

# SHIRE OF WYNDHAM EAST KIMBERLEY

## MONTHLY FINANCIAL REPORT

(Containing the required statement of financial activity and statement of financial position)

For the period ended 31 March 2026

LOCAL GOVERNMENT ACT 1995

LOCAL GOVERNMENT (FINANCIAL MANAGEMENT) REGULATIONS 1996

### TABLE OF CONTENTS

Statement of Financial Activity	2
Statement of Financial Position	3
Note 1 Basis of Preparation	4
Note 2 Statement of Financial Activity Information	5
Note 3 Explanation of Material Variances	6
Note 4 Budget Drivers And Overall Performance	7
Note 5 Shire Income Monthly Trends	8
Note 6 Shire Operating Expense Analysis	9
Note 7 Cash Holdings And Cash Trends	10
Note 8 Asset Life And Management Analysis	11

**SHIRE OF WYNDHAM EAST KIMBERLEY  
STATEMENT OF FINANCIAL ACTIVITY  
FOR THE PERIOD ENDED 31 MARCH 2026**

	Adopted Budget Estimates	YTD Budget Estimates	YTD Actual	Variance \$ (c) - (b)	Variance % ((c)-(b))/(b)	
Note	(a)	(b)	(c)	(c) - (b)	((c)-(b))/(b)	
<b>OPERATING ACTIVITIES</b>						
<b>Revenue from operating activities</b>						
General rates	12,672,051	12,672,051	12,665,845	(6,206)	-0.05%	▼
Grants, subsidies and contributions	5,434,000	4,075,506	3,196,301	(879,205)	-21.57%	▼
Fees and charges	9,732,000	7,796,539	8,517,643	721,104	9.25%	▲
Interest revenue	829,000	621,744	1,225,654	603,910	97.13%	▲
Other revenue	469,200	463,153	583,392	120,239	25.96%	▲
	29,136,251	25,628,993	26,188,835	559,842	2.18%	
<b>Expenditure from operating activities</b>						
Employee costs	(15,176,428)	(11,367,027)	(10,693,127)	(673,901)	-5.93%	▼
Materials and contracts	(8,217,018)	(6,097,248)	(6,038,784)	(58,464)	-0.96%	▼
Utility charges	(1,524,200)	(1,143,162)	(1,094,907)	(48,255)	-4.22%	▼
Depreciation	(9,189,530)	(6,892,173)	(6,782,098)	(110,075)	-1.60%	▼
Finance costs	(301,774)	(226,341)	(299,925)	73,584	32.51%	▲
Insurance	(677,117)	(668,944)	(639,372)	(29,572)	-4.42%	▼
Other expenditure	(2,129,869)	(1,541,178)	(1,235,942)	(305,236)	-19.81%	▼
	(37,215,936)	(27,936,073)	(26,784,155)	(1,151,918)	4.12%	
Depreciation excluded from operating activities	2(b) 9,189,530	(6,892,173)	(6,782,098)	(110,075)	-1.60%	▼
<b>Amount attributable to operating activities</b>	<b>1,109,845</b>	<b>4,585,093</b>	<b>6,186,779</b>	<b>1,601,686</b>	<b>34.93%</b>	
<b>INVESTING ACTIVITIES</b>						
<b>Inflows from investing activities</b>						
Capital grants, subsidies and contributions	70,667,828	25,865,019	42,624,923	16,759,904	64.80%	▲
Disposal of assets	-	-	414,523	414,523	0.00%	
	-	-	-	-	0.00%	
Proceeds from financial assets at amortised cost - self supporting loans						
	70,667,828	25,865,019	43,039,446	17,174,427	66.40%	
<b>Outflows from investing activities</b>						
Payments for property, plant and equipment	(44,642,091)	(33,481,568)	(1,015,942)	(32,465,626)	-96.97%	▼
Payments for construction of infrastructure	(51,201,006)	(38,400,755)	(27,588,090)	(10,812,665)	-28.16%	▼
	(95,843,097)	(71,882,323)	(28,604,032)	(43,278,291)	-60.21%	
<b>Amount attributable to investing activities</b>	<b>(25,175,269)</b>	<b>(46,017,304)</b>	<b>14,435,415</b>	<b>(26,103,864)</b>	<b>56.73%</b>	
<b>FINANCING ACTIVITIES</b>						
<b>Inflows from financing activities</b>						
Proceeds from new borrowings	1,500,000	1,500,000	-	(1,500,000)	-100.00%	▼
Transfers from reserve accounts	11,116,809	8,249,139	-	(8,249,139)	-100.00%	▼
	12,616,809	9,749,139	-	(9,749,139)	-100.00%	
<b>Outflows from financing activities</b>						
Repayment of borrowings	(772,530)	(257,510)	(566,187)	(308,676)	119.87%	▲
Transfers to reserve accounts	(547,002)	(321,795)	-	321,795	-100.00%	▼
	(1,319,532)	(579,305)	(566,187)	13,119	-2.26%	
<b>Amount attributable to financing activities</b>	<b>11,297,277</b>	<b>9,169,834</b>	<b>(566,187)</b>	<b>(9,736,020)</b>	<b>-106.17%</b>	
<b>MOVEMENT IN SURPLUS OR DEFICIT</b>						
Surplus at the start of the financial year	1,376,754	1,376,754	1,376,754	-	0.00%	
Amount attributable to operating activities	1,109,845	4,585,093	6,186,779	1,601,686	34.93%	
Amount attributable to investing activities	(13,783,875)	(46,017,304)	14,435,415	(26,103,864)	56.73%	
Amount attributable to financing activities	11,297,276	9,169,834	(566,187)	(9,736,020)	-106.17%	
<b>Surplus/(deficit) remaining after the imposition of general rates</b>	<b>0</b>	<b>(30,885,623)</b>	<b>21,432,761</b>	<b>(34,238,198)</b>	<b>-15%</b>	

