Agenda Item Submission

Submission

Council / Committee Name *
Ordinary Meeting

Agenda Section *
Finance Report

Requested Meeting Session *
Wednesday 15th July 2026

Date Requested *
08-Jul-26
Date item was requested

Agenda Item Subject *
Finance Report

Agenda Item Number
OM2026/07-003

Classification *
☑ **Information** ☐ Action ☐ Note ☐ Confidential

Details

Recommendation *

A. That council receive and note the preliminary Finance Report for June 2026.
B. That Council receive and accept the interim audit report.

Background/Summary

That Council note that the financial report is an estimate as we prepare for year end financial statements and this might require substantial adjustments after the presentation of the the report to Council. I am also presenting the Interim Audit Report from our external auditors. Within the context of debt policy and the management of cash flow we have financed our insurance premium for the next financial year through IQumulate Premium Funding for an amount of $682,914.60 which will be paid over 10 instalments. In terms of the policy statement clause 3.2, borrowings will only be made for capital expenditure or short tem working capital. Please note the wording of clause 3.4 in the debt policy.

The powerpoint for the Finance report is too large to be attached and will be sent as a separate report.

Budget and Resource Considerations

Action Options

Appointments and Meetings

Date	Description

Link to Operational Plan

Consultation

Risk Assessment

Low **Medium** High

Attach Supporting Agenda Materials

Debt Policy - June 2026.pdf	381.82KB
Hope Vale Aboriginal Shire Council - 2026 Interim report (1).pdf	746.06KB
Hope Vale Aboriginal Shire Council June 2026 Report.pdf	839.98KB

Reference Document

Yes **Not Applicable**

Report Prepared by *

Micah Nkiwane

Submitter Email *

micah.nkiwane@hopevale.qld.gov.au

Office Use Only

Report Authorised by

Decision

(●) **Approve** ( ) Reject

Signature	**Full Name**	**Date**
Lew Rojahn	Lew Rojahn	08-Jul-26

Comments, Questions and Rejections Notes

A full history of this Submissions journey can be found in the Action History Tab contained in the pane on the right

Commentors Name *	Choose Type of Comment *	Enter your Comment, Question or Reason For Rejection Note here *

**The Last Rejection comments will be shared with the original applicant when Rejection notifications are enabled

Add Comment

HOPE VALE

Ngurraar

Waandaar

ABORIGINAL SHIRE COUNCIL

Agenda

1. Council's Finances
2. Financial Performance
3. Profit and Loss 01/07/2025 to 30/06/2026
4. Profit and Loss compared to same period last year
5. Main Sources of Income
6. Expenditure Distribution
7. Financial Position
8. Cash at Bank
9. Restricted versus Unrestricted Cash Position
10. Aged Receivables
11. Aged Payables
12. Sustainability Ratios

Financial Performance

Profit and Loss

Profit and Loss Statement for the period 1 July 2025 to 30 June 2026 (change since last report)-**Preliminary**

