and administration of town planning schemes, cemetery and public conveniences.

Recreation and Culture

Maintenance of public halls, civic centres, aquatic centre, beaches, recreation centres and various sporting facilities. Provision and maintenance of parks, gardens and playgrounds. Operation of library, museum and other cultural facilities.

Transport

Construction and maintenance of roads, streets, footpaths, depots, cycle ways, parking facilities and traffic control. Cleaning of streets and maintenance of street trees, street lighting etc.

Economic Services

Tourism and area promotion including the maintenance and operation of a caravan park. Provision of rural services including weed control, vermin control and standpipes. Building Control.

Other Property and Services

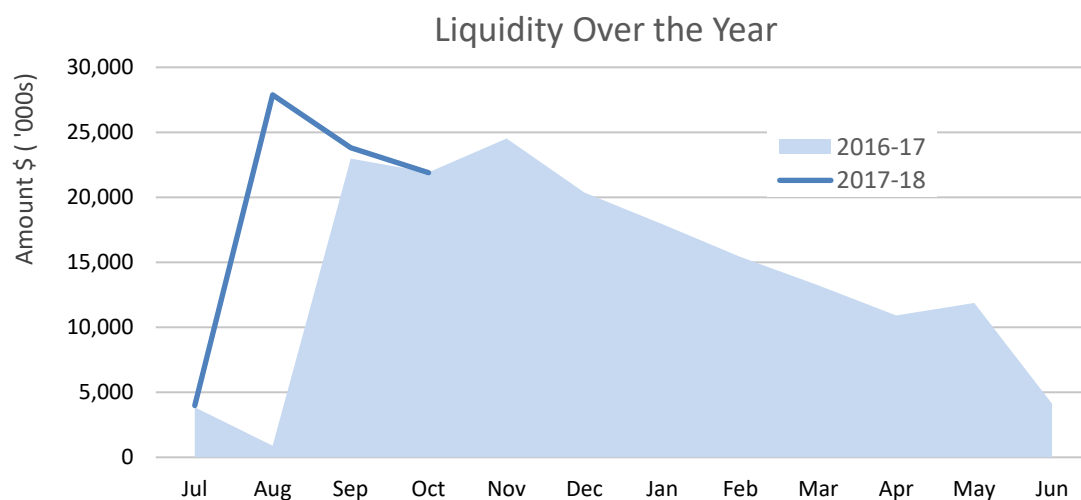
Private works operation, plant repair and operation costs and engineering operation costs.

TOWN OF PORT HEDLAND
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 31 October 2017

NOTE 2. NET CURRENT ASSETS

| Net Current Assets | Note | 30 June 2017 | YTD 31 Oct 2016 | YTD 31 Oct 2017 |
|--|------|------------------|-------------------|-------------------|
| | | \$ | \$ | \$ |
| Current Assets | | | | |
| Municipal | 4 | 3,587,249 | 13,555,000 | 7,239,327 |
| Reserves | 4 | 239,453,066 | 239,542,000 | 239,453,066 |
| Receivables - Rates | 5 | 2,675,895 | 9,425,000 | 11,044,213 |
| Receivables - Other | 5 | 4,784,915 | 533,000 | 2,988,122 |
| Inventories | | 803,360 | 941,000 | 803,360 |
| Land held for resale | | 466,842 | 730,000 | 466,842 |
| | | 251,771,328 | 264,726,000 | 261,994,931 |
| Less: Current Liabilities | | | | |
| Payables | 6 | (7,501,551) | (1,795,000) | (182,069) |
| Loan Liability - Current | | (1,241,592) | (1,171,000) | (1,241,592) |
| Provisions | | (16,995,704) | (18,224,000) | (16,760,501) |
| Less: Cash Reserves | | (239,453,066) | (239,631,000) | (239,453,066) |
| Less: Self supporting loan receivable | | (104,294) | (90,000) | (104,294) |
| Less: Land held for resale | | (466,842) | (730,000) | (466,842) |
| Add: Current loan liability | | 1,241,592 | 1,171,000 | 1,241,592 |
| Add: Premium PHIA prepaid | | 924,160 | 924,000 | 924,160 |
| Add: Employee provisions cash backed | | 875,612 | 876,000 | 875,612 |
| Add: Airport major works | | 15,075,490 | 15,872,000 | 15,075,490 |
| Net Current Funding Position * | | 4,125,132 | 21,928,000 | 21,903,420 |

* Positive=Surplus (Negative=Deficit)

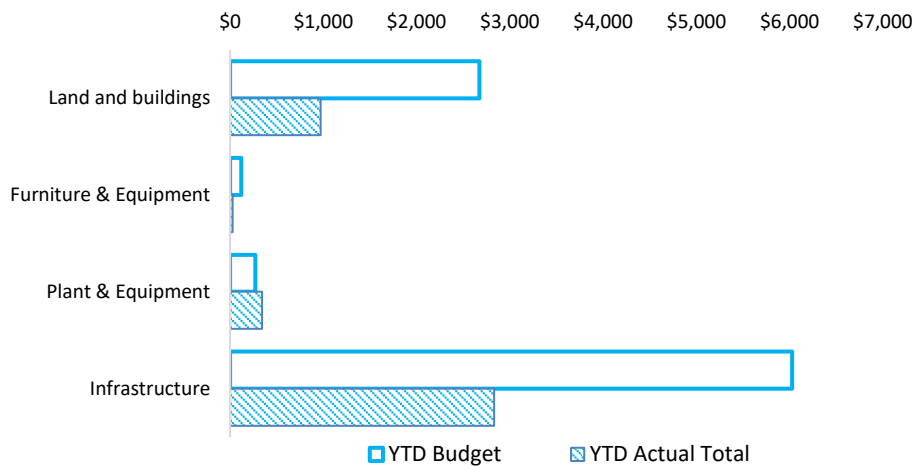


TOWN OF PORT HEDLAND
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 31 October 2017

NOTE 3. CAPITAL - ACQUISITIONS AND FUNDING

| Summary Capital Acquisitions | Note | Adopted annual Budget | YTD Budget | YTD Actual Total | Variance |
|---|------|-----------------------|--------------------|--------------------|--------------------|
| | | \$ | \$ | \$ | \$ |
| Land and buildings | | (4,418,671) | (2,673,672) | (970,942) | (1,702,730) |
| Furniture & Equipment | | (357,249) | (119,076) | (26,098) | (92,978) |
| Plant & Equipment | | (1,546,972) | (270,652) | (341,930) | 71,278 |
| Infrastructure | | (14,837,610) | (6,027,337) | (2,833,153) | (3,194,184) |
| Capital Expenditure Totals | | (21,160,502) | (9,090,737) | (4,172,123) | (4,918,614) |
| Capital Acquisitions Funded By | | | | | |
| Capital Grants and Contributions | | 3,285,644 | 1,095,200 | 140,786 | |
| Borrowings | | 0 | 0 | 0 | |
| Other (Disposals & C/Fwd) | | 300,000 | 300,000 | 170,486 | |
| Council Contribution - Cash Backed Reserves | | | | | |
| Plant Replacement Reserve | | 0 | 0 | 0 | |
| Building Reserve | | 0 | 0 | 0 | |
| Council Contribution - Operations | | 17,574,858 | 7,695,537 | 3,860,850 | |
| Capital Funding Total | | 21,160,502 | 9,090,737 | 4,172,123 | |

