

SHIRE OF WYNDHAM EAST KIMBERLEY

MONTHLY FINANCIAL REPORT

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

For the period ended 30 September 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 30 SEPTEMBER 2026

	Adopted Budget Estimates	YTD Budget Estimates	YTD Actual	Variance \$ (c) - (b)	Variance % ((c)-(b))/(b)	
Note	(a)	(b)	(c)			
OPERATING ACTIVITIES						
Revenue from operating activities						
General rates	\$ 13,554,739	\$ 13,554,739	\$ 13,539,266	\$ (15,473)	-0.11%	▼
Grants, subsidies and contributions	5,640,798	1,410,200	900,103	(510,097)	-36.17%	▼
Fees and charges	10,340,151	3,821,326	5,134,291	1,312,965	34.36%	▲
Interest revenue	1,064,000	266,000	555,476	289,476	108.83%	▲
Other revenue	508,000	490,750	467,341	(23,409)	-4.77%	▼
1	31,107,688	19,543,014	20,596,477	1,053,463	5.39%	
Expenditure from operating activities						
Employee costs	(16,548,424)	(4,137,106)	(4,027,575)	109,531	2.65%	▲
Materials and contracts	(9,212,735)	(2,303,184)	(1,874,591)	428,593	18.61%	▲
Utility charges	(1,738,800)	(434,700)	(282,080)	152,620	35.11%	▲
Depreciation	(9,175,341)	(2,293,835)	(2,234,386)	59,449	2.59%	▲
Finance costs	(277,591)	(83,355)	(83,355)	(0)	0.00%	▼
Insurance	(700,266)	(175,067)	(539,539)	(364,473)	-208.19%	▼
Other expenditure	(2,131,021)	(532,755)	(318,058)	214,698	40.30%	▲
2	(39,784,178)	(9,960,002)	(9,359,585)	600,417	-6.03%	
Depreciation excluded from operating activities	2(b) 9,175,341	2,293,835	2,234,386	(59,449)	-2.59%	▼
Amount attributable to operating activities	498,851	11,876,848	13,471,278	1,594,430	13.42%	
INVESTING ACTIVITIES						
Inflows from investing activities						
Capital grants, subsidies and contributions	28,797,920	7,199,480	3,406,311	(3,793,169)	-52.69%	▼
Proceeds from disposal of assets	-	-	41,438	41,438	0.00%	
3	28,797,920	7,199,480	3,447,749	(3,751,731)	-52.11%	
Outflows from investing activities						
Payments for property, plant and equipment	(57,764,155)	(14,441,039)	(215,689)	14,225,350	98.51%	▲
Payments for construction of infrastructure	(22,408,673)	(5,602,168)	(3,799,803)	1,802,365	32.17%	▲
4	(80,172,828)	(20,043,207)	(4,015,492)	16,027,715	79.97%	
Amount attributable to investing activities	(51,374,908)	(12,843,727)	(567,743)	12,275,984	-95.58%	
FINANCING ACTIVITIES						
Inflows from financing activities						
Proceeds from new borrowings	2,000,000	0	-	0	0.00%	
Transfer from Contract Liabilities	40,192,577	0	-	0	0.00%	
Transfers from reserve accounts	4,466,987	0	-	0	0.00%	
	46,659,564	0	-	0	0.00%	
Outflows from financing activities						
Repayment of borrowings	(1,009,721)	(179,939)	(179,939)	(0)	0.00%	▲
Transfers to reserve accounts	(629,627)	0	-	0	0.00%	
5	(1,639,348)	(179,939)	(179,939)	(0)	0.00%	
Amount attributable to financing activities	45,020,216	(179,939)	(179,939)	(0)	0.00%	
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	11,876,848	13,471,278	1,594,430	13.42%	
Amount attributable to investing activities	(51,374,908)	(12,843,727)	(567,743)	12,275,984	-95.58%	
Amount attributable to financing activities	45,020,216	(179,939)	(179,939)	(0)	0.00%	
Surplus/(deficit) remaining after the imposition of general rates	0.00	4,709,022	18,579,436	13,870,414	295%	

