



## CITY OF GREATER GERALDTON

### MONTHLY MANAGEMENT REPORT



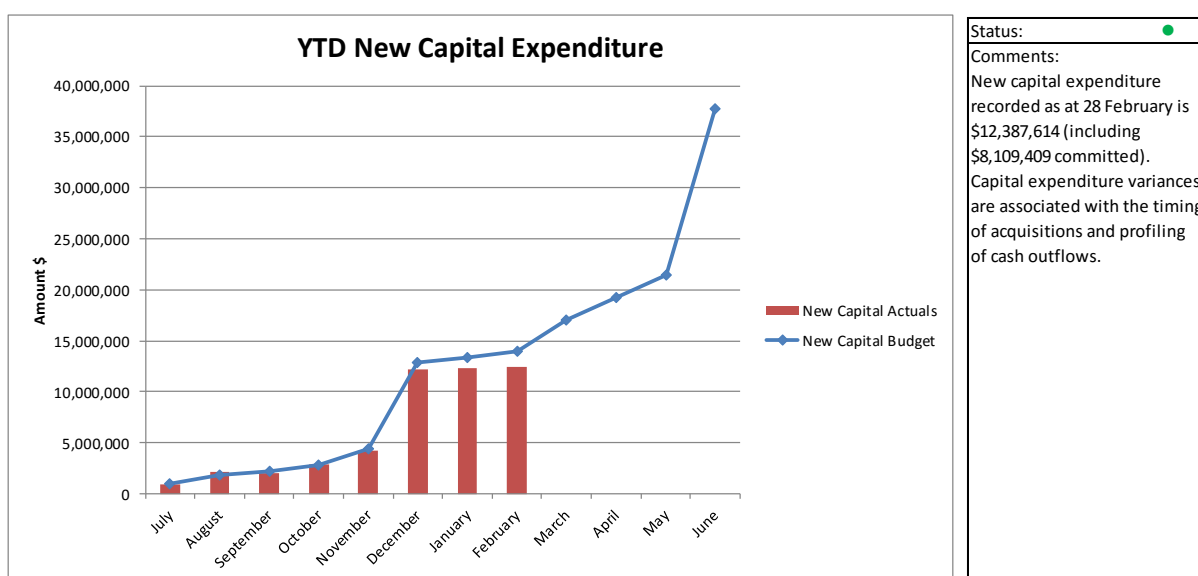
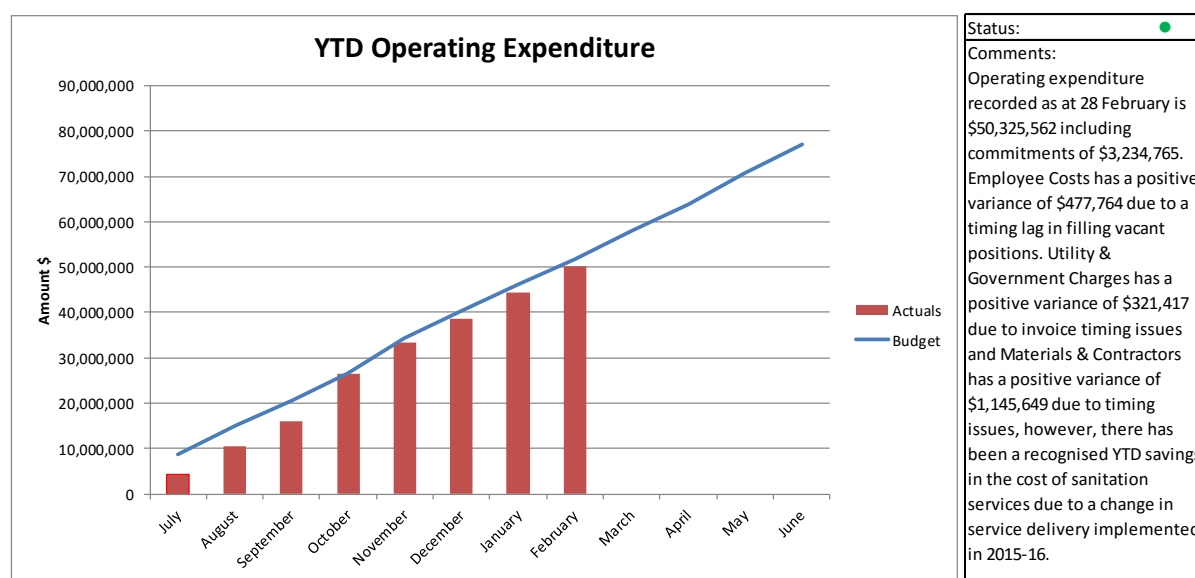
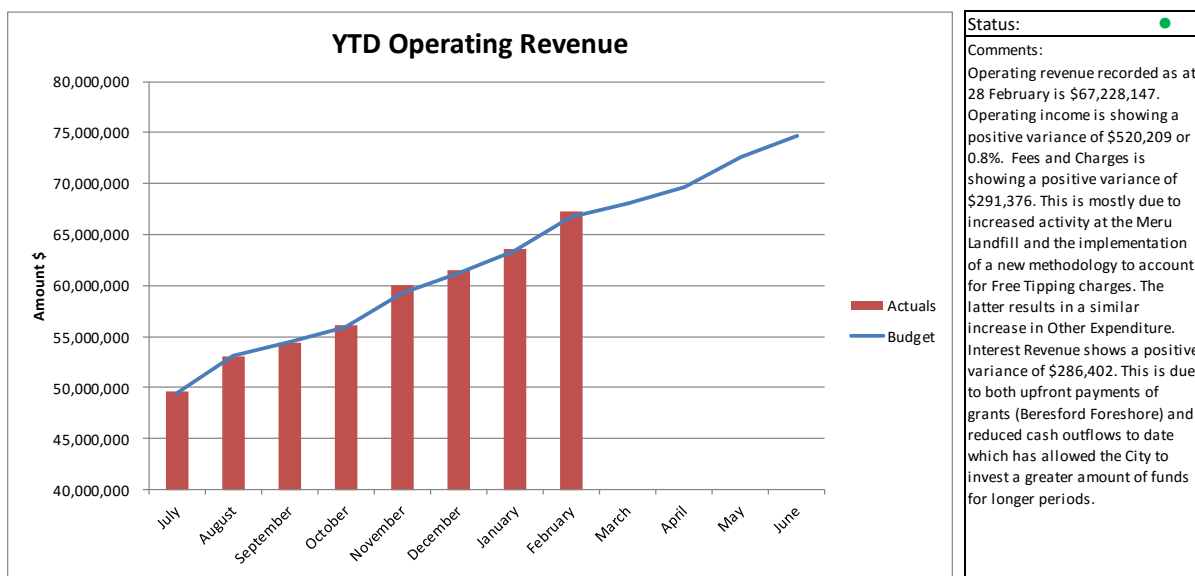
FOR THE PERIOD ENDED 28<sup>TH</sup> FEBRUARY 2017