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

**▲▼ 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.  
Please refer to the compilation report

**SHIRE OF WYNDHAM EAST KIMBERLEY  
STATEMENT OF FINANCIAL POSITION  
FOR THE PERIOD ENDED 31 MARCH 2026**

	<b>Actual 30 June 2025</b>	<b>Actual 31 March 2026</b>
	\$	\$
<b>CURRENT ASSETS</b>		
Cash and cash equivalents	43,287,551	64,712,994
Trade and other receivables	10,305,738	4,530,190
Other financial assets	10,381	2,381
Inventories	15,252	15,251
<b>TOTAL CURRENT ASSETS</b>	<b>53,618,922</b>	<b>69,260,816</b>
<b>NON-CURRENT ASSETS</b>		
Trade and other receivables	45,485	45,485
Other Financial Assets	11,565	12,145
Inventories	46,283	46,283
Property, plant and equipment	56,036,640	54,734,123
Infrastructure	279,297,055	273,819,496
<b>TOTAL NON-CURRENT ASSETS</b>	<b>335,437,028</b>	<b>328,657,533</b>
<b>TOTAL ASSETS</b>	<b>389,055,950</b>	<b>397,918,349</b>
<b>CURRENT LIABILITIES</b>		
Trade and other payables	5,225,291	843,112
Other liabilities	21,852,303	21,852,303
Borrowings	772,531	972,531
Employee related provisions	1,582,829	1,555,521
<b>TOTAL CURRENT LIABILITIES</b>	<b>29,432,954</b>	<b>25,223,466</b>
<b>NON-CURRENT LIABILITIES</b>		
Borrowings	6,743,676	6,543,676
Employee related provisions	139,630	139,630
Other Provisions	5,685,700	5,685,700
<b>TOTAL NON-CURRENT LIABILITIES</b>	<b>12,569,006</b>	<b>12,369,006</b>
<b>TOTAL LIABILITIES</b>	<b>42,001,960</b>	<b>37,592,472</b>
<b>NET ASSETS</b>	<b>347,053,990</b>	<b>360,325,877</b>
<b>EQUITY</b>		
Retained surplus	135,266,143	148,538,771
Reserve accounts	17,389,290	17,387,268
Revaluation Surplus	194,398,557	194,399,839
<b>TOTAL EQUITY</b>	<b>347,053,990</b>	<b>360,325,877</b>

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

**SHIRE OF WYNDHAM EAST KIMBERLEY  
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY  
FOR THE PERIOD ENDED 31 MARCH 2026**

**1 BASIS OF PREPARATION AND SIGNIFICANT ACCOUNTING POLICIES**

**BASIS OF PREPARATION AND SIGNIFICANT ACCOUNTING POLICIES**

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 specifies that vested land is a right-of-use asset to be measured at cost, and is considered a 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.

**Judgements and estimates**

The preparation of a financial report in conformity with Australian Accounting Standards requires management to make judgements, estimates and assumptions that affect 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 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 and infrastructure
- estimated fair value of provisions

**SIGNIFICANT ACCOUNTING POLICIES**

Significant accounting policies utilised in the preparation of these statements are as described within the 2025-26 Annual Budget. Please refer to the adopted budget documents for details of these policies.

**PREPARATION TIMING AND REVIEW**

Date prepared: All known transactions up to 31 March 2026

**SHIRE OF WYNDHAM EAST KIMBERLEY**  
**NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY**  
**FOR THE PERIOD ENDED 31 MARCH 2026**

**2 STATEMENT OF FINANCIAL ACTIVITY INFORMATION**

**(a) Net current assets used in the Statement of Financial Activity**

**Current assets**

Cash and cash equivalents  
 Trade and other receivables  
 Other financial assets  
 Inventories  
 Other assets

**Less: current liabilities**

Trade and other payables  
 Other liabilities  
 Borrowings  
 Employee provisions  
 Other provisions

**Net current assets**

**Less: Total adjustments to net current assets**

**Closing funding surplus/ (deficit)**

The closing fund surplus represents the funding position after adjustments required under the *Local Government (Financial Management) Regulations 1996*, including reserve funds and non-cash accounting items

