12.2.2 a) Monthly Financial Report for the Period Ending 31 July 2026

SHIRE OF JERRAMUNGUP

MONTHLY FINANCIAL REPORT

(Containing the required statement of financial activity and statement of financial position)

For the period ended 31 July 2026

LOCAL GOVERNMENT ACT 1995
LOCAL GOVERNMENT (FINANCIAL MANAGEMENT) REGULATIONS 1996

TABLE OF CONTENTS

SHIRE OF JERRAMUNGUP
STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD ENDED 31 JULY 2026

	Note	Adopted Budget Estimates (a)	YTD Budget Estimates (b)	YTD Actual (c)	Variance* $ (c) - (b)	Variance* % ((c) - (b))/(b)	Var.
		$	$	$	$	%	
OPERATING ACTIVITIES							
Revenue from operating activities							
General rates		4,841,762	0	**0**	0	0.00%	
Rates excluding general rates		259,718	0	**0**	0	0.00%	
Grants, subsidies and contributions	13 &14	2,419,857	997	**28,251**	27,254	2733.60%	▲
Fees and charges		1,313,818	47,942	**64,358**	16,416	34.24%	▲
Interest revenue		295,664	10,999	**4,771**	(6,228)	(56.62%)	
Other revenue		56,600	4,716	**19,989**	15,273	323.85%	▲
Profit on asset disposals	6	52,993	0	**0**	0	0.00%	
		9,240,412	**64,654**	**117,369**	52,715	81.53%	
Expenditure from operating activities							
Employee costs		(3,495,158)	(291,210)	**(290,754)**	456	0.16%	
Materials and contracts		(4,851,513)	(256,653)	**(313,839)**	(57,186)	(22.28%)	▼
Utility charges		(207,421)	(17,264)	**(17,246)**	18	0.10%	
Depreciation		(3,350,181)	(279,135)	**(278,928)**	207	0.07%	
Finance costs		(39,413)	(1,464)	**(452)**	1,012	69.13%	
Insurance		(282,301)	(29,898)	**(142,736)**	(112,838)	(377.41%)	▼
Other expenditure		(542,002)	(12,806)	**(250)**	12,556	98.05%	▲
Loss on asset disposals	6	(38,126)	0	**0**	0	0.00%	
		(12,806,115)	**(888,430)**	**(1,044,205)**	(155,775)	(17.53%)	▼
Non cash amounts excluded from operating activities	2(c)	3,351,376	279,135	**278,928**	(207)	(0.07%)	
Amount attributable to operating activities		**(214,327)**	**(544,641)**	**(647,908)**	(103,267)	(18.96%)	▼
INVESTING ACTIVITIES							
Inflows from investing activities							
Proceeds from capital grants, subsidies and contributions	14	3,372,689	0	**0**	0	0.00%	
Proceeds from disposal of assets	6	212,000	0	**0**	0	0.00%	
		3,584,689	**0**	**0**	0	0.00%	
Outflows from investing activities							
Payments for property, plant and equipment	5	(1,699,012)	(108,832)	**(111,319)**	(2,487)	(2.29%)	
Payments for construction of infrastructure	5	(5,607,725)	0	**(17,476)**	(17,476)	0.00%	
		(7,306,737)	**(108,832)**	**(128,795)**	(19,963)	(18.34%)	▼
Amount attributable to investing activities		**(3,722,048)**	**(108,832)**	**(128,795)**	(19,963)	(18.34%)	▼
FINANCING ACTIVITIES							
Inflows from financing activities							
Proceeds from new borrowings	10	1,550,000	0	**0**	0	0.00%	
Transfer from reserves	4	1,141,459	0	**0**	0	0.00%	
		2,691,459	**0**	**0**	0	0.00%	
Outflows from financing activities							
Payments for principal portion of lease liabilities	11	(17,146)	(2,539)	**(2,539)**	0	0.00%	
Repayment of borrowings	10	(153,639)	(15,378)	**(15,378)**	0	0.00%	
Transfer to reserves	4	(550,844)	0	**(4,360)**	(4,360)	0.00%	
		(721,629)	**(17,917)**	**(22,277)**	(4,360)	(24.33%)	
Amount attributable to financing activities		**1,969,830**	**(17,917)**	**(22,277)**	(4,360)	(24.33%)	
MOVEMENT IN SURPLUS OR DEFICIT							
Surplus or deficit at the start of the financial year	2(a)	1,966,545	1,966,545	**1,983,664**	17,119	0.87%	
Amount attributable to operating activities		(214,327)	(544,641)	**(647,908)**	(103,267)	(18.96%)	▼
Amount attributable to investing activities		(3,722,048)	(108,832)	**(128,795)**	(19,963)	(18.34%)	▼
Amount attributable to financing activities		1,969,830	(17,917)	**(22,277)**	(4,360)	(24.33%)	
Surplus or deficit after imposition of general rates		**0**	**1,295,155**	**1,184,684**	(110,471)	-0.09	

KEY INFORMATION

▲▼ Indicates a variance between Year to Date (YTD) Budget and YTD Actual data outside the adopted materiality threshold.
▲ Indicates a variance with a positive impact on the financial position.
▼ Indicates a variance with a negative impact on the financial position.
Refer to Note 3 for an explanation of the reasons for the variance.

