SHIRE OF NANNUP

MONTHLY FINANCIAL REPORT

(Containing the Statement of Financial Activity)

For the period ending 30 April 2026

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

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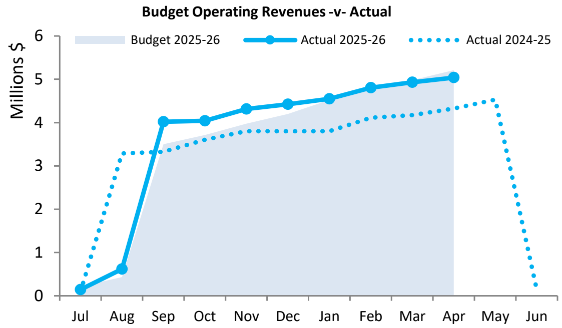

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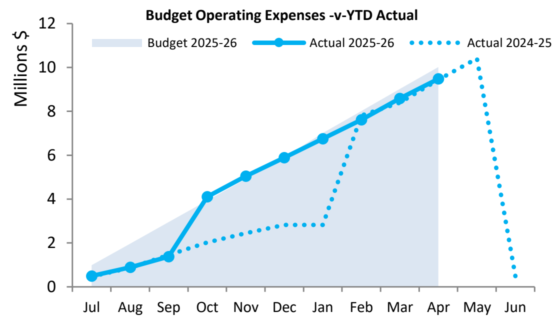

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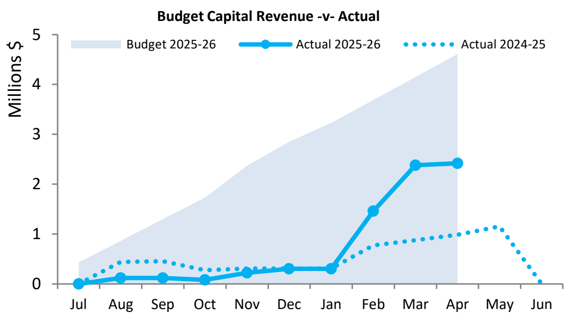

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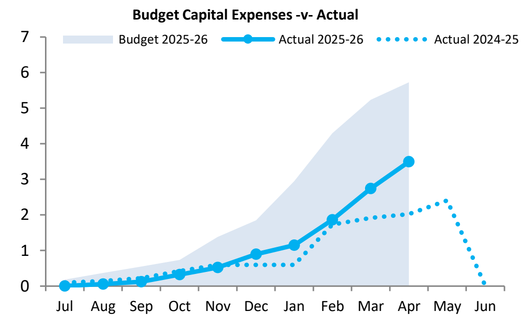

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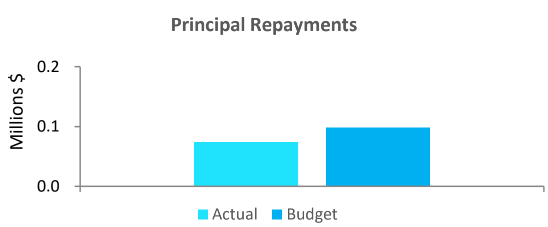

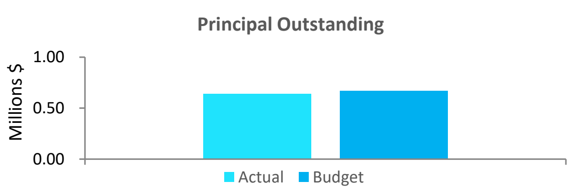

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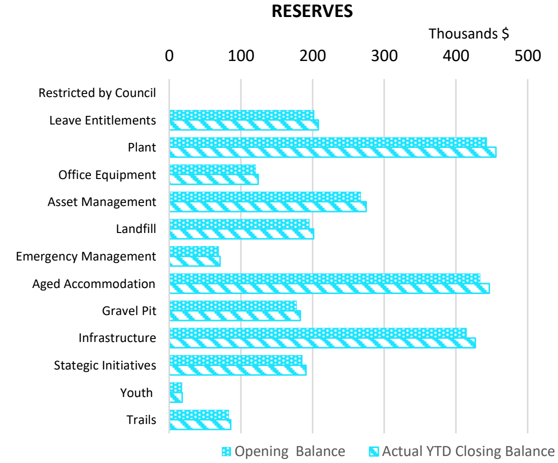

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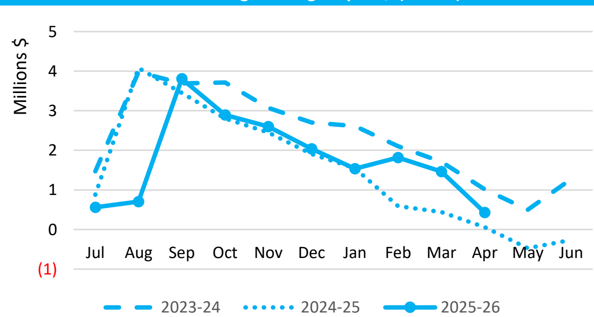


This information is to be read in conjunction with the accompanying Financial Statements and Notes.

MONTHLY FINANCIAL REPORT
FOR THE PERIOD ENDED 30 APRIL 2026

EXECUTIVE SUMMARY

Funding surplus / (deficit) Components

Funding surplus / (deficit)

	Adopted Budget	YTD Budget (a)	YTD Actual (b)	Var. $ (b)-(a)
Opening	$0.93 M	$0.93 M	$1.20 M	$0.27 M
Closing	$0.00 M	$0.10 M	$0.43 M	$0.33 M

Refer to Statement of Financial Activity

Cash and cash equivalents

	$3.53 M	% of total
Unrestricted Cash	($0.04 M)	(1.1%)
Restricted Cash	$3.57 M	101.1%

Refer to Note 2 - Cash and Financial Assets

Payables

	$0.21 M	% Outstanding
Trade Payables	$0.00 M	
0 to 30 Days		0.0%
Over 30 Days		0.0%
Over 90 Days		0%

Refer to Note 5 - Payables

Receivables

	$0.18 M	% Collected
Rates Receivable	$0.57 M	81.4%
Trade Receivable	$0.18 M	% Outstanding
Over 30 Days		48.3%
Over 90 Days		29.6%

Refer to Note 3 - Receivables

Key Operating Activities

Amount attributable to operating activities

Adopted Budget	YTD Budget (a)	YTD Actual (b)	Var. $ (b)-(a)
($0.73 M)	($0.05 M)	$0.31 M	$0.37 M

Refer to Statement of Financial Activity

Rates Revenue

		% Variance
YTD Actual	$2.86 M	
YTD Budget	$2.82 M	1.19%

Refer to Statement of Financial Activity

Operating Grants and Contributions

		% Variance
YTD Actual	$1.15 M	
YTD Budget	$1.35 M	(15.00%)

Refer to Note 12 - Operating Grants and Contributions

Fees and Charges

		% Variance
YTD Actual	$0.74 M	
YTD Budget	$0.69 M	7.78%

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)
($0.34 M)	($0.91 M)	($0.91 M)	($0.00 M)

