

SHIRE OF KONDININ



ANNUAL REPORT
2024 - 2025

A heritage of red soil riches....



Acknowledgement of Country

The Shire of Kondinin acknowledges the traditional custodians of country throughout our Shire. We pay our respects to their elders and leaders, past, present and emerging.



OUR VISION

“To have a thriving and Sustainable future”

OUR MISSION

We will achieve our vision by:

- ◆ *Providing leadership in the community,*
- ◆ *Having a positive outlook,*
- ◆ *Bringing the community together,*
- ◆ *Providing and facilitating appropriate facilities and services,*
- ◆ *Being forward looking, and*
- ◆ *Having pride in our Shire.*

OUR VALUES

- *Respect*
- *Inclusiveness*
- *Fairness & Equity*

OUR SHIRE

The Shire of Kondinin is part of Western Australia's Wheatbelt and the Golden Outback tourism region. The Shire stretches over 7,000 square kilometres in a narrow, east-west band approximately 300km east of Perth. The Shire's towns of Kondinin, Karlgarin and Hyden are home to about 900 residents.

The Shire's economy is based on a mix of broadacre agriculture, livestock, mining and tourism. The Wheatbelt Region has an annual economic output of approximately \$18.023 billion, of which, the Shire contributes between approximately \$150m-\$220m.

Grain growing is the dominant land use and includes wheat, barley, canola, lupins, peas and hay. The Shire's towns are receival points for Cooperative Bulk Handling (CBH).

The Shire hosts active exploration for gold and lithium and is known for high grade nickel sulphide deposits. Active extractive operations are found in the eastern sector of the Shire.

The Shire is nationally and internationally recognized for it's unique granite landscapes that include: Wave Rock (Katter Kich), Mulka's Cave & Hippo's Yawn, The Humps Nature Reserve and Yeerakine Rock & JS Roe Heritage Trail.

To the east of the Shire, the Kings Rock Wind Farm is currently under development by Synergy approximately 35 kilometres north-east of Hyden. The project comprises 17 wind turbines, each with a tower height of approximately 115 metres and will be fitted with 80 metre blades. The wind farm is scheduled to become operational in 2027.



Shire Presidents Report

Councillor Kent Mouritz

I am proud to present the 2024–2025 Annual Report - a reflection of a year defined by steady progress, community partnerships, and a shared commitment to shaping a vibrant future for our region.

Guided by our values of respect, inclusiveness, fairness and equity, we continue to place people at the heart of every decision we make. These values are not simply statements; they are the foundation upon which we deliver services, support our residents, and plan for the needs of generations to come.

Throughout the year, our work has been driven by the priorities set out in the Strategic Community Plan, ensuring that every project, investment, and initiative aligns with our community's long-term aspirations. Across the four pillars of Community, Economy, Environment and Civic Leadership, we have focused on strengthening local resilience, enhancing liveability, and creating opportunities that allow our towns and people to thrive.

In the Community pillar, we continued to invest in facilities, programs and partnerships that build connection, wellbeing and a strong sense of place. Under the Economy pillar, we worked to support local businesses, encourage growth, and maintain the essential infrastructure that underpins a thriving regional economy. Our Environment pillar guided actions to protect, manage and restore the landscapes that make the Shire of Kondinin unique, ensuring sustainability remains central to our planning and delivery. Through Civic Leadership, we upheld our commitment to transparent governance, responsible financial management, and meaningful engagement with our residents.

This year's achievements reflect a collective effort — from our Council and staff to our community groups, volunteers and local partners. Together, we are building momentum.

As we look ahead, we remain dedicated to delivering fair, inclusive and responsive services, supporting economic vitality, safeguarding our environment, and leading with integrity and accountability.

The President's Highlights 2024-2025

Road Resealing Program

East Hyden Bin Road - 4km

Mt Walker Road - 1km

Pederah West, North Lake Grace

Karlgarin - 3.4km

Road Gravel Sheet - 31km

Bendering East Road, Whyte Road, Karlgarin South, Young Road, King Rocks West, Billericay Road, Karlgarin East Road, Roe Road, Pederah East Road, Medcalf Road.

Playing Fields

Installation of main lines & laterals
Automated irrigation system - Hyden
Hockey oval.

Capital Projects

Grouped dwellings - 51 Rankin Street, Kondinin
Stage 1 Upgrades - Kondinin Pavillion

Community Events

ANZAC Day Ceremonies, Gourmet in the Garden, Hyden Mural, Hyden Memorial Garden upgrades, Town Swimming Programs

Cr Kent Mouritz
Shire President



Chief Executive Officer Report

The 2024-2025 Annual Report reflects the hard work and achievements of the Shire of Kondinin, lead by our Elected Members, Chief Executive Officer, Mr. David Burton and the Shire staff.

Local government is where “vision meets the street” and progress and achievement is measured by service delivery, amenity and creating public value. This Annual Report reflects strong financial management, the delivery of fit for purpose facilities and the provision of amenity for our communities.

I believe that strong communities are built not by promises, but the everyday actions that bring them to life; it is important to recognize the volunteer emergency services teams, community groups, sporting teams, not for profits, community farmers, business operators and our entire community for their contribution to making our Shire a better place to live.

As we enter the new financial year, the Shire is well positioned to build on the progress and foundations established over the 2024-2025 financial year. This period marks an important transition from consolidation to forward momentum, enabling us to focus on strengthening organisational capability, improving service delivery, and delivering meaningful outcomes for our community.

Bruce Wright
Chief Executive Officer

As we enter the new financial year, the Shire is well positioned to build on the progress and foundations established over the past 12 months. This period marks an important transition from consolidation to forward momentum, enabling us to focus



Elected Members



Councillor Kent Mouritz

Shire President

Term expires 2025

Councillor Bev Gangell

Deputy Shire President



Term expires 2027



Councillor Bruce Browning

Term expires 2025

Councillor Brett Smith



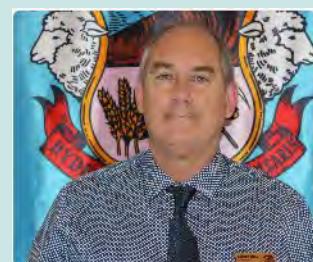
Term expires 2025



Councillor Murray James

Term expires 2027

Councillor Darren Pool



Term expires 2027



Councillor Kerrie Green

Term expires 2025

Councillor Paul Green



Term expires 2025

Note: Local Government Act 1995 amendments required the Shire of Kondinin to reduce the number of Councillors from nine (9) to seven (7) over the 2023 and 2025 elections. During the financial year 2024-2025, Council consisted of eight (8) Councillors. The legislated reduction will be completed during 2025-2026, at which point, seven (7) Councillors will form the Kondinin Shire Council.

Strategic Community Plan - 2024-2025

The Local Government (Administration) Regulations 1996 require that local governments must develop and implement a Strategic Community Plan (SCP) that sets out the long-term vision, aspirations, values, and priorities of the community, and guides the local government's planning, decision-making, and resource allocation over a minimum 10-year period.

The Shire of Kondinin Strategic Community Plan 2022-2032 defines the Shire's Strategic priorities and the intended outcomes.

Our Strategic

Pillars

- Community
- Economy
- Environment
- Civic Leadership

1. COMMUNITY

Strategic Priority	We Know We Are Succeeding When	How Did We Do?
1.1 Community members have the opportunity to be active, engaged and connected	We hold well attended local events and activities	
	We collaborate with CRC's and local organisations to deliver community programs and activities	
	Positive engagement and co-design of projects with young people occurs	This remains an ongoing priority across financial years.
	We are showcasing local artists and attracting cultural events to our communities	
1.2 Facilitate and advocate for quality health services, health facilities and programs in the Shire	Local health facilities, visiting allied health and volunteer health services are retained	A medical services tender was released and outcomes will be in place during 2025-2026.
	Seniors have access to local support services and social programs	
	Achieve and update the Aged Friendly Community Plan	Both items are included for Strategic Review during 2025-2026 for inclusion in a revised Council Plan.
	Achieve and update the Disability Access and Inclusion Program	
1.3 Celebrate our pioneers, community members and protect our heritage	Cemetery access and aesthetics are improved	
	Shire owned heritage buildings and places of interest are maintained and managed appropriately	
1.4 Recreational and social spaces encourage active and healthy lifestyles	Achievement of the Sport and Recreation Facilities Plan	
	Parks, nature reserves and community spaces are green, tidy, accessible and activated	
1.5 Support local volunteer organisations	Clubs and service organisations feel supported	
	Community Grant Scheme is well subscribed	
1.6 Support emergency services planning, risk mitigation, response and recovery	We collaboratively plan service delivery and respond to emergency situations (LEMC)	
	St Johns Sub Centres are well resourced and fit for purpose	
	Resourced bush fire brigades and support to meet compliance and encourage participation	
	Local police service is retained	

Strategic Priority 1 - COMMUNITY

Active, Engaged and Connected Communities

During 2024-2025 we celebrated a strong, balanced schedule of Shire run or sponsored community events that included:

Anzac Day – Kondinin

Anzac Day – Hyden

Wave Rock Weekender

Gourmet in the Garden

Mural in Hyden

Memorial Garden upgrade in Hyden

Kondinin Triathlon

Kondinin Christmas Markets

Shire Community Grants Program

Hyden Swimming Club After School Program

Kondinin Swimming Club After School Program

Early Morning Swimming and Breakfasts



Strategic Priority 2 - ECONOMY

The Shire of Kondinin holds a position with various regional groups including: WALGA, Main roads, Roe Tourism, Bio Diversity and Roe ROC. The Shire is an active participant in regional networks and continues to advocate for local industry, key worker housing, aged care, telecommunications and grant streams to enhance our livability throughout the Shire.

2. ECONOMY

Strategic Priority	We Know We Are Succeeding When	How Did We Do?
2.1 Support the diverse industry across the Shire	Townsentrances, Shire verges and aesthetics are tidy, green and welcoming	
	We support and advocate for the agricultural industry in our Shire	
	Coordinated communication and promotion of business, employment and lifestyle opportunities occurs	
	Passive spaces in central business districts are activated	
	Business activity increases in industrial areas	2025-2026 strategic priority area to open land availability
2.2 Safe and efficient transport network enables economic growth	Improved telecommunications (including data) service across the Shire and reduced number of blackspots	Ongoing advocacy through WALGA, Roe ROC and MP's
	Achievement of our Road Construction program	
	Collaboration and demonstrated progress towards the sealing of Hyden-Norseman Rd	
	Current footpaths are maintained and expansion across the townsites occurs	
2.3 Coordinated planning and promotion of the visitor and tourist experience	We actively participate in Roe Tourism to receive local benefit	
	RVs can access townsites and park close to amenities and businesses	
	Visitors receive timely and up to date information on experiences, attractions and amenities	
2.4 Housing meets existing and future community needs for families and workers	Complete the Hyden Visitor Centre with additional funding	2025-2026 strategic priority. Grant applications & advocacy
	Shire housing stock is well maintained and expanded upon	
	We advocate for improved State Government and Public Housing stock	
2.5 We facilitate and support learning and education programs and services	Apprentices and trainees are part of the Shire workforce	2025-2026 strategic priority to open employment pathways for local youth and residents
	The Hyden childcare service is retained	
	Primary Schools are retained	



Strategic Priority 2 - ECONOMY

Supporting Industry, Transport Networks, Access

During 2024-2025 a significant portfolio of capital works projects was delivered throughout the Shire, driving local industry, transport networks and access to the Shire. The Shire was successful in securing funding from multiple grant streams. Highlights include:

- ◆ Construction of two (2 x 2) grouped dwellings at 51 Rankin Street, Kondinin for Western Australian Country Health Services (WACHS) staff
- ◆ In collaboration with the Kondinin Community Recreation Council who completed identical two (2 x 2) grouped dwellings at 53 Rankin Street, Kondinin for WACHS staff.
- ◆ 20km seal of a section of the Hyden Norseman Road through the Federal Government's Remote Roads Pilot Upgrade Program.
- ◆ Completion of Stage 1 Upgrades to the Kondinin Pavilion through funding from the Federal Government's Local Roads and Community Infrastructure Program.

