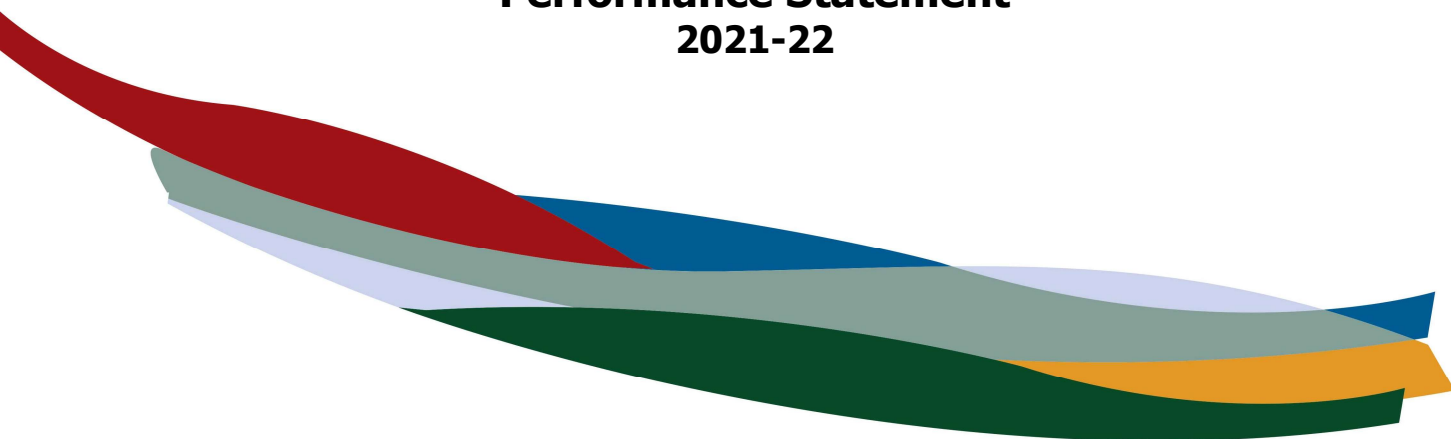




**Performance Statement
2021-22**

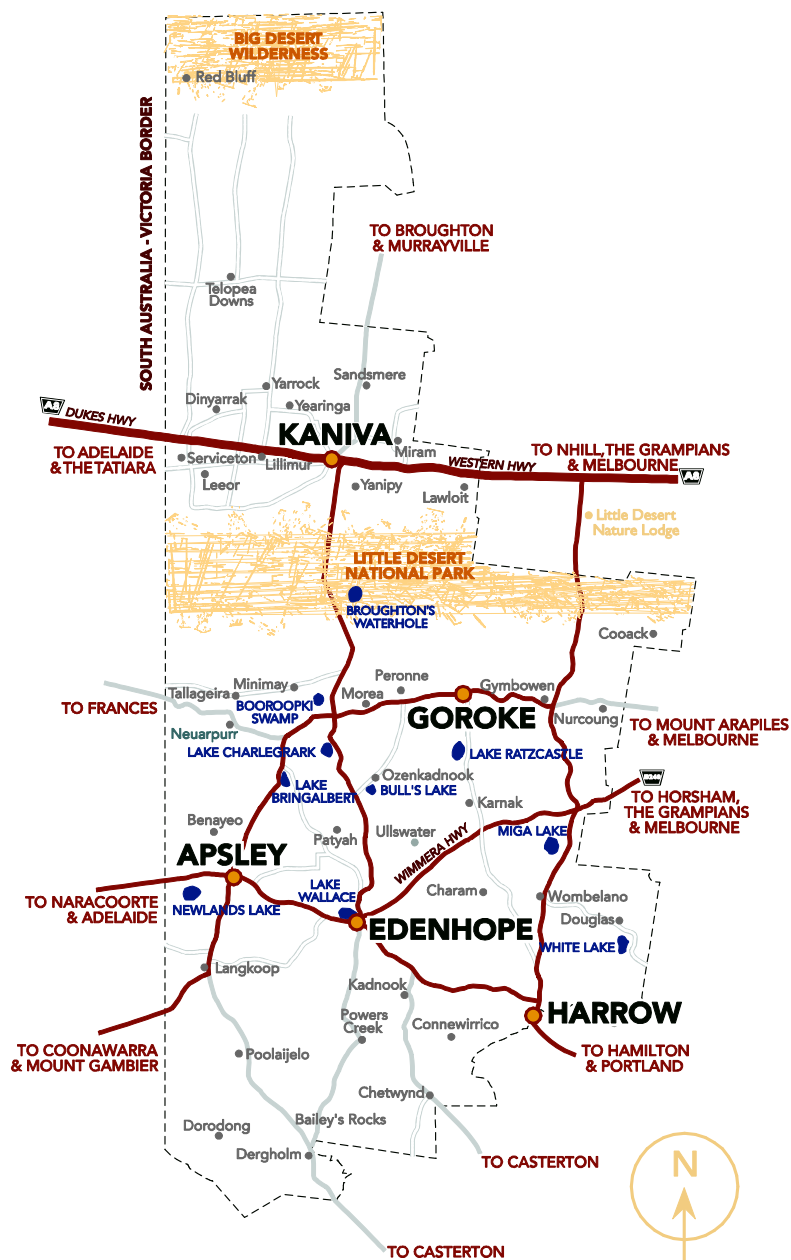


Performance Statement

For the year ended 30 June 2022

Description of municipality

West Wimmera Shire Council is located in Western Victoria and has a strong economy, primarily based on agriculture with growth sectors in health, education and retail. The Shire covers an area of 9,256 square kilometres and includes the townships of Apsley, Edenhope and Harrow to the south of the Shire and Goroke, Kaniva and Serviceton to the north.



Operational Summary

Council has seen the majority of performance indicators remain relatively steady during 2021-22 compared to the prior year.

Council continues to face the challenges of a gradually declining population which is reflected in some of the population-based performance indicators. Council's rates effort continues to decline, due to a combination of significant increases to rural property valuations and the effects of rate-capping.

As external funding contributed to over half of Council's total income in 2021/22, fluctuations in funding levels greatly affect Council's funding-based indicators.

The 2021-22 financial year again brought challenging times for businesses and residents within the Shire with the COVID-19 global pandemic and associated government directives such as border closures continuing throughout the year. Council's leisure and recreation facilities such as libraries, swimming pools, playgrounds and halls were closed for periods of time during year. As such, Council notes relatively steady indicator results for its' recreation and leisure facilities.



Sustainable Capacity Indicators

For the year ended 30 June 2022

		Results				
Indicator / measure [formula]		2019	2020	2021	2022	Comment
Population						
C1	Expenses per head of municipal population	\$5,995.60	\$5,949.23	\$6,314.17	\$6,785.33	No material variation