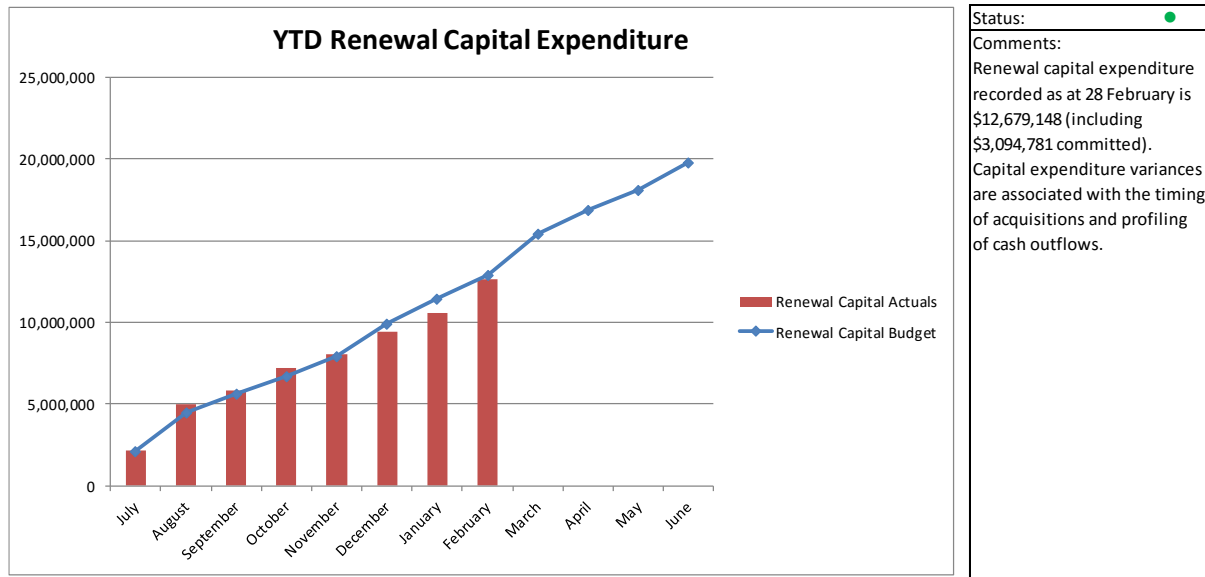
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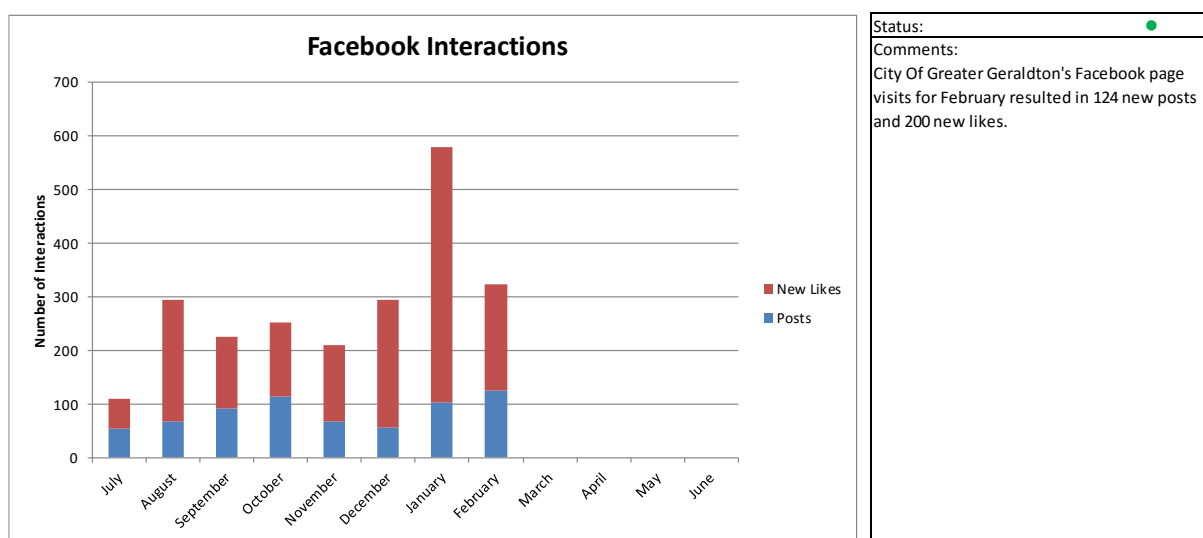
