

**SHIRE OF JERRAMUNGUP**

**MONTHLY FINANCIAL REPORT**

**(Containing the required statement of financial activity and statement of financial position)  
For the period ended 31 December 2025**

*LOCAL GOVERNMENT ACT 1995*

*LOCAL GOVERNMENT (FINANCIAL MANAGEMENT) REGULATIONS 1996*

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**SHIRE OF JERRAMUNGUP**  
**STATEMENT OF FINANCIAL ACTIVITY**  
**FOR THE PERIOD ENDED 31 DECEMBER 2025**

Note	Adopted Budget Estimates (a) \$	YTD Budget Estimates (b) \$	YTD Actual (c) \$	Variance* \$ (c) - (b)	Variance* % ((c) - (b))/(b)	Var.
<b>OPERATING ACTIVITIES</b>						
<b>Revenue from operating activities</b>						
	4,607,795	4,607,795	<b>4,616,087</b>	8,292	0.18%	
	242,305	242,305	<b>242,305</b>	0	0.00%	
13 & 14	1,835,040	964,681	<b>814,761</b>	(149,920)	(15.54%)	▼
	1,254,248	917,264	<b>957,843</b>	40,579	4.42%	
	238,780	119,382	<b>111,905</b>	(7,477)	(6.26%)	
	55,500	27,744	<b>106,858</b>	79,114	285.16%	▲
6	93,695	46,842	<b>67,719</b>	20,877	44.57%	▲
	<b>8,327,363</b>	<b>6,926,013</b>	<b>6,917,478</b>	(8,535)	(0.12%)	
<b>Expenditure from operating activities</b>						
	(3,135,552)	(1,567,885)	<b>(1,529,621)</b>	38,264	2.44%	
	(3,538,894)	(1,856,201)	<b>(1,922,225)</b>	(66,024)	(3.56%)	
	(198,370)	(99,054)	<b>(89,588)</b>	9,466	9.56%	
	(3,204,440)	(1,548,768)	<b>(1,590,215)</b>	(41,447)	(2.68%)	
	(63,389)	(11,664)	<b>(2,376)</b>	9,288	79.63%	
	(282,414)	(285,545)	<b>(303,930)</b>	(18,385)	(6.44%)	
	(508,788)	(152,720)	<b>(140,145)</b>	12,575	8.23%	
6	0	0	<b>(4,651)</b>	(4,651)	0.00%	
	<b>(10,931,847)</b>	<b>(5,521,837)</b>	<b>(5,582,751)</b>	(60,914)	(1.10%)	
	3,125,598	1,501,926	<b>1,527,147</b>	25,221	1.68%	
<b>Amount attributable to operating activities</b>	<b>521,114</b>	<b>2,906,102</b>	<b>2,861,874</b>	(44,228)	(1.52%)	
<b>INVESTING ACTIVITIES</b>						
<b>Inflows from investing activities</b>						
	3,081,070	360,000	<b>0</b>	(360,000)	(100.00%)	▼
6	352,863	280,863	<b>270,477</b>	(10,386)	(3.70%)	
	<b>3,433,933</b>	<b>640,863</b>	<b>270,477</b>	(370,386)	(57.79%)	
<b>Outflows from investing activities</b>						
5	(1,239,672)	(971,919)	<b>(804,784)</b>	167,135	17.20%	▲
5	(5,522,479)	(1,652,477)	<b>(1,272,451)</b>	380,026	23.00%	▲
	<b>(6,762,151)</b>	<b>(2,624,396)</b>	<b>(2,077,235)</b>	547,161	20.85%	
<b>Amount attributable to investing activities</b>	<b>(3,328,218)</b>	<b>(1,983,533)</b>	<b>(1,806,758)</b>	176,775	8.91%	
<b>FINANCING ACTIVITIES</b>						
<b>Inflows from financing activities</b>						
10	900,000	0	<b>0</b>	0	0.00%	
4	1,009,643	0	<b>0</b>	0	0.00%	
	<b>1,909,643</b>	<b>0</b>	<b>0</b>	0	0.00%	
<b>Outflows from financing activities</b>						
11	(34,148)	(16,880)	<b>(16,880)</b>	0	0.00%	
10	(149,393)	(74,174)	<b>(74,174)</b>	0	0.00%	
4	(819,758)	(735,238)	<b>(728,076)</b>	7,162	0.97%	
	<b>(1,003,299)</b>	<b>(826,292)</b>	<b>(819,130)</b>	7,162	0.87%	
<b>Amount attributable to financing activities</b>	<b>906,344</b>	<b>(826,292)</b>	<b>(819,130)</b>	7,162	0.87%	
<b>MOVEMENT IN SURPLUS OR DEFICIT</b>						
	1,900,760	1,900,760	<b>1,981,120</b>	80,360	4.23%	
<b>Surplus or deficit at the start of the financial year</b>	521,114	2,906,102	<b>2,861,874</b>	(44,228)	(1.52%)	
Amount attributable to operating activities	(3,328,218)	(1,983,533)	<b>(1,806,758)</b>	176,775	8.91%	
Amount attributable to financing activities	906,344	(826,292)	<b>(819,130)</b>	7,162	0.87%	
<b>Surplus or deficit after imposition of general rates</b>	<b>0</b>	<b>1,997,035</b>	<b>2,217,106</b>	220,071	11.02%	▲

