



Notice is given that an Ordinary Meeting of Council of the Shire of Christmas Island is to be held at the Council Chambers on **Tuesday 6 February 2024** commencing at 7.00pm

David Price
Chief Executive Officer

AGENDA

- 1 **Declaration of Opening of Meeting/Announcement of Visitor**
- 2 **Record of Attendance/Apologies/Leave of Absence/Declaration of Financial/Proximity/Impartiality Interests**
 - 2.1 Attendance
 - 2.2 Leave of Absence
 - 2.3 Apologies
 - 2.4 Declaration of Interests
- 3 **Response to Previous Public Questions Taken on Notice**
- 4 **Public Question Time**
- 5 **Applications for Leave of Absence**
- 6 **Petitions/Deputations/Presentations**
- 7 **Confirmation of Minutes of Previous Meetings/Business arising from the Minutes of Previous Meetings**
 - 7.1 Minutes of Ordinary Council Meeting held on 19 December 2023 (pg 1-4)
 - 7.2 Business Arising from the Minutes of Previous Meetings
- 8 **Announcements by Presiding Member Without Discussion**
- 9 **Reports of Committees**
- 10 **Reports of Officers**
 - 10.1 **Chief Executive Officer**
 - 10.1.1 Budget Review 2023/24 (pg 5-17)
 - 10.2 **Director Finance & Administration**
 - 10.2.1 Schedule of Accounts – December 2023 (pg 18-23)
 - 10.2.2 Schedule of Accounts - January 2024 (pg 24-29)
 - 10.2.3 Financial Statements – December 2023 (pg 30-53)
 - 10.3 **Director Community/Recreation Services & Training**
 - 10.4 **Director Works, Services & Waste**
 - 10.5 **Director Planning, Governance & Policy**
- 11 **Elected Members Motions of which Previous Notice has been given**
- 12 **New Business of an Urgent Nature Introduced by Decision of the Meeting**
- 13 **Behind Closed Doors**
- 14 **Closure of Meeting**
- 15 **Date of the next Ordinary Meeting**
19 March 2024



UNCONFIRMED MINUTES

Ordinary Meeting of the Shire of Christmas Island held at the George Fam Chambers at 7.00pm on Tuesday 19 December 2023

1 DECLARATION OF OPENING/ANNOUNCEMENT OF VISITORS

1.1 The Deputy Shire President declared the meeting open at 7.00pm.

2 RECORD OF ATTENDANCE/APOLOGIES/LEAVE OF ABSENCE/DECLARATIONS OF FINANCIAL INTEREST

1.2 Record of Attendance

Deputy President
Councillors

Cr Azmi **YON**
Cr Philip **WOO**
Cr Swee **TUNG**
Cr Vincent Cheng-Siew **SAW**
Cr Kelvin Kok Bin **LEE**
Cr Kee Heng **FOO**

Chief Executive Officer
Director Planning, Governance & Policy/Minute Taker
Director Community/Recreation Services
Director Works, Services & Waste

David **PRICE**
Chris **SU**
Olivier **LINES**
Troy **DAVIS**

2.2 Leave of Absence

Councillor

Cr Steve **PEREIRA**

2.3 Apologies

2.4 Declarations of Financial/Impartiality/Proximity Interest

3 RESPONSE TO PREVIOUS PUBLIC QUESTIONS TAKEN ON NOTICE

4 PUBLIC QUESTION TIME

4.1 Cr Mel TUNG raised on behalf of a resident a request to install a convex mirror at the corner of Lam Lok Loh and Jalan Ketam Merah in Drumsite. Residents report difficulty in navigating that intersection in the proximity of 23-25 Lam Lok Loh.

CEO PRICE advised Council that staff will return on this with an update.

4.2 Cr Mel TUNG raised on behalf an Arenga Close resident a request to install speed calming measures on Arenga Close. Residents in the area concerned for children who play in the vicinity. Director Troy DAVIS advised Council that the police as speed limit enforcers should be the first point of call in safe road *usage*, whereas local government provides safe roads to use.

Cr Mel TUNG responded that she had informed the residents of this first option; they had continued to ask Cr TUNG to progress their request.

CEO PRICE advised Council he will refer this matter to the AFP. Councillors noted the speed limit in a built up zone is 40km/h.

4.3 Cr Phillip WOO informed the Council that the boom gate in Drumsite Park is not secured, with what appears to be a broken hinge. CEO PRICE confirms that this boom gate is the property of PRL who utilise a legacy thoroughfare through the public space for oversized vehicles to enter the Drumsite Workshop.

CEO PRICE advised he will raise this with PRL.

5 APPLICATIONS FOR LEAVE OF ABSENCE

5.1 Cr Hafiz MASLI application for leave of absence

Council Resolution			
Moved: Cr	Seconded: Cr	Res. No:	122/23
That the leave of absence application submitted by Cr Hafiz MASLI (12/12/2023 to 19/01/2024) and by Cr Gordon THOMSON (19/12/23 to 20/12/23) be approved.			
Carried:	6/0		
For	Cr YON	Cr FOO	Cr WOO
	Cr TUNG	Cr SAW	Cr LEE
Against			

6 PETITIONS/DEPUTATIONS/PRESENTATIONS

7 CONFIRMATION OF MINUTES OF PREVIOUS MEETINGS/BUSINESS ARISING FROM THE MINUTES OF PREVIOUS MEETINGS

7.1 Minutes of Ordinary Council Meeting held on 21 November 2023

Members considered the unconfirmed minutes.

Council Resolution			
Moved: Cr LEE	Seconded: Cr FOO	Res. No:	123/23
That Council adopt the unconfirmed minutes of the 21 November 2023 Council Meeting.			
Carried:	6/0		
For	Cr YON	Cr FOO	Cr WOO
	Cr TUNG	Cr SAW	Cr LEE
Against			

7.2 Business Arising from the Minutes of Previous Meetings

8 ANNOUNCEMENTS BY PRESIDING MEMBER WITHOUT DISCUSSION

9 REPORTS OF COMMITTEES

10 REPORTS OF OFFICERS

10.1 Chief Executive Officer

10.1.1 Annual Report 2023

Council Resolution

Moved: Cr FOO

Seconded: Cr WOO

Res. No: 124/23

1. The Shire of Christmas Island Annual Report for 2023 is accepted.
2. An Elector's General Meeting is held on Tuesday 6 February 2024 commencing at 6.30pm for the purpose prescribed by the Local Government Act 1995 (WA) (CI).
3. The Chief Executive Officer is to give notice of the Elector's Meeting and to ensure that statutory requirements regarding the acceptance of the Annual Report 2023 are met.

Carried: 6/0 Absolute Majority

For	Cr YON	Cr FOO	Cr WOO
	Cr TUNG	Cr SAW	Cr LEE

Against

10.1.2 Direct Purchase Report

Council Resolution

Moved: Cr LEE

Seconded: Cr SAW

Res. No: 125/23

Council receives the Direct purchase Report from the CEO

Carried: 6/0

For	Cr YON	Cr FOO	Cr WOO
	Cr TUNG	Cr SAW	Cr LEE

Against

10.2 Director Finance & Administration

10.2.1 Schedule of Accounts – November 2023

Council Resolution

Moved: Cr FOO

Seconded: Cr LEE

Res. No: 126/23

That Council approves the expenditure as presented in November 2023 Schedule of Accounts

Carried: 6/0

For	Cr YON	Cr FOO	Cr WOO
	Cr TUNG	Cr SAW	Cr LEE

Against

10.2.2 Financial Statements – November 2023

Council Resolution

Moved: Cr LEE

Seconded: Cr TUNG

Res. No: 127/23

That Council receives the Financial Statements of November 2023 for the Municipal Fund.

Carried: 6/0

For **Cr YON** **Cr FOO** **Cr WOO**
 Cr TUNG **Cr SAW** **Cr LEE**

Against

10.3 Director Community/Recreation Services & Training

10.4 Director Works, Services & Waste

10.5 Director Planning, Governance & Policy

10.5.1 Regulation 5- Financial Management Review

Council Resolution

Moved: Cr LEE

Seconded: Cr FOO

Res. No: 128/23

That Council receive the Regulation 5 – Financial Management Review from Paxon Consulting.

Carried: 6/0

For **Cr YON** **Cr FOO** **Cr WOO**
 Cr TUNG **Cr SAW** **Cr LEE**

Against

11 ELECTED MEMBERS MOTIONS OF WHICH PREVIOUS NOTICE HAS BEEN GIVEN

12 NEW BUSINESS OF AN URGENT NATURE INTRODUCED BY DECISION OF THE MEETING

13 BEHIND CLOSED DOORS

14 CLOSURE OF MEETING

The Shire President closed the meeting at 7.29pm

15 DATE OF NEXT MEETING: 6 February 2024



SHIRE OF CHRISTMAS ISLAND

SUBMISSION TO	Ordinary Council Meeting 6 February 2024
AGENDA REFERENCE	10.1.1
SUBJECT	Budget Review 2023/24
LOCATION/ADDRESS/APPLICANT	N/A
FILE REFERENCE	3.1.2
INTEREST DISCLOSURE	Nil
DATE OF REPORT	2 February 2023
AUTHOR	David Price CEO
SIGNATURE OF CEO	SIGNED

RECOMMENDATION

That the variations in the existing budget line items as set out in the attached proposed budget review report be approved.

BACKGROUND

Council adopted its annual budget in July 2023. Council officers conducted a budget review on 24 January 2024. The aim of the review was to identify budget items that were either over or under budget and to identify areas where funds were required but had not been allocated. Proposals for variations to the budget were then formulated.

Between 1 January & the last day of February Local Government is to carry out a Review of its Annual Budget for that year. On or before 31 March in that financial year the review is to be submitted to Council.

Budget variations are now presented to Council for approval

COMMENT

The budget variations proposed are set out in the attached Budget Review Report.

STATUTORY ENVIRONMENT

The Local Government Act 1996 (WA) (CI) and Financial Management Regulations (WA) (CI) 1996- REG 33A applies

POLICY IMPLICATIONS

There are no direct policy implications from this report. The intention is to bring all budget variations to Council as required.

FINANCIAL IMPLICATIONS

There are no financial implications from the proposed variations in that the total expenditure recommended is offset by either a reduction in expenditure elsewhere or additional revenue has been sourced.

STRATEGIC IMPLICATIONS & MILESTONES

The governance strategy to “Continue to enhance Council’s local laws, policies and management processes” applies.

CONSULTATION

Nil

VOTING REQUIREMENTS

Absolute majority is required.

