12.2.2 a) Monthly Financial Report for the Period Ending 30 June 2026

SHIRE OF JERRAMUNGUP

MONTHLY FINANCIAL REPORT

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

For the period ended 30 June 2026

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 30 JUNE 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		4,607,795	4,607,795	**4,619,008**	11,213	0.24%	
Rates excluding general rates		242,305	242,305	**242,305**	0	0.00%	
Grants, subsidies and contributions	13 &14	1,754,120	1,754,120	**3,360,658**	1,606,538	91.59%	▲
Fees and charges		1,210,862	1,210,862	**1,291,034**	80,172	6.62%	
Interest revenue		238,780	238,780	**310,391**	71,611	29.99%	▲
Other revenue		124,726	124,726	**163,175**	38,449	30.83%	▲
Profit on asset disposals	6	93,695	93,695	**67,719**	(25,976)	(27.72%)	▼
		8,272,283	**8,272,283**	**10,054,290**	1,782,007	21.54%	
Expenditure from operating activities							
Employee costs		(3,135,552)	(3,135,552)	**(3,108,873)**	26,679	0.85%	
Materials and contracts		(3,652,994)	(3,652,994)	**(3,555,560)**	97,434	2.67%	
Utility charges		(198,370)	(198,370)	**(197,429)**	941	0.47%	
Depreciation		(3,204,440)	(3,204,440)	**(3,317,569)**	(113,129)	(3.53%)	
Finance costs		(63,389)	(63,389)	**(40,536)**	22,853	36.05%	▲
Insurance		(303,930)	(303,930)	**(310,430)**	(6,500)	(2.14%)	
Other expenditure		(508,788)	(508,788)	**(199,184)**	309,604	60.85%	▲
Loss on asset disposals	6	0	0	**(4,651)**	(4,651)	0.00%	
		(11,067,463)	**(11,067,463)**	**(10,734,232)**	333,231	3.01%	
Non cash amounts excluded from operating activities	2(c)	3,125,598	3,125,598	**3,269,831**	144,233	4.61%	
Amount attributable to operating activities		**330,418**	**330,418**	**2,589,889**	2,259,471	683.82%	
INVESTING ACTIVITIES							
Inflows from investing activities							
Proceeds from capital grants, subsidies and contributions	14	1,605,824	1,605,824	**1,470,724**	(135,100)	(8.41%)	
Proceeds from disposal of assets	6	352,863	352,863	**270,477**	(82,386)	(23.35%)	▼
		1,958,687	**1,958,687**	**1,741,201**	(217,486)	(11.10%)	
Outflows from investing activities							
Payments for property, plant and equipment	5	(1,239,672)	(1,239,672)	**(1,062,206)**	177,466	14.32%	▲
Payments for construction of infrastructure	5	(3,018,297)	(3,018,297)	**(2,282,845)**	735,452	24.37%	▲
		(4,257,969)	**(4,257,969)**	**(3,345,051)**	912,918	21.44%	
Amount attributable to investing activities		**(2,299,282)**	**(2,299,282)**	**(1,603,850)**	695,432	30.25%	
FINANCING ACTIVITIES							
Inflows from financing activities							
Transfer from reserves	4	991,043	991,043	**46,750**	(944,293)	(95.28%)	▼
		991,043	**991,043**	**46,750**	(944,293)	(95.28%)	
Outflows from financing activities							
Payments for principal portion of lease liabilities	11	(34,148)	(34,148)	**(34,239)**	(91)	(0.27%)	
Repayment of borrowings	10	(149,393)	(149,393)	**(149,393)**	0	0.00%	
Transfer to reserves	4	(819,758)	(819,758)	**(863,732)**	(43,974)	(5.36%)	
		(1,003,299)	**(1,003,299)**	**(1,047,364)**	(44,065)	(4.39%)	
Amount attributable to financing activities		**(12,256)**	**(12,256)**	**(1,000,614)**	(988,358)	(8064.11%)	
MOVEMENT IN SURPLUS OR DEFICIT							
Surplus or deficit at the start of the financial year	2(a)	1,981,120	1,981,120	**1,981,120**	0	0.00%	
Amount attributable to operating activities		330,418	330,418	**2,589,889**	2,259,471	683.82%	▲
Amount attributable to investing activities		(2,299,282)	(2,299,282)	**(1,603,850)**	695,432	30.25%	▲
Amount attributable to financing activities		(12,256)	(12,256)	**(1,000,614)**	(988,358)	(8064.11%)	▼
Surplus or deficit after imposition of general rates		**0**	**0**	**1,966,545**	1,966,545	7866178.12	▲

