

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 August 2026

LOCAL GOVERNMENT ACT 1995

LOCAL GOVERNMENT (FINANCIAL MANAGEMENT) REGULATIONS 1996

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

OPERATING ACTIVITIES

Revenue from operating activities

Note	Adopted Budget Estimates (a)	YTD Budget Estimates (b)	YTD Actual (c)	Variance \$ (c) - (b)	Variance % ((c)-(b))/(b)	
	\$	\$	\$	\$	\$	
General rates	13,554,739	13,554,739	13,545,907	(8,832)	-0.07%	▼
Grants, subsidies and contributions	5,640,798	940,133	372,030	(568,103)	-60.43%	▼
Fees and charges	10,340,151	1,722,550	4,059,021	2,336,471	135.64%	▲
Interest revenue	1,064,000	177,333	118,398	(58,935)	-33.23%	▼
Other revenue	508,000	488,833	417,491	(71,342)	-14.59%	▼
	31,107,688	16,883,589	18,512,848	1,629,259	9.65%	

Expenditure from operating activities

Employee costs	(16,548,424)	(2,758,071)	(2,798,064)	(39,994)	-1.45%	▼
Materials and contracts	(9,212,735)	(1,535,456)	(1,424,330)	111,126	7.24%	▲
Utility charges	(1,738,800)	(289,800)	(122,468)	167,332	57.74%	▲
Depreciation	(9,175,341)	(1,529,223)	(1,519,478)	9,745	0.64%	▲
Finance costs	(277,591)	(46,265)	(4,320)	41,945	90.66%	▲
Insurance	(700,266)	(116,711)	(539,539)	(422,828)	-362.29%	▼
Other expenditure	(2,131,021)	(355,170)	(167,255)	187,915	52.91%	▲
	(39,784,178)	(6,630,696)	(6,575,454)	55,242	-0.83%	

Depreciation excluded from operating activities

2(b)	9,175,341	1,529,223	1,519,478	(9,745)	-0.64%	▼
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Amount attributable to operating activities

	498,851	11,782,116	13,456,872	1,674,756	14.21%	
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INVESTING ACTIVITIES

Inflows from investing activities

Capital grants, subsidies and contributions	28,797,920	4,799,653	2,361,852	(2,437,801)	-50.79%	▼
Disposal of assets	-	-	1,188	1,188	0.00%	
	28,797,920	4,799,653	2,363,040	(2,436,613)	-50.77%	

Outflows from investing activities

Acquisition of property, plant and equipment	(57,764,155)	(9,627,359)	(200,145)	9,427,214	97.92%	▲
Acquisition of infrastructure	(22,408,673)	(3,734,779)	(2,795,738)	939,041	25.14%	▲
	(80,172,828)	(13,362,138)	(2,995,883)	10,366,255	77.58%	

Amount attributable to investing activities

	(51,374,908)	(8,562,485)	(632,842)	7,929,643	-92.61%	
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FINANCING ACTIVITIES

Inflows from financing activities

Proceeds from new borrowings	2,000,000	-	-	-	0.00%	
Transfer from Contract Liabilities	40,192,577	-	-	-	0.00%	
Transfers from reserve accounts	4,466,987	-	-	-	0.00%	
	46,659,564	-	-	-	0.00%	

Outflows from financing activities

Repayment of borrowings	(1,009,721)	(8,327)	(8,327)	-	0.00%	
Transfers to reserve accounts	(629,627)	-	-	-	0.00%	
	(1,639,348)	(8,327)	(8,327)	-	0.00%	

Amount attributable to financing activities

	45,020,216	(8,327)	(8,327)	-	0.00%	
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MOVEMENT IN SURPLUS OR DEFICIT

Surplus at the start of the financial year

	5,855,840	5,855,840	5,855,840	-	0.00%	
Amount attributable to operating activities	498,852	11,782,116	13,456,872	1,674,756	14.21%	
Amount attributable to investing activities	(51,374,908)	(8,562,485)	(632,842)	7,929,643	-92.61%	
Amount attributable to financing activities	45,020,216	(8,327)	(8,327)	-	0.00%	
Surplus/(deficit) remaining after the imposition of general rates	0	9,067,145	18,671,543	9,604,398	106%	

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.

