

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 May 2025

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 May 2025

FOR THE YEAR ENDED

OPERATING ACTIVITIES

Revenue from operating activities

Note	Updated 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	12,390,889	288,829	2.39%	▲
Grants, subsidies and contributions	1,397,751	4,877,521	2,080,484	(2,797,037)	-57.35%	▼
Fees and charges	9,728,050	9,695,399	9,280,791	(414,608)	-4.28%	▼
Interest revenue	784,000	718,641	597,315	(121,326)	-16.88%	▼
Other revenue	444,700	407,616	463,516	55,900	13.71%	▲
	24,456,568	27,801,237	24,812,996	(2,988,241)	-10.75%	

Expenditure from operating activities

Employee costs	13,902,338	12,742,565	11,620,393	(1,122,172)	-8.81%	▼
Materials and contracts	7,989,796	7,304,143	5,782,308	(1,521,835)	-20.84%	▼
Utility charges	1,428,650	1,309,473	1,073,520	(235,953)	-18.02%	▼
Depreciation	9,189,530	8,423,536	8,301,682	(121,854)	-1.45%	▼
Finance costs	241,015	220,913	171,281	(49,632)	-22.47%	▼
Insurance	731,439	947,848	594,284	(353,564)	-37.30%	▲
Other expenditure	1,809,550	1,658,591	1,051,865	(606,726)	-36.58%	▼
Loss on asset disposals	0	0	0	0	0.00%	
	35,292,318	32,607,069	28,595,332	(4,011,737)	-12.30%	

Non-cash amounts excluded from operating activities

2(b)	(9,189,530)	(8,423,536)	(8,301,682)	121,854	-1.45%	▼
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Amount attributable to operating activities

(1,646,220)	3,617,704	4,519,345	(6,878,124)	-190.12%	
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INVESTING ACTIVITIES

Inflows from investing activities

Capital grants, subsidies and contributions	37,849,747	31,181,755	26,569,992	(4,611,763)	-14.79%	▼
Proceeds from contract liabilities	2,203,047	2,203,047	0	(2,203,047)	-100.00%	
Proceeds from financial assets at amortised cost - self supporting loans	0	0	0	0	0.00%	
	40,052,794	33,384,802	26,569,992	(6,814,810)	-20%	

Outflows from investing activities

Payments for property, plant and equipment	(1,387,930)	(1,264,945)	(1,510,407)	(245,462)	19.40%	▲
Payments for construction of infrastructure	(46,902,347)	(42,822,010)	(10,023,625)	32,798,385	-76.59%	▼
	(48,290,277)	(44,086,955)	(11,534,032)	32,552,923	-73.84%	

Non-cash amounts excluded from investing activities

0	0	0	0	0.00%	
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Amount attributable to investing activities

(8,237,483)	(10,702,153)	15,035,960	25,738,113	-240.49%	
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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	8,778,993	8,293,296	657	(8,292,639)	-99.99%	▼
	12,778,993	12,293,296	4,200,657	(8,092,639)	-66%	

Outflows from financing activities

Repayment of borrowings	(791,477)	(791,480)	(558,636)	232,844	-29.42%	▼
Transfers to reserve accounts	(3,501,097)	(2,511,201)	(197,405)	2,313,796	-92.14%	▼
	(4,292,574)	(3,302,681)	(756,041)	2,546,640	-77.11%	

Amount attributable to financing activities

8,486,419	8,990,615	3,444,615	(5,546,000)	-61.69%	
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MOVEMENT IN SURPLUS OR DEFICIT

Surplus at the start of the financial year

1,397,284	1,905,542	1,905,542	-	-	
(1,646,220)	3,617,704	(12,084,018)	(6,878,124)	-190.12%	
(8,237,483)	(10,702,153)	15,035,960	25,738,113	-240.49%	
8,486,419	8,990,615	3,444,615	(5,546,000)	-61.69%	
0	3,811,708	8,302,099	13,313,990	-492.31%	

