

# FINANCIAL REPORT

Ten months ended

30 April 2014



## **Contents**

<b>1. EXECUTIVE SUMMARY</b>	<b>3</b>
<b>2. FINANCIAL ANALYSIS</b>	
2.1 Operating Performance	4
2.2 Capital Performance	10
2.3 Financial Position	13
<b>APPENDIX A</b>	
Income Statement	16
Balance Sheet	17
Cash Flow Statement	18
Reconciliation of cash flows from operating activities to surplus	18
Statement of Capital Works	19



# Financial Report

## 10 months ended 30 April 2014

### 1 EXECUTIVE SUMMARY

#### 1.1 Operating performance

	YTD Budget \$'000	YTD Actual \$'000	YTD Var \$'000	Adopted Budget \$'000	Forecast \$'000
<b>Operating</b>					
Revenue	129,771	129,345	(426)	<b>137,503</b>	136,804
Expenditure	(115,427)	(111,115)	4,312	<b>(140,241)</b>	(141,582)
	14,344	18,230	3,886	<b>(2,738)</b>	(4,778)
<b>Capital &amp; other</b>					
Developer and other contributions	1,667	4,521	2,854	<b>2,000</b>	5,386
Revenue	3,748	1,522	(2,226)	<b>8,636</b>	2,333
Gain (loss) on disposal of assets	253	(28)	(281)	<b>302</b>	144
<b>Net surplus (deficit)</b>	<b>20,012</b>	<b>24,245</b>	<b>4,233</b>	<b>8,200</b>	<b>3,085</b>

For the 10 months ended 30 April 2014 Council has recorded an operating surplus before capital revenue and other items of \$18.2 million, which is \$3.9 million ahead of the year to date budget. After capital and other items, the operating surplus is \$24.2 million, which is \$4.2 million ahead of budget. The main items contributing to this favourable variance are development contributions, employee costs and maintenance expenditure partly offset by unfavourable variances in user fees and capital grants and contributions. The forecast operating result for the year ending 30 June 2014 is an operating surplus of \$3.1 million, which is \$5.1 million less than budget. The major reason for the reduction in surplus is the once-off creation of a personal gratuity provision for of \$1.4 million required to support the new enterprise agreement payment of up to 4 weeks sick leave paid on termination. The forecast underlying result for the year ending 30 June 2014 is a surplus of \$0.2 million. The underlying result is the net surplus for the year adjusted for capital grants and contributions and timing differences on grants received and spent.

#### 1.2 Capital performance

	YTD Budget \$'000	YTD Actual \$'000	YTD Var \$'000	Adopted Budget \$'000	Adjusted Budget \$'000	Forecast \$'000
Total capital works	30,064	21,096	8,968	<b>38,730</b>	40,960	33,498

For the 10 months ended 30 April 2014 Council has expended \$21.1 million on the capital works program, which is \$9.0 million behind the year to date budget. The variance is due mainly to delays with road, building works, open space projects and the purchase of plant and equipment. As at 30 April 2014 a further \$12.8 million has been committed by way of issued purchase orders. Commitments are not reflected in the reported capital expenditure and indicate that many projects are well advanced. The forecast total to be expended on capital works for the year ending 30 June 2014 is \$33.5 million, which is \$5.2 million less than the adopted budget. A total of \$8.3 million is forecast to be carried forward into the 2014/15 year for capital works expected to be incomplete as at 30 June 2014.

#### 1.3 Financial position

# Financial Report

## 10 months ended 30 April 2014

	YTD Budget \$'000	YTD Actual \$'000	YTD Var \$'000	Adopted Budget \$'000	Forecast \$'000
Cash and investments	25,139	36,201	11,062	<b>25,878</b>	34,386
Net current assets	26,010	46,122	20,112	<b>10,636</b>	20,029
Net assets and total equity	1,149,689	1,157,584	7,895	<b>1,137,875</b>	1,177,367

The Financial Position as at 30 April 2014 shows a cash and investment balance of \$36.2 million which is \$11.1 million ahead of budget. The variance is due mainly to the higher opening cash and investment position compared with budget. The net current asset position is \$46.1 million which is \$20.1 million more than budget. The net asset position of \$1.16 billion is \$7.9 million greater than budget. The forecast Financial Position as at 30 June 2014 shows a cash position of \$34.4 million and net current assets of \$20.0 million.

