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 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 30 September 2025

	Note	Adopted Budget Estimates (a)	YTD Budget Estimates (b)	YTD Actual (c)	Variance $ (c) - (b)	Variance % ((c)-(b))/(b)	
OPERATING ACTIVITIES							
Revenue from operating activities		$	$	$	$	$	
General rates		12,672,051	12,672,051	12,673,574	1,523	0.01%	▲
Grants, subsidies and contributions		5,434,000	1,358,502	1,323,122	(35,380)	-2.60%	▼
Fees and charges		9,732,000	3,925,513	4,341,029	415,516	10.59%	▲
Interest revenue		829,000	207,248	109,196	(98,052)	-47.31%	▼
Other revenue		469,200	451,051	469,469	18,418	4.08%	▲
		29,136,251	18,614,365	18,916,390	302,025	1.62%	
Expenditure from operating activities							
Employee costs		15,176,428	3,794,142	3,573,869	(220,273)	-5.81%	▼
Materials and contracts		8,217,018	2,039,451	1,788,333	(251,118)	-12.31%	▼
Utility charges		1,524,200	381,054	274,087	(106,967)	-28.07%	▼
Depreciation		9,189,530	2,297,391	2,128,216	(169,175)	-7.36%	▼
Finance costs		301,774	75,447	91,213	15,766	20.90%	▲
Insurance		677,117	319,282	294,065	(25,217)	-7.90%	▼
Other expenditure		2,129,869	513,726	352,428	(161,298)	-31.40%	▼
		37,215,936	9,420,493	8,502,211	(918,282)	-9.75%	
Depreciation excluded from operating activities	2(b)	(9,189,530)	(2,297,391)	(2,128,216)	169,175	-7.36%	▼
Amount attributable to operating activities		**1,109,845**	**11,491,263**	**12,542,395**	**1,051,132**	**9.15%**	
INVESTING ACTIVITIES							
Inflows from investing activities							
Capital grants, subsidies and contributions		70,667,828	8,621,673	9,489,566	867,893	10.07%	▲
Capital costs transferred from operations		-	-	426,514	426,514	0.00%	
Proceeds from financial assets at amortised cost - self supporting loans		-	-	-	-	0.00%	
		70,667,828	8,621,673	9,916,081	1,294,408	15.01%	
Outflows from investing activities							
Payments for property, plant and equipment		(44,642,091)	(603,747)	(122,273)	481,474	-79.75%	▼
Payments for construction of infrastructure		(51,201,006)	(23,357,028)	(12,160,700)	11,196,328	-47.94%	▼
		(95,843,097)	(23,960,775)	(12,282,973)	11,677,802	-48.74%	
Amount attributable to investing activities		**(25,175,269)**	**(15,339,102)**	**(2,366,892)**	**12,972,210**	**-84.57%**	
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	2,749,713	-	(2,749,713)	-100.00%	▼
		12,616,809	4,249,713	-	(4,249,713)	-100.00%	
Outflows from financing activities							
Repayment of borrowings		(772,530)	(772,531)	(172,081)	600,450	-77.73%	▼
Transfers to reserve accounts		(547,002)	(107,265)	-	107,265	-100.00%	▼
		(1,319,532)	(879,796)	(172,081)	707,715	-80.44%	
Amount attributable to financing activities		**11,297,277**	**3,369,917**	**(172,081)**	**(3,541,998)**	**-105.11%**	
MOVEMENT IN SURPLUS OR DEFICIT							
Surplus at the start of the financial year		1,376,754	1,376,754	1,376,754	-	0.00%	
Amount attributable to operating activities		1,109,845	11,491,263	8,285,963	1,051,132	9.15%	
Amount attributable to investing activities		(13,783,875)	(15,339,102)	(2,366,892)	12,972,210	-84.57%	
Amount attributable to financing activities		11,297,276	3,369,917	(172,081)	(3,541,998)	-105.11%	
Surplus/(deficit) remaining after the imposition of general rates		**-**	**898,832**	**7,123,744**	**10,481,344**	**-181%**	

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 2025

	Actual 30 June 2025	Actual 30 September 2025
	$	$
CURRENT ASSETS		
Cash and cash equivalents	42,476,045	51,851,184
Trade and other receivables	10,328,399	10,821,949
Other financial assets	10,381	2,381
Inventories	15,649	15,251
Other Assets	-	-
TOTAL CURRENT ASSETS	52,830,474	62,690,766
NON CURRENT ASSETS		
Trade and other receivables	48,457	45,485
Other Financial Assets	12,145	12,145
Inventories	46,283	46,283
Property, plant and equipment	52,930,023	55,770,207
Infrastructure	262,656,678	269,505,080
TOTAL NON-CURRENT ASSETS	315,693,587	325,379,201
TOTAL ASSETS	368,524,061	388,069,967
CURRENT LIABILITIES		
Trade and other payables	1,157,700	1,039,461
Other liabilities	2,427,452	22,654,630
Borrowings	1,562,747	772,531
Employee related provisions	1,853,996	1,563,454
TOTAL CURRENT LIABILITIES	7,001,895	26,030,075
NON-CURRENT LIABILITIES		
Borrowings	2,543,676	6,943,676
Employee related prvoisions	197,114	139,630
Other Provisions	5,493,930	5,685,700
TOTAL NON-CURRENT LIABILITIES	8,234,720	12,769,006
TOTAL LIABILITIES	15,236,615	38,799,081
NET ASSETS	**353,287,446**	**349,270,886**
EQUITY		
Retained surplus	139,351,504	137,481,180
Reserve accounts	19,536,104	17,389,867
Revaluation Surplus	194,399,839	194,399,839
TOTAL EQUITY	**353,287,446**	**349,270,886**

