



City of
Greater Geraldton
a vibrant future



MONTHLY FINANCIAL REPORT

For the Period Ended 31 March 2015

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

	Budget Mid-Year review	YTD Budget Estimated	YTD Actual	YTD Major Commitments	Variances (commitments incl)		
					\$	%	
Operating Income							
Rates	39,474,203	39,524,205	39,458,346		65,859	0.2%	✗
Grants & Subsidies, Contributions	9,552,946	7,357,565	7,385,955		-28,390	-0.4%	✓
Fees & Charges	19,527,338	16,133,930	16,085,631		48,299	0.3%	✗
Interest Earnings	1,408,533	1,185,202	1,362,396		-177,194	-15.0%	✓
Other Revenue	819,959	537,205	504,363		32,842	6.1%	✗
FV Adjustments to Financial Assets at FV thru P&L	90,000	0	0		0		✓
Profit On Disposal Of Assets	69,286	69,286	86,408		-17,122	-24.7%	✓
	70,942,265	64,807,393	64,883,099		-75,706	-0.1%	✓
Operating Expenditure							
Employee Costs	-29,510,760	-21,122,310	-20,817,521		-304,789	1.4%	✓
Materials & Contractors	-22,613,469	-15,977,381	-13,123,654	-2,172,992	-680,735	4.3%	✓
Utility & Govt Charges	-3,251,400	-2,134,883	-2,094,291		-40,592	1.9%	✓
Insurance	-989,264	-853,446	-836,582		-16,864	2.0%	✓
Interest/Borrowing Costs	-871,709	-408,760	-399,972		-8,788	2.1%	✓
Other Expenditure	-2,456,352	-1,551,977	-1,501,888		-50,089	3.2%	✓
Depreciation On Assets	-17,939,427	-13,617,170	-13,674,635		57,465	-0.4%	✗
Loss On Disposal Of Assets	-1,221,291	-285,000	-242,660		-42,340	14.9%	✓
Land held for resale (Acquisition/Development cost)	-4,000,000	-70,000	-91,486		21,486	-30.7%	
	-82,853,672	-56,020,927	-52,782,689	-2,172,992	-1,065,246	1.9%	✓
NET OPERATING	-11,911,407	8,786,466	12,100,410	-2,172,992	-1,140,952	-13.0%	✓
Non-Cash Expenditure and Revenue							
(Profit) / Loss on Asset Disposals	1,152,005	215,714	156,252		59,462	27.6%	✗
Depreciation on Assets	17,939,427	13,617,170	13,674,635		-57,465	-0.4%	✓
Movement in Employee Benefit Provision	260,210						
FV Adjustment to Financial Assets at FV thru P&L	-90,000						
	19,261,642	13,832,884	13,830,887		1,997	0.0%	✗
Capital Expenditure							
Purchase Buildings	-9,964,766	-4,545,239	-4,183,309	-96,219	-265,711	5.8%	✓
Purchase Plant and Equipment	-2,000,000	-1,002,450	-1,058,697	-9,207	65,454	-6.5%	✗
Purchase Furniture and Equipment	-817,147	-463,635	-84,393	-386,746	7,504	-1.6%	✗
Purchase Infrastructure Airport	-3,676,000	-2,629,978	-1,729,832	-838,102	-62,044	2.4%	✓
Purchase Infrastructure Regional Waste	-685,000	-59,448	-22,563	-36,982	97	-0.2%	✗
Purchase Infrastructure Assets - Roads	-33,540,187	-10,687,875	-9,195,420	-1,488,855	-3,600	0.0%	✓
Purchase Infrastructure Assets - Parks	-11,480,430	-2,279,771	-2,078,031	-355,053	153,313	-6.7%	✗
Purchase Infrastructure Assets - Other	-2,119,749	-1,244,347	-1,039,231	-56,192	-148,924	12.0%	✓
Repayment of Debentures	-2,116,985	-1,331,471	-1,331,473		2	0.0%	✗
	-66,400,264	-24,244,214	-20,722,949	-3,267,357	-253,908	1.0%	✓
Capital Revenue							
Non Operating Grants & Subsidies	18,522,543	6,809,822	6,831,512		-21,690	-0.3%	✓
Proceeds from Disposal of Assets	2,384,000	373,736	368,963		4,773	1.3%	✗
Proceeds from New Debentures	24,860,000				0		✓
Self-Supporting Loan Principal Income	77,149	56,191	61,437		-5,246	-9.3%	✓
	45,843,692	7,239,749	7,261,912	-	-22,163	-0.3%	✓
Reserves							
Transfers to Reserves	-154,487	-154,487	-604,487		450,000	-291.3%	✗
Transfers from Reserves	13,112,737				0		✓
	12,958,250	-154,487	-604,487		450,000	-291.3%	✗
Current Funding Surplus (Deficit)	-248,087	5,460,398	11,865,773	-5,440,348			