ATTACHMENTS

10.1.2 Attachment to Budget Review 2023/24

SHIRE OF CHRISTMAS ISLAND

BUDGET REVIEW REPORT

FOR THE PERIOD ENDED 31 DECEMBER 2023

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

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SHIRE OF CHRISTMAS ISLAND
STATEMENT OF BUDGET REVIEW
FOR THE PERIOD ENDED 31 DECEMBER 2023

		Budget v Actual			Estimated	Predicted
		Adopted	Updated	Year to Date	Year at End	Variance
Note		Budget	Budget	Actual	Amount	(a) - (b)
		\$	\$	\$	\$	\$
OPERATING ACTIVITIES						
Revenue from operating activities						
	General rates	1,847,948	1,858,973	1,858,973	1,869,973	11,000 ▲
	Rates excluding general rates				0	
	Grants, subsidies and contributions	8,845,713	8,845,713	7,792,358	8,759,923	(85,790) ▼
	Fees and charges	1,071,262	1,071,262	1,023,414	1,267,012	195,750 ▲
	Service charges				0	
	Interest revenue	43,656	43,656	34,264	43,656	
	Other revenue	49,380	49,380	19,617	49,380	
	Profit on asset disposals	5,575	5,575		5,575	
	Fair value adjustments to financial assets at fair value thro				0	
	Fair value adjustments to investment property				0	
	Share of net profit of associates accounted for using the ec				0	
		11,863,534	11,874,559	10,728,626	11,995,519	120,960
Expenditure from operating activities						
	Employee costs	(8,556,758)	(8,556,758)	(3,691,106)	(8,356,758)	200,000 ▲
	Materials and contracts	(2,906,777)	(2,937,777)	(656,642)	(2,678,777)	259,000 ▲
	Utility charges	(113,552)	(113,552)	(49,124)	(113,552)	
	Depreciation	(1,779,000)	(1,779,000)	(774,645)	(1,679,000)	100,000 ▲
	Finance costs				0	
	Insurance	(171,646)	(206,765)	(206,765)	(206,765)	
	Other expenditure	(450,809)	(680,101)	(680,101)	(1,080,101)	(400,000) ▼
	Loss on asset disposals		(18,000)	(13,006)	(18,000)	
	Loss on revaluation of non-current assets				0	
	Reversal of prior year loss on revaluation of assets				0	
		(13,978,542)	(14,291,953)	(6,071,389)	(14,132,953)	159,000
	Non-cash amounts excluded from operating activities	1,773,425	1,791,425	787,651	1,791,425	
	Amount attributable to operating activities	(341,583)	(625,969)	5,444,888	(346,009)	279,960
INVESTING ACTIVITIES						
Inflows from investing activities						
	Capital grants, subsidies and contributions	1,432,914	1,432,914	30,154	1,733,618	300,704 ▲
	Distributions from investments in associates				0	
	Proceeds from disposal of assets	35,080	35,080		35,080	
	Proceeds from sale of investments				0	
	Proceeds from self supporting loans				0	
		1,467,994	1,467,994	30,154	1,768,698	300,704
Outflows from investing activities						
	Purchase of land held for resale				0	
	Purchase of investment property				0	
	Purchase of intangible assets				0	
	Purchase of land and buildings	(345,000)	(345,000)	(206,817)	(250,000)	95,000 ▲
	Purchase of plant and equipment	(1,013,104)	(1,013,104)	(292,652)	(1,213,104)	(200,000) ▼
	Purchase of furniture and equipment	(294,000)	(294,000)	(17,584)	(294,000)	
	Purchase and construction of infrastructure-roads	(700,704)	(700,704)	(183,745)	(1,001,408)	(300,704) ▼
	Purchase and construction of infrastructure-other	(532,210)	(532,210)		(532,210)	
	Purchase of right of use assets				0	
	Purchase of investments				0	
		(2,885,018)	(2,885,018)	(700,798)	(3,290,722)	(405,704)
	Non-cash amounts excluded from investing activities	0	0	0	0	
	Amount attributable to investing activities	(1,417,024)	(1,417,024)	(670,644)	(1,522,024)	(105,000)
FINANCING ACTIVITIES						
Cash inflows from financing activities						
	Proceeds from advances				0	
	Proceeds from new borrowings				0	
	Proceeds from new leases liabilities				0	
	Transfers from reserve accounts	400,000	400,000	0	400,000	0
		400,000	400,000	0	400,000	0
Cash outflows from financing activities						
	Advances of self supporting loans				0	
	Payments for principal portion of lease liabilities				0	
	Repayment of borrowings				0	
	Transfers to reserve accounts	(929,733)	(929,733)	0	(929,733)	0
		(929,733)	(929,733)	0	(929,733)	0
	Amount attributable to financing activities	(529,733)	(529,733)	0	(529,733)	0
MOVEMENT IN SURPLUS OR DEFICIT						
	Surplus or deficit at the start of the financial year	2,294,274	2,294,274	2,401,724	2,401,724	107,450 ▲
	Amount attributable to operating activities	(341,583)	(625,969)	5,444,888	(346,009)	279,960
	Amount attributable to investing activities	(1,417,024)	(1,417,024)	(670,644)	(1,522,024)	(105,000)
	Amount attributable to financing activities	(529,733)	(529,733)	0	(529,733)	0
	Surplus or deficit after imposition of general rates	3(a),4.3 5,934	(278,452)	7,175,968	3,958	282,410 ▲

1. BASIS OF PREPARATION

This budget review has been prepared in accordance with the *Local Government Act 1995* and accompanying regulations.

Local Government Act 1995 requirements

Section 6.4(2) of the *Local Government Act 1995* read with the *Local Government (Financial Management) Regulations 1996*, prescribe that the budget review be prepared in accordance with the *Local Government Act 1995* and, to the extent that they are not inconsistent with the Act, the Australian Accounting Standards. The Australian Accounting Standards (as they apply to local governments and not-for-profit entities) and Interpretations of the Australian Accounting Standards Board were applied where no inconsistencies exist.

The *Local Government (Financial Management) Regulations 1996* specify that vested land is a right-of-use asset to be measured at cost, and is considered a zero cost concessionary lease. All right-of-use assets under zero cost concessionary leases are measured at zero cost rather than at fair value, except for vested improvements on concessionary land leases such as roads, buildings or other infrastructure which continue to be reported at fair value, as opposed to the vested land which is measured at zero cost. The measurement of vested improvements at fair value is a departure from AASB 16 Leases which would have required the Shire of Christmas Island to measure any vested improvements at zero cost.

Local Government (Financial Management) Regulations 1996, regulation 33A prescribes contents of the budget review.

Accounting policies which have been adopted in the preparation of this budget review have been consistently applied unless stated otherwise. Except for cash flow and statement of financial activity, the budget review has been prepared on the accrual basis and is based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and liabilities.

THE LOCAL GOVERNMENT REPORTING ENTITY

All funds through which the Shire of Christmas Island controls resources to carry on its functions have been included in the financial statements forming part of this financial report.

All monies held in the Trust Fund are excluded from the financial statements.

Judgements and estimates

The preparation of a financial report in conformity with Australian Accounting Standards requires management to make judgements, estimates and assumptions that effect the application of policies and reported amounts of assets and liabilities, income and expenses.

The estimates and associated assumptions are based on historical experience and various other factors believed to be reasonable under the circumstances; the results of which form the basis of making the judgements about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

The balances, transactions and disclosures impacted by accounting estimates are as follows:

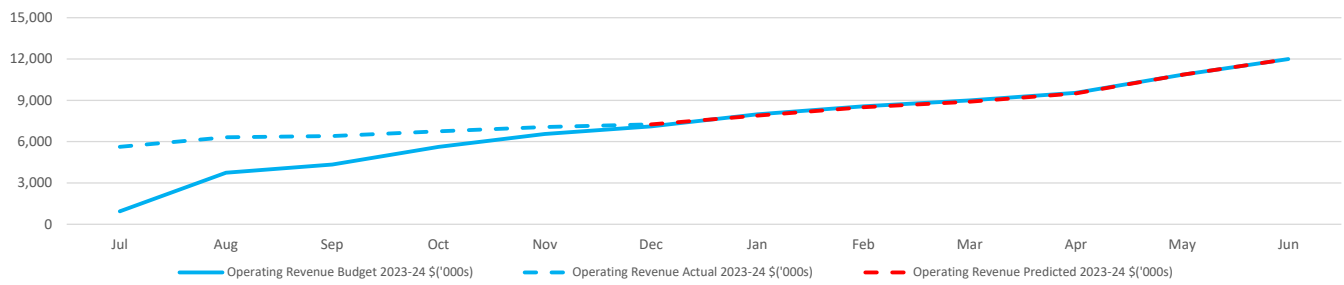
- estimated fair value of certain financial assets
- impairment of financial assets
- estimation of fair values of land and buildings, infrastructure and investment property
- estimation uncertainties made in relation to lease accounting
- estimation of fair values of provisions

SIGNIFICANT ACCOUNTING POLICES

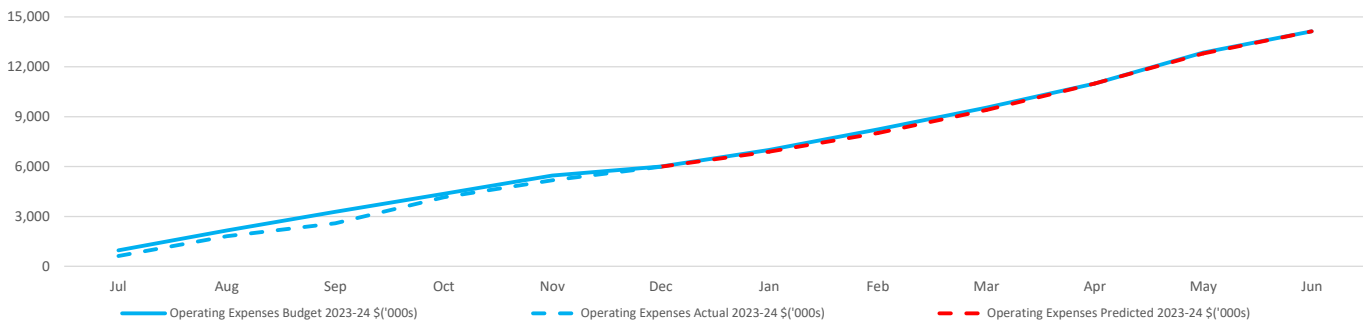
Significant accounting policies utilised in the preparation of these statements are as described within the 2023-24 Annual Budget. Please refer to the adopted budget document for details of these policies.

2. SUMMARY GRAPHS - BUDGET REVIEW

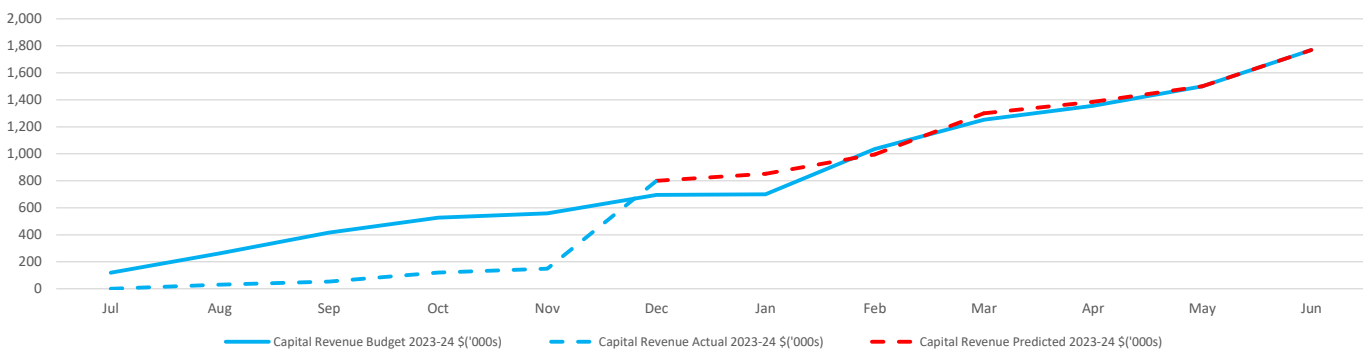
Operating Revenue



Operating Expenses



Capital Revenue



Capital Expenditure



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

3 NET CURRENT FUNDING POSITION
EXPLANATION OF DIFFERENCE IN NET CURRENT ASSETS AND SURPLUS/(DEFICIT)

	Audited Actual 30 June 2023	Adopted Budget 30 June 2024	Updated Budget Estimates 30 June 2024	Year to Date Actual 31 December 2023	Estimated Year at End Amount 30 June 2024
	\$	\$	\$	\$	\$
(a) Composition of estimated net current assets					
Current assets					
Cash and cash equivalents	7,575,362	7,508,901	7,800,000	9,153,793	8,000,000
Financial assets	23,600	23,600	23,600	23,600	23,600
Trade and other receivables	247,846	247,846	250,000	3,803,440	250,000
Inventories	441,417	441,417	400,000	415,069	412,000
Other assets	9,726		9,000	8,587	8,000
Contract assets					
Assets classified as held for sale					
	8,297,951	8,221,764	8,482,600	13,404,489	8,693,600
Less: current liabilities					
Trade and other payables	(428,309)	(427,461)	(385,000)	(339,910)	(415,000)
Contract liabilities	(286,029)	(286,629)	(500,000)	(706,987)	(650,000)
Capital grant/contribution liability					
Lease liabilities					
Borrowings					
Employee related provisions	(1,996,788)	(1,996,787)	(1,996,787)	(1,996,787)	(2,050,000)
Other provisions					
	(2,711,126)	(2,710,877)	(2,881,787)	(3,043,684)	(3,115,000)
Net current assets	5,586,825	5,510,887	5,600,813	10,360,805	5,578,600
Less: Total adjustments to net current assets	(3,185,101)	(3,216,613)	(3,447,604)	(2,917,871)	(3,364,391)
Closing funding surplus / (deficit)	2,401,724	2,294,274	2,153,209	7,442,934	2,214,209

(b) Non-cash amounts excluded from operating activities

The following non-cash revenue and expenditure has been excluded from operating activities within the Statement of Financial Activity in accordance with *Financial Management Regulation 32*.

