



SHIRE OF KENT

MONTHLY FINANCIAL REPORT

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

LOCAL GOVERNMENT ACT 1995

LOCAL GOVERNMENT (FINANCIAL MANAGEMENT) REGULATIONS 1996

TABLE OF CONTENTS

Statement of financial activity	2
Statement of financial position	3
Note 1 Basis of preparation	4
Note 2 Net current assets information	5
Note 3 Explanation of variances	6

SHIRE OF KENT
STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD ENDED 31 AUGUST 2025

	Adopted Budget Estimates	YTD Budget Estimates	YTD Actual	Variance* \$	Variance* %	Var.
Note	(a) \$	(b) \$	(c) \$	(c) - (b) \$	((c) - (b))/(b) %	
OPERATING ACTIVITIES						
Revenue from operating activities						
General rates	2,680,568	2,645,389	2,646,344	955	0.04%	
Rates excluding general rates	0	0	0	0	0.00%	
Grants, subsidies and contributions	1,560,696	575,379	589,479	14,100	2.45%	
Fees and charges	628,610	104,740	210,607	105,867	101.08%	▲
Interest revenue	373,264	25,582	7,103	(18,479)	(72.23%)	▼
Other revenue	83,400	13,894	11,948	(1,946)	(14.01%)	
Profit on asset disposals	306,656	0	5,000	5,000	0.00%	
	5,633,194	3,364,984	3,470,481	105,497	3.14%	
Expenditure from operating activities						
Employee costs	(2,850,438)	(492,928)	(466,477)	26,451	5.37%	
Materials and contracts	(1,750,238)	(274,138)	(189,028)	85,110	31.05%	▲
Utility charges	(202,200)	(33,602)	(18,788)	14,814	44.09%	▲
Depreciation	(2,843,200)	(207,180)	0	207,180	100.00%	▲
Finance costs	(9,872)	0	1,371	1,371	0.00%	
Insurance	(217,636)	(84,184)	(103,479)	(19,295)	(22.92%)	▼
Other expenditure	(88,550)	(14,688)	(1,460)	13,228	90.06%	▲
Loss on asset disposals	(49,626)	(8,270)	0	8,270	100.00%	
	(8,011,760)	(1,114,990)	(777,861)	337,129	30.24%	
Non cash amounts excluded from operating activities	2(c) 2,588,869	215,450	(5,000)	(220,450)	(102.32%)	▼
Amount attributable to operating activities	210,303	2,465,444	2,687,620	222,176	9.01%	
INVESTING ACTIVITIES						
Inflows from investing activities						
Proceeds from capital grants, subsidies and contributions	3,546,962	591,154	142,667	(448,487)	(75.87%)	▼
Proceeds from disposal of assets	753,300	230,000	5,000	(225,000)	(97.83%)	▼
	4,300,262	821,154	147,667	(673,487)	(82.02%)	
Outflows from investing activities						
Acquisition of property, plant and equipment	(4,152,500)	(362,082)	(273,652)	88,430	24.42%	▲
Acquisition of infrastructure	(4,006,180)	(651,036)	(97,560)	553,476	85.01%	▲
	(8,158,680)	(1,013,118)	(371,212)	641,906	63.36%	
Non-cash amounts excluded from investing activities	2(c) 0	0	0	0	0.00%	
Amount attributable to investing activities	(3,858,418)	(191,964)	(223,545)	(31,581)	(16.45%)	
FINANCING ACTIVITIES						
Inflows from financing activities						
Transfer from reserves	946,700	0	0	0	0.00%	
	946,700	0	0	0	0.00%	
Outflows from financing activities						
Repayment of borrowings	(73,733)	0	0	0	0.00%	
Transfer to reserves	(652,930)	0	0	0	0.00%	
	(726,663)	0	0	0	0.00%	
Non-cash amounts excluded from financing activities	2(c) 0	0	0	0	0.00%	
Amount attributable to financing activities	220,037	0	0	0	0.00%	
MOVEMENT IN SURPLUS OR DEFICIT						
Surplus or deficit at the start of the financial year	2(a) 3,428,079	3,428,079	3,387,088	(40,991)	(1.20%)	
Amount attributable to operating activities	210,303	2,465,444	2,687,620	222,176	9.01%	
Amount attributable to investing activities	(3,858,418)	(191,964)	(223,545)	(31,581)	(16.45%)	▼
Amount attributable to financing activities	220,037	0	0	0	0.00%	
Surplus or deficit after imposition of general rates	0	5,701,559	5,851,163	149,604	2.62%	

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 KENT
STATEMENT OF FINANCIAL POSITION
FOR THE PERIOD ENDED 31 AUGUST 2025