Refer to Statement of Financial Activity

Proceeds on sale

		%
YTD Actual	$0.11 M	
Adopted Budget	$0.19 M	58.54%

Refer to Note 6 - Disposal of Assets

Asset Acquisition

		% Spent
YTD Actual	$3.50 M	
Adopted Budget	$5.78 M	60.5%

Refer to Note 7 - Capital Acquisitions

Capital Grants

		% Received
YTD Actual	$2.42 M	
Adopted Budget	$5.19 M	46.60%

Refer to Note 7 - Capital Acquisitions

Key Financing Activities

Amount attributable to financing activities

Adopted Budget	YTD Budget (a)	YTD Actual (b)	Var. $ (b)-(a)
$0.13 M	$0.13 M	($0.17 M)	($0.30 M)

Refer to Statement of Financial Activity

Borrowings

Principal repayments	($0.07 M)
Interest expense	($0.02 M)
Principal due	$0.64 M

Refer to Note 8 - Borrowings

Reserves

Reserves balance	$2.69 M
Interest earned	$0.08 M

Refer to Note 10 - Cash Reserves

Lease Liability

Principal repayments	$0.02 M
Interest expense	$0.00 M
Principal due	$0.08 M

Refer to Note 9 - Lease Liabilites

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

NATURE OR TYPE DESCRIPTIONS

REVENUE

RATES
All rates levied under the *Local Government Act 1995.* Includes general, differential, specified area rates, minimum rates, interim rates, back rates, ex-gratia rates, less discounts and concessions offered. Excludes administration fees, interest on instalments, interest on arrears, service charges and sewerage rates.

OPERATING GRANTS, SUBSIDIES AND CONTRIBUTIONS
Refers to all amounts received as grants, subsidies and contributions that are not non-operating grants.

NON-OPERATING GRANTS, SUBSIDIES AND CONTRIBUTIONS
Amounts received specifically for the acquisition, construction of new or the upgrading of identifiable non financial assets paid to a local government, irrespective of whether these amounts are received as capital grants, subsidies, contributions or donations.

REVENUE FROM CONTRACTS WITH CUSTOMERS
Revenue from contracts with customers is recognised when the local government satisfies its performance obligations under the contract.

FEES AND CHARGES
Revenues (other than service charges) from the use of facilities and charges made for local government services, sewerage rates, rentals, hire charges, fee for service, photocopying charges, licences, sale of goods or information, fines, penalties and administration fees. Local governments may wish to disclose more detail such as rubbish collection fees, rental of property, fines and penalties, and other fees and charges.

SERVICE CHARGES
Service charges imposed under *Division 6 of Part 6 of the Local* Government Act 1995. Regulation 54 of the Local Government *(Financial Management) Regulations 1996* identifies these as television and radio broadcasting, underground electricity and neighbourhood surveillance services. Exclude rubbish removal charges.

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

OTHER REVENUE / INCOME
Other revenue, which can not be classified under the above headings, includes dividends, discounts, rebates, reimbursements etc.

PROFIT ON ASSET DISPOSAL
Excess of assets received over the net book value for assets on their disposal.

EXPENSES

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

MATERIALS AND CONTRACTS
All expenditures on materials, supplies and contracts not classified under other headings. These include supply of goods and materials, legal expenses, maintenance agreements, communication expenses, advertising expenses, membership, periodicals, publications, hire expenses, rental, postage and freight etc. Local governments may wish to disclose more detail such as contract services, consultancy, information technology, rental or lease expenditures.

UTILITIES (GAS, ELECTRICITY, WATER)
Expenditures made to the respective agencies for the provision of power, gas or water. Exclude expenditures incurred for the reinstatement of roadwork on behalf of these agencies.

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

LOSS ON ASSET DISPOSAL
Shortfall between the value of assets received over the net book value for assets on their disposal.

DEPRECIATION ON NON-CURRENT ASSETS
Depreciation expense raised on all classes of assets. Excluding Land.

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

OTHER EXPENDITURE
Statutory fees, taxes, allowance for impairment of assets, member's fees or State taxes. Donations and subsidies made to community groups.

STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD ENDED 30 APRIL 2026

BY NATURE OR TYPE

	Ref Note	Adopted Budget	Amended Budget	YTD Budget (a)	YTD Actual (b)	30 June 2026 Closing (a)-(b)+(c)	Variance $ (b) - (a)	Variance % ((b) - (a))/(a)	Var.
		$	$	$	$	$	$	%	
Opening funding surplus / (deficit)	1(c)	926,151	926,151	926,151	1,196,186	**1,196,186**	270,035	29.16%	▲
Revenue from operating activities									
Rates		2,854,618	2,816,819	2,822,948	2,856,603	**2,888,273**	33,655	1.19%	▲
Operating grants, subsidies and contributions	12	1,424,900	1,619,587	1,349,340	1,146,894	**1,222,454**	(202,446)	(15.00%)	▼
Fees and charges		791,339	814,556	687,800	741,343	**844,882**	53,543	7.78%	▲
Interest earnings		211,433	225,333	187,670	174,664	**198,427**	(13,006)	(6.93%)	
Other revenue		66,810	106,810	88,880	95,101	**73,031**	6,221	7.00%	
Profit on disposal of assets	6	89,488	89,488	74,530	23,765	**38,723**	(50,765)	(68.11%)	▼
		5,438,588	**5,672,593**	**5,211,167**	**5,038,370**	**5,265,790**	(172,797)	(3.32%)	
Expenditure from operating activities									
Employee costs		(3,353,958)	(3,309,014)	(2,755,620)	(2,750,970)	**(3,349,308)**	4,650	0.17%	
Materials and contracts		(2,111,961)	(2,362,055)	(1,964,850)	(1,437,942)	**(1,585,053)**	526,908	26.82%	▼
Utility charges		(109,567)	(109,717)	(91,170)	(73,022)	**(91,419)**	18,148	19.91%	▼
Depreciation on non-current assets		(5,763,075)	(5,763,075)	(4,800,550)	(4,773,702)	**(5,736,227)**	26,848	0.56%	
Interest expenses		(16,853)	(16,853)	(14,030)	(15,412)	**(18,235)**	(1,382)	(9.85%)	
Insurance expenses		(232,945)	(219,680)	(182,690)	(219,680)	**(269,935)**	(36,990)	(20.25%)	▲
Other expenditure		(224,704)	(251,755)	(209,550)	(208,609)	**(223,763)**	941	0.45%	
		(11,813,062)	**(12,032,149)**	**(10,018,460)**	**(9,479,337)**	**##########**	539,123	(5.38%)	
Non-cash amounts excluded from operating activities	1(a)	5,649,079	5,649,079	4,755,829	4,755,829	**5,699,311**	0	0.00%	
Amount attributable to operating activities		**(725,395)**	**(710,477)**	**(51,464)**	**314,862**	**(308,839)**	366,326	(711.81%)	
Investing activities									
Proceeds from non-operating grants, subsidies and contributions	13	5,194,246	5,534,630	4,610,520	2,420,350	**3,004,076**	(2,190,170)	(47.50%)	▼
Proceeds from disposal of assets	6	185,000	185,000	154,167	108,304	**139,137**	(45,863)	(29.75%)	▼
Proceeds from financial assets at amortised cost - self supporting loans	8	61,030	61,030	55,678	55,678	**61,030**	0	0.00%	
Payments for property, plant and equipment and infrastructure	7	(5,775,973)	(6,285,765)	(5,728,205)	(3,495,655)	**(3,543,423)**	2,232,550	38.97%	▼
Amount attributable to investing activities		**(335,697)**	**(505,105)**	**(907,840)**	**(911,323)**	**(339,180)**	(3,483)	0.38%	
Financing Activities									
Transfer from reserves	10	399,866	441,866	368,222	0	**31,644**	(368,222)	(100.00%)	▼
Payments for principal portion of lease liabilities		(2,690)	(2,690)	(2,690)	(18,096)	**(18,096)**	(15,406)	(572.71%)	
Repayment of debentures	8	(98,236)	(98,236)	(98,236)	(74,223)	**(74,223)**	24,013	24.44%	▼
Transfer to reserves	10	(164,000)	(163,999)	(136,666)	(76,131)	**(103,465)**	60,535	44.29%	▼
Amount attributable to financing activities		**134,941**	**176,941**	**130,630**	**(168,450)**	**(164,140)**	(299,080)	(228.95%)	
Closing funding surplus / (deficit)	1(c)	**0**	**(112,487)**	**97,477**	**431,275**	**384,027**	333,798	342%	▲

