

ITEM 15 - ATTACHMENTS TO JANUARY 2022 BUSINESS PAPER

15. CHIEF EXECUTIVE OFFICER'S REPORT

NIL

15. DIRECTOR CORPORATE SERVICES REPORT

8.2.1 FINANCIAL STATEMENTS PROVIDED BY FINANCE MANAGER – MARILOU MCKAY

15. DIRECTOR ENGINEERING SERVICES REPORT

NIL

15. DIRECTOR ENVIRONMENT & COMMUNITY DEVELOPMENT REPORT

NIL

15. CORRESPONDENCE

NIL

15. GENERAL BUSINESS

NIL

15. CHIEF EXECUTIVE OFFICER'S CONFIDENTIAL REPORT

NIL

15. FINANCIAL SERVICES CONFIDENTIAL REPORT

NIL

15. ACTING DIRECTOR ENGINEERING SERVICES CONFIDENTIAL REPORT

NIL

15. DIRECTOR ENVIRONMENT & COMMUNITY DEVELOPMENT CONFIDENTIAL REPORT

NIL



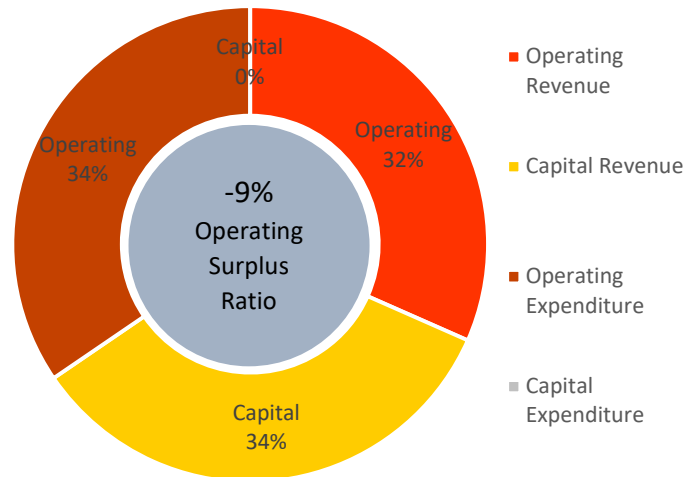
Doomadgee Aboriginal Shire Council
Summary Statement & Analysis of Financials as at 31st December 2021

This document serves to provide a concise summary and explanation of the financial reports for December.

Financial Statements Summary

Statement of Comprehensive Income Summary

	Year to Date Dec 2021	Year to Date Nov 2021
Operating Revenue	\$5,445,970	\$5,231,425
Capital Revenue	\$5,8823,454	\$3,734,569
Operating Expenditure	\$5,943,378	\$4,931,598
Capital Expenditure	\$0	\$0
Total Comp Income	\$5,326,047	\$4,034,397



The comprehensive income statement summary displays a comprehensive summary comparing the last two months. Operating Revenue received are the funds available for running the Council.

Capital Revenue, received are the funds for capital projects.

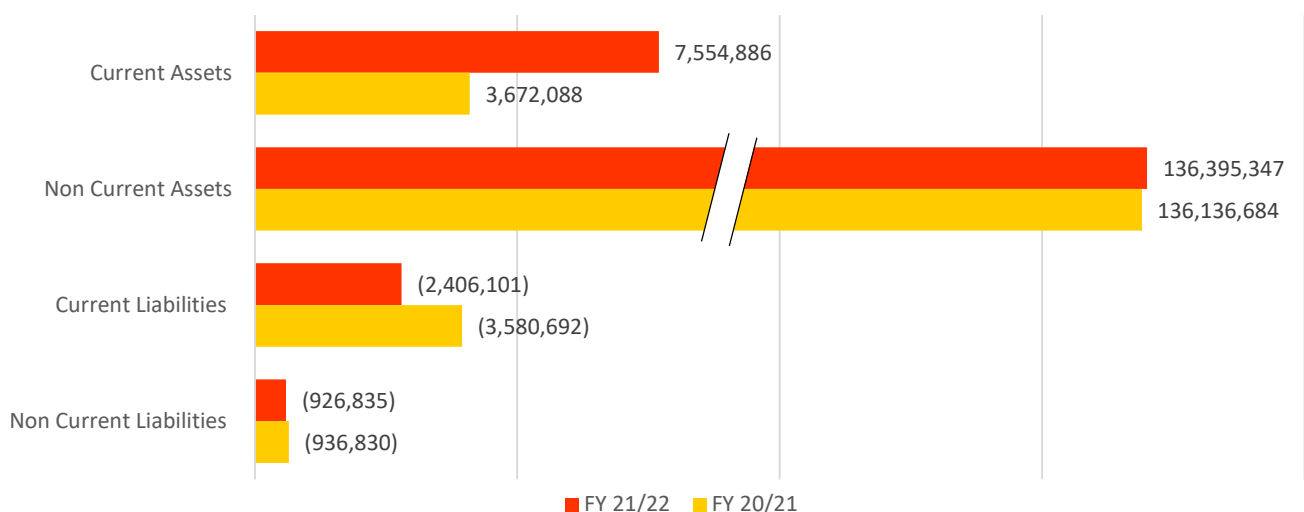
Capital Expenditure is for recording the loss of the sale of an asset.