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 30 JUNE 2026

	Actual 30 June 2025	Actual as at 30 June 2026
	$	$
CURRENT ASSETS		
Cash and cash equivalents	6,287,836	7,716,254
Trade and other receivables	659,397	254,362
Inventories	13,474	9,300
TOTAL CURRENT ASSETS	6,960,707	7,979,916
NON-CURRENT ASSETS		
Other financial assets	59,715	59,715
Property, plant and equipment	24,939,156	24,673,291
Infrastructure	178,561,866	178,684,196
Right-of-use assets	49,856	16,418
TOTAL NON-CURRENT ASSETS	203,610,593	203,433,620
TOTAL ASSETS	210,571,300	211,413,536
CURRENT LIABILITIES		
Trade and other payables	577,610	537,807
Other liabilities	358,855	544,755
Lease liabilities	34,148	17,146
Borrowings	149,393	153,640
Employee related provisions	491,171	561,876
TOTAL CURRENT LIABILITIES	1,611,177	1,815,224
NON-CURRENT LIABILITIES		
Lease liabilities	17,239	0
Borrowings	513,276	359,636
Employee related provisions	42,708	37,246
Other provisions	448,107	468,899
TOTAL NON-CURRENT LIABILITIES	1,021,330	865,781
TOTAL LIABILITIES	2,632,507	2,681,005
NET ASSETS	**207,938,793**	**208,732,531**
EQUITY		
Retained surplus	65,683,983	65,660,739
Reserve accounts	3,706,222	4,523,204
Revaluation surplus	138,548,588	138,548,588
TOTAL EQUITY	**207,938,793**	**208,732,531**

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 21 July 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 2025	Actual as at 30 June 2025	Actual as at 30 June 2026
Current assets		$	$	$
Cash and cash equivalents	3	6,287,837	6,287,836	7,716,254
Trade and other receivables	7	590,529	659,397	254,362
Inventories	8	13,474	13,474	9,300
		6,891,840	6,960,707	7,979,916
Less: current liabilities				
Trade and other payables	9	(562,723)	(577,610)	(537,807)
Other liabilities	12	(358,855)	(358,855)	(544,755)
Lease liabilities	11	(34,148)	(34,148)	(17,146)
Borrowings	10	(149,393)	(149,393)	(153,640)
Employee related provisions	12	(491,171)	(491,171)	(561,876)
		(1,596,290)	(1,611,177)	(1,815,224)
Net current assets		5,295,550	5,349,530	6,164,692
Less: Total adjustments to net current assets	2(b)	(3,394,790)	(3,368,410)	(4,198,147)
Closing funding surplus / (deficit)		**1,900,760**	**1,981,120**	**1,966,545**

(b) Current assets and liabilities excluded from budgeted deficiency

	Note	Adopted Budget Opening 1 July 2025	Actual as at 30 June 2025	Actual as at 30 June 2026
Adjustments to net current assets				
Less: Reserve accounts	4	(3,706,222)	(3,706,222)	(4,523,204)
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	(16,512)
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		(26,380)	0	0
- Current portion of lease liabilities		34,148	34,148	17,146
- Current portion of borrowings		149,393	149,393	153,640
- Current portion of employee benefit provisions held in reserve		154,271	154,271	170,783
Total adjustments to net current assets	2(a)	**(3,394,790)**	**(3,368,410)**	**(4,198,147)**

(c) Non-cash amounts excluded from operating activities

	Adopted Budget Estimates 30 June 2026	YTD Budget Estimates 30 June 2026	YTD Actual 30 June 2026
	$	$	$
Adjustments to operating activities			
Less: Profit on asset disposals	(93,695)	(93,695)	(67,719)
Add: Loss on asset disposals	0	0	4,651
Add: Depreciation	3,204,440	3,204,440	3,317,569
Non-cash movements in non-current assets and liabilities:			
- Employee provisions	14,853	14,853	(5,462)
- Other provisions	0	0	20,792
Total non-cash amounts excluded from operating activities	**3,125,598**	**3,125,598**	**3,269,831**

