



CITY OF GREATER GERALDTON

MONTHLY MANAGEMENT REPORT



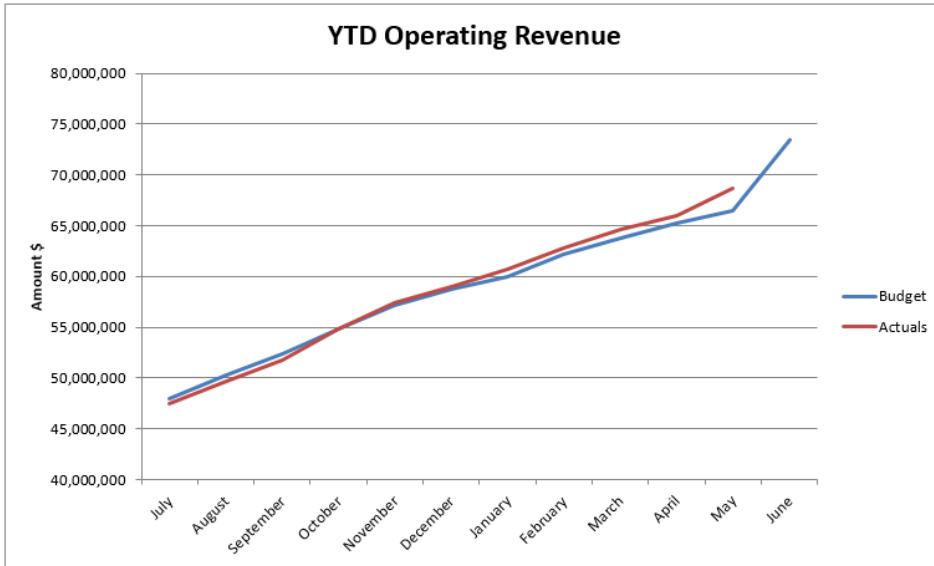
FOR THE PERIOD ENDED 31ST MAY 2016

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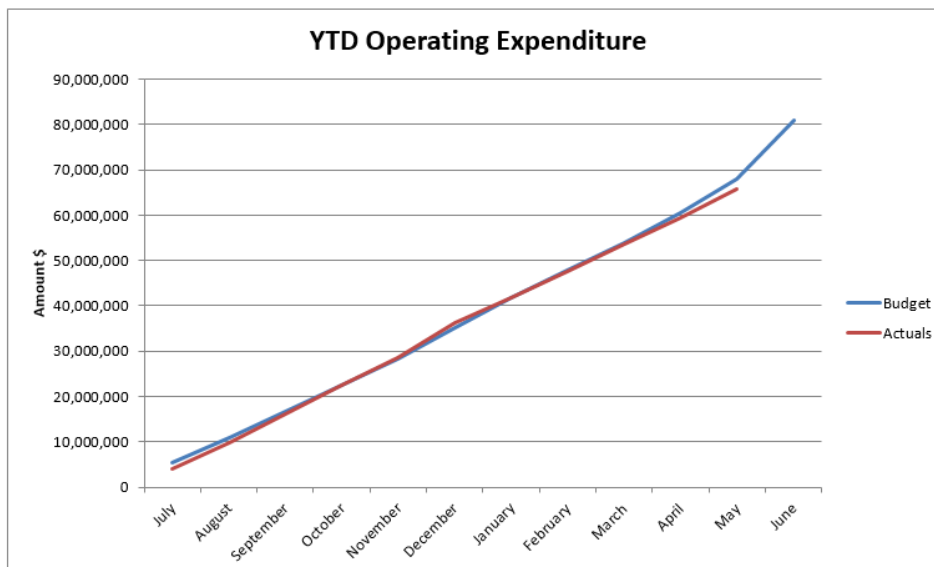
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ECONOMIC KEY PERFORMANCE INDICATORS