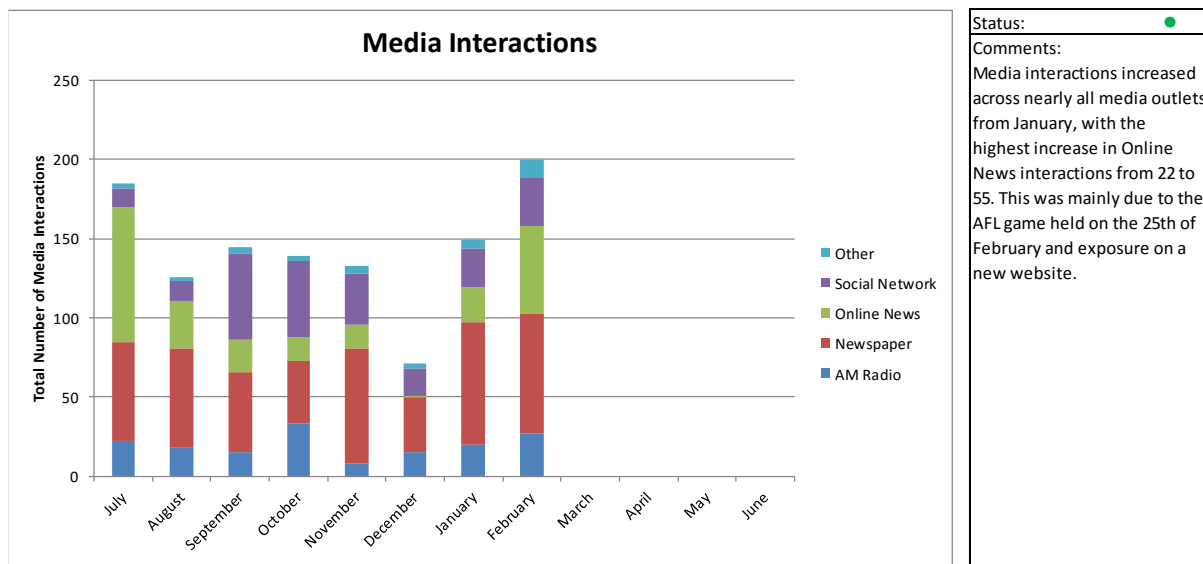
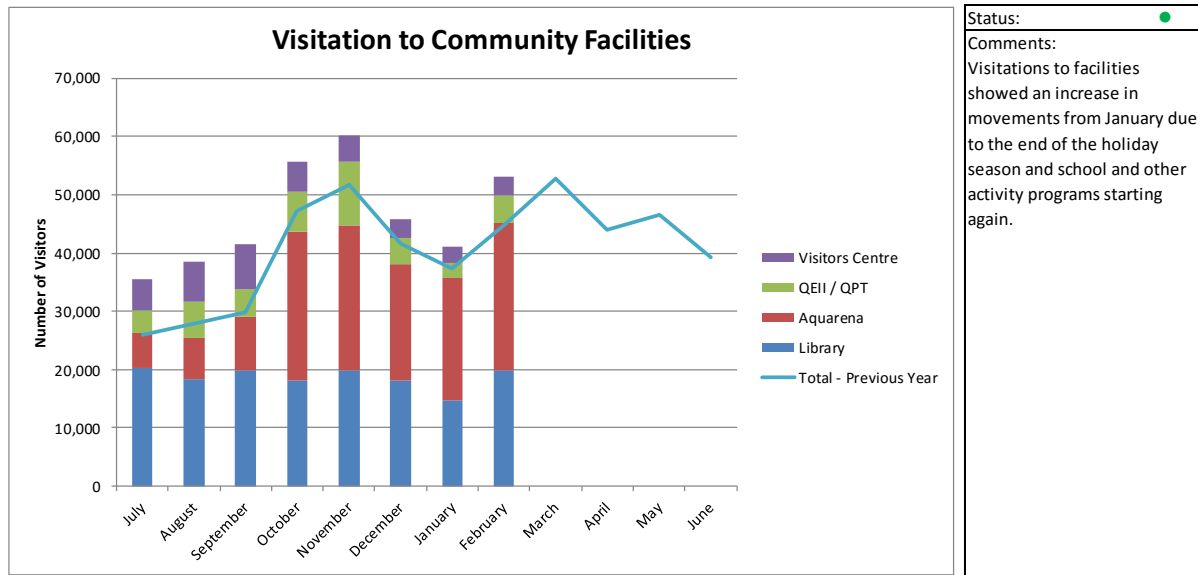
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## ECONOMIC KEY PERFORMANCE INDICATORS

