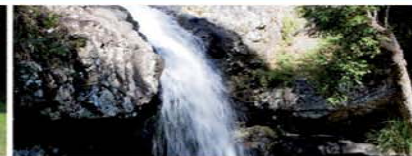


# FINANCIAL PERFORMANCE REPORT



**JULY 2011**

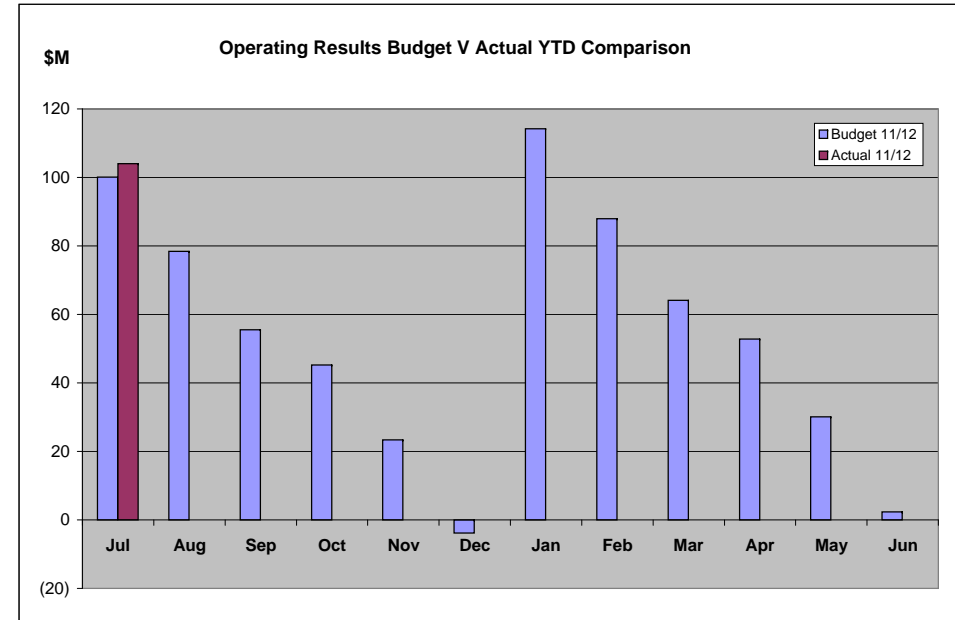


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SUMMARY OPERATING STATEMENT					
For the Period Ending 31 July 2011					
YTD Position to July 2011					
Annual Original Budget \$000s	Annual Current Budget \$000s	YTD Current Budget \$000s	YTD Actuals \$000s	Variance \$000s	Variance %

Operating Revenue	418,968	418,968	134,615	135,081	466	0.3%
Operating Expenses	335,519	335,519	27,710	24,202	(3,508)	(12.7%)
<b>Earning before Interest, Tax and Depreciation (EBITD)</b>	<b>83,449</b>	<b>83,449</b>	<b>106,905</b>	<b>110,879</b>	<b>3,974</b>	<b>3.7%</b>
Interest Expense	12,495	12,495	1,109	1,109	0	(0.0%)
Depreciation	68,620	68,620	5,718	5,718	(0)	0.0%
<b>Operating Surplus/(Deficit)</b>	<b>2,334</b>	<b>2,334</b>	<b>100,078</b>	<b>104,052</b>	<b>3,974</b>	<b>4.0%</b>
Transfer from Reserves	18	18	18	18	0	0.0%
Transfer to Reserves	(352)	(352)	(352)	(352)	0	0.0%
<b>Balance</b>	<b>2,000</b>	<b>2,000</b>	<b>99,744</b>	<b>103,718</b>	<b>3,974</b>	<b>4.0%</b>



**Operating Net Result**

As expected, Council's financial results at 31 July 2011 show the organisation tracking closely to budget with a \$4.0m better than forecasted operating position against the year to date budget. This result is in line with our estimated year end surplus of \$2.3 million.

The 31 July 2011 operating surplus variation of \$4.0 million is made up of higher than budgeted operating revenues of \$0.5 million and lower than anticipated expenses of \$3.5 million.