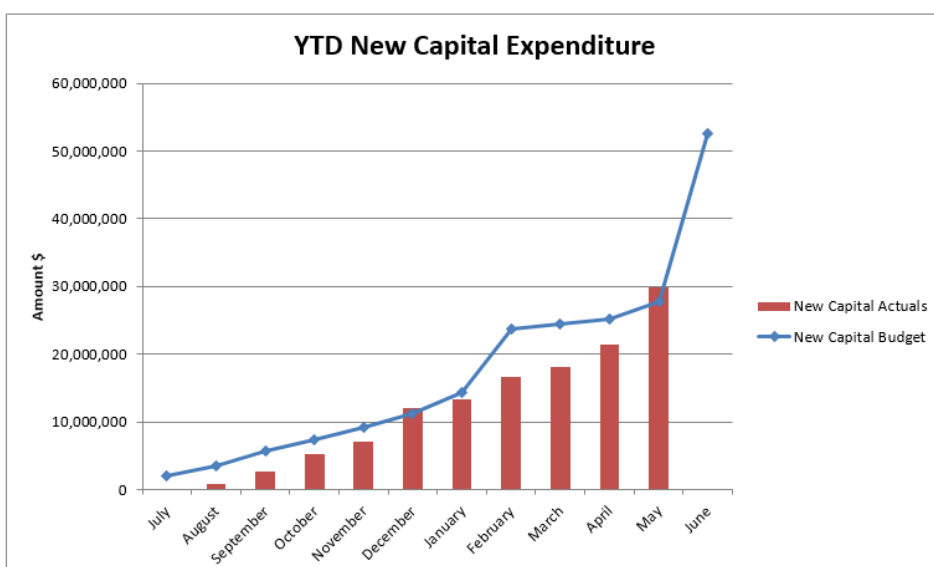
Status: ●

Comments:
 Operating revenue recorded as at 31 May is \$69,541,448. Fees & Charges has a positive variance of \$320,657 due to increase revenue from Meru and an increase of \$288,338 in Contributions due to funds received for RCA (Member Councils) that are subsequently paid out as part of the City's role as financial administrator of these funds and \$100,000 from Private Sector contributions due to a timing issue.



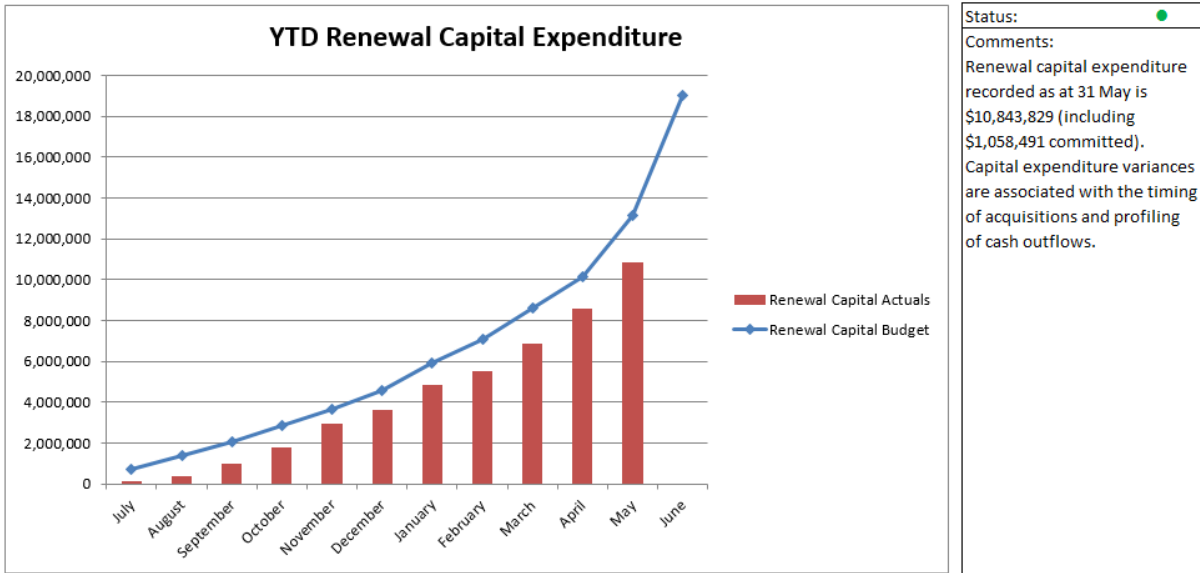
Status: ●

Comments:
 Operating expenditure recorded as at 31 May is \$68,783,564 including major commitments of \$2,055,585. Other expenditure negative variance of \$344,898 mostly as a result of offset expenditure of RCA contributions received. Employee Costs negative variance of \$223,325 mostly as a result of redundancy payouts due to recent restructure. Materials and Contractors positive variances of \$392,347 are associated with the timing of acquisitions and profiling of cash outflows.



Status: ●

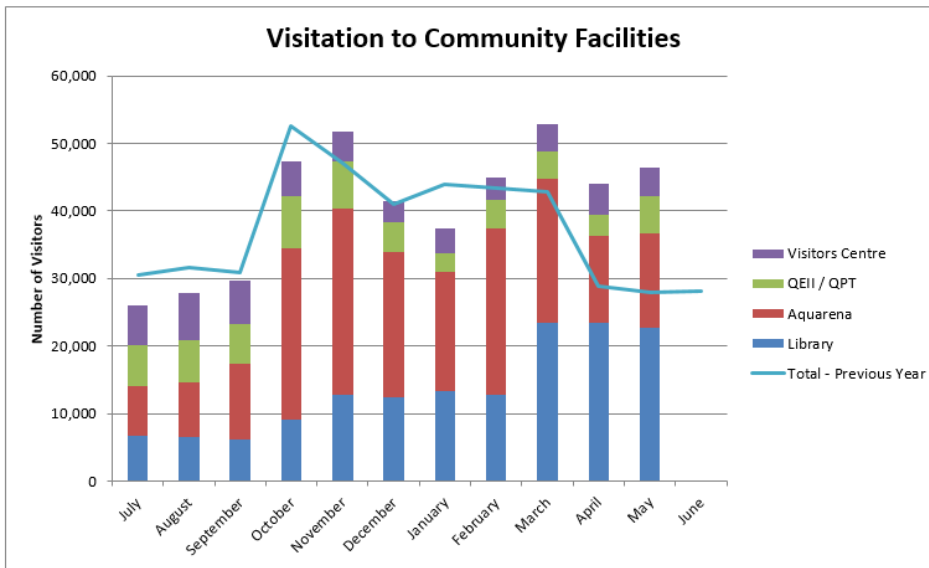
Comments:
 New capital expenditure recorded as at 31 May is \$29,887,749 (including \$2,917,411 committed). Capital expenditure variances are associated with the timing of acquisitions and profiling of cash outflows.



