



# Monthly Financial Report

February 2023



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## 1. EXECUTIVE SUMMARY

This monthly report illustrates the financial performance and position of Redland City Council compared to its adopted budget at an organisational level for the period ended 28 February 2023. The year to date annual revised budget referred to in this report incorporates the changes from the budget review adopted by Council on 15 February 2023.

### Key Financial Highlights and Overview

Key Financial Results (\$'000)	Annual Revised Budget	YTD Budget	YTD Actual	YTD Variance	YTD Variance %	Status Favourable ✓ Unfavourable ✗
Operating Surplus / (Deficit)	105	27,303	<b>36,952</b>	9,649	35%	✓
Recurrent Revenue	334,268	239,771	<b>239,801</b>	30	0%	✓
Recurrent Expenditure	334,163	212,468	<b>202,849</b>	(9,619)	-5%	✓
Capital Works Expenditure	126,390	58,907	<b>37,138</b>	(21,769)	-37%	✓
Closing Cash & Cash Equivalents	221,056	284,674	<b>277,947</b>	(6,727)	-2%	✗

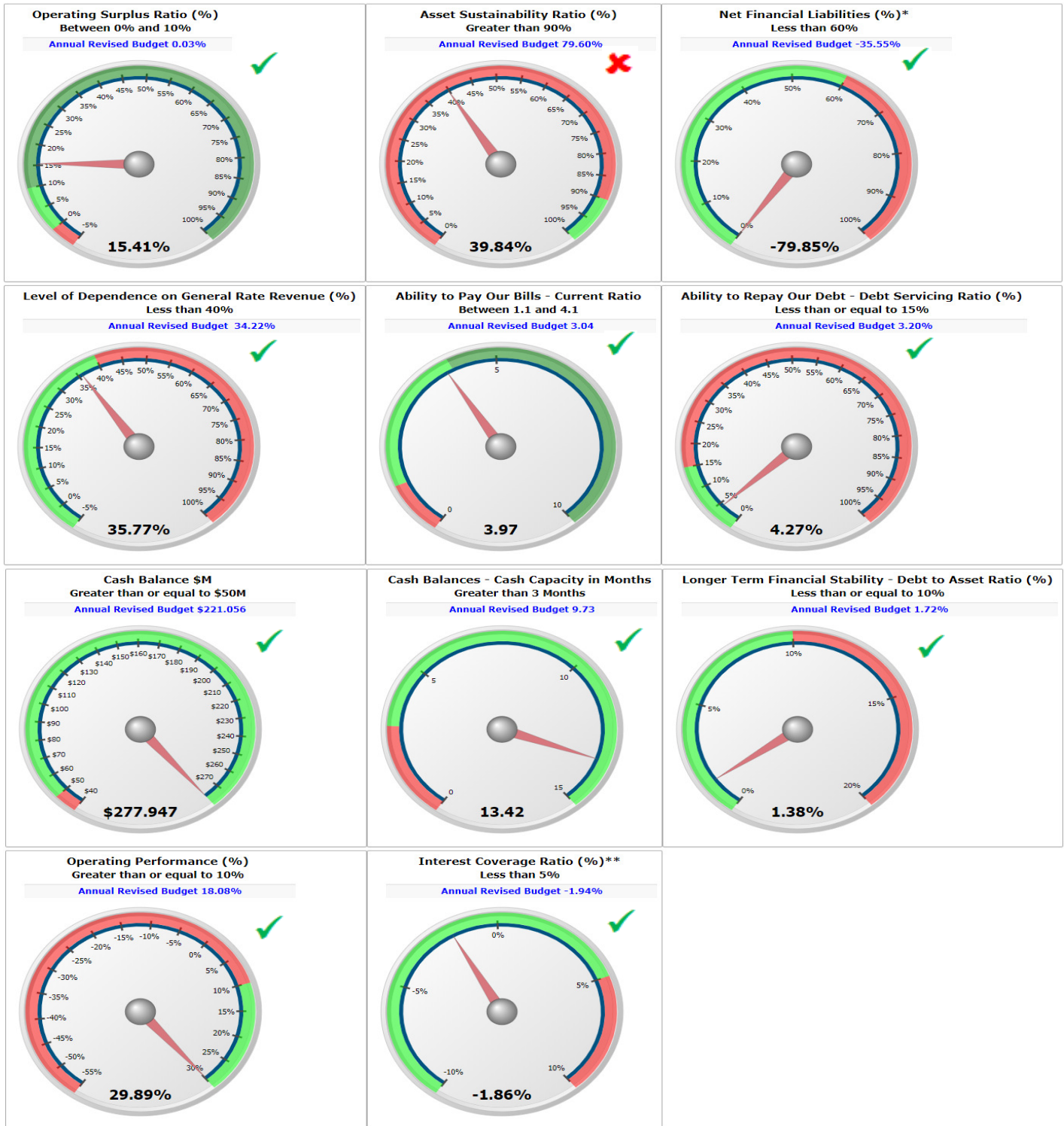
Council reported a year to date operating surplus of \$36.95M which is favourable to budget by \$9.65M. This is mainly due to lower than budgeted materials and services expenses, lower employee expenses, lower depreciation, higher fees and interest revenue offset by lower grants, subsidies and contributions.

Council's capital works expenditure is below budget by \$21.77M due to timing of works for a number of infrastructure projects.

Council's cash balance is behind budget mainly due to lower than anticipated receipts from customers, lower than anticipated receipts from capital grants, subsidies and contributions, offset by lower than budgeted payments for property, plant and equipment. Constrained cash reserves represent 44% of the cash balance.

