



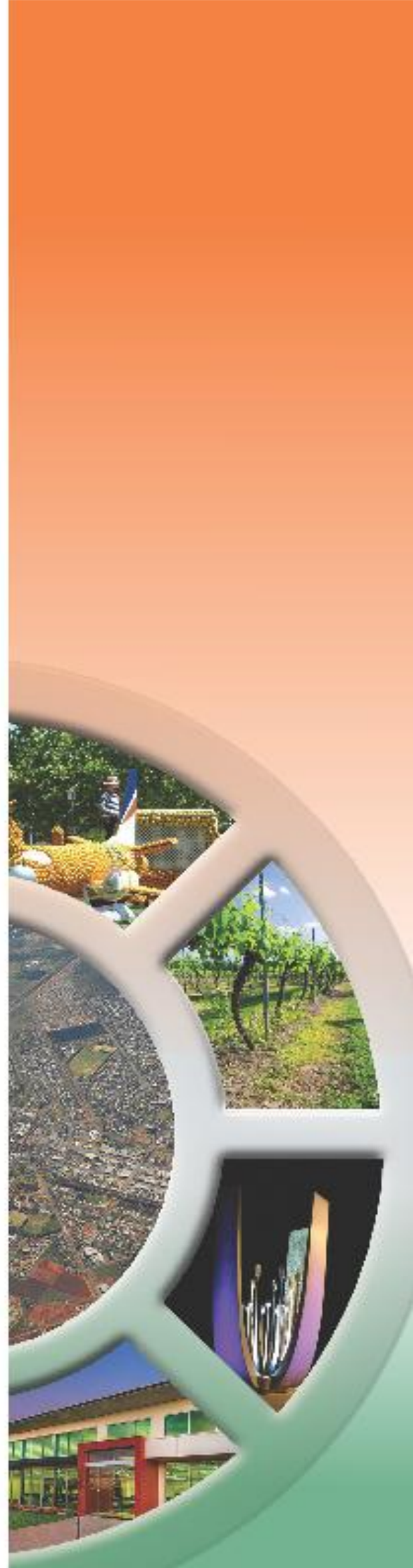
Ordinary Meeting

Tuesday, 27 October 2026

ATTACHMENTS UNDER SEPARATE COVER

CL06

Annual Financial Statements - Statements
Under Section 413(2)(C) of the Local
Government Act, 1993



ATTACHMENTS UNDER SEPARATE COVER

Page

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Griffith City Council

ANNUAL FINANCIAL STATEMENTS

for the year ended 30 June 2026



DRAFT

Griffith City Council

GENERAL PURPOSE FINANCIAL STATEMENTS
for the year ended 30 June 2026



Griffith City Council

General Purpose Financial Statements

for the year ended 30 June 2026

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Overview

Griffith City Council is constituted under the Local Government Act 1993 (NSW) and has its principal place of business at:

1 Benerembah Street
GRIFFITH NSW 2680

A description of the nature of Council's operations and its principal activities are provided in Note B1-2.

Through the use of the internet, we have ensured that our reporting is timely, complete and available at minimum cost. All press releases, financial statements and other information are publicly available on our website: www.griffith.nsw.gov.au.

Griffith City Council

General Purpose Financial Statements

for the year ended 30 June 2026

Statement by Councillors and Management made pursuant to Section 413 (2c) of the *Local Government Act 1993*

The attached general purpose financial statements have been prepared in accordance with:

- the *Local Government Act 1993* and the regulations made thereunder
- the Australian Accounting Standards issued by the Australian Accounting Standards Board
- the Local Government Code of Accounting Practice and Financial Reporting.

To the best of our knowledge and belief, these statements:

- present fairly the Council's operating result and financial position for the year
- accord with Council's accounting and other records.

We are not aware of any matter that would render these statements false or misleading in any way.

Signed in accordance with a resolution of Council made on 27 October 2026.

Doug Curran
Mayor
27 October 2026

[Councillor]
Deputy Mayor
27 October 2026

Scott Grant
General Manager
20 October 2026

Matthew Hansen
Responsible Accounting Officer
27 October 2026

Griffith City Council

Income Statement

for the year ended 30 June 2026

Original unaudited budget 2026	\$ '000	Notes	Actual 2026	Actual 2025
Income from continuing operations				
42,663	Rates and annual charges	B2-1	43,932	40,658
21,296	User charges and fees	B2-2	23,362	21,904
2,237	Other revenues	B2-3	2,221	1,704
10,420	Grants and contributions provided for operating purposes	B2-4	15,902	7,179
16,417	Grants and contributions provided for capital purposes	B2-4	14,151	13,839
2,992	Interest and investment income	B2-5	4,624	4,454
–	Other income	B2-6	513	565
–	Net gain from the disposal of assets	B4-1	286	131
96,025	Total income from continuing operations		104,991	90,434
Expenses from continuing operations				
32,867	Employee benefits and on-costs	B3-1	29,677	29,395
22,414	Materials and services	B3-2	22,238	21,948
862	Borrowing costs	B3-3	862	972
1,504	Other expenses	B3-5	1,378	1,301
57,647	Total expenses from continuing operations excluding depreciation, amortisation and impairment of non-financial assets		54,155	53,616
38,378	Operating result from continuing operations excluding depreciation, amortisation and impairment of non-financial assets		50,836	36,818
19,123	Depreciation, amortisation and impairment of non-financial assets	B3-4	20,665	19,188
19,255	Operating result from continuing operations		30,171	17,630
19,255	Net operating result for the year attributable to Council		30,171	17,630
Net operating result for the year before grants and contributions provided for capital purposes				
2,838			16,020	3,791

The above Income Statement should be read in conjunction with the accompanying notes.

Griffith City Council | Statement of Comprehensive Income | for the year ended 30 June 2026

Griffith City Council

Statement of Comprehensive Income

for the year ended 30 June 2026

\$ '000	Notes	2026	2025
Net operating result for the year – from Income Statement		30,171	17,630
Other comprehensive income:			
Amounts which will not be reclassified subsequent to operating result			
Gain (loss) on revaluation of infrastructure, property, plant and equipment	C1-6	71,673	(22)
Gain (loss) on revaluation of intangible assets	C1-7	284	928
Total other comprehensive income for the year		71,957	906
Total comprehensive income for the year attributable to Council		102,128	18,536

The above Statement of Comprehensive Income should be read in conjunction with the accompanying notes.

Griffith City Council | Statement of Financial Position | as at 30 June 2026

Griffith City Council

Statement of Financial Position

as at 30 June 2026

\$ '000	Notes	2026	2025
ASSETS			
Current assets			
Cash and cash equivalents	C1-1	52,770	23,987
Investments	C1-2	46,752	54,544
Receivables	C1-4	12,637	14,222
Inventories	C1-5	1,166	1,120
Other	C1-8	619	646
Total current assets		113,944	94,519
Non-current assets			
Investments	C1-2	20,000	15,500
Receivables	C1-4	—	10
Infrastructure, property, plant and equipment (IPPE)	C1-6	1,086,738	1,009,268
Intangible assets	C1-7	15,366	15,082
Investments accounted for using the equity method	D2-2	567	537
Total non-current assets		1,122,671	1,040,397
Total assets		1,236,615	1,134,916
LIABILITIES			
Current liabilities			
Payables	C3-1	13,166	11,926
Contract liabilities	C3-2	5,279	10,314
Borrowings	C3-3	3,986	3,354
Employee benefit provisions	C3-4	6,757	6,771
Provisions	C3-5	132	136
Total current liabilities		29,320	32,501
Non-current liabilities			
Borrowings	C3-3	26,194	23,430
Employee benefit provisions	C3-4	344	356
Provisions	C3-5	5,488	5,488
Total non-current liabilities		32,026	29,274
Total liabilities		61,346	61,775
Net assets		1,175,269	1,073,141
EQUITY			
Accumulated surplus		575,437	545,266
IPPE revaluation surplus	C4-1	599,832	527,875
Total equity		1,175,269	1,073,141

The above Statement of Financial Position should be read in conjunction with the accompanying notes.

Griffith City Council

Statement of Changes in Equity
for the year ended 30 June 2026

\$ '000	Notes	2026			2025		
		Accumulated surplus	IPPE revaluation surplus	Total equity	Accumulated surplus	IPPE revaluation surplus	Total equity
Opening balance at 1 July		545,266	527,875	1,073,141	527,636	526,969	1,054,605
Net operating result for the year		30,171	–	30,171	17,630	–	17,630
Other comprehensive income							
Gain (loss) on revaluation of infrastructure, property, plant and equipment	C1-6	–	71,673	71,673	–	(22)	(22)
Gain (loss) on revaluation of intangible assets	C1-7	–	284	284	–	928	928
Other comprehensive income		–	71,957	71,957	–	906	906
Total comprehensive income		30,171	71,957	102,128	17,630	906	18,536
Closing balance at 30 June		575,437	599,832	1,175,269	545,266	527,875	1,073,141

The above Statement of Changes in Equity should be read in conjunction with the accompanying notes.

Griffith City Council

Statement of Cash Flows

for the year ended 30 June 2026

Original unaudited budget 2026	\$ '000	Notes	Actual 2026	Actual 2025
Cash flows from operating activities				
Receipts:				
42,663	Rates and annual charges		43,844	40,566
21,296	User charges and fees		28,831	22,289
2,992	Interest received		4,687	4,090
26,837	Grants and contributions		26,350	23,295
–	Bonds, deposits and retentions received		20	–
2,237	Other		2,034	5,944
–	Deferred debtors receipts		10	11
–	Sale of real estate assets classified as inventory		–	5,130
Payments:				
(32,867)	Payments to employees		(29,758)	(29,033)
(22,414)	Payments for materials and services		(22,700)	(27,530)
(862)	Borrowing costs		(862)	(972)
–	Bonds, deposits and retentions refunded		–	(2,132)
(1,504)	Other		(4,185)	(821)
–	Purchase of real estate classified as inventory		–	(212)
38,378	Net cash flows from operating activities	G1-1	48,271	40,625
Cash flows from investing activities				
Receipts:				
–	Sale of investments		2,500	2,500
–	Redemption of term deposits		17,297	4,000
929	Proceeds from sale of IPPE		1,182	1,206
Payments:				
–	Purchase of investments		(2,307)	(8,981)
–	Acquisition of term deposits		(14,198)	(15,017)
(59,510)	Payments for IPPE		(27,358)	(26,047)
(58,581)	Net cash flows from investing activities		(22,884)	(42,339)
Cash flows from financing activities				
Receipts:				
6,750	Proceeds from borrowings		6,750	–
Payments:				
(3,354)	Repayment of borrowings		(3,354)	(3,244)
3,396	Net cash flows from financing activities		3,396	(3,244)
(16,807)	Net change in cash and cash equivalents		28,783	(4,958)
81,289	Cash and cash equivalents at beginning of year		23,987	28,945
64,482	Cash and cash equivalents at end of year	C1-1	52,770	23,987

The above Statement of Cash Flows should be read in conjunction with the accompanying notes.

Griffith City Council

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A About Council and these financial statements

A1-1 Basis of preparation

These financial statements were authorised for issue by Council on 27 October 2026. Council has the power to amend and reissue these financial statements in cases where critical information is received from public submissions or where the OLG directs Council to amend the financial statements.

The material accounting policy information related to these consolidated financial statements are set out below. Accounting policies have been consistently applied to all the years presented, unless otherwise stated.

These general purpose financial statements have been prepared in accordance with Australian Accounting Standards and Australian Accounting Interpretations, the *Local Government Act 1993* (Act) and *Local Government (General) Regulation 2021* (Regulation), and the Local Government Code of Accounting Practice and Financial Reporting. Council is a not-for-profit entity. The financial statements are presented in Australian dollars and are rounded to the nearest thousand dollars.

Historical cost convention

These financial statements have been prepared under the historical cost convention, as modified by the revaluation of infrastructure, property, plant and equipment, financial assets at fair value through profit and loss and intangible assets.

Significant accounting estimates and judgements

The preparation of financial statements requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Council's accounting policies.

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that may have a financial impact on the Council and that are believed to be reasonable under the circumstances.

Critical accounting estimates and assumptions

Council makes estimates and assumptions concerning the future.

The resulting accounting estimates will, by definition, seldom equal the related actual results.

The 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 include:

- (i) fair values of infrastructure, property, plant and equipment – refer Note C1-6

Significant judgements in applying the Council's accounting policies

- (i) Determination of whether performance obligations are sufficiently specific and whether the contract is within the scope of AASB 15 *Revenue from Contracts with Customers* and / or AASB 1058 *Income of Not-for-Profit Entities* – refer to Notes B2-2 – B2-4.

- (ii) fair value of intangible assets C1-7

- (iii) fair value of investments measured at fair value through profit and loss C1-2

- (iv) employee benefit provisions – refer Note C3-4.

- (v) landfill remediation provisions - refer Note C3-5

Monies and other assets received by Council

The Consolidated Fund

In accordance with the provisions of Section 409(1) of the *Local Government Act 1993 (NSW)*, all money and property received by Council is held in the Council's Consolidated Fund unless it is required to be held in the Council's Trust Fund.

The Consolidated Fund has been included in the financial statements of the Council.

Cash and other assets of the following activities/entities have been included as part of the Consolidated Fund:

- General Fund
- Water Fund
- Sewer Fund
- Griffith Health Facilities Limited

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A1-1 Basis of preparation (continued)

The Trust Fund

In accordance with the provisions of Section 411 of the *Local Government Act 1993 (NSW)*, a separate and distinct Trust Fund is maintained to account for all money and property received by the council in trust which must be applied only for the purposes of, or in accordance with, the trusts relating to those monies.

A separate statement of monies held in the Trust Fund is available for inspection at the council office by any person free of charge.

Volunteer services

Some of Council services are provided by volunteers. These include work in the museum and art gallery. The value of the services received cannot be reliably measured but it is not significant.

New accounting standards and interpretations issued but not yet effective

Certain new accounting standards and interpretations have been published that are not mandatory for the 30 June 2026 reporting period. Council has not applied any pronouncements before its operative date in the annual reporting period beginning 1 July 2025.

As at the date of authorisation of these financial statements Council does not consider that any of these new (and still to be applied) standards and interpretations are likely to have a material impact on the Council's future financial statements, financial position, financial performance or cash flows.

New accounting standards adopted during the year

There were no new standards relevant to Councils that became mandatorily effective for the year ended 30 June 2026.

B Financial Performance

B1 Functions or activities

B1-1 Functions or activities – income, expenses and assets

Income, expenses and assets have been directly attributed to the following functions or activities. Details of those functions or activities are provided in Note B1-2.

\$ '000	Income		Expenses		Operating result		Grants and contributions		Carrying amount of assets	
	2026	2025	2026	2025	2026	2025	2026	2025	2026	2025
Functions or activities										
Governance	723	584	2,399	2,586	(1,676)	(2,002)	–	–	37,917	36,793
Administration	806	419	10,067	9,022	(9,261)	(8,603)	416	92	19,656	19,362
Public order and safety	790	900	2,037	1,903	(1,247)	(1,003)	224	234	5,948	5,209
Health	152	387	494	494	(342)	(107)	9	244	784	735
Environment	19,723	11,485	7,337	6,910	12,386	4,575	9,683	2,624	93,465	85,643
Community services and education	142	112	749	690	(607)	(578)	58	28	14,326	11,129
Housing and community amenities	3,772	4,048	5,867	6,126	(2,095)	(2,078)	1,430	2,412	21,434	21,305
Water supplies	15,438	15,182	9,473	8,383	5,965	6,799	1,049	1,346	238,795	227,799
Sewerage services	13,860	13,743	7,590	7,299	6,270	6,444	625	1,025	193,661	177,796
Recreation and culture	3,718	4,940	14,246	13,541	(10,528)	(8,601)	470	1,819	138,405	110,960
Transport and communication	8,555	8,622	12,147	13,370	(3,592)	(4,748)	5,251	5,461	408,636	390,804
Economic affairs	1,056	1,653	2,414	2,480	(1,358)	(827)	40	551	4,519	6,178
General purpose revenue	36,256	28,359	–	–	36,256	28,359	10,798	5,182	59,069	41,203
Total functions and activities	104,991	90,434	74,820	72,804	30,171	17,630	30,053	21,018	1,236,615	1,134,916

B1-2 Components of functions or activities

Details relating to the Council's functions or activities as reported in B1-1 are as follows:

Governance

Includes costs relating to Council's role as a component of democratic government, including elections, members' fees and expenses, subscriptions to local authority associations, meetings of Council and policy-making committees, public disclosure (e.g. GIPA), and legislative compliance.

Administration

Includes corporate support and other support services, engineering works management, and any Council policy compliance.

Public order and safety

Includes Council's fire and emergency services levy, fire protection, emergency services, enforcement of regulations and animal control.

Health

Includes immunisation, food control, health centres etc.

