



MONTHLY FINANCIAL REPORT

For the Period Ended 31 October 2014

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CITY OF GREATER GERALDTON
Statement of Financial Activity for the Period Ended 31 October 2014

	Budget	YTD Budget Estimated	YTD Actual	YTD Major Commitments	Variances (committments incl)	
					\$	%
Operating Income						
Rates	39,553,622	39,304,622	39,185,347		119,275	0.3% ✗
Grants & Subsidies, Contributions	9,187,804	2,895,233	3,098,771		(203,538)	-7.0% ✓
Fees & Charges	18,406,785	9,861,164	9,897,319		(36,155)	-0.4% ✓
Interest Earnings	1,458,533	385,169	478,842		(93,673)	-24.3% ✓
Other Revenue	1,688,650	400,046	372,971		27,075	6.8% ✗
FV Adjustments to Financial Assets at FV thru P&L	90,000	0				✓
Profit On Disposal Of Assets	59,786	19,928	36,119		(16,191)	-81.2% ✓
	70,445,180	52,866,162	53,069,369		(203,207)	-0.4% ✓
Operating Expenditure						
Employee Costs	(29,510,761)	(9,009,832)	(8,718,531)		(291,301)	3.2% ✓
Materials & Contractors	(23,041,146)	(8,182,229)	(5,721,582)	(1,515,927)	(944,720)	11.5% ✓
Utility & Govt Charges	(3,300,700)	(872,807)	(840,256)		(32,551)	3.7% ✓
Insurance	(945,410)	(440,758)	(420,514)		(20,244)	4.6% ✓
Interest/Borrowing Costs	(871,709)	(156,943)	(172,379)		15,436	-9.8% ✗
Other Expenditure	(2,596,237)	(357,589)	(326,649)		(30,940)	8.7% ✓
Depreciation On Assets	(17,939,427)	(5,932,036)	(5,925,793)		(6,243)	0.1% ✓
Loss On Disposal Of Assets	(1,221,291)	0	(31,100)		31,100	✗
Land held for resale (Acquisition/Development cost)						
	(79,426,681)	(24,952,194)	(22,156,804)	(1,515,927)	(1,279,463)	5.1% ✓
NET OPERATING	(8,981,501)	27,913,968	30,912,565	(1,515,927)	(1,482,670)	-5.3% ✓
Non-Cash Expenditure and Revenue						
(Profit) / Loss on Asset Disposals	1,161,505	(19,928)	(5,019)		(14,909)	74.8% ✓
Depreciation on Assets	17,939,427	5,932,036	5,925,793		6,243	0.1% ✗
Movement in Employee Benefit Provision	260,210					
FV Adjustment to Financial Assets at FV thru P&L	(90,000)					
	19,271,142	5,912,108	5,920,774		-8,666	-0.1% ✓
Capital Expenditure						
Purchase Buildings	(9,863,595)	(2,738,359)	(1,771,159)	(2,111,111)	1,143,911	-41.8% ✗
Land held for resale (Acquisition/Development cost)	(4,000,000)		(10,780)		10,780	✗
Purchase Plant and Equipment	(2,514,000)	(579,644)	(305,460)	(4,063)	(270,121)	46.6% ✓
Purchase Furniture and Equipment	(835,190)	(22,835)	(3,765)	(5,843)	(13,227)	57.9% ✓
Purchase Other Property, Plant and Equipment	(630,000)				0	✓
Purchase Infrastructure Airport	(3,546,000)	(2,170,311)	(255,879)	(32,643)	(1,881,789)	86.7% ✓
Purchase Infrastructure Regional Waste	(685,000)	(61,667)	(6,014)	(33,373)	(22,280)	36.1% ✓
Purchase Infrastructure Assets - Roads	(33,796,015)	(8,627,023)	(4,644,278)	(2,063,598)	(1,919,147)	22.2% ✓
Purchase Infrastructure Assets - Parks	(11,041,670)	(1,095,343)	(895,832)	(263,969)	64,458	-5.9% ✗
Purchase Infrastructure Assets - Other	(1,447,985)	(614,665)	(464,905)	(159,037)	9,277	-1.5% ✗
Repayment of Debentures	(2,116,985)	(637,503)	(613,854)		(23,649)	3.7% ✓
	(70,476,440)	(16,547,350)	(8,971,926)	(4,673,637)	(2,901,787)	17.5% ✓
Capital Revenue						
Non Operating Grants & Subsidies	17,936,177	2,132,000	2,310,546		(178,546)	-8.4% ✓
Proceeds from Disposal of Assets	2,377,000	99,330	126,704		(27,374)	-27.6% ✓
Proceeds from New Debentures	24,860,000				0	✓
Self-Supporting Loan Principal Income	77,149	20,022	20,022		0	0.0% ✓
	45,250,326	2,251,352	2,457,272	0	(205,920)	-9.1% ✓
Reserves						
Transfers to Reserves	(146,979)				-	✓
Transfers from Reserves	12,962,737				-	✓
	12,815,758	0	0		-	✓
Current Funding Surplus (Deficit)	(2,120,715)	19,530,078	30,318,685	(6,189,563)		