## 2. KEY PERFORMANCE INDICATORS

■ Target met 
 ■ Target exceeded 
 ■ Target not met



\* The net financial liabilities ratio is negative as current assets are greater than total liabilities

\*\* The interest coverage ratio is negative as interest revenue is greater than interest expense



### 3. STATEMENT OF COMPREHENSIVE INCOME

STATEMENT OF COMPREHENSIVE INCOME					
For the period ending 28 February 2023					
	Annual	Annual	YTD	YTD	YTD
	Original Budget \$000	Revised Budget \$000	Budget \$000	Actual \$000	Variance \$000
<b>Recurrent revenue</b>					
Rates charges	117,211	118,058	88,520	<b>88,443</b>	(77)
Levies and utility charges	177,511	177,620	127,568	<b>128,039</b>	471
Less: Pensioner remissions and rebates	(3,661)	(6,773)	(5,826)	<b>(5,796)</b>	30
Fees	18,412	17,779	11,853	<b>12,662</b>	809
Rental income	1,140	1,140	818	<b>871</b>	53
Interest received	4,196	7,909	4,955	<b>5,459</b>	504
Sales revenue	3,989	5,029	3,295	<b>3,458</b>	163
Other income	465	3,719	3,584	<b>3,755</b>	171
Grants, subsidies and contributions	9,053	9,786	5,004	<b>2,910</b>	(2,094)
<b>Total recurrent revenue</b>	<b>328,316</b>	<b>334,268</b>	<b>239,771</b>	<b>239,801</b>	<b>30</b>
<b>Recurrent expenses</b>					
Employee benefits	101,228	102,296	67,159	<b>64,696</b>	(2,463)
Materials and services	160,436	161,135	98,207	<b>93,263</b>	(4,944)
Finance costs	1,980	1,980	1,286	<b>1,261</b>	(25)
Depreciation and amortisation	70,578	70,578	47,059	<b>44,857</b>	(2,202)
Other expenditure	525	525	337	<b>375</b>	38
Net internal costs	(2,314)	(2,352)	(1,580)	<b>(1,603)</b>	(23)
<b>Total recurrent expenses</b>	<b>332,434</b>	<b>334,163</b>	<b>212,468</b>	<b>202,849</b>	<b>(9,619)</b>
<b>OPERATING SURPLUS / (DEFICIT)</b>	<b>(4,118)</b>	<b>105</b>	<b>27,303</b>	<b>36,952</b>	<b>9,649</b>
<b>Capital revenue</b>					
Grants, subsidies and contributions	39,249	35,760	16,021	<b>8,624</b>	(7,397)
Non-cash contributions	2,250	2,250	-	<b>-</b>	-
<b>Total capital revenue</b>	<b>41,499</b>	<b>38,010</b>	<b>16,021</b>	<b>8,624</b>	<b>(7,397)</b>
<b>Capital expenses</b>					
(Gain) / loss on disposal of non-current assets	289	289	146	<b>601</b>	455
<b>Total capital expenses</b>	<b>289</b>	<b>289</b>	<b>146</b>	<b>601</b>	<b>455</b>
<b>TOTAL INCOME</b>	<b>369,815</b>	<b>372,278</b>	<b>255,792</b>	<b>248,425</b>	<b>(7,367)</b>
<b>TOTAL EXPENSES</b>	<b>332,722</b>	<b>334,452</b>	<b>212,614</b>	<b>203,450</b>	<b>(9,164)</b>
<b>NET RESULT</b>	<b>37,093</b>	<b>37,826</b>	<b>43,178</b>	<b>44,975</b>	<b>1,797</b>
<b>Other comprehensive income / (loss)</b>					
Items that will not be reclassified to a net result					
Revaluation of property, plant and equipment	-	-	-	<b>-</b>	-
<b>TOTAL COMPREHENSIVE INCOME</b>	<b>37,093</b>	<b>37,826</b>	<b>43,178</b>	<b>44,975</b>	<b>1,797</b>

### 3. STATEMENT OF COMPREHENSIVE INCOME - CONTINUED

#### LEVIES AND UTILITY CHARGES ANALYSIS

For the period ending 28 February 2023

	Annual Original Budget \$000	Annual Revised Budget \$000	YTD Budget \$000	YTD Actual \$000	YTD Variance \$000
<b>Levies and utility charges</b>					
Refuse collection rate charge	33,206	33,206	22,118	21,885	(233)
SES separate charge	500	500	375	375	-
Environment & Coastal Management Separate Charge	11,762	11,771	8,813	8,803	(10)
Separate charge landfill remediation	3,545	3,545	2,655	2,653	(2)
Wastewater charges	53,189	53,289	39,955	40,268	313
Water access charges	21,740	21,740	16,305	16,302	(3)
Water consumption charges	53,569	53,569	37,347	37,753	406
<b>Total levies and utility charges</b>	<b>177,511</b>	<b>177,620</b>	<b>127,568</b>	<b>128,039</b>	<b>471</b>

