

September 2017 Quarterly  
**Finance Report**



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# 1 Comprehensive Income Statement

For the quarter ended 30 September 2017

Notes	YTD	YTD	Annual	Variances		Variances		
	Actuals	Budget	Budget	Actual v	Actual v	Actual v	Actual v	
	\$'000	\$'000	\$'000	YTD Budget	%	Annual Budget	%	
				\$'000		\$'000		
<b>Income</b>								
	49,317	49,006	49,353	311	1%	(36)	0%	
Rates and charges								
Statutory fees and fines	458	367	1,890	91	25%	(1,431)	76%	
User charges	1,423	1,479	6,168	(56)	4%	(4,744)	77%	
Grants - Operating	1,748	1,434	5,832	315	22%	(4,084)	70%	
Grants - Capital	395	28	2,378	367	1323%	(1,984)	83%	
Contributions - monetary	1,077	755	3,554	321	43%	(2,478)	70%	
Contributions - non-monetary assets		-	12,580		0%	(12,580)	100%	
Net gain/(loss) on disposal of property infrastructure, plant and equipment	1	(35)	1	36	102%		9%	
Other Income	254	221	883	33	15%	(629)	71%	
<b>Total Income</b>	<b>54,673</b>	<b>53,255</b>	<b>82,639</b>	<b>1,419</b>	<b>643%</b>	<b>(27,965)</b>	<b>34%</b>	
<b>Expenses</b>								
Employee costs	1	6,045	6,606	29,394	561	8%	23,349	79%
Materials and services	2	5,117	6,051	24,917	935	15%	19,800	79%
Bad and doubtful debts		15	26	80	11	42%	64	81%
Depreciation		3,303	2,899	11,597	(404)	14%	8,293	72%
Borrowing costs		252	252	1,031		0%	779	76%
Asset write offs		-	-	414	-	0%	414	100%
Other Expenses		308	351	1,255	43	12%	947	75%
<b>Total expenses</b>	<b>15,040</b>	<b>16,185</b>	<b>68,686</b>	<b>1,146</b>	<b>7%</b>	<b>53,647</b>	<b>78%</b>	
<b>Surplus/(deficit) for the year</b>	<b>39,634</b>	<b>37,069</b>	<b>13,952</b>	<b>2,564</b>	<b>7%</b>	<b>25,681</b>	<b>184%</b>	
<b>Other Comprehensive Income</b>								
<b>Items that will not be reclassified to surplus or deficit in future periods</b>								
Net asset revaluation increment		-	-	1,103	-	0%	(1,103)	100%
<b>Total Comprehensive Result</b>	<b>39,634</b>	<b>37,069</b>	<b>15,055</b>	<b>2,564</b>	<b>7%</b>	<b>24,578</b>	<b>163%</b>	

1. Employee costs, variance is mainly due to vacancies.

2. Materials and Services, variance mainly relates to timing of delivery of programs and expensed capital works.

## 2 Balance Sheet

As at 30 September 2017

	Notes	YTD Actuals \$'000	YTD Budget \$'000	Annual Budget \$'000	Variance Actual v YTD Budget \$'000	%	Variance Actual v Annual Budget \$'000	%
<b>Assets</b>								
<b>Current assets</b>								
Cash and cash equivalents	1	2,136	18,510	21,208	(16,374)	88%	(19,071)	90%
Trade and other receivables	2	42,530	44,422	3,082	(1,891)	4%	39,448	1280%
Other financial assets	1	32,080	15,000	15,000	17,080	114%	17,080	114%
Inventories		270	293	299	(23)	8%	(29)	10%
Non-current assets classified as held for sale		-	529	-	(529)	100%	-	0%
Other assets		380	310	553	70	23%	(172)	31%
<b>Total current assets</b>		<b>77,397</b>	<b>79,065</b>	<b>40,141</b>	<b>(1,667)</b>	<b>2%</b>	<b>37,256</b>	<b>93%</b>
<b>Non current assets</b>								
Trade and other receivables		47	70	70	(23)	32%	(23)	32%
Other financial assets	1	-	1,000	1,000	(1,000)	100%	(1,000)	100%
Property, infrastructure plant & equipment	3	516,110	472,833	492,532	43,277	9%	23,578	5%
Investments in associates and joint ventures		457	537	537	(80)	15%	(80)	15%
<b>Total non current assets</b>		<b>516,614</b>	<b>474,439</b>	<b>494,138</b>	<b>42,174</b>	<b>9%</b>	<b>22,475</b>	<b>5%</b>
<b>Total assets</b>		<b>594,011</b>	<b>553,504</b>	<b>534,279</b>	<b>40,507</b>	<b>7%</b>	<b>59,731</b>	<b>11%</b>
<b>Liabilities</b>								
<b>Current liabilities</b>								
Trade and other payables		840	1,500	3,688	660	44%	2,847	77%
Trust funds and deposits		3,012	2,760	1,900	(252)	9%	(1,112)	59%
Provisions		5,693	6,196	5,165	503	8%	(528)	10%
Interest bearing liabilities		514	514	951		0%	437	46%
Other Liabilities		137	36	36	(101)	280%	(101)	280%
<b>Total current liabilities</b>		<b>10,196</b>	<b>11,005</b>	<b>11,740</b>	<b>809</b>	<b>7%</b>	<b>1,543</b>	<b>13%</b>
<b>Non current liabilities</b>								
Provisions	4	11,628	12,469	12,475	841	7%	847	7%
Interest bearing liabilities		14,262	14,262	16,311	()	0%	2,049	13%
<b>Total non current liabilities</b>		<b>25,890</b>	<b>26,730</b>	<b>28,786</b>	<b>841</b>	<b>3%</b>	<b>2,896</b>	<b>10%</b>
<b>Total liabilities</b>		<b>36,086</b>	<b>37,736</b>	<b>40,526</b>	<b>1,650</b>	<b>4%</b>	<b>4,440</b>	<b>11%</b>
<b>Net assets</b>		<b>557,925</b>	<b>515,768</b>	<b>493,754</b>	<b>42,157</b>	<b>8%</b>	<b>(64,171)</b>	<b>13%</b>
<b>Equity</b>								
Accumulated surplus		251,009	234,455	214,044	16,554	7%	36,965	17%
Assets revaluation reserve		281,199	257,211	243,634	23,988	9%	37,565	15%
Other reserves		25,717	24,102	36,076	1,614	7%	(10,359)	29%
<b>Total equity</b>		<b>557,925</b>	<b>515,768</b>	<b>493,754</b>	<b>42,157</b>	<b>8%</b>	<b>64,171</b>	<b>13%</b>

