

SHIRE OF WILLIAMS

MONTHLY FINANCIAL REPORT

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

For the period ended 31 January 2026

LOCAL GOVERNMENT ACT 1995

LOCAL GOVERNMENT (FINANCIAL MANAGEMENT) REGULATIONS 1996

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SHIRE OF WILLIAMS
STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD ENDED 31 JANUARY 2026

Note	Adopted Budget Estimates	YTD Budget Estimates	YTD Actual	Variance*	Variance*	Var.	
	(a) \$	(b) \$	(c) \$	\$ (c) - (b)	% ((c) - (b)) / (b)		
OPERATING ACTIVITIES							
Revenue from operating activities							
General rates	2,454,318	2,454,318	2,469,766	15,448	0.63%		
Rates excluding general rates	47,971	47,971	54,538	6,567	13.69%		
Grants, subsidies and contributions	450,799	296,337	420,640	124,303	41.95%	▲	
Fees and charges	1,300,073	743,535	644,002	(99,533)	(13.39%)	▼	
Interest revenue	112,000	65,155	65,538	383	0.59%		
Other revenue	2,360	400	47,512	47,112	11778.00%	▲	
Profit on asset disposals	0	0	3,972	3,972	0.00%		
	4,367,521	3,607,716	3,705,968	98,252	2.72%		
Expenditure from operating activities							
Employee costs	(2,373,607)	(1,398,542)	(1,381,414)	17,128	1.22%		
Materials and contracts	(1,311,745)	(903,029)	(850,162)	52,867	5.85%		
Utility charges	(310,215)	(118,452)	(101,394)	17,058	14.40%	▲	
Depreciation	(2,437,849)	(1,422,099)	(1,397,663)	24,436	1.72%		
Finance costs	(14,256)	(7,449)	(7,449)	0	0.00%		
Insurance	(186,501)	(186,501)	(187,433)	(932)	(0.50%)		
Other expenditure	(39,354)	(9,500)	(7,113)	2,387	25.13%		
Loss on asset disposals	(7,677)	(7,677)	(7,116)	561	7.31%		
	(6,681,204)	(4,053,249)	(3,939,744)	113,505	2.80%		
Non cash amounts excluded from operating activities	2(c)	2,445,498	1,429,776	1,400,807	(28,969)	(2.03%)	
Amount attributable to operating activities		131,815	984,243	1,167,031	182,788	18.57%	
INVESTING ACTIVITIES							
Inflows from investing activities							
Proceeds from capital grants, subsidies and contributions	4,143,138	0	109,947	109,947	0.00%		
Proceeds from disposal of assets	66,000	66,000	74,819	8,819	13.36%		
Proceeds from financial assets at amortised cost - self supporting loans	18,926	9,383	9,383	0	0.00%		
Proceeds on disposal of financial assets at fair values through other comprehensive income	5,000	0	0	0	0.00%		
	4,233,064	75,383	194,149	118,766	157.55%		
Outflows from investing activities							
Acquisition of property, plant and equipment	(3,521,137)	(621,849)	(411,629)	210,220	33.81%	▲	
Acquisition of infrastructure	(2,311,592)	(915,262)	(549,866)	365,396	39.92%	▲	
	(5,832,729)	(1,537,111)	(961,495)	575,616	37.45%		
Amount attributable to investing activities		(1,599,665)	(1,461,728)	(767,346)	694,382	47.50%	
FINANCING ACTIVITIES							
Inflows from financing activities							
Proceeds from new borrowings	250,000	0	0	0	0.00%		
Transfer from reserves	252,394	0	0	0	0.00%		
	502,394	0	0	0	0.00%		
Outflows from financing activities							
Repayment of borrowings	(80,920)	(40,139)	(40,139)	0	0.00%		
Transfer to reserves	(107,620)	0	0	0	0.00%		
	(188,540)	(40,139)	(40,139)	0	0.00%		
Amount attributable to financing activities		313,854	(40,139)	(40,139)	0	0.00%	
MOVEMENT IN SURPLUS OR DEFICIT							
Surplus or deficit at the start of the financial year							
Amount attributable to operating activities	2(a)	1,153,995	1,153,995	1,218,826	64,831	5.62%	
Amount attributable to investing activities		131,815	984,243	1,167,031	182,788	18.57%	
Amount attributable to financing activities		(1,599,665)	(1,461,728)	(767,346)	694,382	47.50%	
Surplus or deficit after imposition of general rates		313,854	(40,139)	(40,139)	0	0.00%	
		0	636,371	1,578,372	942,001	148.03%	

KEY INFORMATION

▲▼ Indicates a variance between Year to Date (YTD) Budget and YTD Actual data outside the adopted materiality threshold.

