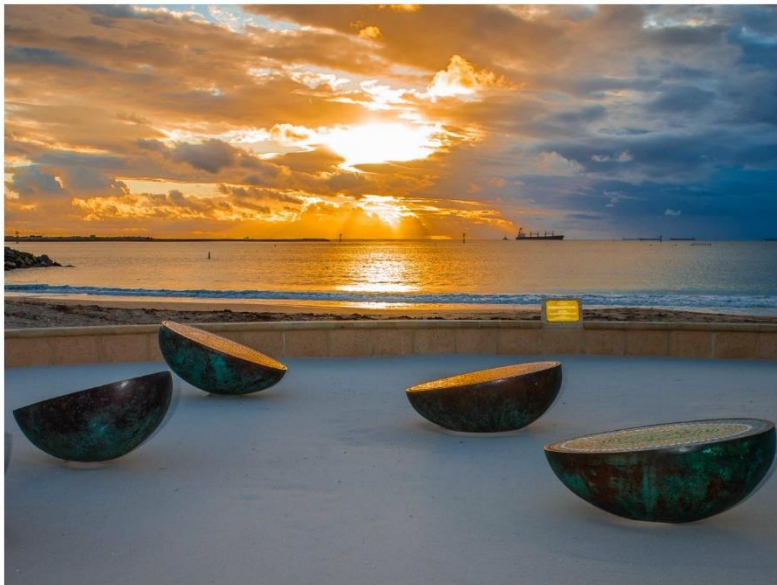




City of
Greater Geraldton
a vibrant future



CITY OF GREATER GERALDTON MONTHLY MANAGEMENT REPORT



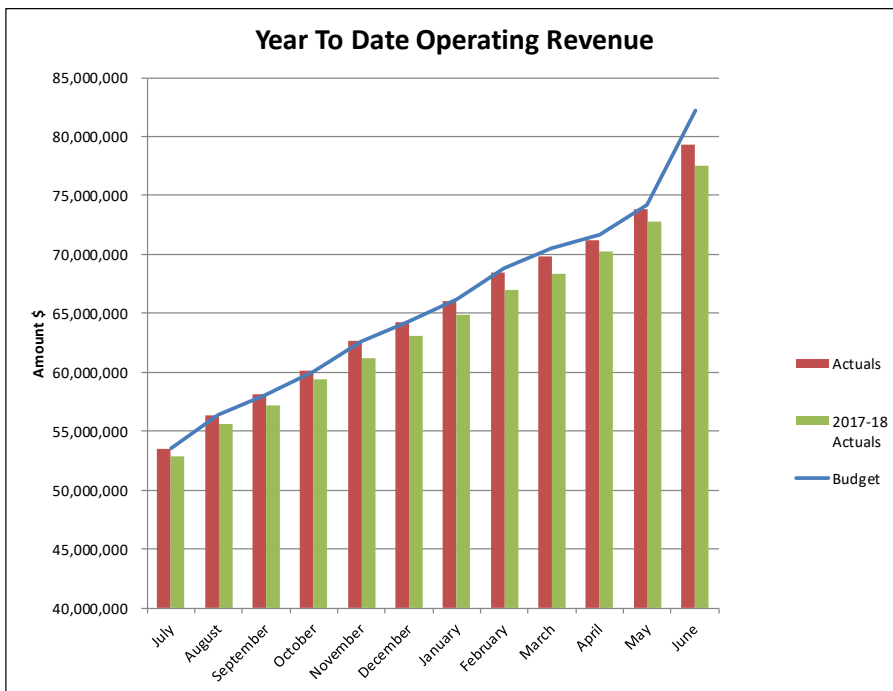
FOR THE PERIOD ENDED 30 June 2019

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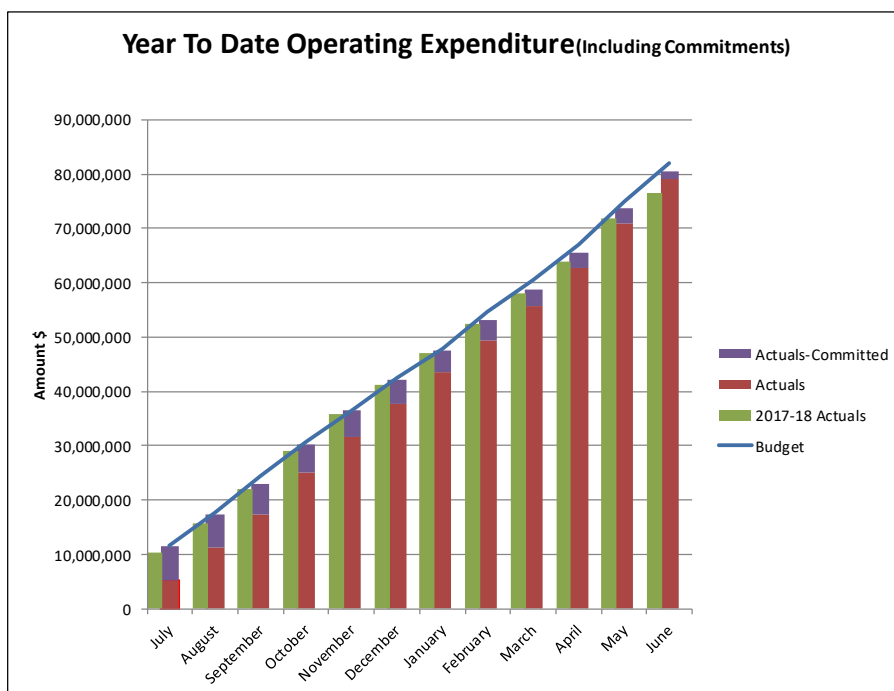
ECONOMIC KEY PERFORMANCE INDICATORS



Comments:

*Operating revenue recorded as at 30 June \$79,281,958.