Road resealing:

- ◆ *East Hyden Bin Road - 4Km*
- ◆ *Mt Walker Road - 1km*
- ◆ *Pederah West North Lake Grace Karlgarin - 3.4km*

Gravel Sheeting: 31 kms

- ◆ *Bendering East Road* *Whyte Road*
- ◆ *Billericay Road* *Young Road*
- ◆ *Karlgarin South* *Roe Road*
- ◆ *King Rocks West* *Pederah East Road*
- ◆ *Karlgarin East Road* *Medcalf Road*

Secured grant funding for 2025-2026:

- ◆ Sealing of Kondinin Airstrip (Regional Airports Development Scheme)

State Government

- ◆ Shared Pathway upgrade from Hyden CRC to Radbourne Drive

(Western Australia Bike Network) – State Government

◆ *Shared Pathway from Kondinin Town Site to Kondinin Lake Road*

- ◆ (Western Australia Bike Network) – State Government

- ◆ *Shelter for BBQ at Coronation Park (Stronger Communities Program) –*

Federal Government

- ◆ *Upgrades to capture and direct water from Kondinin CBH to Kondinin*
- ◆ *Shire Dams (Community Water Supply Program) – State Government*
- *Installation of rain water tank at Karlgarin Bowling Club*
- ◆ *Sealing of 17km of Hyden Norseman Road – (Safer Local Roads and Infrastructure Program) – Federal Government*



Strategic Priority 3 - ENVIRONMENT

3. ENVIRONMENT

Strategic Priority	We Know We Are Succeeding When	How Did We Do?
3.1 Maintain a high standard of environmental health and waste services	Participation in the Roe EHO Scheme ensures our compliance and local businesses with environmental health legislation	Full compliance
	Community is educated about waste avoidance, reduction and reuse	EHO Education
	Transfer stations are accessible, safe and tidy	
3.2 We conserve and protect our natural environment	Community participates in the management of invasive species	Reports actioned

WASTE MANAGEMENT

- * *Kondinin and Hyden Landfills - statutory returns and reports completed on time and with full compliance.*
- * *Implementation of WA Legislation Waste Avoidance and Resource Recovery (e-waste) Regulations 2024*



SWIMMING POOLS – WATER QUALITY

- * *Kondinin Aquatic Centre, Hyden Aquatic Pool, Wave Rock Caravan Park Pool, and, Hyden Hotel Pool are sampled monthly from October 2024 to March 2025 as per the Code of Practice for Aquatic Facilities and the Health (Aquatic Facilities) Regulations 2007.*
- * *Major works refurbishment were undertaken at the Hyden Pool toilets during the reporting period.*



SWIMMING POOLS – FENCING

- * *Annual Report submitted to the Department of Mining and Industry Regulation.*

FOOD

- * *24 inspections of registered Food Businesses in Kondinin and Hyden*
- * *One Mobile Food Van Registration and associated Street Trading Permit*
- * *Maintained Food Business Register*
- * *Implementation of new Food Standard 3.2.2A requirement for all Food Premises to complete Food Safety Supervisor Training*
- * *Memorandum of Understanding with Department of Health for central register of Mobile Food Vans*
- * *Compilation of the Food Act 2008 and the Public Health Act 2016 reports required annually by the Department of Health Food Unit*



PUBLIC BUILDINGS

- * *10 inspections of public buildings located in Kondinin and Hyden*

Strategic Priority 4 - CIVIC LEADERSHIP

4. CIVIC LEADERSHIP

Strategic Priority	We Know We Are Succeeding When	How Did We Do?
4.1 Skilled, capable and transparent team	We are inclusive and our communities feel heard	
	We engage with the community on key projects and we provide regular, transparent communication	
	Elected members are trained and feel supported	
	The capability of our organisation is continually improved	
	We celebrate our community successes	
4.2 We are a compliant and resourced Local Government	External audits and reviews confirm compliance with relevant Local Government legislation	
	Financial sustainability in achieving community aspirations	
	Strategic Resource Plan - ratios	

Civic leadership remained a central focus for Council throughout the year, with an emphasis on transparent decision-making, community engagement and responsible governance. Council continued to uphold the values of openness and accountability required under the Local Government Act 1995, ensuring that decisions reflected both legislative obligations and the aspirations of our community.

Elected members engaged actively with residents, local organisations and regional partners to better understand community priorities and inform long-term planning. This commitment to inclusive leadership strengthened public confidence in Council's strategic direction and reinforced our role as stewards of the district's future.

Council also demonstrated strong civic leadership through its focus on organisational integrity, continuous improvement and the delivery of high-quality services. Investment in training and development for elected members ensured they were well equipped to navigate emerging challenges and opportunities, including reforms to the local government sector. By fostering a culture of collaboration, professionalism and ethical leadership, Council continued to provide clear guidance to the administration and deliver positive outcomes for the community.



Statutory Statements

COMPLAINTS

There were no complaints recorded in the Register of Complaints during the 2024-2025 financial year.

DISABILITY ACCESS AND INCLUSION PLAN (DAIP)

In accordance with the Disability Services Act 1993, all Western Australian Local Governments are required to have a Disability Access and Inclusion Plan (DAIP) to improve access to their services for people with disability. The Shire lodged the 2023-2028 DAIP (as revised) during June 2025. The Shire DAIP meets the requirements of the Disability Services Act 1993.

FREEDOM OF INFORMATION

In complying with the freedom of Information Act 1992, the Shire of Kondinin is required to prepare and publish an information statement. The information statement is the subject of annual review and is available on the Shire's website. During the Financial Year 2024-2025, no Freedom of Information Applications were received.

NATIONAL COMPETITION POLICY

The National Competition Policy was introduced by the Commonwealth Government in 1995, to promote competition for the benefit of business, consumers and the economy by removing unnecessary protection of monopolies of markets where competition can be enhanced. It affects local governments because factors such as exemption from company and income tax or possible local regulations and laws may give local government a potential advantage over private contractors. The Shire is required to comply with certain policies contained with the National Competition Policy Statement, and report on the progress in connection with the National Competitive Neutrality Principles and review of Local Laws. During the financial year the Shire met its obligations under the National Competition Policy. The Shire continues to monitor Council policies and local laws for anticompetitive practices. The Shire does not operate significant business activities which compete or could compete with private business sector business.

RECORD KEEPING

In accordance with the provisions of the State Records Act 2000, the Shire of Kondinin is required to develop and maintain an approved record keeping plan. The plan must be reviewed every five years. The Shire's Record Keeping Plan is scheduled for review during 2025-2026.

PUBLIC INTEREST DISCLOSURES

During the 2023/2024 period, no public interest disclosures were lodged

Compliance Statements

EMPLOYEE REMUNERATION

In accordance with the provisions of regulation 19B of the Local Government (Administration) Regulations 1996, the Shire of Kondinin is required to disclose in increments of \$10,000, the number of employees with an annual salary package of \$130,000 or more.

Salary Band	Number of Employees
\$130,000 - \$140,000	1
\$140,001- \$150,000	
\$150,001- \$160,000	
\$160,001 - \$170,000	1
\$170,001- \$180,000	

CHIEF EXECUTIVE OFFICER REMUNERATION

The Shire of Kondinin's Chief Executive Officer was paid a total renumeration package of \$210,368 in the 2024-2025 financial year. The total renumeration package is comprised of base salary, superannuation, housing, personal use of a fully maintained motor vehicle, allowances, fringe benefits tax and memberships.

Statutory Statements

ATTENDANCE AT COUNCIL AND COMMITTEE MEETINGS

Council and Committee Meetings attended by Elected Members during 2024-2025 is represented by the following table:

Elected Member	Ordinary Council Meeting	Special Council Meeting	Audit & Risk Committee Meeting	Works Committee	Housing & Building Committee
Cr Mouritz	10	2	1	1	
Cr Gangell	10	3	1		2
Cr Browning	10	4		1	2
Cr K Green	10	3			1
Cr P Green	11	4	1	1	
Cr James	11	3		1	
Cr Pool	11	3			2
Cr Smith	10	3	1	1	

COUNCILLOR REMUNERATION

Councillor remuneration for attendance fees is represented by the following table:

Elected Member	President Allowance	Sitting Fees	Total
Cr Mouritz	\$12,000	\$5,754.24	\$17,754.24
Cr Gangell		\$4,978.80	\$4,978.80
Cr Browning		\$5,977.60	\$5,977.60
Cr K Green		\$4002.80	\$4,002.80
Cr P Green		\$4,429.68	\$4,429.68
Cr James		\$4730.88	\$4,730.88
Cr Pool		\$4,656.40	\$4,656.40
Cr Smith		\$5,372.32	\$5,732.32



Shire of Kondinin
2024-2025
Financial Report



Auditor General

INDEPENDENT AUDITOR'S REPORT 2025 Shire of Kondinin

To the Council of the Shire of Kondinin

Opinion

I have audited the financial report of the Shire of Kondinin (Shire) which comprises:

- the statement of financial position as at 30 June 2025, the statement of comprehensive income, statement of changes in equity, statement of cash flows and statement of financial activity for the year then ended
- notes comprising a summary of material accounting policies and other explanatory information.

In my opinion, the financial report :

- is based on proper accounts and records
- presents fairly, in all material respects, the results of the operations of the Shire for the year ended 30 June 2025 and its financial position at the end of that period
- is in accordance with the *Local Government Act 1995* (the Act) and, to the extent that they are not inconsistent with the Act, Australian Accounting Standards.

Basis for opinion

I conducted my audit in accordance with Australian Auditing Standards. My responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial report section below.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Other information

The Chief Executive Officer (CEO) is responsible for the preparation and the Council for overseeing the other information. The other information is the information in the entity's annual report for the year ended 30 June 2025, but not the financial report and my auditor's report.

My opinion on the financial report does not cover the other information and accordingly, I do not express any form of assurance conclusion thereon.

In connection with my audit of the financial report, my responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or my knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work I have performed, I conclude that there is a material misstatement of this other information, I am required to report that fact. I did not receive the other information prior to

the date of this auditor's report. When I do receive it, I will read it and if I conclude that there is a material misstatement in this information, I am required to communicate the matter to the CEO and Council and request them to correct the misstated information. If the misstated information is not corrected, I may need to retract this auditor's report and re-issue an amended report.

Responsibilities of the Chief Executive Officer and Council for the financial report

The Chief Executive Officer (CEO) of the Shire is responsible for:

- keeping proper accounts and records
- preparation and fair presentation of the financial report in accordance with the requirements of the Act, the Regulations and Australian Accounting Standards
- managing internal control as required by the CEO to ensure the financial report is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the CEO is responsible for:

- assessing the Shire's ability to continue as a going concern
- disclosing, as applicable, matters related to going concern
- using the going concern basis of accounting unless the State Government has made decisions affecting the continued existence of the Shire.

The Council is responsible for overseeing the Shire's financial reporting process.

Auditor's responsibilities for the audit of the financial report

As required by the *Auditor General Act 2006*, my responsibility is to express an opinion on the financial report. The objectives of my audit are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with Australian Auditing Standards will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial report. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations or the override of internal control.

A further description of my responsibilities for the audit of the financial report is located on the Auditing and Assurance Standards Board website. This description forms part of my auditor's report and can be found at https://www.auasb.gov.au/auditors_responsibilities/ar4.pdf.

My independence and quality management relating to the report on the financial report

I have complied with the independence requirements of the *Auditor General Act 2006* and the relevant ethical requirements relating to assurance engagements. In accordance with ASQM 1 *Quality Management for Firms that Perform Audits or Reviews of Financial Reports and Other Financial Information, or Other Assurance or Related Services Engagements*, the Office of the Auditor General maintains a comprehensive system of quality management including documented policies and procedures regarding compliance with ethical requirements, professional standards and applicable legal and regulatory requirements.

Matters relating to the electronic publication of the audited financial report

This auditor's report relates to the financial report of the Shire of Kondinin for the year ended 30 June 2025 included in the annual report on the Shire's website. The Shire's management is responsible for the integrity of the Shire's website. This audit does not provide assurance on the integrity of the Shire's website. The auditor's report refers only to the financial report. It does not provide an opinion on any other information which may have been hyperlinked to/from the annual report. If users of the financial report are concerned with the inherent risks arising from publication on a website, they are advised to contact the Shire to confirm the information contained in the website version.

