

SHIRE OF NANNUP

MONTHLY FINANCIAL REPORT
(Containing the Statement of Financial Activity)
For the period ending 31 May 2026

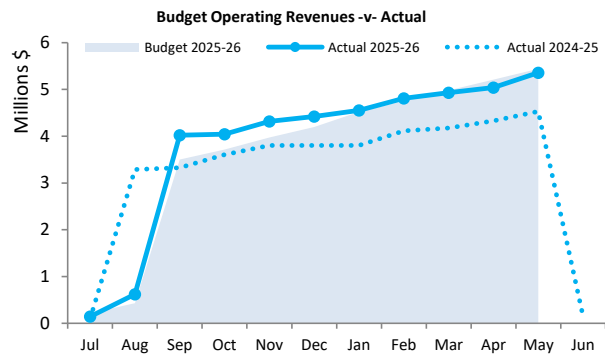
LOCAL GOVERNMENT ACT 1995
LOCAL GOVERNMENT (FINANCIAL MANAGEMENT) REGULATIONS 1996

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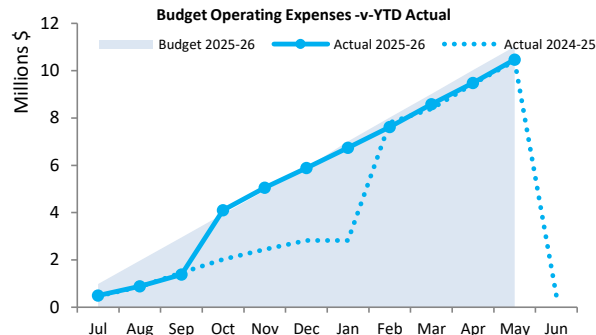
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OPERATING ACTIVITIES

OPERATING REVENUE

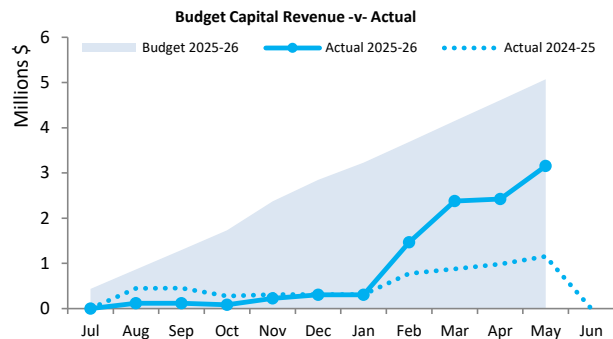


OPERATING EXPENSES

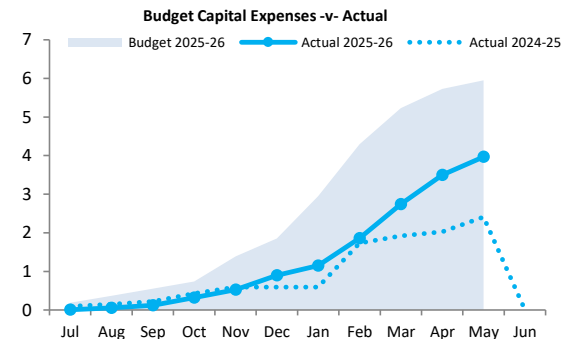


INVESTING ACTIVITIES

CAPITAL REVENUE



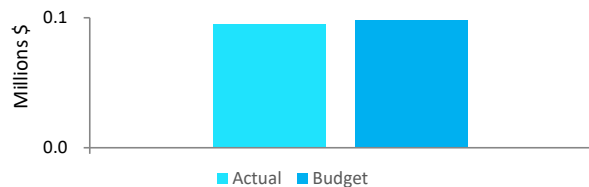
CAPITAL EXPENSES



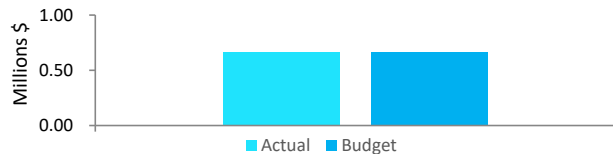
FINANCING ACTIVITIES

BORROWINGS

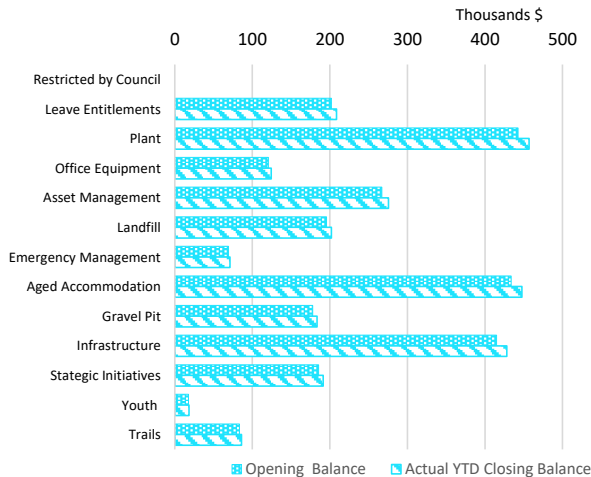
Principal Repayments



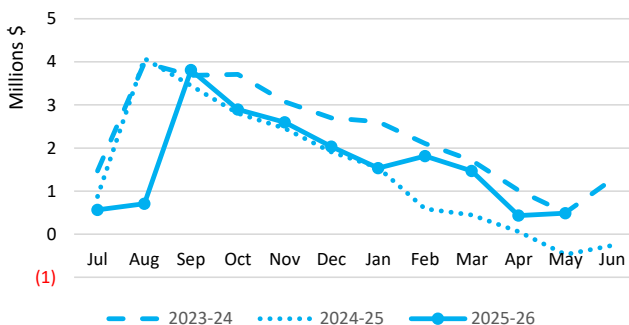
Principal Outstanding



RESERVES



Closing funding surplus / (deficit)