The Total Comprehensive Income displays the profit or (loss) the Council has made for the month.

Council has a net result of \$5,326,047 for the month of December which is an increase from November of \$1,291,650 or 32%. Council has an operating surplus ratio of -9% for December which is within the recommended Department of Local Government, Racing and Multicultural Affairs target range of 0 -10 %.

Statement of Financial Position Summary

	December 2021	June 2021
Current Assets	7,554,886	\$3,672,088
Non-Current Assets	136,395,347	\$136,136,684
Current Liabilities	2,406,101	\$3,580,692
Non-Current Liabilities	926,835	\$936,830

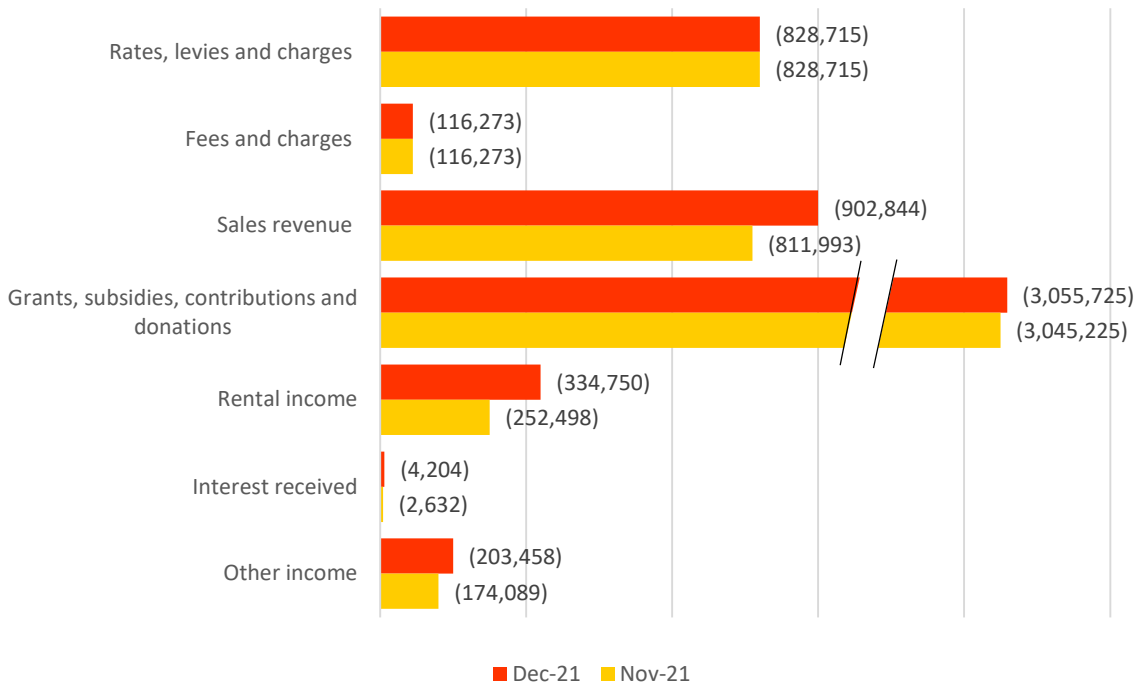




Doomadgee Aboriginal Shire Council
Summary Statement & Analysis of Financials as at 31st December 2021

The Statement of Financial Position graph illustrates the comparison from June 2021 to the current month to date. Current Assets have increased due to an increase in the Cash & Cash Equivalents. The Non-Current Assets have increased due to the net depreciation cost and WIP total. The Current Liabilities have decreased due to the payment of creditor invoices, and Non-Current Liabilities have increased from the payment of long service leave.

Monthly Income Summary Comparison



The Monthly Income Summary Comparison chart illustrates Council’s operational income changes between December and November.

