



# Monthly Financial Report

February 2024



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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 29 February 2024. The year to date annual revised budget referred to in this report incorporates the changes from the budget review adopted by Council on 13 December 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)	(1,520)	17,598	<b>25,752</b>	8,154	46%	✓
Recurrent Revenue	357,681	252,568	<b>252,812</b>	244	0%	✓
Recurrent Expenditure	359,201	234,970	<b>227,060</b>	(7,910)	-3%	✓
Capital Works Expenditure	135,795	71,371	<b>83,438</b>	12,067	17%	✗
Closing Cash & Cash Equivalents	257,357	283,933	<b>228,674</b>	(55,259)	-19%	✗
Short-Term Investment	10,122	10,122	<b>50,000</b>	39,878	394%	✓

Council reported a year to date operating surplus of \$25.75M which is favourable to budget by \$8.15M. This is mainly due to lower than budgeted materials and services, depreciation and amortisation, employee costs, combined with higher than budgeted fees and interest received, partially offset by lower than budgeted operating grants, subsidies and contributions.

Council's capital works expenditure is ahead of budget by \$12.07M due to the early and pro-active engagement with the market and the active management of contracts. The program is frequently and actively re-prioritised and managed to ensure that projects continue to be delivered on behalf of the community. Council is on track to deliver the largest annual capital expenditure program to date.

Council's cash balance is behind budget mainly due to investment in a short-term deposit to gain risk free interest revenue, higher payments for property, plant and equipment, and lower non-capital grants and contributions received. Constrained cash reserves represent 51% of the cash balance.

## 2. KEY PERFORMANCE INDICATORS

A new Financial Management (Sustainability) Guideline (the Guideline) has been developed by Department of State Development, Infrastructure, Local Government and Planning following consultation with local governments and other stakeholders which supersedes the Financial Management (Sustainability) Guideline 2013. The Guideline applies to all Queensland local governments for calculating the relevant financial sustainability measures detailed in the *Local Government Regulation 2012* and are presented below.

Financial Sustainability Measures	Target	Annual Revised Budget	YTD Actual	Status Achieved ✓ Not achieved ✗
Council-Controlled Revenue*	Contextual - No target specified	91.33%	93.69%	N/A
Population Growth Ratio*	Contextual - No target specified	1.00%	1.00%	N/A
Operating Surplus Ratio	Greater than 0%	-0.42%	10.19%	✓
Operating Cash Ratio	Greater than 0%	21.06%	29.87%	✓
Unrestricted Cash Expense Cover Ratio	Greater than 2 months	11.37	12.57	✓
Asset Sustainability Ratio	Greater than 60%	92.10%	84.44%	✓
Asset Consumption Ratio	Greater than 60%	64.27%	62.30%	✓
Asset Renewal Funding Ratio*	Contextual - No target specified	100.00%	100.00%	N/A
Leverage Ratio	0 - 4 times	0.90	0.61	✓
Net Financial Liabilities Ratio**	Less than 60% (on average over the long-term)	-39.70%	-66.02%	✓

\* The Council-Controlled Revenue, Population Growth, and Asset Renewal Funding Ratio measures are reported for contextual purposes only. Population Growth and Asset Renewal Funding Ratios will not materially change from month to month.

\*\* The Net Financial Liabilities Ratio is negative as current assets are greater than total liabilities.

### 3. STATEMENT OF COMPREHENSIVE INCOME

STATEMENT OF COMPREHENSIVE INCOME					
For the period ending 29 February 2024					
	Annual	Annual	YTD	YTD	YTD
	Original	Revised	Budget	Actual	Variance
	Budget	Budget	\$000	\$000	\$000
	\$000	\$000			
<b>Recurrent revenue</b>					
Rates charges	124,613	124,613	93,438	<b>93,409</b>	(29)
Levies and utility charges	186,457	186,457	132,280	<b>132,369</b>	89
Less: Pensioner remissions and rebates	(3,638)	(3,638)	(2,703)	<b>(2,878)</b>	(175)
Fees	18,526	19,245	13,092	<b>13,970</b>	878
Rental income	1,075	1,075	712	<b>857</b>	145
Interest received	11,796	12,496	8,645	<b>9,264</b>	619
Sales revenue	4,982	4,982	3,258	<b>3,417</b>	159
Other income	847	847	496	<b>742</b>	246
Grants, subsidies and contributions	10,914	11,604	3,350	<b>1,662</b>	(1,688)
<b>Total recurrent revenue</b>	<b>355,572</b>	<b>357,681</b>	<b>252,568</b>	<b>252,812</b>	<b>244</b>
<b>Recurrent expenses</b>					
Employee benefits	108,385	109,238	72,866	<b>71,670</b>	(1,196)
Materials and services	171,662	172,336	110,738	<b>105,744</b>	(4,994)
Finance costs	2,690	2,690	1,422	<b>1,431</b>	9
Depreciation and amortisation	75,188	75,188	50,125	<b>48,599</b>	(1,526)
Other expenditure	546	546	351	<b>379</b>	28
Net internal costs	(796)	(796)	(532)	<b>(763)</b>	(231)
<b>Total recurrent expenses</b>	<b>357,674</b>	<b>359,201</b>	<b>234,970</b>	<b>227,060</b>	<b>(7,910)</b>
<b>OPERATING SURPLUS / (DEFICIT)</b>	<b>(2,103)</b>	<b>(1,520)</b>	<b>17,598</b>	<b>25,752</b>	<b>8,154</b>
<b>Capital revenue</b>					
Grants, subsidies and contributions	41,307	43,680	16,285	<b>15,077</b>	(1,208)
Non-cash contributions	12,230	12,230	8,153	<b>18</b>	(8,135)
<b>Total capital revenue</b>	<b>53,537</b>	<b>55,910</b>	<b>24,438</b>	<b>15,095</b>	<b>(9,343)</b>
<b>Capital expenses</b>					
(Gain) / loss on disposal of non-current assets	289	289	192	<b>2,431</b>	2,239
<b>Total capital expenses</b>	<b>289</b>	<b>289</b>	<b>192</b>	<b>2,431</b>	<b>2,239</b>
<b>TOTAL INCOME</b>	<b>409,109</b>	<b>413,590</b>	<b>277,006</b>	<b>267,907</b>	<b>(9,099)</b>
<b>TOTAL EXPENSES</b>	<b>357,963</b>	<b>359,490</b>	<b>235,162</b>	<b>229,491</b>	<b>(5,671)</b>
<b>NET RESULT</b>	<b>51,145</b>	<b>54,101</b>	<b>41,844</b>	<b>38,416</b>	<b>(3,428)</b>
<b>Other comprehensive income / (loss)</b>					
<b>Items that will not be reclassified to a net result</b>					
Revaluation of property, plant and equipment	-	-	-	<b>(13)</b>	(13)
<b>TOTAL COMPREHENSIVE INCOME</b>	<b>51,145</b>	<b>54,101</b>	<b>41,844</b>	<b>38,403</b>	<b>(3,441)</b>