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

	Actual 30 June 2026 \$	Actual 31 August 2026 \$
CURRENT ASSETS		
Cash and cash equivalents	69,244,559	68,355,961
Trade and other receivables	2,497,659	11,808,426
Other financial assets	2,381	2,381
Inventories	15,251	11,286
TOTAL CURRENT ASSETS	71,759,851	80,178,054
NON-CURRENT ASSETS		
Trade and other receivables	43,520	43,520
Other Financial Assets	12,145	12,145
Inventories	46,283	46,283
Property, plant and equipment	54,151,151	58,790,672
Infrastructure	272,016,032	307,451,500
TOTAL NON-CURRENT ASSETS	326,269,130	366,344,120
TOTAL ASSETS	398,028,981	446,522,174
CURRENT LIABILITIES		
Trade and other payables	397,470	846,247
Other liabilities	21,852,303	39,118,197
Borrowings	972,531	989,071
Employee related provisions	1,551,962	1,659,433
TOTAL CURRENT LIABILITIES	24,774,265	42,612,948
NON-CURRENT LIABILITIES		
Borrowings	6,543,676	5,738,520
Employee related provisions	139,630	164,305
Other Provisions	5,685,700	5,685,700
TOTAL NON-CURRENT LIABILITIES	12,369,006	11,588,524
TOTAL LIABILITIES	37,143,271	54,201,472
NET ASSETS	360,885,710	392,320,702
EQUITY		
Retained surplus	149,098,604	184,726,337
Reserve accounts	17,387,268	13,194,526
Revaluation Surplus	194,399,839	194,399,839
TOTAL EQUITY	360,885,710	392,320,702

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 AUGUST 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 2026-27 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 August 2026

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

2 STATEMENT OF FINANCIAL ACTIVITY INFORMATION

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

	Adopted Budget Opening 01 July 2026	Actual as at 30 June 2026	Actual as at 31 August 2026
Note			
Current assets	\$	\$	\$
Cash and cash equivalents	5,740,524	69,244,559	68,355,961
Trade and other receivables	10,305,738	2,497,659	11,808,426
Other financial assets	6,136,494	2,381	2,381
Inventories	15,252	15,251	11,286
Other assets	-	-	-
	22,198,008	71,759,851	80,178,054
Less: current liabilities			
Trade and other payables	(8,425,040)	(397,470)	(846,247)
Other liabilities	(2,053,618)	(21,852,303)	(39,118,197)
Borrowings	(990,279)	(972,531)	(989,071)
Employee provisions	(1,359,392)	(1,551,962)	(1,659,433)
Other provisions	0	-	-
	(12,828,329)	(24,774,265)	(42,612,948)
Net current assets	9,369,679	46,985,585	37,565,106
Less: Total adjustments to net current assets	2(c) (9,369,679)	(16,417,118)	(10,789,782)
Closing funding surplus/ (deficit)	-	30,568,467	26,775,324

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

(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.

	Adopted Budget Estimates 30 June 2027	YTD Budget Estimates	YTD Actual
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	9,175,341	1,529,223	1,519,478
Movement in current employee provisions associated with restricted cash	-	-	-
Total non-cash amounts excluded from operating activities	9,175,341	1,529,223	1,519,478

(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 01 July 2026	Actual as at 30 June 2026	Actual as at 31 August 2026
Adjustments to net current assets	\$	\$	\$
Less: Reserve accounts	(10,359,958)	(17,387,268)	(13,194,526)
Less: Financial assets at amortised cost - self supporting loans		(2,381)	(2,381)
Add: Current liabilities not expected to be cleared at the end of the year			
- Current portion of borrowings	990,279	972,531	989,071
- Current portion of unspent capital grants held in reserve	-	-	876,121
- Current portion of employee benefit provisions held in reserve	-	-	541,933
Total adjustment to net current assets	2(a) (9,369,679)	(16,417,118)	(10,789,782)

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 operating cycle.