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. %	
	$	%	
Revenue from operating activities			
Grants, subsidies and contributions	**1,606,538**	**91.59%**	▲
Received 26/27 Financial assistance grants of $1,679,063 in advance.		Timing	
Mitigation Activity Fund grant was less due to timing of the works being completed.		Timing	
Interest revenue	**71,611**	**29.99%**	▲
Higher interest received on outstanding rates and on muni and reserve funds.		Permanent	
Other revenue	**38,449**	**30.83%**	▲
Insurance claims $16k, workers compensation reimbursement $6k and w/c premium adjustment of $8k. Reimbursements of legal costs/valuations $7k and parental leave $20k. $16k retention funds held to cover required works. Private works $5k. These items not included in budget. Diesel rebate lower by $10k.		Permanent	
Profit on asset disposals	**(25,976)**	**(27.72%)**	▼
Water tanker and the Ford Ranger have not been sold.		Permanent	
Expenditure from operating activities			
Finance costs	**22,853**	**36.05%**	▲
The budget included an estimate for the "unwinding of the discount" figures for the waste rehabilitation and the pool decommission provisions and the actuals were lower.		Permanent	
Other expenditure	**309,604**	**60.85%**	▲
$300k contribution towards the St John ambulance building was not required this financial year.		Timing	
Inflows from investing activities			
Proceeds from disposal of assets	**(82,386)**	**(23.35%)**	▼
Water tanker and the Ford Ranger have not been sold.		Permanent	
Outflows from investing activities			
Payments for property, plant and equipment	**177,466**	**14.32%**	▲
The CESM vehicle was not available and will be purchased in 26/27. Two trailers were under $5k each and treated as operating expenditure rather than capital expenditure. The Skid steer was $10k under budget. Admin building eaves were not replaced and various building projects came under budget.		Permanent	
Payments for construction of infrastructure	**735,452**	**24.37%**	▲
Due to staff being redirected to the clean up of flood works damage, not all road constructions jobs were completed. The Bird Hide and Pelican Park are still in the planning stages.		Permanent	
Inflows from financing activities			
Transfer from reserves	**(944,293)**	**(95.28%)**	▼
Reserve transfers lower due to infrastructure projects not being completed and plant not being purchased and the budgeted contribution towards the St John Ambulance building was not required.		Permanent	
Surplus or deficit after imposition of general rates	**1,966,545**	**786617812.00%**	▲
Received 26/27 Financial assistance grant of $1,679,063 in advance.		Permanent	

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.

1 KEY INFORMATION

Funding Surplus or Deficit Components

Funding surplus / (deficit)

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

Refer to Statement of Financial Activity

Cash and cash equivalents

	$7.72 M	% of total
Unrestricted Cash	$3.19 M	41.4%
Restricted Cash	$4.52 M	58.6%

Refer to 3 - Cash and Financial Assets

Payables

	$0.54 M	% Outstanding
Trade Payables	$0.27 M	
0 to 30 Days		75.7%
Over 30 Days		24.3%
Over 90 Days		0.7%

Refer to 9 - Payables

Receivables

	$0.17 M	% Collected
Rates Receivable	$0.08 M	98.3%
Trade Receivable	$0.17 M	% Outstanding
Over 30 Days		2.4%
Over 90 Days		2.4%

Refer to 7 - Receivables

Key Operating Activities

Amount attributable to operating activities

Adopted Budget	YTD Budget (a)	YTD Actual (b)	Var. $ (b)-(a)
$0.33 M	$0.33 M	$2.59 M	$2.26 M

Refer to Statement of Financial Activity

Rates Revenue

YTD Actual	$4.62 M	% Variance
YTD Budget	$4.61 M	0.2%

Grants and Contributions

YTD Actual	$3.36 M	% Variance
YTD Budget	$1.84 M	83.1%

Refer to 13 - Grants and Contributions

Fees and Charges

YTD Actual	$1.29 M	% Variance
YTD Budget	$1.21 M	6.6%

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)
($2.30 M)	($2.30 M)	($1.60 M)	$0.70 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

YTD Actual	$2.28 M	% Spent
Adopted Budget	$3.02 M	(24.4%)

Refer to 5 - Capital Acquisitions

Capital Grants

YTD Actual	$1.47 M	% Received
Adopted Budget	$1.61 M	(8.4%)

Refer to 5 - Capital Acquisitions

Key Financing Activities

Amount attributable to financing activities

Adopted Budget	YTD Budget (a)	YTD Actual (b)	Var. $ (b)-(a)
($0.01 M)	($0.01 M)	($1.00 M)	($0.99 M)

Refer to Statement of Financial Activity

Borrowings

Principal repayments	($0.15 M)
Interest expense	($0.02 M)
Principal due	$0.51 M

Refer to 10 - Borrowings

Reserves

Reserves balance	$4.52 M
Net Movement	$0.82 M

Refer to 4 - Cash Reserves

Lease Liability

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

Refer to Note 11 - Lease Liabilites

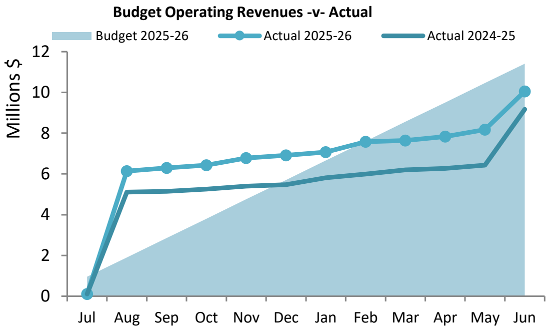
This information is to be read in conjunction with the accompanying Financial Statements and notes.