	Actual 30 June 2025	Actual as at 31 August 2025
	\$	\$
CURRENT ASSETS		
Cash and cash equivalents	3,081,308	2,742,640
Trade and other receivables	131,519	2,619,064
Other financial assets	5,425,742	5,425,742
Inventories	93,941	55,994
Contract assets	785,143	785,143
TOTAL CURRENT ASSETS	9,517,653	11,628,583
NON-CURRENT ASSETS		
Trade and other receivables	9,822	9,822
Other financial assets	79,620	79,620
Property, plant and equipment	23,587,188	23,860,840
Infrastructure	168,577,081	168,674,641
TOTAL NON-CURRENT ASSETS	192,253,711	192,624,923
TOTAL ASSETS	201,771,364	204,253,506
CURRENT LIABILITIES		
Trade and other payables	455,554	103,015
Other liabilities	745	137
Borrowings	73,734	73,734
Employee related provisions	248,520	248,520
TOTAL CURRENT LIABILITIES	778,553	425,406
NON-CURRENT LIABILITIES		
Borrowings	431,167	431,167
Employee related provisions	64,718	64,718
Other provisions	60,184	60,184
TOTAL NON-CURRENT LIABILITIES	556,069	556,069
TOTAL LIABILITIES	1,334,622	981,475
NET ASSETS	200,436,742	203,272,030
EQUITY		
Retained surplus	42,872,145	45,707,432
Reserve accounts	5,425,742	5,425,742
Revaluation surplus	152,138,855	152,138,855
TOTAL EQUITY	200,436,742	203,272,029

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

1 BASIS OF PREPARATION AND MATERIAL ACCOUNTING POLICIES

BASIS OF PREPARATION

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

Local Government Act 1995 requirements

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

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

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

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

PREPARATION TIMING AND REVIEW

Date prepared: All known transactions up to 31 August 2025

THE LOCAL GOVERNMENT REPORTING ENTITY

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

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

MATERIAL ACCOUNTING POLICES

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

Critical accounting estimates and judgements

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

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

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

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

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

SHIRE OF KENT
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD ENDED 31 AUGUST 2025

2 NET CURRENT ASSETS INFORMATION

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

Current assets

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

Less: current liabilities

Trade and other payables
Other liabilities
Borrowings
Employee related provisions

Net current assets

Less: Total adjustments to net current assets

Closing funding surplus / (deficit)

Note	Adopted Budget Opening 1 July 2025	Actual as at 30 June 2025	Actual as at 31 August 2025
	\$	\$	\$
	3,082,271	3,081,308	2,742,640
	132,888	131,519	2,619,064
	5,425,742	5,425,742	5,425,742
	153,941	93,941	55,994
	785,143	785,143	785,143
	9,579,985	9,517,653	11,628,583
	(476,894)	(455,554)	(103,015)
	(745)	(745)	(137)
	(73,733)	(73,734)	(73,734)
	(248,521)	(248,520)	(248,520)
	(799,893)	(778,553)	(425,406)
	8,780,092	8,739,100	11,203,177
2(b)	(5,352,013)	(5,352,012)	(5,352,009)
	3,428,079	3,387,088	5,851,168

(b) Current assets and liabilities excluded from budgeted deficiency

Adjustments to net current assets

Less: Reserve accounts
Less: Current assets not expected to be received at end of year
- Current financial assets at amortised cost - self supporting loans
Add: Current liabilities not expected to be cleared at the end of the year
- Current portion of borrowings
- Current portion of employee benefit provisions held in reserve

Total adjustments to net current assets

	(5,425,741)	(5,425,741)	(5,425,742)
	(1,307)	(1,307)	0
	73,733	73,734	73,733
	1,302	1,302	
2(a)	(5,352,013)	(5,352,012)	(5,352,009)

(c) Non-cash amounts excluded from operating activities

Adjustments to operating activities

Less: Profit on asset disposals
Less: Movement in liabilities associated with restricted cash
Add: Loss on asset disposals
Add: Depreciation
Movement in current contract liabilities associated with restricted cash
Non-cash movements in non-current assets and liabilities:
- Pensioner deferred rates
- Employee provisions

Total non-cash amounts excluded from operating activities

Adopted Budget Estimates 30 June 2026	YTD Budget Estimates 31 August 2025	YTD Actual 31 August 2025
\$	\$	\$
(306,656)	0	(5,000)
(2,014)	0	0
49,626	8,270	0
2,843,200	207,180	0
(1,302)	0	0
1,658	0	0
4,357	0	0
2,588,869	215,450	(5,000)

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 KENT
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD ENDED 31 AUGUST 2025

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

Revenue from operating activities

Fees and charges

Early payment of ESL and rubbish charges ahead of budget

Interest revenue

Full year Muni interest budget spread equally across the year

Expenditure from operating activities

Materials and contracts

Minimal works completed to date

Annual subscriptions fully paid

Utility charges

Cycle of electricity and water accounts

Depreciation

No depreciation applied until after successful audit

Insurance

First instalment (50%) paid

Other expenditure

Minimal sundry expenses to date

Non cash amounts excluded from operating activities

No monthly depreciation to date

Minimal disposals processed

Inflows from investing activities

Proceeds from capital grants, subsidies and contributions

Some Regional Road Group funding has been received

Federal funding grant for Nyabing Pavilion is not yet confirmed

Proceeds from disposal of assets

Settlement on George Street property delayed

Outflows from investing activities

Acquisition of property, plant and equipment

Capital works projects not yet commenced

Acquisition of infrastructure

Outflow for capital roads projects yet to be expended

Var. \$	Var. %	
\$	%	
105,867	101.08%	▲
	Timing	
(18,479)	(72.23%)	▼
	Timing	
85,110	31.05%	▲
	Timing	
	Timing	
14,814	44.09%	▲
	Timing	
207,180	100.00%	▲
	Timing	
(19,295)	(22.92%)	▼
	Timing	
13,228	90.06%	▲
(220,450)	(102.32%)	▼
	Timing	
	Timing	
(448,487)	(75.87%)	▼
	Timing	
	Timing	
(225,000)	(97.83%)	▼
	Timing	
88,430	24.42%	▲
	Timing	
553,476	85.01%	▲
	Timing	