[Total expenses / Municipal population]						
C2	Infrastructure per head of municipal population	\$50,283.01	\$50,533.72	\$59,367.45	\$60,250.67	No material variation
[Value of infrastructure / Municipal population]						
C3	Population density per length of road	1.41	1.36	1.39	1.36	No material variation
[Municipal population / Kilometres of local roads]						
Own-source revenue						
C4	Own-source revenue per head of municipal population	\$2,772.40	\$2,922.16	\$3,059.32	\$2,806.40	No material variation
[Own-source revenue / Municipal population]						
Recurrent grants						
C5	Recurrent grants per head of municipal population	\$3,076.64	\$2,390.26	\$2,612.34	\$3,380.53	West Wimmera Shire Council received a prepayment of 75% of the 2022/23 allocation of Financial Assistance Grants, substantially increasing the amount of recurrent operating grants for 2021/22
[Recurrent grants / Municipal population]						
Disadvantage						
C6	Relative Socio-Economic Disadvantage	5.00	5.00	5.00	5.00	No change
[Index of Relative Socio-Economic Disadvantage by decile]						
Workforce turnover						
C7	Percentage of staff turnover	15.4%	11.2%	5.2%	0.8%	Council's staff turnover rate has fluctuated over the previous 4 years. Council saw 19 permanent staff commence and 18 terminated during the 2021/22 year
[Number of permanent staff resignations and terminations / Average number of permanent staff for the financial year] x100						



Definitions

"adjusted underlying revenue" means total income other than—

- (a) non-recurrent grants used to fund capital expenditure; and
- (b) non-monetary asset contributions; and
- (c) contributions to fund capital expenditure from sources other than those referred to in paragraphs (a) and (b)

"infrastructure" means non-current property, plant and equipment excluding land

"local road" means a sealed or unsealed road for which the council is the responsible road authority under the *Road Management Act 2004*