Environment

Includes biosecurity weeds and insect/vermin control; other environmental protection; solid waste management, including domestic waste; other waste management; other sanitation; and garbage, street cleaning, drainage and stormwater management.

Community services and education

Includes administration and education; social protection (welfare); animal control, migrant, Aboriginal and other community services and administration (excluding accommodation – as it is covered under 'housing and community amenities'); youth services; aged and disabled persons services; children's services, including family day care; child care; and other family and children services.

Housing and community amenities

Includes public cemeteries; public conveniences; street lighting; town planning; other community amenities, including housing development and accommodation for families and children, aged persons, disabled persons, migrants and Indigenous persons.

Water supplies

Includes water supply services such as administration, regulation and operation of potable water supply services, future needs assessment of water and water services.

Sewerage services

Includes activities relating to the monitoring, reduction, collection, reticulation or treatment of all waste water including that intended for reuse or recycling.

Recreation and culture

Includes public libraries; museums; art galleries; community centres and halls, including public halls and performing arts venues; sporting grounds and venues; swimming pools; parks; gardens; lakes; and other sporting, recreational and cultural services.

Mining, manufacturing and construction

Includes building control, quarries and pits.

Transport and communication

Urban local, urban regional, includes sealed and unsealed roads, bridges, footpaths, parking areas, and aerodromes.

Economic affairs

Includes camping areas; tourism and area promotion; industrial development promotion; sale yards and markets; real estate development; and other business undertakings.

General purpose revenue

Includes: rates and annual charges (including ex gratia, excluding water and sewer), non-capital general purpose grants, interest on investments (excluding externally restricted assets) and interest on overdue rates and annual charges.

B2 Sources of income**B2-1 Rates and annual charges**

\$ '000	2026	2025
Ordinary rates		
Residential	12,568	11,275
Farmland	7,187	6,503
Business	3,963	3,578
Less: pensioner rebates (mandatory)	(238)	(220)
Less: pensioner rebates (Council policy)	(91)	(120)
Rates levied to ratepayers	23,389	21,016
Pensioner rate subsidies received	131	120
Total ordinary rates	23,520	21,136
Annual charges (pursuant to s496, 496A, 496B, 501 & 611)		
Domestic waste management services	2,819	2,653
Stormwater management services	200	198
Water supply services	2,468	2,407
Sewerage services	11,059	10,624
Waste management services (non-domestic)	2,637	2,504
Less: pensioner rebates (mandatory)	(238)	(259)
Kerbside recycling	1,336	1,252
Annual charges levied	20,281	19,379
Pensioner annual charges subsidies received	131	143
Total annual charges	20,412	19,522
Total rates and annual charges	43,932	40,658

Council has used 2024 year valuations provided by the NSW Valuer General in calculating its rates.

Material accounting policy information

Rates and annual charges are recognised as revenue at the beginning of the rating period to which they relate. Prepaid rates are recognised as a financial liability until the beginning of the rating period.

Pensioner rebates relate to reductions in rates and certain annual charges for eligible pensioners' place of residence in the local government council area.

Pensioner rate subsidies are received from the NSW Government to provide a contribution towards the pensioner rebates and are recognised within the underlying revenue item based on their substance.

B2-2 User charges and fees

\$ '000	2026	2025
Specific user charges (per s502 - specific 'actual use' charges)		
Domestic waste management services	6	5
Water supply services	9,825	9,277
Sewerage services	1,170	1,070
Waste management services (non-domestic)	719	514
Total specific user charges	11,720	10,866
Other user charges and fees		
(i) Fees and charges – statutory and regulatory functions (per s608)		
Planning and building regulation	320	276
Private works – section 67	60	83
Regulatory/ statutory fees	609	398
Registration fees	11	23
Regulatory fees	102	95
Section 10.7 certificates (EP&A Act)	114	94
Section 603 certificates	56	53
Town planning	112	129
Water supplies	383	371
Total fees and charges – statutory/regulatory	1,767	1,522
(ii) Fees and charges – other (incl. general user charges (per s608))		
Aerodrome	1,002	946
Cemeteries	717	662
Library and art gallery	61	57
Transport for NSW charges (state roads not controlled by Council)	2,173	2,076
Saleyards	790	770
Swimming centres	1,853	1,883
Tourism	168	248
Waste disposal tipping fees	1,845	1,769
Engineering services	–	1
Industrial discharge	22	21
Museum	144	123
Regional theatre	702	562
Sporting grounds	29	19
Sports stadium	359	360
Other	10	19
Total fees and charges – other	9,875	9,516
Total other user charges and fees	11,642	11,038
Total user charges and fees	23,362	21,904
Timing of revenue recognition for user charges and fees		
User charges and fees recognised over time	10,995	10,347
User charges and fees recognised at a point in time	12,367	11,557
Total user charges and fees	23,362	21,904

Material accounting policy information

Revenue arising from user charges and fees is recognised when or as the performance obligation is completed and the customer receives the benefit of the goods / services being provided.

The performance obligation relates to the specific services which are provided to the customers and generally the payment terms are within 30 days of the provision of the service or in some cases such as caravan parks, the customer is required to pay on arrival or a deposit in advance. There is no material obligation for Council in relation to refunds or returns.

Where an upfront fee is charged, such as joining fees for the leisure centre, the fee is recognised on a straight-line basis over the expected life of the membership.

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B2-2 User charges and fees (continued)

Licences granted by Council are all either short-term or low value and all revenue from licences is recognised at the time that the licence is granted rather than over the term of the licence.

B2-3 Other revenues

\$ '000	2026	2025
Art Gallery	12	15
Fines – parking	471	567
Fines – other	31	25
Legal fees recovery – rates and charges (extra charges)	113	103
Commissions and agency fees	8	8
Recycling income (non-domestic)	61	65
DA fees – advertising and notification	31	37
Sales – general	13	24
Other	305	127
Temporary sale of "Town" water allocation	478	522
Temporary sale of water allocation	605	120
Work health safety incentive payment	93	91
Total other revenue	2,221	1,704
Timing of revenue recognition for other revenue		
Other revenue recognised over time	–	–
Other revenue recognised at a point in time	2,221	1,704
Total other revenue	2,221	1,704

Material accounting policy information for other revenue

Where the revenue is earned for the provision of specified goods / services under an enforceable contract, revenue is recognised when or as the obligations are satisfied.

Statutory fees and fines are recognised as revenue when the service has been provided, the payment is received or when the penalty has been applied, whichever occurs first.

Other revenue is recorded when the payment is due, the value of the payment is notified, or the payment is received, whichever occurs first.

B2-4 Grants and contributions

\$ '000	Operating 2026	Operating 2025	Capital 2026	Capital 2025
General purpose grants and non-developer contributions (untied)				
Current year allocation				
Financial assistance	4,020	1,198	–	–
Payment in advance - future year allocation				
Financial assistance	6,778	3,985	–	–
Amount recognised as income during current year	10,798	5,183	–	–
Special purpose grants and non-developer contributions (tied)				
Bushfire Prevention Reimbursement	106	103	33	52
Crown Reserve Improvement Fund - Wetlands and Pioneer Park	–	–	–	288
DPIE- Hanwood Stormwater Pump & Levee	–	–	–	1,084
Economic affairs – tourism/events Contributions	40	46	–	–
Employment & Training Programs - Traineeship	349	46	–	–
Fixing Country Roads	–	–	–	563
Other specific grants	8	48	20	–
Floodplain management	22	27	–	–
LCLI subsidy	159	123	–	–
Local Rds & Community Infrastructure Program- Lake Wyangan Picnic	–	–	–	1,031
Local Special Projects Grant - Library	72	65	45	84
Multi-Sport Community Facility Fund Hanwood Oval	–	–	–	230
Murrumbidgee Primary Health Network Community - Community Services	4	3	–	–
Natural Disaster Flood- TfNSW	–	–	615	193
National Australia Day Council (NADC)	14	15	–	–
Noxious Weeds & Biosecurity Weeds	101	133	–	–
NSW ESL Establishment Fee	–	46	–	–
Office of Environmental Heritage - Yoogali Levee	–	–	–	1,024
Other contributions	5	9	122	384
Per Capita Subsidy Library	78	77	–	–
Public Pool Inspection Contributions	3	8	–	–
Recreation and Culture - Community and Cultural Contributions	6	–	–	–
Recreation and Culture - Museum Contribution	1	1	(10)	10
Recreation and Culture – Passive Recreation Contributions	19	26	–	–
Recreation and Culture – Theatre Contributions	39	10	–	–
Roads to Recovery (R2R)	2,788	80	–	–
Roads, Footpaths and Bridges Contribution	–	–	–	85
Sewerage Contributions (excl. section 64 contributions)	–	–	21	52
Street Light Subsidy	126	123	–	–
Stronger Country Community Fund - Yambil Redevelopment	–	–	–	799
Triennial Flagship Event	–	30	–	–
Transport for NSW contributions (regional roads, block grant)	602	593	–	–
Regional Emergency Road Repair Fund	–	–	376	814
Water Supplies Contribution (excl. section 64 contributions)	–	–	101	63
Youth Week NSW Grant	3	3	–	–
Zone Administration Cost Contribution	86	79	–	–
Youth Opportunities Program	36	–	–	–
Vibrant Street Package Grant	–	115	–	–
Seniors Festival	4	4	–	–
eID NSW DPI Grant	–	–	–	476
Regional Youth Autumn Holiday Break	10	10	–	–
Country Passenger Transport Infrastructure	–	–	20	82
LSCA Tharbogang/Griffith Mountain Bike Trail	–	–	20	183
Housing Support Program-Lake Wyangan Project	–	–	9,907	93

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B2-4 Grants and contributions (continued)

\$ '000	Operating 2026	Operating 2025	Capital 2026	Capital 2025
Local Roads Community Infrastructure Program - Thorne/ Kooyoo Street	–	–	–	594
Safer Cities- Her Way Program	–	100	–	–
Hanwood/Yenda Village Growth Area Master Plan	80	73	–	–
Black Spot Program-Kookora St Walla Project	–	–	–	978
Sustainable Communities Program	–	–	145	–
Urban Crown Land Affordable Housing	190	–	–	–
Get NSW Active Program	–	–	9	1,115
Regional & Remote Airport Support Program	153	–	–	–
Total special purpose grants and non-developer contributions (tied)	5,104	1,996	11,424	10,277
Total grants and non-developer contributions	15,902	7,179	11,424	10,277
Comprising:				
– Commonwealth funding	13,740	5,263	9,907	1,625
– State funding	1,962	1,570	1,364	8,069
– Other funding	200	346	153	583
	15,902	7,179	11,424	10,277
Developer contributions				
\$ '000	Operating 2026	Operating 2025	Capital 2026	Capital 2025
Developer contributions: (s7.4 & s7.11 - EP&A Act, s64 of the LGA):				
Cash contributions				
S 7.11 – contributions towards amenities/services	–	–	–	1
S 7.12 – fixed development consent levies	–	–	900	1,139
S 64 – water supply contributions	–	–	948	1,251
S 64 – sewerage service contributions	–	–	605	929
S 64 – stormwater contributions	–	–	274	242
Total developer contributions	–	–	2,727	3,562
Total contributions	–	–	2,727	3,562
Total grants and contributions	15,902	7,179	14,151	13,839
Timing of revenue recognition				
Grants and contributions recognised over time	3,334	413	10,101	7,741
Grants and contributions recognised at a point in time	12,568	6,766	4,050	6,098
Total grants and contributions	15,902	7,179	14,151	13,839

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B2-4 Grants and contributions (continued)**Unspent grants and contributions**

Certain grants and contributions are obtained by Council on the condition they be spent in a specified manner or in a future period but which are not yet spent in accordance with those conditions are as follows:

\$ '000	Operating 2026	Operating 2025	Capital 2026	Capital 2025
Unspent grants and contributions				
Unspent funds at 1 July	442	511	9,663	6,075
Add: Funds recognised as revenue in the reporting year but not yet spent in accordance with the conditions	–	–	–	–
Add: Funds received and not recognised as revenue in the current year	596	186	1,877	7,041
Less: Funds recognised as revenue in previous years that have been spent during the reporting year	–	–	–	–
Less: Funds received in prior year but revenue recognised and funds spent in current year	(321)	(255)	(7,386)	(3,453)
Unspent funds at 30 June	717	442	4,154	9,663
Contributions				
Unspent funds at 1 July	–	–	27,215	23,276
Add: contributions recognised as revenue in the reporting year but not yet spent in accordance with the conditions	–	–	2,727	3,561
Add: contributions received and not recognised as revenue in the current year	–	–	1,348	1,339
Less: contributions recognised as revenue in previous years that have been spent during the reporting year	–	–	(348)	(961)
Unspent contributions at 30 June	–	–	30,942	27,215

Material accounting policy information**Grants and contributions – enforceable agreement with sufficiently specific performance obligations**

Grant and contribution revenue from an agreement which is enforceable and contains sufficiently specific performance obligations is recognised as or when control of each performance obligations is transferred.

The performance obligations vary according to the agreement. Payment terms vary depending on the terms of the grant, cash is received upfront for some grants and on the achievement of certain payment milestones for others.

Performance obligations may be satisfied either at a point in time or over time and this is reflected in the revenue recognition pattern. Point in time recognition occurs when the beneficiary obtains control of the goods / services at a single time (e.g. completion of the project when a report / outcome is provided), whereas over time recognition is where the control of the services is ongoing throughout the project (e.g. provision of community health services through the year).

Where control is transferred over time, generally the input methods being either costs or time incurred are deemed to be the most appropriate methods to reflect the transfer of benefit.

Capital grants

Capital grants received by Council under an enforceable contract for the acquisition or construction of infrastructure, property, plant and equipment to identified specifications which will be under Council's control on completion are recognised as revenue as and when the obligation to construct or purchase is completed.

For construction projects, this is generally as the construction progresses in accordance with costs incurred since this is deemed to be the most appropriate measure of the completeness of the construction project.

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B2-4 Grants and contributions (continued)

For acquisitions of assets, the revenue is recognised when the asset is acquired and controlled by the Council.

Developer contributions

Council has obligations to provide facilities from contribution revenues levied on developers under the provisions of sections 7.11 and 7.12 of the *Environmental Planning and Assessment Act 1979* (EP&A Act).

While Council generally incorporates these amounts as part of a Development Consents Order, such developer contributions are only recognised as income upon receipt by Council, due to the possibility that individual development consents may not be acted upon by the applicant and, accordingly, would not be payable to Council.

Developer contributions may only be expended for the purposes for which the contributions were required, but Council may apply contributions according to the priorities established in work schedules for the contribution plan.

Other grants and contributions

Assets, including cash, received from other grants and contributions are recognised at fair value when the asset is received. Council considers whether there are any related liability or equity items associated with the asset which are recognised in accordance with the relevant accounting standard.

Once the assets and liabilities have been recognised then income is recognised for any remaining asset value at the time that the asset is received.

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B2-5 Interest and investment income

\$ '000	2026	2025
Interest on financial assets measured at amortised cost or at fair value through profit and loss		
– Overdue rates and annual charges (incl. special purpose rates)	146	134
– Cash and investments	4,478	4,320
Total interest and investment income	4,624	4,454

B2-6 Other income

\$ '000	Notes	2026	2025
Rental income			
Road Reserve/Land		202	251
Premises Rental		281	278
Net share of interests in joint ventures and associates using the equity method			
Joint ventures	D2-2	30	36
Total other income		513	565

B3 Costs of providing services**B3-1 Employee benefits and on-costs**

\$ '000	2026	2025
Salaries and wages	22,116	22,728
Educational assistance	23	24
Employee leave entitlements (ELE)	4,359	4,903
Fringe benefit tax (FBT)	110	112
Motor vehicle allowance	34	33
Payroll tax	177	171
Professional development	8	7
Staff recruitment	90	129
Superannuation	3,178	2,929
Training costs (other than salaries and wages)	290	281
Travel expenses	25	38
Workers' compensation insurance	552	541
Total employee costs	30,962	31,896
Less: capitalised costs	(1,285)	(2,501)
Total employee costs expensed	29,677	29,395

Material accounting policy information

Employee benefit expenses are recorded when the service has been provided by the employee.

All employees of the Council are entitled to benefits on retirement, disability or death. Council contributes to various defined benefit plans and defined contribution plans on behalf of its employees.

Contributions to defined contribution plans are recognised as an expense as they become payable. Prepaid contributions are recognised as an asset to the extent that a cash refund or a reduction in the future payments is available.

Council participates in an Industry Defined Benefit Plan under Active Super – Pool B (the Scheme), however, sufficient information to account for the plan as a defined benefit is not available and therefore Council accounts for its obligations to defined benefit plans on the same basis as its obligations to defined contribution plans, i.e. as an expense when it becomes payable – refer to Note E3-1 for more information.