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	\$0.07 M	\$0.49 M	\$0.42 M

Refer to Statement of Financial Activity

Cash and cash equivalents		
	\$3.06 M	% of total
Unrestricted Cash	\$0.06 M	2.1%
Restricted Cash	\$3.00 M	97.9%

Refer to Note 2 - Cash and Financial Assets

Payables		
	\$0.22 M	% Outstanding
Trade Payables	\$0.00 M	
0 to 30 Days		100.0%
Over 30 Days		0.0%
Over 90 Days		0%

Refer to Note 5 - Payables

Receivables		
	\$0.32 M	% Collected
Rates Receivable	\$0.39 M	87.3%
Trade Receivable	\$0.32 M	% Outstanding
Over 30 Days		12.1%
Over 90 Days		7.3%

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)	(\$0.36 M)	\$0.11 M	\$0.47 M

Refer to Statement of Financial Activity

Rates Revenue		
	\$2.86 M	% Variance
YTD Actual	\$2.86 M	
YTD Budget	\$2.82 M	1.27%

Refer to Statement of Financial Activity

Operating Grants and Contributions		
	\$1.40 M	% Variance
YTD Actual	\$1.40 M	
YTD Budget	\$1.48 M	(5.59%)

Refer to Note 12 - Operating Grants and Contributions

Fees and Charges		
	\$0.76 M	% Variance
YTD Actual	\$0.76 M	
YTD Budget	\$0.75 M	1.12%

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)	(\$0.65 M)	(\$0.62 M)	\$0.03 M

Refer to Statement of Financial Activity

Proceeds on sale		
	\$0.14 M	%
YTD Actual	\$0.14 M	
Adopted Budget	\$0.19 M	74.21%

Refer to Note 6 - Disposal of Assets

Asset Acquisition		
	\$3.97 M	% Spent
YTD Actual	\$3.97 M	
Adopted Budget	\$5.78 M	68.7%

Refer to Note 7 - Capital Acquisitions

Capital Grants		
	\$3.15 M	% Received
YTD Actual	\$3.15 M	
Adopted Budget	\$5.19 M	60.71%

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	\$0.15 M	(\$0.20 M)	(\$0.35 M)

Refer to Statement of Financial Activity

Borrowings	
Principal repayments	(\$0.10 M)
Interest expense	(\$0.02 M)
Principal due	\$0.66 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 Liabilities

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

KEY TERMS AND DESCRIPTIONS

FOR THE PERIOD ENDED 31 MAY 2026

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.

NATURE OR TYPE DESCRIPTIONS

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 31 MAY 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	2,819,889	2,855,718	2,890,447	35,829	1.27%	▲
Operating grants, subsidies and contributions	12	1,424,900	1,619,587	1,484,274	1,401,366	1,341,992	(82,908)	(5.59%)	▼
Fees and charges		791,339	814,556	750,928	759,372	799,783	8,444	1.12%	
Interest earnings		211,433	225,333	206,437	192,343	197,339	(14,094)	(6.83%)	
Other revenue		66,810	106,810	97,768	103,570	72,612	5,802	5.93%	
Profit on disposal of assets	6	89,488	89,488	81,983	46,142	53,647	(35,841)	(43.72%)	▼
		5,438,588	5,672,593	5,441,278	5,358,511	5,355,820	(82,767)	(1.52%)	
Expenditure from operating activities									
Employee costs		(3,353,958)	(3,309,014)	(3,031,182)	(2,991,106)	(3,313,882)	40,076	1.32%	▼
Materials and contracts		(2,111,961)	(2,362,055)	(2,161,335)	(1,684,542)	(1,635,168)	476,793	22.06%	▼
Utility charges		(109,567)	(109,717)	(100,287)	(90,775)	(100,055)	9,512	9.48%	
Depreciation on non-current assets		(5,763,075)	(5,763,075)	(5,280,605)	(5,259,724)	(5,742,194)	20,881	0.40%	
Interest expenses		(16,853)	(16,853)	(15,433)	(16,804)	(18,224)	(1,371)	(8.88%)	
Insurance expenses		(232,945)	(219,680)	(200,959)	(219,680)	(251,666)	(18,721)	(9.32%)	
Other expenditure		(224,704)	(251,755)	(230,505)	(207,967)	(202,166)	22,538	9.78%	
		(11,813,062)	(12,032,149)	(11,020,306)	(10,470,598)	(11,263,355)	549,708	(4.99%)	
Non-cash amounts excluded from operating activities	1(a)	5,649,079	5,649,079	5,220,090	5,220,090	5,693,013	0	0.00%	
Amount attributable to operating activities		(725,395)	(710,477)	(358,938)	108,003	(214,522)	466,941	(130.09%)	
Investing activities									
Proceeds from non-operating grants, subsidies and contributions	13	5,194,246	5,534,630	5,071,572	3,153,495	3,276,169	(1,918,077)	(37.82%)	▼
Proceeds from disposal of assets	6	185,000	185,000	169,583	137,292	152,709	(32,291)	(19.04%)	▼
Proceeds from financial assets at amortised cost - self supporting loans	8	61,030	61,030	58,431	58,431	61,030	0	0.00%	
Payments for property, plant and equipment and infrastructure	7	(5,775,973)	(6,285,765)	(5,949,824)	(3,966,562)	(3,792,711)	1,983,262	33.33%	▼
Amount attributable to investing activities		(335,697)	(505,105)	(650,238)	(617,344)	(302,803)	32,894	(5.06%)	
Financing Activities									
Transfer from reserves	10	399,866	441,866	405,044	0	(5,178)	(405,044)	(100.00%)	▼
Payments for principal portion of lease liabilities		(2,690)	(2,690)	(2,690)	(20,056)	(20,056)	(17,366)	(645.58%)	
Repayment of debentures	8	(98,236)	(98,236)	(98,236)	(95,422)	(95,422)	2,814	2.86%	
Transfer to reserves	10	(164,000)	(163,999)	(150,332)	(84,079)	(97,747)	66,253	44.07%	▼
Amount attributable to financing activities		134,941	176,941	153,786	(199,557)	(218,403)	(353,343)	(229.76%)	
Closing funding surplus / (deficit)	1(c)	0	(112,487)	70,760	487,288	460,458	416,528	589%	▲

