



SHIRE OF DENMARK
MONTHLY FINANCIAL REPORT
For the period ending 31 August 2025

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SHIRE OF DENMARK
STATEMENT OF FINANCIAL ACTIVITY
(Statutory Reporting by Nature & Type)
For the period ending 31 August 2025

	Note	Adopted Annual Budget	YTD Budget (a)	YTD Actual (b)	Var. \$ (b)-(a)	Var. % (b)-(a)/(a)
Operating Revenues		\$	\$	\$	\$	%
Rates		9,160,749	9,132,356	9,135,961	3,605	0.04%
Operating grants & contributions		1,813,865	475,312	493,166	17,854	3.76%
Fees and charges		4,054,972	2,840,047	2,878,579	38,532	1.36%
Interest Earnings		467,201	51,466	50,807	(659)	(1.28%)
Other Revenue		51,810	548	2,866	2,318	423.08%
Total Operating Revenue		15,548,597	12,499,729	12,561,379	61,650	0.49%
Operating Expense						
Employee Costs		(8,574,555)	(1,300,883)	(1,356,058)	(55,175)	(4.24%)
Materials and Contracts		(4,672,819)	(681,779)	(649,279)	32,500	4.77%
Utility Charges		(262,873)	(40,780)	(28,941)	11,839	29.03%
Depreciation		(5,717,994)	(952,976)	0	952,976	100.00%
Finance Costs		(143,497)	(1,122)	(1,122)	0	0.04%
Insurance		(366,893)	(184,467)	(182,074)	2,393	1.30%
Other Expenditure		(522,384)	(17,380)	(18,262)	(882)	(5.08%)
Total Operating Expenditure		(20,261,015)	(3,179,387)	(2,235,737)	943,650	29.68%
Sub Total		(4,712,418)	9,320,342	10,325,642		
Capital grants & contributions		7,065,882	731,333	731,732	399	
Profit/(Loss) on Asset Disposal		68,100	0	0	0	
		7,133,982	731,333	731,732	399	
Net Result		2,421,565	10,051,675	11,057,374		
Funding Balance Adjustments						
Add back Depreciation		5,717,994	952,976	0	(952,976)	(100.00%)
Adjust (Profit)/Loss on Asset Disposal		(68,100)	0	0	0	
Adjust Provisions and Accruals		0	0	33,450	33,450	
Net Cash from Operations		8,071,459	11,004,651	11,090,824	86,173	
Capital Expenses						
Repayment of Debentures	7	(402,909)	(11,622)	(11,622)	0	0.00%
Principal elements of finance leases		0	0	0	0	
Transfer to Reserves	6	(1,468,513)	(15,000)	(15,127)	(127)	(0.85%)
Land and Buildings	5	(2,175,000)	(487,700)	(694,857)	(207,157)	(42.48%)
Roads Infrastructure	5	(3,571,500)	(33,722)	(30,467)	3,255	9.65%
Other Infrastructure	5	(3,543,582)	(258,400)	(163,640)	94,760	36.67%
Plant and Equipment	5	(1,361,000)	(25,000)	(19,344)	5,656	22.62%
Furniture and Equipment	5	(110,000)	0	0	0	
Total Capital Expenditure		(12,632,504)	(831,444)	(935,058)	(103,614)	(12.46%)
Net Cash from Capital Activities		(4,561,046)	10,173,207	10,155,766	(17,441)	
Capital Revenues						
Proceeds from New Debentures		1,000,000	0	0	0	
Proceeds from Disposal of Assets		523,000	0	0	0	
Self-Supporting Loan Principal		21,756	0	0	0	
Transfer from Reserves	6	2,352,582	0	0	0	
Net Cash from Financing Activities		3,897,338	0	0	0	
Total Net Operating + Capital		(663,707)	10,173,207	10,155,766	(17,441)	
Opening Funding Restricted Grants		0	0	0	0	
Opening Funding Surplus		663,707	663,707	659,358	(4,349)	(0.66%)
Closing Funding Surplus(Deficit)		0	10,836,914	10,815,124	(21,789)	

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

SHIRE OF DENMARK
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the period ending 31 August 2025

Note 1: MAJOR VARIANCES

In line with Regulation 34(5) of the Local Government (Financial Management) Regulations 1996 and AASB 101 - Presentation of Financial Statements, Council has set a materiality threshold for the 2025/2026 financial year. Any difference between budgeted and actual figures that is 10% or more, or \$50,000 or more, must be explained in the Statement of Financial Activity.