B3-2 Materials and services

\$ '000	Notes	2026	2025
Raw materials and consumables		17,634	17,046
Audit Fees	F2-1	100	99
Election expenses		–	244
Electricity and heating		2,430	2,396
Insurance		695	683
Street lighting		496	502
Telephone and communications		225	227
Councillor and Mayoral fees and associated expenses	F1-2	353	350
Legal expenses:			
– Legal expenses: planning and development		56	231
– Legal expenses: other		229	149
Expenses from short-term leases		10	10
Expenses from leases of low value assets		10	11
Total materials and services		22,238	21,948

B3-3 Borrowing costs

\$ '000	2026	2025
(i) Interest bearing liability costs		
Interest on loans	862	972
Total borrowing costs expensed	862	972

Material accounting policy information

Borrowing costs incurred for the construction of any qualifying asset are capitalised during the period of time that is required to complete and prepare the asset for its intended use or sale. Other borrowing costs are expensed as incurred.

B3-4 Depreciation, amortisation and impairment of non-financial assets

\$ '000	Notes	2026	2025
Depreciation and amortisation			
Plant and equipment		1,731	1,580
Office equipment		292	291
Furniture and fittings		190	195
Infrastructure:	C1-6		
– Buildings – specialised		2,324	2,096
– Other structures		1,312	1,084
– Roads		5,771	5,395
– Bridges		47	45
– Footpaths		461	416
– Stormwater drainage		1,078	1,021
– Water supply network		2,544	2,432
– Sewerage network		2,282	2,217
– Other open space/recreational assets		1,017	918
Other assets:			
– Other		771	711
Reinstatement, rehabilitation and restoration assets:			
– Tip assets	C3-5, C1-6	914	914
Less: capitalised costs		(69)	(127)
Total depreciation and amortisation costs		20,665	19,188
Total depreciation and amortisation for non-financial assets		20,665	19,188

Material accounting policy information**Depreciation and amortisation**

Depreciation and amortisation are calculated using the straight line method to allocate their cost, net of their residual values, over their estimated useful lives. Useful lives are included in Note C1-6 for IPPE assets.

Impairment of non-financial assets

Specialised assets held at fair value which are not primarily held for cash-generating purposes are not subject to impairment testing. These assets are reassessed annually to confirm their value is not materially different from fair value, and any impairment is captured through that process.

Intangible assets not yet available for use, are tested annually for impairment, or more frequently if there are indicators of impairment.

All other non-financial assets are tested for impairment if events suggest their carrying amount might not be recoverable. If the carrying amount is higher than the recoverable amount, an impairment loss is recognised. The recoverable amount is the greater of fair value (less selling costs) and value in use.

Impairment losses for revalued assets are firstly offset against the amount in the revaluation surplus for the class of asset, with only the excess to be recognised in the Income Statement.

B3-5 Other expenses

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B3-5 Other expenses (continued)

\$ '000	Notes	2026	2025
Impairment of receivables			
User charges and fees		5	—
Total impairment of receivables	C1-4	5	—
Other			
– DWR contributions		63	62
– Emergency services levy (includes FRNSW, SES, and RFS levies)		83	97
– NSW fire brigade levy		131	120
– NSW rural fire service levy		472	446
Donations, contributions and assistance to other organisations (Section 356)			
– Annual Sikh games		10	10
– Community grant program		33	44
– Regional arts board		20	20
– RAMJO		48	33
– Riverina regional cities forecast-ID		42	41
– Griffith Boat Club		40	—
– Western Riverina Library		331	320
– Other		67	62
– Events		17	31
– Community Country Education Foundation		5	5
– De-sexing Program		11	10
Total other		1,373	1,301
Total other expenses		1,378	1,301

B4 Gains or losses**B4-1 Gain or loss from the disposal, replacement and de-recognition of assets**

\$ '000	Notes	2026	2025
Gain (or loss) on disposal of plant and equipment	C1-6		
Proceeds from disposal – plant and equipment		1,178	1,206
Less: carrying amount of plant and equipment assets sold/written off		(894)	(1,075)
Gain (or loss) on disposal		284	131
Gain (or loss) on disposal of furniture and fittings	C1-6		
Proceeds from disposal – furniture and fittings		2	–
Less: carrying amount of furniture and fittings sold/written off		(1)	–
Gain (or loss) on disposal		1	–
Gain (or loss) on disposal of real estate assets classified as inventory	C1-5		
Proceeds from disposal – real estate assets		–	5,130
Less: carrying amount of real estate assets sold/written off		–	(5,130)
Gain (or loss) on disposal		–	–
Gain (or loss) on disposal of investments	C1-2		
Proceeds from disposal/redemptions/maturities – investments		2,500	2,500
Less: carrying amount of investments sold/redeemed/matured		(2,500)	(2,500)
Gain (or loss) on disposal		–	–
Gain (or loss) on disposal of term deposits	C1-2		
Proceeds from disposal/redemptions/maturities – term deposits		17,297	4,000
Less: carrying amount of term deposits sold/redeemed/matured		(17,297)	(4,000)
Gain (or loss) on disposal		–	–
Gain (or loss) on disposal of other - other assets	C1-6		
Proceeds from disposal – other - other assets		2	–
Less: carrying amount of other - other assets sold/written off		(1)	–
Gain (or loss) on disposal		1	–
Net gain (or loss) from disposal of assets		286	131

B5 Performance against budget

B5-1 Material budget variations

Council's original budget was adopted by the Council on 19 June 2025 and is not required to be audited. The original projections on which the budget was based have been affected by a number of factors. These include state and federal government decisions, including new grant programs, changing economic activity, environmental factors, and by decisions made by Council.

While these General Purpose Financial Statements include the original budget adopted by Council, the Act requires Council to review its financial budget on a quarterly basis, so it is able to manage the variation between actuals and budget that invariably occur during the year.

Material variations of more than 10% between original budget and actual results or where the variance is considered material by nature are explained below.

Variation Key: **F** = Favourable budget variation, **U** = Unfavourable budget variation.

\$ '000	2026 Budget	2026 Actual	2026 Variance	
Revenues				
Rates and annual charges	42,663	43,932	1,269	3% F
User charges and fees	21,296	23,362	2,066	10% F
Other revenues	2,237	2,221	(16)	(1)% U
Operating grants and contributions	10,420	15,902	5,482	53% F
The timing of the Financial Assistance Grant payments impacted the grant revenue recognised for the year.				
Capital grants and contributions	16,417	14,151	(2,266)	(14)% U
Council has deferred flood restoration works of approximately \$2M to 2027				
Interest and investment revenue	2,992	4,624	1,632	55% F
Council adopts a conservative approach when budgeting for interest and investment income. During 2025/26, higher than anticipated interest rates, combined with a greater average funds on investment than originally forecast, resulted in returns exceeding budget expectations.				
Net gains from disposal of assets	–	286	286	∞ F
Other income	–	513	513	∞ F
Expenses				
Employee benefits and on-costs	32,867	29,677	3,190	10% F
Materials and services	22,414	22,238	176	1% F
Borrowing costs	862	862	–	0% F
Depreciation and amortisation of non-financial assets	19,123	20,665	(1,542)	(8)% U
Other expenses	1,504	1,378	126	8% F
Statement of cash flows				
Cash flows from operating activities	38,378	48,271	9,893	26% F
Due to timing of Financial Assistance Grant and additional investment interest revenue, Council has recognised further income than its original budget.				
Cash flows from investing activities	(58,581)	(22,884)	35,697	(61)% F
Council had an original capital expenditure budget of \$59.5M, of which approximately \$32M has been deferred to 2027 and future years.				
Cash flows from financing activities	3,396	3,396	–	0% F

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C Financial position**C1 Assets we manage****C1-1 Cash and cash equivalents**

\$ '000	2026	2025
Cash assets		
Cash on hand and at bank	30,130	15,252
Cash equivalent assets		
– Short-term deposits	22,640	8,735
Total cash and cash equivalents	52,770	23,987

Reconciliation of cash and cash equivalents

Total cash and cash equivalents per Statement of Financial Position	52,770	23,987
Balance as per the Statement of Cash Flows	52,770	23,987

C1-2 Financial investments

\$ '000	2026 Current	2026 Non-current	2025 Current	2025 Non-current
Financial assets at fair value through the profit and loss				
Managed funds	14,199	–	13,234	–
Floating Rate Notes (with maturities > 3 months)	13,053	–	14,211	–
Total	27,252	–	27,445	–
Debt securities at amortised cost				
Long term deposits	19,500	20,000	27,099	15,500
Total	19,500	20,000	27,099	15,500
Total financial investments	46,752	20,000	54,544	15,500
Total cash assets, cash equivalents and investments	99,522	20,000	78,531	15,500

Material accounting policy information

Financial instruments are recognised initially on the date that the Council becomes party to the contractual provisions of the instrument.

On initial recognition, all financial instruments are measured at fair value plus transaction costs (except for instruments measured at fair value through profit or loss where transaction costs are expensed as incurred).

Financial assets

All recognised financial assets are subsequently measured in their entirety at either amortised cost or fair value, depending on the classification of the financial assets.

Classification

On initial recognition, Council classifies its financial assets into the following categories – those measured at:

- amortised cost
- fair value through profit and loss (FVTPL)
- fair value through other comprehensive income – equity instrument (FVOCI-equity)

Financial assets are not reclassified subsequent to their initial recognition.

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C1-2 Financial investments (continued)

Amortised cost

Council's financial assets measured at amortised cost comprise trade and other receivables, term deposits and cash and cash equivalents in the Statement of Financial Position. Term deposits with an initial term of more than 3 months are classified as investments rather than cash and cash equivalents.

Subsequent to initial recognition, these assets are carried at amortised cost using the effective interest rate method less provision for impairment.

Interest income, impairment and gains or loss on de-recognition are recognised in profit or loss.

Financial assets through profit or loss

All financial assets not classified as measured at amortised cost or fair value through other comprehensive income as described above are measured at fair value through profit or loss.

Net gains or losses, including any interest or dividend income, are recognised in profit or loss.

Council's financial assets measured at fair value through profit or loss comprise investments of Floating Rate Notes and Managed Funds in the Statement of Financial Position.

C1-3 Restricted and allocated cash, cash equivalents and investments

\$ '000	2026	2025
(a) Externally restricted cash, cash equivalents and investments		
Total cash, cash equivalents and investments	119,522	94,031
Less: Externally restricted cash, cash equivalents and investments	(95,687)	(84,841)
Cash, cash equivalents and investments not subject to external restrictions	23,835	9,190
External restrictions		
External restrictions included in cash, cash equivalents and investments above comprise:		
Specific purpose unexpended loans – general	6,750	–
Specific purpose unexpended grants – general fund	4,871	10,105
Developer contributions – general fund	9,720	8,474
Developer contributions – water fund	13,291	11,761
Developer contributions – sewer fund	7,931	6,981
Water fund	31,082	27,128
Sewer fund	21,635	19,862
Stormwater management	406	529
Specific purpose unexpended grants - Griffith Health Facilities Limited	1	1
External restrictions – other	84,066	74,736
Total external restrictions	95,687	84,841

Cash, cash equivalents and investments subject to external restrictions are those which are only available for specific use by Council due to a restriction placed by legislation or third-party contractual agreement.

\$ '000	2026	2025
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(b) Internal allocations

Internal allocations

At 30 June, Council has internally allocated funds to the following:

Financial Assistance Grant in Advance	6,778	–
Employees leave entitlement	2,592	2,473
Floodplain and drainage mitigation reserve	19	18

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C1-3 Restricted and allocated cash, cash equivalents and investments (continued)

\$ '000	2026	2025
Griffith Health Facilities Limited	23	23
Parks and gardens infrastructure reserve	186	178
Waste services	5,241	5,001
St Vincents Private Community Hospital Griffith - Sinking Fund	184	131
Griffith Community Centre - Sinking Fund	72	46
New Art Gallery Building Reserve	107	115
Pioneer Park Strategic Reserve	116	110
Total internal allocations	15,318	8,095

Cash, cash equivalents and investments not subject to external restrictions may be internally allocated by resolution or policy of the elected Council.

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C1-4 Receivables

\$ '000	2026 Current	2026 Non-current	2025 Current	2025 Non-current
Rates and annual charges	4,345	–	4,213	–
User charges and fees	5,279	–	6,072	–
Accrued revenues				
– Interest on investments	684	–	747	–
– Other income accruals	108	–	105	–
Deferred debtors	10	–	10	10
Government grants and subsidies	1,538	–	3,069	–
Net GST receivable	716	–	49	–
Total	12,680	–	14,265	10
Less: provision for impairment				
User charges and fees	(43)	–	(43)	–
Total provision for impairment – receivables	(43)	–	(43)	–
Total net receivables	12,637	–	14,222	10

\$ '000	Notes	2026	2025
Movement in provision for impairment of receivables			
Balance at the beginning of the year		43	43
Balance at the end of the year		43	43
Represented by:			
Expected Credit Loss	E-1(b)	19	23
Additional Specific Provisions		24	20
Balance at end of the period		43	43

C1-5 Inventories

\$ '000	2026 Current	2026 Non-current	2025 Current	2025 Non-current
(i) Inventories at cost				
Stores and materials	1,049	–	1,012	–
Trading stock	95	–	86	–
Other	22	–	22	–
Total inventories	1,166	–	1,120	–

(ii) Other disclosures

\$ '000	Notes	2026 Current	2026 Non-current	2025 Current	2025 Non-current
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(a) Details for real estate development

(Valued at the lower of cost and net realisable value)

Movements:

Real estate assets at beginning of the year		–	–	4,918	–
– Purchases and other costs		–	–	212	–
– WDV of sales (expense)	B4-1	–	–	(5,130)	–
Total real estate for resale		–	–	–	–

Material accounting policy information**Raw materials and stores, work in progress and finished goods**

Raw materials and stores are stated at cost. Costs are assigned to individual items of inventory on the basis of weighted average costs. Costs of purchased inventory are determined after deducting rebates and discounts.

Real estate held for resale/capitalisation of borrowing costs

Real estate held for resale is stated at the lower of cost and net realisable value. Cost is assigned by specific identification and includes the cost of acquisition, and development and borrowing costs during development.

Real Estate held for resale at 30 June 2024 related to the Griffin Green development in Pioneer. These assets were sold during the course of the 2024/25 financial year.

C1-6 Infrastructure, property, plant and equipment

By aggregated asset class	At 1 July 2025			Asset movements during the reporting period							At 30 June 2026		
	Gross carrying amount	Accumulated depreciation and impairment	Net carrying amount	Additions renewals ⁽¹⁾	Additions new assets	Carrying value of disposals	Depreciation expense	Adjustments and transfers	Revaluation decrements to equity (ARR)		Gross carrying amount	Accumulated depreciation and impairment	Net carrying amount
\$ '000													
Capital work in progress	5,170	–	5,170	–	15,754	–	–	(3,151)	–		17,773	(1)	17,772
Plant and equipment	22,924	(9,289)	13,635	2,960	–	(894)	(1,731)	–	–		23,072	(9,102)	13,970
Office equipment	5,028	(2,962)	2,066	204	–	–	(292)	–	–		5,231	(3,253)	1,978
Furniture and fittings	5,053	(1,933)	3,120	506	–	(1)	(190)	–	–		5,440	(2,005)	3,435
Land:													
– Operational land	33,395	–	33,395	–	325	–	–	–	(4,830)		28,890	–	28,890
– Community land	15,934	–	15,934	–	–	–	–	–	33,253		49,187	–	49,187
Infrastructure:													
– Buildings	149,896	(32,929)	116,967	694	–	–	(2,324)	–	3,302		155,408	(36,769)	118,639
– Other structures	45,885	(5,816)	40,069	620	–	–	(1,312)	–	1,870		49,124	(7,877)	41,247
– Roads	380,741	(48,328)	332,413	3,318	–	–	(5,771)	–	14,081		399,159	(55,118)	344,041
– Bridges	7,355	(2,257)	5,098	–	–	–	(47)	–	196		7,641	(2,394)	5,247
– Footpaths	28,257	(8,121)	20,136	1,932	–	–	(461)	–	1,107		31,751	(9,037)	22,714
– Stormwater drainage	96,054	(26,228)	69,826	594	–	–	(1,078)	–	1,754		99,092	(27,996)	71,096
– Water supply network	251,670	(76,091)	175,579	1,279	–	–	(2,544)	–	6,948		249,319	(68,057)	181,262
– Sewerage network	215,796	(77,211)	138,585	1,126	–	–	(2,282)	–	12,816		217,911	(67,666)	150,245
– Other open space/recreational assets	32,146	(7,500)	24,646	247	–	–	(1,017)	–	1,176		33,982	(8,930)	25,052
Other assets:													
– Other	17,406	(7,518)	9,888	1,020	–	(1)	(771)	–	–		18,592	(8,456)	10,136
Reinstatement, rehabilitation and restoration assets (refer Note C3-5):													
– Tip assets	5,481	(2,740)	2,741	–	–	–	(914)	–	–		5,481	(3,654)	1,827
Total infrastructure, property, plant and equipment	1,318,191	(308,923)	1,009,268	14,500	16,079	(896)	(20,734)	(3,151)	71,673		1,397,053	(310,315)	1,086,738

(1) Renewals are defined as the replacement of existing assets (as opposed to the acquisition of new assets).