Liang Wong
Acting Senior Director Financial Audit
Delegate of the Auditor General for Western Australia
Perth, Western Australia
5 December 2025



SHIRE OF KONDININ
FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2025

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The Shire of Kondinin conducts the operations of a local government with the following community vision:

The Shire of Kondinin is dedicated to provide the community services and facilities to meet the needs of the community members and enable them to enjoy a pleasant and healthy way of life.

Principal Place of Business:
11 Gordon Street
KONDININ WA 6367

SHIRE OF KONDININ
FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2025

LOCAL GOVERNMENT ACT 1995
LOCAL GOVERNMENT (FINANCIAL MANAGEMENT) REGULATIONS 1996

STATEMENT BY CEO

The accompanying financial report of the Shire of Kondinin has been prepared in compliance with the provisions of the *Local Government Act 1995* from proper accounts and records to present fairly the financial transactions for the reporting period ended 30 June 2025 and the financial position as at 30 June 2025.

At the date of signing this statement the particulars included in the financial report are not misleading or inaccurate.

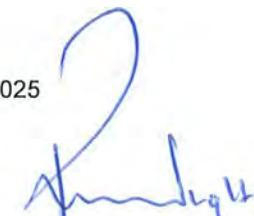
Signed on the

3rd

day of

DECEMBER

2025



CEO

Bruce Wright
Name of CEO



SHIRE OF KONDININ
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2025

	NOTE	2025 Actual \$	2025 Budget \$	2024 Actual \$
Revenue				
Rates	2(a), 26(a)	3,726,232	3,690,386	3,575,612
Grants, subsidies and contributions	2(a)	2,325,194	726,580	3,035,406
Fees and charges	2(a)	1,100,697	1,187,100	1,413,014
Interest revenue	2(a)	302,758	326,611	328,161
Other revenue	2(a)	682,185	256,893	333,646
		8,137,066	6,187,570	8,685,839
Expenses				
Employee costs	2(b)	(2,375,167)	(2,409,525)	(2,211,401)
Materials and contracts		(2,570,569)	(3,167,743)	(2,192,976)
Utility charges		(390,233)	(380,000)	(374,987)
Depreciation	8(a), 9(a)	(10,094,607)	(9,791,833)	(9,699,050)
Finance costs		(198,654)	(201,634)	(106,679)
Insurance		(302,794)	(307,069)	(282,800)
Other expenditure	2(b)	(221,100)	(272,861)	(283,290)
		(16,153,125)	(16,530,665)	(15,151,183)
		(8,016,058)	(10,343,095)	(6,465,344)
Capital grants, subsidies and contributions	2(a)	4,016,191	3,816,845	4,296,128
Profit on asset disposals		70,202	42,613	122,517
Loss on asset disposals		(9,472)	(15,125)	0
Share of result in associate	23	(24,424)	0	23,778
Fair value adjustments to financial assets at fair value through profit or loss	4(b)	(2,663)	0	1,261
		4,049,835	3,844,333	4,443,684
Net Result for the period		(3,966,224)	(6,498,762)	(2,021,660)
Other comprehensive income for the period				
Total other comprehensive income for the period		0	0	0
Total comprehensive income for the period		(3,966,224)	(6,498,762)	(2,021,660)

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

SHIRE OF KONDININ
STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2025

	NOTE	2025	2024
		\$	\$
CURRENT ASSETS			
Cash and cash equivalents	3	8,726,574	10,052,744
Trade and other receivables	5	495,766	309,557
Other financial assets	4(a)	108,410	103,970
Inventories	6	7,148	26,481
Other assets	7	77,954	66,009
TOTAL CURRENT ASSETS		9,415,853	10,558,761
NON-CURRENT ASSETS			
Trade and other receivables	5	0	581
Other financial assets	4(b)	862,768	973,841
Investment in associate	23	41,553	65,977
Property, plant and equipment	8(a)	32,829,643	31,624,887
Infrastructure	9(a)	226,935,082	230,311,609
TOTAL NON-CURRENT ASSETS		260,669,046	262,976,895
TOTAL ASSETS		270,084,898	273,535,656
CURRENT LIABILITIES			
Trade and other payables	12	1,658,151	755,736
Capital grant/contributions liabilities	13	0	120,356
Borrowings	14	271,390	260,029
Employee related provisions	15	485,162	501,221
TOTAL CURRENT LIABILITIES		2,414,703	1,637,342
NON-CURRENT LIABILITIES			
Borrowings	14	3,418,983	3,690,373
Employee related provisions	15	87,111	77,616
TOTAL NON-CURRENT LIABILITIES		3,506,094	3,767,989
TOTAL LIABILITIES		5,920,797	5,405,331
NET ASSETS		264,164,101	268,130,325
EQUITY			
Retained surplus		26,018,619	30,808,538
Reserves accounts	29	4,479,351	3,655,656
Revaluation surplus	16	233,666,131	233,666,131
TOTAL EQUITY		264,164,101	268,130,325

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

SHIRE OF KONDININ
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2025

	NOTE	RETAINED SURPLUS	RESERVE ACCOUNTS	REVALUATION SURPLUS	TOTAL EQUITY
		\$	\$	\$	\$
Balance as at 1 July 2023		33,084,815	3,401,039	233,666,131	270,151,985
Comprehensive income for the period					
Net Result for the period		(2,021,660)	0	0	(2,021,660)
Total comprehensive income for the period		(2,021,660)	0	0	(2,021,660)
Transfer from reserve accounts	29	320,000	(320,000)	0	0
Transfer to reserve accounts	29	(574,617)	574,617	0	0
Balance as at 30 June 2024		30,808,538	3,655,656	233,666,131	268,130,325
Comprehensive income for the period					
Net Result for the period		(3,966,224)	0	0	(3,966,224)
Total comprehensive income for the period		(3,966,224)	0	0	(3,966,224)
Transfer from reserve accounts	29	75,000	(75,000)	0	0
Transfer to reserve accounts	29	(898,695)	898,695	0	0
Balance as at 30 June 2025		26,018,619	4,479,351	233,666,131	264,164,101

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

SHIRE OF KONDININ
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2025

	NOTE	2025 Actual \$	2024 Actual \$
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts			
Rates		3,688,927	3,618,020
Grants, subsidies and contributions		2,325,194	2,531,094
Fees and charges		1,067,955	1,449,227
Interest revenue		302,758	328,161
Goods and services tax received		590,653	502,631
Other revenue		336,220	333,647
		<u>8,311,707</u>	<u>8,762,780</u>
Payments			
Employee costs		(2,363,134)	(2,242,337)
Materials and contracts		(1,897,512)	(2,149,944)
Utility charges		(390,233)	(374,987)
Finance costs		(198,654)	(106,679)
Insurance paid		(302,794)	(282,800)
Goods and services tax paid		(719,204)	(455,157)
Other expenditure		(218,986)	(281,271)
		<u>(6,090,515)</u>	<u>(5,893,175)</u>
Net cash provided by operating activities		2,221,191	2,869,605
CASH FLOWS FROM INVESTING ACTIVITIES			
Payments for purchase of property, plant & equipment		(2,720,543)	(1,300,562)
Payments for construction of infrastructure	9(a)	(5,191,769)	(5,970,754)
Proceeds from capital grants, subsidies and contributions		4,124,838	4,296,128
Proceeds from financial assets at amortised cost - self supporting loans	28(a)	103,971	41,577
Proceeds from sale of property, plant & equipment		396,171	346,939
Net cash (used in) investment activities		(3,287,332)	(2,586,672)
CASH FLOWS FROM FINANCING ACTIVITIES			
Repayment of borrowings	28(a)	(260,029)	(165,909)
Payments to community group - self supporting loans		0	(900,000)
Proceeds from new borrowings	28(a)	0	1,800,000
Net cash from/(used in) financing activities		(260,029)	734,091
Net increase/(decrease) in cash held		(1,326,170)	1,017,024
Cash at beginning of year		<u>10,052,744</u>	<u>9,035,720</u>
Cash and cash equivalents at the end of the year	3	8,726,574	10,052,744

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

SHIRE OF KONDININ
STATEMENT OF FINANCIAL ACTIVITY
FOR THE YEAR ENDED 30 JUNE 2025

NOTE	2025	2025	2024
	Actual	Budget	Actual
	\$	\$	\$
OPERATING ACTIVITIES			
Revenue from operating activities			
General rates	26(a)	3,668,865	3,635,386
Rates excluding general rates	26(a)	57,367	55,000
Grants, subsidies and contributions	2(a)	2,325,194	726,580
Fees and charges	2(a)	1,100,697	1,187,100
Interest revenue	2(a)	302,758	326,611
Other revenue		682,185	256,893
Profit on asset disposals		70,202	42,614
Fair value adjustments to financial assets at fair value through profit or loss	4(b)	(2,663)	0
Share of net profit of associates accounted for using the equity method	23(c)	(24,424)	0
		8,180,181	6,230,184
			8,833,396
Expenditure from operating activities			
Employee costs		(2,375,167)	(2,409,525)
Materials and contracts		(2,570,569)	(3,167,743)
Utility charges		(390,233)	(380,000)
Depreciation		(10,094,607)	(9,791,833)
Finance costs		(198,654)	(201,634)
Insurance		(302,794)	(307,069)
Other expenditure		(221,100)	(272,861)
Movement in non-current asset		(18,500)	0
Loss on asset disposals		(9,472)	(15,125)
		(16,181,096)	(16,545,790)
			(15,151,183)
Non-cash amounts excluded from operating activities	27(a)	9,743,575	9,764,344
Amount attributable to operating activities		1,742,660	(551,262)
			3,214,798
INVESTING ACTIVITIES			
Inflows from investing activities			
Capital grants, subsidies and contributions		4,016,191	3,816,845
Proceeds from disposal of assets		396,171	373,000
Proceeds from financial assets at amortised cost - self supporting loans	28(a)	103,971	103,970
		4,516,333	4,293,815
Outflows from investing activities			
Acquisition of property, plant and equipment	9(a)	(2,720,543)	(4,516,133)
Acquisition of infrastructure		(5,191,769)	(4,229,079)
		(7,912,312)	(8,745,212)
Amount attributable to investing activities		(3,395,979)	(4,451,397)
			(2,586,671)
FINANCING ACTIVITIES			
Inflows from financing activities			
Proceeds from borrowings	29	0	1,800,000
Transfers from reserve accounts		75,000	735,000
		75,000	735,000
Outflows from financing activities			
Repayment of borrowings	28(a)	(260,029)	(260,030)
Payment to Community Group - Self supporting loan		0	0
Transfers to reserve accounts	29	(898,695)	(894,135)
		(1,158,724)	(1,154,164)
Amount attributable to financing activities		(1,083,724)	(419,164)
			479,474
MOVEMENT IN SURPLUS OR DEFICIT			
Surplus or deficit at the start of the financial year	27(b)	5,421,822	5,421,822
Amount attributable to operating activities		1,742,660	(551,262)
Amount attributable to investing activities		(3,395,979)	(4,451,397)
Amount attributable to financing activities		(1,083,724)	(419,164)
Surplus/(deficit) after imposition of general rates	27(b)	2,684,779	(0)
			5,421,822

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

SHIRE OF KONDININ
FOR THE YEAR ENDED 30 JUNE 2025
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SHIRE OF KONDININ
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2025

1. BASIS OF PREPARATION

The financial report of the Shire of Kondinin which is a Class 4 local government comprises general purpose financial statements which have 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 *Local Government Act 1995*, 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 except for disclosure requirements of:

- AASB 7 *Financial Instruments Disclosures*
- AASB 16 *Leases* paragraph 58
- AASB 101 *Presentation of Financial Statements* paragraph 61
- AASB 107 *Statement of Cash Flows* paragraphs 43 and 45
- AASB 116 *Property, Plant and Equipment* paragraph 79
- AASB 137 *Provisions, Contingent Liabilities and Contingent Assets* paragraph 85
- AASB 140 *Investment Property* paragraph 75(l)
- AASB 1052 *Disaggregated Disclosures* paragraph 11
- AASB 1054 *Australian Additional Disclosures* paragraph 16

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.

The *Local Government (Financial Management) Regulations 1996* provide that

- land and buildings classified as property, plant and equipment; or
- infrastructure; or
- vested improvements that the local government controls; and measured at reportable value, are only required to be revalued every five years. Revaluing these non-financial assets every five years is a departure from AASB 116 *Property, Plant and Equipment*, which would have required the Shire to assess at each reporting date whether the carrying amount of the above mentioned non-financial assets materially differs from their fair value and, if so, revalue the class of non-financial assets.