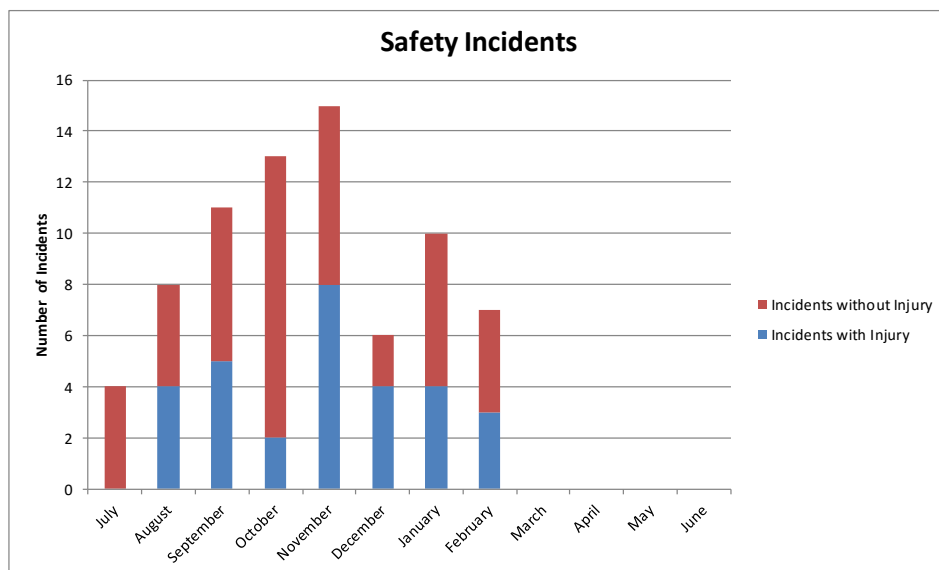




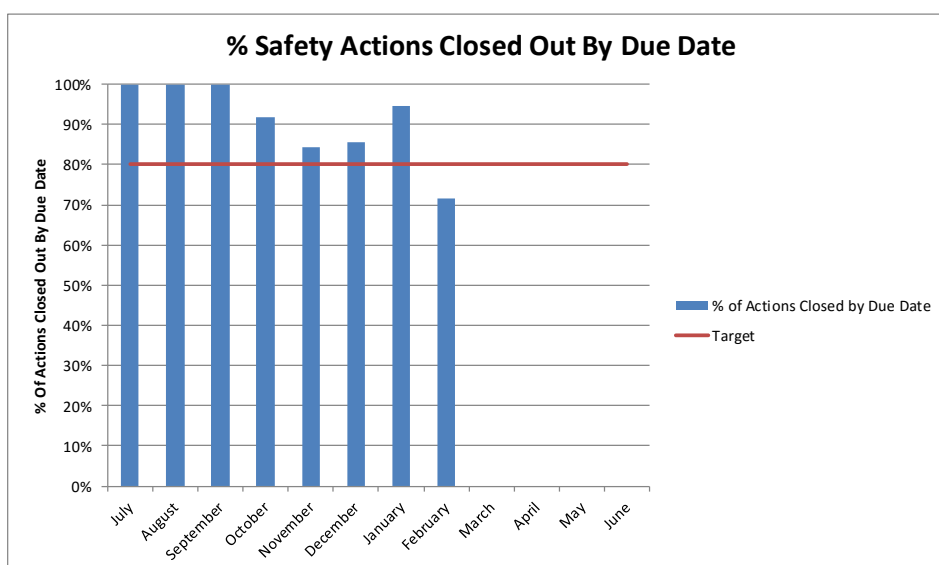
## SOCIAL KEY PERFORMANCE INDICATORS



## GOVERNANCE KEY PERFORMANCE INDICATORS

Status: ●

Comments:  
There were 3 incidents with injury and 4 incidents without injury in February.

