



Council Meeting

Year to Date Finance Report

for the period
1 July 2018 to 30 September 2018

**YARRA CITY COUNCIL
FINANCIAL REPORT
1 July 2018 to 30 September 2018
Dashboard**

Income Statement	Full Year Adopted Budget	Full year Adjusted Budget	YTD Adjusted Budget	YTD Actuals	YTD Variance Fav/(Unfav)	YTD Variance Fav/(Unfav)	Full year forecast	Variance to Full Year Adjusted Budget Fav/(Unfav)	Forecast variance Fav/(Unfav)
	\$'000	\$'000	\$'000	\$'000	\$'000	%	\$'000	\$'000	%
Revenue from ordinary activities									
Rates and charges	108,936	108,936	107,801	107,323	(478)	-0.4%	108,936	-	0.0%
Statutory fees and fines	29,570	29,570	7,467	8,670	1,203	16.1%	29,570	-	0.0%
User Fees	28,041	28,041	7,230	8,259	1,029	14.2%	28,041	-	0.0%
Reimbursements	1,360	1,360	340	637	297	87.4%	1,360	-	0.0%
Grants - Operating	12,337	12,337	2,989	3,315	326	10.9%	12,337	-	0.0%
Grants - Capital	1,151	1,151	288	73	(215)	-74.7%	1,151	-	0.0%
Contributions - monetary	4,369	4,369	1,074	2,333	1,259	117.2%	4,369	-	0.0%
Net gain/(loss) on disposal	205	205	51	49	(2)	-3.9%	205	-	0.0%
Other Income	1,561	1,561	383	596	213	55.6%	1,561	-	0.0%
Total Revenue	187,530	187,530	127,623	131,255	3,632	2.8%	187,530	-	0.0%
Expenses from ordinary activities									
Employee Costs	82,260	82,260	20,671	20,085	586	2.8%	82,260	-	0.0%
Materials and services	68,740	68,740	16,819	14,043	2,776	16.5%	68,740	-	0.0%
Bad and doubtful debts	1,980	1,980	495	1,184	(689)	-139.2%	1,980	-	0.0%
Depreciation & Amortisation	22,432	22,432	5,608	5,700	(92)	-1.6%	22,432	-	0.0%
Borrowing costs	1,964	1,964	491	499	(8)	-1.6%	1,964	-	0.0%
Total Expenses	177,376	177,376	44,084	41,511	2,573	5.8%	177,376	-	0.0%
Net Result	10,154	10,154	83,539	89,744	6,205	7.4%	10,154	-	0.0%

Cash Position	Full year Budget Target	Current period Result	Forecast result
Liquidity Ratio	1.22	3.88	1.22

VAGO Ranges for Liquidity	Low Risk	Medium Risk	High Risk
	> 0	-0.1 - 0	< -0.1

Greater detail is included the VAGO Indicators section on page 8

EFT	Full year Budget	Current period Result	Forecast result
Establishment	839	837.88	839
Vacant positions (included in above)		43.0	

Greater detail is included the EFT section on page 5

Transfers to/from the Open Space Reserve	Balance as at 30/06/2018	Current period balance	Movement	Comments
	\$'000	\$'000	\$'000	
Open Space Reserve	3,517	5,449	1,932	Movement relates to open space contributions received YTD for 2018/19. \$1.7M of these contributions were received in Sept 18.

Greater detail is included the Open Space Reserves section on page 6

Borrowings	Balance as at 30/06/2018	Current period balance	Movement	Comments
	\$m	\$m	\$m	
Total Borrowings	44.9	44.6	0.300	Principal repayment of \$0.3M YTD