NOTE 1. MAJOR VARIANCES

Operating Income

Operating Income is showing a positive variance of \$203 207 or 0.4%. 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 \$93,673, this is due to additional interest (\$70,000) 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 \$ 1,279,463 or 5.1%.

Materials and Contractors – Expenditure is showing a positive variance (under-spend) of \$944,720 or 11.5%. This is mainly due to delays in scheduled projects.

Major commitments end of October are \$1,515,927

Capital Expenditure

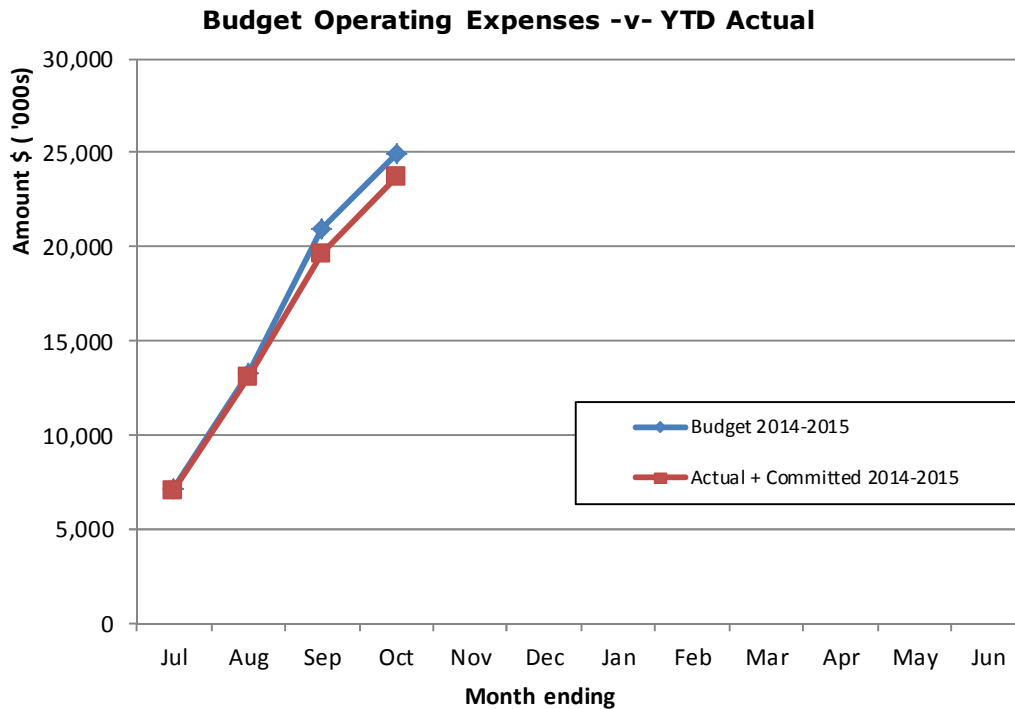
Capital expenditure is showing a positive variance (under-spend) of \$2,901,787 or 17.5%. The major variances are as a result of the timing of acquisitions. Most capital commitments have been made and the actual expenditure will occur in the coming months.

Capital Revenue

Capital revenue is showing a positive variance of \$205,920 or 9.1%. The positive variance on Grants is mainly due to timing of receipts.