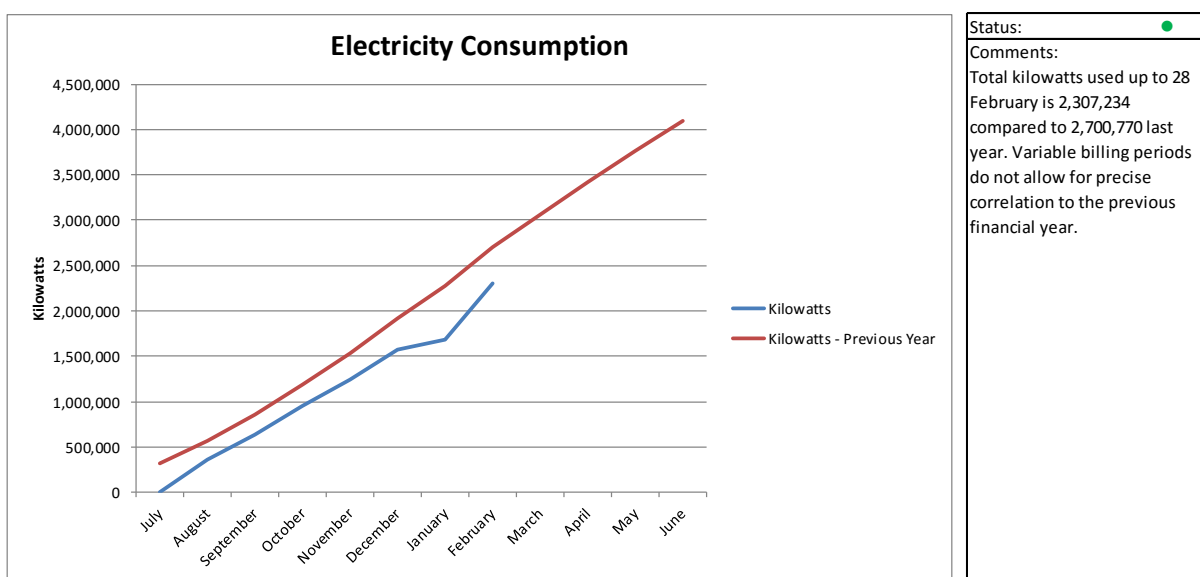
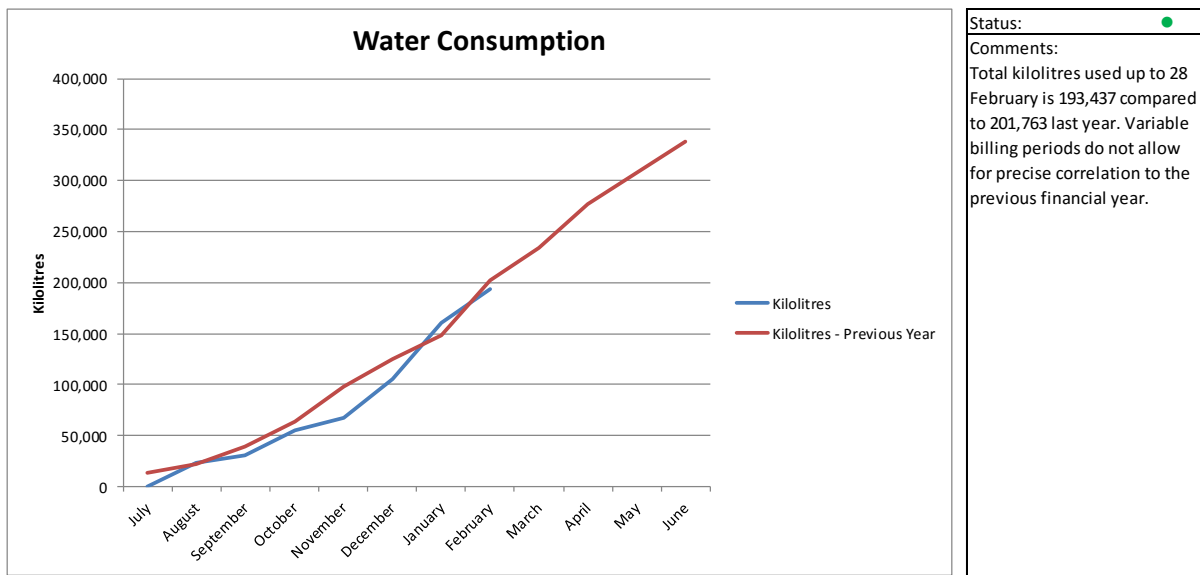
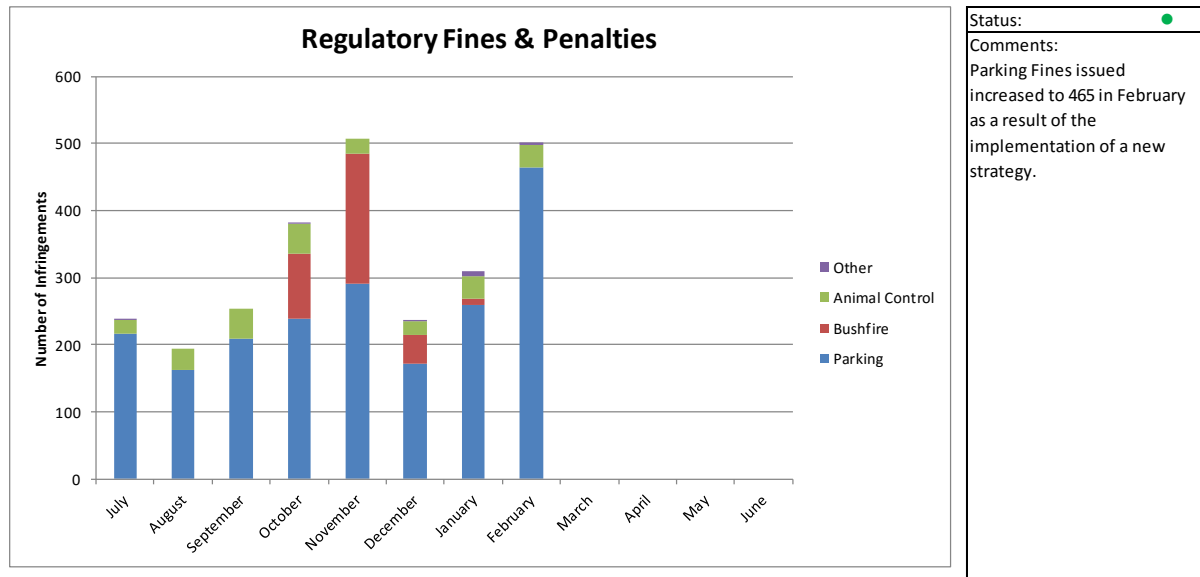
Status: ●