For the month of December, operational income has increased by:

- Sales revenue which is mainly from the Guest House & Contractors Camp has a year-to date total of \$902,844. The Sales Revenue for December is \$90,851.
- Grants, subsidies, contributions, and donations has a year-to-date total of \$3,055,725. The grants received in December are the Trachoma Face Wash \$3,500 and Community Events donations of \$7,000 which is a total increase of \$10,500.
- Rental income is made up of commercial rent, DOGIT rent and staff rental, which has a year-to-date total of \$334,750. The funds received for December are made up of Commercial Rental income of \$70,755, Staff Housing Rental Income \$720 and DOGIT of \$10,777.
- Interest received has a year-to-date total of \$4,204. Interest received for December are QTC Investment \$1,473, QTC Sports \$2.00 and Lease account of \$97.00
- Other income is the income from Doomadgee Office, Engineering, Workshop, Fuel Tax Credits, QBuild and Private Works, which has a year-to-date total of \$203,458.



Doomadgee Aboriginal Shire Council
Summary Statement & Analysis of Financials as at 31st December 2021

Operating Income vs Budget to Date

	Total Budget	Budget to Date	YTD Actual	Variance
Rates, Levies and Charges	\$772,467	386,234	828,715	115%
Fees and Charges	\$294,721	147,361	116,273	21%
Sales Revenue	\$867,837	433,919	902,844	108%
Grants, Subsidies, Contributions & Donations	\$4,675,651	2,337,826	3,055,725	31%
Rental Income	\$1,311,703	655,852	334,750	49%
Interest Received	\$11,275	5,638	4,204	25%
Other Income	\$1,085,492	542,746	203,458	63%

Variance in % is over budget and variance in % is under budget.

Rates, Levies and Charges

Service charges are well over budget due to the entire year's fees being raised at the beginning of the year. The budget to date figure is the total budget divided by twelve. It is expected that the rates, levies, and charges will remain overbudget until the end of the financial year.

Fees and Charges

December fees and charges are under budget by 21%.

Sales Revenue

This is over budget by 108%, income figures for December are as follows:

- The Guest House and Contractors Camp make up \$468,914 of the year to date actual.
- Batching Plant is \$204,570 of the year to date actual.
- QBuild and Private Works is \$212,440 of the year to date actual.
- Post Office is \$1,695 of the year to date actual.
- Council Workshop is \$955 of the year to date actual.

Grants, Subsidies, Contributions & Donations

Grants, subsidies, contributions & donations are over budget by 31%. Grants received are:

- FAG
- FAG IRG
- SGFA
- PCYC
- Youth Hub
- Remote Broadcasting
- Trachoma Face Wash
- Local Thriving Community
- First Start Program
- SES
- Animal Environment
- First Start Program
- IEDG
- GCBF Gambling Benefit
- Grant Pool Income

Rental Income

The Rental Income is under budget by 49%. Figures year to date for December are:

- Commercial rental income \$263,698.
- Staff housing rental income \$4,680.
- Community Housing DOGIT \$66,372.

Interest Received

Interest received is currently 25% under budget.

