

SUBMISSION TO: Ordinary Council Meeting
Meeting Date: 12th December 2025

AGENDA REFERENCE: 13.2.(A) DEC 25

SUBJECT: Monthly Financial Statements - November 2025

LOCATION/ADDRESS: Nil

NAME OF APPLICANT: Nil

FILE REFERENCE: 1.6 Current Budget

AUTHOR, DISCLOSURE OF ANY INTEREST AND DATE OF REPORT

NAME: Kiara Lord

OFFICER: Manager of Business Services

INTEREST DISCLOSURE: Nil

DATE: 11th December 2025

SUPPORTING DOCUMENTS: 1. November Monthly Financial Statements

BACKGROUND

In complying with the Local Government *Financial Management Regulations 1996*, a monthly statement of financial activity must be submitted to an Ordinary Council meeting within 2 months after the end of the month to which the statement relates. The statement of financial activity is a complex document but gives a complete overview of the “cash” financial position as at the end of each month. The statement of financial activity for each month must be adopted by Council and form part of the minutes.

It is understood that parts of the statement of financial activity have been submitted to Ordinary Council meetings previously. In reviewing the Regulations, the complete statement of financial activity is to be submitted, along with the following reports that are not included in the statement.

Monthly Financial Statements for the month ended 30th November, 2025 consisting of:

- (a) Compilation Report
- (b) Statement of Financial Activity – 30th November 2025
- (c) Material Variances – 30th November 2025

STATUTORY ENVIRONMENT

Part 4 — Financial reports— s. 6.4

34. Financial activity statement report – s. 6.4

(1A) In this regulation —

committed assets means revenue unspent but set aside under the annual budget for a specific purpose.

- 34. (1) A local government is to prepare each month a statement of financial activity reporting on the revenue and expenditure, as set out in the annual budget under regulation 22(1)(d), for that month in the following detail —***

- (a) annual budget estimates, taking into account any expenditure incurred for an additional purpose under section 6.8(1)(b) or (c);*
 - (b) budget estimates to the end of the month to which the statement relates;*
 - (c) actual amounts of expenditure, revenue and income to the end of the month to which the statement relates;*
 - (d) material variances between the comparable amounts referred to in paragraphs (b) and (c); and*
 - (e) the net current assets at the end of the month to which the statement relates.*
- 34. (2) *Each statement of financial activity is to be accompanied by documents containing —*
 - (a) an explanation of the composition of the net current assets of the month to which the statement relates, less committed assets and restricted assets;*
 - (b) an explanation of each of the material variances referred to in subregulation (1)(d); and*
 - (c) such other supporting information as is considered relevant by the local government.*
- 34. (3) *The information in a statement of financial activity may be shown —*
 - (a) according to nature and type classification; or*
 - (b) by program; or*
 - (c) by business unit.*
- 34. (4) *A statement of financial activity, and the accompanying documents referred to in subregulation (2), are to be —*
 - (a) presented at an ordinary meeting of the council within 2 months after the end of the month to which the statement relates; and*
 - (b) recorded in the minutes of the meeting at which it is presented.*
- 34. (5) *Each financial year, a local government is to adopt a percentage or value, calculated in accordance with the AAS, to be used in statements of financial activity for reporting material variances.*

POLICY IMPLICATIONS

There are no policy implications resulting from the recommendation of this report.

FINANCIAL IMPLICATIONS

There are no financial implications resulting from the recommendation of this report.

STRATEGIC IMPLICATIONS

There are no strategic implications resulting from the recommendation of this report.

RECOMMENDATIONS

That Council accept the Monthly Financial Statements for the month ended 30th November, 2025 consisting of:

- (a) Compilation Report
- (b) Statement of Financial Activity – 30th November 2025
- (c) Material Variances – 30th November 2025

VOTING REQUIREMENT

Simple Majority

SIGNATURE

Manager of Business Services



11 December 2025

Mr Ty Matson
Chief Executive Officer
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Dear Ty

COMPILATION REPORT TO SHIRE OF LEONORA

We have compiled the accompanying special purpose financial report of Shire of Leonora which comprise the statement of financial position as at 30 November 2025, the statement of financial activity, notes providing statement of financial activity supporting information, explanation of material variances for the year then ended and a summary of material accounting policy information. These have been prepared in accordance with *Local Government Act 1995* and associated regulations as described in Note 1 to the financial report. The specific purpose for which the special purpose financial statements have been prepared is also set out in Note 1 of the financial report. We have provided the supplementary information of Shire of Leonora as at 30 November 2025 and for the period then ended based on the records of the Shire of Leonora.