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 30 SEPTEMBER 2026

	Actual 30 June 2026 \$	Actual 30 September 2026 \$
CURRENT ASSETS		
Cash and cash equivalents	69,244,559	69,470,495
Trade and other receivables	2,497,659	10,578,641
Other financial assets	2,381	2,381
Inventories	15,251	11,286
TOTAL CURRENT ASSETS	71,759,851	80,062,804
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	58,416,697
Infrastructure	272,016,032	307,374,239
TOTAL NON-CURRENT ASSETS	326,269,130	365,892,885
TOTAL ASSETS	398,028,981	445,955,688
CURRENT LIABILITIES		
Trade and other payables	397,470	875,895
Other liabilities	21,852,303	39,418,197
Borrowings	972,531	822,006
Employee related provisions	1,551,962	1,618,043
TOTAL CURRENT LIABILITIES	24,774,265	42,734,140
NON-CURRENT LIABILITIES		
Borrowings	6,543,676	5,905,585
Employee related provisions	139,630	164,305
Other Provisions	5,685,700	5,943,778
TOTAL NON-CURRENT LIABILITIES	12,369,006	12,013,668
TOTAL LIABILITIES	37,143,271	54,747,808
NET ASSETS	360,885,710	391,207,880
EQUITY		
Retained surplus	149,098,604	183,240,355
Reserve accounts	17,387,268	13,567,687
Revaluation Surplus	194,399,839	194,399,839
TOTAL EQUITY	360,885,710	391,207,880

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

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 30 September 2026

SHIRE OF WYNDHAM EAST KIMBERLEY
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD ENDED 30 SEPTEMBER 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 2026	Actual as at 30 June 2026	Actual as at 30 September 2026
	\$	\$	\$
	5,740,524	69,244,559	69,470,495
	10,305,738	2,497,659	10,578,641
	6,136,494	2,381	2,381
	15,252	15,251	11,286
	-	-	-
	22,198,008	71,759,851	80,062,804
	(8,425,040)	(397,470)	(875,895)
	(2,053,618)	(21,852,303)	(39,418,197)
	(990,279)	(972,531)	(822,006)
	(1,359,392)	(1,551,962)	(1,618,043)
	-	-	-
	(12,828,329)	(24,774,265)	(42,734,140)
	9,369,679	46,985,585	37,328,664
2(c)	(9,369,679)	(16,417,118)	(11,330,008)
	-	30,568,467	25,998,655

(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 2027	YTD Budget Estimates	YTD Actual
\$	\$	\$
-	-	-
-	-	-
9,189,530	2,293,835	2,234,386
-	-	-
9,189,530	2,293,835	2,234,386

(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 2026	Actual as at 30 June 2026	Actual as at 30 September 2026
\$	\$	\$
(10,359,958)	(17,387,268)	(13,567,687)
	(2,381)	(2,381)
990,279	972,531	822,006
-	-	876,121
-	-	541,933
2(a) (9,369,679)	(16,417,118)	(11,330,008)

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.

