



## CITY OF GREATER GERALDTON

## MONTHLY MANAGEMENT REPORT



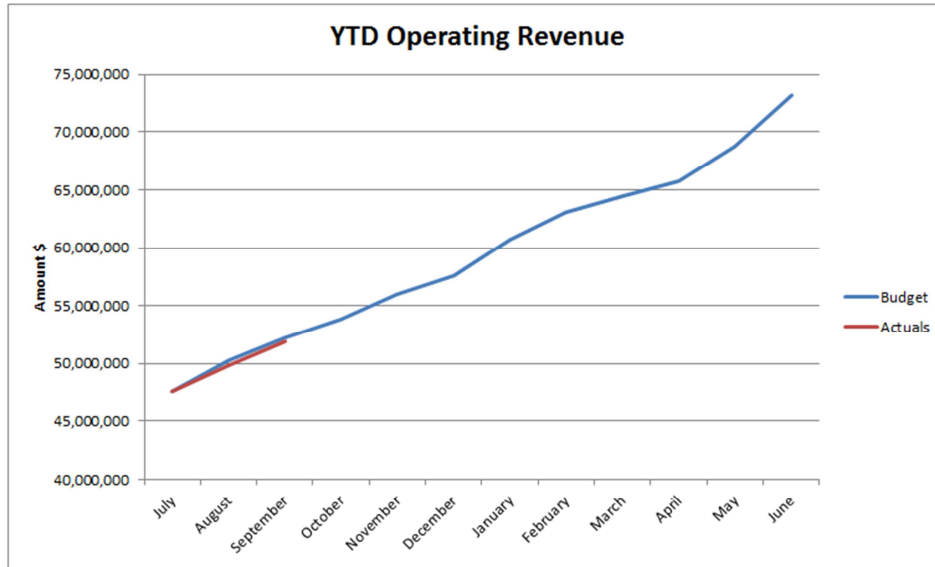
FOR THE PERIOD ENDED 30<sup>th</sup> SEPTEMBER 2015

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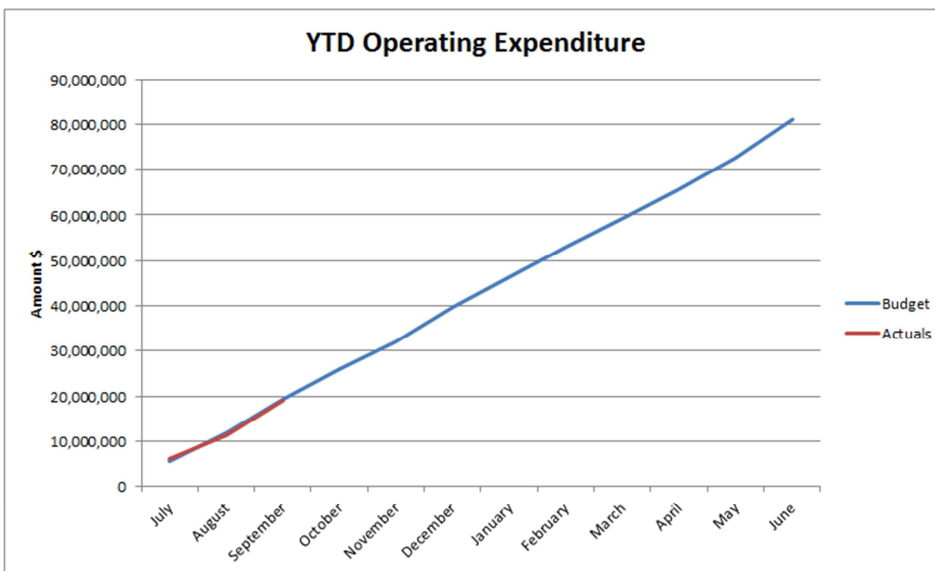
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**ECONOMIC KEY PERFORMANCE INDICATORS**



