



2012/13 BUDGET FOR RE-ADOPTION

**CITY OF GREATER GERALDTON
BUDGET
FOR THE YEAR ENDING 30 JUNE 2013**

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CITY OF GREATER GERALDTON
STATEMENT OF COMPREHENSIVE INCOME BY NATURE OR TYPE
FOR THE YEAR ENDING 30TH JUNE 2013

	NOTE	2012/13 Budget \$	2011/12 Estimate/Actual \$	2011/12 Budget \$
REVENUES FROM ORDINARY ACTIVITIES				
Rates	8	36,944,532	28,809,183	29,098,948
Operating Grants, Subsidies & Contributions		10,778,519	13,690,285	7,627,360
Fees and Charges	11	15,770,073	15,650,372	15,668,197
Interest Earnings	2(a)	2,027,154	2,205,130	1,736,749
Other Revenue		1,542,482	1,383,348	775,280
		67,062,760	61,738,318	54,906,534
EXPENSES FROM ORDINARY ACTIVITIES				
Employee Costs		(26,499,043)	(24,117,658)	(24,868,890)
Materials and Contracts		(39,702,325)	(17,005,574)	(35,073,471)
Utility Charges		(2,963,400)	(2,631,346)	(2,623,394)
Depreciation on Non-Current Assets	2(a)	(14,574,109)	(13,950,000)	(13,997,086)
Interest Expenses	2(a)	(1,275,876)	(701,783)	(1,258,713)
Insurance Expenses		(704,945)	(875,477)	(899,208)
Other Expenditure		(2,545,342)	(1,688,518)	(1,997,835)
		(88,265,040)	(60,970,356)	(80,718,597)
		(21,202,280)	767,962	(25,812,063)
Non-Operating Grants, Subsidies & Contributions		18,067,083	10,048,697	12,564,911
Profit on Asset Disposals	4	6,594	226,032	2,610,604
Loss on Asset Disposals	4	(40,000)	(96,344)	(181,598)
		18,033,677	10,178,385	14,993,917
NET RESULT				
Other Comprehensive Income		-	-	-
TOTAL COMPREHENSIVE INCOME		(3,168,603)	10,946,347	(10,818,146)

This statement is to be read in conjunction with the accompanying notes.

Please note, other comprehensive income (if any) is impacted upon by external forces and is not able to be reliably estimated.

It is anticipated in all instances, any other comprehensive income will relate to non-cash transactions and as such have no impact on this budget document.

CITY OF GREATER GERALDTON
STATEMENT OF COMPREHENSIVE INCOME BY PROGRAM
FOR THE YEAR ENDING 30TH JUNE 2013

	2012/13	2011/12	2011/12
	Budget	Estimate/Actual	Budget
	\$	\$	\$
OPERATING REVENUES (Refer Notes 1,2,8 to 13)			
General Purpose Funding	42,426,598	37,751,064	34,484,315
Governance	301,000	675,096	63,687
Law , Order, Public Safety	447,887	427,916	358,769
Health	482,000	664,947	473,790
Education and Welfare	1,718,719	1,444,426	1,604,053
Housing	10,000	0	32,250
Community Amenities	7,745,239	7,691,206	7,189,728
Recreation and Culture	1,928,309	2,446,458	2,552,306
Transport	5,485,000	7,199,915	4,552,838
Economic Services	1,161,175	1,443,092	2,219,009
Other Property and Services	5,356,833	1,994,198	1,375,789
	67,062,760	61,738,318	54,906,534
OPERATING EXPENSES (Refer Notes 1,2 & 14)			
General Purpose Funding	(478,132)	(769,628)	(1,003,608)
Governance	(12,125,848)	(10,081,820)	(9,509,882)
Law , Order, Public Safety	(910,430)	(923,695)	(931,502)
Health	(510,969)	(488,338)	(1,179,876)
Education and Welfare	(2,263,046)	(1,888,956)	(1,966,882)
Housing	(134,059)	(124,089)	(120,624)
Community Amenities	(7,257,656)	(6,023,315)	(9,024,201)
Recreation & Culture	(10,804,723)	(10,848,411)	(11,860,183)
Transport	(18,321,751)	(17,250,448)	(18,471,885)
Economic Services	(3,458,347)	(2,959,127)	(3,245,307)
Other Property and Services	(30,724,203)	(8,910,746)	(22,145,932)
	(86,989,164)	(60,268,573)	(79,459,882)
BORROWING COSTS EXPENSE (Refer Notes 2 & 5)			
General Purpose Funding	0	0	(5,000)
Governance	(55,970)	0	(139,616)
Law , Order, Public Safety	(76,171)	0	0
Community Amenities	(8,807)	0	0
Recreation & Culture	(383,957)	(449,037)	(113,304)
Transport	(378,163)	(248,922)	(545,070)
Economic Services	0	(3,824)	(4,885)
Other Property & Services	(372,808)	0	(450,838)
	(1,275,876)	(701,783)	(1,258,713)
GRANTS/CONTRIBUTIONS FOR THE DEVELOPMENT OF ASSETS			
General Purpose Funding	2,671,092	5,375,661	2,827,262
Governance	550,927	1,758,934	0
Community Amenities	0	0	1,600,000
Recreation & Culture	11,106,397	1,311,420	3,718,090
Transport	3,558,667	1,602,682	4,419,559
Economic Services	180,000		
	18,067,083	10,048,697	12,564,911
PROFIT/(LOSS) ON DISPOSAL OF ASSETS (Refer Note 4)			
Governance	0	(29,864)	32,971
Transport	0	57,710	88,164
Other Property & Services	(33,406)	101,842	2,307,869
	(33,406)	129,688	2,429,004
NET RESULT	(3,168,603)	10,946,347	(10,818,146)
Other Comprehensive Income	-	-	-
TOTAL COMPREHENSIVE INCOME	(3,168,603)	10,946,347	(10,818,146)