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 16 June 2026

(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*.

	Notes	Adopted Budget	Amended Budget	YTD Budget (a)	YTD Actual (b)	Forecast 30 June 2026 Closing
Non-cash items excluded from operating activities		\$	\$	\$	\$	
Adjustments to operating activities						
Less: Profit on asset disposals	6	(89,488)	(89,488)	(81,983)	(46,142)	(53,647)
Less: Movement in liabilities associated with restricted cash					6,508	6,508
Movement in employee benefit provisions (non-current)		(24,508)	(24,508)	(22,466)	0	(2,042)
Add: Depreciation on assets		5,763,075	5,763,075	5,280,605	5,259,724	5,742,194
Total non-cash items excluded from operating activities		5,649,079	5,649,079	5,176,156	5,220,090	5,693,013

(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.

		Adopted Budget	Amended Budget	Last Year	Year to
		Opening	Opening	Closing	Date
		30 June 2025	30 June 2025	30 June 2025	31 May 2026
Adjustments to net current assets					
Less: Reserves - restricted cash	10	(2,609,969)	(2,609,969)	(2,609,969)	(2,694,048)
Less: - Financial assets at amortised cost - self supporting loans	4	0	0	(61,030)	(2,599)
Add: Borrowings	8	98,236	98,236	98,236	2,815
Add: Provisions employee related provisions	11	202,034	202,034	202,030	208,538
Add: Lease liabilities	9	2,690	2,690	2,690	77,590
Total adjustments to net current assets		(2,307,009)	(2,307,009)	(2,368,043)	(2,407,705)

(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	3,064,633
Rates receivables	3	215,615	215,615	209,190	389,714
Receivables	3	256,983	256,983	256,983	322,193
Other current assets	4	384,883	384,883	472,426	76,823
Less: Current liabilities					
Payables	5	(613,378)	(613,378)	(613,378)	(217,120)
Borrowings	8	(98,236)	(98,236)	(98,236)	(2,815)
Contract liabilities	11	(1,487,421)	(1,487,421)	(1,242,964)	(305,667)
Lease liabilities	9	(2,690)	(2,690)	(2,690)	(77,590)
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)	(2,407,705)
Closing funding surplus / (deficit)		926,151	926,151	1,196,186	487,288

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.

NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD ENDED 31 MAY 2026

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	64,919	305,667	370,586	0	CBA	3.00%	on call
Reserve Cash at Bank	Cash and cash equivalents	0	2,694,047	2,694,047	0	CBA	3.60%	on call
Total		64,919	2,999,714	3,064,633	0			
Comprising								
Cash and cash equivalents		64,919	2,999,714	3,064,633	0			
		64,919	2,999,714	3,064,633	0			

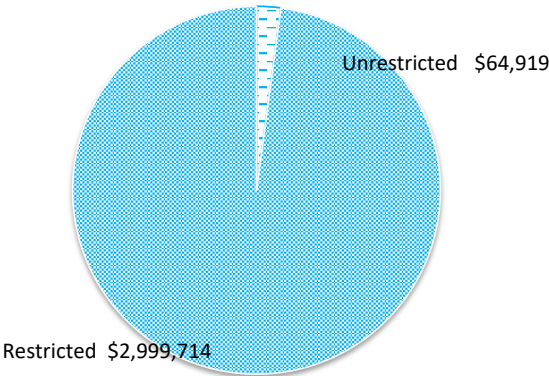
KEY INFORMATION

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.

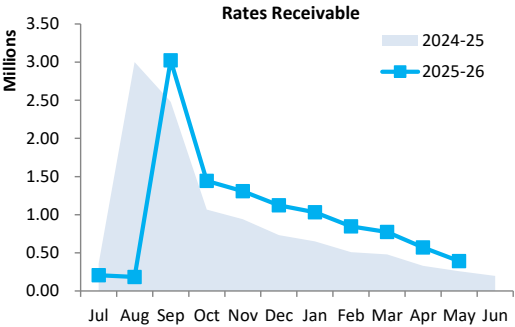
The local government classifies financial assets at amortised cost if both of the following criteria are met:

- 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.