Note	Adopted Budget Opening 01 July 2025	Actual as at 30 June 2025	Actual as at 31 March 2026
	\$	\$	\$
	7,219,269	43,287,551	64,712,994
	2,036,138	10,305,738	4,530,190
	18,837,612	10,381	2,381
	15,649	15,252	15,251
	-	-	-
	28,108,668	53,618,922	69,260,816
	(2,036,180)	(5,225,291)	(843,112)
	(13,431,426)	(21,852,303)	(21,852,303)
	(1,517,684)	(772,531)	(972,531)
	(1,859,059)	(1,582,829)	(1,555,521)
	(144,494)	-	-
	(18,988,843)	(29,432,954)	(25,223,466)
	<b>9,119,825</b>	<b>24,185,968</b>	<b>44,037,350</b>
2(c)	(9,119,825)	9,189,530	(16,417,118)
	-	<b>33,375,498</b>	<b>27,620,232</b>

**(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 regulations 32.

**Non-cash amount excluded from operating activities**

**Adjustments to operating activities**

Less: Movement in liabilities associated with restricted cash  
 Add: Loss on asset disposals  
 Add: Depreciation  
 Movement in current employee provisions associated with restricted cash

**Total non-cash amounts excluded from operating activities**

Adopted Budget Estimates 30 June 2026	YTD Budget Estimates	YTD Actual
\$	\$	\$
-	-	0
-	-	-
9,189,530	6,892,173	6,782,098
-	-	-
<b>9,189,530</b>	<b>6,892,173</b>	<b>6,782,098</b>

**(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

**Adjustments to net current assets**

Less: Reserve accounts  
 Less: Financial assets at amortised cost - self supporting loans  
 Add: Current liabilities not expected to be cleared at the end of the year  
 - Current portion of borrowings  
 - Current portion of unspent capital grants held in reserve  
 - Current portion of employee benefit provisions held in reserve

**Total adjustment to net current assets**

Adopted Budget Opening 01 July 2025	Actual as at 30 June 2025	Actual as at 31 March 2026
\$	\$	\$
(10,637,509)	17,389,290	(17,387,268)
	(10,381)	(2,381)
1,517,684	772,531	972,531
-	-	-
-	-	-
2(a) <b>(9,119,825)</b>	<b>18,151,440</b>	<b>(16,417,118)</b>

**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 operation cycle.

**SHIRE OF WYNDHAM EAST KIMBERLEY**  
**NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY**  
**FOR THE PERIOD ENDED 31 MARCH 2026**

