

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 October 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 OCTOBER 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	12,668,010	(4,041)	-0.03%	▼
Grants, subsidies and contributions	5,434,000	1,811,336	1,363,228	(448,108)	-24.74%	▼
Fees and charges	9,732,000	4,570,684	5,330,749	760,065	16.63%	▲
Interest revenue	829,000	227,164	444,400	217,236	95.63%	▲
Other revenue	469,200	453,068	471,888	18,820	4.15%	▲
	29,136,251	19,734,303	20,278,275	543,972	2.76%	

Expenditure from operating activities

Employee costs	15,176,428	5,058,856	4,555,256	(503,600)	-9.95%	▼
Materials and contracts	8,217,018	2,719,268	2,610,919	(108,349)	-3.98%	▼
Utility charges	1,524,200	508,072	545,451	37,379	7.36%	▲
Depreciation	9,189,530	3,063,188	3,037,154	(26,034)	-0.85%	▼
Finance costs	301,774	100,596	118,179	17,583	17.48%	▲
Insurance	677,117	319,282	294,065	(25,217)	-7.90%	▼
Other expenditure	2,129,869	684,968	520,568	(164,400)	-24.00%	▼
	37,215,936	12,454,230	11,681,593	(772,637)	-6.20%	

Depreciation excluded from operating activities

2(b)	(9,189,530)	(3,063,188)	(3,037,154)	26,034	-0.85%	▼
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Amount attributable to operating activities

	1,109,845	10,343,261	11,633,837	1,290,576	12.48%	
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INVESTING ACTIVITIES

Inflows from investing activities

Capital grants, subsidies and contributions	70,667,828	11,495,564	14,819,898	3,324,334	28.92%	▲
Capital costs transferred from operations	-	-	426,514	426,514	0.00%	
	-	-	-	-	0.00%	
Proceeds from financial assets at amortised cost - self supporting loans						
	70,667,828	11,495,564	15,246,412	3,750,848	32.63%	

Outflows from investing activities

Payments for property, plant and equipment	(44,642,091)	(804,996)	(227,038)	577,958	-71.80%	▼
Payments for construction of infrastructure	(51,201,006)	(31,142,704)	(12,438,837)	18,703,867	-60.06%	▼
	(95,843,097)	(31,947,700)	(12,665,875)	19,281,825	-60.35%	

Amount attributable to investing activities

	(25,175,269)	(20,452,136)	2,580,537	23,032,673	-112.62%	
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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	3,666,284	-	(3,666,284)	-100.00%	▼
	12,616,809	5,166,284	-	(5,166,284)	-100.00%	

Outflows from financing activities

Repayment of borrowings	(772,530)	(257,510)	(172,081)	85,429	-33.18%	▼
Transfers to reserve accounts	(547,002)	(143,020)	-	143,020	-100.00%	▼
	(1,319,532)	(400,530)	(172,081)	228,449	-57.04%	

Amount attributable to financing activities

	11,297,277	4,765,754	(172,081)	(4,937,835)	-103.61%	
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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	10,343,261	5,559,528	1,290,576	12.48%	
Amount attributable to investing activities	(13,783,875)	(20,452,136)	2,580,537	23,032,673	-112.62%	
Amount attributable to financing activities	11,297,276	4,765,754	(172,081)	(4,937,835)	-103.61%	
Surplus/(deficit) remaining after the imposition of general rates	-	(3,966,367)	9,344,738	19,385,414	-204%	