	Audited Actual 30 June 2023	Adopted Budget 30 June 2024	Updated Budget Estimates 30 June 2024	Year to Date Actual 31 December 2023	Estimated Year at End Amount 30 June 2024
	\$	\$	\$	\$	\$
Adjustments to operating activities					
Less: Profit on asset disposals		(5,575)	(5,575)	0	(5,575)
Less: Reversal of prior year loss on revaluation of fixed assets					
Less: Non-cash grants and contributions for assets					
Less: Movement in liabilities associated with restricted cash					
Less: Fair value adjustments to financial assets at fair value through profit or loss					
Less: Share of net profit of associates and joint ventures accounted for using the equity method					
Add: Loss on disposal of assets	18,964	0	18,000	13,006	18,000
Add: Loss on revaluation of fixed assets					
Add: Depreciation on assets	1,592,949	1,779,000	1,779,000	774,645	1,679,000
Non-cash movements in non-current assets and liabilities:					
Financial assets at amortised cost					
Investment property					
Pensioner deferred rates					
Assets held for sale					
Employee benefit provisions					
Other provisions					
Contract liabilities					
Inventory					
Non-cash amounts excluded from operating activities	1,611,913	1,773,425	1,791,425	787,651	1,691,425

(b) Investing activities excluded from budgeted deficiency

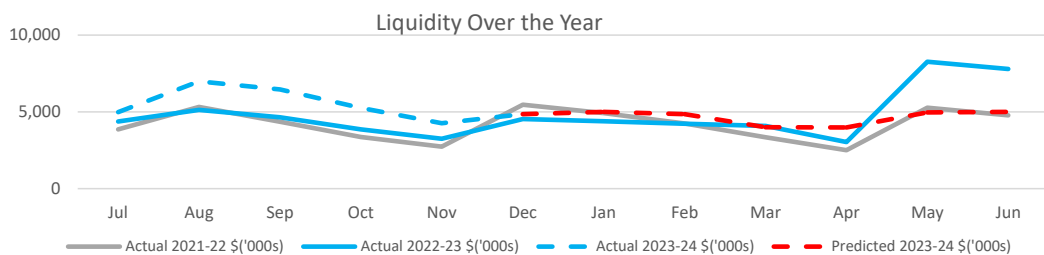
The following non-cash revenue and expenditure has been excluded from investing activities within the Statement of Financial Activity in accordance with *Financial Management Regulation 32*.

	Audited Actual 30 June 2023	Adopted Budget 30 June 2024	Updated Budget Estimates 30 June 2024	Year to Date Actual 31 December 2023	Estimated Year at End Amount 30 June 2024
	\$	\$	\$	\$	\$
Adjustments to investing activities					
Movement in non-current capital grant/contribution liability	0		0	0	0
Less: Grants, subsidies and contributions for assets received in-kind					
Less: Movement in current unspent capital grants associated with restricted cash					
Less: Movement in non-current capital expenditure provisions					
Less: Movement in current capital expenditure provision associated with restricted cash					
Add: Property, plant and equipment received for substantially less than fair value					
Add: Infrastructure received for substantially less than fair value					
Non cash amounts excluded from investing activities	0	0	0	0	0

(c) Current assets and liabilities excluded from budgeted deficiency

The following current assets and liabilities have been excluded from the net current assets used in the Statement of Financial Activity in accordance with *Financial Management Regulation 32* to agree to the surplus/(deficit) after imposition of general rates.

	Audited Actual 30 June 2023	Adopted Budget 30 June 2024	Updated Budget Estimates 30 June 2024	Year to Date Actual 31 December 2023	Estimated Year at End Amount 30 June 2024
	\$	\$	\$	\$	\$
Adjustments to net current assets					
Less: Reserve accounts	(4,884,658)	(4,818,699)	(5,414,391)	(4,884,658)	(5,414,391)
Less: Financial assets at amortised cost - self supporting loans					
Less : Current assets not expected to be received at end of year		(364,701)			
Add: Current liabilities not expected to be cleared at end of year					
- Current portion of borrowings	0	0	0	0	0
- Current portion of contract liability held in reserve					
- Current portion of lease liabilities					
- Employee benefit provisions	1,699,557	1,966,787	1,966,787	1,966,787	2,050,000
- Current portion of provisions held in reserve					
Add: Contract liability not expected to cleared at end of year					
Add: Change in accounting policy					
Total adjustments to net current assets	(3,185,101)	(3,216,613)	(3,447,604)	(2,917,871)	(3,364,391)



3 COMMENTS/NOTES - NET CURRENT FUNDING POSITION (CONTINUED)

SIGNIFICANT ACCOUNTING POLICIES

CASH AND CASH EQUIVALENTS

Cash and cash equivalents include cash on hand, cash at bank, deposits available on demand with banks, 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 shown as short term borrowings in current liabilities.

FINANCIAL ASSETS AT AMORTISED COST

The Shire of Christmas Island classifies financial assets at amortised cost if both of the following criteria are met:

- the asset is held within a business model whose objective is to collect the contractual cashflows, and
- the contractual terms give rise to cash flows that are solely payments of principal and interest.

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 grants, contributions, reimbursements, and goods sold and services performed in the ordinary course of business.

Trade and other receivables are recognised initially at the amount of consideration that is unconditional, unless they contain significant financing components, when they are recognised at fair value.

Trade receivables are held with the objective to collect the contractual cashflows and therefore measures them subsequently at amortised cost using the effective interest rate method.

Due to the short term nature of current receivables, their carrying amount is considered to be the same as their fair value. Non-current receivables are indexed to inflation, any difference between the face value and fair value is considered immaterial.

The Shire of Christmas Island applies the AASB 9 simplified approach to measuring expected credit losses using a lifetime expected loss allowance for all trade receivables. To measure the expected credit losses, rates receivable are separated from other trade receivables due to the difference in payment terms and security for rates receivable.

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.

CONTRACT ASSETS

Contract assets primarily relate to the Shire of Christmas Island's right to consideration for work completed but not billed at the end of the period.

CONTRACT LIABILITIES

Contract liabilities represent the Shire of Christmas Island's obligation to transfer goods or services to a customer for which the Shire of Christmas Island has received consideration from the customer.

Contract liabilities represent obligations which are not yet satisfied. Contract liabilities are recognised as revenue when the performance obligations in the contract are satisfied.

PROVISIONS

Provisions are recognised when the Shire of Christmas Island has a present legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured.

Provisions are measured using the best estimate of the amounts required to settle the obligation at the end of the reporting period.

CURRENT AND NON-CURRENT CLASSIFICATION

An asset or liability is classified as current if it is expected to be settled within the next 12 months, being the Shire of Christmas Island's operational cycle. In the case of liabilities where the Shire of Christmas Island 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 or non-current based on the Shire of Christmas Island's intentions to release for sale.

TRADE AND OTHER PAYABLES

Trade and other payables represent liabilities for goods and services provided to the Shire of Christmas Island prior to the end of the financial year that are unpaid and arise when the Shire of Christmas Island 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. The carrying amounts of trade and other payables are considered to be the same as their fair values, due to their short-term nature.

PREPAID RATES

Prepaid rates are, until the taxable event has occurred (start of the next financial year), refundable at the request of the ratepayer. Rates received in advance are initially recognised as a financial liability. When the taxable event occurs, the financial liability is extinguished and the Shire of Christmas Island recognises revenue for the prepaid rates that have not been refunded.

EMPLOYEE BENEFITS

Short-Term Employee Benefits

Provision is made for the Shire of Christmas Island's obligations for short-term employee benefits. Short-term employee benefits are benefits (other than termination benefits) that are expected to be settled wholly before 12 months after the end of the annual reporting period in which the employees render the related service, including wages, salaries and sick leave. Short-term employee benefits are measured at the (undiscounted) amounts expected to be paid when the obligation is settled.

The Shire of Christmas Island's obligations for short-term employee benefits such as wages, salaries and sick leave are recognised as a part of current trade and other payables in the net current funding position. Shire of Christmas Island's current obligations for employees' annual leave and long service leave entitlements are recognised as provisions in the net current funding position.

Other long-term employee benefits

Long-term employee benefits provisions are measured at the present value of the expected future payments to be made to employees. Expected future payments incorporate anticipated future wage and salary levels, durations of service and employee departures and are discounted at rates determined by reference to market yields at the end of the reporting period on government bonds that have maturity dates that approximate the terms of the obligations. Any remeasurements for changes in assumptions of obligations for other long-term employee benefits are recognised in profit or loss in the periods in which the changes occur.

The Shire of Christmas Island's obligations for long-term employee benefits where the Shire of Christmas Island does not have an unconditional right to defer settlement for at least 12 months after the end of the reporting period, are presented as current provisions in the net current funding position.