Capital Expenditure Program YTD
Amount \$(000's)



TOWN OF PORT HEDLAND
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 31 October 2017

NOTE 3. CAPITAL ACQUISITIONS

| | Account | New/Renewal/Upgrade | Budget | YTD Budget | YTD Actual | Variance (Under)/ Over \$ | Variance (Under)/ Over % |
|---|----------|---------------------|------------------|------------------|----------------|------------------------------------|-----------------------------------|
| Capital Acquisitions | | | | | | | |
| Land & Buildings | | | | | | | |
| Building Renewal and Upgrade program | C1102000 | Renewal | 130,438 | 292,812 | | (292,812) | (100%) |
| Civic Centre: Asset Management Plan Critical Obligations and OHS | C1102000 | Renewal | 105,000 | 35,000 | 130,677 | 95,677 | 273% |
| Commercial Building Renewal Program | C1102000 | Renewal | 748,000 | 292,812 | 55,320 | (237,492) | (81%) |
| Council Records Storage | C1405000 | New | 60,000 | 20,000 | 840 | (19,160) | (96%) |
| Depot Office Building | C1201000 | New | 250,000 | 83,332 | 94 | (83,238) | (100%) |
| Faye Gladstone Netball Courts Clubroom Upgrade | C1108000 | Upgrade | 1,361,972 | 1,361,972 | 593,125 | (768,847) | (56%) |
| Housing Renewal Program | C0901000 | Renewal | 347,000 | 115,664 | 48,887 | (66,777) | (58%) |
| JD Hardie Expansion | C0810000 | Upgrade | 150,000 | 50,000 | - | (50,000) | (100%) |
| Matt Dann Theatre & Cinema: Venue Improvement | C1118000 | Renewal | 176,261 | 58,752 | 102,188 | 43,436 | 74% |
| Port Hedland Community Facilities (Turf club) | C1007000 | New | 100,000 | 33,332 | - | (33,332) | (100%) |
| South Hedland Aquatic Centre: Install accessibility toilets and change room | C1105000 | New | 130,000 | 43,332 | 4,495 | (38,837) | (90%) |
| South Hedland Civic Facilities business and concept design | C1115000 | New | 400,000 | 133,332 | - | (133,332) | (100%) |
| South Hedland Sports Precinct | C1108000 | New | 400,000 | 133,332 | 34,745 | (98,587) | (74%) |
| Workshop upgrades | C1403000 | Upgrade | 60,000 | 20,000 | 571 | (19,429) | (97%) |
| Land & Buildings Total | | | 4,418,671 | 2,673,672 | 970,942 | (1,702,730) | |

TOWN OF PORT HEDLAND
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 31 October 2017

NOTE 3. CAPITAL ACQUISITIONS

| | Account | New/Renewal/Upgrade | Budget | YTD Budget | YTD Actual | Variance (Under)/ Over \$ | Variance (Under)/ Over % |
|---|----------|---------------------|------------------|----------------|----------------|------------------------------------|-----------------------------------|
| Capital Acquisitions | | | | | | | |
| Furniture & Equipment | | | | | | | |
| ICT Hardware and Renewal | C1405000 | Renewal | 100,000 | 33,332 | - | (33,332) | (100%) |
| ICT Software Landfill | C1004000 | New | 30,000 | 10,000 | 23,882 | 13,882 | 139% |
| Iphone Replacement | C1405000 | Renewal | 20,000 | 6,664 | 2,216 | (4,448) | (67%) |
| ITC Strategy & Outcomes | C1405000 | New | 100,000 | 33,332 | - | (33,332) | (100%) |
| Phase 2 Digital - Complete installation of ToPH digital radio system in vehicles and heavy equipment. | C1403000 | Upgrade | 44,318 | 14,772 | - | (14,772) | (100%) |
| Printer Replacement | C1405000 | Renewal | 62,931 | 20,976 | - | (20,976) | (100%) |
| Furniture & Equipment Total | | | 357,249 | 119,076 | 26,098 | (92,978) | |
| Plant & Equipment | | | | | | | |
| Civic Centre HVAC System and Ducting Renewal | C1102000 | Upgrade | 251,560 | 83,852 | 318,356 | 234,504 | 280% |
| Diesel Generators for Civic Centre, Depot, Landfill and Evacuation Centre | C0503000 | New | 180,000 | 60,000 | - | (60,000) | (100%) |
| Large Plant Replacement Program | C1403000 | Renewal | 550,000 | - | 23 | 23 | 0% |
| Light Fleet Replacement Program | C1403000 | Renewal | 150,000 | - | 0 | 0 | 0% |
| Portable Lighting Towers | C1403000 | New | 20,000 | 6,664 | - | (6,664) | (100%) |
| Small Plant Replacement Program | C1403000 | Renewal | 35,000 | - | 7,148 | 7,148 | 0% |
| South Hedland Water Treatment Plant | C1004000 | Upgrade | 360,412 | 120,136 | 16,403 | (103,733) | (86%) |
| Plant & Equipment Total | | | 1,546,972 | 270,652 | 341,930 | 71,278 | 26% |

TOWN OF PORT HEDLAND
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 31 October 2017

NOTE 3. CAPITAL ACQUISITIONS

| | Account | New/Renewal/Upgrade | Budget | YTD Budget | YTD Actual | Variance (Under)/Over \$ | Variance (Under)/Over % |
|---|----------|---------------------|-----------|------------|------------|--------------------------|-------------------------|
| Capital Acquisitions | | | | | | | |
| Infrastructure | | | | | | | 0% |
| Carparks Renewal Program | C1201000 | Renewal | 270,000 | 90,000 | 1,675 | (88,325) | (98%) |
| Cassia Primary School Footbridge | C1201000 | Upgrade | 125,000 | - | 326 | 326 | 0% |
| Cemetery Masterplan | C1107000 | New | 21,204 | 7,068 | 8,717 | 1,649 | 23% |
| Community Chest Fund 2016: Tourism Signage | C1301000 | New | 82,000 | 27,332 | - | (27,332) | (100%) |
| Depot wash-down bay - Oily Water Separator – workshop and silt drain work | C1201000 | Upgrade | 180,000 | - | 864 | 864 | 0% |
| Drainage Construction Wanangkura Stadium & Faye Gladstone Netball Courts | C1201000 | Upgrade | 410,957 | 136,984 | 4,357 | (132,627) | (97%) |
| Drainage Renewal Program | C1201000 | Renewal | 300,000 | 100,000 | 148,515 | 48,515 | 49% |
| Footpath Renewal Program | C1201000 | Renewal | 400,000 | - | 5,761 | 5,761 | 0% |
| Gratwick Aquatic Centre - Remedial Works | C1105000 | Renewal | 300,000 | 100,000 | - | (100,000) | (100%) |
| Installation of a new store, storage bins, fencing and tank. | C1403000 | Upgrade | 600,000 | 200,000 | 9,969 | (190,031) | (95%) |
| Intersection - Lukis & McGregor Streets | C1201000 | Upgrade | 152,000 | - | 5,927 | 5,927 | 0% |
| Intersection – Murdoch Drive & Brolga Way | C1201000 | Upgrade | 205,500 | - | 4,494 | 4,494 | 0% |
| Intersection – Murdoch Drive & Masters Way | C1201000 | Upgrade | 205,500 | - | 4,127 | 4,127 | 0% |
| Irrigation Inground renewal - Port Hedland | C1402000 | Renewal | 45,000 | 15,000 | - | (15,000) | (100%) |
| Irrigation Inground renewal - South Hedland | C1402000 | Renewal | 110,000 | 36,664 | 6,960 | (29,704) | (81%) |
| Kerbing Renewal Program | C1201000 | Renewal | 100,000 | 33,332 | - | (33,332) | (100%) |
| Kingsford Smith Business Park Landscaping | C1304000 | New | 54,154 | 18,048 | 76,248 | 58,200 | 322% |
| Line marking & Traffic Calming | C1201000 | Renewal | 100,000 | 33,332 | - | (33,332) | (100%) |
| Marina boating facility location options investigation | C1304000 | New | 3,000,000 | 1,000,000 | 51,488 | (948,512) | (95%) |
| Marrapikarinya park handrail replacement | C1108000 | Renewal | 64,000 | 21,332 | 158 | (21,174) | (99%) |
| McGregor, Athol, Cooke Point Roundabout Rehabilitation | C1201000 | Renewal | 55,000 | 54,999 | 16,082 | (38,917) | (71%) |