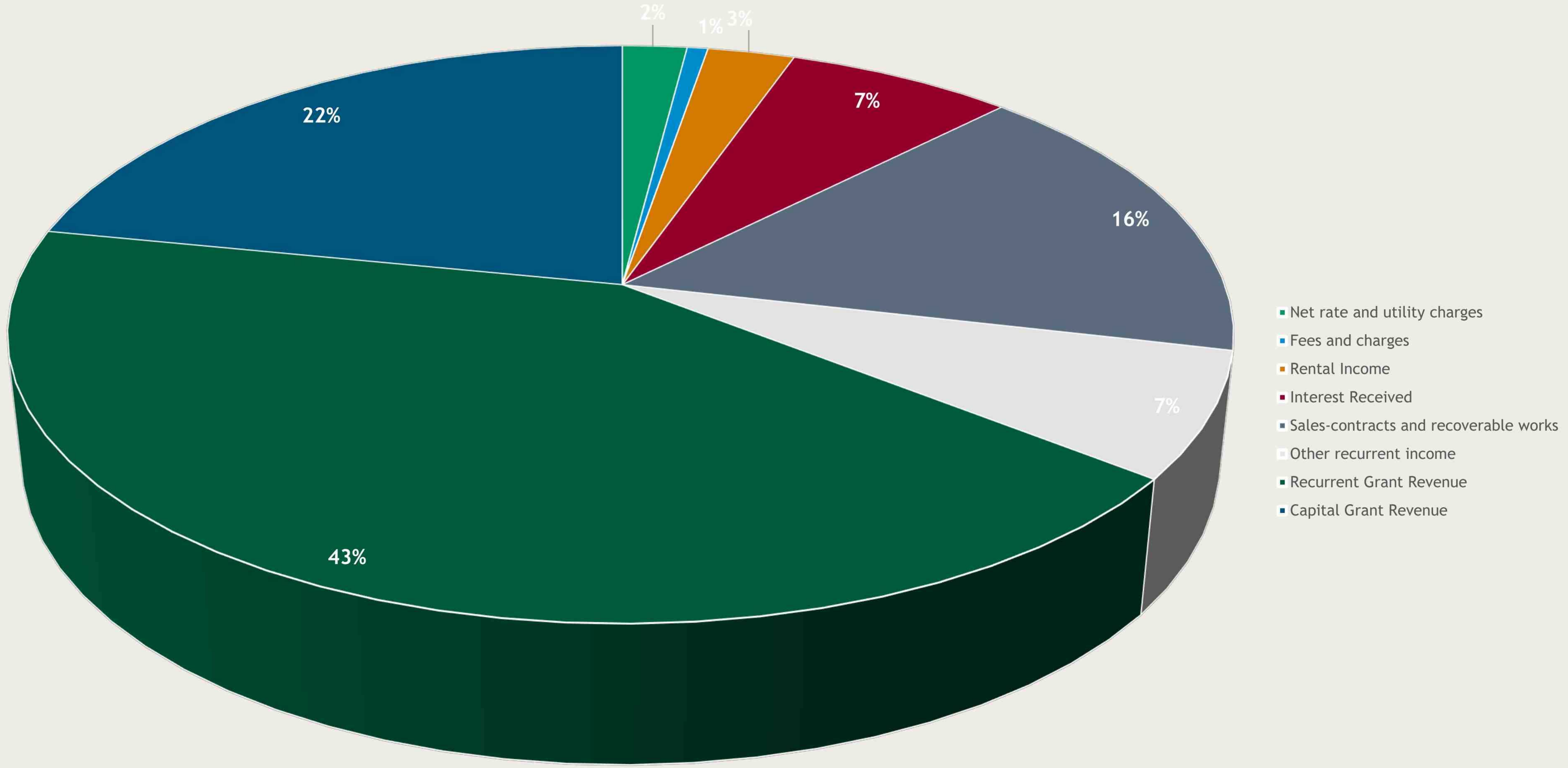
	THIS REPORT $	LAST REPORT	SHIFT $
Revenue			
Recurrent Revenue	23,314,469.57	18,009,090.18	**5,305,379.39**
Capital Revenue	6,517,753.06	6,516,814.88	**938.18**
Total Income	**29,832,222.63**	**24,525,905.06**	**5,306,317.57**
Expenses			
Recurrent Expenses	20,043,468.27	17,949,542.49	2,093,925.78
Total Expenses	**20,043,468.27**	**17,949,542.49**	**2,093,925.78**
Net Income	**9,788,754.36**	**6,576,362.57**	**3,212,391.79**

Profit and Loss

Profit and Loss Statement for the period 1 July 2025 to 31 May 2026 (compared to same period last four years)-**Preliminary**

