



City of
Greater Geraldton
a vibrant future



MONTHLY FINANCIAL REPORT

For the Period Ended 31 July 2015

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CITY OF GREATER GERALDTON
Statement of Financial Activity for the Period Ended 31 July 2015

	Budget Current	YTD Budget Estimated	YTD Actual	YTD Major Commitments	Variances (commtments incl)	
					\$	%
Operating Income						
Rates	41,275,124	40,815,124	40,815,124		0	0.0% ✓
Operating Grants & Subsidies	8,347,301	163,559	168,582		-5,023	-3.1% ✓
Contributions Reimbursements & Donations	831,375	182,368	191,936		-9,568	-5.2% ✓
Fees & Charges	19,866,989	6,319,131	6,309,504		9,627	0.2% ✗
Interest Earnings	1,443,935	53,950	53,660		290	0.5% ✗
Other	1,105,661	7,786	7,129		657	8.4% ✗
Profit On Disposal Of Assets	218,026	50,074	50,353		-279	-0.6% ✓
	73,088,411	47,591,992	47,596,288		-4,296	0.0% ✓
Operating Expenditure						
Employee Costs	-28,238,387	-2,072,460	-1,970,804		-101,656	4.9% ✓
Materials & Contractors	-22,060,140	-2,077,034	-767,042	-1,139,932	-170,060	8.2% ✓
Utility & Govt Charges	-3,295,420	-275,345	-263,996		-11,349	4.1% ✓
Insurance	-880,735	-34,085	-34,100		15	0.0% ✗
Interest/Borrowing Costs	-1,109,443	-24,195	-25,780		1,585	-6.6% ✗
Other Expenditure	-2,891,549	-70,987	-67,917		-3,070	4.3% ✓
Depreciation On Assets	-22,023,657	-1,835,224	-1,850,000		14,776	-0.8% ✗
Loss On Disposal Of Assets	-234,511	0	0		0	✓
	-80,733,842	-6,389,330	-4,979,639	-1,139,932	-269,759	4.2% ✓
NET OPERATING	-7,645,431	41,202,662	42,616,649	-1,139,932	-274,055	-0.7% ✓
Non-Cash Expenditure and Revenue						
(Profit) / Loss on Asset Disposals	16,485	-50,074	-50,353		279	-0.6% ✗
Depreciation on Assets	22,023,657	1,835,224	1,850,000		-14,776	-0.8% ✓
Movement in Non-current staff leave provisions	97,167					
	22,137,309	1,785,150	1,799,647		-14,497	-0.8% ✓
Capital Expenditure						
Purchase Land	-	-	-		-	
Purchase Buildings	-12,985,498	-6,706,298	-50,909	-7,749,709	1,094,321	-16.3% ✗
Purchase Plant and Equipment	-1,962,000	-168,493	0	-433,448	264,955	-157.2% ✗
Purchase Furniture and Equipment	-447,500	-7,500	-2,267	-24,610	19,377	-258.4% ✗
Purchase Infrastructure Assets - Roads	-30,069,337	-757,086	-68,155		-688,931	91.0% ✓
Purchase Infrastructure Assets - Parks	-16,893,950	-142,851	-32,973	-151,531	41,652	-29.2% ✗
Purchase Infrastructure Assets - Airport	-2,007,000	-30,833	-49,658	-27,903	46,729	-151.6% ✗
Purchase Infrastructure Assets - Meru	-213,000	-17,749	0	-141,256	123,507	-695.9% ✗
Purchase Infrastructure Assets - Other	-4,206,576	-185,534	-50,784		-134,750	72.6% ✓
Repayment of Debentures	-3,032,231	-200,672	-200,673		1	0.0% ✗
	-71,817,092	-8,217,016	-455,420	-8,528,457	766,861	-9.3% ✗
Capital Revenue						
Non Operating Grants & Subsidies	19,689,063	0	0		0	✓
Proceeds from Sale of Land Held for Resale	500,000					
Proceeds from Disposal of Assets	4,159,000	47,402	46,453		949	2.0% ✗
Proceeds from New Debentures	25,206,000	0	0		0	✓
Self-Supporting Loan Principal Income	81,748	11,554	11,553		1	0.0% ✗
Council Loan Principle Income	37,629					
	49,673,440	58,956	58,006		950	1.6% ✗
Reserves						
Transfers to Reserves	0	0	0		0	✓
Transfers from Reserves	8,133,496	0	0		0	✓
	8,133,496	0	0		0	✓
Current Funding Surplus (Deficit)	481,722	34,829,752	44,018,882	-9,668,389		

NOTE 1. MAJOR VARIANCES

Operating Income

Operating Income is showing a positive variance of \$4,296. No major variances to report.