TOWN OF PORT HEDLAND
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 31 October 2017

NOTE 3. CAPITAL ACQUISITIONS

| | Account | New/Renewal/Upgrade | Budget | YTD Budget | YTD Actual | Variance (Under)/Over \$ | Variance (Under)/Over % |
|---|----------|---------------------|-------------------|------------------|------------------|--------------------------|-------------------------|
| Capital Acquisitions | | | | | | | |
| North Circular Roundabout Landscape and Intersection Upgrades | C1201000 | Upgrade | 200,000 | 66,664 | 365 | (66,299) | (99%) |
| Pinga st | C1201000 | Renewal | 112,000 | 37,332 | 898 | (36,434) | (98%) |
| Pinga Street - Rehabilitation of Existing Pavement | C1201000 | Upgrade | 2,236,246 | 2,236,246 | 1,700,753 | (535,493) | (24%) |
| Pipingarra | C1201000 | Renewal | 90,000 | 30,000 | 4,579 | (25,421) | (85%) |
| Playgrounds Renewal Program | C1108000 | Renewal | 150,000 | - | - | 0 | 0% |
| Port Hedland standpipe swipe card activation | C1401000 | New | 40,000 | 40,000 | 17,808 | (22,192) | (55%) |
| Sealed Roads Renewal Program | C1201000 | Renewal | 1,068,000 | 356,000 | 38,075 | (317,925) | (89%) |
| Shade Structures | C1107000 | Renewal | 350,000 | 116,664 | - | (116,664) | |
| South Hedland Aquatic Centre - Work to renew and upgrade to working condition | C1105000 | Renewal | 500,000 | 166,664 | 35,818 | (130,846) | |
| South Hedland Cemetery Upgrade | C1107000 | Upgrade | 27,123 | 9,040 | 16,364 | 7,324 | 81% |
| South Hedland Skate Park CPTED Design Response | C1108000 | New | 15,000 | 5,000 | 23 | (4,977) | (100%) |
| Styles Road Roundabout | C1201000 | Upgrade | 34,000 | 11,332 | - | (11,332) | (100%) |
| Unsealed Road Resheeting Program | C1201000 | Renewal | 625,000 | 208,332 | 129,282 | (79,050) | (38%) |
| Upgrades to staff welfare facilities - Landfill | C1004000 | New | 886,000 | 295,332 | 535,644 | 240,312 | 81% |
| WANDRRA project | C1201000 | Renewal | 1,678,926 | 559,640 | 7,876 | (551,764) | (99%) |
| Yandeyarra | C1201000 | Renewal | 45,000 | 15,000 | - | (15,000) | (100%) |
| Infrastructure Total | | | 14,837,610 | 6,027,337 | 2,833,153 | (3,194,184) | |

Refer to the attached Explanation of Material Variances Statement for an explanation of the reasons for material variances as per the thresholds adopted.

TOWN OF PORT HEDLAND
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 31 October 2017

NOTE 3. CAPITAL DISPOSALS

| Asset Number | Asset Description | YTD Actual | | | | Adopted Budget | | | |
|-----------------|-------------------|-------------------|----------------|----------------|----------|-------------------|----------------|---------------|----------|
| | | Net Book Value | Proceeds | Profit | (Loss) | Net Book Value | Proceeds | Profit | (Loss) |
| | | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ |
| | Disposals | 0 | 170,486 | 170,486 | 0 | 323,158 | 300,000 | 23,158 | 0 |
| | | 0 | 170,486 | 170,486 | 0 | 0 | 300,000 | 23,158 | 0 |

The Town has received proceeds of \$170,486 for the sale of assets.
The sale has not been processed at the time the report was prepared.

TOWN OF PORT HEDLAND
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 31 October 2017

NOTE 4. CASH AND INVESTMENTS

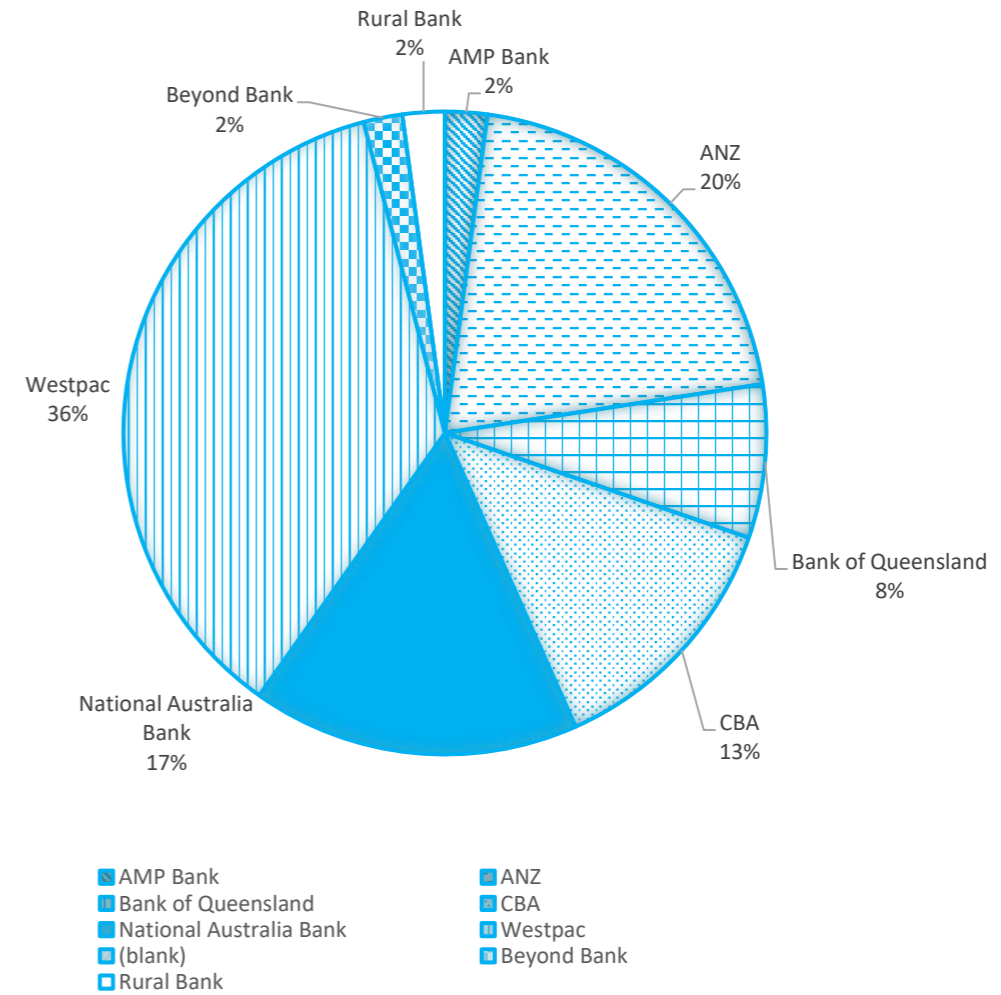
| Bank Accounts | Note | Municipal | Reserves | Trust | Total Amount |
|---|------|------------------|--------------------|----------------|--------------------|
| | | \$ | \$ | \$ | \$ |
| (a) Cash Deposits | | | | | |
| Municipal Account | | 2,111,557 | | | 2,111,557 |
| Other cash | | (2,497) | | | (2,497) |
| At Call | | 5,000,000 | | | 5,000,000 |
| Cash on Hand | | 4,250 | | | 4,250 |
| Trust Fund Bank | | | | 168,634 | |
| (b) Term Deposits | | | | | |
| Cash Restricted: Reserve Fund | 4a | | 1,000 | | 1,000 |
| Funds Invested : Airport Lease Proceeds | 4a | | 166,978,083 | | 166,978,083 |
| Funds Invested : Pooled | 4a | 126,017 | 72,473,983 | | 72,600,000 |
| Total | | 7,239,327 | 239,453,066 | 168,634 | 246,692,393 |