Status: ●

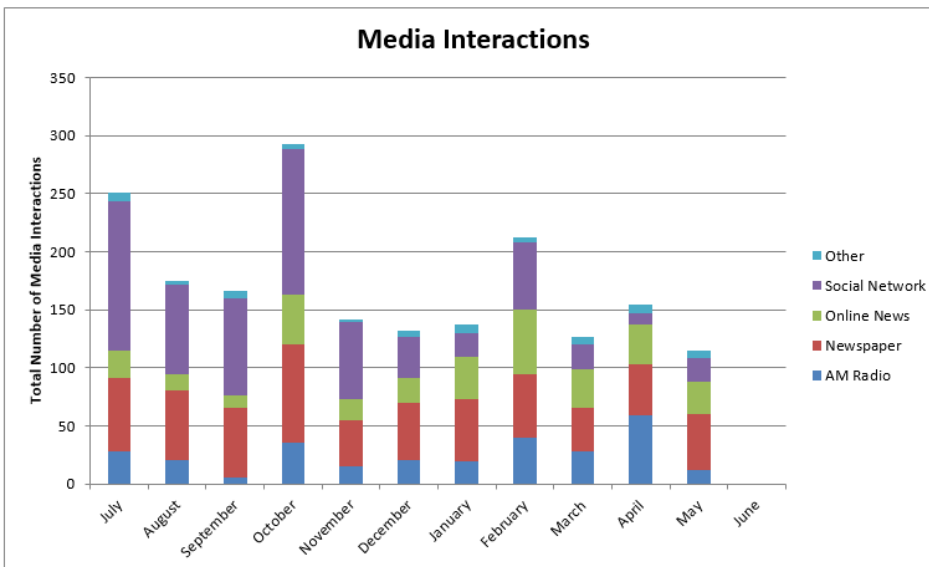
Comments:
 Renewal capital expenditure recorded as at 31 May is \$10,843,829 (including \$1,058,491 committed). Capital expenditure variances are associated with the timing of acquisitions and profiling of cash outflows.

SOCIAL KEY PERFORMANCE INDICATORS



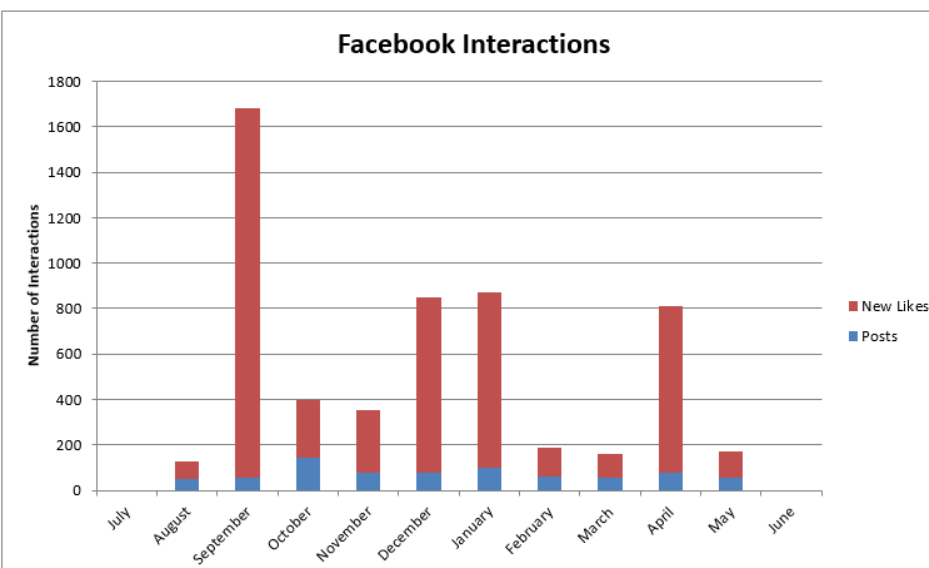
Status: ●

Comments:
Increase in users of the QEII Centre due to some large community events being held at the facility.