SHIRE OF KENT
SUPPLEMENTARY INFORMATION

TABLE OF CONTENTS

1	Basis of preparation	1
2	Explanation of variances	2
3	Key information	4
4	Key information - graphical	5

BASIS OF PREPARATION - SUPPLEMENTARY INFORMATION

Supplementary information is presented for information purposes. The information does not comply with the disclosure requirements of the Australian Accounting Standards.

not comply with the disclosure requirements of the Australian Accounting Standards.

**SHIRE OF KENT
SUPPLEMENTARY INFORMATION
FOR THE PERIOD ENDED 31 AUGUST 2025**

1 KEY INFORMATION

Funding Surplus or Deficit Components

Funding surplus / (deficit)				
	Adopted Budget	YTD Budget (a)	YTD Actual (b)	Var. \$ (b)-(a)
Opening	\$3.43 M	\$3.43 M	\$3.39 M	(\$0.04 M)
Closing	\$0.00 M	\$5.70 M	\$5.85 M	\$0.15 M
Refer to Statement of Financial Activity				

Cash and cash equivalents		
	\$8.17 M	% of total
Unrestricted Cash	\$2.74 M	33.6%
Restricted Cash	\$5.43 M	66.4%
Refer to 3 - Cash and Financial Assets		

Payables		
	\$0.10 M	% Outstanding
Trade Payables	\$0.02 M	
0 to 30 Days		100.0%
Over 30 Days		0.0%
Over 90 Days		0.0%
Refer to 9 - Payables		

Receivables		
	\$0.10 M	% Collected
Rates Receivable	\$2.52 M	6.6%
Trade Receivable	\$0.10 M	% Outstanding
Over 30 Days		43.7%
Over 90 Days		38.2%
Refer to 7 - Receivables		

Key Operating Activities

Amount attributable to operating activities			
Adopted Budget	YTD Budget (a)	YTD Actual (b)	Var. \$ (b)-(a)
\$0.21 M	\$2.47 M	\$2.69 M	\$0.22 M
Refer to Statement of Financial Activity			

Rates Revenue		
YTD Actual	\$2.65 M	% Variance
YTD Budget	\$2.65 M	0.0%

Grants and Contributions		
YTD Actual	\$0.59 M	% Variance
YTD Budget	\$0.58 M	2.5%
Refer to 12 - Grants and Contributions		

Fees and Charges		
YTD Actual	\$0.21 M	% Variance
YTD Budget	\$0.10 M	101.1%
Refer to Statement of Financial Activity		

Key Investing Activities

Amount attributable to investing activities			
Adopted Budget	YTD Budget (a)	YTD Actual (b)	Var. \$ (b)-(a)
(\$3.86 M)	(\$0.19 M)	(\$0.22 M)	(\$0.03 M)
Refer to Statement of Financial Activity			

Proceeds on sale		
YTD Actual	\$0.01 M	%
Adopted Budget	\$0.75 M	(99.3%)
Refer to 6 - Disposal of Assets		

Asset Acquisition		
YTD Actual	\$0.10 M	% Spent
Adopted Budget	\$4.01 M	(97.6%)
Refer to 5 - Capital Acquisitions		

Capital Grants		
YTD Actual	\$0.14 M	% Received
Adopted Budget	\$3.55 M	(96.0%)
Refer to 5 - Capital Acquisitions		

Key Financing Activities

Amount attributable to financing activities			
Adopted Budget	YTD Budget (a)	YTD Actual (b)	Var. \$ (b)-(a)
\$0.22 M	\$0.00 M	\$0.00 M	\$0.00 M
Refer to Statement of Financial Activity			

Borrowings	
Principal repayments	\$0.00 M
Interest expense	\$0.00 M
Principal due	\$0.50 M
Refer to 10 - Borrowings	

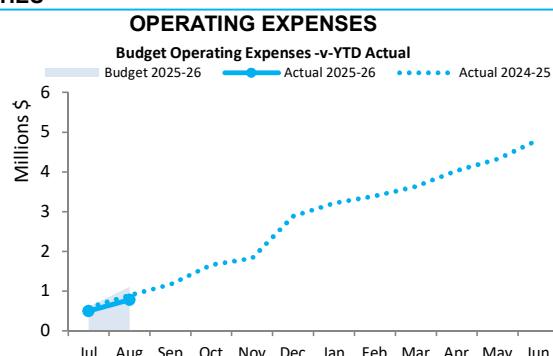
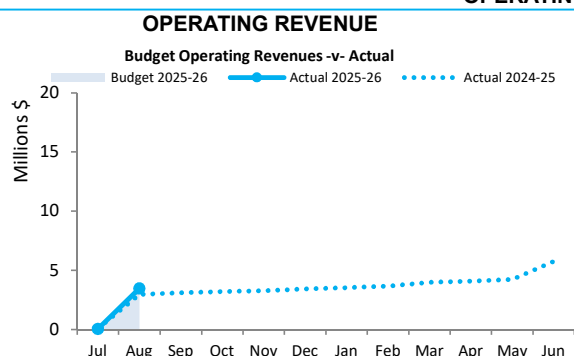
Reserves	
Reserves balance	\$5.43 M
Net Movement	\$0.00 M
Refer to 4 - Cash Reserves	