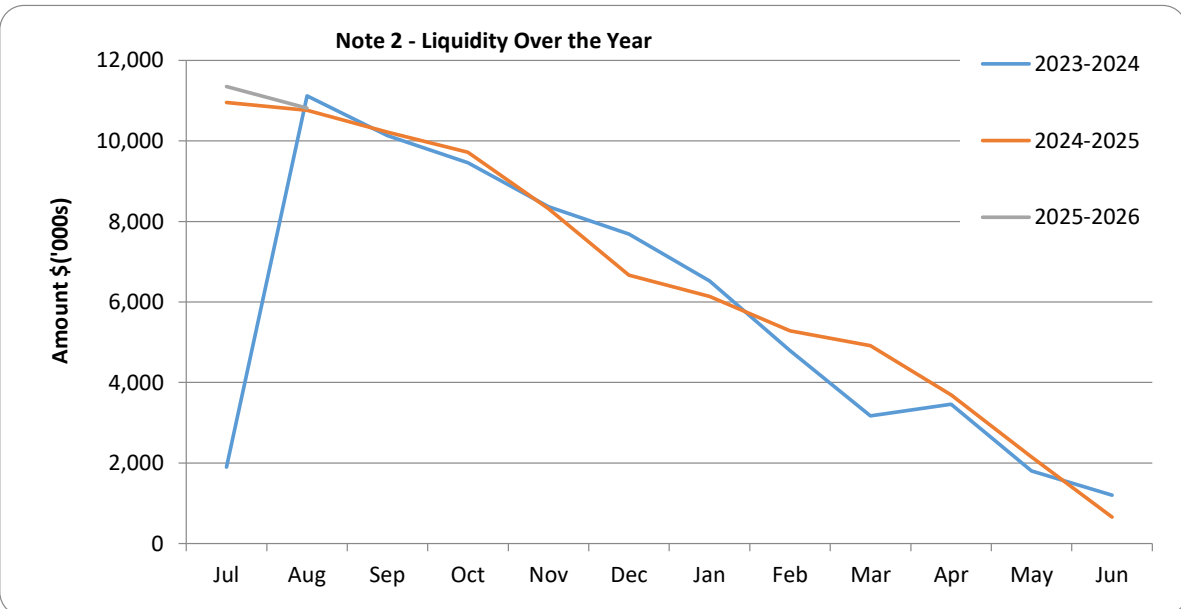
Noting that as Council adopts an annualised Budget, the Executive Manager of Corporate Services may vary the month end Budget estimates from time to time to take into consideration the variances with respect to project timing and scheduling to allow for more realistic and relevant comparisons to be made, subject to the total of the Council adopted Budget not being altered.

Account No.		Adopted Annual Budget	YTD Budget	YTD Actual	Var. \$	Var. %
	<u>Operating Revenue</u>					
	Other Revenue This primarily represents a grant payment received from the Children's Book Council of Australia, designated for use under Operating Grants.	51,810	548	2,866	2,318	100.00%
	<u>Operating Expenses</u>					
Various	Employee Costs Employee Costs tracking higher than budget due to Workers Compensation absence backfill, timing of maintenance v's capital works.	(8,574,555)	(1,300,883)	(1,356,058)	(55,175)	4.24%
Various	Utility Charges Variances relating to billing cycle for utilities (ie. Street Lighting invoiced in arrears not yet received)	(262,873)	(40,780)	(28,941)	11,839	(29.03%)
Various	Depreciation Depreciation expense for 2025/26 year not yet applied (non-cash item)	(5,717,994)	(952,976)	0	952,976	(100.00%)
	<u>Capital Expenditure</u>					
	Land and Buildings This is primarily due to the timing of works on the Denmark Surf Club Precinct Development, which is scheduled for completion in October 2025.	(2,175,000)	(487,700)	(694,857)	(207,157)	42.48%
	Other Infrastructure This is primarily due to the timing of works on the Denmark Surf Club Precinct Development, Public Realm, which is scheduled for completion in October 2025.	(3,543,582)	(258,400)	(163,640)	94,760	(36.67%)