Status: ●

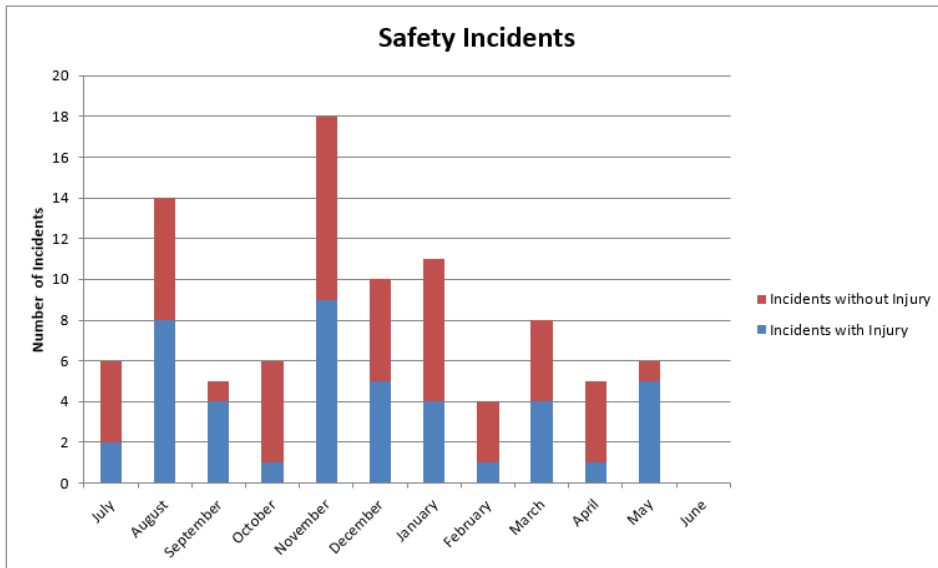
Comments:
Reduction in interactions back to normal levels after an increase in April due to Triple J's One Night Stand.



Status: ●

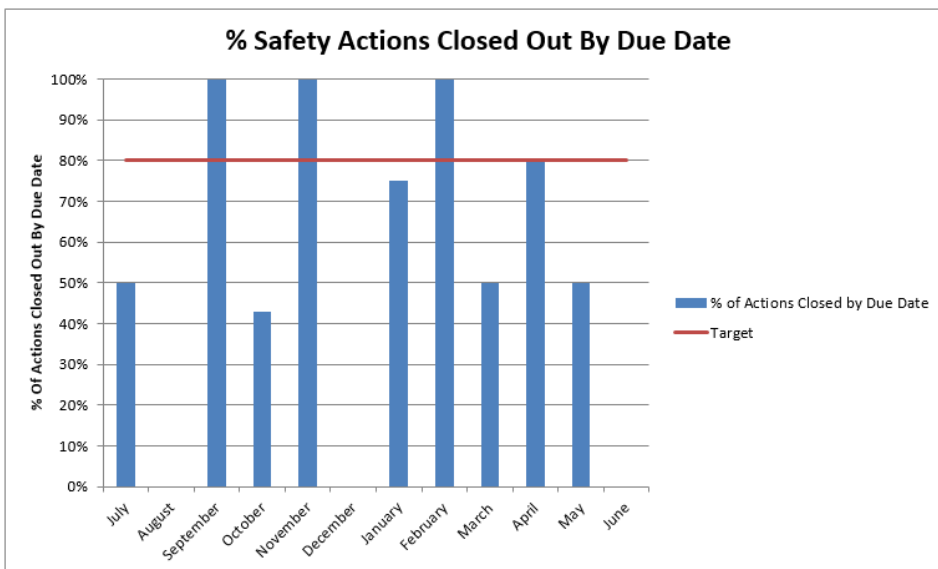
Comments:
City Of Greater Geraldton's Facebook page for May resulted in 55 new posts and 117 new likes. Decrease back to normal levels after an increase in April due to Triple J's One Night Stand.

GOVERNANCE KEY PERFORMANCE INDICATORS



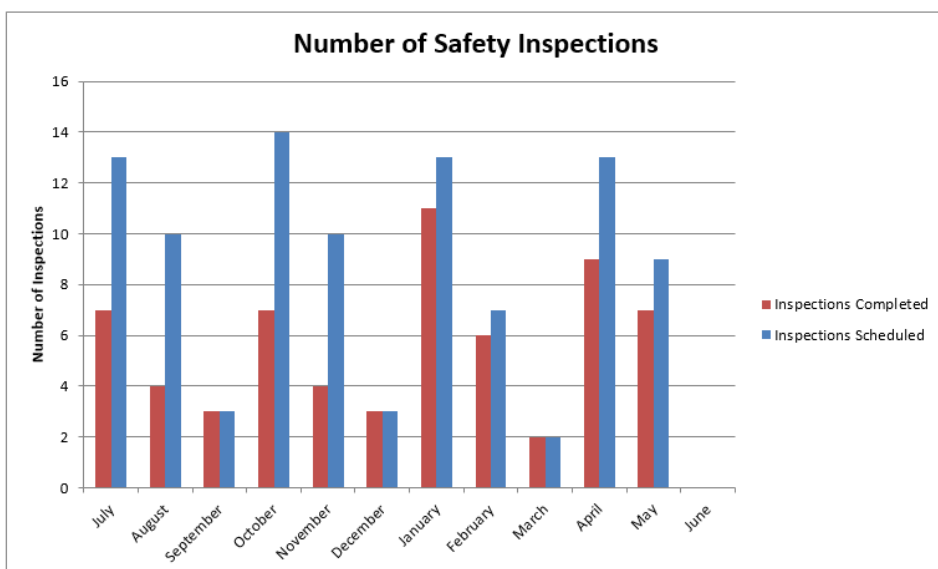
Status: ●

Comments:
There was five incidents with injury and one incident without injury in May.



