

4.2: FINANCIAL ACTIVITY STATEMENT – 31 DECEMBER 2011

Responsible Officer : Acting Executive Director Corporate Services (P Wignall)

IN BRIEF

- Statement of Financial Activity reporting on the revenue and expenditure of the City of Albany for the reporting period ending 31 December 2011.

ITEM 4.2: RESPONSIBLE OFFICER RECOMMENDATION

The Financial Activity Statement for the period ending 31 December 2011 be RECEIVED.

BACKGROUND

1. The Statement of Financial Activity for the period ending 31 December 2011 has been prepared and is attached.
2. In addition to the statutory requirement to provide Council with a Statement of Financial Performance, the City provides Council with a monthly investment summary to ensure the performance of the investment portfolio is in accordance with anticipated returns and complies with the Investment of Surplus Funds Policy.

DISCUSSION

3. In accordance with section 34(1) of the Local Government (Financial Management) Regulations 1996, the City of Albany is required to prepare each month a Statement of Financial Activity reporting on the revenue and expenditure of the local authority.
4. The requirement for local governments to produce a Statement of Financial Activity was gazetted in March 2005 to provide elected members with a greater insight in relation to the ongoing financial performance of the local government.
5. Additionally, each year a local government is to adopt a percentage or value to be used in Statements of Financial Activity for reporting material variances. Variations in excess of \$100,000 are reported to Council.
6. "Please note that rounding errors may occur when whole numbers are used, as they are in the reports that follow. The 'errors' may be \$1 or \$2 when adding sets of numbers. This does not mean that the underlying figures are incorrect."

CEO:

RESPONSIBLE OFFICER:

7. STATEMENT OF FINANCIAL ACTIVITY – AS AT 31 DECEMBER 2011

| | Actual Year to Date 31-Dec-11 | Current Budget Year to Date 31-Dec-11 | Current Budget vs Actual Variance | |
|---|-------------------------------------|---|---|---|
| REVENUE | | | | * |
| Operating Grants, Subsidies and Cont | 1,543,663 | 1,622,849 | -79,186 | √ |
| Fees and Charges | 8,428,267 | 8,637,059 | -208,792 | √ |
| Interest Earnings | 549,222 | 398,380 | 150,842 | √ |
| Other Revenue | 603,807 | 300,827 | 302,980 | √ |
| | 11,124,959 | 10,959,115 | 165,844 | |
| EXPENDITURE | | | | |
| Employee Costs | 8,103,216 | 7,943,567 | 159,649 | X |
| Materials and Contracts | 4,806,979 | 6,752,355 | -1,945,376 | √ |
| Utility Charges | 788,675 | 745,585 | 43,090 | X |
| Interest Expenses | 491,640 | 492,139 | -499 | √ |
| Insurance Expenses | 474,235 | 573,555 | -99,320 | √ |
| Other Expenditure | 683,465 | 221,251 | 462,214 | X |
| Depreciation | 5,911,976 | 5,906,544 | 5,432 | √ |
| | 21,260,186 | 22,634,996 | -1,374,810 | |
| Adjustment for Non-cash Revenue and Expenditure: | | | | |
| Depreciation | -5,911,976 | -5,906,544 | -5,432 | |
| CAPITAL REVENUE | | | | |
| Non-Operating Grants, Subsidies and Cont | 2,425,302 | 2,574,197 | -148,895 | X |
| Proceeds from asset disposals | 86,645 | 1,211,808 | -1,125,163 | X |
| Proceeds from New Loans | 0 | 0 | 0 | |
| Self-Supporting Loan Principal Revenue | 15,271 | 15,530 | -259 | |
| Transfers from Reserves (Restricted Assets) | 4,855,084 | 4,862,632 | -7,548 | X |
| | 7,382,302 | 8,664,167 | -1,281,865 | |
| CAPITAL EXPENDITURE | | | | |
| Capital Expenditure | 1,625,943 | 5,733,352 | -4,107,409 | √ |
| Repayment of Loans | 412,446 | 412,591 | -145 | √ |
| Transfers to Reserves (Restricted Assets) | 3,814,191 | 3,783,479 | 30,712 | X |
| | 5,852,581 | 9,929,422 | -4,076,841 | |
| Estimated Surplus B/fwd | | | | |
| ADD Net Current Assets July 1 B/fwd | 4,582,872 | 4,582,872 | n/a | |
| LESS Net Current Assets Year to Date | 27,429,868 | 31,274,794 | n/a | |
| Amount Raised from Rates | -25,540,527 | -25,532,127 | -8,400 | |