SHIRE OF CHRISTMAS ISLAND
NOTES TO THE REVIEW OF THE ANNUAL BUDGET
FOR THE PERIOD ENDED 31 DECEMBER 2023

4 PREDICTED VARIANCES

		Variance
		\$
Revenue from operating activities		
4.1	General rates	11,000 ▲
	Increase in amount generated	11,000
4.1	Rates excluding general rates	0
4.2	Grants, subsidies and contributions	(85,790) ▼
	Reduction in FAGS Grant	(85,790)
4.3	Fees and charges	195,750 ▲
	Full Year Rubbish Collection North West Point	195,750
4.3	Service charges	0
4.3	Interest revenue	0
4.3	Other revenue	0
4.3	Profit on asset disposals	0
4.3	Fair value adjustments to financial assets at fair value through profit or loss	0
4.3	Fair value adjustments to investment property	0
4.3	Share of net profit of associates accounted for using the equity method	0
Expenditure from operating activities		
4.4	Employee costs	200,000 ▲
	Reduction in Employee costs 1430100	150,000
	Reduction in Employee costs 1430101	50,000
4.5	Materials and contracts	259,000 ▲
	Transfer to Other expenditure	400,000
	Headstone Restorative Work	(60,000)
	upgrade to Office Plus	(31,000)
	Transfer funds from capital for 5 Jalan Ketam Merah	(50,000)
4.5	Utility charges	0
4.6	Depreciation	100,000 ▲
	Reduction in depreciation expense	
4.6	Finance costs	0
4.6	Insurance	0
4.7	Other expenditure	(400,000) ▼
	Reallocation of epenses codes	
4.7	Loss on asset disposals	0
4.7	Loss on revaluation of non-current assets	0
	Reversal of prior year loss on revaluation of assets	0

SHIRE OF CHRISTMAS ISLAND
NOTES TO THE REVIEW OF THE ANNUAL BUDGET
FOR THE PERIOD ENDED 31 DECEMBER 2023

4 PREDICTED VARIANCES

		Variance
		\$
	Non-cash amounts excluded from operating activities	0
Inflows from investing activities		
4.8	Capital grants, subsidies and contributions	300,704 ▲
	R2R carry over grant	300,704
4.8	Distributions from investments in associates	0
4.8	Proceeds from disposal of assets	0
4.8	Proceeds from sale of investments	0
4.8	Proceeds from self supporting loans	0
Outflows from investing activities		
4.8	Purchase of land held for resale	0
4.8	Purchase of investment property	0
4.8	Purchase of intangible assets	0
4.9	Purchase of land and buildings	95,000 ▲
	Transfer to operating budget 5 Jalan Ketam Merah	50,000
	Reduce Staff houses capital budgets (907212,907223,907228,907230	45,000
4.10	Purchase of plant and equipment	(200,000) ▼
	Additional Funds for Plant & Machinery	(200,000)
4.0	Purchase of furniture and equipment	0
4.1	Purchase and construction of infrastructure-roads	(300,704) ▼
	Reseal of Lily Beach (R2R)	(300,704)
4.1	Purchase and construction of infrastructure-other	0
4.1	Purchase of right of use assets	0
4.1	Purchase of investments	0
4.1	Non-cash amounts excluded from investing activities	0
Cash inflows from financing activities		
4.1	Proceeds from advances	0
4.1	Proceeds from new borrowings	0
4.1	Proceeds from new leases liabilities	0
4.1	Transfers from reserve accounts	0

SHIRE OF CHRISTMAS ISLAND
 NOTES TO THE REVIEW OF THE ANNUAL BUDGET
 FOR THE PERIOD ENDED 31 DECEMBER 2023

4 PREDICTED VARIANCES

		<u>Variance</u>
		\$
Cash outflows from financing activities		
4.1	Advances of self supporting loans	0
4.1	Payments for principal portion of lease liabilities	0
4.1	Repayment of borrowings	0
4.1	Transfers to reserve accounts	0
4.2	Surplus or deficit at the start of the financial year	107,450 ▲
	Increase in surplus	107,450
4.3	Surplus or deficit after imposition of general rates	282,410 ▲

SHIRE OF CHRISTMAS ISLAND
 NOTES TO THE BUDGET REVIEW REPORT
 FOR THE PERIOD ENDED 31 DECEMBER 2023

5. BUDGET AMENDMENTS

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

Description	Council Resolution	Classification	No Change - (Non Cash Items) Adjust.	Increase in Available Cash	Decrease in Available Cash	Amended Budget Running Balance	Comments
			\$	\$	\$	\$	
Budget Adoption		Opening Surplus(Deficit)				2,294,274	
		Opening Surplus adjusted after audit		107,450		2,401,724	
422,650		Operating Expenses			(31,000)	2,370,724	Upgrade to Office 365 plus 6 months licence
1205290		Capital Income		300,704		2,671,428	22/23 R2R carry over project
72107		Capital Expenditure			(300,704)	2,370,724	Reseal of Lily Beach Road
325200		Operating Income			(85,790)	2,284,934	Reduction in 2023/24 FAGS Grant
1015540		Operating Income		195,750		2,480,684	Full Year rubbish collection at North West Point
1070021		Operating Expenses			(60,000)	2,420,684	Heritage headstone repair
1217500		Capital Expenditure			(200,000)	2,220,684	Additional funds required for plant & machinery replacement
315100		Operating Income		11,000		2,231,684	Increase in rates generated
1430100		Operating Expenses		150,000		2,381,684	Reduction in employee costs captured in capital budgets
1434970		Operating Expenses		50,000		2,431,684	Reduction in employee costs captured in capital budgets
42800		Operating Expenses		80,000		2,511,684	Reduction in depreciation expense
124200		Operating Expenses		20,000		2,531,684	Reduction in depreciation expense
907239		Capital expenses		50,000		2,581,684	Transfer capital to operating for 5 Jalan Ketam Merah
900005		Operating Expenses			(50,000)	2,531,684	Transfer capital to operating for 5 Jalan Ketam Merah
907212		Capital expenses		10,000		2,541,684	Reduction in capital expenditure for staff houses
907223		Capital expenses		10,000		2,551,684	Reduction in capital expenditure for staff houses
907228		Capital expenses		15,000		2,566,684	Reduction in capital expenditure for staff houses
907230		Capital expenses		10,000		2,576,684	Reduction in capital expenditure for staff houses
				1,009,904	(727,494)		
				282,410			



SHIRE OF CHRISTMAS ISLAND

SUBMISSION TO	Ordinary Council Meeting 6 February 2024
AGENDA REFERENCE	10.2.1
SUBJECT	Schedule of Accounts - December 2023
LOCATION/ADDRESS/APPLICANT	N/A
FILE REFERENCE	3.1.14
INTEREST DISCLOSURE	None
DATE OF REPORT	29 January 2024
AUTHOR	Wei Ho, Assistant Director of FCS
SIGNATURE OF AUTHOR	SIGNED
SIGNATURE OF CEO	SIGNED

RECOMMENDATION

That Council approves the expenditure as presented in December 2023 Schedule of Accounts

BACKGROUND

The Local Government Act 1995 (WA)(CI) requires Council to maintain a Municipal Fund, a Reserve Fund and a Trust Fund and to manage and report on these accounts in accordance with this Act and Regulations.

Outstanding creditors as at 31 December 2023: **\$ 339,909.81**

COMMENT

A schedule of accounts is attached to this report, setting out expenditure from the Municipal and Trust Funds. This report is provided in compliance with the Act and Regulations.

STATUTORY ENVIRONMENT

Section 6.10 of the Local Government Act 1995 (WA)(CI) authorizes payment from Municipal and Trust Funds.

Regulation 12 of the Local Government (Financial Management) Regulations 1996 requires a local government to compile a list of Creditors each month.

Regulation 13 of the Local Government (Financial Management) Regulations 1996 requires that if a Local Government has delegated to the CEO the exercise of its power to make payments from the Municipal Fund or the Trust Fund, the CEO is to compile each month a list of accounts paid since the last payment such list was prepared.

POLICY IMPLICATIONS

There are no significant policy implications arising from this matter. The CEO is to ensure that all expenditure incurred is in accordance with the Annual Budget and any approved variations.

FINANCIAL IMPLICATIONS

The financial implications arising from expenditure from the Municipal, Reserve and Trust funds are reported on a monthly/quarterly basis to Council via Financial and cash flow statements in accordance with the Act and Regulations.

STRATEGIC IMPLICATIONS & MILESTONES

Objective 1 of the Government Environment is to “Provide good governance in line with the requirements of the Local Government Act and the culture of the Island”. Objective 4 of the same Environment is to “Effectively manage the resources of the Shire in line with the objectives of the Strategic Plan”.

VOTING REQUIREMENTS

A simple majority is required.

ATTACHMENTS

10.2.1.1 Certification of CEO and Chairperson of the Meeting.

10.2.1.2 Schedule of Accounts – December 2023 (including Credit Card Transaction in accordance with Financial Regulation 13A)

“Pursuant to s 5.25 (j) of the Local Government Act, and Regulation 14 (2) of the Local Government (Administration) Regulations, this attachment is not available to the public.”



SHIRE OF CHRISTMAS ISLAND

SUBMISSION TO	Ordinary Council Meeting 6 February 2024
AGENDA REFERENCE	10.2.2
SUBJECT	Schedule of Accounts - January 2024
LOCATION/ADDRESS/APPLICANT	N/A
FILE REFERENCE	3.1.14
INTEREST DISCLOSURE	None
DATE OF REPORT	1 February 2024
AUTHOR	Wei Ho, Assistant Director of FCS
SIGNATURE OF AUTHOR	SIGNED
SIGNATURE OF CEO	SIGNED

RECOMMENDATION

That Council approves the expenditure as presented in January 2024 Schedule of Accounts

BACKGROUND

The Local Government Act 1995 (WA)(CI) requires Council to maintain a Municipal Fund, a Reserve Fund and a Trust Fund and to manage and report on these accounts in accordance with this Act and Regulations.

Outstanding creditors as at 31 January 2024:

\$ 54,446.59

COMMENT

A schedule of accounts is attached to this report, setting out expenditure from the Municipal and Trust Funds. This report is provided in compliance with the Act and Regulations.

STATUTORY ENVIRONMENT

Section 6.10 of the Local Government Act 1995 (WA)(CI) authorizes payment from Municipal and Trust Funds.

Regulation 12 of the Local Government (Financial Management) Regulations 1996 requires a local government to compile a list of Creditors each month.

Regulation 13 of the Local Government (Financial Management) Regulations 1996 requires that if a Local Government has delegated to the CEO the exercise of its power to make payments from the Municipal Fund or the Trust Fund, the CEO is to compile each month a list of accounts paid since the last payment such list was prepared.

POLICY IMPLICATIONS

There are no significant policy implications arising from this matter. The CEO is to ensure that all expenditure incurred is in accordance with the Annual Budget and any approved variations.

FINANCIAL IMPLICATIONS

The financial implications arising from expenditure from the Municipal, Reserve and Trust funds are reported on a monthly/quarterly basis to Council via Financial and cash flow statements in accordance with the Act and Regulations.

STRATEGIC IMPLICATIONS & MILESTONES

Objective 1 of the Government Environment is to “Provide good governance in line with the requirements of the Local Government Act and the culture of the Island”. Objective 4 of the same Environment is to “Effectively manage the resources of the Shire in line with the objectives of the Strategic Plan”.

VOTING REQUIREMENTS

A simple majority is required.

ATTACHMENTS

10.2.2.1 Certification of CEO and Chairperson of the Meeting.

10.2.2.2 Schedule of Accounts – January 2024 (including Credit Card Transaction in accordance with Financial Regulation 13A)

“Pursuant to s 5.25 (j) of the Local Government Act, and Regulation 14 (2) of the Local Government (Administration) Regulations, this attachment is not available to the public.”



SHIRE OF CHRISTMAS ISLAND

SUBMISSION TO	Ordinary Council Meeting 6 February 2024
AGENDA REFERENCE	10.2.3
SUBJECT	Financial Statements –December 2023
LOCATION/ADDRESS/APPLICANT	N/A
FILE REFERENCE	3.1.14
INTEREST DISCLOSURE	None
DATE OF REPORT	1 February 2024
AUTHOR	Wei Ho, Assistant Director of FCS
SIGNATURE OF AUTHOR	SIGNED
SIGNATURE OF CEO	SIGNED

RECOMMENDATION

That Council receives the Financial Statements of December 2023.

BACKGROUND

The Local Government Act 1995 (WA)(CI) requires the local government to prepare a monthly or a quarterly financial report in accordance with this Act, Financial Regulations and other relevant legislation.

COMMENT

A monthly or a quarterly financial report is attached to this report, setting out expenditure from the Municipal and Trust Funds. This report is provided in compliance with the Act and Regulations. Also included is a status report on Asset Acquisition expenditure for the period.

This financial statement are prepared in a new accrual type format including the statement of financial activity (operating income and expenditure) and statement of financial position (balance sheet).

This new format provides council with a more comprehensive of financial information and is in line with all other local government monthly financial report.

STATUTORY ENVIRONMENT

Section 6.4 of the Local Government Act 1995 (WA) (CI) requires a local government to prepare a financial report.

Regulation 34 of the Local Government (Financial Management) Regulations 1996 requires a local government to prepare a monthly or a quarterly financial report.