It should be noted that is difficult to compare year to date budgets and actual operating and capital results with any degree of certainty until:

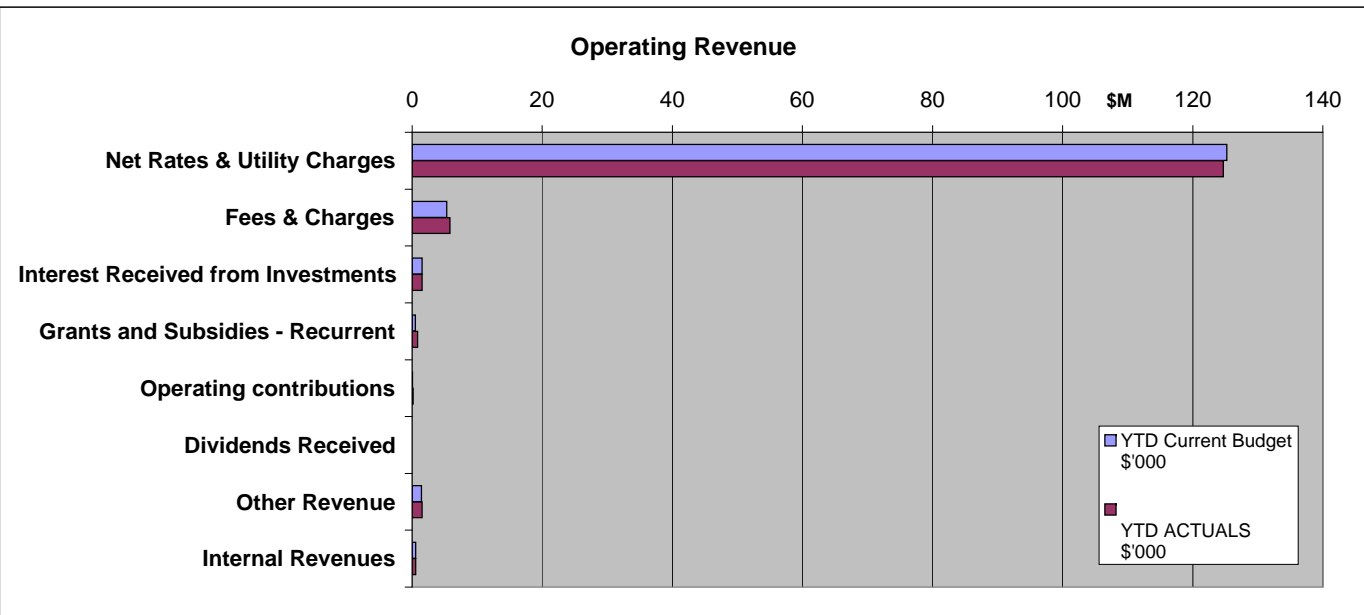
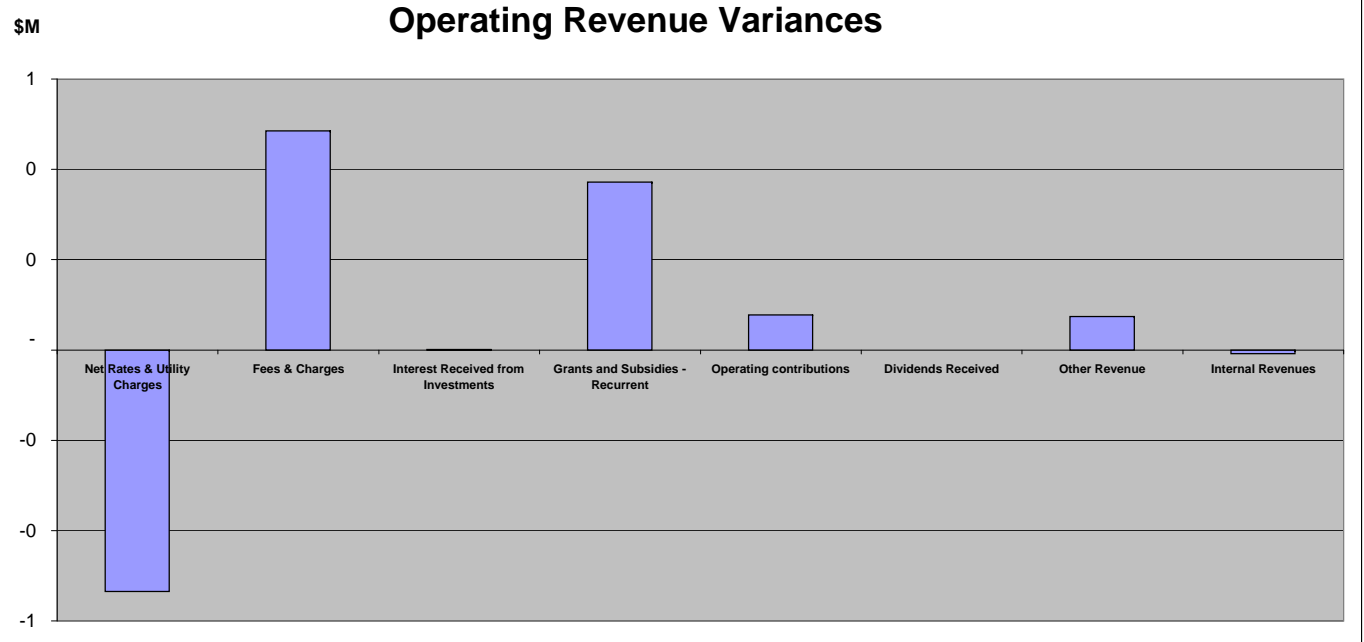
- 1) 2010/2011 carry-over works are loaded into the 2011/2012 Budget as part of Budget Review 1;
- 2) the impact of accruals from June 2011 are matched to physical payments (\$15.9 million was accrued into June 2011); and
- 3) 2011/2012 budget profiling is finalised.