KEY INFORMATION

▲▼ Indicates a variance between Year to Date (YTD) Budget and YTD Actual data as per the adopted materiality threshold.
Refer to Note 2 for an explanation of the reasons for the variance.
This statement is to be read in conjunction with the accompanying Financial Statements and Notes.

BASIS OF PREPARATION

The financial report has been prepared in accordance with Australian Accounting Standards (as they apply to local governments and not-for-profit entities) and interpretations of the Australian Accounting Standards Board, and the *Local Government Act 1995* and accompanying Regulations.

The *Local Government Act 1995* and accompanying Regulations take precedence over Australian Accounting Standards where they are inconsistent.

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.

Accounting policies which have been adopted in the preparation of this financial report have been consistently applied unless stated otherwise. Except for cash flow and rate setting information, the financial report has been prepared on the accrual basis and is based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and liabilities.

THE LOCAL GOVERNMENT REPORTING ENTITY
All funds through which the Shire controls resources to carry on its functions have been included in the financial statements forming part of this financial report.

All monies held in the Trust Fund are excluded from the financial statements. A separate statement of those monies appears at Note 14 to these financial statements.

SIGNIFICANT ACCOUNTING POLICES

CRITICAL ACCOUNTING ESTIMATES
The preparation of a financial report in conformity with Australian Accounting Standards requires management to make judgements, estimates and assumptions that effect the application of policies and reported amounts of assets and liabilities, income and expenses.

The estimates and associated assumptions are based on historical experience and various other factors believed to be reasonable under the circumstances; the results of which form the basis of making the judgements about carrying values of assets and liabilities not readily apparent from other sources.
Actual results may differ from these estimates.

The balances, transactions and disclosures impacted by accounting estimates are as follows:
- estimation of fair values of certain financial assets
- estimation of fair values of fixed assets shown at fair value
- impairment of financial assets

GOODS AND SERVICES TAX
Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO). Receivables and payables are stated inclusive of GST receivable or payable. The net amount of GST recoverable from, or payable to, the ATO is included with receivables or payables in the statement of financial position.
Cash flows are presented on a gross basis. The GST components of cash flows arising from investing or financing activities which are recoverable from, or payable to, the ATO are presented as operating cash flows.

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

PREPARATION TIMING AND REVIEW

Date prepared: All known transactions up to 08 June 2026

NOTE 1
STATEMENT OF FINANCIAL ACTIVITY INFORMATION

(a) Non-cash items excluded from operating activities

The following non-cash revenue and expenditure has been excluded from operating activities within the Statement of Financial Activity in accordance with *Financial Management Regulation 32* .

Non-cash items excluded from operating activities	Notes	Adopted Budget	Amended Budget	YTD Budget (a)	YTD Actual (b)	Forecast 30 June 2026 Closing
		$	$	$	$	
Adjustments to operating activities						
Less: Profit on asset disposals	6	(89,488)	(89,488)	(74,530)	(23,765)	(38,723)
Less: Movement in liabilities associated with restricted cash					5,892	5,892
Movement in employee benefit provisions (non-current)		(24,508)	(24,508)	(20,423)	0	(4,085)
Add: Depreciation on assets		5,763,075	5,763,075	4,800,550	4,773,702	5,736,227
Total non-cash items excluded from operating activities		**5,649,079**	**5,649,079**	**4,705,597**	**4,755,829**	**5,699,311**

(b) Adjustments to net current assets in the Statement of Financial Activity

The following current assets and liabilities have been excluded from the net current assets used in the Statement of Financial Activity in accordance with *Financial Management Regulation 32* to agree to the surplus/(deficit) after imposition of general rates.

	Notes	Adopted Budget Opening 30 June 2025	Amended Budget Opening 30 June 2025	Last Year Closing 30 June 2025	Year to Date 30 April 2026
Adjustments to net current assets					
Less: Reserves - restricted cash	10	(2,609,969)	(2,609,969)	(2,609,969)	(2,686,100)
Less: - Financial assets at amortised cost - self supporting loans	4	0	0	(61,030)	(5,352)
Add: Borrowings	8	98,236	98,236	98,236	24,012
Add: Provisions employee related provisions	11	202,034	202,034	202,030	207,923
Add: Lease liabilities	9	2,690	2,690	2,690	79,550
Total adjustments to net current assets		**(2,307,009)**	**(2,307,009)**	**(2,368,043)**	**(2,379,968)**
(c) Net current assets used in the Statement of Financial Activity					
Current assets					
Cash and cash equivalents	2	4,932,583	4,932,583	4,938,077	3,529,708
Rates receivables	3	215,615	215,615	209,190	571,443
Receivables	3	256,983	256,983	256,983	184,020
Other current assets	4	384,883	384,883	472,426	81,070
Less: Current liabilities					
Payables	5	(613,378)	(613,378)	(613,378)	(213,073)
Borrowings	8	(98,236)	(98,236)	(98,236)	(24,012)
Contract liabilities	11	(1,487,421)	(1,487,421)	(1,242,964)	(883,185)
Lease liabilities	9	(2,690)	(2,690)	(2,690)	(79,550)
Provisions	11	(355,179)	(355,179)	(355,179)	(355,179)
Less: Total adjustments to net current assets	1(b)	(2,307,009)	(2,307,009)	(2,368,043)	(2,379,968)
Closing funding surplus / (deficit)		**926,151**	**926,151**	**1,196,186**	**431,275**

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 operational cycle.