Regulation 35 of the Local Government (Financial Management) Regulations 1996 requires the local government to prepare the quarterly report in the form as set out.

POLICY IMPLICATIONS

There are no significant policy implications arising from this matter. Each Manager and the CEO are to ensure that the expenditure is incurred in accordance with the Annual Budget and or any variations as approved.

FINANCIAL IMPLICATIONS

The financial implications arising from expenditure from the Municipal and Trust funds are reported on a monthly/quarterly basis to Council via Financial and cash flow statements in accordance with the Act and Regulations.

STRATEGIC IMPLICATIONS & MILESTONES

Objective 1 of the Government environment is to “Provide good governance in line with the requirements of the Local Government Act and the culture of the Island”. Objective 4 of the same Environment is to “Effectively manage the resources of the Shire in line with the objectives of the Strategic Plan”.

VOTING REQUIREMENTS

A simple majority is required.

ATTACHMENTS

10.2.3.1 Financial Statements December 2023.

SHIRE OF CHRISTMAS ISLAND

MONTHLY FINANCIAL REPORT

(Containing the required statement of financial activity and statement of financial position)
For the period ended 31 December 2023

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

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SHIRE OF CHRISTMAS ISLAND
STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD ENDED 31 DECEMBER 2023

	Supplementary Information	Adopted Budget Estimates (a) \$	YTD Budget Estimates (b) \$	YTD Actual (c) \$	Variance* \$ (c) - (b)	Variance* % ((c) - (b))/(b)	Var.
OPERATING ACTIVITIES							
Revenue from operating activities							
General rates	10	1,847,948	1,847,948	1,849,856	1,908	0.10%	
Grants, subsidies and contributions	12	8,686,178	4,328,008	7,677,675	3,349,667	77.40%	▲
Fees and charges		1,071,262	535,576	1,023,414	487,838	91.09%	▲
Interest revenue		44,190	22,090	34,264	12,174	55.11%	▲
Other revenue		58,735	16,165	16,074	(91)	(0.56%)	
Profit on asset disposals	6	5,575	0	0	0	0.00%	
		11,713,888	6,749,787	10,601,283	3,851,496	57.06%	
Expenditure from operating activities							
Employee costs		(8,556,758)	(3,427,863)	(3,690,185)	(262,322)	(7.65%)	▼
Materials and contracts		(2,906,777)	(716,467)	(656,543)	59,924	8.36%	▲
Utility charges		(123,552)	(61,736)	(49,124)	12,612	20.43%	▲
Depreciation		(1,779,000)	(889,448)	(774,645)	114,803	12.91%	▲
Insurance		(171,646)	(78,350)	(206,766)	(128,416)	(163.90%)	▼
Other expenditure		(450,809)	(129,199)	(680,101)	(550,902)	(426.40%)	▼
Loss on asset disposals	6	0	0	(13,006)	(13,006)	0.00%	▼
		(13,988,542)	(5,303,063)	(6,070,370)	(767,307)	(14.47%)	
Non-cash amounts excluded from operating activities	Note 2(b)	1,773,425	889,448	787,651	(101,797)	(11.44%)	▼
Amount attributable to operating activities		(501,229)	2,336,172	5,318,564	2,982,392	127.66%	
INVESTING ACTIVITIES							
Inflows from investing activities							
Proceeds from capital grants, subsidies and contributions	13	1,582,914	791,452	151,792	(639,660)	(80.82%)	▼
Proceeds from disposal of assets	6	35,079	35,079	0	(35,079)	(100.00%)	▼
		1,617,993	826,531	151,792	(674,739)	(81.64%)	
Outflows from investing activities							
Payments for property, plant and equipment	5	(1,652,104)	(826,052)	(297,307)	528,745	64.01%	▲
Payments for construction of infrastructure	5	(1,232,914)	(513,714)	(390,562)	123,152	23.97%	▲
Amount attributable to investing activities		(1,267,025)	(513,235)	(536,077)	(22,842)	(4.45%)	
FINANCING ACTIVITIES							
Inflows from financing activities							
Transfer from reserves	4	400,000	0	0	0	0.00%	
		400,000	0	0	0	0.00%	
Outflows from financing activities							
Transfer to reserves	4	(929,733)	0	0	0	0.00%	
		(929,733)	0	0	0	0.00%	
Amount attributable to financing activities		(529,733)	0	0	0	0.00%	
MOVEMENT IN SURPLUS OR DEFICIT							
Surplus or deficit at the start of the financial year		2,294,274	2,294,274	2,410,554	116,280	5.07%	▲
Amount attributable to operating activities		(501,229)	2,336,172	5,318,564	2,982,392	127.66%	▲
Amount attributable to investing activities		(1,267,025)	(513,235)	(536,077)	(22,842)	(4.45%)	▼
Amount attributable to financing activities		(529,733)	0	0	0	0.00%	
Surplus or deficit after imposition of general rates		(3,713)	4,117,211	7,193,041	3,075,830	74.71%	▲

KEY INFORMATION

▲▼ Indicates a variance between Year to Date (YTD) Budget and YTD Actual data as per the adopted materiality threshold.

* Refer to Note 3 for an explanation of the reasons for the variance.

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

SHIRE OF CHRISTMAS ISLAND
STATEMENT OF FINANCIAL POSITION
FOR THE PERIOD ENDED 31 DECEMBER 2023

	Supplementary Information	30 June 2023	31 December 2023
		\$	\$
CURRENT ASSETS			
Cash and cash equivalents	3	7,575,610	9,153,793
Trade and other receivables		247,846	3,803,440
Inventories	8	441,417	415,069
Other assets	8	9,726	8,588
TOTAL CURRENT ASSETS		8,274,599	13,380,890
NON-CURRENT ASSETS			
Other financial assets		23,600	23,600
Property, plant and equipment		14,730,799	14,793,826
Infrastructure		22,924,527	22,774,951
TOTAL NON-CURRENT ASSETS		37,678,926	37,592,377
TOTAL ASSETS		45,953,525	50,973,267
CURRENT LIABILITIES			
Trade and other payables	9	428,309	339,662
Other liabilities	11	286,029	706,979
Employee related provisions	11	1,996,788	1,996,787
TOTAL CURRENT LIABILITIES		2,711,126	3,043,428
NON-CURRENT LIABILITIES			
Employee related provisions		30,977	30,977
TOTAL NON-CURRENT LIABILITIES		30,977	30,977
TOTAL LIABILITIES		2,742,103	3,074,405
NET ASSETS		43,211,422	47,899,108
EQUITY			
Retained surplus		14,516,944	19,204,384
Reserve accounts	4	4,884,658	4,884,658
Revaluation surplus		23,809,820	23,809,820
TOTAL EQUITY		43,211,422	47,898,862

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

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

1 BASIS OF PREPARATION AND SIGNIFICANT ACCOUNTING POLICIES

BASIS OF PREPARATION

This prescribed financial report has been prepared in accordance with the *Local Government Act 1995* and accompanying regulations.

Local Government Act 1995 requirements

Section 6.4(2) of the *Local Government Act 1995* read with the *Local Government (Financial Management) Regulations 1996*, prescribe that the financial report be prepared in accordance with the *Local Government Act 1995* and, to the extent that they are not inconsistent with the Act, the Australian Accounting Standards. The Australian Accounting Standards (as they apply to local governments and not-for-profit entities) and Interpretations of the Australian Accounting Standards Board were applied where no inconsistencies exist.

The *Local Government (Financial Management) Regulations 1996* specify that vested land is a right-of-use asset to be measured at cost, and is considered a zero cost concessionary lease. All right-of-use assets under zero cost concessionary leases are measured at zero cost rather than at fair value, except for vested improvements on concessionary land leases such as roads, buildings or other infrastructure which continue to be reported at fair value, as opposed to the vested land which is measured at zero cost. The measurement of vested improvements at fair value is a departure from AASB 16 which would have required the Shire to measure any vested improvements at zero cost.

Local Government (Financial Management) Regulations 1996, regulation 34 prescribes contents of the financial report. Supporting information does not form part of the financial report.

Accounting policies which have been adopted in the preparation of this financial report have been consistently applied unless stated otherwise. Except for cash flow and rate setting information, the financial report has been prepared on the accrual basis and is based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and liabilities.

THE LOCAL GOVERNMENT REPORTING ENTITY

All funds through which the Shire controls resources to carry on its functions have been included in the financial statements forming part of this financial report.

All monies held in the Trust Fund are excluded from the financial statements. A separate statement of those monies appears at Note 14 to these financial statements.

Judgements and estimates

The preparation of a financial report in conformity with Australian Accounting Standards requires management to make judgements, estimates and assumptions that effect the application of policies and reported amounts of assets and liabilities, income and expenses.

The estimates and associated assumptions are based on historical experience and various other factors believed to be reasonable under the circumstances; the results of which form the basis of making the judgements about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

The balances, transactions and disclosures impacted by accounting estimates are as follows:

- estimated fair value of certain financial assets
- impairment of financial assets
- estimation of fair values of land and buildings, infrastructure and investment property
- estimation uncertainties made in relation to lease accounting
- estimated useful life of intangible assets

SIGNIFICANT ACCOUNTING POLICIES

Significant accounting policies utilised in the preparation of these statements are as described within the 2023-24 Annual Budget. Please refer to the adopted budget document for details of these policies.

PREPARATION TIMING AND REVIEW

Date prepared: All known transactions up to 00 January 1900

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

2 STATEMENT OF FINANCIAL ACTIVITY INFORMATION

	Supplementary Information	Adopted Budget Opening 30 June 2023	Last Year Closing 30 June 2023	Year to Date 31 December 2023
		\$	\$	\$
(a) Net current assets used in the Statement of Financial Activity				
Current assets				
Cash and cash equivalents	3	873,084	7,575,610	9,153,793
Trade and other receivables		247,846	247,846	3,803,440
Other financial assets		23,600	0	0
Inventories	8	441,417	441,417	415,069
Other assets	8		9,726	8,588
		1,585,947	8,274,599	13,380,890
Less: current liabilities				
Trade and other payables	9	(427,461)	(428,309)	(339,662)
Other liabilities	11	(286,629)	(286,029)	(706,979)
Employee related provisions	11	(1,996,787)	(1,996,788)	(1,996,787)
		(2,710,877)	(2,711,126)	(3,043,428)
Net current assets		(1,124,930)	5,563,473	10,337,462
Less: Total adjustments to net current assets	Note 2(c)	1,130,864	(3,152,919)	(3,144,421)
Closing funding surplus / (deficit)		5,934	2,410,554	7,193,041

(b) Non-cash amounts excluded from operating activities

The following non-cash revenue and expenditure has been excluded from operating activities within the Statement of Financial Activity in accordance with *Financial Management Regulation 32*.

	Adopted Budget	YTD Budget (a)	YTD Actual (b)
	\$	\$	\$
Non-cash amounts excluded from operating activities			
Adjustments to operating activities			
Less: Profit on asset disposals	6	(5,575)	0
Add: Loss on asset disposals	6	0	13,006
Add: Depreciation		1,779,000	774,645
Total non-cash amounts excluded from operating activities		1,773,425	889,448

(c) Current assets and liabilities excluded from budgeted deficiency

The following current assets and liabilities have been excluded from the net current assets used in the Statement of Financial Activity in accordance with *Financial Management Regulation 32* to agree to the surplus/(deficit) after imposition of general rates.