SHIRE OF DENMARK
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the period ending 31 August 2025

Note 2: NET CURRENT FUNDING POSITION

Positive=Surplus (Negative=Deficit)			
Note	This Period	Last Period	Same Period Last Year
	\$	\$	\$
Current Assets			
Cash Unrestricted	1,135,295	951,487	1,926,896
Cash Restricted	6,093,328	6,080,493	4,606,043
Total Cash	7,228,624	7,031,981	6,532,939
Receivables - Rates	8,428,724	9,457,105	7,356,435
Receivables - Other	2,462,755	2,709,554	2,227,214
Receivables - Sundry Debtors	732,918	418,414	1,147,815
Inventories	12,936	94,170	91,904
	18,865,958	19,711,224	17,356,307
Less: Current Liabilities			
Payables	(3,564,130)	(3,886,634)	(3,456,397)
Add Back Self Supporting Loan Adjustment	(21,756)	(21,756)	(21,389)
Add Back Current Leave Provisions	1,263,194	1,263,194	1,227,181
Add Back Current Principal Elements of Finance Leases	0	0	10,568
Add Back Current Loan Liability	365,186	365,186	253,362
	(1,957,505)	(2,280,009)	(1,986,675)
Less: Cash Reserves	(6,093,328)	(6,080,493)	(4,606,043)
Net Current Funding Position	10,815,124	11,350,721	10,763,588



Comments - Net Current Funding Position

The Net Current Funding Position (NCFP) for August (FY25/26) is \$51,536 higher than the same period in FY24/25

SHIRE OF DENMARK
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the period ending 31 August 2025

Note 3: BUDGET AMENDMENTS

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

GL Account Code	Description	Council Resolution	Classification	Non Cash Adjustment	Increase in Available Cash	Decrease in Available Cash	Back Funded from Reserves	Current Budget Running Balance
	Budget Adoption		Closing Surplus	\$	\$	\$	\$	\$ 0

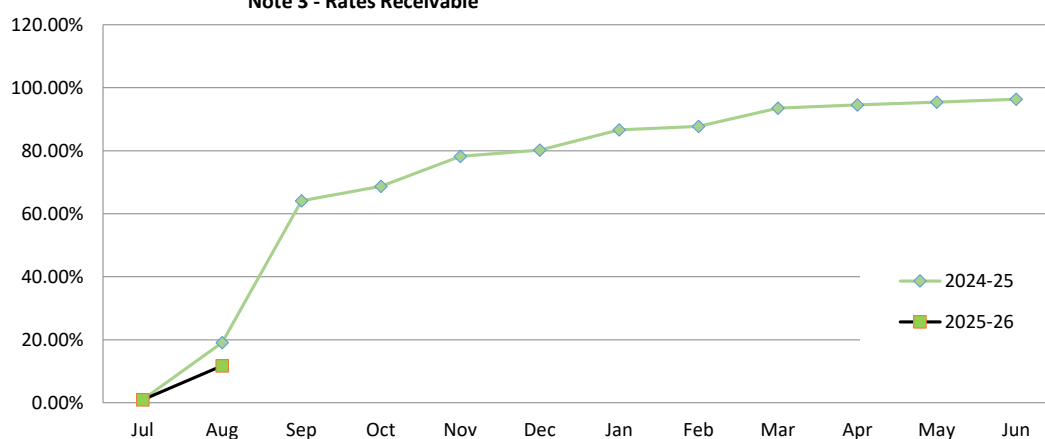
SHIRE OF DENMARK
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the period ending 31 August 2025

Note 4: RECEIVABLES

Receivables - Rates Receivable

	31 August 2025	30 June 2025
	\$	\$
Opening Arrears Previous Years	332,690	344,988
Levied this year	9,217,307	8,766,028
Less Collections to date	(1,121,272)	(8,778,326)
Equals Current Outstanding	8,428,724	332,690
Net Rates Collectable	8,428,724	332,690
% Collected	11.74%	96.35%