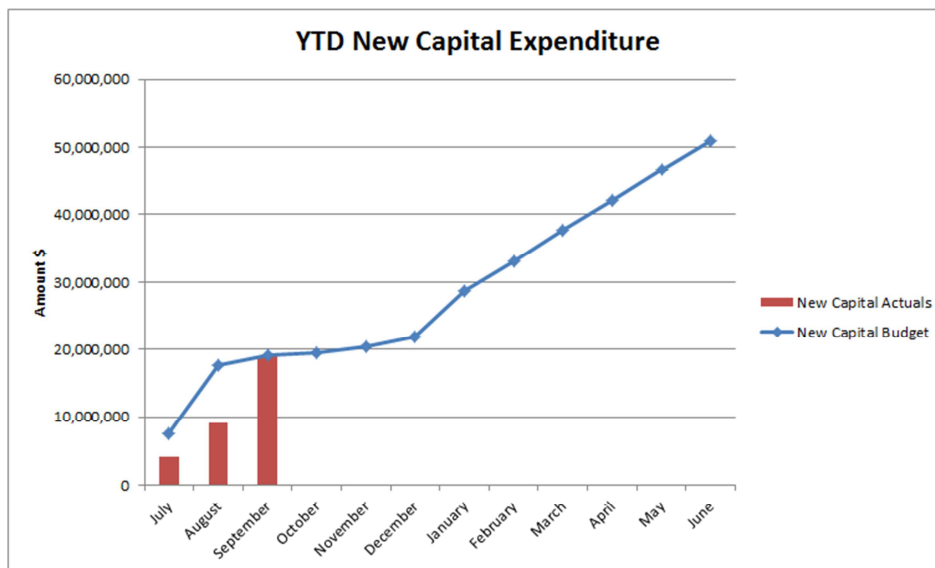
Status: ●

Comments:  
 Operating revenue recorded as at 30 September is \$51,947,596. Major variance in Operating Grants due to a \$419,800 Operating Grant incorrectly posted to Capital Grants.



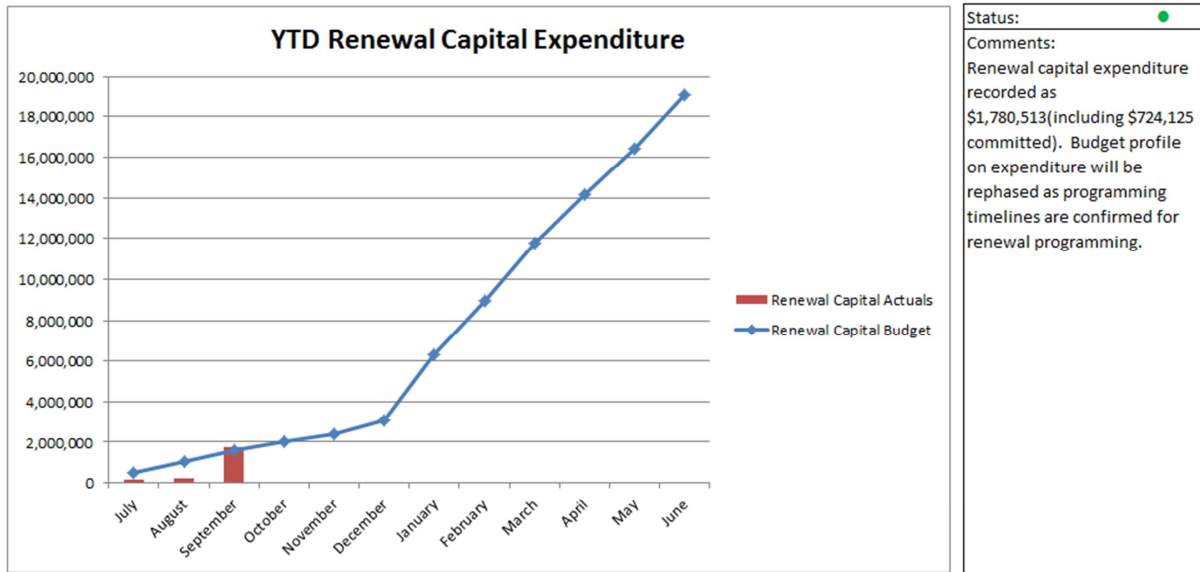
Status: ●

Comments:  
 Operating expenditure recorded as at 30 September is \$19,047,524 including major commitments of \$2,567,782. Major positive variance in Interest / Borrowing Costs due to end of year accruals 14/15 and Utility & Government Charges that are as a result of profiling and timing issues.



Status: ●

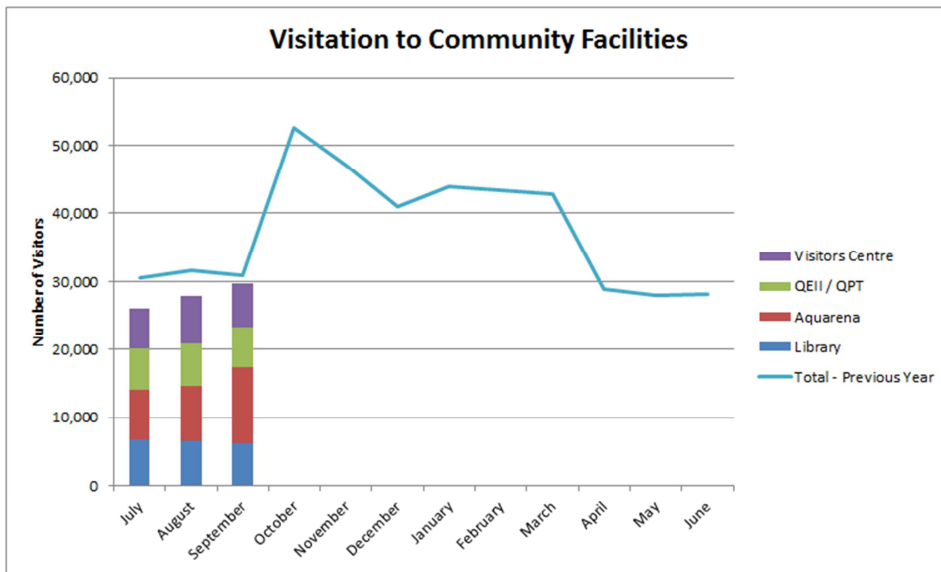
Comments:  
 New capital expenditure recorded as at 30 September is \$19,054,632 (including \$16,421,512 committed). Budget profile on expenditure will be rephased as programming timelines are confirmed for major projects.



