

SHIRE OF WYNDHAM-EAST KIMBERLEY

ANNUAL BUDGET

FOR THE YEAR ENDED 30 JUNE 2026

LOCAL GOVERNMENT ACT 1995

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The Shire of Wyndham-East Kimberley a Class 2 local government conducts the operations of local government with the following community vision:

**Connecting our cultures, striving for prosperity, celebrating the spirit
of country and community**

SHIRE OF WYNDHAM-EAST KIMBERLEY
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2026

	Note	2025/26 Budget	2024/25 Actual	2024/25 Budget
Revenue		\$	\$	\$
Rates	2(a)	12,672,051	12,378,124	12,102,067
Grants, subsidies and contributions		5,434,000	2,065,826	5,321,000
Fees and charges	13	9,732,000	9,190,963	9,728,050
Interest revenue	9(a)	829,000	853,947	784,000
Other revenue		469,200	458,500	444,700
		29,136,251	24,947,360	28,379,817
Expenses				
Employee costs		(15,176,428)	(12,841,040)	(13,902,338)
Materials and contracts		(8,217,018)	(7,747,545)	(7,889,796)
Utility charges		(1,524,200)	(1,434,200)	(1,428,650)
Depreciation	6	(9,189,530)	(9,189,530)	(9,189,530)
Finance costs	9(c)	(301,774)	(244,148)	(241,015)
Insurance		(677,117)	(594,284)	(731,439)
Other expenditure		(2,129,869)	(1,548,323)	(1,809,550)
		(37,215,936)	(33,599,070)	(35,192,318)
		(8,079,685)	(8,651,710)	(6,812,501)
Capital grants, subsidies and contributions		70,667,828	26,569,992	34,016,500
		70,667,828	26,569,992	34,016,500
Net result for the period		62,588,143	17,918,282	27,203,999
Total other comprehensive income for the period		0	0	0
Total comprehensive income for the period		62,588,143	17,918,282	27,203,999

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

SHIRE OF WYNDHAM-EAST KIMBERLEY
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2026

CASH FLOWS FROM OPERATING ACTIVITIES

Receipts

	2025/26	2024/25	2024/25
	Budget	Actual	Budget
	\$	\$	\$
Rates	12,672,051	12,378,124	12,102,067
Grants, subsidies and contributions	6,454,016	2,065,825	2,868,381
Fees and charges	9,732,000	9,190,963	10,700,855
Interest revenue	829,000	853,947	784,000
Goods and services tax received	0	0	1,185,944
Other revenue	469,200	458,500	444,700
	30,156,267	24,947,359	28,085,947

Payments

Employee costs	(14,915,139)	(12,804,588)	(13,902,338)
Materials and contracts	(7,520,269)	(9,933,017)	(8,678,776)
Utility charges	(1,524,200)	(1,434,200)	(1,571,515)
Finance costs	(74,247)	(244,148)	(241,015)
Insurance paid	(677,117)	(594,284)	(804,583)
Goods and services tax paid	0	0	(972,805)
Other expenditure	(2,129,869)	(1,548,323)	(1,990,505)
	(26,840,841)	(26,558,560)	(28,161,537)

Net cash provided by (used in) operating activities

4 3,315,426 (1,611,201) (75,590)

CASH FLOWS FROM INVESTING ACTIVITIES

Payments for purchase of property, plant & equipment	5(a)	(44,642,091)	(2,122,765)	(1,387,930)
Payments for construction of infrastructure	5(b)	(51,201,006)	(16,562,787)	(46,787,143)
Capital grants, subsidies and contributions		70,667,828	26,629,540	34,016,500
Net cash provided by (used in) investing activities		(25,175,269)	7,943,988	(14,158,573)

CASH FLOWS FROM FINANCING ACTIVITIES

Repayment of borrowings	7(a)	(772,530)	(790,214)	(791,477)
Proceeds from new borrowings	7(a)	1,500,000	4,200,000	4,000,000
Net cash provided by financing activities		727,470	3,409,786	3,208,523

Net increase (decrease) in cash held

(21,132,373) 9,742,573 (11,025,640)

Cash at beginning of year 28,519,118 16,904,869 18,646,874

Cash and cash equivalents at the end of the year 4 **7,386,745** **26,647,442** **7,621,234**

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

SHIRE OF WYNDHAM-EAST KIMBERLEY
STATEMENT OF FINANCIAL ACTIVITY
FOR THE YEAR ENDED 30 JUNE 2026

OPERATING ACTIVITIES

Revenue from operating activities

	Note	2025/26 Budget	2024/25 Actual	2024/25 Budget
		\$	\$	\$
General rates	2(a)(i)	12,143,413	11,843,044	11,481,187
Rates excluding general rates	2(a)	528,638	535,080	620,880
Grants, subsidies and contributions		5,434,000	2,065,826	5,321,000
Fees and charges	13	9,732,000	9,190,963	9,728,050
Interest revenue	9(a)	829,000	853,947	784,000
Other revenue		469,200	458,500	444,700
		29,136,251	24,947,360	28,379,817

Expenditure from operating activities

Employee costs		(15,176,428)	(12,841,040)	(13,902,338)
Materials and contracts		(8,217,018)	(7,747,545)	(7,889,796)
Utility charges		(1,524,200)	(1,434,200)	(1,428,650)
Depreciation	6	(9,189,530)	(9,189,530)	(9,189,530)
Finance costs	9(c)	(301,774)	(244,148)	(241,015)
Insurance		(677,117)	(594,284)	(731,439)
Other expenditure		(2,129,869)	(1,548,323)	(1,809,550)
		(37,215,936)	(33,599,070)	(35,192,318)

Depreciation excluded from operating activities

	3(c)	9,189,530	9,189,530	9,189,530
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Amount attributable to operating activities

INVESTING ACTIVITIES

Inflows from investing activities

Capital grants, subsidies and contributions		81,227,695	16,586,030	34,016,500
Capital costs transferred from operations		831,527		
		82,059,222	16,586,030	34,016,500

Outflows from investing activities

Acquisition of property, plant and equipment	5(a)	(44,642,091)	(2,122,765)	(1,387,930)
Acquisition of infrastructure	5(b)	(51,201,006)	(16,562,787)	(46,787,143)
		(95,843,097)	(18,685,552)	(48,175,073)

Amount attributable to investing activities

FINANCING ACTIVITIES

Inflows from financing activities

Proceeds from new borrowings	7(a)	1,500,000	4,200,000	4,000,000
Transfers from reserve accounts	8(a)	11,116,809	4,898,246	9,047,252
		12,616,809	9,098,246	13,047,252

Outflows from financing activities

Repayment of borrowings	7(a)	(772,530)	(790,214)	(791,477)
Transfers to reserve accounts	8(a)	(547,002)	(6,766,860)	(2,739,590)
		(1,319,533)	(7,557,074)	(3,531,067)