**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 DECEMBER 2025**

	Actual 30 June 2025	Actual as at 31 December 2025
	\$	\$
<b>CURRENT ASSETS</b>		
Cash and cash equivalents	6,287,836	3,078,546
Trade and other receivables	659,397	1,530,965
Inventories	13,474	14,848
<b>TOTAL CURRENT ASSETS</b>	<b>6,960,707</b>	<b>8,724,359</b>
<b>NON-CURRENT ASSETS</b>		
Other financial assets	59,715	59,715
Property, plant and equipment	24,939,156	24,984,990
Infrastructure	178,561,866	178,812,503
Right-of-use assets	49,856	33,000
<b>TOTAL NON-CURRENT ASSETS</b>	<b>203,610,593</b>	<b>203,890,208</b>
<b>TOTAL ASSETS</b>	<b>210,571,300</b>	<b>212,614,567</b>
<b>CURRENT LIABILITIES</b>		
Trade and other payables	577,610	332,858
Other liabilities	358,855	1,413,498
Lease liabilities	34,148	17,268
Borrowings	149,393	75,219
Employee related provisions	491,171	480,870
<b>TOTAL CURRENT LIABILITIES</b>	<b>1,611,177</b>	<b>2,319,713</b>
<b>NON-CURRENT LIABILITIES</b>		
Lease liabilities	17,239	17,239
Borrowings	513,276	513,275
Employee related provisions	42,708	42,708
Other provisions	448,107	448,107
<b>TOTAL NON-CURRENT LIABILITIES</b>	<b>1,021,330</b>	<b>1,021,329</b>
<b>TOTAL LIABILITIES</b>	<b>2,632,507</b>	<b>3,341,042</b>
<b>NET ASSETS</b>	<b>207,938,793</b>	<b>209,273,525</b>
<b>EQUITY</b>		
Retained surplus	65,683,983	66,290,639
Reserve accounts	3,706,222	4,434,298
Revaluation surplus	138,548,588	138,548,588
<b>TOTAL EQUITY</b>	<b>207,938,793</b>	<b>209,273,525</b>

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

**SHIRE OF JERRAMUNGUP**  
**NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY**  
**FOR THE PERIOD ENDED 31 DECEMBER 2025**

**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 10 February 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

**SHIRE OF JERRAMUNGUP**  
**NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY**  
**FOR THE PERIOD ENDED 31 DECEMBER 2025**

**2 NET CURRENT ASSETS INFORMATION**

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

**Current assets**

Cash and cash equivalents  
Trade and other receivables  
Other financial assets  
Inventories

Note	Adopted Budget Opening 1 July 2025	Actual as at 30 June 2025	Actual as at 31 December 2025
	\$	\$	\$
3	6,287,837	6,287,836	3,078,546
7	590,529	659,397	1,530,965
3	0	0	4,100,000
8	13,474	13,474	14,848
	<u>6,891,840</u>	<u>6,960,707</u>	<u>8,724,359</u>

**Less: current liabilities**

Trade and other payables  
Other liabilities  
Lease liabilities  
Borrowings  
Employee related provisions

9	(562,723)	(577,610)	(332,858)
12	(358,855)	(358,855)	(1,413,498)
11	(34,148)	(34,148)	(17,268)
10	(149,393)	(149,393)	(75,219)
12	(491,171)	(491,171)	(480,870)
	<u>(1,596,290)</u>	<u>(1,611,177)</u>	<u>(2,319,713)</u>

Net current assets

5,295,550 5,349,530 6,404,646

Less: Total adjustments to net current assets

2(b) (3,394,790) (3,368,410) (4,187,540)

**Closing funding surplus / (deficit)**

**1,900,760 1,981,120 2,217,106**

**(b) Current assets and liabilities excluded from budgeted deficiency**

**Adjustments to net current assets**

Less: Reserve accounts  
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  
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  
- Current portion of lease liabilities  
- Current portion of borrowings  
- Current portion of employee benefit provisions held in reserve

4	(3,706,222)	(3,706,222)	(4,434,298)
	0	0	(11,447)
	(26,380)	0	0
	34,148	34,148	17,268
	149,393	149,393	75,219
	154,271	154,271	165,718
2(a)	<u>(3,394,790)</u>	<u>(3,368,410)</u>	<u>(4,187,540)</u>

**Total adjustments to net current assets**

**2(a) (3,394,790) (3,368,410) (4,187,540)**

Adopted Budget Estimates 30 June 2026	YTD Budget Estimates 31 December 2025	YTD Actual 31 December 2025
\$	\$	\$

**(c) Non-cash amounts excluded from operating activities**

**Adjustments to operating activities**

Less: Profit on asset disposals  
Add: Loss on asset disposals  
Add: Depreciation  
Non-cash movements in non-current assets and liabilities:  
- Employee provisions

(93,695)	(46,842)	(67,719)
0	0	4,651
3,204,440	1,548,768	1,590,215
14,853	0	0
<u>3,125,598</u>	<u>1,501,926</u>	<u>1,527,147</u>