Status: ●

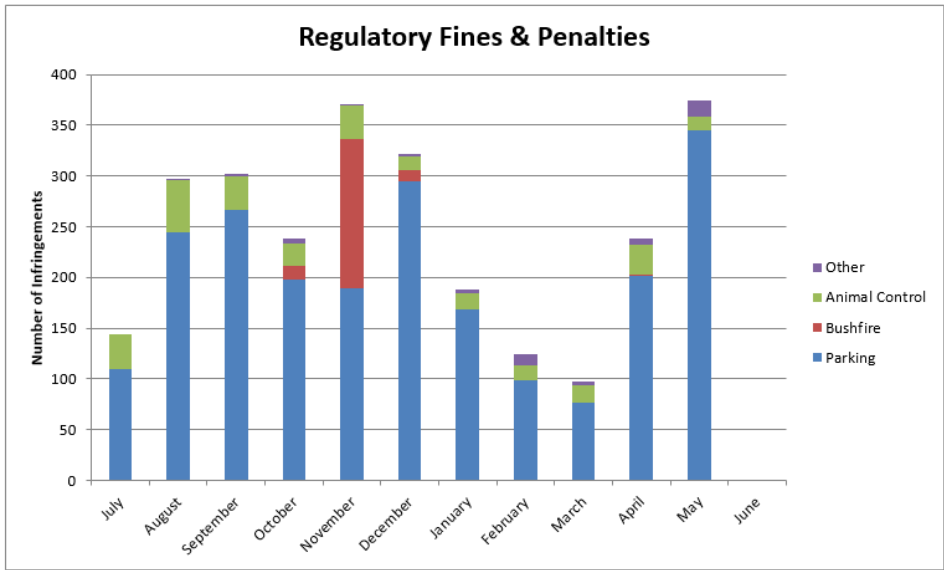
Comments:
One action was closed in May with one action overdue.



Status: ●

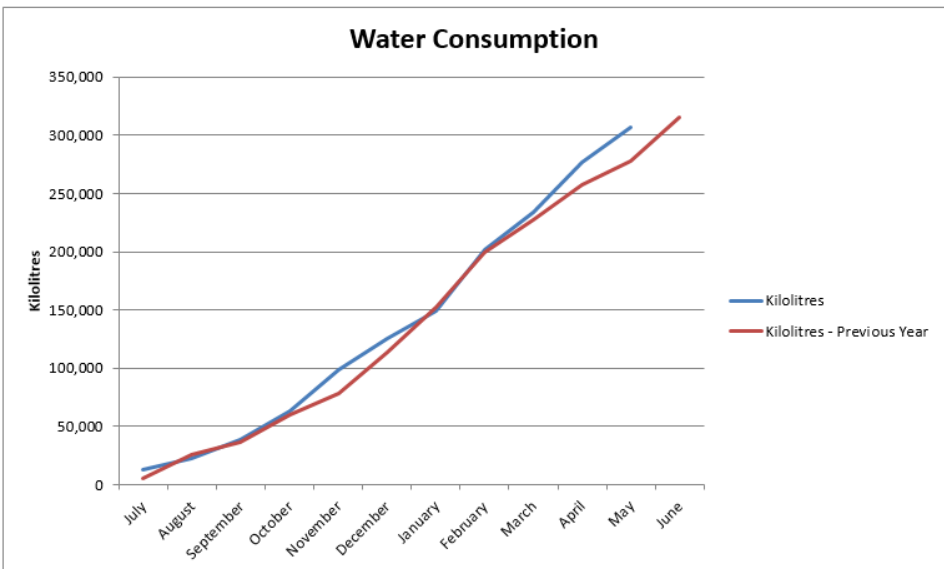
Comments:
Nine inspections were scheduled in May and seven were completed.

