

SHIRE OF CRANBROOK

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

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 CRANBROOK
STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD ENDED 31 JANUARY 2026

	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	3,245,442	3,245,442	3,247,289	1,847	0.06%	
Rates excluding general rates	85,000	85,000	85,219	219	0.26%	
Grants, subsidies and contributions	1,265,199	762,149	828,113	65,964	8.66%	
Fees and charges	392,008	260,918	373,682	112,764	43.22%	▲
Interest revenue	194,200	89,120	66,938	(22,182)	(24.89%)	▼
Other revenue	205,225	34,500	186,007	151,507	439.15%	▲
Profit on asset disposals	242,749	145,650	20,688	(124,962)	(85.80%)	▼
	5,629,823	4,622,779	4,807,936	185,157	4.01%	
Expenditure from operating activities						
Employee costs	(3,183,109)	(1,884,183)	(1,837,536)	46,647	2.48%	
Materials and contracts	(1,612,073)	(1,022,832)	(901,471)	121,361	11.87%	▲
Utility charges	(136,964)	(86,065)	(93,874)	(7,809)	(9.07%)	
Depreciation	(7,177,819)	(4,185,384)	(4,289,869)	(104,485)	(2.50%)	
Finance costs	(423)	(423)	(19)	404	95.51%	
Insurance	(261,158)	(234,200)	(260,936)	(26,736)	(11.42%)	▼
Other expenditure	(123,762)	(57,220)	(62,865)	(5,645)	(9.87%)	
Loss on asset disposals	(3,604)	0	0	0	0.00%	
	(12,498,912)	(7,470,307)	(7,446,570)	23,737	0.32%	
Non cash amounts excluded from operating activities	2(c) 6,938,674	4,040,359	4,269,806	229,447	5.68%	
Amount attributable to operating activities	69,585	1,192,831	1,631,172	438,341	36.75%	
INVESTING ACTIVITIES						
Inflows from investing activities						
Proceeds from capital grants, subsidies and contributions	4,742,205	2,145,640	1,531,888	(613,752)	(28.60%)	▼
Proceeds from disposal of assets	578,306	246,306	233,782	(12,524)	(5.08%)	
Proceeds on disposal of financial assets at fair value through profit and loss	0	0	3,500	3,500	0.00%	
	5,320,511	2,391,946	1,769,170	(622,776)	(26.04%)	
Outflows from investing activities						
Acquisition of property, plant and equipment	(2,474,518)	(1,099,461)	(1,015,086)	84,374	7.67%	
Acquisition of infrastructure	(5,590,483)	(3,285,191)	(1,366,255)	1,918,936	58.41%	▲
	(8,065,001)	(4,384,652)	(2,381,341)	2,003,310	45.69%	
Amount attributable to investing activities	(2,744,490)	(1,992,706)	(612,172)	1,380,534	69.28%	
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)	(6,542)	(6,542)	0	0.00%	
Transfer to reserves	(282,240)	0	(17,361)	(17,361)	0.00%	
	(288,782)	(6,542)	(23,903)	(17,361)	(265.39%)	
Amount attributable to financing activities	648,693	(6,542)	(23,903)	(17,361)	(265.39%)	
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	69,585	1,192,831	1,631,172	438,341	36.75%	▲
Amount attributable to investing activities	(2,744,490)	(1,992,706)	(612,172)	1,380,534	69.28%	▲
Amount attributable to financing activities	648,693	(6,542)	(23,903)	(17,361)	(265.39%)	▼
Surplus or deficit after imposition of general rates	0	1,219,796	3,169,766	1,949,971	159.86%	▲

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 31 JANUARY 2026

	Actual	Actual as at
	30 June 2025	31 January 2026
	\$	\$
CURRENT ASSETS		
Cash and cash equivalents	5,590,480	6,526,045
Trade and other receivables	368,388	719,610
Other financial assets	10,500	7,000
Inventories	42,013	45,688
Contract assets	626,519	246,451
Other assets	135,416	0
TOTAL CURRENT ASSETS	6,773,316	7,544,794
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	22,276,666
Infrastructure	210,382,416	208,323,596
Right-of-use assets	6,373	0
TOTAL NON-CURRENT ASSETS	232,861,726	230,740,106
TOTAL ASSETS	239,635,042	238,284,900
CURRENT LIABILITIES		
Trade and other payables	638,559	92,033
Other liabilities	28,477	338,149
Lease liabilities	6,542	0
Employee related provisions	401,909	401,909
TOTAL CURRENT LIABILITIES	1,075,487	832,091
NON-CURRENT LIABILITIES		
Employee related provisions	124,539	124,539
Other provisions	408,987	408,987
TOTAL NON-CURRENT LIABILITIES	533,526	533,526
TOTAL LIABILITIES	1,609,013	1,365,617
NET ASSETS	238,026,029	236,919,283
EQUITY		
Retained surplus	75,047,533	73,923,424
Reserve accounts	3,651,498	3,668,859
Revaluation surplus	159,326,999	159,326,999
TOTAL EQUITY	238,026,030	236,919,282