**3 EXPLANATION OF MATERIAL VARIANCES**

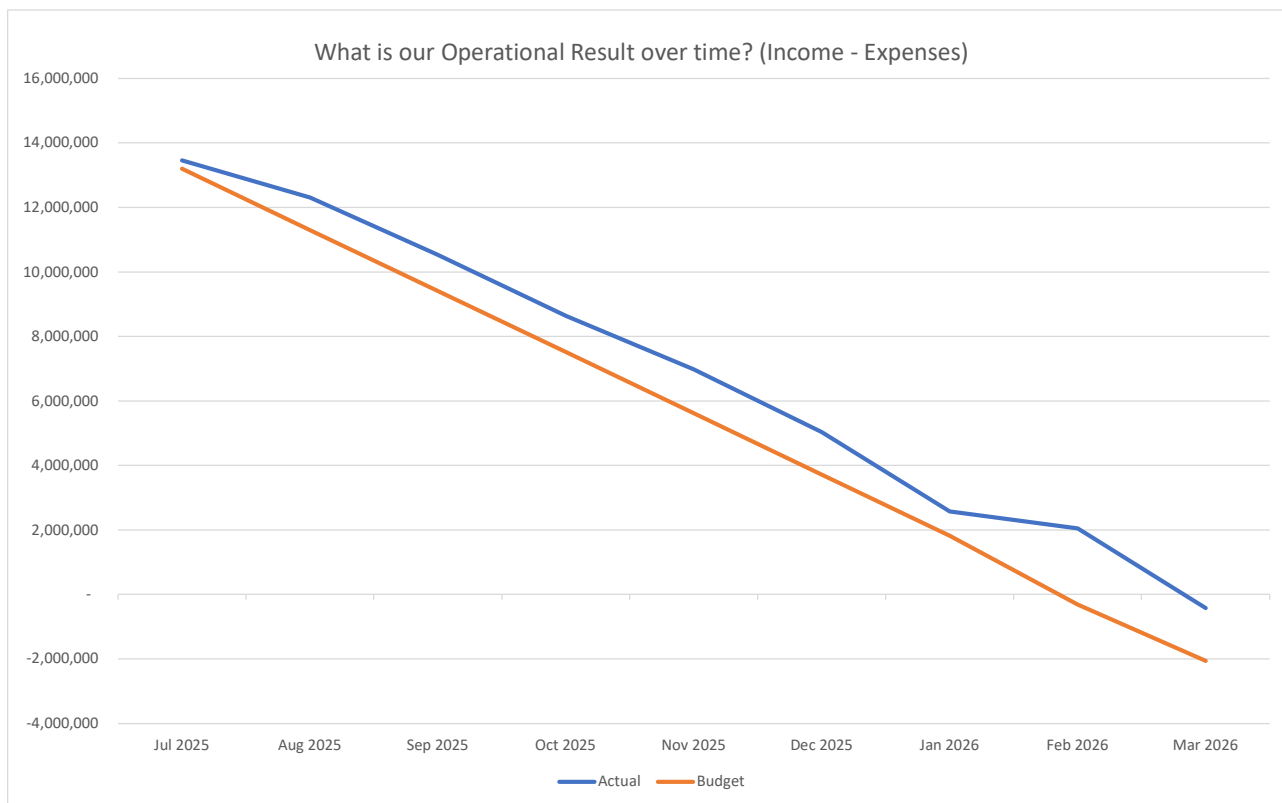
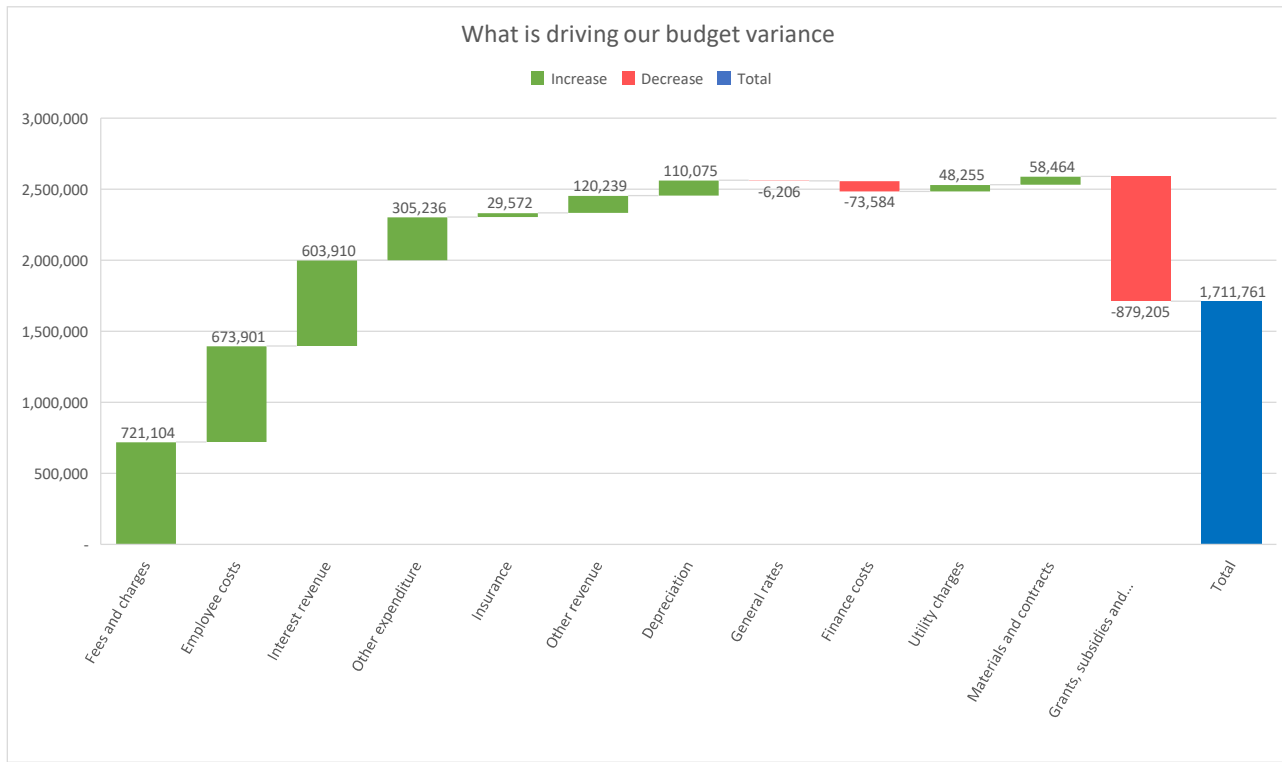
The material variance thresholds are adopted annually by Council as an indicator of whether the actual expenditure or revenue varies from the year to date actual materially.

The material variance adopted by Council for the 2025-26 year is \$50,000 and 10.00% whichever is the greater.

Description	Var. \$	Var. %	
	\$	%	
<b>Revenue from operating activities</b>			
<b>Grants, subsidies and contributions</b>	(879,205)	-21.57%	▼
Variance reflects the timing of grant payments received in advance in the prior financial year			
<b>Fees and charges</b>	721,104	9.25%	▲
Variance reflects higher than forecast waste disposal volumes and aircraft movements during the reporting period, together with timing of lease payments			
<b>Interest revenue</b>	603,910	97.13%	▲
Variance reflects higher cash balances following receipt of grant funding in advance of project delivery, with funds held in term deposits until required			
<b>Other revenue</b>	120,239	25.96%	▲
Variance reflects higher than anticipated plant trade values and airport private works received			
<b>Expenditure from operating activities</b>			
<b>Employee costs</b>	(673,901)	-5.93%	▼
Employee costs are below budget primarily due to current vacancies and timing of the industrial agreement			
<b>Materials and contracts</b>	(58,464)	-0.96%	▼
Variance reflects decreased building and facility maintenance undertaken due to the wet season impacts on supply			
<b>Finance costs</b>	73,584	32.51%	▲
Timing of loan payments.			
<b>Other expenditure</b>	(305,236)	-19.81%	▼
Variance reflects timing of community grants and tourism marketing in the reporting period			
<b>Investing Activities</b>			
<b>Capital grants, subsidies and contributions</b>	16,759,904	64.80%	▲
Capital grants received in advance.			
<b>Outflows from investing activities</b>			
<b>Payment for property, plant and equipment</b>	(32,465,626)	-96.97%	▼
Variance reflects capital grant funding received prior to the associated project expenditure			
<b>Payment for construction of infrastructure</b>	(10,812,665)	-28.16%	▼
Variance reflects timing of capital works delivery, with construction scheduled during the dry season. Major projects include:			
~ Kununurra Leisure Centre Pool Renewal			
~ RPPP Kununurra Foreshore Project			
~ Wyndham Boat Launching Facility			
~ Water Lily Place Affordable Housing			