THE RESPONSIBILITY OF SHIRE OF LEONORA

The CEO of Shire of Leonora is solely responsible for information contained in the special purpose financial report and supplementary information, the reliability, accuracy and completeness of the information and for the determination that the basis of accounting used is appropriate to meet their needs and for the purpose that the financial report was prepared.

OUR RESPONSIBILITY

On the basis of information provided by Shire of Leonora we have compiled the accompanying special purpose financial report in accordance with the requirements of *APES 315 Compilation of Financial Information* and the *Local Government Act 1995*, associated regulations and to the extent that they are not inconsistent with the *Local Government Act 1995*, the Australian Accounting Standards.

We have applied our expertise in accounting and financial reporting to compile these financial statements in accordance with the basis of accounting described in Note 1 to the financial report except for the matters of non-compliance with the basis of preparation identified with Note 1 of the financial report. We have complied with the relevant ethical requirements of *APES 110 Code of Ethics for Professional Accountants*.

Supplementary information attached to the financial report has been extracted from the records of Shire of Leonora and information presented in the special purpose financial report.

ASSURANCE DISCLAIMER

Since a compilation engagement is not an assurance engagement, we are not required to verify the reliability, accuracy or completeness of the information provided to us by management to compile these financial statements. Accordingly, we do not express an audit opinion or a review conclusion on these financial statements.

The special purpose financial report was compiled exclusively for the benefit of Shire of Leonora who are responsible for the reliability, accuracy and completeness of the information used to compile them. Accordingly, the special purpose financial report may not be suitable for other purposes. We do not accept responsibility for the contents of the special purpose financial report.

NOTE REGARDING BASIS OF PREPARATION

We draw attention to Note 1 to the financial report where matters of non-compliance with the basis of preparation have been detailed. Supplementary information is provided for management information purposes and does not comply with the disclosure requirements of the Australian Accounting Standards.

A handwritten signature in black ink, appearing to read 'Russell Barnes'.

Russell Barnes
Director

Moore Australia (WA) Pty Ltd

Moore Australia (WA) Pty Ltd trading as agent – ABN 99 433 544 961.

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SHIRE OF LEONORA
MONTHLY FINANCIAL REPORT
(Containing the required statement of financial activity and statement of financial position)
For the period ended 30 November 2025
LOCAL GOVERNMENT ACT 1995
LOCAL GOVERNMENT (FINANCIAL MANAGEMENT) REGULATIONS 1996

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Please refer to the compilation report

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SHIRE OF LEONORA
STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD ENDED 30 NOVEMBER 2025