#### MATERIALS AND SERVICES ANALYSIS

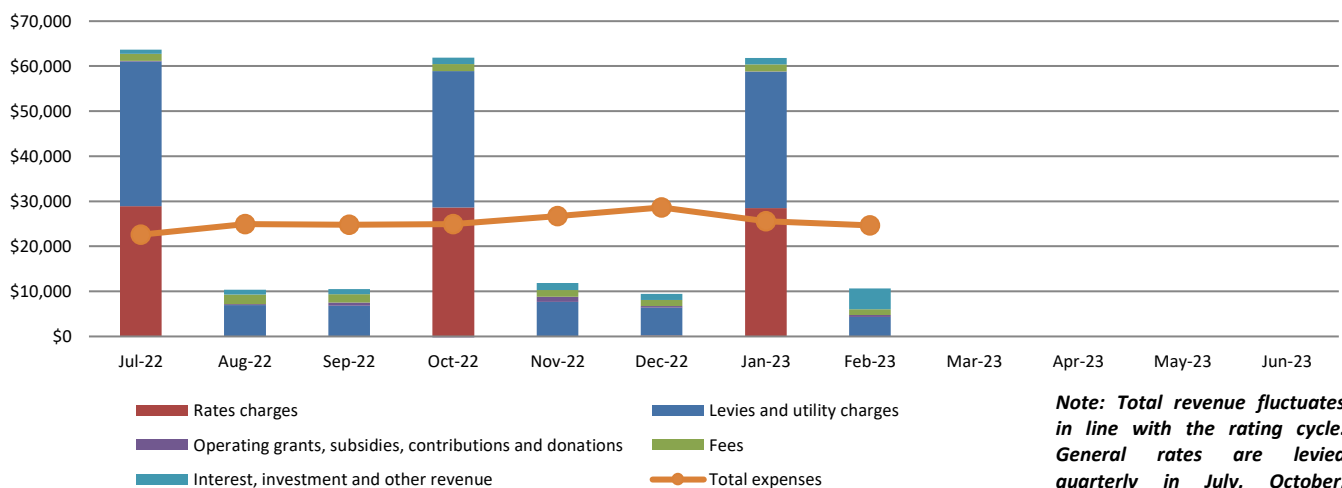
For the period ending 28 February 2023

	Annual Original Budget \$000	Annual Revised Budget \$000	YTD Budget \$000	YTD Actual \$000	YTD Variance \$000
<b>Materials and services</b>					
Contractors	39,275	42,634	21,441	20,925	(516)
Consultants	5,435	5,977	3,544	2,393	(1,151)
Other Council outsourcing costs*	33,279	27,762	17,136	16,876	(260)
Purchase of materials	56,766	57,705	38,086	36,836	(1,250)
Office administration costs	7,181	7,337	4,899	4,292	(607)
Electricity charges	5,921	5,863	3,909	3,550	(359)
Plant operations	3,682	3,782	2,506	2,777	271
Information technology resources	4,493	5,848	4,001	3,236	(765)
General insurance	1,785	1,639	1,092	1,074	(18)
Community assistance**	1,975	1,945	1,155	910	(245)
Other material and service expenses	644	643	438	394	(44)
<b>Total materials and services</b>	<b>160,436</b>	<b>161,135</b>	<b>98,207</b>	<b>93,263</b>	<b>(4,944)</b>

\* Other Council outsourcing costs are various outsourced costs including refuse collection and disposal, waste disposal, legal services, traffic control, external training, valuation fees, etc.

\*\* Community assistance costs represent community related costs including community grants, exhibitions and awards, donations and sponsorships.

Actuals - Total Revenue and Expenses (\$000)



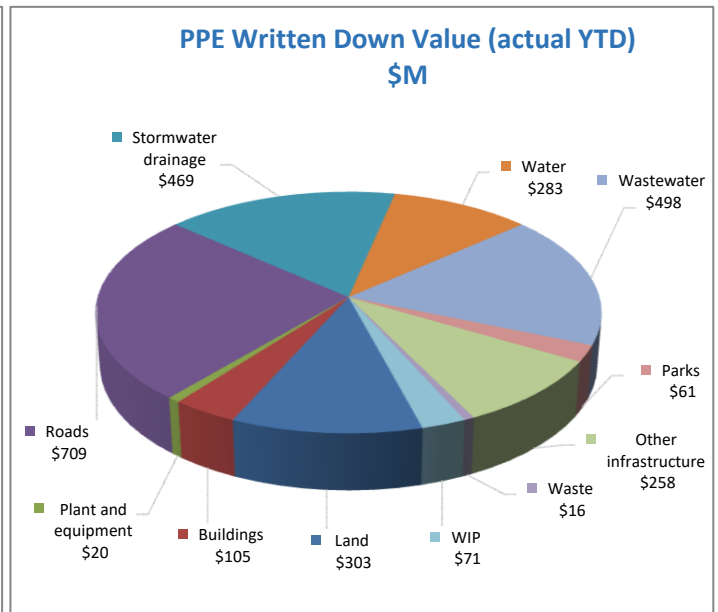
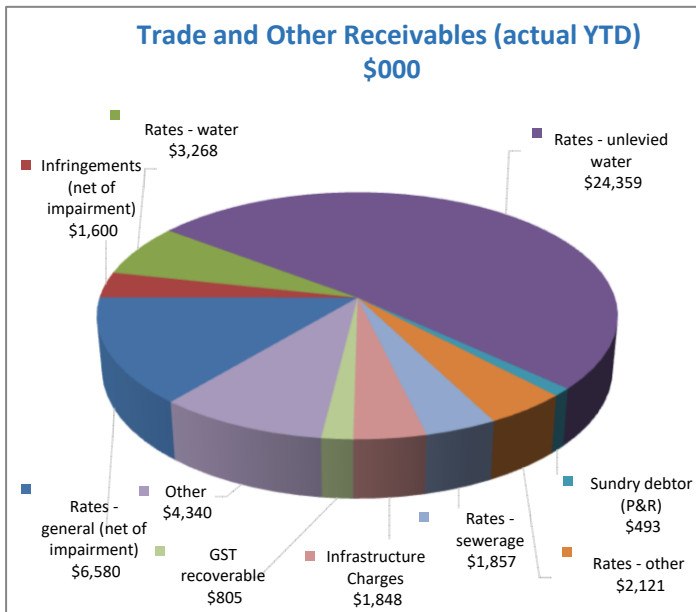
**Note:** Total revenue fluctuates in line with the rating cycle. General rates are levied quarterly in July, October, January and April.

## 4. STATEMENT OF FINANCIAL POSITION

### STATEMENT OF FINANCIAL POSITION As at 28 February 2023

	Annual	Annual	YTD	YTD
	Original Budget \$000	Revised Budget \$000	Budget \$000	Actual \$000
<b>CURRENT ASSETS</b>				
Cash and cash equivalents	208,298	221,056	284,674	277,947
Short-term investment - CBA	-	10,068	10,068	10,122
Trade and other receivables	43,669	43,794	44,745	47,271
Inventories	818	928	911	1,012
Other current assets	4,172	5,486	5,486	11,582
<b>Total current assets</b>	<b>256,956</b>	<b>281,332</b>	<b>345,884</b>	<b>347,934</b>
<b>NON-CURRENT ASSETS</b>				
Investment property	1,225	1,293	1,293	1,293
Property, plant and equipment	2,735,181	2,858,961	2,812,765	2,793,069
Intangible assets	584	1,285	1,481	1,285
Right-of-use assets	3,963	4,017	4,348	4,403
Other financial assets	73	73	73	73
Investment in other entities	12,657	12,657	12,657	12,657
<b>Total non-current assets</b>	<b>2,753,683</b>	<b>2,878,286</b>	<b>2,832,617</b>	<b>2,812,780</b>
<b>TOTAL ASSETS</b>	<b>3,010,640</b>	<b>3,159,618</b>	<b>3,178,501</b>	<b>3,160,714</b>
<b>CURRENT LIABILITIES</b>				
Trade and other payables	43,417	49,354	54,800	46,999
Borrowings - current	8,919	9,355	9,355	9,355
Lease liability - current	1,130	1,044	1,044	1,044
Provisions - current	16,125	18,257	18,795	17,743
Other current liabilities	3,569	14,426	26,345	12,526
<b>Total current liabilities</b>	<b>73,160</b>	<b>92,437</b>	<b>110,339</b>	<b>87,667</b>
<b>NON-CURRENT LIABILITIES</b>				
Borrowings - non-current	40,684	40,262	29,011	29,083
Lease liability - non-current	3,742	3,689	4,063	4,098
Provisions - non-current	22,073	15,499	16,282	19,263
Other non-current liabilities	-	10,628	16,350	16,350
<b>Total non-current liabilities</b>	<b>66,498</b>	<b>70,078</b>	<b>65,706</b>	<b>68,794</b>
<b>TOTAL LIABILITIES</b>	<b>139,658</b>	<b>162,514</b>	<b>176,045</b>	<b>156,461</b>
<b>NET COMMUNITY ASSETS</b>	<b>2,870,982</b>	<b>2,997,104</b>	<b>3,002,456</b>	<b>3,004,253</b>
<b>COMMUNITY EQUITY</b>				
Asset revaluation surplus	1,106,353	1,225,400	1,225,400	1,225,399
Retained surplus	1,667,474	1,659,067	1,658,517	1,657,935
Constrained cash reserves	97,154	112,638	118,539	120,919
<b>TOTAL COMMUNITY EQUITY</b>	<b>2,870,982</b>	<b>2,997,104</b>	<b>3,002,456</b>	<b>3,004,253</b>