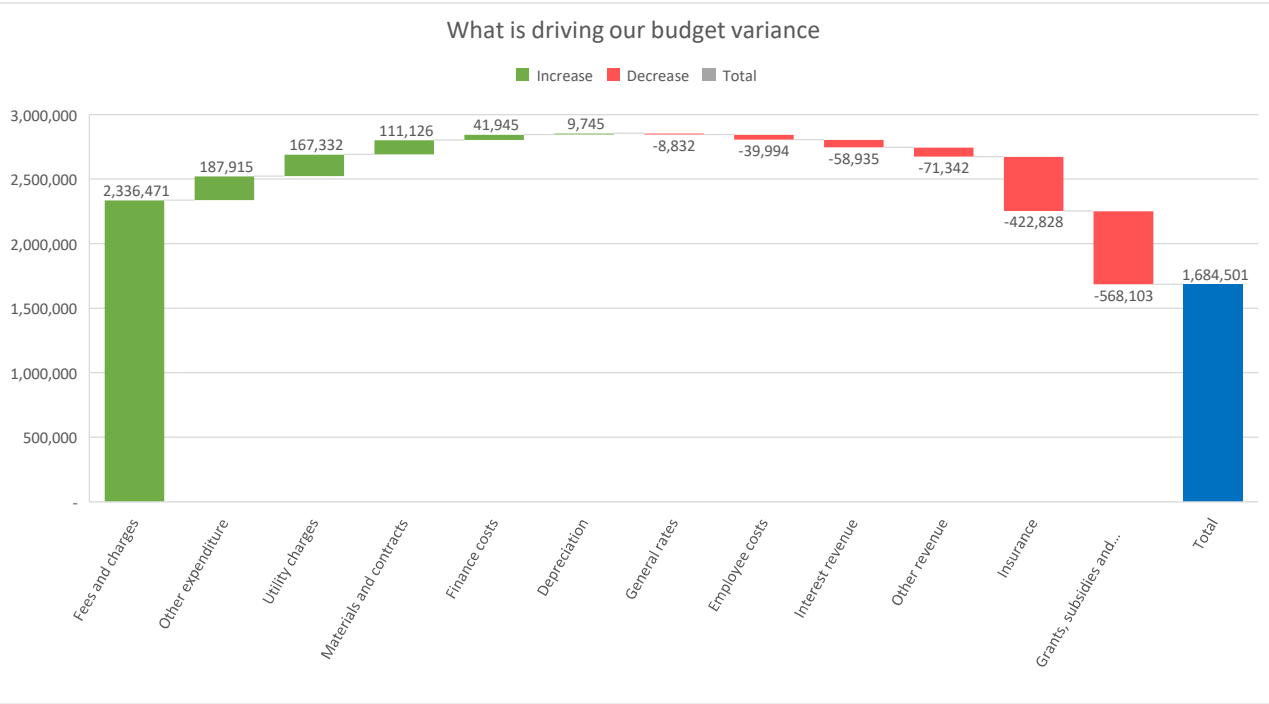
3 EXPLANATION OF MATERIAL VARIANCES

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 budget materially.