Note 3 - Rates Receivable



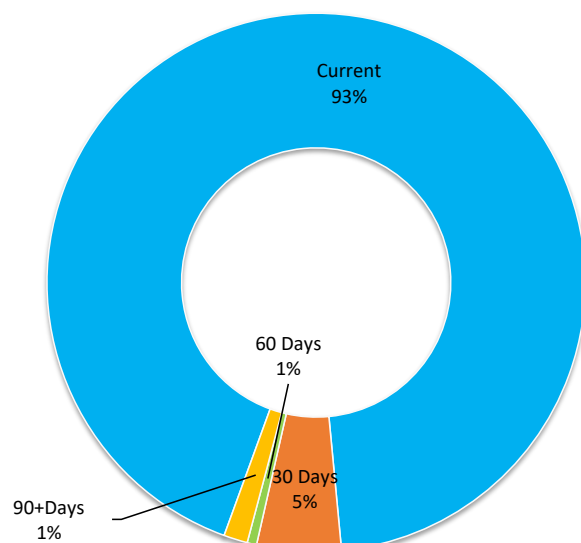
Comments/Notes - Receivables Rates

Receivables - Sundry Debtors

	Current	30 Days	60 Days	90+Days
	\$	\$	\$	\$
Sundry Debtors - General	681,178	37,138	4,146	10,457
Total Receivables - Sundry Debtors	732,918			

*Amounts shown above include GST (where applicable)

Note 3 - Sundry Debtors



Comments/Notes - Receivables General

As at 31 August 2025, outstanding sundry debtors totalled \$732,918 compared to \$1,147,815 at the same time last year.

SHIRE OF DENMARK
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the period ending 31 August 2025