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C1-6 Infrastructure, property, plant and equipment (continued)

By aggregated asset class	At 1 July 2024			Asset movements during the reporting period										At 30 June 2025		
	Gross carrying amount	Accumulated depreciation and impairment	Net carrying amount	Additions renewals ¹	Additions new assets	Carrying value of disposals	Depreciation expense	WIP transfers to additions renewals	Adjustments and transfers	WIP transfers to additions new assets	Revaluation decrements to equity (ARR)	Revaluation increments to equity (ARR)	Gross carrying amount	Accumulated depreciation and impairment	Net carrying amount	
\$ '000																
Capital work in progress	7,198	–	7,198	–	2,652	–	–	(3,871)	–	(809)	–	–	5,170	–	5,170	
Plant and equipment	21,669	(9,263)	12,406	3,743	–	(1,075)	(1,580)	141	–	–	–	–	22,924	(9,289)	13,635	
Office equipment	4,769	(2,673)	2,096	261	–	–	(291)	–	–	–	–	–	5,028	(2,962)	2,066	
Furniture and fittings	4,881	(1,738)	3,143	172	–	–	(195)	–	–	–	–	–	5,053	(1,933)	3,120	
Land:																
– Operational land	27,359	–	27,359	–	–	–	–	–	2,847	–	–	3,189	33,395	–	33,395	
– Community land	15,966	–	15,966	–	–	–	–	–	–	–	(32)	–	15,934	–	15,934	
Infrastructure:																
– Buildings – specialised	134,432	(26,974)	107,458	1,385	–	–	(2,096)	1,384	–	–	–	8,836	149,896	(32,929)	116,967	
– Other structures	43,699	(4,959)	38,740	1,176	–	–	(1,084)	91	–	–	–	1,146	45,885	(5,816)	40,069	
– Roads	378,809	(21,267)	357,542	7,023	1,395	–	(5,395)	1,599	–	23	(29,774)	–	380,741	(48,328)	332,413	
– Bridges	6,962	(2,091)	4,871	–	–	–	(45)	–	–	–	–	272	7,355	(2,257)	5,098	
– Footpaths	25,415	(7,016)	18,399	112	–	–	(416)	–	–	–	–	2,041	28,257	(8,121)	20,136	
– Stormwater drainage	92,379	(24,679)	67,700	–	2,955	–	(1,021)	–	(2,847)	743	–	2,296	96,054	(26,228)	69,826	
– Water supply network	243,603	(71,698)	171,905	1,891	–	–	(2,432)	35	–	–	–	4,181	251,670	(76,091)	175,579	
– Sewerage network	209,368	(73,076)	136,292	501	–	–	(2,217)	503	–	–	–	3,506	215,796	(77,211)	138,585	
– Other open space/recreational assets	29,680	(9,813)	19,867	1,258	–	–	(918)	105	–	17	–	4,317	32,146	(7,500)	24,646	
Other assets:																
– Other	15,720	(6,811)	8,909	1,651	–	–	(711)	13	–	26	–	–	17,406	(7,518)	9,888	
Reinstatement, rehabilitation and restoration assets (refer Note C3-5):																
– Tip assets	5,481	(1,826)	3,655	–	–	–	(914)	–	–	–	–	–	5,481	(2,740)	2,741	
Total infrastructure, property, plant and equipment	1,267,390	(263,884)	1,003,506	19,173	7,002	(1,075)	(19,315)	–	–	–	(29,806)	29,784	1,318,191	(308,923)	1,009,268	

(1) Renewals are defined as the replacement of existing assets (as opposed to the acquisition of new assets).

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C1-6 Infrastructure, property, plant and equipment (continued)

Material accounting policy information

Initial recognition of infrastructure, property, plant and equipment (IPPE)

IPPE is measured initially at cost. Cost includes the fair value of the consideration given to acquire the asset (net of discounts and rebates) and any directly attributable cost of bringing the asset to working condition for its intended use (inclusive of import duties and taxes).

When infrastructure, property, plant and equipment is acquired by Council at significantly below fair value, the assets are initially recognised at their fair value at acquisition date.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to Council and the cost of the item can be measured reliably. All other repairs and maintenance are charged to the Income Statement during the financial period in which they are incurred.

Useful lives of IPPE

Land is not depreciated. Depreciation on other assets is calculated using the straight-line method to allocate their carrying amount, net of their residual values, over their estimated remaining useful lives as follows:

Plant and equipment	Years	Other equipment	Years
Office equipment	5 to 10	Playground equipment	5 to 15
Office furniture	10 to 20	Benches, seats etc.	10 to 20
Computer equipment	3 to 4		
Vehicles	3 to 6	Buildings	
Heavy plant/road making equipment	5 to 8	Buildings:	20 to 150
Other plant and equipment	5 to 15		
Water and sewer assets		Stormwater assets	
Sewer active assets	10 to 180	Stormwater drainage assets	40 to 200
Sewerage network	10 to 150	Stormwater structure assets	60 to 200
Water active assets	10 to 180		
Water network assets	10 to 150		
Transportation assets		Other infrastructure assets	
Road assets	15 to 250	Bulk earthworks	N/A
Bridge assets	90 to 180	Other structures	10 to 150
Carpark assets	20 to 150		
Footpath assets	15 to 100		
Kerb and gutter assets	80 to 100		
Traffic management assets	70 to 100		

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C1-6 Infrastructure, property, plant and equipment (continued)

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at each reporting date.

Revaluation model

Infrastructure, property, plant and equipment are held at fair value. Comprehensive valuations are performed at least every 5 years, however the carrying amount of assets is assessed by Council at each reporting date to confirm that it is not materially different from current fair value.

Water and sewerage network assets are indexed at each reporting period in accordance with the Rates Reference Manual issued by Department of Climate Change, Energy, the Environment and Water (DCCEEW).

Increases in the carrying amounts arising on revaluation are credited to the IPPE revaluation surplus. To the extent that the increase reverses a decrease previously recognising profit or loss relating to that asset class, the increase is first recognised as profit or loss. Decreases that reverse previous increases of assets in the same class are first charged against IPPE revaluation surplus to the extent of the remaining reserve attributable to the class; all other decreases are charged to the Income Statement.

Land under roads

Land under roads is land under roadways and road reserves including land under footpaths, nature strips and median strips.

Council has elected not to recognise land under roads acquired before 1 July 2008. Land under roads acquired after 1 July 2008 is recognised in accordance with the IPPE accounting policy.

Crown reserves

Crown reserves under Council's care and control are recognised as assets of the council. While ownership of the reserves remains with the Crown, Council retains operational control of the reserves and is responsible for their maintenance and use in accordance with the specific purposes to which the reserves are dedicated.

Improvements on Crown reserves are also recorded as assets, while maintenance costs incurred by Council and revenues relating to the reserves are recognised within Council's Income Statement.

C1-7 Intangible assets

Intangible assets are as follows:

\$ '000	2026	2025
Water Entitlements		
Opening values at 1 July	15,082	14,154
Movements for the year		
– Fair value movement (revaluation)	284	928
Total intangible assets – net carrying amount	15,366	15,082

Council holds a number of high and general security water licences which it recognises as an intangible asset. The water licences are individually tradable on the open water licence sales market. The licences were obtained principally through land acquisitions where the water licence was attached to the land as well as through progressive developer contributions over several years commencing in the 1990s. The water licences are now individually separated from the land and can be sold on a permanent or temporary transfer basis.

At present Council only trades the annual allocation associated with some water licences on a temporary basis. Income received from the sales of annual allocations are disclosed as other revenue. The licences are recorded in Council's accounts at fair value based on market valuations obtained from the open water licence sales market at balance date. No amortisation costs are applicable, as high and general security water licences have an indefinite life.

Water licences purchased are initially recorded at cost and are valued at least every year based on market evidence.

Increases in the carrying amounts arising on revaluation are credited to the asset revaluation reserve. To the extent that the increase reverses a decrease previously recognising profit or loss relating to that asset class, the increase is first recognised as profit or loss. Decreases that reverse previous increases of assets in the same class are first charged against revaluation reserves directly in equity to the extent of the remaining reserve attributable to the class; all other decreases are charged to the Income Statement.

C1-8 Other

Other assets

	2026 Current	2026 Non-current	2025 Current	2025 Non-current
\$ '000				
Prepayments	581	–	646	–
Other	38	–	–	–
Total other assets	619	–	646	–

C2 Leasing activities

C2-1 Council as a lessee

Council has leases over assets including buildings and IT equipment. Information relating to the leases in place and associated balances and transactions is provided below.

Office and IT equipment

Leases for office and IT equipment are generally for low value assets, except for significant items such as photocopiers. The leases are for between 1 and 5 years with no renewal option, the payments are fixed, however some of the leases include variable payments based on usage.

Extension options

Council includes options in the building leases to provide flexibility and certainty to Council operations and reduce costs of moving premises; and the extension options are at Council's discretion.

(a) Income Statement

The amounts recognised in the Income Statement relating to leases where Council is a lessee are shown below:

\$ '000	2026	2025
Expenses relating to short-term leases	10	10
Expenses relating to leases of low-value assets	10	11
	20	21

(b) Statement of Cash Flows

Total cash outflow for leases	20	21
	20	21

Material accounting policy information

Council has elected not to separate non-lease components from lease components for any class of asset and has accounted for payments as a single component.

The right-of-use asset is measured using the cost model where cost on initial recognition comprises: the lease liability, initial direct costs, prepaid lease payments, estimated cost of removal and restoration, less any lease incentives. The right-of-use is depreciated over the lease term on a straight-line basis and assessed for impairment in accordance with the impairment of asset accounting policy.

Exceptions to lease accounting

Council has applied the exceptions to lease accounting for both short-term leases (i.e. leases with a term of less than or equal to 12 months) and leases of low-value assets. Council has applied a threshold of \$25,000 for low value assets. Council recognises the payments associated with these leases as an expense on a straight-line basis over the lease term.

C2-2 Council as a lessor

Operating leases

Council leases out a number of properties; these leases have been classified as operating leases for financial reporting purposes and the assets are included as IPP&E in the Statement of Financial Position.

The amounts recognised in the Income Statement relating to operating leases where Council is a lessor are shown below:

\$ '000	2026	2025
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Assets held as property, plant and equipment

Council provides operating leases on Council buildings and some land/road reserves, the table below relates to operating leases on assets disclosed in C1-6.

Lease income (excluding variable lease payments not dependent on an index or rate)	483	529
Total income relating to operating leases for Council assets	483	529

Amount of IPPE leased out by Council under operating leases

Buildings	23,838	23,051
Total amount of IPPE leased out by Council under operating leases	23,838	23,051

C3 Liabilities of Council**C3-1 Payables**

\$ '000	2026 Current	2026 Non-current	2025 Current	2025 Non-current
Payables				
Government departments and agencies	73	–	81	–
Prepaid rates	1,536	–	1,492	–
Goods and services – operating expenditure	7,123	–	5,874	–
Accrued expenses:				
– Other expenditure accruals	1,148	–	1,220	–
Security bonds, deposits and retentions	3,276	–	3,256	–
Other	10	–	3	–
Total payables	13,166	–	11,926	–

Current payables not anticipated to be settled within the next twelve months

\$ '000	2026	2025
The following liabilities, even though classified as current, are not expected to be settled in the next 12 months.		
Payables – security bonds, deposits and retentions	2,331	2,235
Other liabilities: other expenditure accruals	417	395
Total payables	2,748	2,630

Payables

Payables represent liabilities for goods and services provided to Council prior to the end of financial year that are unpaid. The amounts are unsecured and are usually paid within 30 days of recognition.

C3-2 Contract Liabilities

\$ '000	Notes	2026 Current	2026 Non-current	2025 Current	2025 Non-current
Grants and contributions received in advance:					
Unexpended capital grants (to construct Council controlled assets)	(i)	4,139	–	9,610	–
Unexpended operating grants (received prior to performance obligation being satisfied)	(ii)	717	–	442	–
Unexpended capital contributions (received prior to performance obligation being satisfied)	(ii)	15	–	53	–
Total grants received in advance		4,871	–	10,105	–
User fees and charges received in advance:					
Fees – GRALC	(iii)	26	–	27	–
Advance Ticket Sales - Theatre		287	–	113	–
Council Facilities Bookings In Advance		95	–	69	–
Fees - Airport		–	–	–	–
Fees - Stadium		–	–	–	–
Total user fees and charges received in advance		408	–	209	–
Total contract liabilities		5,279	–	10,314	–

Notes

(i) Council has received funding to construct assets including sporting facilities, community facilities, library and other infrastructure. The funds received are under an enforceable contract which require Council to construct an identified asset which will be under Council's control on completion. The revenue is recognised as Council constructs the asset and the contract liability reflects the funding received which cannot yet be recognised as revenue. The revenue is expected to be recognised in the next 12 months.

(ii) The contract liability relates to grants received prior to the revenue recognition criteria in AASB 15 being satisfied since the performance obligations are ongoing.

(iii) Upfront membership fees for the leisure centre do not meet the definition of a performance obligation and therefore the funds received are recorded as a contract liability on receipt and recognised as revenue over the expected average membership life.

Revenue recognised that was included in the contract liability balance at the beginning of the period

\$ '000	2026	2025
Grants and contributions received in advance:		
Capital grants (to construct Council controlled assets)	7,386	2,589
Operating grants (received prior to performance obligation being satisfied)	321	355
Total revenue recognised that was included in the contract liability balance at the beginning of the period	7,707	2,944

C3-3 Borrowings

	2026 Current	2026 Non-current	2025 Current	2025 Non-current
\$ '000				
Loans – secured ¹	3,986	26,194	3,354	23,430
Total borrowings	3,986	26,194	3,354	23,430

(1) Loans are secured over the general rating income of Council.
Disclosures on liability interest rate risk exposures and security can be found in Note E1-1.

(a) Changes in liabilities arising from financing activities

	2025		Non-cash movements				2026
	Opening Balance	Cash flows	Acquisition	Fair value changes	Acquisition due to change in accounting policy	Other non-cash movement	Closing balance
\$ '000							
Loans – secured	26,784	3,396	–	–	–	–	30,180
Total liabilities from financing activities	26,784	3,396	–	–	–	–	30,180

	2024		Non-cash movements				2025
	Opening Balance	Cash flows	Acquisition	Fair value changes	Acquisition due to change in accounting policy	Other non-cash movement	Closing balance
\$ '000							
Loans – secured	30,028	(3,244)	–	–	–	–	26,784
Total liabilities from financing activities	30,028	(3,244)	–	–	–	–	26,784

(b) Financing arrangements

\$ '000	2026	2025
Total facilities		
Total financing facilities available to Council at the reporting date are:		
Bank overdraft facilities ¹	1,000	1,000
Credit cards/purchase cards	150	100
Total financing arrangements	1,150	1,100
Drawn facilities		
Financing facilities drawn down at the reporting date are:		
– Credit cards/purchase cards	34	47
Total drawn financing arrangements	34	47
Undrawn facilities		
Undrawn financing facilities available to Council at the reporting date are:		
– Bank overdraft facilities	1,000	1,000
– Credit cards/purchase cards	116	53
Total undrawn financing arrangements	1,116	1,053

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C3-3 Borrowings (continued)

Additional financing arrangements information

Financial Covenants

Council is required to comply with financial covenant obligations under its loan agreements with NSW Treasury Corporation (TCorp). The relevant loan facilities and their outstanding balances as at 30 June 2026 are:

Loan	Final repayment date	Outstanding 30 June 2026
GRALC Outdoor Pool and West End Sports Precinct	February 2041	\$7,902,650
Griffin Green housing development	February 2031	\$1,551,552
Griffith CBD	February 2030	\$4,218,581
Collina subdivision	January 2029	\$731,926
Lake Wyangan Residential Housing Enabling Infrastructure Project	June 2036	\$6,750,000
Total covenant facilities		\$21,154,709

The Lake Wyangan Residential Housing Enabling Infrastructure Project loan was established under a TCorp Loan Agreement dated 23 June 2026. The facility is a \$6.75 million, 10-year amortising loan and is subject to the same financial covenant requirements as Council's other TCorp covenant facilities. No additional specific loan conditions apply.

Under these covenants, Council must maintain the following financial ratios, based on its most recent audited financial statements:

Ratio	Benchmark	As at 30 June 2026
Debt Service Cover Ratio	1.50 : 1	8.91 : 1
Interest Cover Ratio	3.00 : 1	43.56 : 1
Unrestricted Cash Expense Ratio	2 months	23.87 months

The Debt Service Cover Ratio is defined as EBITDA divided by the sum of principal repayments and interest expense. The Interest Cover Ratio is defined as EBITDA divided by interest expense. The Unrestricted Cash Expense Ratio is calculated as unrestricted cash, cash equivalents and investments divided by General Fund operating expenses (excluding depreciation and interest), expressed in months. These definitions are prescribed within Council's TCorp loan agreements. Council is also required to provide TCorp with financial projections from its latest Long-Term Financial Plan demonstrating expected compliance with these covenants over the next five years.