OPERATING ACTIVITIES
NOTE 2
CASH AND FINANCIAL ASSETS

Description	Classification	Unrestricted	Restricted	Total Cash	Trust	Institution	Interest Rate	Maturity Date
		$	$	$	$			
Municipal Cash at Bank	Cash and cash equivalents	(39,576)	883,185	843,609	0	CBA	3.00%	on call
Reserve Cash at Bank	Cash and cash equivalents	0	2,686,099	2,686,099	0	CBA	3.60%	on call
Total		**(39,576)**	**3,569,284**	**3,529,708**	**0**			
Comprising								
Cash and cash equivalents		(39,576)	3,569,284	3,529,708	0			
		(39,576)	**3,569,284**	**3,529,708**	**0**			

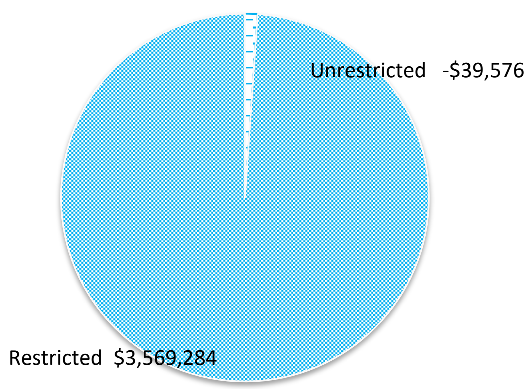
KEY INFORMATION

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:

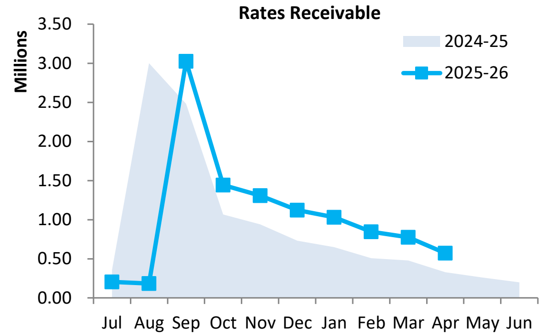
- the asset is held within a business model whose objective is to collect the contractual cashflows, and
- the contractual terms give rise to cash flows that are solely payments of principal and interest.

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 4 - Other assets.



OPERATING ACTIVITIES
NOTE 3
RECEIVABLES

Rates receivable	30 June 2025	30 Apr 2026
	$	$
Opening arrears previous years	198,217	209,190
Levied this year	2,647,855	2,856,603
Less - collections to date	(2,636,882)	(2,494,350)
Gross rates collectable	**209,190**	**571,443**
Net rates collectable	**209,190**	**571,443**
% Collected	92.6%	81.4%



Receivables - general	Credit	Current	30 Days	60 Days	90+ Days	Total
	$	$	$	$	$	$
Receivables - general	(11,403)	43,509	11,631	0	18,351	62,088
Percentage	(18.40%)	70.1%	18.7%	0%	29.6%	
Balance per trial balance						
Pensioner Rebates Receivable						32,468
Sundry receivable						62,088
ATO GST receivable						89,464
Total receivables general outstanding						**184,020**

Amounts shown above include GST (where applicable)

KEY INFORMATION

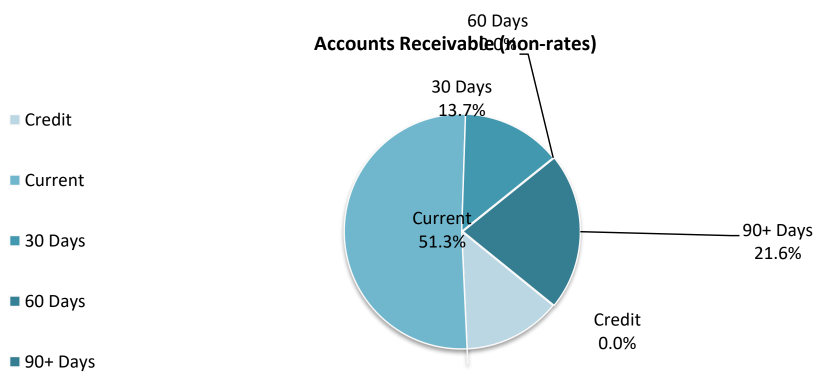
Trade and other receivables include amounts due from ratepayers for unpaid rates and service charges and other amounts due from third parties for goods sold and services performed in the ordinary course of business.

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.



OPERATING ACTIVITIES
NOTE 4
OTHER CURRENT ASSETS

Other current assets	Opening Balance 1 July 2025	Asset Increase	Asset Reduction	Closing Balance 30 April 2026
	$	$	$	$
Other financial assets at amortised cost				
Financial assets at amortised cost - self supporting loans	61,030	0	(55,678)	5,352
Inventory				
Fuel	7,517	4,533	0	12,050
Gravel	156,338	0	(92,670)	63,668
Accrued income	30,812	0	(30,812)	0
Contract assets				
Contract assets	216,729	0	(216,729)	0
Total other current assets	**472,426**	**4,533**	**(395,889)**	**81,070**

Amounts shown above include GST (where applicable)

KEY INFORMATION

Other financial assets at amortised cost

The Shire classifies financial assets at amortised cost if both of the following criteria are met:
- the asset is held within a business model whose objective is to collect the contractual cashflows, and
- the contractual terms give rise to cash flows that are solely payments of principal and interest.

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.

Contract assets

A contract asset is the right to consideration in exchange for goods or services the entity has transferred to a customer when that right is conditioned on something other than the passage of time.

OPERATING ACTIVITIES
NOTE 5
PAYABLES

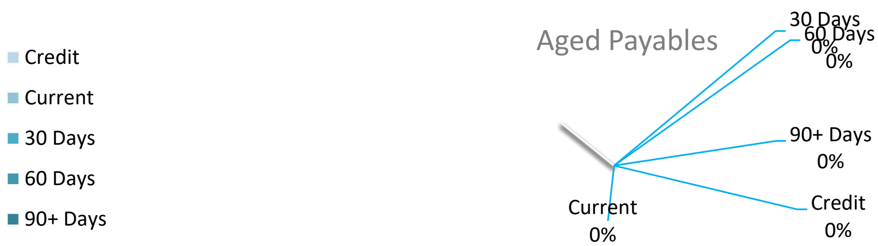
Payables - general	Credit	Current	30 Days	60 Days	90+ Days	Total
	$	$	$	$	$	$
Payables - general	0	0	0	0	0	0
Percentage	0%	0%	0%	0%	0%	
Balance per trial balance						
ATO GST & PAYG liabilities						55,902
Bonds & Deposits						97,777
Rates in Advance						37,820
Other payables						11,714
Payroll - Novated Leases						9,860
Total payables general outstanding						**213,073**

Amounts shown above include GST (where applicable)

KEY INFORMATION

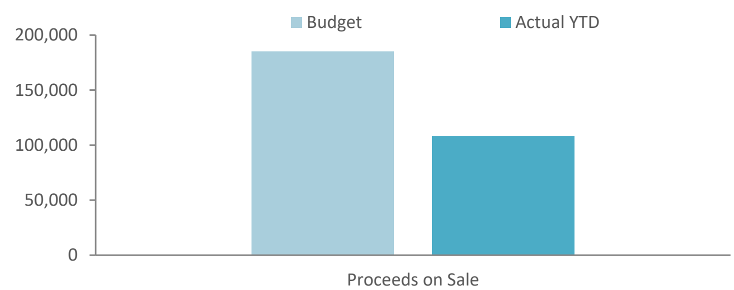
Trade and other payables represent liabilities for goods and services provided to the Shire prior to the end of the period that are unpaid and arise when the Shire becomes obliged to make future payments in respect of the purchase of these goods and services. The amounts are unsecured, are recognised 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.