Status: ●

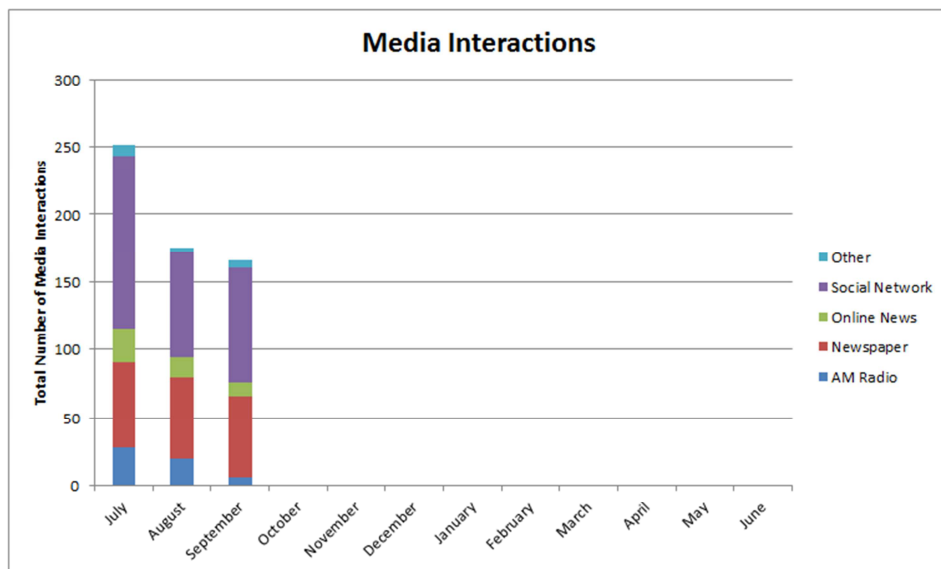
Comments:  
 Renewal capital expenditure recorded as \$1,780,513(including \$724,125 committed). Budget profile on expenditure will be rephased as programming timelines are confirmed for renewal programming.