This statement is to be read in conjunction with the accompanying notes.

CITY OF GREATER GERALDTON
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDING 30TH JUNE 2013

	NOTE	2012/13 Budget	2011/12 Estimate/Actual	2011/12 Budget
		\$	\$	\$
Cash Flows From Operating Activities				
Receipts				
Rates		36,944,532	28,809,183	29,098,948
Grants and Subsidies - operating		9,156,019	11,448,961	6,397,431
Contributions, Reimbursements & Donations		1,622,500	2,241,324	1,229,929
Fees and Charges		15,770,073	15,650,372	15,668,197
Interest Earnings		2,027,154	2,205,130	1,736,749
Goods and Services Tax		425,000	302,173	748,668
Other		1,542,482	1,383,348	301,612
		67,487,760	62,040,491	55,181,534
Payments				
Employee Costs		(26,499,043)	(24,117,658)	(24,868,890)
Materials and Contracts		(39,702,325)	(17,005,574)	(34,465,331)
Utilities Charges		(2,963,400)	(2,631,346)	(2,623,394)
Insurance		(704,945)	(875,477)	(899,208)
Interest		(1,275,876)	(701,783)	(1,258,713)
Goods and Services Tax		0	0	(916,437)
Other		(2,545,342)	(1,688,518)	(1,181,398)
		(73,690,931)	(47,020,356)	(66,213,371)
Net Cash Provided By Operating Activities	15(b)	(6,203,171)	15,020,135	(11,031,837)
Cash Flows from Investing Activities				
Payments for Purchase of Assets	3	(15,603,401)	(12,420,756)	(20,213,188)
Payments for Construction of Infrastructure	3	(31,654,964)	(8,427,739)	(20,191,298)
Proceed from Council Loans		92,789	95,533	112,041
Grants/Contributions for the Development of Assets		18,067,083	10,048,697	12,564,911
Proceeds from Sale of Assets	4	2,226,912	968,090	5,341,500
Net Cash Used in Investing Activities		(26,871,581)	(9,736,175)	(22,386,034)
Cash Flows from Financing Activities				
Repayment of Debentures	5	(3,274,584)	(2,480,953)	(2,679,529)
Repayment of Finance Leases		0	0	0
Proceeds from Self Supporting Loans		66,566	51,849	65,817
Proceeds from New Debentures	5	29,993,000	6,050,000	25,380,000
Net Cash Provided By (Used In) Financing Activities		26,784,982	3,620,896	22,766,288
Net Increase (Decrease) in Cash Held		(6,289,770)	8,904,856	(10,651,583)
Cash at Beginning of Year		29,048,161	20,143,305	19,256,864
Cash and Cash Equivalents at the End of the Year	15(a)	22,758,391	29,048,161	8,605,281

This statement is to be read in conjunction with the accompanying notes.