Operating Expenditure

Operating expenditure is showing a positive variance (under-spend) of \$269,759 or 4.2%.

Employment Costs shows a positive variance of \$101,656 (under-spend) due to unfilled positions at the end of July and to cover for future redundancy payouts in this financial year.

Materials and Contractors: Expenditure is showing a positive variance (under-spend) of \$ 170,060 or 8.2%. This is due to timing of invoicing.

Major commitments end of July - \$1,139,932.

Capital Expenditure

Capital expenditure is showing a negative variance (over-spend) of \$ 766,661 or 9.3%.

Capital expenditure variances are associated with the timing and profiling of cash outflows mainly associated with the West End Revitalisation Project.

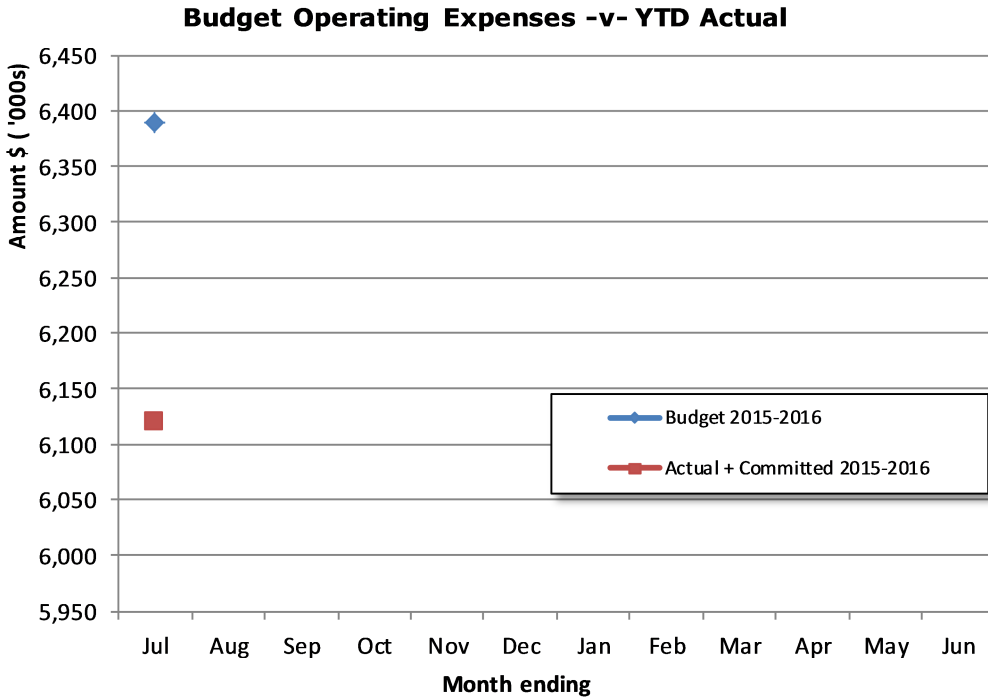
Major Capital commitments end of July - \$8,528,457 (West End Revitalisation Project: \$ 7,749,709).

Capital Revenue

Capital revenue is showing a negative variance of \$ 950 or 1.6%. There are no major variances.