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 OCTOBER 2025

	Actual 30 June 2025	Actual 31 October 2025
	\$	\$
CURRENT ASSETS		
Cash and cash equivalents	43,287,551	48,488,928
Trade and other receivables	10,305,738	14,590,236
Other financial assets	10,381	2,381
Inventories	15,252	15,251
Other Assets	-	-
TOTAL CURRENT ASSETS	53,618,922	63,096,797
NON CURRENT ASSETS		
Trade and other receivables	45,485	45,485
Other Financial Assets	11,565	12,145
Inventories	46,283	46,283
Property, plant and equipment	56,036,640	55,458,929
Infrastructure	279,297,055	271,274,737
TOTAL NON-CURRENT ASSETS	335,437,028	326,837,578
TOTAL ASSETS	389,055,950	389,934,376
CURRENT LIABILITIES		
Trade and other payables	5,225,291	681,565
Other liabilities	21,852,303	21,852,303
Borrowings	772,531	772,531
Employee related provisions	1,582,829	1,563,454
TOTAL CURRENT LIABILITIES	29,432,954	24,869,853
NON-CURRENT LIABILITIES		
Borrowings	6,743,676	6,943,676
Employee related provisions	139,630	139,630
Other Provisions	5,685,700	5,685,700
TOTAL NON-CURRENT LIABILITIES	12,569,006	12,769,006
TOTAL LIABILITIES	42,001,960	37,638,858
NET ASSETS	347,053,990	352,295,517
EQUITY		
Retained surplus	135,266,143	140,508,411
Reserve accounts	17,389,290	17,387,267
Revaluation Surplus	194,398,557	194,399,839
TOTAL EQUITY	347,053,990	352,295,517

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 require 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 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 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 31 October 2025

SHIRE OF WYNDHAM EAST KIMBERLEY
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD ENDED 31 OCTOBER 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 October 2025
	\$	\$	\$
	7,219,269	43,287,551	48,488,928
	2,036,138	10,305,738	14,590,236
	18,837,612	10,381	2,381
	15,649	15,252	15,251
	-	-	-
	28,108,668	53,618,922	63,096,797
	(2,036,180)	(5,225,291)	(681,565)
	(13,431,426)	(21,852,303)	(21,852,303)
	(1,517,684)	(772,531)	(772,531)
	(1,859,059)	(1,582,829)	(1,563,454)
	(144,494)	-	-
	(18,988,843)	(29,432,954)	(24,869,853)
	9,119,825	24,185,968	38,226,945
2(c)	(9,119,825)	(9,189,530)	(16,617,118)
	-	14,996,438	21,609,826

(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
-	-	-
9,189,530	(3,063,188)	(3,037,154)
-	-	-
9,189,530	(3,063,188)	(3,037,154)

(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 October 2025
\$	\$	\$
(10,637,509)	17,389,290	(17,387,267)
	(10,381)	(2,381)
1,517,684	772,531	772,531
-	-	-
-	-	-
2(a)	(9,119,825)	18,151,440
		(16,617,118)

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 WYNDHAM EAST KIMBERLEY
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD ENDED 31 OCTOBER 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. %	
	\$	%	
Revenue from operating activities			
Grants, subsidies and contributions	(448,108)	-24.74%	▼
Financial assistance grants that were budgeted to be received this financial year were received in advance (in previous year)			
Fees and charges	760,065	16.63%	▲
Higher than budgeted rubbish disposal and aircraft landing fees. Timing of lease payments.			
Interest revenue	217,236	95.63%	▲
Interest revenue exceeded projections as several grant payments were received in advance, temporarily increasing the Shire's cash holdings and generating additional interest.			
Expenditure from operating activities			
Employee costs	(503,600)	-9.95%	▼
Awaiting IA changes to come into effect.			
Materials and contracts	(108,349)	-3.98%	▼
Lower than budgeted landfill and plant costs.			
Finance costs	17,583	17.48%	▲
Timing of loan payments.			
Other expenditure	(164,400)	-24.00%	▼
Timing of payments.			
Investing Activities			
Capital grants, subsidies and contributions	3,324,334	28.92%	▲
Capital grants received in advance.			
Outflows from investing activities			
Payment for property, plant and equipment	577,958	-71.80%	▼
Timing of Capital Works Program.			
Payment for construction of infrastructure	18,703,867	-60.06%	▼
Timing of Capital Works Program. Major projects in construction: ~ Kununurra Leisure Centre Pool Renewal ~ Runway Extension at East Kimberley Airport ~ All Abilities Playground at Celebrity Tree Park			