

BUSINESS ACTIVITY FULL COST RECOVERY PERFORMANCE

2013-2014 Actual

2013-14 Actual Data	Waste and Resources Management	Sunshine Coast Airport	Sunshine Coast Holiday Parks	Quarries
	\$'000	\$'000	\$'000	\$'000
Operating Revenue	\$59,392	\$16,014	\$14,608	\$8,052
Community Service Obligations	\$475	\$146	-	-
Total Operating Revenue	\$59,867	\$16,160	\$14,608	\$8,052
Operating Expenditure excluding finance costs	\$41,593	\$8,167	\$6,979	\$7,948
Depreciation	\$946	\$1,871	\$624	\$475
Competitive Neutrality Costs excluding income tax equivalents	\$294	\$743	\$493	\$6
Total Operating Expenditure	\$42,832	\$10,782	\$8,096	\$8,429
Earnings before interest and tax	\$17,034	\$5,378	\$6,512	(\$377)
Finance Costs	\$3,688	\$3,149	\$234	\$108
Earnings before tax	\$13,346	\$2,229	\$6,278	(\$486)
Income tax equivalent	\$4,004	\$669	\$1,925	\$0
Net profit after tax	\$9,342	\$1,560	\$4,353	(\$486)
Return on Capital (pre-tax nominal)	16.5%	8.4%	18.1%	(3.0%)
Target return based on WACC	\$6,757	\$9,524	\$4,246	\$547
Weighted average cost of capital %	10.2%	12.9%	12.5%	11.9%
Surplus (Shortfall) EBIT to target return	\$10,277	(\$4,146)	\$2,266	(\$924)
Value of Council's investment in the business activity	\$42,147	\$90,907	\$44,251	\$7,786

Source: T1 Financials 2013-2014 Actual

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

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