



ORDINARY MEETING

19 JUNE 2024

MONTHLY FINANCIAL REPORT

Woorabinda Aboriginal Shire Council Monthly Finance Report - May 2024

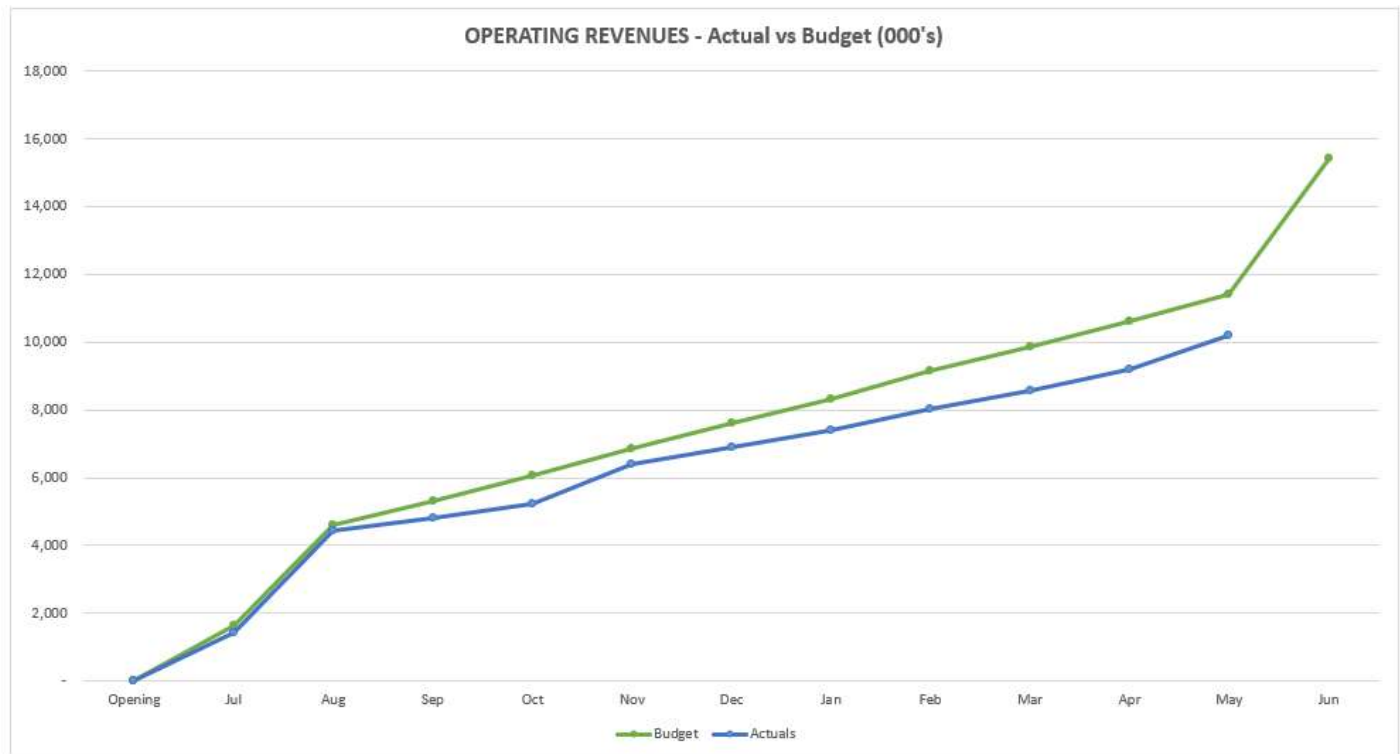
This report is a summary of Council's financial performance for the year up to the 31st May.

Summary

Overall the Council is performing reasonably well, and in line with budget expectations.

Operating revenues are at 66% of the full year budget which, when adjusted for the impacts of the Financial Assistance Grant advance payment, would be 87%. This is in line with the 92% of the year completed (11 months). Expenses are at 85% which is slightly favourable compared to budget.