In the event of non-compliance, TCorp will engage with Council during its annual review process. TCorp may also refer the matter to the Office of Local Government (OLG) to consider issuing a Performance Improvement Order. A failure to meet these financial covenants does not constitute a breach of the loan agreements and does not entitle TCorp to take legal action against Council under the agreements or at general law.

Breaches and defaults

During the current and prior year, there were no defaults or breaches of any loan agreements. Management has assessed Council's compliance with all applicable financial covenants at 30 June 2026 and confirmed that Council remained compliant with each covenant requirement throughout the reporting period.

Security over loans

Council's loans are secured by a charge on the income of the Council, pursuant to section 623 of the Local Government Act and clause 229 of the Local Government (General) Regulation.

Bank overdrafts

The bank overdraft of Council is secured over future cash flows.

(1) The bank overdraft facility may be drawn at any time and may be terminated by the bank without notice.

Material accounting policy information

Council measures all financial liabilities initially at fair value less transaction costs, subsequently financial liabilities are measured at amortised cost using the effective interest rate method.

Fees paid on the establishment of loan facilities are recognised as transaction costs of the loan to the extent that it is probable that some or all of the facility will be drawn down.

Borrowings are removed from the Statement of Financial Position when the obligation specified in the contract is discharged, cancelled or expired. The difference between the carrying amount of a financial liability that has been extinguished or

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C3-3 Borrowings (continued)

transferred to another party and the consideration paid, including any non-cash assets transferred or liabilities assumed, is recognised in other income or borrowing costs.

C3-4 Employee benefit provisions

\$ '000	2026 Current	2026 Non-current	2025 Current	2025 Non-current
Annual leave	2,377	–	2,334	–
Sick leave	70	–	70	–
Long service leave	3,955	344	4,090	356
Other leave (RDOs and TIL)	355	–	277	–
Total employee benefit provisions	6,757	344	6,771	356

Current employee benefit provisions not anticipated to be settled within the next twelve months

\$ '000	2026	2025
The following provisions, even though classified as current, are not expected to be settled in the next 12 months.		
Provisions – employees benefits	3,574	3,569

Material accounting policy information**Other long-term employee benefit obligations**

The liability for long-service leave and annual leave that is not expected to be wholly settled within 12 months after the end of the period in which the employees render the related service is recognised in the provision for employee benefits and measured as the present value of expected future payments to be made in respect of services provided by employees up to the end of the reporting period using the projected unit credit method. Consideration is given to expected future wage and salary levels, experience of employee departures, and periods of service. Expected future payments are discounted using market yields at the end of the reporting period on national government bonds with terms to maturity and currency that match, as closely as possible, the estimated future cash outflows.

C3-5 Provisions

\$ '000	2026 Current	2026 Non-Current	2025 Current	2025 Non-Current
Other provisions				
Accrued expenses	132	7	136	7
Sub-total – other provisions	132	7	136	7
Asset remediation/restoration:				
Asset remediation/restoration (future works)	–	5,481	–	5,481
Sub-total – asset remediation/restoration	–	5,481	–	5,481
Total provisions	132	5,488	136	5,488

Current provisions not anticipated to be settled within the next twelve months

\$ '000	2026	2025
The following provisions, even though classified as current, are not expected to be settled in the next 12 months.		
Accrued Expenses	70	71

Material accounting policy information

Provisions are recognised when Council has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources will be required to settle the obligation, and the amount has been reliably estimated.

Where there are a number of similar obligations, the likelihood that an outflow will be required in settlement is determined by considering the class of obligations as a whole. A provision is recognised even if the likelihood of an outflow with respect to any one item included in the same class of obligations may be small.

Provisions are measured at the present value of management's best estimate of the expenditure required to settle the present obligation at the reporting date. The discount rate used to determine the present value reflects current market assessments of the time value of money and the risks specific to the liability. The increase in the provision due to the passage of time is recognised as a borrowing cost.

Asset remediation – tips and quarries

Close-down and restoration costs include the dismantling and demolition of infrastructure, and the removal of residual materials and remediation of disturbed areas. Estimated close-down and restoration costs are provided for in the accounting period when the obligation arising from the related disturbance occurs, whether this occurs during the development or during the operation phase, based on the net present value of estimated future costs. Provisions for close-down and restoration costs do not include any additional obligations which are expected to arise from future disturbance. The cost estimates are calculated annually during the life of the operation to reflect known developments, e.g. updated cost estimates and revisions to the estimated lives of operations, and are subject to formal review at regular intervals.

The ultimate cost of environmental remediation is uncertain and cost estimates can vary in response to many factors, including changes to the relevant legal requirements, the emergence of new restoration techniques, or experience at other locations. The expected timing of expenditure can also change, for example in response to changes in quarry reserves or production rates. As a result, there could be significant adjustments to the provision for close down and restoration and environmental clean-up, which would affect future financial results.

Other movements in the provisions for close-down and restoration costs, including those resulting from new disturbance, updated cost estimates, changes to the estimated lives of operations, and revisions to discount rates, are capitalised within infrastructure, property, plant and equipment. These costs are then depreciated over the lives of the assets to which they relate.

C4 Reserves**C4-1 Nature and purpose of reserves****IPPE Revaluation Surplus**

The infrastructure, property, plant and equipment revaluation reserve is used to record increments / decrements of non-current asset values due to their revaluation, including intangible assets.

D Council structure**D1 Results by fund**

General fund refers to all Council activities other than water and sewer. All amounts disclosed in this note are gross i.e. inclusive of internal charges and recoveries made between the funds. Assets and liabilities shown in the water and sewer columns are restricted for use for these activities.

D1-1 Income Statement by fund

\$ '000	General 2026	Water 2026	Sewer 2026
Income from continuing operations			
Rates and annual charges	30,405	2,468	11,059
User charges and fees	10,285	11,884	1,193
Interest and investment revenue	1,938	1,683	1,003
Other revenues	2,036	165	20
Grants and contributions provided for operating purposes	15,799	54	49
Grants and contributions provided for capital purposes	12,477	1,049	625
Net gains from disposal of assets	281	–	5
Other income	513	–	–
Total income from continuing operations	73,734	17,303	13,954
Expenses from continuing operations			
Employee benefits and on-costs	24,743	2,641	2,293
Materials and services	9,969	7,547	4,722
Borrowing costs	314	3	545
Other expenses	1,373	5	–
Total expenses from continuing operations excluding depreciation, amortisation and impairment of non-financial assets	36,399	10,196	7,560
Operating result from continuing operations excluding depreciation, amortisation and impairment of non-financial assets	37,335	7,107	6,394
Depreciation, amortisation and impairment of non-financial assets	15,324	2,874	2,467
Operating result from continuing operations	22,011	4,233	3,927
Net operating result for the year	22,011	4,233	3,927
Net operating result for the year before grants and contributions provided for capital purposes	9,534	3,184	3,302

D1-2 Statement of Financial Position by fund

\$ '000	General 2026	Water 2026	Sewer 2026
ASSETS			
Current assets			
Cash and cash equivalents	29,879	13,616	9,275
Investments	5,704	25,757	15,291
Receivables	5,318	4,314	3,005
Inventories	716	450	—
Other	619	—	—
Total current assets	42,236	44,137	27,571
Non-current assets			
Investments	10,000	5,000	5,000
Infrastructure, property, plant and equipment	735,490	189,989	161,259
Investments accounted for using the equity method	567	—	—
Intangible assets	15,366	—	—
Total non-current assets	761,423	194,989	166,259
Total assets	803,659	239,126	193,830
LIABILITIES			
Current liabilities			
Payables	13,143	23	—
Contract liabilities	5,279	—	—
Borrowings	2,381	33	1,572
Employee benefit provision	6,757	—	—
Provisions	132	—	—
Total current liabilities	27,692	56	1,572
Non-current liabilities			
Borrowings	18,059	138	7,997
Employee benefit provision	344	—	—
Provisions	5,488	—	—
Total non-current liabilities	23,891	138	7,997
Total liabilities	51,583	194	9,569
Net assets	752,076	238,932	184,261
EQUITY			
Accumulated surplus	372,125	112,209	91,103
IPPE revaluation reserves	379,951	126,723	93,158
Total equity	752,076	238,932	184,261

D2 Interests in other entities**D2-1 Subsidiaries**

Council's financial statements incorporate the assets, liabilities and results of the following subsidiaries.

Council's financial statements also include controlled entities with ownership interest of 50% or less.

Name of Operation/Entity	Principal activity
Griffith Health Facilities Limited	Fundraising for Griffith Community Private Hospital Griffith, NSW

Interests in Subsidiary	Ownership 2026	Ownership 2025	Principal place of business	Voting rights 2026	Voting rights 2025
Council's interest in Subsidiary	100%	100%	Griffith, NSW	100%	100%

Summarised financial information for the Subsidiary

\$ '000	2026	2025
Revenue	—	—
Expenses	—	—
Profit for the period	—	—
Total comprehensive income	—	—
Summarised statement of financial position		
Current assets	23	23
Total assets	23	23
Net assets	23	23

D2-2 Interests in joint arrangements

Net carrying amounts – Council's share

\$ '000	Place of business	Nature of relationship	Council's net share of assets	
			2026	2025
Western Riverina Library	Various	Joint Venture	567	537
Total carrying amounts – joint ventures			567	537

Western Riverina Library

Western Riverina Libraries (WRL) is a collaboration between five local governments to share resources and technical services to provide a library service which is current, efficient and valued.

The members of Western Riverina Libraries are Carrathool, Griffith, Hay, Murrumbidgee and Narrandera. Western Riverina Libraries is administered by Griffith City Council.

Joint ventures

The following information is provided for joint ventures that are individually material to the Council. Included are the total amounts as per the joint venture financial statements, adjusted for fair-value adjustments at acquisition date and differences in accounting policies, rather than the Council's share.

	Proportion of voting power		Interest in outputs	
	2026	2025	2026	2025
Western Riverina Library	16.7%	16.7%	53.2%	53.5%

Summarised financial information for joint ventures

\$ '000	Western Riverina Library	
	2026	2025
Statement of financial position		
Current assets		
Cash and cash equivalents	270	154
Other current assets	105	153
Non-current assets	715	721
Current liabilities		
Other current liabilities	25	25
Net assets	1,065	1,003
Income	578	557
Interest income	6	6
Depreciation and amortisation	(188)	(176)
Other expenses	(334)	(345)
Profit/(loss) from continuing operations	62	42
Reconciliation of the carrying amount		
Opening net assets (1 July)	1,004	962
Profit/(loss) for the period	62	42
Closing net assets	1,066	1,004
Council's share of net assets (%)	53.2%	53.5%
Council's share of net assets (\$)	567	537

E Risks and accounting uncertainties

E1-1 Risks relating to financial instruments held

Council's activities expose it to a variety of financial risks including (1) price risk, (2) credit risk, (3) liquidity risk and (4) interest rate risk.

The Council's overall risk management program focuses on the unpredictability of financial markets and seeks to minimise potential adverse effects on the financial performance of the Council.

Council does not engage in transactions expressed in foreign currencies and is therefore not subject to foreign currency risk.

Financial risk management is carried out by Council's finance section under policies approved by the Council.

The fair value of Council's financial assets and financial liabilities approximates their carrying amount with the exception of term deposits and borrowings. Fair value for those items were determined by calculating the present value of future cash flows consistent with AASB 13 Fair Value Measurement, using discount rates for similar products available from TCorp.

A comparison by category of the carrying amounts and fair values of Council's financial assets and financial liabilities recognised in the financial statements is presented below.

\$ '000	Carrying value 2026	Carrying value 2025	Fair value 2026	Fair value 2025
Financial assets				
Measured at amortised cost				
Cash and cash equivalents	52,770	23,987	52,770	23,987
Receivables	12,637	14,232	12,639	14,232
Investments				
- Term Deposits	39,500	42,599	39,780	44,070
Fair value through profit and loss				
Investments				
- Floating Rate Notes & Managed Funds	27,252	27,445	27,252	27,445
Total financial assets	132,159	108,263	132,441	109,734
Financial liabilities				
Payables	13,166	11,926	13,166	11,926
Borrowings	30,180	26,784	28,239	28,102
Total financial liabilities	43,346	38,710	41,405	40,028

Fair value is determined as follows:

- **Cash and cash equivalents, receivables, payables** – are estimated to be the carrying value that approximates market value.
- **Term Deposits** - are based upon estimated future cash flows, discounted by the current market interest rate products applicable from TCorp. Key Level 2 inputs include investment term, investment value and interest rate.
- **Borrowings** – are based upon estimated future cash flows discounted by the current market interest rates applicable to assets and liabilities with similar risk profiles discounted by the current market interest rates applicable. Key Level 2 inputs include loan term, loan balance and interest rate.
- Financial assets classified (i) 'at fair value through profit and loss' – are based upon quoted market prices (in active markets for identical investments) at the reporting date or independent valuation.

Council's objective is to maximise its return on cash and investments whilst maintaining an adequate level of liquidity and preserving capital.

Council's finance area manages the cash and investments portfolio with the assistance of independent advisors.

Council has an investment policy which complies with the *Local Government Act 1993* and Minister's investment order 625. This policy is regularly reviewed by Council and its staff and an investment report is tabled before Council on a monthly basis setting out the portfolio breakup and its performance as required by Local Government regulations.

The risks associated with the instruments held are:

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E1-1 Risks relating to financial instruments held (continued)

- **Price risk** – the risk that the capital value of Investments may fluctuate due to changes in market prices, whether these changes are caused by factors specific to individual financial instruments or their issuers or are caused by factors affecting similar instruments traded in a market.
- **Interest rate risk** – the risk that movements in interest rates could affect returns and income.
- **Liquidity risk** – the risk that Council will not be able to pay its debts as and when they fall due.
- **Credit risk** – the risk that the investment counterparty will not complete their obligations particular to a financial instrument, resulting in a financial loss to Council – be it of a capital or income nature.

Council manages these risks (amongst other measures) by diversifying its portfolio and only purchasing investments with high credit ratings or capital guarantees.

(a) Market risk – interest rate and price risk

\$ '000	2026	2025
The impact on the result for the year and equity of a reasonably possible movement in the price of investments held and interest rates is shown below. The reasonably possible movements were determined based on historical movements and economic conditions in place at the reporting date.		
Impact of a 1% movement in interest rates		
– Equity / Income Statement	272	274
Impact of a 10% movement in price of investments		
– Equity / Income Statement	2,725	2,745

(b) Credit risk

Council's major receivables comprise (i) rates and annual charges and (ii) user charges and fees.

Council manages the credit risk associated with these receivables by monitoring outstanding debt and employing stringent debt recovery procedures.

The credit risk for liquid funds and other short-term financial assets is considered negligible, since the counterparties are reputable banks with high quality external credit ratings.

There are no significant concentrations of credit risk, whether through exposure to individual customers, specific industry sectors and/or regions.

Council makes suitable provision for doubtful receivables as required and carries out credit checks on most non-rate debtors.

There are no material receivables that have been subjected to a re-negotiation of repayment terms.

Credit risk profile**Receivables – rates and annual charges**

Credit risk on rates and annual charges is minimised by the ability of Council to secure a charge over the land relating to the debts – that is, the land can be sold to recover the debt. Council is also able to charge interest on overdue rates and annual charges at higher than market rates which further encourages the payment of debt.

\$ '000	Not yet overdue	overdue rates and annual charges		Total
		< 5 years	≥ 5 years	
2026				
Gross carrying amount	3,123	1,205	17	4,345
2025				
Gross carrying amount	3,318	886	9	4,213

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E1-1 Risks relating to financial instruments held (continued)

Receivables - non-rates and annual charges and contract assets

Council applies the simplified approach for non-rates and annual charges debtors and contract assets to provide for expected credit losses, which permits the use of the lifetime expected loss provision at inception. To measure the expected credit losses, non-rates and annual charges debtors and contract assets have been grouped based on shared credit risk characteristics and the days past due.

The loss allowance provision is determined as follows. The expected credit losses incorporate forward-looking information.

\$ '000	Not yet overdue	Overdue debts				Total
		0 - 30 days	31 - 60 days	61 - 90 days	> 91 days	
2026						
Gross carrying amount	8,168	110	10	–	47	8,335
Expected loss rate (%)	0.20%	1.50%	1.50%	1.50%	1.50%	0.23%
ECL provision	16	2	–	–	1	19
2025						
Gross carrying amount	9,851	139	13	1	58	10,062
Expected loss rate (%)	0.20%	1.50%	1.50%	1.50%	1.50%	0.23%
ECL provision	20	2	–	–	1	23

(c) Liquidity risk

Payables, lease liabilities and borrowings are subject to liquidity risk; that is, the risk that insufficient funds may be on hand to meet payment obligations as and when they fall due.