SHIRE OF JERRAMUNGUP
SUPPLEMENTARY INFORMATION
FOR THE PERIOD ENDED 30 JUNE 2026

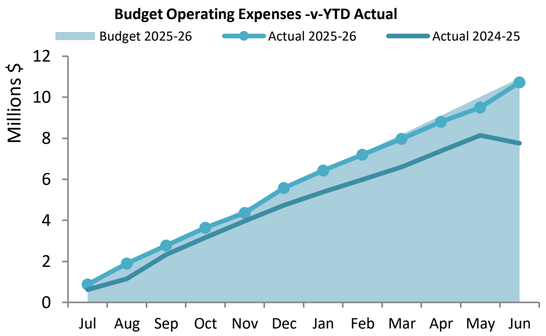
2 KEY INFORMATION - GRAPHICAL

OPERATING ACTIVITIES

OPERATING REVENUE

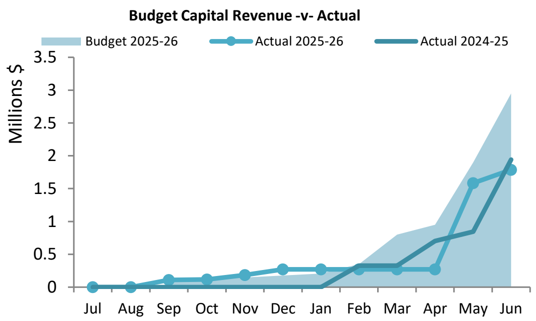


OPERATING EXPENSES

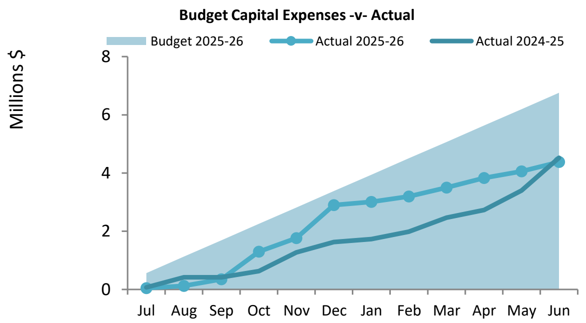


INVESTING ACTIVITIES

CAPITAL REVENUE

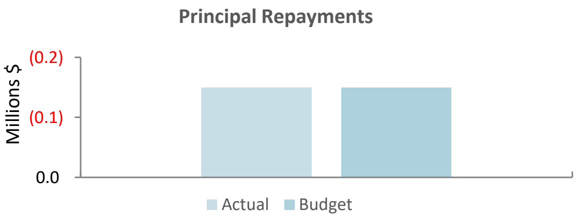


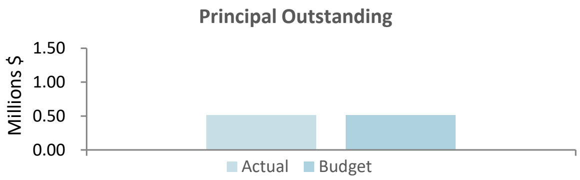
CAPITAL EXPENSES



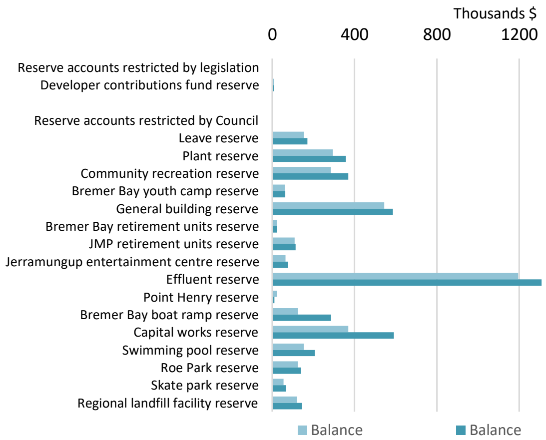
FINANCING ACTIVITIES

BORROWINGS

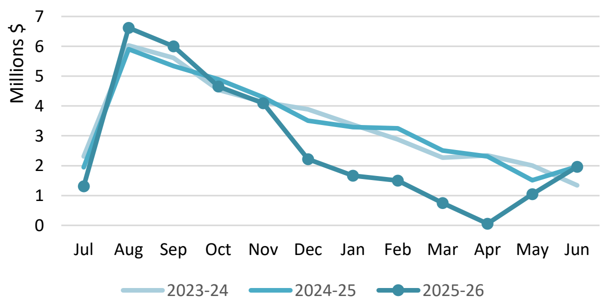




RESERVES



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	251,151	0	251,151	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	2,941,696	0	2,941,696	0	Commonwealth	4.00%	N/A
Reserve Bank account	Cash and cash equivalents	0	4,523,206	4,523,206	0	Commonwealth	4.00%	N/A
Total		**3,193,048**	**4,523,206**	**7,716,254**	**0**			
Comprising								
Cash and cash equivalents		3,193,048	4,523,206	7,716,254	0			
		3,193,048	**4,523,206**	**7,716,254**	**0**			