**Total non-cash amounts excluded from operating activities**

**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 2025-26 year is \$10,000 and 10.00% whichever is the greater.

Description	Var. \$	Var. %	
	\$	%	
<b>Revenue from operating activities</b>			
<b>Grants, subsidies and contributions</b>	<b>(149,920)</b>	<b>(15.54%)</b>	▼
		Timing	
<b>Other revenue</b>	<b>79,114</b>	<b>285.16%</b>	▲
Insurance claims \$16k, reimbursements of legal costs/valuations \$7k, parental leave \$15k. These items not included in budget.		Permanent	
<b>Profit on asset disposals</b>	<b>20,877</b>	<b>44.57%</b>	▲
		Timing	
<b>Inflows from investing activities</b>			
<b>Proceeds from capital grants, subsidies and contributions</b>	<b>(360,000)</b>	<b>(100.00%)</b>	▼
		Timing	
<b>Outflows from investing activities</b>			
<b>Payments for property, plant and equipment</b>	<b>167,135</b>	<b>17.20%</b>	▲
		Timing	
<b>Payments for construction of infrastructure</b>	<b>380,026</b>	<b>23.00%</b>	▲
		Timing	
<b>Surplus or deficit after imposition of general rates</b>	<b>220,071</b>	<b>11.02%</b>	▲
		Timing	

**SHIRE OF JERRAMUNGUP**  
**SUPPLEMENTARY INFORMATION**

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**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 DECEMBER 2025

1 KEY INFORMATION

Funding Surplus or Deficit Components

Funding surplus / (deficit)				
	Adopted Budget	YTD Budget (a)	YTD Actual (b)	Var. \$ (b)-(a)
Opening	\$1.90 M	\$1.90 M	\$1.98 M	\$0.08 M
Closing	\$0.00 M	\$2.00 M	\$2.22 M	\$0.22 M

Refer to Statement of Financial Activity

Cash and cash equivalents		
	\$	% of total
Unrestricted Cash	\$2.74 M	38.2%
Restricted Cash	\$4.43 M	61.8%

Refer to 3 - Cash and Financial Assets

Payables	
	% Outstanding
Trade Payables	97.5%
0 to 30 Days	97.5%
Over 30 Days	2.5%
Over 90 Days	0.1%

Refer to 9 - Payables

Receivables		
	\$	% Collected
Rates Receivable	\$0.99 M	80.2%
Trade Receivable	\$0.55 M	% Outstanding
Over 30 Days		99.0%
Over 90 Days		98.9%

Refer to 7 - Receivables

Key Operating Activities

Amount attributable to operating activities			
Adopted Budget	YTD Budget (a)	YTD Actual (b)	Var. \$ (b)-(a)
\$0.52 M	\$2.91 M	\$2.86 M	(\$0.04 M)

Refer to Statement of Financial Activity

Rates Revenue		
	\$	% Variance
YTD Actual	\$4.62 M	0.2%
YTD Budget	\$4.61 M	

Grants and Contributions		
	\$	% Variance
YTD Actual	\$0.81 M	(15.5%)
YTD Budget	\$0.96 M	

Refer to 13 - Grants and Contributions

Fees and Charges		
	\$	% Variance
YTD Actual	\$0.96 M	4.4%
YTD Budget	\$0.92 M	

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)
(\$3.33 M)	(\$1.98 M)	(\$1.81 M)	\$0.18 M

Refer to Statement of Financial Activity

Proceeds on sale		
	\$	%
YTD Actual	\$0.27 M	
Adopted Budget	\$0.35 M	(23.3%)

Refer to 6 - Disposal of Assets

Asset Acquisition		
	\$	% Spent
YTD Actual	\$1.27 M	(77.0%)
Adopted Budget	\$5.52 M	

Refer to 5 - Capital Acquisitions

Capital Grants		
	\$	% Received
YTD Actual	\$0.00 M	
Adopted Budget	\$3.08 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)
\$0.91 M	(\$0.83 M)	(\$0.82 M)	\$0.01 M

Refer to Statement of Financial Activity

Borrowings	
Principal repayments	(\$0.07 M)
Interest expense	(\$0.00 M)
Principal due	\$0.59 M

Refer to 10 - Borrowings

Reserves	
Reserves balance	\$4.43 M
Net Movement	\$0.73 M

Refer to 4 - Cash Reserves

Lease Liability	
Principal repayments	(\$0.02 M)
Interest expense	(\$0.00 M)
Principal due	\$0.03 M

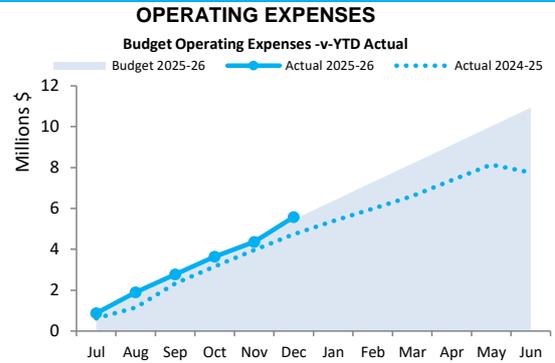
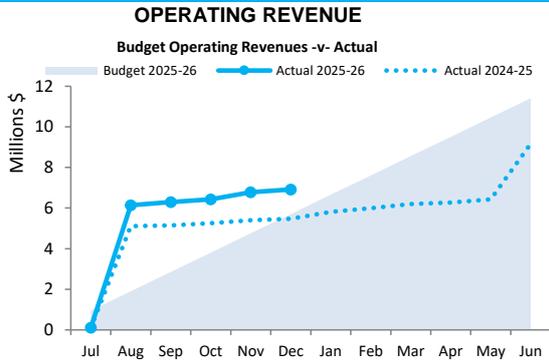
Refer to Note 11 - Lease Liabilities

