

ATTACHMENT 3

Business activity full cost pricing performance 2019/2020

| 2019-2020 Audited Actual | Waste and Resources Management | Sunshine Coast Holiday Parks | Quarries Business Unit |
|--|--------------------------------|------------------------------|------------------------|
| | \$'000 | \$'000 | \$'000 |
| Operating Revenue | \$74,433 | \$15,142 | \$6,990 |
| Community Service Obligations | \$1,152 | \$0 | \$0 |
| Total Operating Revenue | \$75,585 | \$15,142 | \$6,990 |
| Operating Expenditure excluding interest | \$54,529 | \$7,626 | \$7,377 |
| Depreciation | \$4,127 | \$921 | \$268 |
| Competitive Neutrality Costs excluding income tax equivalent | \$442 | \$548 | \$32 |
| Total Operating Expenditure | \$59,098 | \$9,095 | \$7,677 |
| Earnings before interest and tax | \$16,487 | \$6,047 | -\$686 |
| Return (pre-tax nominal) % | 19.5% | 12.3% | -10.5% |
| Target return | \$7,503 | \$5,513 | \$503 |
| Weighted average cost of capital % | 8.3% | 11.3% | 10.1% |
| Surplus (Shortfall) EBIT to target return | \$8,985 | \$534 | -\$1,190 |
| Value of Council's Investment in the Business Activity | \$71,619 | \$50,906 | \$5,771 |

Note: Weighted average cost of capital and Target return are calculated on a pre-tax nominal basis.

Value of Council's Investment in the Business Activity excludes strategic land holdings.