

SHIRE OF CRANBROOK

MONTHLY FINANCIAL REPORT

**(Containing the required statement of financial activity and statement of financial position)
For the period ended 30 September 2025**

LOCAL GOVERNMENT ACT 1995

LOCAL GOVERNMENT (FINANCIAL MANAGEMENT) REGULATIONS 1996

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SHIRE OF CRANBROOK
STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD ENDED 30 SEPTEMBER 2025

Note	Adopted Budget Estimates (a) \$	YTD Budget Estimates (b) \$	YTD Actual (c) \$	Variance* \$ (c) - (b) \$	Variance* % ((c) - (b))/(b) %	Var.
OPERATING ACTIVITIES						
Revenue from operating activities						
General rates	3,245,442	3,245,442	3,244,942	(500)	(0.02%)	
Rates excluding general rates	85,000	85,000	0	(85,000)	(100.00%)	▼
Grants, subsidies and contributions	1,223,199	474,064	511,486	37,422	7.89%	
Fees and charges	392,008	168,097	213,313	45,216	26.90%	▲
Interest revenue	194,200	45,380	21,151	(24,229)	(53.39%)	▼
Other revenue	247,225	14,892	40,972	26,080	175.13%	▲
Profit on asset disposals	242,749	0	0	0	0.00%	
	5,629,823	4,032,875	4,031,864	(1,011)	(0.03%)	
Expenditure from operating activities						
Employee costs	(2,623,112)	(636,309)	(786,060)	(149,751)	(23.53%)	▼
Materials and contracts	(2,045,978)	(497,049)	(410,081)	86,968	17.50%	▲
Utility charges	(136,964)	(40,122)	(43,406)	(3,284)	(8.19%)	
Depreciation	(7,177,819)	(1,793,736)	0	1,793,736	100.00%	▲
Finance costs	(423)	(423)	(19)	404	95.51%	
Insurance	(261,158)	(179,729)	(131,560)	48,169	26.80%	▲
Other expenditure	(123,764)	(36,093)	(18,129)	17,964	49.77%	▲
Loss on asset disposals	(3,604)	0	0	0	0.00%	
	(12,372,822)	(3,183,461)	(1,389,255)	1,794,206	56.36%	
Non cash amounts excluded from operating activities	2(c) 6,962,587	1,794,290	(48,324)	(1,842,614)	(102.69%)	▼
Amount attributable to operating activities	219,588	2,643,704	2,594,285	(49,419)	(1.87%)	
INVESTING ACTIVITIES						
Inflows from investing activities						
Proceeds from capital grants, subsidies and contributions	4,742,205	364,963	431,011	66,048	18.10%	▲
Proceeds from disposal of assets	578,306	0	0	0	0.00%	
	5,320,511	364,963	431,011	66,048	18.10%	
Outflows from investing activities						
Acquisition of property, plant and equipment	(2,474,518)	(359,094)	(312,057)	47,037	13.10%	▲
Acquisition of infrastructure	(5,590,483)	(622,501)	(184,983)	437,518	70.28%	▲
	(8,065,001)	(981,595)	(497,040)	484,555	49.36%	
Amount attributable to investing activities	(2,744,490)	(616,632)	(66,029)	550,603	89.29%	
FINANCING ACTIVITIES						
Inflows from financing activities						
Transfer from reserves	937,475	0	0	0	0.00%	
	937,475	0	0	0	0.00%	
Outflows from financing activities						
Payments for principal portion of lease liabilities	(6,542)	(4,902)	(4,902)	0	0.00%	
Transfer to reserves	(282,240)	0	(15,377)	(15,377)	0.00%	
	(288,782)	(4,902)	(20,279)	(15,377)	(313.70%)	
Amount attributable to financing activities	648,693	(4,902)	(20,279)	(15,377)	(313.70%)	
MOVEMENT IN SURPLUS OR DEFICIT						
Surplus or deficit at the start of the financial year	2(a) 2,026,212	2,026,212	2,174,669	148,457	7.33%	
Amount attributable to operating activities	219,588	2,643,704	2,594,285	(49,419)	(1.87%)	
Amount attributable to investing activities	(2,744,490)	(616,632)	(66,029)	550,603	89.29%	▲
Amount attributable to financing activities	648,693	(4,902)	(20,279)	(15,377)	(313.70%)	▼
Surplus or deficit after imposition of general rates	150,003	4,048,382	4,682,647	634,264	15.67%	▲

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 CRANBROOK
STATEMENT OF FINANCIAL POSITION
FOR THE PERIOD ENDED 30 SEPTEMBER 2025