There are no operating issues at 31 July 2011.

**Operating Revenue**

Following the July 2011 rates run, cleansing charges are under budget by \$773, 000 with the major variation being in commercial services. This variance should move towards a neutral position by the January 2012 rates run.

There are no other operating revenue issues at 31 July 2011.

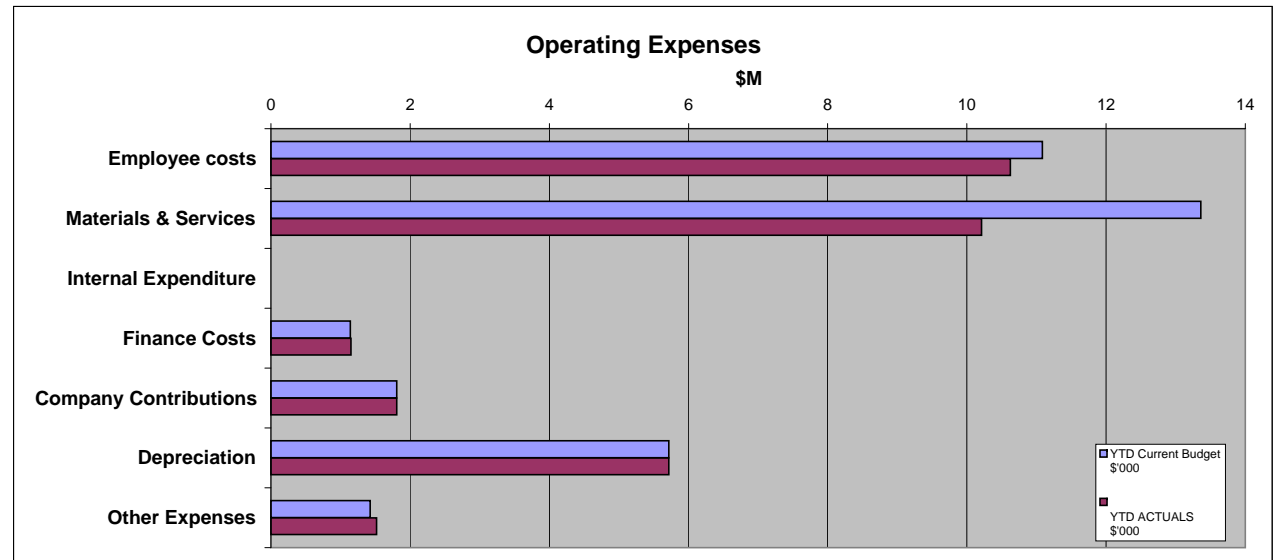
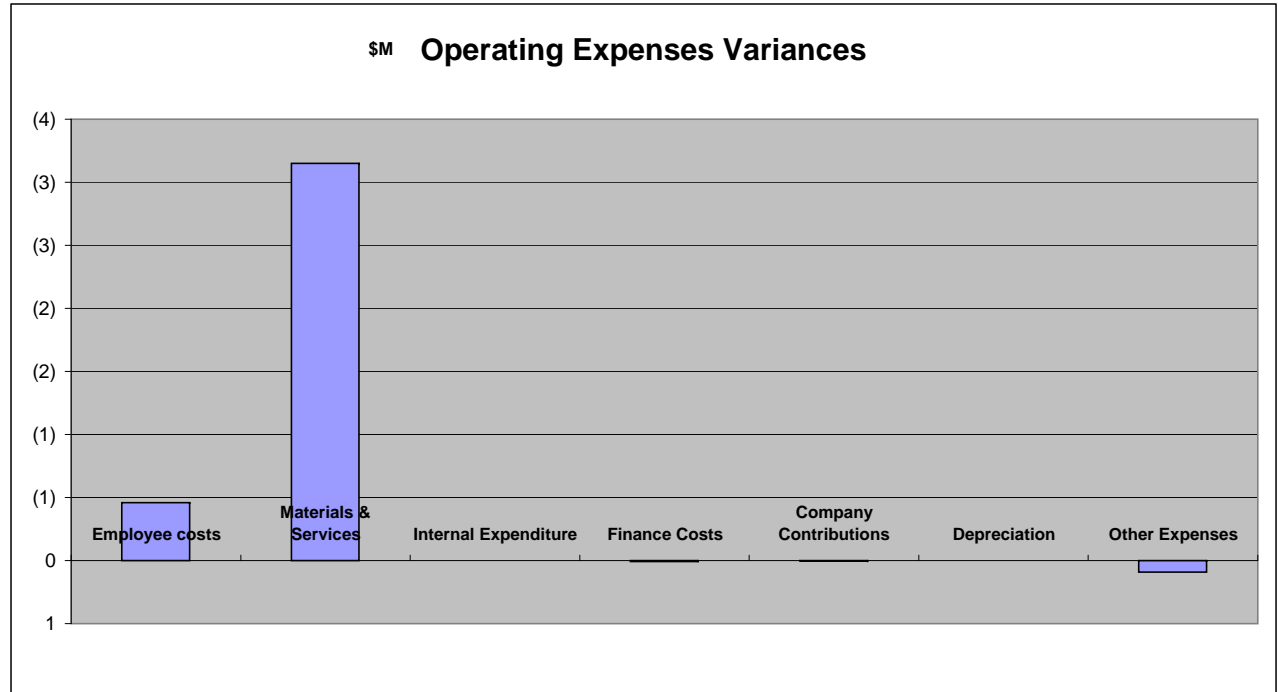