ENVIRONMENTAL KEY PERFORMANCE INDICATORS



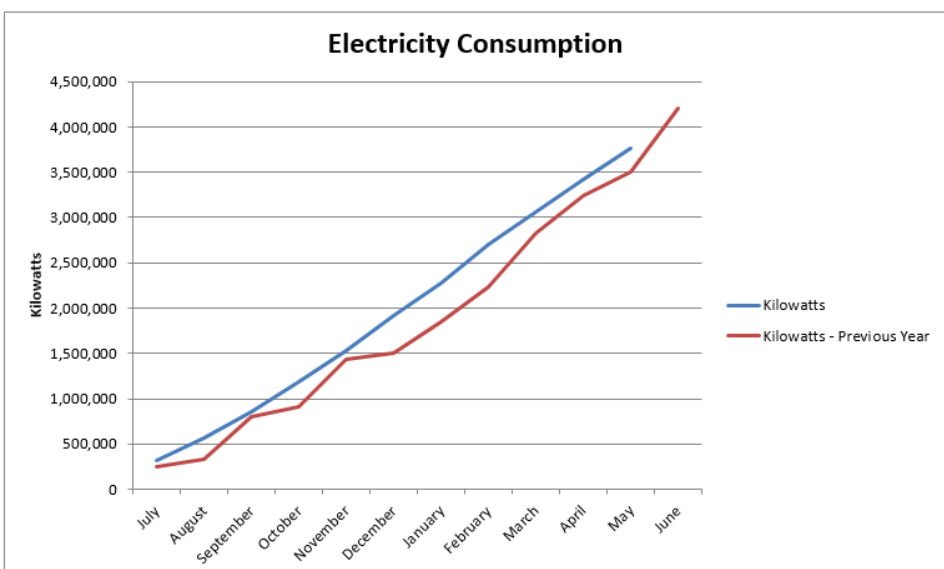
Status: ●

Comments:
Increase in parking fines due to having a full complement of staff.



Status: ●

Comments:
15/16 Year to date (YTD) water consumption is 307,904 KL while 14/15 YTD was 278,079 KL. Varying billing periods does not allow for precise correlation to the previous financial year.



Status: ●

Comments:
15/16 reflected a YTD Electricity consumption of 3,758,019 kilowatts and 3,508,064 kilowatts for 14/15. Varying billing periods does not allow for precise correlation to the previous financial year. Note: In 2015-16 payment cycle is 1 billing period ahead of the payment cycle in 2014-15 which gives the impression that consumption has increased considerably when compared to 2014-15.

CITY OF GREATER GERALDTON

STATEMENT OF FINANCIAL ACTIVITY FOR THE PERIOD ENDED 31ST MAY, 2016

	Budget Mid Year Review	YTD Budget Estimated	YTD Actual	YTD Major Commitments	Variances (commitments incl)	
					\$	%
Operating Income						
Rates	41,275,124	41,275,108	41,290,743		-15,635	0.0% ✓
Operating Grants & Subsidies	8,474,159	5,789,323	5,817,971		-28,648	-0.5% ✓
Contributions Reimbursements & Donations	950,271	950,271	1,238,609		-288,338	-30.3% ✓
Fees & Charges	19,467,694	18,209,278	18,529,935		-320,657	-1.8% ✓
Interest Earnings	1,443,935	1,394,944	1,341,854		53,090	3.8% ✗
Other	1,853,908	1,446,113	1,285,244		160,869	11.1% ✗
Profit On Disposal Of Assets	218,026	34,932	37,092		-2,160	-6.2% ✓
	73,683,117	69,099,969	69,541,448		-441,479	-0.6% ✓
Operating Expenditure						
Employee Costs	-28,159,964	-24,485,568	-24,708,893		223,325	-0.9% ✗
Materials & Contractors	-22,033,757	-17,351,066	-14,903,134	-2,055,585	-392,347	2.3% ✓
Utility & Govt Charges	-3,212,965	-2,719,427	-2,603,418		-116,009	4.3% ✓
Insurance	-878,695	-798,342	-777,377		-20,965	2.6% ✓
Interest/Borrowing Costs	-1,109,443	-714,465	-675,932		-38,533	5.4% ✓
Other Expenditure	-3,000,385	-1,915,839	-2,260,737		344,898	-18.0% ✗
Depreciation On Assets	-22,473,813	-20,600,195	-20,578,692		-21,503	0.1% ✓
Loss On Disposal Of Assets	-234,511	-130,346	-219,796		89,450	-68.6% ✗
	-81,103,533	-68,715,248	-66,727,979	-2,055,585	68,316	-0.1% ✗
NET OPERATING	-7,420,416	384,721	2,813,469	-2,055,585	-373,163	-97.0% ✓
Non-Cash Expenditure and Revenue						
(Profit) / Loss on Asset Disposals	16,485	95,414	182,704		-87,290	-91.5% ✓
Depreciation on Assets	22,473,813	20,600,195	20,578,692		21,503	0.1% ✗
Movement in Non-current staff leave provisions	97,167					
	22,587,465	20,695,609	20,761,396		-65,787	-0.3% ✓
Capital Expenditure						
Purchase Land	-840,247	-840,216	-843,765		3,549	-0.4%
Purchase Buildings	-13,395,608	-11,450,341	-10,789,097	-1,319,490	658,246	-5.7% ✗
Purchase Plant and Equipment	-2,422,000	-1,469,900	-1,680,224	-298,185	508,509	-34.6% ✗
Purchase Furniture and Equipment	-166,324	-316,468	-240,554	-40,785	-35,129	11.1% ✓
Purchase Infrastructure Assets - Roads	-30,697,737	-18,899,878	-14,563,473	-1,319,296	-3,017,109	16.0% ✓
Purchase Infrastructure Assets - Parks	-17,210,741	-3,590,359	-2,855,860	-558,008	-176,491	4.9% ✓
Purchase Infrastructure Assets - Airport	-1,963,000	-965,408	-738,392	-196,339	-30,677	3.2% ✓
Purchase Infrastructure Assets - Meru	-458,000	-275,745	-189,039	-80,469	-6,237	2.3% ✓
Purchase Infrastructure Assets - Other	-4,374,144	-3,403,801	-2,394,759	-163,329	-845,713	24.8% ✓
Repayment of Debentures	-3,032,231	-2,459,649	-2,460,513		864	0.0% ✗
	-74,560,032	-43,671,765	-36,755,676	-3,975,902	-2,940,187	6.7% ✓
Capital Revenue						
Non Operating Grants & Subsidies	19,974,518	10,854,306	9,796,843		1,057,463	9.7% ✗
Proceeds from Disposal of Assets	1,932,944	998,630	986,863		11,767	1.2% ✗
Proceeds from New Debentures	24,906,000	8,806,000	8,806,000		0	0.0% ✓
Self-Supporting Loan Principal Income	81,748	74,953	74,953		0	0.0% ✓
Council Loan Principle Income	37,629	0	37,629		-37,629	✓
	46,932,839	20,733,889	19,702,288		1,031,601	5.0% ✗
Reserves						
Transfers to Reserves	0	0	0		0	✓
Transfers from Reserves	9,750,620	5,000,000	5,000,000		0	0.0% ✓
	9,750,620	5,000,000	5,000,000		0	0.0% ✓
Current Funding Surplus (Deficit)	-2,709,524	3,142,454	11,521,477	-6,031,487	2,347,536	