	Actual 30 June 2025	Actual as at 30 September 2025
	\$	\$
CURRENT ASSETS		
Cash and cash equivalents	5,590,480	6,939,201
Trade and other receivables	368,388	2,437,009
Other financial assets	10,500	10,500
Inventories	42,013	46,289
Contract assets	626,519	626,519
Other assets	135,416	0
TOTAL CURRENT ASSETS	6,773,316	10,059,518
NON-CURRENT ASSETS		
Trade and other receivables	50,129	50,129
Other financial assets	89,715	89,715
Property, plant and equipment	22,333,093	22,645,150
Infrastructure	210,348,979	210,567,399
Right-of-use assets	6,373	6,373
TOTAL NON-CURRENT ASSETS	232,828,289	233,358,766
TOTAL ASSETS	239,601,605	243,418,284
CURRENT LIABILITIES		
Trade and other payables	638,560	254,153
Other liabilities	28,477	1,127,406
Lease liabilities	6,542	1,640
Employee related provisions	401,909	401,909
TOTAL CURRENT LIABILITIES	1,075,488	1,785,108
NON-CURRENT LIABILITIES		
Employee related provisions	124,539	124,539
Other provisions	360,109	408,987
TOTAL NON-CURRENT LIABILITIES	484,648	533,526
TOTAL LIABILITIES	1,560,136	2,318,634
NET ASSETS	238,041,469	241,099,650
EQUITY		
Retained surplus	75,062,973	78,105,777
Reserve accounts	3,651,497	3,666,874
Revaluation surplus	159,326,999	159,326,999
TOTAL EQUITY	238,041,469	241,099,650

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

SHIRE OF CRANBROOK
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD ENDED 30 SEPTEMBER 2025

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 11 September 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
- Estimation uncertainties and judgements made in relation to lease accounting

SHIRE OF CRANBROOK
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD ENDED 30 SEPTEMBER 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
Other assets

Less: current liabilities

Trade and other payables
Other liabilities
Lease liabilities
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 30 September 2025
	\$	\$	\$
	5,590,480	5,590,480	6,939,201
	467,592	368,388	2,437,009
	10,500	10,500	10,500
	42,013	42,013	46,289
	524,898	626,519	626,519
	135,416	135,416	0
	6,770,899	6,773,316	10,059,518
	(729,768)	(638,560)	(254,153)
	(28,477)	(28,477)	(1,127,406)
	(6,542)	(6,542)	(1,640)
	(401,909)	(401,909)	(401,909)
	(1,166,696)	(1,075,488)	(1,785,108)
	5,604,203	5,697,828	8,274,410
2(b)	(3,523,160)	(3,523,159)	(3,542,884)
	2,081,043	2,174,669	4,731,526

(b) Current assets and liabilities excluded from budgeted deficiency

Adjustments to net current assets

Less: Reserve accounts
Less: 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 lease liabilities
- Current portion of employee benefit provisions held in reserve

Total adjustments to net current assets

	(3,651,497)	(3,651,497)	(3,666,874)
	(10,500)	(10,500)	(10,500)
	6,542	6,542	1,640
	132,296	132,296	132,850
2(a)	(3,523,160)	(3,523,159)	(3,542,884)

(c) Non-cash amounts excluded from operating activities

Adjustments to operating activities

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

Total non-cash amounts excluded from operating activities

Adopted Budget Estimates 30 June 2026	YTD Budget Estimates 30 September 2025	YTD Actual 30 September 2025
\$	\$	\$
(242,749)	0	0
3,604	0	0
7,177,819	1,793,736	0
23,913	554	554
(5,000)	(5,000)	0
(5,000)	(5,000)	0
10,000	10,000	0
		(48,878)
6,962,587	1,794,290	(48,324)

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 CRANBROOK
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD ENDED 30 SEPTEMBER 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	Var. \$ \$	Var. % %	
Revenue from operating activities			
Rates excluding general rates	(85,000)	(100.00%)	▼
Timing of Ex Gratia rate income		Timing	
Fees and charges	45,216	26.90%	▲
Additional Private Works income - Insurance Claim		Timing	
Interest revenue	(24,229)	(53.39%)	▼
Timing of revenue			
Other revenue	26,080	175.13%	▲
Income received for MRWA contribution to Heavy Vehicle Rest Bay		Permanent	
Expenditure from operating activities			
Employee costs	(149,751)	(23.53%)	▼
Employee costs are higher due to the timing of the Workers Compensation Insurance Payments and an increase in leave and long service leave payments. This is a timing issue.		Timing	
Materials and contracts	86,968	17.50%	▲
Timing of Expenditure mainly including Road Construction and the Cranbrook Fire Shed construction		Timing	
Depreciation	1,793,736	100.00%	▲
Variance is due to timing of Depreciation being run and applied. This will correct itself once the Audit is complete.		Timing	
Insurance	48,169	26.80%	▲
Timing of the payment of Insurance Premiums		Timing	
Other expenditure	17,964	49.77%	▲
Timing of Elected Members Payments for September Quarter		Timing	
Non cash amounts excluded from operating activities	(1,842,614)	(102.69%)	▼
Variance is due to timing of Depreciation being run and applied. This will correct itself once the Audit is complete.		Timing	
Inflows from investing activities			
Proceeds from capital grants, subsidies and contributions	66,048	18.10%	▲
Timing of revenue received from Capital Grants		Timing	
Outflows from investing activities			
Acquisition of property, plant and equipment	47,037	13.10%	▲
Timing of Asset Replacement Program		Timing	
Acquisition of infrastructure	437,518	70.28%	▲
Timing of Asset Replacement Program		Timing	
Surplus or deficit after imposition of general rates	634,264	15.67%	▲