Greater detail is included the Borrowings section on page 7

Income Statement by Division	Full Year Adopted Budget	Full year Adjusted Budget	YTD Adjusted Budget	YTD Actuals	YTD Variance Fav/(Unfav)	YTD Variance Fav/(Unfav)	Full year forecast	Variance to Full Year Adjusted Budget Fav/(Unfav)	Forecast variance Fav/(Unfav)
Chief Executive Revenue	1,559	1,559	390	494	104	26.7%	1,559	-	0.0%
Chief Executive Expense	14,723	14,723	3,677	4,326	(649)	-17.7%	14,723	-	0.0%
<i>Net (Exp)/Rev</i>	<i>(13,164)</i>	<i>(13,164)</i>	<i>(3,287)</i>	<i>(3,832)</i>	<i>(545)</i>	<i>-16.6%</i>	<i>(13,164)</i>	<i>-</i>	<i>0.0%</i>
Corporate, Business and Finance Revenue	145,444	145,444	117,003	117,369	366	0.3%	145,444	-	0.0%
Corporate, Business and Finance Expense	59,183	59,183	14,671	15,831	(1,160)	-7.9%	59,183	-	0.0%
<i>Net (Exp)/Rev</i>	<i>86,261</i>	<i>86,261</i>	<i>102,332</i>	<i>101,538</i>	<i>(794)</i>	<i>-0.8%</i>	<i>86,261</i>	<i>-</i>	<i>0.0%</i>
Planning and Place Making Revenue	7,079	7,079	1,770	3,296	1,526	86.2%	7,079	-	0.0%
Planning and Place Making Expense	13,604	13,604	3,386	3,354	32	0.9%	13,604	-	0.0%
<i>Net (Exp)/Rev</i>	<i>(6,525)</i>	<i>(6,525)</i>	<i>(1,616)</i>	<i>(58)</i>	<i>1,558</i>	<i>96.4%</i>	<i>(6,525)</i>	<i>-</i>	<i>0.0%</i>
Community Wellbeing Revenue	14,431	14,431	3,725	4,477	752	20.2%	14,431	-	0.0%
Community Wellbeing Expense	33,751	33,751	8,501	7,004	1,497	17.6%	33,751	-	0.0%
<i>Net (Exp)/Rev</i>	<i>(19,320)</i>	<i>(19,320)</i>	<i>(4,776)</i>	<i>(2,527)</i>	<i>2,249</i>	<i>47.1%</i>	<i>(19,320)</i>	<i>-</i>	<i>0.0%</i>
City Works and Assets Revenue	19,017	19,017	4,736	5,618	882	18.6%	19,017	-	0.0%
City Works and Assets Expense	56,115	56,115	13,850	10,997	2,853	20.6%	56,115	-	0.0%
<i>Net (Exp)/Rev</i>	<i>(37,098)</i>	<i>(37,098)</i>	<i>(9,114)</i>	<i>(5,379)</i>	<i>3,735</i>	<i>41.0%</i>	<i>(37,098)</i>	<i>-</i>	<i>0.0%</i>
Total Net (Exp)/Rev	10,154	10,154	83,539	89,744	6,205	7.4%	10,154	-	0.0%

Debtors	Balance as at 30/06/18	Current period balance	Movement	Comments
	\$'000	\$'000	\$'000	
Total Debtors	15,857	113,376	(97,519)	Debtors have increased due to raising of the 2018-19 rates notices in August 2018.

Greater detail is included the Debtors section on page 4

Legend:
> (50,000) and/or (5%) Unfavourable variance
> = 50,000 and/or 5% Favourable variance
 No highlight indicates that the item is within tolerance

**YARRA CITY COUNCIL
FINANCIAL REPORT**

1 July 2018 to 30 September 2018

Income Statement by Revenue and Expenditure with Variance Commentary

Income Statement	Full Year Adopted Budget	Full year Adjusted Budget	YTD Adjusted Budget	YTD Actuals	YTD Variance Fav/(Unfav)	YTD Variance Fav/(Unfav)	Full year forecast	Variance to Full Year Adjusted Budget Fav/(Unfav)	Forecast variance Fav/(Unfav)	Variance Comments (including variance comments for adjusted budget changes)
	\$'000	\$'000	\$'000	\$'000	\$'000	%	\$'000	\$'000	%	
Revenue from ordinary activities										
Rates and charges	108,936	108,936	107,801	107,323	(478)	-0.4%	108,936	-	0.0%	Unfavourable variance YTD due to pensioner rebates which will be reimbursed by State Government during the year.
Statutory fees and fines	29,570	29,570	7,467	8,670	1,203	16.1%	29,570	-	0.0%	Higher than budgeted Parking Infringement notices issued YTD.
User Fees	28,041	28,041	7,230	8,259	1,029	14.2%	28,041	-	0.0%	Increased revenue received from construction management (occupation permits and inspection fees) which is representative of high development activity. The forecast for these items will be reviewed in future months.
Reimbursements	1,360	1,360	340	637	297	87.4%	1,360	-	0.0%	Rental income raised ahead of budget - Budget phasing will be reviewed.
Grants - Operating	12,337	12,337	2,989	3,315	326	10.9%	12,337	-	0.0%	Mainly due to the receipt of operating grants for Aged & Disability Services being received ahead of expectation although some recovery from both State and Federal Government is expected to commence in late 2018. Provision has been raised to account for this and is not expected to impact the current year budget.
Grants - Capital	1,151	1,151	288	73	(215)	-74.7%	1,151	-	0.0%	Roads to Recovery income grant not yet received.
Contributions - monetary	4,369	4,369	1,074	2,333	1,259	117.2%	4,369	-	0.0%	Mainly due to the receipt of developer contributions early in the financial year.
Net gain/(loss) on disposal	205	205	51	49	(2)	-3.9%	205	-	0.0%	
Other Income	1,561	1,561	383	596	213	55.6%	1,561	-	0.0%	Mainly relates to favourable interest income received YTD. Expected to reduce in line with cash balances.
Total Revenue	187,530	187,530	127,623	131,255	3,632	2.8%	187,530	-	0.0%	
Expenses from ordinary activities										
Employee Costs	82,260	82,260	20,671	20,085	586	2.8%	82,260	-	0.0%	Mainly due to slower than anticipated expenditure in employee expenses across a number of branches. Continuing vacant positions a primary factor.
Materials and services	68,740	68,740	16,819	14,043	2,776	16.5%	68,740	-	0.0%	Mainly due to the timing of invoice payments along with expenditure for contract payments, consultants and legal fees. The forecast for these items will be reviewed but expenditure expected to pick up in the 2nd half of the year.
Bad and doubtful debts	1,980	1,980	495	1,184	(689)	-139.2%	1,980	-	0.0%	Higher parking infringements issued YTD require additional debt provision.
Depreciation & Amortisation	22,432	22,432	5,608	5,700	(92)	-1.6%	22,432	-	0.0%	Infrastructure asset revaluation in 2017/18 has caused additional depreciation charges in 2018/19.
Borrowing costs	1,964	1,964	491	499	(8)	-1.6%	1,964	-	0.0%	
Total Expenses	177,376	177,376	44,084	41,511	2,573	5.8%	177,376	-	0.0%	
Net Result	10,154	10,154	83,539	89,744	6,205	7.4%	10,154	-	0.0%	

