

# **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 July 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 July 2025**

**OPERATING ACTIVITIES**

**Revenue from operating activities**

	Adopted Budget Estimates	YTD Budget Estimates	YTD Actual	Variance \$ (c) - (b)	Variance % ((c)-(b))/(b)	
Note	(a)	(b)	(c)			
	\$	\$	\$	\$	\$	
General rates	12,672,051	12,672,051	12,684,240	12,189	0.10%	▲
Grants, subsidies and contributions	5,434,000	459,709	358,095	(101,614)	-22.10%	▼
Fees and charges	9,732,000	2,635,171	2,450,678	(184,493)	-7.00%	▼
Interest revenue	829,000	69,083	12,153	(56,930)	-82.41%	▼
Other revenue	469,200	447,017	468,608	21,591	4.83%	▲
	29,136,251	16,233,864	15,973,775	(309,257)	-1.91%	

**Expenditure from operating activities**

Employee costs	15,176,431	1,264,714	1,473,005	208,291	16.47%	▲
Materials and contracts	8,217,018	689,336	180,572	(508,764)	-73.80%	▼
Utility charges	1,524,200	127,018	55,016	(72,002)	-56.69%	▼
Depreciation	9,189,530	765,797	709,405	(56,392)	-7.36%	▼
Finance costs	301,774	25,149	-	(25,149)	-100.00%	▼
Insurance	677,117	1,039	-	(1,039)	-100.00%	▼
Other expenditure	2,129,869	171,242	62,779	(108,463)	-63.34%	▼
	37,215,939	3,044,295	2,480,778	(563,517)	-18.51%	

Depreciation excluded from operating activities

2(b)	(9,189,530)	(765,797)	(709,405)	56,392	-7.36%	▼
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**Amount attributable to operating activities**

	<b>1,109,842</b>	<b>13,955,366</b>	<b>14,202,402</b>	<b>197,869</b>	<b>1.42%</b>	
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**INVESTING ACTIVITIES**

**Inflows from investing activities**

Capital grants, subsidies and contributions	81,227,695	6,768,975	5,950,009	(818,966)	-12.10%	▲
Capital costs transferred from operations	831,527.00	69,294	-	(69,294)	-100.00%	
	-	-	-	-	0.00%	

Proceeds from financial assets at amortised cost - self supporting loans

	82,059,222	6,838,269	5,950,009	(888,260)	-12.99%	
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**Outflows from investing activities**

Payments for property, plant and equipment	(44,642,091)	(3,720,174)	(6,629)	3,713,545	-99.82%	▼
Payments for construction of infrastructure	(51,201,006)	(4,266,751)	(5,045,907)	(779,156)	18.26%	▼
	(95,843,097)	(7,986,925)	(5,052,536)	2,934,389	-36.74%	

**Amount attributable to investing activities**

	<b>(13,783,875)</b>	<b>(1,148,656)</b>	<b>897,473</b>	<b>2,046,129</b>	<b>-178.13%</b>	
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**FINANCING ACTIVITIES**

**Inflows from financing activities**

Proceeds from new borrowings	1,500,000	1,500,000	-	(1,500,000)	-100.00%	▼
Transfers from reserve accounts	11,116,809	926,401	-	(916,571)	-98.94%	▼
	12,616,809	2,426,401	-	(2,416,571)	-99.59%	

**Outflows from financing activities**

Repayment of borrowings	(772,530)	(64,378)	-	772,531	-1200.00%	▼
Transfers to reserve accounts	(547,002)	(45,584)	-	35,755	-78.44%	▼
	(1,319,532)	(109,961)	-	808,286	-735.07%	

**Amount attributable to financing activities**

	<b>11,297,277</b>	<b>2,316,440</b>	<b>-</b>	<b>(1,608,285)</b>	<b>-69.43%</b>	
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**MOVEMENT IN SURPLUS OR DEFICIT**

**Surplus at the start of the financial year**

	1,376,754	1,376,755	1,376,756	1,376,757	100.00%	
Amount attributable to operating activities	1,109,842	13,955,366	14,202,402	197,869	1.42%	
Amount attributable to investing activities	(13,783,875)	(1,148,656)	897,473	2,046,129	-178.13%	
Amount attributable to financing activities	11,297,277	2,316,440	0	(1,608,285)	-69.43%	
<b>Surplus/(deficit) remaining after the imposition of general rates</b>	<b>(0)</b>	<b>16,499,905</b>	<b>16,476,631</b>	<b>2,012,470</b>	<b>12.20%</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 JULY 2025**