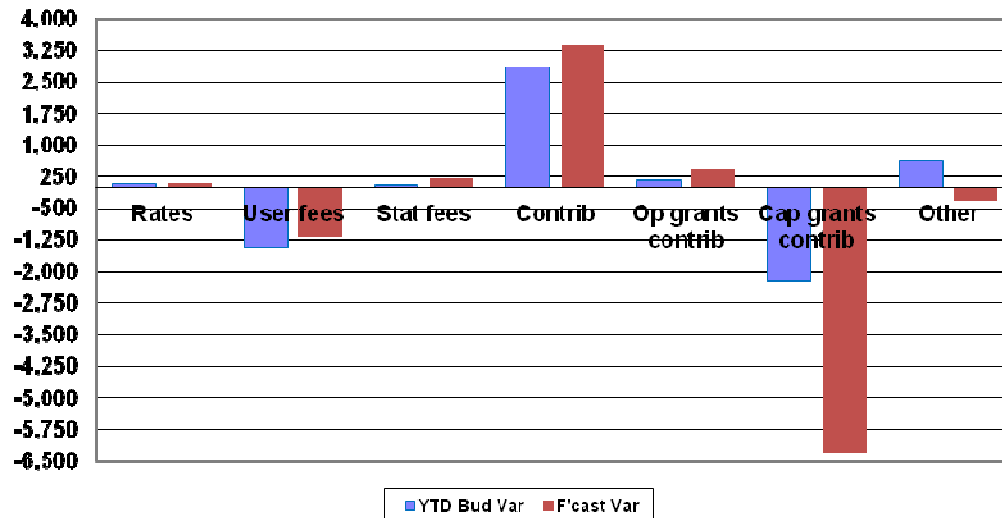
## 2. FINANCIAL ANALYSIS

### 2.1 Operating performance

#### 2.1.1 Operating revenue

	YTD Budget \$'000	YTD Actual \$'000	YTD Bud Var \$'000	Adopted Budget \$'000	Forecast \$'000	Forecast Var \$'000
<b>Revenues</b>						
Rates	100,077	100,181	104	<b>100,749</b>	100,866	117
User fees	10,511	9,097	(1,414)	<b>12,621</b>	11,435	(1,186)
Statutory fees and fines	4,954	5,032	78	<b>5,852</b>	6,070	218
Contributions	1,667	4,521	2,854	<b>2,000</b>	5,386	3,386
Operating grants & contrib's	10,844	11,024	180	<b>13,022</b>	13,483	461
Capital grants & contrib's	3,748	1,522	(2,226)	<b>8,636</b>	2,333	(6,303)
Other revenue	3,385	4,011	626	<b>5,259</b>	4,950	(309)
<b>Total operating revenue</b>	<b>135,186</b>	<b>135,388</b>	<b>202</b>	<b>148,139</b>	<b>144,523</b>	<b>(3,616)</b>

Revenue YTD & Forecast variances



Major Operating Revenue Variances

**Financial Report**  
**10 months ended 30 April 2014**

	Var	YTD Fav Budget \$'000	YTD Unfav Budget \$'000	F'cast Fav Budget \$'000	F'cast Unfav Budget \$'000
<b>Rates</b>		<b>104</b>		<b>117</b>	
Supplementary rates	P	228		219	
General rates	P		75		75
<b>User fees</b>			<b>1,414</b>		<b>1,186</b>
Darebin Arts & Entertainment Centre	P		136		219
Reservoir Leisure Centre	P		320		199
Home support service delivery	P		220		204
Health & urban protection	P		109	72	
Infrastructure maintenance	P		175		201
Leisure contracts	P		322		180
Environmental operations	P		88		75
Transport management & planning	P		75		120
Family & community programs	P	67		100	
Building services	P	95		84	
<b>Statutory fees</b>		<b>78</b>		<b>218</b>	
Traffic enforcement	P	62		145	
Election fines	P	84		84	
Health & urban protection	T	98			
Statutory planning	P		182		60
<b>Contributions</b>		<b>2,854</b>		<b>3,386</b>	
Open space contributions	P	2,280		2,726	
Developer contribution scheme	P	574		660	
<b>Operating grants and contributions</b>		<b>180</b>		<b>461</b>	
Leisure services	P		115		129
Children & community development	P		60		
Aged & disability services	P			323	
Assessment & complex care	P			86	
Equity & diversity	P	50		50	
Environmental strategy	P	55		55	
Family & community programs	T	138			
<b>Capital grants and contributions</b>			<b>2,226</b>		<b>6,303</b>
John Cain flood mitigation	P		365		365
Preston City Oval gateway	P		250		250
Early years infrastructure	CF,P				538
Reservoir laneway revitalisation	P		250		66
Reservoir Community & Learning Centre	CF,P		1,990		3,280
Co-generation at NARC & RLC	T		369		
Energy efficient street lights	P	463		648	
Keon Park community hub	P				2,300
Kingsbury Dve shared path	P	164			246
Roads to recovery program	T	220			
Water sensitive urban design	T	75			
<b>Other</b>		<b>626</b>			<b>309</b>
Interest on investment, advances, loans and rates	P	300		139	
Valuation services	P	58		58	
Workers compensation insurance	P	324		298	
Fire services levy recoup costs	P	112		112	
Leisure contracts	T		396		528
Infrastructure maintenance	P				467

Note: Var T = Timing P = Permanent CF = Carried forward prior year  
Fav – Favourable against budget, Unfav – Unfavourable against budget

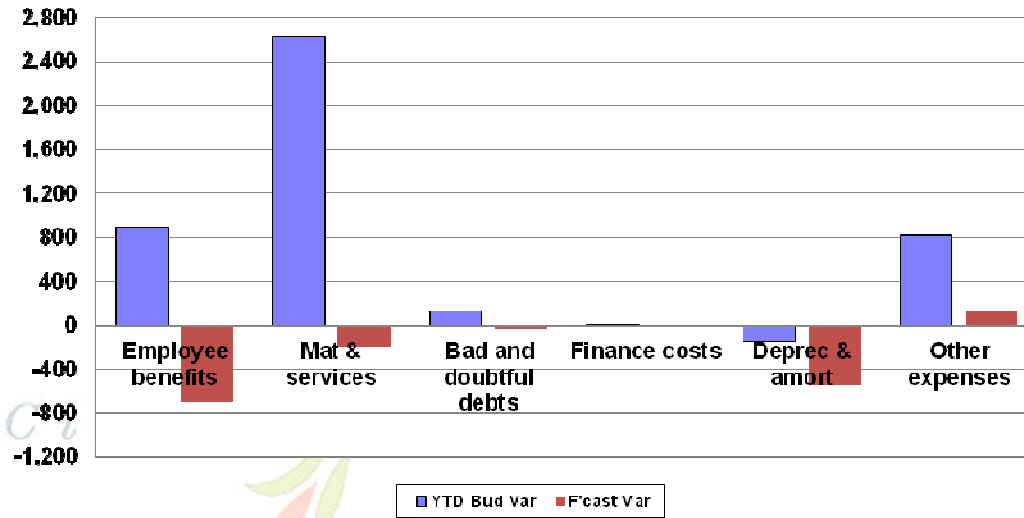
# Financial Report

## 10 months ended 30 April 2014

### 2.1.2 Operating expenses

Expense type	YTD Budget \$'000	YTD Actual \$'000	YTD Bud Var \$'000	Adopted Budget \$'000	Forecast \$'000	Forecast Var \$'000
<b>Expenses</b>						
Employee costs	60,541	59,647	894	72,608	73,313	(705)
Materials and services	30,910	28,282	2,628	38,405	38,603	(198)
Bad and doubtful debts	678	554	124	815	844	(29)
Finance costs	26	25	1	29	30	(1)
Depreciation and amortisation	15,700	15,852	(152)	19,503	20,046	(543)
Other expenses	7,572	6,755	817	8,881	8,746	135
<b>Total operating expenses</b>	<b>115,427</b>	<b>111,115</b>	<b>4,312</b>	<b>140,241</b>	<b>141,582</b>	<b>(1,341)</b>

