

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 April 2025

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 |

SHIRE OF WYNDHAM EAST KIMBERLEY
STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD ENDED 30 April 2025

FOR THE YEAR ENDED

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 | 12,102,067 | 12,102,060 | 12,293,969 | 191,909 | 1.59% | ▲ |
| Grants, subsidies and contributions | 5,321,000 | 4,434,110 | 1,827,575 | (2,606,535) | -58.78% | ▼ |
| Fees and charges | 9,728,050 | 9,088,090 | 8,855,162 | (232,928) | -2.56% | ▼ |
| Interest revenue | 784,000 | 653,310 | 577,390 | (75,920) | -11.62% | ▼ |
| Other revenue | 444,700 | 370,560 | 456,658 | 86,098 | 23.23% | ▲ |
| | 28,379,817 | 26,648,130 | 24,010,755 | (2,637,375) | -9.90% | |

Expenditure from operating activities

| | | | | | | |
|-------------------------|------------|------------|------------|-------------|---------|---|
| Employee costs | 13,902,338 | 11,584,150 | 10,650,862 | (933,288) | -8.06% | ▼ |
| Materials and contracts | 7,889,796 | 6,640,130 | 5,225,901 | (1,414,229) | -21.30% | ▼ |
| Utility charges | 1,428,650 | 1,190,430 | 976,482 | (213,948) | -17.97% | ▼ |
| Depreciation | 9,189,530 | 7,657,760 | 7,548,753 | (109,007) | -1.42% | ▼ |
| Finance costs | 241,015 | 200,830 | 171,281 | (29,549) | -14.71% | ▼ |
| Insurance | 731,439 | 609,330 | 610,002 | 672 | 0.11% | ▲ |
| Other expenditure | 1,809,550 | 1,507,810 | 1,021,502 | (486,308) | -32.25% | ▼ |
| Loss on asset disposals | 0 | 0 | 0 | 0 | 0.00% | |
| | 35,192,318 | 29,390,440 | 26,204,783 | (3,185,657) | -10.84% | |

Non-cash amounts excluded from operating activities

| | | | | | | |
|------|-------------|-------------|-------------|---------|--------|---|
| 2(b) | (9,189,530) | (7,657,760) | (7,548,753) | 109,007 | -1.42% | ▼ |
|------|-------------|-------------|-------------|---------|--------|---|

Amount attributable to operating activities

| | | | | | |
|------------------|------------------|------------------|--------------------|-----------------|--|
| 2,377,029 | 4,915,450 | 5,354,726 | (5,714,026) | -116.25% | |
|------------------|------------------|------------------|--------------------|-----------------|--|

INVESTING ACTIVITIES

Inflows from investing activities

| | | | | | | |
|---|------------|------------|------------|-------------|---------|---|
| Capital grants, subsidies and contributions | 34,016,500 | 28,347,050 | 24,941,579 | (3,405,471) | -12.01% | ▼ |
| Proceeds from disposal of assets | 0 | 0 | 0 | 0 | 0.00% | |
| | 0 | 0 | 0 | 0 | 0.00% | |

Proceeds from financial assets at amortised cost - self supporting loans

| | | | | | |
|------------|------------|------------|-------------|------|--|
| 34,016,500 | 28,347,050 | 24,941,579 | (3,405,471) | -12% | |
|------------|------------|------------|-------------|------|--|

Outflows from investing activities

| | | | | | | |
|---|--------------|--------------|-------------|------------|---------|---|
| Payments for property, plant and equipment | (1,387,930) | (1,149,950) | (1,480,934) | (330,984) | 28.78% | ▲ |
| Payments for construction of infrastructure | (46,787,143) | (38,929,100) | (8,511,341) | 30,417,759 | -78.14% | ▼ |
| | (48,175,073) | (40,079,050) | (9,992,276) | 30,086,775 | -75.07% | |

Non-cash amounts excluded from investing activities

| | | | | | |
|---|---|---|---|-------|--|
| 0 | 0 | 0 | 0 | 0.00% | |
|---|---|---|---|-------|--|

Amount attributable to investing activities

| | | | | | |
|---------------------|---------------------|-------------------|-------------------|-----------------|--|
| (14,158,573) | (11,732,000) | 14,949,303 | 26,681,303 | -227.42% | |
|---------------------|---------------------|-------------------|-------------------|-----------------|--|