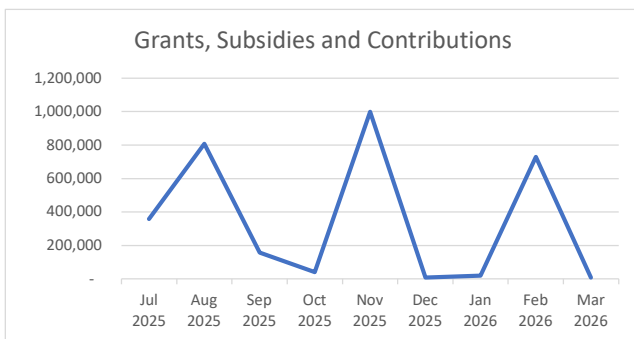
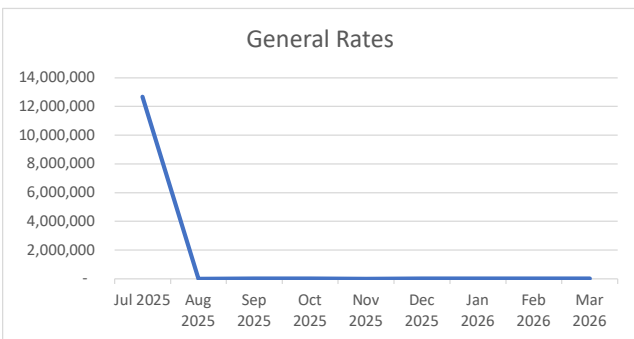
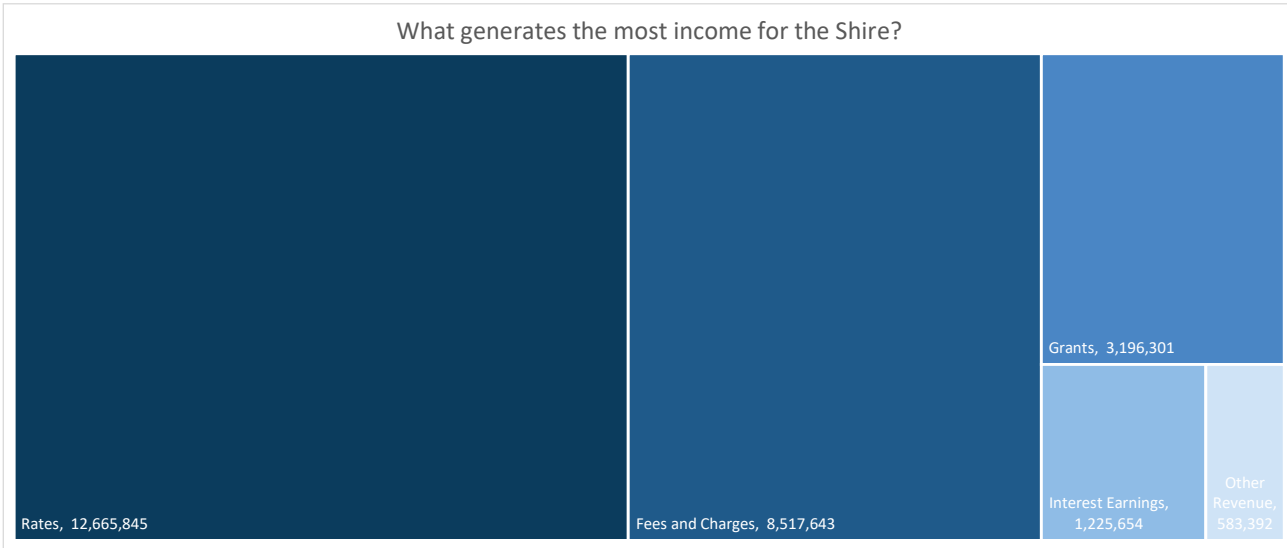
**SHIRE OF WYNDHAM EAST KIMBERLEY  
 NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY  
 FOR THE PERIOD ENDED 31 MARCH 2026**