Legend: > (50,000) and/or (5%) Unfavourable variance
 > = 50,000 and/or 5% Favourable variance
 No highlight indicates that the item is within tolerance

**YARRA CITY COUNCIL
FINANCIAL REPORT
1 July 2018 to 30 September 2018
Debtors**

Rate Debtors					
Aging (years)	<1 \$'000	1 \$'000	2 \$'000	3+ \$'000	Total \$'000
Commercial	15,629	305	72	23	16,030
FSL - Commercial	4,964	98	27	7	5,096
Industrial	5,670	105	42	14	5,830
FSL - Industrial	2,506	35	27	6	2,575
Residential	65,022	1,658	582	764	68,025
FSL - Residential	5,218	146	49	38	5,450
FSL - Public Benefit	62	5	0	-	67
FSL - Vacant	24	1	0	-	25
FSL - Interest	6	18	6	3	32
Legal Fees	32	11	2	25	69
Bridge Road Special Charge	157	2	1	0	160
Garbage & Other	35	4	7	3	48
Sub Total	99,324	2,386	814	882	103,407

Parking Debtors	Balance as at 30/06/18 \$'000	Current period balance \$'000	Movement Inc/(Dec) \$'000	Comments
	5,711	6,141	430	Jul-Sep'18 Movement in additional parking infringement debtors raised less payments received and debt provision.

Parking Debtors Aging

Aging (days)	Total	Current	30	60	90+
	6,141	846	592	348	4,355

General/Sundry Debtors	Balance as at 30/06/18 \$'000	Current period balance \$'000	Movement Inc/(Dec) \$'000	Comments
	4,761	3,828	(933)	Jul-Sep'18 reduction in debtors due to payments received in excess of debtors raised. No adjustment to debt provision at this time.

General/Sundry Debtors Aging

Aging (days)	Total \$'000	Current \$'000	30 \$'000	60 \$'000	90+ \$'000
Sundry Debtors (3250 / 3270)	764	560	196	22	(14)
Provision for Doubtful Debt (3252)	(793)	-	-	-	(793)
RAMs Debtors (3256)	7,504	2,259	270	173	4,802
Animal Debtors (3257)	35	0	53	-	(18)
PLUS Debtors (3258)	449	3	2	(2)	446
Local Laws Debtors (3259)	94	1	-	0	93
Building Debtors (3261)	994	299	36	23	636
Salary Sacrifice (3264)	3	3	-	-	-
Fines and Costs (3265)	1,156	46	30	17	1,063
Leisure Debtors (3266)	120	12	5	4	99
Child Care Debtors (3267)	683	66	37	61	519
Library Debtors (3268)	10	5	-	-	5
BAGS Control Debtors (3271)	261	4	7	10	240
Bin Debtors (3272)	29	9	1	1	18
CD Debtors (3276)	(35)	(35)	-	-	-
CD Bonds (3277)	(80)	(80)	-	-	-
MCC Superannuation (3222)	1	1	-	-	-
GST Clearing (3249 / 3255)	588	588	-	-	-
Workcover Wages / Receipts (3230 / 3232)	175	175	-	-	-
Perin Cheques - Parking (3273)	168	-	-	-	168
Services Contracts (3262)	(8,299)	(2,498)	(299)	(191)	(5,311)
Total	3,828	2,660	357	126	1,443

