

**ITEM 17 FEBRUARY 2017 FINANCIALS**

The February 2017 financial results are favourable compared to phased budget across the key indicators. The Operating Result (pre capital) is favourable by \$5.9M and the Funds Result shows a favourable variance compared to the phased budget of \$5.7M.

The Cash Flow Statement at the end of the period indicates that there is sufficient cash to support external restrictions.

Council has expended \$44.5M on its capital works program representing 50% of the annual budget. The year to date budget is \$50.0M (or 55% of the annual budget).

**RECOMMENDATIONS**

- 1 The financials be received and noted.
- 2 Proposed changes in the Capital Works Program be approved.

**REPORT AUTHORISATIONS**

Report of: Brian Jenkins, Manager Finance  
 Authorised by: Kerry Hunt, Director Corporate and Community Services - Creative, Engaged and Innovative City (Acting)

**ATTACHMENTS**

- 1 Income and Expense Statement - February 2017
- 2 Capital Project Report - February 2017
- 3 Balance Sheet - February 2017
- 4 Cash Flow Statement - February 2017

**BACKGROUND**

This report presents the Income and Expense Statement, Balance Sheet and Cash Flow Statement for February 2017. Council's current budget has a Net Funding (cash) deficit of \$1.8M, an Operating Surplus [Pre Capital] of \$4.4M and a capital expenditure of \$88.4M. The current annual Net Funding budget includes a transfer to reserve of \$2.6M that relates to the 2015-16 year end positive funds result.

At the end of February, Council remains on target to the operational components of this result.

The following table provides a summary view of the organisation's overall financial results for the year to date.

FORECAST POSITION		Original Budget	Revised Budget	YTD Forecast	YTD Actual	Variation
		1-Jul	24-Feb	24-Feb	24-Feb	
<b>KEY MOVEMENTS</b>						
Operating Revenue	\$M	262.0	266.0	175.4	175.6	0.2
Operating Costs	\$M	(262.1)	(261.6)	(166.1)	(160.5)	5.6
<b>Operating Result [Pre Capital]</b>	\$M	<b>(0.0)</b>	<b>4.4</b>	<b>9.3</b>	<b>15.2</b>	<b>5.9</b>
Capital Grants & Contributions	\$M	32.9	16.5	10.0	7.2	(2.9)
<b>Operating Result</b>	\$M	<b>32.9</b>	<b>20.9</b>	<b>19.3</b>	<b>22.3</b>	<b>3.0</b>
<b>Funds Available from Operations</b>	\$M	<b>61.8</b>	<b>62.7</b>	<b>44.7</b>	<b>47.6</b>	<b>2.9</b>
<b>Capital Works</b>		<b>101.6</b>	<b>88.4</b>	<b>50.0</b>	<b>44.5</b>	<b>5.5</b>
<b>Contributed Assets</b>		-	-	-	-	-
Transfer to Restricted Cash		-	8.1	8.1	8.1	-
Borrowings Repaid	\$M	7.3	7.3	5.3	5.3	(0.0)
Funded from:						
- Operational Funds	\$M	61.8	55.4	44.7	47.6	2.9
- Other Funding	\$M	47.1	39.3	23.5	20.7	(2.7)
<b>Total Funds Surplus/(Deficit)</b>	\$M	<b>(0.1)</b>	<b>(1.8)</b>	<b>4.8</b>	<b>10.5</b>	<b>5.7</b>

## Financial Performance

The February 2017 Operating Result [pre capital] shows a positive variance compared to budget of \$5.9M.

The Operating Result includes non-cash or restricted variations such as lower depreciation (\$1.5M), externally funded operational projects expenditure (\$1.3M), operating grants received that are transferred to restricted cash (\$0.6M) and domestic waste result transferred to restricted cash (\$0.2M). These have been offset by the loss on disposal of assets (\$0.6M). This has resulted in a variation in Funds Available from Operations of \$2.9M.

## Funds Result

The Total Funds result includes the funds component of the Operating Result in addition to lower Council funded capital expenditure.

## Capital Budget

As at 24 February 2017, Council had expended \$44.5M or 50% of the approved annual capital budget of \$88.4M. A net decrease of \$0.3M is proposed in the overall capital budget. The attached Capital Budget Report provides an outline of the major points of program change.