The following graphs compare actual revenues and expenses against budget:

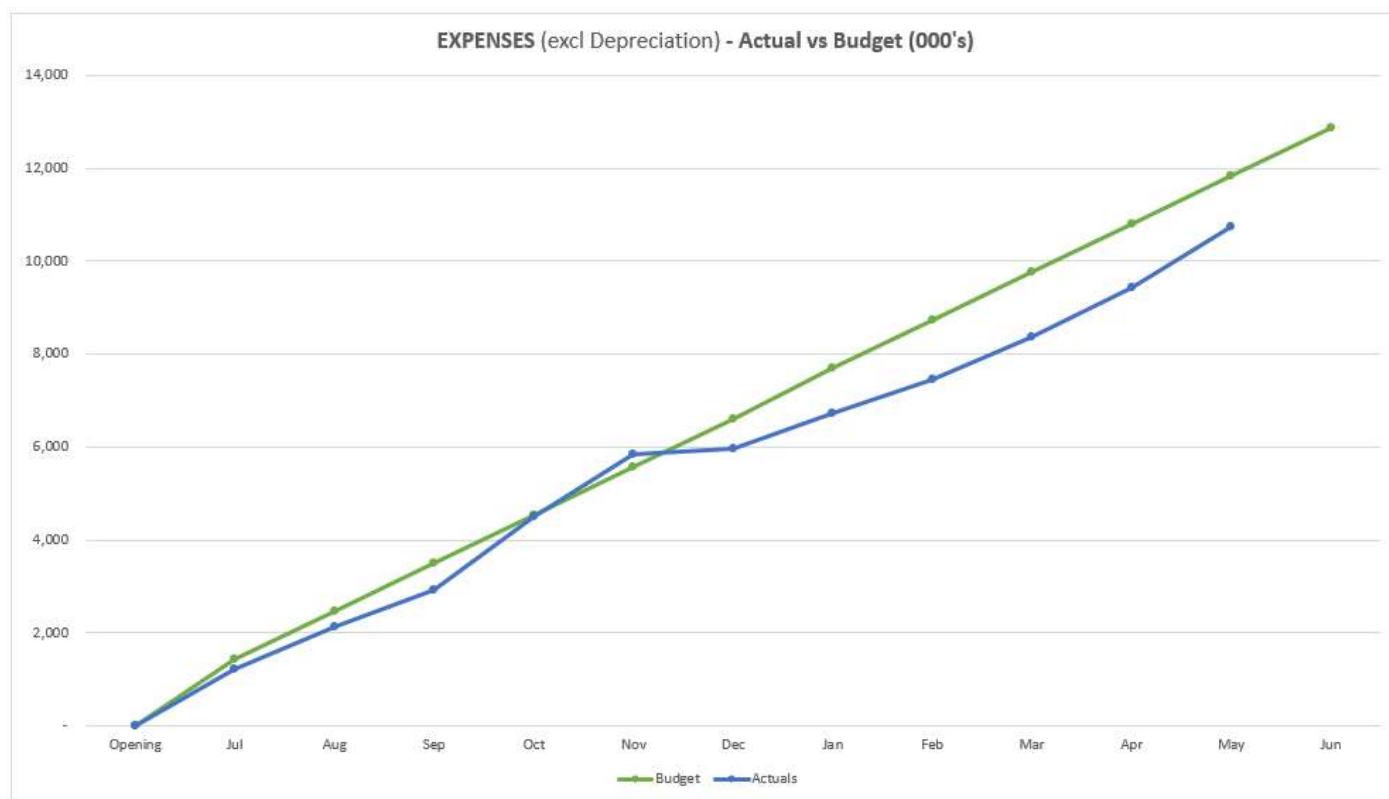


Month	Opening	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun
Budget	-	1,644	4,589	5,321	6,053	6,869	7,601	8,333	9,150	9,881	10,613	11,430	15,412
Actuals	-	1,434	4,448	4,790	5,241	6,379	6,899	7,394	8,045	8,566	9,194	10,198	

The budget is not an equal amount month (prorated) due to some significant revenues being received at set points in the year. The main budget adjustments are:

- \$0.9m housing lease payment from the State Government in July;
- \$2.2m Indigenous Councils Funding Programme grant in August;
- \$3.2m advance payment of the Financial Assistance Grant in June.

While overall operating revenues are slightly below budget, they are expected to increase over the next two months with insurance claims being finalised and additional grant funded programme works being undertaken. This will correspond to an increase in linked expenditure.