Note 5: CAPITAL ACQUISITIONS

Assets		Current Annual Adopted Budget	Current YTD Budget	YTD Actual	Purchase Orders Outstanding	Total YTD Committed	Variance (Over) Under
Land and Buildings							
Shire Buildings - Energy Efficiency Upgrades	50214	85,000	42,500	0	0	0	42,500
Civic Centre - Internal Improvements	50216	30,000	0	0	0	0	0
Denmark Surf Club Precinct Development	52100	1,060,000	445,200	694,857	165,150	860,007	(249,657)
Depot Redevelopment	52502	1,000,000	0	0	0	0	0
Total Land and Buildings		2,175,000	487,700	694,857	165,150	860,007	(207,157)
Plant and Equipment							
Plant Replacement - Governance & Administration	1421254	70,000	0	0	0	0	0
Plant - Bushfire Command Vehicle	1511054	90,000	0	0	0	0	0
Plant - Rangers Vehicle	1531054	80,000	0	0	0	0	0
Purchase Plant - BFB	1541054	494,000	0	0	0	0	0
Purchase Plant - Recreation	1131054	37,000	25,000	19,344	0	19,344	5,656
Purchase of Road Plant	1231054	590,000	0	0	0	0	0
Total Plant and Equipment		1,361,000	25,000	19,344	0	19,344	5,656
Furniture and Equipment							
Install Equipment - Various Fire Sheds & Upgrade Fire Danger Rating Signs	1541104	95,000	0	0	0	0	0
Purchase Gym Equipment - Recreation Centre	1161104	15,000	0	0	0	0	0
Total Furniture and Equipment		110,000	0	0	0	0	0
Roads Infrastructure							
Drainage Renewal Works	50030	100,000	8,997	3,839	0	3,839	5,158
Drainage Upgrade Works - Flood Mitigation	50802	57,500	24,725	24,975	0	24,975	(250)
Council Construction - CBD Carparks Upgrades	50080	30,000	0	0	0	0	0
Bike Trail Construction - Turner Road	54000	210,000	0	0	0	0	0
MRWA Project - Walter Road (SLK 0.10 - 2.15)	50384	335,000	0	0	0	0	0
MRWA Project - Hazelvale Road (SLK 0.00 - 3.63)	50385	369,000	0	0	0	0	0
MRWA Project - Ocean Beach Road - Design, Geotech & Survey Only	50386	90,000	0	0	0	0	0
MRWA Project - Turner Road - Design, Geotech & Survey Only	50387	90,000	0	0	0	0	0
MRWA Project - Walter Road - Design, Geotech & Survey Only	50388	90,000	0	0	0	0	0
MRWA Project - Hollings Road - Design, Geotech & Survey Only	50389	60,000	0	0	0	0	0
MRWA Project - Mount Shadforth Road (SLK 0.50 - 0.80)	50395	690,000	0	1,653	0	1,653	(1,653)
Comm Route - Glenrowan Road (SLK 0.01 - 2.46)	50330	288,000	0	0	0	0	0
Comm Route - Kernutts Road (SLK 1.85 - 2.85)	50331	469,000	0	0	0	0	0
Comm Route - Redman Road (SLK 2.50 - 4.79)	50332	263,000	0	0	0	0	0
SLRIP - Timber Bridge Replacement	50519	300,000	0	0	0	0	0
Pathway - Pedestrian Bridge Renewal	51005	50,000	0	0	0	0	0
Footpath Renewal Works	50020	80,000	0	0	0	0	0
Total Roads Infrastructure		3,571,500	33,722	30,467	0	30,467	3,255
Other Infrastructure							
Hardy Street Sewerage, Drainage & Remediation Works	0	1,071,582	0	0	0	0	0
Parks Infrastructure Upgrade - Berridge Park	52190	1,500,000	0	0	0	0	0
Denmark Surf Club Precinct Development - Public Realm	52150	680,000	258,400	159,200	245,426	404,626	99,200
Install BBQ Facilities at Rivermouth	52160	42,000	0	0	0	0	0
Hopson Park Upgrades	52185	65,000	0	0	0	0	0
Recreation Facility Fencing & Delineation Upgrades	52180	30,000	0	61	0	61	(61)
Peaceful Bay Water Supply Upgrade	52130	0	0	4,379	0	4,379	(4,379)
Peaceful Bay Outdoor Gym Equipment	52195	34,000	0	0	0	0	0
Upgrade Community Infrastructure - EV's (Project 1)	50132	16,000	0	0	0	0	0
Upgrade Community Infrastructure - EV's (Project 2)	50135	105,000	0	0	19,067	19,067	(19,067)
Total Other Infrastructure		3,543,582	258,400	163,640	264,493	428,133	75,693
Summary of Capital Acquisitions							
Land and Buildings		2,175,000	487,700	694,857	165,150	860,007	(207,157)
Plant and Equipment		1,361,000	25,000	19,344	0	19,344	5,656
Furniture and Equipment		110,000	0	0	0	0	0
Roads Infrastructure (including Bridges)		3,571,500	33,722	30,467	0	30,467	3,255
Other Infrastructure		3,543,582	258,400	163,640	264,493	428,133	75,693
Capital Expenditure Total		10,761,082	804,822	908,309	429,643	1,337,952	(122,554)
		% Completed		8.44%	Actual	12.43%	Committed

Comments/Notes - Capital Expenditure

\$908,309 of capital expenditure has been incurred to the end of August 2025. This represents 8.44% of the annual adopted budgeted capital works. Total YTD committed expenditure of \$1,337,952 has been incurred, which represents 12.43% of the total annual capital expenditure budget.

SHIRE OF DENMARK
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the period ending 31 August 2025