**YARRA CITY COUNCIL
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1 July 2018 to 30 September 2018
EFT**

Directorate	Budget 01/07/2018	Current period balance	Movement Fav/(Unfav)	Comments
CEO Division	46.58	54.43	(7.85)	Increase relates to organisation realignment (post June 2018).
Corporate, Business & Financial Services	167.13	166.65	0.48	
Community Wellbeing	391.06	289.92	101.14	Reduction relates to restructure of recreation and leisure branches to City Works Division (post June 2018)
City Works & Assets	142.88	243.89	(101.01)	Increase relates to restructure of recreation and leisure branches to City Works Division (post June 2018)
Planning & Placemaking	91.38	82.99	8.39	Reduction mainly relates to organisation realignment (post June 2018).
Total	839.00	837.88	1.12	

**YARRA CITY COUNCIL
FINANCIAL REPORT
1 July 2018 to 30 September 2018
Open Space Reserve**

Council receives contributions specifically for Open Space as part of development permits. This reserve is then expended on open space projects. Contributions are received into Council's income statement first, as they are required to be recognised as revenue before being transferred into the reserve.

Open Space Reserve Account	Amount \$'000
Opening Balance as at 30 June 2018	3,517

Funds Received (Transfers to Reserve)	Amount \$'000
32-36 Newry St Rich - 12 lot subdivision	153
306-312 Swan St Rich - 34 lot subdivision	157
63-65 Glass St Rich - 19 lot subdivision	153
6-10 Keele St Coll - 45 lot subdivision	221
672 Nicholson St Fitz - 14 lot subdivision	162
142-144 Johnson St Fitz - 32 lot subdivision	257
9-15 David St Rich - 130 lot subdivision	495
466-482 Smith St Coll - 90 lot subdivision	517
Total	2,115

Projects (transfers from Reserve)	Amount \$'000
Curtain Square works	13
Edinburgh Gardens Playground	168
New Park - Charles and Mollison	2
Total	183

Open Space Reserve Account	Amount \$'000
Closing Balance as at 30 September 2018	5,449

**YARRA CITY COUNCIL
FINANCIAL REPORT
1 July 2018 to 30 September 2018
Borrowings**

Amount \$m	Lender	Type	Term years	Maturity Date	Balance as at 30/06/18 \$m	Current period balance \$m	Movement	Comments
\$32.5M	NAB	Interest only	7	2021	32.5	32.5	-	(interest only)
\$13.5M	CBA	P&I	10	2027	12.4	12.1	0.3	Principle component repayments to date \$1.4M. YTD repayment - \$0.3M (Next repayment due in Nov'18).

**YARRA CITY COUNCIL
FINANCIAL REPORT
1 July 2018 to 30 September 2018
Financial Sustainability Indicators**

The indicators are designed to be used as a measure of sustainability at the end of a financial year. The results during the year will fluctuate.