▲ Indicates a variance with a positive impact on the financial position.

▼ Indicates a variance with a negative impact on the financial position.

Refer to Note 3 for an explanation of the reasons for the variance.

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

SHIRE OF WILLIAMS
STATEMENT OF FINANCIAL POSITION
FOR THE PERIOD ENDED 31 JANUARY 2026

	Actual 30 June 2025	Actual as at 31 January 2026
	\$	\$
CURRENT ASSETS		
Cash and cash equivalents	3,535,477	5,340,034
Trade and other receivables	143,991	422,189
Other financial assets	23,926	12,043
Inventories	46,005	54,039
Contract assets	278,234	278,234
TOTAL CURRENT ASSETS	4,027,633	6,106,539
NON-CURRENT ASSETS		
Other financial assets	220,191	220,191
Property, plant and equipment	24,306,955	24,323,908
Infrastructure	69,065,016	68,533,933
TOTAL NON-CURRENT ASSETS	93,592,162	93,078,032
TOTAL ASSETS	97,619,795	99,184,571
CURRENT LIABILITIES		
Trade and other payables	106,781	82,897
Contract liabilities	764,839	2,517,466
Borrowings	80,920	40,781
Employee related provisions	240,723	240,723
TOTAL CURRENT LIABILITIES	1,193,263	2,881,867
NON-CURRENT LIABILITIES		
Borrowings	280,569	280,569
Employee related provisions	36,234	36,234
TOTAL NON-CURRENT LIABILITIES	316,803	316,803
TOTAL LIABILITIES	1,510,066	3,198,670
NET ASSETS	96,109,729	95,985,901
EQUITY		
Retained surplus	22,915,055	22,791,225
Reserve accounts	1,746,885	1,746,885
Revaluation surplus	71,447,789	71,447,789
TOTAL EQUITY	96,109,729	95,985,901

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

SHIRE OF WILLIAMS
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD ENDED 31 JANUARY 2026

1 BASIS OF PREPARATION AND MATERIAL ACCOUNTING POLICIES

BASIS OF PREPARATION

This prescribed financial report has been prepared in accordance with the *Local Government Act 1995* and accompanying regulations.

Local Government Act 1995 requirements

Section 6.4(2) of the *Local Government Act 1995* read with the *Local Government (Financial Management) Regulations 1996*, prescribe that the financial report be prepared in accordance with the *Local Government Act 1995* and, to the extent that they are not inconsistent with the Act, the Australian Accounting Standards. The Australian Accounting Standards (as they apply to local governments and not-for-profit entities) and Interpretations of the Australian Accounting Standards Board were applied where no inconsistencies exist.

The *Local Government (Financial Management) Regulations 1996* specify that vested land is a right-of-use asset to be measured at cost, and is considered a zero cost concessionary lease. All right-of-use assets under zero cost concessionary leases are measured at zero cost rather than at fair value, except for vested improvements on concessionary land leases such as roads, buildings or other infrastructure which continue to be reported at fair value, as opposed to the vested land which is measured at zero cost. The measurement of vested improvements at fair value is a departure from AASB 16 which would have required the Shire to measure any vested improvements at zero cost.

Local Government (Financial Management) Regulations 1996, regulation 34 prescribes contents of the financial report. Supplementary information does not form part of the financial report.

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

PREPARATION TIMING AND REVIEW

Date prepared: All known transactions up to 04 February 2026

THE LOCAL GOVERNMENT REPORTING ENTITY

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

All monies held in the Trust Fund are excluded from the financial statements.

MATERIAL ACCOUNTING POLICIES

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

Critical accounting estimates and judgements

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

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

As with all estimates, the use of different assumptions could lead to material changes in the amounts reported in the financial report.