Comments:  
1 action was closed in February and 4 actions are currently overdue.

Status: ●

Comments:  
11 inspections were scheduled in February and 8 were completed.

## ENVIRONMENTAL KEY PERFORMANCE INDICATORS



## CITY OF GREATER GERALDTON

## STATEMENT OF FINANCIAL ACTIVITY FOR THE PERIOD ENDED 28 FEBRUARY, 2017

**CITY OF GREATER GERALDTON**  
**Statement of Financial Activity for the Period Ended 28 February 2017**

	Current Budget	Current YTD Budget	YTD Actual	YTD Major Commitments	Variances (committments incl)	
					\$	%
<b>Operating Income</b>						
Rates	43,023,783	42,892,947	42,845,880		47,067	0.1% ✓
Operating Grants & Subsidies	7,893,241	5,893,278	5,856,748		36,530	0.6% ✓
Contributions Reimbursements & Donations	666,278	626,907	702,629		-75,722	-12.1% ✗
Fees & Charges	20,765,826	15,965,008	16,256,384		-291,376	-1.8% ✗
Interest Earnings	1,399,558	928,827	1,215,229		-286,402	-30.8% ✗
Other	752,517	356,686	330,428		26,258	7.4% ✓
Profit On Disposal Of Assets	122,452	44,285	20,848		23,437	52.9% ✗
	<b>74,623,655</b>	<b>66,707,938</b>	<b>67,228,147</b>		<b>-520,209</b>	<b>-0.8%</b>
<b>Operating Expenditure</b>						
Employee Costs	-26,738,435	-17,124,590	-16,561,444	-85,382	-477,764	2.8% ✗
Materials & Contractors	-22,695,361	-16,077,044	-11,785,625	-3,145,770	-1,145,649	7.1% ✗
Utility & Govt Charges	-3,368,899	-2,161,159	-1,838,724	-1,018	-321,417	14.9% ✗
Insurance	-893,510	-874,082	-752,107		-121,975	14.0% ✗
Interest/Borrowing Costs	-1,154,733	-503,782	-495,502		-8,280	1.6% ✓
Other Expenditure	-1,288,918	-1,012,638	-1,490,517	-2,595	480,474	-47.4% ✗
Depreciation On Assets	-20,979,104	-13,986,096	-14,097,050		110,954	-0.8% ✗
Loss On Disposal Of Assets	-70,338	-46,888	-69,829		22,941	-48.9% ✗
	<b>-77,189,298</b>	<b>-51,786,279</b>	<b>-47,090,797</b>	<b>-3,234,765</b>	<b>-1,460,717</b>	<b>2.8%</b>
<b>NET OPERATING</b>	<b>-2,565,643</b>	<b>14,921,659</b>	<b>20,137,350</b>	<b>-3,234,765</b>	<b>-1,980,926</b>	<b>-13.3%</b>
<b>Non-Cash Expenditure and Revenue</b>						
(Profit) / Loss on Asset Disposals	-52,114	2,603	48,981		-46,378	-1781.7% ✗
Depreciation on Assets	20,979,104	13,986,096	14,097,050		-110,954	-0.8% ✗
Movement in Non-current staff leave provisions	18,160	0	0		0	
	<b>20,945,150</b>	<b>13,988,699</b>	<b>14,146,031</b>		<b>-157,332</b>	<b>-1.1%</b>
<b>Capital Expenditure</b>						
Purchase Land	-3,150,000	-1,420,000	-1,419,170	0	-830	0.1% ✓
Purchase Buildings	-4,306,885	-1,522,859	-822,461	-268,662	-431,735	28.4% ✗
Purchase Plant and Equipment	-2,552,650	-1,045,626	-330,708	-679,019	-35,899	3.4% ✓
Purchase Furniture and Equipment	-799,700	-679,614	-568,721	-27,666	-83,226	12.2% ✗
Purchase Infrastructure Assets - Roads	-12,495,334	-9,515,550	-7,541,410	-1,800,604	-173,536	1.8% ✗
Purchase Infrastructure Assets - Parks	-29,727,047	-10,059,323	-901,346	-8,181,153	-976,824	9.7% ✗
Purchase Infrastructure Assets - Airport	-664,245	-459,241	-249,074	-189,177	-20,990	4.6% ✓
Purchase Infrastructure Assets - Meru	-735,935	-724,269	-667,263	-4,922	-52,084	7.2% ✗
Purchase Infrastructure Assets - Other	-3,115,407	-1,465,354	-1,362,419	-52,986	-49,948	3.4% ✓
Repayment of Debentures	-3,749,553	-2,160,255	-2,160,651	0	396	0.0% ✓
	<b>-61,296,756</b>	<b>-29,052,091</b>	<b>-16,023,223</b>	<b>-11,204,190</b>	<b>-1,824,678</b>	<b>6.3%</b>
<b>Capital Revenue</b>						
Non Operating Grants & Subsidies	29,097,177	10,014,377	10,388,031		-373,654	-3.7% ✗
Proceeds from Disposal of Assets	3,773,400	269,935	303,030		-33,095	-12.3% ✗
Proceeds from New Debentures	7,600,000	0	0		0	
Self-Supporting Loan Principal Income	86,625	55,300	52,030		3,270	5.9% ✓
Council Loan Principle Income	0	0	0		0	
	<b>40,557,202</b>	<b>10,339,612</b>	<b>10,743,091</b>		<b>-403,479</b>	<b>-3.9%</b>
<b>Reserves</b>						
Transfers to Reserves	0	0	0		0	
Transfers from Reserves	5,147,509	0	0		0	
	<b>5,147,509</b>	<b>0</b>	<b>0</b>		<b>0</b>	<b>✓</b>
<b>Current Funding Surplus (Deficit)</b>	<b>2,787,462</b>	<b>10,197,879</b>	<b>29,003,249</b>	<b>-14,438,955</b>	<b>4,366,415</b>	