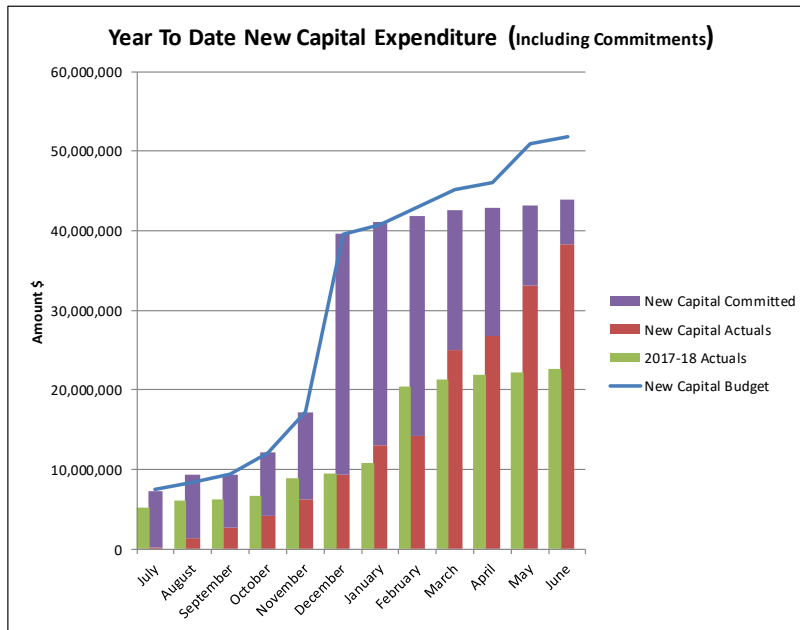
- Rates – as previously reported interim rates (growth factor) below budget forecast.
- Operating Grants - \$125,000 final grant payment for Chapman River and Greenough River Catchment flood mapping project awaiting final acquittal completion.
- Fees & Charges – once all debtor accounts and accruals processed, it is expected this revenue stream will be around \$700,000 under budget.
- \$250,000 Meru revenue from rock and rubble crushing will not be realised.
- Processing of this product has just recently come on line, offset by cost that is recognised under materials and contractors.
- Revenue from QPT show activity below budget by \$250,000 – offset by reduced costs.
- Parking activity revenue \$120,000 under budget forecast.
- Other Revenue – transfer from Trust for POS & Pathway budgeted and completed projects will be done as part of the End of Year finalisation of accounts.



Comments:

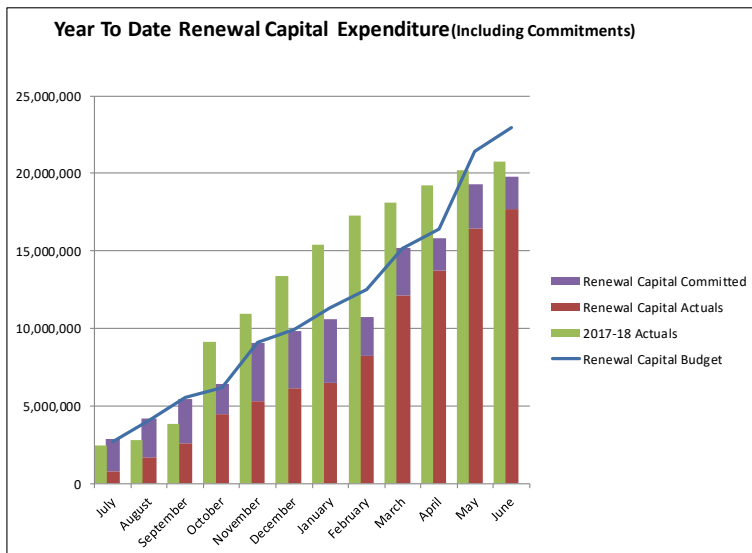
* Operating expenditure recorded as at 30 June is \$79,060,822 including commitments of \$1.3mil.

- Employee Costs – Accrual still to be processed to recognised pay period 27-30 June. Final actuals expected to around budget forecast.
- Materials & Contractors - Forecast to be at least \$1.5million under budget.
- Road operating and maintenance \$600,000 under budget.
- Landfill operating \$200,000 under budget.
- ICT operating \$200,000 under budget.
- Land & Property operating expense \$160,000 under budget – reduced activity
- QPT show activity \$150,000 under budget.
- Fleet parts & repairs \$120,000 under budget.
- Utilities – savings achieved via new supply contracts.
- Depreciation – this expense will be above budget due to the impact of major new assets being activated.
- Loss on Disposal - \$183,000 demolition of Triton Place ablation block. New capitalisation threshold write-off of assets < \$5k



Comments:

- * New capital expenditure recorded as at 30 June is \$43,837,101 including commitments of \$5.5mil.
- Land - \$1.56 million Cape Burney land development “rolled-over” into 2019-20.
- Land - Reallocated of streetscape costs currently recognised under Land relating to Rocks & CBD redevelopment still to be processed to Parks Asset category.
- Buildings - \$1.12million for implementation of Solar PV – Airport, Aquarena & Library to be carried over into 2019-20. Aquarena & Library tenders recently awarded – Airport still under review in relation to feasibility of project due to high voltage issues and connectivity.
- Meru - Completion of Cell 5 construction to roll over into 2019-20. Provision to be made for \$2m residual to be placed in Reserves.
- New pathway – Abraham St \$155,000 in progress to be carried over into 2019-20.
- Airport - Arthur Rd realignment to be completed in 2019-20 along with final residual payment for Airport Project.

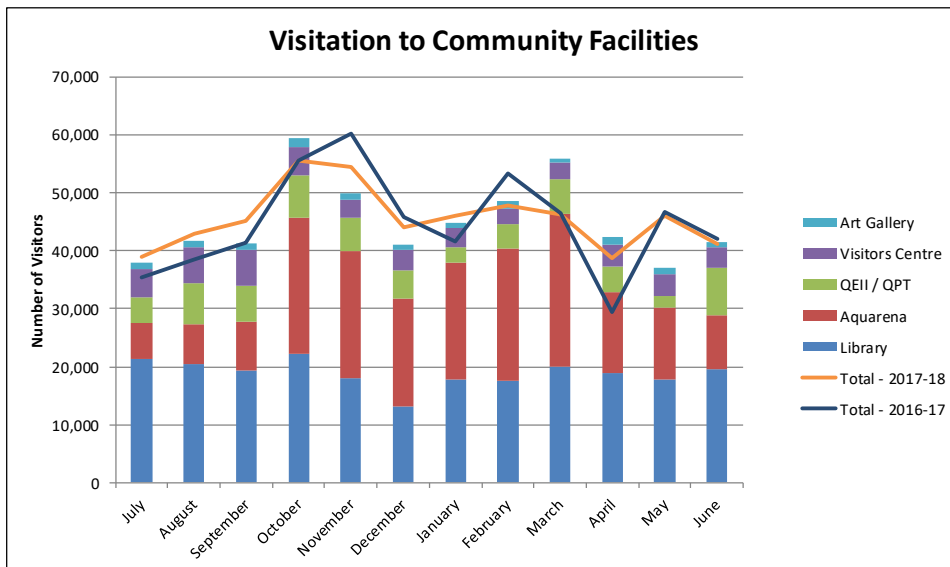


Comments:

Renewal capital expenditure recorded as at 30 June is \$19,794,054 including commitments of \$2 mil.

