



City of
Greater Geraldton
a vibrant future



MONTHLY FINANCIAL REPORT

For the Period Ended 30 November 2014

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CITY OF GREATER GERALDTON
Statement of Financial Activity for the Period Ended 30 November 2014

	Budget	YTD Budget Estimated	YTD Actual	YTD Major Commitments	Variances (commttments incl)		
					\$	%	
Operating Income							
Rates	39,464,848	39,304,622	39,209,058		95,564	0.2%	✗
Grants & Subsidies, Contributions	9,187,804	4,193,232	4,127,935		65,297	1.6%	✗
Fees & Charges	18,406,785	10,986,570	11,032,830		(46,260)	-0.4%	✓
Interest Earnings	1,458,533	682,798	779,898		(97,100)	-14.2%	✓
Other Revenue	1,688,650	449,775	425,201		24,574	5.5%	✗
FV Adjustments to Financial Assets at FV thru P&L	90,000	0					✓
Profit On Disposal Of Assets	59,786	24,910	36,119		(11,209)	-45.0%	✓
	70,356,406	55,641,907	55,611,041		30,866	0.1%	✗
Operating Expenditure							
Employee Costs	(29,510,761)	(11,413,568)	(11,130,072)		(283,496)	2.5%	✓
Materials & Contractors	(23,041,146)	(9,680,484)	(6,894,875)	(1,541,002)	(1,244,607)	12.9%	✓
Utility & Govt Charges	(3,300,700)	(1,162,640)	(1,119,059)		(43,581)	3.7%	✓
Insurance	(945,410)	(854,635)	(828,139)		(26,496)	3.1%	✓
Interest/Borrowing Costs	(871,709)	(182,161)	(173,947)		(8,214)	4.5%	✓
Other Expenditure	(2,596,237)	(524,441)	(495,958)		(28,483)	5.4%	✓
Depreciation On Assets	(17,939,427)	(7,415,045)	(7,439,232)		24,187	-0.3%	✗
Loss On Disposal Of Assets	(1,221,291)	0	(31,100)		31,100		✗
Land held for resale (Acquisition/Development cost)							
	(79,426,681)	(31,232,974)	(28,112,382)	(1,541,002)	(1,579,590)	5.1%	✓
NET OPERATING	(9,070,275)	24,408,933	27,498,659	(1,541,002)	(1,548,724)	-6.3%	✓
Non-Cash Expenditure and Revenue							
(Profit) / Loss on Asset Disposals	1,161,505	(24,910)	(5,019)		(19,891)	79.9%	✓
Depreciation on Assets	17,939,427	7,415,045	7,439,232		(24,187)	-0.3%	✓
Movement in Employee Benefit Provision	260,210						
FV Adjustment to Financial Assets at FV thru P&L	(90,000)						
	19,271,142	7,390,135	7,434,213		(44,078)	-0.6%	✓
Capital Expenditure							
Purchase Buildings	(9,863,595)	(2,890,224)	(2,371,104)	(1,412,600)	893,480	-30.9%	✗
Land held for resale (Acquisition/Development cost)	(4,000,000)	(88,000)	(74,828)	(14,393)	1,221	-1.4%	✗
Purchase Plant and Equipment	(2,514,000)	(724,555)	(19,854)	(574,339)	(130,362)	18.0%	✓
Purchase Furniture and Equipment	(835,190)	(52,692)	(12,828)	(32,155)	(7,709)	14.6%	✓
Purchase Other Property, Plant and Equipment	(630,000)				0		✓
Purchase Infrastructure Airport	(3,546,000)	(2,247,153)	(450,476)	(1,749,337)	(47,340)	2.1%	✓
Purchase Infrastructure Regional Waste	(685,000)	(89,584)	(19,989)	(34,183)	(35,412)	39.5%	✓
Purchase Infrastructure Assets - Roads	(33,796,015)	(11,840,799)	(5,522,418)	(3,575,914)	(2,742,467)	23.2%	✓
Purchase Infrastructure Assets - Parks	(11,041,670)	(1,834,172)	(1,100,413)	(801,828)	68,069	-3.7%	✗
Purchase Infrastructure Assets - Other	(1,447,985)	(1,023,624)	(535,790)	(529,538)	41,704	-4.1%	✗
Repayment of Debentures	(2,116,985)	(728,725)	(728,726)		1	0.0%	✗
	(70,476,440)	(21,519,528)	(10,836,426)	(8,724,287)	(1,958,815)	9.1%	✓
Capital Revenue							
Non Operating Grants & Subsidies	17,936,177	3,545,796	3,410,546		135,250	3.8%	✗
Proceeds from Disposal of Assets	2,377,000	99,330	138,460		(39,130)	-39.4%	✓
Proceeds from New Debentures	24,860,000				0		✓
Self-Supporting Loan Principal Income	77,149	31,815	31,815		0	0.0%	✓
	45,250,326	3,676,941	3,580,821	-	96,120	2.6%	✗
Reserves							
Transfers to Reserves	(146,979)	-	-		-		✓
Transfers from Reserves	12,962,737				-		✓
	12,815,758	-	-		-		✓
Current Funding Surplus (Deficit)	(2,209,489)	13,956,481	27,677,267	(10,265,289)			