	Adopted Budget Opening 30 June 2023	Last Year Closing 30 June 2023	Year to Date 31 December 2023
	\$	\$	\$
Adjustments to net current assets			
Less: Reserve accounts	4	(4,884,658)	(4,884,658)
- Current financial assets at amortised cost - self supporting loans			
Other Liabilities -balancing			(94,673)
Add: Current liabilities not expected to be cleared at the end of the year:			
- Current portion of employee benefit provisions held in reserve	4	1,731,739	1,731,739
- Current portion balancing			103,171
Total adjustments to net current assets	Note 2(a)	(3,152,919)	(3,144,421)

CURRENT AND NON-CURRENT CLASSIFICATION

In the determination of whether an asset or liability is current or non-current, consideration is given to the time when each asset or liability is expected to be settled. Unless otherwise stated assets or liabilities are classified as current if expected to be settled within the next 12 months, being the Council's operational cycle.

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

3 EXPLANATION OF MATERIAL VARIANCES

The material variance thresholds are adopted annually by Council as an indicator of whether the actual expenditure or revenue varies from the year to date actual materially.
 The material variance adopted by Council for the 2023-24 year is \$10,000 or 5.00% whichever is the greater.

Description	Var. \$	Var. %	
	\$	%	
Revenue from operating activities			
Grants, subsidies and contributions	3,349,667	77.40%	▲ Financial Assistance Grant paid in 2 Instalments change cashflow
Fees and charges	487,838	91.09%	▲ Full Year charges for waste services linked to rates notices, change cashflow
Interest revenue	12,174	55.11%	▲ Increase in interest rates
Expenditure from operating activities			
Employee costs	(262,322)	(7.65%)	▼ Employment Oncosts well under budget and underspend in admin, parks & gardens and public works overheads
Materials and contracts	59,924	8.36%	▲ Underspend due to classification between this under other expenses category
Utility charges	12,612	20.43%	▲ Slightly under budget
Depreciation	114,803	12.91%	▲ Slightly under budget
Insurance	(128,416)	(163.90%)	▼ Need to change cashflow as invoice for insurance received in July
Other expenditure	(550,902)	(426.40%)	▼ Underspend due to classification between this under other materials & contracts category
Loss on asset disposals	(13,006)	0.00%	▼
Non-cash amounts excluded from operating activities	(101,797)	(11.44%)	▼ Depreciation expense less than budget
Inflows from investing activities			
Proceeds from capital grants, subsidies and contributions	(639,660)	(80.82%)	▼ Major capital works, LRCIP4, R2R and CRA works not started as yet
Proceeds from disposal of assets	(35,079)	(100.00%)	▼
Outflows from investing activities			
Payments for property, plant and equipment	528,745	64.01%	▲ Majority of capital works projects and acquisitions have not started as yet
Payments for construction of infrastructure	123,152	23.97%	▲ Slightly under budget
Surplus or deficit at the start of the financial year	116,280	5.07%	▲ Increase in surplus following audit
Surplus or deficit after imposition of general rates	3,075,830	74.71%	▲ Increase of revenue over expenditure at end of this reporting period.

Due to variances described above

SHIRE OF CHRISTMAS ISLAND
SUPPLEMENTARY INFORMATION

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SHIRE OF CHRISTMAS ISLAND
SUPPLEMENTARY INFORMATION
FOR THE PERIOD ENDED 31 DECEMBER 2023

1 KEY INFORMATION

Funding Surplus or Deficit Components

Funding surplus / (deficit)				
	Adopted Budget	YTD Budget (a)	YTD Actual (b)	Var. \$ (b)-(a)
Opening	\$2.29 M	\$2.29 M	\$2.41 M	\$0.12 M
Closing	(\$0.00 M)	\$4.12 M	\$7.19 M	\$3.08 M

Refer to Statement of Financial Activity

Cash and cash equivalents		
	\$	% of total
Unrestricted Cash	\$4.27 M	46.6%
Restricted Cash	\$4.88 M	53.4%

Refer to 3 - Cash and Financial Assets

Payables	
	% Outstanding
Trade Payables	
0 to 30 Days	24.1%
Over 30 Days	76.0%
Over 90 Days	0.9%

Refer to 9 - Payables

Receivables		
	\$	%
Rates Receivable	\$0.23 M	88.3%
Trade Receivable	\$3.57 M	
Over 30 Days		0.2%
Over 90 Days		0.0%

Refer to 7 - Receivables

Key Operating Activities

Amount attributable to operating activities			
Adopted Budget	YTD Budget (a)	YTD Actual (b)	Var. \$ (b)-(a)
(\$0.50 M)	\$2.34 M	\$5.32 M	\$2.98 M

Refer to Statement of Financial Activity

Rates Revenue		
	\$	% Variance
YTD Actual	\$1.85 M	0.1%
YTD Budget	\$1.85 M	

Refer to 10 - Rate Revenue

Grants and Contributions		
	\$	% Variance
YTD Actual	\$7.68 M	77.4%
YTD Budget	\$4.33 M	

Refer to 12 - Grants and Contributions

Fees and Charges		
	\$	% Variance
YTD Actual	\$1.02 M	91.1%
YTD Budget	\$0.54 M	

Refer to Statement of Financial Activity

Key Investing Activities

Amount attributable to investing activities			
Adopted Budget	YTD Budget (a)	YTD Actual (b)	Var. \$ (b)-(a)
(\$1.27 M)	(\$0.51 M)	(\$0.54 M)	(\$0.02 M)

Refer to Statement of Financial Activity

Proceeds on sale		
	\$	%
YTD Actual	\$0.00 M	
Adopted Budget	\$0.04 M	(100.0%)

Refer to 6 - Disposal of Assets

Asset Acquisition		
	\$	% Spent
YTD Actual	\$0.39 M	(68.3%)
Adopted Budget	\$1.23 M	

Refer to 5 - Capital Acquisitions

Capital Grants		
	\$	% Received
YTD Actual	\$0.15 M	(90.4%)
Adopted Budget	\$1.58 M	

Refer to 5 - Capital Acquisitions

Key Financing Activities

Amount attributable to financing activities			
Adopted Budget	YTD Budget (a)	YTD Actual (b)	Var. \$ (b)-(a)
(\$0.53 M)	\$0.00 M	\$0.00 M	\$0.00 M

Refer to Statement of Financial Activity

Borrowings	
Principal repayments	\$0.00 M
Interest expense	\$0.00 M
Principal due	\$0.00 M

Reserves	
Reserves balance	\$4.88 M
Interest earned	\$0.00 M

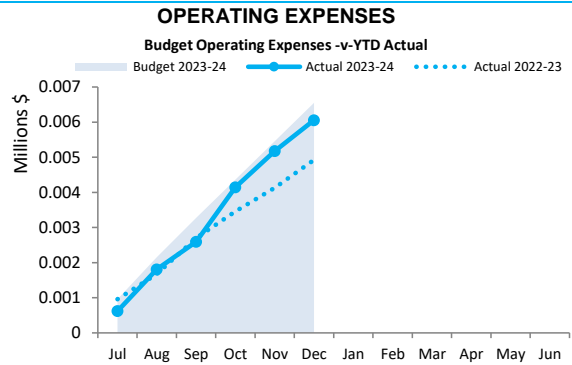
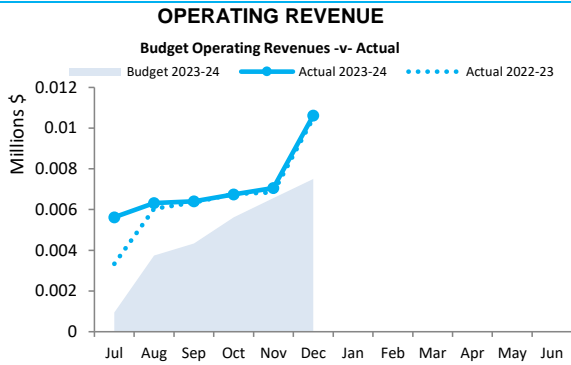
Refer to 4 - Cash Reserves

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

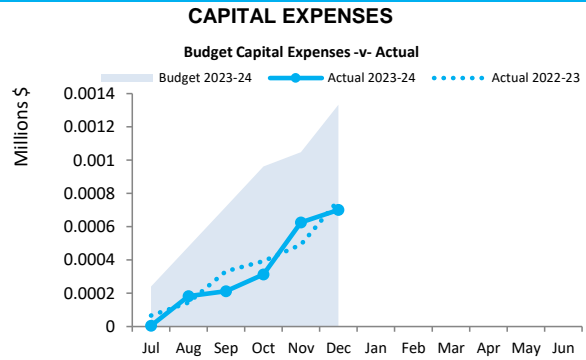
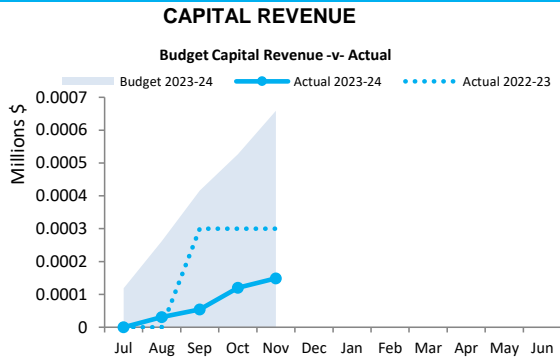
**SHIRE OF CHRISTMAS ISLAND
SUPPLEMENTARY INFORMATION
FOR THE PERIOD ENDED 31 DECEMBER 2023**

2 KEY INFORMATION - GRAPHICAL

OPERATING ACTIVITIES



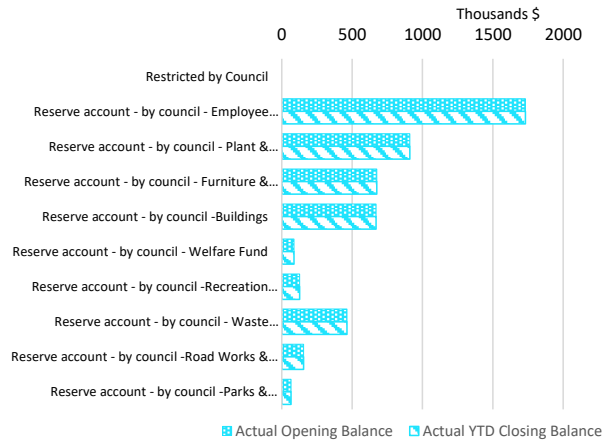
INVESTING ACTIVITIES



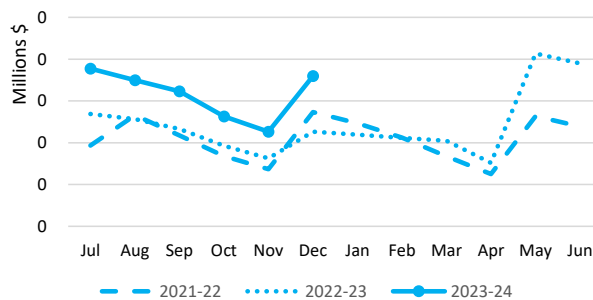
FINANCING ACTIVITIES

BORROWINGS

RESERVES



Closing funding surplus / (deficit)