Note 6: RESERVES

Name	Adopted Budget Opening Balance	Actual Opening Balance	Adopted Budget Interest Earned	Actual Interest Earned	Adopted Budget Transfers In (+)	Actual Transfers In (+)	Adopted Budget Transfers Out (-)	Actual Transfers Out (-)	Transfer out Reference	Adopted Budget Closing Balance	Actual YTD Closing Balance
	\$	\$	\$	\$	\$	\$	\$	\$		\$	\$
Lime Quarry Rehabilitation Reserve	324,865	324,865	13,319	809	0	0	0	0		338,184	325,673
Parry Inlet Reserve	213,516	213,516	8,754	531	10,000	0	0	0		232,270	214,047
Employee Leave Entitlements Reserve	488,500	488,500	20,028	1,216	0	0	(20,000)	0		488,528	489,716
Infrastructure Reserve	2,310,929	2,310,929	94,748	5,751	514,308	0	(1,788,582)	0		1,131,403	2,316,680
Plant Replacement Reserve	570,563	570,563	23,393	1,420	400,000	0	(469,000)	0		524,956	571,983
Waste Services Reserve	1,156,656	1,156,656	47,423	2,879	170,000	0	0	0		1,374,079	1,159,535
Aquatic Facility Development Reserve	125,365	125,365	5,140	312	10,000	0	0	0		140,505	125,677
Lionsville Reserve	-	0	0	0	0	0	0	0		0	0
Peaceful Bay Reserve	377,643	377,643	15,483	940	35,000	0	0	0		428,126	378,583
Rivermouth Caravan Park Reserve	137,140	137,140	5,623	341	0	0	0	0		142,763	137,482
Peaceful Bay Caravan Park Reserve	93,738	93,738	3,843	233	0	0	0	0		97,581	93,971
Recreation Centre Reserve	36,303	36,303	1,488	90	50,000	0	(15,000)	0		72,791	36,393
Strategic Reserve	135,753	135,753	5,566	338	5,000	0	0	0		146,319	136,091
ICT Reserve	64,338	64,338	2,638	160	15,000	0	(60,000)	0		21,976	64,499
Legal Contingency Reserve	42,892	42,892	1,759	107	10,000	0	0	0		54,651	42,999
	6,078,201	6,078,201	249,205	15,127	1,219,308	0	(2,352,582)	0		5,194,132	6,093,328

Comments/Notes - Reserves

The movement in cash backed reserve funds represents interest earned on reserve funds and transfers to and from reserves as adopted in the budget. The more significant transfers are normally performed towards the end of the financial year to coincide with the completion of the capital works program to which most transfers relate.

SHIRE OF DENMARK
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the period ending 31 August 2025

Note 7: INFORMATION ON BORROWINGS

(a) Debenture Repayments

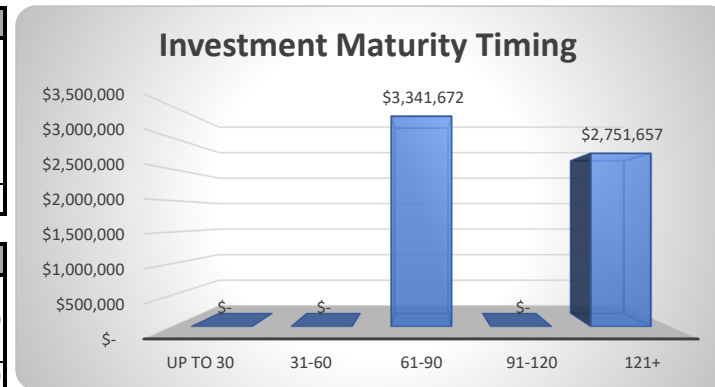
Particulars	Principal 1-Jul-25	New Loans (Adopted Budget)	New Loans (YTD Actual)	Principal Repayments			Principal Outstanding		Interest Repayments			Interest Rate	Maturity Date
				YTD Actual \$	YTD Budget \$	Adopted Budget \$	YTD Actual \$	Adopted Budget \$	YTD Actual \$	YTD Budget \$	Adopted Budget \$		
142 Lionsville	212,351			0	0	41,767	212,351	170,584	0	0	15,064	6.88%	12-Nov-29
147 Recreation - Football Clubrooms	84,818			0	0	14,906	84,818	69,912	0	0	5,790	6.37%	30-Jun-30
152 Purchase Reserve 27101	181,236			0	0	25,897	181,236	155,339	0	0	11,865	6.04%	30-Jun-31
157 Riverside Club S/Supporting	282,930			0	0	21,756	282,930	261,174	0	0	10,896	3.80%	12-May-36
159 Riverside Club Stage 1	318,408			11,622	11,622	23,424	306,786	294,984	1,122	1,122	11,565	3.11%	13-Aug-36
158 Purchase Lot 228, Reserve 18587	55,122			0	0	55,122	55,122	0	0	0	1,255	2.70%	01-Jun-26
160 Purchase Waste Services Truck	267,200			0	0	85,173	267,200	182,027	0	0	12,688	4.45%	30-Jun-28
161 Energy Efficiency Upgrades	387,724			0	0	50,469	387,724	337,255	0	0	18,822	4.40%	31-Mar-32
162 Surf Club Precinct Redevelopment	563,670			0	0	46,674	563,670	516,996	0	0	29,484	4.72%	31-Mar-35
163 - Depot Upgrade		1,000,000	0	0	0	37,723	0	962,277	0	0	26,068	TBC	TBC
	2,353,458	1,000,000	0	11,622	11,622	402,909	2,341,836	2,950,547	1,122	1,122	143,497		