OPERATING ACTIVITIES
NOTE 6
DISPOSAL OF ASSETS

		Budget				YTD Actual			
Asset Ref.	Asset description	Net Book Value	Proceeds	Profit	(Loss)	Net Book Value	Proceeds	Profit	(Loss)
		$	$	$	$	$	$	$	$
	Plant and equipment								
	Recreation and culture								
	Toyota Hilux	10,973	30,000	19,027	0	0	0	0	0
	Transport								
	Hino Long Crew Cab	0	35,000	35,000	0	0	18,241	18,241	0
	Volvo Loader L90	84,539	120,000	35,461	0	84,539	90,063	5,524	0
		95,512	**185,000**	**89,488**	**0**	**84,539**	**108,304**	**23,765**	**0**



NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD ENDED 30 APRIL 2026

INVESTING ACTIVITIES
NOTE 7
CAPITAL ACQUISITIONS

Capital acquisitions	Adopted Budget	Amended Budget	Adopted YTD Budget	YTD Actual	Forecast 30 June Closing	YTD Actual Variance
	$	$	$	$		$
Buildings	222,642	255,748	221,176	111,506	**112,972**	(109,670)
Furniture and equipment	16,700	16,316	0	6,316	**23,016**	6,316
Plant and equipment	150,692	244,635	122,510	200,282	**228,464**	77,772
Infrastructure - roads	1,070,000	1,138,897	1,117,148	756,046	**708,898**	(361,102)
Infrastructure - footpaths & cyclepaths	2,762,406	2,515,250	2,271,581	1,552,821	**2,043,646**	(718,760)
Infrastructure - bridges	1,388,500	1,388,500	1,388,490	201,962	**201,972**	(1,186,528)
Infrastructure - parks & ovals	53,000	53,000	44,140	19,522	**28,382**	(24,618)
Infrastructure - other	112,033	673,419	563,160	647,200	**196,073**	84,040
Payments for Capital Acquisitions	**5,775,973**	**6,285,765**	**5,728,205**	**3,495,655**	**3,543,423**	**(2,232,550)**

Capital Acquisitions Funded By:						
	$	$	$	$		$
Capital grants and contributions	5,194,246	0	4,610,520	2,420,351	3,004,076	(2,190,169)
Lease liabilities	0	0	94,956	94,956	94,956	0
Other (disposals & C/Fwd)	185,000	185,000	154,167	108,304	139,137	(45,863)
Cash backed reserves						
Leave Entitlements	30,000	30,000		0	30,000	0
Plant	62,000	84,000		0	62,000	0
Office Equipment	15,700	15,700		0	15,700	0
Asset Management	118,487	118,487		0	118,487	0
Landfill	15,000	15,000		0	15,000	0
Emergency Management	6,500	6,500		0	6,500	0
Gravel Pit	0	20,000		0	0	0
Infrastructure	88,000	88,000		0	88,000	0
Stategic Initiatives	64,179	64,179	0	0	64,179	0
Contribution - operations	(3,139)	5,658,899	868,562	872,044	(94,612)	3,482
Capital funding total	**5,775,973**	**6,285,765**	**5,728,205**	**3,495,655**	**3,543,423**	**(2,232,550)**

SIGNIFICANT ACCOUNTING POLICIES

Each class of fixed assets within either plant and equipment or infrastructure, is carried at cost or fair value as indicated less, where applicable, any accumulated depreciation and impairment losses.

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

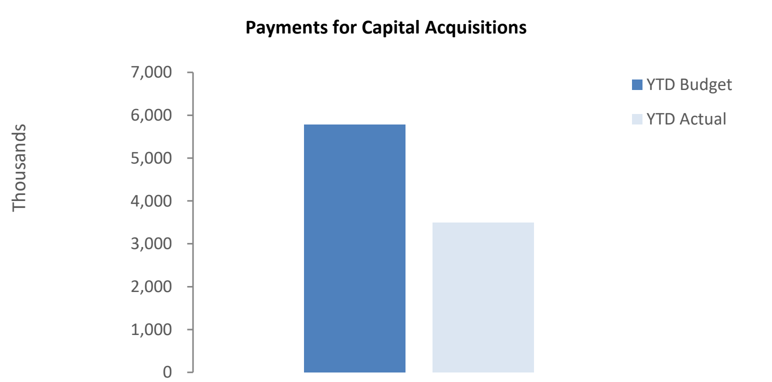
Where multiple individual low value assets are purchased together as part of a larger asset or collectively forming a larger asset exceeding the threshold, the individual assets are recognised as one asset and capitalised.

Initial recognition and measurement for assets held at cost

Plant and equipment including furniture and equipment is recognised at cost on acquisition in accordance with *Financial Management Regulation 17A.* Where acquired at no cost the asset is initially recognise at fair value. Assets held at cost are depreciated and assessed for impairment annually.

Initial recognition and measurement between mandatory revaluation dates for assets held at fair value

In relation to this initial measurement, cost is determined as the fair value of the assets given as consideration plus costs incidental to the acquisition. For assets acquired at zero cost or otherwise significantly less than fair value, cost is determined as fair value at the date of 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.



INVESTING ACTIVITIES
NOTE 7
CAPITAL ACQUISITIONS (CONTINUED)