Month	Opening	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun
Budget	-	1,438	2,471	3,503	4,535	5,567	6,600	7,712	8,744	9,776	10,809	11,841	12,873
Actuals	-	1,221	2,126	2,920	4,503	5,857	5,959	6,730	7,462	8,385	9,436	10,747	

BAS Works

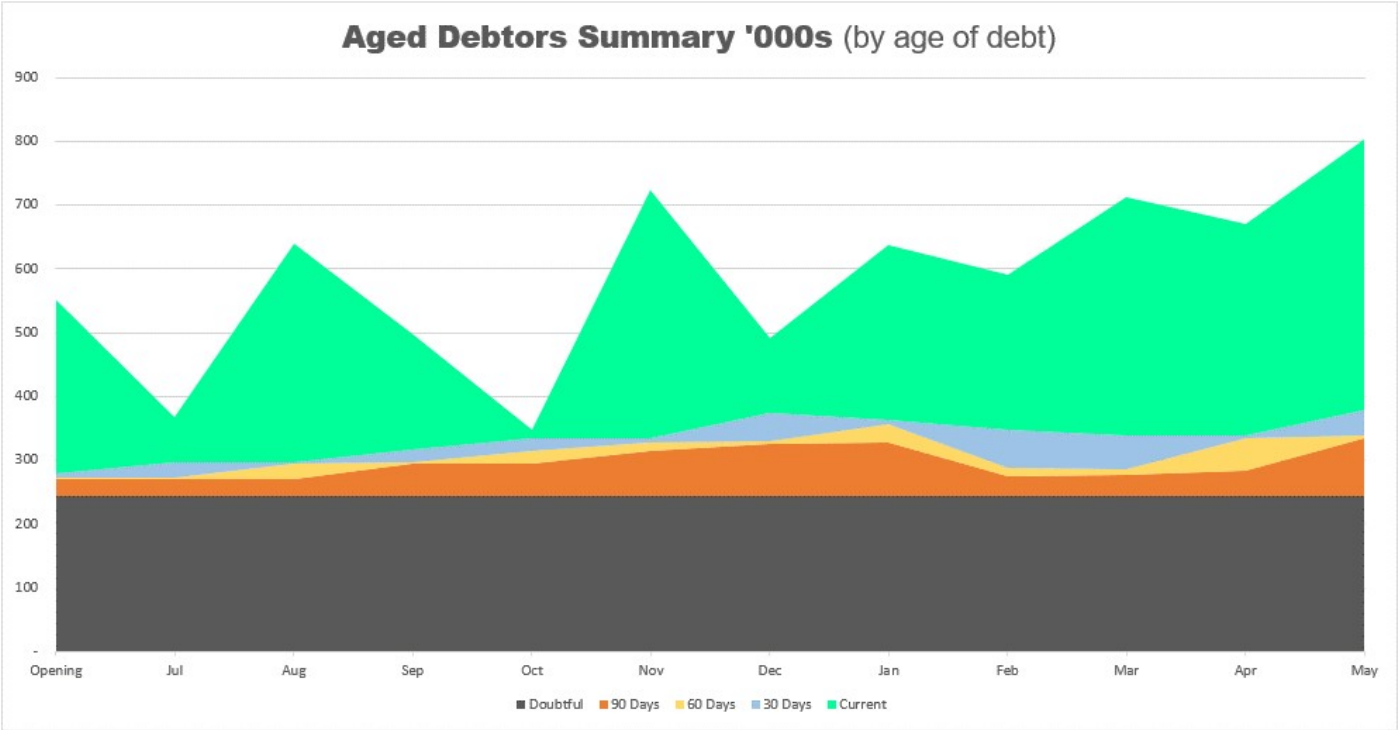
BAS (Building and Assets Services) works are the jobs Council completes on the State Government managed 40 year lease community houses, of which there are 241. This includes minor repairs, complete renovations, end of lease clearouts, and other adhoc projects (such as the recent lawn locker installations).

This function is one of the primary profit centres for Council, with budgeted revenues of \$4.7m and profit of \$1.25m, it effectively funds many other community programmes.

The net result of BAS works to the end of May is a profit of \$750k (\$4.32m revenue less \$3.57m expenses). The profit percentage is 21%. This is due to a slight delay in processing some invoices and we expect to achieve the 25% profit target by the end of June.