- Plant & Equipment - Small savings achieved in completion of replacement program.
- Replacement of library shelving was completed and came in \$100,000 under budget.
- CCTV renewal program and ICT equipment upgrades to be carried over into 2019-20 - \$136,000.
- QPT equipment and stage upgrades \$47,000 under budget.
- 98% of the road renewal program has been completed. While there will be some “roll-over” of funds into 2019-20, overall the completion of the road renewal program will come in under budget.
- Parks - \$452,950 for Spalding Urban Renewal Program re-budgeted in 2019-20 financial year.
- Parks - Streetscape cost component of CBD Revitalisation project still to be recognised under this category as part of End of Year finalisation – all costs currently recognised under land asset category.
- Pathway renewal currently \$462,000 under budget. Estimated around \$330,000 on works still to be completed to be carried over into 2019-20. Overall, expected completed program to be under budget.
- Carparks – Lot 601 upgrade deferred \$420,000 & Spalding Park Carpark \$293,000 to be carried over into 2019-20.

SOCIAL KEY PERFORMANCE INDICATORS

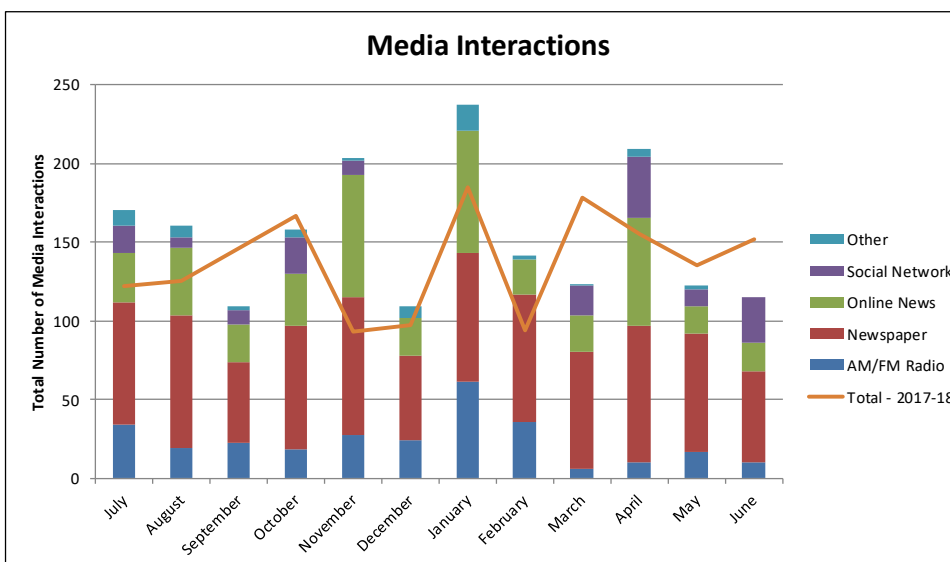


Comments:
 Library visitations recorded in June was 19,584.

 There was a decrease in Aquarena visits from 12,381 in May to 9,333 in June.

 Art Gallery had 938 patrons through the door in June compared to 1,075 May.

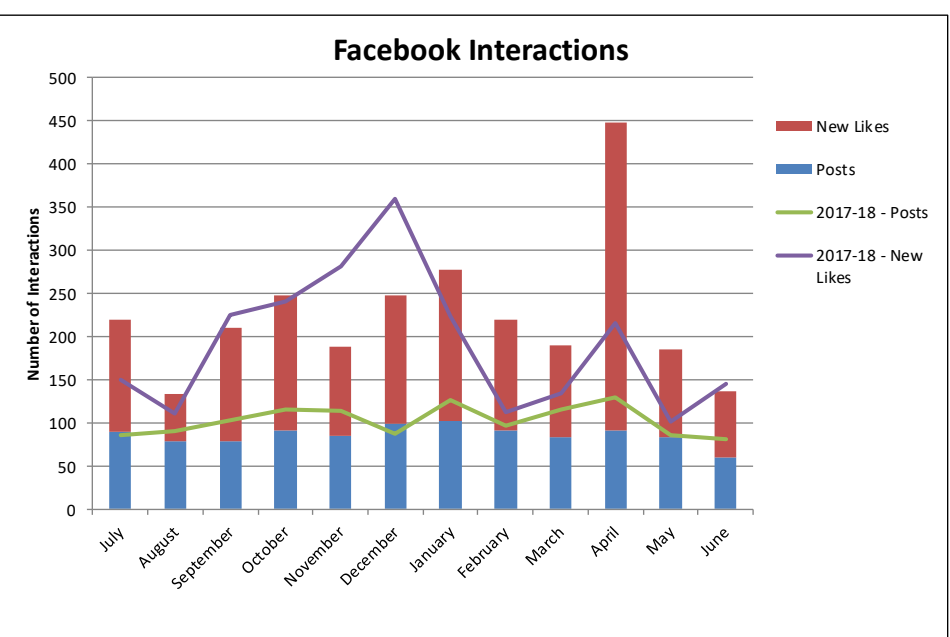
 QPT bookings in June:
 An Evening with The Waifs - 648
 Australian Dance Extravaganza - 1500
 Possum Magic by Monkey Baa - 1,106
 The Ultimate Eagle Experience - 305



Comments:
 Media interactions during the month of June:

