CITY OF KALAMUNDA

MONTHLY FINANCIAL REPORT

(Containing the required statement of financial activity and statement of financial position)

For the period ended 31 October 2026

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

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CITY OF KALAMUNDA
STATEMENT OF FINANCIAL ACTIVITY
FOR THE PERIOD ENDED 31 OCTOBER 2026

	Note	Adopted Budget Estimates (a)	YTD Budget Estimates (b)	YTD Actual (c)	Variance* $ (c) - (b)	Variance* % ((c) - (b))/(b)	Var.
		$	$	$	$	%	
OPERATING ACTIVITIES							
Revenue from operating activities							
General rates		56,403,941	55,756,732	**55,709,737**	(46,995)	(0.08%)	
Rates excluding general rates		282,505	282,505	**179,416**	(103,089)	(36.49%)	▼
Grants, subsidies and contributions		4,650,652	691,533	**754,081**	62,548	9.04%	
Fees and charges		21,141,795	17,982,997	**18,419,408**	436,411	2.43%	▲
Interest revenue		4,652,735	1,274,095	**1,064,314**	(209,781)	(16.47%)	▼
Other revenue		373,020	473,064	**468,807**	(4,257)	(0.90%)	
Profit on asset disposals		0	0	**49,919**	49,919		▲
		87,504,648	**76,460,926**	**76,645,682**	**184,756**	0.24%	
Expenditure from operating activities							
Employee costs		(39,468,343)	(12,903,112)	**(11,065,482)**	1,837,630	14.24%	▲
Materials and contracts		(36,991,473)	(12,330,491)	**(8,606,182)**	3,724,309	30.20%	▲
Utility charges		(2,242,957)	(296,380)	**(295,938)**	442	0.15%	
Depreciation		(19,384,390)	(6,461,463)	**(6,611,837)**	(150,374)	(2.33%)	▼
Finance costs		(255,177)	(85,059)	**(80,646)**	4,413	5.19%	
Insurance		(808,962)	(703,026)	**(678,363)**	24,663	3.51%	
Other expenditure		(779,256)	(232,424)	**(229,289)**	3,135	1.35%	
Loss on asset disposals		(150,000)	(50,000)	**(25,520)**	24,480	48.96%	▲
		(100,080,558)	**(33,061,955)**	**(27,593,257)**	**5,468,698**	16.54%	
Amounts excluded from operating activities	2(c)	19,712,390	6,743,960	**6,657,438**	(86,522)	(1.28%)	
Amount attributable to operating activities		**7,136,480**	**50,142,931**	**55,709,863**	**5,566,932**	11.10%	
INVESTING ACTIVITIES							
Inflows from investing activities							
Proceeds from capital grants, subsidies and contributions		26,785,796	8,928,599	**2,315,069**	(6,613,530)	(74.07%)	▼
Proceeds from disposal of property, plant and equipment		0	0	**121,795**	121,795		▲
		27,696,561	**8,928,599**	**2,436,864**	**(6,491,734)**	(71.91%)	
Outflows from investing activities							
Acquisition of property, plant and equipment		(19,733,063)	(6,577,688)	**(4,385,303)**	2,192,385	33.33%	▲
Acquisition of infrastructure		(25,530,015)	(8,510,005)	**(3,129,112)**	5,380,893	63.23%	▲
Payments for financial assets at amortised cost - self supporting loans		(900,000)	0	**0**	0		
		(46,163,078)	**(15,087,693)**	**(7,514,415)**	**7,573,278**	50.20%	
Amount attributable to investing activities		**(18,466,517)**	**(6,159,094)**	**(5,077,551)**	**1,081,543**	17.56%	
FINANCING ACTIVITIES							
Inflows from financing activities							
Proceeds from new borrowings		2,539,000	0	**0**	0		
Transfer from reserves		12,718,242	48,057	**48,057**	0	0.00%	
		15,257,242	**48,057**	**48,057**	**0**	0.00%	
Outflows from financing activities							
Repayment of borrowings		(1,340,723)	(446,908)	**(837,132)**	(390,224)	(87.32%)	▼
Payments for principal portion of lease liabilities		(229,389)	(106,312)	**(106,312)**	0	0.00%	
Transfer to reserves		(6,105,414)	(448,278)	**(448,278)**	0	0.00%	
		(7,675,527)	**(1,001,498)**	**(1,391,722)**	**(390,224)**	(38.96%)	
Amount attributable to financing activities		**7,581,715**	**(953,441)**	**(1,343,665)**	**(390,224)**	(40.93%)	
MOVEMENT IN SURPLUS OR DEFICIT							
Surplus or deficit at the start of the financial year	2(a)	3,792,139	3,792,139	**4,436,522**	644,383	16.99%	▲
Amount attributable to operating activities		7,136,480	50,142,931	**55,709,863**	5,566,932	11.10%	▲
Amount attributable to investing activities		(18,466,517)	(6,159,094)	**(5,077,551)**	1,081,543	17.56%	▲
Amount attributable to financing activities		7,581,715	(953,441)	**(1,343,665)**	(390,224)	(40.93%)	▼
Surplus or deficit after imposition of general rates		**43,817**	**46,822,534**	**53,725,169**	**6,902,634**	14.74%	▲

