

Sunshine Coast
Council

FINANCIAL PERFORMANCE REPORT
September 2013



FINANCIAL PERFORMANCE REPORT

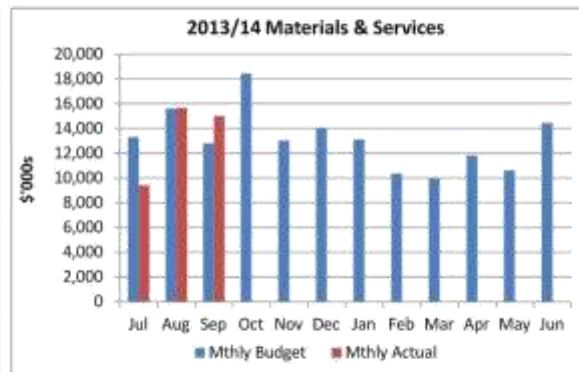
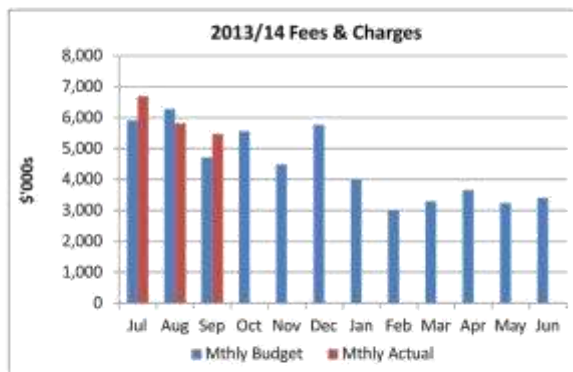
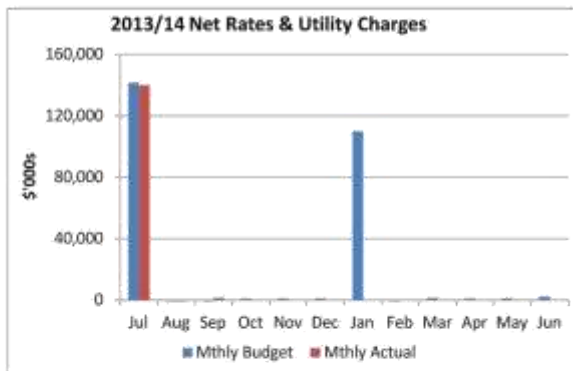
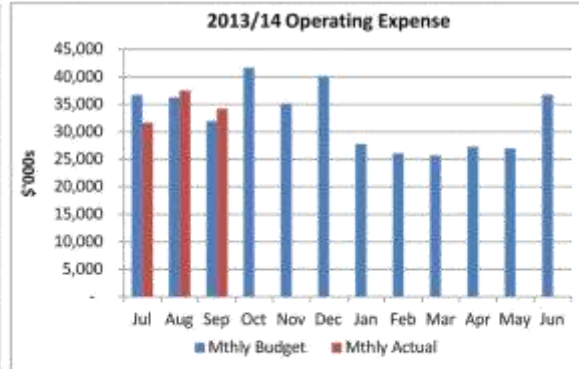
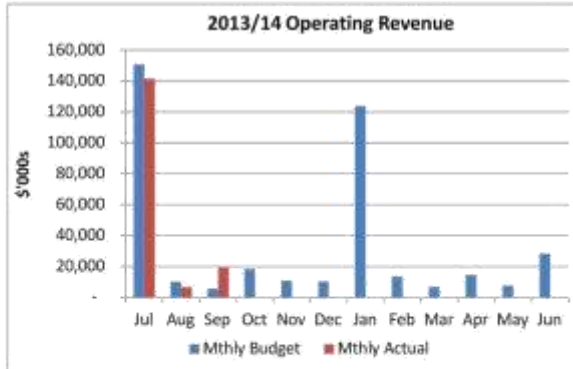
September 2013