Note	Amended 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	10,711,726	10,711,726	10,671,728	(39,998)	(0.37%)	▼
Rates excluding general rates	203,390	203,390	203,390	0	0.00%	
Grants, subsidies and contributions	3,308,160	1,378,400	753,675	(624,725)	(45.32%)	▼
Fees and charges	3,208,108	1,336,712	1,284,868	(51,844)	(3.88%)	▼
Interest revenue	160,000	66,667	25,474	(41,193)	(61.79%)	▼
Other revenue	130,000	54,167	76,607	22,440	41.43%	▲
Profit on asset disposals	101,961	0	0	0	0.00%	
	17,823,345	13,751,062	13,015,742	(735,320)	(5.35%)	
Expenditure from operating activities						
Employee costs	(5,108,109)	(2,128,379)	(2,105,709)	22,670	1.07%	
Materials and contracts	(7,662,245)	(2,653,187)	(3,100,554)	(447,367)	(16.86%)	▼
Utility charges	(334,900)	(139,542)	(197,875)	(58,333)	(41.80%)	▼
Depreciation	(4,468,779)	(1,861,992)	0	1,861,992	100.00%	▲
Insurance	(367,920)	(367,920)	(373,689)	(5,769)	(1.57%)	
Other expenditure	(302,735)	(544,556)	(1,449)	543,107	99.73%	▲
Loss on asset disposals	(94,101)	0	0	0	0.00%	
	(18,338,789)	(7,695,576)	(5,779,276)	1,916,300	24.90%	
Non cash amounts excluded from operating activities	2(c) 4,460,919	1,861,992	(107,397)	(1,969,389)	(105.77%)	▼
Amount attributable to operating activities	3,945,475	7,917,478	7,129,069	(788,409)	(9.96%)	
INVESTING ACTIVITIES						
Inflows from investing activities						
Proceeds from capital grants, subsidies and contributions	2,340,737	975,307	938,326	(36,981)	(3.79%)	▼
Proceeds from disposal of assets	614,000	0	0	0	0.00%	
	2,954,737	975,307	938,326	(36,981)	(3.79%)	
Outflows from investing activities						
Acquisition of property, plant and equipment	(2,509,047)	(274,783)	(236,104)	38,679	14.08%	▲
Acquisition of infrastructure	(4,222,464)	(1,860,154)	(1,539,153)	321,001	17.26%	▲
	(6,731,511)	(2,134,937)	(1,775,257)	359,680	16.85%	
Amount attributable to investing activities	(3,776,774)	(1,159,630)	(836,931)	322,699	27.83%	
FINANCING ACTIVITIES						
Inflows from financing activities						
Transfer from reserves	0	0	11	11	0.00%	
	0	0	11	11	0.00%	
Outflows from financing activities						
Transfer to reserves	(5,682,660)	0	(11,101)	(11,101)	0.00%	
	(5,682,660)	0	(11,101)	(11,101)	0.00%	
Amount attributable to financing activities	(5,682,660)	0	(11,090)	(11,090)	0.00%	
MOVEMENT IN SURPLUS OR DEFICIT						
Surplus or deficit at the start of the financial year	2(a) 5,513,959	5,513,959	5,063,023	(450,936)	(8.18%)	▼
Amount attributable to operating activities	3,945,475	7,917,478	7,129,069	(788,409)	(9.96%)	▼
Amount attributable to investing activities	(3,776,774)	(1,159,630)	(836,931)	322,699	27.83%	▲
Amount attributable to financing activities	(5,682,660)	0	(11,090)	(11,090)	0.00%	
Surplus or deficit after imposition of general rates	0	12,271,807	11,344,071	(927,736)	(7.56%)	▼

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.

Please refer to the compilation report

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SHIRE OF LEONORA
STATEMENT OF FINANCIAL POSITION
FOR THE PERIOD ENDED 30 NOVEMBER 2025

	Actual 30 June 2025 \$	Actual as at 30 November 2025 \$
CURRENT ASSETS		
Cash and cash equivalents	12,597,480	17,673,402
Trade and other receivables	1,319,635	2,445,722
Inventories	75,684	35,807
TOTAL CURRENT ASSETS	13,992,799	20,154,931
NON-CURRENT ASSETS		
Other financial assets	59,715	59,715
Inventories	45,052	45,052
Property, plant and equipment	37,966,510	38,202,614
Infrastructure	101,674,032	103,213,185
TOTAL NON-CURRENT ASSETS	139,745,309	141,520,566
TOTAL ASSETS	153,738,108	161,675,497
CURRENT LIABILITIES		
Trade and other payables	982,088	815,382
Contract liabilities	976,194	1,851,220
Capital grant/contributions liabilities	943,650	105,324
Employee related provisions	266,978	159,581
TOTAL CURRENT LIABILITIES	3,168,910	2,931,507
NON-CURRENT LIABILITIES		
Employee related provisions	142,881	142,881
Other provisions	2,040,102	2,040,102
TOTAL NON-CURRENT LIABILITIES	2,182,983	2,182,983
TOTAL LIABILITIES	5,351,893	5,114,490
NET ASSETS	148,386,215	156,561,007
EQUITY		
Retained surplus	53,279,308	61,443,010
Reserve accounts	6,027,844	6,038,934
Revaluation surplus	89,079,063	89,079,063
TOTAL EQUITY	148,386,215	156,561,007

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

Please refer to the compilation report

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SHIRE OF LEONORA
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD ENDED 30 NOVEMBER 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 09 December 2025

Matters of non-compliance with Basis of Preparation

1. Balances as at 30 June 2025 have not been audited and may be subject to change.
2. Depreciation has not been raised during the current financial year.