KEY INFORMATION

▲▼ Indicates a variance between Year to Date (YTD) Budget and YTD Actual data outside the adopted materiality threshold.
▲ Indicates a variance with a positive impact on the financial position.
▼ Indicates a variance with a negative impact on the financial position.
Refer to Note 3 for an explanation of the reasons for the variance.

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

This Financial Report albeit for the period ending 30 September 2026, should not be read as being the City's final 30 September 2026 financial position as the closing balances for the 30 June 2026 are still to be finalised and audited.

CITY OF KALAMUNDA
STATEMENT OF FINANCIAL POSITION
FOR THE PERIOD ENDED 31 OCTOBER 2026

	Actual 30 June 2026	Actual as at 31 October 2025	Actual as at 31 October 2026
	$		$
CURRENT ASSETS			
Cash and cash equivalents	43,441,655	63,172,888	57,360,925
Trade and other receivables	38,124,042	52,519,111	53,099,406
Other financial assets	0	20,403,794	30,871,989
Inventories	180,515	168,797	307,676
Other assets	694,349	1,201,739	1,264,457
Non-current assets classified as held for sale	386,067	1,376,067	386,067
TOTAL CURRENT ASSETS	82,826,628	138,842,396	143,290,520
NON-CURRENT ASSETS			
Trade and other receivables	1,146,750	1,505,768	1,076,750
Other financial assets	332,493	159,239	332,493
Inventories	4,081,752	544,211	4,081,752
Property, plant and equipment	151,162,063	147,344,982	151,735,155
Infrastructure	492,063,977	487,238,542	491,802,259
Right-of-use assets	547,063	0	3,453,225
TOTAL NON-CURRENT ASSETS	649,334,098	636,792,742	652,481,634
TOTAL ASSETS	732,160,726	775,635,138	795,772,154
CURRENT LIABILITIES			
Trade and other payables	7,045,032	11,274,393	15,451,348
Other liabilities	5,101,057	7,930,122	10,149,353
Lease liabilities	232,742	118,898	126,430
Borrowings	1,338,329	947,226	143,097
Employee related provisions	6,112,256	5,222,472	5,215,500
TOTAL CURRENT LIABILITIES	19,829,416	25,493,111	31,085,728
NON-CURRENT LIABILITIES			
Trade and other payables	12,520	10,771	15,738
Lease liabilities	395,829	624,966	395,829
Borrowings	5,196,971	4,160,017	5,196,971
Employee related provisions	966,236	673,820	966,236
TOTAL NON-CURRENT LIABILITIES	6,571,556	5,469,574	6,574,774
TOTAL LIABILITIES	26,400,972	30,962,685	37,660,502
NET ASSETS	**705,759,754**	**744,672,453**	**758,111,652**
EQUITY			
Retained surplus	248,537,029	289,152,027	303,237,769
Reserve accounts	38,050,921	36,499,740	35,702,079
Revaluation surplus	419,171,804	419,020,686	419,171,804
TOTAL EQUITY	**705,759,754**	**744,672,453**	**758,111,652**

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

1 BASIS OF PREPARATION AND MATERIAL ACCOUNTING POLICIES

BASIS OF PREPARATION

This prescribed financial report has been prepared in accordance with the *Local Government Act 1995* and accompanying regulations.

Local Government Act 1995 requirements
Section 6.4(2) of the Local Government Act 1995 read with the *Local Government (Financial Management) Regulations 1996,* prescribe that the financial report be prepared in accordance with the *Local Government Act 1995* and, to the extent that they are not inconsistent with the Act, the Australian Accounting Standards. The Australian Accounting Standards (as they apply to local governments and not-for-profit entities) and Interpretations of the Australian Accounting Standards Board were applied with exception to the following:

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 City to measure any vested improvements at zero cost.

Local Government (Financial Management) Regulations 1996, regulation 34 prescribes contents of the financial report. Supplementary information does not form part of the financial report.