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

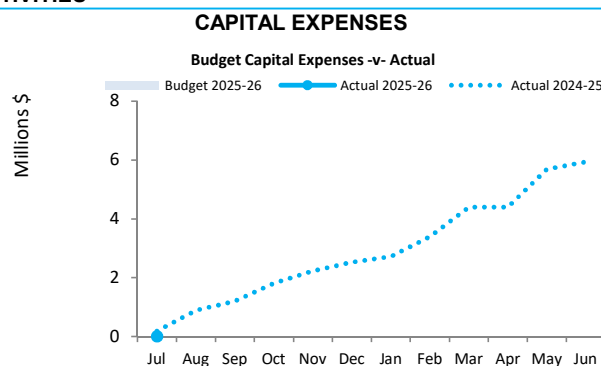
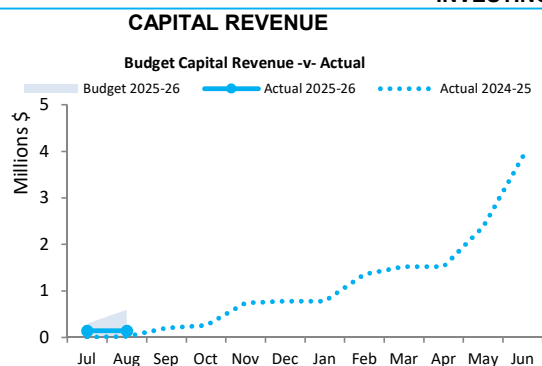
SHIRE OF KENT
SUPPLEMENTARY INFORMATION
FOR THE PERIOD ENDED 31 AUGUST 2025

2 KEY INFORMATION - GRAPHICAL

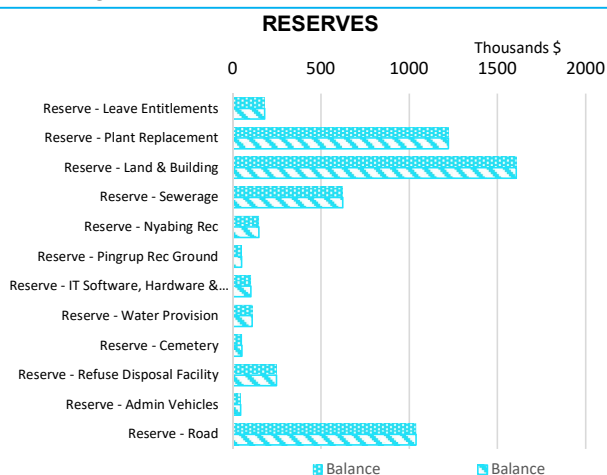
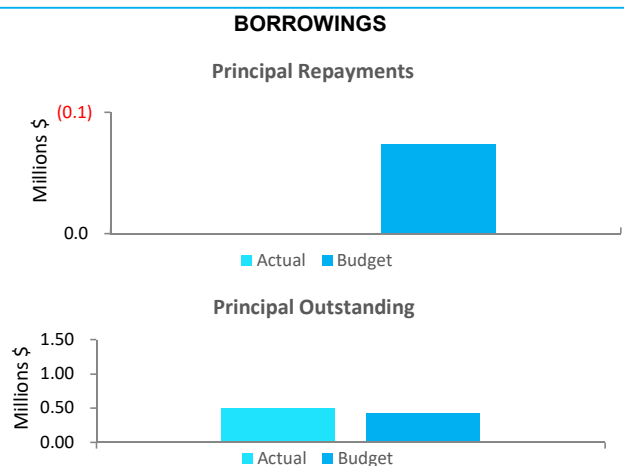
OPERATING ACTIVITIES



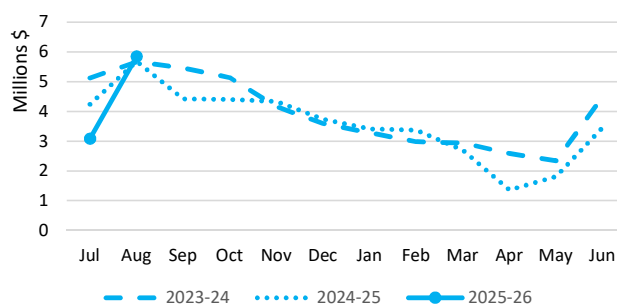
INVESTING ACTIVITIES



FINANCING ACTIVITIES



Closing funding surplus / (deficit)