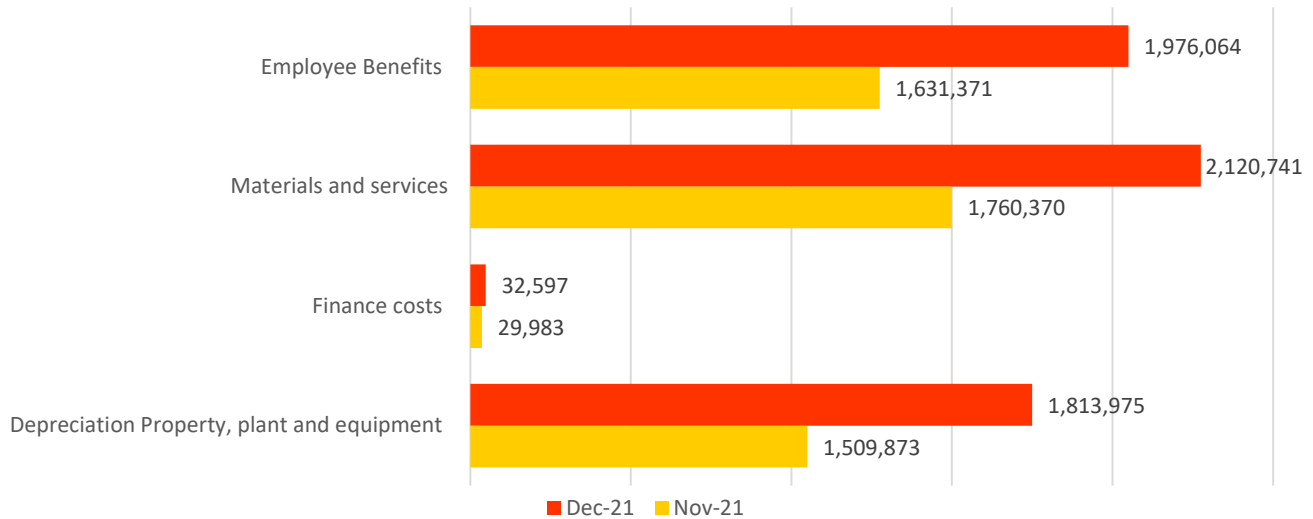


Doomadgee Aboriginal Shire Council
Summary Statement & Analysis of Financials as at 31st December 2021

Other Income

Other income is currently under budget by 63% which is due to My Pathway Joint Venture outstanding payment of \$735,880. The December year to date total is \$203,458.

Year to Date up to December – Monthly Operational Expenditure Summary Comparison



The Year-to-Date Expenditure Summary Comparison chart shows the expenditure year to date for December compared to the expenses of November.

Material and services expenses (>10,000) for December are listed below:

- Service Contracts & Contractors \$1,615,420.
- Insurance Premiums \$694,951.
- Materials \$458,165.
- IT Expenses \$167,154.02
- Professional Consultancy Expenses \$142,731.8
- Subscriptions, Permits or Licenses \$135,663.34
- Electricity \$103,673.66
- Audit Services \$93,499.16
- Security \$93,179.13
- External Labour Hire \$92,890.27
- Maintenance - Plant & Equip \$84,603.95
- Freight & Postage \$75,460.18
- Plant - Fuel, Oil & Gas \$65,608.05
- Telephone & Communications \$44,861.02
- Legal Fees \$34,291.16
- Maintenance - Building \$27,027.69
- Travel & Accommodation \$25,327.51
- Chemicals \$25,272.72
- Uniforms & PPE Equipment \$17,225.05
- Other Expenses \$16,541.3
- Administration Supplies & Consumables \$15,995.31
- Registration - Plant & Equip \$15,480.54
- Food Purchases \$14,769.87
- Rent Expenses \$14,044.33



Doomadgee Aboriginal Shire Council
Summary Statement & Analysis of Financials as at 31st December 2021

Operating Expenditure vs Budget to Date

	Total Budget	Budget to Date	YTD Actual	Variance
Employee Benefits	\$5,556,224	\$2,778,112	\$1,976,064	29%
Materials and Services	\$3,434,076	\$1,717,038	\$2,120,741	24%
Finance Costs	\$5,581	\$2,791	\$32,597	1068%
Depreciation Property Plant and Equipment	\$3,314,139	\$1,657,070	\$1,813,975	9%

Variance in % is overbudget and variance in % is under budget.

Employee Benefits

Employee Benefits are currently under budget by 29% and in line with what is expected based upon the year-to-date budget.

Materials and Services

Materials and services are currently over budget by 24% which includes the labor overheads, plant recovery and the materials and services cost.

Finance Costs

Finance costs are over budget by 1068% which is due to the interest charges for Industrial Special Risks Insurance (ISR).

Depreciation Property Plant and Equipment

Depreciation is overbudget by 9%.

Work In Progress Summary

Work In Progress	December 2021	November 2021
Capital Income	\$3,734,569	\$3,734,569
Work in progress B/F	\$6,434,599	\$6,434,599
Work in progress additions	\$2,072,638	\$1,838,436
YTD work in progress	\$8,507,237	\$8,273,035

The work in progress balance as of the end of December is \$8,507,237 which includes WIP additions of \$2,072,638 which is the year-to-date total for December, the increase of WIP expenditure from November is \$234,202.