## Liquidity

Council's cash and investments increased during February 2017 to holdings of \$162.3M compared to \$154.9M at the end of January 2017. This reflects normal trends for this time of the year as Council received a rates instalment in February.

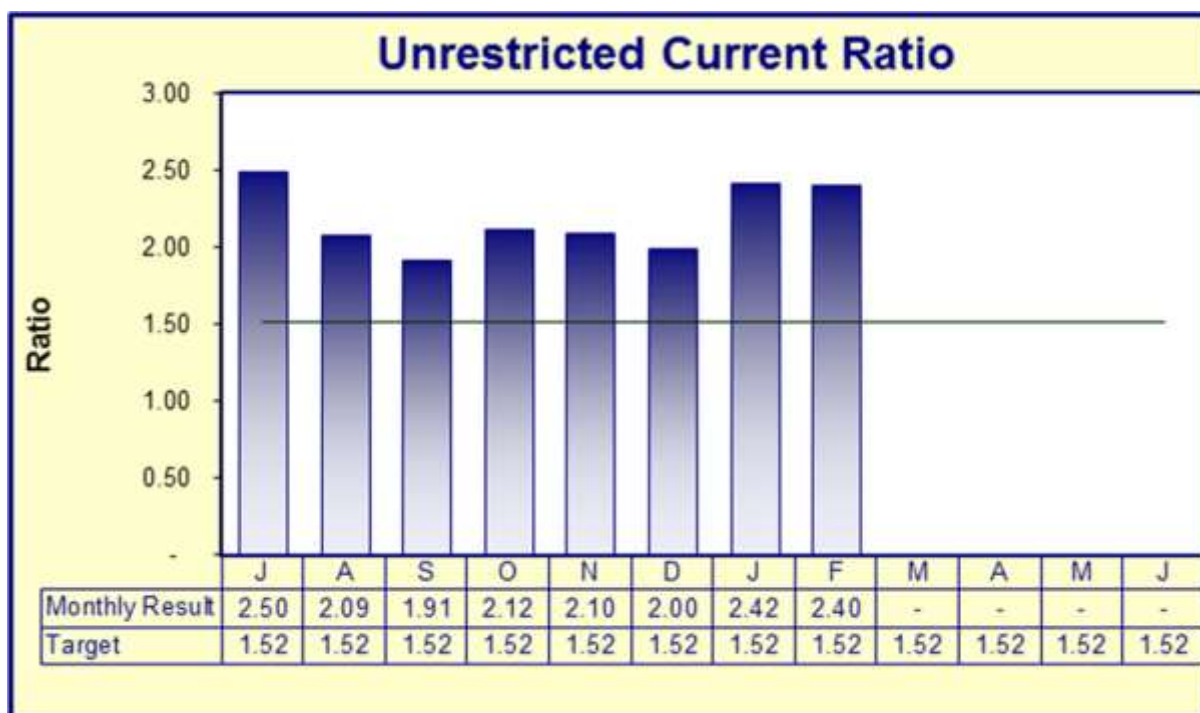
CASH, INVESTMENTS & AVAILABLE FUNDS					
	Actual 2015/16 \$M	Original Budget 2016/17 \$M	September QR 2016/17 \$M	December QR 2016/17 \$M	Actual Ytd February 2017 \$M
Total Cash and Investments	154.0	133.7	127.0	137.8	162.3
Less Restrictions:					
External	75.3	88.8	72.7	74.5	81.9
Internal	55.3	37.6	43.7	52.2	59.4
Total Restrictions	130.6	126.4	116.4	126.7	141.3
Available Cash	23.5	7.3	10.7	11.1	21.0
Adjusted for :					
Current payables	(34.9)	(23.6)	(23.8)	(23.5)	(21.8)
Receivables	22.9	23.0	25.3	25.3	19.4
Other	2.9	4.6	3.3	-	6.5
Net Payables & Receivables	(9.1)	4.0	1.5	1.8	4.0
<b>Available Funds</b>	<b>14.4</b>	<b>11.3</b>	<b>12.1</b>	<b>12.9</b>	<b>25.0</b>

The Available Funds position excludes restricted cash. External restrictions are funds that must be spent for a specific purpose and cannot be used by Council for general operations. Internal restrictions are funds that Council has determined will be used for a specific future purpose.