VAGO Indicators		VAGO Ranges			Commentary	
Indicator/Description	Formula	Current Period Result	Low Risk	Medium Risk		High Risk
Net Result (%)	Net Result / Total Revenue	68%	> 0%	-10% - 0%	< -10%	<p>YTD result ahead of budget due to the annual rates being raised in Aug18. Final result expected to be in line with budget placing Council in the Low Risk range.</p> <p>YTD result ahead of budget due to the annual rates being raised in Aug18. Final result expected to be in line with budget placing Council in the Low Risk range.</p> <p>YTD result ahead of budget due to net operating cashflows significantly exceeding capital works. Final result expected to be in line with budget placing Council in Low Risk range.</p> <p>Full year result expected to be more favourable than YTD result as Council continues to generate revenue from operations in line with budget. Low Risk range expected.</p> <p>Full year result expected to be more favourable than YTD result as Capital spend continues to pick up throughout the year. Medium Risk range expected.</p> <p>Full year result expected to be more favourable than YTD result as Capital spend continues to pick up throughout the year. Low Risk range expected.</p>
A positive result indicates a surplus, and the larger the percentage, the stronger the result. A negative result indicates a deficit. Operating deficits cannot be sustained in the long term. The net result and total revenue are obtained from the comprehensive operating statement.						
Liquidity (ratio)	Current assets / Current liabilities	3.88	> 1.0	0.75 - 1.0	< 0.75	
This measures the ability to pay existing liabilities in the next 12 months. A ratio of one or more means there are more cash and liquid assets than short-term liabilities.						
Internal financing (%)	Net operating cash flow / Net capital expenditure	230%	> 100%	75% - 100%	< 75%	
This measures the ability of Council to finance capital works from generated cash flow. The higher the percentage, the greater the ability for Council to finance capital works from their own funds. Net operating cash flow and net capital expenditure are obtained from the cash flow statement.						
Indebtedness (%)	Non-current liabilities / own-sourced revenue	35%	< 40%	40% - 60%	> 60%	
Comparison of non-current liabilities (mainly comprising borrowings) to own-sourced revenue. The higher the percentage, the less Council is able to cover non-current liabilities from the revenues Council generates itself. Own-sourced revenue is used, rather than total revenue, because it does not include grants or contributions.						
Capital replacement (ratio)	Cash outflows for property, plant and equipment / Depreciation	0.8	> 1.5	1.0 - 1.5	< 1.0	
Comparison of the rate of spending on infrastructure with depreciation. Ratios higher than 1:1 indicate that spending is faster than the depreciation rate. This is a long-term indicator, as capital expenditure can be deferred in the short term if there are insufficient funds available from operations, and borrowing is not an option. Cash outflows for infrastructure are taken from the cash flow statement. Depreciation is taken from the comprehensive operating statement.						
Renewal gap (ratio)	Renewal and upgrade expenditure/depreciation	0.2	> 1.0	0.5 - 1.0	< 0.5	
Comparison of the rate of spending on existing assets through renewing, restoring, and replacing existing assets with depreciation. Ratios higher than 1.0 indicate that spending on existing assets is faster than the depreciation rate. Similar to the investment gap, this is a long-term indicator, as capital expenditure can be deferred in the short term if there are insufficient funds available from operations, and borrowing is not an option. Renewal and upgrade expenditure are taken from the statement of capital works. Depreciation is taken from the comprehensive operating statement.						

Local Government Performance Reporting Framework Indicators				
Indicator/Description	Measure	2017-18 Result	Current Period Result	Variance
Liquidity				
L1	Current assets compared to current liabilities	196.9%	388.0%	97.1%
L2	Unrestricted cash compared to current liabilities	105.1%	111.4%	5.9%
Obligations				
O1	Asset renewal as a % of depreciation	102.4%	19%	-81.8%
O2	Loans and borrowings as a % of rates	42.7%	41.5%	-2.8%
O3	Loans and borrowings repayments as a % of rates	1.1%	0.4%	-66.1%
O4	Non-current liabilities as a % of own source revenue	25.4%	35.4%	39.4%
Operating Position				
OP1	Adjusted underlying surplus (or deficit) as a % of underlying revenue	4.5%	67.5%	1412.3%

Commentary
YTD result higher than budget due to Rates being raised in Aug-18. Full year result expected to be in line with budget.
YTD result higher than budget due to timing of cashflows. Full year result expected to be in line with budget.
YTD result impacted by timing in Capital spend. Full year result expected to be in line with budget.
YTD result impacted by timing of revenues from operations. Full year result expected to be in line with budget.
YTD result higher than budget due to timing of Rates being raised in Aug-18. Full year result expected to be in line with budget.