NOTE 1. MAJOR VARIANCES

Operating Income

Operating Income is showing a positive variance of \$75,706 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 however, for the 1st nine months of this financial year increased rates revenue from interim rating (above targeted estimates) has mitigated the impact.

Interest Earnings is showing a positive variance of \$177,194 this is due to additional interest from Royalties for Regions funds held at WA Treasury for the Karloo-Wandina and Beresford Foreshore Development projects.

Operating Expenditure

Operating expenditure is showing a positive variance (under-spend) of \$ 1,065,246 or 1.9%.

Employment Costs shows savings realised via a recruitment freeze. These savings have been moved to a "redundancy bank" to cover redundancy payouts in this financial year.

Materials and Contractors: Expenditure is showing a positive variance (under-spend) of \$ 680,735 or 4.3%. This is mainly due to the timing of payments and delays in projects.

Major commitments end of March - \$2,172,992

Capital Expenditure

Capital expenditure is showing a positive variance (under-spend) of \$ 253,908 or 1.0%.

Capital expenditure variances are associated with the timing and profiling of building projects (e.g the construction of the Karloo-Wandina Bridge).

Major Capital commitments end of March - \$3,267,357

Capital Revenue

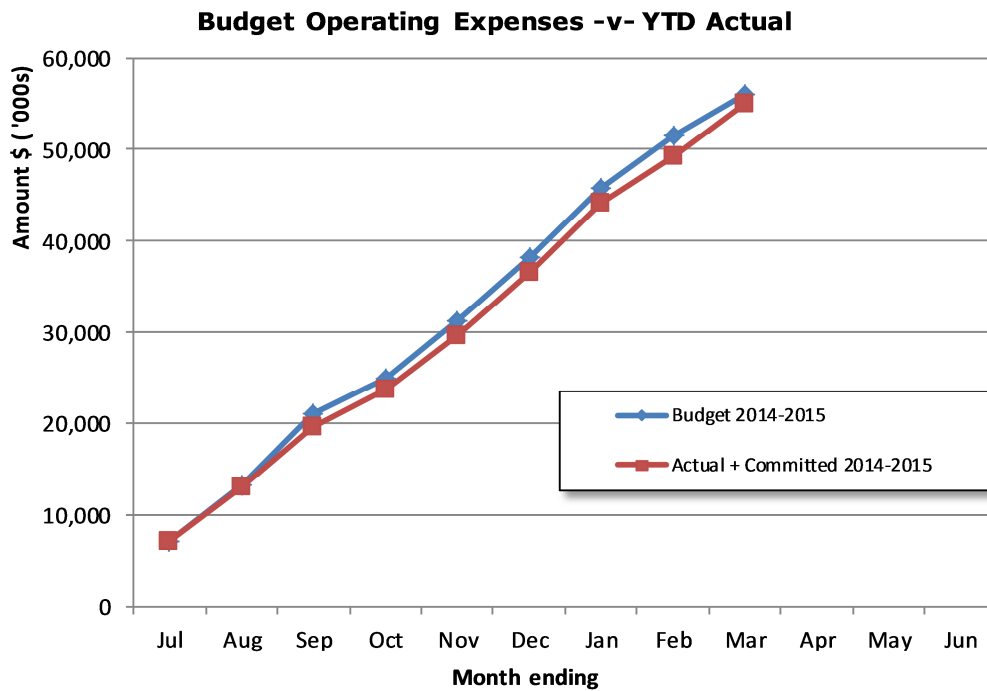
Capital revenue is showing a positive variance of \$ 22,163 or 0.3%.