The Available Funds forecast that was revised during the December Quarterly Review is within Council's Financial Strategy target of 3.5% to 5.5% of Operational Revenue [pre capital] and is between \$9.2M and \$14.4M for the year ending 30 June 2017. The actual Available Funds at 24 February 2017 are impacted by the progress of planned expenditure to date.

The Unrestricted Current Ratio measures the cash/liquidity position of an organisation. This ratio is intended to disclose the ability of an organisation to satisfy payment obligations in the short term from

the unrestricted activities of Council. Council's current ratio is above the Local Government Benchmark of >2:1, however, the strategy is to maximise the use of available funds for asset renewal by targeting a lean Unrestricted Current Ratio.



### Receivables

Receivables are the amount of money owed to Council or funds that Council has paid in advance. At February 2017, receivables totalled \$19.4M, compared to receivables of \$20.6M at February 2016. Fluctuations relate to the timing of rates payments which are accrued before the actual payments are due.

### Payables

Payables (the amount of money owed to suppliers) of \$21.8M were owed at February 2017 compared to payables of \$33.1M in February 2016. The difference in payables relate to goods and services and capital projects delivered but not yet paid for, timing of the receipt of rating income and timing of the Financial Assistance Grant payments.

### Debt

Council continues to have financial strength in its low level of borrowing. The industry measure of debt commitment is the Debt Service Ratio that measures the proportion of revenues that is required to meet annual loan repayments.

Council's Financial Strategy includes provision for additional borrowing in the future and Council will consider borrowing opportunities from time to time to bring forward the completion of capital projects where immediate funding is not available. Council currently has borrowings through an interest free loan and the subsidised Local Government Infrastructure Renewal Scheme (LIRS). In 2009-10, Council borrowed \$26M interest free to assist in the delivery of the West Dapto Access Plan. Council has also been successful in securing subsidies for loans under the three rounds of the LIRS program and has entered into loans of \$20M in 2012-13 for Round 1, \$4.3M in 2013-14 for Round 2 and \$15M for Round 3. The LIRS program provides a loan subsidy of 4% for Round 1 and 3% for the subsequent rounds. Loan funds have been used to accelerate the Citywide Footpaths, Shared Path Renewal, Missing Links Construction Program, building refurbishment works for Berkeley Community Centre, Corrimal Library and Community Centre, Thirroul Pavilion and Kiosk and to support the West Dapto Access – Fowlers Road project respectively. Council was advised of eligibility for further subsidy under Round 3 and an additional amount of \$5.5M was drawn down earlier this year that will also be used to support the West

**Dapto Access – Fowlers Road project.**

Council’s Debt Service Ratio forecast for 2016-17 is approximately 3.5%, which is still below Council’s target of 4% and remains low in comparison to the Local Government’s benchmark ratio of <10%. It is noted that non-cash interest expense relating to the amortisation of the income recognised on the West Dapto Access Plan Loan is not included when calculating the Debt Service Ratio.

**Assets**

The Balance Sheet shows that \$2.5B of assets are controlled and managed by Council for the community as at 24 February 2017. The 2016-17 capital works program includes projects such as the West Dapto Access strategy, civil asset renewals including roads, car parks and buildings and purchase of library books. At the end of February, capital expenditure amounted to \$44.5M.

**PLANNING AND POLICY IMPACT**

This report contributes to the delivery of Wollongong 2022 goal ‘*We are a connected and engaged community*’. It specifically delivers on the following:

Community Strategic Plan	Delivery Program 2012-17	Annual Plan 2016-17
Strategy	5 Year Action	Annual Deliverables
4.4.5 Finances are managed effectively to ensure long term financial sustainability	4.4.5.1 Effective and transparent financial management systems are in place	Provide accurate and timely financial reports monthly, quarterly and via the annual financial statement Continuous Budget Management is in place, controlled and reported Manage and further develop compliance program Monitor and review achievement of Financial Strategy

**CONCLUSION**

The results for February 2017 are positive and within expectations over a range of financial indicators. Based on this information it is expected that Council will achieve the forecast annual results with further potential for improvement against budget.