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 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 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 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
- 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 31 JANUARY 2026

2 NET CURRENT ASSETS INFORMATION

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

Note	Adopted Budget Opening	Actual as at	Actual as at
	1 July 2025	30 June 2025	31 January 2026
	\$	\$	\$
Current assets			
Cash and cash equivalents	5,590,480	5,590,480	6,526,045
Trade and other receivables	467,592	368,388	719,610
Other financial assets	10,500	10,500	7,000
Inventories	42,013	42,013	45,688
Contract assets	524,898	626,519	246,451
Other assets	135,416	135,416	0
	<u>6,770,899</u>	<u>6,773,316</u>	<u>7,544,794</u>
Less: current liabilities			
Trade and other payables	(729,768)	(638,559)	(92,033)
Other liabilities	(28,477)	(28,477)	(338,149)
Lease liabilities	(6,542)	(6,542)	0
Employee related provisions	(401,909)	(401,909)	(401,909)
	<u>(1,166,696)</u>	<u>(1,075,487)</u>	<u>(832,091)</u>
Net current assets	5,604,203	5,697,829	6,712,703
Less: Total adjustments to net current assets	2(b) (3,523,160)	(3,523,160)	(3,542,938)
Closing funding surplus / (deficit)	2,081,043	2,174,669	3,169,765

(b) Current assets and liabilities excluded from budgeted deficiency

Adjustments to net current assets			
Less: Reserve accounts	(3,651,497)	(3,651,498)	(3,668,859)
Less: Financial assets at amortised cost - self supporting loans	(10,500)	(10,500)	(7,000)
Add: Current liabilities not expected to be cleared at the end of the year			
- Current portion of lease liabilities	6,542	6,542	0
- Current portion of employee benefit provisions held in reserve	132,296	132,296	132,921
Total adjustments to net current assets	2(a) (3,523,160)	(3,523,160)	(3,542,938)

(c) Non-cash amounts excluded from operating activities

	Adopted Budget Estimates	YTD Budget Estimates	YTD Actual
	30 June 2026	31 January 2026	31 January 2026
	\$	\$	\$
Adjustments to operating activities			
Less: Profit on asset disposals	(242,749)	(145,650)	(20,688)
Add: Loss on asset disposals	3,604	0	0
Add: Depreciation	7,177,819	4,185,384	4,289,869
Movement in current employee provisions associated with restricted cash	0	625	625
- Receivables for employee related provisions		0	0
Total non-cash amounts excluded from operating activities	6,938,674	4,040,359	4,269,806

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 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			
Fees and charges	112,764	43.22%	▲
This variance reflects a combination of additional Private Works income of \$65,000, increased revenue of approximately \$4,000 from the Cranbrook Community Hub and gym memberships, and around \$13,500 in additional revenue from the Frankland River and Cranbrook Caravan Parks. It also includes \$11,000 from the CBH Ground Lease, along with several smaller revenue accounts showing higher balances than year-to-date budget estimates. These amounts are expected to fluctuate month to month.		Timing	
Interest revenue	(22,182)	(24.89%)	▼
Timing of Estimated Income to date vs income received.		Timing	
Other revenue	151,507	439.15%	▲
Timing of Income received for the Cranbrook Bowling Green upgrade (Insurance Claim) against the Year to Date Budget		Timing	
Profit on asset disposals	(124,962)	(85.80%)	▼
Timing of the asset replacement program		Timing	
Expenditure from operating activities			
Materials and contracts	121,361	11.87%	▲
This is due to the timing of expenditure against the budgeted expenditure phasing		Timing	
Insurance	(26,736)	(11.42%)	▼
Timing of the estimated Insurance Instalments against the Year to Date budget		Timing	
Inflows from investing activities			
Proceeds from capital grants, subsidies and contributions	(613,752)	(28.60%)	▼
This variance relates to the timing of revenue received from Capital Grants, with second claims for Capital Roads projects currently being processed. This will fluctuate		Timing	
Outflows from investing activities			
Acquisition of infrastructure	1,918,936	58.41%	▲
This variance reflects timing differences across several capital projects in the year-to-date figures, where actual expenditure has not aligned with the original budget phasing. Of this, \$1.7m relates to combined timing variations across Capital Roads projects, with a further \$46.5k from estimated Bridgeworks timing and \$139k from variances within Capital Building works.		Timing	
Surplus or deficit after imposition of general rates	1,949,971	159.86%	▲