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

SHIRE OF JERRAMUNGUP
STATEMENT OF FINANCIAL POSITION
FOR THE PERIOD ENDED 31 JULY 2026

	Actual 30 June 2026	Actual as at 31 July 2026
	$	$
CURRENT ASSETS		
Cash and cash equivalents	7,716,252	6,815,701
Trade and other receivables	254,362	303,417
Inventories	9,300	19,442
TOTAL CURRENT ASSETS	7,979,914	7,138,560
NON-CURRENT ASSETS		
Other financial assets	59,715	59,715
Property, plant and equipment	24,673,291	24,687,466
Infrastructure	178,684,196	178,522,729
Right-of-use assets	16,418	13,578
TOTAL NON-CURRENT ASSETS	203,433,620	203,283,488
TOTAL ASSETS	211,413,534	210,422,048
CURRENT LIABILITIES		
Trade and other payables	537,198	439,421
Other liabilities	544,755	595,798
Lease liabilities	17,146	14,607
Borrowings	153,639	138,261
Employee related provisions	561,876	561,876
TOTAL CURRENT LIABILITIES	1,814,614	1,749,963
NON-CURRENT LIABILITIES		
Borrowings	359,637	359,637
Employee related provisions	37,246	37,246
Other provisions	468,899	468,899
TOTAL NON-CURRENT LIABILITIES	865,782	865,782
TOTAL LIABILITIES	2,680,396	2,615,745
NET ASSETS	**208,733,138**	**207,806,303**
EQUITY		
Retained surplus	65,661,346	64,730,151
Reserve accounts	4,523,204	4,527,564
Revaluation surplus	138,548,588	138,548,588
TOTAL EQUITY	**208,733,138**	**207,806,303**

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

1 BASIS OF PREPARATION AND MATERIAL ACCOUNTING POLICIES

BASIS OF PREPARATION

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* 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 which would have required the Shire to measure any vested improvements at zero cost.

Local Government (Financial Management) Regulations 1996, regulation 34 prescribes contents of the financial report. Supplementary 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.

PREPARATION TIMING AND REVIEW

Date prepared: All known transactions up to 19 August 2026

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.

MATERIAL ACCOUNTING POLICES
Material accounting policies utilised in the preparation of these statements are as described within the 2024-25 Annual Budget. Please refer to the adopted budget document for details of these policies.

Critical accounting estimates and judgements
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 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
- Impairment losses of non-financial assets
- Expected credit losses on financial assets
- Assets held for sale
- Investment property
- Estimated useful life of intangible assets
- Measurement of employee benefits
- Measurement of provisions
- Estimation uncertainties and judgements made in relation to lease

2 NET CURRENT ASSETS INFORMATION

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

	Note	Adopted Budget Opening 1 July 2026	Actual as at 30 June 2026	Actual as at 31 July 2026
Current assets		$	$	$
Cash and cash equivalents	3	7,691,903	7,716,252	6,815,701
Trade and other receivables	7	249,962	254,362	303,417
Inventories	8	9,300	9,300	19,442
		7,951,165	7,979,914	7,138,560
Less: current liabilities				
Trade and other payables	9	(509,056)	(537,198)	(439,421)
Other liabilities	12	(544,755)	(544,755)	(595,798)
Lease liabilities	11	(17,146)	(17,146)	(14,607)
Borrowings	10	(153,639)	(153,639)	(138,261)
Employee related provisions	12	(561,876)	(561,876)	(561,876)
		(1,786,472)	(1,814,614)	(1,749,963)
Net current assets		6,164,693	6,165,300	5,388,597
Less: Total adjustments to net current assets	2(b)	(4,198,148)	(4,181,636)	(4,203,913)
Closing funding surplus / (deficit)		**1,966,545**	**1,983,664**	**1,184,684**

(b) Current assets and liabilities excluded from budgeted deficiency

	Note	Adopted Budget Opening 1 July 2026	Actual as at 30 June 2026	Actual as at 31 July 2026
Adjustments to net current assets				
Less: Reserve accounts	4	(4,523,204)	(4,523,204)	(4,527,564)
Less: Current assets not expected to be received at end of year				
- Current financial assets at amortised cost - self supporting loans				
- Movement in employee benefit provisions		0	0	(165)
Add: Current liabilities not expected to be cleared at the end of the year				
- movement in creditors				
- movement in contract liabilities				
- movement in employee benefit provisions		(16,512)	0	0
- Current portion of lease liabilities		17,146	17,146	14,607
- Current portion of borrowings		153,639	153,639	138,261
- Current portion of employee benefit provisions held in reserve		170,783	170,783	170,948
Total adjustments to net current assets	2(a)	**(4,198,148)**	**(4,181,636)**	**(4,203,913)**

(c) Non-cash amounts excluded from operating activities

	Adopted Budget Estimates 30 June 2027	YTD Budget Estimates 31 July 2026	YTD Actual 31 July 2026
	$	$	$
Adjustments to operating activities			
Less: Profit on asset disposals	(52,993)	0	0
Add: Loss on asset disposals	38,126	0	0
Add: Depreciation	3,350,181	279,135	278,928
Non-cash movements in non-current assets and liabilities:			
- Employee provisions	16,062	0	0
Total non-cash amounts excluded from operating activities	**3,351,376**	**279,135**	**278,928**

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 local governments' operational cycle.

FM Reg 34 (2)(b)

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 2026-27 year is $10,000 and 10.00% whichever is the greater.