Amount attributable to financing activities

MOVEMENT IN SURPLUS OR DEFICIT

Surplus at the start of the financial year

Amount attributable to operating activities	3	1,376,754	1,397,284	2,265,359
Amount attributable to investing activities		1,109,845	537,820	2,377,029
Amount attributable to financing activities		(13,783,875)	(2,099,522)	(14,158,573)
		11,297,276	1,541,172	9,516,185
Surplus/(deficit) remaining after the imposition of general rates	3	0	1,376,754	0

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

**SHIRE OF WYNDHAM-EAST KIMBERLEY
FOR THE YEAR ENDED 30 JUNE 2026
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**SHIRE OF WYNDHAM-EAST KIMBERLEY
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2026**

1. BASIS OF PREPARATION

The annual budget of the Shire of Wyndham-East Kimberley which is a Class 2 local government is a forward looking document and 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 annual budget 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* specify that vested land is a right-of-use asset to be measured at cost, and is considered a zero cost concessionary lease. All right-of-use assets under 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 Leases* which would have required the Shire to measure any vested improvements at zero cost.

Accounting policies which have been adopted in the preparation of this annual budget have been consistently applied unless stated otherwise. Except for cash flow and rate setting information, the annual budget 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 annual budget.

All monies held in the Trust Fund are excluded from the financial statements. A separate statement of those monies appears at Note 10 to the annual budget.

2024/25 actual balances

Balances shown in this budget as 2024/25 Actual are estimates as forecast at the time of preparation of the annual budget and are subject to final adjustments.

Budget comparative figures

Unless otherwise stated, the budget comparative figures shown in the budget relate to the original budget estimate for the relevant item of disclosure.

Comparative figures

Where required, comparative figures have been adjusted to conform with changes in presentation for the current financial year.

Rounding off figures

All figures shown in this statement are rounded to the nearest dollar.

Statement of Cashflows

Investing and financing transactions that do not require the use of cash or cash equivalents shall be excluded from a statement of cash flows. Such transactions shall be disclosed elsewhere in the financial statements in a way that provides all the relevant information about these investing and financing activities.

Initial application of accounting standards

During the budget year, the below revised Australian Accounting Standards and Interpretations are expected to be compiled, become mandatory and be applicable to its operations.

- *AASB 2020-1 Amendments to Australian Accounting Standards*
 - *Classification of Liabilities as Current or Non-current*
 - *AASB 2022-5 Amendments to Australian Accounting Standards*
 - *Lease Liability in a Sale and Leaseback*
 - *AASB 2022-6 Amendments to Australian Accounting Standards*
 - *Non-current Liabilities with Covenants*
 - *AASB 2023-1 Amendments to Australian Accounting Standards*
 - *Supplier Finance Arrangements*
 - *AASB 2023-3 Amendments to Australian Accounting Standards*
 - *Disclosure of Non-current Liabilities with Covenants: Tier 2*
 - *AASB 2024-1 Amendments to Australian Accounting Standards*
 - *Supplier Finance Arrangements: Tier 2 Disclosures*
- It is not expected these standards will have an impact on the annual budget.

- *AASB 2022-10 Amendments to Australian Accounting Standards*
- *Fair Value Measurement of Non-Financial Assets of Not-for-Profit Public Sector Entities*, became mandatory during the budget year. Amendments to *AASB 13 Fair Value Measurement* impacts the future determination of fair value when revaluing assets using the cost approach. Timing of future revaluations is defined by regulation 17A of *Local Government (Financial Management) Regulations 1996*. Impacts of this pronouncement are yet to be quantified and are dependent on the timing of future revaluations of asset classes. No material impact is expected in relation to the 2025-26 statutory budget.

New accounting standards for application in future years

The following new accounting standards will have application to local government in future years:

- *AASB 2014-10 Amendments to Australian Accounting Standards*
- *Sale or Contribution of Assets between an Investor and its Associate or Joint Venture*
- *AASB 2024-4b Amendments to Australian Accounting Standards*
- *Effective Date of Amendments to AASB 10 and AASB 128*
[deferred AASB 10 and AASB 128 amendments in AASB 2014-10 apply]
- *AASB 2022-9 Amendments to Australian Accounting Standards*
- *Insurance Contracts in the Public Sector*
- *AASB 2023-5 Amendments to Australian Accounting Standards*
- *Lack of Exchangeability*
- *AASB 18 (FP) Presentation and Disclosure in Financial Statements*
- *(Appendix D) [for for-profit entities]*
- *AASB 18 (NFP/super) Presentation and Disclosure in Financial Statements*
- *(Appendix D) [for not-for-profit and superannuation entities]*
- *AASB 2024-2 Amendments to Australian Accounting Standards*
- *Classification and Measurement of Financial Instruments*
- *AASB 2024-3 Amendments to Australian Accounting Standards*
- *Standards – Annual Improvements Volume 11*

It is not expected these standards will have an impact on the annual budget.

Critical accounting estimates and judgements

The preparation of the annual budget 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 that are believed to be reasonable under the circumstances; the results of which form the basis of making the judgements about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

As with all estimates, the use of different assumptions could lead to material changes in the amounts reported in the financial report.

The following are estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year and further information on their nature and impact can be found in the relevant note:

- Fair value measurement of assets carried at reportable value including:
 - Property, plant and equipment
 - Infrastructure
- Expected credit losses on financial assets
- Assets held for sale
- Impairment losses of non-financial assets
- Investment property
- Estimated useful life of intangible assets
- Measurement of employee benefits
- Measurement of provisions

SHIRE OF WYNDHAM-EAST KIMBERLEY
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2026

2. RATES AND SERVICE CHARGES

(a) Rating Information

Rate Description	Basis of valuation	Rate in dollar	Number of properties	Rateable value*	2025/26 Budgeted rate revenue	2025/26 Budgeted interim rates	2025/26 Budgeted total revenue	2024/25 Actual total revenue	2024/25 Budget total revenue
				\$	\$	\$	\$	\$	\$
(i) General rates									
GRV	Gross rental valuation	0.12970	1,965	66,980,456	8,687,365	0	8,687,365	8,505,814	8,404,671
UV - Rural	Unimproved valuation	0.01150	434	174,735,435	2,009,458	0	2,009,458	602,692	1,743,225
UV - Pastoral	Unimproved valuation	0.09930	21	6,229,485	618,588	0	618,588	1,946,684	600,998
UV - Mining and Exploration	Unimproved valuation	0.27510	63	3,009,821	828,002	0	828,002	787,854	732,293
Total general rates			2,483	250,955,197	12,143,413	0	12,143,413	11,843,044	11,481,187
(ii) Minimum payment									
		Minimum \$							
GRV	Gross rental valuation	1,606.80	271	1,832,907	435,443		435,443	429,000	447,720
UV - Rural	Unimproved valuation	1,606.80	17	107,500	27,316		27,316	0	98,280
UV - Pastoral	Unimproved valuation	1,606.80	0	0	0		0	32,760	0
UV - Mining and Exploration	Unimproved valuation	1,606.80	41	107,660	65,879		65,879	73,320	74,880
Total minimum payments			329	2,048,067	528,638	0	528,638	535,080	620,880
Total general rates and minimum payments			2,812	253,003,264	12,672,051	0	12,672,051	12,378,124	12,102,067
Instalment plan charges							20,000	15,000	20,000
Instalment plan interest							60,000	52,000	50,000
Late payment of rate or service charge interest							175,000	220,000	150,000
							255,000	287,000	220,000

The Shire did not raise specified area rates for the year ended 30th June 2026.