## 4. STATEMENT OF FINANCIAL POSITION - CONTINUED



### RIGHT-OF-USE ASSETS For the period ending 28 February 2023

	Annual Original Budget \$000	Annual Revised Budget \$000	YTD Budget \$000	YTD Actual Balance \$000
<b>Right-of-use asset</b>				
Buildings	1,548	1,282	1,481	<b>1,528</b>
Land	2,134	2,451	2,570	<b>2,578</b>
Plant and Equipment	281	284	297	<b>297</b>
<b>Closing balance</b>	<b>3,963</b>	<b>4,017</b>	<b>4,348</b>	<b>4,403</b>

### PROPERTY, PLANT AND EQUIPMENT (PPE) MOVEMENT\* For the period ending 28 February 2023

	Annual Original Budget \$000	Annual Revised Budget \$000	YTD Budget \$000	YTD Actual Balance \$000
<b>PPE movement</b>				
Opening balance (includes WIP from previous years)	2,687,627	2,800,792	2,800,792	<b>2,800,792</b>
Acquisitions and WIP in year movement	118,025	128,640	58,907	<b>37,138</b>
Depreciation in year	(68,978)	(68,978)	(45,985)	<b>(43,642)</b>
Disposals	(1,493)	(1,493)	(949)	<b>(1,214)</b>
Other adjustments**	-	-	-	<b>(5)</b>
<b>Closing balance</b>	<b>2,735,181</b>	<b>2,858,961</b>	<b>2,812,765</b>	<b>2,793,069</b>

\* This table includes movement relating to property, plant and equipment only and is exclusive of intangible assets.

\*\* Other adjustments include transfers between asset classes, revaluation adjustments, prior period adjustments and depreciation thereon.

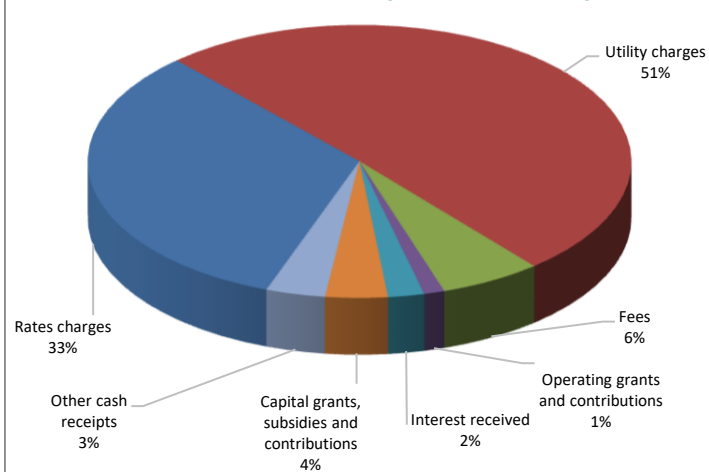
## 5. STATEMENT OF CASH FLOWS

### STATEMENT OF CASH FLOWS For the period ending 28 February 2023

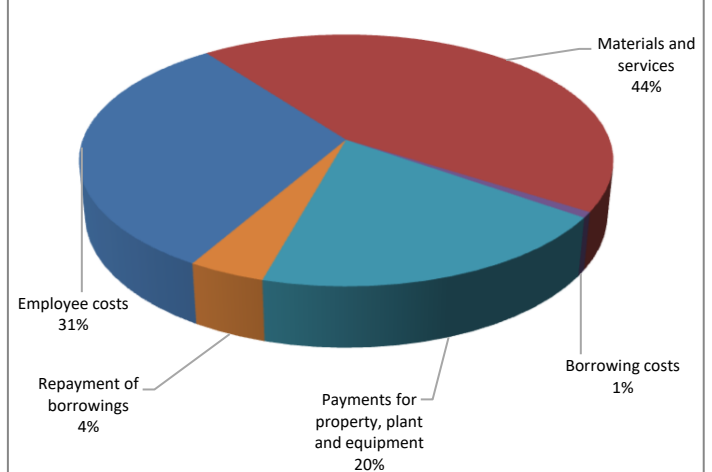
	Annual	Annual	YTD	YTD
	Original Budget \$000	Revised Budget \$000	Budget \$000	Actual \$000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Receipts from customers	312,698	314,204	242,357	<b>227,096</b>
Payments to suppliers and employees	(269,244)	(270,979)	(164,687)	<b>(164,091)</b>
	<b>43,454</b>	<b>43,225</b>	<b>77,670</b>	<b>63,005</b>
Interest received	4,196	7,909	4,955	<b>5,277</b>
Rental income	1,140	1,140	818	<b>871</b>
Non-capital grants and contributions	14,301	9,442	4,940	<b>3,024</b>
Borrowing costs	(1,466)	(1,466)	(1,465)	<b>(1,483)</b>
Right-of-use assets interest expense	(114)	(114)	(76)	<b>(74)</b>
<b>Net cash inflow / (outflow) from operating activities</b>	<b>61,511</b>	<b>60,136</b>	<b>86,842</b>	<b>70,620</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Payments for property, plant and equipment	(115,776)	(126,390)	(58,907)	<b>(42,318)</b>
Proceeds from sale of property, plant and equipment	1,205	1,205	803	<b>612</b>
Capital grants, subsidies and contributions	39,249	35,760	16,021	<b>9,098</b>
<b>Net cash inflow / (outflow) from investing activities</b>	<b>(75,322)</b>	<b>(89,425)</b>	<b>(42,083)</b>	<b>(32,608)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>				
Proceeds of borrowings	10,805	10,805	-	<b>-</b>
Repayment of borrowings	(7,982)	(7,982)	(7,982)	<b>(7,952)</b>
Right-of-use lease payment	(1,143)	(1,143)	(770)	<b>(780)</b>
<b>Net cash inflow / (outflow) from financing activities</b>	<b>1,679</b>	<b>1,679</b>	<b>(8,752)</b>	<b>(8,732)</b>
<b>Net increase / (decrease) in cash held</b>	<b>(12,132)</b>	<b>(27,611)</b>	<b>36,007</b>	<b>29,280</b>
Cash and cash equivalents at the beginning of the year	220,429	248,667	248,667	<b>248,667</b>