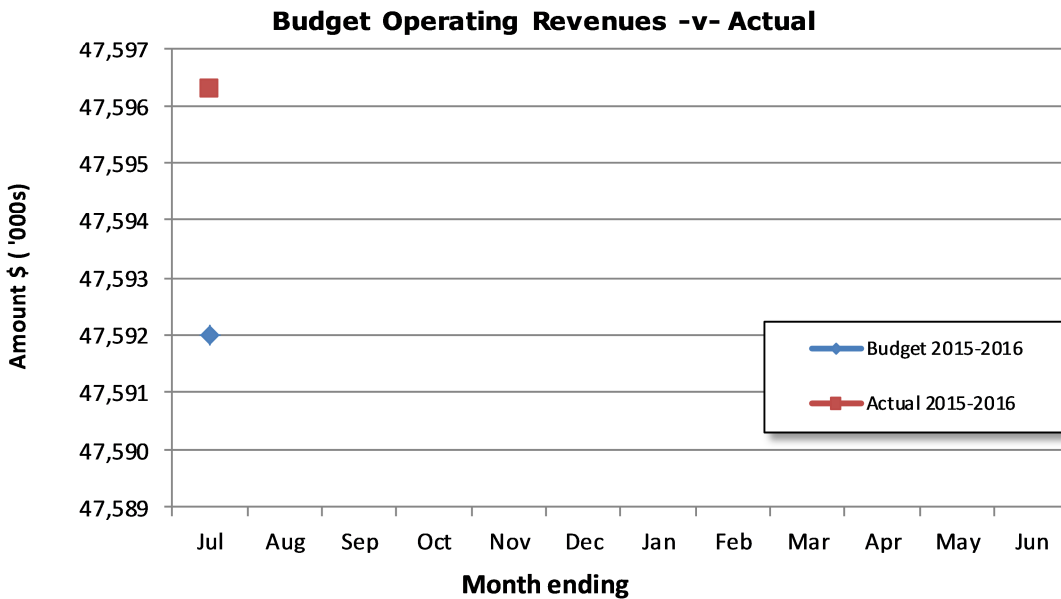
**NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 31 July 2015**

Note 2 - Graphical Representation - Source Statement of Financial Activity



Comments/Notes - Operating Expenses

Operating expenditure recorded as at 31 July is \$ 6,119,571 (\$4,979,639 Incl \$1,139,932 Committed). Major positive variance in Materials & Contractors is due to timing and profiling. Major variance in Employee Costs is a result of unfilled positions YTD.