SHIRE OF WYNDHAM EAST KIMBERLEY
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD ENDED 30 SEPTEMBER 2026

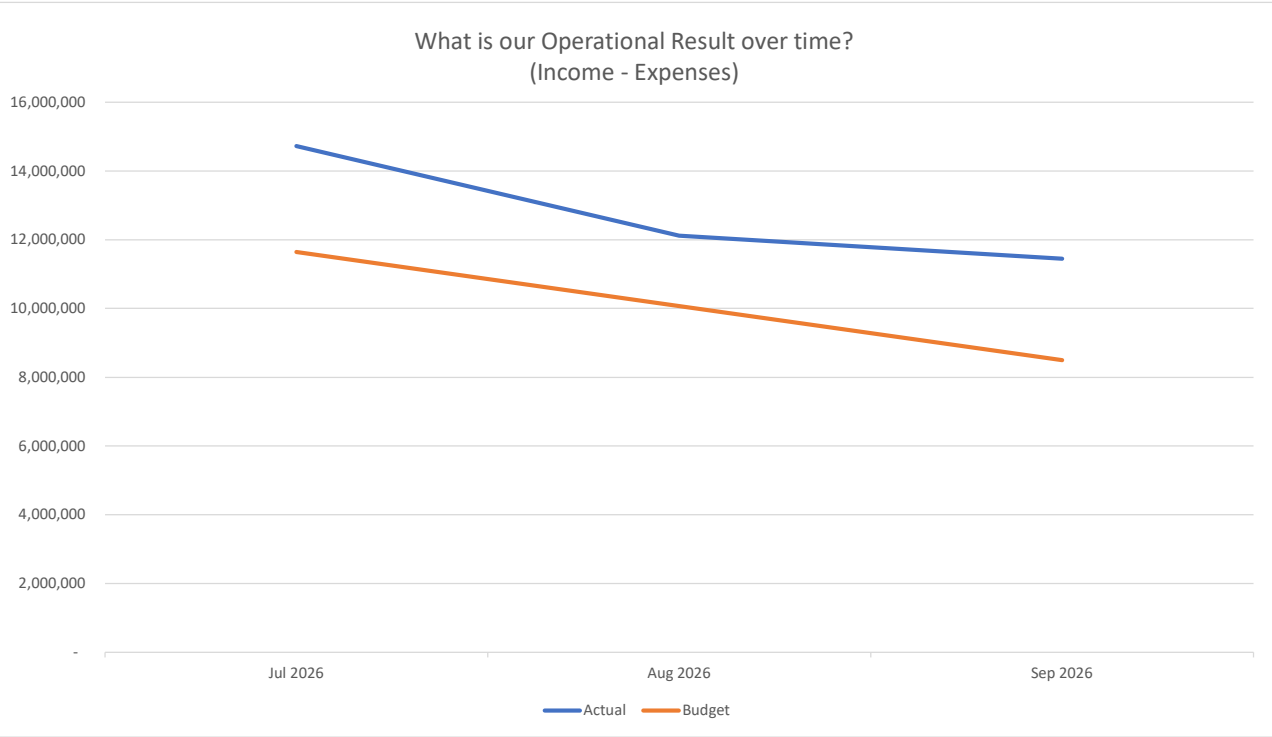
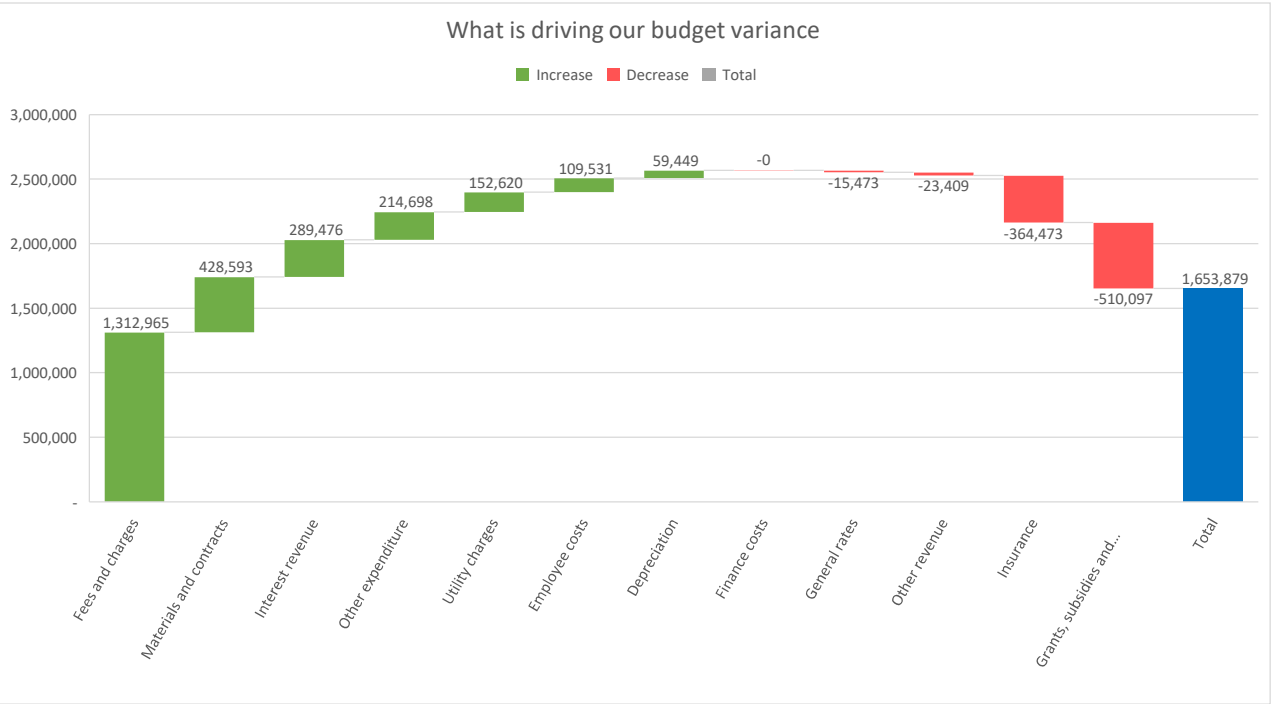
3 EXPLANATION OF MATERIAL VARIANCES