## MAJOR VARIANCES

### Operating Income

Operating revenue recorded as at 28 February is \$67,228,147. Operating income is showing a positive variance of \$520,209 or 0.8%. Fees and Charges is showing a positive variance of \$291,376. This is mostly due to increased activity at the Meru Landfill and the implementation of a new methodology to account for Free Tipping charges. The latter results in a similar increase in Other Expenditure. Interest Revenue shows a positive variance of \$286,402. This is due to both upfront payments of grants (Beresford Foreshore) and reduced cash outflows to date which has allowed the City to invest a greater amount of funds for longer periods.

### Operating Expenditure`

Operating expenditure recorded as at 28 February is \$50,325,562 including commitments of \$3,234,765. Employee Costs has a positive variance of \$477,764 due to a timing lag in filling vacant positions. Utility & Government Charges has a positive variance of \$321,417 due to invoice timing issues and Materials & Contractors has a positive variance of \$1,145,649 due to timing issues, however, there has been a recognised YTD savings in the cost of sanitation services due to a change in service delivery implemented in 2015-16.

### Capital Expenditure

Capital Expenditure is showing a positive under-spend of \$1,824,678 of 6.3%. Capital expenditure variances are associated with the timing of acquisitions (e.g. Construction of Derna Park Public Toilets) and profiling of cash outflows (e.g. Beresford Foreshore Project).

Major Capital commitments end of February \$ 11,204,190.

### Capital Revenue

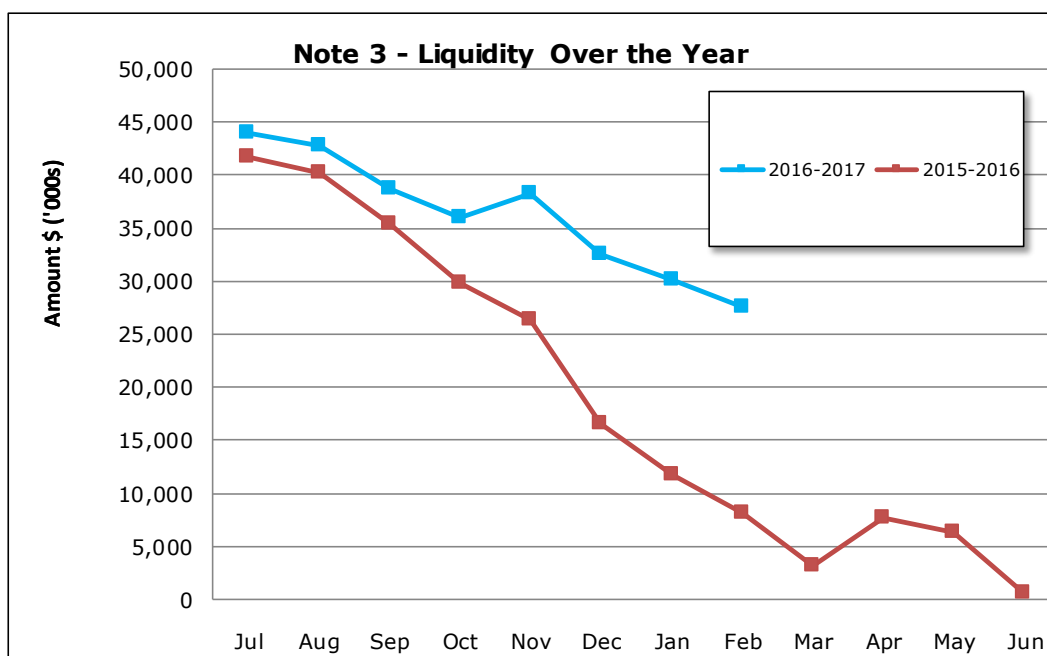
Capital revenue is showing a positive variance of \$403,479 or 3.9%. This variance is associated with the unbudgeted receipt of the final RfR payment for the Karloo-Wandina Project.