**SOCIAL KEY PERFORMANCE INDICATORS**



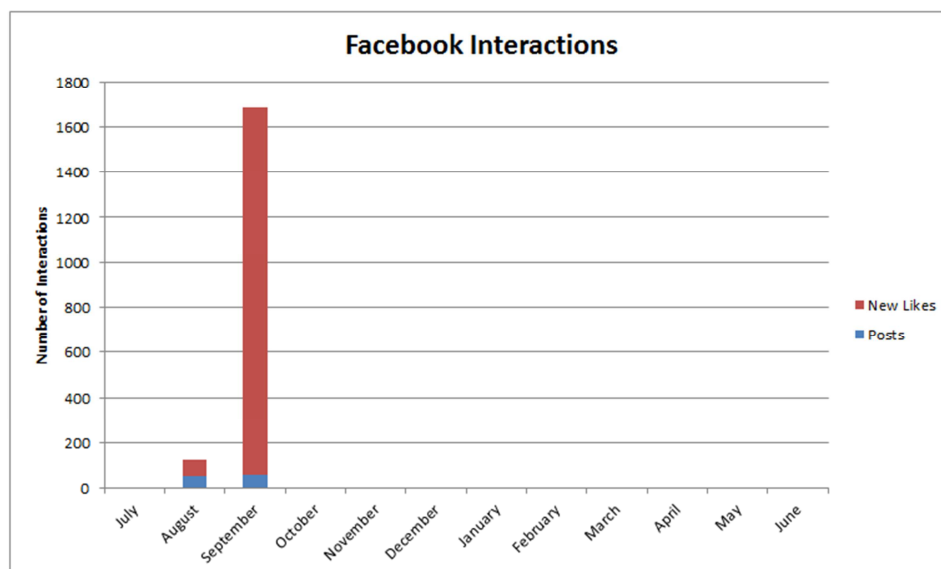
**Status:** ●

**Comments:**  
 Figures are slightly down due to the Library not having as many attendees.



**Status:** ●

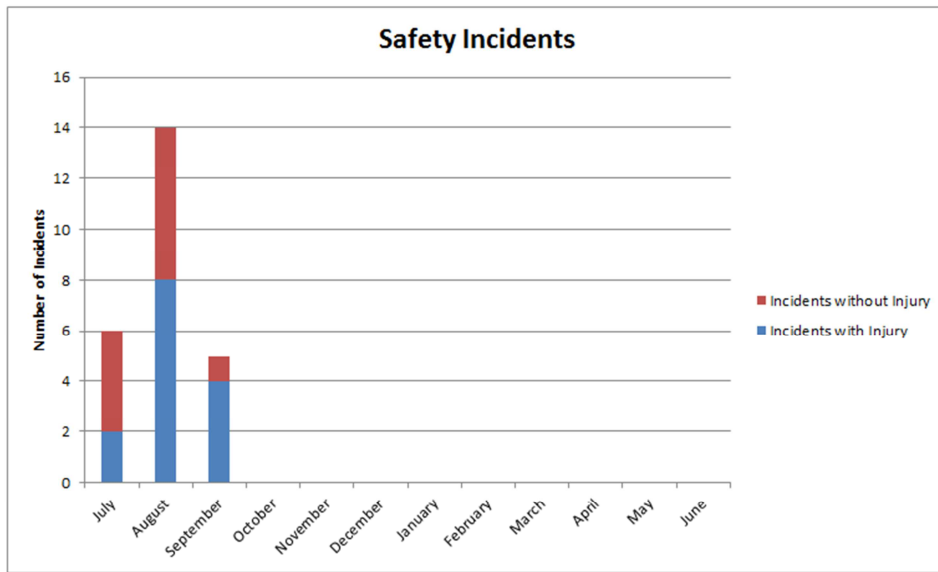
**Comments:**  
 Media reports down in August after higher rates in July due to Rates and Rate Capping stories.



**Status:** ●

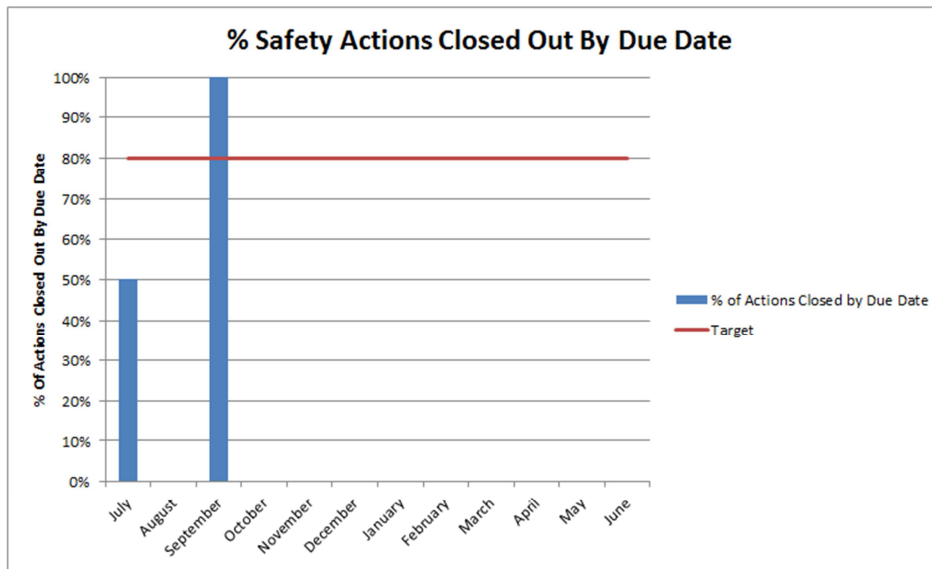
**Comments:**  
 The first full month of the City Of Greater Geraldtons Facebook page resulted in 56 posts and 1,628 likes.