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.

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 that are believed to be reasonable under the circumstances; the results of which form the basis of making the judgements about carrying amounts 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 - note 8
 - Infrastructure - note 9
- Expected credit losses on financial assets - note 5
- Measurement of employee benefits - note 15

Fair value hierarchy information can be found in note 25

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. There is no trust monies in the financial report.

Initial application of accounting standards

During the current year, the following new or revised Australian Accounting Standards and Interpretations were applied for the first time.

- AASB 2020-1 *Amendments to Australian Accounting Standards*
 - Classification of Liabilities as current or Non-current
- AASB 2022-5 *Amendments to Australian Accounting Standards*
 - Lease Liability in a Sale and Leaseback
- AASB 2022-6 *Amendments to Australian Accounting Standards*
 - Non-current Liabilities with Covenants
- AASB 2023-3 *Amendments to Australian Accounting Standards*
 - Disclosure of Non-current Liabilities with Covenants: Tier 2
- AASB 2024-1 *Amendments to Australian Accounting Standards*
 - Supplier Finance Arrangements: Tier 2 Disclosures
- AASB 2023-1 *Amendments to Australian Accounting Standards*
 - Supplier Finance Arrangements

These amendments are not expected to have any material impact on the financial report on initial application.

- AASB 2022-10 *Amendments to Australian Accounting Standards*
 - Fair Value Measurement of Non-Financial Assets of Not-for-Profit Public Sector Entities

These amendments may result in changes to the fair value of certain non-financial assets on revaluation. The impact has not been quantified as it is not considered practicable to determine the amount of the difference in fair value attributable to the change in the standard.

New accounting standards for application in future years

The following new accounting standards will have application to local government in future years:

- AASB 2014-10 *Amendments to Australian Accounting Standards*
 - Sale or Contribution of Assets between an Investor and its Associate or Joint Venture
- AASB 2024-4b *Amendments to Australian Accounting Standards*
 - Effective Date of Amendments to AASB 10 and AASB 128 [defer AASB 10 and AASB 128 amendments in AASB 2014-10 apply]
- AASB 2022-9 *Amendments to Australian Accounting Standards*
 - Insurance Contracts in the Public Sector
- AASB 2023-5 *Amendments to Australian Accounting Standards*
 - Lack of Exchangeability
- AASB 18 (FP) *Presentation and Disclosure in Financial Statements*
 - (Appendix D) [for profit entities]
- AASB 18 (NFP/Super) *Presentation and Disclosure in Financial Statements*
 - (Appendix D) [for not-for-profit and superannuation entities]
- AASB 2024-2 *Amendments to Australian Accounting Standards*
 - Classification and Measurement of Financial Instruments
- AASB 2024-3 *Amendments to Australian Accounting Standards*
 - Annual Improvements Volume 11

These amendments are not expected to have any material impact on the financial report on initial application.

Shire of Kondinin
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2025

2. REVENUE AND EXPENSES

(a) Revenue

Contracts with customers

Recognition of revenue is dependant on the source of revenue and the associated terms and conditions associated with each source of revenue and recognised as follows:

Revenue Category	Nature of goods and services	When obligations typically satisfied	Payment terms	Returns/Refunds/ Warranties	Timing of revenue recognition
Grants, subsidies and contributions	Community events, minor facilities, research, design, planning evaluation and services	Over time	Fixed terms transfer of funds based on agreed milestones and reporting	Contract obligation if project not complete	Output method based on project milestones and/or completion date matched to performance obligations
Fees and charges - licences, registrations, approvals	Building, planning, development and animal management	Single point in time	Full payment prior to issue	None	On payment of the licence, registration or approval
Fees and charges - waste management entry fees	Waste treatment, recycling and disposal service at disposal sites	Single point in time	Payment in advance at gate or on normal trading terms if credit provided	None	On entry to facility
Fees and charges - sale of stock	Fuel, sand and gravel	Single point in time	In full in advance, on 15 day credit	Refund for faulty goods	At point of sale
Other revenue - private works	Contracted private works	Single point in time	Monthly in arrears	None	At point of service

Consideration from contracts with customers is included in the transaction price.

Revenue Recognition

Rate revenue was recognised from the rate record as soon as practicable after the Shire resolved to impose rates in the financial year as well as when the rate record was amended to ensure the information in the record was current and correct.

Revenue recognised during the year under each basis of recognition by nature of goods or services is provided in the table below:

For the year ended 30 June 2025

Nature	Contract with customers	Capital grant/contributions	Statutory Requirements	Other	Total
	\$	\$	\$	\$	\$
Rates	0	0	3,726,232	0	3,726,232
Grants, subsidies and contributions	17,560	0	0	2,307,634	2,325,194
Fees and charges	866,205	0	234,492	0	1,100,697
Interest revenue	0	0	29,967	272,791	302,758
Other revenue	334,092	0	0	348,093	682,185
Capital grants, subsidies and contributions	0	4,016,191	0	0	4,016,191
Total	1,217,857	4,016,191	3,990,691	2,928,518	12,153,257

For the year ended 30 June 2024

Nature	Contract with customers	Capital grant/contributions	Statutory Requirements	Other	Total
	\$	\$	\$	\$	\$
Rates	0	0	3,575,612	0	3,575,612
Grants, subsidies and contributions	67,552	0	0	2,967,854	3,035,406
Fees and charges	1,191,679	0	221,335	0	1,413,014
Interest revenue	0	0	37,440	290,721	328,161
Other revenue	322,984	0	0	10,662	333,646
Capital grants, subsidies and contributions	0	4,296,128	0	0	4,296,128
Total	1,582,215	4,296,128	3,834,388	3,269,237	12,981,968

SHIRE OF KONDININ
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2025

2. REVENUE AND EXPENSES (Continued)

(a) Revenue (Continued)	Note	2025		2024	
		Actual	\$	Actual	\$
Interest revenue					
Interest on reserve account funds		189,172		194,374	
Trade and other receivables overdue interest	26(b)	29,967		37,441	
Other interest earnings		83,619		96,347	
		302,758		328,161	
Fees and charges relating to rates receivable					
Charges on instalment plan	26(b)	1,710		1,500	
The 2025 original budget estimate in relation to: Charges on instalment plan was \$1,000.					
(b) Expenses					
Auditors remuneration					
Audit of the Annual Financial Report		53,375		50,000	
Other services - grant acquittals		6,000		6,000	
		59,375		56,000	
Employee Costs					
Employee benefit costs		2,065,464		1,934,804	
Other employee costs		309,703		276,597	
		2,375,167		2,211,401	
Other expenditure					
Impairment losses on rates and statutory receivables		12,039		116,033	
Impairment losses on receivables from contracts with customers		4,510		0	
Sundry expenses		204,551		167,257	
		221,100		283,290	

SHIRE OF KONDININ
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2025

3. CASH AND CASH EQUIVALENTS

Cash at bank and on hand
 Term deposits
Total cash and cash equivalents

Note	2025	2024
	\$	\$
	3,949,398	4,682,610
	4,777,176	5,370,134
	8,726,574	10,052,744
	4,247,223	5,376,733
17	4,479,351	4,676,011
	8,726,574	10,052,744

MATERIAL ACCOUNTING POLICIES

Cash and cash equivalents

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 financial position.

Term deposits are presented as cash equivalents if they have a maturity of three months or less from the date of acquisition and are repayable with 24 hours notice with no loss of interest.

Restricted financial assets

Restricted financial asset balances are not available for general use by the local government due to externally imposed restrictions. Restrictions are specified in an agreement, contract or legislation. This applies to reserve accounts, unspent grants, subsidies and contributions and unspent loans that have not been fully expended in the manner specified by the contributor, legislation or loan agreement.

4. OTHER FINANCIAL ASSETS

(a) Current assets

Other financial assets at amortised cost

Self supporting loans receivable

	2025	2024
	\$	\$
	108,410	103,970
	108,410	103,970
	108,410	103,970
	108,410	103,970
	803,053	911,463
	59,715	62,378
	862,768	973,841
	803,053	911,463
	803,053	911,463
	62,378	61,117
	(2,663)	1,261
	59,715	62,378

Held as
 - Unrestricted other financial assets at amortised cost

(b) Non-current assets

Other financial assets at amortised cost

Financial assets at fair value through profit and loss

Financial assets at amortised cost

Self supporting loans receivable

Financial assets at fair value through profit or loss

Units in Local Government House Trust - opening balance

Movement attributable to fair value decrement

Units in Local Government House Trust - closing balance

Loans receivable from clubs/institutions have the same terms and conditions as the related borrowing disclosed in Note 28(a) as self supporting loans. Fair value of financial assets at fair value through profit or loss is determined from the net asset value of the units held in the Trust at balance date as compiled by WALGA.

MATERIAL ACCOUNTING POLICIES

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.

Fair values of financial assets at amortised cost are not materially different to their carrying amounts, since the interest receivable on those assets is either close to current market rates or the assets are of a short term nature. Non-current financial assets at amortised cost fair values are based on discounted cash flows using a current market rates. They are classified as level 2 fair values in the fair value hierarchy (see Note 25(i)) due to the observable market rates).

Interest received is presented under cashflows from operating activities in the Statement of Cash Flows where it is earned from financial assets that are held for cash management purposes.

Financial assets at fair value through profit or loss

The Shire has elected to classify the following financial assets at fair value through profit or loss:

- debt investments which do not qualify for measurement at either amortised cost or fair value through other comprehensive income.
- equity investments which the Shire has elected to recognise as fair value gains and losses through profit or loss.

SHIRE OF KONDININ
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2025

5. TRADE AND OTHER RECEIVABLES

Current

	2025	2024
	\$	\$
Rates and statutory receivables	193,064	350,612
Trade receivables	123,620	90,593
GST receivable	207,492	78,941
Allowance for credit losses of rates and statutory receivables	(23,900)	(206,364)
Allowance for credit losses of trade receivables	(4,510)	(4,224)
	495,766	309,557

Non-current

Rates and statutory receivables	0	581
	0	581

Disclosure of opening and closing balances related to contract with customers

Information about receivables from contract with customers along with financial assets and associated liabilities arising from transfers to enable the acquisition or construction of recognisable non financial assets is:

Trade and other receivables from contracts with customers	123,620	90,593	89,278
Contract assets	63,868	0	0
Allowances for credit losses of trade receivables	(4,510)	(4,224)	(4,224)
Total trade and other receivables from contracts with customers	182,978	86,369	85,054

MATERIAL ACCOUNTING POLICIES

Rates and statutory receivables

Rates and statutory receivables are non-contractual receivables arising from statutory requirements and include amounts due from ratepayers for unpaid rates and service charges and other statutory charges or fines.

Rates and statutory receivables are recognised when the taxable event has occurred and can be measured reliably.

Trade receivables

Trade receivables are amounts receivable from contractual arrangements with customers for goods sold, services performed or grants or contributions with sufficiently specific performance obligations or for the construction of recognisable non financial assets as part of the ordinary course of business.

Other Receivables

Other receivables are amounts receivable from contractual arrangements with third parties other than contracts with customers including grants for the construction of recognisable non financial assets.

Measurement

Trade and other receivables are recognised initially at the amount of the transaction price, unless they contain a significant financing component, and are to be recognised at fair value.

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.

Due to the short term nature of current receivables, their carrying amount is considered to be the same as their fair value. Non-current receivables are indexed to inflation. any difference between the face value and fair value is considered immaterial.

SHIRE OF KONDININ
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2025

6. INVENTORIES

Current

Fuel and materials

	2025	2024
	\$	\$
	7,148	26,481
	<hr/>	<hr/>
	7,148	26,481
Balance at beginning of year	26,481	12,264
Inventories expensed during the year	(424,411)	(453,421)
Additions to inventory	405,078	467,638
Balance at end of year	<hr/>	<hr/>
	7,148	26,481

The following movements in inventories occurred during the year:

Balance at beginning of year

Inventories expensed during the year

Additions to inventory

Balance at end of year

MATERIAL ACCOUNTING POLICIES

General

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.