	Account Description	Adopted Budget	Amended Budget	Adopted YTD Budget	YTD Actual	Variance (Under)/Over
		$	$	$	$	$
	Buildings					
BC5501	Nannup Brook Vbfb Fire Station - Building (Capital)	24,155	29,721	29,721	5,566	(24,155)
BC5509	Cundinup Bfb Fire Station - Building (Capital)	15,150	15,150	12,610	4,958	(7,652)
BC9101	House (Lot 234) 30 Dunnett Road - Building (Capital)	13,495	16,860	14,040	16,836	2,796
BC9103	House (Lot 233) 29 Carey St - Building (Capital)	20,000	20,000	16,660	11,736	(4,924)
BC10703	Town Hall Public Toilets Capital	0	10,330	10,330	10,330	0
BC11101	Town Hall Nannup (1903) - Building (Capital)	60,000	60,000	49,980	0	(49,980)
BC11104	Community Hall Carlotta - Building (Capital)	0	8,845	8,845	8,845	0
BC11303	Recreation Centre Nannup - Building (Capital)	39,432	39,432	32,840	28,652	(4,188)
BC12102	Shire Depot - Administration Office - Building (Capital)	22,000	27,000	22,490	18,840	(3,650)
BC11305	Foreshore Park Amphitheatre Stage - Building (Capital)	15,367	15,367	12,800	5,743	(7,057)
BC11308	Bowling Club Nannup - Building (Capital)	13,043	13,043	10,860	0	(10,860)
	Total Buildings	**222,642**	**255,748**	**221,176**	**111,506**	**(109,670)**
	Furniture & Equipment					
4110320	REC - Furniture & Equipment (Capital)	10,000	10,000	0	0	0
4110520	LIBRARY - Furniture & Equipment (Capital)	6,700	6,316	0	6,316	6,316
	Total Furniture & Equipment	**16,700**	**16,316**	**0**	**6,316**	**6,316**
	Plant & Equipment					
4050530	ESL BFB - Plant & Equipment (Capital)	14,692	15,091	0	15,091	15,091
4050630	ESL SES - Plant & Equipment (Capital)	44,000	44,000	0	0	0
4070430	HEALTH - Plant & Equipment (Capital)	37,000	38,470	0	38,290	38,290
4120330	PLANT - Plant & Equipment (Capital)	55,000	147,074	122,510	146,901	24,391
	Total Plant & Equipment	**150,692**	**244,635**	**122,510**	**200,282**	**77,772**
	Roads					
RC500	Warren Road (Main Street) (Capital)	60,000	60,000	49,970	51,750	1,780
4120141	ROADC - Roads Outside BUA - Sealed - Council Funded	0	0	0	4,035	4,035
RC045	Jalbarragup Road (Capital)	180,000	213,897	202,190	209,658	7,468
RRG002	Cundinup - Kirup Road (Rrg)	265,000	300,000	299,994	298,113	(1,881)
RRG007	Governor Broome Road (Rrg)	0	0	0	116	116
RRG094	Cundinup South Road (Rrg)	120,000	120,000	120,000	1,044	(118,956)
RRG109	Bridgetown - Nannup Road (Rrg)	165,000	165,000	164,998	150,676	(14,322)
R2R002	Cundinup - Kirup Road (R2R)	0	0	0	782	782
R2R007	Governor Broome Road (R2R)	125,000	125,000	124,998	32,446	(92,552)
R2R069	Fouracres Road (R2R)	120,000	120,000	120,000	7,426	(112,574)
R2R116	Leschenaultia Drive (R2R)	35,000	35,000	34,998	0	(34,998)
	Total Roads	**1,070,000**	**1,138,897**	**1,117,148**	**756,046**	**(361,102)**
	Drainage					
	Total Drainage	**0**	**0**	**0**	**0**	**0**
	Bridges					
BR3958A	East Nannup Rd - Bridge (Capital)	258,000	258,000	257,998	172,000	(85,998)
BR3979	Mowen Rd - Bridge (Capital)	50,500	50,500	50,496	0	(50,496)
BR3983A	Sears Rd - Bridge (Capital)	45,000	45,000	44,998	0	(44,998)
BR3950	Cundinup West Rd - Bridge (Capital)	1,000,000	1,000,000	1,000,000	0	(1,000,000)
BR9222	Old Rail Alignment - Bridge (Capital)	35,000	35,000	34,998	29,962	(5,036)
	Total Bridges	**1,388,500**	**1,388,500**	**1,388,490**	**201,962**	**(1,186,528)**
	Footpaths & Cyclepaths					
FC000	Footpath Construction General (Budgeting Only)	20,000	20,000	20,000	0	(20,000)
OC12111	Trail Town - Stage 1 - Southern Entrance To Town Bridge	1,033,247	1,033,247	1,033,241	511,838	(521,403)
OC12113	Trail Town - Stage 3	1,709,159	1,462,003	1,218,340	1,040,983	(177,357)
	Total Footpaths & Cyclepaths	**2,762,406**	**2,515,250**	**2,271,581**	**1,552,821**	**(718,760)**
	Parks & Gardens					
PC11309	River Foreshore Amphi Theatre Park & Car Park	28,000	28,000	23,320	0	(23,320)
PC11330	Town Oval Inc Pump Station	25,000	25,000	20,820	19,522	(1,298)
	Total Parks & Gardens	**53,000**	**53,000**	**44,140**	**19,522**	**(24,618)**
	Other Infrastructure					
4080190	PRESCHOOL - Infrastructure Other (Capital)	97,033	158,195	131,830	162,653	30,823
4100290	SAN OTH - Infrastructure Other (Capital)	15,000	15,000	12,490	14,425	1,935
PI001	Grange Road Carpark	0	487,644	406,260	457,542	51,282
IO11306	Recenter Centre Cricket Nets	0	12,580	12,580	12,580	0
	Total Other Infrastructure	**112,033**	**673,419**	**563,160**	**647,200**	**84,040**
	TOTAL PPE & INFRASTRUCTURE	**5,775,973**	**6,285,765**	**5,728,205**	**3,495,655**	**(2,232,550)**

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**
		$	$	$	$	$	$	$	$	$
Community amenities										
Waste Facility Machine	40	190,715	0	0	18,545	37,206	209,260	227,921	1,182	2,250
		190,715	0	0	18,545	37,206	209,260	227,921	1,182	2,250
Self supporting loans										
Community amenities										
Nannup Music Club	39	103,369	0	0	43,707	31,719	147,076	135,088	2,258	4,112
Nannup Music Club	41	275,124	0	0	11,971	29,311	287,095	304,435	11,971	14,373
		378,493	0	0	55,678	61,030	434,171	439,523	14,229	18,485
Total		569,208	0	0	74,223	98,236	643,431	667,444	15,411	20,735
Current borrowings		98,236					24,012			
Non-current borrowings		470,972					619,419			
		569,208					643,431			

All debenture repayments were financed by general purpose revenue.
Self supporting loans are financed by repayments from third parties.
The Shire has no unspent debenture funds as at 30th June 2026, nor is it expected to have unspent funds as at 30th June 2027.

KEY INFORMATION

Borrowing costs are recognised as an expense when incurred except where they are directly attributable to the acquisition, construction or production of a qualifying asset. Where this is the case, they are capitalised as part of the cost of the particular asset until such time as the asset is substantially ready for its intended use or sale.

Fair values of borrowings are not materiallly 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. Non-current borrowings fair values are based on discounted cash flows using a current borrowing rate.

Movement in carrying amounts

Information on leases			**New Leases**		**Principal Repayments**		**Principal Outstanding**	
Particulars	**Lease No.**	**1 July 2025**	**Actual**	**Budget**	**Actual**	**Budget**	**Actual**	**Budget**
		$	$	$	$	$	$	$
Law, order, public safety								
CESM Vehicle	979823	2,690	94,956	0	(18,096)	(2,690)	79,550	0
Total		2,690	94,956	0	(18,096)	(2,690)	79,550	0
Current lease liabilities		2,690					79,550	
		2,690					79,550	

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.