**GOVERNANCE KEY PERFORMANCE INDICATORS**



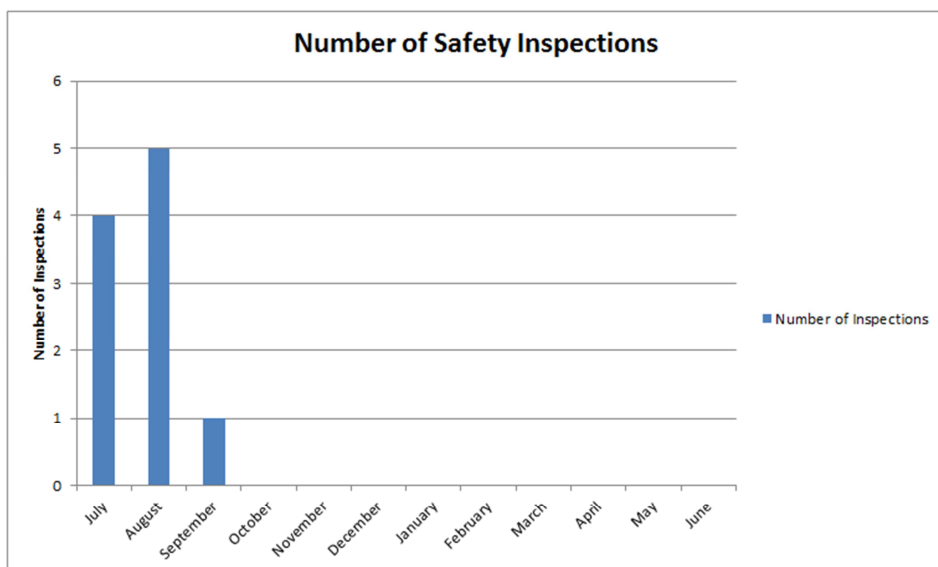
Status: ●

Comments:  
Incidents with injury include LTI's, MTI's and First Aid Incidents



Status: ●

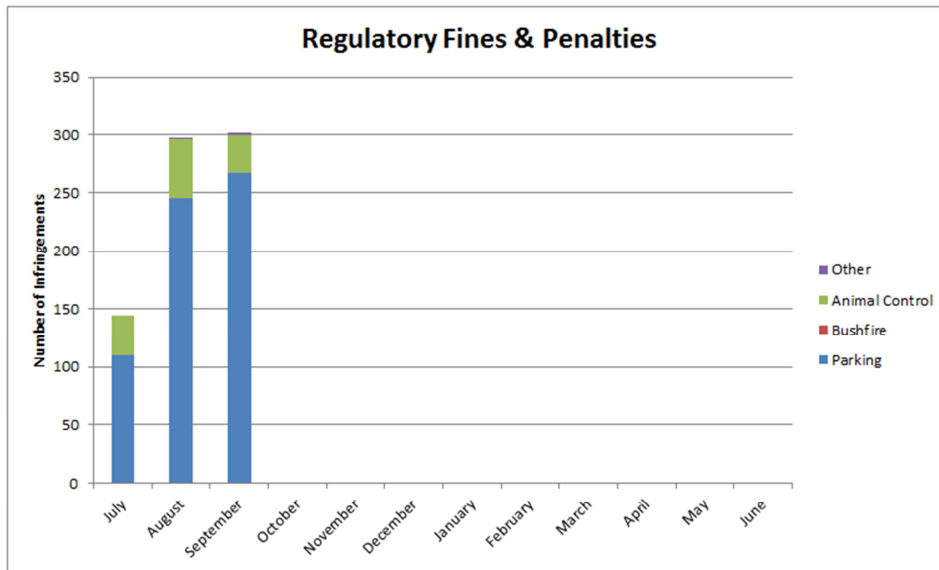
Comments:  
Safety actions are generally being closed out by their due date



Status: ●

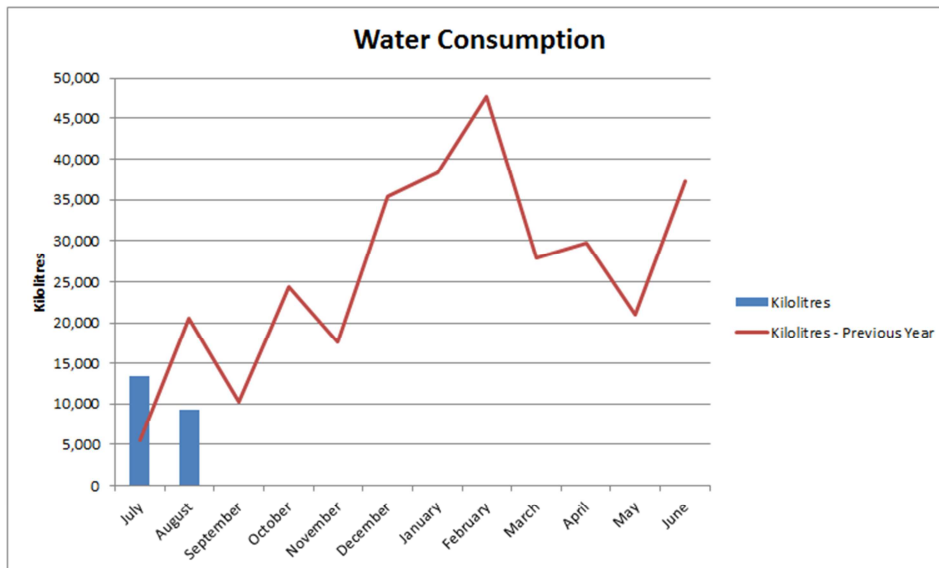
Comments:  
Safety inspection program is being developed by new Safety Co-ordinator.