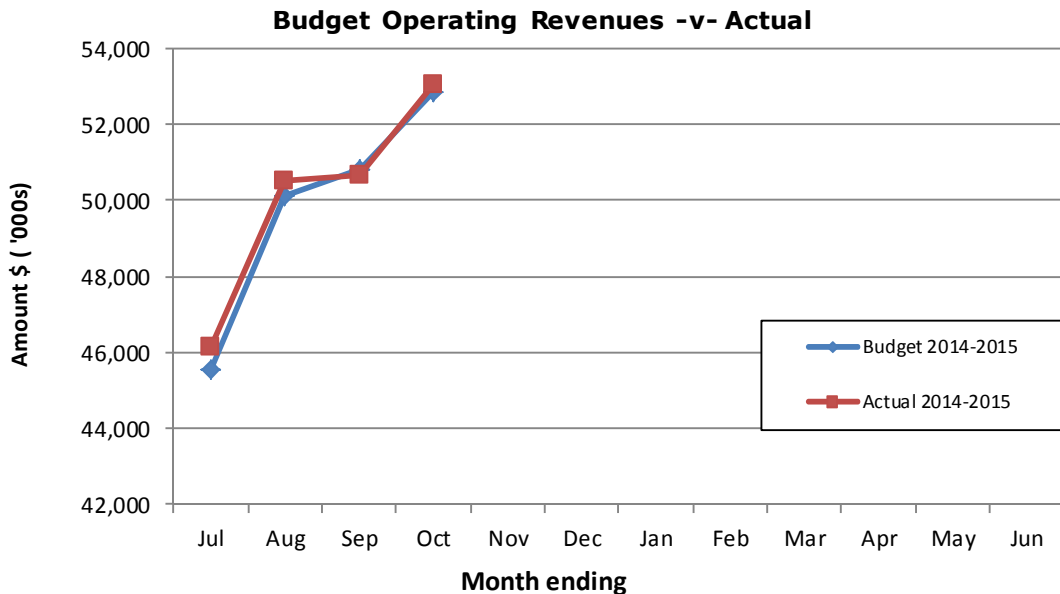
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 31 October 2014

Note 2 - Graphical Representation - Source Statement of Financial Activity



Comments/Notes - Operating Expenses

Operating expenditure recorded as at 31 October is \$22,156,804 (\$23,672,730 Inc \$1,515,927 Committed). Major positive variance in Materials & Contractors is due to timing and profiling

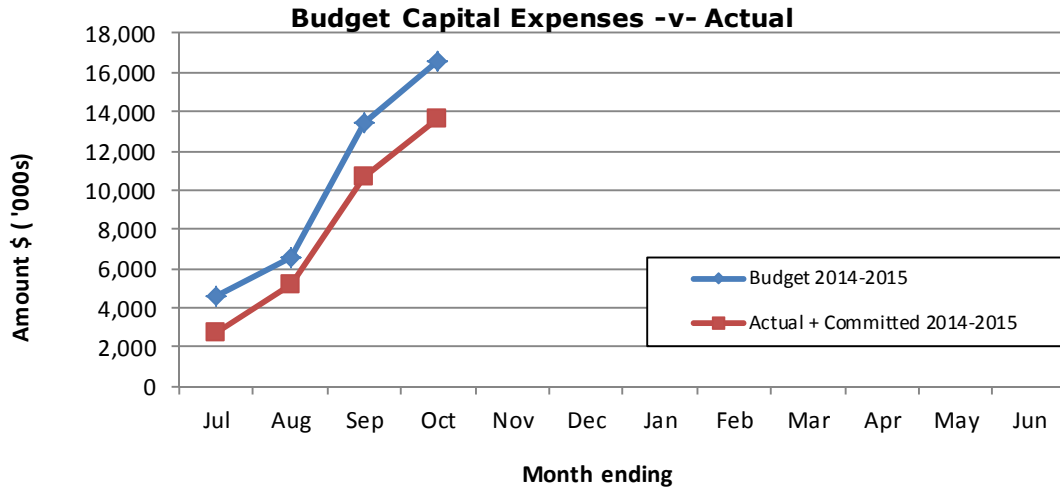


Comments/Notes - Operating Revenues

Operating income recorded as at 31 October is \$53,069,369. Major variances in Grants Received, and Interest Received. Interest received includes additional interest from funds held at WA Treasury. The variance on Grants is mainly due to timing of receipts.