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 Governent 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 disclosured 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 30 September 2025

2 STATEMENT OF FINANCIAL ACTIVITY INFORMATION

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

	Note	Adopted Budget Opening 01 July 2025	Actual as at 30 June 2025	Actual as at 30 September 2025
Current assets		$	$	$
Cash and cash equivalents		7,219,269	42,476,045	51,851,184
Trade and other receivables		2,036,138	10,328,399	10,821,949
Other financial assets		18,837,612	10,381	2,381
Inventories		15,649	15,649	15,251
Other assets		-	-	-
		28,108,668	52,830,474	62,690,766
Less: current liabilities				
Trade and other payables		(2,036,180)	(1,157,700)	(1,039,461)
Other liabilities		(13,431,426)	(2,427,452)	(22,654,630)
Borrowings		(1,517,684)	(1,562,747)	(772,531)
Employee provisions		(1,859,059)	(1,853,996)	(1,563,454)
Other provisions		(144,494)	-	-
		(18,988,843)	(7,001,895)	(26,030,075)
Net current assets		**9,119,825**	**45,828,579**	**36,660,691**
Less: Total adjustments to net current assets	2(c)	(9,119,825)	(9,189,530)	(16,619,718)
Closing funding surplus/ (deficit)		**-**	**36,639,049**	**20,040,973**

(b) Non-cash amounts excluded from operting activities

The following non-cash revenue and expenditure has been exluded from operating activities within the Statement of Financial Activity in accordance with Financial Management regulations 32.

Non-cash amount excluded from operating activities	Adopted Budget Estimates 30 June 2026	YTD Budget Estimates	YTD Actual
Adjustments to operating activities	$	$	$
Less: Movement in liabilities associated with restricted cash	-	-	6,687
Add: Loss on asset disposals	-	-	-
Add: Depreciation	9,189,530	(2,297,391)	(2,128,216)
Movement in current employee provisions associated with resitricted cash	-	-	-
Total non-cash amounts excluded from operating activites	**9,189,530**	**(2,297,391)**	**(2,121,529)**

(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

	Note	Adopted Budget Opening 01 July 2025	Actual as at 30 June 2025	Actual as at 30 September 2025
Adjustments to net current assets		$	$	$
Less: Reserve accounts		(10,637,509)	19,536,104	(17,389,867)
Less: Financial assets at amortised cost - self supporting loans			(10,381)	(2,381)
Add: Current liabilities not expected to be cleared at the end of the year				
- Current portion of borrowings		1,517,684	1,562,747	772,531
- Current portion of unspent capital grants held in reserve		-	-	-
- Current portion of employee beneft provisions held in reserve		-	-	-
Total adjustment to net current assets	2(a)	**(9,119,825)**	**21,088,470**	**(16,619,718)**

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.

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. %	
	$	%	
Revenue from operating activities			
Fees and charges	415,516	10.59%	
Higher then budgeted rubbish disposal and aircraft landing fees. Timing of lease payments.			
Interest revenue	(98,052)	-47.31%	
Long term deposits expiring in second quarter.			
Expenditure from operating activities			
Employee costs	(220,273)	-5.81%	▼
Awaiting IA changes to come into effect.			
Materials and contracts	(251,118)	-12.31%	▼
Lower than budgeted landfill and plant costs.			
Utility costs	(106,967)	-28.07%	▼
Reduced pool operating costs and lower seasonal electricity costs.			
Finance costs	15,766	20.90%	▲
Timing of Loan Payments.			
Other expenditure	(161,298)	-31.40%	▼
Timing of Payments.			
Investing Activities			
Capital grants, subsidies and contributions	867,893	10.07%	▲
Capital grants received in advance.			
Outflows from investing activities			
Payment for property, plant and equipment	481,474	-79.75%	▼
Timing of Capital Works Program.			
Payment for construction of infrastructure	11,196,328	-47.94%	▼
Timing of Capital Works Program. Major projects in construction: ~ Kununurra Leisure Centre Pool Renewal ~ Runway Extention at East Kimberley Airport ~ All Abilities Playground at Celebrity Tree Park			