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

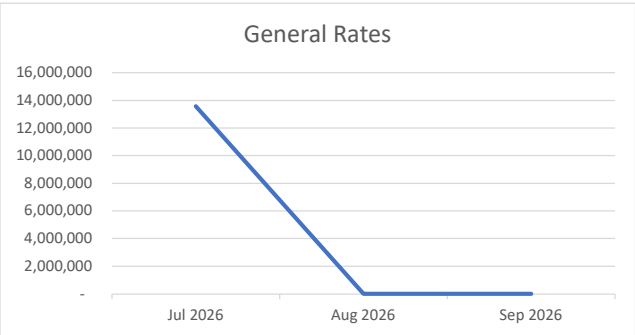
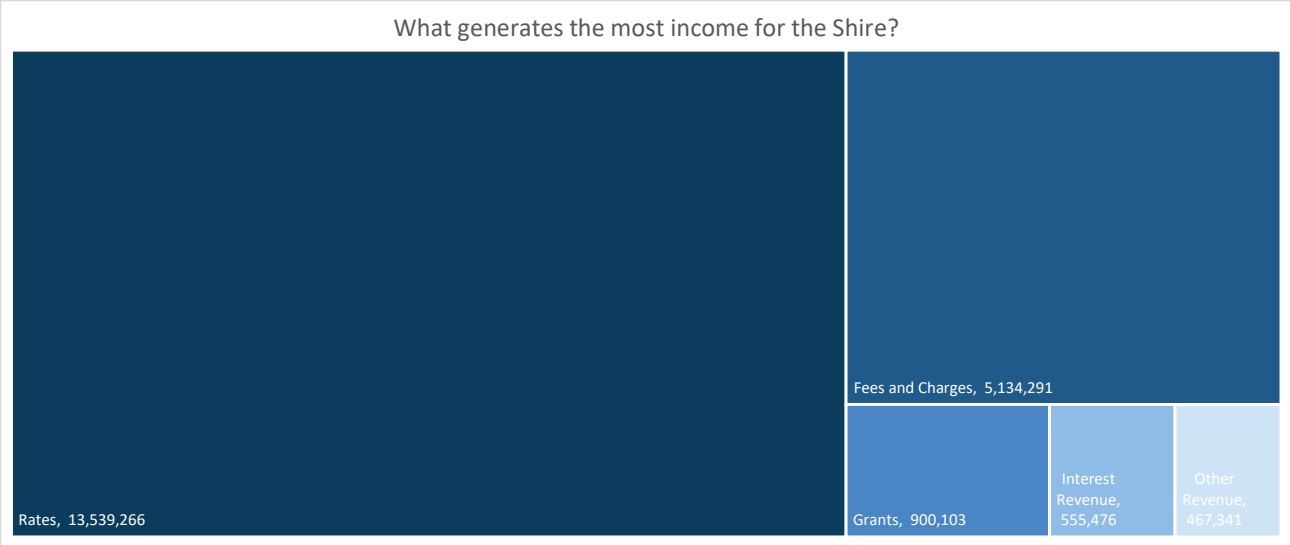
The material variance adopted by Council for the 2026-27 year is \$75,000 and 10.00% whichever is the greater.

Description	Var. \$	Var. %	
	\$	%	
Revenue from operating activities			
Grants, subsidies and contributions	(510,097)	-36.17%	▼
Variance reflects the timing of grant payments received in advance in the current financial year.			
Fees and charges	1,312,965	34.36%	▲
Variance reflects higher than forecast waste charges and aircraft landing fees during the reporting period.			
Interest revenue	289,476	108.83%	▲
Variance reflects higher cash balances following receipt of grant funding in advance of project delivery, with funds held in term deposits until required.			
Expenditure from operating activities			
Employee costs	109,531	2.65%	▲
Variance reflects current vacancies.			
Materials and contracts	428,593	18.61%	▲
Variance reflects decreased building and facility maintenance undertaken.			
Utility charges	152,620	35.11%	▲
Variance reflects reduced pool operating costs and lower seasonal electricity costs.			
Insurance	(364,473)	-208.19%	▼
Variance reflects the timing of annual insurance payments.			
Other expenditure	214,698	40.30%	▲
Variance reflects lower than expected expenditure on community grants and tourism marketing in the reporting period.			
Investing Activities			
Capital grants, subsidies and contributions	(3,793,169)	-52.69%	▼
Variance reflects lower than anticipated capital grants received.			
Outflows from investing activities			
Payments for property, plant and equipment	14,225,350	98.51%	▲
Variance reflects lower than expected expenditure.			
Payments for construction of infrastructure	1,802,365	32.17%	▲
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			