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

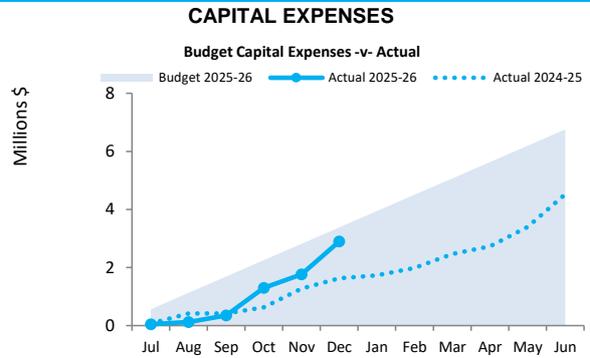
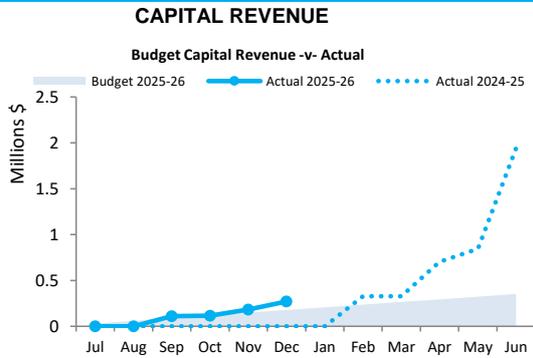
**SHIRE OF JERRAMUNGUP  
SUPPLEMENTARY INFORMATION  
FOR THE PERIOD ENDED 31 DECEMBER 2025**

**2 KEY INFORMATION - GRAPHICAL**

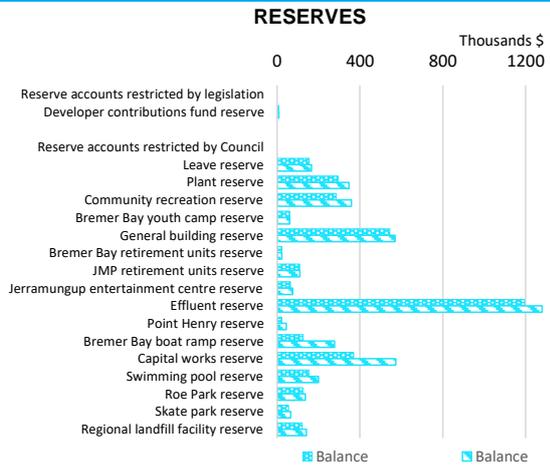
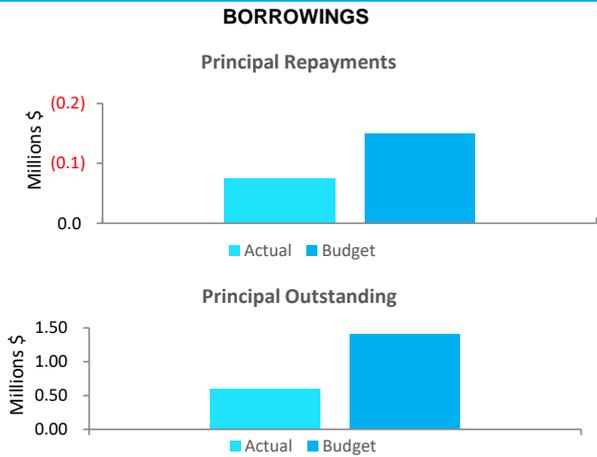
**OPERATING ACTIVITIES**



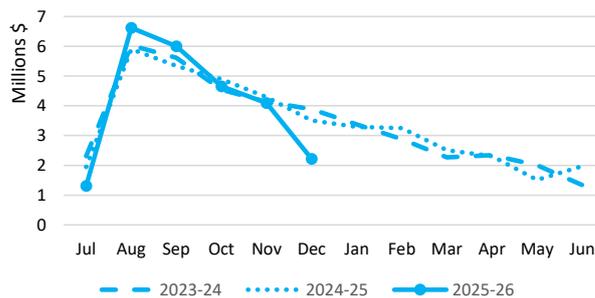
**INVESTING ACTIVITIES**



**FINANCING ACTIVITIES**



**Closing funding surplus / (deficit)**



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 DECEMBER 2025**

**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	195,527	0	195,527	0	Commonwealth	3.00%	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	2,548,519	0	2,548,519	0	Commonwealth	3.35%	N/A
Reserve Bank account	Cash and cash equivalents	0	334,299	334,299	0	Commonwealth	3.35%	N/A
Reserve Term Deposit	Financial assets at amortisec	0	400,000	400,000	0	Commonwealth	4.08%	Mar-26
Reserve Term Deposit	Financial assets at amortisec	0	3,000,000	3,000,000	0	Commonwealth	4.05%	Apr-26
Reserve Term Deposit	Financial assets at amortisec	0	150,000	150,000	0	Commonwealth	4.13%	Feb-26
Reserve Term Deposit	Financial assets at amortisec	0	550,000	550,000	0	Commonwealth	4.14%	Jun-26
Trust account	Cash and cash equivalents	0	0	0	0	Commonwealth	3.35%	N/A
<b>Total</b>		<b>2,744,246</b>	<b>4,434,299</b>	<b>7,178,546</b>	<b>0</b>			
<b>Comprising</b>								
Cash and cash equivalents		2,744,246	334,299	3,078,546	0			
Financial assets at amortised cost - Term Deposits		0	4,100,000	4,100,000	0			
		<b>2,744,246</b>	<b>4,434,299</b>	<b>7,178,546</b>	<b>0</b>			