**CITY OF GREATER GERALDTON
RATE SETTING STATEMENT
FOR THE YEAR ENDING 30TH JUNE 2013**

	NOTE	2012/13 Budget	2011/12 Estimate/Actual	2011/12 Budget
		\$	\$	\$
REVENUES	1,2			
Grants, Subsidies and Contributions		28,845,602	23,738,982	20,192,271
Fees and Charges		15,770,073	15,650,372	15,668,197
Interest Earnings		2,027,154	2,205,130	1,736,749
Other Revenue		1,542,482	1,383,348	775,280
Profit on Disposal of Assets		6,594	226,032	2,610,604
		48,191,905	43,203,864	40,983,101
EXPENSES	1,2			
Employees Costs		(26,499,043)	(24,117,658)	(24,868,890)
Materials & Contractors		(39,702,325)	(17,005,574)	(35,073,471)
Utility Charges		(2,963,400)	(2,631,346)	(2,623,394)
Depreciation on Non-Current Assets		(14,574,109)	(13,950,000)	(13,997,086)
Interest Expenses		(1,275,876)	(701,783)	(899,208)
Insurance Expenses		(704,945)	(875,477)	(1,258,713)
Other Expenditure		(2,545,342)	(1,688,518)	(1,900,915)
Loss on Disposal of Assets		(40,000)	(96,344)	(181,598)
		(88,305,040)	(61,066,700)	(80,803,275)
Net Operating Result Excluding Rates		(40,113,135)	(17,862,836)	(39,820,174)
Adjustments for Cash Budget Requirements:				
Non-Cash Expenditure and Revenue				
(Profit)/Loss on Asset Disposals	4	33,406	(129,688)	(2,429,006)
Depreciation on Assets	2(a)	14,574,109	13,950,000	13,997,086
Prior Year Adjustments				-
Movement in Deferred Pensioner Rates				-
Movement in Employee Benefit Provision				-
Capital Expenditure and Revenue				
Purchase Land Held for Resale	3			-
Purchase Land and Buildings	3	(11,218,926)	(8,649,645)	(15,766,128)
Purchase Plant and Equipment	3	(3,232,225)	(3,347,519)	(4,229,660)
Purchase Furniture and Equipment	3	(1,152,250)	(423,592)	(217,400)
Purchase Infrastructure Assets - Roads	3	(22,891,964)	(4,789,486)	(10,905,098)
Purchase Infrastructure Assets - Parks	3	(8,763,000)	(3,638,253)	(9,286,200)
Self-Supporting / Council Loans paid out		(70,000)	(250,000)	-
Proceeds from Disposal of Assets	4	2,226,912	968,090	5,341,500
Proceeds from Sale of Inventory				-
Repayment of Debentures	5	(3,274,584)	(2,480,953)	(2,679,530)
Proceeds from New Debentures	5	29,993,000	6,050,000	25,380,000
Self-Supporting Loan Principal Income		66,566	51,849	65,817
Council Loan Principal Income		92,789	95,533	112,041
Trust Transfers to Restriction				(300,000)
Trust Transfers from Restriction				216,724
Transfers to Reserves (Restricted Assets)	6	(9,039,710)	(15,828,260)	(3,850,000)
Transfers from Reserves (Restricted Assets)	6	16,674,386	7,772,876	14,656,964
Estimated Surplus/(Deficit) July 1 B/Fwd	7	(72,701)	(370,000)	49,101
Estimated Surplus/(Deficit) June 30 C/Fwd	7	777,205	(72,701)	(565,015)
Amount Required to be Raised from Rates	8	(36,944,532)	(28,809,183)	(29,098,948)

This statement is to be read in conjunction with the accompanying notes.

CITY OF GREATER GERALDTON
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDING 30TH JUNE 2013

7. NET CURRENT ASSETS

	2012/13	2011/12	2011/12	
	Budget	Estimate/Actual	Budget	
	\$	\$	\$	
CURRENT ASSETS				
Cash - Unrestricted	(323,684)	(1,668,590)	(700,000)	note 15a
Cash - Restricted	23,082,075	30,716,751	9,305,281	note 15a
Receivables	1,691,990	2,187,580	2,232,569	
Inventories	250,992	287,529	222,436	
	24,701,373	31,523,270	11,060,286	
LESS: CURRENT LIABILITIES				
Payables and Provisions	(842,093)	(879,220)	(2,320,020)	
NET CURRENT ASSET POSITION	23,859,280	30,644,050	8,740,266	
Less: Cash - Restricted	(23,082,075)	(30,716,751)	(9,305,281)	
ESTIMATED SURPLUS/(DEFICIENCY) C/FWD	777,205	(72,701)	(565,015)	