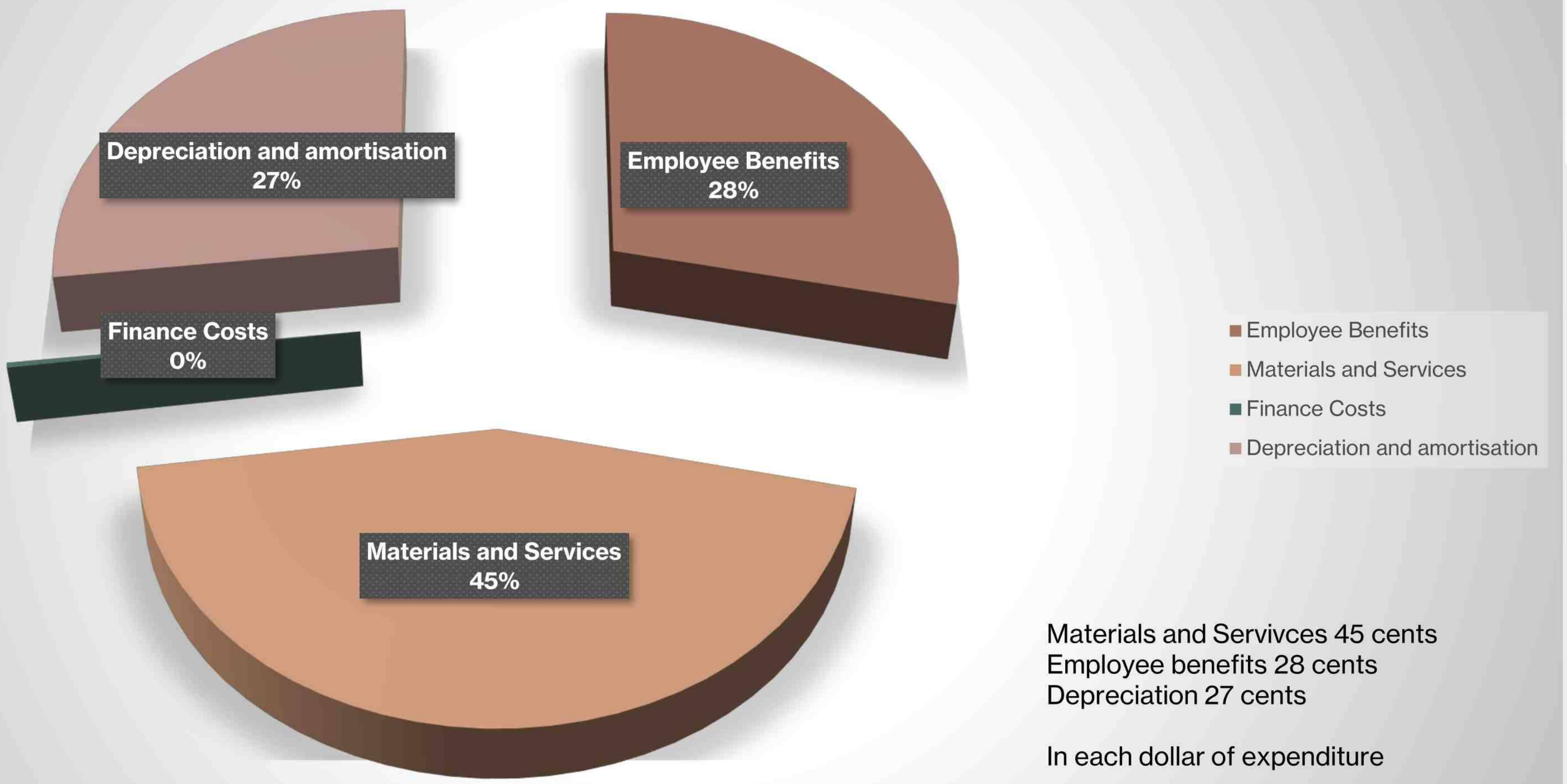
	To 30 June 2026	To 30 June 2025	To 30 June 2024	To 30 June 2023	To 30 June 2022
Revenue					
Recurrent Revenue	23,314,469	23,161,135	19,641,362	16,604,101	14,829,377
Capital Revenue	6,517,753	3,684,500	3,693,516	4,234,375	5,035,911
Total Income	**29,832,222**	**26,845,637**	**23,334,878**	**24,820,732**	**21,188,021**
Expenses					
Recurrent Expenses	20,043,468	18,577,883	20,382,873	18,328,898	17,300,425
Total Expenses	**20,025,164**	**18,577,883**	**20,382,873**	**18,328,898**	**17,300,425**
Net Income	**9,788,754**	**11,574,959**	**7,967,368**	**17,888,498**	**11,683,939**