**4 BUDGET DRIVERS AND OVERALL PERFORMANCE**

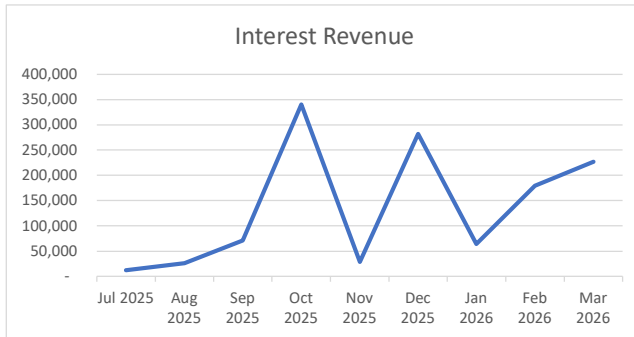


**SHIRE OF WYNDHAM EAST KIMBERLEY  
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY  
FOR THE PERIOD ENDED 31 MARCH 2026**

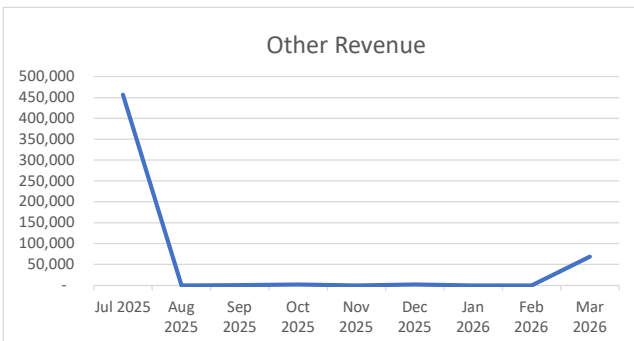
**5 SHIRE INCOME MONTHLY TRENDS**



General rates revenue is recognised early in the financial year following issue of the annual rates notices



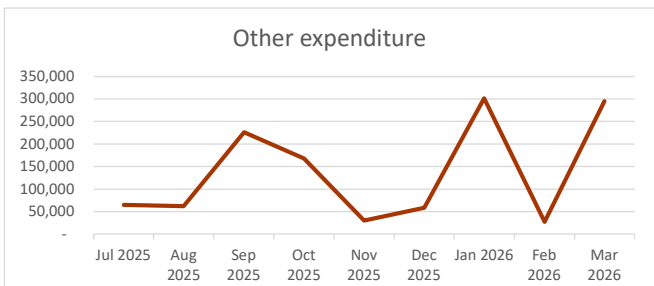
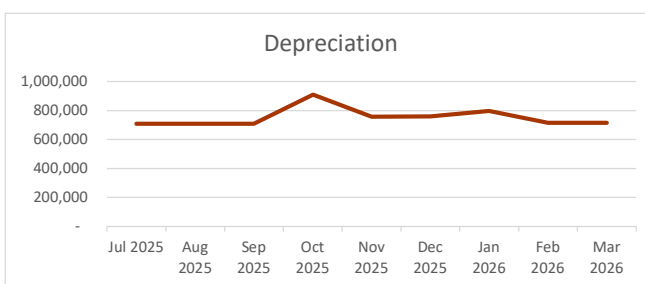
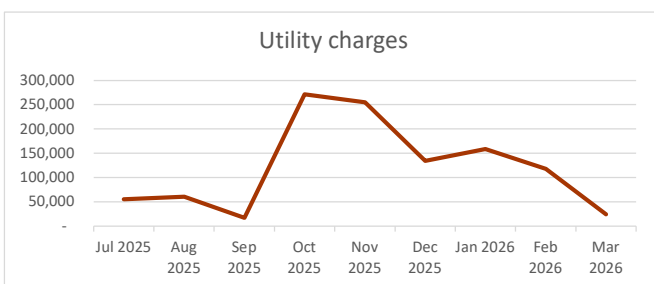
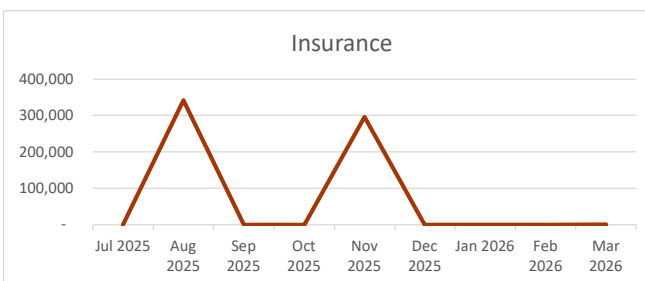
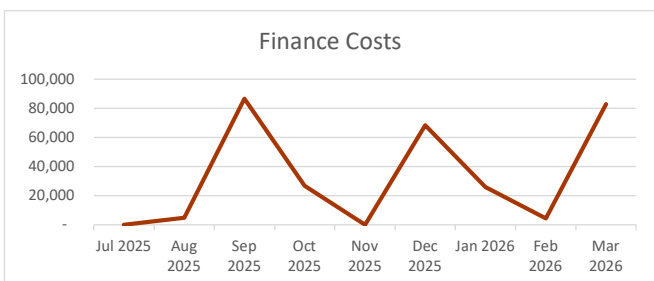
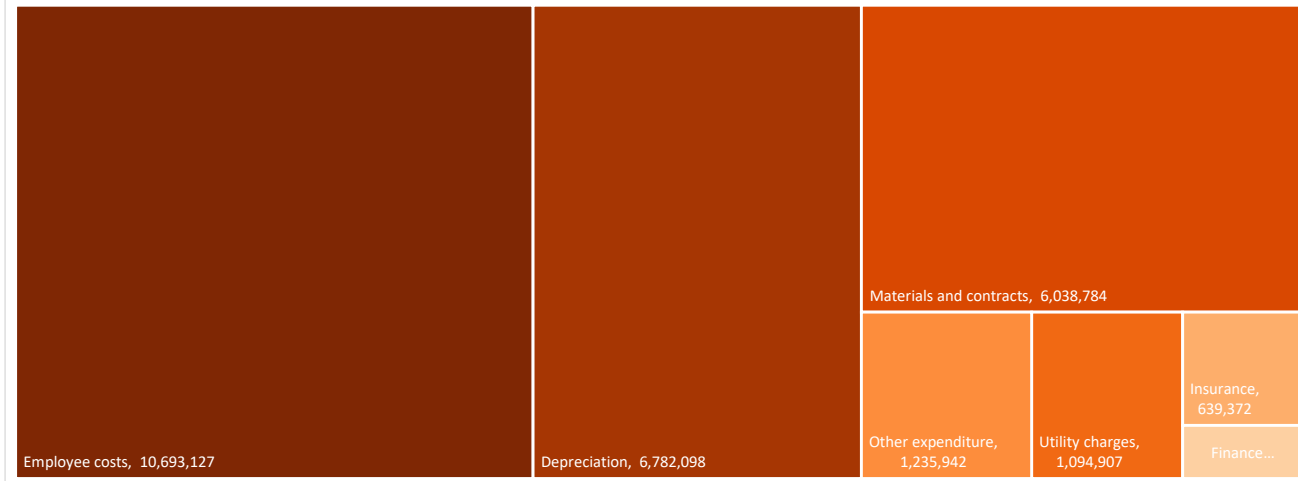
Interest income varies depending on cash balances and timing of income from investments