CITY OF GREATER GERALDTON
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDING 30TH JUNE 2013

8. RATING INFORMATION - 2012/13 FINANCIAL YEAR

RATE TYPE	Rate in \$ (cents)	Number of Properties	Rateable Value \$	2012/13 Budgeted Rate Revenue \$	2012/13 Budgeted Interim Rates \$	2012/13 Budgeted Back Rates \$	2012/13 Budgeted Total Revenue \$	Rate in \$ (cents)	Number of Properties	Rateable Value \$	2011/12 Budgeted Rate Revenue \$	2011/12 Budgeted Interim Rates \$	2011/12 Budgeted Back Rates \$	2011/12 Budgeted Total Revenue \$
Differential General Rate														
Vacant Residential	17.6647	887	10,431,562	1,842,704	60,000	0	1,902,704	16.5555	1,527	14,774,644	2,446,016	44,500	5,000	2,495,516
Residential	10.2228	13,125	199,162,798	20,360,015	190,000	20,000	20,570,015	9.5809	10,152	131,943,599	12,641,384	155,000	60,000	12,856,384
Non Residential	10.2968	1,234	77,917,059	8,022,964	100,000	20,000	8,142,964	9.6502	1,153	61,529,423	5,937,712	295,000	15,000	6,247,712
Agricultural General	0.6389	639	239,129,056	1,527,796			1,527,796	0.5389	545	205,596,046	1,107,957	5,000	-	1,112,957
Mining Tenements	-	-	-	-			-	0.5389	-	-	-	500	-	500
UV Urban	-	-	-	-			-	0.5389	6	5,247,000	28,276	-	-	28,276
GRV Mullewa Townsite	10.7432	195	1,484,524	159,485			159,485	10.7432	195	1,428,959	153,516	-	-	153,516
GRV Pindar Townsite	13.8362	4	18,460	2,554			2,554	13.8362	18	20,020	2,770	-	-	2,770
Mullewa UV Agriculture	0.8974	259	150,819,000	1,353,450			1,353,450	0.8974	291	151,379,086	1,358,476	-	-	1,358,476
UV Mining	22.7136	29	421,316	95,696			95,696	22.7136	25	406,179	92,258	(2,000)	-	90,258
Sub-Totals		16,372	679,383,775	33,364,663	350,000	40,000	33,754,663		13,912	572,324,956	23,768,366	498,000	80,000	24,346,366
Minimum Rates	Minimum \$							Minimum \$						
Vacant Residential	955	1,832	6,817,053	1,749,560			1,749,560	834	1,485	5,549,769	1,238,490			1,238,490
Residential	955	846	7,034,537	807,930			807,930	830	3,447	25,415,689	2,861,010			2,861,010
Non Residential	955	230	1,179,732	219,650			219,650	830	294	1,356,671	244,020			244,020
Agricultural General	955	122	11,099,644	116,510			116,510	830	179	19,014,154	148,570			148,570
Mining Tenements	-	-	-	-			0	830	12	56,284	9,960			9,960
UV Urban	-	-	-	-			0	830	0	0	0			0
GRV Mullewa Townsite	384	83	49,693	31,872			31,872	334	72	55,169	24,048			24,048
GRV Pindar Townsite	104	16	1,515	1,664			1,664	90	12	1,075	1,080			1,080
Mullewa UV Agriculture	288	37	371,436	10,656			10,656	250	42	401,873	10,500			10,500
UV Mining	345	19	13,615	6,555			6,555	300	15	9,750	4,500			4,500
Concessions														
Sub-Totals		3,185	26,567,225	2,944,397	-	-	2,944,397		5,558	51,860,434	4,542,178	-	-	4,542,178
Ex-Gratia Rates							36,699,060							28,888,544
Specified Area Rates (Note 9)							105,000							108,404
							140,472							102,000
							36,944,532							29,098,948
Discounts														
Totals							36,944,532							29,098,948

All land except exempt land in the City is rated according to its Gross Rental Value (GRV) in town sites or Unimproved Value (UV) in the rural regions of the City.