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

**SHIRE OF CHRISTMAS ISLAND
SUPPLEMENTARY INFORMATION
FOR THE PERIOD ENDED 31 DECEMBER 2023**

3 CASH AND FINANCIAL ASSETS

Description	Classification	Unrestricted \$	Restricted \$	Total Cash \$	Trust \$	Institution	Interest Rate	Maturity Date
Municipal Bank Account	Cash and cash equivalents	1,071,711		1,071,711		Westpac		N/A
Community Welfare fund	Financial assets at amortised cost	0	2,585	2,585		Westpac		N/A
Reserve Funds	Financial assets at amortised cost	62,963	595,533	658,496		Westpac		N/A
Term Deposit - Municipal	Cash and cash equivalents	615,732		615,732		Westpac	4.32%	17-02-24
Term Deposit - Municipal	Cash and cash equivalents	500,000		500,000		Westpac	4.24%	16-01-24
Term Deposit - Municipal	Cash and cash equivalents	500,000		500,000		Westpac	4.16%	16-02-24
Term Deposit - Municipal	Cash and cash equivalents	500,000		500,000		Westpac	4.24%	19-03-24
Term Deposit - Municipal	Cash and cash equivalents	500,000		500,000		Westpac	4.32%	19-04-24
Term Deposit - Municipal	Cash and cash equivalents	500,000		500,000		Westpac	4.40%	19-05-24
Term Deposit - Trust	Cash and cash equivalents	0			57,943	Westpac	4.32%	12-03-24
Term Deposit - CWF	Financial assets at amortised cost	0	23,626	23,626		Westpac	4.32%	17-02-24
Term Deposit - CWF	Financial assets at amortised cost	0	33,606	33,606		Westpac	4.32%	12-03-24
Term Deposit - CWF	Financial assets at amortised cost	0	26,931	26,931		Westpac	4.32%	12-03-24
Term Deposit - Reserve	Financial assets at amortised cost	0	1,795,903	1,795,903		Westpac	4.32%	17-02-24
Term Deposit - Reserve	Financial assets at amortised cost	0	522,127	522,127		Westpac	4.35%	26-03-24
Term Deposit - Reserve	Financial assets at amortised cost	0	67,067	67,067		Westpac	4.32%	12-03-24
Term Deposit - Reserve	Financial assets at amortised cost	0	763,508	763,508		Westpac	4.32%	12-03-24
Term Deposit - Reserve	Financial assets at amortised cost	9,397	528,730	538,127		Westpac	4.24%	10-05-24
Term Deposit - Reserve	Financial assets at amortised cost	9,332	525,042	534,374		Westpac	4.24%	10-05-24
Total		4,269,135	4,884,658	9,153,793	57,943			
Comprising								
Cash and cash equivalents		4,187,443	0	4,187,443	57,943			
Financial assets at amortised cost		81,692	4,884,658	4,966,350	0			
		4,269,135	4,884,658	9,153,793	57,943			

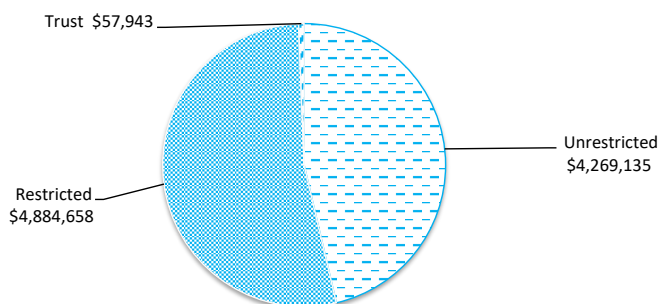
KEY INFORMATION

Cash and cash equivalents include cash on hand, cash at bank, deposits available on demand with banks and other short term highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value. Bank overdrafts are reported as short term borrowings in current liabilities in the statement of net current assets.

The local government classifies financial assets at amortised cost if both of the following criteria are met:

- the asset is held within a business model whose objective is to collect the contractual cashflows, and
- the contractual terms give rise to cash flows that are solely payments of principal and interest.

Financial assets at amortised cost held with registered financial institutions are listed in this note other financial assets at amortised cost are provided in Note 4 - Other asse



SHIRE OF CHRISTMAS ISLAND
 SUPPLEMENTARY INFORMATION
 FOR THE PERIOD ENDED 31 DECEMBER 2023

4 RESERVE ACCOUNTS

Reserve name	Budget Opening Balance	Budget Interest Earned	Budget Transfer s In (+)	Budget Transfer s Out (-)	Budget Closing Balance	Actual Opening Balance	Actual Interest Earned	Actual Transfer s In (+)	Actual Transfer s Out (-)	Actual YTD Closing Balance
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Restricted by Council										
Reserve account - by council - Employee Benefits	1,731,739	14,000	190,000		1,935,739	1,731,739				1,731,739
Reserve account - by council - Plant & Machinery	909,796	2,000	400,000	(400,000)	911,796	909,796				909,796
Reserve account - by council - Furniture & Equipment	676,080	1,000	100,000		777,080	676,080				676,080
Reserve account - by council -Buildings	669,236	1,000	50,000		720,236	669,236				669,236
Reserve account - by council - Welfare Fund	87,174				87,174	87,174				87,174
Reserve account - by council -Recreation Services	127,186	210	46,000		173,396	127,186				127,186
Reserve account - by council - Waste Management	463,077	258	80,000		543,335	463,077				463,077
Reserve account - by council -Road Works & Materials	154,706	265	45,000		199,971	154,706				154,706
Reserve account - by council -Parks & Gardens	65,664				65,664	65,664				65,664
	4,884,658	18,733	911,000	(400,000)	5,414,391	4,884,658	0	0	0	4,884,658

5 CAPITAL ACQUISITIONS

Capital acquisitions	Adopted		YTD Actual	YTD Actual Variance
	Budget	YTD Budget		
	\$	\$	\$	\$
Buildings - non-specialised	265,000	132,500		(132,500)
Buildings - specialised	80,000	40,000		(40,000)
Furniture and equipment	294,000	147,000	8,947	(138,053)
Plant and equipment	1,013,104	506,552	288,360	(218,192)
Acquisition of property, plant and equipment	1,652,104	826,052	297,307	(528,745)
Infrastructure - roads	700,704	291,960	183,745	(108,215)
Infrastructure - Other	532,210	221,754	206,817	(14,937)
Acquisition of infrastructure	1,232,914	513,714	390,562	(1,180,643)
Total capital acquisitions	2,885,018	1,339,766	687,869	(1,709,388)
Capital Acquisitions Funded By:				
Capital grants and contributions	1,582,914	791,452	151,792	(639,660)
Other (disposals & C/Fwd)	35,079	35,079	0	(35,079)
Reserve accounts				
Reserve account - by council - Plant & Machinery	400,000		0	0
Contribution - operations	867,025	513,235	536,077	22,841
Capital funding total	2,885,018	1,339,766	687,869	(651,897)

SIGNIFICANT ACCOUNTING POLICIES

Each class of fixed assets within either plant and equipment or infrastructure, is carried at cost or fair value as indicated less, where applicable, any accumulated depreciation and impairment losses.

Assets for which the fair value as at the date of acquisition is under \$5,000 are not recognised as an asset in accordance with *Financial Management Regulation 17A (5)*. These assets are expensed immediately.

Where multiple individual low value assets are purchased together as part of a larger asset or collectively forming a larger asset exceeding the threshold, the individual assets are recognised as one asset and capitalised.

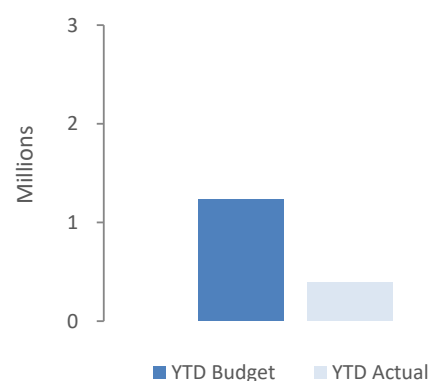
Initial recognition and measurement for assets held at cost

Plant and equipment including furniture and equipment is recognised at cost on acquisition in accordance with *Financial Management Regulation 17A*. Where acquired at no cost the asset is initially recognise at fair value. Assets held at cost are depreciated and assessed for impairment annually.

Initial recognition and measurement between mandatory revaluation dates for assets held at fair value

In relation to this initial measurement, cost is determined as the fair value of the assets given as consideration plus costs incidental to the acquisition. For assets acquired at zero cost or otherwise significantly less than fair value, cost is determined as fair value at the date of acquisition. The cost of non-current assets constructed by the Shire includes the cost of all materials used in construction, direct labour on the project and an appropriate proportion of variable and fixed overheads.

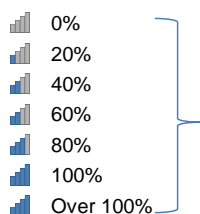
Payments for Capital Acquisitions



5 CAPITAL ACQUISITIONS - DETAILED

Capital expenditure total

Level of completion indicators



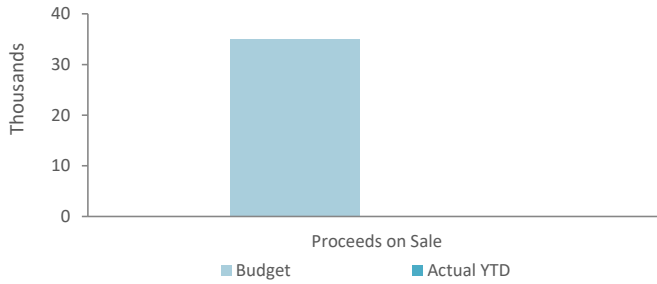
Percentage Year to Date Actual to Annual Budget expenditure where the expenditure over budget highlighted in red.

Level of completion indicator, please see table at the end of this note for further detail.

Account Description	Adopted			Variance (Under)/Over
	Budget	YTD Budget	YTD Actual	
	\$	\$	\$	\$
427800 Governance - Printers	12,000	5,996	8,947	-2950.52
1077800 Roundabout Lighting Upgrade	5,000	2,498		2498
1137800 Library - Shelving Upgrade	5,000	2,498		2498
1127805 Lily Beach Roundabout	250,000	125,000	206,817	-81817.15
1127806 Poon Saan Park Resurface	22,000	10,996		10996
907228 28 Seaview Drive	50,000	25,000		25000
907239 5 Jalan Ketam Merah	50,000	25,000		25000
907212 12 Guano Close	50,000	25,000		25000
907223 23 Seaview Drive	50,000	25,000		25000
907238 Flat 138	15,000	7,498		7498
907230 30 Seaview Drive	50,000	25,000		25000
107811 Bus Shelter Upgrades	80,000	40,000		40000
72931 Road Resealing Program	400,000	200,000	37,678	162322.33
72617 LRCIP Phase 4	532,210	217,434		217434
72930 RTR 23/24-Murray Rd-CIDHS Crab Bridge	300,704	150,352	146,067	4285
1217500 Kubota GR2120-48-AU-2 Ride on Mower	20,104	10,052	16,171	-6119
	2,885,018	1,393,824	687,869	705,955

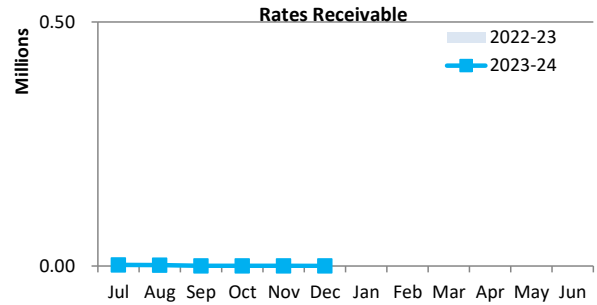
6 DISPOSAL OF ASSETS

Asset Ref.	Asset description	Budget				YTD Actual			
		Net Book Value	Proceeds	Profit	(Loss)	Net Book Value	Proceeds	Profit	(Loss)
		\$	\$	\$	\$	\$	\$	\$	\$
	Plant and equipment								
	Various Plant & Machinery	29,504	35,079	5,575	0	13,006	0	0	(13,006)
		29,504	35,079	5,575	0	13,006	0	0	(13,006)



7 RECEIVABLES

Rates receivable	30 Jun 2023	31 Dec 2023
	\$	\$
Opening arrears previous years	114,373	114,373
Levied this year		1,849,857
Less - collections to date	0	(1,735,003)
Gross rates collectable	114,373	229,227
Net rates collectable	114,373	229,227
% Collected	0.0%	88.3%



Receivables - general	Credit	Current	30 Days	60 Days	90+ Days	Total
	\$	\$	\$	\$	\$	\$
Receivables - general	0	3,515,137	50,780	3,162	5,134	3,574,213
Percentage	0.0%	1.4%	0.1%	0.1%	0.0%	
Balance per trial balance						
Trade receivables		3,515,137	50,780	3,162	5,134	3,574,213
Total receivables general outstanding						3,574,213

Amounts shown above include GST (where applicable)

KEY INFORMATION

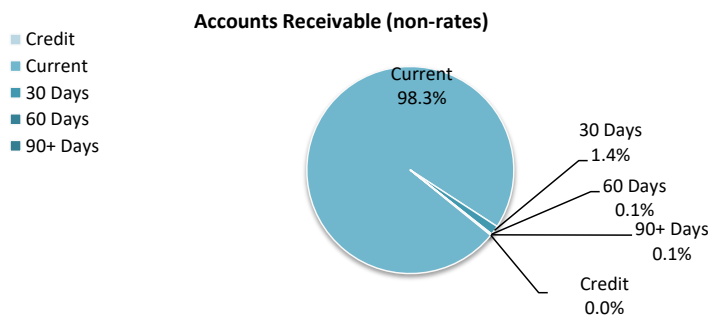
Trade and other receivables include amounts due from ratepayers for unpaid rates and service charges and other amounts due from third parties for goods and services performed in the ordinary course of business.