Debtors

The following graph is represents the total value of outstanding debtors at the end of each month. The lighter colours are more recently issued invoices while the darker colours are those that Council has had greater difficulty in collecting.



Month	Opening	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun
Doubtful	244	244	244	244	244	244	244	244	244	244	244	244	
90 Days	26	25	25	50	51	70	81	84	30	32	40	89	
60 Days	2	2	26	1	20	13	4	27	14	8	51	5	
30 Days	8	26	1	21	19	6	45	6	60	53	5	41	
Current	272	69	343	180	14	390	116	276	243	375	331	423	

The doubtful debts (amounts Council deems it is unlikely to collect) totals \$244k of which \$159k relates to a single debtor for which a separate report will be presented to Council.

Other Notes

Works commenced in May on the development of the 2024/25 budget with the expectation of adoption by Council in the July meeting.

During June the finance team will be preparing for end of financial year which occurs on the 30th

Woorabinda Aboriginal Shire Council

Income Statement

31st May 2024 (92% completion)

	ACTUAL May	ACTUAL 2023/24	BUDGET 2023/24	YTD Progress %
Income				
Recurrent Revenue				
Rates and Charges	-	-	85,000	0%
Fees and Charges	38,011	483,688	963,000	50%
Rental Income	23,107	1,121,144	1,083,500	103%
Interest Received	15,352	130,116	190,500	68%
Recoverable Works	618,586	4,318,503	4,725,000	91%
Other Income	1,009	124,496	620,000	20%
Grants, Subsidies and Contributions	323,360	4,035,316	7,744,500	52%
Total Income	<u>1,019,425</u>	<u>10,213,263</u>	<u>15,411,500</u>	<u>66%</u>
Expenses				
Recurrent Expenses				
Corporate Governance	(153,880)	(1,377,147)	(1,474,000)	93%
Administration Costs	(106,668)	(1,255,027)	(1,312,000)	96%
Community Services and Childcare	(138,047)	(848,891)	(1,418,500)	60%
Community Health and Safety	(41,368)	(609,694)	(745,000)	82%
Environmental and Waste Management Services	(66,037)	(405,917)	(635,500)	64%
Recoverable Works Costs (BAS)	(609,635)	(3,572,637)	(3,780,000)	95%
Arts and Cultural Services	(8,248)	(70,531)	(472,500)	15%
Business Services	(41,629)	(442,705)	(802,500)	55%
Infrastructure Operations and Maintenance	(91,094)	(1,268,717)	(1,301,500)	97%
Utility Services (Water and Sewerage)	(53,945)	(895,629)	(817,500)	110%
Other Expenses	-	-	(90,000)	0%
Finance Costs	-	-	(23,500)	0%
Depreciation	(202,667)	(2,229,333)	(2,432,000)	92%
Total Expenses	<u>(1,513,219)</u>	<u>(12,976,226)</u>	<u>(15,304,500)</u>	<u>85%</u>
NET OPERATING SURPLUS	<u>(493,794)</u>	<u>(2,762,963)</u>	<u>107,000</u>	
Capital Revenue				
Grants, Subsidies and Contributions	-	1,892,688	7,348,000	26%
Capital Income	-	-	-	0%
Total Capital Income	<u>-</u>	<u>1,892,688</u>	<u>7,348,000</u>	<u>26%</u>
NET RESULT	<u>(493,794)</u>	<u>(870,275)</u>	<u>7,455,000</u>	<u>-12%</u>

Notes:

- **Other Income:** Council is still waiting on the finalisation of an insurance payout originally forecast at \$500,000. The final value is expected to be about \$1.1 million.
- **Operating Grants:** These appear below budget due to the nature of the full annual financial assistance grant now being paid in June each year. That grant is worth about \$3.2 million.
- **Arts and Cultural Services:** This function is significantly below budget due to delays in changes to the Arts Centre agreement with BHP.

