

Local Government Loan Application Form

Borrower / LGA Name: Enter Text Shire of Donnybrook Balingup

Summary of Total borrowings included in this application			
Loan 1	\$2,900,000.00	20.00 years	Semi-Annual
Loan 2	-	-	-
Loan 3	-	-	-
Total	\$2,900,000.00		

New Loan Information 1

Purpose: Co-contribution to the Donnybrook Community Sporting, Recreation and Entertainment Precinct (Renewal and Replacement) Loan Structure: Principal & Interest

Please provide a short paragraph detailing the loan purpose.

If not P&I, please describe how you will meet the bullet payment at maturity.

Loan Amount \$: 20.00 years Term of Loan (years): 20.00 years Repayment Frequency: Semi-Annual

Loan in the adopted budget? Yes Council minutes attached? Public notice (showing date) attached?

Please submit council minutes approving the loan and evidence of one month's public notice if the loan is not in the adopted budget.

Will the funds be on lent to a third party? If "Yes", complete following: Select No

Full name of third party Enter Text

Is third party a not-for-profit? Select

What loan liabilities will the third party assume? Select

Any relationships between third party and LGA elected members/executive management? Select

Please disclose any association between the third party that will receive the loan funds and any elected members.

Will this project be receiving federal, state or private sector funding? Select Yes

Please provide the details of the grant amount and submit supporting documentation of forthcoming funds.

WA RECOVERY PROJECT- DONNYBROOK COMMUNITY SPORTING, RECREATION AND ENTERTAINMENT PRECINCT (State of Western Australia's COVID- 19 Recovery Plan1 (the WA Recovery Plan).	Grant amount \$ 6,000,000.00	Supporting docs attached?
Name-Grant 1	Grant amount \$	Supporting docs attached?
Name-Grant 2	Grant amount \$	Supporting docs attached?
Name-Grant 3	Grant amount \$	Supporting docs attached?

Is the loan for a project that will create ongoing distinct revenue streams for the LGA? Select No

If "Yes", are future revenues and expenses included in the budget and forecasts?

Please provide estimates of operational revenues & expenses relating to the project.

	FY2023	FY2024	FY2025	FY2026
Revenues \$				
Expenses (\$)				

Will you be applying for additional funding for the same or related project in the future? Select 0

Please provide amount and date of future loans for the same project, please ensure this is included in your forecasts on the Key Financial page.

Date		\$		Term (years)	
Date		\$		Term (years)	
Date		\$		Term (years)	

Alternative funding sources available to complete the project/related project if future loans are not approved? Select

Please provide details of alternative funding sources.

New Loan Information 2 - to add an additional loan click the "+" on the left to open the form

New Loan Information 3 - to add an additional loan click the "+" on the left to open the form

Representation

I represent, on behalf of Shire of Donnybrook Balingup, that:

- The Financial Information provided in and in support of this application to borrow is accurate; and
- The total borrowings stated in this application to borrow from the Corporation includes all existing borrowings from all other sources including banking institutions, lenders, other government sources and also from the Corporation; and
- There has been no material adverse change in the financial position, since the release of its last Audited Financial Statement.

Authorisation

I certify that I have been authorised to complete and sign this application and all other necessary documents relating to this new borrowing on behalf of Shire of Donnybrook Balingup and that the Shire of Donnybrook Balingup has met all the requirements to borrow under the LGA Act.

Signature of Officer: [Signature] Name of Officer: Ben Rose

Position: C.E.O. Date: 17-2-23

Please email your application and Key Financial Information to csoperations@wac.wa.gov.au

Key Financial Information

TIP: Revenue, grants, cash and debt balances are usually positive. If entered as a negative the cell will flag red. Expenses, interest and debt repayments should be entered as a negative. If entered as a positive the cell will flag red.