KEY INFORMATION

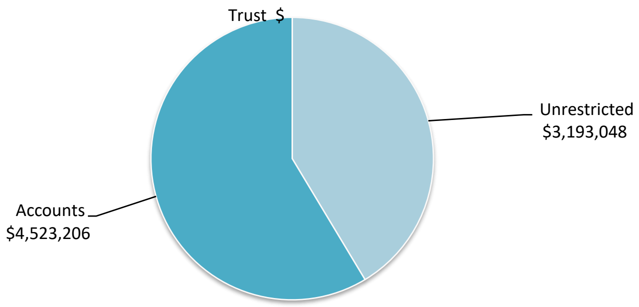
Cash and cash equivalents include cash on hand, cash at bank, deposits available on demand with banks and other short term highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of 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	Transfers In (+)	Transfers Out (-)	Closing Balance	Opening Balance	Transfers In (+)	Transfers Out (-)	Closing Balance
	$	$	$	$	$	$	$	$
Reserve accounts restricted by legislation								
Developer contributions fund reserve	7,999	240	0	8,239	7,999	321	0	8,320
Reserve accounts restricted by Council								
Leave reserve	154,271	14,853	0	169,124	154,271	16,512	0	170,783
Plant reserve	293,738	59,937	(227,000)	126,675	293,738	63,378	0	357,116
Community recreation reserve	284,160	82,150	(135,643)	230,667	284,160	85,693	0	369,853
Bremer Bay youth camp reserve	60,304	1,809	0	62,113	60,304	2,422	0	62,726
General building reserve	544,065	36,772	(100,000)	480,837	544,065	42,484	0	586,549
Bremer Bay retirement units reserve	22,330	670	0	23,000	22,330	897	0	23,227
JMP retirement units reserve	108,659	3,260	0	111,919	108,659	4,364	0	113,023
Jerramungup entertainment centre reserve	64,486	12,160	0	76,646	64,486	12,906	0	77,392
Effluent reserve	1,194,855	112,027	(11,400)	1,295,482	1,194,855	124,850	(11,400)	1,308,305
Point Henry reserve	22,646	22,837	(30,000)	15,483	22,646	23,264	(35,350)	10,560
Bremer Bay boat ramp reserve	125,626	157,144	(162,000)	120,770	125,626	159,785	0	285,411
Capital works reserve	369,909	215,597	(300,000)	285,506	369,909	221,177	0	591,086
Swimming pool reserve	153,550	50,858	0	204,408	153,550	52,829	0	206,379
Roe Park reserve	124,807	13,969	0	138,776	124,807	15,329	0	140,136
Skate park reserve	54,653	11,865	(25,000)	41,518	54,653	12,511	0	67,164
Regional landfill facility reserve	120,164	23,610	0	143,774	120,164	25,010	0	145,174
	3,706,222	**819,758**	**(991,043)**	**3,534,937**	**3,706,222**	**863,732**	**(46,750)**	**4,523,204**

5 CAPITAL ACQUISITIONS

Capital acquisitions	Adopted Budget	YTD Budget	YTD Actual	YTD Variance
	$	$	$	$
Land and Buildings	171,552	171,552	133,780	37,772
Plant and equipment	1,068,120	1,068,120	928,426	139,694
Acquisition of property, plant and equipment	**1,239,672**	**1,239,672**	**1,062,206**	**177,466**
Infrastructure - Roads	2,593,958	2,593,958	2,093,846	500,112
Infrastructure - Other	424,339	424,339	188,999	247,328
Acquisition of infrastructure	**3,018,297**	**3,018,297**	**2,282,845**	**747,440**
Total of PPE and Infrastructure.	**4,257,969**	**4,257,969**	**3,345,051**	**(912,918)**
Total capital acquisitions	**4,257,969**	**4,257,969**	**3,345,051**	**924,906**
Capital Acquisitions Funded By:				
Capital grants and contributions	1,605,824	3,081,070	1,470,724	(1,610,346)
Other (disposals & C/Fwd)	352,863	352,863	270,477	(82,386)
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	11,400	0	11,400	11,400
Point Henry reserve	30,000	30,000	35,350	5,350
Bremer Bay boat ramp reserve	162,000	0	0	0
Capital works reserve	300,000	0	0	0
Skate park reserve	25,000	0	0	0
Contribution - operations	1,308,239	794,036	1,557,100	763,064
Capital funding total	**4,257,969**	**4,257,969**	**3,345,051**	**(912,918)**

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.