### Expenses YTD & Forecast variances



**Financial Report**  
**10 months ended 30 April 2014**

**Major Operating Expense Variances**

	Var	YTD Fav Budget \$'000	YTD Unfav Budget \$'000	F'cast Fav Budget \$'000	F'cast Unfav Budget \$'000
<b>Employee costs</b>		<b>894</b>			<b>705</b>
Civic compliance	P	168		157	
Community planning	P	213		256	
Home support service delivery	P	165		53	
Infrastructure maintenance	P			77	
IT application systems	P	151		151	
Environmental operation	P	145		146	
Health & urban protection	P	59		64	
Leisure services	P	147		178	
Leisure & public realm	P	82		72	
Darebin libraries	T	70			
Occupational health & safety	P	83		75	
Operational projects and fleet	T	90			
Parks & vegetation	P	57		70	
Reservoir Leisure Centre	P			72	
Transport management & planning	P			86	
Bundoora Park Heritage Village	P		66		51
Communications & marketing	P		63		58
Customer service	P		87		80
Community facilities	P		89		68
Family & community programs	P		105		119
Northcote Town Hall	P		130		65
Statutory planning	P		56		73
Strategic planning	P		178		157
Performance support	P		193		259
Parental leave	P		132		134
Workers compensation insurance	P		478		435
Personal gratuity scheme (sick leave provision)	P				1,373
<b>Materials and services</b>		<b>2,628</b>			<b>198</b>
Asset strategy	P	87		68	
Human resources	T	70			
Communications & marketing	T	77			
Creative culture programs	P	127		47	
Home support service delivery	P	166		136	
Infrastructure maintenance	P	179		525	
Leisure contracts	P	149		134	
Major projects & activity centres	P	89		64	
Utilities (carbon tax)	P	548		587	
Major maintenance	CF,P	754			852
Occupational health & safety	P	60		51	
Operational projects and fleet	P	80		59	
Assessment & complex care	P				92
Civic compliance	P				89
Community wellbeing	P				120
Desktop support	P		162		175
Health & urban protection	P				78
Parks & vegetation	P		156		71
Strategic planning	P				138
Turf management	P		104		115
Transport management & planning	P		89		114
Facilities maintenance	P		68		67
Family & community programs	P				157

**Financial Report**  
**10 months ended 30 April 2014**

	Var	YTD Fav Budget \$'000	YTD Unfav Budget \$'000	F'cast Fav Budget \$'000	F'cast Unfav Budget \$'000
<b>Bad &amp; Doubtful debts</b>		<b>124</b>			
Civic compliance	T	100			
<b>Depreciation and amortisation</b>			<b>152</b>		<b>543</b>
Infrastructure assets	P		82		139
Intangibles (IT software)	P		566		670
Plant & equipment	T		83		
Buildings	P	552		282	
<b>Other</b>		<b>817</b>		<b>135</b>	
Strategic planning	P	154		132	
Management committee contributions	T	331			
Fire services levy (Council buildings)	P	260		346	
Supplementary rate adjustments	P	381		289	
Assessment alliance project	P		63		98
Insurances various	P		279		254
Legal advocacy & other legal	P		260		231

Note: Var T = Timing P = Permanent CF = Carried forward prior year,  
 Fav – Favourable against budget, Unfav – Unfavourable against budget