SHIRE OF CRANBROOK
SUPPLEMENTARY INFORMATION

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BASIS OF PREPARATION - SUPPLEMENTARY INFORMATION

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

SHIRE OF CRANBROOK
SUPPLEMENTARY INFORMATION
FOR THE PERIOD ENDED 30 SEPTEMBER 2025

1 KEY INFORMATION

Funding Surplus or Deficit Components

Funding surplus / (deficit)				
	Adopted Budget	YTD Budget (a)	YTD Actual (b)	Var. \$ (b)-(a)
Opening	\$2.03 M	\$2.03 M	\$2.17 M	\$0.15 M
Closing	\$0.15 M	\$4.05 M	\$4.68 M	\$0.63 M

Refer to Statement of Financial Activity

Cash and cash equivalents		
	\$6.94 M	% of total
Unrestricted Cash	\$3.27 M	47.2%
Restricted Cash	\$3.67 M	52.8%

Refer to 3 - Cash and Financial Assets

Payables		
	\$0.25 M	% Outstanding
Trade Payables	\$0.06 M	
0 to 30 Days		0.0%
Over 30 Days		0.0%
Over 90 Days		0.0%

Refer to 9 - Payables

Receivables		
	\$0.46 M	% Collected
Rates Receivable	\$1.97 M	41.6%
Trade Receivable	\$0.46 M	% Outstanding
Over 30 Days		101.2%
Over 90 Days		91.9%

Refer to 7 - Receivables

Key Operating Activities

Amount attributable to operating activities			
Adopted Budget	YTD Budget (a)	YTD Actual (b)	Var. \$ (b)-(a)
\$0.22 M	\$2.64 M	\$2.59 M	(\$0.05 M)

Refer to Statement of Financial Activity

Rates Revenue		
	\$3.24 M	% Variance
YTD Actual	\$3.24 M	
YTD Budget	\$3.25 M	(0.0%)

Grants and Contributions		
	\$0.51 M	% Variance
YTD Actual	\$0.51 M	
YTD Budget	\$0.47 M	7.9%

Refer to 12 - Grants and Contributions

Fees and Charges		
	\$0.21 M	% Variance
YTD Actual	\$0.21 M	
YTD Budget	\$0.17 M	26.9%

Refer to Statement of Financial Activity

Key Investing Activities

Amount attributable to investing activities			
Adopted Budget	YTD Budget (a)	YTD Actual (b)	Var. \$ (b)-(a)
(\$2.74 M)	(\$0.62 M)	(\$0.07 M)	\$0.55 M

Refer to Statement of Financial Activity

Proceeds on sale		
	\$0.00 M	%
YTD Actual	\$0.00 M	
Adopted Budget	\$0.58 M	(100.0%)

Refer to 6 - Disposal of Assets

Asset Acquisition		
	\$0.18 M	% Spent
YTD Actual	\$0.18 M	
Adopted Budget	\$5.59 M	(96.7%)

Refer to 5 - Capital Acquisitions

Capital Grants		
	\$0.43 M	% Received
YTD Actual	\$0.43 M	
Adopted Budget	\$4.74 M	(90.9%)

Refer to 5 - Capital Acquisitions

Key Financing Activities

Amount attributable to financing activities			
Adopted Budget	YTD Budget (a)	YTD Actual (b)	Var. \$ (b)-(a)
\$0.65 M	(\$0.00 M)	(\$0.02 M)	(\$0.02 M)

Refer to Statement of Financial Activity

Borrowings	
Principal repayments	\$0.00 M
Interest expense	\$0.00 M
Principal due	\$0.00 M

Reserves	
Reserves balance	\$3.67 M
Net Movement	\$0.02 M

Refer to 4 - Cash Reserves

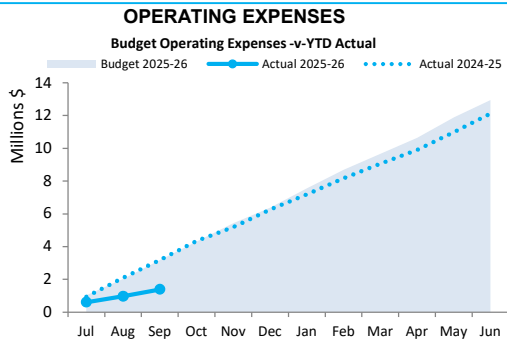
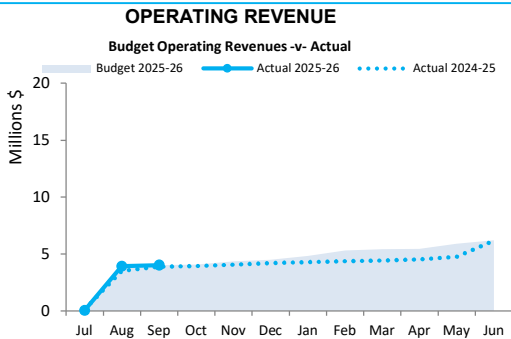
Lease Liability	
Principal repayments	(\$0.00 M)
Interest expense	(\$0.00 M)
Principal due	\$0.00 M