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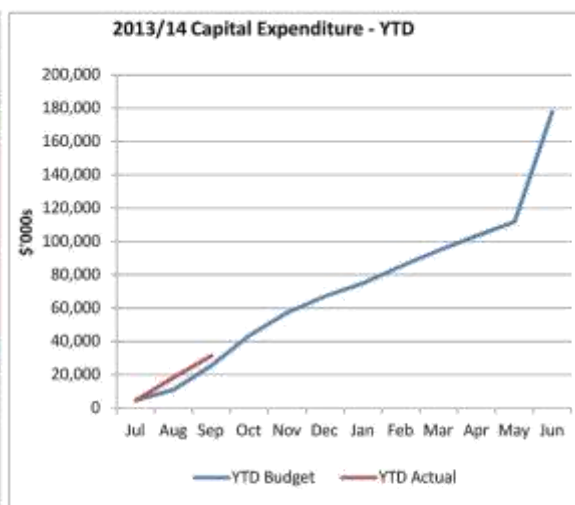
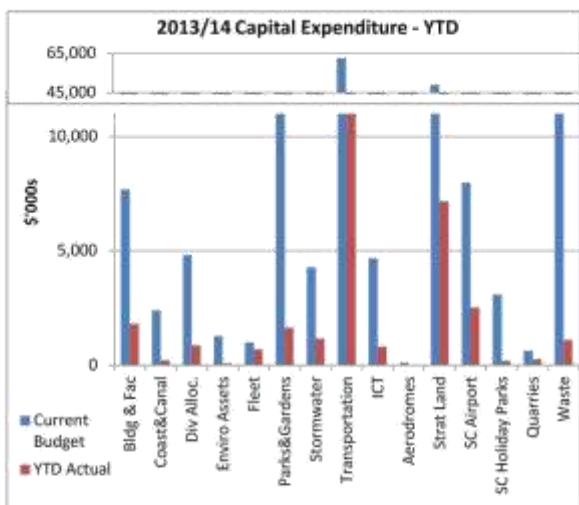
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FINANCIAL PERFORMANCE REPORT September 2013
HEADLINE - OPERATING

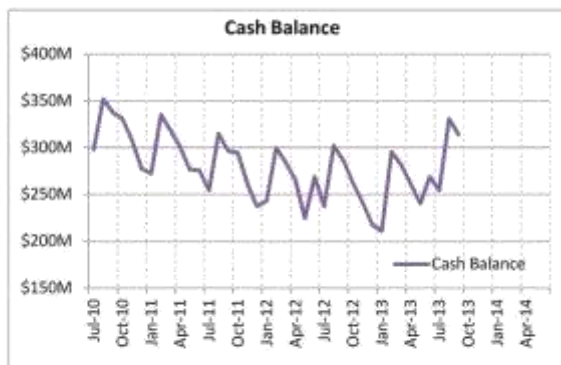
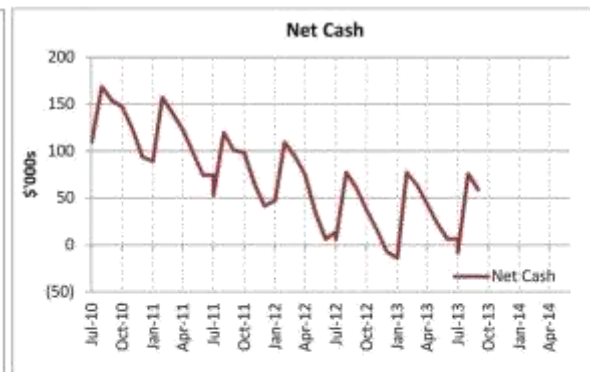
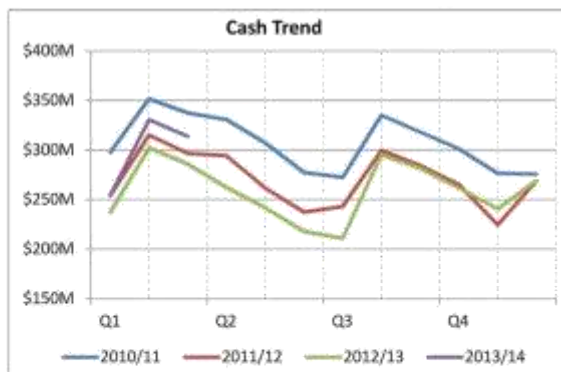
	Annual		YTD			
	Original Budget \$000s	Current Budget \$000s	Current Budget \$000s	Actuals \$000s	Variance \$000s	Variance %
Operating Revenue	400,295	400,295	166,414	167,287	873	0.5%
Operating Expenses	387,582	392,314	104,860	103,300	(1,560)	(1.5%)
Operating Result	12,713	7,981	61,553	63,987	2,433	4.0%
NET Result	54,287	54,169	73,970	73,684	(286)	(0.4%)