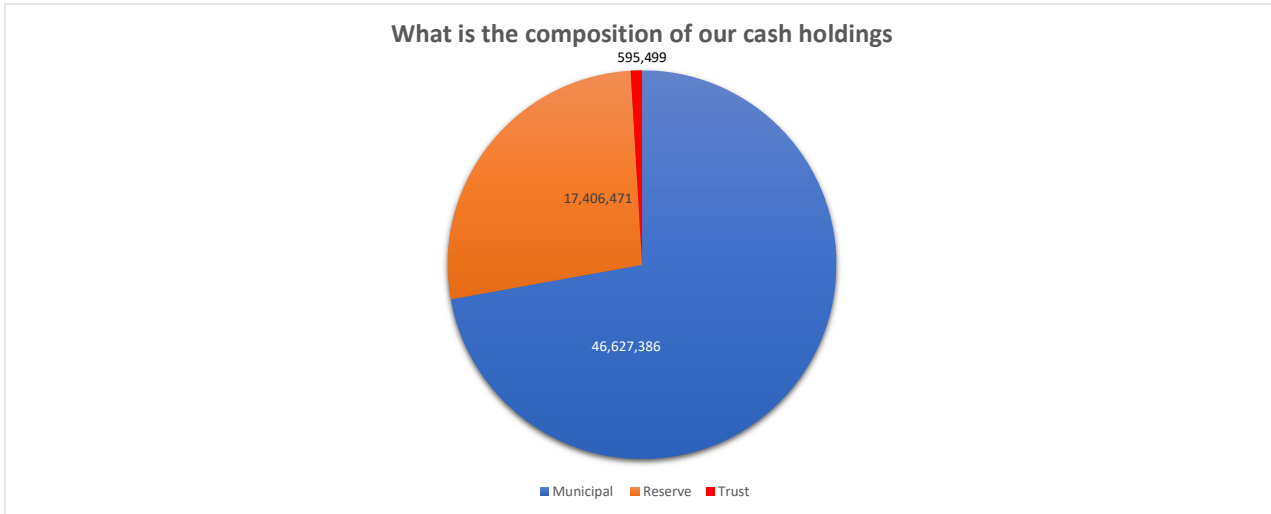
**SHIRE OF WYNDHAM EAST KIMBERLEY  
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY  
FOR THE PERIOD ENDED 31 MARCH 2026**