- Budgets/Rates
- Houtman 400 funding
- Animal Management opening
- Beresford foreshore award
- Big Sky Readers and Writers Festival

 Total media types - 4
 Total Items - 115
 Total audience - 703,019



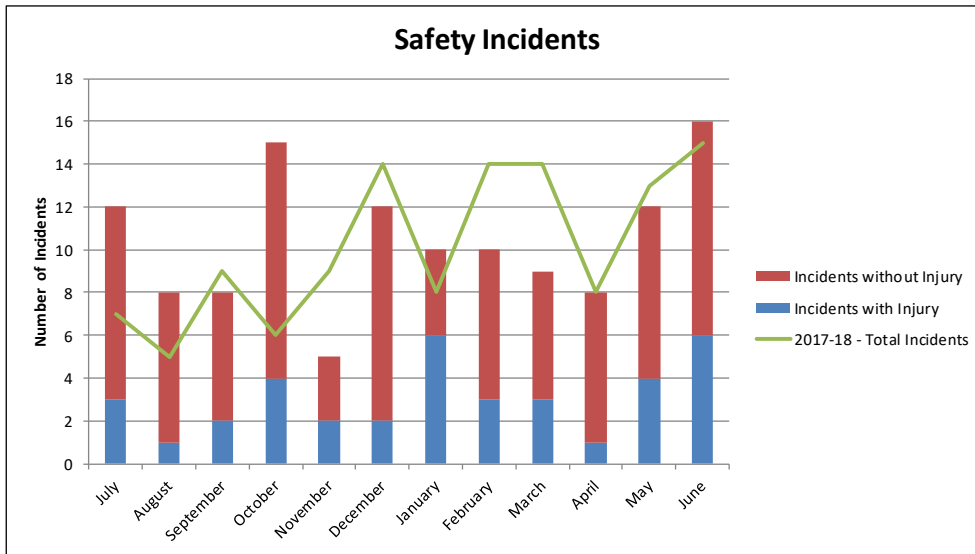
Comments:
 City of Greater Geraldton's Facebook page visits for June resulted in 60 new posts and 76 new likes.

Main Topics:

- Community grant for Sun City Christian Centre – 8.1k
- Water Corp outage update – 6.4k
- Animal Management Facility video – 6.2k
- Go Skateboarding Day 2019 – 6.1k

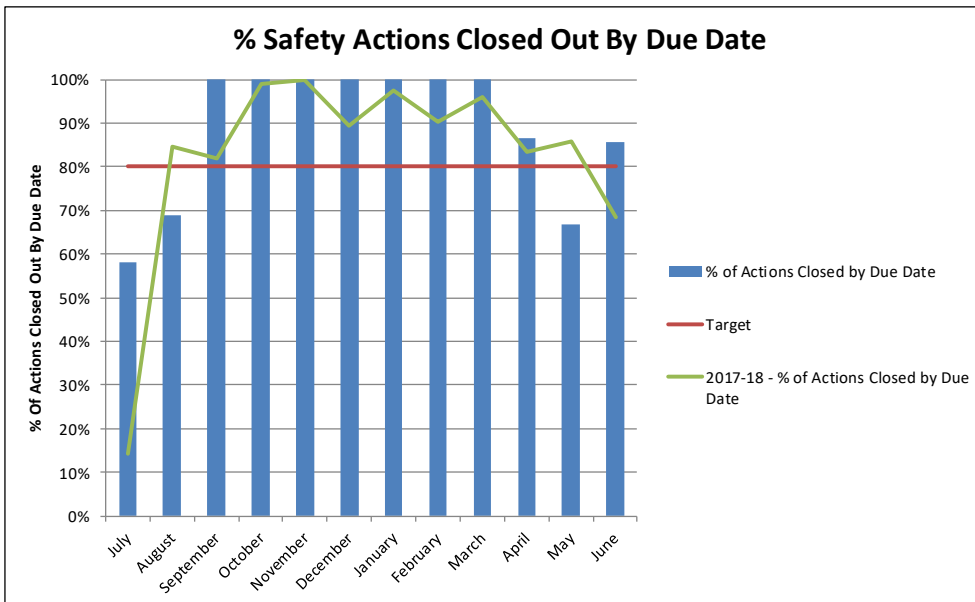
 Average post reach - 4,921

GOVERNANCE KEY PERFORMANCE INDICATORS



Comments:
 There was 6 incidents with injury and 10 incidents without injury in June.

Incidents:
 - Equipment - 4
 - Environment - 0
 - Near Miss - 1
 - Security - 2
 - Injury - 6
 - Other - 3

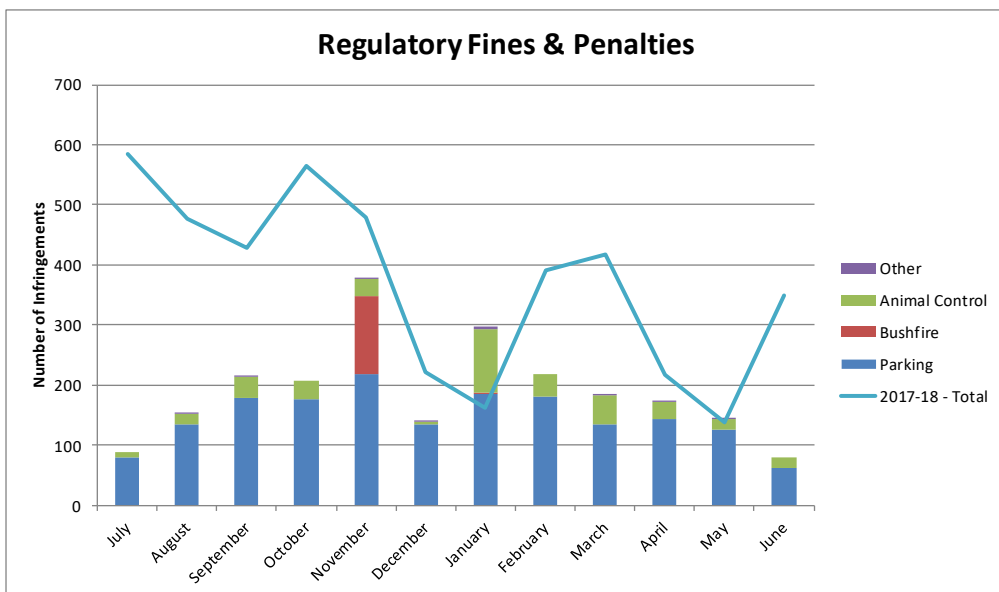


Comments:
 12 actions were closed in June, 6 new actions were opened during the month and of the 11 open actions, 3 actions are currently overdue by more than 30 days.