NOTE 1. MAJOR VARIANCES

Operating Income

Operating Income is showing a positive variance of \$30,866 or 0.1%. The quashing and accounting adjustment of the Un-occupiable City Centre Zone differential rate for the years 2012-2013 and 2013-2014 has had a negative impact on income from rates.

Interest Earnings is showing a positive variance of \$97,100 this is due to additional interest (\$93,000) from funds held at WA Treasury. The variance on Grants is mainly due to the timing of Grant receipts.

Operating Expenditure

Operating expenditure is showing a positive variance (under-spend) of \$ 1,579,590 or 5.1%.

Materials and Contractors – Expenditure is showing a positive variance (under-spend) of \$1,244,607 or 12.9%. This is mainly due to delays in scheduled projects.

Major commitments end of November are \$1,541,002

Capital Expenditure

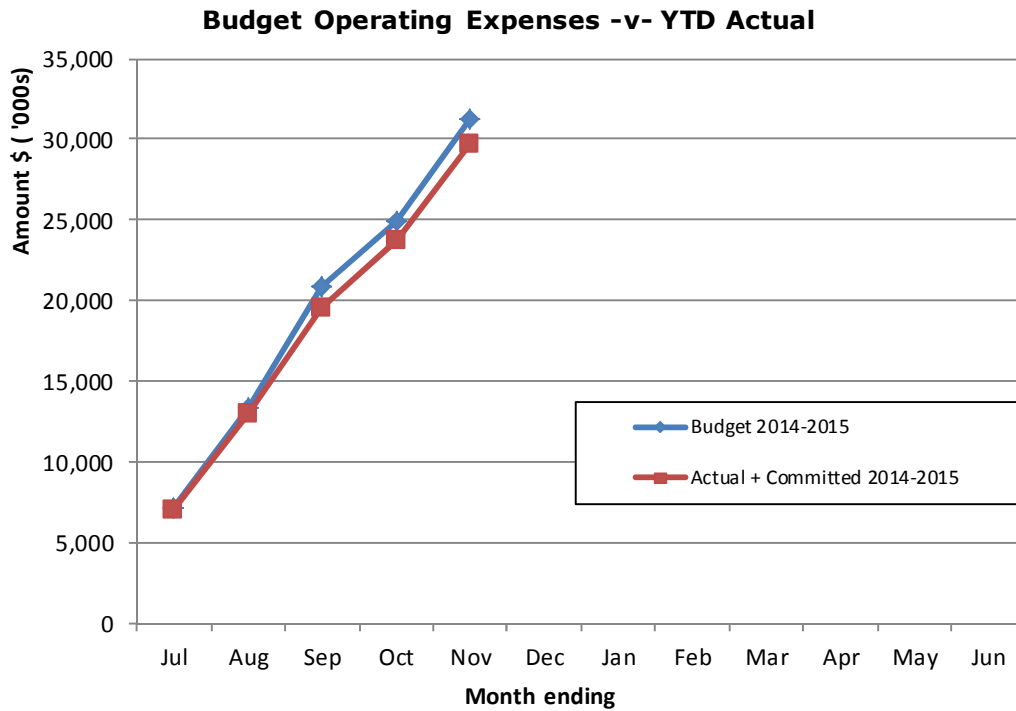
Capital expenditure is showing a positive variance (under-spend) of \$1,958,815 or 9.1%. The major variances are as a result of the timing of acquisitions. Most capital commitments have been made and the actual expenditure will occur in the coming months.

Capital Revenue

Capital revenue is showing a positive variance of \$96,120 or 2.6%. The positive variance on Grants is mainly due to timing of receipts.