**ENVIRONMENTAL KEY PERFORMANCE INDICATORS**



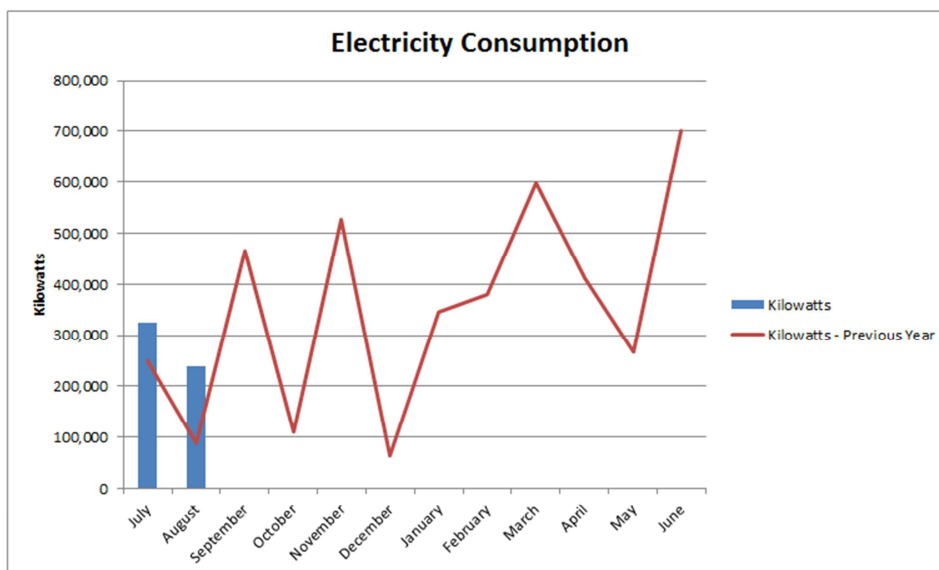
Status: ●

Comments:  
 July parking infringements down due to staffing activity levels then reverted back to normal levels in August and September.



Status: ●

Comments:  
 Varying billing periods does not allow for precise correlation to the previous financial year.



Status: ●

Comments:  
 Varying billing periods does not allow for precise correlation to the previous financial year.