1. Total cash and investment holdings variance is \$294k, mix of short and medium term investments weighted differently.

2. Trade and other receivables variance is mainly due to payment of rates higher than budget.

3. Property, infrastructure plant & equipment opening balance \$43m higher than forecast mainly due to revaluation and recognition of previously unrecognised assets.

4. Provision variance is mainly due to a lower actual opening balance compared to forecast.

### 3 Statement of Cash Flows

For the quarter ended 30 September 2017

	Notes	YTD	YTD	Annual	Variances		Variances	
		Actuals	Budget	Budget	Actual v	Actual v	Annual Budget	Annual Budget
		\$'000	\$'000	\$'000	YTD Budget	%	\$'000	%
<b>Cash flow from operating activities</b>								
Rates and charges	1	10,218	7,606	49,353	2,612	34%	(39,134)	79%
Grants - operating		1,918	1,544	6,032	374	24%	(4,114)	68%
Grants - capital		395	28	2,378	367	1323%	(1,984)	83%
Contributions		1,077	813	3,554	263	32%	(2,478)	70%
Interest received		243	221	883	22	10%	(640)	72%
Statutory fees and fines		458	425	1,890	33	8%	(1,431)	76%
User charges		1,292	1,591	6,323	(299)	19%	(5,030)	80%
Net GST refund/payment		2,025	1,014	4,029	1,011	100%	(2,004)	50%
Deposits received/(refunded)		361	897	37	(536)	60%	324	868%
Employee costs		(5,941)	(6,591)	(29,335)	650	10%	23,394	80%
Materials and Services	2	(13,119)	(9,889)	(31,933)	(3,230)	33%	18,814	59%
<b>Net cash provided from operating activities</b>		<b>(1,073)</b>	<b>(2,341)</b>	<b>13,211</b>	<b>1,268</b>	<b>54%</b>	<b>(14,284)</b>	<b>108%</b>
<b>Cash Flows from investing activities</b>								
Proceeds from sale of property, plant & equipment	1	70	928	(70)	99%	(927)	100%	
Payments for property, plant, equipment & infrastructure assets		(3,093)	(2,721)	(18,140)	(372)	14%	15,046	83%
Cash Flows from investing activities		4,300	-	-	4,300	0%	4,300	0%
<b>Net cash used in investing activities</b>		<b>1,208</b>	<b>(2,650)</b>	<b>(17,212)</b>	<b>3,858</b>	<b>146%</b>	<b>18,420</b>	<b>107%</b>
<b>Cash flows from financing activities</b>								
Finance costs		(252)	(252)	(1,031)		0%	779	76%
Proceeds from interest bearing loans and borrowings		-	-	3,000	-	0%	(3,000)	100%
Repayment of interest bearing loans and borrowings		(161)	(161)	(675)	()	0%	514	76%
<b>Net cash provided from financing activities</b>		<b>(413)</b>	<b>(413)</b>	<b>1,294</b>	<b>()</b>	<b>0%</b>	<b>(1,707)</b>	<b>132%</b>
<b>Net increase/(decrease) in cash &amp; cash equivalents held</b>		<b>(277)</b>	<b>(5,404)</b>	<b>(2,706)</b>	<b>5,126</b>	<b>95%</b>	<b>2,429</b>	<b>90%</b>
Cash & cash equivalents at the beginning of the period		2,414	23,914	23,914	(21,500)	90%	(21,500)	90%
<b>Cash &amp; cash equivalents at the end of the period</b>		<b>2,136</b>	<b>18,510</b>	<b>21,208</b>	<b>(16,374)</b>	<b>88%</b>	<b>(19,071)</b>	<b>90%</b>
Investments (current and non-current financial assets)		32,080	16,000	16,000	16,080	101%	16,080	101%
						0%		0%
<b>Total cash &amp; investments at the end of the period</b>		<b>34,216</b>	<b>34,510</b>	<b>37,208</b>	<b>(294)</b>	<b>1%</b>	<b>(2,991)</b>	<b>8%</b>