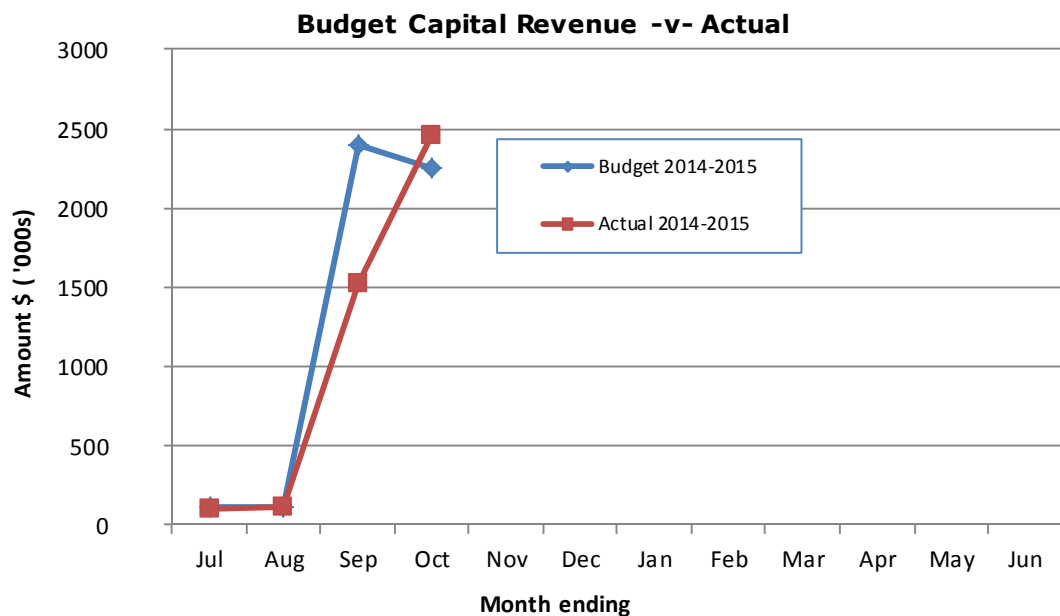
City of Greater Geraldton
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 31 October 2014

Note 2 - Graphical Representation - Source Statement of Financial Activity



Comments/Notes - Capital Expenses

Capital expenditure recorded as at 31 October is \$8,971,926 (\$13,645,563 Inc \$4,673,637 Committed). Major positive variances include purchase of roads, buildings, furniture & equipment, plant & equipment and parks. 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 31 October is \$2,457,272. 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 31 October 2014