### 3. STATEMENT OF COMPREHENSIVE INCOME - CONTINUED

#### LEVIES AND UTILITY CHARGES ANALYSIS For the period ending 29 February 2024

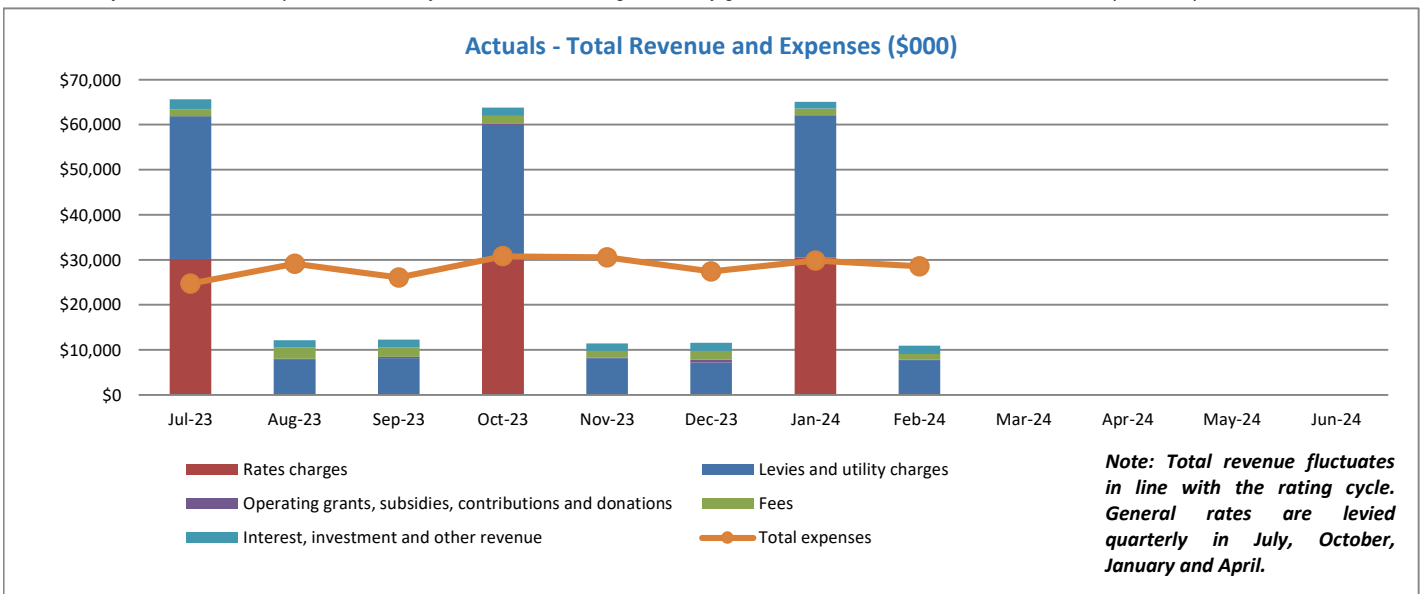
	Annual Original Budget \$000	Annual Revised Budget \$000	YTD Budget \$000	YTD Actual \$000	YTD Variance \$000
<b>Levies and utility charges</b>					
Refuse collection rate charge	36,083	36,083	23,999	<b>24,091</b>	92
SES separate charge	458	458	344	<b>344</b>	-
Environment & Coastal Management Separate Charge	12,609	12,609	9,454	<b>9,468</b>	14
Separate charge landfill remediation	4,348	4,348	3,260	<b>3,265</b>	5
Wastewater charges	56,059	56,059	41,850	<b>42,187</b>	337
Water access charges	23,351	23,351	17,423	<b>17,551</b>	128
Water consumption charges	53,549	53,549	35,950	<b>35,463</b>	(487)
<b>Total levies and utility charges</b>	<b>186,457</b>	<b>186,457</b>	<b>132,280</b>	<b>132,369</b>	<b>89</b>