**KEY INFORMATION**

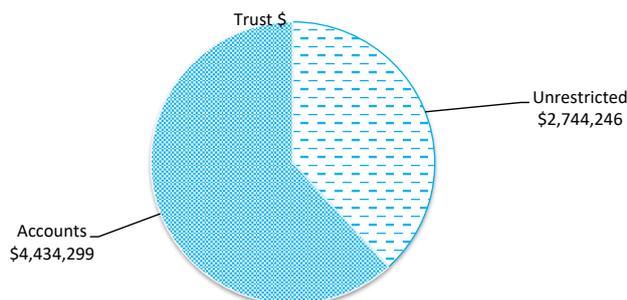
Cash and cash equivalents include cash on hand, cash at bank, deposits available on demand with banks and other short term highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of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



**SHIRE OF JERRAMUNGUP  
SUPPLEMENTARY INFORMATION  
FOR THE PERIOD ENDED 31 DECEMBER 2025**

**4 RESERVE ACCOUNTS**

Reserve account name	Budget				Actual			
	Opening Balance	Transfers In (+)	Transfers Out (-)	Closing Balance	Opening Balance	Transfers In (+)	Transfers Out (-)	Closing Balance
	\$	\$	\$	\$	\$	\$	\$	\$
<b>Reserve accounts restricted by legislation</b>								
Developer contributions fund reserve	7,999	240	0	8,239	7,999	75	0	8,074
<b>Reserve accounts restricted by Council</b>								
Leave reserve	154,271	14,853	0	169,124	154,271	11,447	0	165,718
Plant reserve	293,738	59,937	(227,000)	126,675	293,738	52,778	0	346,516
Community recreation reserve	284,160	82,150	(135,643)	230,667	284,160	74,710	0	358,870
Bremer Bay youth camp reserve	60,304	1,809	0	62,113	60,304	563	0	60,867
General building reserve	544,065	36,772	(100,000)	480,837	544,065	25,090	0	569,155
Bremer Bay retirement units reserve	22,330	670	0	23,000	22,330	209	0	22,539
JMP retirement units reserve	108,659	3,260	0	111,919	108,659	1,014	0	109,673
Jerramungup entertainment centre reserve	64,486	12,160	0	76,646	64,486	10,609	0	75,095
Effluent reserve	1,194,855	112,027	(5,000)	1,301,882	1,194,855	85,708	0	1,280,563
Point Henry reserve	22,646	22,837	(30,000)	15,483	22,646	21,897	0	44,543
Bremer Bay boat ramp reserve	125,626	157,144	(162,000)	120,770	125,626	151,285	0	276,911
Capital works reserve	369,909	215,597	(300,000)	285,506	369,909	203,603	0	573,512
Swimming pool reserve	153,550	50,858	0	204,408	153,550	46,699	0	200,249
Roe Park reserve	124,807	13,969	0	138,776	124,807	11,172	0	135,979
Skate park reserve	54,653	11,865	(50,000)	16,518	54,653	10,518	0	65,171
Regional landfill facility reserve	120,164	23,610	0	143,774	120,164	20,699	0	140,863
	<b>3,706,222</b>	<b>819,758</b>	<b>(1,009,643)</b>	<b>3,516,337</b>	<b>3,706,222</b>	<b>728,076</b>	<b>0</b>	<b>4,434,298</b>

5 CAPITAL ACQUISITIONS

Capital acquisitions	Adopted		YTD Actual	YTD Variance
	Budget	YTD Budget		
	\$	\$	\$	\$
Land and Buildings	171,552	54,413	56,325	(1,912)
Plant and equipment	1,068,120	917,506	748,459	169,047
<b>Acquisition of property, plant and equipment</b>	<b>1,239,672</b>	<b>971,919</b>	<b>804,784</b>	<b>167,135</b>
Infrastructure - Roads	2,593,958	1,425,152	1,121,086	304,066
Infrastructure - Other	2,928,521	227,325	151,364	75,961
<b>Acquisition of infrastructure</b>	<b>5,522,479</b>	<b>1,652,477</b>	<b>1,272,451</b>	<b>380,026</b>
<b>Total of PPE and Infrastructure.</b>	<b>6,762,151</b>	<b>2,624,396</b>	<b>2,077,235</b>	<b>(547,161)</b>
<b>Total capital acquisitions</b>	<b>6,762,151</b>	<b>2,624,396</b>	<b>2,077,235</b>	<b>547,161</b>
<b>Capital Acquisitions Funded By:</b>				
Capital grants and contributions	3,081,070	360,000	0	(360,000)
Borrowings	900,000	0	0	0
Other (disposals & C/Fwd)	352,863	280,863	270,477	(10,386)
Reserve accounts				
Plant reserve	227,000	0	0	0
Community recreation reserve	135,643	0	0	0
General building reserve	100,000	0	0	0
Effluent reserve	5,000	0	0	0
Point Henry reserve	30,000	30,000	0	(30,000)
Bremer Bay boat ramp reserve	162,000	0	0	0
Capital works reserve	300,000	0	0	0
Skate park reserve	50,000	0	0	0
Contribution - operations	1,418,575	1,953,533	1,806,758	(146,775)
<b>Capital funding total</b>	<b>6,762,151</b>	<b>2,624,396</b>	<b>2,077,235</b>	<b>(547,161)</b>

**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**

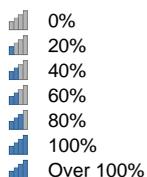
In accordance with *Local Government (Financial Management) Regulation 17A(2)*, the carrying amount of non-financial assets that are land and buildings classified as property, plant and equipment, investment properties, infrastructure or vested improvements that the local government controls.