Woorabinda Aboriginal Shire Council
Balance Sheet
31st May 2024

	ACTUAL May	ACTUAL 2023/24	BUDGET 2023/24
Current Assets			
Cash and Equivalents	(325,000)	4,140,221	5,280,100
Trade and Other Receivables	(215,571)	733,210	392,000
Inventories	31,191	119,094	43,000
Contract Assets	-	-	-
Lease Assets	-	1,001,400	871,000
Total Current Assets	(509,380)	5,993,925	6,586,100
Non-Current Assets			
Investments	-	766,445	766,200
Lease Assets	-	24,226,684	26,000,000
Property, Plant and Equipment	151,946	53,666,899	58,358,900
Total Non-Current Assets	151,946	78,660,028	85,125,100
Total Assets	(357,434)	84,653,952	91,711,200
Current Liabilities			
Payables	136,361	784,011	220,000
Contract Liabilities	-	2,677,851	1,000,000
Provisions	-	301,803	317,000
Total Current Liabilities	136,361	3,763,665	1,537,000
Non-Current Liabilities			
Provisions	-	2,214,633	2,517,200
Total Non-Current Liabilities	-	2,214,633	2,517,200
Total Liabilities	136,361	5,978,298	4,054,200
Net Community Assets	(493,794)	78,675,654	87,657,000
Community Equity			
Revaluation Surplus	-	29,664,377	29,664,400
Reserves	-	-	-
Retained Surplus	(493,794)	49,011,277	57,992,600
Total Community Equity	(493,794)	78,675,654	87,657,000

Woorabinda Aboriginal Shire Council
Cash Flow Statement
31st May 2024

	ACTUAL May	ACTUAL 2023/24	BUDGET 2023/24	YTD Progress %
Cash Flows from Operating Activities				
Receipts from Customers	874,237	5,512,089	7,041,000	78%
Payments to Suppliers and Employees	(1,108,657)	(10,664,366)	(12,649,400)	84%
	(234,420)	(5,152,277)	(5,608,400)	92%
Interest Received	15,352	130,116	190,500	68%
Rental Income	16,592	54,628	1,083,500	5%
Operating Grants and Contributions	232,451	3,259,294	7,744,500	42%
Borrowing and Other Finance Costs	(361)	(4,303)	-	0%
Net Cash Inflow (Outflow) from Operating Activities	29,613	(1,712,542)	3,410,100	-50%
Cash Flows from Investing Activities				
Payments for Property, Plant and Equipment	(354,613)	(2,723,860)	(8,967,500)	30%
Proceeds from Sale of Property, Plant and Equipment	-	-	-	0%
Capital Grants, Subsidies and Donations	-	1,892,688	7,348,000	26%
Net Cash Inflow (Outflow) from Investing Activities	(354,613)	(831,363)	(1,619,500)	51%
Cash Flows from Financing Activities				
Proceeds from Borrowings	-	-	-	
Repayment of Borrowings	-	-	-	
Net Cash Inflow (Outflow) from Financing Activities	-	-	-	
Net Increase (Decrease) in Cash and Equivalents Held	(325,000)	(2,543,905)	1,790,600	-142%
Cash and Equivalents at Beginning of Year		6,684,126	3,489,500	192%
Cash and Equivalents at End of the Financial Year	(325,000)	4,140,221	5,280,100	78%

Cash Analysis

For the Month Ended 31st May 2024

Cash at Bank	(203,183)
Investments	4,343,404
	4,140,221
less: Long Service Provisions (50%)	(121,709)
less: Annual Leave Provisions	(205,582)
less: Unspent Grant Receipts	(2,800,265)
less: Net Tax Liability	(238,311)
less: Internal Project Commitments / Contracts	(194,114) *
less: Tip Restoration Provisions (50%)	(1,033,719)
less: Working Capital Cash	(1,400,000) ^
plus: Net Trade Debtors	562,209
plus: Grants Earned But Not Yet Claimed	356,914
	(934,355)

UNRESTRICTED CASH

NOTE: Unrestricted cash is negative due to timing issues. It means Council is using its Working Capital Cash until more claims are raised and grants collected.

* This line represents Council's required funding commitments to jointly funded projects that have already commenced.