Council manages this risk by monitoring its cash flow requirements and liquidity levels, and by maintaining an adequate cash buffer. Payment terms can be extended, and overdraft facilities drawn upon in extenuating circumstances.

A quarterly report is updated throughout each year to measure the availability of working capital in each fund to ensure liquidity is maintained in each of the funds.

Borrowings are also subject to interest rate risk: the risk that movements in interest rates could adversely affect funding costs. Council manages this risk through diversification of borrowing types, maturities and interest rate structures.

The finance team regularly reviews interest rate movements to determine if it would be advantageous to refinance or renegotiate part or all of the loan portfolio.

The timing of cash flows presented in the table below to settle financial liabilities reflects the earliest contractual settlement dates. The timing of expected outflows is not expected to be materially different from contracted cashflows.

The amounts disclosed in the table are the undiscounted contracted cash flows for non-lease liabilities and therefore the balances in the table may not equal the balances in the Statement of Financial Position due to the effect of discounting.

\$ '000	Weighted average interest rate	Subject to no maturity	≤ 1 Year	due within: 1 - 5 Years	> 5 Years	Contractu al cashflows	Actual carrying values
2026							
Payables	0.00%	3,276	9,890	–	–	13,166	13,166
Borrowings	4.62%	–	5,107	18,816	11,603	35,526	30,180
Total financial liabilities		3,276	14,997	18,816	11,603	48,692	43,346
2025							
Payables	0.00%	3,256	8,670	–	–	11,926	11,926
Borrowings	4.47%	–	4,216	16,606	10,006	30,828	26,784
Total financial liabilities		3,256	12,886	16,606	10,006	42,754	38,710

E2-1 Fair value measurement

The Council measures the following asset classes at fair value on a recurring basis:

- Infrastructure, property, plant and equipment
- Financial assets at fair value through profit and loss
- Intangible assets

The fair value of assets and liabilities must be estimated in accordance with various accounting standards for either recognition and measurement requirements or for disclosure purposes.

AASB 13 Fair Value Measurement requires all assets and liabilities measured at fair value to be assigned to a 'level' in the fair value hierarchy as follows:

Level 1: Unadjusted quoted prices in active markets for identical assets or liabilities that the entity can access at the measurement date.

Level 2: Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly or indirectly.

Level 3: Inputs for the asset or liability that are not based on observable market data (unobservable inputs).

The table below shows the assigned level for each asset and liability held at fair value by Council:

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E2-1 Fair value measurement (continued)

\$ '000	Notes	Fair value measurement hierarchy							
		Level 1 Quoted prices in active mkts		Level 2 Significant observable inputs		Level 3 Significant unobservable inputs		Total	
		2026	2025	2026	2025	2026	2025	2026	2025
Recurring fair value measurements									
Financial assets									
Financial investments	C1-2								
– 'Financial assets at fair value through profit and loss'		27,252	27,445	–	–	–	–	27,252	27,445
Total financial assets		27,252	27,445	–	–	–	–	27,252	27,445
Infrastructure, property, plant and equipment									
Plant and equipment	C1-6	–	–	–	–	13,971	13,635	13,971	13,635
Office equipment		–	–	–	–	1,978	2,066	1,978	2,066
Furniture and fittings		–	–	–	–	3,435	3,120	3,435	3,120
Operational land		–	–	–	–	28,889	33,395	28,889	33,395
Community land		–	–	–	–	49,187	15,934	49,187	15,934
Buildings		–	–	–	–	118,638	116,967	118,638	116,967
Other structures		–	–	–	–	41,247	40,069	41,247	40,069
Roads		–	–	–	–	344,042	332,413	344,042	332,413
Bridges		–	–	–	–	5,245	5,098	5,245	5,098
Footpaths		–	–	–	–	22,713	20,136	22,713	20,136
Stormwater drainage		–	–	–	–	71,097	69,826	71,097	69,826
Water supply network		–	–	–	–	181,262	175,579	181,262	175,579
Sewerage network		–	–	–	–	150,245	138,585	150,245	138,585
Other open space/recreational assets		–	–	–	–	25,052	24,646	25,052	24,646
Other		–	–	–	–	10,137	9,888	10,137	9,888
Total infrastructure, property, plant and equipment		–	–	–	–	1,067,138	1,001,357	1,067,138	1,001,357
Non-recurring fair value measurements									
Intangible Assets									
Water Entitlements	C1-7	15,366	15,082	–	–	–	–	15,366	15,082
Total Intangible Assets		15,366	15,082	–	–	–	–	15,366	15,082

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E2-1 Fair value measurement (continued)

Valuation techniques

Where Council is unable to derive fair valuations using quoted market prices of identical assets (ie. level 1 inputs) Council instead utilises a spread of both observable inputs (level 2 inputs) and unobservable inputs (level 3 inputs).

The fair valuation techniques Council has employed while utilising level 2 and level 3 inputs are as follows:

Infrastructure, property, plant and equipment (IPPE)

Griffith City Council determines the fair value of its assets in accordance with the requirements of Australian Accounting Standards and the methodologies outlined in the NSW Local Government Code of Accounting Practice and Financial Reporting. Valuation techniques are applied consistently across asset classes to ensure transparency, reliability, and comparability.

Valuation Techniques and Inputs by Asset Class

Plant & Equipment

Measured at replacement cost, based on current prices for assets of similar type and service capacity.
Key Level 3 inputs include useful life, residual value (generally nil), and gross replacement cost.

Office Equipment

Valued using the replacement cost method, referencing quoted prices for comparable items with similar service potential.
Key Level 3 inputs include useful life, residual value (generally nil), and gross replacement cost.

Furniture & Fittings

Replacement cost methodology is applied, with valuations benchmarked against market prices for similar assets.
Key Level 3 inputs include useful life, residual value (generally nil), and gross replacement cost.

Community Land

Internal Valuation valued using NSW Valuer General 2025 valuation data. No indexation or adjustments were applied to the Valuer General valuations. Where Valuer General valuations did not exist, the value was estimated based on unit rates determined from land of similar character for which Valuer General valuations were available.
Last Valuer General valuation: 30 Jun 2025
Average cumulative indexation applied: NA

Operational Land

External desktop valuation assessed using a market-based approach that reflects highest and best use, with professional adjustments applied for zoning, restrictions, and site configuration.
Inputs include Level 2 and Level 3 data such as unit rates, land area, site characteristics, and market trends.
Last comprehensive 30 Jun 2025
Average cumulative indexation applied: 0%

Buildings

External desktop valuation using componentised replacement cost. Each significant part is valued separately and depreciated according to its individual useful life and consumption pattern.
Key Level 3 inputs include unit rates, useful life, residual value (generally nil), and condition.
Last comprehensive 30 Jun 2025
Average cumulative indexation applied: 5.5%

Other Structures

External desktop valuation using the replacement cost approach, segmented into significant components.
Key Level 3 inputs include condition, useful life, unit rates, and replacement cost.
Last comprehensive 30 Jun 2025
Average cumulative indexation applied: 5.1%

Open Space and Recreational Assets

External desktop valuation using cost methodology applied.
Key Level 3 inputs include useful life, consumption rates, condition, and future economic benefits.
Last comprehensive 30 Jun 2025
Average cumulative indexation applied: 5.1%

Roads

External desktop valuation based on formation, pavement, and surface components. Replacement cost methodology is applied. includes kerb and gutter, carparks, traffic management assets.
Key Level 3 inputs include useful life, asset condition, consumption patterns, and unit rates.
Last comprehensive 30 Jun 2024
Average cumulative indexation applied: 9.2%

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E2-1 Fair value measurement (continued)

Bridges

External desktop valuation based on componentisation (deck/superstructure, abutments/foundations, railings) using the replacement cost method.

Key Level 3 inputs include inspection data, unit rates, asset condition, and useful life.

Last comprehensive 30 Jun 2024

Average cumulative indexation applied: 9.7%

Footpaths

External desktop valuation based on replacement cost approach applied, informed by survey data and in-house unit rates.

Key Level 3 inputs include asset register data, condition, consumption pattern, and useful life.

Last comprehensive 30 Jun 2024

Average cumulative indexation applied: 13.7%

Stormwater Drainage

External desktop valuation on replacement cost basis.

Key Level 3 inputs include condition, usage, gross replacement cost, and useful life.

Last comprehensive 30 Jun 2024

Average cumulative indexation applied: 4.4%

Water Supply Network

External Comprehensive valuation using replacement cost methodology, supported by site inspection and condition modelling.

Key Level 3 inputs include asset condition, useful life, and gross replacement cost.

Last comprehensive 30 Jun 2026

Average cumulative indexation applied: NA

Sewerage Network

External Comprehensive valuation using replacement cost methodology, supported by site inspection and condition modelling.

Key Level 3 inputs include useful life, consumption rates, and gross replacement cost.

Last comprehensive 30 Jun 2026

Average cumulative indexation applied: NA

Other Assets

Valued using replacement cost methodology, referencing quoted prices for similar assets.

Key Level 3 inputs include useful life, residual value (generally nil), and gross replacement cost.

Key Disclosures

Changes in Valuation Techniques

There were no changes to valuation methodologies during the reporting period.

Highest and Best Use

All assets are valued at their highest and best use.

Recurring Reviews and Inputs

Council undertakes ongoing reviews, supported by both internal assessments and external professional valuations, to ensure that valuation inputs remain current, reliable, and in line with market and industry benchmarks.

Fair value measurements using significant unobservable inputs (level 3)

The valuation process for level 3 fair value measurements

AASB 13 Fair Value Measurement requires disclosure of fair value measurement using the following fair value hierarchy and techniques:

- Level 1 – Quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date
- Level 2 – Inputs other than quoted prices included within Level 1 that are observable for the asset or liability either directly or indirectly
- Level 3 – Unobservable inputs for asset or liability

General information

Fair Value Valuation Techniques

The valuation techniques prescribed by AASB13 can be summarised as:

- Cost Approach: A valuation technique that reflects the amount that would be required to replace the service capacity of an asset (current replacement cost)

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E2-1 Fair value measurement (continued)

- **Income Approach:** A valuation technique that converts future amounts (cash flows inflows/outflows) to signal the current (i.e. discounted) amount. The fair value measurement is determined on the basis of the value indicated by current market expectations about these future amounts.
- **Market Approach:** A valuation technique that uses prices and other relevant information, generated by market transactions involving identical or comparable (similar) assets, liabilities or a group of assets and liabilities such as a business.

Valuation Approach and Level used by Griffith City Council

Valuation techniques used to derive Fair Values Due to the nature of Council assets and the absence of an active market, Council utilises the cost approach for most of the assets.

Likewise, for the majority of assets Council is unable to derive fair valuations using quoted market prices of identical assets (Level 1 inputs) or observable inputs (Level 2 inputs). Council therefore utilises unobservable inputs (Level 3 inputs).

The following Level 3 inputs were used:

- **Asset quantity**

Asset quantity was derived from a combination of desktop survey and physical inspection.

- **Unit Rates**

Unit rates were determined by the valuer using historic council cost data, Rawlinsons cost guide, industry benchmarks and proprietary databases.

- **Asset Condition**

Asset condition was assessed via specialist asset inspection contractors and asset valuation professionals. For exposed asset classes such as buildings, roads and footpaths condition can be readily assessed via physical inspection. A visual inspection process was completed and condition was reported in relation to several criteria which were then combined to arrive at an overall condition index. For buried assets such as water, sewer and drainage reticulation assets, it is more difficult to assess the condition because the assets are covered. In these cases, the condition was determined using service history of the assets and local knowledge which was used to calibrate age-based condition models.

- **Pattern of Consumption**

The pattern of consumption for all assets is straight line.

- **Useful Life**

Useful life was determined by Council staff in conjunction with consultants based on engineering experience, local knowledge and historic data.

- **Valuation Processes**

Griffith City Council uses independent and qualified valuers to determine the fair value of the assets listed in this note. An annual assessment is undertaken to determine whether the carrying amount of the assets is materially different from the fair value. If any variation is considered material a revaluation is undertaken either by comprehensive revaluation or by applying an interim revaluation using appropriate indices.

Under the cost approach fair value is estimated by calculating the cost to replace the asset based on unit rates and quantities. This is then adjusted to take account of an accumulated depreciation based on asset condition and pattern of consumption, useful life and pattern of consumption of the future economic benefit

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E2-1 Fair value measurement (continued)

A reconciliation of the movements in recurring fair value measurements allocated to Level 3 of the hierarchy by class of assets is provided below:

\$ '000	Plant and equipment		Office equipment		Furniture and fittings		Operational Land	
	2026	2025	2026	2025	2026	2025	2026	2025
Opening balance	13,635	12,406	2,066	2,096	3,120	3,143	33,395	27,359
Total gains or losses for the period								
Recognised in other comprehensive income – revaluation surplus	–	–	–	–	–	–	(4,830)	3,189
Other movements								
Transfers from/(to) another asset class	–	–	–	–	–	–	–	2,847
Purchases (Gross Book Value)	2,960	3,884	204	261	506	172	325	–
Disposals (Written Down Value)	(894)	(1,075)	–	–	(1)	–	–	–
Depreciation and impairment	(1,731)	(1,580)	(292)	(291)	(190)	(195)	–	–
Closing balance	13,970	13,635	1,978	2,066	3,435	3,120	28,890	33,395

\$ '000	Community Land		Buildings		Other structures		Roads	
	2026	2025	2026	2025	2026	2025	2026	2025
Opening balance	15,934	15,966	116,967	107,458	40,069	38,740	332,413	357,542
Total gains or losses for the period								
Recognised in other comprehensive income – revaluation surplus	33,253	(32)	3,302	8,836	1,870	1,146	14,081	(29,774)
Other movements								
Purchases (Gross Book Value)	–	–	694	2,769	620	1,267	3,318	10,040
Depreciation and impairment	–	–	(2,324)	(2,096)	(1,312)	(1,084)	(5,771)	(5,395)
Closing balance	49,187	15,934	118,639	116,967	41,247	40,069	344,041	332,413

\$ '000	Bridges		Footpaths		Stormwater drainage		Water supply network	
	2026	2025	2026	2025	2026	2025	2026	2025
Opening balance	5,098	4,871	20,136	18,399	69,826	67,700	175,579	171,905
Total gains or losses for the period								
Recognised in other comprehensive income – revaluation surplus	196	272	1,107	2,041	1,754	2,296	6,948	4,181
Other movements								
Transfers from/(to) another asset class	–	–	–	–	–	(2,847)	–	–
Purchases (Gross Book Value)	–	–	1,932	112	594	3,698	1,279	1,925
Depreciation and impairment	(47)	(45)	(461)	(416)	(1,078)	(1,021)	(2,544)	(2,432)
Closing balance	5,247	5,098	22,714	20,136	71,096	69,826	181,262	175,579

\$ '000	Sewerage network		Open space/ recreational assets		Other assets		Total	
	2026	2025	2026	2025	2026	2025	2026	2025
Opening balance	138,585	136,292	24,646	19,867	9,888	8,909	1,001,357	992,653
Recognised in other comprehensive income – revaluation surplus	12,816	3,506	1,176	4,317	–	–	71,673	(22)
Purchases (Gross Book Value)	1,126	1,004	247	1,380	1,020	1,690	14,825	28,202

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E2-1 Fair value measurement (continued)

\$ '000	Sewerage network		Open space/ recreational assets		Other assets		Total	
	2026	2025	2026	2025	2026	2025	2026	2025
Disposals (Written Down Value)	–	–	–	–	(1)	–	(896)	(1,075)
Depreciation and impairment	(2,282)	(2,217)	(1,017)	(918)	(771)	(711)	(19,820)	(18,401)
Closing balance	150,245	138,585	25,052	24,646	10,136	9,888	1,067,139	1,001,357

Highest and best use

All of Council's non-financial assets are considered as being utilised for their highest and best use.

E3-1 Contingencies

The following assets and liabilities do not qualify for recognition in the Statement of Financial Position, but their knowledge and disclosure is considered relevant to the users of Council's financial report.

1. Guarantees

(i) Defined benefit superannuation contribution plans

Council is party to an Industry Defined Benefit Plan under Active Super – Pool B (the Scheme) which is a defined benefit plan that has been deemed to be a 'multi-employer fund' for purposes of AASB 119 *Employee Benefits* for the following reasons:

- Assets are not segregated within the sub-group according to the employees of each sponsoring employer.
- The contribution rates have been the same for all sponsoring employers. That is, contribution rates have not varied for each sponsoring employer according to the experience relating to the employees of that sponsoring employer.
- Benefits for employees of all sponsoring employers are determined according to the same formula and without regard to the sponsoring employer.
- The same actuarial assumptions are currently used in respect of the employees of each sponsoring employer.

Given the factors above, each sponsoring employer is exposed to the actuarial risks associated with current and former employees of other sponsoring employers, and hence shares in the associated gains and losses (to the extent that they are not borne by members).

Description of the funding arrangements.