FINANCIAL PERFORMANCE REPORT							September 2013
HEADLINE - CAPITAL							
	Annual		YTD				
	Original Budget \$000s	Current Budget \$000s	Current Budget \$000s	Actuals \$000s	Variance \$000s	Variance %	
Capital Revenues (included in NET Result)	37,101	41,715	12,417	9,697	(2,719)		
Other Capital Revenues	86,410	86,389	20,148	20,760	612		
Total Capital Revenues	123,511	128,104	32,565	30,457	(2,108)		
Capital Works Expenditure	109,270	177,658	25,486	31,410	5,924	23.2%	
Other capital Expenditure	41,150	41,150	15,185	10,065	(5,120)		
Total Capital Expenditure	150,420	218,808	40,671	41,475	804		
Funds from General Revenue	26,909	90,704	8,106	11,017	2,912		



FINANCIAL PERFORMANCE REPORT		September 2013		
HEADLINE - CASH & BALANCE SHEET				
	Annual		YTD	
	Original Budget \$000s	Current Budget \$000s	Actuals \$000s	
CASH FLOWS				
Opening Cash	196,241	264,747	261,336	
Net Cash Inflow/(Outflows) from:				
Operating Activities	48,186	43,454	79,905	
Investing Activities	(93,697)	(157,471)	(23,231)	
Financing Activities	476	476	(3,147)	
Net Increase/(decrease) in Cash Held	(45,035)	(113,541)	53,527	
Cash at year end	151,206	151,206	314,863	
BALANCE SHEET				
Total Current Assets	216,289	216,289	372,141	
Total Non Current Assets	4,511,393	4,511,393	5,302,655	
Total Assets	4,727,682	4,727,682	5,674,796	
Total Current Liabilities	70,183	70,183	81,680	
Total Non Current Liabilities	240,480	240,480	279,358	
Total Liabilities	310,663	310,663	361,038	
Net Community Assets/ Total Community Equity	4,417,019	4,417,019	5,313,758	



FINANCIAL PERFORMANCE REPORT

September 2013

HEADLINE - COMMENTARY

Income & Expense Statement

Council's financial results at September 2013 shows the organisation with a \$2.4 million higher than forecasted operating position against the year to date budget. This operating result variation is made up of operating revenue being \$870,000 higher than the year to date budget, along with operating expenses being \$1.6 million lower than the year to date budget.

Operating Revenues

The favourable revenue variance of \$870,000 mainly relates to Fees and Charges of \$1.1 million.

Fees and Charges variation relates to Development applications, of \$850,000, with the volume being approximately 15% higher than comparative 2012/13.

Operating Expenses

The favourable variance in operating expenses of \$1.6 million relates to Materials & Services.

Materials and Services variation relates to contracts of \$3.3 million favourable, grants and donations \$1.7 million unfavourable

Capital Expenditure

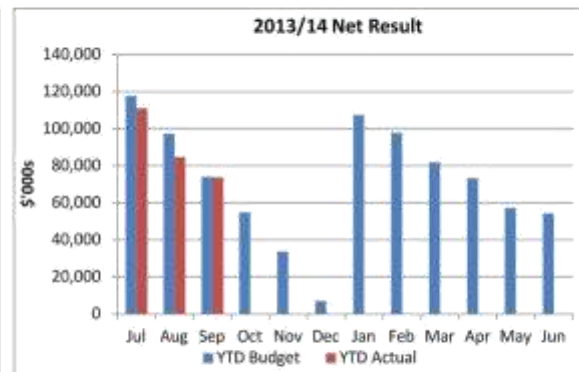
As at month end September 2013, \$31.4 million (17.7%) of council's \$177.7 million 2013/14 Capital Works Program was financially expended.