<b>Cash and cash equivalents at the end of the financial year / period</b>	<b>208,298</b>	<b>221,056</b>	<b>284,674</b>	<b>277,947</b>
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#### Cash Inflow (actual YTD)



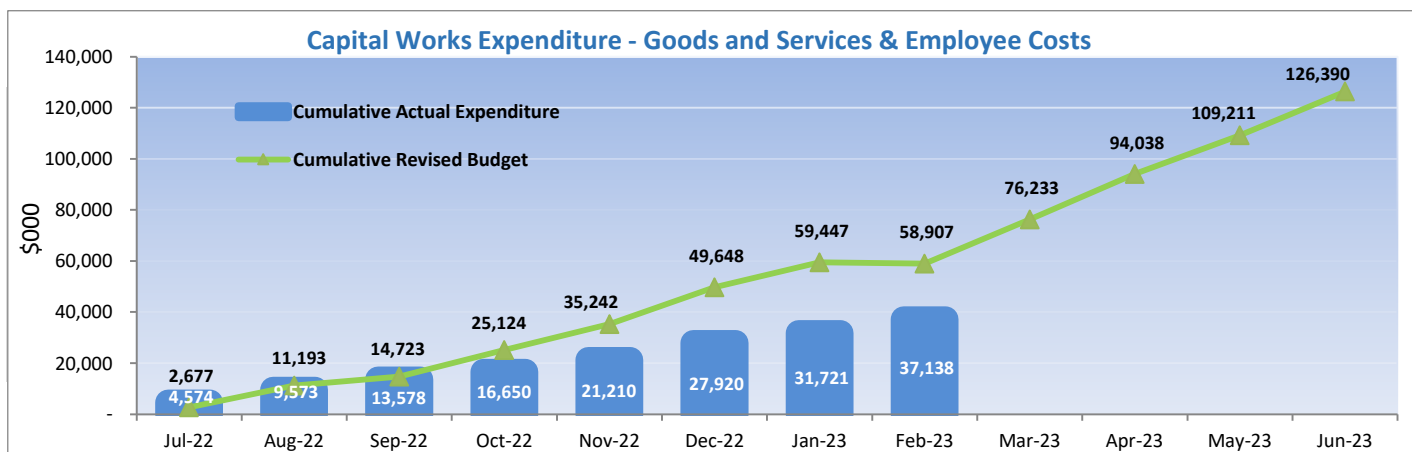
#### Cash Outflow (actual YTD)



<b>Total Cash Funding (Actual YTD)</b>	<b>245,978</b>	<b>Total Cash Expenditure (Actual YTD)</b>	<b>216,698</b>
Total Cash Funding (Annual Revised Budget)	380,465	Total Cash Expenditure (Annual Revised Budget)	408,074
% of Budget Achieved YTD	65%	% of Budget Achieved YTD	53%



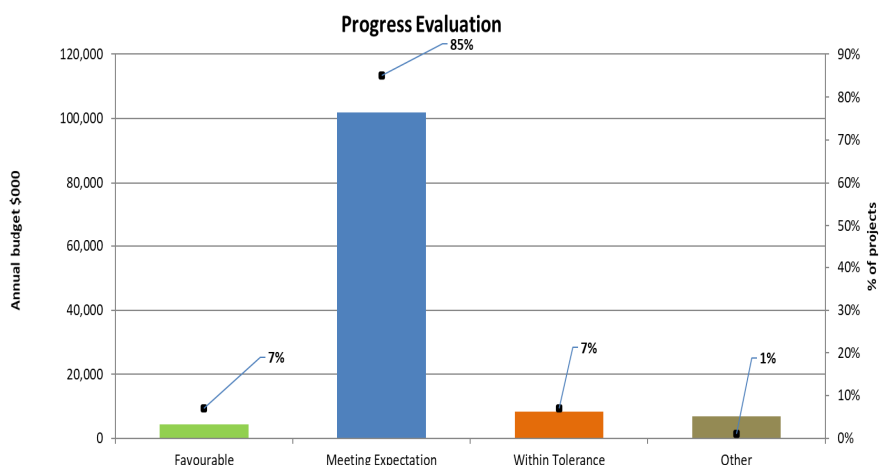
## 6. CAPITAL EXPENDITURE



	Annual Revised Budget \$000	YTD Budget \$000	YTD Actual \$000	YTD Variance \$000
Capitalised goods and services*	117,729	53,582	32,469	(21,113)
Capitalised employee costs	8,661	5,325	4,669	(656)
<b>Total</b>	<b>126,390</b>	<b>58,907</b>	<b>37,138</b>	<b>(21,769)</b>

\* Excludes capital prepayments.

## 7. PROGRAM AND PROJECT UPDATE



- Programs and projects are what Council uses to introduce change to achieve corporate outcomes. They allow new infrastructure, products, systems, procedures and services to be delivered. Projects may be undertaken on a standalone basis or as part of a program. Programs and projects may span multiple financial years.
- Council is currently progressing more than 100 programs and projects.