Please refer to Note 4a for further detail

**TOWN OF PORT HEDLAND
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 31 October 2017**

NOTE 4a CASH AND INVESTMENTS

| Bank Accounts | Principial | % of Portfolio | Average Interest |
|-------------------------|--------------------|----------------|------------------|
| | \$ | | |
| AMP Bank | 5,000,000 | 2.04% | 2.63% |
| ANZ | 48,224,000 | 19.70% | 2.50% |
| Bank of Queensland | 18,200,000 | 7.44% | 2.68% |
| CBA | 30,802,494 | 12.59% | 2.57% |
| Intech Bank | 5,000,000 | 2.04% | 2.78% |
| National Australia Bank | 38,814,382 | 15.86% | 2.58% |
| Westpac | 85,193,831 | 34.81% | 2.59% |
| Beyond Bank | 4,600,000 | 1.88% | 2.70% |
| Rural Bank | 5,000,000 | 2.04% | 2.70% |
| ME Bank | 3,900,000 | 1.59% | 2.70% |
| | 244,734,707 | | |



TOWN OF PORT HEDLAND
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 31 October 2017

NOTE 4a CASH AND INVESTMENTS

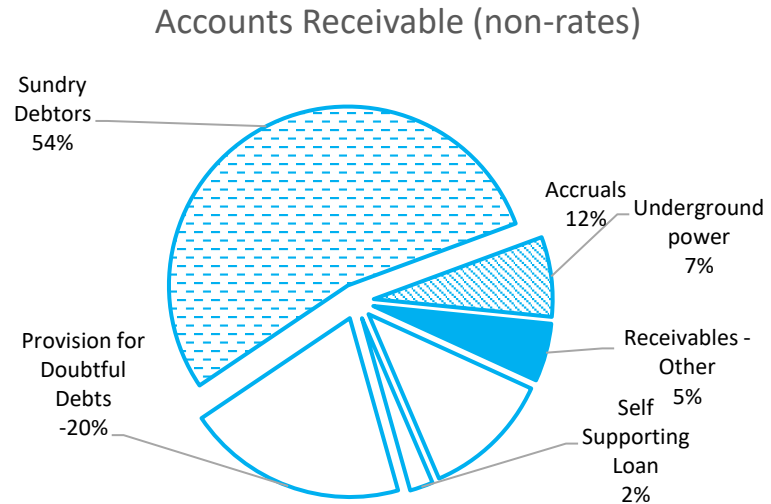
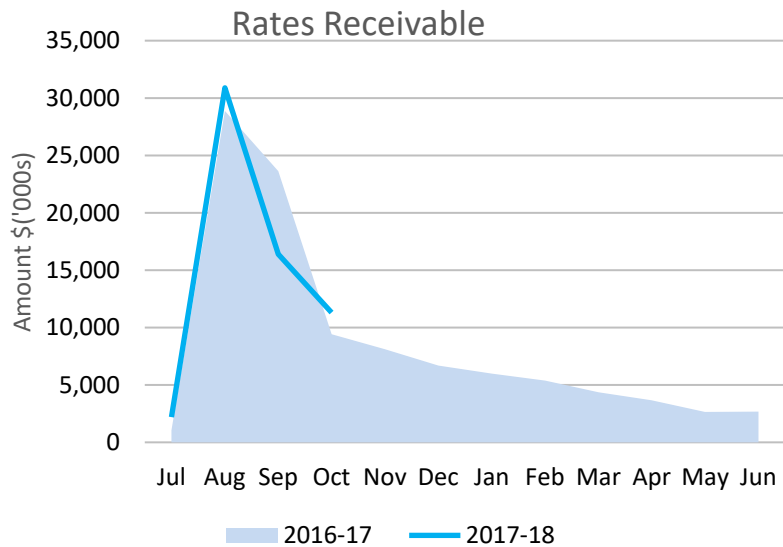
| Bank Accounts | Principal | Credit Rating | Interest Rate | Term | Term to Maturity | Maturity Date | Interest on Maturity | % Portfolio |
|------------------------------|--------------------|---------------|---------------|------|------------------|---------------|----------------------|-------------|
| NAB | 5,000,000 | | 2.00% | | On call | | | 2.04% |
| Bank of Queensland | 1,000,000 | A-2 | 2.70% | 365 | 3 | 03/11/2017 | 27,000 | 0.41% |
| ANZ | 2,000,000 | A1+ | 2.69% | 365 | 4 | 04/11/2017 | 53,800 | 0.82% |
| Beyond Bank | 2,700,000 | A-2 | 2.70% | 264 | 13 | 13/11/2017 | 52,728 | 1.10% |
| National Australia Bank | 2,000,000 | A1+ | 2.78% | 355 | 20 | 20/11/2017 | 54,077 | 0.82% |
| Bank of Queensland | 2,200,000 | A-2 | 2.80% | 350 | 20 | 20/11/2017 | 59,068 | 0.90% |
| Bank of Queensland | 3,000,000 | A-2 | 2.65% | 280 | 35 | 05/12/2017 | 60,986 | 1.23% |
| Intech Bank | 1,000,000 | A-2 | 2.80% | 285 | 49 | 19/12/2017 | 21,863 | 0.41% |
| Rural Bank | 5,000,000 | A-2 | 2.70% | 294 | 50 | 20/12/2017 | 108,740 | 2.04% |
| Intech Bank | 1,000,000 | A-2 | 2.75% | 301 | 71 | 10/01/2018 | 22,678 | 0.41% |
| Intech Bank | 3,000,000 | A-2 | 2.80% | 294 | 85 | 24/01/2018 | 67,660 | 1.23% |
| Beyond Bank | 1,900,000 | A-2 | 2.70% | 293 | 99 | 07/02/2018 | 41,181 | 0.78% |
| AMP Bank | 1,500,000 | A-1 | 2.70% | 279 | 104 | 12/02/2018 | 30,958 | 0.61% |
| ME Bank | 3,900,000 | A-2 | 2.70% | 300 | 114 | 22/02/2018 | 86,548 | 1.59% |
| AMP Bank | 2,000,000 | A-1 | 2.60% | 279 | 114 | 22/02/2018 | 39,748 | 0.82% |
| National Australia Bank | 4,000,000 | A1+ | 2.53% | 283 | 128 | 08/03/2018 | 78,465 | 1.63% |
| National Australia Bank | 2,000,000 | A1+ | 2.49% | 287 | 143 | 23/03/2018 | 39,158 | 0.82% |
| AMP Bank | 1,500,000 | A-1 | 2.60% | 364 | 220 | 08/06/2018 | 38,893 | 0.61% |
| Bank of Queensland | 2,000,000 | A-2 | 2.70% | 310 | 234 | 22/06/2018 | 45,863 | 0.82% |
| Bank of Queensland | 10,000,000 | A-2 | 2.58% | 311 | 248 | 06/07/2018 | 219,830 | 4.09% |
| National Australia Bank | 2,000,000 | A1+ | 2.60% | 301 | 262 | 20/07/2018 | 42,882 | 0.82% |
| National Australia Bank | 2,000,000 | A1+ | 2.60% | 315 | 279 | 06/08/2018 | 44,877 | 0.82% |
| National Australia Bank | 2,000,000 | A1+ | 2.62% | 327 | 293 | 20/08/2018 | 46,945 | 0.82% |
| CBA | 5,000,000 | A1+ | 2.62% | 334 | 307 | 03/09/2018 | 119,874 | 2.04% |
| National Australia Bank | 2,000,000 | A1+ | 2.60% | 343 | 321 | 17/09/2018 | 48,866 | 0.82% |
| Westpac | 4,000,000 | A1+ | 2.58% | 340 | 335 | 01/10/2018 | 96,132 | 1.63% |
| PHIA Westpac | 20,599,831 | A1+ | 2.60% | 183 | 36 | 06/12/2017 | 268,531 | 8.42% |
| PHIA National Australia Bank | 12,703,605 | A1+ | 2.50% | 185 | 41 | 11/12/2017 | 160,970 | 5.19% |
| PHIA National Australia Bank | 5,110,777 | A1+ | 2.50% | 185 | 41 | 11/12/2017 | 64,760 | 2.09% |
| PHIA Westpac | 56,694,000 | A1+ | 2.60% | 185 | 41 | 11/12/2017 | 747,118 | 23.17% |
| PHIA ANZ | 46,224,000 | A1+ | 2.30% | 185 | 41 | 11/12/2017 | 538,858 | 18.89% |
| PHIA CBA | 25,802,494 | A1+ | 2.52% | 181 | 132 | 12/03/2018 | 322,439 | 10.54% |
| Total | 244,734,707 | | | | | | 3,720,704 | |