Trade receivables are recognised at original invoice amount less any allowances for uncollectable amounts (i.e. impairment). The carrying amount of net trade receivables is equivalent to fair value as it is due for settlement within 30 days.

Classification and subsequent measurement

Receivables which are generally due for settlement within 30 days except rates receivables which are expected to be collected within 12 months are classified as current assets. All other receivables such as, deferred pensioner rates receivable after the end of the reporting period are classified as non-current assets.

Trade and other receivables are held with the objective to collect the contractual cashflows and therefore the Shire measures them subsequently at amortised cost using the effective interest rate method.



8 OTHER CURRENT ASSETS

	Opening Balance 1 July 2023	Asset Increase	Asset Reduction	Closing Balance 31 December 2023
	\$	\$	\$	\$
Other current assets				
Inventory				
Fuel & Materials	441,417	134,851	(161,199)	415,069
Other assets				
Prepayments	5,108	8,098		13,206
Accrued income	4,618		(9,236)	(4,618)
Total other current assets	451,143	142,949	(170,435)	423,657
Amounts shown above include GST (where applicable)				

KEY INFORMATION

Inventory

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.

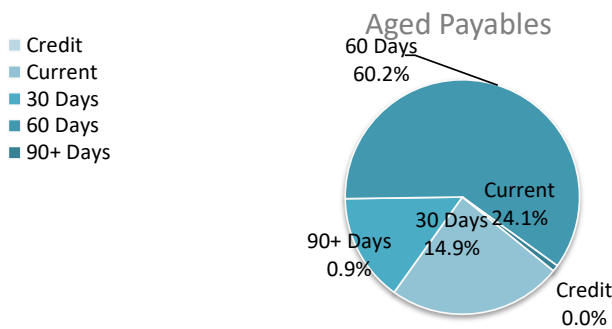
9 PAYABLES

Payables - general	Credit	Current	30 Days	60 Days	90+ Days	Total
	\$	\$	\$	\$	\$	\$
Payables - general	0	81,761	50,595	204,655	2,900	339,910
Percentage	0.0%	24.1%	14.9%	60.2%	0.9%	
Balance per trial balance						
Sundry creditors		81,761	50,595	204,655	2,900	339,910
Other payables [describe]						(248)
Total payables general outstanding						339,662

Amounts shown above include GST (where applicable)

KEY INFORMATION

Trade and other payables represent liabilities for goods and services provided to the Shire prior to the end of the period that are unpaid and arise when the Shire 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. The carrying amounts of trade and other payables are considered to be the same as their fair values, due to their short-term nature.



10 RATE REVENUE

General rate revenue

RATE TYPE	Rate in \$ (cents)	Number of Properties	Rateable Value	Budget		YTD Actual		Total Revenue	
				Rate Revenue	Total Revenue	Rate Revenue	Reassessed Rate Revenue		
				\$	\$	\$	\$	\$	
Gross rental value									
Gross Rental Value - Resident	0.1044	456	8,769,508	915,431	915,431	915,182		915,182	
Gross Rental Value - Commercial	0.1044	89	1,960,676	204,671	204,671	204,671		204,671	
Gross Rental Value - DIAC	0.0000	20	1,197,820	0	0	0		0	
Gross Rental Value - Unallocated	0.1044	4	63,960	6,677	6,677	6,677		6,677	
Gross Rental Value - Rural	0.1044	2	45,280	4,727	4,727	4,727		4,727	
Gross Rental Value - Industrial	0.1044	12	227,160	23,713	23,713	23,713		23,713	
Gross Rental Value - Exempt	0.1044	209	0	0	0	0		0	
Unimproved value									
Unimproved Value - Industrial	0.4200	1	940,000	394,800	394,800	394,800		394,800	
Unimproved Value - Mining	0.4200	6	689,568	289,619	289,619	300,962		300,962	
Sub-Total		799	13,893,972	1,839,638	0	1,839,638	1,850,732	0	1,850,732
Minimum payment									
Minimum Payment \$									
Gross rental value									
Gross Rental Value - Resident	630	5		3,150	3,150	3,150		3,150	
Gross Rental Value - Commercial	630	16		10,080	10,080	10,080		10,080	
Gross Rental Value - Unallocated	630	37		23,310	23,310	23,310		23,310	
Gross Rental Value - Rural	630			0	0	0		0	
Gross Rental Value - Industrial	630	5		3,150	3,150	3,780		3,780	
Gross Rental Value - Exempt	630			0	0	0		0	
Unimproved value									
Unimproved Value - Industrial	380	1		380	380	0		0	
Unimproved Value - Mining	380	2		760	760	758		758	
Sub-total		66	0	40,830	0	40,830	41,078	0	41,078
Discount						(31,520)		(41,953)	
Concession						(1,000)			
Total general rates						1,847,948		1,849,857	

11 OTHER CURRENT LIABILITIES

	Note	Opening Balance 1 July 2023	Liability transferred from/(to) non current	Liability Increase	Liability Reduction	Closing Balance 31 December 2023
		\$	\$	\$	\$	\$
Other current liabilities						
Other liabilities						
Contract liabilities		286,029	0	167,577	(385,954)	117,807
Capital grant/contributions liabilities		0	0	639,326	0	589,172
Total other liabilities		286,029	0	806,903	(385,954)	706,979
Employee Related Provisions						
Provision for annual leave		1,018,579	0			1,018,579
Provision for long service leave		978,209	0			978,208
Total Provisions		1,996,788	0	0	0	1,996,787
Total other current liabilities		2,282,817.00	0.00	806,903.12	(385,954.12)	2,703,766.00

Amounts shown above include GST (where applicable)

A breakdown of contract liabilities and associated movements is provided on the following pages at Note 12 and 13

KEY INFORMATION

Provisions

Provisions are recognised when the Shire has a present legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured. Provisions are measured using the best estimate of the amounts required to settle the obligation at the end of the reporting period.

Employee Related Provisions

Short-term employee benefits

Provision is made for the Shire's obligations for short-term employee benefits. Short-term employee benefits are benefits (other than termination benefits) that are expected to be settled wholly before 12 months after the end of the annual reporting period in which the employees render the related service, including wages, salaries and sick leave. Short-term employee benefits are measured at the (undiscounted) amounts expected to be paid when the obligation is settled.

The Shire's obligations for short-term employee benefits such as wages, salaries and sick leave are recognised as a part of current trade and other payables in the calculation of net current assets.

Other long-term employee benefits

The Shire's obligations for employees' annual leave and long service leave entitlements are recognised as employee related provisions in the statement of financial position.

Long-term employee benefits are measured at the present value of the expected future payments to be made to employees. Expected future payments incorporate anticipated future wage and salary levels, durations of service and employee departures and are discounted at rates determined by reference to market yields at the end of the reporting period on government bonds that have maturity dates that approximate the terms of the obligations. Any remeasurements for changes in assumptions of obligations for other long-term employee benefits are recognised in profit or loss in the periods in which the changes occur. The Shire's obligations for long-term employee benefits are presented as non-current provisions in its statement of financial position, except where the Shire does not have an unconditional right to defer settlement for at least 12 months after the end of the reporting period, in which case the obligations are presented as current provisions.

Contract liabilities

An entity's obligation to transfer goods or services to a customer for which the entity has received consideration (or the amount is due) from the customer.

Capital grant/contribution liabilities

Grants to acquire or construct recognisable non-financial assets to identified specifications be constructed to be controlled by the Shire are recognised as a liability until such time as the Shire satisfies its obligations under the agreement.

12 GRANTS, SUBSIDIES AND CONTRIBUTIONS

Provider	Unspent grant, subsidies and contributions liability					Grants, subsidies and contributions revenue		
	Liability	Increase in	Decrease in	Liability	Current	Adopted	YTD	YTD
	1 July 2023	Liability	Liability	31 Dec 2023	Liability	Budget	Budget	Revenue
	\$	\$	(As revenue)	\$	\$	\$	\$	\$
Grants and subsidies								
CI Fisheries Management DITRDCA Grant	178,391	167,578	(234,162)	111,807	111,807	452,059	226,026	234,162
Saluting Their Service Commemorations Grant	6,000			6,000	6,000	6,000	2,496	0
Financial Assistance Grant				0		6,866,660	3,433,326	6,780,870
Commonealth _ Community Service Obligations				0		500,459	250,228	500,459
Building Better Regions Grant				0		20,000	10,000	8,800
Parks Australia Grading Grant				0		800,000	400,000	123,750
	184,391	167,578	(234,162)	117,807	117,807	8,645,178	4,322,076	7,648,041
Contributions								
CI Marathon Contributions				0		10,000	5,000	8,121
Ranger Pool Car contributions				0			414	355
Australia Day Contributions				0		1,000	498	14,558
Territory Week Contribution				0				6,600
Bus Contribution				0		30,000		
	0	0	0	0	0	41,000	5,912	29,634
TOTALS	184,391	167,578	(234,162)	117,807	117,807	8,686,178	4,327,988	7,677,675

13 CAPITAL GRANTS, SUBSIDIES AND CONTRIBUTIONS

Provider	Capital grant/contribution liabilities					Capital grants, subsidies and contributions revenue		
	Liability	Increase in	Decrease in	Liability	Current	Adopted	YTD	YTD
	1 July 2023	Liability	Liability	31 Dec 2023	Liability	Budget	Budget	Revenue
	\$	\$	(As revenue)	\$	\$	\$	\$	\$
Capital grants and subsidies								
Road to Revocery Grant (R2R)				0		300,704	150,348	0
Central Road Authority (CRA)		300,000	(30,154)	269,846	269,846	600,000	300,000	30,154
Local Road & Community Infrastructure Program Phase 4		319,326		319,326	319,326	532,210	266,104	0
Lily Beach Redevelopment	101,638	20,000	(121,638)	0	0	150,000	75,000	121,638
	101,638	639,326	(151,792)	589,172	589,172	1,582,914	791,452	151,792

**SHIRE OF CHRISTMAS ISLAND
SUPPLEMENTARY INFORMATION
FOR THE PERIOD ENDED 31 DECEMBER 2023**

14 TRUST FUND

Funds held at balance date which are required by legislation to be credited to the trust fund and which are not included in the financial statements are as follows:

Description	Opening Balance 1 July 2023	Amount Received	Amount Paid	Closing Balance 31 Dec 2023
	\$	\$	\$	\$
Taman Sweetland Reserve (POS)	56,893	1,050		57,943
	56,893	1,050	0	57,943