# Financial Report

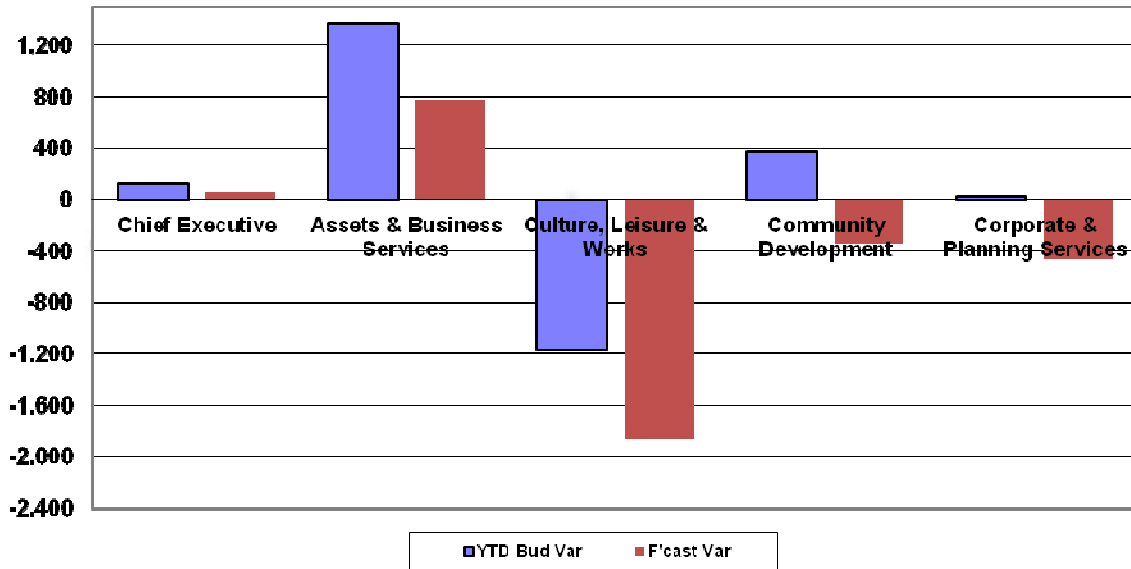
## 10 months ended 30 April 2014

### 2.1.3 Department analysis

	YTD Budget Net cost \$'000	YTD Actual Net cost \$'000	YTD Bud Var Net cost \$'000	Adopted Budget Net cost \$'000	Forecast Net cost \$'000	Forecast Net cost Var \$'000
<b>Department</b>						
Chief Executive	693	559	134	841	787	54
Assets & Business Services	9,802	8,430	1,372	11,825	11,031	773
Culture, Leisure & Works	23,155	24,313	(1,158)	28,292	30,575	(1,868)
Community Development	17,581	17,209	372	21,351	21,295	(340)
Corporate & Planning Services	14,295	14,268	27	16,706	17,169	(464)
	65,526	64,779	747	79,015	80,857	(1,842)
Other non-attributable <sup>1</sup>	(85,538)	(89,024)	3,486	(87,215)	(83,942)	(3,272)
<b>Net (surplus) deficit</b>	<b>(20,012)</b>	<b>(24,245)</b>	<b>4,233</b>	<b>(8,200)</b>	<b>(3,085)</b>	<b>(5,115)</b>

1. Other non-attributable includes rate revenue, grants commission, capital revenue, major maintenance, depreciation, insurance and other significant items.

### Department net cost YTD & Forecast variances



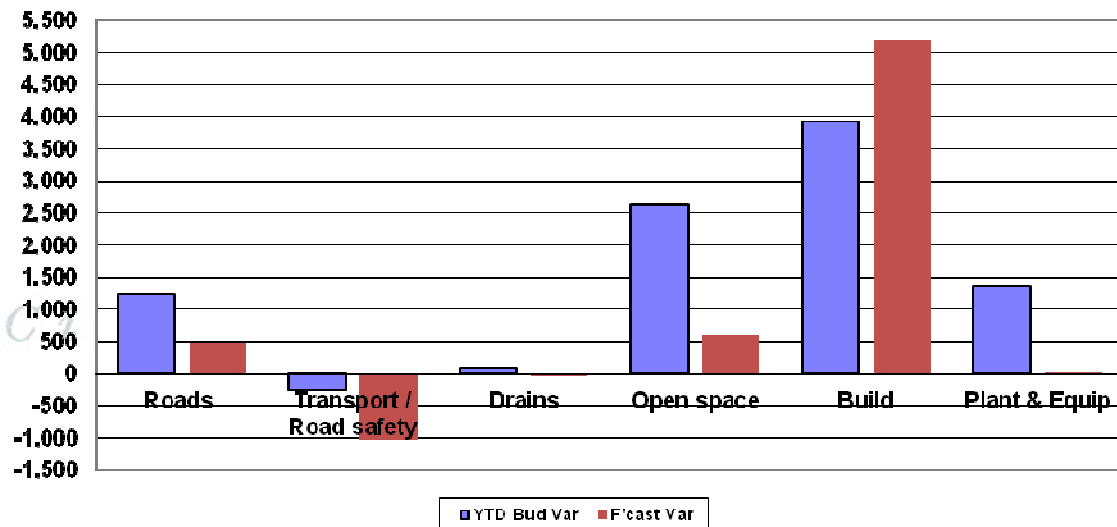
# Financial Report

## 10 months ended 30 April 2014

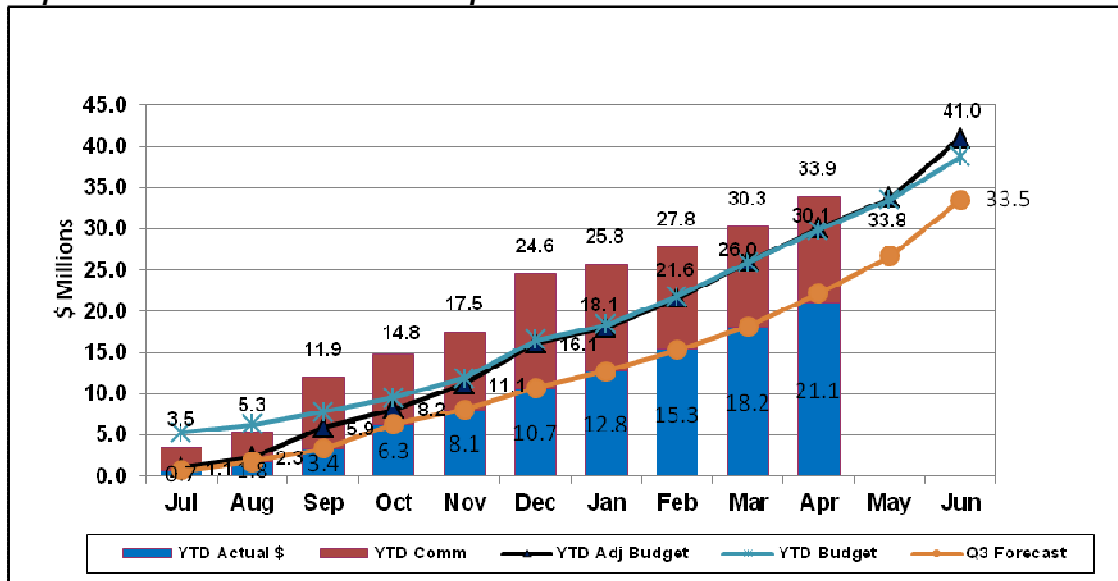
### 2.2 Capital performance

	YTD Budget \$'000	YTD Actual \$'000	YTD Bud Var \$'000	Adopted Budget \$'000	Adjusted Budget \$'000	Forecast \$'000
<b>Capital works class</b>						
Roads	4,998	3,759	1,239	6,410	6,468	5,924
Transport / Road safety	796	1,061	(265)	920	920	1,955
Drains	408	325	83	644	687	672
Open space	7,292	4,669	2,623	8,483	9,309	7,878
Buildings	10,858	6,933	3,925	15,838	16,683	10,703
Plant & equipment	5,712	4,349	1,363	6,435	6,893	6,366
<b>Total capital works</b>	<b>30,064</b>	<b>21,096</b>	<b>8,968</b>	<b>38,730</b>	<b>40,960</b>	<b>33,498</b>
<b>Represented by:</b>						
Capital expenditure	25,274	17,060	8,214	32,653	34,818	26,569
Major maintenance	4,790	4,036	754	6,077	6,142	6,929
<b>Total capital works</b>	<b>30,064</b>	<b>21,096</b>	<b>8,968</b>	<b>38,730</b>	<b>40,960</b>	<b>33,498</b>