Rates receivable	30 June 2025	31 May 2026
	\$	\$
Opening arrears previous years	198,217	209,190
Levied this year	2,647,855	2,855,718
Less - collections to date	(2,636,882)	(2,675,194)
Gross rates collectable	209,190	389,714
Net rates collectable	209,190	389,714
% Collected	92.6%	87.3%



Receivables - general	Credit	Current	30 Days	60 Days	90+ Days	Total
	\$	\$	\$	\$	\$	\$
Receivables - general	(11,572)	231,948	630	11,301	18,168	250,475
Percentage	(4.60%)	92.6%	0.3%	4.5%	7.3%	
Balance per trial balance						
Pensioner Rebates Receivable						1,475
Sundry receivable						250,475
ATO GST receivable						70,243
Total receivables general outstanding						322,193

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.

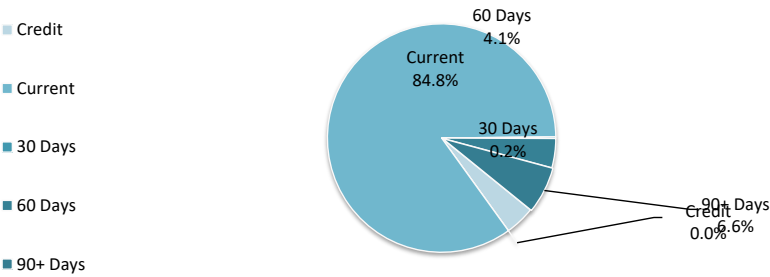
Trade receivables are recognised at original invoice amount less any allowances for uncollectable amounts (i.e. impairment). The carrying amount of net trade receivables is equivalent to fair value as it is due for settlement within 30 days.

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.

Accounts Receivable (non-rates)



	Opening Balance 1 July 2025	Asset Increase	Asset Reduction	Closing Balance 31 May 2026
Other current assets	\$	\$	\$	\$
Other financial assets at amortised cost				
Financial assets at amortised cost - self supporting loans	61,030	0	(58,431)	2,599
Inventory				
Fuel	7,517	3,039	0	10,556
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	3,039	(398,642)	76,823
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.

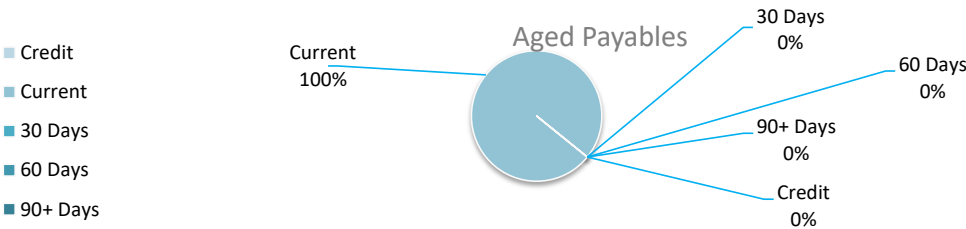
Contract assets

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.

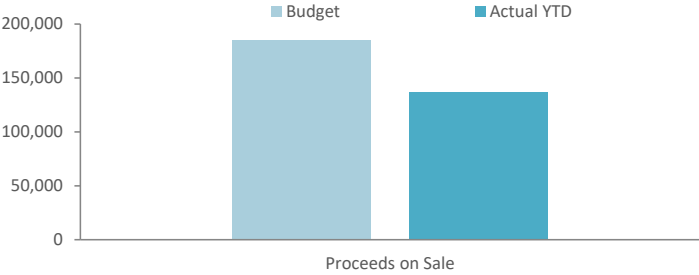
Payables - general	Credit	Current	30 Days	60 Days	90+ Days	Total
	\$	\$	\$	\$	\$	\$
Payables - general	0	1,200	0	0	0	1,200
Percentage	0%	100%	0%	0%	0%	
Balance per trial balance						
Sundry creditors						1,200
ATO GST & PAYG liabilities						66,858
Bonds & Deposits						102,785
Rates in Advance						26,051
Other payables						11,714
Payroll - Novated Leases						8,512
Total payables general outstanding						217,120
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.



Asset Ref. Asset description	Budget				YTD Actual			
	Net Book	Proceeds	Profit	(Loss)	Net Book	Proceeds	Profit	(Loss)
	Value				Value			
	\$	\$	\$	\$	\$	\$	\$	\$
Plant and equipment								
Recreation and culture								
Toyota Hilux	10,973	30,000	19,027	0	6,613	28,988	22,375	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	91,152	137,292	46,140	0



**NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD ENDED 31 MAY 2026**

**INVESTING ACTIVITIES
NOTE 7
CAPITAL ACQUISITIONS**

	Adopted Budget	Amended Budget	Adopted YTD Budget	YTD Actual	YTD Actual Variance
Capital acquisitions					
	\$	\$	\$	\$	\$
Buildings	222,642	255,748	238,404	112,024	(126,380)
Furniture and equipment	16,700	16,316	0	6,316	6,316
Plant and equipment	150,692	244,635	134,761	200,282	65,521
Infrastructure - roads	1,070,000	1,138,897	1,127,982	979,020	(148,962)
Infrastructure - footpaths & cyclepaths	2,762,406	2,515,250	2,393,415	1,747,319	(646,096)
Infrastructure - bridges	1,388,500	1,388,500	1,388,490	206,470	(1,182,020)
Infrastructure - parks & ovals	53,000	53,000	48,554	19,522	(29,032)
Infrastructure - other	112,033	673,419	618,218	695,609	77,391
Payments for Capital Acquisitions	5,775,973	6,285,765	5,949,824	3,966,562	(1,983,262)
Capital Acquisitions Funded By:					
	\$	\$	\$	\$	\$
Capital grants and contributions	5,194,246	0	5,071,572	3,153,496	(1,918,076)
Lease liabilities	0	0	94,956	94,956	0
Other (disposals & C/Fwd)	185,000	185,000	169,583	137,292	(32,291)
Cash backed reserves					
Leave Entitlements	30,000	30,000		0	0
Plant	62,000	84,000		0	0
Office Equipment	15,700	15,700		0	0
Asset Management	118,487	118,487		0	0
Landfill	15,000	15,000		0	0
Emergency Management	6,500	6,500		0	0
Gravel Pit	0	20,000		0	0
Infrastructure	88,000	88,000		0	0
Strategic Initiatives	64,179	64,179	0	0	0
Contribution - operations	(3,139)	5,658,899	613,713	580,818	(32,895)
Capital funding total	5,775,973	6,285,765	5,949,824	3,966,562	(1,983,262)