SHIRE OF CRANBROOK
SUPPLEMENTARY INFORMATION

TABLE OF CONTENTS

1	Key information	8
2	Key information - graphical	9
3	Cash and financial assets	10
4	Reserve accounts	11
5	Capital acquisitions	12
6	Disposal of assets	14
7	Receivables	15
8	Other current assets	16
9	Payables	17
10	Lease liabilities	18
11	Other current liabilities	19
12	Grants and contributions	20
13	Capital grants and contributions	21
14	Budget amendments	22

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 31 JANUARY 2026

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	\$0.00 M	\$1.22 M	\$3.17 M	\$1.95 M

Refer to Statement of Financial Activity

Cash and cash equivalents		
	\$	% of total
Unrestricted Cash	\$2.86 M	43.8%
Restricted Cash	\$3.67 M	56.2%

Refer to 3 - Cash and Financial Assets

Payables		
	\$	% Outstanding
Trade Payables	\$0.09 M	
0 to 30 Days	\$0.00 M	0.0%
Over 30 Days		0.0%
Over 90 Days		0.0%

Refer to 9 - Payables

Receivables		
	\$	%
Rates Receivable	\$0.64 M	81.5%
Trade Receivable	\$0.08 M	
Over 30 Days		72.5%
Over 90 Days		34.9%

Refer to 7 - Receivables

Key Operating Activities

Amount attributable to operating activities			
Adopted Budget	YTD Budget (a)	YTD Actual (b)	Var. \$ (b)-(a)
\$0.07 M	\$1.19 M	\$1.63 M	\$0.44 M

Refer to Statement of Financial Activity

Rates Revenue		
	\$	% Variance
YTD Actual	\$3.25 M	
YTD Budget	\$3.25 M	0.1%

Grants and Contributions		
	\$	% Variance
YTD Actual	\$0.83 M	
YTD Budget	\$0.76 M	8.7%

Refer to 12 - Grants and Contributions

Fees and Charges		
	\$	% Variance
YTD Actual	\$0.37 M	
YTD Budget	\$0.26 M	43.2%

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)	(\$1.99 M)	(\$0.61 M)	\$1.38 M

Refer to Statement of Financial Activity

Proceeds on sale		
	\$	%
YTD Actual	\$0.23 M	
Adopted Budget	\$0.58 M	(59.6%)

Refer to 6 - Disposal of Assets

Asset Acquisition		
	\$	% Spent
YTD Actual	\$1.37 M	
Adopted Budget	\$5.59 M	(75.6%)

Refer to 5 - Capital Acquisitions

Capital Grants		
	\$	% Received
YTD Actual	\$1.53 M	
Adopted Budget	\$4.74 M	(67.7%)

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	(\$0.01 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	(\$0.01 M)
Interest expense	(\$0.00 M)
Principal due	\$0.00 M

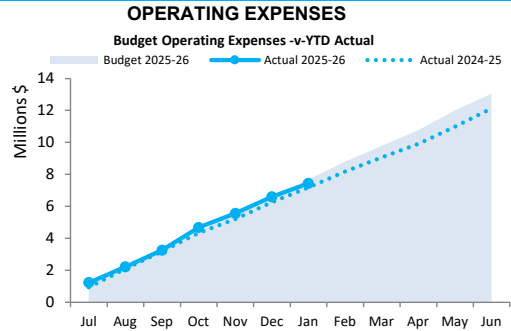
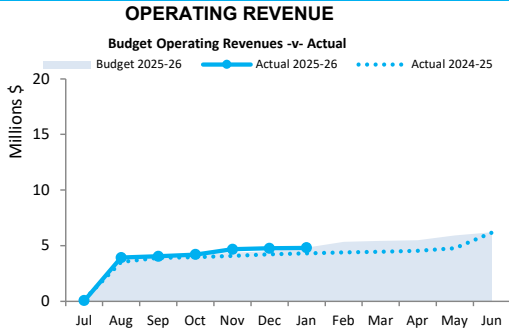
Refer to Note 10 - Lease Liabilities