Refer to Note 10 - Lease Liabilities

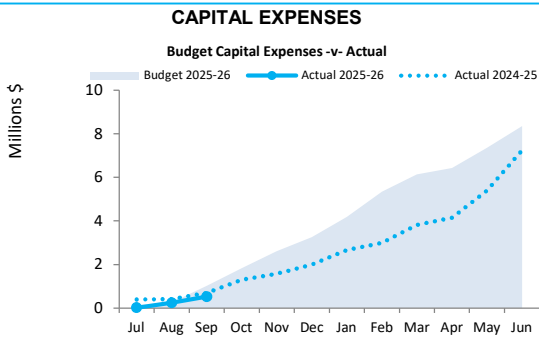
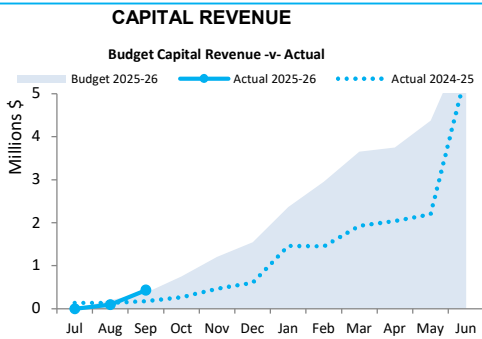
This information is to be read in conjunction with the accompanying Financial Statements and notes.

2 KEY INFORMATION - GRAPHICAL

OPERATING ACTIVITIES



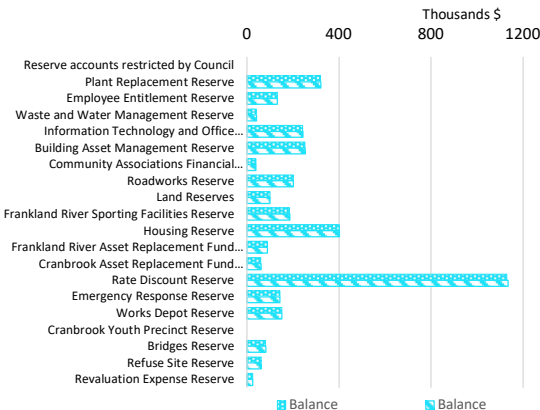
INVESTING ACTIVITIES



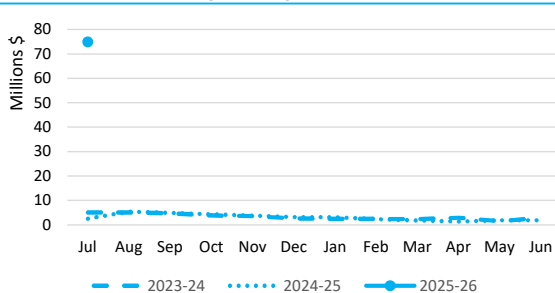
FINANCING ACTIVITIES

BORROWINGS

RESERVES



Closing funding surplus / (deficit)



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

**SHIRE OF CRANBROOK
SUPPLEMENTARY INFORMATION
FOR THE PERIOD ENDED 30 SEPTEMBER 2025**

3 CASH AND FINANCIAL ASSETS AT AMORTISED COST

Description	Classification	Unrestricted	Reserve Accounts	Total	Trust	Institution	Interest Rate	Maturity Date
		\$	\$	\$	\$			
Municipal Bank Account	Cash and cash equivalents	1,772,573		1,772,573		Bendigo	0.00%	At Call
Municipal Easy-Saver Savings	Cash and cash equivalents	499,102		499,102		Bendigo	0.95%	At Call
Municipal Term Deposit		500,000		500,000		Bendigo	3.70%	25/11/2025
Municipal Term Deposit		500,000		500,000		Bendigo	3.50%	27/10/2025
Cash On Hand	Cash and cash equivalents	650		650		N/A	0.00%	On Hand
Reserve Easy-Saver Savings	Cash and cash equivalents	0	138,164	138,164		Bendigo	1.45%	At Call
Reserve Term Deposit	Cash and cash equivalents	0	1,000,000	1,000,000		Bendigo	3.90%	5/12/2025
Reserve - Term Deposit 5	Cash and cash equivalents	0	528,711	528,711		Bendigo	1.50%	1/10/2025
Reserve - Term Deposit 6	Cash and cash equivalents	0	1,000,000	1,000,000		Bendigo	4.05%	5/03/2026
Reserve - Term Deposit 7	Cash and cash equivalents	0	1,000,000	1,000,000		Bendigo	3.95%	5/07/2026
Total		3,272,325.00	3,666,875.00	6,939,200	0			
Comprising								
Cash and cash equivalents		3,272,325	3,666,875	6,939,200	0			
		3,272,325	3,666,875	6,939,200	0			