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

**SHIRE OF KENT
SUPPLEMENTARY INFORMATION
FOR THE PERIOD ENDED 31 AUGUST 2025**

3 CASH AND FINANCIAL ASSETS AT AMORTISED COST

Description	Classification	Unrestricted	Reserve Accounts	Total	Trust	Institution	Interest Rate	Maturity Date
		\$	\$	\$	\$			
Municipal Account	Cash and cash equivalents	413,557		413,557		CBA	3.50%	n/a
Municipal Term Deposit	Cash and cash equivalents	1,780,000		1,780,000		CBA	4.25%	8/11/2025
Business online Saver	Cash and cash equivalents	549,083		549,083		CBA	4.15%	n/a
Trust	Cash and cash equivalents	0			3,416	CBA	3.00%	n/a
Term Deposit	Financial assets at amortised cost	0	5,425,742	5,425,742		CBA	4.04%	27/9/2025
Total		2,742,640	5,425,742	8,168,382	3,416			
Comprising								
Cash and cash equivalents		2,742,640	0	2,742,640	3,416			
Financial assets at amortised cost - Term Deposits		0	5,425,742	5,425,742	0			
		2,742,640	5,425,742	8,168,382	3,416			

KEY INFORMATION

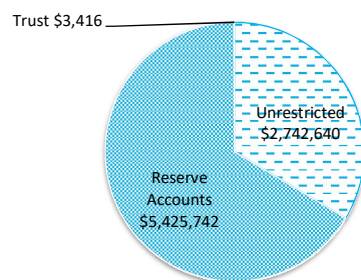
Cash and cash equivalents include cash on hand, cash at bank, deposits available on demand with banks and other short term highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of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

Bank overdrafts are reported as short term borrowings in current liabilities in the statement of net current assets.

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

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

Financial assets at amortised cost held with registered financial institutions are listed in this note other financial assets at amortised cost are provided in Note 8 - Other assets.



SHIRE OF KENT
SUPPLEMENTARY INFORMATION
FOR THE PERIOD ENDED 31 AUGUST 2025

4 RESERVE ACCOUNTS

Reserve account name	Budget				Actual			
	Opening	Transfers	Transfers	Closing	Opening	Transfers	Transfers	Closing
	Balance	In (+)	Out (-)	Balance	Balance	In (+)	Out (-)	Balance
	\$	\$	\$	\$	\$	\$	\$	\$
Reserve accounts restricted by Council								
Reserve - Leave Entitlements	181,131	37,337		218,468	181,131			181,131
Reserve - Plant Replacement	1,221,170	99,462	(368,700)	951,932	1,221,170			1,221,170
Reserve - Land & Building	1,605,084	210,012	(550,000)	1,265,096	1,605,084			1,605,084
Reserve - Sewerage	623,937	55,272		679,209	623,937			623,937
Reserve - Nyabing Rec	147,780	11,986		159,766	147,780			147,780
Reserve - Pingrup Rec Ground	50,962	8,064		59,026	50,962			50,962
Reserve - IT Software, Hardware & Development	102,460	29,150		131,610	102,460			102,460
Reserve - Water Provision	109,491	42,892		152,383	109,491			109,491
Reserve - Cemetery	52,171	2,113		54,284	52,171			52,171
Reserve - Refuse Disposal Facility	248,061	20,047		268,108	248,061			248,061
Reserve - Admin Vehicles	44,904	21,819	(28,000)	38,723	44,904			44,904
Reserve - Road	1,038,592	114,776		1,153,368	1,038,592			1,038,592
	5,425,742	652,930	(946,700)	5,131,972	5,425,742	0	0	5,425,742

5 CAPITAL ACQUISITIONS

Capital acquisitions	Adopted		YTD Actual	YTD Variance
	Budget	YTD Budget		
	\$	\$	\$	\$
Land - freehold land	0	16,666	1,688	(14,978)
Buildings - non-specialised	1,157,500	92,916	0	(92,916)
Buildings - specialised	1,530,000	8,334	0	(8,334)
Furniture and equipment	0	0	0	0
Plant and equipment	1,465,000	244,166	271,964	27,798
Acquisition of property, plant and equipment	4,152,500	362,082	273,652	(88,430)
Infrastructure - roads	3,506,180	584,368	97,560	(486,808)
Infrastructure -Other	500,000	66,668	0	(66,668)
Acquisition of infrastructure	4,006,180	651,036	97,560	(553,476)
Total capital acquisitions	8,158,680	1,013,118	371,212	(641,906)
Capital Acquisitions Funded By:				
Capital grants and contributions	3,546,962	591,154	142,667	(448,487)
Other (disposals & C/Fwd)	753,300	230,000	5,000	(225,000)
Reserve accounts				
Reserve - Plant Replacement	368,700	0	0	0
Reserve - Land & Building	550,000	0	0	0
Reserve - Admin Vehicles	28,000	0	0	0
Reserve - Road	0	0	0	0
Contribution - operations	2,911,718	191,964	223,545	31,581
Capital funding total	8,158,680	1,013,118	371,212	(641,906)

KEY INFORMATION

Initial recognition

An item of property, plant and equipment or infrastructure that qualifies for recognition as an asset is measured at its cost.

