

DRAFT

Town of Port Hedland

GENERAL PURPOSE FINANCIAL STATEMENTS
for the year ended 30 June 2014

*"a nationally significant, friendly city, where
people want to live and are proud to call
home."*



Town of Port Hedland

General Purpose Financial Statements for the year ended 30 June 2014

Local Government Act 1995

Local Government (Financial Management) Regulations 1996

Statement by Chief Executive Officer

The attached financial report of the Town of Port Hedland being the annual financial report and supporting notes and other information for the financial year ended 30 June 2014 are in my opinion properly drawn up to present fairly the financial position of the Town of Port Hedland at 30 June 2014 and the results of the operations for the financial year then ended in accordance with the *Australian Accounting Standards* and comply with the provisions of the *Local Government Act 1995* and the regulations under that Act.

Signed on the _____ day of _____ 2014

Mal Osborne

CHIEF EXECUTIVE OFFICER

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Town of Port Hedland

Statement of Comprehensive Income (by Nature or Type)
for the year ended 30 June 2014

\$ '000	Notes	2014 Actual	2014 Budget	2013 Actual
Revenue				
Rates	24(a)	22,522	22,558	18,857
Operating Grants, Subsidies & Contributions	30	10,234	9,304	6,074
Fees & Charges	29	36,124	35,593	31,943
Interest Earnings	2(a)	3,297	2,355	2,792
Other Revenue		4,193	1,060	12,193
		<u>76,370</u>	<u>70,870</u>	<u>71,859</u>
Expenses				
Employee Costs	33	(20,605)	(25,711)	(22,552)
Materials & Contracts		(25,114)	(20,980)	(16,517)
Utilities		(3,572)	(5,216)	(3,153)
Depreciation	2(a)	(11,172)	(11,091)	(9,740)
Interest Expenses	2(a)	(1,491)	(1,662)	(1,252)
Insurance		(1,309)	(1,228)	(1,217)
Other Expenditure		(6,048)	(1,778)	(14,828)
		<u>(69,311)</u>	<u>(67,666)</u>	<u>(69,259)</u>
Operating Result from Continuing Operations		<u>7,059</u>	<u>3,204</u>	<u>2,600</u>
Non-Operating Grants, Subsidies & Contributions	30	4,539	29,684	57,569
Profit on Asset Disposals	21	97	17	48
Loss on Asset Disposal	21	(280)	(358)	(156)
		<u>4,356</u>	<u>29,343</u>	<u>57,461</u>
Net Result - Surplus (Deficit)		<u><u>11,415</u></u>	<u><u>32,547</u></u>	<u><u>60,061</u></u>
Other Comprehensive Income				
Changes on revaluation of non-current assets	13	89,410	-	(635)
Total Other Comprehensive Income		<u>89,410</u>	<u>-</u>	<u>(635)</u>
Total Comprehensive Income		<u><u>100,825</u></u>	<u><u>32,547</u></u>	<u><u>59,426</u></u>

Town of Port Hedland

Statement of Comprehensive Income (by Program)
for the year ended 30 June 2014

\$ '000	Notes	2014 Actual	2014 Budget	2013 Actual
Revenue				
	2(a)			
Governance		48	57	103
General Purpose Funding		29,809	27,810	24,391
Law, Order, Public Safety		307	238	252
Health		158	82	81
Education & Welfare		414	409	108
Housing		309	351	259
Community Amenities		14,648	10,941	21,833
Recreation & Culture		3,405	5,266	3,403
Transport		19,087	17,750	17,731
Economic Services		7,163	7,408	3,063
Other Property & Services		1,023	557	633
		<u>76,371</u>	<u>70,869</u>	<u>71,857</u>
Expenses				
	2(a)			
Governance		(1,931)	(1,269)	(2,149)
General Purpose Funding		(589)	(432)	(555)
Law, Order, Public Safety		(1,808)	(1,781)	(3,404)
Health		(709)	(756)	(750)
Education & Welfare		(1,364)	(2,103)	(1,394)
Housing		(3,043)	(2,815)	(1,118)
Community Amenities		(9,799)	(9,621)	(19,858)
Recreation & Culture		(26,577)	(25,565)	(20,629)
Transport		(16,618)	(18,977)	(15,042)
Economic Services		(3,303)	(3,798)	(1,985)
Other Property & Services		(2,080)	1,093	(1,122)
		<u>(67,821)</u>	<u>(66,024)</u>	<u>(68,006)</u>
Finance Costs				
	2(a)			
Governance		(2)	(125)	-
Law, Order, Public Safety		(13)	(13)	(14)
Education & Welfare		(15)	(16)	(31)
Housing		(261)	(260)	(255)
Community Amenities		(93)	(95)	-
Recreation & Culture		(1,026)	(1,033)	(872)
Transport		(78)	(96)	(76)
Economic Services		(3)	-	(4)
Other Property & Services		-	(3)	-
		<u>(1,491)</u>	<u>(1,641)</u>	<u>(1,252)</u>
Non-Operating Grants, Subsidies, Contributions				
Recreation & Culture		1,982	2,271	2,242
Transport		2,557	27,413	21,575
Economic Services		-	-	33,752
	30	<u>4,539</u>	<u>29,684</u>	<u>57,569</u>
Profit/(Loss) on Disposal of Assets				
Housing		(110)	-	-
Community Amenities		(122)	(263)	-
Transport		49	(78)	(107)
	21	<u>(183)</u>	<u>(341)</u>	<u>(107)</u>
Net Result				
		<u>11,415</u>	<u>32,547</u>	<u>60,061</u>
Changes on revaluation of non-current assets	13	89,410	-	(635)
Total Comprehensive Income		<u>100,825</u>	<u>32,547</u>	<u>59,426</u>

This statement should be read in conjunction with the accompanying notes.