Reserves

The insurance claim payout for the Mullewa Birdwood St Fire Damage (\$ 450,000) has been quarantined under Reserves.

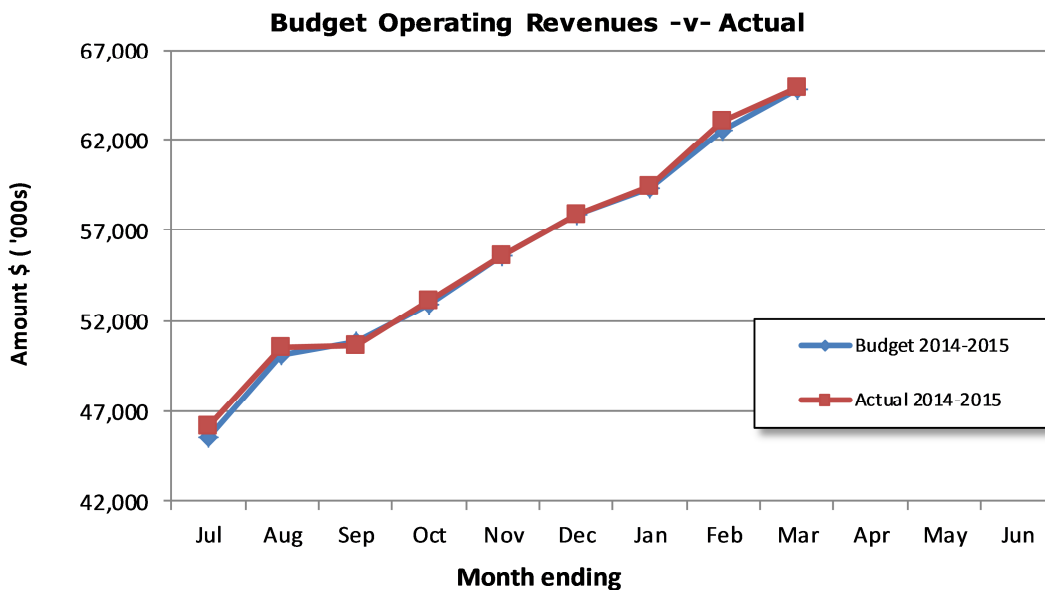
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 31 March 2015

Note 2 - Graphical Representation - Source Statement of Financial Activity



Comments/Notes - Operating Expenses

Operating expenditure recorded as at 31 March is \$52,782,689 (\$54,955,681 Incl \$2,122,935 Committed). Major positive variance in Materials & Contractors is due to timing and profiling. Major variance in Employee Costs is a result of savings via a recruitment freeze.

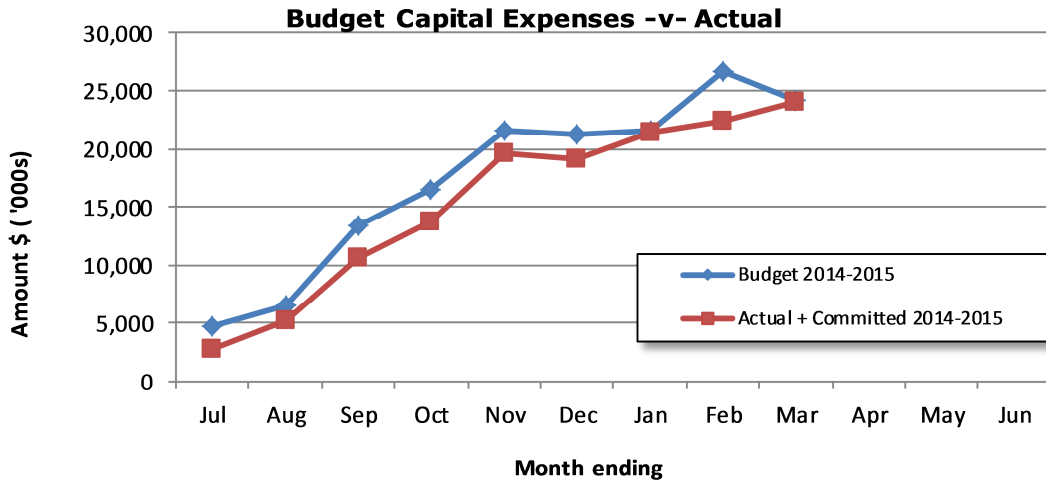


Comments/Notes - Operating Revenues

Operating income recorded as at 31 March is \$64,883,099. Major positive variance in interest received is as a result of additional interest received from funds held by WA Treasury.