## CITY OF GREATER GERALDTON

STATEMENT OF FINANCIAL ACTIVITY FOR THE PERIOD ENDED 30<sup>TH</sup> SEPTEMBER, 2015

	Budget Current	YTD Budget Estimated	YTD Actual	YTD Major Commitments	Variances (committments incl)	
					\$	%
<b>Operating Income</b>						
Rates	41,275,124	41,050,124	41,068,930		-18,806	0.0% ✓
Operating Grants & Subsidies	8,347,301	1,610,444	1,237,148		373,296	23.2% ✗
Contributions Reimbursements & Donations	831,375	295,722	358,201		-62,479	-21.1% ✓
Fees & Charges	19,866,989	8,851,769	8,884,233		-32,464	-0.4% ✓
Interest Earnings	1,443,935	284,790	260,798		23,992	8.4% ✗
Other	1,105,661	177,572	122,244		55,328	31.2% ✗
Profit On Disposal Of Assets	218,026	3,986	16,042		-12,056	-302.5% ✓
	<b>73,088,411</b>	<b>52,274,407</b>	<b>51,947,596</b>		<b>326,811</b>	<b>0.6% ✗</b>
<b>Operating Expenditure</b>						
Employee Costs	-28,238,387	-6,051,751	-5,724,923		-326,828	5.4% ✓
Materials & Contractors	-22,097,616	-6,210,508	-3,884,826	-2,567,782	242,100	-3.9% ✗
Utility & Govt Charges	-3,295,420	-712,007	-434,007		-278,000	39.0% ✓
Insurance	-880,735	-474,528	-496,423		21,895	-4.6% ✗
Interest/Borrowing Costs	-1,109,443	-22,065	66,205		-88,270	400.0% ✓
Other Expenditure	-3,077,288	-353,058	-367,032		13,974	-4.0% ✗
Depreciation On Assets	-22,023,657	-5,509,469	-5,592,194		82,725	-1.5% ✗
Loss On Disposal Of Assets	-234,511	-62,950	-46,542		-16,408	26.1% ✓
	<b>-80,957,057</b>	<b>-19,396,336</b>	<b>-16,479,742</b>	<b>-2,567,782</b>	<b>-348,812</b>	<b>1.8% ✓</b>
<b>NET OPERATING</b>	<b>-7,868,646</b>	<b>32,878,071</b>	<b>35,467,854</b>	<b>-2,567,782</b>	<b>-22,001</b>	<b>-0.1% ✓</b>
<b>Non-Cash Expenditure and Revenue</b>						
(Profit) / Loss on Asset Disposals	16,485	58,964	30,499		28,465	48.3% ✗
Depreciation on Assets	22,023,657	5,509,469	5,592,194		-82,725	-1.5% ✓
Movement in Non-current staff leave provisions	97,167					
	<b>22,137,309</b>	<b>5,568,433</b>	<b>5,622,693</b>		<b>-54,260</b>	<b>-1.0% ✓</b>
<b>Capital Expenditure</b>						
Purchase Land	-	-	-		-	
Purchase Buildings	-13,238,343	-7,028,274	-1,616,038	-5,479,930	67,694	-1.0% ✗
Purchase Plant and Equipment	-2,392,000	-556,129	-119,263	-442,419	5,553	-1.0% ✗
Purchase Furniture and Equipment	-447,500	-59,999	-53,964	-8,629	2,594	-4.3% ✗
Purchase Infrastructure Assets - Roads	-30,069,337	-9,598,178	-1,061,061	-8,451,141	-85,976	0.9% ✓
Purchase Infrastructure Assets - Parks	-17,108,166	-2,440,351	-161,356	-2,218,328	-60,667	2.5% ✓
Purchase Infrastructure Assets - Airport	-2,007,000	-113,519	-71,622	-39,058	-2,839	2.5% ✓
Purchase Infrastructure Assets - Meru	-363,000	-146,996	-31,856	-120,456	5,316	-3.6% ✗
Purchase Infrastructure Assets - Other	-4,553,424	-828,440	-468,995	-203,231	-156,214	18.9% ✓
Repayment of Debentures	-3,032,231	-287,798	-287,799		1	0.0% ✗
	<b>-73,211,001</b>	<b>-21,059,684</b>	<b>-3,871,954</b>	<b>-16,963,191</b>	<b>-224,539</b>	<b>1.1% ✓</b>
<b>Capital Revenue</b>						
Non Operating Grants & Subsidies	19,689,063	465,244	955,044		-489,800	-105.3% ✓
Proceeds from Sale of Land Held for Resale	500,000					
Proceeds from Disposal of Assets	4,159,000	46,273	446,904		-400,631	-865.8% ✓
Proceeds from New Debentures	25,206,000	0	0		0	✓
Self-Supporting Loan Principal Income	81,748	18,748	18,748		0	0.0% ✓
Council Loan Principle Income	37,629					
	<b>49,673,440</b>	<b>530,265</b>	<b>1,420,696</b>		<b>-890,431</b>	<b>-167.9% ✓</b>
<b>Reserves</b>						
Transfers to Reserves	0	0	0		0	✓
Transfers from Reserves	9,750,620	0	0		0	✓
	<b>9,750,620</b>	<b>0</b>	<b>0</b>		<b>0</b>	<b>✓</b>
<b>Current Funding Surplus (Deficit)</b>	<b>481,722</b>	<b>17,917,085</b>	<b>38,639,289</b>	<b>-19,530,973</b>	<b>1,191,231</b>	



## MAJOR VARIANCES

### Operating Income

Operating Income is showing a negative variance of \$326,811 or 0.6% and this is the result of operating grants showing a negative variance due to a Main Roads Grant (\$419,800 ) being received as a capital grant when it should have been an operating grant.

### Operating Expenditure

Operating expenditure is showing a positive variance (under-spend) of \$348,812 or 1.8%.

Employment Costs show savings due to some positions being unfilled.

Materials and Contractors: Expenditure is showing a positive variance (under-spend) of \$242,100 or 3.9%. This is due to profiling and it is anticipated that this will return to predicted budget levels.

Major commitments end of May - \$2,567,782

### Capital Expenditure

Capital expenditure is showing a positive variance (under-spend) of \$224,539 or 1.1%.

Capital expenditure variances are associated with the timing and profiling of cash outflows

Major Capital commitments end of May - \$16,963,191.

### Capital Revenue

Capital revenue is showing a positive variance of \$890,431 or 63.4%. This is mainly due to an increase in the Proceeds for Disposal of Assets by \$400,631 due to the recent sale of properties not budgeted for and the Main Roads grant being incorrectly entered as capital.