#### MATERIALS AND SERVICES ANALYSIS For the period ending 29 February 2024

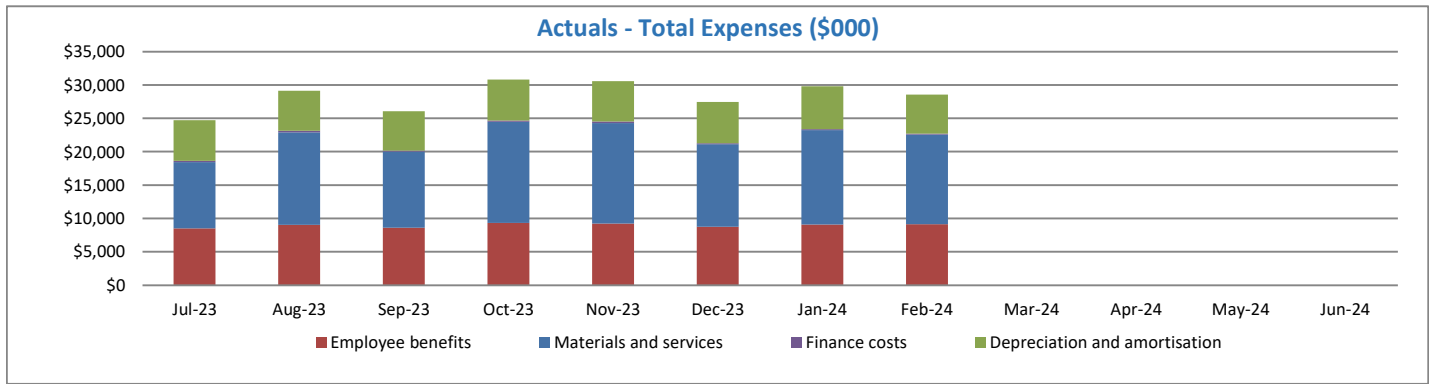
	Annual Original Budget \$000	Annual Revised Budget \$000	YTD Budget \$000	YTD Actual \$000	YTD Variance \$000
<b>Materials and services</b>					
Contractors	45,990	48,928	26,863	<b>25,294</b>	(1,569)
Consultants	4,989	6,183	4,217	<b>2,939</b>	(1,278)
Other Council outsourcing costs*	33,588	29,889	18,409	<b>17,397</b>	(1,012)
Purchase of materials	56,984	57,142	40,975	<b>41,880</b>	905
Office administration costs	8,017	8,277	5,549	<b>4,873</b>	(676)
Electricity charges	6,282	6,276	4,184	<b>3,426</b>	(758)
Plant operations	3,984	3,821	2,569	<b>2,661</b>	92
Information technology resources	6,549	6,711	4,661	<b>4,703</b>	42
General insurance	2,050	2,050	1,367	<b>1,154</b>	(213)
Community assistance**	2,582	2,412	1,508	<b>952</b>	(556)
Other material and service expenses	647	647	436	<b>465</b>	29
<b>Total materials and services</b>	<b>171,662</b>	<b>172,336</b>	<b>110,738</b>	<b>105,744</b>	<b>(4,994)</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.

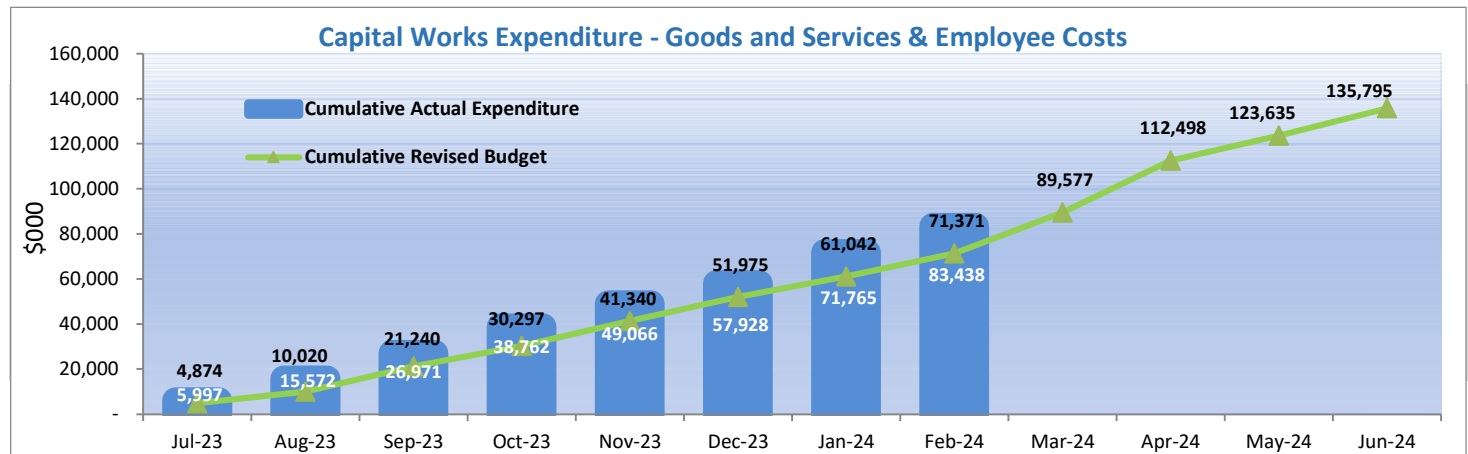
\*\* Community assistance costs represent community related costs including community grants, exhibitions and awards, donations and sponsorships.



### 3. STATEMENT OF COMPREHENSIVE INCOME - CONTINUED



### 4. CAPITAL EXPENDITURE



	Annual Revised Budget \$000	YTD Budget \$000	YTD Actual \$000	YTD Variance \$000
Capitalised goods and services*	127,706	66,351	78,278	11,927
Capitalised employee costs	8,089	5,020	5,160	140
<b>Total</b>	<b>135,795</b>	<b>71,371</b>	<b>83,438</b>	<b>12,067</b>

\* Excludes capital prepayments.

#### Notable Programs and Projects

The table below lists Council's capital expenditure on major programs and projects.