KEY INFORMATION

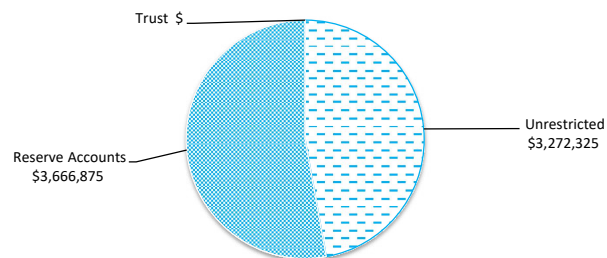
Cash and cash equivalents include cash on hand, cash at bank, deposits available on demand with banks and other short term highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of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

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

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

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

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



SHIRE OF CRANBROOK
SUPPLEMENTARY INFORMATION
FOR THE PERIOD ENDED 30 SEPTEMBER 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								
Plant Replacement Reserve	319,495	10,500	(100,000)	229,995	319,495	1,339	0	320,834
Employee Entitlement Reserve	132,296	4,348		136,644	132,296	554	0	132,850
Waste and Water Management Reserve	40,944	1,346		42,290	40,944	178	0	41,122
Information Technology and Office Equipment R	241,623	7,940		249,563	241,623	1,016	0	242,639
Building Asset Management Reserve	251,400	8,262	(37,244)	222,418	251,400	1,061	0	252,461
Community Associations Financial assistance R	38,900	1,278		40,178	38,900	175	0	39,075
Roadworks Reserve	201,288	6,615		207,903	201,288	846	0	202,134
Land Reserves	99,341	3,265		102,606	99,341	415	0	99,756
Frankland River Sporting Facilities Reserve	184,540	6,065		190,605	184,540	785	0	185,325
Housing Reserve	400,736	13,169		413,905	400,736	1,692	0	402,428
Frankland River Asset Replacement Fund (Bowli	89,218	2,932		92,150	89,217	369	0	89,586
Cranbrook Asset Replacement Fund (Bowling G	59,936	1,970	(30,500)	31,406	59,936	246	0	60,182
Rate Discount Reserve	1,130,499	199,391	(603,878)	726,012	1,130,499	4,769	0	1,135,268
Emergency Response Reserve	142,722	4,690		147,412	142,722	600	0	143,322
Works Depot Reserve	151,301	4,972	(107,000)	49,273	151,301	631	0	151,932
Cranbrook Youth Precinct Reserve	0			0	0	0	0	0
Bridges Reserve	81,000	2,662	(58,853)	24,809	81,000	332	0	81,332
Refuse Site Reserve	61,259	2,013		63,272	61,259	261	0	61,520
Revaluation Expense Reserve	25,000	822		25,822	25,000	108	0	25,108
	3,651,497	282,240	(937,475)	2,996,262	3,651,497	15,377	0	3,666,874

5 CAPITAL ACQUISITIONS

Capital acquisitions	Adopted		YTD Actual	YTD Variance
	Budget	YTD Budget		
	\$	\$	\$	\$
Buildings - specialised	953,477	359,094	309,033	(50,061)
Furniture and equipment	0	0	3,024	3,024
Plant and equipment	1,521,041	0	0	0
Acquisition of property, plant and equipment	2,474,518	359,094	312,057	(47,037)
Infrastructure - Roads	4,110,227	608,212	84,983	(523,229)
Infrastructure - Drainage	585,756		0	0
Infrastructure - Bridges	629,000	9,289	0	(9,289)
Infrastructure - Other	265,500	5,000	100,000	95,000
Acquisition of infrastructure	5,590,483	622,501	184,983	(437,518)
Total capital acquisitions	8,065,001	981,595	497,040	(484,555)
Capital Acquisitions Funded By:				
Capital grants and contributions	4,742,205	364,963	431,011	66,048
Other (disposals & C/Fwd)	578,306	0	0	0
Reserve accounts				
Plant Replacement Reserve	100,000		0	0
Building Asset Management Reserve	37,244		0	0
Cranbrook Asset Replacement Fund (Bowling Green) Res	30,500		0	0
Rate Discount Reserve	603,878		0	0
Works Depot Reserve	107,000		0	0
Bridges Reserve	58,853		0	0
Contribution - operations	1,807,015	616,632	66,029	(550,603)
Capital funding total	8,065,001	981,595	497,040	(484,555)

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

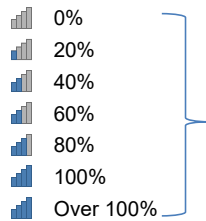
In accordance with *Local Government (Financial Management) Regulation 17A(2)*, the carrying amount of non-financial assets that are land and buildings classified as property, plant and equipment, investment properties, infrastructure or vested improvements that the local government controls.