MAJOR VARIANCES

Operating Income

Operating Income is showing a positive variance of \$441,479 or 0.6%. Fees & Charges has a positive variance of \$320,657 due to increase revenue from Meru and an increase of \$288,338 in Contributions and Reimbursements due to funds received for Regional Capitals Australia (Member Councils) that are subsequently paid out as part of the City's role as financial administrator of these funds, net impact zero (exact corresponding offset under operating expenditure) and \$100,000 from Private Sector contributions not originally budgeted for in relation

Operating Expenditure

Operating Expenditure is showing a negative variance (over-spend) of \$68,316 or 0.1%. Other expenditure negative variance of \$344,898 mostly as a result of the Regional Capital Australia expenditure offset as noted under operating income. Employee Costs negative variance of \$223,325 mostly as a result of redundancy payouts, due to the recent restructure. Materials and Contractors positive variances of \$392,347 which is in a large part due to YTD operating expenditure on Fleet being over \$200,000 under budget due to significant reductions in this area.

Major commitments for materials and contractors as at end of May of \$2,055,585.

Capital Expenditure

Capital Expenditure is showing a positive under-spend of \$2,940,187 or 6.7%. Capital expenditure variances are associated with the timing of acquisitions and profiling of cash outflows. EOY capital expenditure will be significantly under budget due to the "roll-over" of some major projects (Beresford Foreshore/Olive St POS/Mullewa Roads Flood Repairs) from 2015-16 to 2016-17. This "roll-over" will also contribute to offset reduction in capital revenue.

Major Capital commitments end of May of \$3,975,902.

Capital Revenue

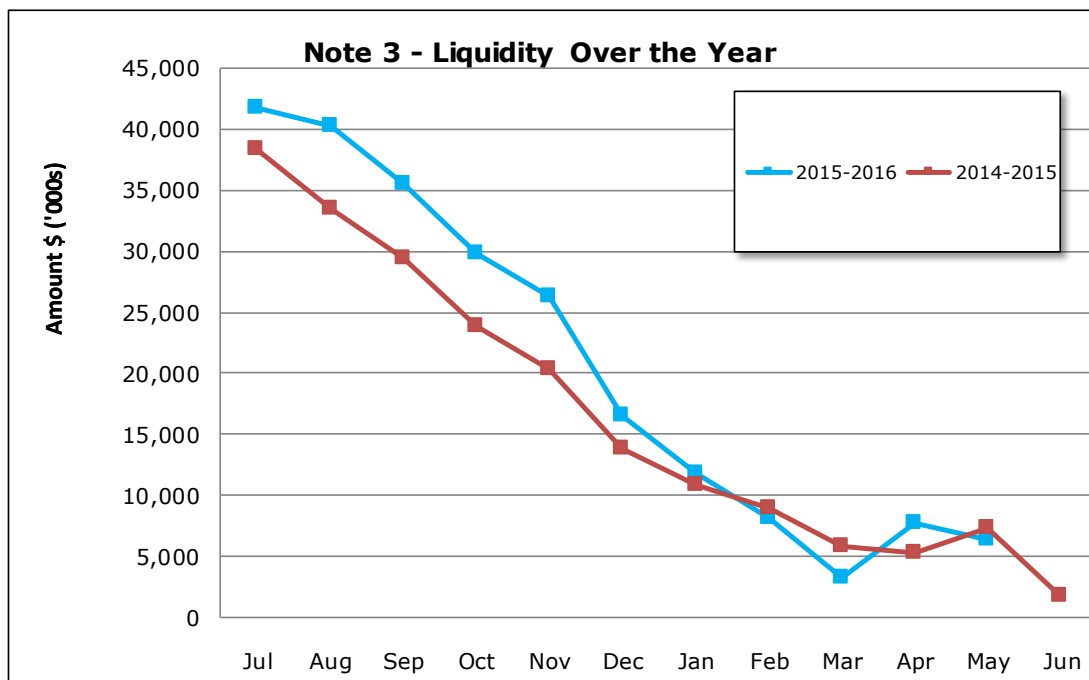
Capital revenue is showing a negative variance of \$1,031,601 or 5.0% is due to the final acquittal of funds associated with the Wonthella Lighting Project and timing adjustment to when associated grants will be claimed. EOY actuals will be well below budget target for capital grants tied to major projects (as highlighted above) that are "rolling over" into 2016-17.