Financial Year	Type of Financial Statement	Period	FY2020	FY2021	FY2022	FY2023	FY2024	FY2025	FY2026
			Audited	Audited	Audited	Adopted Budget	Forecast	Forecast	Forecast
Number of property rating assessments			3,332	3,351	3,385				
<i>The status of the financial statements moves from "projected" to "unaudited" when the final draft is sent to the auditor</i>									
Statement of Comprehensive Income (by nature or type)			FY2020	FY2021	FY2022	FY2023	FY2024	FY2025	FY2026
Revenues from Ordinary Activities			<i>These figures should match published financial statements / adopted budget</i>						
Rates	\$		5,072,527.00	5,097,843.00	5,122,936.00	6,535,076.00	6,341,635.00	6,722,028.00	7,125,348.00
Operating Grants	\$		2,210,895.00	3,643,313.00	5,333,230.00	1,506,091.00	2,877,405.00	2,903,476.00	2,930,096.00
Fees & Charges	\$		1,648,785.00	2,169,363.00	1,750,780.00	1,885,721.00	2,320,596.00	2,371,508.00	2,421,339.00
Interest Earnings	\$			108,388.00	80,288.00	99,410.00	121,003.00	119,813.00	118,183.00
Insurance Earnings	\$			0.00	0.00	0.00	0.00	0.00	0.00
Other (this is a calculated balancing item)	\$			429.00	16,835.00	439.00	447.00	453.00	462.00
Total Operating Revenues	\$		10,981,754.00	11,019,436.00	13,904,078.00	10,026,707.00	11,060,985.00	12,117,278.00	12,595,368.00
Expenses from Ordinary Activities			(4,745,238.00)	(4,965,382.00)	(5,701,415.00)	(5,779,016.00)	(5,511,707.00)	(5,698,487.00)	(5,889,549.00)
Employee Costs	(\$)								
Materials & Contracts	(\$)		(2,671,893.00)	(3,305,310.00)	(3,036,481.00)	(3,605,082.00)	(3,266,591.00)	(3,176,423.00)	(3,231,397.00)
Utility Charges	(\$)		(348,041.00)	(404,041.00)	(402,382.00)	(461,585.00)	(389,189.00)	(396,953.00)	(404,800.00)
Depreciation	(\$)		(5,349,517.00)	(5,484,216.00)	(5,711,771.00)	(5,796,081.00)	(5,901,030.00)	(5,989,861.00)	(6,002,328.00)
Interest Expense	(\$)		(27,654.00)	(11,494.00)	(11,494.00)	(85,448.00)	(60,889.00)	(56,348.00)	(58,604.00)
Insurance Expense	(\$)		(345,052.00)	(377,200.00)	(434,693.00)	(454,439.00)	(463,529.00)	(472,800.00)	(472,800.00)
Other (this is a calculated balancing item)	(\$)		(400,094.00)	(795,719.00)	(795,719.00)	(243,007.00)	(226,001.00)	(230,526.00)	(235,139.00)
Total Operating Expenses	(\$)		(14,734,756.00)	(14,935,599.00)	(16,006,482.00)	(16,405,912.00)	(15,800,826.00)	(16,012,627.00)	(16,334,707.00)
Operating Income	\$		(3,916,103.00)	(2,702,984.00)	(5,386,208.00)	(4,148,840.00)	(3,895,351.00)	(3,739,309.00)	(3,739,309.00)
Other Income Statement Items									
Non-Operating Grants	\$		5,190,139.00	4,892,981.00	12,665,285.00	3,167,311.00	3,066,977.00	2,891,716.00	2,891,716.00
Profit on Asset Disposals	\$		55,408.00	130,432.00	67,531.00	-	-	-	-
Loss on Asset Disposals	\$		(9,292.00)	(1,407,197.00)	(29,855.00)	-	-	-	-
Revaluation Items	\$		-	-	-	-	-	-	-
Other (this can be used for any other items that affect the Net Results)	\$		(644,695.00)	-	-	-	-	-	-
Net Results	\$		616,427.00	913,862.00	6,312,656.00	(981,529.00)	(908,374.00)	(847,593.00)	(847,593.00)
Other Comprehensive Income	\$		-	14,181,440.00	-	(1,355.00)	(1,549.00)	(1,782.00)	(1,782.00)
Total Comprehensive Income	\$		616,427.00	15,095,302.00	6,312,656.00	(682,884.00)	(809,923.00)	(849,375.00)	(849,375.00)