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

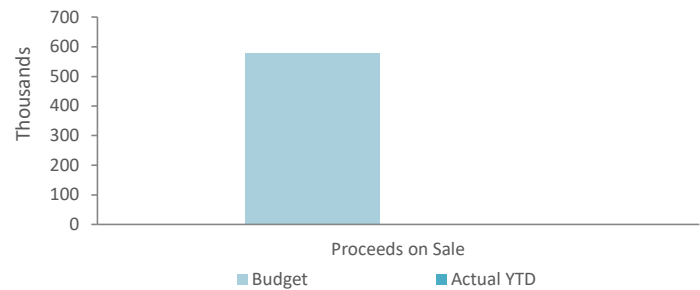


Percentage Year to Date Actual to Annual Budget expenditure where the expenditure over budget highlighted in red.

		Adopted			Variance
Account Description		Budget	YTD Budget	YTD Actual	(Under)/Over
		\$	\$	\$	\$
Buildings - Specialised					0
051200	Capital Expense - Buildings (Cranbrook Fire Shed) - Fire Shed	578,477	289,122	308,826	(19,704)
121214	Capital Expense - Depot Upgrade Cranbrook - Buildings	140,000	69,972	207	69,765
111204	Capital Expense - Frankland River Hall Kitchen	100,000	0	0	0
111206	Capital Expense - Cranbrook Hall Major Maintenance	35,000	0	0	0
113232	Capital Expense - Cranbrook Sporting Club Building	100,000	0	0	0
		0	0	0	0
		0	0	0	0
Buildings - Specialised Total		953,477	359,094	309,033	50,061
Buildings - non-specialised					0
		0	0	0	0
Buildings - non-specialised Total		0	0	0	0
Furniture & Equipment					0
042209	Capital Expense - Server Cabinet + Cabling Upgrade	0	0	3,024	(3,024)
Furniture & Equipment Total		0	0	3,024	(3,024)
Land Freehold					0
Land Freehold Total		0	0	0	0
Plant & Equipment					0
042212	Capital Expense - Admin Vehicles	62,640	0	0	0
123200	Capital Expense - Light Plant & Equipment	247,226	0	0	0
123201	Capital Expense - Heavy Plant & Equipment	1,201,600	0	0	0
51202	Capital Expense - Transfer Pump	9,575	0	0	0
Plant & Equipment Total		1,521,041	0	0	0
Infrastructure - Bridges					0
BR273	Bridge 273 - Refurbishment	564,000	0	0	0
BR488	Bridge 488 Refurbishment	65,000	9,289	0	9,289
Infrastructure - Bridges Total		629,000	9,289	0	9,289
Infrastructure - Roads					0
RG003	Capital Expense - Salt River Road	285,000	40,716	184	40,532
RG007	Capital Expense - Shamrock Road	540,000	77,167	184	76,983
RG523	Capital Expense - Wingebellup Road	540,000	77,141	184	76,957
CF013	Capital Expense - Bokerup Road	54,000	0	0	0
CF013A	Capital Expense - Bokerup Road SLK 4.80 - 5.70	36,000	0	0	0
CF024	Capital Expense - Newton Road	90,000	0	19,859	(19,859)
CF533	Capital Expense - Cranbrook Frankland Road / Boronia View	40,000	0	0	0

6 DISPOSAL OF ASSETS

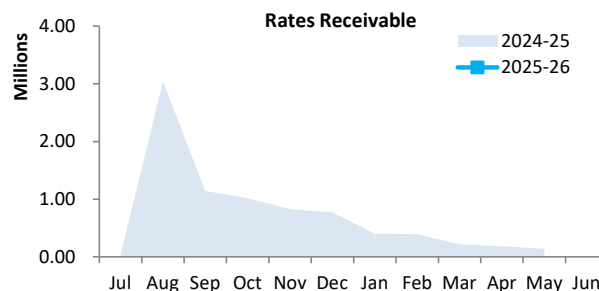
Asset Ref.	Asset description	Budget				YTD Actual				
		Net Book		Proceeds	Profit	(Loss)	Net Book		Profit	(Loss)
		Value					Value			
		\$	\$				\$	\$		
	Plant and equipment									
CB01	MOW Vehicle CB01	33,009	34,000	991	0			0	0	
CB06	WS Utility	42,731	51,000	8,269	0			0	0	
CB04	Gardens Utility	28,875	37,164	8,289	0			0	0	
CB08	Ranger Utility	32,981	44,000	11,019	0			0	0	
CB05	Works Utility	38,041	41,466	3,425	0			0	0	
007FR	Gardens Utility	31,268	38,676	7,408	0			0	0	
CB003	2020 Mitsubshi Fuse Tip Truck	0	110,000	110,000	0			0	0	
CB5286	Plant Trailer	2,444	3,000	556	0			0	0	
CB5288	Fuel Trailer	768	5,000	4,232	0			0	0	
CB5282	Tandem Dolly Trailer	3,491	12,000	8,509	0			0	0	
CB4400	2014 Komatsu Excavator	38,395	65,000	26,605	0			0	0	
CB011	2016 CAT Grader Model 120M	69,808	120,000	50,192	0			0	0	
CB4970	Kubota RTV	9,321	6,000	0	(3,321)			0	0	
PE224	B200-PTO 3PL Road Sweeper	1,746	5,000	3,254	0			0	0	
PE198	Tow Behind Handy Hitch Roller	6,283	6,000	0	(283)			0	0	
		339,162	578,306	242,749	(3,604)	0	0	0	0	