* √ Is higher than expected revenue or lower than expected expenditure

* X is lower than expected revenue and higher than expected Expenditure

8. CITY OF ALBANY - NET CURRENT ASSETS – 31 DECEMBER 2011

| | Actual 31-Dec-11 | Actual 30-Jun-11 |
|---|---------------------|---------------------|
| NET CURRENT ASSETS | | |
| Composition of Net Current Asset Position | | |
| CURRENT ASSETS | | |
| Cash - Unrestricted | 20,447,440 | 5,767,118 |
| Cash - Restricted | 5,310,748 | 6,634,295 |
| Receivables | 8,370,140 | 2,136,618 |
| Inventories | 2,979,369 | 3,202,824 |
| Total Current Assets | 37,107,697 | 17,740,855 |
| LESS: CURRENT LIABILITIES | | |
| Payables and Provisions | 4,367,081 | 6,523,688 |
| | 32,740,616 | 11,217,167 |
| Less: Cash - Restricted - Trust | (1,035,646) | (1,318,300) |
| Less: Cash - Restricted - Reserves | (4,275,102) | (5,315,995) |
| NET CURRENT ASSET POSITION | 27,429,868 | 4,582,872 |
| NET CURRENT ASSETS PER BALANCE SHEET | 25,023,511 | 2,819,432 |
| Difference | (2,406,356) | (1,763,440) |
| Difference Represented by: | | |
| Restricted Cash (Trust) | 1,035,646 | 1,318,300 |
| Reserve Funds - Financial Assets | 327,010 | 327,010 |
| Reserve Funds - Other | 3,948,092 | 4,988,985 |
| Self Supporting Loans (part of Receivables and Other) | (15,271) | |
| | 5,295,477 | 6,634,295 |
| Less: | | |
| Borrowings | 6,725,729 | 7,138,175 |
| Trust Liabilities | 976,104 | 1,259,560 |
| Difference | (2,406,356) | (1,763,440) |

**9. CITY OF ALBANY - STATEMENT OF FINANCIAL POSITION
AS AT 31ST DECEMBER 2011**

| | Actual 31-Dec-11 | Actual 30-Jun-11 |
|-------------------------------------|-----------------------------|-----------------------------|
| CURRENT ASSETS | | |
| Cash - Municipal | 20,447,440 | 5,767,118 |
| Restricted cash (Trust) | 1,035,646 | 1,318,300 |
| Reserve Funds - Financial Assets | 327,010 | 327,010 |
| Reserve Funds - Other | 3,948,092 | 4,988,985 |
| Receivables & Other | 8,354,869 | 2,136,618 |
| Investment Land | 2,256,240 | 2,398,674 |
| Stock on hand | 723,129 | 804,150 |
| | 37,092,426 | 17,740,855 |
| CURRENT LIABILITIES | | |
| Borrowings | 6,725,729 | 7,138,175 |
| Creditors prov - Annual leave & LSL | 2,624,674 | 2,381,578 |
| Trust Liabilities | 976,104 | 1,259,559 |
| Creditors prov & accruals | 1,742,407 | 4,142,110 |
| | 12,068,914 | 14,921,422 |
| NET CURRENT ASSETS | 25,023,511 | 2,819,432 |
| NON CURRENT ASSETS | | |
| Receivables | 46,211 | 46,211 |
| Pensioners Deferred Rates | 370,759 | 370,759 |
| Investment Land | 4,509,155 | 4,509,155 |
| Property, Plant & Equip | 70,983,948 | 71,237,891 |
| Infrastructure Assets | 186,444,771 | 190,555,179 |
| Local Govt House Shares | 19,501 | 19,501 |
| | 262,374,344 | 266,738,695 |
| NON CURRENT LIABILITIES | | |
| Borrowings | 12,626,394 | 12,626,394 |
| Creditors & Provisions | 464,911 | 464,911 |
| | 13,091,305 | 13,091,305 |
| NET ASSETS | 274,306,551 | 256,466,823 |
| EQUITY | | |
| Accumulated Surplus | 250,529,345 | 231,648,724 |
| Reserves | 5,002,572 | 6,043,465 |
| Asset revaluation Reserve | 18,774,634 | 18,774,634 |
| | 274,306,551 | 256,466,823 |