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.

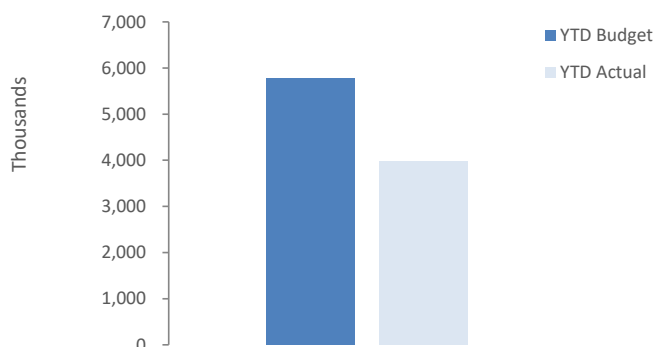
Initial recognition and measurement for assets held at cost

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.

Payments for Capital Acquisitions



		Adopted	Amended	Adopted		Variance
Account Description		Budget	Budget	YTD Budget	YTD Actual	(Under)/Over
		\$	\$	\$	\$	\$
Buildings						
	BC5501 Nannup Brook Vfbf 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	13,871	4,958	(8,913)
	BC9101 House (Lot 234) 30 Dunnett Road - Building (Capital)	13,495	16,860	15,444	16,836	1,392
	BC9103 House (Lot 233) 29 Carey St - Building (Capital)	20,000	20,000	18,326	11,736	(6,590)
	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	54,978	518	(54,460)
	BC11104 Community Hall Carlotta - Building (Capital)	0	8,845	8,845	8,845	0
	BC11303 Recreation Centre Nannup - Building (Capital)	39,432	39,432	36,124	28,652	(7,472)
	BC12102 Shire Depot - Administration Office - Building (Capital)	22,000	27,000	24,739	18,840	(5,899)
	BC11305 Foreshore Park Amphitheatre Stage - Building (Capital)	15,367	15,367	14,080	5,743	(8,337)
	BC11308 Bowling Club Nannup - Building (Capital)	13,043	13,043	11,946	0	(11,946)
Total Buildings		222,642	255,748	238,404	112,024	(126,380)
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	134,761	146,901	12,140
Total Plant & Equipment		150,692	244,635	134,761	200,282	65,521
Roads						
	RC500 Warren Road (Main Street) (Capital)	60,000	60,000	54,967	51,750	(3,217)
	4120141 ROADC - Roads Outside BUA - Sealed - Council Funded	0	0	0	4,035	4,035
	RC045 Jalbarragup Road (Capital)	180,000	213,897	208,027	209,658	1,631
	RRG002 Cundinup - Kirup Road (Rrg)	265,000	300,000	299,994	379,829	79,835
	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	173,099	48,101
	R2R069 Fouracres Road (R2R)	120,000	120,000	120,000	8,031	(111,969)
	R2R116 Leschenaultia Drive (R2R)	35,000	35,000	34,998	0	(34,998)
Total Roads		1,070,000	1,138,897	1,127,982	979,020	(148,962)
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	34,470	(528)
Total Bridges		1,388,500	1,388,500	1,388,490	206,470	(1,182,020)
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	516,408	(516,833)
	OC12113 Trail Town - Stage 3	1,709,159	1,462,003	1,340,174	1,230,911	(109,263)
Total Footpaths & Cyclepaths		2,762,406	2,515,250	2,393,415	1,747,319	(646,096)
Parks & Gardens						
	PC11309 River Foreshore Amphi Theatre Park & Car Park	28,000	28,000	25,652	0	(25,652)
	PC11330 Town Oval Inc Pump Station	25,000	25,000	22,902	19,522	(3,380)
Total Parks & Gardens		53,000	53,000	48,554	19,522	(29,032)
Other Infrastructure						
	4080190 PRESCHOOL - Infrastructure Other (Capital)	97,033	158,195	145,013	162,653	17,640
	4100290 SAN OTH - Infrastructure Other (Capital)	15,000	15,000	13,739	14,425	686
	PI001 Grange Road Carpark	0	487,644	446,886	505,951	59,065
	IO11306 Recenter Centre Cricket Nets	0	12,580	12,580	12,580	0
Total Other Infrastructure		112,033	673,419	618,218	695,609	77,391
TOTAL PPE & INFRASTRUCTURE		5,775,973	6,285,765	5,949,824	3,966,562	(1,983,262)

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	37,438	37,206	228,153	227,921	2,018	2,250
		190,715	0	0	37,438	37,206	228,153	227,921	2,018	2,250
Self supporting loans										
Community amenities										
Nannup Music Club	39	103,369	0	0	46,013	31,719	149,382	135,088	2,816	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	57,984	61,030	436,477	439,523	14,787	18,485
Total		569,208	0	0	95,422	98,236	664,630	667,444	16,805	20,735
Current borrowings		98,236					2,815			
Non-current borrowings		470,972					661,815			
		569,208					664,630			

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 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. Non-current borrowings fair values are based on discounted cash flows using a current borrowing rate.

**NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD ENDED 31 MAY 2026**

FINANCING ACTIVITIES

NOTE 9

LEASE LIABILITIES

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	(20,056)	(2,690)	77,590	0
Total		2,690	94,956	0	(20,056)	(2,690)	77,590	0
Current lease liabilities		2,690					77,590	
		2,690					77,590	

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.

NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD ENDED 31 MAY 2026

OPERATING ACTIVITIES
NOTE 10
RESERVE ACCOUNTS

Reserve accounts	Adopted	Amended		Adopted	Amended		Adopted	Amended		Adopted	Amended		
	Budget	Budget	Actual	Budget	Budget	Actual	Budget	Budget	Actual	Budget	Budget	Actual	
	Interest	Interest	Interest	Transfers	Transfers	Transfers	Transfers	Transfers	Transfers	Transfers	Transfers	Transfers	
	Earned	Earned	Earned	In (+)	In (+)	In (+)	Out (-)	Out (-)	Out (-)	Closing	Closing	YTD	
Reserve name	Balance	Balance	Balance	Balance	Balance	Balance	Balance	Balance	Balance	Balance	Balance	Balance	
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	
Restricted by Council													
Leave Entitlements	202,030	5,496	5,496	6,508	0	0	0	30,000	30,000	0	177,526	177,526	208,538
Plant	442,763	12,045	12,045	14,260	93,000	93,000	0	62,000	84,000	0	485,808	463,808	457,023
Office Equipment	120,551	3,279	3,279	3,884	0	0	0	15,700	15,700	0	108,130	108,130	124,435
Asset Management	267,055	7,265	7,265	8,601	0	0	0	118,487	118,487	0	155,833	155,833	275,656
Landfill	195,564	5,320	5,320	6,298	0	0	0	15,000	15,000	0	185,884	185,884	201,862
Emergency Management	69,045	1,878	1,878	2,228	0	0	0	6,500	6,500	0	64,423	64,423	71,273
Aged Accommodation	433,738	11,800	11,799	13,974	0	0	0	0	0	0	445,538	445,538	447,712
Gravel Pit	177,789	4,836	4,836	5,726	0	0	0	0	20,000	0	182,625	162,625	183,515
Infrastructure	414,921	11,287	11,287	13,369	0	0	0	88,000	88,000	0	338,208	338,208	428,290
Strategic Initiatives	185,522	5,047	5,047	5,978	0	0	0	64,179	64,179	0	126,390	126,390	191,500
Youth	17,721	482	482	572	0	0	0	0	0	0	18,203	18,203	18,293
Trails	83,270	2,265	2,265	2,682	0	0	0	0	0	0	85,535	85,535	85,952
	2,609,969	71,000	70,999	84,079	93,000	93,000	0	399,866	441,866	0	2,374,103	2,332,103	2,694,048

	Note	Opening Balance 1 July 2025	Liability transferred from/(to) non current	Liability Increase	Liability Reduction	Closing Balance 31 May 2026
Other current liabilities		\$		\$	\$	\$
Other liabilities						
- Contract liabilities		1,242,964	0	253,673	(1,190,971)	305,667
Total other liabilities		1,242,964	0	253,673	(1,190,971)	305,667
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	(1,190,971)	660,846
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.

Provider	Unspent operating grant, subsidies and contributions liability					Operating grants, subsidies and contributions revenue						
	Liability	Increase in Liability	Decrease in Liability	Liability	Current Liability	Adopted Budget Revenue	YTD Budget	Annual Budget	Budget Amendments	Expected	YTD Revenue Actual	Forecast 30 June Closing
	1 July 2025		(As revenue)	31 May 2026	31 May 2026	\$	\$	\$	\$	\$	\$	\$
Operating grants and subsidies												
General purpose funding												
GEN PUR - Financial Assistance Grant - General	0	0	0	0		468,923	485,727	529,883	60,960	590,843	529,883	513,079
GEN PUR - Financial Assistance Grant - Roads	0	0	0	0		269,639	287,419	313,546	43,907	357,453	313,545	295,765
Law, order, public safety												
FIRE - Grants CSM Reimbursements	0	0	0	0		114,000	104,456	114,000	0	114,000	89,763	99,307
FIRE - Grants Fire Mitigation	0	63,673	(34,124)	29,549		127,346	116,677	127,346	0	127,346	34,124	
OLOPS - Grants AWARE2526	0	0	0	0		19,500	17,864	19,500	0	19,500	0	
ESL BFB - Operating Grant	0	0	0	0		180,385	245,916	268,385	88,000	356,385	166,461	100,930
ESL SES - Operating Grant	0	0	0	0		29,752	29,722	32,443	2,691	35,134	35,977	36,007
Education and welfare												
WELFARE - Grants	0	0	0	0		18,330	19,624	21,425	3,095	24,520	21,425	20,131
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	2,288	2,500	2,500	5,000	2,500	212
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	13,739	15,000	0	15,000	15,000	
REC - Grants - Women on Wheels Project	500	0	(500)	0		550	495	550	0	550	500	555
HERITAGE - Oral Histories Project Grant	30	0	(30)	0		170	154	170	0	170	5,859	5,875
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	160,105	174,739	(6,466)	168,273	174,739	195,839
	1,908	75,673	(47,970)	29,611	0	1,424,800	1,484,186	1,619,487	194,687	1,814,174	1,401,365	1,279,289
Operating contributions												
Economic services												
OTH ECON - Contributions & Donations	0	0	0	0		100	88	100	0	100	0	12
	0	0	0	0	0	100	88	100	0	100	0	12
TOTALS	1,908	75,673	(47,970)	29,611	0	1,424,900	1,484,274	1,619,587	194,687	1,814,274	1,401,365	1,279,301