**Operating Expenses**

As previously indicated, it is difficult to compare year to date budgets and actual materials and services results with any degree of certainty until:

- 1) 2010/2011 carry-over works are loaded into the 2011/2012 Budget as part of Budget Review 1;
- 2) the impact of accruals from June 2011 are matched to physical payments (\$8.9 million was accrued into June 2011); and
- 3) 2011/2012 budget profiling is finalised.

There are no other operating expenditure issues at 31 July 2011.



**SUMMARY CAPITAL STATEMENT**  
For the Period Ending 31 July 2011

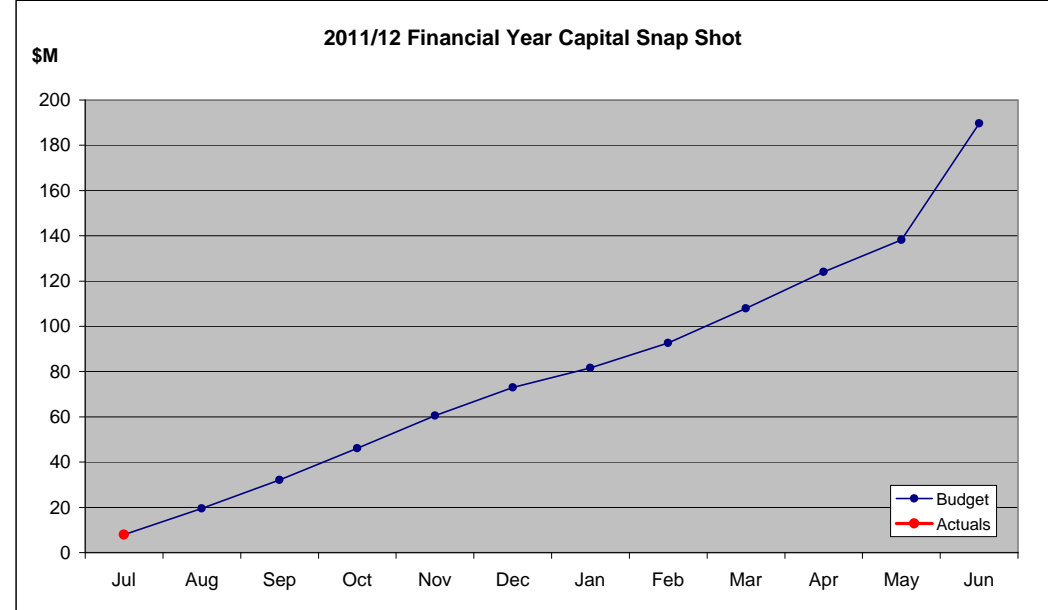
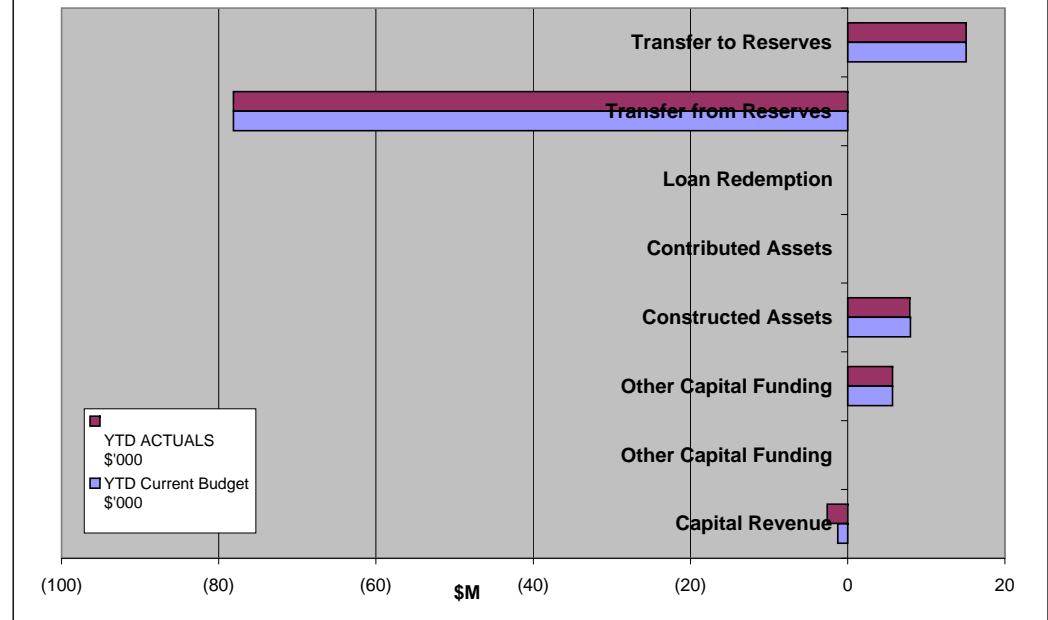
**YTD Position to July 2011**

	Annual Original Budget \$000s	Annual Current Budget \$000s	YTD Current Budget \$000s	YTD Actuals \$000s	Variance \$000s	Variance %
Operating Contribution / Shortfall	2,000	2,000	99,744	103,718	3,974	3.98%
Capital Revenue	45,646	45,646	1,257	2,589	1,332	106.01%
Constructed Assets	189,732	189,732	7,991	7,915	76	(0.95%)
Contributed Assets	20,000	20,000	0	0	(0)	0.00%
Loan Redemptions	11,473	11,473	0	0	(0)	0.00%
Net Capital Result	173,559	173,559	(93,010)	(98,392)	(5,382)	5.79%
Transfer from Reserves	78,130	78,130	78,130	78,130	(0)	0.00%
Transfer to Reserves	(15,079)	(15,079)	(15,079)	(15,079)	(0)	0.00%
Balance	110,508	110,508	(156,061)	(161,443)	(5,382)	0.00%

**Capital Net Result**

Council's capital result at 31 July, also shows the organisation with a \$1.4 million better than anticipated result, with revenues above budget by \$1.3 million. In relation to capital expenditure, at the end of July 2011, \$7.9 million of council's \$189.7 million 2011-2012 capital works program was financially complete.