SHIRE OF DENMARK INVESTMENT REGISTER For the period ending 31 August 2025									
INVESTMENT REGISTER									
INVESTMENT NO.	TYPE	ACC NO.	DATE INVESTED	MATURITY DATE	FUND	AMOUNT INVESTED	INTEREST RATE	DAYS INVESTED	INSTITUTION
3R	TD	74-949-5332	30-Jun-25	26-Sep-25	Restricted	\$ 1,487,987	4.25%	88	NAB
4R	TD	4906930	30-Jun-25	26-Sep-25	Restricted	\$ 1,103,685	4.10%	88	BENDIGO
5R	TD	38218207.161	29-Aug-25	02-Mar-26	Restricted	\$ 1,700,928	4.08%	185	CBA
6R	TD	30-866-6423	30-Jul-25	27-Jan-26	Restricted	\$ 799,081	4.20%	181	NAB
7R	TD	90-089-3246	30-Jun-25	26-Sep-25	Restricted	\$ 750,000	4.25%	88	NAB
8R	TD	38218207.162	29-Aug-25	02-Mar-26	Restricted	\$ 251,648	4.08%	185	CBA
TOTAL FUNDS INVESTED						\$ 6,093,329			

PORTFOLIO ANALYSIS						INTEREST EARNED			
Institution	Amount	No.	%	S&P STR @ May 2022	Policy - S&P STR Institution Investment Max %	Month Actual	Month Actual	YTD Actual	YTD Budget
NAB	\$ 3,037,068	3	49.84%	A-1+	50%	Interest on Investments	13,134	43,841	42,592
CBA	\$ 1,952,576	2	32.04%	A-1+	50%	Accrued Interest	27,222		
Bendigo Bank	\$ 1,103,685	1	18.11%	A-2	25%				
Total Funds Invested	\$ 6,093,329	6	100.00%			Total Interest Earned	40,356	43,841	42,592

	Amount
Opening Balance for Month	6,080,494
Add: Funds Invested	-
Less: Funds Redeemed	299
Add: Interest Earned on Investments for Month	13,134
Closing Balance for the Month	6,093,329

BREAKDOWN OF INVESTED FUNDS	
	Amount
Municipal	0
Reserves	6,093,329
Total Funds Invested	6,093,329



SHIRE OF DENMARK
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the period ending 31 August 2025

SUMMARY: CASH AND INVESTMENTS

	Interest Rate	Unrestricted \$	Restricted \$	Trust \$	Total Amount \$	Institution	Maturity Date
(a) Cash Deposits							
Municipal Bank Account	Variable	1,128,403			1,128,403	NAB	At Call
Trust Bank Account	0.00%			850	850	NAB	At Call
Other Cash On Hand	Nil	2,520			2,520	N/A	On Hand
Other Cash - Bond	Nil	4,372			4,372	N/A	On Hand
Sub Total Cash Deposits		1,135,295	0	850	1,136,146		
(b) Term Deposits							
3R	4.25%		1,487,987		1,487,987	NAB	26-Sep-25
4R	4.10%		1,103,685		1,103,685	BENDIGO	26-Sep-25
5R	4.08%		1,700,928		1,700,928	CBA	02-Mar-26
6R	4.20%		799,081		799,081	NAB	27-Jan-26
7R	4.25%	0	750,000		750,000	NAB	26-Sep-25
8R	4.08%	0	251,648		251,648	CBA	02-Mar-26
Sub Total Term Deposits		0	6,093,329	0	6,093,329		
Total Cash & Investments		1,135,295	6,093,329	850	7,229,475		

NAB National Australia Bank
CBA Commonwealth Bank of Australia
BENDIGO Bendigo Bank