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 31 May 2026	Current Liability 31 May 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	35,585	38,847	0	38,847	0	3,262
ESL SES - Capital Grant	0	0	0	0		44,000	40,315	44,000	0	44,000	0	3,685
Education and welfare												
PRESCHOOL - Grant Funding	20,000	58,000	(78,000)	0		97,033	142,109	155,033	58,000	155,033	142,485	97,409
Recreation and culture												
HALLS - Grants	0	0	0	0		60,000	54,978	60,000		60,000	0	
REC - Grants - SWDC	0	0	0	0		30,000	27,489	30,000	0	30,000	20,000	22,511
Transport												
ROADC - Regional Road Group Grants (MRWA)	0	120,000	(89,044)	30,956		300,000	274,890	300,000	0	300,000	357,521	382,631
ROADC - Roads to Recovery Grant	9,058	0	0	9,058		646,668	655,666	715,565	68,897	715,565	597,404	588,406
ROADC - Other Grants - Roads/Streets	279,594	0	(279,594)	0		796,831	730,136	796,831	0	796,831	175,245	241,940
ROADC - Other Grants - Footpaths & Cycleway	580,210	0	(349,118)	231,092		1,827,367	1,447,941	1,580,210	(247,157)	1,580,210	1,378,180	1,757,606
ROADC - Other Grants - Bridges	347,245	0	(347,245)	(0)		1,353,500	1,253,956	1,368,500	15,000	1,368,500	172,000	271,544
ROADC - Other Reimbursements - Bridges	0	0	0	0		0	0	0	0	0	31,066	31,066
PARKING - Grants	0	0	0	0		0	408,507	445,644	445,644	445,644	279,595	(128,912)
	1,236,107	178,000	(1,143,001)	271,106	0	5,194,246	5,071,572	5,534,630	340,384	5,534,630	3,153,496	3,271,148

**NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD ENDED 31 MAY 2026**

**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 31 May 2026
	\$	\$	\$	\$
Building Services Levy (BSL)	247	8,314	(7,860)	701
Construction Training Fund (CTF)	600	434	(1,034)	0
Councillor Nomination Fees	0	600	(600)	0
Department of Transport	0	311,781	(307,148)	4,633
Key, Facility & Equipment Bonds	9,712	2,450	(1,600)	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	323,579	(318,242)	102,786