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



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

		Adopted			Variance
Account Description		Amended Budget	YTD Budget	YTD Actual	(Under)/Over
		\$	\$	\$	\$
<b>Land &amp; Buildings</b>					
		0	0	0	0
	A244 Collins Street Unit - painting and floor coverings	15,000	0	12,100	-12,100
	A25 4 Derrick Street - blinds and screens	10,000	0	0	0
	A720 4 Kokoda Street - screens	8,100	0	0	0
	A729 2 Derrick Street - painting and carpets	25,000	0	0	0
	A730 6 Derrick Street - painting and carpets	25,000	0	8,680	-8,680
	A385 Native Dog Toilet - resheeting works	6,130	6,130	6,129	1
	A409 Blossoms Beach Toilet - replace roof sheeting and lining	6,600	6,600	6,595	5
	A672 Short Beach Toilet - resheeting	6,040	6,040	6,234	-194
	A70 Fisheries Beach Toilet	5,000	0	0	0
	A46 Jerramungup Entertainment Centre - winches and sanding the courts	35,643	35,643	0	35,643
	A10B Millers Point Campsite - Water tank	9,039	0	9,400	-9,400
	A34 Shire Office - replace/repaint fascia boards and eaves. Lights	20,000	0	7,187	-7,187
<b>Plant &amp; Equipment</b>					
	A970 BRPC Trailer	5,300	5,500	0	5,500
	A974 Flame Thrower	14,176	14,176	0	14,176
	A978 CESM Vehicle	126,972	126,972	0	126,972
	A966 Truck - Construction	266,445	266,445	266,295	150
	A979 Skid Steere	130,000	130,000	119,808	10,192
	A980 Excavator	180,000	180,000	175,186	4,815
	A981 Lawnmower	16,792	16,792	17,272	-480
	A982 Semi Water Cart	150,814	0	0	0
	A983 Tandem Axle Trailer	7,800	7,800	0	7,800
	A976 CEO Vehicle	91,614	91,614	90,066	1,548
	A977 DCEO Vehicle	78,207	78,207	79,833	-1,626
<b>Infrastructure Roads</b>					
	C16 Cameron Road	175,796	0	9,109	-9,109
	C177 Mount Joy Road	106,000	0	3,349	-3,349
	C20 Cardininnup Road	180,146	0	0	-0
	C29 Corackerup Road	175,769	0	0	0
	C38 Exchange Road	176,062	0	538	-538
	RG14 Cuiss Road - Regional Road Group	481,613	377,250	104,986	272,264
	RG16 Meechi Road - Regional Road Group	603,245	472,616	549,696	-77,080
	RR15 Monjebup Road - Roads To Recovery	65,850	65,850	0	65,850
	RR27 Frantom Way - Roads to Recovery	136,024	130,616	135,935	-5,319
	RR39 Cowalellup Road - Roads to Recovery	183,633	69,000	0	69,000
	RR43 Mary Street - Roads to Recovery	59,460	59,460	59,000	460
	RR44 Gnornbup Terrace - Roads to Recovery	156,600	156,600	173,074	-16,474
	RR45 Roberts Street - Roads to Recovery	93,760	93,760	85,399	8,361
<b>Infrastructure Other</b>					
<b>Other, Parks and Ovals and Leasehold Improvements</b>					
	A543 Bremer Bay Waste Transfer Station - sea container	5,950	0	0	0
	A302 Fisheries Boardwalk	15,000	15,000	16,636	-1,636
	A930 Jerramungup Pool - roller door	6,000	6,000	0	6,000
	A711 Pelican Park upgrades	100,000	0	0	0
	A854 Paperbarks park - bike service station	8,400	8,400	7,158	1,242
	A855 Bremer Bay Skate Park	65,925	65,925	25,000	40,925
	A60C Bremer Bay Sports Club Carpark	107,000	107,000	102,570	4,430
	A969 Bird Hide	150,000	0	0	0
	A971 Footpath lighting along Borden-Bremer Bay road	25,000	25,000	0	25,000
	A458A BB Airfield Cross Runway	2,445,246	0	0	0
		<b>6,762,151</b>	<b>2,624,396</b>	<b>2,077,235</b>	<b>547,161</b>