<i>Total Comprehensive Income should match published financial statements for past years and match the adopted budget for current year</i>									
Balance Sheet Items			FY2020	FY2021	FY2022	FY2023	FY2024	FY2025	FY2026
June 30 Cash & Equivalents	\$		16,567,035.00	11,131,480.00	10,443,573.00	8,719,244.00	10,738,057.00	10,412,278.00	9,654,922.00
Unrestricted Cash (as per financial statements)	\$		2,077,200.00	2,343,236.00	3,297,907.00	1,734,333.00	2,050,112.00	2,050,112.00	2,807,468.00
Other Details			FY2020	FY2021	FY2022	FY2023	FY2024	FY2025	FY2026
Revenue - Self-Supporting Loans & Grants									
Interest received from SS loans	\$		4,093.00	10,509.00	10,509.00	9,922.00	10,195.00	10,477.00	
FAGS advance payment received but unspent	\$		695,720.00	695,720.00	695,720.00	-	-	-	-
Expenditure of FAG advance payments that were received in previous years	\$		1,006,709.00	695,720.00	985,226.00	-	-	-	-
Non-Operating Grants spent on opex in year	\$	Not Applicable	-	-	-	-	-	-	-
Grant 2	\$	Not Applicable	-	-	-	-	-	-	-
Grant 3	\$	Not Applicable	-	-	-	-	-	-	-
Total	\$		4,794,722.00	1,701,949.00	1,701,949.00	9,922.00	10,195.00	10,477.00	-
<i>Please detail the name of any non-operating grants received in any year that will be spent on operating expenses in this year in column C</i>									
Restricted Cash									
Restricted cash: ratepayer deposits	\$		1,758.00	6,236.00	-	-	-	-	-
Restricted cash: contracted liabilities	\$		2,386,027.00	2,202,241.00	-	-	-	-	-
Restricted cash: developer contributions	\$		1,240,237.00	572,476.00	572,452.00	-	-	-	-
Restricted cash: unspent grants & loans	\$		-	-	-	-	-	-	-
Restricted cash: Cash Backed Reserves	\$		5,426,268.00	5,319,382.00	3,421,337.00	4,501,862.00	4,176,083.00	3,428,727.00	
Restricted cash: Other 2	\$		-	-	-	-	-	-	-
Restricted cash: Other 3	\$		-	-	-	-	-	-	-
Borrowings									
Details of Debt Outstanding			<i>Please provide the 30 June closing debt balances</i>						
WATC Debt	\$	Not Applicable	402,566.00	338,987.00	3,229,086.00	2,385,789.00	4,160,006.00	3,634,587.00	
Non-WATC debt	\$	Not Applicable	-	-	-	-	-	-	-
Total Outstanding Debt	\$		402,566.00	338,987.00	3,229,086.00	2,385,789.00	4,160,006.00	3,634,587.00	
Other facilities									
Overdraft limit	\$	Banking Bank	117,300.00	115,877.00	109,000.00	109,000.00	109,000.00	109,000.00	109,000.00
Lease Liabilities	\$		67,137.00	38,064.00	23,063.00	6,068.00	-	-	-
Debt Repayments									
Principal Repayment on Borrowings	(\$)		(61,288.00)	(63,579.00)	(109,902.00)	(153,685.00)	(157,677.00)	(225,783.00)	
Interest on Borrowings	(\$)		(11,935.00)	(9,613.00)	(84,208.00)	(60,739.00)	(56,847.00)	(58,604.00)	
Principal Repayment on Leases	(\$)		(85,333.00)	(29,043.00)	(15,031.00)	(16,987.00)	(6,068.00)	-	
Interest on Leases	(\$)		(2,776.00)	(1,881.00)	(1,240.00)	(150.00)	(1.00)	-	
Forecast Future Borrowings			<i>Please provide the \$ amounts of loans yet to be raised which have been included in the budgeted and forecast debt outstanding amounts above</i>						
Forecast Future Loans	\$		-	-	-	-	2,000,000.00	-	-
Principal future loans	(\$)		-	-	-	-	-	(79,778.00)	-
Principal repayments	(\$)		-	-	-	-	-	(45,544.00)	-
Interest repayments	(\$)		-	-	-	-	-	-	-