Capital works YTD & Forecast variances by asset class



Capital works YTD & Committed expenditure cumulative



**Financial Report**  
**10 months ended 30 April 2014**

**Major Capital Works Variances**

	<b>Var</b>	<b>YTD Ahead of Budget \$'000</b>	<b>YTD Behind Budget \$'000</b>	<b>F'cast Ahead of Budget \$'000</b>	<b>F'cast Behind Budget \$'000</b>
<b>Roads</b>			<b>1,239</b>		<b>486</b>
Reservoir laneway revitalisation	P,CF		254		298
Resurfacing – Wilmoth St	T		255		
Improve cycling facilities	T		150		
Walking improvements – aged & disability facilities	T		140		
Raymond St pavement	T		295		
Roads to recovery program	T		465		
Roads resurfacing program	T	146			
Kingsbury Drive - shared path	P	240			246
Shared path – park renewal	T	113			
Heritage Crt - footpath	P			60	
<b>Transport / road safety</b>		<b>265</b>		<b>1,035</b>	
Energy efficient streetlights	P,E*	443		1,035	
Traffic management / safety	T		72		
Traffic device repairs	T		71		
<b>Drainage</b>			<b>83</b>		
Drainage pipe relining	T		41		
<b>Open space</b>			<b>2,623</b>		<b>605</b>
Darebin community forest strategy	T		201		
Edwardes Lake masterplan	P		70	180	
Embankment stabilisation	P				80
Greenstreet strategy review	T		142		
John Cain flood mitigation	E,CF,P		690		690
Playground upgrades	CF,P		83	278	
Preston City Oval gateway	E,P		239		250
Northcote Golf Course fencing	P			137	
Northcote streetscape masterplan	T		199		
Sportsfield lighting	T		97		
Strip shopping streetscape	CF,P		286		350
Sullivan Reserve field lighting	T		63		
TW Andrews Reserve	T		58		
Greenstreet strategy	T	56			
Sir Doug Nicholls Oval	CF,P	67		178	
<b>Buildings</b>			<b>3,925</b>		<b>5,185</b>
Barling Reserve pavilion	E,CF,P			531	
Building painting program	T		134		
Cogeneration at RLC	E,P		609		388
Cogeneration at NARC	E,CF,P		124	876	
Donath Reserve west pavilion	E,CF,P			181	
Energy efficiency works	T		84		
Northcote Town Hall works	P		348		475
NARC – pipework replacement	E,CF,P		86		90
NARC masterplan	T		75		
Oakhill Community Centre	E,CF,P		44	323	
Preston central precinct	P		60		65
Ex Preston police station	P				70
Early years infrastructure	E,CF,P		186		538
Reservoir Learning & Community Centre	E,CF,P		386		3,359
Reservoir Depot chemical shed	T		90		
Resource efficient projects	E,CF,P		173		720
Ruthven Reserve building	T		61		

**Financial Report**  
**10 months ended 30 April 2014**

	<u>Var</u>	YTD Ahead of Budget \$'000	YTD Behind Budget \$'000	F'cast Ahead of Budget \$'000	F'cast Behind Budget \$'000
Keon Park community hub	E,CF,P		1,148		1,661
Lancaster Gate Community Centre	P	130		130	
Urgent building maintenance	T	73			
Major building rectification	T	103			
Preston City Oval redevelopment	E,CF,P			126	
<b>Plant &amp; Equipment</b>			<b>1,363</b>		
Plant replacement program	CF,P		902	128	
Aged & disability system replacement	CF,P		212		244
Licence plate recognition	CF,P		76		
Darebin libraries product purchases	T		73		
IT server hardware	T	87			
WIFI / broadband project	CF,P			79	

Note: Var T = Timing P = Permanent CF = Carried forward prior year E = Externally funded  
 Note - \* Energy efficient street lighting was approved by Council on 3 February 2014