Pooled Employers are required to pay future service employer contributions and past service employer contributions to the Fund.

The future service employer contributions were determined using the new entrant rate method under which a contribution rate sufficient to fund the total benefits over the working life-time of a typical new entrant is calculated. The current future service employer contribution rates are:

Division B	1.9 times member contributions for non-180 Point Members; Nil for 180 Point Members*
Division C	2.5% of salary
Division D	1.64 times member contributions

* For 180 Point Members, Employers are required to contribute 12% from 1 July 2025 of salaries to these members' accumulation accounts in line with current level of SG contributions, which are paid in addition to members' defined benefits.

The adequacy of contributions is assessed at each actuarial investigation which will be conducted annually, the next of which is due effective 30 June 2026.

Description of the extent to which Council can be liable to the plan for other Council's obligations under the terms and conditions of the multi-employer plan

As stated above, each sponsoring employer (Council) is exposed to the actuarial risks associated with current and former employees of other sponsoring employers and hence shares in the associated gains and losses.

However, there is no relief under the Fund's trust deed for employers to walk away from their defined benefit obligations. Under limited circumstances, an employer may withdraw from the plan when there are no active members, on full payment of outstanding additional contributions. There is no provision for allocation of any surplus which may be present at the date of withdrawal of the Council.

There are no specific provisions under the Fund's trust deed dealing with deficits or surplus on wind-up.

There is no provision for allocation of any surplus which may be present at the date of withdrawal of an employer.

The amount of Council employer contributions to the defined benefit section of the Local Government Superannuation Scheme and recognised as an expense for the year ending 30 June 2026 was \$ 30,404.66. The last valuation of the Scheme was performed by fund actuary, Richard Boyfield, FIAA as at 30 June 2025.

The amount of additional contributions included in the total employer contribution advised above is \$858.02. Council's expected contribution to the plan for the next annual reporting period is \$31,950.22.

continued on next page ...

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E3-1 Contingencies (continued)

The estimated employer reserves financial position for the Pooled Employers at 30 June 2026 is:

Employer reserves only *	\$millions	Asset Coverage
Assets	2,127.6	
Past Service Liabilities	1,966.9	108.2%
Vested Benefits	2,007.4	106.0%

* excluding other accumulation accounts and reserves in both assets and liabilities.

The share of this fundomg surplus or deficit that is broadly attributed to the Council is estimated to be 0.21% as at 30 June 2026.

Council's share of that deficiency cannot be accurately calculated as the Scheme is a mutual arrangement where assets and liabilities are pooled together for all member councils. For this reason, no liability for the deficiency has been recognised in Council's accounts. Council has a possible obligation that may arise should the Scheme require immediate payment to correct the deficiency.

The key economic long term assumptions used to calculate the present value of accrued benefits are:

Investment return	6.25% per annum
Salary inflation	4.0% 2026/27
	4.0% 2027/28
	4.0% 2028/29
	3.5% p.a. thereafter
Increase in CPI	4.1% 2025/26
	3.75% 2026/27
	2.5% p.a. thereafter

The contribution requirements may vary from the current rates if the overall sub-group experience is not in line with the actuarial assumptions in determining the funding program; however, any adjustment to the funding program would be the same for all sponsoring employers in the Pooled Employers group.

Please note that the estimated employer reserves financial position above is a preliminary calculation, and once all the relevant information has been received by the funds actuary, the final end of year review will be completed by December 2026.

(ii) Statewide Limited

Council is a member of Statewide Mutual, a mutual pool scheme providing liability insurance to local government.

Membership includes the potential to share in either the net assets or liabilities of the fund depending on its past performance. Council's share of the net assets or liabilities reflects Council's contributions to the pool and the result of insurance claims within each of the fund years.

The future realisation and finalisation of claims incurred but not reported to 30 June this year may result in future liabilities or benefits as a result of past events that Council will be required to fund or share in respectively.

(iii) StateCover Limited

Council is a member of StateCover Mutual Limited and holds a partly paid share in the entity.

StateCover is a company providing workers compensation insurance cover to the NSW local government industry and specifically Council.

Council has a contingent liability to contribute further equity in the event of the erosion of the company's capital base as a result of the company's past performance and/or claims experience or as a result of any increased prudential requirements from APRA.

These future equity contributions would be required to maintain the company's minimum level of net assets in accordance with its licence requirements.

(iv) Other guarantees

Council has provided no other guarantees other than those listed above.

continued on next page ...

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E3-1 Contingencies (continued)

2. Other

(i) Third party claims

The Council is involved from time to time in various claims incidental to the ordinary course of business including claims for damages relating to its services.

Council believes that it is appropriately covered for all claims through its insurance coverage and does not expect any material liabilities to eventuate.

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F People and relationships

F1 Related party disclosures

F1-1 Key management personnel (KMP)

Key management personnel (KMP) of the council are those persons having the authority and responsibility for planning, directing and controlling the activities of the council, directly or indirectly.

The aggregate amount of KMP compensation included in the Income Statement is:

\$ '000	2026	2025
Compensation:		
Short-term benefits	1,936	1,849
Post-employment benefits	228	178
Other long-term benefits	41	67
Termination benefits	213	—
Total	2,418	2,094

Other transactions with KMP and their related parties

Council has determined that transactions at arm's length between KMP and Council as part of KMP using Council services (e.g. access to library or Council swimming pool) will not be disclosed.

Nature of the transaction \$ '000	Transactions during the year	Outstanding balances including commitments	Terms and conditions	Impairment provision on outstanding balances	Impairment expense
2026					
Related Parties, which are Suppliers of Council, supplying goods and services	124	—	Contracts, purchase orders or tenders	—	—
2025					
Related Parties, which are Suppliers of Council, supplying goods and services	187	—	Contracts, purchase orders or tenders	—	—

F1-2 Councillor and Mayoral fees and associated expenses

\$ '000	2026	2025
The aggregate amount of Councillor and Mayoral fees and associated expenses included in materials and services expenses in the Income Statement are:		
Mayoral fee	47	46
Councillors' fees	196	194
Other Councillors' expenses (including Mayor)	110	110
Total	353	350

F2 Other relationships**F2-1 Audit fees****Auditors of the Council - NSW Auditor-General:****(i) Audit and other assurance services**

Audit of financial statements	98	96
Total fees payable to the NSW Auditor-General	98	96

G Other matters

G1-1 Statement of Cash Flows information

Reconciliation of net operating result to cash provided from operating activities

\$ '000	2026	2025
Net operating result from Income Statement	30,171	17,630
Add / (less) non-cash items:		
Depreciation and amortisation	20,665	19,188
(Gain) / loss on disposal of assets	(286)	(131)
Share of net (profits)/losses of associates/joint ventures using the equity method	(30)	(36)
Movements in operating assets and liabilities and other cash items:		
(Increase) / decrease of receivables	1,595	(2,245)
(Increase) / decrease of inventories	(46)	4,899
(Increase) / decrease of other current assets	27	(91)
Increase / (decrease) in payables	1,249	(1,028)
Increase / (decrease) in other accrued expenses payable	(72)	567
Increase / (decrease) in other liabilities	63	(2,042)
Increase / (decrease) in contract liabilities	(5,035)	3,439
Increase / (decrease) in employee benefit provision	(26)	461
Increase / (decrease) in other provisions	(4)	14
Net cash flows from operating activities	48,271	40,625

G2-1 Commitments

Capital commitments (exclusive of GST)

\$ '000	2026	2025
Capital expenditure committed for at the reporting date but not recognised in the financial statements as liabilities:		
Property, plant and equipment		
Bird-Proof Sports Lighting	353	—
Hanwood Stormwater Pump & Levee	60	4
Lake Wyangan Irrigation/Earthworks & Stormwater	400	—
Plant and equipment	95	1,967
Depot Shed	—	148
Sewerage and water infrastructure	2,904	313
Yambil Street Upgrade (Stage 3 & 4)	133	38
Total commitments	3,945	2,470
These expenditures are payable as follows:		
Within the next year	3,945	2,470
Total payable	3,945	2,470

G3-1 Events occurring after the reporting date

Council is unaware of any material or significant 'non-adjusting events' that should be disclosed.

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G4 Statement of developer contributions

G4-1 Summary of developer contributions

\$ '000	Opening balance at 1 July 2025	Contributions received during the year			Interest and investment income earned	Amounts expended	Held as restricted asset at 30 June 2026
		Cash	Non-cash	Land			
Traffic facilities	125	–	–	–	6	–	131
Parking	(35)	–	–	–	–	–	(35)
Open space	322	–	–	–	13	–	335
Community facilities	106	–	–	–	5	–	111
S7.11 contributions – under a plan	518	–	–	–	24	–	542
S7.12 levies – under a plan	6,119	900	–	–	307	(46)	7,280
Total S7.11 and S7.12 revenue under plans	6,637	900	–	–	331	(46)	7,822
S7.11 not under plans	8	–	–	–	1	–	9
S64 contributions	20,571	1,827	–	–	1,016	(303)	23,111
Total contributions	27,216	2,727	–	–	1,348	(349)	30,942

Under the *Environmental Planning and Assessment Act 1979*, local infrastructure contributions, also known as developer contributions, are charged by councils when new development occurs. They help fund infrastructure like parks, community facilities, local roads, footpaths, stormwater drainage and traffic management. It is possible that the funds contributed may be less than the cost of this infrastructure, requiring Council to borrow or use general revenue to fund the difference.

G4-2 Developer contributions by plan

\$ '000	Opening balance at 1 July 2025	Contributions received during the year		Interest and investment income earned	Amounts expended	Held as restricted asset at 30 June 2026
		Cash	Non-cash Land			
S7.11 contributions – under a plan						
CONTRIBUTION PLAN – CAR PARKING						
Parking	(35)	-	-	-	-	(35)
Total	(35)	-	-	-	-	(35)
CONTRIBUTION PLAN – OPEN SPACE						
Open space	247	-	-	11	-	258
Total	247	-	-	11	-	258
CONTRIBUTION PLAN – COMMUNITY FACILITIES						
Community facilities	106	-	-	5	-	111
Total	106	-	-	5	-	111
CONTRIBUTION PLAN – NEIGHBOURHOOD PARKS						
Open space	75	-	-	2	-	77
Total	75	-	-	2	-	77
CONTRIBUTION PLAN – TRAFFIC MANAGEMENT						
Traffic facilities	125	-	-	6	-	131
Total	125	-	-	6	-	131
S7.12 Levies – under a plan						
Sec 94A from 01-07-10						
Sec 94A from 01-07-10	6,119	900	-	307	(46)	7,280
Total	6,119	900	-	307	(46)	7,280
G4-3 Contributions not under plans						
CONTRIBUTIONS NOT UNDER A PLAN						
Open space	8	-	-	1	-	9
Total	8	-	-	1	-	9

\$ '000	Opening balance at 1 July 2025	Contributions received during the year			Interest and investment income earned	Amounts expended	Held as restricted asset at 30 June 2026
		Cash	Non-cash	Land			
G4-4 S64 contributions							
Sec 64 Drainage Collina							
Sec 64 Drainage	1,746	274	—	84	(303)	1,801	
Total	1,746	274	—	84	(303)	1,801	
Sec 64 Drainage Mallinson Rd/Wyangan Estate							
Sec 64 Drainage	83	—	—	4	—	87	
Total	83	—	—	4	—	87	
Sec 64 Water							
Sec 64 Water	11,761	948	—	582	—	13,291	
Total	11,761	948	—	582	—	13,291	
Sec 64 Sewer							
Sec 64 Sewer	6,981	605	—	345	—	7,931	
Total	6,981	605	—	345	—	7,931	

End of the audited financial statements

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Griffith City Council

General Purpose Financial Statements

for the year ended 30 June 2026

Independent Auditor's Reports:

On the Financial Statements (Sect 417 [2])

Independent Auditor's Report

Please uplift Council's Audit Report PDF (opinion) for inclusion in the GPFS report (via the Home screen).

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Griffith City Council

General Purpose Financial Statements

for the year ended 30 June 2026

Independent Auditor's Reports: (continued)

On the Financial Statements (Sect 417 [3])

Independent Auditor's Report

Please uplift Council's Audit Report PDF (commentary) for inclusion in the GPFS report (via the Home screen).

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Griffith City Council

SPECIAL PURPOSE FINANCIAL STATEMENTS
for the year ended 30 June 2026



Griffith City Council

Special Purpose Financial Statements

for the year ended 30 June 2026

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Griffith City Council

Special Purpose Financial Statements

for the year ended 30 June 2026

Statement by Councillors and Management made pursuant to the Local Government Code of Accounting Practice and Financial Reporting

The attached special purpose financial statements have been prepared in accordance with:

- NSW Government Policy Statement, *Application of National Competition Policy to Local Government*
- Division of Local Government Guidelines, *Pricing and Costing for Council Businesses: A Guide to Competitive Neutrality*
- The Local Government Code of Accounting Practice and Financial Reporting
- Sections 3 and 4 of the NSW Department of Climate Change, Energy, the Environment and Water's (DCCEEW) *Regulatory and assurance framework for local water utilities, July 2022*

To the best of our knowledge and belief, these statements:

- present fairly the operating result and financial position for each of Council's declared business activities for the year,
- accord with Council's accounting and other records; and
- present overhead reallocation charges to the water and sewerage businesses as fair and reasonable.

We are not aware of any matter that would render these statements false or misleading in any way.

Signed in accordance with a resolution of Council made on 27 October 2026.

Doug Curran
Mayor
27 October 2026

[Councillor]
Deputy Mayor
27 October 2026

Scott Grant
General Manager
20 October 2026

Matthew Hansen
Responsible Accounting Officer
27 October 2026

Griffith City Council | Income Statement of water supply business activity | for the year ended 30 June 2026

Griffith City Council

Income Statement of water supply business activity

for the year ended 30 June 2026

\$ '000	2026	2025
Income from continuing operations		
Access charges	2,468	2,308
User charges	11,501	10,720
Fees	383	371
Interest and investment income	1,683	1,682
Grants and contributions provided for operating purposes	54	79
Net gain from the disposal of assets	—	62
Other income	165	320
Total income from continuing operations	16,254	15,542
Expenses from continuing operations		
Employee benefits and on-costs	2,641	2,647
Borrowing costs	3	3
Materials and services	7,545	6,499
Net loss from the disposal of assets	2	—
Calculated taxation equivalents	114	107
Other expenses	5	—
Total expenses from continuing operations excluding depreciation, amortisation and impairment of non-financial assets	10,310	9,256
Operating result from continuing operations excluding depreciation, amortisation and impairment of non-financial assets before capital amounts	5,944	6,286
Depreciation, amortisation and impairment of non-financial assets	2,874	2,713
Surplus (deficit) from continuing operations before capital amounts	3,070	3,573
Grants and contributions provided for capital purposes	1,049	1,314
Surplus (deficit) from continuing operations after capital amounts	4,119	4,887
Surplus (deficit) from all operations before tax	4,119	4,887
Less: corporate taxation equivalent (25%) [based on result before capital]	(768)	(893)
Surplus (deficit) after tax	3,351	3,994
Plus accumulated surplus	108,067	103,161
– Taxation equivalent payments	23	19
– Corporate taxation equivalent	768	893
Plus adjustments for amounts unpaid:		
Closing accumulated surplus	112,209	108,067
Return on capital %	1.6%	1.9%
Subsidy from Council	5,932	4,076
Calculation of dividend payable:		
Surplus (deficit) after tax	3,351	3,994
Less: capital grants and contributions (excluding developer contributions)	(1,049)	(1,314)
Surplus for dividend calculation purposes	2,303	2,680
Potential dividend calculated from surplus	1,151	1,340

Griffith City Council | Income Statement of sewerage business activity | for the year ended 30 June 2026

Griffith City Council

Income Statement of sewerage business activity

for the year ended 30 June 2026

\$ '000	2026	2025
Income from continuing operations		
Access charges	11,059	10,534
User charges	1,170	1,070
Liquid trade waste charges	22	21
Fees	1	2
Interest and investment income	1,003	1,002
Grants and contributions provided for operating purposes	49	74
Net gain from the disposal of assets	5	19
Other income	20	39
Total income from continuing operations	13,329	12,761
Expenses from continuing operations		
Employee benefits and on-costs	2,293	2,183
Borrowing costs	545	617
Materials and services	4,722	4,463
Calculated taxation equivalents	140	136
Total expenses from continuing operations excluding depreciation, amortisation and impairment of non-financial assets	7,700	7,399
Operating result from continuing operations excluding depreciation, amortisation and impairment of non-financial assets before capital amounts	5,629	5,362
Depreciation, amortisation and impairment of non-financial assets	2,467	2,390
Surplus (deficit) from continuing operations before capital amounts	3,162	2,972
Grants and contributions provided for capital purposes	625	982
Surplus (deficit) from continuing operations after capital amounts	3,787	3,954
Surplus (deficit) from all operations before tax	3,787	3,954
Less: corporate taxation equivalent (25%) [based on result before capital]	(791)	(743)
Surplus (deficit) after tax	2,996	3,211
Plus accumulated surplus	87,252	83,236
Plus adjustments for amounts unpaid:		
– Taxation equivalent payments	64	62
– Corporate taxation equivalent	791	743
Closing accumulated surplus	91,103	87,252
Return on capital %	2.3%	2.4%
Subsidy from Council	3,937	2,566
Calculation of dividend payable:		
Surplus (deficit) after tax	2,996	3,211
Less: capital grants and contributions (excluding developer contributions)	(625)	(982)
Surplus for dividend calculation purposes	2,372	2,229
Potential dividend calculated from surplus	1,186	1,115