"population" means the resident population estimated by council

"own-source revenue" means adjusted underlying revenue other than revenue that is not under the control of council (including government grants)

"relative socio-economic disadvantage", in relation to a municipality, means the relative socio-economic disadvantage, expressed as a decile for the relevant financial year, of the area in which the municipality is located according to the Index of Relative Socio-Economic Disadvantage (Catalogue Number 2033.0.55.001) of SEIFA

"SEIFA" means the Socio-Economic Indexes for Areas published from time to time by the Australian Bureau of Statistics on its Internet website



Service Performance Indicators

For the year ended 30 June 2022

	Service/indicator/measure [formula]	Results				Comment
		2019	2020	2021	2022	
AF6	Aquatic Facilities Utilisation <i>Utilisation of aquatic facilities</i>	3.99	3.37	3.06	3.06	No material variation
	[Number of visits to aquatic facilities / Municipal population]					
AM7	Animal Management Health and safety <i>Animal management prosecutions</i>	New in 2020	0%	0%	0%	No animal management prosecutions during 2021/22
	[Number of successful animal management prosecutions / Number of animal management prosecutions] x 100					
FS4	Food Safety Health and safety <i>Critical and major non-compliance outcome notifications</i>	100.00%	100.00%	100.00%	0.00%	No non-compliance notifications issued in 2021/22
	[Number of critical non-compliance outcome notifications and major non- compliance notifications about a food premises followed up / Number of critical non-compliance outcome notifications and major non- compliance notifications about a food premises] x100					
G5	Governance Satisfaction <i>Satisfaction with council decisions</i>	61	58	58	54	No material variation
	[Community satisfaction rating out of 100 with how council has performed in making decisions in the interest of the community]					
LB4	Libraries Participation <i>Active library borrowers in municipality</i>	13.65%	12.49%	11.60%	10.39%	Although number of active borrowers has increased slightly, the population within the municipality has been steadily declining over the past several years
	[Number of active library borrowers in the last three years / The sum of the population for the last three years] x100					



MC4	Maternal and Child Health (MCH) Participation <i>Participation in the MCH service</i> [Number of children who attend the MCH service at least once (in the year) / Number of children enrolled in the MCH service] x100	96.23%	96.53%	85.63%	86.83%	No material variation
	Participation <i>Participation in the MCH service by Aboriginal children</i> [Number of Aboriginal children who attend the MCH service at least once (in the year) / Number of Aboriginal children enrolled in the MCH service] x100	100.00%	100.00%	100.00%	100.00%	No change
R5	Roads Satisfaction <i>Satisfaction with sealed local roads</i> [Community satisfaction rating out of 100 with how council has performed on the condition of sealed local roads]	53	55	54	54	No change
	Statutory Planning Decision making <i>Council planning decisions upheld at VCAT</i> [Number of VCAT decisions that did not set aside council's decision in relation to a planning application / Number of VCAT decisions in relation to planning applications] x100	0.00%	0.00%	0.00%	0.00%	No VCAT Council decisions in relation to planning applications
WC5	Waste Collection Waste diversion <i>Kerbside collection waste diverted from landfill</i> [Weight of recyclables and green organics collected from kerbside bins / Weight of garbage, recyclables and green organics collected from kerbside bins] x100	22.22%	10.01%	20.95%	20.43%	No material variation



Definitions

"Aboriginal child" means a child who is an Aboriginal person

"Aboriginal person" has the same meaning as in the Aboriginal Heritage Act 2006

"active library member" means a member of a library who has borrowed a book from the library

"annual report" means an annual report prepared by a council under sections 131, 132 and 133 of the Act

"class 1 food premises" means food premises, within the meaning of the *Food Act 1984*, that have been declared as class 1 food premises under section 19C of that Act

"class 2 food premises" means food premises, within the meaning of the *Food Act 1984*, that have been declared as class 2 food premises under section 19C of that Act

"Community Care Common Standards" means the Community Care Common Standards for the delivery of HACC services, published from time to time by the Commonwealth

"critical non-compliance outcome notification" means a notification received by council under section 19N(3) or (4) of the *Food Act 1984*, or advice given to council by an authorized officer under that Act, of a deficiency that poses an immediate serious threat to public health

"food premises" has the same meaning as in the *Food Act 1984*

"HACC program" means the Home and Community Care program established under the Agreement entered into for the purpose of the Home and Community Care Act 1985 of the Commonwealth

"HACC service" means home help, personal care or community respite provided under the HACC program