**YARRA CITY COUNCIL
FINANCIAL REPORT
1 July 2018 to 30 September 2018
Capital Works Program with Variance Commentary**

Adopted Budget Classification	Full Year Adopted Budget	Full year Adjusted Budget	YTD Adjusted Budget	YTD Actuals	YTD Variance Fav/(Unfav)	YTD Variance Fav/(Unfav)	Full year forecast	Variance to Full Year Adjusted Budget Fav/(Unfav)	Forecast variance Fav/(Unfav)	Carry Over	Deferred	Variance Analysis/Comments (including explanation of budget movements)
	\$'000	\$'000	\$'000	\$'000	\$'000	%	\$'000	\$'000	%	\$'000	\$'000	
Property												
Buildings	6,203	6,203	846	161	685	81.0%	6,203	-	0.0%	-	50	YTD variance due to slow start on buildings, expected to catch up as the year progresses.
Total buildings	6,203	6,203	846	161	685	81.0%	6,203	-	0.0%	-	50	
Total property	6,203	6,203	846	161	685	81.0%	6,203	-	0.0%	-	50	
Plant and equipment												
Plant, Machinery & Equipment	1,279	1,279	23	113	(90)	-391.3%	1,279	-	0.0%	-	-	
Computers & Telecommunications	2,839	2,839	550	81	469	85.3%	2,839	-	0.0%	-	-	YTD variance due to timing of projects, expenditure expected later in the year.
Total plant and equipment	4,118	4,118	573	194	379	66.1%	4,118	-	0.0%	-	-	
Infrastructure												
Roads	8,613	8,613	537	987	(450)	-83.8%	8,613	-	0.0%	-	60	YTD variance due to Roads program being ahead of budgeted.
Bridges	100	100	-	-	-	0.0%	100	-	0.0%	-	-	
Lanes	930	930	215	276	(61)	-28.4%	930	-	0.0%	-	50	YTD variance due to timing of invoice payments
Transport	1,780	1,780	-	(1)	1	0.0%	1,780	-	0.0%	-	-	
Waste Management	70	70	-	-	-	0.0%	70	-	0.0%	-	-	
Parks, Open Space And Streetscapes	4,381	4,381	1,223	321	902	73.8%	4,381	-	0.0%	-	-	YTD variance due to timing of invoice payments
Street Furniture	55	55	7	1	6	85.7%	55	-	0.0%	-	-	
Retail Strips	200	200	-	-	-	0.0%	200	-	0.0%	-	-	
Priority Projects	1,389	1,389	425	160	265	62.4%	1,389	-	0.0%	-	-	YTD variance due to timing of invoice payments
Library Resources	600	600	172	68	104	60.5%	600	-	0.0%	-	-	YTD variance due to timing of invoice payments
Total infrastructure	18,118	18,118	2,579	1,812	767	29.7%	18,118	-	0.0%	-	110	
Total capital works expenditure	28,439	28,439	3,998	2,167	1,831	45.8%	28,439	-	0.0%	-	160	

Represented by:												
New asset expenditure	399	399	95	36	59	62.2%	399	-	0.0%	-	-	
Asset renewal expenditure	25,330	25,330	3,522	1,924	1,598	45.4%	25,330	-	0.0%	-	160	
Asset upgrade expenditure	2,710	2,710	381	207	174	45.7%	2,710	-	0.0%	-	-	
	28,439	28,439	3,998	2,167	1,831	45.8%	28,439	-	0.0%	-	160	

**YARRA CITY COUNCIL
FINANCIAL REPORT
1 July 2018 to 30 September 2018**

**City of Yarra
Income Statement**

For Period 3 - September

	18/19 CL Actuals YTD \$'000	18/19 CL Bud Adjust YTD \$'000	Actuals vs Budget YTD Variance \$'000	Actuals vs Budget YTD Variance %	18/19 CL Bud Adopted Full Year \$'000	18/19 CL Bud Adjust Full Year \$'000	Current Forecast Full Year \$'000	Budget vs Forecast Full Year Variance \$'000
Revenue from ordinary activities								
Rates and charges	107,323	107,801	(478)	0%	108,936	108,936	108,936	0
Statutory fees and fines	8,670	7,467	1,202	16%	29,570	29,570	29,570	0
User Fees	8,259	7,230	1,029	14%	28,041	28,041	28,041	0
Reimbursements	637	340	297	87%	1,360	1,360	1,360	0
Grants - Operating	3,315	2,989	326	11%	12,337	12,337	12,337	0
Grants - Capital	73	288	(215)	-75%	1,151	1,151	1,151	0
Contributions - monetary	2,333	1,074	1,259	117%	4,369	4,369	4,369	0
Net gain/(loss) on disposal of property, infrastructure, pla	49	51	(2)	-4%	205	205	205	0
Other Income	596	383	213	56%	1,561	1,561	1,561	0
	131,255	127,623	3,632	3%	187,530	187,530	187,530	0
Expenses from ordinary activities								
Employee Costs	20,085	20,671	586	3%	82,260	82,260	82,260	0
Materials and services	14,043	16,819	2,776	17%	68,740	68,740	68,740	0
Bad and doubtful debts	1,184	495	(689)	-139%	1,980	1,980	1,980	0
Depreciation & Amortisation	5,700	5,608	(92)	-2%	22,432	22,432	22,432	0
Borrowing costs	499	491	(8)	-2%	1,964	1,964	1,964	0
	41,511	44,084	2,573	6%	177,376	177,376	177,376	0
	89,744	83,539	6,205	7%	10,154	10,154	10,154	0