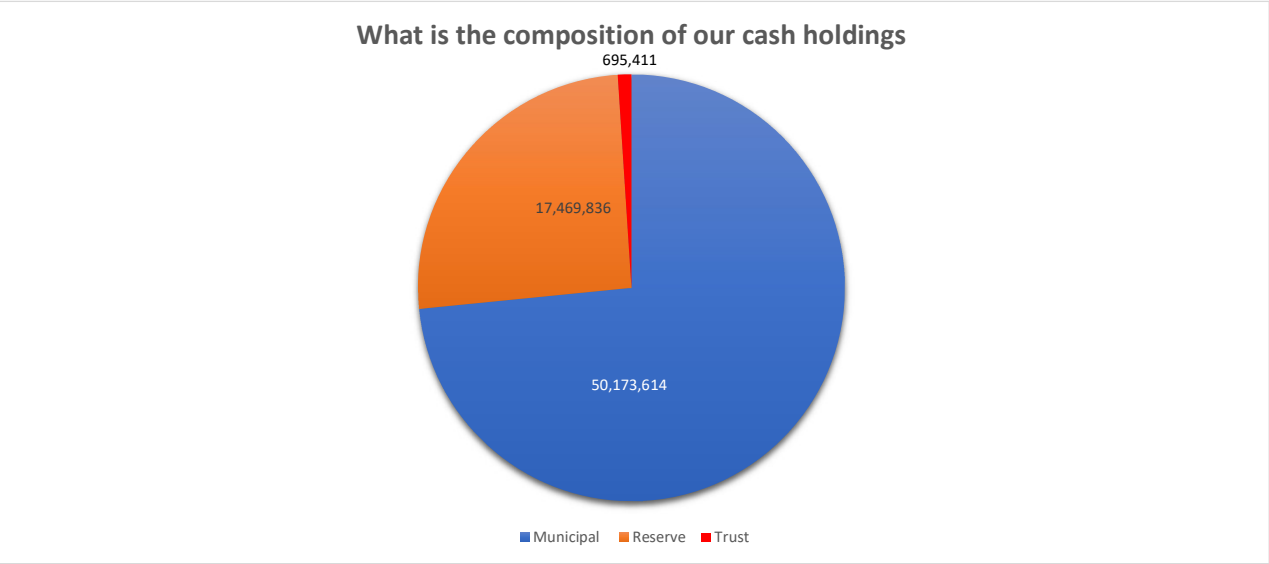
The material variance adopted by Council for the 2026-27 year is \$75,000 and 10.00% whichever is the greater.

Description	Var. \$ \$	Var. % %	
Revenue from operating activities			
Grants, subsidies and contributions	(568,103)	-60.43%	▼
Variance reflects the timing of grant payments received in advance in the prior financial year.			
Fees and charges	2,336,471	135.64%	▲
Variance reflects higher than forecast waste charges and aircraft landing fees during the reporting period.			
Interest revenue	(58,935)	-33.23%	▼
Variance reflects timing of recognition of interest received from investments.			
Other revenue	(71,342)	-14.59%	▼
Variance reflects lower than anticipated Emergency Services Levy revenue.			
Expenditure from operating activities			
Materials and contracts	111,126	7.24%	▲
Variance reflects lower than expected expenditure on building and facility maintenance.			
Utility charges	167,332	57.74%	▲
Variance reflects reduced pool operating costs.			
Finance costs	41,945	90.66%	▲
Variance reflects the timing of loan payments.			
Insurance	(422,828)	-362.29%	▼
Variance reflects the timing of annual insurance payments.			
Other expenditure	187,915	52.91%	▲
Variance reflects lower than expected expenditure on Emergency Services Levy payments.			
Investing Activities			
Capital grants, subsidies and contributions	(2,437,801)	-50.79%	▼
Variance reflects lower than anticipated capital grants received.			
Outflows from investing activities			
Acquisition of property, plant and equipment	9,427,214	97.92%	▲
Variance reflects lower than expected expenditure.			
Acquisition of infrastructure	939,041	25.14%	▲
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			