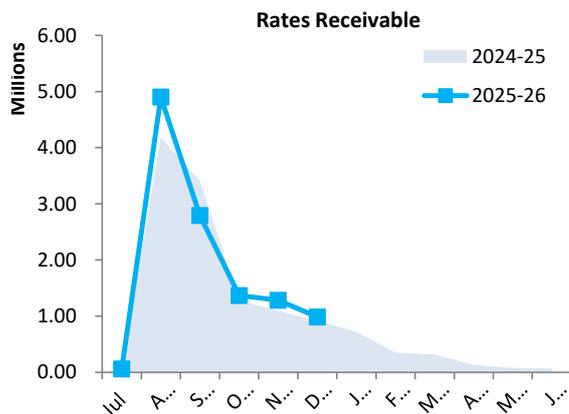
6 DISPOSAL OF ASSETS

Asset Ref.	Asset description	Budget		YTD Actual			
		Profit	(Loss)	Net Book Value	Proceeds	Profit	(Loss)
		\$	\$	\$	\$	\$	\$
	<b>Plant and equipment</b>						
A935	CEO Vehicle	2,215	0	62,243	59,091	0	(3,152)
A972	DCEO Vehicle	39	0	53,317	51,818	0	(1,499)
A941	2022 Ford Ranger	2,667	0	0	0	0	0
A782	Skid Steere Loader	16,921	0	10,885	27,000	16,115	0
A858	JCB Backhoe	36,320	0	2,363	40,750	38,387	0
A835	Water tanker	30,000	0	0	0	0	0
A860	Mower	301	0	3,464	5,454	1,990	0
A889	2017 UD Truck	5,232	0	75,137	86,364	11,227	0
		<b>93,695</b>	<b>0</b>	<b>207,409</b>	<b>270,477</b>	<b>67,719</b>	<b>(4,651)</b>

## 7 RECEIVABLES

### Rates, Pt Henry levy and Sewerage charges receivable

	30 Jun 2025	31 Dec 2025
	\$	\$
Opening arrears previous year	75,961	65,551
Levied this year	3,912,071	4,905,447
Less - collections to date	(3,922,481)	(3,985,486)
<b>Net rates collectable</b>	<b>65,551</b>	<b>985,512</b>
% Collected	98.4%	80.2%



Receivables - general	Credit	Current	30 Days	60 Days	90+ Days	Total
	\$	\$	\$	\$	\$	\$
Receivables - general	(125)	3,472	245	107	342,712	346,411
Percentage	0.0%	1.0%	0.1%	0.0%	98.9%	
<b>Balance per trial balance</b>						
Trade receivables						260,048
Allowance for credit losses of trade receivables						(350)
Waste collection fees						17,519
ESL						22,704
Prepayments						70,323
Contract assets - grant						0
Long service leave						7,330
GST						167,879
<b>Total receivables general outstanding</b>						<b>545,453</b>

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

	Opening Balance 1 July 2025	Asset Increase	Asset Reduction	Closing Balance 31 December 2025
<b>Other current assets</b>				
Financial assets at amortised cost	\$ 0	\$ 4,100,000	\$ 0	\$ 4,100,000
<b>Inventory</b>				
Fuel, oils and materials on hand	13,474	85,028	(83,654)	14,848
<b>Total other current assets</b>	<b>13,474</b>	<b>4,185,028</b>	<b>(83,654)</b>	<b>4,114,848</b>

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	144,769	1,959	1,699	90	148,517
Percentage	0.0%	97.5%	1.3%	1.1%	0.1%	
<b>Balance per trial balance</b>						
Sundry creditors						93,357
Payroll creditors						68,244
Dept of Transport						1,070
Bonds current liability						51,848
GST payable						28,784
Accrued expenses						0
Retention funds owing						16,810
FESA ESL liability						53,238
Excess rates						16,934
BCITF						1,024
Builders Registration Levy						1,549
<b>Total payables general outstanding</b>						<b>332,858</b>

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 Particulars	Loan No.	New Loans			Principal Repayments		Principal Outstanding		Interest Repayments	
		1 July 2025	Actual	Budget	Actual	Budget	Actual	Budget	Actual	Budget
		\$	\$	\$	\$	\$	\$	\$	\$	\$
<b>Housing</b>										
Staff housing/Seniors	264	260,265	0	0	(25,075)	(50,356)	235,190	209,909	(510)	(4,087)
<b>Transport</b>										
Grader	265	323,421	0	0	(29,812)	(60,160)	293,609	263,261	(3,173)	(10,770)
Bremer Bay Airstrip Upgrade project	266	0	0	900,000	0	0	0	900,000	0	0
Bremer Bay Townsite	263	78,983	0	0	(19,287)	(38,877)	59,696	40,106	(896)	(2,177)
		662,669	0	900,000	(74,174)	(149,393)	588,495	1,413,276	(4,580)	(17,034)
<b>Total</b>		<b>662,669</b>	<b>0</b>	<b>900,000</b>	<b>(74,174)</b>	<b>(149,393)</b>	<b>588,495</b>	<b>1,413,276</b>	<b>(4,580)</b>	<b>(17,034)</b>
Current borrowings		149,393					75,219			
Non-current borrowings		513,276					513,275			
		<b>662,669</b>					<b>588,494</b>			

All debenture repayments were financed by general purpose revenue.