Reserves

Transfers to reserve are currently on budget.

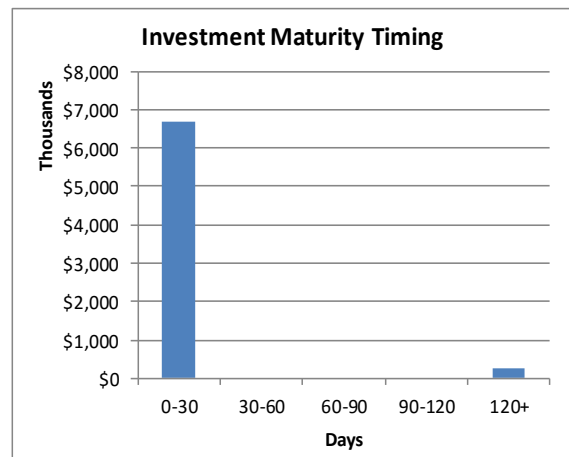
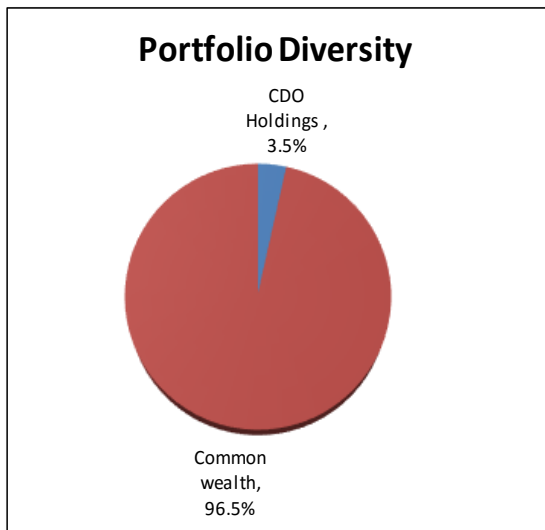
NET CURRENT FUNDING POSITION

	Positive=Surplus (Negative=Deficit)		
	2015-2016		2014-2015
	This Period	Last Period	This Period
	\$	\$	\$
Current Assets			
Cash at Bank			
Municipal Account	12,795,563	5,727,470	10,128,385
Reserve Account	11,847,519	16,937,001	11,334,534
Restricted Assets	11,069,951	11,051,934	333,395
Total Cash at Bank	35,713,033	33,716,405	21,796,315
Receivables			
Prepayments	54,715	41,317	121,522
Tax Recoverable	410,810	557,747	315,971
Sundry Debtors	1,185,906	1,280,517	2,014,269
Rates Receivable	3,528,179	3,928,098	3,035,072
Inventories	485,208	484,446	409,386
Total Current Assets	41,377,851	40,008,530	27,692,535
Less: Current Liabilities			
Creditors and Provisions	2,267,958	1,038,631	1,477,737
Current Borrowings	3,784,517	3,573,791	2,566,181
Employee Entitlements	4,712,048	4,707,879	4,710,310
	10,764,523	9,320,301	8,754,229
Less: Cash Restricted	(22,917,470)	(22,988,936)	(11,667,929)
Net Current Funding Position	7,695,858	7,699,293	7,270,377



MONTHLY INVESTMENT REPORT

Deposit Ref	Current Credit Rating	Maturity/ Conversion	Invested Interest rates	Amount Invested	Interest Earned YTD	Current Value @31/05/2016	Percentage of Portfolio
Grange Securities							
CDO Holdings				242,935	-	242,935	
					-	-	
Subtotal				242,935	-	242,935	3.5%
Commonwealth							
Reserve 252		8/6/2016	2.75%	6,662,107	30,618	6,692,725	
Subtotal				6,662,107	30,618	6,692,725	96.5%
Total Funds Invested				6,905,042	30,618	6,935,660	100%



Graph Data - Portfolio Diversity		
CDO Holdings		3.5%
Common wealth		96.5%
		100.0%