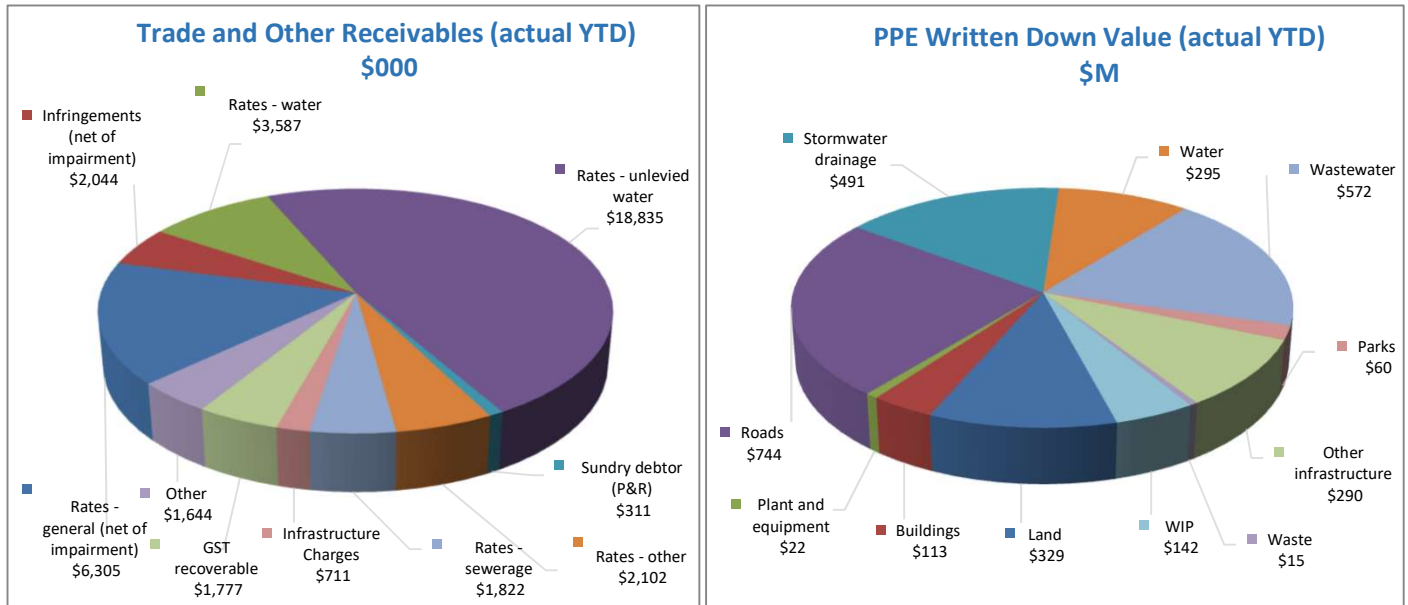
Capital Investment		YTD Actual \$000
Wellington St / Panorama Dr upgrade	Road widening / lane duplication of Wellington St / Panorama Dr.	29,241
Revetment walls renewal	Revetment wall renewal works at Seacrest Crt and Masthead Dr properties.	4,225
Property acquisition	Acquisition of property on Middle Street, Cleveland, for operational purposes.	2,547
Willard's farm restoration program	Make the building safe and preserve the heritage values.	2,508
Fleet replacement	Current fleet replacement program.	2,431

## 5. STATEMENT OF FINANCIAL POSITION

STATEMENT OF FINANCIAL POSITION				
As at 29 February 2024				
	Annual	Annual	YTD	YTD
	Original Budget \$000	Revised Budget \$000	Budget \$000	Actual \$000
<b>CURRENT ASSETS</b>				
Cash and cash equivalents	231,077	257,357	283,933	<b>228,674</b>
Short-term investment - CBA	10,122	10,122	10,122	<b>50,000</b>
Trade and other receivables	48,805	46,683	44,762	<b>39,138</b>
Inventories	918	947	947	<b>1,052</b>
Other current assets	4,397	3,074	3,074	<b>4,356</b>
<b>Total current assets</b>	<b>295,319</b>	<b>318,185</b>	<b>342,838</b>	<b>323,220</b>
<b>NON-CURRENT ASSETS</b>				
Investment property	1,293	1,403	1,403	<b>1,403</b>
Property, plant and equipment	2,893,904	3,112,875	3,069,552	<b>3,073,064</b>
Intangible assets	635	624	761	<b>792</b>
Right-of-use assets	3,103	3,359	3,685	<b>3,727</b>
Other financial assets	73	73	73	<b>73</b>
Investment in other entities	12,657	12,657	12,657	<b>11,357</b>
<b>Total non-current assets</b>	<b>2,911,665</b>	<b>3,130,991</b>	<b>3,088,131</b>	<b>3,090,416</b>
<b>TOTAL ASSETS</b>	<b>3,206,984</b>	<b>3,449,176</b>	<b>3,430,969</b>	<b>3,413,636</b>
<b>CURRENT LIABILITIES</b>				
Trade and other payables	46,847	40,788	44,955	<b>40,268</b>
Borrowings - current	5,209	5,252	5,252	<b>5,252</b>
Lease liability - current	1,044	1,144	1,144	<b>1,144</b>
Provisions - current	17,573	17,797	13,398	<b>14,175</b>
Other current liabilities	11,632	14,172	20,706	<b>13,521</b>
<b>Total current liabilities</b>	<b>82,305</b>	<b>79,152</b>	<b>85,455</b>	<b>74,360</b>
<b>NON-CURRENT LIABILITIES</b>				
Borrowings - non-current	60,917	60,992	40,262	<b>40,304</b>
Lease liability - non-current	2,582	2,764	3,146	<b>3,053</b>
Provisions - non-current	16,743	19,554	22,043	<b>23,613</b>
Other non-current liabilities	5,020	13,706	19,314	<b>14,996</b>
<b>Total non-current liabilities</b>	<b>85,261</b>	<b>97,017</b>	<b>84,765</b>	<b>81,966</b>
<b>TOTAL LIABILITIES</b>	<b>167,567</b>	<b>176,169</b>	<b>170,220</b>	<b>156,326</b>
<b>NET COMMUNITY ASSETS</b>	<b>3,039,417</b>	<b>3,273,007</b>	<b>3,260,749</b>	<b>3,257,310</b>
<b>COMMUNITY EQUITY</b>				
Asset revaluation surplus	1,225,400	1,441,332	1,441,332	<b>1,441,319</b>
Retained surplus	1,701,576	1,721,920	1,692,635	<b>1,700,012</b>
Constrained cash reserves	112,441	109,755	126,782	<b>115,979</b>
<b>TOTAL COMMUNITY EQUITY</b>	<b>3,039,417</b>	<b>3,273,007</b>	<b>3,260,749</b>	<b>3,257,310</b>



## 5. STATEMENT OF FINANCIAL POSITION - CONTINUED



### RIGHT-OF-USE ASSETS As at 29 February 2024

Right-of-use asset	Annual	Annual	YTD	YTD
	Original Budget \$000	Revised Budget \$000	Budget \$000	Actual Balance \$000
Buildings	815	905	1,081	<b>1,083</b>
Land	2,045	2,211	2,347	<b>2,387</b>
Plant and Equipment	243	243	257	<b>257</b>
<b>Closing balance</b>	<b>3,103</b>	<b>3,359</b>	<b>3,685</b>	<b>3,727</b>