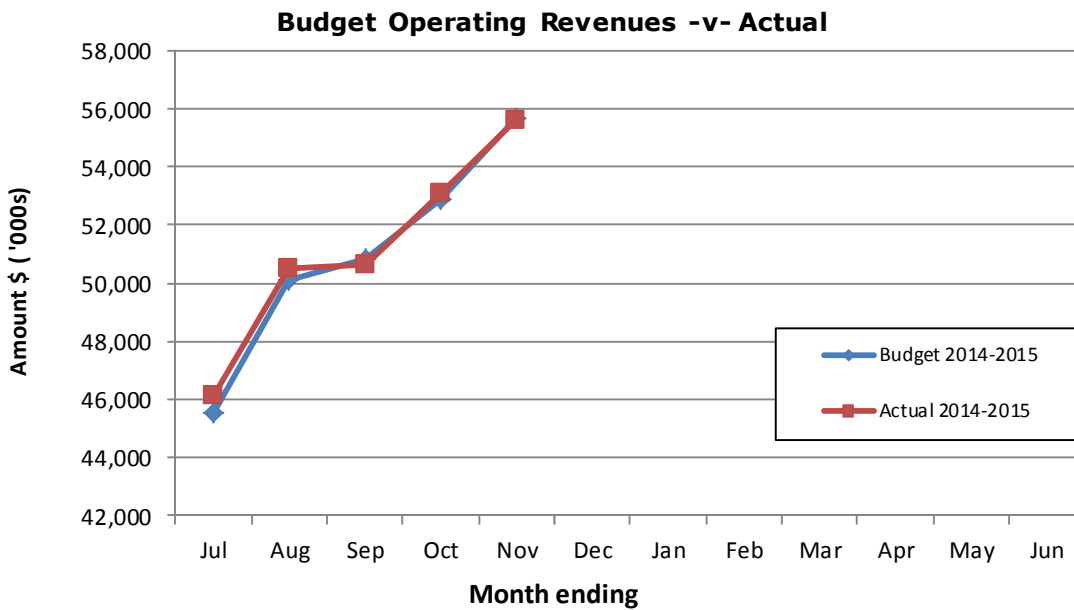
**NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 30 November 2014**

Note 2 - Graphical Representation - Source Statement of Financial Activity



Comments/Notes - Operating Expenses

Operating expenditure recorded as at 30 November is \$28,112,382 (\$29,653,384 Inc \$1,541,002 Committed). Major positive variance in Materials & Contractors is due to timing and profiling

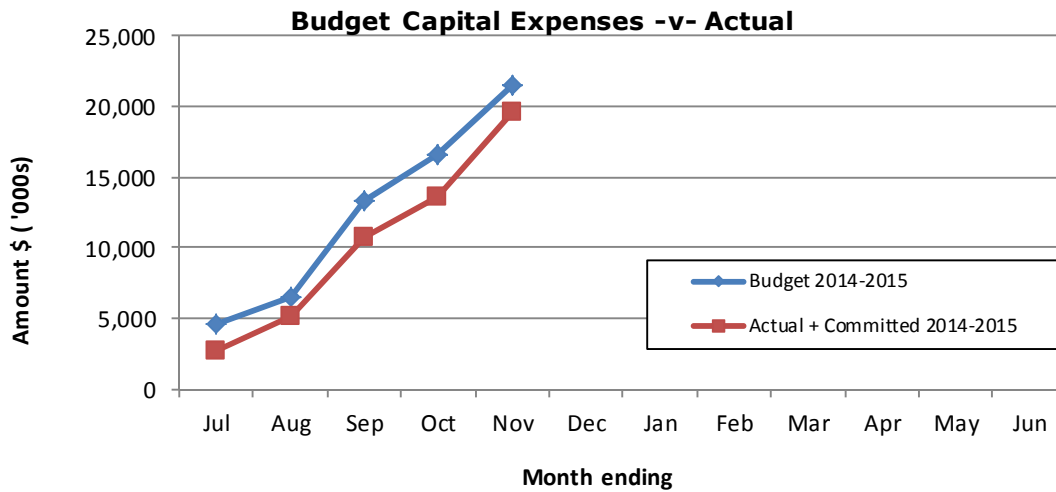


Comments/Notes - Operating Revenues

Operating income recorded as at 30 November is \$55,611,041. Major variances in interest received as it includes additional interest from funds held at WA Treasury.