Description	Var. $	Var. %	
	$	%	
Revenue from operating activities			
Fees and charges	**16,416**	**34.24%**	▲
		Timing	
Expenditure from operating activities			
Materials and contracts	**(57,186)**	**(22.28%)**	▼
		Timing	
Insurance	**(112,838)**	**(377.41%)**	▼
		Timing	
Other expenditure	**12,556**	**98.05%**	▲
		Timing	

SHIRE OF JERRAMUNGUP

SUPPLEMENTARY INFORMATION

TABLE OF CONTENTS

BASIS OF PREPARATION - SUPPLEMENTARY INFORMATION

Supplementary information is presented for information purposes. The information does not comply with the disclosure requirements of the Australian Accounting Standards.

SHIRE OF JERRAMUNGUP
SUPPLEMENTARY INFORMATION
FOR THE PERIOD ENDED 31 JULY 2026

1 KEY INFORMATION

Funding Surplus or Deficit Components

Funding surplus / (deficit)

	Adopted Budget	YTD Budget (a)	YTD Actual (b)	Var. $ (b)-(a)
Opening	$1.97 M	$1.97 M	$1.98 M	$0.02 M
Closing	$0.00 M	$1.30 M	$1.18 M	($0.11 M)

Refer to Statement of Financial Activity

Cash and cash equivalents

	$6.82 M	% of total
Unrestricted Cash	$2.29 M	33.6%
Restricted Cash	$4.53 M	66.4%

Refer to 3 - Cash and Financial Assets

Payables

	$0.44 M	% Outstanding
Trade Payables	$0.26 M	
0 to 30 Days		89.7%
Over 30 Days		10.3%
Over 90 Days		0.0%

Refer to 9 - Payables

Receivables

	$0.23 M	% Collected
Rates Receivable	$0.08 M	5.5%
Trade Receivable	$0.23 M	% Outstanding
Over 30 Days		18.5%
Over 90 Days		1.7%

Refer to 7 - Receivables

Key Operating Activities

Amount attributable to operating activities

Adopted Budget	YTD Budget (a)	YTD Actual (b)	Var. $ (b)-(a)
($0.21 M)	($0.54 M)	($0.65 M)	($0.10 M)

Refer to Statement of Financial Activity

Rates Revenue

		% Variance
YTD Actual	$0.00 M	
YTD Budget	$0.00 M	0.0%

Grants and Contributions

		% Variance
YTD Actual	$0.03 M	
YTD Budget	$0.00 M	2733.6%

Refer to 13 - Grants and Contributions

Fees and Charges

		% Variance
YTD Actual	$0.06 M	
YTD Budget	$0.05 M	34.2%

Refer to Statement of Financial Activity

Key Investing Activities

Amount attributable to investing activities

Adopted Budget	YTD Budget (a)	YTD Actual (b)	Var. $ (b)-(a)
($3.72 M)	($0.11 M)	($0.13 M)	($0.02 M)

Refer to Statement of Financial Activity

Proceeds on sale

		%
YTD Actual	$0.00 M	
Adopted Budget	$0.21 M	(100.0%)

Refer to 6 - Disposal of Assets

Asset Acquisition

		% Spent
YTD Actual	$0.02 M	
Adopted Budget	$5.61 M	(99.7%)

Refer to 5 - Capital Acquisitions

Capital Grants

		% Received
YTD Actual	$0.00 M	
Adopted Budget	$3.37 M	(100.0%)

Refer to 5 - Capital Acquisitions

Key Financing Activities

Amount attributable to financing activities

Adopted Budget	YTD Budget (a)	YTD Actual (b)	Var. $ (b)-(a)
$1.97 M	($0.02 M)	($0.02 M)	($0.00 M)

Refer to Statement of Financial Activity

Borrowings

Principal repayments	($0.02 M)
Interest expense	$0.00 M
Principal due	$0.50 M

Refer to 10 - Borrowings

Reserves

Reserves balance	$4.53 M
Net Movement	$0.00 M

Refer to 4 - Cash Reserves

Lease Liability

Principal repayments	($0.00 M)
Interest expense	($0.00 M)
Principal due	$0.01 M

Refer to Note 11 - Lease Liabilites

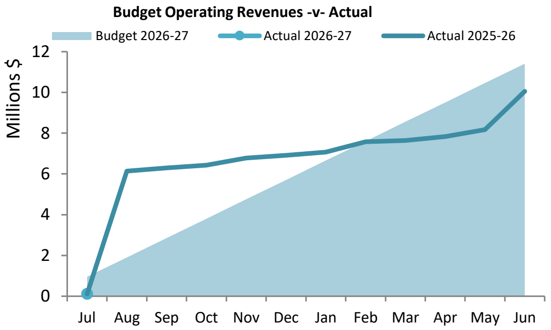
This information is to be read in conjunction with the accompanying Financial Statements and notes.