PHIA Investment of the proceeds from the advance payment of the 50 year lease of the Port Hedland International Airport, as per Council Resolution 201516/257.

TOWN OF PORT HEDLAND
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 31 October 2017

NOTE 5. RECEIVABLES

| Receivables - Rates and Other Rates Receivable | YTD 31 Oct 2017 | 30 June 2017 | Receivables - General | Credit | Current | 30 Days | 60 Days | 90+Days | Total | |
|--|-------------------|------------------|--|---------|-----------|---------|---------|---------|------------------|------------------|
| | \$ | \$ | | \$ | \$ | \$ | \$ | \$ | \$ | |
| Opening Arrears Previous Years | 2,675,895 | 1,083,000 | Receivables - General | (6,426) | 1,121,086 | 572,640 | 135,543 | 848,911 | 2,671,754 | |
| Levied this year | 25,020,674 | 23,948,991 | Balances per Trial Balance | | | | | | | |
| Less Collections to date | (16,652,357) | (22,356,096) | Sundry Debtors | | | | | | 2,671,754 | |
| Equals Current Outstanding | 11,044,213 | 2,675,895 | Underground power | | | | | | 357,832 | |
| | | | Receivables - Other | | | | | | 259,924 | |
| | | | Accruals | | | | | | 582,329 | |
| | | | Self Supporting Loan | | | | | | 104,294 | |
| | | | Provision for Doubtful Debts | | | | | | (988,011) | |
| Net Rates Collectable | 11,044,213 | 2,675,895 | Total Receivables General Outstanding | | | | | | | 2,988,122 |
| % Collected | 60% | 89% | Amounts shown above include GST (where applicable) | | | | | | | |

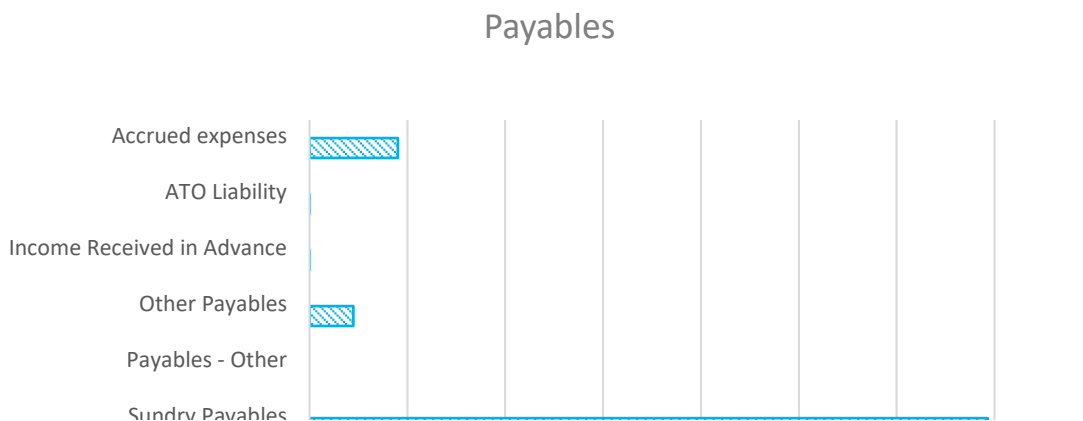
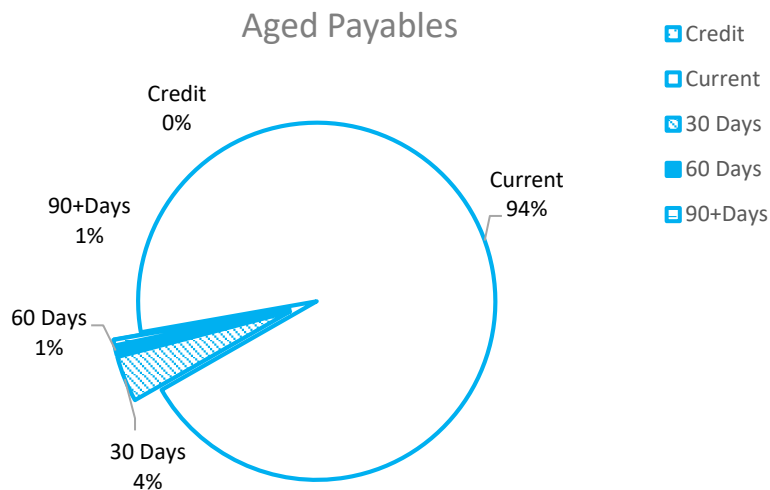