### Notable Projects

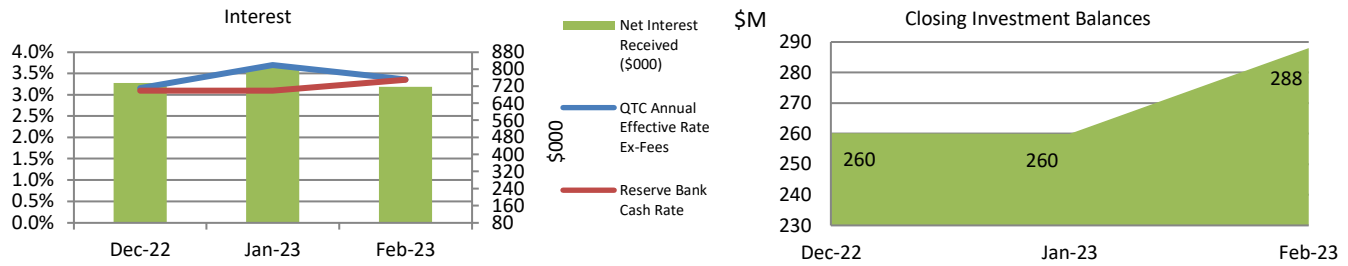
The status of two notable projects are as follows:

Project description	Progress
Drainage Upgrade and Expansion – this is to deliver drainage upgrade and expansion at various locations across the city, including land acquisitions.	Meeting Expectations
Trunk Cycleway Upgrade and Expansion Program – this program is to deliver trunk cycleway upgrades in Thornlands and Birkdale.	Meeting Expectations

## 8. INVESTMENT & BORROWINGS REPORT

For the period ending 28 February 2023

### INVESTMENT RETURNS



**Total Investment at End of Month was \$288.07M**

Council investments are currently held predominantly in the Capital Guaranteed Cash Fund, which is a fund operated by the Queensland Treasury Corporation (QTC). In October 2022 \$10.12M was re-invested in a term deposit of Commonwealth Bank of Australia (CBA) to maximise interest earnings.

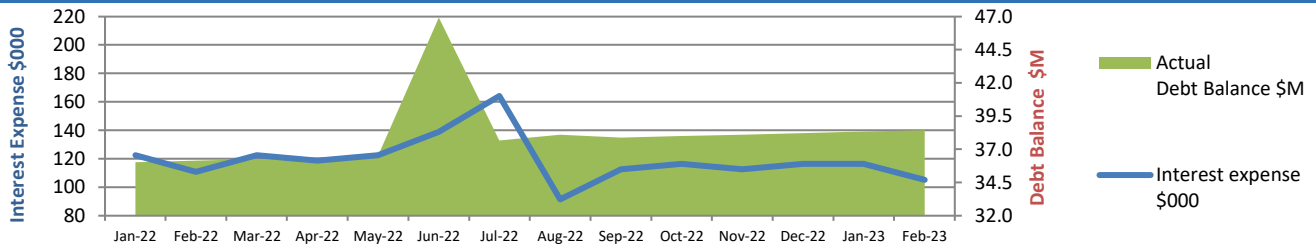
The movement in interest earned is indicative of both the interest rate and the surplus cash balances held, the latter of which is affected by business cash flow requirements on a monthly basis as well as the rating cycle. The interest income decreased from January to February due to decrease in QTC annual effective rate (excluding fee) from 3.70% to 3.36%.

Note: the Reserve Bank increased the cash rate to 3.35% during February 2023.

On a daily basis, cash surplus to requirements is deposited with QTC to earn higher interest as QTC is offering a higher rate than what is achieved from Council's transactional bank accounts. The current annual effective interest rate paid by QTC is 3.36%. Term deposit rates are being monitored to identify investment opportunities to ensure Council maximises its interest earnings.

Council adopted its Investment Policy (FIN-001-P) in June 2022 for the 2022/2023 financial year

### BORROWINGS AND BORROWING COSTS (QTC)



The existing loan accounts were converted to fixed rate loans on 1 April 2016 following a QTC restructure of loans and policies. In line with Council's debt policy, debt repayment of \$9.43M, being \$7.95M principal and \$1.48M interest has been made in July 2022 for 2022/2023, which will result in the loans being repaid approximately one year earlier.

The debt balance increased in June 2022 due to new borrowings of \$10.30M as part of Council's Capital Works Plan.

In July 2022 the debt balance showed a decrease due to the Annual Debt Service Payment (ADSP). Interest will accrue monthly on a daily balance until next ADSP in July 2023 which is reflected in the increasing debt balance.

**Total Borrowings at End of Month were \$38.44M**

Council adopted its Debt Policy (FIN-009-P) in June 2022 for the 2022/2023 financial year

### BORROWINGS

For the period ending 28 February 2023

	Annual Original Budget \$000	Annual Revised Budget \$000	YTD Budget \$000	YTD Actual Balance \$000
<b>Borrowings</b>				
Opening balance	(46,924)	(46,938)	(46,938)	(46,938)
Accrued interest on borrowings	(1,322)	(1,322)	(876)	(935)
Interest paid on borrowings	1,466	1,466	1,466	1,483
Principal repaid	7,982	7,982	7,982	7,952
Loan drawdown	(10,805)	(10,805)	-	-
<b>Closing balance</b>	<b>(49,603)</b>	<b>(49,617)</b>	<b>(38,366)</b>	<b>(38,438)</b>