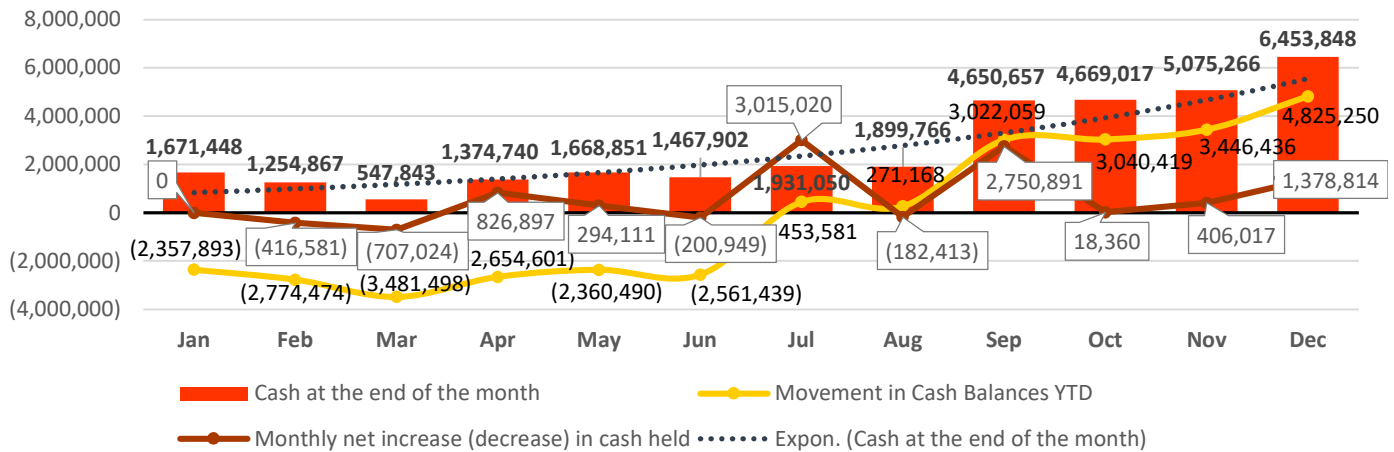
Doomadgee Aboriginal Shire Council
Summary Statement & Analysis of Financials as at 31st December 2021

Statement of Cash Flow Summary

Cash Flow Comparison	December 2021	November 2021
Cash and cash equivalent held at the beginning of the financial year	\$1,628,598	\$1,628,598
Cash and cash equivalents at the end of the month	\$6,453,848	\$5,075,266
Net increase (decrease) in cash and cash equivalent held	\$4,825,250	\$3,446,668

The cash equivalent total includes all banks and petty cash.

YTD Cash Flow Analysis



For the month of December there is a monthly increase from November of \$1,378,582. This is mainly due to the receipt of the DHPW grant income for the nine new community houses of \$2,088,885. The graph illustrates that Council’s Movement in Cash Balances year to date have steadily increased in the new financial year.



Doomadgee Aboriginal Shire Council
Summary Statement & Analysis of Financials as at 31st December 2021

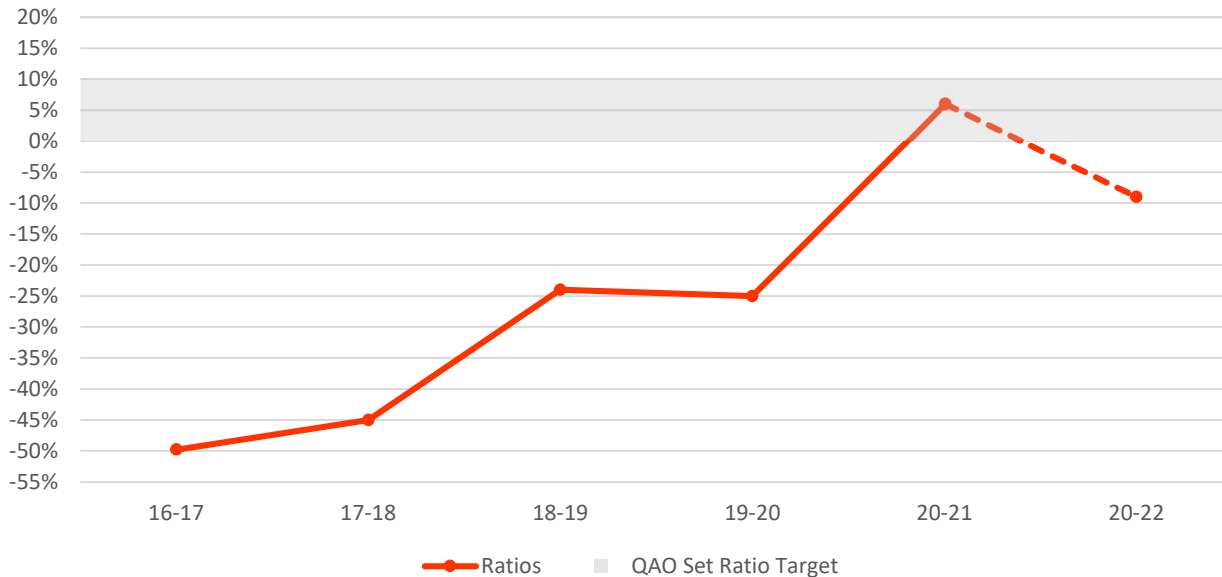
Key Performance Indicators

Assist by providing an overview into Council’s tracking against the Department of Local Government, Racing and Multicultural Affairs set targets.