Main Sources of Council Income-Preliminary



Expenditure

Main Sources of Council Expenditure-Preliminary



Employee Benefits	5,681,748
Materials and Services	**8.918,080**
Finance Costs	**59,184**
Depreciation and amortisation	**5,385,453**
Total	**20,044,468**

Materials and Servivces 45 cents
Employee benefits 28 cents
Depreciation 27 cents

In each dollar of expenditure

Financial Position

Assets

Balance Sheet Statement as at 30 June 2026 (with comparison to last report)- Preliminary

	This Report $	Last Report $	Shift $
Assets			
Current Assets			
Cash and Cash Equivalents	65,452,227	60,969,793	**4,482,434**
Trade and Other Receivables	2,505,581	1,377,360	**1,128,221**
Inventories	668	668	-
Other Assets	362.87	0.15	362.17
Total Current Assets	**67,958,841**	**62,307,822**	**5,651,019**
Non-Current Assets			
Trade and Other Receivables	19,698,662	19,698,662	-
Right of Use Assets	432,329	432,329	-
Property, Plant and Equipment	96,758,493	99,259,761	**(2,501,268)**
Capital Works in Progress	5,299,234	5,171,166	**128,068**
Total Non-Current Assets	**122,188,719**	**124,561,919**	**(2,373,200)**
Total Assets	**190,147,560**	**186,869,742**	**3,277,818**

Liabilities

Balance Sheet Statement as at 30 June 2026 (with comparison to last report)-Preliminary

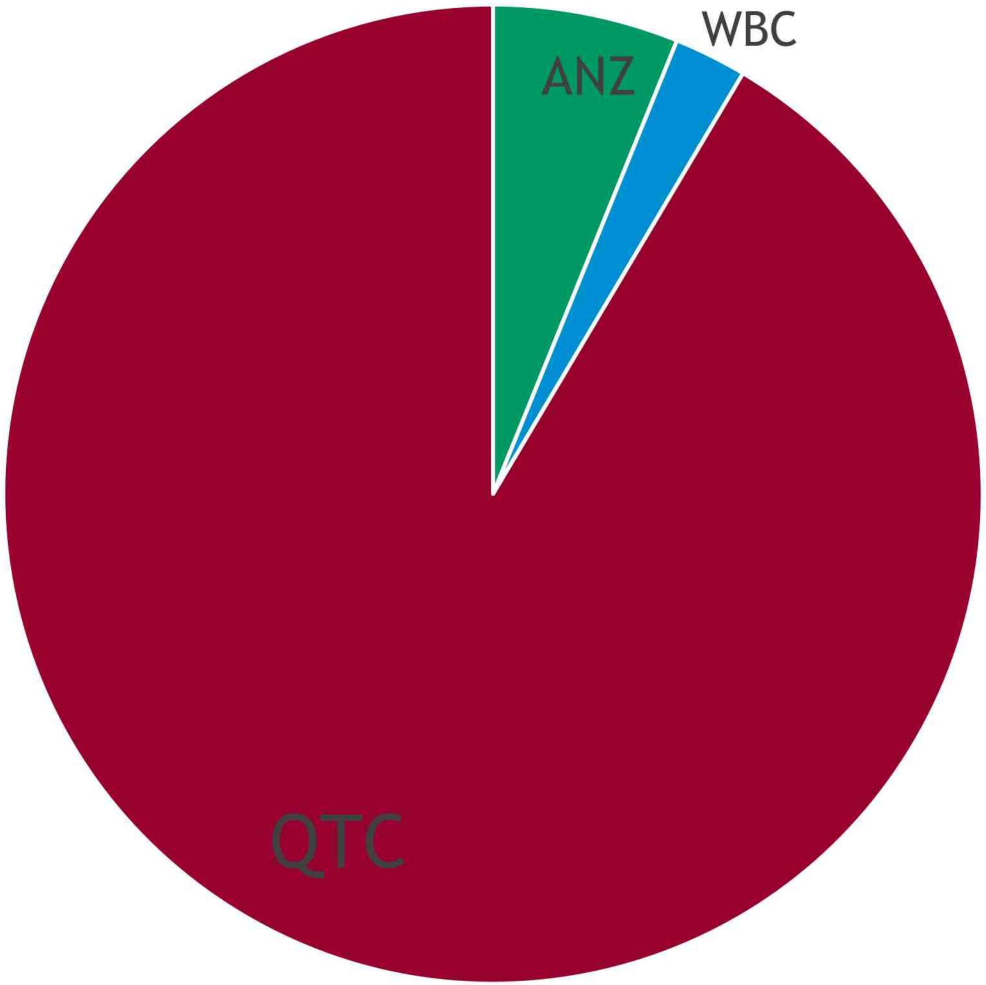
	This Report $	Last Report $	Shift $
Liabilities			
Current Liabilities			
Trade and Other Payables	1,284,123	294,590	**989,533**
Provisions	192,317	191,677	**640**
Lease Liability Current	1,803,450	517,650	**1,285,800**
Total Current Liabilities	**3,279,890**	**1,003,917**	**2,275,973**
Non-Current Liabilities			
Trade and Other Payables	3,124	4,148	**1,024**
Provisions	273,378	269,416	**3,962**
Lease Liability Non-Current	371,951	371,951	-
Total Non-Current Liabilities	**648,454**	**645,515**	**2,939**
Total Liabilities	**3,928,344**	**1,649,433**	**2,278,911**
Net Assets	**186,219,215**	**185,220,308**	**998,907**