FINANCING ACTIVITIES

Inflows from financing activities

| | | | | | | |
|---------------------------------|------------|------------|-----------|-------------|---------|---|
| Proceeds from new borrowings | 4,000,000 | 4,000,000 | 4,200,000 | 200,000 | 5.00% | ▲ |
| Transfers from reserve accounts | 9,047,252 | 7,539,360 | 657 | (7,538,703) | -99.99% | ▼ |
| | 13,047,252 | 11,539,360 | 4,200,657 | (7,338,703) | -64% | |

Outflows from financing activities

| | | | | | | |
|-------------------------------|-------------|-------------|-----------|-----------|---------|---|
| Repayment of borrowings | (791,477) | (791,480) | (558,636) | 232,844 | -29.42% | ▼ |
| Transfers to reserve accounts | (2,739,590) | (2,282,910) | (197,405) | 2,085,505 | -91.35% | ▼ |
| | (3,531,067) | (3,074,390) | (756,041) | 2,318,349 | -75.41% | |

Amount attributable to financing activities

| | | | | | |
|------------------|------------------|------------------|--------------------|----------------|--|
| 9,516,185 | 8,464,970 | 3,444,615 | (5,020,355) | -59.31% | |
|------------------|------------------|------------------|--------------------|----------------|--|

MOVEMENT IN SURPLUS OR DEFICIT

Surplus at the start of the financial year

| | | | | | | |
|--|--------------|------------------|-------------------|-------------------|-----------------|--|
| Amount attributable to operating activities | 2,265,359 | 1,905,542 | 1,905,542 | - | - | |
| Amount attributable to investing activities | 2,377,029 | 4,915,450 | (9,742,781) | (5,714,026) | -116.25% | |
| Amount attributable to financing activities | (14,158,573) | (11,732,000) | 14,949,303 | 26,681,303 | -227.42% | |
| Amount attributable to financing activities | 9,516,185 | 8,464,970 | 3,444,615 | (5,020,355) | -59.31% | |
| Surplus/(deficit) remaining after the imposition of general rates | 0 | 3,553,962 | 10,556,679 | 15,946,923 | -402.98% | |

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

KEY 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 April 2025

| | Actual 30 June 2024 \$ | Actual 30 April 2025 \$ |
|--------------------------------------|---------------------------------------|--|
| CURRENT ASSETS | | |
| Cash and cash equivalents | 21,789,978 | 37,054,342 |
| Trade and other receivables | 3,899,841 | 10,043,246 |
| Other financial assets | 10,381 | 10,381 |
| Inventories | 16,621 | 15,649 |
| Other Assets | 0 | 0 |
| TOTAL CURRENT ASSETS | 25,716,821 | 47,123,619 |
| NON CURRENT ASSETS | | |
| Trade and other receivables | 45,933 | 48,457 |
| Other Financial Assets | 11,565 | 12,145 |
| Inventories | 46,283 | 46,283 |
| Property, plant and equipment | 56,299,404 | 54,756,954 |
| Infrastructure | 268,322,901 | 262,078,970 |
| TOTAL NON-CURRENT ASSETS | 324,726,087 | 316,942,811 |
| TOTAL ASSETS | 350,442,908 | 364,066,430 |
| CURRENT LIABILITIES | | |
| Trade and other payables | 1,006,548 | 90,008 |
| Other liabilities | 2,452,619 | 2,427,452 |
| Borrowings | 0 | 629,701 |
| Employee related provisions | 2,429,249 | 1,860,540 |
| TOTAL CURRENT LIABILITIES | 5,888,416 | 5,007,701 |
| NON-CURRENT LIABILITIES | | |
| Borrowings | 4,106,423 | 3,476,722 |
| Employee related provisions | 188,034 | 197,114 |
| Other Provisions | 5,328,640 | 5,455,963 |
| TOTAL NON-CURRENT LIABILITIES | 9,623,097 | 9,129,799 |
| TOTAL LIABILITIES | 15,511,514 | 14,137,499 |
| NET ASSETS | 334,931,393 | 349,928,930 |
| EQUITY | | |
| Retained surplus | 121,135,756 | 135,992,988 |
| Reserve accounts | 19,397,080 | 19,536,104 |
| Revaluation Surplus | 194,398,557 | 194,399,839 |
| TOTAL EQUITY | 334,931,393 | 349,928,930 |

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

1 BASIS OF PREPARATION AND SIGNIFICANT ACCOUNTING POLICIES

BASIS OF PREPERATION AND SIGNIFICANT ACCOUNTING POLICIES

This prescribed financial report has been prepared in accordance with the Local Government act 1995 and accompanying regulations.

Loval Government Act 1995 requirements

Section 6.4(2) of the Local Government Act 1995 read with the Local Government (Finacial Management) Regulations 1996, orescribe 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 Stadards. 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 Specify 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 zerocost. The measurement of vested improvements at fair value is a departure from AASB 16 which would have require the Shire to mesure 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 appied 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, modifiedm 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 effect the application of policies and reported amounts of assets and liabilities, income and expenses.