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

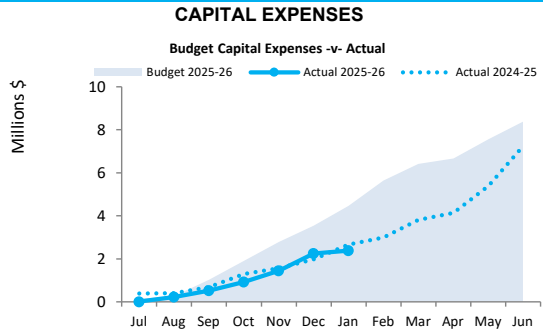
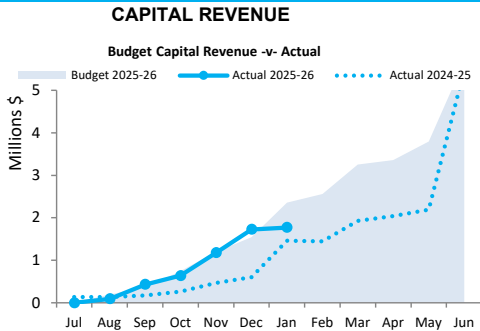
SHIRE OF CRANBROOK
 SUPPLEMENTARY INFORMATION
 FOR THE PERIOD ENDED 31 JANUARY 2026

2 KEY INFORMATION - GRAPHICAL

OPERATING ACTIVITIES



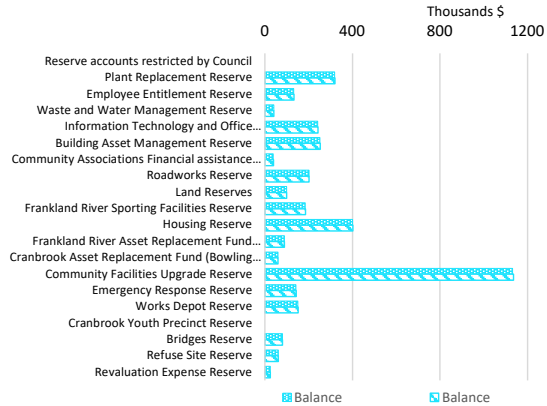
INVESTING ACTIVITIES



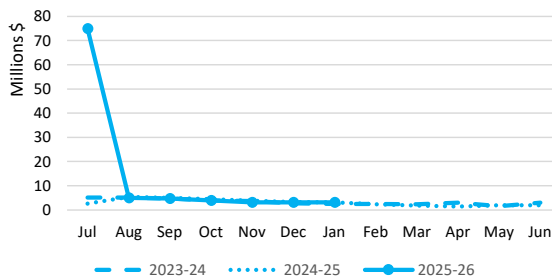
FINANCING ACTIVITIES

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 31 JANUARY 2026

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	556,402		556,402		Bendigo	0.00%	At Call
Municipal Easy-Saver Savings	Cash and cash equivalents	300,133		300,133		Bendigo	0.95%	At Call
Municipal Term Deposit		500,000		500,000		Bendigo	4.05%	24/02/2026
Municipal Term Deposit		500,000		500,000		Bendigo	3.80%	27/03/2026
Municipal Term Deposit		500,000		500,000		Bendigo	3.80%	13/03/2026
Municipal Term Deposit		500,000		500,000		Bendigo	4.20%	27/04/2026
Cash On Hand	Cash and cash equivalents	650		650		N/A	0.00%	On Hand
Reserve Easy-Saver Savings	Cash and cash equivalents	0	168,859	168,859		Bendigo	1.45%	At Call
Reserve Term Deposit	Cash and cash equivalents	0	1,000,000	1,000,000		Bendigo	4.25%	6/04/2026
Reserve - Term Deposit 5	Cash and cash equivalents	0	500,000	500,000		Bendigo	4.15%	14/04/2026
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%	5/06/2026
Total		2,857,185.00	3,668,859.00	6,526,044	0			
Comprising								
Cash and cash equivalents		2,857,185	3,668,859	6,526,044	0			
		2,857,185	3,668,859	6,526,044	0			

KEY INFORMATION

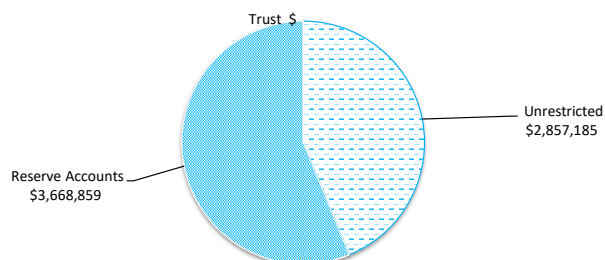
Cash and cash equivalents include cash on hand, cash at bank, deposits available on demand with banks and other short term highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of 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 31 JANUARY 2026