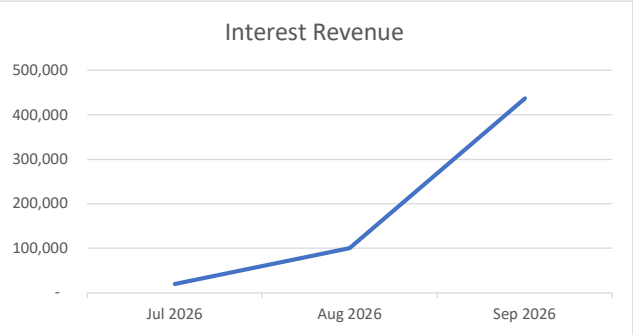
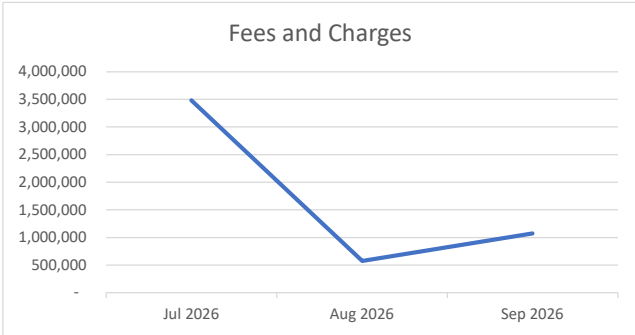
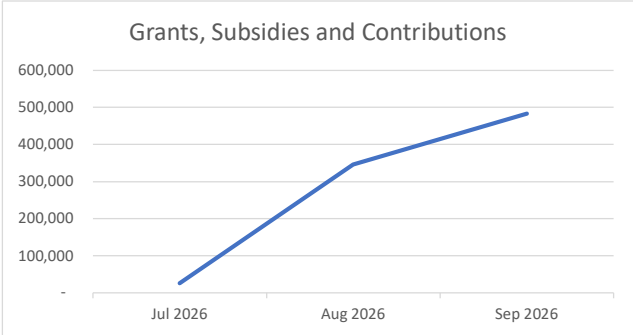
4 BUDGET DRIVERS AND OVERALL PERFORMANCE