SHIRE OF KONDININ
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2025

7. OTHER ASSETS

	2025	2024
	\$	\$
Other assets - current		
Prepayments	2,593	55,592
Accrued income	11,493	10,417
Contract assets	63,868	0
	77,954	66,009

MATERIAL ACCOUNTING POLICIES

Other current assets

Other non-financial assets include prepayments which represent payments in advance of receipt of goods or services or that part of expenditure made in one accounting period covering a term extending beyond that period.

Contract assets

Contract assets primarily relate to the Shire's right to consideration for work completed but not billed at the end of the period.

**SHIRE OF KONDININ
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2025**

8. PROPERTY, PLANT AND EQUIPMENT

(a) Movements in Balances

Movement in the balances of each class of property, plant and equipment between the beginning and the end of the current financial year.

	Assets not subject to operating lease			Total Property			Plant and Equipment			Total property, plant and equipment \$	
	Note	Land	Buildings	Buildings			Work in progress \$	Total property \$	Furniture and equipment \$	Plant and equipment \$	
				Land \$	Buildings \$	Work in progress \$					
Balance at 1 July 2023		1,152,000	27,591,001	1,152,000	27,591,001	0	28,743,001	224,365	3,034,345	32,001,710	
Additions		25,108	201,228	25,108	201,228	5,295	231,631	14,820	1,054,111	1,300,562	
Disposals		0	0	0	0	0	0	0	(224,422)	(224,422)	
Depreciation		0	(861,523)	0	(861,523)	0	(861,523)	(33,896)	(557,545)	(1,452,964)	
Balance at 30 June 2024		1,177,108	26,930,706	1,177,108	26,930,706	5,295	28,113,110	205,288	3,306,489	31,624,887	
Comprises:											
Gross balance amount at 30 June 2024		1,177,108	27,811,949	1,177,108	27,811,949	5,295	28,994,352	351,136	5,018,735	34,364,224	
Accumulated depreciation at 30 June 2024		0	(881,242)	0	(881,242)	0	(881,242)	(145,848)	(1,712,246)	(2,759,337)	
Balance at 30 June 2024		1,177,108	26,930,707	1,177,108	26,930,707	5,295	28,113,110	205,288	3,306,489	31,624,887	
Additions*		64,000	1,189,463	64,000	1,189,463	697,920	1,951,383	38,515	1,076,610	3,066,508	
Disposals		0	0	0	0	0	0	0	(335,441)	(335,441)	
Depreciation		0	(866,093)	0	(866,093)	0	(866,093)	(27,811)	(632,407)	(1,526,311)	
Balance at 30 June 2025		1,241,108	27,254,077	1,241,108	27,254,077	703,215	29,198,400	215,992	3,415,251	32,829,643	
Comprises:											
Gross balance amount at 30 June 2025		1,241,108	29,001,412	1,241,108	29,001,412	703,215	30,945,735	389,651	5,523,651	36,859,038	
Accumulated depreciation at 30 June 2025		0	(1,747,335)	0	(1,747,335)	0	(1,747,335)	(173,659)	(2,108,400)	(4,029,394)	
Balance at 30 June 2025		1,241,108	27,254,077	1,241,108	27,254,077	703,215	29,198,400	215,992	3,415,251	32,829,643	

*During the year land (\$ 64,000) and buildings (\$ 281,985) were repossessed and transferred to the Shire for non-payment of outstanding rates mandated by the Local Government Act 1995 and passed by council resolution.

SHIRE OF KONDININ
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2025

8. PROPERTY, PLANT AND EQUIPMENT (Continued)

(b) Carrying amount measurements

Asset Class	Note	Carrying amount 2025	Carrying amount 2024	Fair value hierarchy	Valuation technique	Basis of valuation	Date of last valuation	Inputs used
(i) Fair Value - as determined at the last valuation date								
Land and buildings								
Land - market value		1,241,108	1,177,108	2	Market approach using recent observable market data for similar properties	Independent registered valuer	June 2023	Price per square metre
Total land	8(a)	1,241,108	1,177,108					
Buildings - non-specialised		8,507,920	6,973,314	2	Market approach using recent observable market data for similar properties	Independent registered valuer	June 2023	Price per square metre
Buildings - specialised		18,746,157	19,957,393	3	Cost approach using current replacement cost	Independent registered valuer	June 2023	Construction costs and current condition, residual values and remaining useful life assessments inputs
Total buildings	8(a)	27,254,077	26,930,707					

Level 3 inputs are based on assumptions with regards to future values and patterns of consumption utilising current information. If the basis of these assumptions were varied, they have the potential to result in a significantly higher or lower fair value measurement.

During the period there were no changes in the valuation techniques used by the local government to determine the fair value of property, plant and equipment using either level 2 or level 3 inputs. The valuation techniques applied to property subject to lease was the same as that applied to property not subject to lease.

SHIRE OF KONDININ
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2025

9. INFRASTRUCTURE

(a) Movements in Balances

Movement in the balances of each class of infrastructure between the beginning and the end of the current financial year.

	Infrastructure - roads	Infrastructure - footpaths	Infrastructure - drainage	Infrastructure - Parks & ovals	Infrastructure - Other	Total Infrastructure
Balance at 1 July 2023	\$ 219,489,919	\$ 1,070,513	\$ 3,348,209	\$ 807,800	\$ 7,870,500	\$ 232,586,941
Additions	5,336,851	51,587	127,246	281,461	173,609	5,970,754
Depreciation (expense)	(7,733,446)	(55,667)	(96,612)	(30,193)	(330,168)	(8,246,086)
Balance at 30 June 2024	217,093,324	1,066,433	3,378,843	1,059,068	7,713,941	230,311,609
Comprises:						
Gross balance at 30 June 2024	224,826,770	1,122,099	3,475,455	1,089,261	8,044,109	238,557,694
Accumulated depreciation at 30 June 2024	(7,733,446)	(55,666)	(96,612)	(30,193)	(330,168)	(8,246,085)
Balance at 30 June 2024	217,093,324	1,066,433	3,378,843	1,059,068	7,713,941	230,311,609
Comprises:						
Gross balance at 30 June 2024	229,400,796	1,138,195	3,475,455	1,138,482	8,596,535	243,749,463
Accumulated depreciation at 30 June 2025	(15,767,496)	(113,087)	(196,381)	(69,887)	(667,530)	(16,814,381)
Balance at 30 June 2025	213,633,300	1,025,108	3,279,074	1,068,595	7,929,005	226,935,082

SHIRE OF KONDININ
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2025

9. INFRASTRUCTURE (Continued)

(b) Carrying amount measurements

Asset class	Fair value hierarchy	Valuation technique	Basis of valuation	Date of last valuation	Inputs used
(i) Fair Value - as determined at the last valuation date					
Infrastructure - roads	3	Cost approach using current replacement cost	Management valuation	June 2023	Construction costs and current condition, residual values and remaining useful life assessments inputs
Infrastructure - footpaths	3	Cost approach using current replacement cost	Management valuation	June 2023	Construction costs and current condition, residual values and remaining useful life assessments inputs
Infrastructure - drainage	3	Cost approach using current replacement cost	Management valuation	June 2023	Construction costs and current condition, residual values and remaining useful life assessments inputs
Infrastructure - parks and ovals	3	Cost approach using current replacement cost	Management valuation	June 2023	Construction costs and current condition, residual values and remaining useful life assessments inputs
Infrastructure - other	3	Cost approach using current replacement cost	Management valuation	June 2023	Construction costs and current condition, residual values and remaining useful life assessments inputs

Level 3 inputs are based on assumptions with regards to future values and patterns of consumption utilising current information. If the basis of these assumptions were varied, they have the potential to result in a significantly higher or lower fair value measurement.

During the period there were no changes in the valuation techniques used to determine the fair value of infrastructure using level 3 inputs.

SHIRE OF KONDININ
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2025

10. FIXED ASSETS

(a) Depreciation

Depreciation rates

Typical estimated useful lives for the different asset classes for the current and prior years are included in the table below:

Asset Class	Useful life
Buildings	20 to 50 years
Furniture and Equipment	4 to 10 years
Plant and Equipment	4 to 15 years
Sealed roads and streets	
formation	not depreciated
pavement seal	35 to 55 years
seal	
- bituminous seal	15 to 25 years
- asphalt surfaces	30 to 45 years
Gravel roads	
formation	not depreciated
pavement	8 to 10 years
Footpaths - slab	20 to 50 years
Sewerage - piping	40 to 80 years
Water supply piping and drainage systems	60 to 80 years
Parks and ovals	10 to 40 years
Other infrastructure	8 to 50 years

Revision of useful lives of property, plant and equipment and infrastructure assets

The assets residual value and useful life of assets were reviewed and no change in the depreciation rate are required.

SHIRE OF KONDININ
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2025

10. FIXED ASSETS (Continued)

MATERIAL ACCOUNTING POLICIES

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 (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 for the purposes 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.

Revaluation

Land and buildings classified as property, plant and equipment, infrastructure or vested improvements that the local government controls and measured at reportable value, are only required to be revalued every five years in accordance with the regulatory framework. This includes buildings and infrastructure items which were pre-existing improvements (i.e. vested improvements) on land vested in the Shire.

Whilst the regulatory framework only requires a revaluation to occur at every five years, it also provides for the Shire to revalue earlier if it chooses to do so.

For land, buildings and infrastructure, increases in the carrying amount arising on revaluation of asset classes are credited to a revaluation surplus in equity.

Decreases that offset previous increases of the same class of asset are recognised against revaluation surplus directly in equity. All other decreases are recognised in profit or loss.

Subsequent increases are then recognised in profit or loss to the extent they reverse a net revaluation decrease previously recognised in profit or loss for the same class of asset.

Depreciation

The depreciable amount of all property, plant and equipment and infrastructure, are depreciated on a straight-line basis over the individual asset's useful life from the time the asset is held ready for use. Leasehold improvements are depreciated over the shorter of either the unexpired period of the lease or the estimated useful life of the improvements.

The assets residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period.

Depreciation on revaluation

When an item of property, plant and equipment and infrastructure is revalued, any accumulated depreciation at the date of the revaluation is treated in one of the following ways:

- (i) The gross carrying amount is adjusted in a manner that is consistent with the revaluation of the carrying amount of the asset.
- (ii) Eliminated against the gross carrying amount of the asset and the net amount restated to the revalued amount of the asset.

Impairment

In accordance with *Local Government (Financial Management) Regulation 17A(4C)*, the Shire is not required to comply with *AASB 136 Impairment of Assets* to determine the recoverable amount of its non-financial assets that are land or buildings classified as property, plant and equipment, infrastructure or vested improvements that the local government controls in circumstances where there has been an impairment indication of a general decrease in asset values.

In other circumstances where it has been assessed that one or more these non-financial assets are impaired, the asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Gains or losses on disposal

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains and losses are included in the statement of comprehensive income in the period in which they arise.

SHIRE OF KONDININ
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2025

11. LEASES

(a) Right-of-Use Assets - NIL

(b) Lessor - Property, Plant and Equipment Subject to Lease

The table below represents a maturity analysis of the undiscounted lease payments to be received after the reporting date.

Less than 1 year

1 to 2 years

2 to 3 years

3 to 4 years

4 to 5 years

> 5 years

	2025 Actual	2024 Actual
	\$	\$
Less than 1 year	147,608	83,380
1 to 2 years	147,675	83,380
2 to 3 years	147,675	83,380
3 to 4 years	147,675	83,380
4 to 5 years	147,675	83,380
> 5 years	738,375	416,900
	1,476,683	833,800
Amounts recognised in profit or loss for Property, Plant and Equipment Subject to Lease		
Rental income	93,232	83,997

Amounts recognised in profit or loss for Property, Plant and Equipment Subject to Lease

Rental income

The Shire leases houses to staff, Department of Education (for School Principal) and WACHS (for Hospital staff) with rentals payable fortnightly. These leases are classified as operating lease as they do not transfer substantially all of the risks and rewards incidental to the ownership of the assets.

The Shire houses are not considered investment property as they are leased for use in the supply of services to the community.

Lease payments for some contracts include CPI increases, but there are no other variable lease payments that depend on an index or rate. Although the Shire is exposed to changes in the residual value at the end of the current leases, the Shire group typically enters into new operating leases and therefore will not immediately realise any reduction in the residual value at the end of these leases. Expectations about the future residual values are reflected in the fair value of the properties.