The following are estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year and further information on their nature and impact can be found in the relevant note:

- Fair value measurement of assets carried at reportable value including:
 - Property, plant and equipment
 - Infrastructure
- Impairment losses of non-financial assets
- Expected credit losses on financial assets
- Measurement of employee benefits

SHIRE OF WILLIAMS
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD ENDED 31 JANUARY 2026

2 NET CURRENT ASSETS INFORMATION

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

Note	Adopted		Actual as at 31 January 2026
	Budget Opening 1 July 2025	Actual as at 30 June 2025	
Current assets	\$	\$	\$
Cash and cash equivalents	3,535,693	3,535,477	5,340,034
Trade and other receivables	134,727	143,991	422,189
Other financial assets	23,926	23,926	12,043
Inventories	46,005	46,005	54,039
Contract assets	278,234	278,234	278,234
	4,018,585	4,027,633	6,106,539
Less: current liabilities			
Trade and other payables	(91,396)	(106,781)	(82,897)
Other liabilities	(764,839)	(764,839)	(2,517,466)
Borrowings	(80,920)	(80,920)	(40,781)
Employee related provisions	(240,723)	(240,723)	(240,723)
	(1,177,878)	(1,193,263)	(2,881,867)
Net current assets	2,840,707	2,834,370	3,224,672
Less: Total adjustments to net current assets	2(b)	(1,686,712)	(1,615,544)
Closing funding surplus / (deficit)		1,153,995	1,218,826
			1,578,372

(b) Current assets and liabilities excluded from budgeted deficiency

Adjustments to net current assets

Less: Reserve accounts	(1,746,885)	(1,746,885)	(1,746,885)
Less: Financial assets at amortised cost - self supporting loans	(23,926)	(23,926)	(12,043)
Less: Current assets not expected to be received at end of year			
Add: Current liabilities not expected to be cleared at the end of the year			
- Current portion of borrowings	80,920	80,920	40,781
- Current portion of employee benefit provisions held in reserve	39,362	39,363	39,362
Total adjustments to net current assets	2(a)	(1,686,712)	(1,615,544)
			(1,646,301)

	Adopted		YTD Actual 31 January 2026
	Budget Estimates	YTD Budget Estimates	
	30 June 2026	31 January 2026	
	\$	\$	\$

(c) Non-cash amounts excluded from operating activities

Adjustments to operating activities

Less: Profit on asset disposals	0	0	(3,972)
Add: Loss on asset disposals	7,677	7,677	7,116
Add: Depreciation	2,437,849	1,422,099	1,397,663
Total non-cash amounts excluded from operating activities	2,445,498	1,429,776	1,400,807

CURRENT AND NON-CURRENT CLASSIFICATION

In the determination of whether an asset or liability is current or non-current, consideration is given to the time when each asset or liability is expected to be settled. Unless otherwise stated assets or liabilities are classified as current if expected to be settled within the next 12 months, being the local governments' operational cycle.

SHIRE OF WILLIAMS
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD ENDED 31 JANUARY 2026

3 EXPLANATION OF MATERIAL VARIANCES

The material variance thresholds are adopted annually by Council as an indicator of whether the actual expenditure or revenue varies from the year to date actual materially.

The material variance adopted by Council for the 2025-26 year is \$10,000 and 10.00% whichever is the greater.

Description	Var. \$	Var. %	
	\$	%	
Revenue from operating activities			
Grants, subsidies and contributions	124,303	41.95%	▲
Timing of Grant Payments & budgeted estimates			
Fees and charges	(99,533)	(13.39%)	▼
Allocated evenly over months in budget, time will reduce the variance			
Other revenue	47,112	11778.00%	▲
Unbudgeted Revenue to date, rebates & reimbursements			
Expenditure from operating activities			
Utility charges	17,058	14.40%	▲
Budgeted evenly but true allocation is seasonal			
Outflows from investing activities			
Acquisition of property, plant and equipment	210,220	33.81%	▲
Timing in monthly Budget Allocation			
Acquisition of infrastructure	365,396	39.92%	▲
Project timing - projects set later			
Surplus or deficit after imposition of general rates	942,001	148.03%	▲
Favourable budget allocation to actual job costings			