## NET CURRENT FUNDING POSITION

City of Greater Geraldton  
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY  
For the Period Ended 28 February 2017

**Note 3: NET CURRENT FUNDING POSITION**

Positive=Surplus (Negative=Deficit)			
2016-2017		2015-2016	
This Period	Last Period	This Period	
\$	\$	\$	
<b>Current Assets</b>			
Cash at Bank			
Municipal Account	30,197,744	29,056,096	8,580,047
Reserve Account	10,469,759	10,327,730	16,914,071
Restricted Assets	8,938,801	8,938,801	11,711,735
Total Cash at Bank	49,606,304	48,322,627	37,205,853
Receivables			
Prepayments	50,021	31,365	16,264
Tax Recoverable	290,563	146,693	459,959
Sundry Debtors	992,604	950,411	2,083,994
Rates Receivable	5,665,159	8,559,823	5,235,223
Inventories	597,600	574,561	397,276
<b>Total Current Assets</b>	57,202,251	58,585,479	45,398,571
<b>Less: Current Liabilities</b>			
Creditors and Provisions	2,013,760	980,053	919,655
Current Borrowings	3,656,898	3,708,492	3,058,822
Employee Entitlements	4,497,010	4,505,278	4,710,342
	10,167,667	9,193,823	8,688,819
Less: Cash Restricted	(19,408,561)	(19,266,531)	(28,625,807)
<b>Net Current Funding Position</b>	<b>27,626,023</b>	<b>30,125,125</b>	<b>8,083,945</b>

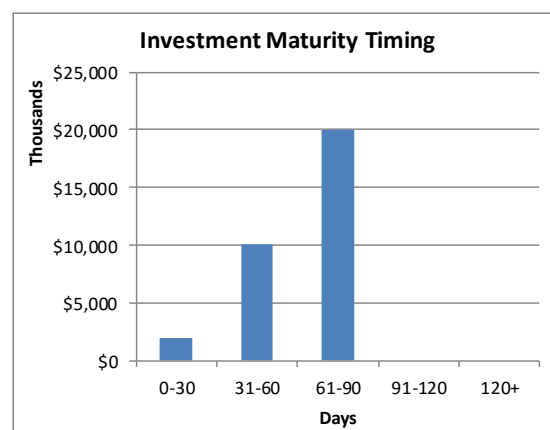
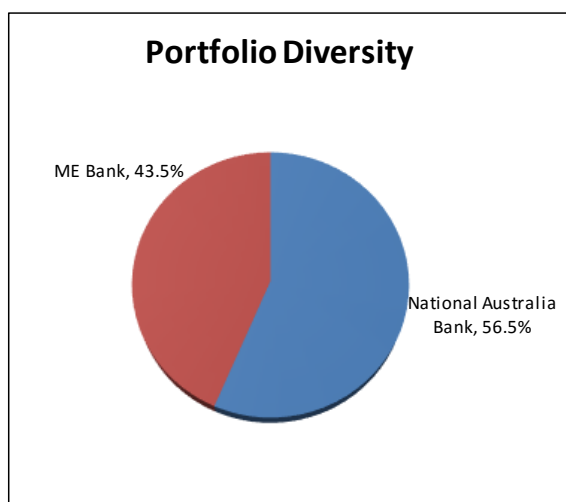


## MONTHLY INVESTMENT REPORT

City of Greater Geraldton  
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITY  
For the Period Ended 28 February 2017

**Note 4 - Monthly Investment Report**

Deposit Ref	Current Credit Rating	Maturity/ Conversion	Invested Interest rates	Amount Invested	Interest Earned YTD	Current Value @28/02/2017	Percentage of Portfolio
<b>National Australia Bank</b>							
Reserve 189	A1+	8/5/2017	2.79%	6,000,000	83,012	6,083,012	
Municipal 258	A1+	31/3/2017	2.31%	5,000,000	33,658	5,033,658	
Municipal 261	A1+	1/3/2017	2.70%	2,000,000		2,000,000	
Municipal 262	A1+	24/4/2017	2.63%	5,000,000		5,000,000	
<b>Subtotal</b>				<b>18,000,000</b>	<b>116,670</b>	<b>18,116,670</b>	<b>56.5%</b>
<b>ME Bank</b>							
Reserve 190	A2	8/5/2017	2.65%	4,327,730	59,017	4,386,747	
Municipal 259	A2	23/5/2017	2.65%	5,000,000	33,534	5,033,534	
Municipal 260	A1+	28/5/2017	2.60%	4,547,744		4,547,744	
<b>Subtotal</b>				<b>13,875,474</b>	<b>92,551</b>	<b>13,968,025</b>	<b>43.5%</b>
<b>Total Funds Invested</b>				<b>31,875,474</b>	<b>209,221</b>	<b>32,084,695</b>	<b>100.0%</b>



Graph Data - Portfolio Diversity		
National Australia Bank		56.5%
ME Bank		43.5%
		<b>100.0%</b>