Sustainability Ratios	How the measure is calculated	Council	Target	Achieved
Operating Surplus Ratio	Net result (excluding Capital items) divided by total Operating Revenue (excluding Capital items)	-9%	Between 0% and 10%	✘
Assets Sustainability Ratio	Capital Expenditure on the replacement of Assets (renewals) divided by depreciation expense	0%	Greater than 90%	✘
Net Financial Liabilities Ratio	Total Liabilities less Current Assets divided by total Operating Revenue (excluding Capital items)	-78%	Not greater than 60%	✔
Operating Cash Ratio	Operating Result plus Depreciation and Amortisation plus Finance Costs charged by QTC Divided by Operating Revenue	25%	Greater than 0%	✔

Operating Surplus Ratio - is an indicator of the extent that revenue raised covers operational expenses only or are available for capital or other funding purposes. The operating surplus ratio target is between 0 - 10%, Council’s ratio is within this range for December at -9%.

Annual Operating Surplus Ratio Trend



Asset Sustainability Ratio – approximates the extent to which the infrastructure assets managed by Council are being replaced as they reach the end of their useful lives. Target ratio should be greater than 0%.

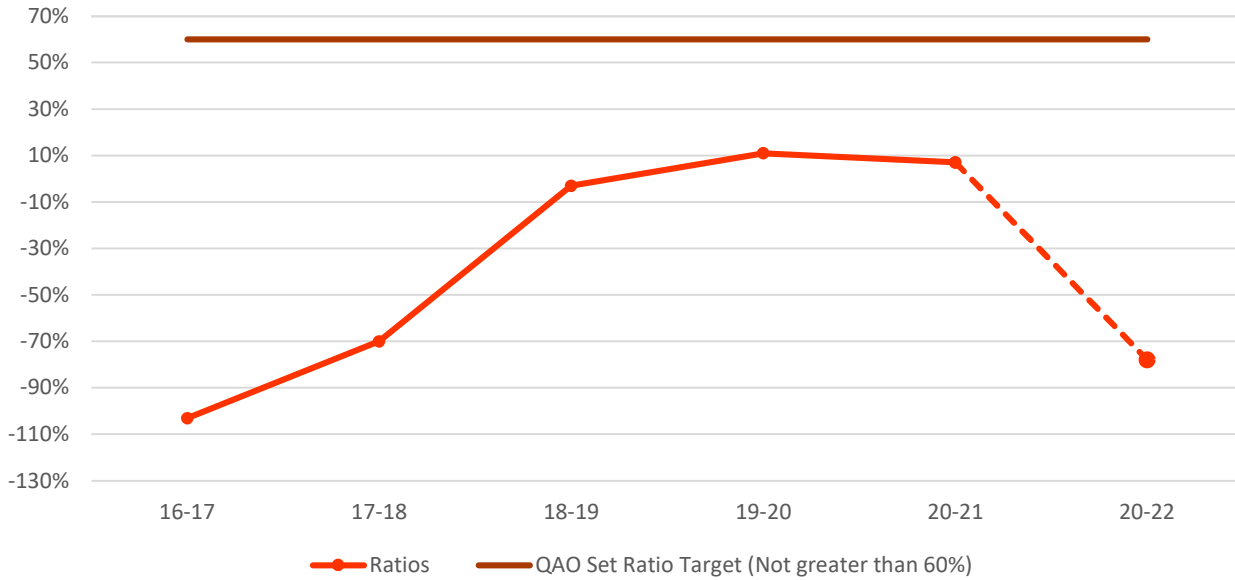
(Asset renewals have not been recorded yet).



Doomadgee Aboriginal Shire Council
Summary Statement & Analysis of Financials as at 31st December 2021

Net Financial Liabilities Ratio – is an indicator of the extent to which the net (Assets – Liabilities) financial liabilities of Council can be serviced by its operating revenues. Target ratio should not be greater than 60%, Council’s ratio is well above the Department of Local Government, Racing and Multicultural Affairs target range for December at -78% this demonstrates that Council can easily cover the financial liabilities.

Net Liabilities Ratio Trend



Operational Profit and Loss

Operational Profit & Loss	December 2021	November 2021
Operating Income	\$5,445,970	\$5,231,425
Operating Expenditure	\$5,943,378	\$4,931,598
Profit/ (loss)	(\$497,408)	\$299,827

The total operational revenue for December is \$5,445,970 resulting in an operational loss of (\$497,408) for December.