4 BUDGET DRIVERS AND OVERALL PERFORMANCE

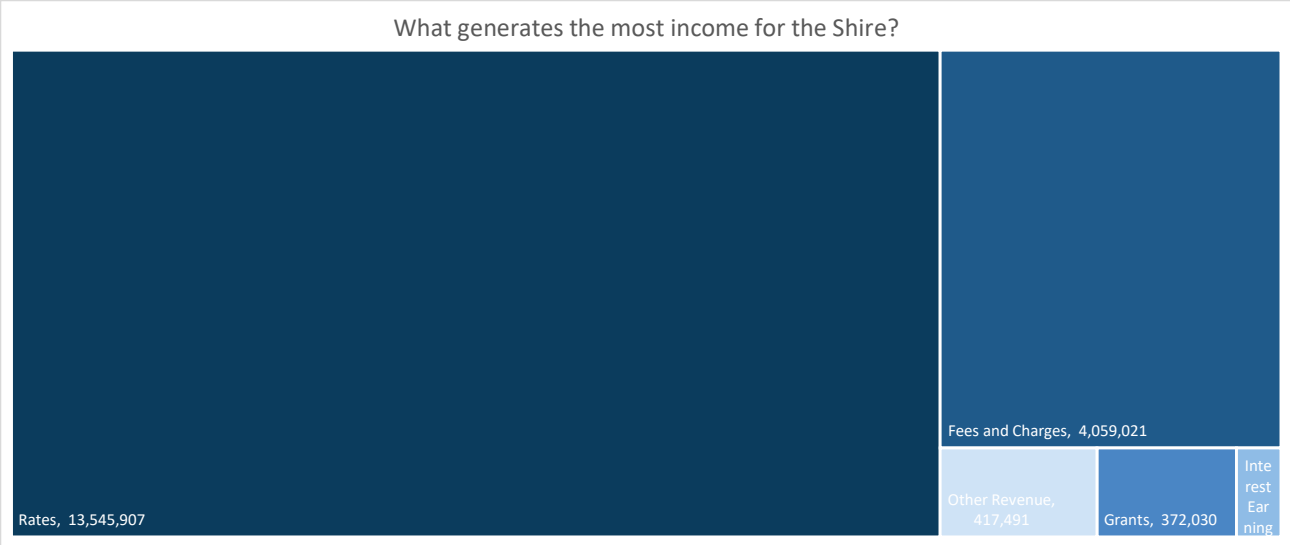


5 CASH HOLDINGS AND CASH TRENDS

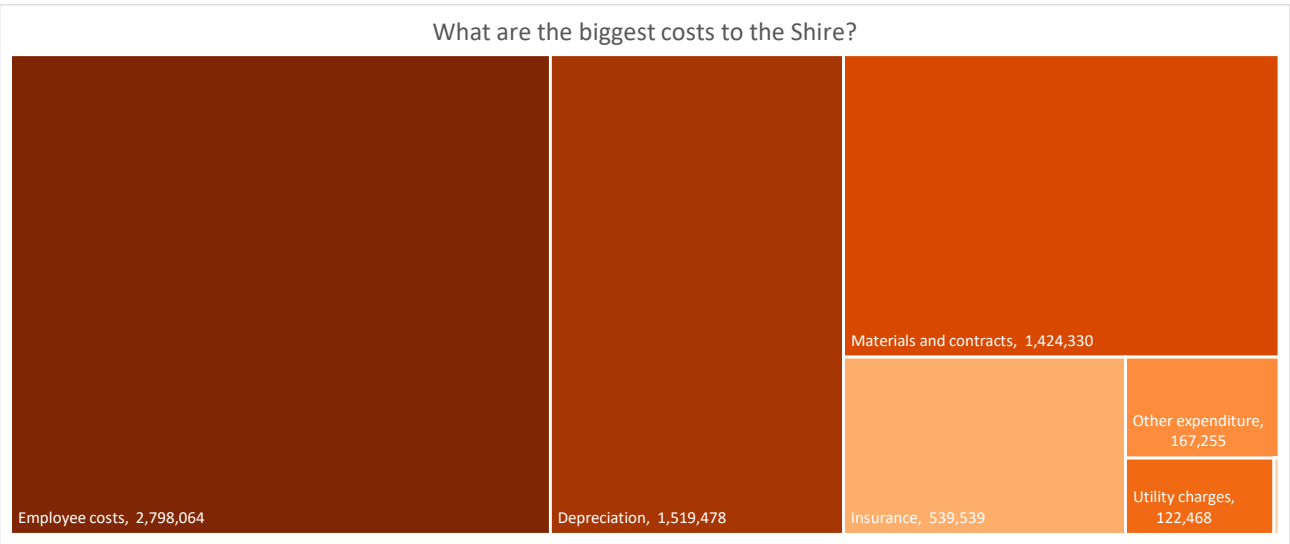


Municipal funds represent unrestricted operating cash, while reserve balances are restricted for specific purposes.

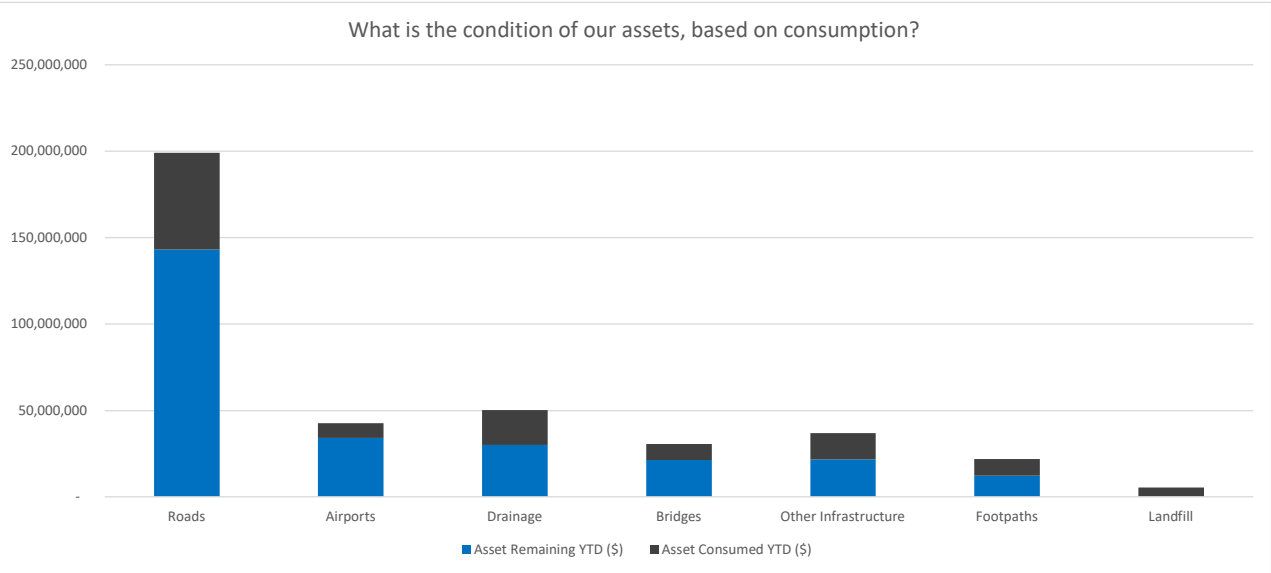
6 SHIRE INCOME MONTHLY TRENDS



7 SHIRE OPERATING EXPENSE ANALYSIS



8 ASSET LIFE AND MANAGEMENT ANALYSIS



Management Analysis

At the end of August 2026, the Shire continues to report a positive year-to-date position against the adopted budget, with an overall favourable variance.

As the financial year remains in its early stages, the current position is influenced by the timing of revenue recognition and expenditure commitments. Overall performance remains positive, with favourable movements across several operating revenue and expenditure categories.

Overall Position:

The Shire remains in a strong and stable financial position, with the year-to-date result favourable to budget and a healthy level of cash and investments.

The cash position provides appropriate liquidity to support the Shire's operational activities, capital works program and existing commitments, while reserve funds continue to be maintained for their designated purposes.