10. STATEMENT OF COMPREHENSIVE INCOME (BY NATURE OR TYPE)
31ST DECEMBER 2011

| Nature / Type | YTD Actual 2011/12 | Budget-Total 2011/12 | Actual 2010/11 |
|---|-----------------------|-------------------------|-------------------|
| INCOME | | | |
| Rates | 25,540,527 | 25,619,665 | 24,114,001 |
| Grants & Subsidies | 1,336,707 | 2,710,582 | 3,570,141 |
| Contributions. Reimb & Donations | 206,956 | 349,697 | 1,215,224 |
| Fees & Charges | 8,428,267 | 13,327,249 | 7,660,720 |
| Service Charges | 322 | 0 | 3,741,095 |
| Interest Earned | 549,222 | 697,000 | 1,184,413 |
| Other Revenue / Income | 605,085 | 617,625 | 860,783 |
| | 36,667,085 | 43,321,818 | 42,346,378 |
| EXPENDITURE | | | |
| Employee Costs | 8,103,216 | 16,948,783 | 15,295,323 |
| Utilities | 788,675 | 1,319,732 | 1,507,429 |
| Interest Expenses | 491,640 | 1,042,761 | 1,114,199 |
| Depreciation on non current assets | 5,911,976 | 11,817,938 | 11,449,614 |
| Contracts & materials | 4,806,979 | 12,973,799 | 11,290,975 |
| Insurance expenses | 474,235 | 584,845 | 543,500 |
| Other Expenses | 684,265 | 223,994 | 1,665,462 |
| | 21,260,986 | 44,911,852 | 42,866,502 |
| Change in net assets from operations | 15,406,099 | (1,590,034) | (520,124) |
| Grants and Subsidies - non-operating | 2,363,447 | 6,770,372 | 9,180,800 |
| Contributions Reimbursements and Donations - non-operating | 61,855 | 3,148,907 | 1,567,374 |
| Profit/Loss on Asset Disposals | 8,327 | (905,815) | 142,634 |
| Cash Backing of Reserves | 0 | 718,230 | 0 |
| Fair value - Investments adjustment | | | 0 |
| | 17,839,728 | 8,141,660 | 10,370,684 |