7 RECEIVABLES

Rates receivable

	30 Jun 2025	30 Sep 2025
	\$	\$
Opening arrears previous year	56,016	136,135
Levied this year	3,127,938	3,244,942
Less - collections to date	(3,047,819)	(1,406,407)
Net rates collectable	136,135	1,974,670
% Collected	95.7%	41.6%



Receivables - general

	Credit	Current	30 Days	60 Days	90+ Days	Total
	\$	\$	\$	\$	\$	\$
Receivables - general	(6,725)	2,412	3,005	33,241	360,203	392,136
Percentage	(1.7%)	0.6%	0.8%	8.5%	91.9%	
Balance per trial balance						
Trade receivables						392,136
GST receivable						45,420
Receivables for employee related provisions						24,783
Total receivables general outstanding						462,339

Amounts shown above include GST (where applicable)

KEY INFORMATION

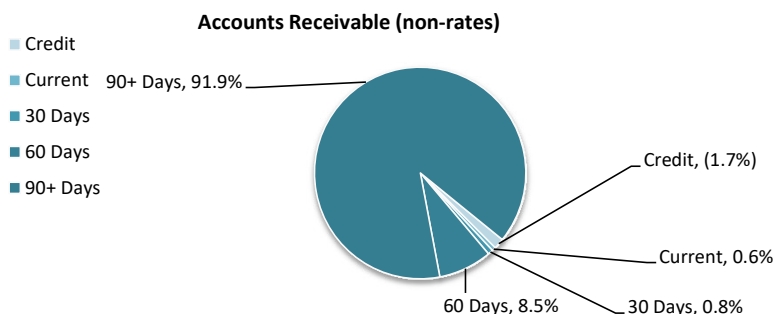
Trade and other receivables include amounts due from ratepayers for unpaid rates and service charges and other amounts due from third parties for goods sold and services performed in the ordinary course of business.

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 30 September 20
	\$	\$	\$	\$
Other current assets				
Other financial assets at amortised cost				
Financial assets at amortised cost - self supporting loans	10,500	0	0	10,500
Inventory				
Inventories - Fuel and Materials	42,013	4,276	0	46,289
Other assets				
Accrued income	135,416	0	(135,416)	0
Contract assets				
Contract assets	626,519	0	0	626,519
Total other current assets	814,448	4,276	(135,416)	683,308
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

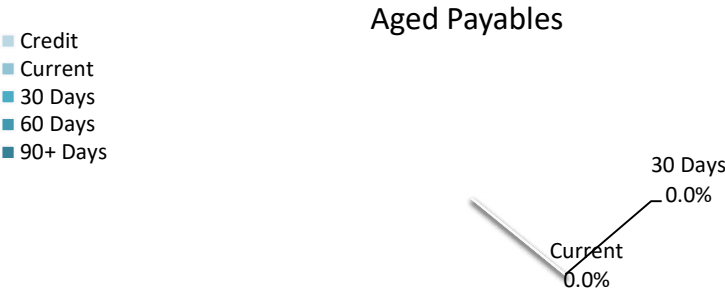
A contract asset is the right to consideration in exchange for goods or services the entity has transferred to a customer when that right is conditioned on something other than the passage of time.

9 PAYABLES

Payables - general	Credit	Current	30 Days	60 Days	90+ Days	Total
	\$	\$	\$	\$	\$	\$
Payables - general	0	0	0	0	0	0
Percentage	0.0%	0.0%	0.0%	0.0%	0.0%	
Balance per trial balance						
Sundry creditors						64,014
ATO liabilities						75,486
Pre-paid Rates						31,021
Other payables						83,632
Total payables general outstanding						254,153
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 LEASE LIABILITIES

Movement in carrying amounts

Information on leases Particulars	Lease No.	New Leases		Principal Repayments		Principal Outstanding		Interest Repayments		
		1 July 2025	Actual	Budget	Actual	Budget	Actual	Budget	Actual	Budget
		\$	\$	\$	\$	\$	\$	\$	\$	
CESM vehicle lease		6,542	0	0	(4,902)	(6,542)	1,640	0	(19)	(423)
Total		6,542	0	0	(4,902)	(6,542)	1,640	0	(19)	(423)
Current lease liabilities		6,542					1,640			
		6,542					1,640			

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.