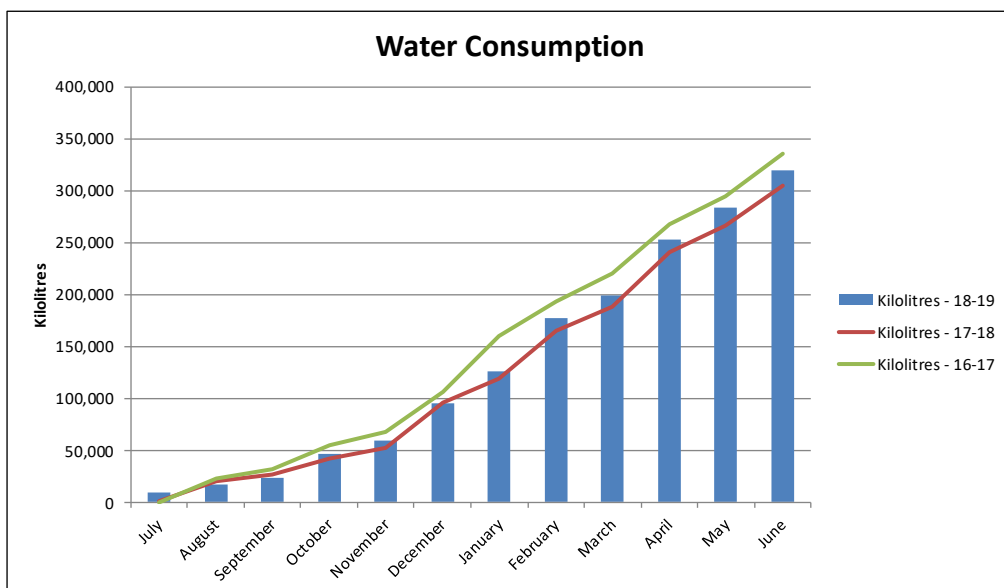
Comments:
 30 inspections were scheduled in June and 28 inspections were completed.

ENVIRONMENTAL KEY PERFORMANCE INDICATORS



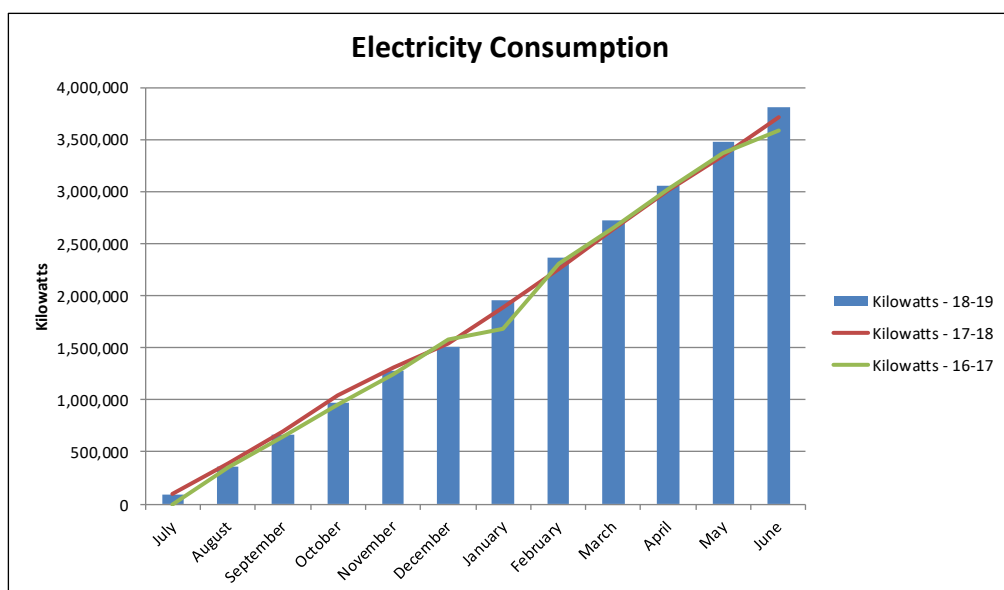
Comments:
 Fines issued in June:
 Parking: 62
 Animal Control: 18
 Bushfires Act: 0
 Other: 0

This compares to 348 for the same period last year.



Comments:
 Total kilolitres used up to 30 June is 319,766 compared to 303,970 last year.

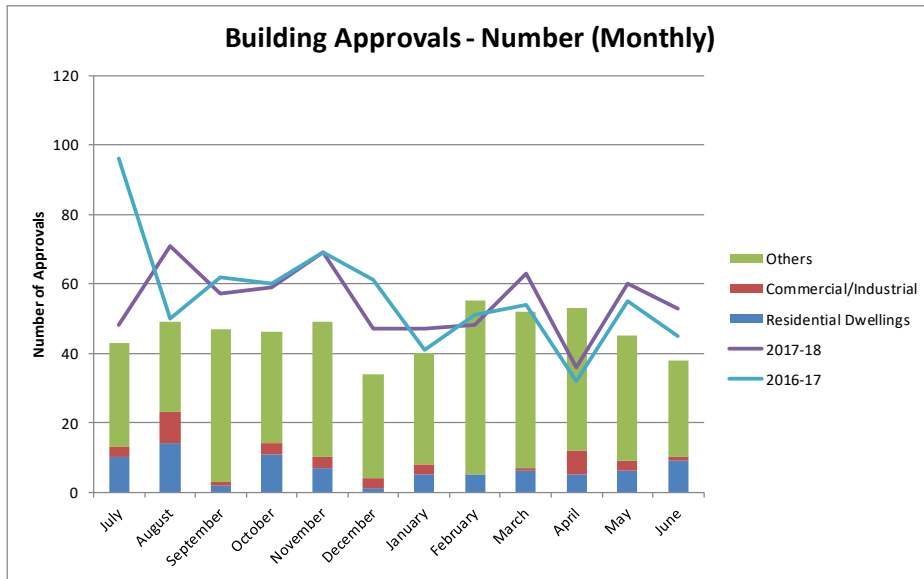
Variable billing periods do not allow for precise correlation to the previous financial year.