Operating Cash Ratio - Is an indicator of Council’s ability to cover its core operational expenses (not including depreciation, amortisation, and financing costs). The target ratio should be greater than 0%, Council’s ratio is well above the target range for December at 25%. Council is heavily dependent on grant funding and should find other sources of income and/or reduce expenditure.

Doomadgee Aboriginal Shire Council
Statement of Comprehensive Income
As at 31 December 2021

Note	Total Budget \$	Budget to Date December 2021 \$	YTD Actual \$	Budget to Date Variance %
Income				
Revenue				
Recurrent revenue				
Rates, levies and charges	772,467	386,234	828,715	115%
Fees and charges	294,721	147,361	116,273	21%
Sales revenue	867,837	433,919	902,844	108%
Grants, subsidies, contributions and donations	4,675,651	2,337,826	3,055,725	31%
	<u>6,610,676</u>	<u>3,305,338</u>	<u>4,903,557</u>	<u>48%</u>
Capital revenue				
Grants, subsidies, contributions and donations	10,389,594	5,194,797	5,823,454	12%
Total capital revenue	<u>10,389,594</u>	<u>5,194,797</u>	<u>5,823,454</u>	<u>12%</u>
Rental income	1,311,703	655,852	334,750	49%
Interest received	11,275	5,638	4,204	25%
Other income	1,085,492	542,746	203,458	63%
Other capital income	(0)	(0)	(0)	
Total income	<u>19,408,740</u>	<u>9,704,370</u>	<u>11,269,425</u>	<u>16%</u>
Expenses				
Recurrent expenses				
Employee Benefits	(5,556,224)	(2,778,112)	(1,976,064)	29%
Materials and services	(3,434,076)	(1,717,038)	(2,120,741)	24%
Finance costs	(5,581)	(2,791)	(32,597)	1068%
Depreciation and amortisation				
Property, plant and equipment	(3,314,139)	(1,657,070)	(1,813,975)	9%
	<u>(12,310,020)</u>	<u>(5,129,175)</u>	<u>(5,943,378)</u>	<u>16%</u>
Capital expenses	(0)	(0)	(0)	
Total expenses	<u>(12,310,020)</u>	<u>(6,155,010)</u>	<u>(5,943,378)</u>	<u>3%</u>
Net result	<u>7,098,720</u>	<u>3,549,360</u>	<u>5,326,047</u>	<u>50%</u>
Other comprehensive income				
increase/ (decrease) in asset revaluation surplus	(0)	(0)	(3)	
Total comprehensive income / (loss)	<u>7,098,720</u>	<u>3,549,360</u>	<u>5,326,044</u>	<u>50%</u>
Variance in % Is overbudget				
Variance in % underbudget				

Doomadgee Aboriginal Shire Council
Statement of Comprehensive Income
As at 31 December 2021

Note	Total Budget	Budget to Date	November 2021	December 2021	Monthly Variance
	\$	November 2021	Actual	Actual	%
	\$	\$	\$	\$	%
Income					
Revenue					
Recurrent revenue					
Rates, levies and charges	772,467	386,234	828,715	828,715	0%
Fees and charges	294,721	147,361	116,273	116,273	0%
Sales revenue	867,837	433,919	811,993	902,844	10%
Grants, subsidies, contributions and donations	4,675,651	2,337,826	3,045,225	3,055,725	0%
	<u>6,610,676</u>	<u>3,305,338</u>	<u>4,802,206</u>	<u>4,903,557</u>	<u>2%</u>
Capital revenue					
Grants, subsidies, contributions and donations	10,389,594	5,194,797	3,734,569	5,823,454	36%
Total capital revenue	<u>10,389,594</u>	<u>5,194,797</u>	<u>3,734,569</u>	<u>5,823,454</u>	<u>36%</u>
Rental income	1,311,703	655,852	252,498	334,750	25%
Interest received	11,275	5,638	2,632	4,204	37%
Other income	1,085,492	542,746	174,089	203,458	14%
Other capital income	(0)	(0)	(0)	(0)	
Total income	<u>19,408,740</u>	<u>9,704,370</u>	<u>8,965,995</u>	<u>11,269,425</u>	<u>20%</u>
Expenses					
Recurrent expenses					
Employee Benefits	(5,556,224)	(2,778,112)	(1,631,371)	(1,976,064)	17%
Materials and services	(3,434,076)	(1,717,038)	(1,760,370)	(2,120,741)	17%
Finance costs	(5,581)	(2,791)	(29,983)	(32,597)	8%
Depreciation and amortisation					
Property, plant and equipment	(3,314,139)	(1,657,070)	(1,509,873)	(1,813,975)	17%
	<u>(12,310,020)</u>	<u>(5,129,175)</u>	<u>(4,931,598)</u>	<u>(5,943,378)</u>	<u>17%</u>
Capital expenses	(0)	(0)	(0)	(0)	
Total expenses	<u>(12,310,020)</u>	<u>(6,155,010)</u>	<u>(4,931,598)</u>	<u>(5,943,378)</u>	<u>17%</u>
Net result	<u>7,098,720</u>	<u>3,549,360</u>	<u>4,034,397</u>	<u>5,326,047</u>	<u>24%</u>
Other comprehensive income					
increase/ (decrease) in asset revaluation surplus	(0)	(0)	(3)	(3)	0%
Total comprehensive income	<u>7,098,720</u>	<u>3,549,360</u>	<u>4,034,394</u>	<u>5,326,044</u>	<u>24%</u>
Variance in % decreased					
Variance in % increase					