Reserve accounts

Reserve name	Opening Balance	Adopted Budget Interest Earned	Amended Budget Interest Earned	Actual Interest Earned	Adopted Budget Transfers In (+)	Amended Budget Transfers In (+)	Actual Transfers In (+)	Adopted Budget Transfers Out (-)	Amended Budget Transfers Out (-)	Actual Transfers Out (-)	Adopted Budget Closing Balance	Amended Budget Closing Balance	Actual YTD Closing Balance
	$	$	$	$	$	$	$	$	$	$	$	$	$
Restricted by Council													
Leave Entitlements	202,030	5,496	5,496	5,893	0	0	0	30,000	30,000	0	177,526	177,526	207,923
Plant	442,763	12,045	12,045	12,912	93,000	93,000	0	62,000	84,000	0	485,808	463,808	455,675
Office Equipment	120,551	3,279	3,279	3,517	0	0	0	15,700	15,700	0	108,130	108,130	124,068
Asset Management	267,055	7,265	7,265	7,788	0	0	0	118,487	118,487	0	155,833	155,833	274,843
Landfill	195,564	5,320	5,320	5,702	0	0	0	15,000	15,000	0	185,884	185,884	201,266
Emergency Management	69,045	1,878	1,878	2,017	0	0	0	6,500	6,500	0	64,423	64,423	71,062
Aged Accommodation	433,738	11,800	11,799	12,653	0	0	0	0	0	0	445,538	445,538	446,391
Gravel Pit	177,789	4,836	4,836	5,185	0	0	0	0	20,000	0	182,625	162,625	182,974
Infrastructure	414,921	11,287	11,287	12,105	0	0	0	88,000	88,000	0	338,208	338,208	427,026
Stategic Initiatives	185,522	5,047	5,047	5,413	0	0	0	64,179	64,179	0	126,390	126,390	190,935
Youth	17,721	482	482	518	0	0	0	0	0	0	18,203	18,203	18,239
Trails	83,270	2,265	2,265	2,429	0	0	0	0	0	0	85,535	85,535	85,699
	2,609,969	**71,000**	**70,999**	**76,131**	**93,000**	**93,000**	**0**	**399,866**	**441,866**	**0**	**2,374,103**	**2,332,103**	**2,686,100**

OPERATING ACTIVITIES
NOTE 11
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 April 2026
		$		$	$	$
Other liabilities						
- Contract liabilities		1,242,964	0	253,673	(613,453)	883,185
Total other liabilities		1,242,964	0	253,673	(613,453)	883,185
Employee Related Provisions						
Annual leave		223,516	0	0	0	223,516
Long service leave		131,663	0	0	0	131,663
Total Employee Related Provisions		355,179	0	0	0	355,179
Total other current assets		**1,598,143**	**0**	**253,673**	**(613,453)**	**1,238,364**

Amounts shown above include GST (where applicable)

A breakdown of contract liabilities and associated movements is provided on the following pages at Note 12

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.

	Unspent operating grant, subsidies and contributions liability					Operating grants, subsidies and contributions revenue						
Provider	**Liability 1 July 2025**	**Increase in Liability**	**Decrease in Liability (As revenue)**	**Liability 30 Apr 2026**	**Current Liability 30 Apr 2026**	**Adopted Budget Revenue**	**YTD Budget**	**Annual Budget**	**Budget Amendments**	**Expected**	**YTD Revenue Actual**	**Forecast 30 June Closing**
	$	$	$	$	$	$	$	$	$	$	$	
Operating grants and subsidies												
General purpose funding												
GEN PUR - Financial Assistance Grant - General	0	0	0	0		468,923	441,570	529,883	60,960	590,843	397,412	424,765
GEN PUR - Financial Assistance Grant - Roads	0	0	0	0		269,639	261,290	313,546	43,907	357,453	235,159	243,508
Law, order, public safety												
FIRE - Grants CESM Reimbursements	0	0	0	0		114,000	94,960	114,000	0	114,000	58,548	77,588
FIRE - Grants Fire Mitigation	0	63,673	(21,724)	41,949		127,346	106,070	127,346	0	127,346	21,724	
OLOPS - Grants AWARE2526	0	0	0	0		19,500	16,240	19,500	0	19,500	0	
ESL BFB - Operating Grant	0	0	0	0		180,385	223,560	268,385	88,000	356,385	166,461	123,286
ESL SES - Operating Grant	0	0	0	0		29,752	27,020	32,443	2,691	35,134	35,977	38,709
Education and welfare												
WELFARE - Grants	0	0	0	0		18,330	17,840	21,425	3,095	24,520	21,425	21,915
Community amenities												
COM AMEN - Other Income	1,328	0	(1,316)	12		0	0	0	0	0	1,589	1,589
Recreation and culture												
LIBRARY - Grant - Regional Library Services	50	0	0	50		0	2,080	2,500	2,500	5,000	2,500	420
LIBRARY - Other Grants	0	0	0	0		0	0	0	0	0	0	
OTH CUL - Other Income	0	12,000	(12,000)	0		15,000	12,490	15,000	0	15,000	15,000	
REC - Grants - Women on Wheels Project	500	0	(500)	0		550	450	550	0	550	500	600
HERITAGE - Oral Histories Project Grant	30	0	(30)	0		170	140	170	0	170	5,859	5,889
Rec Grants Safe and Connected Nannup SA2 2025				0		0	0	0	0	0	10,000	10,000
Transport												
ROADM - Direct Road Grant (MRWA)	0	0	0	0		181,205	145,550	174,739	(6,466)	168,273	174,739	210,394
	1,908	**75,673**	**(35,570)**	**42,011**	**0**	**1,424,800**	**1,349,260**	**1,619,487**	**194,687**	**1,814,174**	**1,146,893**	**1,158,663**
Operating contributions												
Economic services												
OTH ECON - Contributions & Donations	0	0	0	0		100	80	100	0	100	0	20
	0	**0**	**0**	**0**	**0**	**100**	**80**	**100**	**0**	**100**	**0**	**20**
TOTALS	**1,908**	**75,673**	**(35,570)**	**42,011**	**0**	**1,424,900**	**1,349,340**	**1,619,587**	**194,687**	**1,814,274**	**1,146,893**	**1,158,683**

	Capital grant/contribution liabilities					Non operating grants, subsidies and contributions revenue						
Provider	Liability 1 July 2025	Increase in Liability	Decrease in Liability (As revenue)	Liability 30 Apr 2026	Current Liability 30 Apr 2026	Adopted Budget Revenue	YTD Budget	Annual Budget	Budget Variations	Expected	YTD Revenue Actual	Forecast 30 June Closing
	$	$	$	$	$	$	$	$	$	$	$	$
Non-operating grants and subsidies												
Law, order, public safety												
ESL BFB - Capital Grant	0	0	0	0		38,847	32,350	38,847	0	38,847	0	6,497
ESL SES - Capital Grant	0	0	0	0		44,000	36,650	44,000	0	44,000	0	7,350
Education and welfare												
PRESCHOOL - Grant Funding	20,000	58,000	(78,000)	0		97,033	129,190	155,033	58,000	155,033	142,485	110,328
Recreation and culture												
HALLS - Grants	0	0	0	0		60,000	49,980	60,000		60,000	0	
REC - Grants - SWDC	0	0	0	0		30,000	24,990	30,000	0	30,000	20,000	25,010
Transport												
ROADC - Regional Road Group Grants (MRWA)	0	120,000	(45,044)	74,956		300,000	249,900	300,000	0	300,000	145,494	195,594
ROADC - Roads to Recovery Grant	9,058	0	0	9,058		646,668	596,060	715,565	68,897	715,565	597,404	648,012
ROADC - Other Grants - Roads/Streets	279,594	0	(279,594)	0		796,831	663,760	796,831	0	796,831	175,245	308,316
ROADC - Other Grants - Footpaths & Cycleway	580,210	0	0	580,210		1,827,367	1,316,310	1,580,210	(247,157)	1,580,210	1,029,062	1,540,119
ROADC - Other Grants - Bridges	347,245	0	(175,245)	172,000		1,353,500	1,139,960	1,368,500	15,000	1,368,500	0	213,540
ROADC - Other Reimbursements - Bridges	0	0	0	0		0	0	0	0	0	31,066	31,066
PARKING - Grants	0	0	0	0		0	371,370	445,644	445,644	445,644	279,595	(91,775)
	1,236,107	**178,000**	**(577,883)**	**836,224**	**0**	**5,194,246**	**4,610,520**	**5,534,630**	**340,384**	**5,534,630**	**2,420,351**	**2,994,057**