The general rates detailed above for the 2012/13 financial year have been determined by Council on the basis of raising the revenue required to meet the deficiency between the total estimated expenditure proposed in the budget and the estimated revenue to be received from all sources other than rates and also considering the extent of any increase in rating over the level adopted in the previous year.

The minimum rates have been determined by Council on the basis that all ratepayers must make a reasonable contribution to the cost of the Local Government services/facilities.

**CITY OF GREATER GERALDTON
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDING 30TH JUNE 2013**

8. RATING INFORMATION – 2012/13 FINANCIAL YEAR

The purpose of the differential rate on non residential properties is to recover from the business sector a greater share of the costs relating to:

- Economic development and marketing programs which assist and facilitate economic growth and diversity in the region
- City amenities which enhance business functionality and operations
- More intensive road and traffic management

The City has increased the minimum rate for vacant residential property to \$955 per annum. This change is to facilitate a more equitable rating of land which is better aligned with service provision.

CITY OF GREATER GERALDTON
NOTES TO AND FORMING PART OF THE BUDGET
FOR THE YEAR ENDING 30TH JUNE 2013

15. NOTES TO THE CASH FLOW STATEMENT

(a) Reconciliation of Cash

For the purposes of the statement of cash flows, cash includes cash on hand and in banks and investments, net of outstanding bank overdrafts. Estimated cash at the end of the reporting period is as follows:

	2012/13	2011/12	2011/12
	Budget	Estimate/Actual	Budget
	\$	\$	\$
Cash - Unrestricted	(323,684)	(1,668,590)	(700,000)
Cash - Restricted	23,082,075	30,716,751	9,305,281
	22,758,391	29,048,161	8,605,281
The following restrictions have been imposed by regulation or other externally imposed requirements:			
Airport Reserve	816,438	1,741,438	868,017
Asset Development (Capital Works Program) Reserve	1,203,976	4,921,413	1,015,979
Asset Renewal Fund Reserve	649,866	1,887,105	430,604
Effluent Scheme Reserve	33,019	58,019	58,019
Employee Leave Entitlements Reserve	426,946	376,946	541,946
Family Day Care - Reserve	8,630	8,630	8,630
Meat Inspection Reserve	45,964	45,964	45,964
Meru Waste Disposal Site Reserve	703,581	3,053,581	615,680
Meru Waste Rehabilitation Reserve	670,789	420,789	420,789
Mullewa Community Reserve	415,792	385,792	-
Mullewa Reseal Reserve	1,691,288	1,491,288	-
Mullewa Medical Centre Reserve	55,900	55,900	55,900
Olive Street Redevelopment Reserve	0	0	0
Parking Land Reserve	550,654	410,654	244,347
Plant Replacement Reserve	144,769	194,769	272,268
Risk Management Reserve	403,475	403,475	503,475
Rubbish Tip (Flores Rd) Reserve	679,105	679,105	679,105
Strategic Initiatives Reserve	109,679	109,679	179,679
Unexpended Capital Works & Restricted Grant Reserve	13,638,571	13,638,571	633,939
Mullewa Community and Reseal Restricted	0	0	1,832,403
Restricted Assets	833,633	833,633	898,537
	23,082,075	30,716,751	9,305,281

**CITY OF GREATER GERALDTON
SCHEDULE OF FEES AND CHARGES
FOR THE YEAR ENDING 30TH JUNE 2013**

(b) Reconciliation of Net Cash Provided By Operating Activities to Net Result

	2012/13	2011/12	2011/12
	Budget	Estimate/Actual	Budget
	\$	\$	\$
Net Result	(3,168,603)	10,946,347	(10,818,146)
Amortisation			
Depreciation	14,574,109	13,950,000	13,997,086
(Profit)/Loss on Sale of Asset	(33,406)	129,688	(2,429,006)
(Increase)/Decrease in Receivables	218,145	313,773	34,778
(Increase)/Decrease in Inventories	(15,223)	(6,074)	60,297
Increase/(Decrease) in Payables	(78,364)	(604,530)	688,067
Increase/(Decrease) in Employee Provisions	367,254	339,628	-
Previous years adjustments	-	-	-
Grants/Contributions for the Development of Assets	(18,067,083)	(10,048,697)	(12,564,911)
Net Cash from Operating Activities	(6,203,171)	15,020,135	(11,031,837)