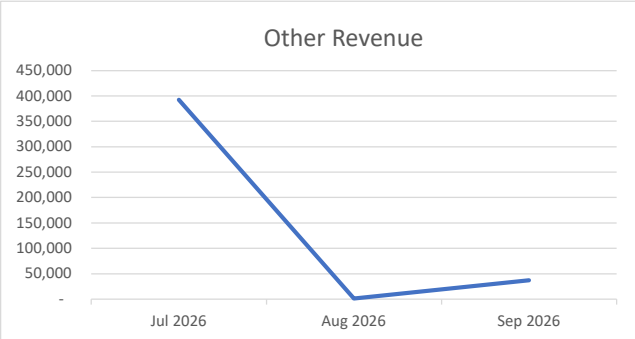
5 SHIRE INCOME MONTHLY TRENDS



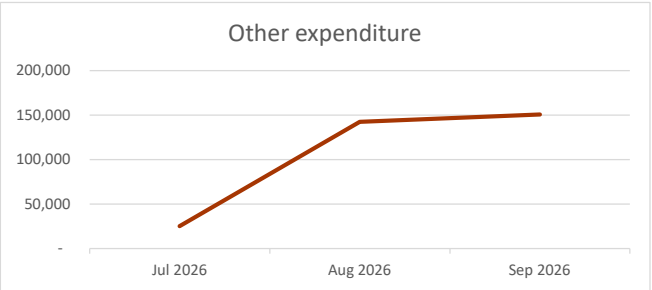
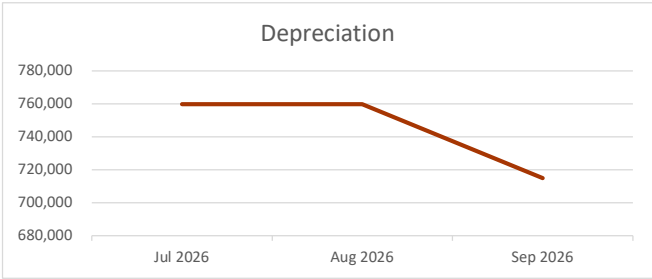
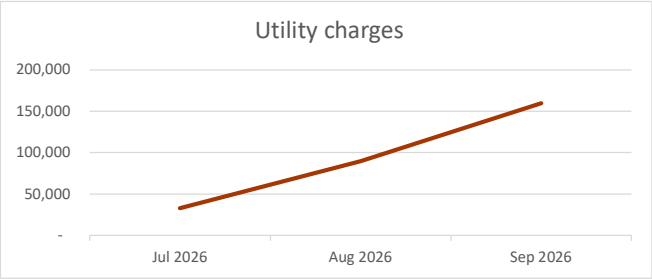
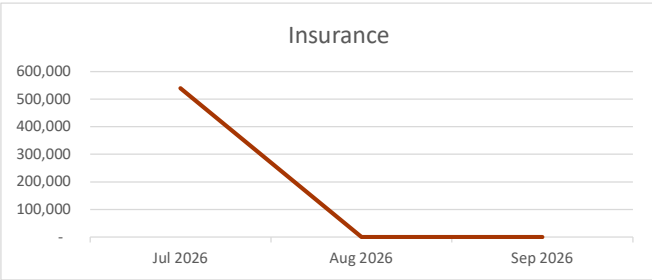
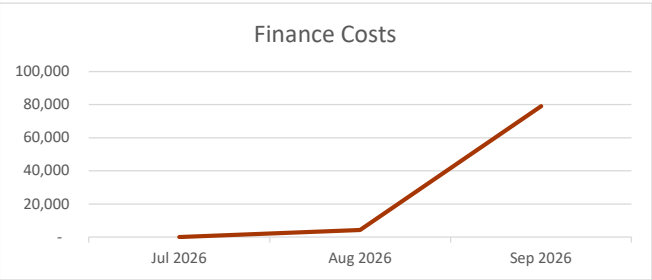
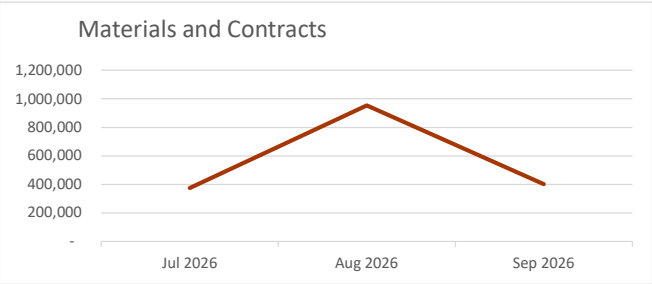
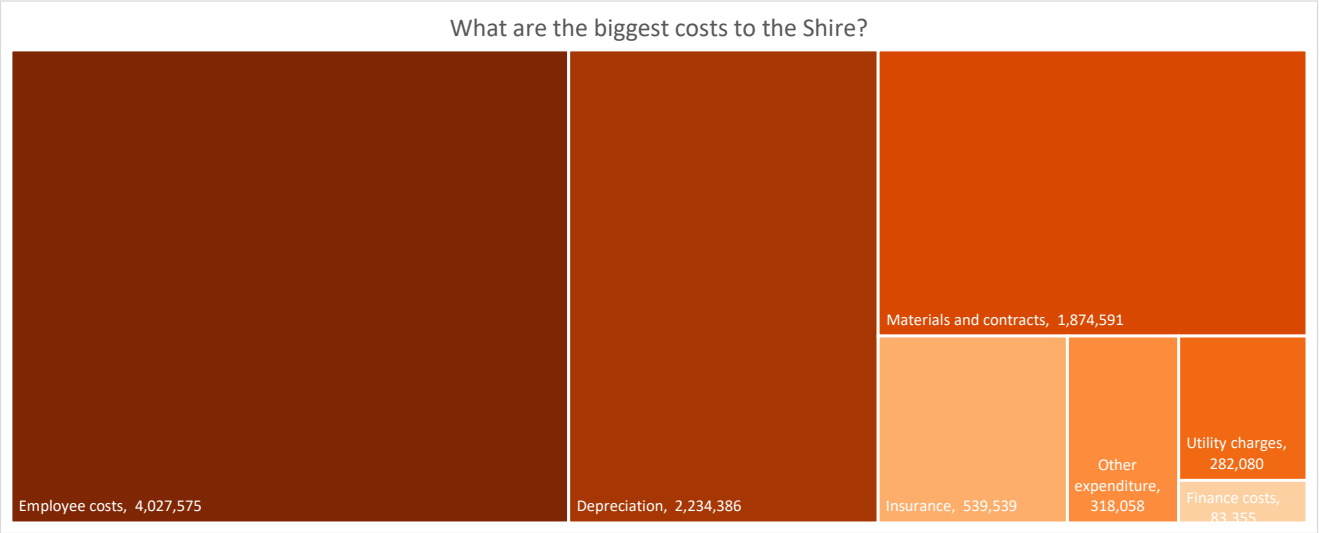
General rates revenue is recognised early in the financial year following issue of the annual rates notices