Comments:
 Total kilowatts used up to 30 June is 3,804,384 compared to 3,710,217 last year.

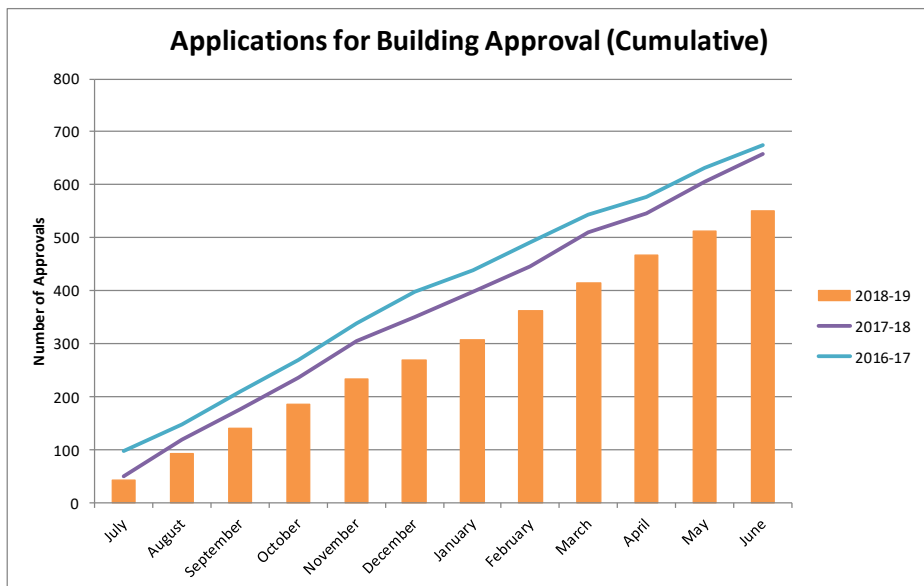
Variable billing periods do not allow for precise correlation to the previous financial year.

BUILDING APPROVAL STATISTICS

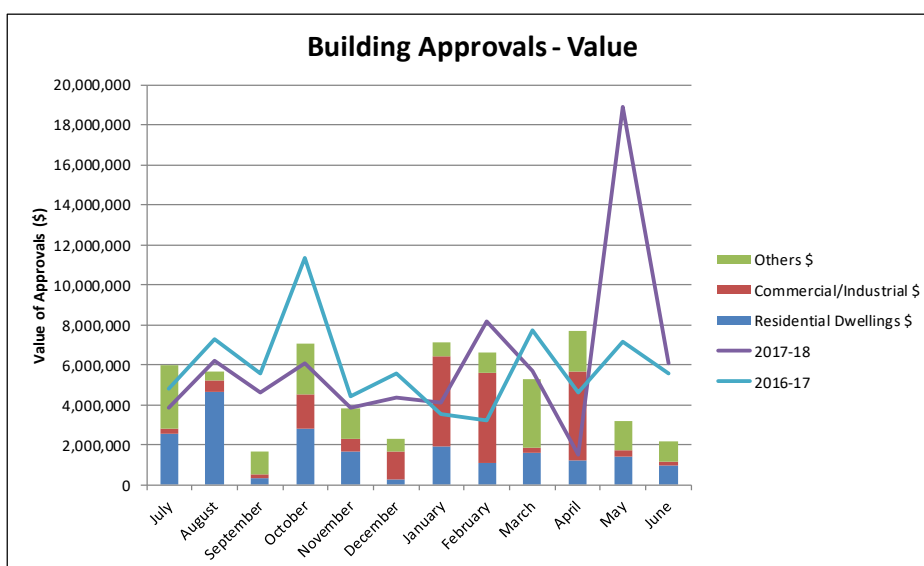


Comments:
 "Others" classification includes buildings such as gazebo, patio, retaining walls, sheds, swimming pools etc.

 Residential approvals for the year to the end of June were 81 compared with 108 at the same time last year. Commercial approvals are at 37 as at the end of June compared to 28 at the same time last year.



Comments:
 551 applications for building approvals were received as at the end of June. During the same period last year the City received 658 applications.



Comments:
 Residential dwellings came in at \$970,609 for the month of June compared with \$3,870,185 during the same period last year. Commercial values were \$190,000 for the month of June compared with \$0 for the same period last year.