TOWN OF PORT HEDLAND
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 31 October 2017

NOTE 6. PAYABLES

| Payables | Credit | Current | 30 Days | 60 Days | 90+Days | Total |
|-----------------------------------|---------------|----------------|----------------|----------------|-----------------------|------------------|
| | \$ | \$ | \$ | \$ | \$ | \$ |
| Payables - General | 0 | 297,471 | 13,105 | 2,521 | 1,631 | 314,729 |
| Balances per Trial Balance | | | | | | |
| Sundry Payables | | | | | | 346,500 |
| Payables - Other | | | | | | |
| Other Payables | | | | | | 22,338 |
| Income Received in Advance | | | | | | (57,128) |
| ATO Liability | | | | | | (174,806) |
| Accrued expenses | | | | | | 45,165 |
| Total Payables - Other | | | | | | (164,431) |
| | | | | | Total Payables | 182,069 |

Amounts shown above include GST (where applicable)



TOWN OF PORT HEDLAND
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 31 October 2017

NOTE 7. CASH BACKED RESERVES

| Reserves | Opening Balance | Adopted Budget Interest Earned | Actual Interest Earned | Adopted Budget Transfers In (+) | Actual Transfers In (+) | Adopted Budget Transfers Out (-) | Actual Transfers Out (-) | Transfer out Reference | Adopted Budget Closing Balance | Actual YTD Closing Balance |
|---|------------------------|---------------------------------------|-------------------------------|--|--------------------------------|---|---------------------------------|-------------------------------|---------------------------------------|-----------------------------------|
| | \$ | \$ | \$ | \$ | \$ | \$ | \$ | | \$ | \$ |
| Community facilities reserve | 247,246 | 0 | 0 | 0 | 0 | 0 | 0 | | 247,246 | 247,246 |
| Staff housing reserve | 644,557 | 0 | 0 | 0 | 0 | (347,000) | 0 | | 297,557 | 644,557 |
| Leave reserve | 875,612 | 0 | 0 | 0 | 0 | 0 | 0 | | 875,612 | 875,612 |
| Plant replacement reserve | 2,147,636 | 0 | 0 | 612,039 | 0 | (649,318) | 0 | | 2,110,357 | 2,147,636 |
| Unfinalised works reserve | 761,010 | 0 | 0 | 0 | 0 | (759,381) | 0 | | 1,629 | 761,010 |
| Insurance reserve | 123,826 | 0 | 0 | 0 | 0 | (123,826) | 0 | | 0 | 123,826 |
| Developer contributions | 259,481 | 0 | 0 | 0 | 0 | (270,000) | 0 | | (10,519) | 259,481 |
| Car parking reserve | 269,788 | 0 | 0 | 0 | 0 | 0 | 0 | | 269,788 | 269,788 |
| Airport capital work reserve | 15,075,490 | 0 | 0 | 0 | 0 | (10,870,122) | 0 | | 4,205,368 | 15,075,490 |
| Spoilbank development reserve | 37,712,937 | 0 | 0 | 0 | 0 | (3,150,000) | 0 | | 34,562,937 | 37,712,937 |
| GP Housing | 184,728 | 0 | 0 | 0 | 0 | 0 | 0 | | 184,728 | 184,728 |
| Asset management reserve | 2,599,392 | 0 | 0 | 1,582,845 | 0 | (2,698,799) | 0 | | 1,483,438 | 2,599,392 |
| Waste management reserve | 10,540,524 | 0 | 0 | 1,076,443 | 0 | (2,926,412) | 0 | | 8,690,555 | 10,540,524 |
| Strategic reserve | 586,645 | 0 | 0 | 0 | 0 | (87,000) | 0 | | 499,645 | 586,645 |
| Unspent grants and contributions reserve | 1,463,381 | 0 | 0 | 0 | 0 | (1,567,213) | 0 | | (103,831) | 1,463,381 |
| Port Hedland international airport long term lease proceeds reserve | 165,848,844 | 0 | 0 | 4,548,225 | 0 | (1,926,525) | 0 | | 168,470,543 | 165,848,844 |
| Cyclone emergency support reserve | 103,410 | 0 | 0 | 0 | 0 | (103,410) | 0 | | 0 | 103,410 |
| Historical heritage reserve | 8,560 | 0 | 0 | 2,550 | 0 | 0 | 0 | | 11,110 | 8,560 |
| | 239,453,066 | 0 | 0 | 7,822,102 | 0 | (25,479,006) | 0 | | 221,796,162 | 239,453,066 |

TOWN OF PORT HEDLAND
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 31 October 2017

NOTE 8. RATING INFORMATION

| RATE | Rate in | Number of Properties | Rateable Value | YTD Actual | | | | Adopted Budget | | | |
|----------------------------------|-------------------|----------------------------|--------------------|-------------------|------------------|---------------|-------------------|-------------------|-----------------|--------------|-------------------|
| | | | | Rate Revenue | Interim Rates | Back Rates | Total Revenue | Rate Revenue | Interim Rate | Back Rate | Total Revenue |
| Differential Rate | \$ | | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ |
| GRV Residential | 0.0549 | 2,392 | 261,259,140 | 14,339,208 | (61,001) | 0 | 14,278,207 | 14,339,208 | 100,000 | 0 | 14,439,208 |
| Commercial | 0.0419 | 105 | 25,989,627 | 1,088,887 | 0 | 0 | 1,088,887 | 1,088,887 | 0 | 0 | 1,088,887 |
| Industrial | 0.0310 | 357 | 65,675,882 | 2,033,982 | 0 | 0 | 2,033,982 | 2,033,982 | 0 | 0 | 2,033,982 |
| Commercial/Industrial - Vacant | 0.0616 | 47 | 3,998,244 | 246,112 | 0 | 0 | 246,112 | 246,112 | 0 | 0 | 246,112 |
| Mass Accommodation | 0.2600 | 6 | 12,436,000 | 3,233,360 | 0 | 0 | 3,233,360 | 3,233,360 | 0 | 0 | 3,233,360 |
| Tourist Accommodation | 0.1172 | 10 | 7,984,080 | 935,710 | 0 | 0 | 935,710 | 935,710 | 0 | 0 | 935,710 |
| UV Mining | 0.3793 | 306 | 3,050,586 | 1,156,935 | 0 | 0 | 1,156,935 | 1,156,935 | 0 | 0 | 1,156,935 |
| Pastoral | 0.1054 | 10 | 1,300,924 | 137,181 | 0 | 0 | 137,181 | 137,181 | 0 | 0 | 137,181 |
| Other | 0.2100 | 13 | 1,349,000 | 283,290 | 0 | 0 | 283,290 | 283,290 | 0 | 0 | 283,290 |
| Sub-Totals | | 3,246 | 383,043,483 | 23,454,665 | (61,001) | 0 | 23,393,664 | 23,454,665 | 100,000 | 0 | 23,554,665 |
| Minimum Payment | Minimum \$ | | | | | | | | | | |
| GRV Residential | 1,350 | 960 | 15,385,672 | 1,296,000 | 0 | 0 | 1,296,000 | 1,296,000 | 0 | 0 | 1,296,000 |
| Commercial | 2,000 | 57 | 1,682,560 | 114,000 | 0 | 0 | 114,000 | 114,000 | 0 | 0 | 114,000 |
| Industrial | 2,000 | 62 | 2,547,738 | 124,000 | 0 | 0 | 124,000 | 124,000 | 0 | 0 | 124,000 |
| Commercial/Industrial - Vacant | 1,180 | 47 | 448,045 | 55,460 | 0 | 0 | 55,460 | 55,460 | 0 | 0 | 55,460 |
| Mass Accommodation | 2,000 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Tourist Accommodation | 2,000 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| UV Mining | 270 | 65 | 31,323 | 17,550 | 0 | 0 | 17,550 | 17,550 | 0 | 0 | 17,550 |
| Pastoral | 2,000 | 1 | 17,000 | 2,000 | 0 | 0 | 2,000 | 2,000 | 0 | 0 | 2,000 |
| Other | 2,000 | 9 | 4,047 | 18,000 | 0 | 0 | 18,000 | 18,000 | 0 | 0 | 18,000 |
| Sub-Totals | | 1,201 | 20,116,385 | 1,627,010 | 0 | 0 | 1,627,010 | 1,627,010 | 0 | 0 | 1,627,010 |
| Total | | 4,447 | 403,159,868 | 25,081,675 | (61,001) | 0 | 25,020,674 | 25,081,675 | 100,000 | 0 | 25,181,675 |
| Discounts on Rates | | | | | | | 0 | | | | (161,692) |
| Pensioner Gap-Cap | | | | | | | | | | | (16,500) |
| Amount from general rates | | | | | | | 25,020,674 | | | | 25,003,484 |
| Rates Written off | | | | | | | 0 | | | | 0 |
| Total Rates | | | | | | | 25,020,674 | | | | 25,003,484 |