### PROPERTY, PLANT AND EQUIPMENT (PPE) MOVEMENT\* For the period ending 29 February 2024

PPE movement	Annual	Annual	YTD	YTD
	Original Budget \$000	Revised Budget \$000	Budget \$000	Actual Balance \$000
Opening balance (includes WIP from previous years)	2,821,486	3,040,382	3,040,382	<b>3,040,382</b>
Acquisitions and WIP in year movement	147,949	148,025	79,524	<b>83,393</b>
Depreciation in year	(73,800)	(73,800)	(49,200)	<b>(47,588)</b>
Disposals	(1,731)	(1,732)	(1,154)	<b>(2,803)</b>
Other adjustments**	-	-	-	<b>(320)</b>
<b>Closing balance</b>	<b>2,893,904</b>	<b>3,112,875</b>	<b>3,069,552</b>	<b>3,073,064</b>

\* This table includes movement relating to property, plant and equipment only and is exclusive of intangible assets. The annual revised budgeted balances for 2023/2024 include the changes from the first budget review adopted by Council on 13 December 2023.

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

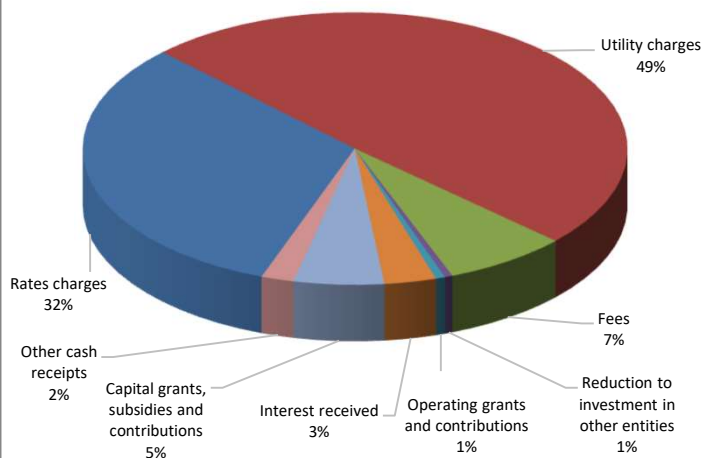


## 6. STATEMENT OF CASH FLOWS

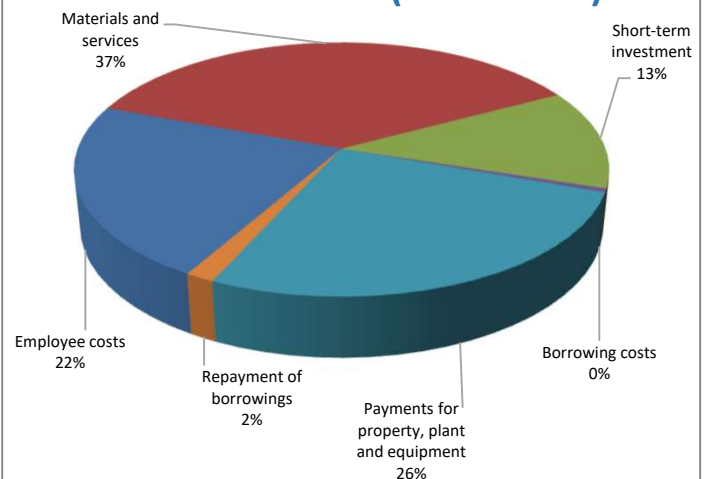
### STATEMENT OF CASH FLOWS For the period ending 29 February 2024

	Annual	Annual	YTD	YTD
	Original Budget \$000	Revised Budget \$000	Budget \$000	Actual \$000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Receipts from customers	330,713	331,431	250,890	<b>250,566</b>
Payments to suppliers and employees	(287,755)	(289,311)	(186,605)	<b>(185,255)</b>
	<b>42,958</b>	<b>42,120</b>	<b>64,285</b>	<b>65,311</b>
Interest received	11,796	12,496	8,645	<b>8,576</b>
Rental income	1,075	1,075	712	<b>857</b>
Non-capital grants and contributions	10,884	16,001	7,822	<b>1,542</b>
Borrowing costs	(1,323)	(1,323)	(1,323)	<b>(1,415)</b>
Right-of-use assets interest expense	(100)	(100)	(66)	<b>(62)</b>
<b>Net cash inflow / (outflow) from operating activities</b>	<b>65,290</b>	<b>70,270</b>	<b>80,075</b>	<b>74,809</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Payments for property, plant and equipment	(135,719)	(135,795)	(71,371)	<b>(82,971)</b>
Payments for intangible assets	-	-	-	<b>(62)</b>
Proceeds from sale of property, plant and equipment	1,443	1,443	962	<b>373</b>
Reduction to investment in other entities	-	-	-	<b>1,300</b>
Capital grants, subsidies and contributions	41,307	41,430	14,035	<b>14,920</b>
Short-term investment - CBA	-	-	-	<b>(39,878)</b>
<b>Net cash inflow / (outflow) from investing activities</b>	<b>(92,970)</b>	<b>(92,923)</b>	<b>(56,374)</b>	<b>(106,318)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>				
Proceeds of borrowings	20,159	20,159	-	-
Repayment of borrowings	(3,960)	(3,960)	(3,960)	<b>(3,916)</b>
Right-of-use lease payment	(1,144)	(1,144)	(763)	<b>(856)</b>
<b>Net cash inflow / (outflow) from financing activities</b>	<b>15,055</b>	<b>15,055</b>	<b>(4,723)</b>	<b>(4,772)</b>
<b>Net increase / (decrease) in cash held</b>	<b>(12,625)</b>	<b>(7,598)</b>	<b>18,978</b>	<b>(36,281)</b>
Cash and cash equivalents at the beginning of the year	243,701	264,955	264,955	<b>264,955</b>
<b>Cash and cash equivalents at the end of the financial year / period</b>	<b>231,077</b>	<b>257,357</b>	<b>283,933</b>	<b>228,674</b>