11. PORTFOLIO VALUATION – MARKET VALUE – AS AT 31 DECEMBER 2011

| Security | Maturity Date | Security Cost (Incl accrued interest) | Current Interest % | Market Value Oct-11 | Market Value Nov-11 | Market Value Dec-11 | Latest Monthly Variation |
|---|---------------|---------------------------------------|--------------------|---------------------|---------------------|---------------------|--------------------------|
| MUNICIPAL ACCOUNT | | | | | | | |
| CBA | 4/11/2011 | 2,000,000 | 5.70% | 2,000,000 | | | |
| CBA | 4/12/2011 | 1,000,000 | 5.66% | 1,000,000 | 1,000,000 | | |
| CBA | 6/01/2012 | 2,000,000 | 5.57% | | 2,000,000 | 2,000,000 | |
| CBA | 3/02/2012 | 1,000,000 | 5.48% | | | 1,000,000 | |
| NAB | 4/12/2011 | 2,000,000 | 5.53% | 2,000,000 | 2,000,000 | | |
| NAB | 3/01/2012 | 1,000,000 | 5.70% | 1,000,000 | 1,000,000 | 1,000,000 | |
| NAB | 2/04/2012 | 2,000,000 | 5.92% | | | 2,000,000 | |
| ANZ | 4/01/2012 | 3,000,000 | 5.80% | 3,000,000 | 3,000,000 | 3,000,000 | |
| BENDIGO | 4/11/2011 | 1,000,000 | 5.50% | 1,000,000 | | | |
| BENDIGO | 6/01/2012 | 1,000,000 | 5.50% | | 1,000,000 | 1,000,000 | |
| BANKWEST | 5/01/2012 | 2,000,000 | 5.80% | 2,000,000 | 2,000,000 | 2,000,000 | |
| | | | | 12,000,000 | 12,000,000 | 12,000,000 | n/a |
| RESERVES ACCOUNT | | | | | | | |
| No funds currently invested | | | | 0 | 0 | 0 | |
| | | | | 0 | 0 | | n/a |
| COMMERCIAL SECURITIES - CDOs (New York Mellon) | | | | | | | |
| Saphir (Endeavour) AAA | 4/08/2011 | 413,160 | 9.10% | 0 | 0 | 0 | 0 |
| Zircon (Merimbula AA) | 20/06/2013 | 502,450 | 8.87% | 0 | 0 | 0 | 0 |
| Zircon (Coolangatta AA) | 20/09/2014 | 1,002,060 | 9.12% | 0 | 0 | 0 | 0 |
| Beryl (AAAGlobal Bank Note) | 20/09/2014 | 200,376 | 8.42% | 0 | 0 | 0 | 0 |
| | | 2,118,046 | | 0 | 0 | 0 | 0 |

REFER DISCLAIMER

| Security | Maturity Date | Security Cost (Incl accrued interest) | Current Interest % | Market Value Oct-11 | Market Value Nov-11 | Market Value Dec-11 | Latest Monthly Variation |
|---|----------------------|--|---------------------------|----------------------------|----------------------------|----------------------------|---------------------------------|
| COMMERCIAL SECURITIES - CDOs - Other | | | | | | | |
| Magnolia (Flinders AA) | 20/03/2012 | 171,994 | 9.32% | 144,500 | 144,500 | 144,500 | 0 |
| Start (Blue Gum AA-) | 22/06/2013 | 276,708 | 8.77% | 0 | 0 | 0 | 0 |
| Corsair (Kakadu AA) | 20/03/2014 | 273,710 | 8.37% | 68,750 | 68,750 | 68,750 | 0 |
| Helium (C=Scarborough AA) | 23/06/2014 | 602,244 | 8.77% | 91,980 | 91,980 | 0 | 0 |
| | | 1,324,656 | | 305,230 | 305,230 | 213,250 | 0 |
| PORTFOLIO TOTAL | | | | | | | |
| | | | | 12,305,230 | 12,305,230 | 12,213,250 | 0 |