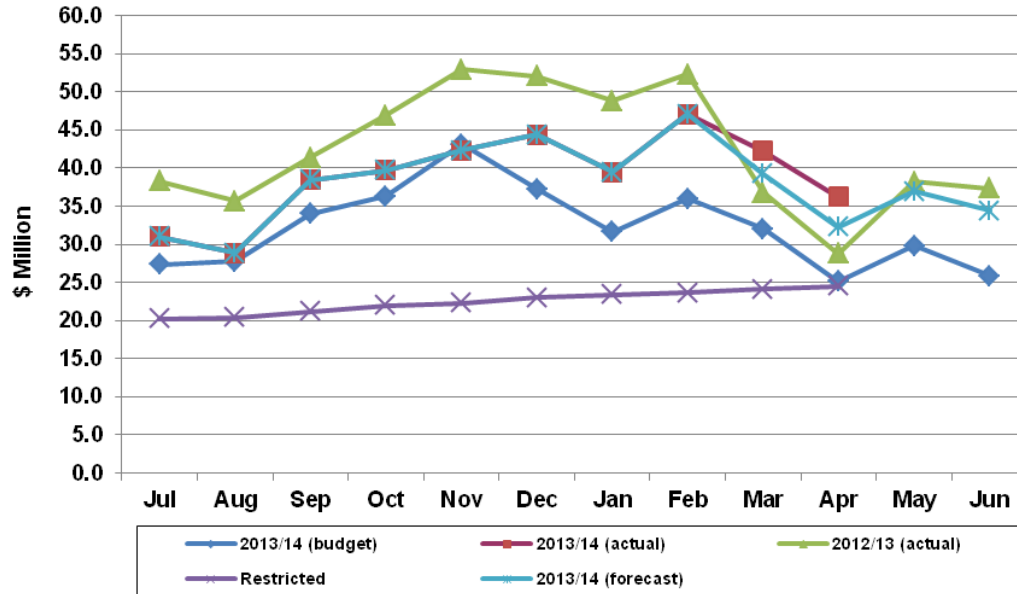
# Financial Report

## 10 months ended 30 April 2014

### 2.3 Financial position

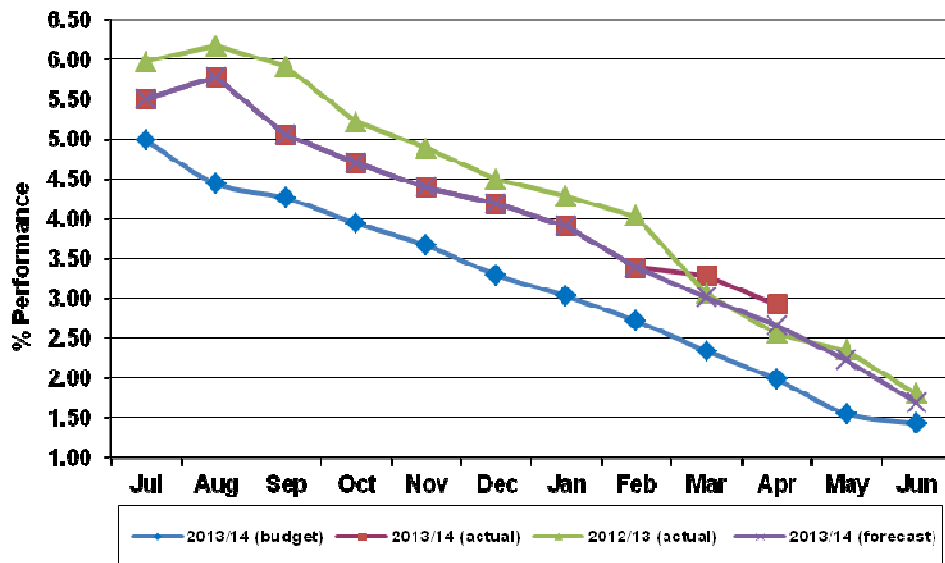
	YTD Budget \$'000	YTD Actual \$'000	YTD Bud Var \$'000	Adopted Budget \$'000	Forecast \$'000
Cash and investments	25,139	36,201	11,062	25,878	34,386
Net current assets	26,010	46,122	20,112	10,636	20,029
Net assets and total equity	1,149,689	1,157,584	7,895	1,137,875	1,177,367

#### Actual & Budget cash & investments balance by month



Note: Cash and investments include term deposits with a maturity date exceeding 90 days which are classified as other financial assets in the Balance Sheet (\$14.04M).

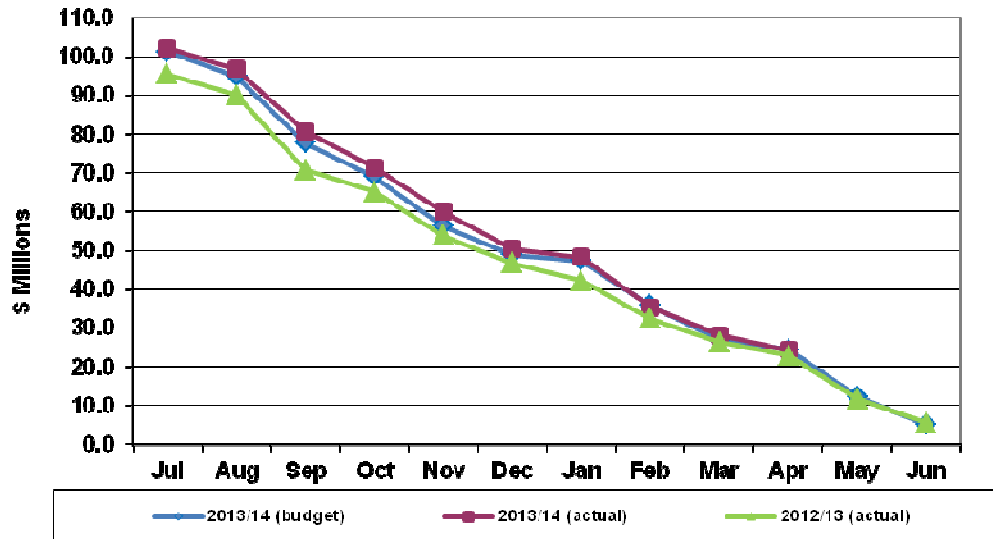
#### Actual & Budget working capital ratio by month (Current assets / Current liabilities)



# Financial Report

## 10 months ended 30 April 2014

### Actual & Budget rates outstanding balances by month



### Major Balance Sheet YTD variances

	Var	YTD Fav Budget \$'000	YTD Unfav Budget \$'000	Forecast Fav Budget \$'000	Forecast Unfav Budget \$'000
<b>Current assets</b>		<b>17,655</b>		<b>11,707</b>	
Rate receivables	T	2,407		1,560	
Other receivables	T	3,728		2,137	
Cash and investments	CF,P *	11,062		8,508	
Other assets	P	458			498
<b>Current liabilities</b>		<b>2,457</b>			<b>2,314</b>
Trade creditors	T	3,668			1,636
Other payables	T	462			213
Trust funds and deposits	T		1,241		415
Employee provisions	P		426		50
<b>Non-current assets</b>			<b>12,312</b>	<b>29,991</b>	
Property, Infra. plant & equipment	P		12,779	28,713	
Intangible assets	P	433		1,273	
<b>Non-current liabilities</b>		<b>95</b>		<b>108</b>	
Employee provisions	P	108		108	
<b>Equity</b>		<b>7,895</b>		<b>39,492</b>	
Accumulated surplus	P	7,764			4,974
Asset revaluation reserve	P			40,944	
Other reserves	P	132		3,522	

\*Note: Cash and investments include term deposits with a maturity date exceeding 90 days which are classified as other financial assets in the Balance Sheet (\$17.2M).