CITY OF GREATER GERALDTON

STATEMENT OF FINANCIAL ACTIVITY FOR THE PERIOD ENDED 30 June 2019

	Current Budget	Current YTD Budget	YTD Actual	YTD Major Commitments	Variances (commtments incl)	
					\$	%
Operating Income						
Rates	46,314,639	46,314,639	45,946,248		368,391	0.8%
Operating Grants & Subsidies	7,491,632	7,491,632	7,354,196		137,436	1.8%
Contributions Reimbursements & Donations	1,011,735	1,011,735	1,009,143		2,592	0.3%
Fees & Charges	23,333,435	23,333,435	22,397,527		935,908	4.0%
Interest Earnings	1,665,191	1,665,191	1,652,814		12,377	0.7%
Other	2,346,563	2,346,563	886,557		1,460,006	62.2%
Profit On Disposal Of Assets	54,728	54,728	35,473		19,255	35.2%
	82,217,923	82,217,923	79,281,958		2,935,965	3.57%
Operating Expenditure						
Employee Costs	-27,874,614	-27,874,614	-27,289,054	-29,924	-555,636	2.0%
Materials & Contractors	-22,559,143	-22,559,143	-19,264,905	-1,363,435	-1,930,803	8.6%
Utility & Govt Charges	-3,067,426	-3,067,426	-3,010,917	-1,127	-55,382	1.8%
Insurance	-711,417	-711,417	-720,300	0	8,883	-1.2%
Interest/Borrowing Costs	-1,019,983	-1,019,983	-1,019,983	0	0	0.0%
Other Expenditure	-3,024,853	-3,024,853	-3,037,331	-4,296	16,774	-0.6%
Depreciation On Assets	-23,601,685	-23,601,685	-24,241,793	0	640,108	-2.7%
Loss On Disposal Of Assets	-195,469	-195,469	-476,539		281,070	-143.8%
	-82,054,590	-82,054,590	-79,060,822	-1,398,782	-1,594,986	1.9%
NET OPERATING	163,333	163,333	221,136	-1,398,782	1,340,979	821.0%
Non-Cash Expenditure and Revenue						
(Profit) / Loss on Asset Disposals	140,741	140,741	441,066		-300,325	-213.4%
Depreciation on Assets	23,601,685	23,601,685	24,241,793		-640,108	-2.7%
	23,742,426	23,742,426	24,682,859		-940,433	-4.0%
Capital Expenditure						
Purchase Land	-2,757,800	-2,757,800	-816,457	-1,320,827	-620,516	22.5%
Purchase Buildings	-7,027,330	-7,027,330	-5,133,475	-494,237	-1,399,618	19.9%
Purchase Plant and Equipment	-2,618,000	-2,618,000	-1,744,149	-804,668	-69,183	2.6%
Purchase Furniture and Equipment	-936,669	-936,669	-514,495	-104,834	-317,340	33.9%
Purchase Infrastructure Assets - Roads	-9,954,785	-9,954,785	-8,496,955	-481,545	-976,285	9.8%
Purchase Infrastructure Assets - Parks	-13,906,950	-13,906,950	-11,680,278	-434,170	-1,792,502	12.9%
Purchase Infrastructure Assets - Airport	-24,647,834	-24,647,834	-20,904,720	-1,862,160	-1,880,954	7.6%
Purchase Infrastructure Assets - Meru	-7,752,000	-7,752,000	-3,682,103	-1,417,333	-2,652,564	34.2%
Purchase Infrastructure Assets - Other	-5,138,175	-5,138,175	-3,075,231	-663,488	-1,399,456	27.2%
Repayment of Debentures	-3,995,227	-3,995,227	-3,996,817	0	1,590	0.0%
	-78,734,770	-78,734,770	-60,044,680	-7,583,262	-11,106,828	14.1%
Capital Revenue						
Non Operating Grants & Subsidies	21,839,557	21,839,557	20,933,682		905,875	4.1%
Proceeds from Disposal of Assets	594,000	594,000	554,186		39,814	6.7%
Proceeds from New Debentures	18,250,000	18,250,000	18,250,000		0	0.0%
Self-Supporting Loan Principal Income	95,380	95,380	96,718		-1,338	-1.4%
Council Loan Principle Income	0	0	0		0	
	40,778,937	40,778,937	39,834,586		944,351	2.32%
Reserves						
Transfers to Reserves	-492,500	-492,500	0		-492,500	100.0%
Transfers from Reserves	9,952,454	9,952,454	4,613,293		5,339,161	53.6%
	9,459,954	9,459,954	4,613,293		4,846,661	51.2%
Current Funding Surplus (Deficit)	-4,590,120					

MAJOR VARIANCES

Operating Revenue

Operating income recorded as at 30 June is \$79,281,958. Operating income is showing an overall variance of \$2,935,965 under budget.

- Rates – as previously reported, interim rates (growth factor) below budget forecast.
- Operating Grants - \$125,000 final grant payment for Chapman River and Greenough River Catchment flood mapping project awaiting final acquittal.
- Fees & Charges – once all debtor accounts and accruals are processed, it is expected this revenue stream will be around \$700,000 under budget.
 - \$250,000 Meru revenue from rock and rubble crushing will be not be realised. Processing of this product has just recently come on line – offset by cost that is recognised under materials and contractors.
 - Revenue from QPT show activity below budget by \$250,000 – offset by reduced costs.
 - Parking activity revenue \$120,000 under budget forecast.
- Other Revenue – transfer from Trust for POS & Pathway budgeted and completed projects will be done as part of the End of Year finalisation of accounts.

Operating Expenditure

Operating expenditure recorded as at 30 June is \$80,459,604 including commitments of \$1,398,782. The overall variance for operating expenditure is \$1,594,986 under budget.

- Employee Costs – Accrual still to be processed to recognise pay period 27-30 June. Final actuals expected to around budget forecast.
- Materials & Contractors - Forecast to be at least \$1.5million under budget.
 - Road operating and maintenance \$600,000 under budget.
 - Landfill operating \$200,000 under budget.
 - ICT operating \$200,000 under budget.
 - Land & Property operating expense \$160,000 under budget – due to reduced activity
 - QPT show activity \$150,000 under budget.
 - Fleet parts & repairs \$120,000 under budget.
- Utilities – savings achieved via new supply contracts.
- Depreciation – this expense will above budget due to the impact of major new assets being activated.
- Loss on Disposal - \$183,000 demolition of Triton Place ablution block. New capitalisation threshold write-off of assets < \$5k.

Capital Expenditure

Capital Expenditure recorded as at 30 June is \$67,627,942 including commitments of \$7,583,262. This shows a variance of \$11,106,828 under budget.

Land:

- \$1.56million Cape Burney land development “rolled-over” into 2019-20.
- Reallocated of streetscape costs currently recognised under Land relating to Rocks & CBD redevelopment still to be processed to Parks Asset category.

Buildings:

- \$1.12million for implementation of Solar PV – Airport, Aquarena & Library to be carried over into 2019-20. Aquarena & Library tenders recently awarded – Airport still under review in relation to feasibility of project due high voltage issues and connectivity.

Plant & Equipment:

- Small savings achieved on completion of the replacement program.

Furniture & Equipment:

- Replacement of library shelving was completed and came in \$100,000 under budget.
- CCTV renewal program and ICT equipment upgrades to be carried over into 2019-20 - \$136,000.
- QPT equipment and stage upgrades \$47,000 under budget.

Roads:

- 98% of the road renewal program has been completed. While there will be some “roll-over” of funds into 2019-20, overall the completion of the road renewal program will come in under budget.