Note 3: NET CURRENT FUNDING POSITION

Current Assets

Cash at Bank

 Municipal Account

 Reserve Account

 Restricted Assets

Total Cash at Bank

Receivables

 Prepayments

 Tax Recoverable

 Sundry Debtors

 Rates Receivable

Inventories

Total Current Assets

Less: Current Liabilities

Creditors and Provisions

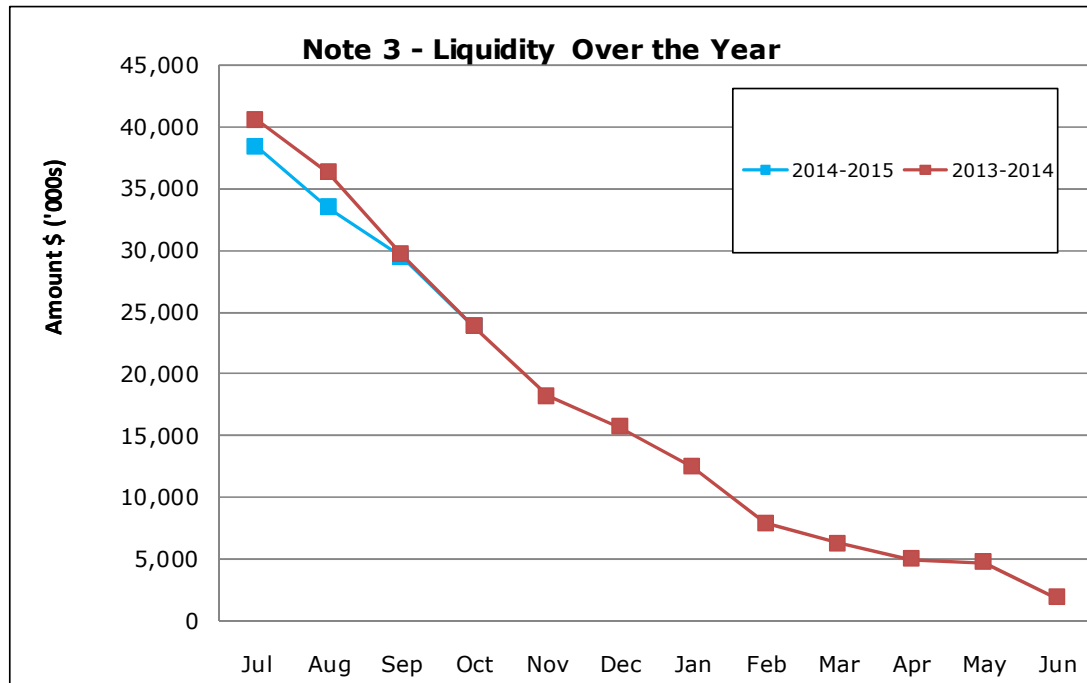
Current Borrowings

Employee Entitlements

Less: Cash Restricted

Net Current Funding Position

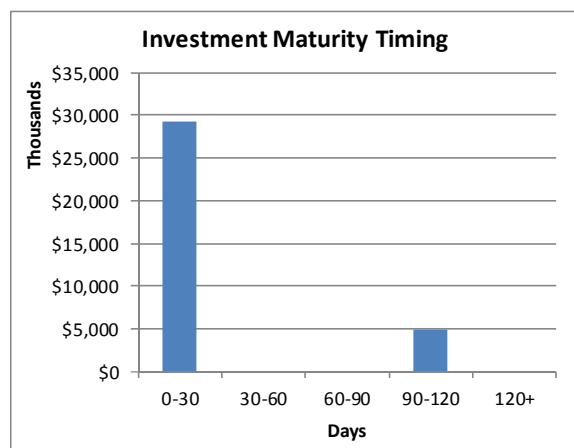
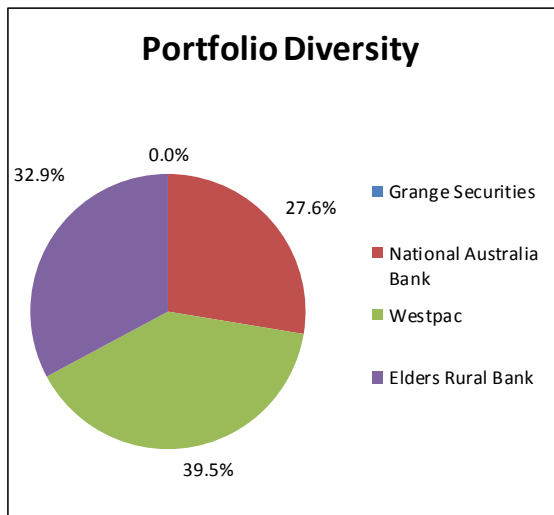
Positive=Surplus (Negative=Deficit)		
2014-2015		2013-2014
This Period	Last Period	This Period
\$	\$	\$
20,081,831	22,194,744	16,301,303
16,256,002	16,256,002	26,337,353
333,395	333,395	826,713
36,671,228	38,784,141	43,465,369
49,394	47,016	73,180
312,663	334,797	63,445
1,895,700	1,514,041	6,901,799
11,518,322	15,800,911	10,669,680
362,147	322,901	319,486
50,809,454	56,803,807	61,492,959
1,473,646	1,479,769	501,665
4,203,132	4,562,186	2,239,311
4,728,470	4,728,470	4,364,332
10,405,247	10,770,425	7,105,308
(16,589,397)	(16,589,397)	(30,528,574)
23,814,810	29,443,984	23,859,077



City of Greater Geraldton
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 31 October 2014

Note 4 - Monthly Investment Report

Deposit Ref	Current Credit Rating	Maturity/ Conversion	Invested Interest rates	Amount Invested	Interest Earned YTD	Current Value @31/10/2014	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 245	A1+	3/11/2014	3.25%	5,000,000		5,000,000	
Reserve180	A1+	11/11/2014	3.55%	4,454,847		4,454,847	
Subtotal				9,454,847	-	9,454,847	27.6%
Westpac							
Reserve 181	A1+	13/11/2014	3.79%	5,545,153		5,545,153	
Municipal 244	A1+	26/11/2014	3.63%	8,000,000		8,000,000	
Subtotal				13,545,153	-	13,545,153	39.5%
Elders Rural Bank							
Reserve182	A2	13/11/2014	3.70%	6,256,002		6,256,002	
Municipal 243	A2	15/2/2015	3.75%	5,000,000		5,000,000	
Subtotal				11,256,002	-	11,256,002	32.9%
Total Funds Invested				35,706,002	-	34,256,002	100%