SHIRE OF JERRAMUNGUP
SUPPLEMENTARY INFORMATION
FOR THE PERIOD ENDED 31 JULY 2026

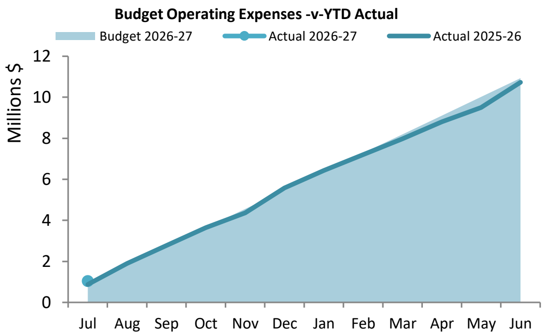
2 KEY INFORMATION - GRAPHICAL

OPERATING ACTIVITIES

OPERATING REVENUE

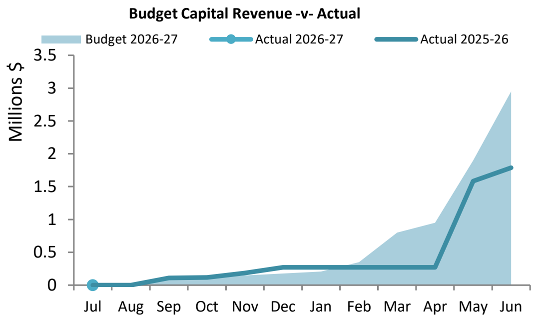


OPERATING EXPENSES

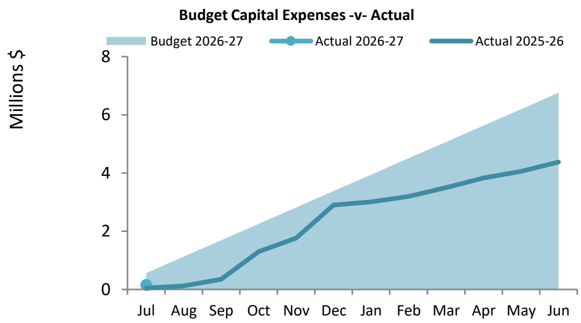


INVESTING ACTIVITIES

CAPITAL REVENUE

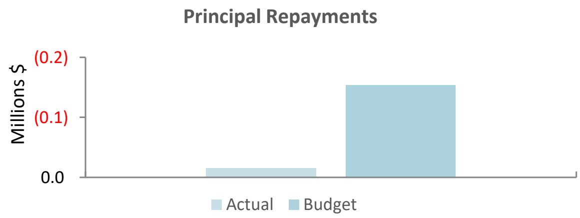


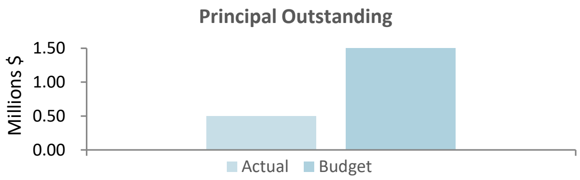
CAPITAL EXPENSES



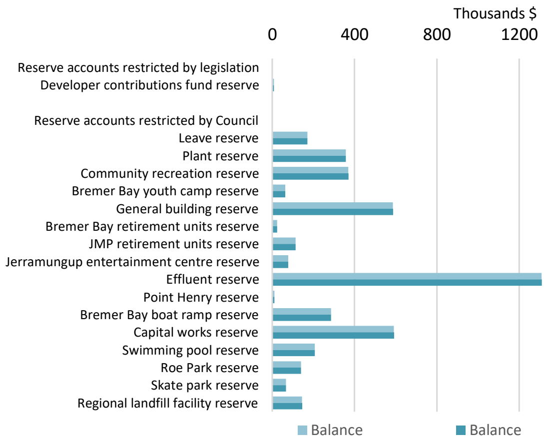
FINANCING ACTIVITIES

BORROWINGS

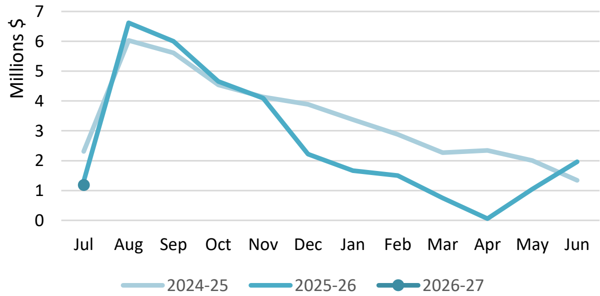




RESERVES



Closing funding surplus / (deficit)



This information is to be read in conjunction with the accompanying Financial Statements and Notes.

3 CASH AND FINANCIAL ASSETS AT AMORTISED COST

Description	Classification	Unrestricted	Reserve Accounts	Total	Trust	Institution	Interest Rate	Maturity Date
		$	$	$	$			
Municipal cash at bank	Cash and cash equivalents	240,678	0	240,678	0	Commonwealth	4.00%	N/A
Cash on hand	Cash and cash equivalents	200	0	200	0	N/A	N/A	N/A
Municipal cash - Saving a/c	Cash and cash equivalents	2,047,258	0	2,047,258	0	Commonwealth	4.00%	N/A
Reserve Bank account	Cash and cash equivalents	0	4,527,564	4,527,564	0	Commonwealth	4.00%	N/A
Total		**2,288,136**	**4,527,564**	**6,815,701**	**0**			
Comprising								
Cash and cash equivalents		2,288,136	4,527,564	6,815,701	0			
		2,288,136	**4,527,564**	**6,815,701**	**0**			

KEY INFORMATION

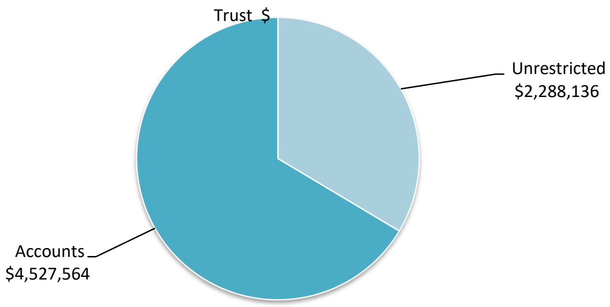
Cash and cash equivalents include cash on hand, cash at bank, deposits available on demand with banks and other short term highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of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

Bank overdrafts are reported as short term borrowings in current liabilities in the statement of net current assets.