*Rateable Value at time of adopting budget.

All rateable properties within the district used predominately for non-rural purposes are rated according to their Gross Rental Valuation (GRV), all other properties are rated according to their Unimproved Valuation (UV).

The general rates detailed for the 2025/26 financial year have been determined by Council on the basis of raising the revenue required to meet the estimated deficiency between the total estimated expenditure proposed in the budget and the estimated revenue to be received from all sources other than general rates and also considering the extent of any increase in rating over the level adopted in the previous year.

The minimum payments have been determined by Council on the basis that all ratepayers must make a reasonable contribution to the cost of local government services/facilities.

SHIRE OF WYNDHAM-EAST KIMBERLEY
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2026

2. RATES AND SERVICE CHARGES (CONTINUED)

(b) Interest Charges and Instalments - Rates and Service Charges

The following instalment options are available to ratepayers for the payment of rates and service charges.

Instalment options	Date due	Instalment plan admin charge	Instalment plan interest rate	Unpaid rates interest rates
		\$	%	%
Option one				
Single full payment	11/09/2025	0	0	0
Option two				
First instalment	11/09/2025	0	5.5%	9%
Second instalment	12/11/2025	12.5	5.5%	9%
Option three				
First instalment	11/09/2025	0	5.5%	9%
Second instalment	12/11/2025	12.5	5.5%	9%
Third instalment	13/01/2026	12.5	5.5%	9%
Fourth instalment	16/03/2026	12.5	5.5%	9%

(c) Objectives and Reasons for Differential Rating

To provide equity in the rating of properties across the Shire the following rate categories have been determined for the implementation of differential rating.

(i) Differential general rate

Description	Characteristics	Objects	Reasons
GRV	GRV value land within the townsites	To meet the Shire's budget requirements in order to deliver services in accordance with the needs and expectation of its community and set rating levels to adequately resource its roles and responsibilities while applying the principles of Equity, Incentive, Administrative efficiency, Compliance and Sustainability	To ensure that all rateable land makes an equitable financial contribution to the cost of carrying out the functions of the Shire particularly as there is a different method used for the valuation of vacant land

SHIRE OF WYNDHAM-EAST KIMBERLEY
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2026

2. RATES AND SERVICE CHARGES (CONTINUED)

UV - Rural	UV valued land located outside the gazetted townsites other than land that is zoned Pastoral	To meet the Shire's budget requirements in order to deliver services in accordance with the needs and expectation of its community and set rating levels to adequately resource its roles and responsibilities while applying the principles of Equity, Incentive, Administrative efficiency, Compliance and Sustainability	A differential rate is applied to UV valued land located outside the gazetted townsites other than land that is zoned Pastoral
UV - Pastoral	UV valued land located outside the gazetted townsites which is used primarily for or capable of being used primarily for pastoral purposes	To meet the Shire's budget requirements in order to deliver services in accordance with the needs and expectation of its community and set rating levels to adequately resource its roles and responsibilities while applying the principles of Equity, Incentive, Administrative efficiency, Compliance and Sustainability	Due to the pastoral valuation being based generally on a lease value, the result is a low valuation over an extensive land area. The sector uses proportionately a greater portion of the Shire road infrastructure with higher traffic volumes and heavier loads and should therefore contribute a greater share of the costs associated with road construction, maintenance and refurbishment.
UV - Mining and Exploration	UV valued land located outside the gazetted townsites which is used primarily for mining purposes and encompasses mining leases, petroleum exploration permits, general purpose mining leases and mining exploration and prospecting licences	To meet the Shire's budget requirements in order to deliver services in accordance with the needs and expectation of its community and set rating levels to adequately resource its roles and responsibilities while applying the principles of Equity, Incentive, Administrative efficiency, Compliance and Sustainability	The mining sector activities require a greater level of non-exclusive services than pastoral activities in the same location and their impact on the community is of a much greater intensity, particularly given the haulage of heavy machinery through the town and its impact on associated infrastructure and the provision of rest/truck parking areas. The sector should therefore contribute to a greater share of the costs of providing infrastructure across the Shire.

(ii) Differential Minimum Payment

GRV	Applied in accordance with s6.36 of the Local Government Act 1995	To ensure all ratepayers contribute a minimum amount regardless of their property value	To ensure property owners make a reasonable contribution to the non-exclusive services, facilities and infrastructure provided for the benefit of the whole district
UV - Rural	Applied in accordance with s6.36 of the Local Government Act 1995	To ensure all ratepayers contribute a minimum amount regardless of their property value	To ensure property owners make a reasonable contribution to the non-exclusive services, facilities and infrastructure provided for the benefit of the whole district
UV - Pastoral	Applied in accordance with s6.36 of the Local Government Act 1995	To ensure all ratepayers contribute a minimum amount regardless of their property value	To ensure property owners make a reasonable contribution to the non-exclusive services, facilities and infrastructure provided for the benefit of the whole district
UV - Mining and Exploration	Applied in accordance with s6.36 of the Local Government Act 1995	To ensure all ratepayers contribute a minimum amount regardless of their property value	To ensure property owners make a reasonable contribution to the non-exclusive services, facilities and infrastructure provided for the benefit of the whole district

(d) Variation in Adopted Differential Rates to Local Public Notice

The following rates and minimum payments were previously set out in the local public notice giving notice of the intention to charge differential rates.