Accounting policies which have been adopted in the preparation of this financial report have been consistently applied unless stated otherwise. Except for cash flow and rate setting information, the financial report has been prepared on the accrual basis and is based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and liabilities.

PREPARATION TIMING AND REVIEW

Date prepared: All known transactions up to 12 November 2026

The local government reporting entity
All funds through which the City controls resources to carry on its functions have been included in the financial statements forming part of this financial report.

All monies held in the Trust Fund are excluded from the financial statements.

Material accounting policies
Material accounting policies utilised in the preparation of these statements are as described within the 2026-27 Annual Budget. Please refer to the adopted budget document for details of these policies.

Critical accounting estimates and judgements
The preparation of a financial report in conformity with Australian Accounting Standards requires management to make judgements, estimates and assumptions that effect the application of policies and reported amounts of assets and liabilities, income and expenses.

The estimates and associated assumptions are based on historical experience and various other factors believed to be reasonable under the circumstances; the results of which form the basis of making the judgements about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

As with all estimates, the use of different assumptions could lead to material changes in the amounts reported in the financial report.

The following are estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year and further information on their nature and impact can be found in the relevant note:
- Fair value measurement of assets carried at reportable value including:
  - Property, plant and equipment
  - Infrastructure
- Impairment losses of non-financial assets
- Expected credit losses on financial assets
- Assets held for sale
- Investment property
- Estimated useful life of intangible assets
- Measurement of employee benefits
- Measurement of provisions
- Estimation uncertainties and judgements made in relation to lease accounting

2 NET CURRENT ASSETS INFORMATION

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

	Note	Adopted Budget Opening 1 July 2026	Actual as at 30 June 2026	Actual as at 31 October 2026
Current assets		$	$	$
Cash and cash equivalents		52,239,395	43,441,655	57,360,925
Trade and other receivables		8,745,828	38,124,042	53,099,406
Other financial assets		17,010,189	0	30,871,989
Inventories		176,010	180,515	307,676
Other assets		531,158	694,349	1,264,457
Assets classified as held for sale		0	386,067	386,067
		78,702,580	82,826,628	143,290,520
Less: current liabilities				
Trade and other payables		(8,038,842)	(7,045,032)	(15,451,348)
Other liabilities		(11,888,726)	(5,101,057)	(10,149,353)
Lease liabilities		(106,163)	(232,742)	(126,430)
Borrowings		(1,215,705)	(1,338,329)	(143,097)
Employee related provisions		(5,178,352)	(6,112,256)	(5,215,500)
Other provisions		(6,315)	0	0
		(26,434,103)	(19,829,416)	(31,085,728)
Net current assets		52,268,477	62,997,212	112,204,792
Less: Total adjustments to net current assets	2(b)	(52,224,660)	(58,560,690)	(58,479,623)
Closing funding surplus / (deficit)		**43,817**	**4,436,522**	**53,725,169**

(b) Current assets and liabilities excluded from budgeted deficiency

Adjustments to net current assets				
Less: Reserve accounts		(53,546,528)	(38,050,924)	(38,451,142)
Less: Current assets not expected to be received at end of year				
- Movement into receivable from EMRC		0	(30,718,215)	(30,718,215)
Add: Current liabilities not expected to be cleared at the end of the year				
- Current portion of lease liabilities		106,163	232,742	126,430
- Current portion of borrowings		1,215,705	1,338,329	143,097
Add: Current liabilities covered by funds held in reserve account				
- Current portion of contract liabilities		0	(491,158)	(402,021)
- Current portion of capital grant/contributions liabilities		0	3,105,407	10,149,353
- Current portion of employee benefit provisions		0	6,023,129	672,876
Total adjustments to net current assets	2(a)	**(52,224,660)**	**(58,560,690)**	**(58,479,623)**

(c) Amounts excluded from operating activities

	Adopted Budget Estimates 30 June 2027	YTD Budget Estimates 31 October 2026	YTD Actual 31 October 2026
	$	$	$
Less: Profit on asset disposals	0	0	(49,919)
Add: Loss on disposal of assets	150,000	50,000	25,520
Add: Depreciation	19,384,390	6,515,960	6,611,837
Non-cash movements in non-current assets and liabilities:			
- Pensioner deferred rates	100,000	100,000	70,000
- Employee provisions	78,000	78,000	0
Total amounts excluded from operating activities	**19,712,390**	**6,743,960**	**6,657,438**

CURRENT AND NON-CURRENT CLASSIFICATION

In the determination of whether an asset or liability is current or non-current, consideration is given to the time when each asset or liability is expected to be settled. Unless otherwise stated assets or liabilities are classified as current if expected to be settled within the next 12 months, being the local governments' operational cycle.