New borrowings 2025-26

Particulars	Amount Borrowed	Amount Borrowed	Institution	Loan Type	Term Years	Total Interest	Interest Rate	Amount (Used)		Balance
	Actual	Budget				& Charges		Actual	Budget	Unspent
	\$	\$				\$	%	\$	\$	\$
Bremer Bay airstrip upgrade project	0	900,000	WATC	Fixed	20	TBA	4.30	0	900,000	900,000

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

Information on leases Particulars	1 July 2025	New Leases		Principal Repayments		Principal Outstanding		Interest Repayments	
		Actual	Budget	Actual	Budget	Actual	Budget	Actual	Budget
	\$	\$	\$	\$	\$	\$	\$	\$	\$
Photocopier - Kornica Bizz	7,267	0	0	(2,135)	(4,310)	5,132	2,957	(111)	(182)
Dr Prado	19,878	0	0	(7,266)	(14,715)	12,612	5,163	(411)	(639)
BRMC - Ute	24,242	0	0	(7,479)	(15,123)	16,763	9,119	(449)	(732)
<b>Total</b>	<b>51,387</b>	<b>0</b>	<b>0</b>	<b>(16,880)</b>	<b>(34,148)</b>	<b>34,507</b>	<b>17,239</b>	<b>(970)</b>	<b>(1,553)</b>
Current lease liabilities	34,148					17,268			
Non-current lease liabilities	17,239					17,239			
	<b>51,387</b>					<b>34,507</b>			

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 2025	Liability transferred from/(to) non current	Liability Increase	Liability Reduction	Closing Balance 1 December 2025
		\$	\$	\$	\$	\$
<b>Other liabilities</b>						
Contract liabilities		32,630	0	270,799	0	238,234
Capital grant/contributions liabilities		326,225	0	849,039	(65,195)	1,175,264
<b>Total other liabilities</b>		358,855	0	1,119,838	(65,195)	1,413,498
<b>Employee Related Provisions</b>						
Provision for annual leave		249,438	0	0	0	249,438
Provision for long service leave		241,733	0	0	(10,301)	231,432
<b>Total Provisions</b>		491,171	0	0	(10,301)	480,870
<b>Total other current liabilities</b>		<b>850,026</b>	<b>0</b>	<b>1,119,838</b>	<b>(75,496)</b>	<b>1,894,368</b>

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	Increase in Liability	Decrease in Liability (As revenue)	Liability	Current Liability	Adopted Budget Revenue	YTD Budget	YTD Revenue Actual
	1 July 2025			31 Dec 2025	31 Dec 2025			
	\$	\$	\$	\$	\$	\$	\$	\$
<b>Grants and subsidies</b>								
<b>General Purpose Funding</b>								
Grants Commission Grant - General	0	0	0	0	0	480,411	240,204	248,945
Grants Commission Grant - Roads	0	0	0	0	0	365,901	182,950	206,253
<b>Governance</b>								
Grant	0	0	0	0	0	10,000	10,000	8,000
<b>Law, Order &amp; Public Services</b>								
MAF	32,630	221,030	0	253,660	253,660	440,000	220,000	0
CESM funding - DFES	0	0	0	0	0	68,309	0	17,573
BRMC funding - DFES, Shire of Gnowangerup	0	49,769	0	49,769	49,769	58,000	0	12,785
LGGS operating grant	0	0	0	0	0	149,769	74,884	88,392
ESL admin fee	0	0	0	0	0	4,000	1,998	0
<b>Transport</b>								
MRWA Direct	0	0	0	0	0	230,661	230,661	230,661
	<b>32,630</b>	<b>270,799</b>	<b>0</b>	<b>303,429</b>	<b>303,429</b>	<b>1,807,051</b>	<b>960,697</b>	<b>812,608</b>
<b>Contributions</b>								
<b>Law, Order &amp; Public Services</b>								
Income relating to Fire Prevention	0	0	0	0	0	989	492	897
<b>Recreation &amp; Culture</b>								
Income relating to Recreation	0	0	0	0	0	2,000	996	0
Pool Contribution	0	0	0	0	0	20,000	0	0
<b>Other Property &amp; Services</b>								
Employer incentive	0	0	0	0	0	0	0	1,256
Contribution	0	0	0	0	0	5,000	2,496	0
	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>27,989</b>	<b>3,984</b>	<b>2,153</b>
<b>TOTALS</b>	<b>32,630</b>	<b>270,799</b>	<b>0</b>	<b>303,429</b>	<b>303,429</b>	<b>1,835,040</b>	<b>964,681</b>	<b>814,761</b>

14 CAPITAL GRANTS, SUBSIDIES AND CONTRIBUTIONS

Provider	Capital grant/contribution liabilities					Capital grants, subsidies and contributions revenue		
	Liability 1 July 2025	Increase in Liability	Decrease in Liability (As revenue)	Liability 31 Dec 2025	Current Liability 31 Dec 2025	Adopted Budget Revenue	YTD Budget	YTD Revenue Actual
	\$	\$	\$	\$	\$	\$	\$	\$
<b>Capital grants and subsidies</b>								
<b>Recreation &amp; Sport</b>								
Grant	0	0	0	0	0	75,000	0	0
<b>Transport</b>								
MRWA Project	0	288,000	0	288,000	288,000	720,000	360,000	0
CWSP Funding	0	50,000	0	50,000	50,000	100,000	0	0
Roads to Recovery	0	511,039	(65,195)	445,844	445,844	640,824	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
	<b>326,225</b>	<b>849,039</b>	<b>(65,195)</b>	<b>1,110,069</b>	<b>1,110,069</b>	<b>3,081,070</b>	<b>360,000</b>	<b>0</b>