<b>WOLLONGONG CITY COUNCIL</b>				
1 July 2016 to 24 February 2017				
	2016/17 Original Budget \$'000	2016/17 Current Budget \$'000	2016/17 YTD Budget \$'000	2016/17 Actual YTD \$'000
<b>Income Statement</b>				
<b>Income From Continuing Operations</b>				
<b>Revenue:</b>				
Rates and Annual Charges	184,035	184,540	120,836	120,888
User Charges and Fees	33,594	36,376	24,476	24,513
Interest and Investment Revenues	4,253	5,179	3,519	3,755
Other Revenues	10,205	9,787	6,404	6,257
Grants & Contributions provided for Operating Purposes	29,961	30,079	20,141	20,794
Grants & Contributions provided for Capital Purposes	32,947	16,543	10,032	7,161
Profit/Loss on Disposal of Assets	0	0	0	(590)
<b>Total Income from Continuing Operations</b>	<b>294,994</b>	<b>282,503</b>	<b>185,408</b>	<b>182,778</b>
<b>Expenses From Continuing Operations</b>				
Employee Costs	117,960	119,680	77,625	76,227
Borrowing Costs	4,131	4,082	2,673	2,698
Materials, Contracts & Other Expenses	89,066	89,488	53,557	49,853
Depreciation, Amortisation + Impairment	64,840	62,639	41,760	40,275
Internal Charges (labour)	(12,352)	(12,914)	(8,456)	(7,833)
Internal Charges (not labour)	(1,566)	(1,560)	(1,036)	(773)
<b>Total Expenses From Continuing Operations</b>	<b>262,079</b>	<b>261,416</b>	<b>166,122</b>	<b>160,447</b>
<b>Operating Results From Continuing Operations</b>	<b>32,916</b>	<b>21,088</b>	<b>19,285</b>	<b>22,331</b>
<b>Net Operating Result for the Year</b>	<b>32,916</b>	<b>21,088</b>	<b>19,285</b>	<b>22,331</b>
<b>Net Operating Result for the Year before Grants &amp; Contributions provided for Capital Purposes</b>	<b>(31)</b>	<b>4,545</b>	<b>9,254</b>	<b>15,171</b>
<b>NET SURPLUS (DEFICIT) [Pre capital] %</b>	<b>11.2%</b>	<b>7.5%</b>	<b>10.4%</b>	<b>12.2%</b>
<b>Funding Statement</b>				
<b>Net Operating Result for the Year</b>	<b>32,916</b>	<b>21,088</b>	<b>19,285</b>	<b>22,331</b>
Add back :				
- Non-cash Operating Transactions	78,451	76,609	50,928	49,991
- Restricted cash used for operations	15,013	16,323	9,490	8,113
- Income transferred to Restricted Cash	(52,636)	(39,329)	(26,732)	(24,478)
- Payment of Accrued Leave Entitlements	(11,943)	(12,082)	(8,312)	(8,348)
- Payment of Carbon Contributions	0	0	0	0
<b>Funds Available from Operations</b>	<b>61,801</b>	<b>62,608</b>	<b>44,660</b>	<b>47,609</b>
Advances (made by) / repaid to Council	0	0	0	0
Borrowings repaid	(7,285)	(7,285)	(5,275)	(5,275)
<b>Operational Funds Available for Capital Budget</b>	<b>54,516</b>	<b>55,323</b>	<b>39,384</b>	<b>42,334</b>
<b>CAPITAL BUDGET</b>				
Assets Acquired	(101,627)	(88,370)	(49,951)	(44,504)
Contributed Assets	0	0	0	0
Transfers to Restricted Cash	0	(8,100)	(8,100)	(8,100)
Funded From :-				
- Operational Funds	54,516	55,323	39,384	42,334
- Sale of Assets	1,743	1,743	709	1,405
- Internally Restricted Cash	21,770	10,786	6,536	5,283
- Borrowings	0	5,500	5,500	5,500
- Capital Grants	11,065	9,291	3,561	3,718
- Developer Contributions (Section 94)	6,008	5,745	3,472	1,410
- Other Externally Restricted Cash	5,620	4,995	2,919	2,668
- Other Capital Contributions	850	1,240	759	741
<b>TOTAL FUNDS SURPLUS / (DEFICIT)</b>	<b>(55)</b>	<b>(1,848)</b>	<b>4,790</b>	<b>10,456</b>

### Manager Project Delivery Division

#### Commentary on February 2017 Capital Budget Report

As at 24 February 2017, year to date expenditure was \$44.5M of the approved capital budget of \$88.4M. This value is \$5.5M less than the forecast expenditure of \$50.0M for this period.