1. Rates & Charges received early due to the instalment date being the start of October

2. Materials and Services variance is mainly due to actual opening accounts payable balance being \$3m higher than budget.

### 4 Statement of Changes in Equity

As at 30 September 2017

	YTD	YTD	Annual	Variances		Variances	
	Actuals	Budget	Budget	Actual v	Actual v	Annual Budget	Annual Budget
	\$'000	\$'000	\$'000	YTD Budget	%	\$'000	%
Equity Opening Balance	518,291	478,698	478,698	39,593	8%	39,593	8%
Surplus for the Year	39,634	37,069	13,952	2,564	7%	25,681	184%
Net Asset Revaluation	-	-	1,103	-	0%	(1,103)	100%
<b>Total Equity</b>	<b>557,925</b>	<b>515,768</b>	<b>493,754</b>	<b>42,157</b>	<b>8%</b>	<b>64,171</b>	<b>13%</b>

## 5 Statement of Capital Works

As at 30 September 2017

Notes	YTD	YTD	Annual	Variances		Variances		
	Actuals	Budget	Budget	Actual v	Actual v	Actual v	Actual v	
	\$'000	\$'000	\$'000	YTD Budget	%	Annual Budget	%	
				\$'000		\$'000		
<b>Property</b>								
Land	-		1	(1)	567%	1	0%	
Buildings	1,318	792	5,280	(526)	66%	3,962	75%	
<b>Total Property</b>	<b>1,318</b>	<b>792</b>	<b>5,281</b>	<b>(527)</b>		<b>3,963</b>	<b>75%</b>	
<b>Plant and Equipment</b>								
Plant, Machinery and Equipment	74	240	1,600	166	69%	1,526	95%	
Computers and Telecommunications	72	150	998	77	52%	926	93%	
Fixtures, Fitting and Furniture	-	1	5	1	100%	5	100%	
<b>Total Plant and Equipment</b>	<b>146</b>	<b>390</b>	<b>2,603</b>	<b>244</b>		<b>2,457</b>	<b>94%</b>	
<b>Infrastructure</b>								
Roads	1,201	1,141	7,604	(60)	5%	6,403	84%	
Bridges		6	40	6	98%	40	100%	
Footpaths and Cycleways	64	41	271	(23)	57%	207	76%	
Drainage	57	53	353	(5)	9%	296	84%	
Parks, Open Space and Streetscapes	278	182	1,215	(95)	52%	937	77%	
Recreation, Leisure and Community Facilities	30	116	774	86	75%	744	96%	
Expensed Capital Works	138	575	3,830	436	76%	3,692	96%	
Landfill Provision Works	459	189	1,258	(271)	143%	798	63%	
<b>Total Infrastructure</b>	<b>2,227</b>	<b>2,302</b>	<b>15,344</b>	<b>75</b>	<b>3%</b>	<b>13,117</b>	<b>85%</b>	
<b>Total Capital Works</b>	<b>1</b>	<b>3,690</b>	<b>3,484</b>	<b>23,227</b>	<b>(206)</b>	<b>6%</b>	<b>19,537</b>	<b>84%</b>
<b>Represented by:</b>								
Renewal	1,011	863	5,751	(148)	17%	4,740	82%	
Upgrade	508	925	6,166	417	45%	5,658	92%	
Expansion	-	-	-	-	0%	-	0%	
New	1,574	933	6,223	(641)	69%	4,649	75%	
Expensed Capital Works	138	575	3,830	436	76%	3,692	96%	
Landfill Provision Works	459	189	1,258	(271)	143%	798	63%	
<b>Total Capital Works</b>	<b>3,690</b>	<b>3,484</b>	<b>23,227</b>	<b>(206)</b>	<b>6%</b>	<b>19,537</b>	<b>84%</b>	

1. Generally all project spend variations are only timing and spending of carry forward of unspent budgeted funds.