Town of Port Hedland

Statement of Financial Position
as at 30 June 2014

\$ '000	Notes	2014 Actual	2013 Actual
ASSETS			
Current Assets			
Cash and Cash Equivalents	3	68,409	76,243
Investments	4	7,000	-
Trade and Other Receivables	5	11,262	32,216
Inventories	6	10	12
Total Current Assets		86,681	108,471
Non-Current Assets			
Trade and Other Receivables	5	1,224	823
Property, Plant and Equipment	7	187,636	101,201
Infrastructure	8	163,633	131,142
Total Non-Current Assets		352,493	233,166
TOTAL ASSETS	19	439,174	341,637
LIABILITIES			
Current Liabilities			
Trade and Other Payables	9	6,058	11,837
Borrowings	10	1,278	1,305
Provisions	11	2,632	2,289
Total Current Liabilities		9,968	15,431
Non-Current Liabilities			
Borrowings	10	27,463	25,359
Provisions	11	225	154
Total Non-Current Liabilities		27,688	25,513
TOTAL LIABILITIES		37,656	40,944
Net Assets		401,518	300,693
EQUITY			
Retained Surplus		244,758	225,916
Reserves - Cash/Investment Backed	12	67,132	74,559
Reserves - Asset Revaluation	13	89,628	218
Total Equity		401,518	300,693

Town of Port Hedland

Statement of Changes in Equity
for the year ended 30 June 2014

\$ '000	Notes	Reserves			Total Equity
		Retained Surplus	Cash / Investment Backed	Asset Revaluation Reserve	
Balance as at 1 July 2012		202,881	37,533	853	241,267
Changes in Accounting Policy	41	-	-	-	-
Correction of Errors	41	-	-	-	-
Restated Balance		202,881	37,533	853	241,267
Net Result		60,061	-	-	60,061
Total OCI / Asset Revaluation	13	-	-	(635)	(635)
Reserve Transfers	12	(37,026)	37,026	-	-
Balance as at 30 June 2013		225,916	74,559	218	300,693
Net Result		11,415	-	-	11,415
Total OCI / Asset Revaluation	13	-	-	89,410	89,410
Reserve Transfers	12	7,427	(7,427)	-	-
Balance as at 30 June 2014		244,758	67,132	89,628	401,518

Town of Port Hedland

Statement of Cash Flows

for the year ended 30 June 2014

\$ '000	Notes	2014 Actual	2014 Budget	2013 Actual
Cash Flows from Operating Activities				
Receipts:				
Rates		22,866	21,881	18,503
Operating Grants, Subsidies and Contributions		10,234	8,373	6,074
Fees and Charges		36,124	32,627	39,256
Interest Earnings		3,297	2,355	2,791
Goods and Services Tax		-	-	5,837
Other Revenue		4,193	1,039	12,193
		<u>76,714</u>	<u>66,275</u>	<u>84,654</u>
Payments:				
Employee Costs		(20,191)	(25,628)	(21,619)
Materials and Contracts		(10,249)	(16,784)	(58,235)
Utilities		(3,572)	(4,955)	(3,153)
Insurance		(1,309)	(1,228)	(1,217)
Interest		(1,491)	(1,662)	(1,229)
Goods and Services Tax		-	-	(8,268)
Other Expenditure		(6,048)	(1,828)	(11,198)
		<u>(42,860)</u>	<u>(52,085)</u>	<u>(104,919)</u>
Net Cash provided (or used in) Operating Activities	14(b)	<u>33,854</u>	<u>14,190</u>	<u>(20,265)</u>
Cash Flows from Investing Activities				
Receipts:				
Non-Operating Grants, Subsidies and Contributions	30	4,539	29,684	37,648
Proceeds from Sale of Assets	21	819	466	354
Payments:				
Payments for Purchase of Property, Plant & Equipment	20	(7,715)	(29,037)	(16,982)
Payments for Construction of Infrastructure	20	(33,976)	(33,111)	(6,786)
Advances to Community Groups		(500)	-	-
Payments for Purchase of Investments		(7,000)	-	-
		<u>(43,833)</u>	<u>(31,998)</u>	<u>14,234</u>
Net Cash provided (or used in) Investing Activities		<u>(43,833)</u>	<u>(31,998)</u>	<u>14,234</u>
Cash Flows from Financing Activities				
Receipts:				
Proceeds from Self Supporting Loans	23(a)	68	197	64
Proceeds from New Debentures	23(b)	3,382	8,174	6,100
Payments:				
Repayment of Debentures	23(a)	(1,305)	(1,426)	(1,009)
		<u>2,145</u>	<u>6,945</u>	<u>5,155</u>
Net Cash provided (or used in) Investing Activities		<u>2,145</u>	<u>6,945</u>	<u>5,155</u>
Net Increase/(Decrease) in Cash & Cash Equivalents		<u>(7,834)</u>	<u>(10,863)</u>	<u>(876)</u>
Cash at the beginning of the year	3	76,243	89,341	77,119
Cash & Cash Equivalents - End of the Year		<u>68,409</u>	<u>78,478</u>	<u>76,243</u>
Additional Information:				
plus: Investments on hand - end of year	4	7,000	-	-
Total Cash, Cash Equivalents & Investments	14(a)	<u>75,409</u>	<u>78,478</u>	<u>76,243</u>