### Cash Inflow (actual YTD)



### Cash Outflow (actual YTD)



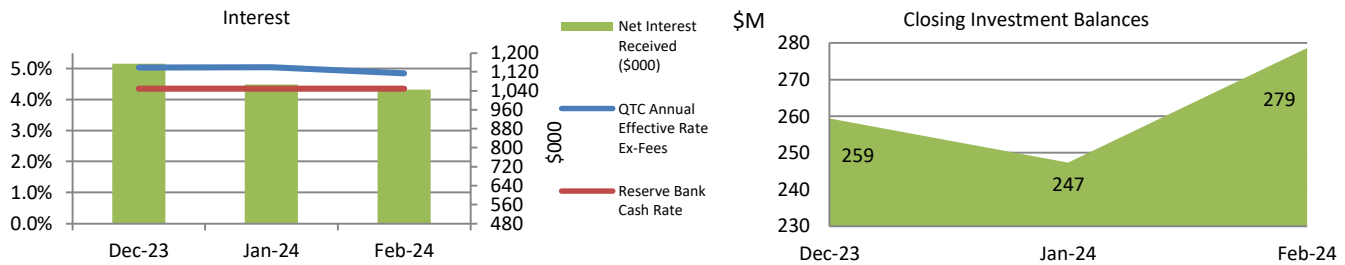
<b>Total Cash Funding (Actual YTD)</b>	<b>278,134</b>
Total Cash Funding (Annual Revised Budget)	424,035
<b>% of Budget Achieved YTD</b>	<b>66%</b>

<b>Total Cash Expenditure (Actual YTD)</b>	<b>314,415</b>
Total Cash Expenditure (Annual Revised Budget)	431,633
<b>% of Budget Achieved YTD</b>	<b>73%</b>

## 7. INVESTMENT & BORROWINGS REPORT

For the period ending 29 February 2024

### INVESTMENT RETURNS



**Total Investment at End of Month was \$278.67M**

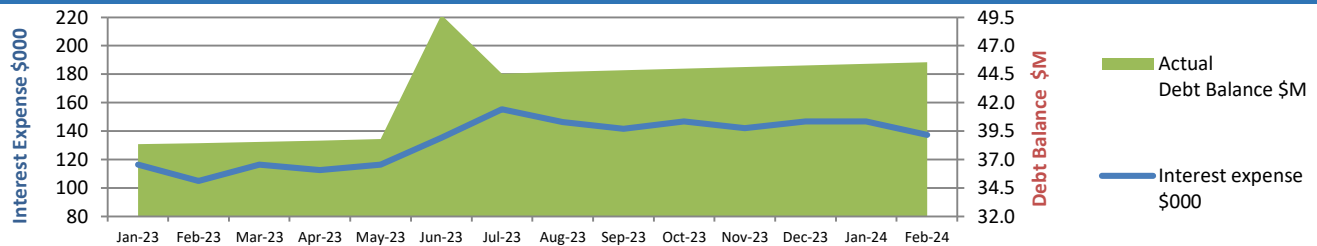
Council investments are currently held predominantly in the Capital Guaranteed Cash Fund, which is a fund operated by the Queensland Treasury Corporation (QTC). In October 2023 \$50M was invested in a term deposit of Commonwealth Bank of Australia (CBA) for a term of 365 days at a rate of 5.25% to maximise risk free interest earnings.

The movement in interest earned is indicative of both the interest rate and the surplus cash balances held with QTC, 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 5.04% to 4.85%.

Note: the Reserve Bank cash rate of 4.35% remains unchanged since November 2023.

Council adopted its Investment Policy (FIN-001-P) in May 2023 for the 2023/2024 financial year

### BORROWINGS AND BORROWING COSTS (QTC)



The debt balance increased in June 2023 due to new borrowings of \$10.81M as part of Council's Capital Works Plan.

In July 2023 the debt balance showed a decrease due to the \$5.33M Annual Debt Service Payment (ADSP), being \$3.92M principal and \$1.41M interest. Interest will accrue monthly on a daily balance until next ADSP in July 2024 which is reflected in the increasing debt balance.

**Total Borrowings at End of Month were \$45.56M**

Council adopted its Debt Policy (FIN-009-P) in June 2023 for the 2023/2024 financial year

### BORROWINGS

For the period ending 29 February 2024

	Annual Original Budget \$000	Annual Revised Budget \$000	YTD Budget \$000	YTD Actual Balance \$000
<b>Borrowings</b>				
Opening balance	(49,607)	(49,724)	(49,724)	(49,724)
Accrued interest on borrowings	(1,643)	(1,644)	(1,073)	(1,163)
Interest paid on borrowings	1,323	1,323	1,323	1,415
Principal repaid	3,960	3,960	3,960	3,916
Loan drawdown	(20,159)	(20,159)	-	-
<b>Closing balance</b>	<b>(66,126)</b>	<b>(66,244)</b>	<b>(45,514)</b>	<b>(45,556)</b>