**YARRA CITY COUNCIL
FINANCIAL REPORT
1 July 2018 to 30 September 2018
Balance sheet**

	Balance as at 30/06/2018 \$'000	Balance as at period end \$'000	Movement Inc/(Dec) \$'000	Comments
ASSETS				
Current Assets				
Cash and cash equivalents	51,086	56,841	5,755	Mainly due to receipt of rate payments, income grants and parking income over outgoing payments made July-Sep 2018.
Receivables - Rates	5,385	103,407	98,022	Rates for 2018/19 were raised in August 2018.
Receivables - Parking	5,711	6,141	430	Jul18-Sep18 infringement debtors raised less payments and debt provision.
Receivables - Other	4,761	3,828	(933)	Jul18-Sep18 debtors charges raised less payments received.
Accrued income	371	9	(362)	Revenue raised in previous periods has been received in cash.
Prepayments	643	123	(520)	Prepayments are expected to expire by the end of the FY and relates to motor vehicle registration and insurance.
Inventories	107	107	-	
Assets Held for Resale	-	-	-	
Total Current Assets	68,063	170,456	102,393	
Non-Current Assets				
Non-current receivables	230	230	-	
Financial assets	5	5	-	
Property, infrastructure ,plant and equipment	1,906,881	1,903,531	(3,350)	Payments for property, plant & equipment offset by accumulated depreciation.
Total Non-Current Assets	1,907,116	1,903,766	(3,350)	
TOTAL ASSETS	1,975,179	2,074,222	99,043	
LIABILITIES				
Current Liabilities				
Payables	5,411	862	(4,549)	Payments have been made which reduce the payables owing amount. This will vary during the financial year.
Fire Services Levy	5,335	16,782	11,447	Raised at the same time as Rate income.
Trust funds	5,390	6,010	620	The movement is mainly due to construction management and asset protection bonds received.
Accrued Expenses	3,871	6,129	2,258	Accruals raised for expenditure not yet paid. This will vary during the financial year. Accruals include payroll, utilities & EBA.
Employee benefits	13,209	13,266	57	The movement is due to accrued leave benefits.
Income in advance	181	-	(181)	The movement is due to income received in advance used in 2018-19
Interest-bearing liabilities	1,176	887	(289)	Payment of loan principal.
Total Current Liabilities	34,574	43,936	9,362	
Non-Current Liabilities				
Non-current employee benefits	1,398	1,331	(67)	
Non-current interest bearing liabilities	43,691	43,691	-	
Non-current Trust Liability	230	232	2	
Total Non-Current Liabilities	45,319	45,254	(65)	
TOTAL LIABILITIES	79,893	89,190	9,297	
NET ASSETS	1,895,288	1,985,032	89,744	
Represented by:				
Accumulated surplus	624,716	622,784	(1,932)	
Asset revaluation reserves	1,246,876	1,246,876	-	
Other reserves	23,696	25,628	1,932	
Retained Earnings	-	89,744	89,744	
EQUITY	1,895,288	1,985,032	89,744	Current Period Result

**YARRA CITY COUNCIL
FINANCIAL REPORT
1 July 2018 to 30 September 2018
Cash Flow Statement**

	Balance as at period end \$'000
Cash Flows from Operating Activities	
Rates and Charges	20,544
Parking Revenue	6,497
Government Grants Received	3,030
Victoria Grants Commission	253
User Charges, Fees and Other Fines Received	10,664
Reimbursements and Contributions Received	455
Interest Revenue	231
Other Revenue	1,925
Payments to Suppliers	(14,839)
Payments to Employees	(18,500)
Net GST	633
Net Cash Provided by Operating Activities	10,892
Cash Flows from Investing Activities	
Proceeds from Sale of Property, Plant & Equipment	49
Payments for Infrastructure, Property Plant & Equipment	(4,780)
Net Cash (Used in) Investing Activities	(4,730)
Cash Flows from/(used in) Financing Activities	
Finance Costs	(118)
(Proceeds from Borrowings)/Payments Towards	(289)
Net Cash (Used In) Financing Activities	(407)
Cash Balances	
Change in Cash Held	5,755
Cash Control Balances	51,086
Cash at the End of the Financial Period	56,841
End of year Budgeted cash balance	31,818

Council needs to fund the following items from the current cash balance. This may include expenses associated with revenue received in a previous financial year (eg: grants)

Future items to be funded	\$'000
Grant Commission Funding (2018-19 funds received in 2017-18)	1,192
Capital Carry Forwards	2,954
Operating Carry Forwards:	-
Grants received in 2017-18 for expenditure in 2018-19	-
Operating Grant Income Received - to be taken back in 2018-19 (NDIS Funding Target Shortfall)	1,103
Total	5,249