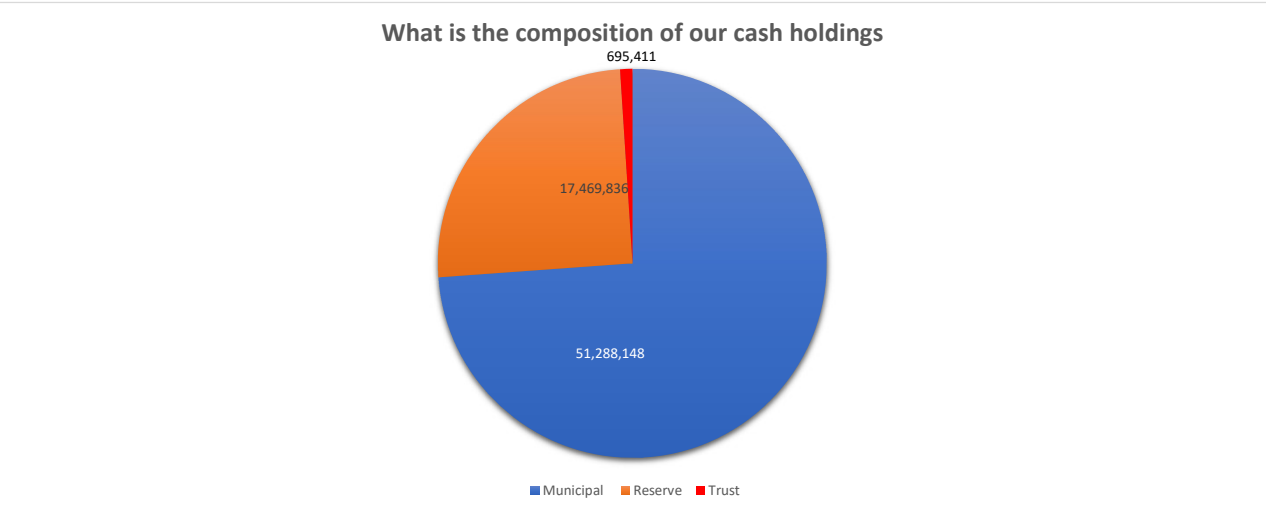
Interest income varies depending on cash balances and the timing of income from investments