SHIRE OF WYNDHAM-EAST KIMBERLEY
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2026

2. RATES AND SERVICE CHARGES (CONTINUED)

Differential general rate or general rate	Proposed Rate in \$	Adopted Rate in \$	Reasons for the difference
GRV	0.12707	0.12770	Advertised a 4% yeild increase and Council adopted a 2.6% increase for budget purposes
UV - Rural	0.01232	0.01210	Advertised a 4% yeild increase and Council adopted a 2.6% increase for budget purposes
UV - Pastoral	0.06324	0.06200	Advertised a 4% yeild increase and Council adopted a 2.6% increase for budget purposes
UV - Mining and Exploration	0.28671	0.29110	Advertised a 4% yeild increase and Council adopted a 2.6% increase for budget purposes

Minimum payment	Proposed Minimum \$	Adopted Minimum \$	Reasons for the difference
GRV	1,606.80	1,606.80	Advertised a 4% yeild increase and Council adopted a 2.6% increase for budget purposes
UV - Rural	1,606.80	1,606.80	Advertised a 4% yeild increase and Council adopted a 2.6% increase for budget purposes
UV - Pastoral	1,606.80	1,606.80	Advertised a 4% yeild increase and Council adopted a 2.6% increase for budget purposes
UV - Mining and	1,606.80	1,606.80	Advertised a 4% yeild increase and Council adopted a 2.6% increase for budget purposes

SHIRE OF WYNDHAM-EAST KIMBERLEY
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2026

2. RATES AND SERVICE CHARGES (CONTINUED)

(e) Service Charges

The Shire did not raise service charges for the year ended 30th June 2026.

(f) Waivers or concessions

The Shire does not anticipate any waivers or concessions for the year ended 30th June 2026.

SHIRE OF WYNDHAM-EAST KIMBERLEY
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2026

3. NET CURRENT ASSETS

(a) Composition of estimated net current assets

Current assets

Cash and cash equivalents
Financial assets
Receivables
Inventories
Non-current assets held for sale

Less: current liabilities

Trade and other payables
Contract liabilities
Long term borrowings
Employee provisions
Other provisions

Net current assets

Less: Total adjustments to net current assets

Net current assets used in the Statement of Financial Activity

(b) 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: Cash - reserve accounts
Add: Current liabilities not expected to be cleared at end of year
- Current portion of borrowings

Total adjustments to net current assets

Note	2025/26 Budget 30 June 2026	2024/25 Actual 30 June 2025	2024/25 Budget 30 June 2025
	\$	\$	\$
4	7,219,269	28,519,118	10,630,558
	18,837,612	7,446,217	10,381
	2,036,138	2,036,138	4,702,416
	15,649	15,649	30,245
	0	0	
	28,108,668	38,017,122	15,373,600
	(2,036,180)	(1,018,090)	(812,342)
	(13,431,426)	(12,411,410)	
7	(1,517,684)	(790,214)	(791,477)
	(1,859,059)	(1,859,059)	(1,942,396)
	(144,494)	(144,494)	(137,644)
	(18,988,843)	(16,223,267)	(3,683,859)
	9,119,825	21,793,855	11,689,741
3(b)	(9,119,825)	(20,417,101)	(11,689,741)
	0	1,376,754	0
8	(10,637,509)	(21,207,315)	(12,481,218)
	1,517,684	790,214	791,477
	(9,119,825)	(20,417,101)	(11,689,741)

EXPLANATION OF DIFFERENCE IN NET CURRENT ASSETS AND SURPLUS/(DEFICIT)

Items excluded from calculation of budgeted deficiency

When calculating the budget deficiency for the purpose of Section 6.2 (2)(c) of the *Local Government Act 1995* the following amounts have been excluded as provided by *Local Government (Financial Management) Regulation 32* which will not fund the budgeted expenditure.

**SHIRE OF WYNDHAM-EAST KIMBERLEY
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2026**

3. NET CURRENT ASSETS

(c) MATERIAL ACCOUNTING POLICIES

CURRENT AND NON-CURRENT CLASSIFICATION

The asset or liability is classified as current if it is expected to be settled within the next 12 months, being the Shire's operational cycle. In the case of liabilities where the Shire does not have the unconditional right to defer settlement beyond 12 months, such as vested long service leave, the liability is classified as current even if not expected to be settled within the next 12 months. Inventories held for trading are classified as current or non-current based on the Shire's intentions to release for sale.

TRADE AND OTHER PAYABLES

Trade and other payables represent liabilities for goods and services provided to the Shire prior to the end of the financial year that are unpaid and arise when the Shire becomes obliged to make future payments in respect of the purchase of these goods and services. The amounts are unsecured, are recognised as a current liability and are normally paid within 30 days of recognition. The carrying amounts of trade and other payables are considered to be the same as their fair values, due to their short-term nature.

PREPAID RATES

Prepaid rates are, until the taxable event has occurred (start of the next financial year), refundable at the request of the ratepayer. Rates received in advance are initially recognised as a financial liability. When the taxable event occurs, the financial liability is extinguished and the Shire recognises revenue for the prepaid rates that have not been refunded.

INVENTORIES

General

Inventories are measured at the lower of cost and net realisable value.

Net realisable value is the estimated selling price in the ordinary course of business less the estimated costs of completion and the estimated costs necessary to make the sale.

SUPERANNUATION

The Shire contributes to a number of superannuation funds on behalf of employees. All funds to which the Shire contributes are defined contribution plans.

INVENTORY - LAND HELD FOR RESALE

Land held for development and sale is valued at the lower of cost and net realisable value. Cost includes the cost of acquisition, development, borrowing costs and holding costs until completion of development. Finance costs and holding charges incurred after development is completed are expensed.

Gains and losses are recognised in profit or loss at the time of signing an unconditional contract of sale if significant risks and rewards, and effective control over the land, are passed on to the buyer at this point.

Inventory - land held for resale is classified as current except where it is held as non-current based on the Shire's intentions to release for sale.

GOODS AND SERVICES TAX (GST)

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO).

Receivables and payables are stated inclusive of GST receivable or payable. The net amount of GST recoverable from, or payable to, the ATO is included with receivables or payables in the statement of financial position.

Cash flows are presented on a gross basis. The GST components of cash flows arising from investing or financing activities which are recoverable from, or payable to, the ATO are presented as operating cash flows.

CONTRACT LIABILITIES

Contract liabilities represent the Shire's obligation to transfer goods or services to a customer for which the Shire has received consideration from the customer.

Contract liabilities represent obligations which are not yet satisfied. Contract liabilities are recognised as revenue when the performance obligations in the contract are satisfied.

TRADE AND OTHER RECEIVABLES

Trade and other receivables include amounts due from ratepayers for unpaid rates and service charges and other amounts due from third parties for grants, contributions, reimbursements, and goods sold and services performed in the ordinary course of business.

Trade and other receivables are recognised initially at the amount of consideration that is unconditional, unless they contain significant financing components, when they are recognised at fair value.

Trade receivables are held with the objective to collect the contractual cashflows and therefore the Shire measures them subsequently at amortised cost using the effective interest rate method.

Due to the short term nature of current receivables, their carrying amount is considered to be the same as their fair value. Non-current receivables are indexed to inflation, any difference between the face value and fair value is considered immaterial.

The Shire applies the AASB 9 simplified approach to measuring expected credit losses using a lifetime expected loss allowance for all trade receivables. To measure the expected credit losses, rates receivable are separated from other trade receivables due to the difference in payment terms and security for rates receivable.

PROVISIONS

Provisions are recognised when the Shire has a present legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured.