This statement should be read in conjunction with the accompanying notes.

Town of Port Hedland

Rate Setting Statement (by Program)
for the year ended 30 June 2014

\$ '000	Notes	2014 Actual	2014 Budget	2013 Actual
Revenue				
Governance		48	57	103
General Purpose Funding (Excl Rates)		7,287	5,252	5,534
Law, Order, Public Safety		307	238	252
Health		158	82	82
Education and Welfare		414	409	108
Housing		309	351	259
Community Amenities		14,648	10,946	21,833
Recreation and Culture		5,386	7,536	5,645
Transport		21,740	45,175	39,355
Economic Services		7,163	7,408	36,815
Other Property and Services		1,023	557	633
		<u>58,483</u>	<u>78,011</u>	<u>110,619</u>
Expenses				
Governance		(1,934)	(1,394)	(2,149)
General Purpose Funding		(589)	(432)	(555)
Law, Order, Public Safety		(1,821)	(1,794)	(3,419)
Health		(709)	(756)	(750)
Education and Welfare		(1,378)	(2,119)	(1,425)
Housing		(3,414)	(3,075)	(1,373)
Community Amenities		(10,016)	(9,983)	(19,858)
Recreation and Culture		(27,602)	(26,598)	(21,501)
Transport		(16,742)	(19,164)	(15,909)
Economic Services		(3,306)	(3,801)	(1,989)
Other Property and Services		(2,080)	1,093	(1,122)
		<u>(69,591)</u>	<u>(68,023)</u>	<u>(70,050)</u>
Net Result Excluding Rates		<u>(11,108)</u>	<u>9,988</u>	<u>40,569</u>
Adjustment for Cash Budget Requirements:				
Non-Cash Expenditure & Revenue				
(Profit)/Loss on Asset Disposal	21	183	341	108
Movement in Non-Current Deferred Pensioner Rates		13	-	-
Movement in Other Non Current Assets / Liabilities		-	-	50
Movement in Non-Current Employee Benefit Provisions		71	-	(36)
Loss in Revaluation Surplus		-	-	635
Depreciation on Assets	2(a)	11,172	11,091	9,740
Net Non-Cash Expenditure & Revenue		<u>11,439</u>	<u>11,432</u>	<u>10,497</u>
Capital Expenditure				
Purchase Land and Buildings	20	(2,552)	(24,994)	(11,634)
Purchase Infrastructure Assets		(33,976)	(41,389)	(6,786)
Purchase Plant and Equipment	20	(3,808)	(5,552)	(3,179)
Purchase Furniture and Equipment	20	(410)	(20)	(2,169)
Work in Progress	20	(945)	-	-
Advances to Community Groups		(500)	-	-
Repayment of Debentures	23(a)	(1,305)	(1,426)	(982)
Net Capital Expenditure		<u>(43,496)</u>	<u>(73,381)</u>	<u>(24,750)</u>
Capital Revenue				
Proceeds from Disposal of Assets	21	819	466	354
Proceeds from New Debentures	23(b)	3,382	8,175	6,100
Self-Supporting Loan Principal Income	23(a)	68	197	64
Net Capital Revenue		<u>4,269</u>	<u>8,838</u>	<u>6,518</u>

Town of Port Hedland

Rate Setting Statement (by Program) (continued)
for the year ended 30 June 2014

\$ '000	Notes	2014 Actual	2014 Budget	2013 Actual
Transfers				
Transfers to Reserves (Restricted Assets)	12	(33,586)	(41,381)	(83,050)
Transfers from Reserves (Restricted Assets)	12	41,013	58,683	46,024
Transfer (to) / from Unspent Grants		(310)	-	4,025
Transfer (to) / from Unspent Loans		(808)	-	3,229
Transfer (to) / from Restricted Receivables		13,786	-	(19,921)
Net Transfers		20,095	17,302	(49,693)
Surplus/(Deficit) July 1 B/Fwd	24(b)	(2,506)	3,263	(4,436)
Surplus/(Deficit) June 30 C/Fwd	24(b)	1,215	-	(2,438)
Amount Raised from Rates	24(a)	(22,522)	(22,558)	(18,857)

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