12. FINANCIAL RATIOS - AS AT 31 DECEMBER 2011

| CITY OF ALBANY FINANCIAL RATIOS | | 30-Jun-10 | 30-Jun-11 | 31-Dec-11 | Benchmark |
|---------------------------------|---|-----------|-----------|-----------|-----------|
| Liquidity Ratios | | | | | |
| | Current Ratio ¹ | 117.4% | 81.3% | 286.5% | >100% |
| | Untied Cash to trade creditors Ratio ² | 51.2% | 273.6% | 3674.2% | >100% |
| Financial Position Ratio | | | | | |
| | Debt Ratio ³ | 11.3% | 9.8% | 8.4% | <100% |
| Debt Ratios | | | | | |
| | Debt Service Ratio ⁴ | 7.5% | 9.1% | 2.5% | <10% |
| | Gross Debt to Revenue Ratio ⁵ | 56.9% | 47.0% | 52.9% | <60% |
| | Gross Debt to Economically Realisable Assets ⁶ | 25.9% | 22.6% | 18.1% | <30% |
| Coverage Ratio | | | | | |
| | Rate Coverage Ratio ⁷ | 63.3% | 46.2% | 69.6% | >33% |
| Effectiveness Ratio | | | | | |
| | Outstanding Rates Ratio ⁸ | 5.4% | 3.3% | 28.6% | <5% |

1. This ratio focuses on the liquidity position of a local government.
2. This ratio provides an indication of whether a local government has sufficient unrestricted cash to pay its trade creditors. The ratio is high at present as the due date for rates has just passed. The ratio will reduce steadily in the coming months.
3. The ratio is a measure of total liabilities to total assets or alternatively the number of times total liabilities are covered by the total assets of a local government. The lower the ratio of total liabilities to total assets, the stronger is the financial position of the local government.
4. This ratio measures a local government's ability to service debt (principal and interest) out of its available operating revenue.
5. This ratio measures a local government's ability to service debt in any given year out of total revenue.
6. This ratio provides a measure of whether a local government has sufficient realisable assets to cover its total borrowings.
7. The Coverage Ratio measures the local government's dependence on rate revenue to fund its operations. The higher the ratio, the less dependent a local government is on grants and external sources to fund its operations.
8. The Effectiveness Ratio measures the effectiveness of a local government with the collection of its rates. It would be expected to be above 5% at this time of the year, as it includes rates which are being paid by instalments, this will reduce steadily to be below the benchmark at 30 June.

STATUTORY IMPLICATIONS12. *Section 34 of the Local Government (Financial Management) Regulations 1996 provides:*

- I. A local government is to prepare each month a statement of financial activity reporting on the source and application of funds, as set out in the annual budget under regulation 22 (1)(d), for that month in the following detail –
 - a) annual budget estimates, taking into account any expenditure incurred for an additional purpose under section 6.8(1)(b) or (c);
 - b) budget estimates to the end of the month to which the statement relates;
 - c) actual amounts of expenditure, revenue and income to the end of the month to which the statement relate
 - d) material variances between the comparable amounts referred to in paragraphs (b) and (c); and
 - e) the net current assets at the end of the month to which the statement relates.
- II. Each statement of financial activity is to be accompanied by documents containing –
 - a) an explanation of the composition of the net current assets of the month to which the statement relates, less committed assets and restricted assets;
 - b) an explanation of each of the material variances referred to in sub regulation (1)(d); and
 - c) such other supporting information as is considered relevant by the local government.
- III. The information in a statement of financial activity may be shown –
 - a) according to nature and type classification;
 - b) by program; or
 - c) by business unit
- IV. A statement of financial activity, and the accompanying documents referred to in sub regulation (2), are to be –
 - (a) presented at an ordinary meeting of the council within 2 months after the end of the month to which the statement relates; and
 - (b) recorded in the minutes of the meeting at which it is presented.

FINANCIAL IMPLICATIONS Expenditure for the period ending 31 December 2011 has been incurred in accordance with the 2011/12 proposed budget parameters. Details of any budget variation in excess of \$100,000 (year to date) follow. There are no other known events which may result in a material non recoverable financial loss or financial loss arising from an uninsured event.