4 RESERVE ACCOUNTS

Reserve account name	Budget				Actual			
	Opening Balance	Transfers In (+)	Transfers Out (-)	Closing Balance	Opening Balance	Transfers In (+)	Transfers Out (-)	Closing Balance
	\$	\$	\$	\$	\$	\$	\$	\$
Reserve accounts restricted by Council								
Plant Replacement Reserve	319,495	10,500	(100,000)	229,995	319,495	1,504	0	320,999
Employee Entitlement Reserve	132,296	4,348		136,644	132,296	625	0	132,921
Waste and Water Management Reserve	40,944	1,346		42,290	40,944	209	0	41,153
Information Technology and Office Equipment Reserve	241,623	7,940		249,563	241,623	1,146	0	242,769
Building Asset Management Reserve	251,400	8,262	(37,244)	222,418	251,400	1,198	0	252,598
Community Associations Financial assistance Reserve	38,900	1,278		40,178	38,900	197	0	39,097
Roadworks Reserve	201,288	6,615		207,903	201,288	955	0	202,243
Land Reserves	99,341	3,265		102,606	99,341	469	0	99,810
Frankland River Sporting Facilities Reserve	184,540	6,065		190,605	184,540	886	0	185,426
Housing Reserve	400,736	13,169		413,905	400,736	1,911	0	402,647
Frankland River Asset Replacement Fund (Bowling Green)	89,218	2,932		92,150	89,218	417	0	89,635
Cranbrook Asset Replacement Fund (Bowling Green)	59,936	1,970	(30,500)	31,406	59,936	278	0	60,214
Community Facilities Upgrade Reserve	1,130,499	199,391	(603,878)	726,012	1,130,499	5,384	0	1,135,883
Emergency Response Reserve	142,722	4,690		147,412	142,722	677	0	143,399
Works Depot Reserve	151,301	4,972	(107,000)	49,273	151,301	712	0	152,013
Cranbrook Youth Precinct Reserve	0			0	0	0	0	0
Bridges Reserve	81,000	2,662	(58,853)	24,809	81,000	376	0	81,376
Refuse Site Reserve	61,259	2,013		63,272	61,259	295	0	61,554
Revaluation Expense Reserve	25,000	822		25,822	25,000	122	0	25,122
	3,651,497	282,240	(937,475)	2,996,262	3,651,498	17,361	0	3,668,859

5 CAPITAL ACQUISITIONS

Capital acquisitions	Adopted		YTD Actual	YTD Variance
	Budget	YTD Budget		
	\$	\$	\$	\$
Buildings - specialised	953,477	842,660	703,553	(139,107)
Plant and equipment	1,521,041	256,801	311,534	54,733
Acquisition of property, plant and equipment	2,474,518	1,099,461	1,015,086	(84,374)
Infrastructure - Roads	4,110,227	2,822,807	1,111,536	(1,711,271)
Infrastructure - Footpaths	0	146,439	0	(146,439)
Infrastructure - Drainage	585,756		0	0
Infrastructure - Bridges	629,000	46,445	0	(46,445)
Infrastructure - Other	265,500	269,500	254,719	(14,781)
Acquisition of infrastructure	5,590,483	3,285,191	1,366,255	(1,918,936)
Total capital acquisitions	8,065,001	4,384,652	2,381,341	(2,003,310)
Capital Acquisitions Funded By:				
Capital grants and contributions	4,742,205	2,145,640	1,531,885	(613,755)
Other (disposals & C/Fwd)	578,306	246,306	233,782	(12,524)
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
Community Facilities Upgrade Reserve	603,878		0	0
Works Depot Reserve	107,000		0	0
Bridges Reserve	58,853		0	0
Contribution - operations	1,807,015	1,992,706	615,675	(1,377,030)
Capital funding total	8,065,001	4,384,652	2,381,341	(2,003,310)

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

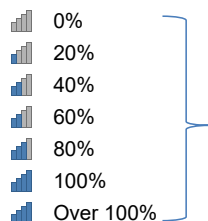
In accordance with *Local Government (Financial Management) Regulation 17A(2)*, the carrying amount of non-financial assets that are land and buildings classified as property, plant and equipment, investment properties, infrastructure or vested improvements that the local government controls.

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

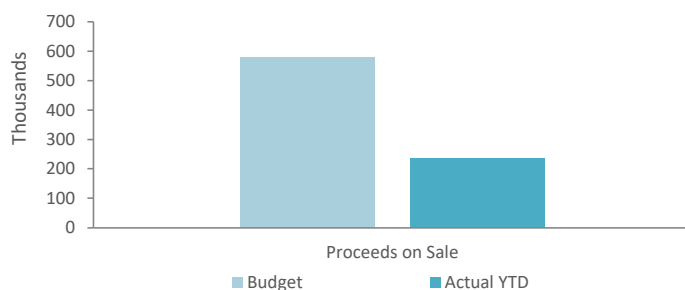


Percentage Year to Date Actual to Annual Budget expenditure where the expenditure over budget highlighted in red.