Upon initial recognition, cost is determined as the amount paid (or other consideration given) to acquire the assets, plus costs incidental to the acquisition. The cost of non-current assets constructed by the Shire includes the cost of all materials used in construction, direct labour on the project and an appropriate proportion of variable and fixed overheads. For assets acquired at zero cost or otherwise significantly less than fair value, cost is determined as fair value at the date of acquisition.

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

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

Individual assets that are land, buildings and infrastructure acquired between scheduled revaluation dates of the asset class in accordance with the Shire's revaluation policy, are recognised at cost and disclosed as being at reportable value.

Measurement after recognition

Plant and equipment including furniture and equipment and right-of-use assets (other than vested improvements) are measured using the cost model as required under *Local Government (Financial Management) Regulation 17A(2)*. Assets held under the cost model are carried at cost less accumulated depreciation and any impairment losses being their reportable value.

Reportable Value

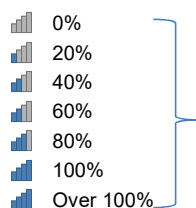
In accordance with *Local Government (Financial Management) Regulation 17A(2)*, the carrying amount of non-financial assets that are land and buildings classified as property, plant and equipment, investment properties, infrastructure or vested improvements that the local government controls.

Reportable value is for the purpose of *Local Government (Financial Management) Regulation 17A(4)* is the fair value of the asset at its last valuation date minus (to the extent applicable) the accumulated depreciation and any accumulated impairment losses in respect of the non-financial asset subsequent to its last valuation date.

5 CAPITAL ACQUISITIONS (CONTINUED) - DETAILED

Capital expenditure total

Level of completion indicators

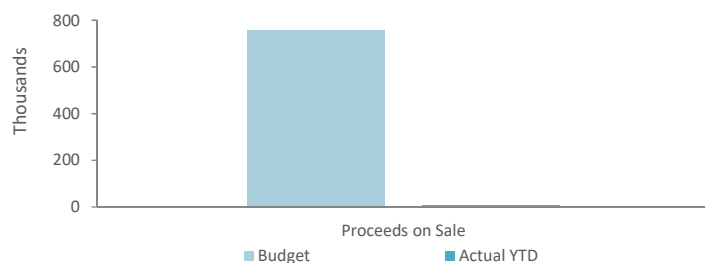


Percentage Year to Date Actual to Annual Budget expenditure where the expenditure over budget highlighted in red.

		Adopted		Variance	
Account Description		Budget	YTD Budget	YTD Actual	(Under)/Over
		\$	\$	\$	\$
04983	Capital Admin Building Upgrades	50,000	8,334	0	8,334
09976	Construction of 2x1 at 9A George Street	550,000	0	0	0
09977	Construction of 2x1 at 9B George Street	550,000	91,666	0	91,666
09987	CAPITAL HOUSING UPGRADES	7,500	1,250	0	1,250
11986	Nyabing Pavilion - Capital Upgrades	1,500,000	0	0	0
11972	Solar pump upgrades	20,000	3,334	0	3,334
11973	Pingrup Lions Park Upgrade	15,000	2,500	0	2,500
11990	Memorial Park Upgrade	50,000	8,334	0	8,334
11991	Burston Park Upgrade - Pingrup	50,000	8,334	0	8,334
12800	Own Source Construction	825,885	137,648	0	137,648
12801	Roads To Recovery	743,563	123,928	91,960	31,968
12802	Regional Road Group	700,000	116,670	5,600	111,070
12805	Local Road & Community Infrastructure Program	824,470	137,412	0	137,412
12806	Great Southern Secondary Freight (GSSF)	412,262	68,710	0	68,710
12951	Purchase of Plant and Vehicles	1,465,000	244,166	271,964	(27,798)
13972	Reline Water Tank - Rasmussen	15,000	2,500	0	2,500
13978	Capital Townscape Projects	250,000	41,666	0	41,666
13990	Urban Regeneration	100,000	16,666	1,688	14,978
		8,128,680	1,013,118	371,212	641,906

6 DISPOSAL OF ASSETS

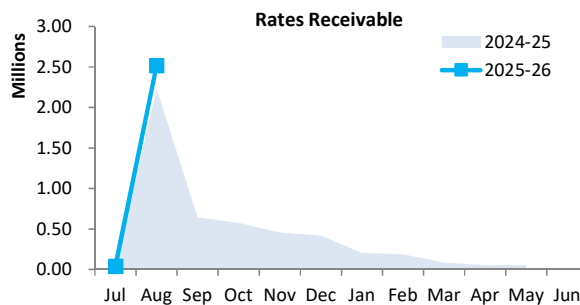
Asset Ref.	Asset description	Budget				YTD Actual			
		Net Book	Proceeds	Profit	(Loss)	Net Book	Proceeds	Profit	(Loss)
		Value				Value			
		\$	\$	\$	\$	\$	\$	\$	\$
Buildings									
110/490	5 George Street, Nyabing	27,135	230,000	202,865	0		5,000	5,000	0
Plant and equipment									
2360	2022 Fuso Prime Mover (KT045)	168,987	136,300	0	(32,687)			0	0
2343	2010 Roadwest A-trailer (KT2481)	22,099	50,000	27,901	0			0	0
2178	Isuzu 550 Fuel Truck (KT012)	13,809	30,000	16,191	0			0	0
2038	2004 HP Tandem Axle Side tipper (dog) (KT2292)	7,500	60,000	52,500	0			0	0
2345	Toyota Hilix SR5 CESM (KT000)	51,605	40,000	0	(11,605)			0	0
2368	Mitsubishi 4x4 S/Cab (KT017)	21,054	20,000	0	(1,054)			0	0
2311	Mitsubishi 4x4 tipper/crane- T/ldr (KT004)	15,000	20,000	5,000	0			0	0
2400	Toyota Prado GXL - CEO (Mar)	70,780	67,000	0	(3,780)			0	0
2401	Toyota Fortuner GXL DCEO (Mar)	50,500	50,000	0	(500)			0	0
2392	Toyota Fortuner GXL MI (Dec)	47,801	50,000	2,199	0			0	0
		496,270	753,300	306,656	(49,626)	0	5,000	5,000	0