Parks:

- \$452,950 for Spalding Urban Renewal Program re-budgeted 2019-20.
- Streetscape cost component of CBD Revitalisation project still to be recognised under this category as part of End of Year finalisation – all costs currently recognised under land asset category.

Airport:

- Arthur Rd realignment to be completed in 2019-20 along with final residual payment for Airport Project

Meru:

- Completion of Cell 5 construction to roll over into 2019-20. Provision to be made for \$2m residual to be placed in Reserves.

Other Capital:

- Pathway renewal currently \$462,000 under budget. Estimated around \$330,000 on works still to be completed to be carried over into 19-20. Overall, expected completed program to be under budget.
- New pathway – Abraham St \$155,000 in progress to be carried over into 2019-20.
- Carparks – Lot 601 upgrade deferred \$420,000 & Spalding Park Carpark \$293,000 to be carried over into 2019-20.

Capital Revenue**Non- Operating Grants & Subsidies:**

- \$1.26million final grant payment for the Beresford Project still to be received.

Reserves

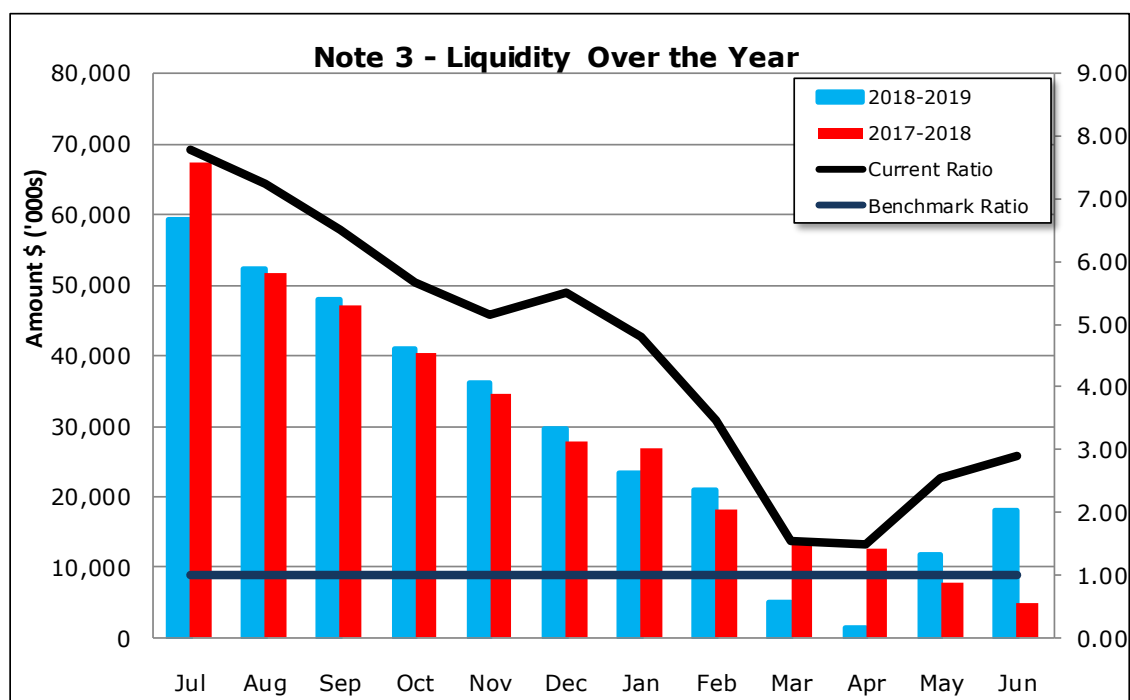
- Final reserves transfer to and from to be calculated and finalised as part of the End of Year process.

NET CURRENT FUNDING POSITION

City of Greater Geraldton
 NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
 For the Period Ended 30 June 2019

Note 3: NET CURRENT FUNDING POSITION

	Positive=Surplus (Negative=Deficit)		
	2018-2019		2017-2018
	This Period	Last Period	This Period
	\$	\$	\$
Current Assets			
Cash at Bank			
Municipal Account	22,493,904	15,249,084	10,549,952
Reserve Account	11,702,166	11,608,082	18,343,928
Restricted Assets	4,708,118	4,708,118	9,112,590
Total Cash at Bank	38,904,188	31,565,284	38,006,470
Receivables			
Prepayments	583,238	305,352	294,728
Tax Recoverable	(10,597)	448,625	335,971
Sundry Debtors	2,073,614	1,505,404	768,739
Rates Receivable	4,481,795	4,588,020	4,345,195
Inventories	448,219	488,844	523,139
Total Current Assets	46,480,458	38,901,530	44,274,241
Less: Current Liabilities			
Creditors and Provisions	2,389,055	2,335,225	2,987,717
Current Borrowings	4,630,963	3,430,170	4,234,413
Employee Entitlements	4,964,050	4,973,818	4,636,491
	11,984,068	10,739,213	11,858,620
Less: Cash Restricted	(16,410,284)	(16,316,200)	(27,456,518)
Net Current Funding Position	18,086,106	11,846,116	4,959,103



MONTHLY INVESTMENT REPORT

**City of Greater Geraldton
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 30 June 2019**

Note 4 - Monthly Investment Report

Deposit Ref	Current Credit Rating	Maturity/ Conversion	Invested Interest rates	Amount Invested	Interest Earned YTD	Current Value @30/06/2019	Percentage of Portfolio
Commonwealth							
BOS Call Account - Muni	A1+	On Demand	0.20%	5,890,599		5,890,599	
Subtotal				5,890,599	-	5,890,599	17.54%
NAB							
Municipal Investment 292	A1+	5/8/2019	2.34%	8,000,000		8,000,000	
Subtotal				8,000,000	-	8,000,000	23.81%
Bankwest							
Call Account - Reserve	A1+	On Demand	1.55%	6,702,165		6,702,165	
Call Account - Muni	A1+	On Demand	1.55%	8,000,000		8,000,000	
Subtotal				14,702,165	-	14,702,165	43.77%
BOQ							
Reserve Investment 293	A2	28/11/2019	2.10%	5,000,000		5,000,000	
Subtotal				5,000,000	-	5,000,000	14.88%
Total Funds Invested				33,592,764	-	33,592,764	100.0%