Cash at bank-as at 30 JUNE 2026

Council banking is with three banks

Westpac Banking Corporation-the main account

$1,568,281.40
($1,185,230.84)



Australia and New Zealand Banking Group-two funding accounts

$4,005,708.81
($2,665,471.11)

Total Cash Available

$65,316,962.64
($60,861,123.13)

Queensland Treasury Corporation-two high interest accounts

$59,742,972.43
($57,010,421.18)

Restricted v Unrestricted Cash Position

Restricted and Unrestricted Cash as at 31 April 2026

	Funding Type	$
Restricted Grant Funding	Capital	6,671,006
	Recurrent	785,777
	Total	**7,456,784**

Balance of Unrestricted Cash **57,860,178**

Aged Receivables
Who owes us money

Key Notes

Total Balance as at 30 June 2026 $1,783,991.50

Over 90 days has a risk of non collection

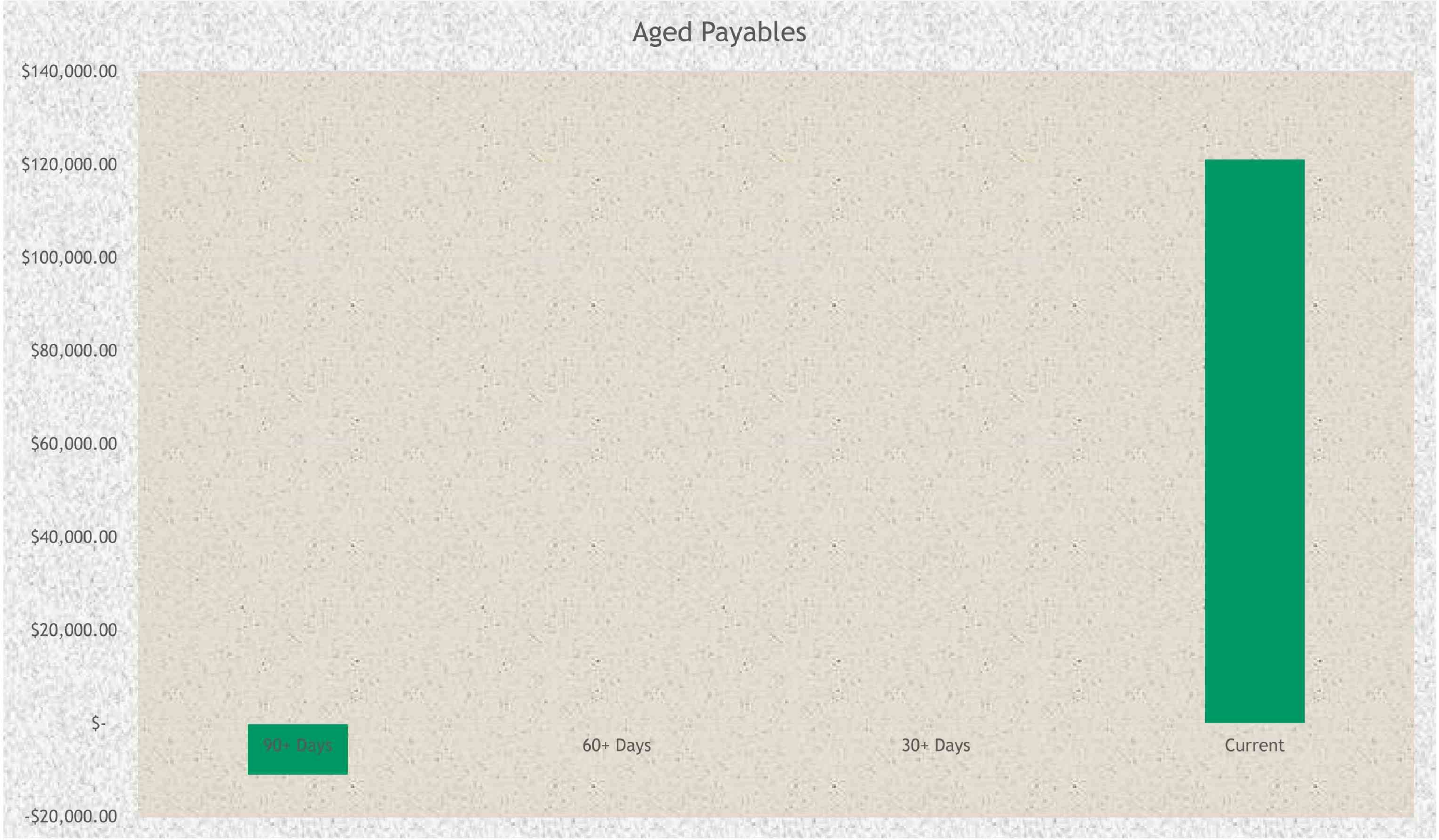
Note: Mostly child-care fees and lease fees

Aged Payables
Who we owe money to

Total Balance as at 30 June 2026

$110,145.50

We are giving more credit to the commercial community more than we are receiving



Sustainability Ratios

Sustainability Ratios-Preliminary

The below ratios represent Council's sustainability. The targets are indicated in *italics*.

- **1.**
  - Council Controlled Revenue Ratio
  - **2.14%**
  - The portion of total revenue that relates to charges generated by Council's operations.

- **2.**
  - Operating Surplus Ratio
  - **29.54%**
  - The surplus from operating revenue after operating expenses are deducted.

- **3.**
  - Operating Cash Ratio
  - **50.38%** ***>0.00%***
  - The surplus from operating revenue after operating expenses are deducted (sans depreciation and finance costs).

- **4.**
  - Unrestricted Cash Expense Cover Ratio
  - **61.99** ***>4***
  - the unrestricted cash balance can meet expenses (sans depreciation and finance costs).

- **5.**
  - Asset Sustainability Ratio
  - **29.92%** ***>90%***
  - Capital expenditure as a ratio compared to depreciation.

- **6.**
  - Asset Consumption Ratio
  - **56.88%** ***>60%***
  - Written down value of infrastructure assets compared to their replacement cost.