Provisions are measured using the best estimate of the amounts required to settle the obligation at the end of the reporting period.

EMPLOYEE BENEFITS

Short-term employee benefits

Provision is made for the Shire's obligations for short-term employee benefits. Short term employee benefits are benefits (other than termination benefits) that are expected to be settled wholly before 12 months after the end of the annual reporting period in which the employees render the related service, including wages, salaries and sick leave. Short-term employee benefits are measured at the (undiscounted) amounts expected to be paid when the obligation is settled.

The Shire's obligations for short-term employee benefits such as wages, salaries and sick leave are recognised as a part of current trade and other payables in the determination of the net current asset position.

The Shire's obligations for employees' annual leave and long service leave entitlements are recognised as provisions in the determination of the net current asset position.

Other long-term employee benefits

Long-term employee benefits provisions are measured at the present value of the expected future payments to be made to employees. Expected future payments incorporate anticipated future wage and salary levels, durations of service and employee departures and are discounted at rates determined by reference to market yields at the end of the reporting period on government bonds that have maturity dates that approximate the terms of the obligations. Any remeasurements for changes in assumptions of obligations for other long-term employee benefits are recognised in profit or loss in the periods in which the changes occur.

The Shire's obligations for long-term employee benefits are presented as non-current provisions in its statement of financial position, except where the Shire does not have an unconditional right to defer settlement for at least 12 months after the end of the reporting period, in which case the obligations are presented as current provisions.

SHIRE OF WYNDHAM-EAST KIMBERLEY
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2026

4. RECONCILIATION OF CASH

For the purposes of the Statement of Cash Flows, cash includes cash and cash equivalents, net of outstanding bank overdrafts. Estimated cash at the end of the reporting period is as follows:

	Note	2025/26 Budget	2024/25 Actual	2024/25 Budget
Cash at bank and on hand		\$ 7,219,269	\$ 28,519,118	\$ 589,860
Term deposits		0	0	10,040,698
Total cash and cash equivalents		7,219,269	28,519,118	10,630,558
Held as				
- Unrestricted cash and cash equivalents		4,017,596	14,747,639	(1,850,660)
- Restricted cash and cash equivalents		3,201,673	13,771,479	12,481,218
	3(a)	7,219,269	28,519,118	10,630,558
Restrictions				
The following classes of assets have restrictions imposed by regulations or other externally imposed requirements which limit or direct the purpose for which the resources may be used:				
- Cash and cash equivalents		3,201,673	13,771,479	12,481,218
- Restricted financial assets at amortised cost - term deposits		7,435,836	7,435,836	
		10,637,509	21,207,315	12,481,218
The assets are restricted as a result of the specified purposes associated with the liabilities below:				
Reserve accounts	8	10,637,509	21,207,315	12,481,218
		10,637,509	21,207,315	12,481,218
Reconciliation of net cash provided by operating activities to net result				
Net result		62,588,143	17,918,282	27,203,999
Depreciation	6	9,189,530	9,189,530	9,189,530
(Increase)/decrease in other assets		0	438,647	
Increase/(decrease) in payables		1,018,090	(2,624,119)	
Increase/(decrease) in contract liabilities		1,020,016	9,983,958	(2,452,619)
Increase/(decrease) in other provision		0	59,548	
Increase/(decrease) in employee provisions		0	36,452	
Capital grants, subsidies and contributions		(70,667,828)	(26,629,540)	(34,016,500)
Net cash from operating activities		3,147,951	8,372,758	(75,590)

MATERIAL ACCOUNTING POLICES

CASH AND CASH EQUIVALENTS

Cash and cash equivalents include cash on hand, cash at bank, deposits available on demand with banks, other short term highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value and bank overdrafts.

Bank overdrafts are shown as short term borrowings in current liabilities in Note 3 - Net Current Assets.

FINANCIAL ASSETS AT AMORTISED COST

The Shire classifies financial assets at amortised cost if both of the following criteria are met:

- the asset is held within a business model whose objective is to collect the contractual cashflows, and
- the contractual terms give rise to cash flows that are solely payments of principal and interest.

SHIRE OF WYNDHAM-EAST KIMBERLEY
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2026

5. PROPERTY, PLANT AND EQUIPMENT

	Additions 2526 Budget	Additions 2425 Actual	Additions 2425 Budget
(a) Property, Plant and Equipment	\$	\$	\$
Buildings - non-specialised	21,211,046	738,056	400,000
Furniture and equipment	1,134,000	327,880	322,930
Plant and equipment	600,000	600,000	665,000
Work in Progress	21,697,046	456,830	
Total	44,642,091	2,122,765	1,387,930
(b) Infrastructure			
Infrastructure - roads	4,518,708	2,308,568	10,316,017
Infrastructure - footpaths	125,000	7,750	250,000
Infrastructure - drainage	32,500		255,000
Infrastructure - other	15,317,630	2,438,560	17,141,500
Infrastructure - airfields	5,531,666	3,476,516	18,404,626
Infrastructure - waste	75,000	50,000	420,000
Other infrastructure - work in progress	25,600,503	8,281,393	
Total	51,201,006	16,562,787	46,787,143
Total	95,843,097	18,685,552	48,175,073

MATERIAL ACCOUNTING POLICIES

RECOGNITION OF ASSETS

Assets for which the fair value as at the date of acquisition is under \$5,000 are not recognised as an asset in accordance with *Financial Management Regulation 17A (5)*. These assets are expensed immediately.

Where multiple individual low value assets are purchased together as part of a larger asset or collectively forming a larger asset exceeding the threshold, the individual assets are recognised as one asset and capitalised.

SHIRE OF WYNDHAM-EAST KIMBERLEY
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2026

6. DEPRECIATION

By Class

Buildings - non-specialised
 Buildings - Land under control
 Furniture and equipment
 Plant and equipment
 Infrastructure - roads
 Infrastructure - footpaths
 Infrastructure - drainage
 Infrastructure - other
 Infrastructure - airfields
 Infrastructure - waste

By Program

Law, order, public safety
 Health
 Education and welfare
 Housing
 Community amenities
 Recreation and culture
 Transport
 Economic services
 Other property and services

2025/26 Budget	2024/25 Actual	2024/25 Budget
\$	\$	\$
1,160,540	1,160,540	1,160,540
167,303	167,303	167,303
107,767	107,767	107,767
457,297	457,297	457,297
4,758,175	4,758,175	4,758,175
305,976	305,976	305,976
666,986	666,986	666,986
932,773	932,773	932,773
491,771	491,771	491,771
140,942	140,942	140,942
9,189,530	9,189,530	9,189,530
18,272	18,272	18,272
8,091	8,091	8,091
70,822	70,822	70,822
136,549	136,549	136,549
375,037	375,037	375,037
1,309,117	1,309,117	1,309,117
6,611,860	6,611,860	6,611,860
94,432	94,432	94,432
565,350	565,350	565,350
9,189,530	9,189,530	9,189,530

MATERIAL ACCOUNTING POLICIES

DEPRECIATION

The depreciable amount of all fixed assets including buildings but excluding freehold land, are depreciated on a straight-line basis over the individual asset's useful life from the time the asset is held ready for use. Leasehold improvements are depreciated over the shorter of either the unexpired period of the lease or the estimated useful life of the improvements.