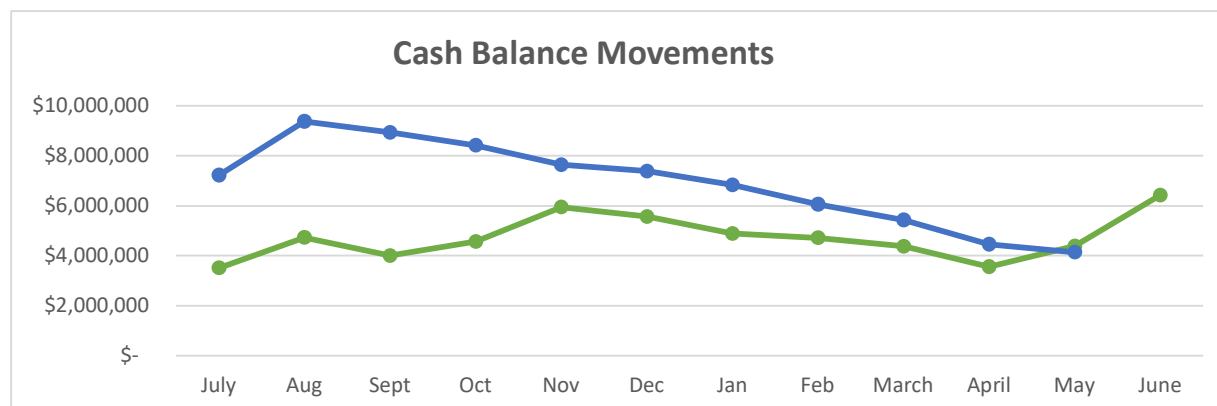
Working capital cash represents approximately four weeks of Council's cash payments (operating and capital) to

^ allow for cash requirements from when work is performed and invoices paid to when the associated claim or grant is received.

Investment Analysis

Investment	Type	Expiry	Rate	Balance	Interest
QTC Cash Fund - May	At Call	N / A	5.10%	4,343,404	15,352.12 #
QTC Cash Fund - April	At Call	N / A	4.71%	4,328,413	14,805.27
QTC Cash Fund - March	At Call	N / A	4.93%	4,313,985	18,057.23

QTC charges an admin fee of 0.15% on funds managed per year. The April interest shown above does not include that cost.



This graph compares current year cash balances (blue line) against the prior year (green line). The current year is higher due primarily to large amounts of grant funds paid in advance, currently \$3.0m (\$563k less than at the start of the year). While the balance has been progressively decreasing since August this is not a concern as it is in line with budget expectations.

The balance is expected to increase significantly with some capital works claimed in June, and a \$3.2m Financial Assistance Grant receipt due late June.

Woorabinda Aboriginal Shire Council
2023/24 - Rev / Exp Budget Summary

	Revenue		Expenses			Net Result		
	Actual	Budget	Actual	Actual (incl Orders)	Budget	Actual	Actual (incl Orders)	Budget
Chief Executive Officer								
Governance	3,824,508	6,898,000	1,031,871	1,056,889	1,012,500	2,792,637	2,767,619	5,885,500
Councillor Costs	-	-	344,576	350,249	465,000	(344,576)	(350,249)	(465,000)
Service Enhancement Programme	-	-	2,800	2,800	-	(2,800)	(2,800)	-
Anglo American Call Option Offset	25,638	90,000	-	-	90,000	25,638	25,638	-
Rookwood Weir Offset Project	22,083	-	13,503	13,503	-	8,580	8,580	-
	3,872,229	6,988,000	1,392,750	1,423,442	1,567,500	2,479,479	2,448,787	5,420,500
Finance Manager								
Corporate Services	68,366	585,000	1,147,441	1,163,437	1,219,000	(1,079,075)	(1,095,071)	(634,000)
Depreciation	-	-	2,229,333	2,229,333	2,432,000	(2,229,333)	(2,229,333)	(2,432,000)
	68,366	585,000	3,376,775	3,392,771	3,651,000	(3,308,409)	(3,324,405)	(3,066,000)
Business and Contracts Manager								
Staff Housing	44,500	49,000	110,311	110,311	93,000	(65,811)	(65,811)	(44,000)
Service Station	326,246	360,000	284,516	285,970	346,500	41,730	40,276	13,500
Centrelink	38,298	85,000	13,101	13,101	86,000	25,198	25,198	(1,000)
Post Office and Mail Contract	114,948	195,000	145,088	145,816	207,000	(30,141)	(30,868)	(12,000)
Child Care (Undoonoo)	709,811	931,000	565,603	570,353	911,500	144,208	139,458	19,500
Blackboy Outstation	14,591	15,000	81,191	81,509	19,000	(66,600)	(66,918)	(4,000)
Containers for Change	-	-	258	258	50,000	(258)	(258)	(50,000)
	1,248,394	1,635,000	1,200,067	1,207,317	1,713,000	48,327	41,077	(78,000)
Community Services Manager								
Community Services Administration	-	-	110,149	110,149	160,000	(110,149)	(110,149)	(160,000)
Community Events and NAIDOC	-	7,000	12,596	12,596	35,000	(12,596)	(12,596)	(28,000)
Rangers Programme	347,439	421,500	319,257	320,464	421,500	28,182	26,975	-
Woorabinda Arts and Cultural Centre	-	359,500	66,252	86,882	349,500	(66,252)	(86,882)	10,000
RADF & Qld Arts Showcase Programme	-	35,000	4,278	6,991	36,000	(4,278)	(6,991)	(1,000)
PCYC Programme	-	-	162,572	162,572	218,000	(162,572)	(162,572)	(218,000)
Sport and Recreation Programme	122,943	157,000	193,649	201,860	189,000	(70,706)	(78,917)	(32,000)
Indigenous Knowledge Centre	22,925	10,000	69,496	69,650	80,000	(46,571)	(46,725)	(70,000)
Community Gardening Project	-	-	40,242	40,242	5,000	(40,242)	(40,242)	(5,000)
Public Health	203,876	190,000	124,980	125,298	190,000	78,895	78,577	-
Justice Group (incl DFV)	-	260,000	17,617	18,013	260,000	(17,617)	(18,013)	-
Community Safety (incl Night Patrol)	-	9,500	9,465	9,465	95,500	(9,465)	(9,465)	(86,000)
	697,182	1,449,500	1,130,554	1,164,183	2,039,500	(433,372)	(467,001)	(590,000)