HEADLINE - RISKS

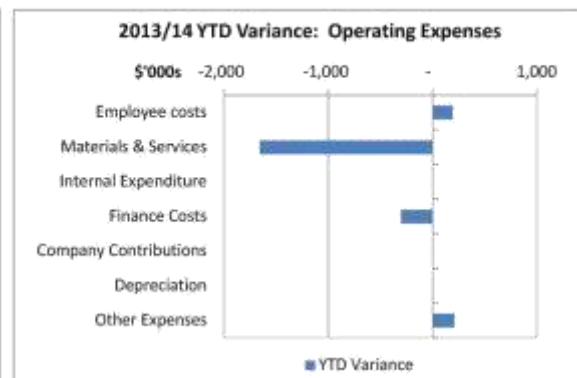
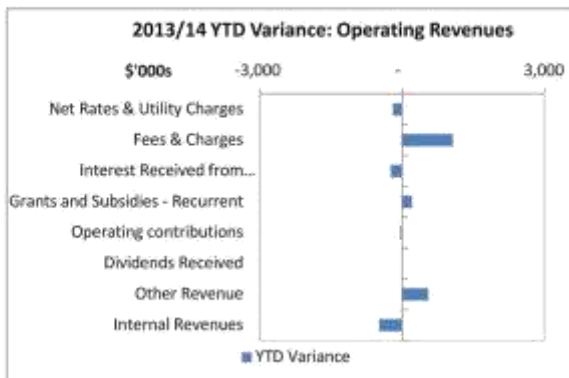
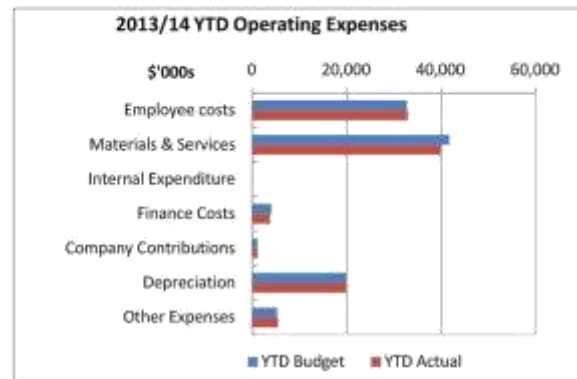
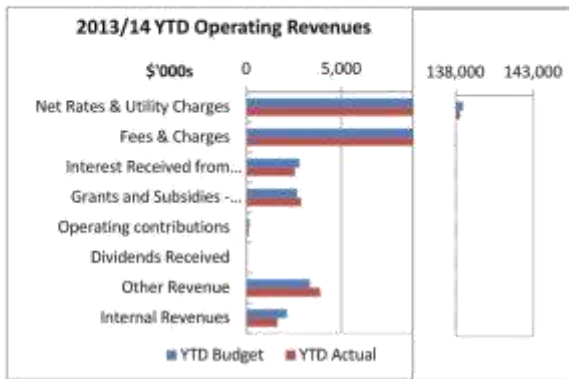
Income & Expense Statement

1. General Rates growth - lower than anticipated growth of rateable properties of 1.0% against forecast of 1.5%. This approximately equates to lower revenue than budgeted of \$1.0 million.
2. Financial Assistance Grant - during 2012/13 more than one half of the grant (\$6.3 million) was paid early into June 2012. This prepayment has created a budget impact of \$2.1 million in the current 2012/13 budget.
3. Organisation Review - \$4.7 million net savings loaded into the budget.
4. De-amalgamation - risk that not all costs associated with the de-amalgamation are being charged to Noosa Shire Council.
5. Employee Vacancy Factor - \$4.4 million loaded in the budget. May be difficult to achieve this saving along with Organisation Review.