TOWN OF PORT HEDLAND
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 31 October 2017

NOTE 9. INFORMATION ON BORROWINGS

(a) Debenture Repayments

| Particulars | Principal 1-Jul-17 | New Loans | Principal Repayments | | Principal Outstanding | | Interest Repayments | |
|---------------------------------------|-----------------------|--------------|-------------------------|-------------------|--------------------------|-------------------|------------------------|-------------------|
| | | | 2017/18 Actual | 2017/18 Budget | 2017/18 Actual | 2017/18 Budget | 2017/18 Actual | 2017/18 Budget |
| | | | \$ | \$ | \$ | \$ | \$ | \$ |
| Health | | | | | | | | |
| 135 - GP Housing Loan | 1,300,646 | | 27,644 | 55,941 | 1,273,002 | 1,244,705 | 19,330 | 60,867 |
| Education and welfare | | | | | | | | |
| 129 - JD Hardie Upgrade | 1,259,496 | | 26,838 | 59,341 | 1,232,658 | 1,200,155 | 15,091 | 75,315 |
| 136 - JD Hardie Facility Upgrade | 1,252,038 | | 0 | 54,298 | 1,252,038 | 1,197,740 | 0 | 57,348 |
| Housing | | | | | | | | |
| 125 - Staff Housing - Morgans Street | 1,120,848 | | 35,056 | 63,161 | 1,085,792 | 1,057,687 | 12,904 | 74,609 |
| 127 - Staff Housing - Morgans Street | 1,658,998 | | 0 | 87,905 | 1,658,998 | 1,571,093 | 0 | 111,015 |
| 139 - Catamore Court | 1,467,805 | | 0 | 55,440 | 1,467,805 | 1,412,365 | 0 | 75,760 |
| 143 - Catamore Court Additional | 310,723 | | 0 | 31,608 | 310,723 | 279,115 | 0 | 7,748 |
| Community amenities | | | | | | | | |
| 134 - Underground Power | 140,506 | | 69,614 | 140,506 | 70,892 | 0 | 1,620 | 3,879 |
| Recreation and culture | | | | | | | | |
| 130 - Marquee Park | 674,440 | | 83,135 | 31,776 | 591,305 | 642,664 | 16,003 | 40,330 |
| 132 - Marquee Park | 3,714,515 | | | 168,440 | 3,714,515 | 3,546,075 | | 191,728 |
| 133 - Wanangkura Stadium | 6,544,342 | | 146,470 | 296,763 | 6,397,872 | 6,247,579 | 28,283 | 337,791 |
| 137 - Wanangkura Stadium | 2,170,503 | | 0 | 92,658 | 2,170,503 | 2,077,845 | 0 | 103,515 |
| | 21,614,860 | | 388,757 | 1,137,837 | 21,226,103 | 20,477,023 | 93,233 | 1,139,905 |
| Self Supporting Loans | | | | | | | | |
| Law, order & public safety | | | | | | | | |
| 123 - SES Shed | 81,165 | | 19,349 | 39,313 | 61,816 | 41,852 | 604 | 4,546 |
| Recreation and culture | | | | | | | | |
| 126 - Yacht Club | 317,380 | | 15,615 | 32,491 | 301,765 | 284,889 | 9,804 | 19,609 |
| 128 - Yacht Club | 174,598 | | 0 | 15,258 | 174,598 | 159,340 | 0 | 10,094 |
| 138 - South Hedland Bowls/Tennis | 453,587 | | 8,456 | 16,697 | 445,131 | 436,890 | 3,656 | 23,847 |
| | 1,026,730 | - | 43,420 | 103,759 | 983,310 | 922,971 | 14,064 | 58,096 |
| | 22,641,592 | - | 432,176 | 1,241,596 | 22,209,414 | 21,399,994 | 107,296 | 1,198,001 |

Self supporting loans financed by payments from third parties. All other loan repayments were financed by general purpose revenue.

(b) New Debentures - 2017/18

The Town of Port Hedland do not plan any new debentures in 2017/18 financial year.

(c) Unspent Debentures

The Town of Port Hedland had no unspent borrowing funds as at 30 June 2017 nor is it expected to have unspent borrowing funds at 30 June 2018.