The local government 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.

Financial assets at amortised cost held with registered financial institutions are listed in this note other financial assets at amortised cost are provided in Note 8 - Other assets.



4 RESERVE ACCOUNTS

	Budget					Actual			
Reserve account name	Opening Balance	Interest Transfers In (+)	Other Transfers In (+)	Transfers Out (-)	Closing Balance	Opening Balance	Transfers In (+)	Transfers Out (-)	Closing Balance
	$	$	$	$	$	$	$	$	$
Reserve accounts restricted by legislation									
Developer contributions fund reserve	8,320	283	0	0	8,603	8,320	8	0	8,328
Reserve accounts restricted by Council									
Leave reserve	170,783	6,062	10,000	0	186,845	170,783	165	0	170,948
Plant reserve	357,116	12,907	30,000	(240,000)	160,023	357,116	344	0	357,460
Community recreation reserve	369,853	14,503	75,606	(123,000)	336,962	369,853	356	0	370,209
Bremer Bay youth camp reserve	62,726	2,133	0	(64,859)	0	62,726	61	0	62,787
General building reserve	586,549	21,852	74,859	(200,000)	483,260	586,549	565	0	587,114
Bremer Bay retirement units reserve	23,227	790	0	0	24,017	23,227	23	0	23,250
JMP retirement units reserve	113,023	3,843	0	0	116,866	113,023	109	0	113,132
Jerramungup entertainment centre reserve	77,392	2,886	10,000	0	90,278	77,392	75	0	77,467
Effluent reserve	1,308,305	46,273	70,247	(51,100)	1,373,725	1,308,305	1,261	0	1,309,566
Point Henry reserve	10,560	912	21,670	(30,000)	3,142	10,560	10	0	10,570
Bremer Bay boat ramp reserve	285,411	9,704	0	(100,000)	195,115	285,411	275	0	285,686
Capital works reserve	591,086	20,352	10,000	(300,000)	321,438	591,086	569	0	591,655
Swimming pool reserve	206,379	8,170	45,233	0	259,782	206,379	199	0	206,578
Roe Park reserve	140,136	5,020	10,000	0	155,156	140,136	135	0	140,271
Skate park reserve	67,164	2,539	10,000	(32,500)	47,203	67,164	65	0	67,229
Regional landfill facility reserve	145,174	5,435	19,565	0	170,174	145,174	140	0	145,314
	4,523,204	**163,664**	**387,180**	**(1,141,459)**	**3,932,589**	**4,523,204**	**4,360**	**0**	**4,527,564**

5 CAPITAL ACQUISITIONS

Capital acquisitions	Adopted Budget	YTD Budget	YTD Actual	YTD Variance
	$	$	$	$
Land and Buildings	951,200	0	695	(695)
Plant and equipment	747,812	108,832	110,625	(1,793)
Acquisition of property, plant and equipment	**1,699,012**	**108,832**	**111,319**	**(2,487)**
Infrastructure - Roads	2,434,586	0	16,040	(16,040)
Infrastructure - Other	3,173,139	0	1,436	(1,436)
Acquisition of infrastructure	**5,607,725**	**0**	**17,476**	**(17,476)**
Total of PPE and Infrastructure.	**7,306,737**	**108,832**	**128,795**	**19,963**
Total capital acquisitions	**7,306,737**	**108,832**	**128,795**	**(19,963)**
Capital Acquisitions Funded By:				
Capital grants and contributions	3,372,689	0	0	0
Borrowings	1,550,000	0	0	0
Other (disposals & C/Fwd)	212,000	0	0	0
Reserve accounts				
Plant reserve	240,000	0	0	0
Community recreation reserve	123,000	0	0	0
Bremer Bay youth camp reserve	64,859	0	0	0
General building reserve	200,000	0	0	0
Effluent reserve	51,100	0	0	0
Point Henry reserve	30,000	0	0	0
Bremer Bay boat ramp reserve	100,000	0	0	0
Capital works reserve	300,000	0	0	0
Skate park reserve	32,500	0	0	0
Contribution - operations	1,030,589	108,832	128,795	19,963
Capital funding total	**7,306,737**	**108,832**	**128,795**	**19,963**

KEY INFORMATION

Initial recognition

An item of property, plant and equipment or infrastructure that qualifies for recognition as an asset is measured at its cost.

Upon initial recognition, cost is determined as the amount paid (or other consideration given) to acquire the assets, plus costs incidental to the acquisition. The cost of non-current assets constructed by the Shire includes the cost of all materials used in construction, direct labour on the project and an appropriate proportion of variable and fixed overheads. For assets acquired at zero cost or otherwise significantly less than fair value, cost is determined as fair value at the date of acquisition.

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 *Local Government (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.

Individual assets that are land, buildings and infrastructure acquired between scheduled revaluation dates of the asset class in accordance with the Shire's revaluation policy, are recognised at cost and disclosed as being at reportable value.

Measurement after recognition

Plant and equipment including furniture and equipment and right-of-use assets (other than vested improvements) are measured using the cost model as required under *Local Government (Financial Management) Regulation 17A(2).* Assets held under the cost model are carried at cost less accumulated depreciation and any impairment losses being their reportable value.