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 2025-26 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

Please refer to the compilation report

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SHIRE OF LEONORA
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD ENDED 30 NOVEMBER 2025

2 NET CURRENT ASSETS INFORMATION

	Amended Budget Opening 1 July 2025	Actual as at 30 June 2025	Actual as at 30 November 2025
(a) Net current assets used in the Statement of Financial Activity			
Current assets			
Cash and cash equivalents	\$ 12,597,480	\$ 12,597,480	\$ 17,673,402
Trade and other receivables	967,513	1,319,635	2,445,722
Inventories	173,216	75,684	35,807
	13,738,209	13,992,799	20,154,931
Less: current liabilities			
Trade and other payables	(191,367)	(982,088)	(815,382)
Other liabilities	(2,005,039)	(1,919,844)	(1,956,544)
Employee related provisions	(223,961)	(266,978)	(159,581)
	(2,420,367)	(3,168,910)	(2,931,507)
Net current assets	11,317,842	10,823,889	17,223,424
Less: Total adjustments to net current assets	2(b) (5,803,883)	(5,760,866)	(5,879,353)
Closing funding surplus / (deficit)	5,513,959	5,063,023	11,344,071
(b) Current assets and liabilities excluded from budgeted deficiency			
Adjustments to net current assets			
Less: Reserve accounts	(6,027,844)	(6,027,844)	(6,038,934)
Add: Current liabilities not expected to be cleared at the end of the year			
- Current portion of employee benefit provisions held in reserve	223,961	266,978	159,581
Total adjustments to net current assets	2(a) (5,803,883)	(5,760,866)	(5,879,353)
	Amended Budget Estimates 30 June 2026	YTD Budget Estimates 30 November 2025	YTD Actual 30 November 2025
(c) Non-cash amounts excluded from operating activities	\$	\$	\$
Adjustments to operating activities			
Less: Profit on asset disposals	(101,961)	0	0
Less: Movement in liabilities associated with restricted cash	0	0	(107,397)
Add: Loss on asset disposals	94,101	0	0
Add: Depreciation	4,468,779	1,861,992	0
Total non-cash amounts excluded from operating activities	4,460,919	1,861,992	(107,397)

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.

Please refer to the compilation report

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SHIRE OF LEONORA
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD ENDED 30 NOVEMBER 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 \$30,000 or 10.00% whichever is the greater.

Description	Var. \$ \$	Var. % %	
Revenue from operating activities			
General rates			
Timing of interim rates to be raised	(39,998)	(0.37%)	▼
Grants, subsidies and contributions			
Grants for the annual budget profiled at 5/12th. YTD budget includes amounts from grants not received such as Community led job support Local partners CRC and Sponsorship - Golden Gift, and Gensis Community Development fund. There has been \$5,692 more received from the MRWA grant than budgeted, and \$162,523 from The Financial Assistance grants.	(624,725)	(45.32%)	▼
Fees and charges			
Annual budget profiled at 5/12th. Timing of actual revenue received does not align.	(51,844)	(3.88%)	▼
Interest revenue			
Annual budget profiled at 5/12th. Timing of actual interest received does not align.	(41,193)	(61.79%)	▼
Other revenue			
Annual budget profiled at 5/12th. Disposal of asset has not been processed on the asset register, proceeds has been included in other revenue until Annual Financial Statements for the year ended 30 June 2025 have been completed.	22,440	41.43%	▲
Expenditure from operating activities			
Materials and contracts			
Budget profiled at 5/12th. Maintenance costs for roads and facilities have not occurred on this basis.	(447,367)	(16.86%)	▼
Utility charges			
Annual budget profiled at 4/12th. Timing of power and water billing doesn't align to monthly budget profiling.	(58,333)	(41.80%)	▼
Depreciation			
Annual budget profiled at 5/12th. Depreciation has not been processed. Once the annuals financial statements for the year ended 30 June 2025 have completed this will be updated.	1,861,992	100.00%	▲
Other expenditure			
Annual budget profiled at 5/12th. YTD budget includes amounts expensed for elected members and golden gift donations which have not occurred.	543,107	99.73%	▲
Non cash amounts excluded from operating activities			
Annual budget profiled at 5/12th. Depreciation and asset disposals yet to be processed.	(1,969,389)	(105.77%)	▼
Inflows from investing activities			
Proceeds from capital grants, subsidies and contributions			
Timing of the budgeted grant income to be received does not match the actual amounts received. YTD budget includes amounts from capital grants not received such as Regional Road Group, RRG and EV Fast charges	(36,981)	(3.79%)	▼
Outflows from investing activities			
Acquisition of property, plant and equipment			
Capital works has not been allocated to months.	38,679	14.08%	▲
Acquisition of infrastructure			
Capital works has not been allocated to months.	321,001	17.26%	▲
Surplus or deficit at the start of the financial year			
The 2024-25 annual financial report is not yet finalised.	(450,936)	(8.18%)	▼
Surplus or deficit after imposition of general rates			
Due to variances described above.	(927,736)	(7.56%)	▼

Please refer to the compilation report

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