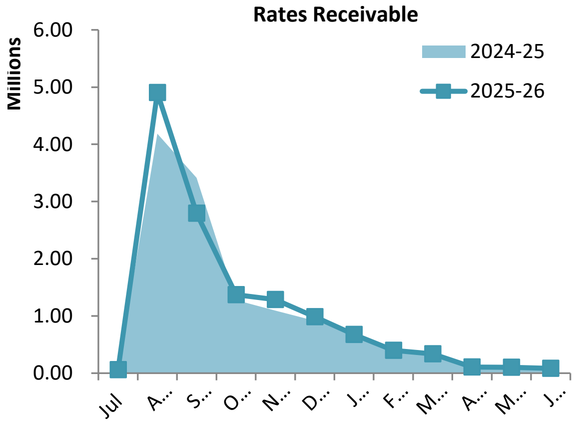
	Account Description	Adopted Amended Budget	YTD Budget	YTD Actual	Variance (Under)/Over
		$	$	$	$
Land & Buildings					
A244	Collins Street Unit - painting and floor coverings	15,000	15,000	21,560	-6,560
A25	4 Derrick Street - blinds and screens	10,000	10,000	0	10,000
A720	4 Kokoda Street - screens	8,100	8,100	7,492	608
A729	2 Derrick Street - painting and carpets	25,000	25,000	23,681	1,319
A730	6 Derrick Street - painting and carpets	25,000	25,000	8,680	16,320
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	5,000	0	5,000
A46	Jerramungup Entertainment Centre - winches and sanding the courts	35,643	35,643	36,822	-1,179
A10B	Millers Point Campsite - Water tank	9,039	9,039	9,400	-361
A34	Shire Office - replace/repaint facia boards and eaves. Lights	20,000	20,000	7,187	12,813
Plant & Equipment					
A970	BRPC Trailer	5,300	5,300	0	5,300
A974	Flame Thrower	14,176	14,176	17,350	-3,174
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	185,686	-5,686
A981	Lawnmower	16,792	16,792	17,272	-480
A982	Semi Water Cart	150,814	150,814	152,117	-1,303
A983	Tandem Axle Trailer	7,800	7,800	0	7,800
A976	CEO Vechicle	91,614	91,614	90,066	1,548
A977	DCEO Vehicle	78,207	78,207	79,833	-1,626
Infrastructure Roads					
C16	Cameron Road	175,796	175,796	27,343	148,453
C177	Mount Joy Road	106,000	106,000	6,373	99,627
C20	Cardininnup Road	180,146	180,146	579	179,567
C29	Corackerup Road	175,769	175,769	186,635	-10,866
C38	Exchange Road	176,062	176,062	4,447	171,615
RG14	Cuiss Road - Regional Road Group	481,613	481,613	540,811	-59,198
RG16	Meechi Road - Regional Road Group	603,245	603,245	627,961	-24,716
RR15	Monjebup Road - Roads To Recovery	65,850	65,850	50,218	15,632
RR27	Frantom Way - Roads to Recovery	136,024	136,024	137,628	-1,604
RR39	Cowalellup Road - Roads to Recovery	183,633	183,633	177,633	6,000
RR43	Mary Street - Roads to Recovery	59,460	59,460	60,600	-1,140
RR44	Gnornbup Terrace - Roads to Recovery	156,600	156,600	174,674	-18,074
RR45	Roberts Street - Roads to Recovery	93,760	93,760	98,943	-5,183
Infrastructure Other	**Other, Parks and Ovals and Leasehold Improvements**				
A543	Bremer Bay Waste Transfer Station - sea container	5,950	5,950	0	5,950
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	0	0	0	0
A854	Paperbarks park - bike service station	8,400	8,400	7,158	1,242
A855	Bremer Bay Skate Park	36,989	36,989	25,000	11,989
A60C	Bremer Bay Sports Club Carpark	107,000	107,000	102,570	4,430
A969	Bird Hide	150,000	150,000	6,556	143,444
A971	Footpath lighting along Borden-Bremer Bay road	25,000	25,000	19,091	5,909
A458A	BB Airfield Cross Runway	70,000	70,000	0	70,000
A640	John Cove Steps	0	0	11,988	-11,988
		4,257,969	**4,257,969**	**3,345,051**	**912,918**

6 DISPOSAL OF ASSETS

		Budget		YTD Actual			
Asset Ref.	Asset description	Profit	(Loss)	Net Book Value	Proceeds	Profit	(Loss)
		$	$	$	$	$	$
	Plant and equipment						
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
		93,695	**0**	**207,409**	**270,477**	**67,719**	**(4,651)**

7 RECEIVABLES

Rates, Pt Henry levy and Sewerage charges receivable	30 June 2025	30 Jun 2026
	$	$
Opening arrears previous year	75,961	65,551
Levied this year	3,912,071	4,905,447
Less - collections to date	(3,922,481)	(4,888,963)
Net rates collectable	**65,551**	**82,035**
% Collected	98.4%	98.3%



Receivables - general	Credit	Current	30 Days	60 Days	90+ Days	Total
	$	$	$	$	$	$
Receivables - general	(47)	58,498	0	0	1,443	59,894
Percentage	(0.1%)	97.7%	0.0%	0.0%	2.4%	
Balance per trial balance						
Trade receivables						59,894
Allowance for credit losses of trade receivables						(350)
Waste collection fees						5,150
ESL						4,890
Long service leave						27,320
GST						65,764
Accrued income						9,659
Total receivables general outstanding						**172,327**