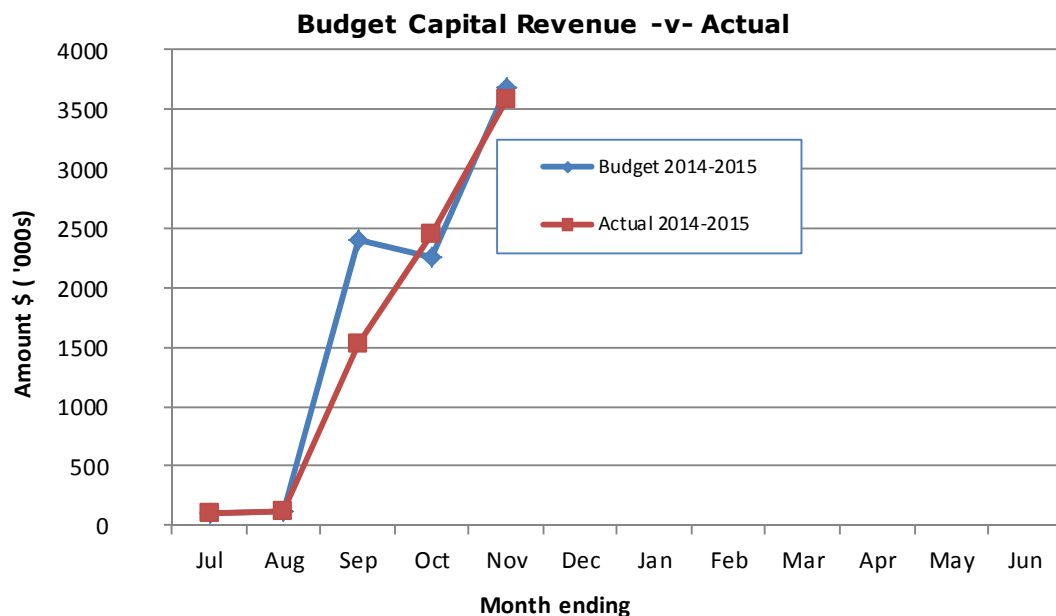
City of Greater Geraldton
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 30 November 2014

Note 2 - Graphical Representation - Source Statement of Financial Activity



Comments/Notes - Capital Expenses

Capital expenditure recorded as at 30 November is \$10,836,426 (\$19,560,713 Inc \$8,724,287 Committed). Major positive variances include purchase of roads, buildings and plant & equipment . The variances are as result of timing of acquisitions. Most Capital expenditure commitments have been made and the actual expenditure will occur in the coming months.