**YARRA CITY COUNCIL
FINANCIAL REPORT
1 July 2018 to 30 September 2018
Capital Works Statement**

Adopted Budget Classification	Full Year Adopted Budget	Full year Adjusted Budget	YTD Adjusted Budget	YTD Actuals	YTD Variance Fav/(Unfav)	YTD Variance Fav/(Unfav)	Full year forecast	Variance to Full Year Adjusted Budget Fav/(Unfav)	Forecast variance Fav/(Unfav)	Carry Over	Deferred
	\$'000	\$'000	\$'000	\$'000	\$'000	%	\$'000	\$'000	%	\$'000	\$'000
Property											
Buildings	6,203	6,203	846	161	685	81.0%	6,203	-	0.0%	-	50
Total buildings	6,203	6,203	846	161	685	81.0%	6,203	-	0.0%	-	-
Total property	6,203	6,203	846	161	685	81.0%	6,203	-	0.0%	-	50
Plant and equipment											
Plant, Machinery & Equipment	1,279	1,279	23	113	(90)	-391.3%	1,279	-	0.0%	-	-
Computers & Telecommunications	2,839	2,839	550	81	469	85.3%	2,839	-	0.0%	-	-
Total plant and equipment	4,118	4,118	573	194	379	66.1%	4,118	-	0.0%	-	-
Infrastructure											
Roads	8,613	8,613	537	987	(450)	-83.8%	8,613	-	0.0%	-	60
Bridges	100	100	-	-	-	0.0%	100	-	0.0%	-	-
Lanes	930	930	215	276	(61)	-28.4%	930	-	0.0%	-	50
Transport	1,780	1,780	-	(1)	1	0.0%	1,780	-	0.0%	-	-
Waste Management	70	70	-	-	-	0.0%	70	-	0.0%	-	-
Parks, Open Space And Streetscapes	4,381	4,381	1,223	321	902	73.8%	4,381	-	0.0%	-	-
Street Furniture	55	55	7	1	6	85.7%	55	-	0.0%	-	-
Retail Strips	200	200	-	-	-	0.0%	200	-	0.0%	-	-
Priority Projects	1,389	1,389	425	160	265	62.4%	1,389	-	0.0%	-	-
Library Resources	600	600	172	68	104	60.5%	600	-	0.0%	-	-
Total infrastructure	18,118	18,118	2,579	1,812	767	29.7%	18,118	-	0.0%	-	110
Total capital works expenditure	28,439	28,439	3,998	2,167	1,831	45.8%	28,439	-	0.0%	-	160
Represented by:											
New asset expenditure	399	399	95	36	59	62.2%	399	-	0.0%	-	-
Asset renewal expenditure	25,330	25,330	3,522	1,924	1,598	45.4%	25,330	-	0.0%	-	160
Asset upgrade expenditure	2,710	2,710	381	207	174	45.7%	2,710	-	0.0%	-	-
	28,439	28,439	3,998	2,167	1,831	45.8%	28,439	-	0.0%	-	160

**YARRA CITY COUNCIL
FINANCIAL REPORT
1 July 2018 to 30 September 2018
2018-19 Grant Applications**

Grant from	Grant Name/Details	Branch	Amount	Co-contribution from Yarra (Y/N?, how much?, Capital? Operating?)	Grant outcome-successful or not successful
Sustainability Victoria	Resource Recovery Infrastructure Grant	City Works	\$185,500		Not yet known
TAC	Rose Street Shared Zone project	Traffic and Engineering	\$100,000		Not yet known
Streamlining Victoria	Cremorne Planning	City Strategy	\$50,000		Successful
Department of Education and Training	Children's Week Grant	Family Youth and Children's	\$700		Successful
SRV	Kerbside Glass Asphaltting	City Works	\$200,000		Not yet known
DHHS	Victorian Youth Week	Family Youth and Children's	\$2,000		Not yet known
Public Library Victoria Network	Social Seniors Programs	Yarra Libraries	\$1,500		Not yet known
TAC	Blackspot funding (Canning/Richardson Streets)	Traffic and Engineering	\$250,000		Not yet known
TAC	Blackspot funding (Wellington/Keele Streets)	Traffic and Engineering	\$80,000		Not yet known
TAC	Blackspot funding (Highett/Davidson Streets)	Traffic and Engineering	\$40,000		Not yet known
TAC	Blackspot funding (Rathdowne/O'Grady Streets)	Traffic and Engineering	\$137,000		Not yet known
TAC	Blackspot funding (Drummond/Macpherson Streets)	Traffic and Engineering	\$245,000		Not yet known
SRV	2018-19 Female Friendly Facilities Fund (Malcolm Graham Pavilion)	Recreation	\$483,707		Successful
City West Water	Stormwater harvesting fund (Edinburgh Gardens Stormwater project)	City Works and Open Space	\$810,668		Not yet known
Total			2,586,075		