

**TOWN OF BASSENDEAN  
FINAL ANALYTICAL REVIEW  
INCOME AND EXPENSES  
FOR THE YEAR ENDED 30TH JUNE 2020**

# All material variances (ie greater than +/-5%) should be explained.

	2020 Actual \$	2020 Budget \$	Variance (\$) Actual 2020 /Budget	Variance (%) Actual 2020 /Budget	Variance Explanation #
<b>Revenue</b>					
Rates	13,375,582	13,410,680	(35,098)	-0.26%	Change in the rate in the dollar for vacant land did not proceed
Operating grants, subsidies and contributions	3,249,254	2,563,074	686,180	26.77%	Advance payment of the Financial Assistance grant, receipt of EMRC dividend, and seniors grant funding above budget
Fees and charges	5,969,778	5,989,971	(20,193)	-0.34%	
Interest earnings	364,799	460,345	(95,546)	-20.76%	Investment interest below budget due to low interest rates and investment in non-fossil fuel ADI's
Other revenue	463,019	428,816	34,203	7.98%	Home care package client fees under budget
	<u>23,422,432</u>	<u>22,852,886</u>	<u>569,546</u>		
<b>Expenses</b>					
Employee costs	(13,158,941)	(12,291,093)	867,848	7.06%	Redundancies and error in salaries budget
Materials and contracts	(6,960,228)	(8,122,358)	(1,162,130)	-14.31%	Cancellation of events due to COVID-19. Savings in operational projects and administration expenses.
Utility charges	(695,799)	(719,114)	(23,315)	-3.24%	Utility costs less than anticipated
Depreciation on non-current assets	(3,731,705)	(3,505,012)	226,693	6.47%	Change in accounting treatment. Right of use assets (leases) now depreciated.
Interest expenses	(46,220)	(49,688)	(3,468)	-6.98%	Change in accounting treatment. Right of Use Assets (leases).
Insurance expenses	(473,470)	(452,413)	21,057	4.65%	No budget provision for general insurances
Other expenditure	(636,394)	(880,389)	(243,995)	-27.71%	Cancellation of programs due to COVID-19. Savings in operational projects.
	<u>(25,702,757)</u>	<u>(26,020,067)</u>	<u>317,310</u>		
<b>Operating Result from Continuing Operations</b>					
	<b>(2,280,325)</b>	<b>(3,167,181)</b>	<b>886,856</b>		
Depreciation	3,731,705	3,505,012	(226,693)	6.47%	Change in accounting treatment. Right of use assets (leases) now depreciated.
Movement in employee benefit provisions	56,507	-	(56,507)	100.00%	Not budgeted
Non-operating grants, subsidies & contributions	1,349,865	2,066,917	(717,052)	-34.69%	Due to timing of capital projects
Profit on asset disposals	-	(1,500)	1,500	-100.00%	
(Loss) on asset disposals	3,868	9,819	5,951	-60.61%	
Employee cash backed provisions	(511,306)	14,871	(526,177)	-3538.28%	Payment of employee redundancy and long service leave payments
	<u>4,630,639</u>	<u>5,595,119</u>	<u>(1,518,978)</u>		
<b>Capital expenditure</b>					
Repayment of borrowings	(130,367)	(130,368)	1	0.00%	
Payments for principal portion of lease liabilities	(185,431)	-	(185,431)	100.00%	Change in accounting treatment. Right of Use Assets (leases).
Purchase of property, plant & equipment	(1,190,079)	(2,431,788)	1,241,709	-51.06%	Timing of capital projects
Purchase of construction of infrastructure	(816,198)	(3,673,163)	2,856,965	-77.78%	Timing of capital projects
	<u>(2,322,075)</u>	<u>(6,235,319)</u>	<u>3,913,244</u>		
<b>Capital Revenue</b>					
Proceeds from disposal of assets	8,514	656,500	(647,986)	-98.70%	Proposed land sales did not occur
Proceeds from self supporting loans	23,766	23,766	-	0.00%	
	<u>32,280</u>	<u>680,266</u>	<u>(647,986)</u>		
Transfers					
Transfers to reserves	(1,299,729)	(2,150,310)	850,581		Proposed land sales did not occur
Transfers from reserves	2,097,054	3,671,705	(1,574,651)		Timing of capital projects. Change in accounting treatment for Unspent Grants. Now treated as contract liabilities/deferred revenue
	<u>797,325</u>	<u>1,521,395</u>	<u>(724,070)</u>		
<b>Opening Surplus</b>	<u>(61,574)</u>	<u>1,630,400</u>	<u>(1,691,974)</u>		
<b>Net Current Assets as at 30 June 2020</b>	<b><u>796,267</u></b>	<b><u>24,680</u></b>	<b><u>217,092</u></b>		