**Capital Budget Variances**



## Capital Works by Program - July 2011

### Capital Expenditure

It is difficult to compare year to date budgets and actual capital results with any degree of certainty until:

- 1) 2010/2011 carry-over works are loaded into the 2011/2012 Budget as part of Budget Review 1;
- 2) the impact of accruals from June 2011 are matched to physical payments (\$6.9 million was accrued into June 2011); and
- 3) 2011/2012 budget profiling is finalised.

There are no other capital expenditure issues at 31 July 2011.

Program	Original Budget \$000s	Current Budget \$000s	Year to Date Actual \$000s	% of Annual Budget Spent
Transportation	63,797	63,797	3759	5.89%
Strategic Land & Comm Properties	43,942	43,942	67	0.15%
Buildings and Facilities	15,329	15,329	337	2.20%
Parks and Gardens	14,346	14,346	521	3.63%
Coast and Canals	5,720	5,720	359	6.28%
Stormwater	5,697	5,697	697	12.23%
Information Technology	5,455	5,455	487	8.92%
Fleet	3,900	3,900	6	0.14%
Environmental Assets	1,274	1,274	260	20.41%
Aerodromes	450	450	0	0.00%
Waste	13,272	13,272	1145	8.63%
Sunshine Coast Airport	7,211	7,211	59	0.81%
Quarries	3,565	3,565	0	0.00%
SC Holiday Parks	2,605	2,605	18	0.71%
<b>TOTAL</b>	<b>186,563</b>	<b>186,563</b>	<b>7,715</b>	<b>4.14%</b>



<b>Monthly Budget Amendments - Operating</b>	
<b>Month:</b>	<b>JULY 2011</b>

Reference	Branch	Unit	Operation/Job number & Name	Description	Income & Expense Stmt Line	Amount Dr/(Cr)
						\$000
030101	36 - Community Development	1478 - Health and Wellbeing	37549 - Jobs Plan Officer	Grant funded employee	Employee costs	52
030101	36 - Community Development	1478 - Health and Wellbeing	37549 - Jobs Plan Officer	Grant funded employee	Materials & services	(52)
030102	36 - Community Development	1474 - Respite	37091 - Home Maintenance Respite	New employee positions funded by funding	Employee costs	4
030102	36 - Community Development	1474 - Respite	37088 - Centre Based Daycare - Respite	New employee positions funded by funding	Employee costs	118
030102	36 - Community Development	1474 - Respite	37134 - Respite Administration	New employee positions funded by funding	Materials & services	(122)
030103	35 - Community Facilities	359 Community Leasing & Assets	40226 - Community Facilities	Tfr revenue budget to correct nat acc	Fees and charges	55
030103	35 - Community Facilities	359 Community Leasing & Assets	40226 - Community Facilities	Tfr revenue budget to correct nat acc	Other revenue	(55)
<b>Total Increase / Decrease to Operating Program for Period</b>						<b>0</b>



<b>Monthly Budget Amendments - Capital &gt; \$50,000</b>	
Month:	<b>JULY 2011</b>

Reference	PROGRAM	SUB-PROGRAM	JOB NUMBER	JOB NUMBER DESCRIPTION	Amount Dr/(Cr)
					\$'000
<b>DIVISIONAL ALLOCATIONS (Budget under Sealed Road Network with Projects belonging in other Sub-Programs)</b>					
	Divisional Allocations	Local Parks	A0833	11/12 Local Parks Allocation - Div 1	(53)
	Divisional Allocations	Minor Emergent Works	A9825	Meridan College-contributionCommunity Facilities-resolution OM11/166	53
	Divisional Allocations	Local Parks	A0865	11/12 Local Parks Allocation - Div 9	(100)
	Divisional Allocations	Minor Emergent Works	A0796	11/12 Councillor Emerg Capital - Div 9	(65)
	Parks and Gardens	Recreational Park and Landscape Amenity	A6478	Coolum Village David Low Way Urban Design MP	100
	Parks and Gardens	Recreational Park and Landscape Amenity	A6478	Coolum Village David Low Way Urban Design MP	65
<b>Sub-Total</b>					<b>0</b>
<b>Total Increase / Decrease to Capital Program for Period</b>					<b>0</b>