The estimates and associated assumptions are based on historirical expereience and various other factors belieced 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 readilt apparent from other sources. Actual results may differ from these estimates.

The balances, transactions and disclosed 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 preperation of these statements are as described within the 2024-25 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 April 2025

SHIRE OF WYNHAM EAST KIMBERLEY
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD ENDED 30 April 2025

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)

| Note | Adopted Budget Opening 01 July 2024 | Actual as at 30 June 2024 | Actual as at 30 April 2025 |
|------|--|---------------------------------|----------------------------------|
| | \$ | \$ | \$ |
| | 10,630,558 | 21,789,978 | 37,054,342 |
| | 4,702,416 | 3,899,841 | 10,043,246 |
| | 10,381 | 10,381 | 10,381 |
| | 30,245 | 16,621 | 15,649 |
| | 0 | 0 | 0 |
| | 15,373,600 | 25,716,821 | 47,123,619 |
| | (812,342) | (1,006,548) | (90,008) |
| | 0 | (2,452,619) | (2,427,452) |
| | (791,477) | 0 | (629,701) |
| | (1,942,396) | (2,429,249) | (1,860,540) |
| | (137,644) | 0 | 0 |
| | (2,080,040) | (5,888,416) | (5,007,701) |
| | 13,293,560 | 19,828,405 | 42,115,918 |
| 2(c) | (10,717,372) | (17,922,863) | (18,916,784) |
| | 2,576,188 | 1,905,542 | 23,199,134 |

(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 2025 | YTD Budget Estimates | YTD Actual |
|--|----------------------------|--------------------|
| \$ | \$ | \$ |
| 0 | 58,330 | 6,687 |
| 0 | 0 | 0 |
| (765,794) | (7,657,760) | (7,548,753) |
| 0 | 0 | 0 |
| (765,794) | (7,599,430) | (7,542,067) |

(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 2024 | Actual as at 30 June 2024 | Actual as at 30 April 2025 |
|--|---------------------------------|----------------------------------|
| \$ | \$ | \$ |
| (12,481,218) | (19,397,080) | (19,536,104) |
| | (10,381) | (10,381) |
| 791,477 | 0 | 629,701 |
| 972,369 | 982,369 | 0 |
| 0 | 502,229 | 0 |
| 2(a) (10,717,372) | (17,922,863) | (18,916,784) |

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 WYNHAM EAST KIMBERLEY
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD ENDED 30 April 2025

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 2024-25 year is \$50,000 and 10.00% whichever is the greater.

| Description | Var. \$ | Var. % | |
|---|-------------|---------|---|
| | \$ | % | |
| Revenue from operating activities | | | |
| General rates | 191,909.14 | 1.59% | ▲ |
| Rates Model Variance | | | |
| Grants, subsidies and contributions | (2,606,535) | -58.78% | ▼ |
| Timing of Receipt of Grants | | | |
| Other revenue | 86,098 | 23.23% | ▲ |
| Rates Model Variance - Emergency Services Levy timing of collection | | | |
| Expenditure from operating activities | | | |
| Employee costs | (933,288) | -8.06% | ▼ |
| Delay in filling budgeted positions | | | |
| Materials and contracts | (1,414,229) | -21.30% | ▼ |
| Property building expenses not as high as anticipated | | | |
| Utility costs | (213,948) | -17.97% | ▼ |
| Less operating costs at Kununurra Leisure Centre - Pool Closure | | | |
| Finance costs | (29,549) | -14.71% | ▼ |
| Timing of Loan Payments | | | |
| Other expenditure | (486,308) | -32.25% | ▼ |
| Timing of community grants and marketing (tourism) payments | | | |
| Investing Activities | | | |
| Capital grants, subsidies and contributions | (3,405,471) | -12.01% | ▼ |
| Outflows from investing activities | | | |
| Payment for property, plant and equipment | (330,984) | 28.78% | ▲ |
| Budget to be Adjusted at Budget Review | | | |
| Payment for construction of infrastructure | 30,417,759 | -78.14% | ▼ |
| Delay in stage 2 airport project | | | |
| Inflows from financing activities | | | |
| Transfers from reserve accounts | (7,538,703) | -99.99% | ▼ |
| Delay in capital works program | | | |
| Outflows from financing activities | | | |
| Repayment of borrowings | 232,844 | -29.42% | ▼ |
| Transfers to reserve accounts | 2,085,505 | -91.35% | ▼ |