Reportable Value

In accordance with *Local Government (Financial Management) Regulation 17A(2),* the carrying amount of non-financial assets that are land and buildings classified as property, plant and equipment, investment properties, infrastructure or vested improvements that the local government controls.

Reportable value is for the purpose of *Local Government (Financial Management) Regulation 17A(4)* is the fair value of the asset at its last valuation date minus (to the extent applicable) the accumulated depreciation and any accumulated impairment losses in respect of the non-financial asset subsequent to its last valuation date.

5 CAPITAL ACQUISITIONS (CONTINUED) - DETAILED

Capital expenditure total
Level of completion indicators

- 0%
- 20%
- 40%
- 60%
- 80%
- 100%
- Over 100%

Percentage Year to Date Actual to Annual Budget expenditure where the expenditure over budget highlighted in red.

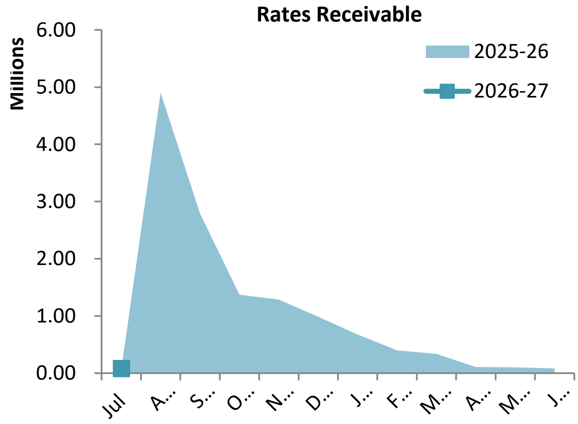
	Account Description	Adopted Amended Budget	YTD Budget	YTD Actual	Variance (Under)/Over
		$	$	$	$
Land & Buildings					
A25	4 Derrick Street - replace flyscreens	7,000	0	0	0
A730	6 Derrick Street - internal painting	18,000	0	0	0
A720	4 Kokoda Road - replace flyscreens	7,000	0	0	0
A244	Unit 3A Collins Street - outdoor patio	5,000	0	0	0
A31	20 Coral Sea Road - outdoor blinds	10,000	0	0	0
A823	37 McGlade Close - upgrade water treatment and fire place	6,200	0	0	0
A68	Kokoda Op shop - repairs to gutters and downpipes	5,000	0	0	0
A727	Lions Park Toilets - concrete floor in storeroom and path	8,000	0	0	0
A460	Bremer Bay CRC - repairs	200,000	0	0	0
A671A	Bremer Bay Depot - dog pound	30,000	0	695	-695
A610	Jerramungup Depot - internal improvements	5,000	0	0	0
A983	Bremer Bay Medical Centre	650,000	0	0	0
Plant & Equipment					
A986	Manager of Development vehicle	80,000	0	0	0
A987	Works Supervisor vehicle	65,000	0	0	0
A978	CESM vehicle	108,832	108,832	109,310	-478
A988	BB Town services vehicle	50,000	0	0	0
A990	Construction vehicle	50,000	0	0	0
A991	Construction Crew cab	93,000	0	0	0
A992	Vegetation mulcher attachment	30,000	0	0	0
A993	Multi Tyre roller	210,000	0	0	0
A967	Ranger vehicle - suspension lift	5,500	0	1,315	-1,315
A994	Dr Vehicle	55,480	0	0	0
Infrastructure Roads					
RG16	Meechi Road - MRWA	704,249	0	0	0
RG14	Cuiss Road - MRWA	482,452	0	0	0
RG13	Swamp Road - MRWA	212,420	0	0	0
RR47	Cameron Road - R2R	201,175	0	0	0
RR48	Wellstead Road - R2R	120,000	0	0	0
RR46	Cardininnup Road - R2R	201,175	0	0	0
RR39	Cowalellup Road - R2R	204,417	0	0	0
C177	Mount Joy Road	52,523	0	0	0
C77	Point Henry Road	55,000	0	0	0
C38	Exchange Road	201,175	0	0	0
C29	Corackerup Road	0	0	511	-511
RR15	Monjebup Road	0	0	15,529	-15,529
Infrastructure Other					
A856	Bremer Bay park - safety fencing	25,000	0	0	0
A856	Bremer Bay park - drink fountain	7,500	0	0	0
A385I	Native Dog Beach lookout - refurbish decking and railing	17,500	0	0	0
A640	John Cove(Marine Rescue access only) - install gate	8,500	0	0	0
A382	Tooreburrup Communications tower - repairs to shed	8,000	0	0	0
A60P3	Bremer Bay Sports oval - installation of tank, pump and piping	159,193	0	0	0
A543	BB Waste Transfer Station - 2 sea containers	13,200	0	0	0
A995	Jerramungup Depot - material mulch bay	44,500	0	0	0
A969	Bird Hide construction	350,000	0	1,436	-1,436
A458A	BB Airfield cross runway	2,445,246	0	0	0
P327	Bennett Street - George Street Footpath	76,500	0	0	0
P328	Bennett Street - Robert Street Footpath	18,000	0	0	0
		7,306,737	**108,832**	**128,795**	**(19,963)**

6 DISPOSAL OF ASSETS

		Budget		YTD Actual			
Asset Ref.	Asset description	Profit	(Loss)	Net Book Value	Proceeds	Profit	(Loss)
		$	$	$	$	$	$
	Plant and equipment						
		52,993	(38,126)	0	0	0	0