## 8. CONSTRAINED CASH RESERVES

Reserves as at 29 February 2024	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	23	95	(5)	113
Weinam Creek Reserve	Maintenance and improvements associated with Weinam Creek projects	1,242	294	(2)	1,534
Waste Levy Reserve	To fund Waste Levy Program	414	3,815	(3,911)	318
Raby Bay Revetment Wall Reserve	To fund Raby Bay revetment wall works program	5,355	2,122	(4,039)	3,438
		<b>7,034</b>	<b>6,326</b>	<b>(7,957)</b>	<b>5,403</b>
<b>Constrained Works Reserve:</b>					
Public Parks Trunk Infrastructure Reserve	Capital projects for public parks trunk infrastructure	5,633	2,414	(2,542)	5,505
Marine Trunk Infrastructure Reserve	Provision of marine facilities south of Redland Bay	183	-	-	183
Land for Community Facilities Trunk Infrastructure Reserve	Land for community facilities trunk infrastructure	5,389	86	-	5,475
Water Supply Trunk Infrastructure Reserve	Upgrade, expansion or new projects for water supply trunk infrastructure	15,532	543	-	16,075
Sewerage Trunk Infrastructure Reserve	Upgrade, expansion or new projects for sewerage trunk infrastructure	14,903	1,539	(253)	16,189
Local Roads Trunk Infrastructure Reserve	Capital projects for local roads trunk infrastructure	39,530	4,692	(10,859)	33,363
Cycleways Trunk Infrastructure Reserve	Capital projects for cycleways trunk infrastructure	13,709	1,293	(64)	14,938
Stormwater Trunk Infrastructure Reserve	Capital projects for stormwater trunk infrastructure	10,996	354	-	11,350
Tree Planting Reserve	Acquisition and planting of trees on footpaths	342	60	(4)	398
Koala Tree off-set Planting Reserve	Acquisition and planting of trees for koala habitat	19	-	(19)	-
Special Property Reserve	Acquisition of property in line with the strategic property framework	2,919	689	-	3,608
		<b>109,155</b>	<b>11,670</b>	<b>(13,741)</b>	<b>107,084</b>
<b>Separate Charge Reserve:</b>					
Environment & Coastal Management Separate Charge Reserve	Ongoing conservation and maintenance operations	-	9,468	(6,970)	2,498
SES Separate Charge Reserve	On-going costs of maintaining the Redland SES	123	344	(394)	73
		<b>123</b>	<b>9,812</b>	<b>(7,364)</b>	<b>2,571</b>
<b>Special Charge Reserve - Canals:</b>					
Aquatic Paradise Canal Reserve	Maintenance and repairs of Aquatic Paradise canals	774	19	-	793
Sovereign Waters Lake Reserve	Maintenance and repairs of Sovereign Lake	439	11	-	450
1718 Raby Bay Canal Reserve	Service, facility or activity of works in respect of the canals of the Raby Bay canal estate	224	5	-	229
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>886</b>	<b>35</b>	<b>-</b>	<b>921</b>
<b>TOTALS</b>		<b>117,198</b>	<b>27,843</b>	<b>(29,062)</b>	<b>115,979</b>
Closing cash and cash equivalents					<b>228,674</b>
Reserves as percentage of cash balance					<b>51%</b>

## 9. CITY WATER STATEMENTS

### CITY WATER SUMMARY OPERATING STATEMENT

For the period ending 29 February 2024

	Annual	Annual	YTD	YTD	YTD
	Original	Revised	Budget	Actual	Variance
	Budget	Budget	Budget	Actual	Variance
	\$000	\$000	\$000	\$000	\$000
Total revenue	146,602	146,932	104,712	<b>104,427</b>	(285)
Total expenses	80,781	80,731	56,653	<b>55,780</b>	(873)
Earnings before interest, tax and depreciation (EBITD)	65,821	66,200	48,059	<b>48,647</b>	588
External interest expense	224	224	144	<b>143</b>	(1)
Internal interest expense	15,633	15,633	10,422	<b>10,422</b>	-
Depreciation	27,753	27,753	18,502	<b>19,366</b>	864
<b>Operating surplus / (deficit)</b>	<b>22,210</b>	<b>22,590</b>	<b>18,991</b>	<b>18,716</b>	<b>(275)</b>

### CITY WATER CAPITAL FUNDING STATEMENT

For the period ending 29 February 2024

	Annual	Annual	YTD	YTD	YTD
	Original	Revised	Budget	Actual	Variance
	Budget	Budget	Budget	Actual	Variance
	\$000	\$000	\$000	\$000	\$000
Capital contributions, donations, grants and subsidies	9,069	3,696	2,131	<b>2,083</b>	(48)
Net transfer (to) / from constrained capital reserves	1,930	2,045	115	<b>(1,829)</b>	(1,944)
Non-cash contributions	1,651	1,651	1,101	-	(1,101)
New loans	4,061	4,061	-	-	-
Funding from utility revenue	1,158	6,457	8,110	<b>7,334</b>	(776)
<b>Total sources of capital funding</b>	<b>17,869</b>	<b>17,911</b>	<b>11,457</b>	<b>7,588</b>	<b>(3,869)</b>
Contributed assets	1,651	1,651	1,101	-	(1,101)
Capitalised expenditure	15,406	15,448	9,634	<b>6,798</b>	(2,836)
Loan redemption	812	812	722	<b>790</b>	68
<b>Total application of capital funds</b>	<b>17,869</b>	<b>17,911</b>	<b>11,457</b>	<b>7,588</b>	<b>(3,869)</b>

## 10. CITY WASTE STATEMENTS

### CITY WASTE OPERATING STATEMENT

For the period ending 29 February 2024

	Annual	Annual	YTD	YTD	YTD
	Original	Revised	Budget	Actual	Variance
	Budget	Budget	Budget	Actual	Variance
	\$000	\$000	\$000	\$000	\$000
Total revenue	39,399	39,399	26,130	<b>26,616</b>	486
Total expenses	30,636	30,763	20,371	<b>19,643</b>	(728)
Earnings before interest, tax and depreciation (EBITD)	8,764	8,636	5,759	<b>6,973</b>	1,214
External interest expense	6	6	4	<b>4</b>	-
Depreciation	596	596	397	<b>308</b>	(89)
<b>Operating surplus / (deficit)</b>	<b>8,162</b>	<b>8,035</b>	<b>5,358</b>	<b>6,661</b>	<b>1,303</b>

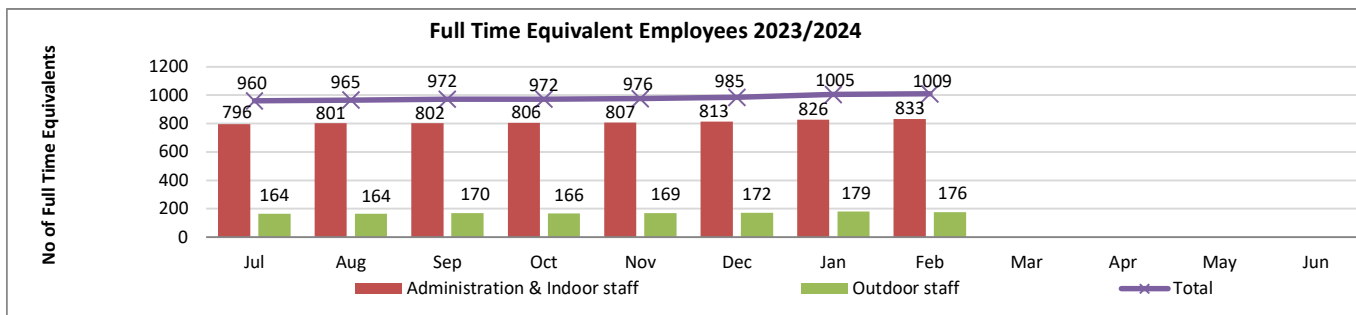
### CITY WASTE CAPITAL FUNDING STATEMENT