		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	628,660	633,703	(5,044)
	111200 Capital Expense - Frankland River Hall Major Maintenance	0	0	1,188	(1,188)
	111204 Capital Expense - Frankland River Hall Kitchen	100,000	60,000	1,995	58,005
	111206 Capital Expense - Cranbrook Hall Major Maintenance	35,000	35,000	0	35,000
	113232 Capital Expense - Cranbrook Sporting Club Building	100,000	12,000	0	12,000
		0	0	0	0
		0	0	0	0
	Buildings - Specialised Total	953,477	842,660	703,553	139,107
					0
Buildings - non-specialised					0
		0	0	0	0
Buildings - non-specialised Total		0	0	0	0
					0
Furniture & Equipment					0
Furniture & Equipment Total		0	0	0	0
					0
Land Freehold					0
Land Freehold Total		0	0	0	0
					0
Plant & Equipment					0
	042212 Capital Expense - Admin Vehicles	62,640	0	69,281	(69,281)
	123200 Capital Expense - Light Plant & Equipment	247,226	247,226	232,677	14,549
	123201 Capital Expense - Heavy Plant & Equipment	1,201,600	0	0	0
	51202 Capital Expense - Transfer Pump	9,575	9,575	9,575	0
					0
	Plant & Equipment Total	1,521,041	256,801	311,534	(54,733)
					0
Infrastructure - Bridges					0
	BR273 Bridge 273 - Refurbishment	564,000	0	0	0
	BR488 Bridge 488 Refurbishment	65,000	46,445	0	46,445
	Infrastructure - Bridges Total	629,000	46,445	0	46,445
					0
Infrastructure - Roads					0
	RG003 Capital Expense - Salt River Road	285,000	203,580	179,827	23,753
	RG007 Capital Expense - Shamrock Road	540,000	385,835	326,678	59,157
	RG523 Capital Expense - Wingebellup Road	540,000	385,705	37,589	348,116
	RG531 Capital Expense - Cranbrook Frankland Road	0	0	3,220	(3,220)
	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	13,199	1,569	11,630

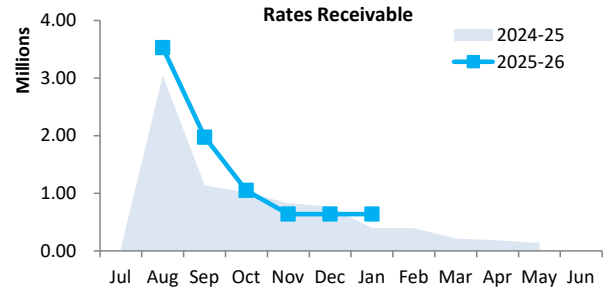
6 DISPOSAL OF ASSETS

Asset Ref.	Asset description	Budget				YTD Actual			
		Net Book		Profit	(Loss)	Net Book		Profit	(Loss)
		Value	Proceeds			Value	Proceeds		
\$	\$	\$	\$	\$	\$	\$	\$		
Plant and equipment									
CB01	MOW Vehicle CB01	33,009	34,000	991	0	34,967	35,455	488	0
CB06	WS Utility	42,731	51,000	8,269	0	43,519	48,182	4,663	0
CB04	Gardens Utility	28,875	37,164	8,289	0	29,626	35,455	5,829	0
CB08	Ranger Utility	32,981	44,000	11,019	0	34,036	39,091	5,055	0
CB05	Works Utility	38,041	41,466	3,425	0	38,758	40,145	1,387	0
007FR	Gardens Utility	31,268	38,676	7,408	0	32,186	35,455	3,269	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)	213,092	233,782	20,691	0



7 RECEIVABLES

Rates receivable	30 June 2025	31 Jan 2026
	\$	\$
Opening arrears previous year	56,016	136,135
Levied this year	3,127,938	3,332,508
Less - collections to date	(3,047,819)	(2,826,747)
Net rates collectable	136,135	641,896
% Collected	95.7%	81.5%



Receivables - general	Credit	Current	30 Days	60 Days	90+ Days	Total
	\$	\$	\$	\$	\$	\$
Receivables - general	(0)	11,818	10,451	5,690	14,960	42,919
Percentage	0.0%	27.5%	24.3%	13.3%	34.9%	
Balance per trial balance						
Trade receivables						42,919
GST receivable						10,012
Receivables for employee related provisions						24,783
Total receivables general outstanding						77,714

Amounts shown above include GST (where applicable)

KEY INFORMATION

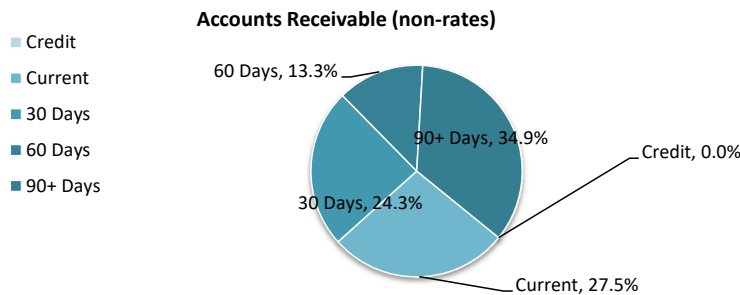
Trade and other receivables include amounts due from ratepayers for unpaid rates and service charges and other amounts due from third parties for goods sold and services performed in the ordinary course of business.