7 RECEIVABLES

Rates, Pt Henry levy and Sewerage charges receivable	30 Jun 2026	31 Jul 2026
	$	$
Opening arrears previous year	75,961	82,035
Levied this year	3,912,071	0
Less - collections to date	(3,905,997)	(4,474)
Net rates collectable	**82,035**	**77,561**
% Collected	97.9%	5.5%



Receivables - general	Credit	Current	30 Days	60 Days	90+ Days	Total
	$	$	$	$	$	$
Receivables - general	(47)	67,373	13,854	0	1,444	82,624
Percentage	(0.1%)	81.5%	16.8%	0.0%	1.7%	
Balance per trial balance						
Trade receivables						82,624
Allowance for credit losses of trade receivables						(350)
Waste collection fees						4,849
ESL						4,668
Prepayments						43,397
Long service leave						27,320
GST						63,348
Total receivables general outstanding						**225,856**

Amounts shown above include GST (where applicable)

KEY INFORMATION

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

Trade receivables are recognised at original invoice amount less any allowances for uncollectable amounts (i.e. impairment). The carrying amount of net trade receivables is equivalent to fair value as it is due for settlement within 30 days.

Classification and subsequent measurement

Receivables which are generally due for settlement within 30 days except rates receivables which are expected to be collected within 12 months are classified as current assets. All other receivables such as, deferred pensioner rates receivable after the end of the reporting period are classified as non-current assets.

Trade and other 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.

8 OTHER CURRENT ASSETS

Other current assets	Opening Balance 1 July 2026	Asset Increase	Asset Reduction	Closing Balance 31 July 2026
	$	$	$	$
Inventory				
Fuel, oils and materials on hand	9,300	28,033	(17,891)	19,442
Total other current assets	**9,300**	**28,033**	**(17,891)**	**19,442**

Amounts shown above include GST (where applicable)

KEY INFORMATION

Inventory
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.

9 PAYABLES

Payables - general	Credit	Current	30 Days	60 Days	90+ Days	Total
	$	$	$	$	$	$
Payables - general	0	231,494	26,567	0	0	258,061
Percentage	0.0%	89.7%	10.3%	0.0%	0.0%	
Balance per trial balance						
Sundry creditors						258,061
Payroll creditors						71,896
Dept of Transport						1,073
Bonds current liability						49,308
GST payable						6,481
FESA ESL liability						(93)
Excess rates						46,040
BCITF						1,450
Builders Registration Levy						5,205
Total payables general outstanding						**439,421**

Amounts shown above include GST (where applicable)

KEY INFORMATION

Trade and other payables represent liabilities for goods and services provided to the Shire prior to the end of the period 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.

10 BORROWINGS

Repayments - borrowings

Information on borrowings			New Loans		Principal Repayments		Principal Outstanding		Interest Repayments	
Particulars	**Loan No.**	**1 July 2026**	**Actual**	**Budget**	**Actual**	**Budget**	**Actual**	**Budget**	**Actual**	**Budget**
		$	$	$	$	$	$	$	$	$
Housing										
Staff housing/Seniors	264	209,908	0	0	0	(51,191)	209,908	158,717	1,320	(3,253)
Transport										
Grader	265	263,262	0	0	(15,378)	(62,342)	247,884	200,920	(336)	(8,588)
Bremer Bay Airstrip Upgrade project	266	0	0	900,000	0	0	0	900,000	0	0
Other Properties & Services										
Bremer Bay Townsite	263	40,106	0		0	(40,106)	40,106	0	175	(947)
Bremer Bay Medical Centre	267	0	0	650,000	0	0	0	650,000	0	0
		513,276	0	1,550,000	(15,378)	(153,639)	497,898	1,909,637	1,158	(12,788)
Total		**513,276**	**0**	**1,550,000**	**(15,378)**	**(153,639)**	**497,898**	**1,909,637**	**1,158**	**(12,788)**
Current borrowings		153,639					138,261			
Non-current borrowings		359,637					359,637			
		513,276					**497,898**			

All debenture repayments were financed by general purpose revenue.

New borrowings 2026-27

Particulars	Amount Borrowed Actual	Amount Borrowed Budget	Institution	Loan Type	Term Years	Total Interest & Charges	Interest Rate	Amount (Used) Actual	Amount (Used) Budget	Balance Unspent
	$	$				$	%	$	$	$
Bremer Bay airstrip upgrade project	0	900,000	WATC	Fixed	20	TBA	TBA	0	(900,000)	0
Bremer Bay Medical Centre	0	650,000	WATC	Fixed	10	TBA	TBA	0	(650,000)	0
	0	**1,550,000**				**0**		**0**	**(1,550,000)**	**0**

KEY INFORMATION
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.

11 LEASE LIABILITIES

Movement in carrying amounts

				Principal		Principal		Interest	
Information on leases		New Leases		Repayments		Outstanding		Repayments	
Particulars	**1 July 2026**	**Actual**	**Budget**	**Actual**	**Budget**	**Actual**	**Budget**	**Actual**	**Budget**
	$	$	$	$	$	$	$	$	$
Photocopier - Kornica Bizz	2,957	0	0	9	(2,957)	2,966	0	(9)	(39)
Dr Prado	5,070	0	0	(1,259)	(5,070)	3,811	0	(21)	(48)
BRMC - Ute	9,119	0	0	(1,289)	(9,119)	7,830	0	(33)	(130)
Total	**17,146**	**0**	**0**	**(2,539)**	**(17,146)**	**14,607**	**0**	**(62)**	**(217)**
Current lease liabilities	17,146					14,607			
	17,146					**14,607**			

All lease repayments were financed by general purpose revenue.