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 2025	Asset Increase	Asset Reduction	Closing Balance 30 June 2026
	$	$	$	$
Financial assets at amortised cost	0	4,100,000	(4,100,000)	0
Inventory				
Fuel, oils and materials on hand	13,475	156,153	(160,328)	9,300
Total other current assets	**13,475**	**4,256,153**	**(4,260,328)**	**9,300**

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	204,987	57,671	6,266	2,000	270,924
Percentage	0.0%	75.7%	21.3%	2.3%	0.7%	
Balance per trial balance						
Sundry creditors						270,924
Accrued salaries and wages						79,663
Payroll creditors						48,224
Dept of Transport						1,325
Bonds current liability						49,308
GST payable						19,950
Accrued interest on loans						3,513
Accrued expenses						19,321
FESA ESL liability						(93)
Excess rates						39,543
BCITF						2,650
Builders Registration Levy						3,479
Total payables general outstanding						**537,807**

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 2025**	**Actual**	**Budget**	**Actual**	**Budget**	**Actual**	**Budget**	**Actual**	**Budget**
		$	**$**	**$**	**$**	**$**	**$**	**$**	**$**	**$**
Housing										
Staff housing/Seniors	264	260,265	0	0	(50,356)	(50,356)	209,909	209,909	(3,771)	(4,087)
Transport										
Grader	265	323,421	0	0	(60,160)	(60,160)	263,261	263,261	(10,308)	(10,770)
Bremer Bay Townsite	263	78,983	0	0	(38,877)	(38,877)	40,106	40,106	(2,008)	(2,177)
		662,669	0	0	(149,393)	(149,393)	513,276	513,276	(16,087)	(17,034)
Total		**662,669**	**0**	**0**	**(149,393)**	**(149,393)**	**513,276**	**513,276**	**(16,087)**	**(17,034)**
Current borrowings		149,393					153,639			
Non-current borrowings		513,276					359,637			
		662,669					**513,276**			

All debenture repayments were financed by general purpose revenue.

New borrowings 2025-26

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	4.30	0	0	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

Information on leases		New Leases		Principal Repayments		Principal Outstanding		Interest Repayments	
Particulars	**1 July 2025**	**Actual**	**Budget**	**Actual**	**Budget**	**Actual**	**Budget**	**Actual**	**Budget**
	$	**$**	**$**	**$**	**$**	**$**	**$**	**$**	**$**
Photocopier - Kornica Bizz	7,267	0	0	(4,310)	(4,310)	2,955	2,957	(182)	(182)
Dr Prado	19,878	0	0	(14,807)	(14,715)	5,071	5,163	(546)	(639)
BRMC - Ute	24,242	0	0	(15,123)	(15,123)	9,119	9,119	(732)	(732)
Total	**51,387**	**0**	**0**	**(34,239)**	**(34,148)**	**17,146**	**17,239**	**(1,461)**	**(1,553)**
Current lease liabilities	34,148					17,146			
Non-current lease liabilities	17,239					0			
	51,387					**17,146**			

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 30 June 2026
		$	$	$	$	$
Other liabilities						
Contract liabilities		32,630	0	270,799	(84,899)	218,530
Capital grant/contributions liabilities		326,225	0	1,382,019	(1,382,019)	326,225
Total other liabilities		358,855	0	1,652,818	(1,466,918)	544,755
Employee Related Provisions						
Provision for annual leave		249,438	0	61,388	0	310,826
Provision for long service leave		241,733	5,462	14,156	(10,301)	251,050
Total Provisions		491,171	5,462	75,544	(10,301)	561,876
Total other current liabilities		**850,026**	**5,462**	**1,728,362**	**(1,477,219)**	**1,106,631**