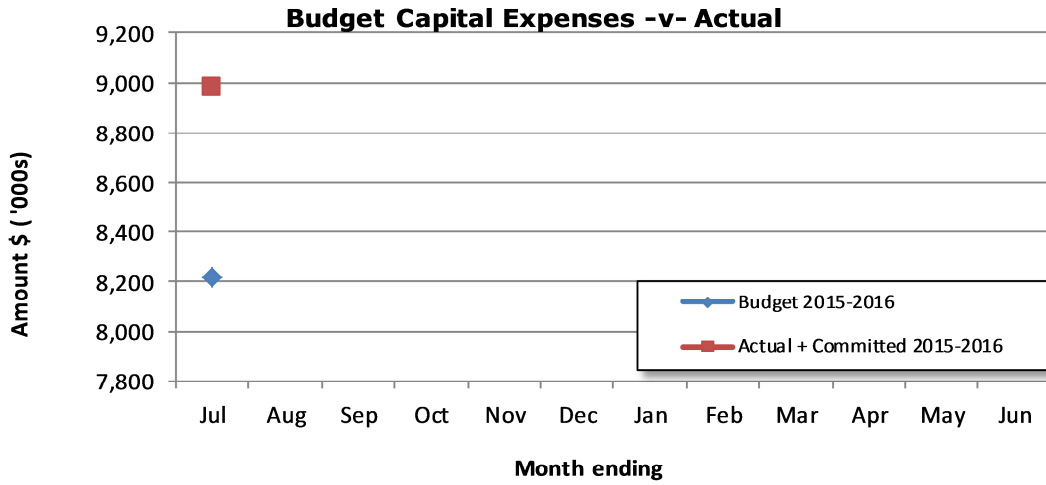


Comments/Notes - Operating Revenues

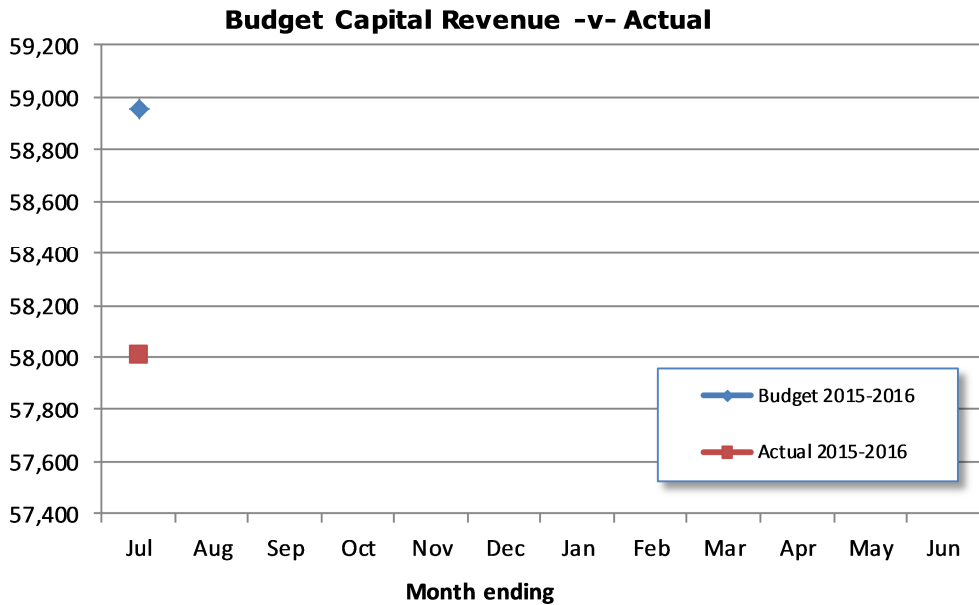
Operating income recorded as at 31 July is \$47,596,288. There are no major variances.

City of Greater Geraldton
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 31 July 2015

Note 2 - Graphical Representation - Source Statement of Financial Activity



Comments/Notes - Capital Expenses
 Capital expenditure recorded as at 31 July is \$8,983,877 (\$455,420 Inc \$8,528,457 Committed). Major variances are a result of timing of acquisitions.