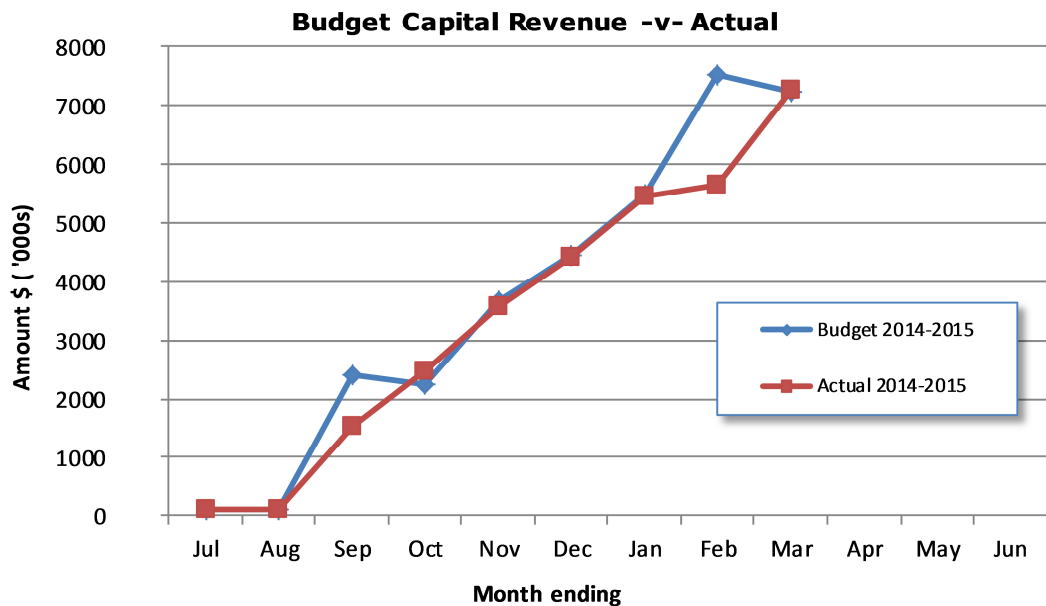
City of Greater Geraldton
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY
For the Period Ended 31 March 2015

Note 2 - Graphical Representation - Source Statement of Financial Activity



Comments/Notes - Capital Expenses

Capital expenditure recorded as at 28 February is \$20,722,949 (\$23,990,306 Inc \$3,267,357 Committed). Major variances include purchase of Buildings 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 28 February is \$7,261,912. There is no major variance.

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

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	10,468,056	12,400,245	6,346,060
Reserve Account	17,062,623	16,410,486	18,781,400
Restricted Assets	333,395	333,395	612,328
Total Cash at Bank	27,864,074	29,144,126	25,739,788
Receivables			
Prepayments	88,383	60,301	120,220
Tax Recoverable	409,021	357,680	420,150
Sundry Debtors	1,243,414	1,010,068	1,741,783
Rates Receivable	4,032,827	5,388,005	3,261,838
Inventories	432,738	368,510	329,195
Total Current Assets	34,070,457	36,328,691	31,612,974
Less: Current Liabilities			
Creditors and Provisions	1,227,396	1,010,823	982,529
Current Borrowings	4,869,845	4,869,449	606,063
Employee Entitlements	4,736,657	4,736,657	4,350,563
	10,833,898	10,616,929	5,939,155
Less: Cash Restricted	(17,396,018)	(16,743,881)	(19,393,728)
Net Current Funding Position	5,840,540	8,967,880	6,280,091