### Reserves

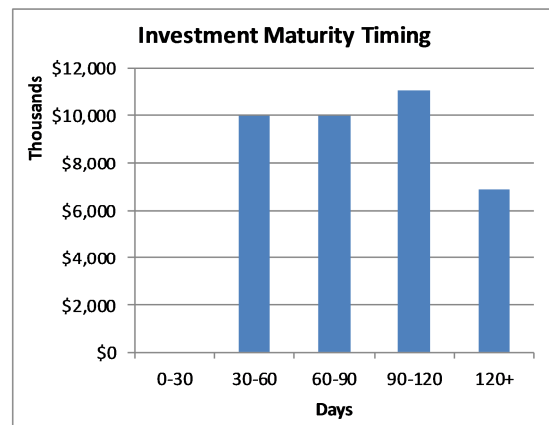
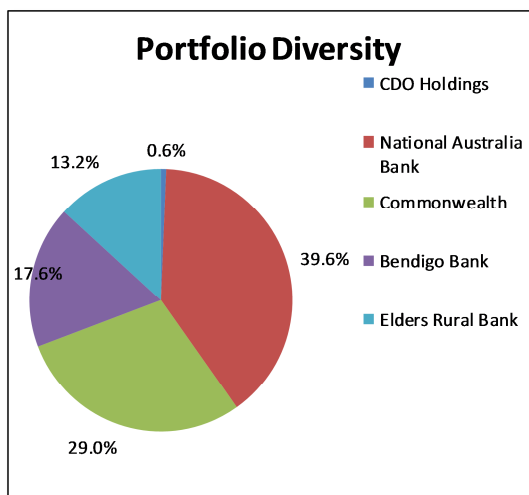
Transfers to reserve are currently on budget.

## NET CURRENT FUNDING POSITION

	Positive=Surplus (Negative=Deficit)		
	2015-2016		2014-2015
	This Period	Last Period	This Period
	\$	\$	\$
<b>Current Assets</b>			
Cash at Bank			
Municipal Account	24,270,323	27,193,861	22,194,744
Reserve Account	16,816,900	16,816,900	16,256,002
Restricted Assets	11,713,386	266,241	333,395
Total Cash at Bank	52,800,609	44,277,002	38,784,141
Receivables			
Prepayments	1,531		47,016
Tax Recoverable	356,250	192,330	334,797
Sundry Debtors	1,703,670	1,654,235	1,514,041
Rates Receivable	17,287,500	19,618,507	15,800,911
Inventories	429,828	372,396	322,901
<b>Total Current Assets</b>	72,579,389	66,114,470	56,803,807
<b>Less: Current Liabilities</b>			
Creditors and Provisions	861,617	1,014,725	1,479,769
Current Borrowings	3,050,299	3,049,890	4,562,186
Employee Entitlements	4,703,733	4,699,055	4,728,470
	8,615,650	8,763,670	10,770,425
Less: Cash Restricted	(28,823,778)	(17,083,141)	(16,589,397)
<b>Net Current Funding Position</b>	<b>35,139,962</b>	<b>40,267,659</b>	<b>29,443,985</b>

**MONTHLY INVESTMENT REPORT**

Deposit Ref	Current Credit Rating	Maturity/ Conversion	Invested Interest rates	Amount Invested	Interest Earned YTD	Current Value @30/09/2015	Percentage of Portfolio
<b>Grange Securities</b>							
<b>CDO Holdings</b>				244,586	-	244,586	
				<b>Subtotal</b>	<b>-</b>	<b>244,586</b>	<b>0.6%</b>
<b>National Australia Bank</b>							
Reserve 185		6/11/2015	3.00%	5,000,000		5,000,000	
Reserve 186		7/12/2015	3.00%	5,000,000		5,000,000	
Municipal 248		18/12/2015	2.90%	5,000,000		5,000,000	
				<b>Subtotal</b>	<b>-</b>	<b>15,000,000</b>	<b>39.6%</b>
<b>Commonwealth</b>							
Municipal 249		1/11/2015	2.68%	5,000,000		5,000,000	
Municipal 247		8/1/2016	2.86%	6,000,000		6,000,000	
				<b>Subtotal</b>	<b>-</b>	<b>11,000,000</b>	<b>29.0%</b>
<b>Bendigo Bank</b>							
Reserve 187		8/3/2016	2.95%	6,662,106		6,662,106	
				<b>Subtotal</b>	<b>-</b>	<b>6,662,106</b>	<b>17.6%</b>
<b>Elders Rural Bank</b>							
Municipal 250		31/12/2015	2.85%	5,000,000		5,000,000	
				<b>Subtotal</b>	<b>-</b>	<b>5,000,000</b>	<b>13.2%</b>
				<b>Total Funds Invested</b>	<b>-</b>	<b>37,906,692</b>	<b>100%</b>



Graph Data - Portfolio Diversity		
CDO Holdings		0.6%
National Australia Bank		39.6%
Commonwealth		29.0%
Bendigo Bank		17.6%
Elders Rural Bank		13.2%
		<b>100.0%</b>