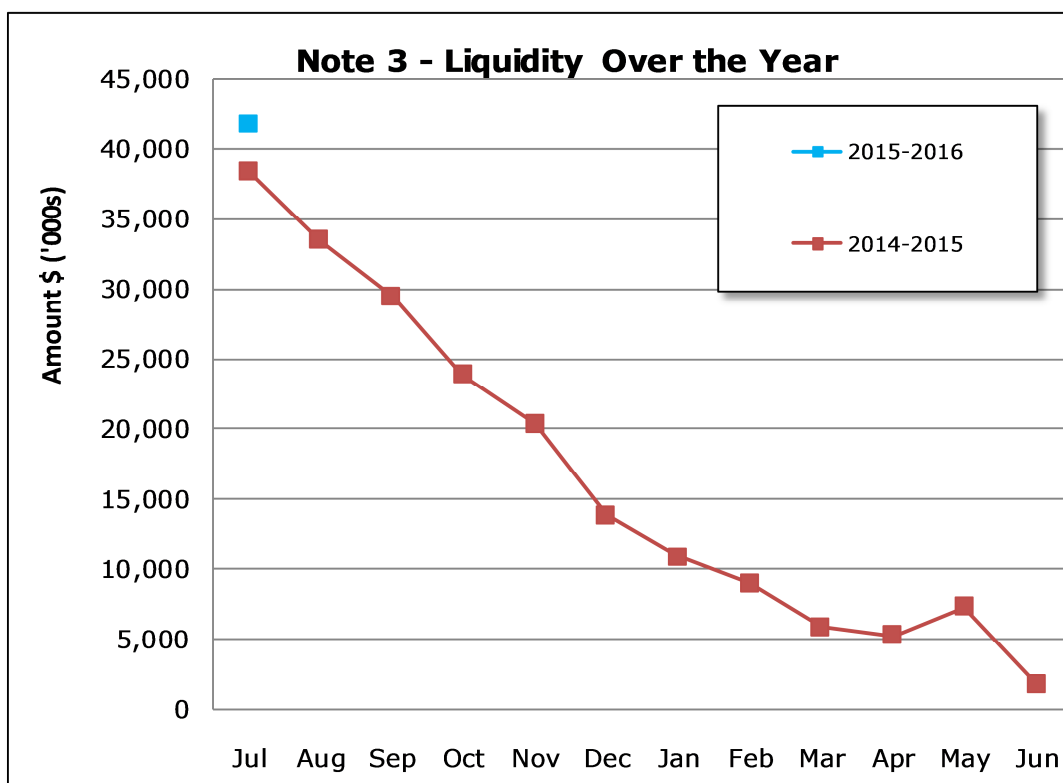


Comments/Notes - Capital Revenues
 Capital revenue recorded as at 31 July is \$58,006. No major variances.

City of Greater Geraldton
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 31 July 2015

Note 3: NET CURRENT FUNDING POSITION

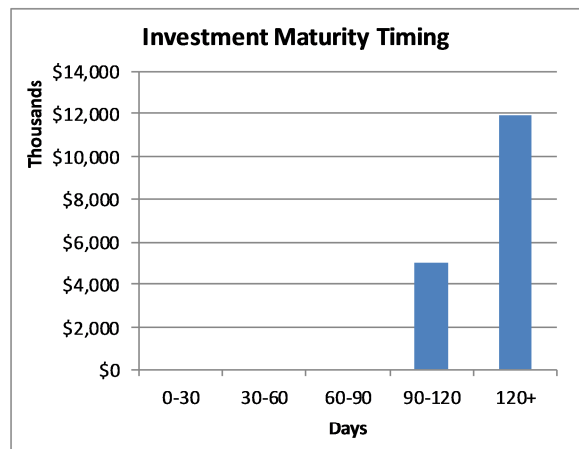
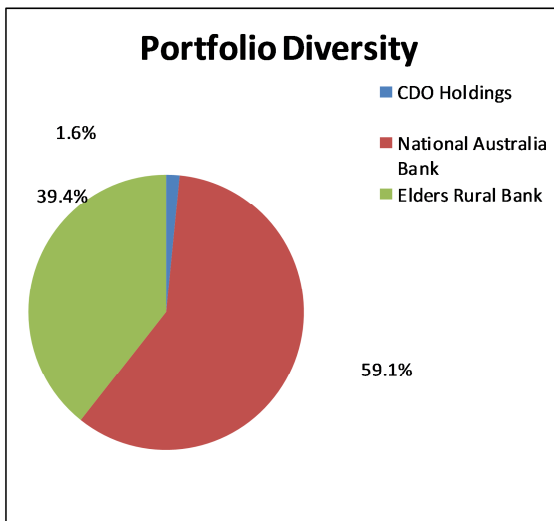
	Positive=Surplus (Negative=Deficit)	
	2015-2016	2014-2015
	This Period	This Period
	\$	\$
Current Assets		
Cash at Bank		
Municipal Account	3,466,384	3,337,117
Reserve Account	16,662,106	13,296,039
Restricted Assets	266,241	333,395
Total Cash at Bank	20,394,731	16,966,551
Receivables		
Prepayments	0	339,452
Tax Recoverable	147,934	473,935
Sundry Debtors	2,263,366	1,721,513
Rates Receivable	43,689,379	42,254,661
Inventories	414,918	357,168
Total Current Assets	66,910,329	62,113,280
Less: Current Liabilities		
Creditors and Provisions	454,969	748,533
Current Borrowings	3,044,697	4,625,842
Employee Entitlements	4,697,198	4,724,405
	8,196,863	10,098,780
Less: Cash Restricted	(16,928,347)	(13,629,434)
Net Current Funding Position	41,785,118	38,385,066



City of Greater Geraldton
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 31 July 2015