**6 SHIRE OPERATING EXPENSE ANALYSIS**

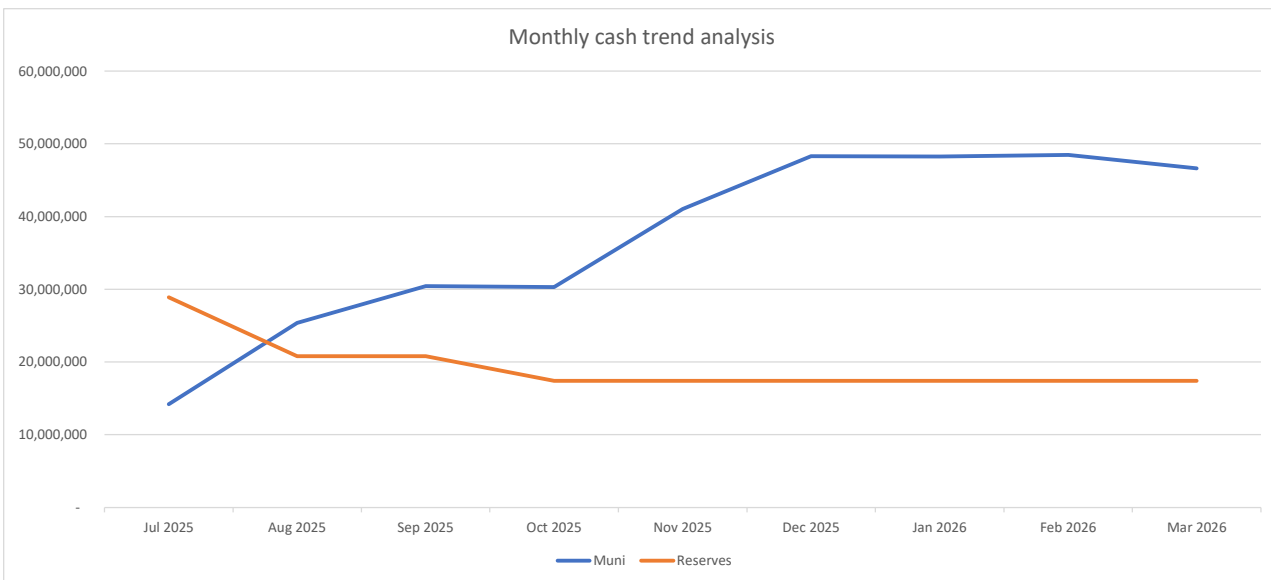
What are the biggest costs to the Shire?



7 CASH HOLDINGS AND CASH TRENDS

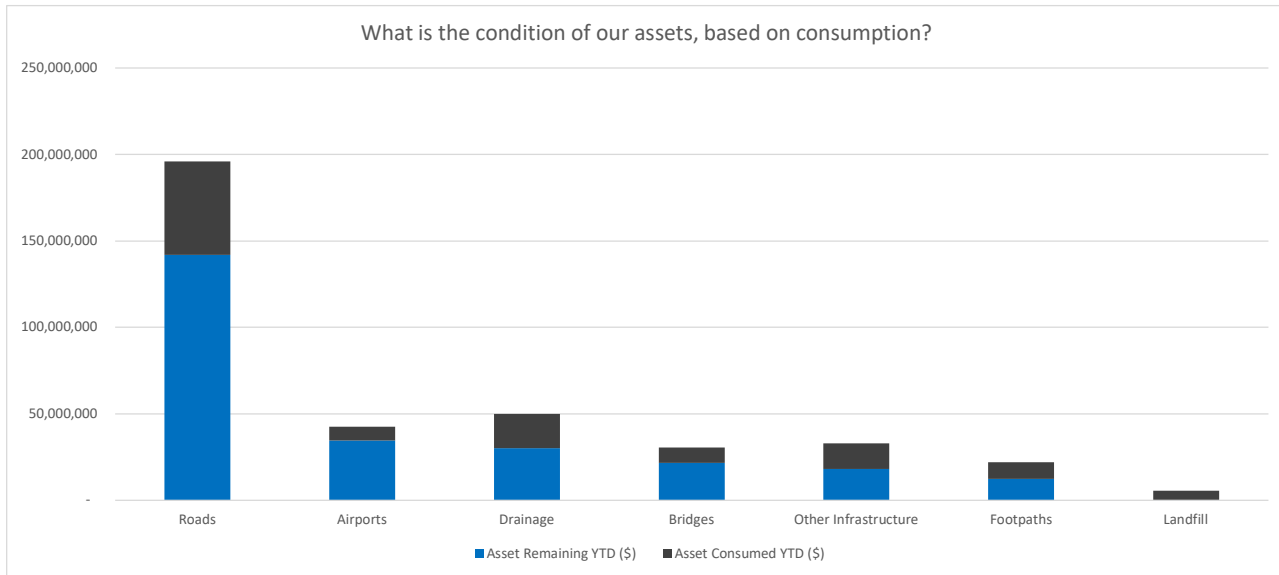


Municipal funds represent unrestricted operating cash, while reserve balances are restricted for specific purposes.



Cash balances increase following receipt of grant funding and reduce as project expenditure occurs.

8 ASSET LIFE AND MANAGEMENT ANALYSIS



**Management Analysis**

The Shire's operational result is broadly in line with budget forecasts, with Actual performance slightly ahead of Budget across most of the financial year. The downward trend in both Actual and Budget results reflects the planned timing of revenue and expenditure, particularly the phasing of income and capital-related costs.

While the operating surplus has reduced toward the end of the period, this movement is consistent with budget expectations and does not indicate underlying financial concern.

The majority of funds are held in municipal accounts to support operational liquidity and capital delivery, while reserve balances remain appropriately set aside for future obligations.

**Overall Position:**

The Shire remains in a stable financial position. Operating performance is closely aligned with budget, with a favourable year-to-date variance and strong liquidity underpinning financial sustainability.

While some reliance on grant funding presents ongoing variability, current results demonstrate that the Shire is well-positioned to manage these fluctuations and deliver on its financial and operational commitments through to year-end.