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

Other current assets	Opening Balance 1 July 2025	Asset Increase	Asset Reduction	Closing Balance 31 January 2025
	\$	\$	\$	\$
Other financial assets at amortised cost				
Financial assets at amortised cost - self supporting loans	10,500	0	(3,500)	7,000
Inventory				
Inventories - Fuel and Materials	42,013	3,675	0	45,688
Other assets				
Accrued income	135,416	0	(135,416)	0
Contract assets				
Contract assets	626,519	0	(380,068)	246,451
Total other current assets	814,448	3,675	(518,984)	299,139
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.

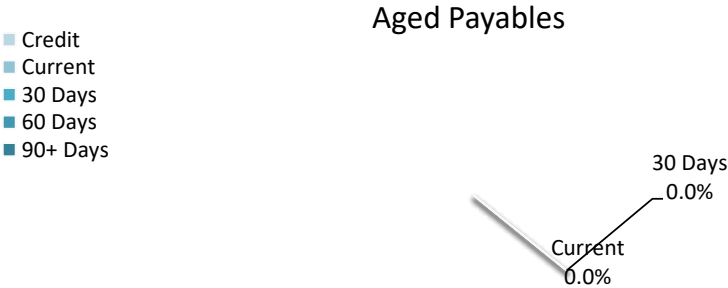
9 PAYABLES

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						
ATO liabilities						46,156
Pre-paid Rates						23,780
Other payables						22,097
Total payables general outstanding						92,033

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	(6,542)	(6,542)	0	0	(19)	(423)
Total		6,542	0	0	(6,542)	(6,542)	0	0	(19)	(423)
Current lease liabilities		6,542					0			
		6,542					0			

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 31 January 2026 \$
Other current liabilities						
Other liabilities						
Grant/contributions liabilities		28,477.00	0	1,136,805.00	(827,133.00)	338,149.00
Total other liabilities		28,477.00	0	1,136,805.00	(827,133.00)	338,149
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
Total other current liabilities		430,386.00	0.00	1,136,805.00	(827,133)	740,058.00

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	Unspent grant, subsidies and contributions liability					Grants, subsidies and		
	Liability	Increase in Liability	Decrease in Liability	Liability	Current Liability	Adopted Budget	YTD Budget	YTD Revenue
	1 July 2025		(As revenue)	31 Jan 2026	31 Jan 2026	Revenue	Budget	Actual
	\$	\$	\$	\$	\$	\$	\$	\$
Grants and subsidies								
Financial Assistance Grants - General Purpose	0	0	0	0	0	512,657	256,328	268,646
Financial Assistance Grants - Road Component	0	0	0	0	0	306,071	153,036	210,050
DFES Local Government Grant Scheme	21,850	86,363	(38,910)	69,303	69,303	51,660	32,546	38,911
DFES Mitigation Activity Fund - Round 2	0	0	0	0	0	23,500	23,500	0
Youth Week 2025-2026	0	0	0	0	0	1,000	0	1,000
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	0	1,000	0	0
0-4 Grant 2025-2026	0	0	0	0	0	1,000	1,000	0
Afterschool Care Program	4,489	0	0	4,489	4,489	69,000	31,740	1,206
Thank a Volunteer Grant 2025-2026	0	0	0	0	0	1,000	1,000	0
Childrens Book Week Grant	0	0	0	0	0	1,650	1,650	0
Local Government Heritage Consultancy Grant	2,138	0	0	2,138	2,138	2,288	2,288	0
Main Roads WA Direct Grant	0	0	0	0	0	234,910	234,910	234,910
Community Safety Funding	0	0	0	0	0	3,563	3,563	3,562
	28,477	86,363	(38,910)	75,930	75,930	1,211,299	741,561	758,284
Contributions								
CESM Reimbursement	0	0	0	0	0	10,000	10,000	24,154
CESM Reimbursement	0	0	0	0	0	0	0	9,195
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	3,686
Admin Reimbursements	0	0	0	0	0	1,000	500	4,314
Revenue - Staff Housing Reimbursements	0	0	0	0	0	0	0	377
Revenue - Reimbursement Rest Bay Maintenance	0	0	0	0	0	30,000	0	22,727
Revenue - Cranbrook Regional Community Hub	0	0	0	0	0	0	0	3,000
Revenue - Reimbursed Revenue Only (CBH Units)	0	0	0	0	0	5,000	5,000	0
Revenue - Reimbursements Public Works Overheads	0	0	0	0	0	500	294	0
Revenue - Staff Training Funding/Reimbursements	0	0	0	0	0	500	294	0
Revenue - Workers Compensation Reimbursements	0	0	0	0	0	5,000	4,500	774
Revenue - Reimbursements Unclassified	0	0	0	0	0	0	0	34
Revenue - Property Insurance Reimbursements	0	0	0	0	0	0	0	1,567
	0	0	0	0	0	53,900	20,588	69,829
TOTALS	28,477	86,363	(38,910)	75,930	75,930	1,265,199	762,149	828,113