7 RECEIVABLES

Rates receivable

	30 Jun 2025	31 Aug 2025
	\$	\$
Opening arrears previous year	48,989	46,999
Levied this year	2,602,348	2,646,344
Less - collections to date	(2,604,337)	(177,894)
Gross rates collectable	46,999	2,515,449
Net rates collectable	46,999	2,515,449
% Collected	98.2%	6.6%



Receivables - general

	Credit	Current	30 Days	60 Days	90+ Days	Total
	\$	\$	\$	\$	\$	\$
Receivables - general	(721)	8,265	734	1	5,117	13,396
Percentage	(5.4%)	61.7%	5.5%	0.0%	38.2%	
Balance per trial balance						
Trade receivables						13,396
Rates Debtors - ESL						41,804
GST receivable						32,435
Receivables for employee related provisions						19,555
Allowance for impairment of receivables from contracts with customers						(7,917)
Pensioner Rebates Suspense						4,140
Accrued Interest Receivable						202
Total receivables general outstanding						103,615

Amounts shown above include GST (where applicable)

KEY INFORMATION

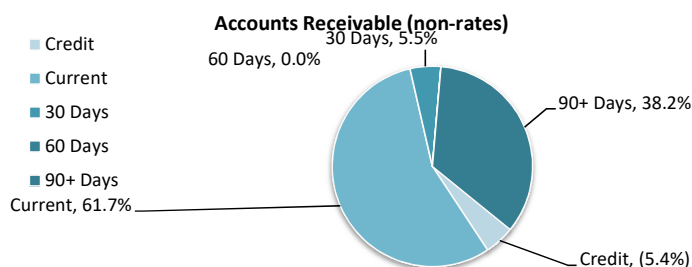
Trade and other receivables include amounts due from ratepayers for unpaid rates and service charges and other amounts due from third parties for goods sold and services performed in the ordinary course of business.

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

Classification and subsequent measurement

Receivables which are generally due for settlement within 30 days except rates receivables which are expected to be collected within 12 months are classified as current assets. All other receivables such as, deferred pensioner rates receivable after the end of the reporting period are classified as non-current assets.

Trade and other receivables are held with the objective to collect the contractual cashflows and therefore the Shire measures them subsequently at amortised cost using the effective interest rate method.



8 OTHER CURRENT ASSETS

	Opening Balance 1 July 2025	Asset Increase	Asset Reduction	Closing Balance 31 August 2025
Other current assets	\$	\$	\$	\$
Financial assets at amortised cost	5,425,742	0	0	5,425,742
Inventory				
Fuel & materials	93,941	0	(37,947)	55,994
Contract assets				
Contract assets	785,143	0	0	785,143
Total other current assets	6,304,826	0	(37,947)	6,266,879
Amounts shown above include GST (where applicable)				

KEY INFORMATION

Inventory

Inventories are measured at the lower of cost and net realisable value.

Net realisable value is the estimated selling price in the ordinary course of business less the estimated costs of completion and the estimated costs necessary to make the sale.

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.

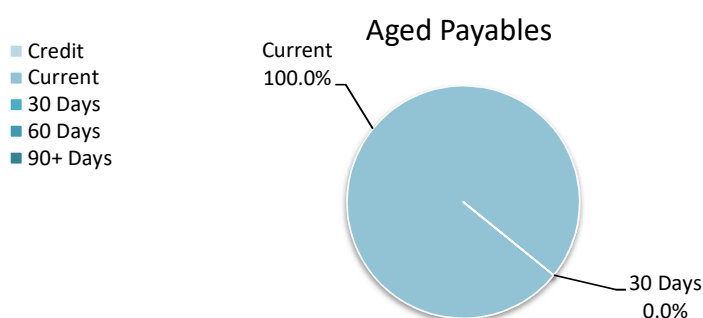
9 PAYABLES

Payables - general	Credit	Current	30 Days	60 Days	90+ Days	Total
	\$	\$	\$	\$	\$	\$
Payables - general	0	22,745	0	0	0	22,745
Percentage	0.0%	100.0%	0.0%	0.0%	0.0%	
Balance per trial balance						
Sundry creditors						22,745
Accrued salaries and wages						0
ATO liabilities						51,609
GST Payable						689
GST Suspense						982
Excess Rates Receipts						3,202
Time in Lieu - accrued						(2,133)
Other accrued expenses						20,708
Accrued Interest - loans						5,213
Total payables general outstanding						103,015

Amounts shown above include GST (where applicable)

KEY INFORMATION

Trade and other payables represent liabilities for goods and services provided to the Shire prior to the end of the period that are unpaid and arise when the Shire becomes obliged to make future payments in respect of the purchase of these goods and services. The amounts are unsecured, are recognised as a current liability and are normally paid within 30 days of recognition. The carrying amounts of trade and other payables are considered to be the same as their fair values, due to their short-term nature.