Other Information

1 Please provide:

	FY2020	FY2021	FY2022
	Audited	Audited	Audited
Cash backed reserve total	6,651,263.00	5,426,258.00	5,319,382.00
Payments for land held for resale	-	-	-
Payments for property, plant & equipment	1,967,034.00	2,402,689.00	977,683.00
Payments for construction of infrastructure	1,995,431.00	4,672,099.00	5,281,979.00
Rates Receivable		409,161.00	405,884.00
Sundry Debtors (non-rate fees & charges due to LGA)		416,122.00	307,207.00
Sundry Creditors (unpaid goods & services provided to the LGA)		515,429.00	342,547.00
ST assets		12,309,092.00	11,589,769.00
ST liabilities		5,834,651.00	4,496,478.00
Contracted liabilities		2,386,027.00	220,241.00
Contingent liabilities		1,305,468.00	113,392.00

Notes

Please refer to the Statement of financial position
 Please refer to the Statement of cashflows
 Please refer to the Statement of cashflows
 Please refer to the Statement of cashflows
 Commonly located in note "Trade and other receivables"
 Commonly located in note "Trade and other receivables"
 Commonly located in note "Trade and other payables"
 Please refer to the Statement of financial position
 Please refer to the Statement of financial position
 Commonly located in note "Capital commitments"
 Commonly located in note "Contingent liabilities"

2 Please provide explanations for any large yr to yr variation in revenue and expense items greater than 10% for the following line items:

	FY2021	FY2022	FY2023	FY2024	FY2025	FY2026
	Audited	Audited	Adopted Budget	Forecast	Forecast	Forecast
Rates	1%	20%	7%	(3%)	6%	6%
Operating Grants	25%	46%	(72%)	91%	1%	1%
Fees & charges	11%	(19%)	8%	23%	2%	2%
Employee costs	5%	15%	1%	(5%)	3%	3%
Materials & contracts	26%	(10%)	19%	(9%)	(3%)	2%
Depreciation	3%	4%	2%	2%	2%	0%

Please provide comment below for each item and year exhibiting yearly variations greater than 10% (highlighted in red).

Comments:

Rates - Increase during FY2022 due to inclusion of Waste Management Levy in rating charges. Operating Grants - Increase in FY2021 & FY2022 due to prepayment of Financial Assistance Grants, FY2023 Adopted Budget - Council did not include any prepayments for the Financial Assistance Grants. Fees & Charges - Reduction during FY2022 due to discontinued operations for Tuia Lodge Frail Aged Facility. Materials & Contracts - Increase during FY2021 due to Covid restrictions in 2020 with facilities being closed reduction in expenditure required, reduction during FY2022 due to discontinued operations of Tuia Lodge Frail Aged Facility. Employee costs - Increase during FY2022 due to additional positions, increased super and workers compensation

3 If after 30 September, please provide operating revenues and expenses (YTD actual & YTD budget) as at the end of the last reported month:

Month end	31.12.2022
YTD Actual Operating Revenues	9,788,044.00
YTD Budget Operating Revenues	10,001,748.00
YTD Actual Operating Expenses	5,056,759.00
YTD Budget Operating Expenses	8,451,932.00
Are tied operating grants matched by expenditure?	Yes

If no, please provide details

4 If previous years audited financial statements are completed, please provide amount of any unbudgeted (or unexpected) surplus or deficit as per rate setting statement:

	FY2023	FY2022
	Adopted Budget	Audited
Surplus/(deficit) after imposition of general rates as at 30 June	1,822,450.00	1,831,936.00

5 If after 31 December and audited fin stats are not ready, please provide:

Reason for delay
 Expected completion date

6 Please provide any other information relevant to this loan application:

Comments:

Note on Cash and Cash Equivalents reduction from 2021/22 to Budgeted 2022/23 can be explained by the following:

Reduction Restricted - Unspent grants, subsidies and contributions \$2.2m
 Reduction in Reserve Holdings \$1.9m
 Increase in unrestricted cash of \$958k