	Revenue		Expenses			Net Result		
	Actual	Budget	Actual	Actual (incl Orders)	Budget	Actual	Actual (incl Orders)	Budget
Building Services Manager								
Do and Charge	2,632,248	2,200,000	2,079,694	2,081,512	1,760,000	552,554	550,736	440,000
Vacates	309,138	500,000	199,038	199,038	400,000	110,100	110,100	100,000
High Cost Upgrades	1,306,287	-	282,331	341,422	-	1,023,957	964,866	-
Quoted Works	43,012	2,000,000	761,173	808,914	1,600,000	(718,161)	(765,902)	400,000
Tenders	-	-	164,217	164,217	-	(164,217)	(164,217)	-
BAS Administration	-	-	80,991	80,991	-	(80,991)	(80,991)	-
	4,290,686	4,700,000	3,486,454	3,595,104	3,760,000	804,232	695,582	940,000
Town Services Manager								
Infrastructure Services	3,418	-	612,354	615,049	727,000	(608,936)	(611,631)	(727,000)
Workshop	-	-	211,515	212,440	163,000	(211,515)	(212,440)	(163,000)
Community Bus Service	-	-	56,981	57,255	73,500	(56,981)	(57,255)	(73,500)
Disaster Management and SES	5,170	14,000	9,219	10,359	14,000	(4,049)	(5,189)	-
Parks and Gardens	-	-	657,821	663,981	574,500	(657,821)	(663,981)	(574,500)
Private Works	27,817	25,000	5,192	5,192	20,000	22,626	22,626	5,000
Waste Management	-	-	68,447	82,314	184,000	(68,447)	(82,314)	(184,000)
Water	-	15,000	498,532	519,722	628,000	(498,532)	(519,722)	(613,000)
Sewerage	-	-	188,576	191,507	189,500	(188,576)	(191,507)	(189,500)
	36,406	54,000	2,308,635	2,357,818	2,573,500	(2,272,230)	(2,321,413)	(2,519,500)
NET RESULT (excl Capital)	10,213,263	15,411,500	12,895,235	13,140,635	15,304,500	(2,681,972)	(2,927,372)	107,000
Capital Grants and Other Income								
Capital Grants	1,892,688	7,348,000	-	-	-	1,892,688	1,892,688	7,348,000
Other Capital Income	-	-	-	-	-	-	-	-
	12,105,951	22,759,500	12,895,235	13,140,635	15,304,500	(789,284)	(1,034,684)	7,455,000