NOTE 14
TRUST FUND

Funds held at balance date which are required by legislation to be credited to the trust fund and which are not included in the financial statements are as follows:

Description	Opening Balance 1 July 2025	Amount Received	Amount Paid	Closing Balance 30 Apr 2026
	$	$	$	$
Building Services Levy (BSL)	247	7,938	(7,740)	**445**
Construction Training Fund (CTF)	600	434	(1,034)	**0**
Councillor Nomination Fees	0	600	(600)	**0**
Department of Transport	0	283,601	(283,721)	**(120)**
Key, Facility & Equipment Bonds	9,712	2,250	(1,400)	**10,562**
Retention Bonds	42,692	0	0	**42,692**
Other Bonds	44,018	0	0	**44,018**
Unclaimed Monies	180	0	0	**180**
	97,449	**294,823**	**(294,495)**	**97,777**

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

GL Code	Description	Council Resolution	Classification	Non Cash Adjustment	Increase in Available Cash	Decrease in Available Cash	Amended Budget Running Balance
				$	$	$	$
	Budget adoption	280825.11	Opening Surplus(Deficit)			0	926,151
PI001	Grange Road Carpark	271125.14	Capital Expenses			445,644	1,371,795
3120410	PARKING - Grants	271125.14	Capital Revenue			(445,644)	926,151
4080190	PRESCHOOL - Infrastructure Other (capital)	271125.13	Capital Expenses			58,000	984,151
3080110	PRESCHOOL - Grant Funding	271125.13	Capital Revenue			(58,000)	926,151
Note Mid Year Budget Review Adopted by Council - OCM 26 March 2026 Resolution Number 260326.7 - Absolute Majority Resulting in new Surplus position of $16,673							
					16,673		
				0	**16,673**	**0**	**16,673**

NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD ENDED 30 APRIL 2026

NOTE 16
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 $30,000 or 10.00% whichever is the greater.

Nature or type	Var. $	Var. %	Timing / Permanent	Explanation of variances
	$	%		
Opening funding surplus / (deficit)	270,035	29%	Permanent	Opening Surplus position
Rates	33,655	1%	Timing	FPC Adjustment
Operating grants, subsidies and contributions	(202,446)	(15%)	Timing	Timing Fire and ESL Grants -$84k - offset with under expenditure, Financial Assistance grants -$70k - received in May 2026, MRWA Road Direct Grant fully received $29k, CESM Grant -$36k timing, BFB ESL Grant -$57k
Fees and charges	53,543	8%	Timing	WARR ACT Fee levied September
Profit on disposal of assets	(50,765)	(68%)	Timing	Timing
Materials and contracts	526,908	27%	Mixed	See table below

Description	Variance ($)	Type
FIRE - MITIGATION EXPENSE	-$75,968.22	T
PWO - Engineering & Technical Support (Includes ACH)	-$45,690.00	P
OTH GOV - Consultancy - Strategic	-$39,742.27	T
OTH GOV - Subscriptions & Memberships	-$37,907.47	T
TOUR - Subscriptions & Memberships (WBAC)	-$36,152.54	P
REC - Trails & Tracks Maintenance/Operations	-$33,595.78	T
POC - External Parts & Repairs	-$26,853.45	P
ROADM - Bridge Maintenance - Outside BUA	-$26,465.00	T
ESL BFB - Clothing & Accessories	-$24,786.29	T
OLOPS - Consultants Critical Incident Management Plan	-$21,650.00	T
ADMIN - Information Technology	-$16,302.02	T
ROADM - Road Maintenance Outside BUA - Sealed - Council Funded	-$16,272.59	T
ROADM - Road Maintenance Outside BUA - Formed - Council Funded	-$15,905.08	T
POC - Fuels and Oils	-$15,598.85	P
ROADM - Road Maintenance Built Up Area - Sealed - Council Funded	-$15,062.45	T
SAN - Consultants	-$13,120.00	T
FIRE - Fire Prevention and Planning	-$12,020.00	T
ROADM - Other Expenses	-$11,300.21	T
ENVIRON - ENVIRON - CONTRIBUTIONS TO ENVIRONMENTAL INITIATIVES	-$10,491.00	P
HALLS - Town Halls and Public Bldg Maintenance	-$10,110.28	P
PWO - Postage and Freight	-$9,946.78	P
PWO - Minor Asset Purchases (Includes Civil 3D)	-$9,558.00	T
RATES - Valuation Expenses	-$9,389.10	T
STF HOUSE - Building Maintenance	-$9,284.24	P
FIRE - Firebreak Installations (recoverable)	-$9,090.00	P

Nature or type	Var. $	Var. %	Timing / Permanent	Explanation of variances
Utility charges	18,148	20%	Timing	$2,271, balance of variance spread across 29 Job numbers at an average variance of $329
Insurance expenses	(36,990)	(20%)	Timing	Timing on part of Budget YTD only showing 4 months, however major invoices paid for Insurances Year End position estimate to be Underspent by $15k
Proceeds from non-operating grants, subsidies and contributions	(2,190,170)	(48%)	Timing	See table below

Description	Variance ($)	Type
ESL BFB - Capital Grant	$32,350.00	T
ESL SES - Capital Grant	$36,650.00	T
PRESCHOOL - Grant Funding	-$13,294.55	T
HALLS - Grants	$49,980.00	T
REC - Grants - SWDC	$4,990.00	T
ROADC - Regional Road Group Grants (MRWA)	$104,406.00	T
ROADC - Roads to Recovery Grant	-$1,344.00	T
ROADC - Other Grants - Roads/Streets	$488,514.98	T
ROADC - Other Grants - Footpaths & Cycleway	$287,248.18	T
ROADC - Other Grants - Bridges	$1,139,960.00	T
ROADC - Other Reimbursements - Bridges	-$31,066.27	P
PARKING - Grants	$91,776.00	T

Nature or type	Var. $	Var. %	Timing / Permanent	Explanation of variances
Proceeds from disposal of assets	(45,863)	(30%)	Permanent	signficant under receipt on disposal of both Hino & Volvo disposals
Payments for property, plant and equipment and i	2,232,550	39%	Timing	Capital Works Roads $362k - namely Fouracres Road and Cundinup South Road, Bridges $1.186m, namely Cundinup West Bridge $1m - reliant on MRWA, Southern Bridges $541K and Trail Town Project works $177k all
Transfer from reserves	(368,222)	(100%)	Timing	No reserve transfers to date, timing
Repayment of debentures	24,013	24%	Timing	Timing - Self Supporting Loans and WATC Loan Budget YTD v Actual year end postion estimate to be on target
Transfer to reserves	60,535	44%	Timing	No reserve transfers to date, timing