"local road" means a sealed or unsealed road for which the council is the responsible road authority under the *Road Management Act 2004*

"major non-compliance outcome notification" means a notification received by a council under section 19N(3) or (4) of the *Food Act 1984*, or advice given to council by an authorized officer under that Act, of a deficiency that does not pose an immediate serious threat to public health but may do so if no remedial action is taken

"MCH" means the Maternal and Child Health Service provided by a council to support the health and development of children within the municipality from birth until school age

"population" means the resident population estimated by council

"target population" has the same meaning as in the Agreement entered into for the purposes of the Home and Community Care Act 1985 of the Commonwealth

"WorkSafe reportable aquatic facility safety incident" means an incident relating to a council aquatic facility that is required to be notified to the Victorian WorkCover Authority under Part 5 of the *Occupational Health and Safety Act 2004*.



Financial Performance Indicators

For the year ended 30 June 2022

Dimension/ <i>indicator</i> /measure	Results				Forecasts				Material Variations and Comments
	2019	2020	2021	2022	2023	2024	2025	2026	
Efficiency									
Expenditure level									
E2 Expenses per property assessment [Total expenses / Number of property assessments]	\$4,631.00	\$4,861.91	\$4,811.40	\$5,089.00	\$6,251.40	\$5,324.09	\$5,450.73	\$5,580.89	No material variation
Revenue level									
E4 Average rate per property assessment [Total rate revenue (general rates and municipal charges) / Number of property assessments]	New in 2020	\$1,544.68	\$1,477.20	\$1,495.60	\$1,527.00	\$1,553.72	\$1,580.91	\$1,608.58	No material variation
Liquidity									
Working capital									
L1 Current assets compared to current liabilities [Current assets / Current liabilities] x100	515.01%	466.90%	365.54%	506.65%	560.65%	535.42%	507.10%	475.07%	Council has seen in increase in working capital with a lower level of current payables, predominantly income received in advance, at 30 June 2022 as compared with the prior year
Unrestricted cash									
L2 Unrestricted cash compared to current liabilities [Unrestricted cash / Current liabilities] x100	265.60%	427.08%	333.74%	476.32%	508.40%	484.09%	456.61%	425.44%	Council has seen in increase in this indicator with a lower level of current payables, predominantly income received in advance, at 30 June 2022 as compared with the prior year



West Wimmera Shire Council
2021-22 Performance Statement

Obligations										
Loans and borrowings										
O2	Loans and borrowings compared to rates [Interest bearing loans and borrowings / Rate revenue] x100	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	Council has no loans or borrowings
O3	Loans and borrowings repayments compared to rates [Interest and principal repayments on interest bearing loans and borrowings / Rate revenue] x100	0.45%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	Council has no loans or borrowings
Indebtedness										
O4	Non-current liabilities compared to own source revenue [Non-current liabilities / Own source revenue] x100	5.41%	5.35%	4.65%	1.75%	5.95%	5.95%	5.97%	5.99%	Council saw a decline in its non-current liabilities, predominantly consisting of non-current employee entitlements
O5	Asset renewal and upgrade compared to depreciation [Asset renewal and asset upgrade expense / Asset depreciation] x100	New in 2020	130.26%	81.54%	89.63%	112.19%	97.00%	97.08%	97.10%	Council's capital works program was \$1.4 million higher than the previous year, with the majority of this increase spent on renewals
Operating position										
Adjusted underlying result										
OP1	Adjusted underlying surplus (or deficit) [Adjusted underlying surplus (deficit) / Adjusted underlying revenue] x100	3.31%	-10.54%	-6.02%	3.11%	-8.25%	-4.61%	-5.13%	-5.64%	Council's adjusted underlying surplus has fluctuated in recent years in line with fluctuating external funding. External funding forms such a large portion of Council's total income and Council saw a decline in non-recurrent capital funding during 2021/22



	Stability									
	<i>Rates concentration</i>									
S1	<i>Rates compared to adjusted underlying revenue</i>	31.36%	37.69%	35.10%	30.71%	28.54%	32.95%	32.91%	32.87%	Due to Council's higher level of recurrent grant funding, predominantly due to the prepayment of Financial Assistance Grants, paired with the rate cap increase, Council has seen a decline in rates as compared to adjusted underlying revenue
	[Rate revenue / Adjusted underlying revenue] x100									
	<i>Rates effort</i>									
S2	<i>Rates compared to property values</i>	0.36%	0.30%	0.26%	0.22%	0.15%	0.14%	0.13%	0.12%	Council has seen a significant increase in property values over the last two years, particularly amongst rural land values which account for over 90% of Council's rateable valuations. This property class has seen a valuation increase of around 50% during the lase valuation. Keeping rate increases to the rate cap levels has resulted in a decline in the calculated Rates Effort over this period
	[Rate revenue / Capital improved value of rateable properties in the municipality] x100									