For the period ending 29 February 2024

	Annual	Annual	YTD	YTD	YTD
	Original	Revised	Budget	Actual	Variance
	Budget	Budget	Budget	Actual	Variance
	\$000	\$000	\$000	\$000	\$000
Capital contributions, donations, grants and subsidies	4,820	4,820	-	-	-
Funding from utility revenue	3,046	2,889	252	<b>251</b>	(1)
<b>Total sources of capital funding</b>	<b>7,866</b>	<b>7,709</b>	<b>252</b>	<b>251</b>	<b>(1)</b>
Capitalised expenditure	7,826	7,669	225	<b>224</b>	(1)
Loan redemption	40	40	27	<b>27</b>	-
<b>Total application of capital funds</b>	<b>7,866</b>	<b>7,709</b>	<b>252</b>	<b>251</b>	<b>(1)</b>

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

### Workforce Reporting



February 2024: Headcount	Employee Type			
Department Level	Casual	Full Time	Part Time	Total
Office of CEO and People and Culture	11	43	7	61
Organisational Services	2	198	20	220
Community and Customer Services	66	293	67	426
Infrastructure and Operations	2	347	17	366
Advocacy Major Projects and Economic Development	-	37	5	42
<b>Total</b>	<b>81</b>	<b>918</b>	<b>116</b>	<b>1,115</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 2024 to February 2023									
Days Overdue	Feb-24	% Overdue	Feb-23	% Overdue	\$ Variance	% Variance	Rates & Charges Statistics	Feb-24	Feb-23
0 - 30	\$7,198,209	2.8%	\$6,023,351	2.5%	\$1,174,858	0.3%	Levied (Billed) Rates & Charges since 1 July 2023	\$249,448,153	\$230,872,405
31 - 60	\$773	0.0%	\$1,577	0.0%	-\$804	0.0%	Rate arrears b/fwd 1 July 2023	\$9,226,293	\$9,031,746
61 - 90	\$1,502	0.0%	\$1,257	0.0%	\$245	0.0%	<b>Total</b>	<b>\$258,674,446</b>	<b>\$239,904,151</b>
91 - 180	\$2,309,947	0.9%	\$2,139,947	0.9%	\$170,000	0.0%	Balance of overdue rates & charges	\$13,933,926	\$12,564,027
>180	\$4,423,495	1.7%	\$4,397,895	1.8%	\$25,600	-0.1%	<b>Percentage Overdue</b>	<b>5.4%</b>	<b>5.2%</b>
<b>Total</b>	<b>\$13,933,926</b>	<b>5.4%</b>	<b>\$12,564,027</b>	<b>5.2%</b>	<b>\$1,369,899</b>	<b>0.2%</b>			

## 12. 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 (WIP):

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.

#### Current Replacement Cost:

The amount of money required to replace an existing asset with an equally valued or similar asset at the current market price.

#### Written Down Replacement Cost:

An asset's current replacement cost less accumulated depreciation.

#### Book Value of Debt:

The book value of Council's debt (QTC or other loans) as at the reporting date (i.e. 30 June).

#### Infrastructure Assets:

Those significant, long-life assets that provide ratepayers with access to social and economic facilities. Examples include water and sewerage treatment plants, roads, bridges, drainage, buildings, and other community assets (does not include right of use assets).

### Definition of Ratios

#### Council Controlled Revenue Ratio:

This is an indicator of a Council's financial flexibility, ability to influence its operating income, and capacity to respond to unexpected financial shocks

Net Rates, Levies and Charges add Fees and Charges

Total Operating Revenue

#### Population Growth:

This is a key driver of a Council's operating income, service needs, and infrastructure requirements into the future

Prior year estimated population

Previous year estimated population

- 1

#### 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

Operating Result

Total Operating Revenue

#### Operating Cash Ratio:

This measures the ability to cover core operational expenses and generate a cash surplus excluding depreciation, amortisation, and finance costs

Operating Result add Depreciation and Amortisation add Finance Costs\*

Total Operating Revenue

#### Unrestricted Cash Expense Cover Ratio:

This is an indicator of the unconstrained liquidity available to meet ongoing and emergent financial demands. It represents the number of months Council can continue operating based on current monthly expenses

Total Cash and Cash Equivalents add Current Investments add Available Ongoing QTC Working Capital Facility Limit less Externally Restricted Cash)

(Total Operating Expenditure less Depreciation and Amortisation less Finance Costs\*) x 12

#### 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

#### Asset Consumption Ratio:

This measure the extent to which Council's infrastructure assets have been consumed to what it would cost to build a new asset with the same benefit to the community

Written Down Replacement Cost of Depreciable Infrastructure Assets

Current Replacement Cost of Depreciable Infrastructure Assets

#### Asset Renewal Funding Ratio:

This ratio measures the ability of a Council to fund its projected asset renewal/replacements in the future

Total of **Planned** Capital Expenditure on Asset Renewals over 10 years

Total of **Required** Capital Expenditure on Asset Renewals over 10 years

#### Leverage Ratio:

This is an indicator of a Council's ability to repay its existing debt. It measures the relative size of the council's debt to its operating performance

Book Value of Debt\*\*

Total Operating Revenue less Total Operating Expenditure add Depreciation and Amortisation

#### 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

\* Finance costs only includes interest charged on council's existing QTC debt balances and any other council loans

\*\* Book Value of Debt only includes the book value of the council's debt (QTC or other loans) as at the reporting date