13. VARIANCES TO BUDGET IN EXCESS OF \$100,000 - AS AT 31 DECEMBER 2011

| Account | Original Budget | Current Budget | YTD Budgets | YTD Actuals | YTD Variance | YTD Percentage Variance | Variance Ticks | Comments |
|---|-----------------|----------------|-------------|-------------|--------------|-------------------------|----------------|---|
| CHIEF EXECUTIVE OFFICER | | | | | | | | |
| 132650. Subdivision Land Sales | (2,000,000) | (2,000,000) | (999,600) | 0 | 999,600 | -100% | × | Amendment to accounting treatment of land sale proceeds, to be processed in Q2 review. |
| DIRECTOR CORPORATE | | | | | | | | |
| 101320. CORP SVC-SALARIES | 223,187 | 227,072 | 113,532 | 305,212 | (191,680) | -169% | × | Paying ED and Acting ED. \$79,000 to be transferred to provisions. |
| 103430. MAJOR PLANT- P/LOSS SALE OF ASSETS | 1,267,411 | 1,267,410 | 253,482 | 39,189 | 214,293 | 85% | ✓ | Timing of plant replacement. |
| 106030. INTEREST ON INVESTMENTS | (450,000) | (450,000) | (224,910) | (327,872) | 102,962 | 46% | ✓ | Interest rates higher than budgeted for. Q2 amendment made. |
| 106640. INFORMATION TECHNOLOGY | 272,860 | 272,860 | 182,582 | 17,982 | 164,600 | 90% | ✓ | Expenditure will increase over the next quarter. |
| 125430. SALE LAND P/LOSS | 2,496,899 | 2,496,899 | 1,247,946 | 0 | 1,247,946 | 100% | ✓ | Amendment to accounting treatment of land sale proceeds, to be processed in Q2 review. |
| 185030. Proceeds Investment Land | 0 | 0 | 0 | (161,364) | 161,364 | 100% | ✓ | Amendment to accounting treatment of land sale proceeds, to be processed in Q2 review. |
| 185270. Carrying Value Investment Land Sold | 0 | 0 | 0 | 142,433 | (142,433) | 100% | ✓ | Amendment to accounting treatment of land sale proceeds, to be processed in Q2 review. |
| DIRECTOR WORKS & SERVICES | | | | | | | | |
| 110270. CITY DESIGN - PROJECTS | 245,000 | 245,000 | 122,448 | 10,425 | 112,023 | 91% | ✓ | Two projects to be moved to Planning and Development Services, will be adjusted in Q3 review. |

REFER DISCLAIMER

| Account | Original Budget | Current Budget | YTD Budgets | YTD Actuals | YTD Variance | YTD Percentage Variance | Variance Ticks | Comments |
|---|-----------------|----------------|-------------|-------------|--------------|-------------------------|----------------|--|
| 110920. CITY ASSETS PROJECTS | 254,450 | 254,450 | 127,182 | (16,467) | 143,649 | 113% | ✓ | Drainage Asset Management Plan transferred to Planning & Development Services delayed start of \$150k project. \$50k Electrical Testing contract soon to be awarded but will come under budget. \$26K Signage Policy review unallocated as yet. |
| 118520. REFUSE-TIP MAINTENANCE | 1,389,700 | 1,389,700 | 694,518 | 546,691 | 147,827 | 21% | ✓ | Operational budgets for Hanrahan Rd and Bakers Junction are on target. However the budget for Regional Waste Site Investigation is currently unspent and is causing the disparity in the overall figure. |
| 119530. REFUSE-INC HANRAHAN ROAD | (1,720,000) | (1,720,000) | (716,380) | (529,660) | (186,720) | -26% | ✗ | Tonnage across the weighbridge is down on last year by approximately 5000 tonnes, receiving less industrial waste as local competitor is now taking waste from building sites. Income has remained consistent with the forecast amount in last 2 months. |
| 132220. ROAD MAINTENANCE | 3,925,000 | 3,925,000 | 1,961,706 | 1,666,444 | 295,262 | 15% | ✓ | Road maintenance program is increasing in activity, now that management restructure is almost complete. Should align closer to budget over the next quarter. |
| 134850. ASSET FUNDING - REGIONAL ROAD GROUP | (894,607) | (910,734) | (455,364) | (340,293) | (115,071) | -25% | ✗ | Timing issue. Funding received in January. |
| 138070. Waste Minimisation Contract | 2,363,896 | 2,363,896 | 1,181,460 | 1,070,729 | 110,731 | 9% | ✓ | Subject to 10/11 end of year accrual adjustments. Timing issue. |
| 141750. Major Plant Proceeds | (735,000) | (735,000) | (210,210) | (23,563) | (186,647) | -89% | ✗ | Timing of plant replacement. |
| 144450. State Black Spot Funding | (123,714) | (123,714) | 0 | (111,392) | 111,392 | 100% | ✓ | Timing difference, between budgeted grant receipt, and actual receipt of grant. |
| 144920. CITY ASSETS-SALARIES | 582,146 | 547,761 | 273,876 | 170,657 | 103,219 | 38% | ✓ | Effected by corporate restructure, to be adjusted In Q3 review. |