Definitions

"adjusted underlying revenue" means total income other than—

- (a) non-recurrent grants used to fund capital expenditure; and
- (b) non-monetary asset contributions; and
- (c) contributions to fund capital expenditure from sources other than those referred to in paragraphs (a) and (b)

"adjusted underlying surplus (or deficit)" means adjusted underlying revenue less total expenditure

"asset renewal expenditure" means expenditure on an existing asset or on replacing an existing asset that returns the service capability of the asset to its original capability

"current assets" has the same meaning as in the AAS

"current liabilities" has the same meaning as in the AAS

"non-current assets" means all assets other than current assets

"non-current liabilities" means all liabilities other than current liabilities

"non-recurrent grant" means a grant obtained on the condition that it be expended in a specified manner and is not expected to be received again during the period covered by a council's Strategic Resource Plan

"own-source revenue" means adjusted underlying revenue other than revenue that is not under the control of council (including government grants

"population "means the resident population estimated by council

"rate revenue" means revenue from general rates, municipal charges, service rates and service charges

"recurrent grant "means a grant other than a non-recurrent grant

"residential rates" means revenue from general rates, municipal charges, service rates and service charges levied on residential properties

"restricted cash" means cash and cash equivalents, within the meaning of the AAS, that are not available for use other than for a purpose for which it is restricted, and includes cash to be used to fund capital works expenditure from the previous financial year

"unrestricted cash" means all cash and cash equivalents other than restricted cash.



Other Information

For the year ended 30 June 2022

1. Basis of preparation

Council is required to prepare and include a performance statement within its annual report. The performance statement includes the results of the prescribed sustainable capacity, service performance and financial performance indicators and measures together with a description of the municipal district and an explanation of material variations in the results. This statement has been prepared to meet the requirements of the *Local Government Act 1989* and Local Government (Planning and Reporting) Regulations 2014.

Where applicable, the results in the performance statement have been prepared on accounting bases consistent with those reported in the Financial Statements. The other results are based on information drawn from council information systems or from third parties (e.g. Australian Bureau of Statistics).

The performance statement presents the actual results for the current year and for the prescribed financial performance indicators and measures, the results forecast by the council's strategic resource plan. The Local Government (Planning and Reporting) Regulations 2014 requires explanation of any material variations in the results contained in the performance statement. Council has adopted materiality thresholds relevant to each indicator and measure and explanations have not been provided for variations below the materiality thresholds unless the variance is considered to be material because of its nature.

The forecast figures included in the performance statement are those adopted by council in its four-year budget on 27 June 2022 and which forms part of the council plan. The budget includes estimates based on key assumptions about the future that were relevant at the time of adoption and aimed at achieving sustainability over the long term. Detailed information on the actual financial results is contained in the General Purpose Financial Statements. The strategic resource plan can be obtained by contacting Council.



Certification of the performance statement

In my opinion, the accompanying performance statement has been prepared in accordance with the *Local Government Act 1989* and the Local Government (Planning and Reporting) Regulations 2014.



Melanie Jordan, CPA, B. Com, Dip Mgt
Principal Accounting Officer
Dated: 30/09/2022

In our opinion, the accompanying performance statement of the West Wimmera Shire Council for the year ended 30 June 2021 presents fairly the results of council's performance in accordance with the *Local Government Act 1989* and the Local Government (Planning and Reporting) Regulations 2014.

The performance statement contains the relevant performance indicators, measures and results in relation to service performance, financial performance and sustainable capacity.

At the date of signing, we are not aware of any circumstances that would render any particulars in the performance statement to be misleading or inaccurate.

We have been authorised by the council and by the Local Government (Planning and Reporting) Regulations 2014 to certify this performance statement in its final form.

Cr
Dated: 30/09/2022

Cr
Dated: 30/09/2022



Mr David Bezuidenhout
Chief Executive Officer
Dated: 30/09/2022



[VAGO Certification]