Surplus/(deficit) remaining after the imposition of general rates

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 31 MAY 2025

	Actual 30 June 2024 \$	Actual 31 May 2025 \$
CURRENT ASSETS		
Cash and cash equivalents	21,789,978	43,745,831
Trade and other receivables	3,899,841	2,816,077
Other financial assets	10,381	10,381
Inventories	16,621	15,649
Other Assets	0	0
TOTAL CURRENT ASSETS	25,716,821	46,587,938
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	54,602,646
Infrastructure	268,322,901	261,480,026
TOTAL NON-CURRENT ASSETS	324,726,087	316,189,559
TOTAL ASSETS	350,442,908	362,777,497
CURRENT LIABILITIES		
Trade and other payables	1,006,548	302,727
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	5,220,420
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	14,350,218
NET ASSETS	334,931,393	348,427,278
EQUITY		
Retained surplus	121,135,756	134,491,336
Reserve accounts	19,397,080	19,536,104
Revaluation Surplus	194,398,557	194,399,839
TOTAL EQUITY	334,931,393	348,427,278

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 conssidered 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 hистorical 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 31 May 2025

SHIRE OF WYNHAM EAST KIMBERLEY
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD ENDED 31 MAY 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 31 May 2025
	\$	\$	\$
	10,630,558	21,789,978	43,745,831
	4,702,416	3,899,841	2,816,077
	10,381	10,381	10,381
	30,245	16,621	15,649
	0	0	0
	15,373,600	25,716,821	46,587,938
	(812,342)	(1,006,548)	(302,727)
	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)	(5,220,420)
	13,293,560	19,828,405	41,367,518
2(c)	(10,717,372)	(17,922,863)	(18,916,784)
	2,576,188	1,905,542	22,450,735

(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 resitricted cash

Total non-cash amounts excluded from operating activities

Adopted Budget Estimates 30 June 2025	YTD Budget Estimates	YTD Actual
\$	\$	\$
0	0	6,687
0	0	0
9,189,530	(8,423,536)	(8,301,682)
0	0	0
9,189,530	(8,423,536)	(8,294,995)

(c) Current assets and liabilities excluded from budgeted deficiency

The following current assets and liabilities have been excluded from th 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 31 May 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 CLASIFICATION

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 orliabilities are classified as current if expected to be settled withing 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 31 MAY 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	288,829.34	2.39%	▲
Rates Model Variance			
Grants, subsidies and contributions	(2,797,037)	-57.35%	▼
Timing of Receipt of Grants			
Other revenue	55,900	13.71%	▲
Rates Model Variance - Emergency Services Levy timing of collection			
Expenditure from operating activities			
Employee costs	(1,122,172)	-8.81%	▼
Delay in filling budgeted positions			
Materials and contracts	(1,521,835)	-20.84%	▼
Property building expenses not as high as anticipated			
Utility costs	(235,953)	-18.02%	▼
Less operating costs at Kununurra Leisure Centre - Pool Closure			
Finance costs	(49,632)	-22.47%	▼
Timing of Loan Payments			
Insurance	(353,564)	-37.30%	▼
Timing of Insurance Expense Payment			
Other expenditure	(606,726)	-36.58%	▼
Timing of community grants and marketing (tourism) payments			
Investing Activities			
Capital grants, subsidies and contributions	(4,611,763)	-14.79%	▼
Outflows from investing activities			
Payment for property, plant and equipment	(245,462)	19.40%	▲
Budget to be Adjusted at Budget Review			
Payment for construction of infrastructure	32,798,385	-76.59%	▼
Delay in stage 2 airport project			
Inflows from financing activities			
Transfers from reserve accounts	(8,292,639)	-99.99%	▼
Delay in capital works program			
Outflows from financing activities			
Repayment of borrowings	232,844	-29.42%	▼
Transfers to reserve accounts	2,313,796	-92.14%	▼