The following table summarises the proposed changes to the total Capital Budget by transfer of budget between programs and reduction or introduction of various types of external or loan funding. These changes result in a net decrease of \$0.3M in the overall capital budget to \$88.1M.

Program	Major Points of change to Capital Budget
Traffic Facilities	Reallocate budget from Public Transport Facilities to Traffic Facilities. Re-phase S94 funding.
Public Transport Facilities	Reallocate budget to Traffic Facilities. Reallocate budget to Roadworks.
Roadworks	Reallocate budget from Public Transport Facilities to Roadworks. Reallocate budget from Stormwater Management to Roadworks. Re-phase Roads to Recovery funding.
Cycle/Shared Paths	Re-phase S94 funding.
Stormwater Management	Reallocate budget to Roadworks.
Recreation Facilities	Re-phase Port Kembla Community Investment Fund funding. Reallocate budget to Sporting Facilities.
Sporting Facilities	Reallocate budget from Recreation Facilities. Introduce Community Building Partnerships funding. Introduce Sports Reserve funding.
Whytes Gully New Cells	Transfer waste reserve funding from Whytes Gully Renewal Works to Whytes Gully New Cells.
Whytes Gully Renewal Works	Transfer waste reserve funding to Whytes Gully New Cells.
Capital Project Contingency	Reallocate budget from Capital Project Plan.
Capital Project Plan	Reallocate to Capital Project Contingency.