Note: Var T = Timing P = Permanent CF = Carried forward prior year  
Fav – Favourable against budget, Unfav – Unfavourable against budget

**APPENDIX A**

Income Statement  
Balance Sheet  
Cash Flow Statement  
Statement of Capital Works



**Financial Report**  
**10 months ended 30 April 2014**

**DAREBIN CITY COUNCIL**

**Income Statement**

For the 10 months ended 30 April, 2014

	YTD Budget	YTD Actual	YTD Variance	<b>Annual Budget</b>	Forecast Actual
	\$'000	\$'000	\$'000	<b>\$'000</b>	\$'000
<b>Revenues from ordinary activities</b>					
Rates	100,077	100,181	104	<b>100,749</b>	100,866
User fees	10,511	9,097	(1,414)	<b>12,621</b>	11,435
Statutory fees and fines	4,954	5,032	78	<b>5,852</b>	6,070
Contributions	1,667	4,521	2,854	<b>2,000</b>	5,386
Operating grants and contributions	10,844	11,024	180	<b>13,022</b>	13,483
Capital grants and contributions	3,748	1,522	(2,226)	<b>8,636</b>	2,333
Other	3,385	4,011	626	<b>5,259</b>	4,950
Total revenues	<u>135,186</u>	<u>135,388</u>	<u>202</u>	<b><u>148,139</u></b>	<u>144,523</u>
<b>Expenses from ordinary activities</b>					
Employee costs	60,541	59,647	894	<b>72,608</b>	73,313
Materials and services	30,910	28,282	2,628	<b>38,405</b>	38,603
Bad and doubtful debts	678	554	124	<b>815</b>	844
Finance costs	26	25	1	<b>29</b>	30
Depreciation and amortisation	15,700	15,852	(152)	<b>19,503</b>	20,046
Other	7,572	6,755	817	<b>8,881</b>	8,746
Total expenses	<u>115,427</u>	<u>111,115</u>	<u>4,312</u>	<b><u>140,241</u></b>	<u>141,582</u>
Net gain (loss) on disposal of property infrastructure, plant and equipment	253	(28)	(281)	<b>302</b>	144
<b>Surplus for the year</b>	<u><u>20,012</u></u>	<u><u>24,245</u></u>	<u><u>4,233</u></u>	<b><u><u>8,200</u></u></b>	<u><u>3,085</u></u>



# Financial Report

## 10 months ended 30 April 2014

### DAREBIN CITY COUNCIL

#### Balance Sheet

As at 30 April, 2014

	YTD Budget \$'000	YTD Actual \$'000	YTD Variance \$'000	Annual Budget \$'000	Forecast Actual \$'000
<b>Current assets</b>					
Cash and cash equivalents	25,139	19,047	(6,092)	<b>25,878</b>	23,508
Trade and other receivables	26,792	32,927	6,135	<b>10,107</b>	13,804
Financial assets	0	17,154	17,154	<b>0</b>	10,878
Other assets	534	992	458	<b>1,360</b>	862
<b>Total current assets</b>	<b>52,465</b>	<b>70,120</b>	<b>17,655</b>	<b>37,345</b>	<b>49,052</b>
<b>Non-current assets</b>					
Trade and other receivables	178	172	(6)	<b>159</b>	154
Property, infrastructure, plant & equipment	1,120,822	1,108,043	(12,779)	<b>1,124,381</b>	1,153,094
Investment property	3,615	3,625	10	<b>3,615</b>	3,625
Intangible assets	154	587	433	<b>154</b>	1,427
Other financial assets	206	236	30	<b>206</b>	206
<b>Total non-current assets</b>	<b>1,124,975</b>	<b>1,112,663</b>	<b>(12,312)</b>	<b>1,128,515</b>	<b>1,158,506</b>
<b>Total assets</b>	<b>1,177,440</b>	<b>1,182,783</b>	<b>5,343</b>	<b>1,165,860</b>	<b>1,207,558</b>
<b>Current liabilities</b>					
Trade and other payables	9,490	5,360	4,130	<b>8,884</b>	10,733
Trust funds and deposits	2,493	3,734	(1,241)	<b>2,755</b>	3,170
Interest bearing loans and borrowings	120	126	(6)	<b>128</b>	128
Provisions	14,352	14,778	(426)	<b>14,942</b>	14,992
<b>Total current liabilities</b>	<b>26,455</b>	<b>23,998</b>	<b>2,457</b>	<b>26,709</b>	<b>29,023</b>
<b>Non-current liabilities</b>					
Trade and other payables	0	0	0	<b>0</b>	0
Interest bearing loans and borrowings	192	205	(13)	<b>172</b>	172
Provisions	1,104	996	108	<b>1,104</b>	996
<b>Total non-current liabilities</b>	<b>1,296</b>	<b>1,201</b>	<b>95</b>	<b>1,276</b>	<b>1,168</b>
<b>Total liabilities</b>	<b>27,751</b>	<b>25,199</b>	<b>2,552</b>	<b>27,985</b>	<b>30,191</b>
<b>Net assets</b>	<b>1,149,689</b>	<b>1,157,584</b>	<b>7,895</b>	<b>1,137,875</b>	<b>1,177,367</b>
<b>Equity</b>					
Accumulated surplus	493,781	501,545	7,764	<b>482,783</b>	477,809
Asset revaluation reserve	646,926	646,925	(1)	<b>646,926</b>	687,870
Other reserves	8,982	9,114	132	<b>8,166</b>	11,688
<b>Total equity</b>	<b>1,149,689</b>	<b>1,157,584</b>	<b>7,895</b>	<b>1,137,875</b>	<b>1,177,367</b>