11 OTHER CURRENT LIABILITIES

	Note	Opening Balance 1 July 2025 \$	Liability transferred from/(to) non current \$	Liability Increase \$	Liability Reduction \$	Closing Balance 30 September 2025 \$
Other current liabilities						
Other liabilities						
Grant/contributions liabilities		28,477	0	1,179,922	(80,993.00)	1,127,406
Total other liabilities		28,477	0	1,179,922	(80,993)	1,127,406
Employee Related Provisions						
Provision for annual leave		262,820	0			262,820
Provision for long service leave		111,843	0			111,843
Other employee leave provisions		27,246	0			27,246
Total Provisions		401,909	0	0	0	401,909
Other Provisions						
Make good provisions		0	(48,878)	0		0
Total Other Provisions		0	(48,878)	0	0	0
Total other current liabilities		430,386.00	(48,878.00)	1,179,922.00	(80,993.00)	1,529,315.00
Amounts shown above include GST (where applicable)						

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	Unspent grant, subsidies and contributions liability					Grants, subsidies and		
	Liability	Increase in	Decrease in	Liability	Current	Adopted	YTD	YTD
	1 July 2025	Liability	Liability	30 Sep 2025	Liability	Budget	Budget	Revenue
	\$	\$	(As revenue)	\$	\$	Revenue		Actual
Grants and subsidies								
Financial Assistance Grants - General Purpose	0	0	0	0	0	512,657	128,164	134,323
Financial Assistance Grants - Road Component	0	0	0	0	0	306,071	76,518	105,025
DFES Local Government Grant Scheme	21,850	27,859	(16,053)	33,656	33,656	51,660	13,432	16,053
DFES Mitigation Activity Fund - Round 2		0	0	0	0	23,500	0	0
Youth Week 2025-2026	0	0	0	0	0	1,000	0	0
Seniors Activities - Age Friendly Communities 2025-2026	0	0	0	0	0	1,000	0	0
Seniors Project Funding	0	0	0	0	0	1,000	0	0
Council of the Aging - Exercise Program		0	0	0	0	1,000	0	0
0-4 Grant 2025-2026		0	0	0	0	1,000	0	0
Afterschool Care Program	4,489	0	0	4,489	4,489	69,000	11,040	0
Thank a Volunteer Grant 2025-2026	0	0	0	0	0	1,000	0	0
Childrens Book Week Grant	0	0	0	0	0	1,650	0	0
Local Government Heritage Consultancy Grant	2,138	0	0	2,138	2,138	2,288	0	0
Main Roads WA Direct Grant	0	0	0	0	0	234,910	234,910	234,910
Community Safety Funding		0	0	0	0	3,563	0	0
	28,477	27,859	(16,053)	40,283	40,283	1,211,299	464,064	490,310
Contributions								
CESM Reimbursement	0	0	0	0	0	10,000	10,000	18,162
Main Roads WA - Street Lighting	0	0	0	0	0	1,900	0	0
Hollow Log Sponsorship 2025	0	0	0	0	0	0	0	3,014
	0	0	0	0	0	11,900	10,000	21,176
TOTALS	28,477	27,859	(16,053)	40,283	40,283	1,223,199	474,064	511,486

13 CAPITAL GRANTS, SUBSIDIES AND CONTRIBUTIONS

Provider	Capital grant/contribution liabilities				Capital grants, subsidies and		
	Liability	Increase in Liability	Decrease in Liability	Current Liability	Adopted Budget	YTD	YTD Revenue
	1 July 2025		(As revenue)	30 Sep 2025	Revenue	Budget	Actual
	\$	\$	\$	\$	\$	\$	\$
Capital grants and subsidies							
Cranbrook Fire Shed		0	0	0	553,422	0	272,071
Frankland River Hall Major Maintenance - LRCI 4A		0	0	0	887	0	0
Frankland River - Playground, Caravan Park, Pumptrack Pathways - LRCI 4A		0	0	0	9,113	0	0
RRG - Salt River Road - widen bitumen edges and seal		76,000	(123)	75,877	190,000	0	123
RRG - Shamrock Road - widen bitumen edges and seal		144,000	(123)	143,877	360,000	0	123
RRG - Wingebellup Road - widen bitumen edges and seal		144,000	(123)	143,877	360,000	0	123
R2R - Yeriminup Road - resheet		101,620	0	101,620	0	0	0
R2R - Boyup Brook Cranbrook Road - resheet		89,021	(184)	88,837	356,086	0	184
R2R - Poison Hill Road		22,250	(184)	22,066	88,999	0	184
R2R - Archers Road		44,511	(184)	44,327	178,043	0	184
R2R - Kenny Road		22,261	(38,552)	(16,291)	89,044	0	38,552
SFN - Yeriminup Road GSSFN		0	(10,598)	(10,598)	102,000	14,576	10,598
SFN - Yeriminup Road GSSFN - Seal		184,000	(184)	183,816	460,000	65,734	184
SFN - Shamrock Road GSSFN		324,400	(14,683)	309,717	811,000	115,893	14,683
		0	0	0			0
BS - Balochmyle / Yeriminup Road Intersection		0	0	0	226,733	31,743	0
Streets Alive Frankland River Main Street		0	0	0	100,000	0	0
Special Project Grant - Bridges		0	0	0	564,000	141,000	94,000
DFES Local Government Resilience		0	0	0	292,878	0	0
	0	1,152,063	(64,940)	1,087,124	4,742,205	368,946	431,011