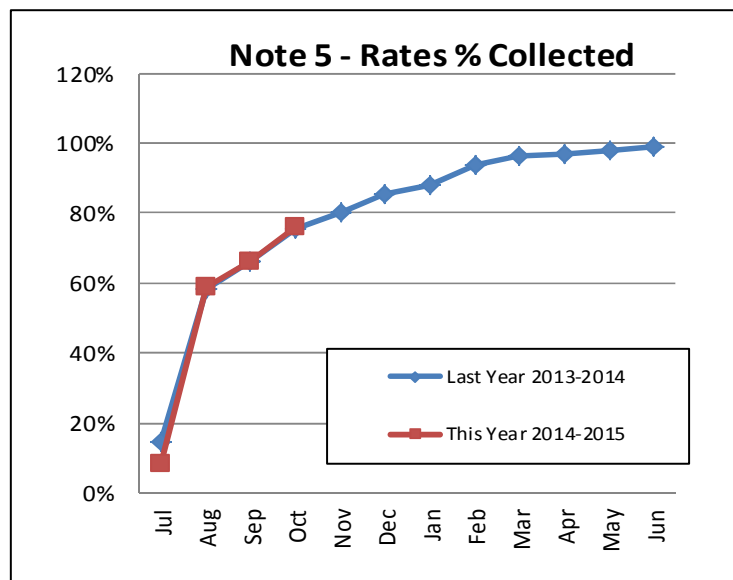
Graph Data - Portfolio Diversity		
Grange Securities		0.0%
National Australia Bank		27.6%
Westpac		39.5%
Elders Rural Bank		32.9%
		100.0%

City of Greater Geraldton
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 31 October 2014

Note 5 : RECEIVABLES

Receivables - Rates and Rubbish

	Current 2014-2015
	\$
Opening Arrears Previous Years	(2,216,002)
Rates Levied this year	(46,024,222)
Less Collections to date	(35,015,091)
Equals Current Outstanding	(13,225,133)
<i>Comprises of Current Amt:</i>	<i>(12,954,891)</i>
<i>Deferred Amt:</i>	<i>(270,242)</i>
Net Rates Collectable	
% Collected	76.08%



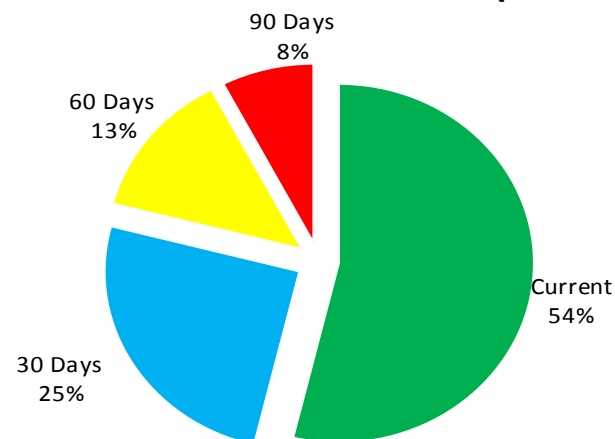
Comments/Notes - Receivables Rates and Rubbish

Rates collections are 76.08% of total rates billed . Third Instalment due 29/12/2014

Receivables - General

	Current	30 Days	60 Days	90 Days
	\$	\$	\$	\$
	1,023,457	481,236	253,200	145,570
Total Outstanding				1,903,463
General	633,419	33%		
Airport	932,344	49%		
Meru	337,700	18%		
	1,903,463	100%		

Note 5 - Accounts Receivable (non-rates)



Comments/Notes - Receivables General

- Major debtors in October include Virgin Australia \$698,404, Qantaslink \$188,268
 Veolia \$84,752
 - 90 days and over include Point Moore Leases \$55,219, Gravels Contr. \$14,971, Water Corp \$14,091.