13 CAPITAL GRANTS, SUBSIDIES AND CONTRIBUTIONS

Provider	Capital grant/contribution liabilities				contributions revenue				
	Liability	Increase in	Decrease in	Liability	Current	Adopted	YTD	YTD	
	1 July 2025	Liability	Liability	31 Jan 2026	Liability	Budget	Budget	Revenue	
	\$	\$	(As revenue)	\$	\$	\$	\$	\$	
Capital grants and subsidies									
Cranbrook Fire Shed		0	0	0	0	553,422	0	545,665	
Frankland River Hall Major Maintenance - LRCI 4A		0	0	0	0	887	0	0	
Frankland River - Playground, Caravan Park, Pumptrack Pathways - LRCI 4A		0	0	0	0	9,113	0	0	
RRG - Salt River Road - widen bitumen edges and seal		76,000	(76,123)	(123)	(123)	190,000	104,104	76,123	
RRG - Shamrock Road - widen bitumen edges and seal		144,000	(144,123)	(123)	(123)	360,000	184,548	144,123	
RRG - Wingebellup Road - widen bitumen edges and seal		144,000	(25,182)	118,818	118,818	360,000	184,548	25,182	
R2R - Yeriminup Road - resheet		(1)	0	(1)	(1)	0	0	0	
R2R - Boyup Brook Cranbrook Road - resheet		89,020	(1,493)	87,527	87,527	356,086	135,313	1,493	
R2R - Poison Hill Road		22,251	(72,276)	(50,025)	(50,025)	88,999	33,820	72,276	
R2R - Archers Road		44,511	(2,271)	42,240	42,240	178,043	67,656	2,271	
R2R - Kenny Road		22,261	(81,319)	(59,058)	(59,058)	89,044	33,837	81,319	
SFN - Yeriminup Road GSSFN		0	(115,210)	(115,210)	(115,210)	102,000	240,275	115,209	
SFN - Yeriminup Road GSSFN - Seal		184,000	(71,989)	112,011	112,011	460,000	336,385	71,989	
SFN - Shamrock Road GSSFN		324,400	(198,237)	126,163	126,163	811,000	384,440	198,235	
			0					0	
BS - Balochmyle / Yeriminup Road Intersection		0	0	0	0	226,733	158,715	0	
Streets Alive Frankland River Main Street		0	0	0	0	100,000	0	0	
Special Project Grant - Bridges		0	0	0	0	564,000	282,000	188,000	
DFES Local Government Resilience		0	0	0	0	292,878	0	0	
Department of Primary Industries and Regional Development Frankland River youth space		0	0	0	0	0	0	10,000	
		0	1,050,442	(788,223.00)	262,219	262,219	4,742,205	2,145,640	1,531,885

**SHIRE OF CRANBROOK
SUPPLEMENTARY INFORMATION
FOR THE PERIOD ENDED 31 JANUARY 2026**

14 BUDGET AMENDMENTS

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

Description	Council Resolution	Classification	Non Cash	Increase in	Decrease in	Amended
			Adjustment	Available	Available	Budget Running
			\$	\$	\$	\$
Budget adoption						0
113204 Capital Expense - Cranbroo Sporting Club Kitchen Upgrades	6092025	Capital expenses			(80,000)	(80,000)
113231 Capital Expense - Cranbrook Bowling Green	6092025	Capital expenses		80,000		0
121214 Capital Expense - Depot Upgrade Cranbrook	6102025	Capital expenses			(33,000)	(33,000)
051200 Capital Expense - Buildings (Cranbrook Fire Shed)	6102025	Capital expenses		33,000		0
122013 Expense - Transport Planning & Professional Services	6102025	Operating expenses			(12,183)	(12,183)
051200 Capital Expense - Buildings (Cranbrook Fire Shed)	6102025	Capital expenses		12,183		0
101002 Expense - Waste Site Maintenance	6102025	Operating expenses			(5,000)	(5,000)
051200 Capital Expense - Buildings (Cranbrook Fire Shed)	6102025	Capital expenses		5,000		0
				130,183	(130,183)	0