Note 4 - Monthly Investment Report

Deposit Ref	Current Credit Rating	Maturity/ Conversion	Invested Interest rates	Amount Invested	Interest Earned YTD	Current Value @31/07/2015	Percentage of Portfolio
Grange Securities							
CDO Holdings				266,241	-	266,241	
					-	-	
Subtotal				266,241	-	266,241	1.6%
National Australia Bank							
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	
Subtotal				10,000,000	-	10,000,000	59.1%
Bendigo Bank							
Reserve 187		8/3/2015	2.95%	6,662,106		6,662,106	
Subtotal				6,662,106	-	6,662,106	39.4%
Total Funds Invested				16,928,347	-	16,928,347	100%



Graph Data - Portfolio Diversity		
CDO Holdings		1.6%
National Australia Bank		59.1%
Elders Rural Bank		39.4%
		100.0%

City of Greater Geraldton
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 31 July 2015

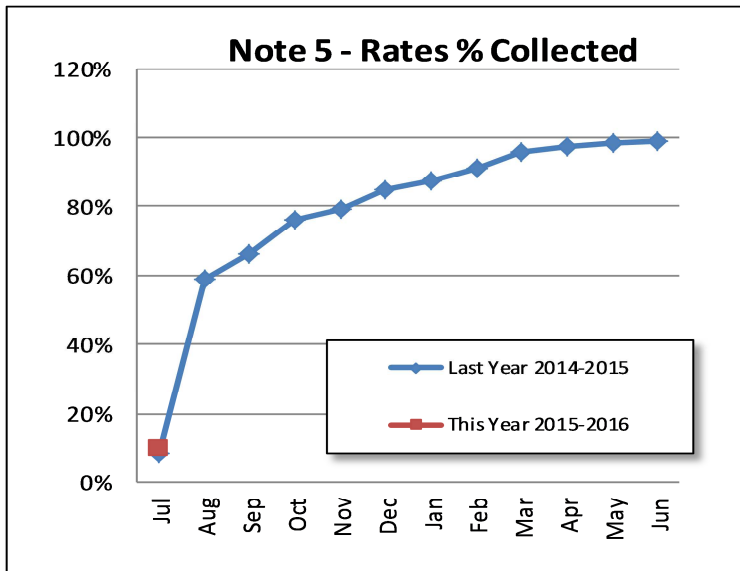
Note 5 : RECEIVABLES

Receivables - Rates and Rubbish

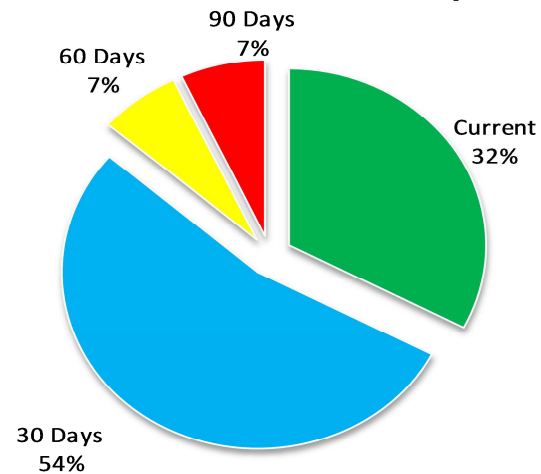
	Current 2014-2015
	\$
Opening Arrears Previous Years	(2,651,732)
Rates Levied this year	(48,885,441)
Less Collections to date	(4,919,752)
Equals Current Outstanding	(46,617,421)
<i>Comprises of Current Amt:</i>	<i>(46,335,692)</i>
<i>Deferred Amt:</i>	<i>(281,729)</i>
 Net Rates Collectable	
% Collected	10.06%

Receivables - General

	Current	30 Days	60 Days	90 Days
	\$	\$	\$	\$
	739,450	1,215,058	151,380	157,478
Total Outstanding				<u>2,263,366</u>
 General	1,337,232	59%		
Airport	685,334	30%		
Meru	240,800	11%		
	<u>2,263,366</u>	<u>100%</u>		



Note 5 - Accounts Receivable (non-rates)



Comments/Notes - Receivables Rates and Rubbish

Rates collections are 10.06% (2014/2015: 8.39%). First instalment due 27/08/2015.

Comments/Notes - Receivables General

- Major debtors in July include Qantaslink \$380,351, Virgin Australia \$438,798, Water Corp. \$112,678
 - 90 days and over include Point Moore Leases \$68,237