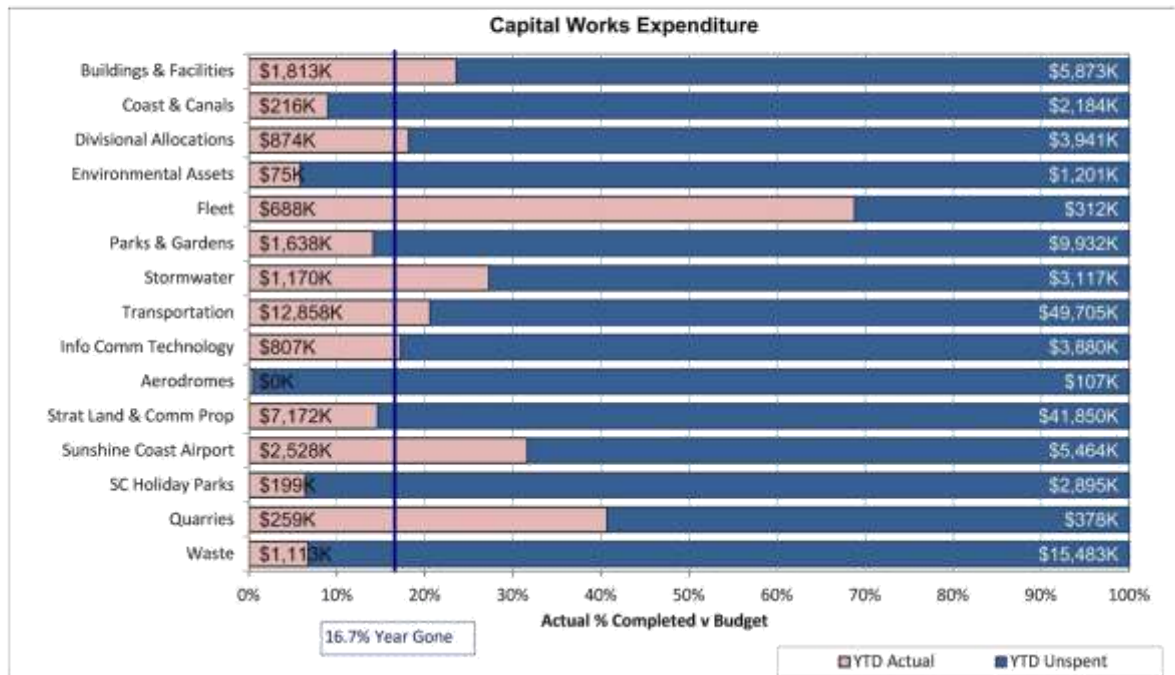
FINANCIAL PERFORMANCE REPORT							September 2013
STATEMENT OF INCOME & EXPENSES							
	Annual		YTD				Annual
	Original Budget \$000s	Current Budget \$000s	Current Budget \$000s	Actuals \$000s	Variance \$000s	Variance %	Forecast Budget \$000s
Operating Revenue							
Gross Rates & Utility Charges	262,411	262,411	143,822	143,779	(43)	54.8%	262,411
Interest from Rates & Utilities	2,053	2,053	918	916	(2)	44.6%	2,053
Less Discounts, Pensioner Remissions	(11,374)	(11,374)	(6,283)	(6,433)	(150)	56.6%	(11,374)
Net Rates & Utility Charges	253,090	253,090	138,457	138,262	(194)	54.6%	253,090
Fees & Charges	53,274	53,274	16,897	17,970	1,073	33.7%	53,274
Interest Received from Investments	8,512	8,512	2,793	2,550	(243)	30.0%	8,512
Grants and Subsidies - Recurrent	10,780	10,780	2,668	2,877	209	26.7%	10,780
Operating contributions	570	570	157	120	(37)	21.1%	570
Interest received from Unitywater	26,205	26,205	0	0	0	0.0%	26,205
Dividends Received	27,001	27,001	0	(7)	(7)	0.0%	27,001
Other Revenue	13,249	13,249	3,330	3,883	553	29.3%	13,249
Internal Revenues	7,614	7,614	2,112	1,631	(480)	21.4%	7,614
Community Service Obligations	0	0	0	0	0	0.0%	0
Total Operating Revenue	400,295	400,295	166,414	167,287	873	41.8%	400,295
Operating Expenses							
Employee costs	130,879	131,340	32,755	32,947	192	25.1%	131,340
Materials & Services	152,860	157,081	41,707	40,050	(1,657)	25.5%	157,250
Internal Expenditure	0	0	0	0	0	0.0%	0
Finance Costs	14,197	14,197	4,084	3,779	(305)	26.6%	14,197
Company Contributions	1,152	1,152	1,152	1,152	0	100.0%	1,152
Depreciation	70,510	70,510	19,898	19,898	(0)	28.2%	70,510
Other Expenses	17,984	18,034	5,264	5,473	209	30.3%	18,034
Competitive Neutrality Adjustments	0	0	(0)	0	0	0.0%	0
Total Operating Expenses	387,582	392,314	104,860	103,300	(1,560)	26.3%	392,483
Operating Result	12,713	7,981	61,553	63,987	2,433	801.7%	7,813
Capital Revenue							
Capital Grants and Subsidies	2,900	7,514	2,900	4,845	1,945	64.5%	7,514
Capital Contributions	7,201	7,201	2,017	2,472	455	34.3%	7,201
Contributed Assets	27,000	27,000	7,500	2,380	(5,120)	8.8%	27,000
Other Capital Revenue	4,472	4,472	0	0	0	0.0%	4,472
Total Capital Revenue	41,573	46,187	12,417	9,697	(2,719)	107.6%	46,187
Net Result	54,287	54,169	73,970	73,684	(286)	136.0%	54,000