The assets residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period.

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Major depreciation periods used for each class of depreciable asset are:

Buildings - non-specialised
 Buildings - Land under control
 Furniture and equipment
 Plant and equipment
 Infrastructure - roads
 Infrastructure - footpaths
 Infrastructure - drainage
 Infrastructure - other
 Infrastructure - airfields
 Infrastructure - waste

AMORTISATION

The depreciable amount of all intangible assets with a finite useful life, are depreciated on a straight-line basis over the individual asset's useful life from the time the asset is held for use.

The assets residual value of intangible assets is considered to be zero and useful live and amortisation method are reviewed at the end of each financial year.

Amortisation is included within Depreciation on non-current assets in the Statement of Comprehensive Income.

SHIRE OF WYNDHAM-EAST KIMBERLEY
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2026

7. BORROWINGS

(a) Borrowing repayments

Movement in borrowings and interest between the beginning and the end of the current financial year.

Purpose	Loan		Interest Rate	Budget Principal	2025/26 Budget New Loans	2025/26 Budget Principal Repayments	Budget Principal outstanding 30 June 2026	2025/26 Budget Interest Repayments	Actual Principal 1 July 2024	2024/25 Actual New Loans	2024/25 Actual Principal Repayments	Actual Principal outstanding 30 June 2025	2024/25 Actual Interest Repayments	Budget Principal 1 July 2024	2024/25 Budget New Loans	2024/25 Budget Principal Repayments	Budget Principal outstanding 30 June 2025	2024/25 Budget Interest Repayments
	Number	Institution		1 July 2025														
				\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Administration Building	129	WATC	3.0%	0			0	0	170,954		(170,954)	0	(3,870)	170,954		(170,954)	0	(4,580)
Building and Infrastructure	130	WATC	3.3%	0			0	0	35,006		(35,006)	0	(874)	35,006		(35,006)	0	(1,177)
Water Park	133	WATC	3.9%	221,919		(28,121)	193,797	(8,454)	248,966		(27,047)	221,919	(9,528)	248,966		(27,047)	221,919	(11,216)
Leisure Centre Aquatic	134	WATC	3.9%	2,219,184		(281,213)	1,937,971	(84,538)	2,489,656		(270,472)	2,219,184	(95,280)	2,489,656		(270,472)	2,219,184	(112,161)
EKRA Infrastructure Upgrade	135	WATC	3.9%	1,035,619		(131,233)	904,386	(39,451)	1,161,839		(126,220)	1,035,619	(44,464)	1,161,839		(126,220)	1,035,619	(52,343)
Capital Works Infrastructure	136	WATC	4.4%	3,839,485		(331,963)	3,507,522	(169,331)	0	4,000,000	(160,515)	3,839,485	(90,132)	0	4,000,000	(161,778)	3,838,222	(87,000)
Purchase of 1 Weaber Plain Road	137	WATC	4.7%	200,000			200,000			200,000		200,000					0	
New Loan	138	WATC	4.5%	0	1,500,000		1,500,000					0					0	
				7,516,207	1,500,000	(772,530)	8,243,676	(301,774)	4,106,421	4,200,000	(790,214)	7,516,207	(244,148)	4,106,421	4,000,000	(791,477)	7,314,944	(268,477)

All borrowing repayments, other than self supporting loans, will be financed by general purpose revenue.
The self supporting loan(s) repayment will be fully reimbursed.

SHIRE OF WYNDHAM-EAST KIMBERLEY
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2026

7. BORROWINGS

(b) New borrowings - 2025/26

Particulars/Purpose	Institution	Loan type	Term (years)	Interest rate	Amount borrowed budget	Total interest & charges	Amount used budget	Balance unspent
				%	\$	\$	\$	\$
New loan	WATC	Infrastructure	10	4.4%	1,500,000	370,303	1,500,000	0
					1,500,000	370,303	1,500,000	0

(c) Unspent borrowings

The Shire had no unspent borrowing funds as at 30th June 2025 nor is it expected to have unspent borrowing funds as at 30th June 2026.

(d) Credit Facilities

	2025/26 Budget	2024/25 Actual	2024/25 Budget
	\$	\$	\$
Undrawn borrowing facilities			
credit standby arrangements			
Bank overdraft limit	2,500,000	2,500,000	2,500,000
Bank overdraft at balance date	0	0	0
Credit card limit	55,000	55,000	55,000
Credit card balance at balance date	0	0	0
Total amount of credit unused	2,555,000	2,555,000	2,555,000
Loan facilities			
Loan facilities in use at balance date	8,243,676	7,516,207	7,314,944

MATERIAL ACCOUNTING POLICIES

BORROWING COSTS

The Shire has elected to recognise borrowing costs as an expense when incurred regardless of how the borrowings are applied.

Fair values of borrowings are not materially different to their carrying amounts, since the interest payable on those borrowings is either close to current market rates or the borrowings are of a short term nature.

Borrowings fair values are based on discounted cash flows using a current borrowing rate.

SHIRE OF WYNDHAM-EAST KIMBERLEY
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2026