KEY INFORMATION
At inception of a contract, the Shire assesses if the contract contains or is a lease. A contract is or contains a lease, if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. At the commencement date, a right of use asset is recognised at cost and lease liability at the present value of the lease payments that are not paid at that date. The lease payments are discounted using that date. The lease payments are discounted using the interest rate implicit in the lease, if that rate can be readily determined. If that rate cannot be readily determined, the Shire uses its incremental borrowing rate.

All contracts classified as short-term leases (i.e. a lease with a remaining term of 12 months or less) and leases of low value assets are recognised as an operating expense on a straight-line basis over the term of the lease.

12 OTHER CURRENT LIABILITIES

Other current liabilities	Note	Opening Balance 1 July 2026	Liability transferred from/(to) non current	Liability Increase	Liability Reduction	Closing Balance 31 July 2026
		$	$	$	$	$
Other liabilities						
Contract liabilities		218,530	0	51,043	0	269,573
Capital grant/contributions liabilities		326,225	0	0	0	326,225
Total other liabilities		544,755	0	51,043	0	595,798
Employee Related Provisions						
Provision for annual leave		310,826	0	0	0	310,826
Provision for long service leave		251,050	0	0	0	251,050
Total Provisions		561,876	0	0	0	561,876
Total other current liabilities		**1,106,631**	**0**	**51,043**	**0**	**1,157,674**

Amounts shown above include GST (where applicable)

A breakdown of contract liabilities and associated movements is provided on the following pages at Note 13 and 14

KEY INFORMATION

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 Related Provisions

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 calculation of net current assets.

Other long-term employee benefits

The Shire's obligations for employees' annual leave and long service leave entitlements are recognised as employee related provisions in the statement of financial position.

Long-term employee benefits 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.

Contract liabilities

An entity's obligation to transfer goods or services to a customer for which the entity has received consideration (or the amount is due) from the customer.

Capital grant/contribution liabilities

Grants to acquire or construct recognisable non-financial assets to identified specifications be constructed to be controlled by the Shire are recognised as a liability until such time as the Shire satisfies its obligations under the agreement.

13 GRANTS, SUBSIDIES AND CONTRIBUTIONS

Provider	Unspent grant, subsidies and contributions liability					Grants, subsidies and contributions revenue		
	Liability 1 July 2026	Increase in Liability	Decrease in Liability (As revenue)	Liability 31 Jul 2026	Current Liability 31 Jul 2026	Adopted Budget Revenue	YTD Budget	YTD Revenue Actual
	$	$	$	$	$	$	$	$
Grants and subsidies								
General Purpose Funding								
Grants Commission Grant - General	0	0	0	0	0	241,814	0	0
Grants Commission Grant - Roads	0	0	0	0	0	208,507	0	0
Governance								
Grant	0	0	0	0	0	10,000	0	0
Law, Order & Public Services								
MAF	218,530	0	0	218,530	218,530	500,000	0	0
Grant	0	0	0	0	0	150,609	0	0
CESM funding - DFES	0	0	0	0	0	68,309	0	0
BRMC funding - DFES, Shire of Gnowangerup	0	51,043	0	51,043	51,043	99,769	0	0
LGGS operating grant	0	0	0	0	0	110,700	0	27,675
ESL admin fee	0	0	0	0	0	4,000	333	0
Coastal Manangement Plan	0	0	0	0	0	200,000	0	0
Transport								
Flood claim	0	0	0	0	0	550,000	0	0
MRWA Direct	0	0	0	0	0	248,160	0	0
	218,530	**51,043**	**0**	**269,573**	**269,573**	**2,391,868**	**333**	**27,675**
Contributions								
Law, Order & Public Services								
Reimbursements for DFES shed utitilities	0	0	0	0	0	989	82	0
Recreation & Culture								
Kidsport	0	0	0	0	0	2,000	166	0
Swimming pool contribution - Dept Education	0	0	0	0	0	20,000	0	0
Street lighting subsidy	0	0	0	0	0	0	0	576
Other Property & Services								
Reimbursement of admin costs	0	0	0	0	0	5,000	416	0
	0	**0**	**0**	**0**	**0**	**27,989**	**664**	**576**
TOTALS	**218,530**	**51,043**	**0**	**269,573**	**269,573**	**2,419,857**	**997**	**28,251**

14 CAPITAL GRANTS, SUBSIDIES AND CONTRIBUTIONS

	Capital grant/contribution liabilities					Capital grants, subsidies and contributions revenue		
Provider	Liability 1 July 2026	Increase in Liability	Decrease in Liability (As revenue)	Liability 31 Jul 2026	Current Liability 31 Jul 2026	Adopted Budget Revenue	YTD Budget	YTD Revenue Actual
	$	$	$	$	$	$	$	$
Capital grants and subsidies								
Recreation & Sport								
Bird Hide	0	0	0	0	0	300,000	0	0
Transport								
MRWA Project	0	0	0	0	0	920,000	0	0
Roads to Recovery	0	0	0	0	0	607,443	0	0
RADS grant	0	0	0	0	0	729,682	0	0
RAU grant	326,225	0	0	326,225	326,225	815,564	0	0
	326,225	**0**	**0**	**326,225**	**326,225**	**3,372,689**	**0**	**0**