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 31 MAY 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	35,829	1%	▲ Timing	FPC Adjustment																																																																																				
Operating grants, subsidies and contributions	(82,908)	(6%)	▼ Mixed	<table><tr><th>Description</th><th>Variance (\$)</th><th>Type</th></tr><tr><td>GEN PUR - Financial Assistance Grant - General</td><td>-\$44,156.00</td><td>T</td></tr><tr><td>GEN PUR - Financial Assistance Grant - Roads</td><td>-\$26,127.00</td><td>T</td></tr><tr><td>FIRE - Grants CSM Reimbursements</td><td>\$14,692.79</td><td>T</td></tr><tr><td>FIRE - Grants Fire Mitigation</td><td>\$82,553.12</td><td>T</td></tr><tr><td>OLOPS - Grants AWARE2526</td><td>\$17,864.00</td><td>T</td></tr><tr><td>ESL BFB - Operating Grant</td><td>\$79,455.00</td><td>T</td></tr><tr><td>REC - Grants</td><td>-\$10,000.00</td><td>P</td></tr><tr><td>ROADM - Direct Road Grant (MRWA)</td><td>-\$14,634.00</td><td>T</td></tr></table>	Description	Variance (\$)	Type	GEN PUR - Financial Assistance Grant - General	-\$44,156.00	T	GEN PUR - Financial Assistance Grant - Roads	-\$26,127.00	T	FIRE - Grants CSM Reimbursements	\$14,692.79	T	FIRE - Grants Fire Mitigation	\$82,553.12	T	OLOPS - Grants AWARE2526	\$17,864.00	T	ESL BFB - Operating Grant	\$79,455.00	T	REC - Grants	-\$10,000.00	P	ROADM - Direct Road Grant (MRWA)	-\$14,634.00	T																																																									
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Profit on disposal of assets	(35,841)	(44%)	▼ Timing	Lower sales prices achieved																																																																																				
Employee costs	40,076	1%	▼ Permanent	<table><tr><th>Description</th><th>Variance (\$)</th><th>Type</th></tr><tr><td>RATES - Valuation Expenses</td><td>-\$10,378.10</td><td>T</td></tr><tr><td>OTH GOV - Subscriptions & Memberships</td><td>-\$42,749.47</td><td>P</td></tr><tr><td>OTH GOV - Consultancy - Strategic</td><td>-\$45,208.27</td><td>T</td></tr><tr><td>FIRE - Fire Prevention and Planning</td><td>-\$13,222.00</td><td>T</td></tr><tr><td>FIRE - MITIGATION EXPENSE</td><td>-\$77,214.49</td><td>T</td></tr><tr><td>OLOPS - Consultants Critical Incident Management Plan</td><td>-\$23,815.00</td><td>T</td></tr><tr><td>ESL BFB - Clothing & Accessories</td><td>-\$28,118.29</td><td>P</td></tr><tr><td>ESL BFB - IT and Communication Purchases under \$5,000</td><td>\$13,745.27</td><td>P</td></tr><tr><td>ESL BFB - Maintenance Vehicles/Trailers/Boats</td><td>\$30,982.75</td><td>P</td></tr><tr><td>STF HOUSE - Building Maintenance</td><td>-\$10,549.09</td><td>P</td></tr><tr><td>SAN - Consultants</td><td>-\$15,619.00</td><td>T</td></tr><tr><td>ENVIRON - ENVIRON - CONTRIBUTIONS TO ENVIRONMENTAL INITIATIVES</td><td>-\$11,740.00</td><td>T</td></tr><tr><td>HALLS - Town Halls and Public Bldg Maintenance</td><td>-\$12,210.45</td><td>T</td></tr><tr><td>REC - Trails & Tracks Maintenance/Operations</td><td>-\$34,970.28</td><td>T</td></tr><tr><td>REC - Building Maintenance</td><td>-\$10,568.22</td><td>T</td></tr><tr><td>OTH CUL - Festival & Events</td><td>\$46,106.83</td><td>P</td></tr><tr><td>ROADM - Bridge Maintenance - Outside BUA</td><td>-\$29,690.00</td><td>T</td></tr><tr><td>ROADM - Road Maintenance Built Up Area - Sealed - Council Funded</td><td>-\$46,135.00</td><td>T</td></tr><tr><td>TOUR - Subscriptions & Memberships (WBAC)</td><td>-\$42,098.54</td><td>\$30K P</td></tr><tr><td>ADMIN - Information Technology</td><td>-\$27,650.52</td><td>T</td></tr><tr><td>PWO - Postage and Freight</td><td>-\$10,957.78</td><td>P</td></tr><tr><td>PWO - Engineering & Technical Support (Includes ACH)</td><td>-\$51,604.00</td><td>P</td></tr><tr><td>PWO - Minor Asset Purchases (Includes Civil 3D)</td><td>-\$11,052.00</td><td>T</td></tr><tr><td>POC - External Parts & Repairs</td><td>-\$31,817.55</td><td>T</td></tr><tr><td>POC - Fuels and Oils</td><td>-\$14,148.22</td><td>T</td></tr><tr><td>STOCK - Stock Purchases</td><td>-\$65,177.00</td><td>T</td></tr><tr><td>STOCK - Stock Recognition (Transfer to Current Asset)</td><td>\$200,937.00</td><td>T</td></tr></table> Note: 476 Individual Items make up the total variance, only items under or over by \$10k are shown in this list	Description	Variance (\$)	Type	RATES - Valuation Expenses	-\$10,378.10	T	OTH GOV - Subscriptions & Memberships	-\$42,749.47	P	OTH GOV - Consultancy - Strategic	-\$45,208.27	T	FIRE - Fire Prevention and Planning	-\$13,222.00	T	FIRE - MITIGATION EXPENSE	-\$77,214.49	T	OLOPS - Consultants Critical Incident Management Plan	-\$23,815.00	T	ESL BFB - Clothing & Accessories	-\$28,118.29	P	ESL BFB - IT and Communication Purchases under \$5,000	\$13,745.27	P	ESL BFB - Maintenance Vehicles/Trailers/Boats	\$30,982.75	P	STF HOUSE - Building Maintenance	-\$10,549.09	P	SAN - Consultants	-\$15,619.00	T	ENVIRON - ENVIRON - CONTRIBUTIONS TO ENVIRONMENTAL INITIATIVES	-\$11,740.00	T	HALLS - Town Halls and Public Bldg Maintenance	-\$12,210.45	T	REC - Trails & Tracks Maintenance/Operations	-\$34,970.28	T	REC - Building Maintenance	-\$10,568.22	T	OTH CUL - Festival & Events	\$46,106.83	P	ROADM - Bridge Maintenance - Outside BUA	-\$29,690.00	T	ROADM - Road Maintenance Built Up Area - Sealed - Council Funded	-\$46,135.00	T	TOUR - Subscriptions & Memberships (WBAC)	-\$42,098.54	\$30K P	ADMIN - Information Technology	-\$27,650.52	T	PWO - Postage and Freight	-\$10,957.78	P	PWO - Engineering & Technical Support (Includes ACH)	-\$51,604.00	P	PWO - Minor Asset Purchases (Includes Civil 3D)	-\$11,052.00	T	POC - External Parts & Repairs	-\$31,817.55	T	POC - Fuels and Oils	-\$14,148.22	T	STOCK - Stock Purchases	-\$65,177.00	T	STOCK - Stock Recognition (Transfer to Current Asset)	\$200,937.00	T
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Proceeds from non-operating grants, subsidies and contributions	(1,918,077)	(38%)	▼ Timing																																																																																					
Proceeds from disposal of assets	(32,291)	(19%)	▼ Permanent	Significant under receipt on disposal of both Hino & Volvo disposals																																																																																				
Payments for property, plant and equipment and infrastructure	1,983,262	33%	▼ Timing	Please see Note 7 CAPITAL ACQUISITIONS for detailed breakdown.																																																																																				
Transfer from reserves	(405,044)	(100%)	▼ Timing	No reserve transfers to date, timing																																																																																				
Transfer to reserves	66,253	44%	▼ Timing	No reserve transfers to date, timing																																																																																				