8. RESERVE ACCOUNTS

(a) Reserve Accounts - Movement

	2025/26 Budget				2024/25 Actual				2024/25 Budget			
	Opening Balance	Transfer to	Transfer (from)	Closing Balance	Opening Balance	Transfer to	Transfer (from)	Closing Balance	Opening Balance	Transfer to	Transfer (from)	Closing Balance
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Restricted by council												
(a) Leave reserve	503,658			503,658	503,658			503,658	499,140	17,969	0	517,109
(b) Airport General Reserve	8,452,423	547,002	(4,398,714)	4,600,712	6,339,007	2,113,416		8,452,423	5,939,753	1,512,832	(2,756,220)	4,696,365
(c) East Kimberley Tourism Reserve	27,612			27,612	27,612			27,612	5,001	45,180	(36,600)	13,581
(d) Foreshore Reserve	628,514		(150,000)	478,514	628,514			628,514	625,239	132,509	0	757,748
(e) Waste management reserve	2,056,614		(267,951)	1,788,663	1,617,398	539,216	(100,000)	2,056,614	1,949,176	777,749	(420,000)	2,306,925
(f) Child care reserve	111,255			111,255	111,255			111,255	98,426	21,543	(40,800)	79,169
(g) Footpaths reserve	52,823			52,823	52,823			52,823	52,462	1,889	0	54,351
(h) Asset management reserve	356,838		(250,000)	106,838	466,838		(110,000)	356,838	425,596	15,321	(300,000)	140,917
(i) Contiguous Local Authority Group (CLAG) Reserve	0			0	0			0	0	(0)	0	0
(j) Unspent Grants Reserve	279,487		(279,486)	1	1,378,403	114,228	(1,213,144)	279,487	972,369	0	(904,000)	68,369
(k) Kununurra Youth hub reserves	7,696			7,696	7,696			7,696	12,117	436	0	12,553
(l) Drainage reserve	506,695		(90,000)	416,695	506,695			506,695	500,333	18,012	0	518,345
(m) Regional Price preference reserve	398			398	398			398	430	15	0	445
(n) Capital Works - Municipal Funded reserve	2,531,696		(2,089,809)	441,887	2,531,696			2,531,696	2,920,494	105,138	(1,769,632)	1,256,000
(o) Public Art Works Reserve	9,933			9,933	9,933			9,933	9,839	354	0	10,193
(p) Property reserve	663,314		(445,000)	218,314	863,314		(200,000)	663,314	864,717	31,130	0	895,847
(q) Municipal Property revaluation reserve	61,704			61,704	61,704			61,704	3,238	12,117	0	15,355
(r) Election Expenditure reserve	546			546	546			546	1,524	15,055	0	16,579
(s) COVID 19 Reponse reserve	473,087		(200,000)	273,087	473,087			473,087	345,936	12,454	(70,000)	288,390
(t) Bio Security Reserve	299,333			299,333	299,333			299,333	275,950	9,934	0	285,884
(u) Kimberley Regional Group Reserve	332,270			332,270	367,270		(35,000)	332,270	276,469	9,953	0	286,422
(v) Unspent Loans Reserve	3,851,419		(2,945,849)	905,570	3,091,521	4,000,000	(3,240,102)	3,851,419	3,010,671	0	(2,750,000)	260,671
	21,207,315	547,002	(11,116,809)	10,637,509	19,338,701	6,766,860	(4,898,246)	21,207,315	18,788,880	2,739,590	(9,047,252)	12,481,218

(b) Reserve Accounts - Purposes

In accordance with Council resolutions in relation to each reserve account, the purpose for which the reserves are set aside are as follows:

Reserve name	Anticipated date of use	Purpose of the reserve
Restricted by legislation		
Restricted by council		
(a) Leave reserve	On Going	This Reserve is to provide for Shire employee's entitlements.
(b) Airport General Reserve	On Going	This Reserve to provide operation, maintenance, renewal, upgrade of existing and new airport facilities within the Shire of Wyndham East Kimberley.

8. RESERVE ACCOUNTS

(c) East Kimberley Tourism Reserve	On Going	To hold the lease payments from the East Kimberley Tourism House building in order to provide for the maintenance, renewal or upgrade of the building and to assist in funding expenditure that is of a strategic nature for the Kununurra Visitor Centre.
(d) Foreshore Reserve	On Going	This Reserve is to hold lease and license payments from occupiers of Lake Kununurra Foreshore Reserve to provide for the implementation of specific actions outlined in the Lake Kununurra Foreshore plan.
(e) Waste management reserve	On Going	This Reserve to provide for the operation, maintenance, renewal and upgrade for existing and new waste management facilities within the Shire of Wyndham East Kimberley.
(f) Child care reserve	On Going	This Reserve is to hold lease payments from the Kununurra Childcare Centre to provide for the the significant maintenance and renewal of the childcare building.
(g) Footpaths reserve	On Going	This Reserve is to hold developer contributions for construction of footpaths after housing construction is completed in new subdivisions.
(h) Asset management reserve	On Going	This Reserve is to provide for the ongoing maintenance, renewal, upgrade, replacement or development of Shire owned assets within the Shire of Wyndham East Kimberley.
(i) Contiguous Local Authority Group (CLAG) Reserve	On Going	This Reserve is to hold funds for ongoing management, funding and technical aspects of health-driven mosquito control in an effort to reduce the risk of mosquito-borne diseases within the boundaries of the Shire.
(j) Unspent Grants Reserve	On Going	This Reserve is to provide a mechanism for restricting prepaid grants and conditional unspent grants in a particular financial year where the expenditure will be undertaken in future years.
(k) Kununurra Youth hub reserves	On Going	This reserve is to hold lease payments from the Kununurra Youth Hub to provide for the maintenance, renewal and upgrade of the building in accordance with the lease conditions.
(l) Drainage reserve	On Going	To provide for the maintenance, renewal, upgrade of existing and new drainage Infrastructure within the Shire of Wyndham East Kimberley.
(m) Regional Price preference reserve)	On Going	This reserve is to fund the regional price preference applied, if any, for the procurement of goods and /or services that are supplied by a Regional Business in accordance with Council policy CPIFIN-3217 Regional Price Preference.
(n) Capital Works - Municipal Funded reserve	On Going	To ensure that funds allocated to Capital Works Projects remain available for future Capital Works if amounts are not expended at the end of a financial year.
(o) Public Art Works Reserve	On Going	To receipt LandCorp contributions towards the ongoing maintenance of the public artwork in the Coolibah / Chestnut subdivision.
(p) Property reserve	On Going	To ensure that funds received from the disposal of properties after settling any property debt, are retained within the reserve and are used for the acquisition of land and /or buildings or the development of land under the control of the Shire.
(q) Municipal Property revaluation reserve	On Going	To hold funds for expenditure relating to Municipal Property Revaluation conducted every 4 years.
(r) Election Expenditure reserve	On Going	To hold funds for expenditure relating to Council Elections conducted every 2 years.
(s) COVID 19 Reponse reserve	On Going	To fund capital and operational expenditure in support of local businesses to address the financial impact caused by the COVID 19.
(t) Bio Security Reserve	On Going	This reserve is to hold funds for use in emergency situations that threatened the bio security of the East Kimberley.
(u) Kimberley Regional Group Reserve	On Going	To hold member contributions and other funds received for the operation of the Kimberley Regional Group.
(v) Unspent Loans Reserve	On Going	This Reserve is to provide a mechanism for restricting prepaid grants and conditional unspent grants in a particular financial year where the expenditure will be undertaken in future years.

SHIRE OF WYNDHAM-EAST KIMBERLEY
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2026

9. OTHER INFORMATION

The net result includes as revenues

(a) Interest earnings

Investments	500,000	500,000	580,000
Late payment of fees and charges *	3,053	4,000	4,000
Other interest revenue	235,000	272,000	200,000
	738,053	776,000	784,000

* The Shire has resolved to charge interest under section 6.13 for the late payment of any amount of money at 5%.