MATERIAL ACCOUNTING POLICIES

The Shire as Lessor

Upon entering into each contract as a lessor, the Shire assesses if the lease is a finance or operating lease.

The contract is classified as a finance lease when the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee. All other leases not within this definition are classified as operating leases. Rental income received from operating leases is recognised on a straight-line basis over the term of the specific lease.

Initial direct costs incurred in entering into an operating lease (eg legal cost, cost to setup) are included in the carrying amount of the leased asset and recognised as an expense on a straight-line basis over the lease term.

When a contract is determined to include lease and non-lease components, the Shire applies AASB 15 *Revenue from Contracts with Customers* to allocate the consideration under the contract to each component.

SHIRE OF KONDININ
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2025

12. TRADE AND OTHER PAYABLES

Current

Sundry creditors
 Prepaid rates
 Accrued payroll liabilities
 ATO liabilities
 Bonds and deposits held
 Accrued expenses

	2025	2024
	\$	\$
Sundry creditors	1,144,334	451,360
Prepaid rates	36,163	48,553
Accrued payroll liabilities	30,206	33,784
ATO liabilities	95,046	72,870
Bonds and deposits held	24,926	23,390
Accrued expenses	327,476	125,779
	1,658,151	755,736

MATERIAL ACCOUNTING POLICIES

Financial liabilities

Financial liabilities are initially recognised at fair value when the Shire becomes a party to the contractual provisions of the instrument.

Non-derivative financial liabilities (excluding financial guarantees) are subsequently measured at amortised cost.

Financial liabilities are derecognised where the related obligations are discharged, cancelled or expired. The difference between the carrying amount of the financial liability extinguished or transferred to another party and any consideration paid, including the transfer of non-cash assets or liabilities assumed, is recognised in profit or loss.

Statutory liabilities

Statutory liabilities, are amounts owed to regulatory authorities due to statutory obligations such as FBT and PAYG, GST payable is offset against GST receivable and any net GST payable is included as a statutory liability.

Trade and other payables

Trade and other payables represent liabilities for goods and services provided to the Shire prior to the end of the financial year 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 usually 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.

Prepaid rates

Prepaid rates are, until the taxable event has occurred (start of the next financial year), refundable at the request of the ratepayer. Rates received in advance are initially recognised as a financial liability. When the taxable event occurs, the financial liability is extinguished and the Shire recognises income for the prepaid rates that have not been refunded.

SHIRE OF KONDININ
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2025

13. OTHER LIABILITIES

	2025	2024
	\$	\$
Current		
Capital grant/contributions liabilities	0	120,356
	<hr/>	<hr/>
	0	120,356
Reconciliation of changes in capital grant/contribution liabilities		
Opening balance	120,356	624,668
Additions	1,610,000	2,540,718
Revenue from contracts with customers included as a contract liability at the start of the period	(1,730,356)	(3,045,030)
	<hr/>	<hr/>
	0	120,356
Expected satisfaction of capital grant/contribution liabilities		
Less than 1 year	0	120,356
1 to 2 years	0	0
2 to 3 years	0	0
3 to 4 years	0	0
4 to 5 years	0	0
> 5 years	0	0
	<hr/>	<hr/>
	0	120,356

Performance obligations in relation to capital grant/contribution liabilities are satisfied as project milestones are met or completion of construction or acquisition of the asset.

MATERIAL ACCOUNTING POLICIES

Contract liabilities

Contract liabilities represent the Shire's obligation to transfer goods or services to a customer for which the Shire has received consideration from the customer.

Contract liabilities represent obligations which are not yet satisfied. Contract liabilities are recognised as revenue when the performance obligations in the contract are satisfied.

Capital grant/contribution liabilities

Capital grant/contribution liabilities represent the Shire's obligation to construct recognisable non-financial assets to identified specifications to be controlled by the Shire which are yet to be satisfied. Capital grant/contribution liabilities are recognised as income when the obligations in the contract are satisfied.

SHIRE OF KONDININ
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2025

14. BORROWINGS

Secured	Note	2025			2024		
		Current	Non-current	Total	Current	Non-current	Total
Debentures		\$ 271,390	\$ 3,418,983	\$ 3,690,373	\$ 260,029	\$ 3,690,373	\$ 3,950,402
Total secured borrowings	28(a)	\$ 271,390	\$ 3,418,983	\$ 3,690,373	\$ 260,029	\$ 3,690,373	\$ 3,950,402

Secured liabilities and assets pledged as security

Debentures, bank overdrafts and bank loans are secured by a floating charge over the assets of the Shire of Kondinin.

The Shire of Kondinin has complied with the financial covenants of its borrowing facilities during the 2025 and 2024 years.

MATERIAL ACCOUNTING POLICIES

Borrowing costs

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

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

Borrowings fair values are based on discounted cash flows using a current borrowing rate. They are classified as level 3 fair values in the fair value hierarchy (see Note 25(i)) due to the unobservable inputs, including own credit risk.

Details of individual borrowings required by regulations are provided at Note 28(a).

SHIRE OF KONDININ
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2025

15. EMPLOYEE RELATED PROVISIONS

(a) Employee Related Provisions

	2025 Actual	2024 Actual
	\$	\$
Current provisions		
Employee benefit provisions		
Annual leave	213,370	264,079
Long service leave	208,510	173,669
	421,880	437,747
Employee related other provisions		
Employment on-costs	63,282	63,473
	63,282	63,473
Total current employee related provisions	485,162	501,221
Non-current provisions		
Employee benefit provisions		
Long service leave	75,749	67,787
	75,749	67,787
Employee related other provisions		
Employment on-costs	11,362	9,829
	11,362	9,829
Total non-current employee related provisions	87,111	77,616
Total employee related provisions	572,273	578,836

Provision is made for benefits accruing to employees in respect of wages and salaries, annual leave and long service leave and associated on cost for services rendered up to the reporting date and recorded as an expense during the period the services are delivered.

Annual leave liabilities are classified as current, as there is no unconditional right to defer settlement for at least 12 months after the end of the reporting period.

MATERIAL ACCOUNTING POLICIES

Employee benefits

The Shire's obligations for employees' annual leave, long service leave and other employee leave entitlements are recognised as employee related provisions in the Statement of Financial Position.

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 statement of financial position.

Other long-term employee benefits

Long-term employee benefits provisions 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.

SHIRE OF KONDININ
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2025

16. REVALUATION SURPLUS

	2025 Opening Balance	Total Movement on Revaluation	2025 Closing Balance	2024 Opening Balance	Total Movement on Revaluation	2024 Closing Balance
	\$	\$	\$	\$	\$	\$
Revaluation surplus -Land - freehold land	144,159	0	144,159	144,159	0	144,159
Revaluation surplus -Buildings.	54,533,009	0	54,533,009	54,533,009	0	54,533,009
Revaluation surplus -Furniture and equipment	40,444	0	40,444	40,444	0	40,444
Revaluation surplus -Plant and equipment	1,897,724	0	1,897,724	1,897,724	0	1,897,724
Revaluation surplus -Infrastructure - roads	169,595,014	0	169,595,014	169,595,014	0	169,595,014
Revaluation surplus -Infrastructure - drainage	2,005,554	0	2,005,554	2,005,554	0	2,005,554
Revaluation surplus -Infrastructure - Parks and ovals	190,044	0	190,044	190,044	0	190,044
Revaluation surplus -Infrastructure - other	5,260,186	0	5,260,186	5,260,186	0	5,260,186
	233,666,131	0	233,666,131	233,666,131	0	233,666,131

SHIRE OF KONDININ
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2025

17. RESTRICTIONS OVER FINANCIAL ASSETS

Restrictions

The following classes of financial assets have restrictions imposed by regulations or other externally imposed requirements which limit or direct the purpose for which the resources may be used:

	Note	2025 Actual	2024 Actual
		\$	\$
Cash and cash equivalents	3	4,479,351	4,676,011
The restricted financial assets are a result of the following specific purposes to which the assets may be used:			
Restricted reserve accounts	29	4,479,351	3,655,655
Capital grant liabilities	13	0	120,356
Unspent loans	28(c)	0	900,000
Total restricted financial assets		4,479,351	4,676,011

18. Undrawn Borrowing Facilities

Credit Standby arrangements

Bank overdraft limit	250,000	250,000
Bank overdraft at balance date	0	0
Credit card limit	25,000	20,000
Credit card balance at balance date	(1,747)	(2,330)
Total amount of credit unused	273,253	267,670

Loan facilities

Loan facilities - current	271,390	260,029
Loan facilities - non-current	3,418,983	3,690,373
Total facilities in use at balance date	3,690,373	3,950,402
Unused loan facilities at balance date	NIL	900,000

**SHIRE OF KONDININ
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2025**

19. CONTINGENT LIABILITIES

(a) The Shire of Kondinin has no contingent liability as at 30 June 2025.

The liability has been recorded as part of the net assets of the RoeROC investment in associates in note 23.

(b) Septic Pond - Wave Rock

As cited in the EHO Report on 23rd April 2024, the Liquid Effluent Pond off Wave Rock Road in Hyden became non-compliant.

Whereas the Shire of Kondinin is afforded the management of Reserve 28833 via a Management Order to use the Reserve for the purpose of Wildlife Park and Recreation and with the power to licence or lease the reserve for a period of 40 years from the date of the lease, the lease area does not include the septic pond when it was leased to the third parties.

Until Council determine that the Shire of Kondinin is partly responsible for the remediation costs of the pond, the Shire is unable to recognise a contingent liability.

20. CAPITAL COMMITMENTS

(a) **Capital Expenditure Commitments**

Contracted for:

- capital expenditure projects
- plant & equipment purchases

Payable:

- not later than one year

	2025	2024
	\$	\$
- capital expenditure projects	2,031,036	0
- plant & equipment purchases	0	0
Payable:		
- not later than one year	2,031,036	0

The current year capital expenditure commitments represent the signed contract with the following:

1. Stallion Homes for the construction of a Single dwelling at No. 39 (Lot 252) Replacholi Parade, Kondinin, and
2. A Corp for upgrade of the Kondinin Sports Pavilion.

SHIRE OF KONDININ
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
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21. RELATED PARTY TRANSACTIONS

(a) Elected Members Remuneration

Fees, expenses and allowances to be paid or reimbursed to elected council members.	Note	2025	2025	2024
		Actual	Budget	Actual
		\$	\$	\$
President's annual allowance		12,000	12,000	12,000
President's meeting attendance fees		4,280	5,340	6,020
President's annual allowance for ICT expenses		650	600	543
President's travel and accommodation expenses		676	3,000	2,767
		17,606	20,940	21,330
Deputy President's annual allowance		0	0	0
Deputy Presidents's meeting attendance fees		3,850	4,080	3,280
Deputy President's annual allowance for ICT expenses		650	600	543
Deputy President's travel and accommodation expenses		629	1,000	392
		5,129	5,680	4,215
All other members's meeting attendance fees		19,600	24,320	25,500
All other member's annual allowance for ICT expenses		3,902	3,200	3,256
All other member's travel and accommodation expenses		5,506	7,300	8,853
		29,007	34,820	37,609
21(b)		51,742	61,440	63,154

(b) Key Management Personnel (KMP) Compensation

The total of remuneration paid to KMP of the Shire during the year are as follows:

	2025	2024
	Actual	Actual
	\$	\$
Short-term employee benefits	649,350	610,364
Post-employment benefits	90,795	83,742
Other long-term benefits	166,297	188,904
Council member costs	51,742	63,154
	958,184	946,164

Short-term employee benefits

These amounts include all salary, fringe benefits and cash bonuses awarded to KMP except for details in respect to fees and benefits paid to elected members which may be found in the table above.

Post-employment benefits

These amounts are the current-year's cost of the Shire's superannuation contributions made during the year.

Other long-term benefits

These amounts represent annual leave and long service benefits accruing during the year.

Council member costs

These amounts represent payment of members fees, expenses, allowances and reimbursements during the year.

**SHIRE OF KONDININ
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21. RELATED PARTY TRANSACTIONS (continued)

(c) Transactions with related parties

Transactions between related parties and the Shire are on normal commercial terms and conditions, no more favourable than those available to other parties, unless otherwise stated.

No outstanding balances or provisions for doubtful debts or guarantees exist in relation to related parties at year end.