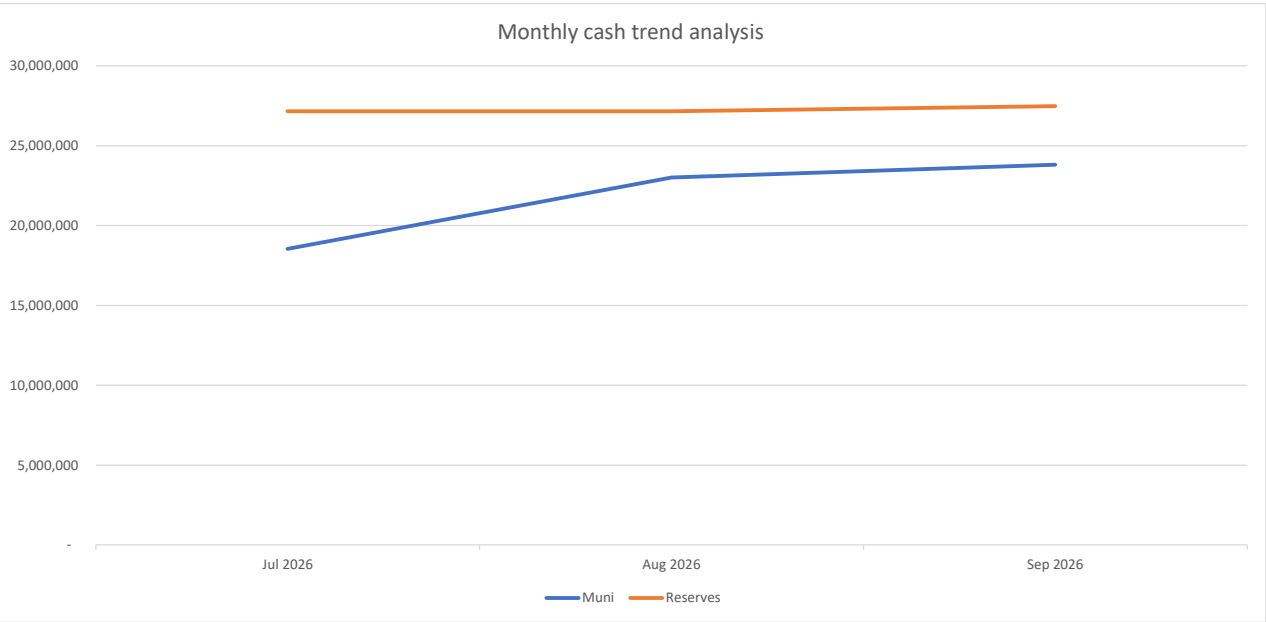
6 SHIRE OPERATING EXPENSE ANALYSIS



7 CASH HOLDINGS AND CASH TRENDS

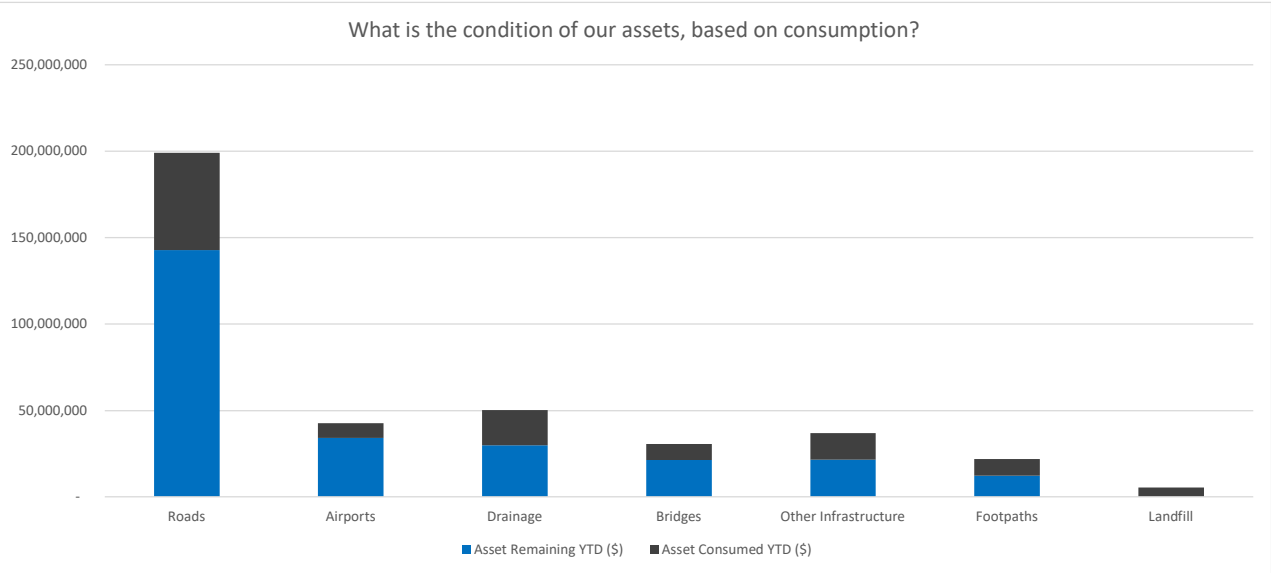


Municipal funds represent unrestricted operating cash, while reserve balances are restricted for specific purposes.



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

8 ASSET LIFE AND MANAGEMENT ANALYSIS



Management Analysis

As at 30 September 2026, the Shire continues to report a favourable operating position against the adopted budget.

The operational result has reduced progressively from July to September as expenditure is incurred throughout the year; however, actual performance has remained consistently above the budgeted position. This indicates that, at the end of the first quarter, the Shire is performing favourably against its budget expectations.

Overall Position:

The Shire remains in a strong and stable financial position as at 30 September 2026. At the end of the first quarter, operating performance remains ahead of budget and the Shire continues to maintain a strong level of cash and investments.

While individual revenue and expenditure categories show timing variances against budget, the overall position remains favourable. Continued monitoring will focus particularly on grant income, insurance expenditure and other significant budget variances as the financial year progresses.