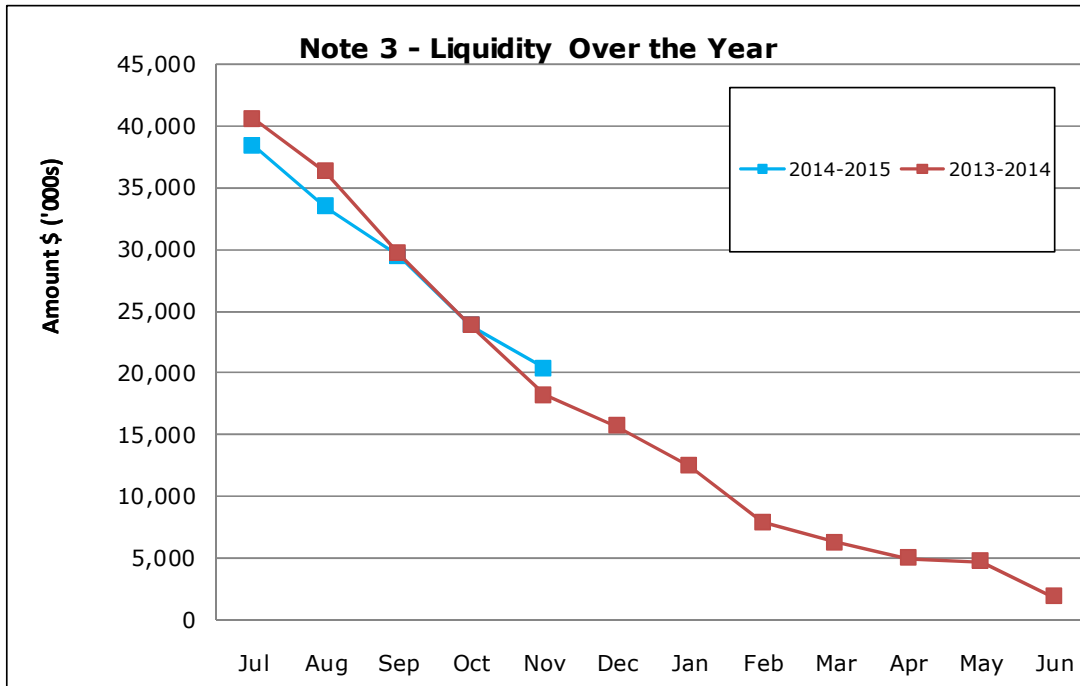
Comments/Notes - Capital Revenues

Capital revenue recorded as at 30 November is \$3,580,821. Major variance in Non operating Grants & Subsidies. The variance is mainly due to timing of projects that are funded by grants.

City of Greater Geraldton
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 30 November 2014

Note 3: NET CURRENT FUNDING POSITION

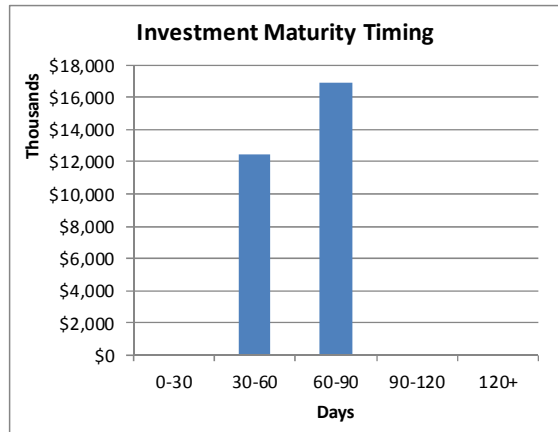
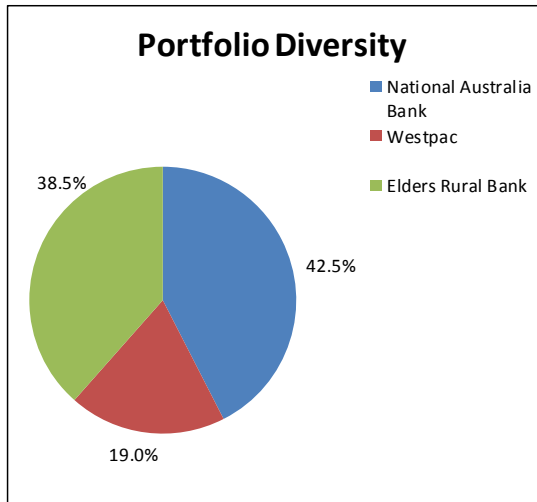
	Positive=Surplus (Negative=Deficit)		
	2014-2015		2013-2014
	This Period	Last Period	This Period
	\$	\$	\$
Current Assets			
Cash at Bank			
Municipal Account	18,600,522	20,081,831	18,351,688
Reserve Account	16,256,002	16,256,002	24,969,290
Restricted Assets	333,395	333,395	824,844
Total Cash at Bank	35,189,920	36,671,228	44,145,822
Receivables			
Prepayments	52,205	49,394	75,552
Tax Recoverable	301,524	312,663	562,655
Sundry Debtors	1,761,624	1,895,700	1,979,094
Rates Receivable	9,969,561	11,518,322	8,667,643
Inventories	339,666	362,147	371,046
Total Current Assets	47,614,499	50,809,454	55,801,813
Less: Current Liabilities			
Creditors and Provisions	724,927	1,473,646	614,224
Current Borrowings	5,170,596	4,203,132	2,108,555
Employee Entitlements	4,728,470	4,728,470	4,361,667
	10,623,992	10,405,247	7,084,446
Less: Cash Restricted	(16,589,397)	(16,589,397)	(30,528,574)
Net Current Funding Position	20,401,109	23,814,810	18,188,793



City of Greater Geraldton
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 30 November 2014