In addition to KMP compensation above the following transactions occurred with related parties:

Purchase of goods
Purchase of services
Materials and contracts to Roe EHS

	2025 Actual	2024 Actual
	\$	\$
Purchase of goods	8,959	9,031
Purchase of services	0	25,156
Materials and contracts to Roe EHS	57,047	45,848

Related Parties

The Shire's main related parties are as follows:

i. Key management personnel

Any person(s) having authority and responsibility for planning, directing and controlling the activities of the entity, directly or indirectly, including any elected member, are considered key management personnel and are detailed in Notes 21(a) and 21(b).

ii. Other Related Parties

During the previous year, a company controlled by a related party of a council member, was awarded a contracting services on terms and conditions equivalent for those that prevail in arm's length transactions under the Shire's procurement process. The contract involved earth moving for roadworks in the Shire, and amounted to \$25,156.

The previous and current years' purchase of goods were provided by a company controlled by a related party, a council member.

Outside of normal citizen type transactions with the Shire, there were no other related party transactions involving key management personnel and/or their close family members and/or their controlled (or jointly controlled) entities.

iii. Entities subject to significant influence by the Shire

There were no such entities requiring disclosure during the current or previous year.

iv. Associated entity accounted for under the equity method

The Shire is involved in associated arrangements with ROE Regional Organisation of Council (ROC)
See details of transactions in note 23.

v. Joint arrangement

The Shire is involved in joint arrangement with ROE Environment health Scheme (ROE EHS) - see details in Note 22.

SHIRE OF KONDININ
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2025

22. JOINT ARRANGEMENTS

Share of joint operations

The Shire of Kondinin together with the Shires of Corrigin, Kulin, Narembeen and Lake Grace formed the Roe Environmental Health Scheme (Roe EHS). The Roe EHS was formed to manage the provision of environmental health service.

The Shire has 26.08% interest in Roe Environmental Health Services (Roe EHS).

The Shire's interest in the revenue and expenses have been included in the respective line items of the financial statements.

Statement of Comprehensive Income

	2025 Actual	2024 Actual
	\$	\$
Materials and contracts	(57,047)	(45,848)
Loss for the period	(57,047)	(45,848)

MATERIAL ACCOUNTING POLICIES

Joint operations

A joint operation is a joint arrangement where the Shire has joint control with two or more parties to the joint arrangement. All parties to joint arrangement have rights to the assets, and obligations for the liabilities relating to the arrangement.

Asset, liabilities, revenues and expenses relating to the Shire's interest in the joint operation are accounted for in accordance with the relevant Australian Accounting Standard.

SHIRE OF KONDININ
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
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23. INVESTMENT IN ASSOCIATES

(a) Investment in associates

Set out in the table below are the associates of the Shire. All associates are measured using the equity method. Western Australia is the principal place of business for all associates.

<u>Name of entity</u>	% of ownership interest		2025 Actual \$	2024 Actual \$
	2025	2024		
Roe Regional Organisation of Council (RoeROC)	25.00%	25.00%	41,553	65,977
Total equity-accounted investments			41,553	65,977

(b) Share of Investment in associates

The RoeROC was formed to manage the provision of a waste facility and to provide environmental health services across the four member Shires. The Shire of Kondinin has a 25% interest in the net assets of the RoeROC.

The Shire of Kondinin's share of RoeROC's net assets as at 30 June 2025 are based on the records for the RoeROC kept by the Shire of Corrigin, as follows:

Summarised statement of comprehensive income	Note	2025 Actual \$		2024 Actual \$	
		2025	2024	2025	2024
Revenue		22,069		32,000	
Expenditure		(48,084)		(55,744)	
Depreciation		(4,124)		(28,770)	
Loss from continuing operations		(30,139)		(52,514)	
Loss on disposal of non-current assets		(10,800)		0	
Finance costs		(82,772)		0	
Other comprehensive income		0		161,200	
Total comprehensive income for the period		(123,711)		108,686	
Summarised statement of financial position					
Non-current assets		1,084,398		1,099,322	
Total assets		1,084,398		1,099,322	
Other current liabilities		241,122		247,252	
Total current liabilities		241,122		247,252	
Other non-current liabilities		677,062		588,161	
Total non-current liabilities		677,062		588,161	
Total liabilities		918,184		835,413	
Net assets		166,214		263,909	
Reconciliation to carrying amounts					
Opening net assets 1 July		263,909		168,796	
Change in members contributions		26,016		(13,533)	
Profit/(Loss) for the period		(123,711)		(52,514)	
Other comprehensive income		0		161,160	
Closing net assets 1 July		166,214		263,909	
Carrying amount at 1 July		2025	2024		
-Share of associates net profit/(loss) for the period	23(c)	65,977	42,199		
-Share of associates other comprehensive income	23(c)	(30,928)	(13,128)		
Gross distribution of equity by associates	23(c)	0	40,300		
Carrying amount at 30 June (Refer to Note 23(a))		6,504	(3,394)		
		41,553	65,977		

MATERIAL ACCOUNTING POLICIES

Investments in associates

An associate is an entity over which the Shire has significant influence, that is it has the power to participate in the financial and operating policy decisions of the investee but not control or joint control of those policies.

Investments in associates are accounted for using the equity method. The equity method of accounting, is whereby the investment is initially recognised at cost and adjusted thereafter for the post-acquisition change in the Shire's share of net assets of the associate. In addition, the Shire's share of the profit or loss of the associate is included in the Shire's profit or loss.

(c) Share of associates net profit/(loss) for the period

Share of investment in RoeROC (refer Note 23(b))

	2025 Actual \$		2024 Actual \$	
	2025	2024	2025	2024
Share of investment in RoeROC (refer Note 23(b))	(24,424)		23,778	
	(24,424)		23,778	

**SHIRE OF KONDININ
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
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24. EVENTS OCCURRING AFTER THE END OF REPORTING PERIOD

There were no events occurring after the end of the reporting period.

SHIRE OF KONDININ
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25. OTHER MATERIAL ACCOUNTING POLICIES

a) Goods and services tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO).

Receivables and payables are stated inclusive of GST receivable or payable. The net amount of GST recoverable from, or payable to, the ATO is included with receivables or payables in the statement of financial position.

Cash flows are presented on a gross basis. The GST components of cash flows arising from investing or financing activities which are recoverable from, or payable to, the ATO are presented as operating cash flows.

b) Current and non-current classification

The asset or liability is classified as current if it is expected to be settled within the next 12 months, being the Shire's operational cycle. In the case of liabilities where the Shire does not have the unconditional right to defer settlement beyond 12 months, such as vested long service leave, the liability is classified as current even if not expected to be settled within the next 12 months. Inventories held for trading are classified as current or non-current based on the Shire's intentions to release for sale.

c) Rounding off figures

All figures shown in this annual financial report, other than a rate in the dollar, are rounded to the nearest dollar. Amounts are presented in Australian Dollars.

d) Comparative figures

Where required, comparative figures have been adjusted to conform with changes in presentation for the current financial year.

When the Shire applies an accounting policy retrospectively, makes a retrospective restatement or reclassifies items in its financial statements that has a material effect on the statement of financial position, an additional (third) Statement of Financial Position as at the beginning of the preceding period in addition to the minimum comparative financial report is presented.

e) Budget comparative figures

Unless otherwise stated, the budget comparative figures shown in this annual financial report relate to the original budget estimate for the relevant item of disclosure.

f) Superannuation

The Shire contributes to a number of Superannuation Funds on behalf of employees. All funds to which the Shire contributes are defined contribution plans.

g) Fair value of assets and liabilities

Fair value is the price that the Shire would receive to sell the asset or would have to pay to transfer a liability, in an orderly (i.e. unforced) transaction between independent, knowledgeable and willing market participants at the measurement date.

As fair value is a market-based measure, the closest equivalent observable market pricing information is used to determine fair value. Adjustments to market values may be made having regard to the characteristics of the specific asset or liability. The fair values of assets that are not traded in an active market are determined using one or more valuation techniques. These valuation techniques maximise, to the extent possible, the use of observable market data.

To the extent possible, market information is extracted from either the principal market for the asset or liability (i.e. the market with the greatest volume and level of activity for the asset or liability) or, in the absence of such a market, the most advantageous market available to the Shire at the end of the reporting period (i.e. the market that maximises the receipts from the sale of the asset after taking into account transaction costs and transport costs).

For non-financial assets, the fair value measurement also takes into account a market participant's ability to use the asset in its highest and best use or to sell it to another market participant that would use the asset in its highest and best use.

h) Interest revenue

Interest revenue is calculated by applying the effective interest rate to the gross carrying amount of a financial asset measured at amortised cost except for financial assets that subsequently become credit-impaired. For credit-impaired financial assets the effective interest rate is applied to the net carrying amount of the financial asset (after deduction of the loss allowance).

i) Fair value hierarchy

AASB 13 Fair Value Measurement requires the disclosure of fair value information by level of the fair value hierarchy, which categorises fair value measurement into one of three possible levels based on the lowest level input that is significant to the measurement can be categorised into as follows:

Level 1

Measurements based on quoted prices (unadjusted) in active markets for identical assets or liabilities that the Shire can access at the measurement date.

Level 2

Measurements based on inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly or indirectly.

Level 3

Measurements based on unobservable inputs for the asset or liability.

The fair values of assets and liabilities that are not traded in an active market are determined using one or more valuation techniques. These valuation techniques maximise, to the extent possible, the use of observable market data. If all significant inputs required to measure fair value are observable, the asset or liability is included in Level 2. If one or more significant inputs are not based on observable market data, the asset or liability is included in Level 3.

Valuation techniques

The Shire selects a valuation technique that is appropriate in the circumstances and for which sufficient data is available to measure fair value. The availability of sufficient and relevant data primarily depends on the specific characteristics of the asset or liability being measured. The valuation techniques selected by the Shire are consistent with one or more of the following valuation approaches:

Market approach

Valuation techniques that use prices and other relevant information generated by market transactions for identical or similar assets or liabilities.

Income approach

Valuation techniques that convert estimated future cash flows or income and expenses into a single discounted present value.

Cost approach

Valuation techniques that reflect the current replacement cost of the service capacity of an asset.

Each valuation technique requires inputs that reflect the assumptions that buyers and sellers would use when pricing the asset or liability, including assumptions about risks. When selecting a valuation technique, the Shire gives priority to those techniques that maximise the use of observable inputs and minimise the use of unobservable inputs. Inputs that are developed using market data (such as publicly available information on actual transactions) and reflect the assumptions that buyers and sellers would generally use when pricing the asset or liability are considered observable, whereas inputs for which market data is not available and therefore are developed using the best information available about such assumptions are considered unobservable.

j) Impairment of assets

In accordance with Australian Accounting Standards, the Shire's assets are assessed at each reporting date to determine whether there is any indication they may be impaired.

Where such an indication exists, an impairment test is carried out on the asset by comparing the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, to the asset's carrying amount except for non-financial assets that are:

- land and buildings classified as property, plant and equipment;
- infrastructure; or
- vested improvements that the local government controls, in circumstances where there has been an impairment indication of a general decrease in asset values.

These non-financial assets are assessed in accordance with the regulatory framework detailed in Note 10.

Any excess of the asset's carrying amount over its recoverable amount is recognised immediately in profit or loss, unless the asset is carried at a revalued amount in accordance with another Standard (e.g. AASB 116 *Property, Plant and Equipment*) whereby any impairment loss of a revalued asset is treated as a revaluation decrease in accordance with that other Standard.