# Financial Report

## 10 months ended 30 April 2014

### DAREBIN CITY COUNCIL

#### Cash Flow Statement

For the 10 months ended 30 April, 2014

	YTD Budget \$'000	YTD Actual \$'000	YTD Variance \$'000	Annual Budget \$'000	Forecast Actual \$'000
	Inflows (Outflows)	Inflows (Outflows)		Inflows (Outflows)	Inflows (Outflows)
<b>Cash flows from operating activities</b>					
Receipts from customers (incl GST)	100,792	100,435	(357)	<b>125,012</b>	125,608
Payments to suppliers and employees (incl GST)	(105,619)	(101,357)	4,262	<b>(126,934)</b>	(127,126)
	(4,827)	(923)	3,904	<b>(1,922)</b>	(1,518)
Interest	1,208	1,487	279	<b>1,461</b>	1,601
Government receipts	17,843	13,369	(4,474)	<b>21,658</b>	17,025
Net GST refund / payment	5,587	5,048	(539)	<b>7,004</b>	7,003
Net cash provided by operating activities	19,811	18,982	(829)	<b>28,201</b>	24,111
<b>Cash flows from investing activities</b>					
Proceeds from sale of property, plant & equipment	841	554	(287)	<b>1,008</b>	1,067
Payment for property, infrastr, plant & equipment	(25,171)	(21,388)	3,783	<b>(32,653)</b>	(27,869)
Trust funds and deposits	0	564	564	<b>0</b>	(0)
Repayment of loans and advances	44	44	0	<b>59</b>	59
Proceeds from sale of other financial assets	316	388	72	<b>0</b>	(0)
Net cash used in investing activities	(23,970)	(19,838)	4,132	<b>(31,586)</b>	(26,743)
<b>Cash flows from financing activities</b>					
Finance costs	(24)	(25)	(1)	<b>(28)</b>	(33)
Repayment of interest bearing loans and borrowings	(289)	(287)	2	<b>(320)</b>	(318)
Net cash used in financing activities	(313)	(312)	1	<b>(348)</b>	(351)
<b>Net increase / (decrease) in cash &amp; cash equivalents</b>	(4,472)	(1,168)	3,304	<b>(3,733)</b>	(2,983)
Cash & cash equivalents at the beginning of the year	29,611	37,369	7,758	<b>29,611</b>	37,369
<b>Cash &amp; cash equivalents at the end of the year</b>	<b>25,139</b>	<b>36,201</b>	<b>11,062</b>	<b>25,878</b>	<b>34,386</b>

Note: Cash and cash equivalents at the beginning of the year includes term deposits with a maturity date exceeding 90 days which are classified as other financial assets in the Balance Sheet (\$10.9M).

#### Reconciliation of cash flows from operating activities to surplus

	YTD Budget \$'000	YTD Actual \$'000	YTD Variance \$'000	Annual Budget \$'000	Forecast Actual \$'000
Surplus for the year	20,012	24,245	4,233	<b>8,200</b>	3,085
Items not involving cash or non operating in nature					
Depreciation and amortisation	15,700	15,852	152	<b>19,503</b>	20,046
Interest expense	26	25	(1)	<b>29</b>	30
Bad & doubtful debts	678	554	(124)	<b>815</b>	844
Net (gain) / loss on sale of assets	(253)	28	281	<b>(302)</b>	(144)
	36,163	40,704	4,541	<b>28,245</b>	23,861
Change in operating assets and liabilities					
Decrease / (Increase) in rate debtors	(19,148)	(23,099)	(3,951)	<b>(100)</b>	(609)
Decrease / (Increase) in other operating assets	1,858	2,696	838	<b>(1,276)</b>	(638)
(Decrease) / Increase in Trade creditors	622	(525)	(1,147)	<b>332</b>	2,526
(Decrease) / Increase in other operating liabilities	316	(1,003)	(1,319)	<b>590</b>	(1,453)
(Decrease) / Increase in provisions	0	209	209	<b>410</b>	424
	(16,352)	(21,722)	(5,370)	<b>(44)</b>	250
Net cash provided by operating activities	19,811	18,982	(829)	<b>28,201</b>	24,111

**Financial Report**  
**10 months ended 30 April 2014**

**DAREBIN CITY COUNCIL**

**Statement of Capital Works**

For the 10 months ended 30 April, 2014

	YTD Budget \$'000	YTD Actual \$'000	YTD Variance \$'000	<b>Annual Budget \$'000</b>	Adjusted Budget \$'000	Forecast Actual \$'000
Roads	4,998	3,759	1,239	<b>6,410</b>	6,468	5,924
Transport / Road safety	796	1,061	(265)	<b>920</b>	920	1,955
Drains	408	325	83	<b>644</b>	687	672
Open space	7,292	4,669	2,623	<b>8,483</b>	9,309	7,878
Buildings	10,858	6,933	3,925	<b>15,888</b>	16,733	10,703
Plant & equipment	5,712	4,349	1,363	<b>6,385</b>	6,843	6,366
<b>Total capital works</b>	<b>30,064</b>	<b>21,096</b>	<b>8,968</b>	<b>38,730</b>	<b>40,960</b>	<b>33,498</b>

**Represented by:**

Capital expenditure	25,274	17,060	8,214	<b>32,653</b>	34,818	26,569
Major maintenance	4,790	4,036	754	<b>6,077</b>	6,142	6,929
<b>Total capital works</b>	<b>30,064</b>	<b>21,096</b>	<b>8,968</b>	<b>38,730</b>	<b>40,960</b>	<b>33,498</b>