## 9. CONSTRAINED CASH RESERVES

Reserves as at 28 February 2023	Purpose of reserve	Opening Balance	To Reserve	From Reserve	Closing Balance
		\$000	\$000	\$000	\$000
<b>Special Projects Reserve:</b>					
Aquatic Paradise Revetment Wall Reserve	To fund Aquatic Paradise revetment wall works program	-	15	(6)	9
Weinam Creek Reserve	Maintenance and improvements associated with Weinam Creek projects	652	304	(2)	954
Waste Levy Reserve	To fund Waste Levy Program	379	3,755	(3,836)	298
Raby Bay Revetment Wall Reserve	To fund Raby Bay revetment wall works program	3,677	2,122	(347)	5,452
Fleet Plant & Capital Equipment Reserve*	To support the long term fleet replacement program	4,599	-	(4,599)	-
		<b>9,307</b>	<b>6,196</b>	<b>(8,790)</b>	<b>6,713</b>
<b>Constrained Works Reserve:</b>					
Public Parks Trunk Infrastructure Reserve	Capital projects for public parks trunk infrastructure	4,309	1,633	(958)	4,984
Land for Community Facilities Trunk Infrastructure Reserve	Land for community facilities trunk infrastructure	5,297	42	-	5,339
Water Supply Trunk Infrastructure Reserve	Upgrade, expansion or new projects for water supply trunk infrastructure	14,952	531	-	15,483
Sewerage Trunk Infrastructure Reserve	Upgrade, expansion or new projects for sewerage trunk infrastructure	13,341	1,273	(81)	14,533
Local Roads Trunk Infrastructure Reserve	Capital projects for local roads trunk infrastructure	40,631	2,989	(2,419)	41,201
Cycleways Trunk Infrastructure Reserve	Capital projects for cycleways trunk infrastructure	14,819	868	(161)	15,526
Stormwater Trunk Infrastructure Reserve	Capital projects for stormwater trunk infrastructure	10,559	244	-	10,803
Tree Planting Reserve	Acquisition and planting of trees on footpaths	259	61	-	320
Koala Tree off-set Planting Reserve	Acquisition and planting of trees for koala habitat	259	-	(1)	258
Special Property Reserve	Acquisition of property in line with the strategic property framework	1,654	820	-	2,474
		<b>106,080</b>	<b>8,461</b>	<b>(3,620)</b>	<b>110,921</b>
<b>Separate Charge Reserve:</b>					
Environment & Coastal Management Separate Charge Reserve	Ongoing conservation and maintenance operations	2	8,802	(6,556)	2,248
SES Separate Charge Reserve	On-going costs of maintaining the Redland SES	119	375	(329)	165
		<b>121</b>	<b>9,177</b>	<b>(6,885)</b>	<b>2,413</b>
<b>Special Charge Reserve - Canals:</b>					
Aquatic Paradise Canal Reserve	Maintenance and repairs of Aquatic Paradise canals	758	9	-	767
Sovereign Waters Lake Reserve	Maintenance and repairs of Sovereign Lake	430	5	-	435
1718 Raby Bay Canal Reserve	Service, facility or activity of works in respect of the canals of the Raby Bay canal estate	219	2	-	221
1718 Aquatic Paradise Canal Reserve	Service, facility or activity of works in respect of the canals of the Aquatic Paradise canal estate	(495)	-	-	(495)
1718 Sovereign Waters Lake Reserve	Service, facility or activity of works in respect of the lake	(56)	-	-	(56)
		<b>856</b>	<b>16</b>	<b>-</b>	<b>872</b>
<b>TOTALS</b>		<b>116,364</b>	<b>23,850</b>	<b>(19,295)</b>	<b>120,919</b>
		Closing cash and cash equivalents		<b>277,947</b>	
		Reserves as percentage of cash balance		<b>44%</b>	

\*Council does not require to constrain cash for fleet plant and capital equipment. The cash has been made available for general use and the reserve was closed following the end of year accounts finalisation.

## 10. CITY WATER STATEMENTS

### CITY WATER SUMMARY OPERATING STATEMENT

For the period ending 28 February 2023

	Annual Original Budget \$000	Annual Revised Budget \$000	YTD Budget \$000	YTD Actual \$000	YTD Variance \$000
Total revenue	134,826	137,720	99,486	99,926	440
Total expenses	78,703	78,783	51,876	50,004	(1,872)
Earnings before interest, tax and depreciation (EBITD)	56,123	58,937	47,610	49,922	2,312
External interest expense	355	228	152	153	1
Internal interest expense	14,750	14,750	9,833	9,833	-
Depreciation	25,587	25,587	17,058	16,864	(194)
<b>Operating surplus / (deficit)</b>	<b>15,432</b>	<b>18,373</b>	<b>20,567</b>	<b>23,072</b>	<b>2,505</b>

### CITY WATER CAPITAL FUNDING STATEMENT

For the period ending 28 February 2023

	Annual Original Budget \$000	Annual Revised Budget \$000	YTD Budget \$000	YTD Actual \$000	YTD Variance \$000
Capital contributions, donations, grants and subsidies	4,847	5,618	2,495	1,804	(691)
Net transfer (to) / from constrained capital reserves	(502)	(1,441)	(1,271)	(1,723)	(452)
Non-cash contributions	652	652	-	-	-
New loans	-	-	-	-	-
Funding from utility revenue	11,941	17,214	9,065	3,442	(5,623)
<b>Total sources of capital funding</b>	<b>16,937</b>	<b>22,042</b>	<b>10,289</b>	<b>3,523</b>	<b>(6,766)</b>
Contributed assets	652	652	-	-	-
Capitalised expenditure	15,512	20,612	9,594	2,807	(6,787)
Loan redemption	774	779	695	716	21
<b>Total application of capital funds</b>	<b>16,937</b>	<b>22,042</b>	<b>10,289</b>	<b>3,523</b>	<b>(6,766)</b>

## 11. CITY WASTE STATEMENTS

### CITY WASTE OPERATING STATEMENT

For the period ending 28 February 2023

	Annual Original Budget \$000	Annual Revised Budget \$000	YTD Budget \$000	YTD Actual \$000	YTD Variance \$000
Total revenue	35,765	36,388	23,920	24,239	319
Total expenses	26,515	26,663	17,139	17,993	854
Earnings before interest, tax and depreciation (EBITD)	9,249	9,725	6,781	6,246	(535)
External interest expense	6	6	4	4	-
Depreciation	556	556	371	313	(58)
<b>Operating surplus / (deficit)</b>	<b>8,687</b>	<b>9,163</b>	<b>6,406</b>	<b>5,929</b>	<b>(477)</b>