Griffith City Council | Statement of Financial Position of water supply business activity | as at 30 June 2026

Griffith City Council

Statement of Financial Position of water supply business activity

as at 30 June 2026

\$ '000	2026	2025
ASSETS		
Current assets		
Cash and cash equivalents	13,616	10,314
Investments	25,757	24,575
Receivables	4,314	4,853
Inventories	450	443
Total current assets	44,137	40,185
Non-current assets		
Investments	5,000	4,000
Infrastructure, property, plant and equipment	189,989	183,945
Total non-current assets	194,989	187,945
Total assets	239,126	228,130
LIABILITIES		
Current liabilities		
Payables	23	22
Borrowings	33	32
Total current liabilities	56	54
Non-current liabilities		
Borrowings	138	171
Total non-current liabilities	138	171
Total liabilities	194	225
Net assets	238,932	227,905
EQUITY		
Accumulated surplus	112,209	108,067
IPPE revaluation surplus	126,723	119,838
Total equity	238,932	227,905

Griffith City Council | Statement of Financial Position of sewerage business activity | as at 30 June 2026

Griffith City Council

Statement of Financial Position of sewerage business activity
as at 30 June 2026

\$ '000	2026	2025
ASSETS		
Current assets		
Cash and cash equivalents	9,275	8,253
Investments	15,291	14,590
Receivables	3,005	3,163
Total current assets	27,571	26,006
Non-current assets		
Investments	5,000	4,000
Infrastructure, property, plant and equipment	161,259	147,959
Total non-current assets	166,259	151,959
Total assets	193,830	177,965
LIABILITIES		
Current liabilities		
Borrowings	1,572	1,496
Total current liabilities	1,572	1,496
Non-current liabilities		
Borrowings	7,997	9,569
Total non-current liabilities	7,997	9,569
Total liabilities	9,569	11,065
Net assets	184,261	166,900
EQUITY		
Accumulated surplus	91,103	87,252
IPPE revaluation surplus	93,158	79,648
Total equity	184,261	166,900

Note – Material accounting policy information

A statement summarising the supplemental accounting policies adopted in the preparation of the special purpose financial statements (SPFS) for National Competition Policy (NCP) reporting purposes follows.

These financial statements are SPFS prepared for use by Council and the Office of Local Government. For the purposes of these statements, the Council is a non-reporting not-for-profit entity.

The figures presented in these special purpose financial statements have been prepared in accordance with the recognition and measurement criteria of relevant Australian Accounting Standards, other authoritative pronouncements of the Australian Accounting Standards Board (AASB) and Australian Accounting Interpretations.

The disclosures in these special purpose financial statements have been prepared in accordance with the *Local Government Act 1993* (Act), the *Local Government (General) Regulation 2021* (Regulation) and the Local Government Code of Accounting Practice and Financial Reporting.

The statements are prepared on an accruals basis. They are based on historic costs and do not take into account changing money values or, except where specifically stated, fair value of non-current assets. Certain taxes and other costs, appropriately described, have been imputed for the purposes of the National Competition Policy.

The Statement of Financial Position includes notional assets/liabilities receivable from/payable to Council's general fund. These balances reflect a notional intra-entity funding arrangement with the declared business activities.

National Competition Policy

Council has adopted the principle of 'competitive neutrality' in its business activities as part of the National Competition Policy which is being applied throughout Australia at all levels of government. The framework for its application is set out in the June 1996 NSW Government Policy statement titled 'Application of National Competition Policy to Local Government'. *The Pricing and Costing for Council Businesses – A Guide to Competitive Neutrality* issued by the Office of Local Government in July 1997 has also been adopted.

The pricing and costing guidelines outline the process for identifying and allocating costs to activities and provide a standard for disclosure requirements. These disclosures are reflected in Council's pricing and/or financial reporting systems and include taxation equivalents, Council subsidies, and returns on investments (rate of return and dividends paid).

Declared business activities

In accordance with *Pricing and Costing for Council Businesses – A Guide to Competitive Neutrality*, Council has declared that the following are to be considered as business activities:

Category 1

(where gross operating turnover is over \$2 million)

a. Water Supply Service

Comprising the whole of the water supply operations and net assets servicing the City of Griffith and the surrounding towns and villages of the local government area.

b. Sewerage Service

Comprising the whole of the sewerage reticulation and treatment operations and net assets servicing the City of Griffith.

Category 2

(where gross operating turnover is less than \$2 million)

Council has no Category 2 Business Activities

Taxation equivalent charges

Council is liable to pay various taxes and financial duties. Where this is the case, they are disclosed as a cost of operations just like all other costs. However, where Council does not pay some taxes, which are generally paid by private sector businesses, such as income tax, these equivalent tax payments have been applied to all Council-nominated business activities and are reflected in special purpose financial statements. For the purposes of disclosing comparative information relevant to the private sector equivalent, the following taxation equivalents have been applied to all Council-nominated business activities (this does not include Council's non-business activities):

Notional rate applied (%)

continued on next page ...

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Note – Material accounting policy information (continued)

Corporate income tax rate – 25% (LY 25%)

Land tax – the first \$1,075,000 of combined land values attracts 0%. For the combined land values in excess of \$1,075,000 up to \$6,571,000 the rate is **\$100 + 1.6%**. For the remaining combined land value that exceeds \$6,571,000 a premium marginal rate of **2.0%** applies.

Payroll tax – **5.45%** on the value of taxable salaries and wages in excess of \$1,200,000.

In accordance with DCCEEW's regulatory and assurance framework, a payment for the amount calculated as the annual tax equivalent charges (excluding income tax) must be paid from water supply and sewerage business activities.

The payment of taxation equivalent charges, referred to in the regulatory and assurance framework as a 'dividend for taxation equivalent', may be applied for any purpose allowed under the Act.

Achievement of substantial compliance to DCCEEW's regulatory and assurance framework is not a prerequisite for the payment of the tax equivalent charges; however the payment must not exceed \$3 per assessment.

Income tax

An income tax equivalent has been applied on the profits of the business activities. Whilst income tax is not a specific cost for the purpose of pricing a good or service, it needs to be taken into account in terms of assessing the rate of return required on capital invested. Accordingly, the return on capital invested is set at a pre-tax level – gain/(loss) from ordinary activities before capital amounts, as would be applied by a private sector competitor. That is, it should include a provision equivalent to the relevant corporate income tax rate, currently 25% (LY 25%).

Income tax is only applied where a gain from ordinary activities before capital amounts has been achieved. Since the taxation equivalent is notional – that is, it is payable to the 'Council' as the owner of business operations – it represents an internal payment and has no effect on the operations of the Council.

Accordingly, there is no need for disclosure of internal charges in the SPFS. The rate applied of 25% is the equivalent company tax rate prevalent at reporting date. No adjustments have been made for variations that have occurred during the year.

Local government rates and charges

A calculation of the equivalent rates and charges for all Category 1 businesses has been applied to all assets owned, or exclusively used by the business activity.

Loan and debt guarantee fees

The debt guarantee fee is designed to ensure that Council business activities face 'true' commercial borrowing costs in line with private sector competitors. In order to calculate a debt guarantee fee, Council has determined what the differential borrowing rate would have been between the commercial rate and Council's borrowing rate for its business activities.

(i) Subsidies

Government policy requires that subsidies provided to customers, and the funding of those subsidies, must be explicitly disclosed. Subsidies occur where Council provides services on a less than cost recovery basis. This option is exercised on a range of services in order for Council to meet its community service obligations. The overall effect of subsidies is contained within the Income Statements of business activities.

(ii) Return on investments (rate of return)

The NCP policy statement requires that councils with Category 1 businesses 'would be expected to generate a return on capital funds employed that is comparable to rates of return for private businesses operating in a similar field'.

Funds are subsequently available for meeting commitments or financing future investment strategies. The rate of return is disclosed for each of Council's business activities on the Income Statement.

The rate of return is calculated as follows:

Operating result before capital income + interest expense

Written down value of I,PP&E as at 30 June

As a minimum, business activities should generate a return equal to the Commonwealth 10 year bond rate which is 4.74% at 30/6/26.

continued on next page ...

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Note – Material accounting policy information (continued)

(iii) Dividends

Council is not required to pay dividends to either itself as owner of a range of businesses, or to any external entities.

A local government water supply and sewerage business is permitted to pay annual dividends from their water supply or sewerage business surpluses. Each dividend must be calculated and approved in accordance with DCCEEW's regulatory and assurance framework and must not exceed 50% of the relevant surplus in any one year, or the number of water supply or sewerage assessments at 30 June 2026 multiplied by \$30 (less the payment for tax equivalent charges, not exceeding \$3 per assessment).

In accordance with DCCEEW's regulatory and assurance framework, statement of compliance and statement of dividend payment, dividend payment form and unqualified independent financial audit report are submitted to DCCEEW.

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Griffith City Council

Special Purpose Financial Statements
for the year ended 30 June 2026

Independent Auditor's Report

Please uplift Council's Audit Report PDF (opinion) for inclusion in the SPFS report (via the Home screen).

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Griffith City Council

SPECIAL SCHEDULES
for the year ended 30 June 2026



Griffith City Council

Special Schedules

for the year ended 30 June 2026

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Griffith City Council

Permissible income for general rates

\$ '000	Notes	Calculation 2025/26	Calculation 2026/27
Notional general income calculation ¹			
Last year notional general income yield	a	21,879	24,297
Plus or minus adjustments ²	b	115	71
Notional general income	c = a + b	21,994	24,368
Permissible income calculation			
Percentage increase	d	10.50%	3.20%
Plus percentage increase amount ³	f = d x (c + e)	2,309	780
Sub-total	g = (c + e + f)	24,303	25,148
Plus (or minus) last year's carry forward total	h	—	6
Sub-total	j = (h + i)	—	6
Total permissible income	k = g + j	24,303	25,154
Less notional general income yield	l	24,297	25,154
Catch-up or (excess) result	m = k - l	6	—
Carry forward to next year ⁶	p = m + n + o	6	—

Notes

- (1) The notional general income will not reconcile with rate income in the financial statements in the corresponding year. The statements are reported on an accrual accounting basis which include amounts that relate to prior years' rates income.
- (2) Adjustments account for changes in the number of assessments and any increase or decrease in land value occurring during the year. The adjustments are called 'supplementary valuations' as defined in the *Valuation of Land Act 1916 (NSW)*.
- (3) The 'percentage increase' is inclusive of the rate-peg percentage, and/or special variation and/or Crown land adjustment (where applicable).
- (6) Carry-forward amounts which are in excess (an amount that exceeds the permissible income) require Ministerial approval by order published in the *NSW Government Gazette* in accordance with section 512 of the Act. The OLG will extract these amounts from Council's Permissible income for general rates Statement in the financial data return (FDR) to administer this process.

Permissible income for general rates

Permissible income for general rates: PLUS PDF inserted here

Council needs to uplift custom PDF here - please uplift via "PLUS PDF" choice in the Home/TOC screen?

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Griffith City Council

Report on infrastructure assets as at 30 June 2026

Asset Class	Asset Category	Estimated cost to bring assets to satisfactory standard	Estimated cost to bring to the agreed level of service set by Council	2025/26 Required maintenance ^(a)	2025/26 Actual maintenance	Net carrying amount	Gross replacement cost (GRC)	Asset condition as a percentage of gross replacement cost				
		\$ '000	\$ '000	\$ '000	\$ '000	\$ '000	\$ '000	1	2	3	4	5
Buildings	Buildings	10	10	250	700	118,639	155,408	32.0%	43.0%	23.0%	2.0%	0.0%
	Sub-total	10	10	250	700	118,639	155,408	32.0%	43.0%	23.0%	2.0%	0.0%
Other structures	Other structures	–	385	55	25	41,247	49,124	70.0%	18.0%	10.0%	1.0%	1.0%
	Sub-total	–	385	55	25	41,247	49,124	70.0%	18.0%	10.0%	1.0%	1.0%
Roads	Roads	–	–	5,700	6,500	344,041	399,159	59.0%	23.0%	17.0%	1.0%	0.0%
	Bridges	–	–	5	5	5,247	7,641	16.0%	60.0%	24.0%	0.0%	0.0%
	Footpaths	700	700	25	60	22,714	31,751	37.0%	17.0%	40.0%	6.0%	0.0%
	Sub-total	700	700	5,730	6,565	372,002	438,551	56.7%	23.2%	18.8%	1.3%	0.0%
Water supply network	Water supply network	2,800	2,800	1,200	1,000	181,262	249,319	30.0%	58.0%	9.0%	3.0%	0.0%
	Sub-total	2,800	2,800	1,200	1,000	181,262	249,319	30.0%	58.0%	9.0%	3.0%	0.0%
Sewerage network	Sewerage network	5,600	5,600	700	1,000	150,245	217,911	29.0%	48.0%	16.0%	3.0%	4.0%
	Sub-total	5,600	5,600	700	1,000	150,245	217,911	29.0%	48.0%	16.0%	3.0%	4.0%
Stormwater drainage	Stormwater drainage	900	900	700	600	71,096	99,092	48.0%	10.0%	36.0%	4.0%	2.0%
	Sub-total	900	900	700	600	71,096	99,092	48.0%	10.0%	36.0%	4.0%	2.0%
Open space / recreational assets	Open space/recreational assets	850	850	175	250	25,052	33,982	50.0%	43.0%	7.0%	0.0%	0.0%
	Sub-total	850	850	175	250	25,052	33,982	50.0%	43.0%	7.0%	0.0%	0.0%
Total – all assets		10,860	11,245	8,810	10,140	959,543	1,243,387	43.0%	36.3%	17.6%	2.2%	0.9%

(a) Required maintenance is the amount identified in Council's asset management plans.

Infrastructure asset condition assessment 'key'

#	Condition	Integrated planning and reporting (IP&R) description
1	Excellent/very good	No work required (normal maintenance)
2	Good	Only minor maintenance work required
3	Satisfactory	Maintenance work required
4	Poor	Renewal required
5	Very poor	Urgent renewal/upgrading required

Griffith City Council

Report on infrastructure assets as at 30 June 2026

Infrastructure asset performance indicators (consolidated) *

\$ '000	Amounts 2026	Indicator 2026	Indicator 2025	Benchmark
Buildings and infrastructure renewals ratio				
Asset renewals ¹	9,810	58.27%	109.62%	> 100.00%
Depreciation, amortisation and impairment	16,836			
Infrastructure backlog ratio				
Estimated cost to bring assets to a satisfactory standard	10,860	1.11%	1.16%	< 2.00%
Net carrying amount of infrastructure assets	977,315			
Asset maintenance ratio				
Actual asset maintenance	10,140	115.10%	119.21%	> 100.00%
Required asset maintenance	8,810			
Cost to bring assets to agreed service level				
Estimated cost to bring assets to an agreed service level set by Council	11,245	0.90%	0.92%	
Gross replacement cost	1,243,387			

(*) All asset performance indicators are calculated using classes identified in the previous table.

(1) Asset renewals represent the replacement and/or refurbishment of existing assets to an equivalent capacity/performance as opposed to the acquisition of new assets (or the refurbishment of old assets) that increases capacity/performance.

Griffith City Council

Report on infrastructure assets as at 30 June 2026

Infrastructure asset performance indicators (by fund)

\$ '000	General fund		Water fund		Sewer fund		Benchmark
	2026	2025	2026	2025	2026	2025	
Buildings and infrastructure renewals ratio							
Asset renewals ¹	61.66%	129.36%	50.28%	79.19%	49.34%	45.29%	> 100.00%
Depreciation, amortisation and impairment							
Infrastructure backlog ratio							
Estimated cost to bring assets to a satisfactory standard	0.38%	0.39%	1.54%	1.56%	3.73%	3.94%	< 2.00%
Net carrying amount of infrastructure assets							
Asset maintenance ratio							
Actual asset maintenance	117.80%	120.91%	83.33%	88.65%	142.86%	154.80%	> 100.00%
Required asset maintenance							
Cost to bring assets to agreed service level							
Estimated cost to bring assets to an agreed service level set by Council	0.37%	0.38%	1.12%	1.09%	2.57%	2.56%	
Gross replacement cost							

(1) Asset renewals represent the replacement and/or refurbishment of existing assets to an equivalent capacity/performance as opposed to the acquisition of new assets (or the refurbishment of old assets) that increases capacity/performance.