CAPITAL PROJECT REPORT							
as at the period ended 24 February 2017							
ASSET CLASS PROGRAMME	\$'000		\$'000		YTD EXPENDITURE	\$'000	
	CURRENT BUDGET		WORKING BUDGET			VARIATION	
	EXPENDITURE	OTHER FUNDING	EXPENDITURE	OTHER FUNDING		EXPENDITURE	OTHER FUNDING
<b>Roads And Related Assets</b>							
Traffic Facilities	2,050	(1,561)	2,035	(1,531)	665	(15)	30
Public Transport Facilities	271	(20)	196	(20)	84	(75)	(0)
Roadworks	13,899	(4,179)	14,001	(4,131)	7,574	102	48
Bridges, Boardwalks and Jetties	2,259	(100)	2,259	(100)	1,041	(0)	0
<b>TOTAL Roads And Related Assets</b>	<b>18,479</b>	<b>(5,860)</b>	<b>18,491</b>	<b>(5,782)</b>	<b>9,364</b>	<b>12</b>	<b>78</b>
<b>West Dapto</b>							
West Dapto Infrastructure Expansion	5,001	(4,531)	5,001	(4,531)	1,453	0	0
<b>TOTAL West Dapto</b>	<b>5,001</b>	<b>(4,531)</b>	<b>5,001</b>	<b>(4,531)</b>	<b>1,453</b>	<b>0</b>	<b>0</b>
<b>Footpaths And Cycleways</b>							
Footpaths	4,793	(1,674)	4,793	(1,674)	3,100	0	0
Cycle/Shared Paths	6,345	(2,745)	6,138	(2,538)	2,448	(207)	207
Commercial Centre Upgrades - Footpaths and Cycleways	4,034	(795)	4,034	(795)	2,629	(0)	0
<b>TOTAL Footpaths And Cycleways</b>	<b>15,172</b>	<b>(5,214)</b>	<b>14,965</b>	<b>(5,007)</b>	<b>8,177</b>	<b>(207)</b>	<b>207</b>
<b>Carparks</b>							
Carpark Construction/Formalising	350	0	350	0	145	0	0
Carpark Reconstruction or Upgrading	1,677	0	1,677	0	770	0	0
<b>TOTAL Carparks</b>	<b>2,027</b>	<b>0</b>	<b>2,027</b>	<b>0</b>	<b>915</b>	<b>0</b>	<b>0</b>
<b>Stormwater And Floodplain Management</b>							
Floodplain Management	2,143	(530)	2,143	(530)	399	(0)	0
Stormwater Management	2,088	(550)	1,998	(550)	765	(90)	0
Stormwater Treatment Devices	423	(175)	423	(175)	326	0	0
<b>TOTAL Stormwater And Floodplain M</b>	<b>4,654</b>	<b>(1,255)</b>	<b>4,564</b>	<b>(1,255)</b>	<b>1,490</b>	<b>(90)</b>	<b>0</b>
<b>Buildings</b>							
Cultural Centres (IPAC, Gallery, Townhall)	1,100	0	1,100	0	411	(0)	0
Administration Buildings	1,505	0	1,505	0	1,254	0	0
Community Buildings	11,354	(1,793)	11,354	(1,793)	8,118	0	(0)
Public Facilities (Shelters, Toilets etc.)	2,183	(170)	2,183	(170)	1,972	(0)	(0)
Carbon Abatement	1,000	(1,000)	1,000	(1,000)	109	(0)	0
<b>TOTAL Buildings</b>	<b>17,142</b>	<b>(2,963)</b>	<b>17,142</b>	<b>(2,963)</b>	<b>11,864</b>	<b>(0)</b>	<b>(0)</b>
<b>Commercial Operations</b>							
Tourist Park - Upgrades and Renewal	750	0	750	0	478	(0)	0
Crematorium/Cemetery - Upgrades and Renewal	200	0	200	0	70	(0)	0
Leisure Centres & RVGC	150	0	150	0	150	0	0
<b>TOTAL Commercial Operations</b>	<b>1,100</b>	<b>0</b>	<b>1,100</b>	<b>0</b>	<b>697</b>	<b>(0)</b>	<b>0</b>
<b>Parks Gardens And Sportfields</b>							
Play Facilities	1,390	(60)	1,390	(60)	42	(0)	(0)
Recreation Facilities	2,082	(381)	2,036	(341)	1,586	(46)	40
Sporting Facilities	1,195	(483)	1,226	(508)	457	31	(25)
Lake Illawarra Foreshore	50	0	50	0	0	(0)	0
<b>TOTAL Parks Gardens And Sportfield</b>	<b>4,717</b>	<b>(924)</b>	<b>4,702</b>	<b>(909)</b>	<b>2,086</b>	<b>(15)</b>	<b>15</b>
<b>Beaches And Pools</b>							
Beach Facilities	480	0	480	0	380	0	0
Rock/Tidal Pools	1,590	(165)	1,590	(165)	1,047	0	0
Treated Water Pools	1,247	(18)	1,247	(19)	600	0	(0)
<b>TOTAL Beaches And Pools</b>	<b>3,318</b>	<b>(183)</b>	<b>3,318</b>	<b>(183)</b>	<b>2,008</b>	<b>0</b>	<b>(0)</b>