10 BORROWINGS

Repayments - borrowings

Information on borrowings Particulars	Loan No.	1 July 2025	New Loans		Principal Repayments		Principal Outstanding		Interest Repayments	
			Actual	Budget	Actual	Budget	Actual	Budget	Actual	Budget
		\$	\$	\$	\$	\$	\$	\$	\$	\$
Teacher Housing	94	504,545	0	0	0	(73,733)	504,545	430,812	1,371	(9,872)
Total		504,545	0	0	0	(73,733)	504,545	430,812	1,371	(9,872)
Current borrowings		73,733					73,734			
Non-current borrowings		430,812					430,811			
		504,545					504,545			

All debenture repayments were financed by general purpose revenue.

KEY INFORMATION

The Shire has elected to recognise borrowing costs as an expense when incurred regardless of how the borrowings are applied.

Fair values of borrowings are not materially different to their carrying amounts, since the interest payable on those borrowings is either close to current market rates or the borrowings are of a short term nature.

11 OTHER CURRENT LIABILITIES

	Note	Opening Balance 1 July 2025 \$	Liability transferred from/(to) non current \$	Liability Increase \$	Liability Reduction \$	Closing Balance 31 August 2025 \$
Other current liabilities						
Other liabilities						
Department of Transport Clearing		745	0	19,183	(19,791)	137
Bond Administration Clearing		0	0	0	0	0
Total other liabilities		745	0	19,183	(19,791)	137
Employee Related Provisions						
Provision for annual leave		153,173	0	0	0	153,173
Provision for long service leave		95,348	0	0	0	95,348
Total Provisions		248,521	0	0	0	248,521
Total other current liabilities		249,266	0	19,183	(19,791)	248,658
Amounts shown above include GST (where applicable)						

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

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.

12 GRANTS, SUBSIDIES AND CONTRIBUTIONS

Provider	Grants, subsidies and contributions revenue					YTD Revenue Actual
	Adopted Budget Revenue	YTD Budget	Annual Budget	Budget Variations	Expected	
	\$	\$	\$	\$	\$	\$
Grants and subsidies						
Grants - General Purpose	728,177	182,044	728,177	0	728,177	187,372
Grants - Untied Roads	459,019	114,755	459,019	0	459,019	123,171
LGGS Operational Grant	96,000	24,000	96,000	0	96,000	366
Other Welfare	12,000	2,000	12,000	0	12,000	0
Direct Grant	250,000	250,000	250,000	0	250,000	275,490
	1,545,196	572,799	1,545,196	0	1,545,196	586,400
Contributions						
Reimbursement - Debt Collection Expenses	2,000	332	2,000	0	2,000	0
Administration General	1,500	250	1,500	0	1,500	1,959
Revenue - Other Housing	1,000	166	1,000	0	1,000	880
Other Recreation & Sport	6,000	1,000	6,000	0	6,000	0
Public Works Overhead	5,000	832	5,000	0	5,000	241
	15,500	2,580	15,500	0	15,500	3,080
TOTALS	1,560,696	575,379	1,560,696	0	1,560,696	589,479

13 CAPITAL GRANTS, SUBSIDIES AND CONTRIBUTIONS

Provider	Capital grant/contribution liabilities					Capital grants, subsidies and		
	Liability 1 July 2025	Increase in Liability	Decrease in Liability (As revenue)	Liability 31 Aug 2025	Current Liability 31 Aug 2025	Adopted Budget Revenue	YTD Budget	YTD Revenue Actual
	\$	\$	\$	\$	\$	\$	\$	\$
Capital grants and subsidies								
Grants - Federal				0		1,100,000	183,332	0
Grants R 2 R				0		743,563	123,926	0
Grants Regional Road Group				0		466,667	77,776	142,667
Local Road & Community Infrastructure Program				0		824,470	137,410	0
Grants Great Southern Secondary Freight Network (GSSF)				0		412,262	68,710	0
	0	0	0	0	0	3,546,962	591,154	142,667

**SHIRE OF KENT
SUPPLEMENTARY INFORMATION
FOR THE PERIOD ENDED 31 AUGUST 2025**

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	Amount Received	Amount Paid	Closing Balance
	1 July 2025			31 August 2025
	\$	\$	\$	\$
Beasts in the Bush	3,416			3,416
	3,416	0	0	3,416

14 BUDGET AMENDMENTS

Amendments to original budget since budget adoption. Surplus/(Deficit)							
Description	Council Resolution	Classification	Non Cash Adjustment	Increase in Available Cash	Decrease in Available Cash	Amended Budget Running Balance	
			\$	\$	\$	\$	
Budget adoption				0	0		0