The net result includes as expenses

(b) Auditors remuneration

Audit services	125,000	95,000	84,000
	125,000	95,000	84,000

(c) Interest expenses (finance costs)

Borrowings (refer Note 7(a))	301,774	244,148	268,477
	301,774	244,148	268,477

SHIRE OF WYNDHAM-EAST KIMBERLEY
 NOTES TO AND FORMING PART OF THE BUDGET
 FOR THE YEAR ENDED 30 JUNE 2026

10. COUNCIL MEMBERS REMUNERATION

	2025/26 Budget	2024/25 Actual	2024/25 Budget
President's allowance	70,951	68,552	68,552
Deputy President's allowance	17,738	17,138	17,138
Meeting attendance fees	243,050	176,101	176,101
Annual allowance for ICT expenses	27,540	24,750	23,625
Travel and accommodation expenses	5,000		0
Superannuation contribution payments	39,808	0	0
	404,087	286,541	285,416

SHIRE OF WYNDHAM-EAST KIMBERLEY
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2026

11. REVENUE AND EXPENDITURE

(a) Revenue and Expenditure Classification

REVENUES

RATES

All rates levied under the *Local Government Act 1995*. Includes general, differential, specific area rates, minimum payment, interim rates, back rates, ex-gratia rates, less discounts offered.

Exclude administration fees, interest on instalments, interest on arrears, service charges and sewerage rates.

GRANTS, SUBSIDIES AND CONTRIBUTIONS

All amounts received as grants, subsidies and contributions that are not capital grants.

CAPITAL GRANTS, SUBSIDIES AND CONTRIBUTIONS

Amounts received specifically for the acquisition, construction of new or the upgrading of non-current assets paid to a local government, irrespective of whether these amounts are received as capital grants, subsidies, contributions or donations.

REVENUE FROM CONTRACTS WITH CUSTOMERS

Revenue from contracts with customers is recognised when the local government satisfies its performance obligations under the contract.

FEES AND CHARGES

Revenues (other than service charges) from the use of facilities and charges made for local government services, sewerage rates, rentals, hire charges, fee for service, photocopying charges, licences, sale of goods or information, fines, penalties and administration fees.

Local governments may wish to disclose more detail such as rubbish collection fees, rental of property, fines and penalties, other fees and charges.

SERVICE CHARGES

Service charges imposed under *Division 6 of Part 6 of the Local Government Act 1995*. Regulation 54 of the *Local Government (Financial Management) Regulations 1996* identifies the charges which can be raised. These are television and radio broadcasting, underground electricity and neighbourhood surveillance services and water.

Exclude rubbish removal charges which should not be classified as a service charge. Interest and other items of a similar nature received from bank and investment accounts, interest on rate instalments, interest on rate arrears and interest on debtors.

INTEREST REVENUE

Interest and other items of a similar nature received from bank and investment accounts, interest on rate instalments, interest on rate arrears and interest on debtors.

OTHER REVENUE / INCOME

Other revenue, which cannot be classified under the above headings, includes dividends, discounts, rebates etc.

PROFIT ON ASSET DISPOSAL

Gain on the disposal of assets including gains on the disposal of long-term investments.

EXPENSES

EMPLOYEE COSTS

All costs associated with the employment of person such as salaries, wages, allowances, benefits such as vehicle and housing, superannuation, employment expenses, removal expenses, relocation expenses, worker's compensation insurance, training costs, conferences, safety expenses, medical examinations, fringe benefit tax, etc.

Note AASB 119 *Employee Benefits* provides a definition of employee benefits which should be considered.

MATERIALS AND CONTRACTS

All expenditures on materials, supplies and contracts not classified under other headings. These include supply of goods and materials, legal expenses, consultancy, maintenance agreements, communication expenses (such as telephone and internet charges), advertising expenses, membership, periodicals, publications, hire expenses, rental, leases, postage and freight etc.

Local governments may wish to disclose more detail such as contract services, consultancy, information technology and rental or lease expenditures.

UTILITIES (GAS, ELECTRICITY, WATER)

Expenditures made to the respective agencies for the provision of power, gas or water.

Exclude expenditures incurred for the reinstatement of roadwork on behalf of these agencies.

INSURANCE

All insurance other than worker's compensation and health benefit insurance included as a cost of employment.

LOSS ON ASSET DISPOSAL

Loss on the disposal of fixed assets.

DEPRECIATION ON NON-CURRENT ASSETS

Depreciation and amortisation expenses raised on all classes of assets.

FINANCE COSTS

Interest and other costs of finance paid, including costs of finance for loan debentures, overdraft accommodation and refinancing expenses.

OTHER EXPENDITURE

Statutory fees, taxes, provision for bad debts, member's fees or levies including DFES levy and State taxes. Donations and subsidies made to community groups.

SHIRE OF WYNDHAM-EAST KIMBERLEY
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2026

11. REVENUE AND EXPENDITURE

(b) Revenue Recognition

Recognition of revenue from contracts with customers is dependant on the source of revenue and the associated terms and conditions associated with each source of revenue and recognised as follows:

Revenue Category	Nature of goods and services	When obligations typically satisfied	Payment terms	Returns/Refunds/Warranties	Timing of Revenue recognition
Grant contracts with customers	Community events, minor facilities, research, design, planning evaluation and services	Over time	Fixed terms transfer of funds based on agreed milestones and reporting	Contract obligation if project not complete	Output method based on project milestones and/or completion date matched to performance obligations as inputs are shared
Licences/ Registrations/ Approvals	Building, planning, development and animal management, having the same nature as a licence regardless of naming.	Single point in time	Full payment prior to issue	None	On payment and issue of the licence, registration or approval
Waste management entry fees	Waste treatment, recycling and disposal service at disposal sites	Single point in time	Payment in advance at gate or on normal trading terms if credit provided	None	On entry to facility
Airport landing charges	Permission to use facilities and runway	Single point in time	Monthly in arrears	None	On landing/departure event
Fees and charges for other goods and services	Cemetery services, library fees, reinstatements and private works	Single point in time	Payment in full in advance	None	Output method based on provision of service or completion of works
Sale of stock	Aviation fuel, kiosk and visitor centre stock	Single point in time	In full in advance, on 15 day credit	Refund for faulty goods	Output method based on goods

SHIRE OF WYNDHAM-EAST KIMBERLEY
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDED 30 JUNE 2026

13. FEES AND CHARGES

	2025/26 Budget	2024/25 Actual	2024/25 Budget
	\$	\$	\$
By Program:			
Governance	3,900	4,295	3,200
General purpose funding	30,000	25,000	3,400
Law, order, public safety	57,500	49,135	55,400
Health	75,000	67,000	55,400
Education and welfare	6,000	6,000	12,000
Housing	255,900	168,193	261,550
Community amenities	3,479,500	3,438,500	3,102,500
Recreation and culture	546,800	450,340	560,500
Transport	5,173,400	4,824,000	5,522,500
Economic services	104,000	158,500	96,500
	9,732,000	9,190,963	9,672,950

The subsequent pages detail the fees and charges proposed to be imposed by the local government.