Doomadgee Aboriginal Shire Council
Statement of Financial Position
As at 31 December 2021

Note	December 21/22 \$	June 20/21 \$
Current assets		
Cash and cash equivalents	6,453,848	1,628,598
Trade & other receivables	530,460	721,931
Inventory	71,134	49,904
Contract assets	506,900	506,900
Lease receivable	(7,456)	764,755
Non-current assets held for sale		
Total current assets	<u>7,554,886</u>	<u>3,672,088</u>
Non current assets		
Lease receivables	25,541,148	25,541,148
Investments	735,880	735,880
Property, plant and equipment	110,118,320	109,859,656
Total non current assets	<u>136,395,347</u>	<u>136,136,684</u>
Total assets	<u>143,950,233</u>	<u>139,808,772</u>
Current liabilities		
Trade & other payables	(698,793)	(1,873,384)
Provisions	(306,855)	(306,855)
Contract Liabilities	(1,400,453)	(1,400,453)
Total current liabilities	<u>(2,406,101)</u>	<u>(3,580,692)</u>
Non current liabilities		
Provisions	(926,835)	(936,830)
Total non current liabilities	<u>(926,835)</u>	<u>(936,830)</u>
Total liabilities	<u>(3,332,936)</u>	<u>(4,517,522)</u>
Net community assets	<u>140,617,297</u>	<u>135,291,250</u>
Equity		
Asset Revaluation Surplus	(54,284,947)	(54,284,947)
Retained Surplus/ (deficiency)	(86,332,350)	(81,006,304)
	<u>(140,617,297)</u>	<u>(135,291,250)</u>

Doomadgee Aboriginal Shire Council
Statement of Changes In Equity
As at 31 December 2021

	Note	Asset Revaluation Surplus \$	Retained Surplus \$	Total \$
Balance as at 01 July 2021		54,284,947	81,006,304	135,291,250
Net result		-	(5,326,047)	(5,326,047)
Total Comprehensive income for the month		-	(5,326,047)	(5,326,047)
Balance as at 31 December 2021		54,284,947	86,332,351	140,617,297
Balance as at 01 July 2020		54,284,947	76,261,342	130,546,289
Net result		-	4,744,962	4,744,962
Total Comprehensive income for the month		-	4,744,962	4,744,962
Balance as at 30 June 2021		54,284,947	81,006,304	135,291,250

Doomadgee Aboriginal Shire Council
Statement of Cash Flow
As at 31 December 2021

Note	December \$	November \$
Cashflows from operating activities		
Receipts from customers	12,291,077	9,897,877
Payments to suppliers and employees	(5,397,393)	(4,615,406)
	6,893,684	5,282,472
Dividend received	-	-
Interest received	4,204	2,632
Borrowing Costs	-	-
Net cash inflow (outflow) from operating activities	6,897,888	5,285,104
Cash flows from investing activities		
Payments for Property, Plant and Equipment	(2,072,638)	(1,838,436)
Payments for intangible assets	-	-
Proceeds from sale of property plant and equipment	-	-
Net cash inflow (outflow) from investing activities	(2,072,638)	(1,838,436)
Net increase (decrease) in cash and cash equivalent held	4,825,250	3,446,668
Cash and cash equivalent held at the beginning of the financial year	1,628,598	1,628,598
Cash and cash equivalents at the end of the month	6,453,848	5,075,266