

CS067 FINANCIAL STATEMENTS TO APRIL 2012
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<b>AGENDA REFERENCE:</b>	<b>D-12-20694</b>
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<b>EXECUTIVE:</b>	<b>C Wood, Director of Corporate Services</b>
<b>DATE OF REPORT:</b>	<b>9 May 2012</b>
<b>FILE REFERENCE:</b>	<b>FM/3/0003</b>
<b>APPLICANT / PROPONENT:</b>	<b>Treasury and Finance</b>
<b>ATTACHMENTS:</b>	<b>Yes</b>

**SUMMARY:**

The attached financial reports provide a comprehensive report on the City's finances to 31 April 2012.

**PROPONENT:**

Not applicable.

**BACKGROUND:**

The financial position to the end of April 2012 is detailed in the attached report and summarised as follows post Budget Review.

Operating Income	\$5,910,261	9.6%	Negative Variance
Operating Expenditure	\$8,063,140	14.3%	Positive Variance
Net Operating	\$2,152,880	39.5%	Positive Variance
Capital Expenditure	\$11,235,788	38.2%	Positive Variance
Capital Revenue	\$524,425	7.0%	Negative Variance
<b>Closing Surplus /(deficit)</b>	<b>\$12,205,729</b>	<b>202.0%</b>	<b>Positive Variance</b>
Cash at Bank - Muni	\$6,232,532		
Cash at Bank – Reserve	\$20,713,155		
Total Funds Invested	\$24,681,297		
Net Rates Collected	97.9%		
Receivables Outstanding	\$1,755,966		

The attached report provides explanatory notes for items greater than 10% or \$50,000. This commentary provides Council with an overall understanding of how the finances are progressing in relation to the adopted budget.

The financial position represented in the April financials shows a positive variance of \$2,152,880 in the net operating result. The closing funding surplus is over budget by \$12,205,729 due to the under-spend associated with materials and contractors, employee costs and interest payments. Additionally Capital expenditure is understated due to the delay associated with commencing and completing building, parks and road works.

**COMMUNITY CONSULTATION:**

No community consultation was undertaken.

**COUNCILLOR/OFFICER CONSULTATION:**

Consultation with officers occurs when significant variances arise.

**STATUTORY IMPLICATIONS:**

Section 6.4 of the Local Government Act 1995 and Regulation 34 of the Local Government (Financial Management) Regulations 1996 require that as a minimum Council is to receive a Statement of Financial Activity.

**POLICY IMPLICATIONS:**

The provision of financial reports to Council is governed by statute not policy.

**FINANCIAL AND BUDGET IMPLICATIONS:**

Any issues in relation to expenditure and revenue misallocations and variance trends will be identified and addressed each month.

**STRATEGIC & REGIONAL OUTCOMES:****ECONOMIC, SOCIAL, ENVIRONMENTAL & CULTURAL ISSUES:****Economic:**

There are no economic issues.

**Social:**

There are no relevant social issues.

**Environmental:**

There are no environmental issues.

**Cultural & Heritage:**

There are no cultural or heritage issues.

**RELEVANT PRECEDENTS:**

There are no relevant precedents.

**DELEGATED AUTHORITY:**

There is no delegated authority.

**VOTING REQUIREMENTS:**

Simple Majority is required.

**Recommendation**

Council accepts and adopt the April monthly report as attached.