	<b>Actual 30 June 2025</b>	<b>Actual 31 July 2025</b>
	<b>\$</b>	<b>\$</b>
<b>CURRENT ASSETS</b>		
Cash and cash equivalents	42,476,045	43,695,756
Trade and other receivables	10,328,399	24,342,690
Other financial assets	10,381	10,381
Inventories	15,649	15,649
Other Assets	-	-
<b>TOTAL CURRENT ASSETS</b>	<b>52,830,474</b>	<b>68,064,477</b>
<b>NON CURRENT ASSETS</b>		
Trade and other receivables	48,457	48,457
Other Financial Assets	12,145	12,145
Inventories	46,283	46,283
Property, plant and equipment	52,930,023	55,991,130
Infrastructure	262,656,678	271,418,741
<b>TOTAL NON-CURRENT ASSETS</b>	<b>315,693,587</b>	<b>327,516,757</b>
<b>TOTAL ASSETS</b>	<b>368,524,061</b>	<b>395,581,234</b>
<b>CURRENT LIABILITIES</b>		
Trade and other payables	1,157,700	1,405,767
Other liabilities	2,427,452	2,427,452
Borrowings	1,562,747	772,531
Employee related provisions	1,853,996	2,184,448
<b>TOTAL CURRENT LIABILITIES</b>	<b>7,001,895</b>	<b>6,790,196</b>
<b>NON-CURRENT LIABILITIES</b>		
Borrowings	2,543,676	6,743,676
Employee related provisions	197,114	197,114
Other Provisions	5,493,930	5,493,930
<b>TOTAL NON-CURRENT LIABILITIES</b>	<b>8,234,720</b>	<b>12,434,720</b>
<b>TOTAL LIABILITIES</b>	<b>15,236,615</b>	<b>19,224,916</b>
<b>NET ASSETS</b>	<b>353,287,446</b>	<b>376,356,317</b>
<b>EQUITY</b>		
Retained surplus	139,351,504	162,420,375
Reserve accounts	19,536,104	19,536,104
Revaluation Surplus	194,399,839	194,399,839
<b>TOTAL EQUITY</b>	<b>353,287,446</b>	<b>376,356,317</b>

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 (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 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, 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 effect 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 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 preparation 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 July 2025

**SHIRE OF WYNHAM EAST KIMBERLEY**  
**NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY**  
**FOR THE PERIOD ENDED 31 JULY 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 2025	Actual as at 30 June 2025	Actual as at 31 July 2025
	\$	\$	\$
	7,219,269	42,476,045	43,695,756
	2,036,138	10,328,399	24,342,690
	18,837,612	10,381	10,381
	15,649	15,649	15,649
	0	0	0
	28,108,668	52,830,474	68,064,477
	(2,036,180)	(1,157,700)	(1,405,767)
	(13,431,426)	(2,427,452)	(2,427,452)
	(1,517,684)	(1,562,747)	(772,531)
	(1,859,059)	(1,853,996)	(2,184,448)
	(144,494)	0	0
	(18,988,843)	(7,001,895)	(6,790,196)
	<b>9,119,825</b>	<b>45,828,579</b>	<b>61,274,281</b>
2(c)	(9,119,825)	(9,189,530)	(18,773,955)
	<b>0</b>	<b>36,639,049</b>	<b>42,500,326</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	0	6,687
0	0	0
9,189,530	(765,797)	(709,405)
0	0	0
<b>9,189,530</b>	<b>(765,797)</b>	<b>(702,719)</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 July 2025
\$	\$	\$
(10,637,509)	19,536,104	(19,536,104)
	(10,381)	(10,381)
1,517,684	1,562,747	772,531
0	0	0
0	0	0
2(a) <b>(9,119,825)</b>	<b>21,088,470</b>	<b>(18,773,955)</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 WYNHAM EAST KIMBERLEY**  
**NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY**  
**FOR THE PERIOD ENDED 31 JULY 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 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>	(101,614)	-22.10%	▼
Timing of Receipts of Grants			
<b>Expenditure from operating activities</b>			
<b>Employee costs</b>	208,291	16.47%	▲
Timing of Payroll			
<b>Materials and contracts</b>	(508,764)	-73.80%	▼
Timing of annual Subscriptions and Payments			
<b>Utility costs</b>	(72,002)	-56.69%	▼
Timing of Expenses			
<b>Finance costs</b>	(25,149)	-100.00%	▼
Timing of Loan Payments			
<b>Other expenditure</b>	(108,463)	-63.34%	▼
Timing of Payments			
<b>Investing Activities</b>			
<b>Capital grants, subsidies and contributions</b>	(818,966)	-12.10%	▼
<b>Outflows from investing activities</b>			
<b>Payment for property, plant and equipment</b>	3,713,545	-99.82%	▼
Timing of related work to be completed			
<b>Payment for construction of infrastructure</b>	(779,156)	18.26%	▲
Delay in Completion of works Kununurra Leisure Centre Pool Renewal, Runway Extention at East Kimberley Airport and the All Abilities Playground at Celebrity Tree Park			