Note 4 - Monthly Investment Report

Deposit Ref	Current Credit Rating	Maturity/ Conversion	Invested Interest rates	Amount Invested	Interest Earned YTD	Current Value @30/11/2014	Percentage of Portfolio
Grange Securities							
Kakadu	D		4.78%	700,000		-	
Parkes AAA	D	20/6/2015	5.01%	250,000		-	
Scarborough AA Ac 21	N/R			500,000	-	-	
					-	-	
Subtotal				1,450,000	-	-	0.0%
National Australia Bank							
Municipal 247	A1+	13/1/2015	3.27%	8,000,000		8,000,000	
Reserve180	A1+	10/1/2015	3.27%	4,454,847	38,995	4,493,842	
Subtotal				12,454,847	38,995	12,493,842	42.5%
Westpac							
Reserve 181	A1+	13/2/2015	3.43%	5,545,153	52,972	5,598,125	
Subtotal				5,545,153	52,972	5,598,125	19.0%
Elders Rural Bank							
Reserve182	A2	13/2/2015	3.50%	6,256,002	58,336	6,314,338	
Municipal 243	A2	19/2/2015	3.75%	5,000,000		5,000,000	
Subtotal				11,256,002	58,336	11,314,338	38.5%
Total Funds Invested				30,706,002	150,303	29,406,305	100%



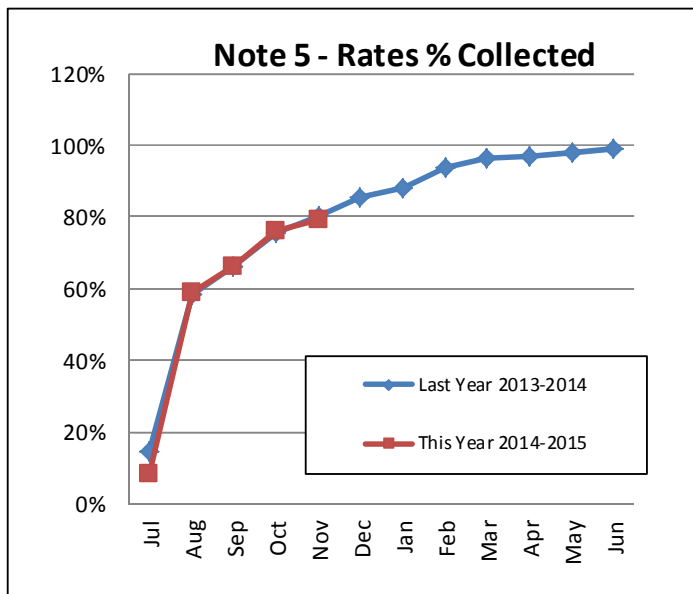
Graph Data - Portfolio Diversity		
National Australia Bank		42.5%
Westpac		19.0%
Elders Rural Bank		38.5%
		100.0%

City of Greater Geraldton
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 30 November 2014

Note 5 : RECEIVABLES

Receivables - Rates and Rubbish

	Current 2014-2015
	\$
Opening Arrears Previous Years	(2,216,002)
Rates Levied this year	(46,099,330)
Less Collections to date	(36,462,461)
Equals Current Outstanding	(11,852,870)
<i>Comprises of Current Amt:</i>	(11,582,629)
<i>Deferred Amt:</i>	(270,242)
 Net Rates Collectable	
% Collected	79.10%



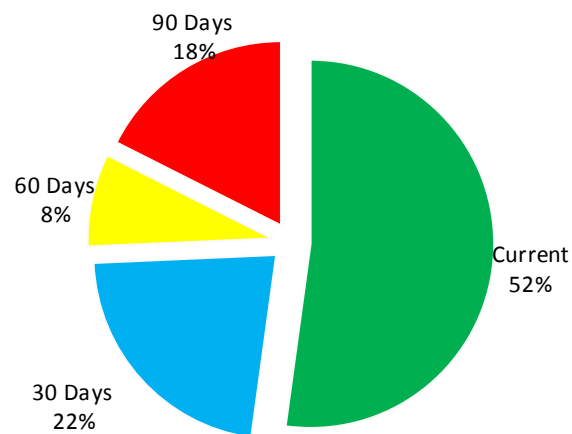
Comments/Notes - Receivables Rates and Rubbish

Rates collections are 79.01% (2013/2014: 80%) of total rates billed .
 Third Instalment due 29/12/2014

Receivables - General

	Current	30 Days	60 Days	90 Days
	\$	\$	\$	\$
	923,471	391,644	143,768	311,265
Total Outstanding				1,770,149
 General	652,854	37%		
Airport	715,668	40%		
Meru	401,626	23%		
	1,770,149	100%		

Note 5 - Accounts Receivable (non-rates)



Comments/Notes - Receivables General

- Major debtors in November include Virgin Australia \$466,254, Qantaslink \$200,118
 Veolia \$137,432
 - 90 days and over include Point Moore Leases \$239,022