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 2025	Increase in Liability	Decrease in Liability (As revenue)	Liability 30 Jun 2026	Current Liability 30 Jun 2026	Adopted Budget Revenue	YTD Budget	Annual Budget	Budget Variations	Expected	YTD Revenue Actual
	$	$	$	$	$	$	$	$	$	$	$
Grants and subsidies											
General Purpose Funding											
Grants Commission Grant - General	0	0	0	0	0	480,411	480,411	480,411	17,477	497,888	1,386,576
Grants Commission Grant - Roads	0	0	0	0	0	365,901	365,901	365,901	46,603	412,504	1,202,881
Governance											
Grant	0	0	0	0	0	10,000	10,000	10,000	0	10,000	10,000
Law, Order & Public Services											
MAF	32,630	221,030	(35,130)	218,530	218,530	440,000	440,000	440,000	(145,000)	295,000	198,395
CESM funding - DFES	0	0	0	0	0	68,309	68,309	68,309	0	68,309	63,514
BRMC funding - DFES, Shire of Gnowangerup	0	49,769	(49,769)	0	0	58,000	58,000	58,000	0	58,000	97,830
LGGS operating grant	0	0	0	0	0	149,769	149,769	149,769	0	149,769	134,392
ESL admin fee	0	0	0	0	0	4,000	4,000	4,000	0	4,000	4,000
Transport											
MRWA Direct	0	0	0	0	0	230,661	230,661	230,661	0	230,661	230,661
	32,630	**270,799**	**(84,899)**	**218,530**	**218,530**	**1,807,051**	**1,807,051**	**1,807,051**	**(80,920)**	**1,726,131**	**3,328,249**
Contributions											
Law, Order & Public Services											
Income relating to Fire Prevention	0	0	0	0	0	989	989	989	0	989	3,897
Recreation & Culture											
Income relating to Recreation	0	0	0	0	0	2,000	2,000	2,000	0	2,000	0
Pool Contribution	0	0	0	0	0	20,000	20,000	20,000	0	20,000	27,256
Other Property & Services											
Employer incentive	0	0	0	0	0	0	0	0	0	0	1,256
Contribution	0	0	0	0	0	5,000	5,000	5,000	0	5,000	0
	0	**0**	**0**	**0**	**0**	**27,989**	**27,989**	**27,989**	**0**	**27,989**	**32,409**
TOTALS	**32,630**	**270,799**	**(84,899)**	**218,530**	**218,530**	**1,835,040**	**1,835,040**	**1,835,040**	**(80,920)**	**1,754,120**	**3,360,658**

14 CAPITAL GRANTS, SUBSIDIES AND CONTRIBUTIONS

	Capital grant/contribution liabilities					Capital grants, subsidies and contributions revenue					
Provider	Liability 1 July 2025	Increase in Liability	Decrease in Liability (As revenue)	Liability 30 Jun 2026	Current Liability 30 Jun 2026	Adopted Budget Revenue	YTD Budget	Annual Budget	Budget Variations	Expected	YTD Revenue Actual
	$	$	$	$	$	$	$	$	$	$	$
Capital grants and subsidies											
Recreation & Sport											
Grant	0	0	0	0	0	75,000	75,000	75,000	0	75,000	0
FBG Contributions - Bird Hide	0	0	0	0	0	0	0	0	0	0	9,900
Transport											
MRWA Project	0	576,000	(576,000)	0	0	720,000	720,000	720,000	0	720,000	720,000
CWSP Funding	0	100,000	(100,000)	0	0	100,000	100,000	100,000	0	100,000	100,000
Roads to Recovery	0	706,019	(706,019)	0	0	640,824	640,824	640,824	0	640,824	640,824
RADS grant	0	0	0	0	0	729,682	729,682	729,682	(729,682)	0	0
RAU grant	326,225	0	0	326,225	326,225	815,564	815,564	815,564	(745,564)	70,000	0
	326,225	**1,382,019**	**(1,382,019)**	**326,225**	**326,225**	**3,081,070**	**3,081,070**	**3,081,070**	**(1,475,246)**	**1,605,824**	**1,470,724**

15 BUDGET AMENDMENTS

Amendments to original budget since budget adoption. Surplus/(Deficit)

Description	Council Resolution	Classification	Non Cash Adjustment	Increase in Available Cash	Decrease in Available Cash	Amended Budget Running Balance
			$	$	$	$
Budget adoption						0
Operating Grants and subsidies	OCM260306	Operating revenue			(80,920)	(80,920)
Fees and Charges	OCM260306	Operating expenses			(43,386)	(124,306)
Other Revenue	OCM260306	Operating revenue		69,226		(55,080)
Materials and Contracts	OCM260306	Operating expenses			(114,100)	(169,180)
Insurance	OCM260306	Operating expenses			(21,516)	(190,696)
Capital Grant	OCM260306	Capital revenue			(1,475,246)	(1,665,942)
Loan	OCM260306	Capital revenue			(900,000)	(2,565,942)
Other Infrastructure	OCM260306	Capital expenses		128,936		(2,437,006)
Other Infrastructure - Aerodromes	OCM260306	Capital expenses		2,375,246		(61,760)
Reserve transfer	OCM260306	Capital revenue			(18,600)	(80,360)
Opening Surplus	OCM260306	Opening surplus(deficit)		80,360		0
Reserve transfer	OCM260606	Capital revenue			(944,293)	(944,293)
Other Infrastructure	OCM260606	Capital expenses		135,643		(808,650)
Other Expenditure	OCM260606	Operating expenses		300,000		(508,650)
Materials and Contracts	OCM260606	Operating expenses		166,858		(341,792)
Plant capital	OCM260606	Capital expenses		126,972		(214,820)
Building Infrastructure	OCM260606	Capital expenses		52,820		(162,000)
Road infrastructure	OCM260606	Capital expenses		162,000		0
				3,598,061	**(3,598,061)**	**0**