### CITY WASTE CAPITAL FUNDING STATEMENT

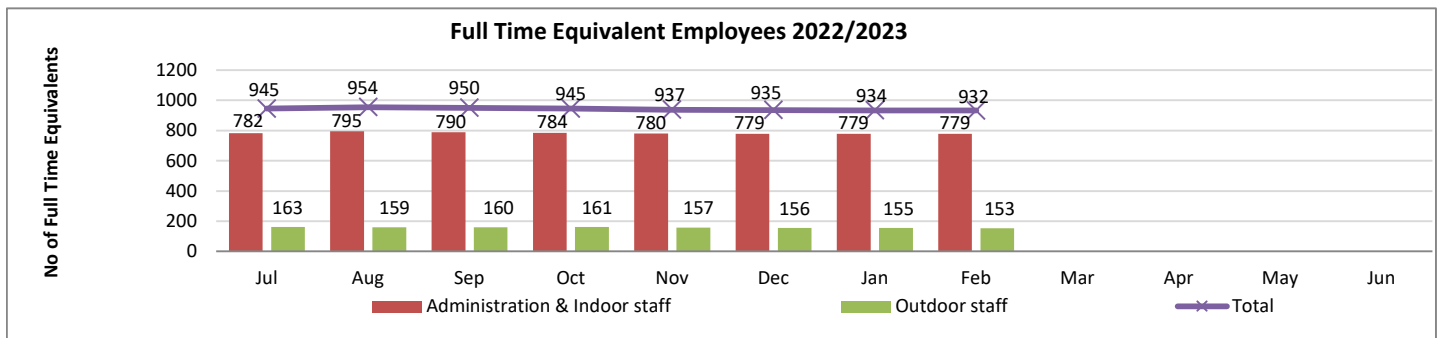
For the period ending 28 February 2023

	Annual Original Budget \$000	Annual Revised Budget \$000	YTD Budget \$000	YTD Actual \$000	YTD Variance \$000
Capital contributions, donations, grants and subsidies	1,577	671	-	-	-
Funding from utility revenue	828	697	246	205	(41)
<b>Total sources of capital funding</b>	<b>2,405</b>	<b>1,368</b>	<b>246</b>	<b>205</b>	<b>(41)</b>
Capitalised expenditure	2,366	1,328	220	181	(39)
Loan redemption	39	39	26	24	(2)
<b>Total application of capital funds</b>	<b>2,405</b>	<b>1,368</b>	<b>246</b>	<b>205</b>	<b>(41)</b>



## 12. APPENDIX: ADDITIONAL AND NON-FINANCIAL INFORMATION

### Workforce Reporting



February 2023: Headcount	Employee Type			
Department Level	Casual	Full Time	Part Time	Total
Office of CEO and People and Culture	5	39	9	53
Organisational Services	2	178	22	202
Community and Customer Services	65	274	71	410
Infrastructure and Operations	3	322	13	338
Advocacy Major Projects and Economic Development	1	30	3	34
<b>Total</b>	<b>76</b>	<b>843</b>	<b>118</b>	<b>1,037</b>

Note: Full Time Equivalent Employees includes all full time employees at a value of 1 and all other employees, at a value less than 1. The table above demonstrates the headcount by department. Following Ourspace, the table includes contract of service and temporary personnel. It includes casual staff in their non-substantive roles as at the end of the period where relevant.

### Overdue Rates Debtors & Statistics

Comparison February 2023 to February 2022									
Days Overdue	Feb-23	% Overdue	Feb-22	% Overdue	\$ Variance	% Variance	Rates & Charges Statistics	Feb-23	Feb-22
0 - 30	\$6,023,351	2.5%	\$7,561,688	3.3%	-\$1,538,337	-0.8%	Levied (Billed) Rates & Charges since 1 July 2022	\$230,872,405	\$221,458,725
31 - 60	\$1,577	0.0%	\$401	0.0%	\$1,176	0.0%	Rate arrears b/fwd 1 July 2022	\$9,031,746	\$10,693,344
61 - 90	\$1,257	0.0%	\$728	0.0%	\$529	0.0%	<b>Total</b>	<b>\$239,904,151</b>	<b>\$232,152,069</b>
91 - 180	\$2,139,947	0.9%	\$2,036,724	0.9%	\$103,223	0.0%	Balance of overdue rates & charges	\$12,564,027	\$13,609,103
>180	\$4,397,895	1.8%	\$4,009,562	1.7%	\$388,333	0.1%	<b>Percentage Overdue</b>	<b>5.2%</b>	<b>5.9%</b>
<b>Total</b>	<b>\$12,564,027</b>	<b>5.2%</b>	<b>\$13,609,103</b>	<b>5.9%</b>	<b>-\$1,045,076</b>	<b>-0.7%</b>			

## 13. GLOSSARY

### Key Terms

**Written Down Value:**

*This is the value of an asset after accounting for depreciation or amortisation, and it is also called book value or net book value.*

**Work In Progress:**

*This represents an unfinished project that costs are still being added to. When a project is completed, the costs will be either capitalised (allocated to relevant asset class) or written off.*

### Definition of Ratios

**Operating Surplus Ratio\*:**

*This is an indicator of the extent to which revenues raised cover operational expenses only or are available for capital funding purposes*

Net Operating Surplus

Total Operating Revenue

**Asset Sustainability Ratio\*:**

*This ratio indicates whether Council is renewing or replacing existing non-financial assets at the same rate that its overall stock of assets is wearing out*

Capital Expenditure on Replacement of Infrastructure Assets (Renewals)

Depreciation Expenditure on Infrastructure Assets

**Net Financial Liabilities\*:**

*This is an indicator of the extent to which the net financial liabilities of Council can be serviced by operating revenues*

Total Liabilities - Current Assets

Total Operating Revenue

**Level of Dependence on General Rate Revenue:**

*This ratio measures Council's reliance on operating revenue from general rates (excludes utility revenues)*

General Rates - Pensioner Remissions

Total Operating Revenue - Gain on Sale of Developed Land

**Current Ratio:**

*This measures the extent to which Council has liquid assets available to meet short term financial obligations*

Current Assets

Current Liabilities

**Debt Servicing Ratio:**

*This indicates Council's ability to meet current debt instalments with recurrent revenue*

Interest Expense\*\*\* + Loan Redemption^

Total Operating Revenue - Gain on Sale of Developed Land

**Cash Balance - \$M:**

*Cash balance includes cash on hand, cash at bank and other short term investments.*

Cash Held at Period End

**Cash Capacity in Months:**

*This provides an indication as to the number of months cash held at period end would cover operating cash outflows*

Cash Held at Period End

[[Cash Operating Costs + Interest Expense] / Period in Year]

**Longer Term Financial Stability - Debt to Asset Ratio:**

*This is total debt as a percentage of total assets, i.e. to what extent will our long term debt be covered by total assets*

Current and Non-current Debt\*\*

Total Assets

**Operating Performance:**

*This ratio provides an indication of Council's cash flow capabilities*

Net Cash from Operations + Interest Revenue and Expense

Cash Operating Revenue + Interest Revenue

**Interest Coverage Ratio:**

*This ratio demonstrates the extent to which operating revenues are being used to meet the financing charges*

Net Interest Expense on Debt Service\*\*\*

Total Operating Revenue

\* These targets are set to be achieved on average over the longer term and therefore are not necessarily expected to be met on a monthly basis.

\*\* Debt includes lease liabilities.

\*\*\* Interest expense includes interest on leases.

^ Loan redemption includes lease redemption.