FINANCIAL PERFORMANCE REPORT September 2013
STATEMENT OF INCOME & EXPENSES



FINANCIAL PERFORMANCE REPORT							September 2013
CAPITAL EXPENDITURE							
Capital Works Program	Annual		YTD			Annual	
	Original Budget \$000s	Current Budget \$000s	Budget \$'000s	Actual \$000s	% of Annual Budget Spent	Forecast Budget \$000s	
Buildings and Facilities	6,548	7,666	1,767	1,813	23.7%	7,686	
Coast and Canals	1,949	2,388	372	216	9.0%	2,399	
Divisional Allocations	3,100	4,948	665	874	17.7%	4,536	
Environmental Assets	1,238	1,276	130	75	5.9%	1,276	
Fleet	1,000	1,000	451	688	68.8%	1,000	
Parks and Gardens	10,317	11,580	1,782	1,638	14.1%	11,680	
Stormwater	4,161	4,309	621	1,170	27.1%	4,286	
Transportation	52,952	62,411	11,447	12,858	20.6%	62,563	
Information Communication Technology	3,927	4,687	753	807	17.2%	4,687	
Strategic Land & Comm Properties	9,422	48,967	3,832	7,172	14.6%	49,022	
Aerodromes	-	107	-	0	0.5%	107	
Sunshine Coast Airport	3,400	7,992	2,425	2,528	31.6%	7,992	
SC Holiday Parks	1,455	3,093	222	199	6.4%	3,093	
Quarries	150	637	183	259	40.7%	637	
Waste	9,651	16,596	837	1,113	6.7%	16,596	
TOTAL	109,270	177,658	25,486	31,410	17.7%	177,561	

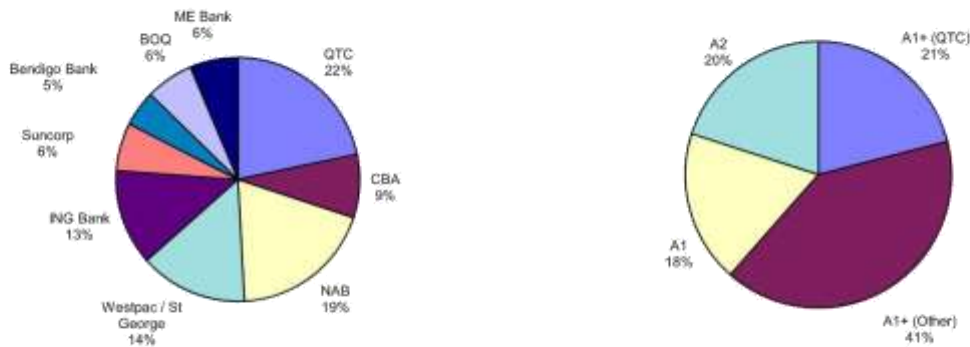


FINANCIAL PERFORMANCE REPORT September 2013
INVESTMENT PERFORMANCE

Liquidity as at:		30/09/2013	
		\$'000's	
At-call accounts			
QTC + CBA (exc trust)	\$68,165	21.00%	
Investments Maturing within 7 days			
BOQ (02/10/13)	\$10,000	3.08%	
Total at-call	\$78,165	24.08%	
Investment Policy Target		10.00%	

	INVESTMENT SUMMARY AS AT			Investment Policy				
	30/09/2013		31/08/2013		30/09/2012		Individual Limit	Group Limits
A1+ (QTC)	\$68,165	21.0%	\$72,792	22.0%	\$10,771	3.6%	100%	100%
A1+ (Other)	\$131,475	40.5%	\$162,970	49.3%	\$257,512	86.3%	35%	100%
A1	\$60,000	18.5%	\$30,000	9.1%	\$20,000	6.7%	30%	30%
A2	\$65,000	20.0%	\$65,000	19.7%	\$10,000	3.4%	10%	30%
TOTAL	\$324,640		\$330,763		\$298,283			

Investment Portfolio



Investment Performance