TOWN OF PORT HEDLAND
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 31 October 2017

NOTE 10. GRANTS AND CONTRIBUTIONS

| | Grant Provider | Type | Adopted Budget | | YTD Budget | Annual Budget (d) | Post Variations (e) | Expected (d)+(e) | YTD Actual Revenue |
|------------------------------------|--|--|------------------|------------------|------------------|-------------------|---------------------|------------------|--------------------|
| | | | Operating | Capital | | | | | |
| | | | \$ | \$ | \$ | \$ | \$ | \$ | \$ |
| General purpose funding | | | | | | | | | |
| | Grants Commission - General Purpose Grant | Operating | 1,213,712 | | 404,568 | 1,213,712 | 0 | 1,213,712 | 702,189 |
| | Grants Commission - Formula Local Road Grant | Operating | 748,864 | | 462,711 | 748,864 | 0 | 748,864 | 462,711 |
| Law, order, public safety | | | | | | | | | |
| | State Emergency Services Operating Grant | Operating | 35,391 | | 11,796 | 35,391 | 0 | 35,391 | 20,753 |
| | DFES Volunteer Bush Fire Brigade - Revenue | Operating | 10,000 | | 3,332 | 10,000 | 210 | 10,210 | 10,210 |
| | Community Safety and Crime Prevention Revenue | Operating | 83,333 | | 27,776 | 83,333 | 0 | 83,333 | 0 |
| Education and welfare | | | | | | | | | |
| | Pest Control Revenue | Operating | 4,173 | | 1,388 | 4,173 | 1,349 | 5,522 | 5,522 |
| Community amenities | | | | | | | | | |
| | Landfill Projects - Revenue | Operating | 50,000 | | 16,664 | 50,000 | 0 | 50,000 | 0 |
| | Community Contributions: Mia Mia | Operating | 464,845 | | 154,948 | 464,845 | 0 | 464,845 | 0 |
| Recreation and culture | | | | | | | | | |
| | Gratwick Olympic Pool Revenue | Operating | 32,000 | | 10,664 | 32,000 | 0 | 32,000 | 0 |
| | SHAC Aquatic Centre Revenue | Operating | 32,000 | | 10,664 | 32,000 | 0 | 32,000 | 0 |
| | Recreation Administration Revenue | Operating | 7,500 | | 2,500 | 7,500 | 0 | 7,500 | 6,000 |
| | Recreation Club Development Revenue | Operating | 43,000 | | 14,332 | 43,000 | 0 | 43,000 | 40,000 |
| | Recreation Minor Events - Revenue | Operating | 4,000 | | 1,332 | 4,000 | 0 | 4,000 | 0 |
| | Wanangkura Stadium - Contribution : FMG Memberships and YMCA Spin Bike Cont. | Operating | 150,000 | | 50,000 | 150,000 | 0 | 150,000 | (10,000) |
| | Libraries Projects - Revenue | Operating | 75,000 | | 25,000 | 75,000 | 0 | 75,000 | 0 |
| | Libraries - Revenue | Operating | 25,500 | | 8,500 | 25,500 | 0 | 25,500 | (7,187) |
| | Libraries - Childrens Book Week Grant | Operating | 3,980 | | 1,324 | 3,980 | 0 | 3,980 | 0 |
| | Youth Events Revenue | Operating | 7,500 | | 2,500 | 7,500 | 0 | 7,500 | |
| | Community Events Income | Operating | 69,990 | | 23,328 | 69,990 | 0 | 69,990 | 46,573 |
| | North West Festival Income | Operating | 428,000 | | 428,000 | 428,000 | 2,495 | 430,495 | 430,495 |
| | Non-Operating Revenue: SWIMMING AREAS AND BEACHES | Non-operating | 428,000 | 27,000 | 9,000 | 455,000 | 0 | 455,000 | 0 |
| Transport | | | | | | | | | |
| | Non-Operating Revenue: STREETS, ROADS, BRIDGES, DEPOTS | Operating | 0 | | 0 | - | 43,547 | 43,547 | 43,547 |
| | Non-Operating Revenue: STREETS, ROADS, BRIDGES, DEPOTS | Non-operating | | 3,258,644 | 1,086,200 | 3,258,644 | 0 | 3,258,644 | 140,786 |
| | Infrastructure Maintenance Revenue | Operating | 0 | | 0 | - | 4,616 | 4,616 | 4,616 |
| | Infrastructure Construction - MRWA : Direct Grant | Operating | 161,479 | | 94,168 | 161,479 | 0 | 161,479 | 94,168 |
| Economic services | | | | | | | | | |
| | Economic Development Project Revenue | Operating | 0 | | 0 | - | 4,000 | 4,000 | 4,000 |
| Other property and services | | | | | | | | | |
| | Financial Services Revenue | Operating | 0 | | 0 | - | 627 | 627 | 627 |
| | Human Resources Revenue | Operating | 10,500 | | 3,500 | 10,500 | 0 | 10,500 | 6,764 |
| TOTALS | | | 4,088,767 | 3,285,644 | 2,854,195 | 7,374,411 | 56,844 | 7,431,256 | 2,001,774 |
| SUMMARY | | | | | | | | | |
| | Operating | Operating Grants, Subsidies and Contributions | 3,660,767 | 0 | 1,758,995 | 3,660,767 | 0 | 0 | 1,860,987 |
| | Operating - Tied | Tied - Operating Grants, Subsidies and Contributions | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| | Non-operating | Non-operating Grants, Subsidies and Contributions | 428,000 | 3,285,644 | 1,095,200 | 3,713,644 | 0 | 3,713,644 | 140,786 |
| TOTALS | | | 4,088,767 | 3,285,644 | 2,854,195 | 7,374,411 | 0 | 3,713,644 | 2,001,774 |

TOWN OF PORT HEDLAND
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 31 October 2017

NOTE 11. BUDGET AMENDMENTS

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

| COA | Description | Council Resolution | Classification | No Change - (Non Cash Items) Adjust. | Increase in Available Cash | Decrease in Available Cash | Adopted Budget Running Balance |
|-----|---|--------------------|----------------|---|----------------------------------|----------------------------------|---|
| | | | | \$ | \$ | \$ | \$ |
| | Opening Carried Forward Surplus (Deficit) | | | | | | 0 0 0 |
| | Adopted Budget Cash Position as per Council Resolution | | | 0 | 0 | 0 | 0 |

TOWN OF PORT HEDLAND
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 31 October 2017

NOTE 12. TRUST FUND

Funds held at balance date over which the Shire has no control and which are not included in this statement are as follows:

| Description | Opening Balance 1 Jul 17 | Amount Received | Amount Paid | Closing Balance 31 Oct 17 |
|-----------------------------|---|----------------------------|------------------------|--------------------------------------|
| | \$ | \$ | \$ | \$ |
| Grants for Special Projects | 2,200 | 0 | 0 | 2,200 |
| Building Retention | 4,616 | 0 | 0 | 4,616 |
| Staff Bonds | 2,793 | 0 | (200) | 2,593 |
| Nominated Election Bonds | 0 | 1,840 | 0 | 1,840 |
| Ranger Service Bonds | 2,241 | 833 | (1,071) | 2,003 |
| Community Bank | 960 | 0 | 0 | 960 |
| Hall Hire Bonds | 7,350 | 0 | 0 | 7,350 |
| LBII Trailer/ Bus Bonds | 1,502 | 4,660 | (4,660) | 1,502 |
| Sports Grounds | 23,590 | 14,770 | (8,170) | 30,190 |
| Public Open Space | 898 | 0 | 0 | 898 |
| BRB Levy | 85,155 | 16,377 | (46,259) | 55,272 |
| BCITF Levy | 43,398 | 15,399 | (55,331) | 3,466 |
| DAP Levy | 9,672 | 196 | 0 | 9,868 |
| Technical Services Bonds | 3,500 | 0 | 0 | 3,500 |
| Unclaimed Money | 9,981 | 0 | 0 | 9,981 |
| Sundry Receipts | 694 | 0 | 0 | 694 |
| Garden Competition | 4,850 | 0 | 0 | 4,850 |
| Building Bonds | 22,279 | 0 | 0 | 22,279 |
| | 225,679 | 54,075 | (115,691) | 164,063 |

There is an imbalance of \$4,571 to the Trust Bank account.