26. RATING INFORMATION

		Rate in \$	Number of Properties	2024/25		2024/25		2024/25		2024/25	
RATE TYPE	Rate Description			Actual Rateable Value*	Revenue	Actual Rate	Revenue	Actual Interim Rates	Revenue	Budget Rate	Revenue
GRV - Residential	Gross rental valuation	0.130522	310	2,670,127	348,510	(2,475)	346,035	355,792	0	355,792	340,312
GRV - Mining	Gross rental valuation	0.262824	4	760,494	199,876	0	199,876	199,878	0	199,878	193,119
UV - Mining	Unimproved valuation	0.263342	123	3,942,119	1,038,125	(58,345)	979,780	996,609	0	996,609	960,126
UV - Rural	Unimproved valuation	0.009342	366	232,886,910	2,175,630	(517)	2,175,113	2,117,079	0	2,117,079	2,065,738
Total general rates		803		240,259,550	3,792,141	(61,337)	3,700,805	3,669,358	0	3,669,358	3,559,295
		Minimum Payment									
		475	58	60,373	27,550	0	27,550	24,700	0	24,700	23,920
		475	43	40,875	20,425	0	20,425	12,350	0	12,350	17,020
		475	29	588,030	13,775	0	13,775	19,475	0	19,475	10,120
			130	689,278	61,750	0	61,750	56,525	0	56,525	51,050
Total general rates and minimum payments		933		240,948,928	3,823,891	(61,337)	3,762,555	3,725,883	0	3,725,883	3,610,355
		Rate in \$									
		0.0866835	2	660,650	57,367	0	57,367	55,000	0	55,000	54,275
			2	660,650	57,367	0	57,367	55,000	0	55,000	54,275
								(93,689)		(90,497)	(89,017)
										3,690,386	3,575,612
		Discounts									
		Total rates									

*Rateable Value at time of raising of rate.

(b) Rates related information

Rate instalment interest	2,685
Rates instalment plan charges	1,710
Rates overdue interest	27,082
Rates written off	19,503

Rate instalment interest	2,685
Rates instalment plan charges	1,000
Rates overdue interest	15,000
Rates written off	0

SHIRE OF KONDININ
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27. DETERMINATION OF SURPLUS OR DEFICIT

(a) Non-cash amounts excluded from operating activities

The following non-cash revenue or expenditure has been excluded from amounts attributable to operating activities within the Statement of Financial Activity in accordance with *Financial Management Regulation 32*.

Adjustments to operating activities

Less: Profit on asset disposals
 Add: Fair value adjustments to financial assets at fair value through profit or loss
 Add: Fair value adjustments to investment in associate
 Add: Loss on disposal of assets
 Add: Depreciation
 Non-cash movements in non-current assets and liabilities:
 Repossession of land and buildings
 Pensioner deferred rates
 Employee benefit provisions
 Other disposals

Non cash amounts excluded from operating activities

Note	2024/25 (30 June 2025 Carried Forward)	2024/25 Budget (30 June 2025 Carried Forward)		2023/24 (30 June 2024 Carried Forward)
		\$	\$	
4(b)	(70,202)	(42,614)	(122,517)	
23(c)	2,663	0	(1,261)	
	24,424	0	(23,778)	
	9,472	15,125	0	
	10,094,607	9,791,833	9,699,050	
8(a)	(345,965)	0	0	
5	581	0	206	
	9,495	0	(19,115)	
	18,500	0	0	
	9,743,575	9,764,344	9,532,585	

(b) Surplus/(deficit) after imposition of general rates

The following current assets and liabilities have been excluded from the net current assets used in the Statement of Financial Activity in accordance with *Financial Management Regulation 32* to agree to the surplus/(deficit) after imposition of general rates.

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 borrowings
 - Employee benefit provisions

Total adjustments to net current assets

29	(4,479,351)	(3,814,791)	(3,655,656)
4(a)	(108,410)	(103,970)	(103,970)
	271,390	271,390	260,029
	0	133,021	0
	(4,316,371)	(3,514,350)	(3,499,597)

Net current assets used in the Statement of Financial Activity

Total current assets
 Less: Total current liabilities
 Less: Total adjustments to net current assets

Surplus or deficit after imposition of general rates

9,415,853	5,551,933	10,558,761
(2,414,703)	(2,037,583)	(1,637,342)
(4,316,371)	(3,514,350)	(3,499,597)
2,684,779	0	5,421,822

28. BORROWINGS AND LEASE LIABILITIES

(a) Borrowings

Purpose	Note	Actual						Budget					
		Principal at 1 July 2023		New Loans During 2023-24		Principal at 30 June 2024		New Loans During 2024-25		Principal Repayments During 2024-25		Principal at 30 June 2025	
		\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
WACHS Housing	0	900,000	0	0	900,000	0	0	0	(26,433)	873,567	0	(26,433)	\$ 873,567
Hyden Sewerage	438,099	0	(30,278)	407,821	0	(31,986)	0	0	0	375,923	0	(31,986)	375,923
Townsite Drainage	1,417,642	0	(69,291)	1,348,351	0	(71,864)	0	0	0	1,276,486	0	(71,864)	1,276,486
Kondinin Swimming Pool	303,561	0	(24,763)	278,797	0	(25,863)	0	0	0	252,934	0	(25,864)	252,934
Total	2,159,302	900,000	(124,332)	2,934,969	0	(156,058)	0	0	2,778,911	2,934,970	0	(156,060)	2,778,909
Self Supporting Loans													
Kondinin Community Rec Comtee	10,774	0	(10,774)	0	0	0	0	0	0	0	0	0	0
Kondinin Community Rec Comtee	0	900,000	0	900,000	0	(72,224)	0	0	0	827,776	0	(72,224)	827,776
Hyden Progress Association	146,236	0	(30,903)	115,433	0	(31,747)	0	0	0	83,686	0	(31,746)	83,686
Total Self Supporting Loans	157,010	900,000	(41,577)	1,015,433	0	(103,971)	0	0	911,462	1,015,433	0	(103,970)	911,462
Total Borrowings	2,316,312	1,800,000	(165,909)	3,950,402	0	(260,029)	0	0	3,690,373	3,950,403	0	(260,030)	3,690,371

Self supporting loans are financed by payments from third parties. These are shown in Note 4 as other financial assets at amortised cost.
All other loan repayments were financed by general purpose revenue.

Borrowing Finance Cost Payments

Purpose	Loan Number	Institution	Interest Rate	Date final payment is due	Actual for year ending 30 June 2025		Budget for year ending 30 June 2025		Actual for year ending 30 June 2024		Budget for year ending 30 June 2024	
					\$	\$	\$	\$	\$	\$	\$	
WACHS Housing	143	WATC*	5.21%	28/06/2044	(52,531)	(52,531)	(52,531)	(52,531)	(437)	(437)	(437)	
Hyden Sewerage	139	WATC*	5.28%	22/03/2034	(23,381)	(23,381)	(23,381)	(23,381)	(25,219)	(25,219)	(25,219)	
Townsite Drainage	142	WATC*	3.68%	11/10/2038	(57,563)	(57,563)	(59,419)	(59,419)	(60,678)	(60,678)	(60,678)	
Kondinin Swimming Pool	136	WATC*	4.40%	14/01/2033	(13,317)	(13,317)	(13,278)	(13,278)	(14,672)	(14,672)	(14,672)	
Total					(146,792)	(146,792)	(150,113)	(150,113)	(101,006)	(101,006)	(101,006)	
Self Supporting Loans Finance Cost Payments												
Kondinin Community Rec Comtee	131A	WATC*	4.20%	25/05/2024	0	0	0	0	(403)	(403)	(403)	
Kondinin Community Rec Comtee	141	WATC*	4.74%	28/06/2034	(47,996)	(47,996)	(47,745)	(47,745)	(236)	(236)	(236)	
Hyden Progress Association	134A	WATC*	3.04%	14/11/2027	(3,867)	(3,867)	(3,777)	(3,777)	(5,035)	(5,035)	(5,035)	
Total Self Supporting Loans Finance Cost Payments					(51,863)	(51,863)	(51,522)	(51,522)	(5,673)	(5,673)	(5,673)	
Total Finance Cost Payments					(198,655)	(198,655)	(201,635)	(201,635)	(106,679)	(106,679)	(106,679)	

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28. BORROWINGS AND LEASE LIABILITIES (Continued)

(b) New Borrowings - 2024/25 - NIL

(c) Unspent Borrowings

Particulars	Institution	Date Borrowed	Unspent Balance		Expenditure During Year	Unspent Balance 30 June 25
			1 July 24	\$		
WACHS Housing	WATC*	28/06/2024	900,000	\$	0	(900,000)

* WA Treasury Corporation

(d) Lease Liabilities - NIL

SHIRE OF KONDININ
NOTES TO AND FORMING PART OF THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2025

29. RESERVE ACCOUNTS	2025			2025			2025			2025			2024			2024		
	Actual Opening Balance	Actual Transfer to	Actual Transfer (from)	Actual Closing Balance	Budget Opening Balance	Budget Transfer to	Budget Transfer (from)	Budget Closing Balance										
\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	
Restricted by council																		
(a) Plant Reserve	575,443	232,822	0	808,285	575,443	229,060	0	804,503	783,063	42,380	(250,000)	575,443	0	530,000	27,445	0	530,445	
(b) Housing Reserve	530,445	228,627	0	759,072	530,445	226,787	(500,000)	257,232	503,000	27,445	0	0	0	0	0	0	452,096	
(c) Employee Leave Reserve	452,096	62,063	0	514,159	452,096	62,831	0	514,927	429,750	22,336	0	0	0	0	0	0	155,383	
(d) Tourism Development Reserve	155,383	27,252	0	182,635	155,383	27,370	(50,000)	157,255	132,753	48,128	(50,000)	0	0	0	0	0	0	
(e) Water Infrastructure Reserve	55,766	2,545	0	58,311	55,766	2,816	0	58,582	53,094	2,672	0	0	0	0	0	0	55,766	
(f) Community Bus Reserve	55,536	2,765	0	58,301	55,536	2,805	0	58,341	52,458	3,078	0	0	0	0	0	0	55,536	
(g) Radio Reserve	27,247	1,356	0	28,503	27,247	1,376	0	28,624	25,737	1,510	0	0	0	0	0	0	27,247	
(h) Landfill Reserve	135,059	6,163	0	141,222	135,059	6,821	0	141,880	37,438	97,621	0	0	0	0	0	0	135,059	
(i) SJA Capital Upgrade Reserve	107,895	56,212	0	164,107	107,895	55,449	0	163,344	53,278	54,617	0	0	0	0	0	0	107,895	
(j) Medical Services Reserve	64,735	3,228	0	67,963	64,735	3,269	0	68,004	80,637	4,098	(20,000)	0	0	0	0	0	64,735	
(k) Hyden Recreation Centre Reserve	418,050	19,186	0	437,236	418,050	21,112	(110,000)	329,162	397,451	20,599	0	0	0	0	0	0	418,050	
(l) Roads Reserve	326,729	15,435	(75,000)	267,164	326,729	16,500	(75,000)	268,229	311,051	15,678	0	0	0	0	0	0	326,729	
(m) Hyden Discovery Centre Reserve	697,222	238,574	0	935,796	697,222	235,210	0	932,432	465,355	231,869	0	0	0	0	0	0	697,222	
(n) Office Equipment Reserve	54,050	2,466	0	56,516	54,050	2,729	0	56,780	51,463	2,587	0	0	0	0	0	0	54,050	
	3,655,656	898,695	(75,000)	4,479,351	3,655,656	894,135	(735,000)	3,814,791	(735,000)	3,401,039	574,617	(320,000)	3,655,656					

All reserves are supported by cash and cash equivalents and are restricted within equity as Reserve accounts.

In accordance with council resolutions or adopted budget in relation to each reserve account, the purpose for which the reserves are set aside and their anticipated date of use are as follows:

Name of reserve account

Restricted by council

- (a) Plant Reserve Future expenditure for replacement of plant.
- (b) Housing Reserve To be used for the construction of new housing.
- (c) Employee Leave Reserve To be used to pay annual and long service leave liabilities.
- (d) Tourism Development Reserve To be used to ensure that the Wave Rock area is kept at a good standard.
- (e) Water Infrastructure Reserve For the purchase of water pumps and installation of standpipe controllers and storage tanks.
- (f) Community Bus Reserve To be used for the replacement of the community bus.
- (g) Radio Reserve To account for service charges raised.
- (h) Landfill Reserve Expenditure for future waste management the rehabilitation, redevelopment of Beringding refuse site.
- (i) SJA Capital Upgrade Reserve Contribution for sub-centre capital upgrades in Kondinin and Hyden
- (j) Medical Services Reserve To be used for the operational costs of Kondinin Medical Centre.
- (k) Hyden Recreation Centre Reserve To be used for the construction of recreation facilities at Hyden.
- (l) Roads Reserve To fund the Shire roadworks to supplement road grants received.
- (m) Hyden Discovery Centre Reserve To fund for the construction of discovery centre building located in Hyden.
- (n) Office Equipment Reserve To fund for the replacement of old office computers.