| Account | Original Budget | Current Budget | YTD Budgets | YTD Actuals | YTD Variance | YTD Percentage Variance | Variance Ticks | Comments |
|--|-------------------|-------------------|------------------|------------------|------------------|-------------------------|----------------|---|
| 147320. FUEL & OIL | 687,186 | 687,186 | 343,452 | 233,427 | 110,025 | 32% | ✓ | Fuel price and usage not as high as budgeted for. Usage likely to increase in the next quarter. |
| 147920. PLANT-ALLOCATE TO W/SERV. | (2,932,540) | (2,932,540) | (1,465,674) | (1,298,863) | (166,811) | -11% | ✗ | This is an internal "billing" of plant and machinery used on various jobs around the City. As work is performed by Works and Services, plant use is billed to the job. Activity has been below budget, but should increase over the next quarter. |
| 149840. ASSET UPGRADE-REGIONAL RD | 2,496,259 | 2,357,385 | 897,204 | 91,814 | 805,390 | 90% | ✓ | The major projects for 11/12 are to commence in the summer. |
| 149940. ASSET PRESERVATION | 3,195,730 | 3,234,730 | 1,476,279 | 218,786 | 1,257,493 | 85% | ✓ | Activity will increase in the next quarter, some projects are pending award of tenders at December OCM. |
| 150140. DRAINAGE CONSTRUCTION | 1,175,070 | 1,250,070 | 642,327 | 265,807 | 376,520 | 59% | ✓ | The majority of projects are waiting for the summer for construction. |
| 151640. PATHWAY CONSTRUCTION | 1,498,497 | 1,506,997 | 753,084 | 334,774 | 418,310 | 56% | ✓ | Some projects are yet to commence, activity will increase in next quarter. |
| 151840. PARKS & RESERVES | 106,721 | 253,150 | 126,522 | 18,239 | 108,283 | 86% | ✓ | The projects are due to commence in the next quarter. |
| 152140. WASTE/TIPS PROJECTS | 1,930,010 | 1,930,010 | 490,224 | 41,628 | 448,597 | 92% | ✓ | Leachgate project yet to commence. Project is likely to be carried over to 12/13. Clay capping also unlikely to occur this financial year due to revised landform modelling. |
| 167640. Peace Park | 990,214 | 1,002,014 | 500,988 | 124,275 | 376,813 | 75% | ✓ | Timing issue only. |
| Total DIRECTOR WORKS & SERVICES | 14,434,018 | 14,525,361 | 6,743,642 | 2,473,457 | 4,270,285 | 63% | | |

POLICY IMPLICATIONS

14. The City's 2011/12 Annual Budget provides a set of parameters that guides the City's financial practices.
15. The Investment of Surplus Funds Policy stipulates that the status and performance of the investment portfolio is to be reported monthly to Council.

| | |
|-----------------------------------|----------------------|
| File Number (Name of Ward) | FM.FIR.2 - All Wards |
|-----------------------------------|----------------------|