CAPITAL PROJECT REPORT							
as at the period ended 24 February 2017							
ASSET CLASS PROGRAMME	\$'000		\$'000		YTD EXPENDITURE	\$'000	
	CURRENT BUDGET		WORKING BUDGET			VARIATION	
	EXPENDITURE	OTHER FUNDING	EXPENDITURE	OTHER FUNDING		EXPENDITURE	OTHER FUNDING
<b>Natural Areas</b>							
Environmental Management Program	0	0	0	0	0	0	0
Natural Area Management and Rehabilitation	275	0	275	0	25	(0)	0
<b>TOTAL Natural Areas</b>	<b>275</b>	<b>0</b>	<b>275</b>	<b>0</b>	<b>25</b>	<b>(0)</b>	<b>0</b>
<b>Waste Facilities</b>							
Whytes Gully New Cells	6,195	(6,195)	6,339	(6,339)	2,696	144	(144)
Whytes Gully Renewal Works	439	(440)	296	(296)	174	(144)	144
Helensburgh Rehabilitation	79	(79)	79	(79)	24	(0)	0
<b>TOTAL Waste Facilities</b>	<b>6,714</b>	<b>(6,714)</b>	<b>6,714</b>	<b>(6,714)</b>	<b>2,894</b>	<b>0</b>	<b>0</b>
<b>Fleet</b>							
Motor Vehicles	1,783	(940)	1,783	(940)	877	(0)	0
<b>TOTAL Fleet</b>	<b>1,783</b>	<b>(940)</b>	<b>1,783</b>	<b>(940)</b>	<b>877</b>	<b>(0)</b>	<b>0</b>
<b>Plant And Equipment</b>							
Portable Equipment (Mowers etc.)	355	(53)	355	(53)	44	0	0
Mobile Plant (trucks, backhoes etc.)	3,686	(1,436)	3,686	(1,436)	1,201	(0)	0
Fixed Equipment	320	0	320	0	1	(0)	0
<b>TOTAL Plant And Equipment</b>	<b>4,361</b>	<b>(1,489)</b>	<b>4,361</b>	<b>(1,489)</b>	<b>1,246</b>	<b>(0)</b>	<b>0</b>
<b>Information Technology</b>							
Information Technology	1,325	(165)	1,325	(165)	214	(0)	0
<b>TOTAL Information Technology</b>	<b>1,325</b>	<b>(165)</b>	<b>1,325</b>	<b>(165)</b>	<b>214</b>	<b>(0)</b>	<b>0</b>
<b>Library Books</b>							
Library Books	1,193	(66)	1,193	(66)	846	(0)	0
<b>TOTAL Library Books</b>	<b>1,193</b>	<b>(66)</b>	<b>1,193</b>	<b>(66)</b>	<b>846</b>	<b>(0)</b>	<b>0</b>
<b>Public Art</b>							
Public Art Works	200	0	200	0	88	0	0
Art Gallery Acquisitions	110	0	110	0	67	(0)	0
<b>TOTAL Public Art</b>	<b>310</b>	<b>0</b>	<b>310</b>	<b>0</b>	<b>155</b>	<b>(0)</b>	<b>0</b>
<b>Emergency Services</b>							
Emergency Services Plant and Equipment	400	0	400	0	47	(0)	0
<b>TOTAL Emergency Services</b>	<b>400</b>	<b>0</b>	<b>400</b>	<b>0</b>	<b>47</b>	<b>(0)</b>	<b>0</b>
<b>Land Acquisitions</b>							
Land Acquisitions	167	0	168	0	75	0	0
<b>TOTAL Land Acquisitions</b>	<b>167</b>	<b>0</b>	<b>168</b>	<b>0</b>	<b>75</b>	<b>0</b>	<b>0</b>
<b>Non-Project Allocations</b>							
Capital Project Contingency	126	0	170	0	0	43	0
Capital Project Plan	105	0	62	0	51	(43)	0
<b>TOTAL Non-Project Allocations</b>	<b>231</b>	<b>0</b>	<b>231</b>	<b>0</b>	<b>51</b>	<b>0</b>	<b>0</b>
<b>Loans</b>							
West Dapto Loan	0	(2,900)	0	(2,900)	0	0	0
LIRS Loan	0	(6,094)	0	(6,094)	0	0	0
<b>TOTAL Loans</b>	<b>0</b>	<b>(8,994)</b>	<b>0</b>	<b>(8,994)</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>GRAND TOTAL</b>	<b>88,370</b>	<b>(39,299)</b>	<b>88,070</b>	<b>(39,000)</b>	<b>44,504</b>	<b>(300)</b>	<b>300</b>



<b>WOLLONGONG CITY COUNCIL</b>			
		<b>Actual 2016/17 \$'000</b>	<b>Actual 2015/16 \$'000</b>
<b>BALANCE SHEET</b>			
		as at 24/02/17	as at 30/06/16
<b>CURRENT ASSETS</b>			
Cash Assets	118,286	17,746	
Investment Securities	33,951	126,193	
Receivables	19,405	21,280	
Inventories	6,019	6,028	
Other	6,513	3,207	
Assets classified as held for sale	0	0	
<b>Total Current Assets</b>	<b>184,174</b>	<b>174,453</b>	
<b>NON-CURRENT ASSETS</b>			
Non Current Cash Assets	10,085	10,085	
Property, Plant and Equipment	2,268,020	2,265,362	
Investment Properties	4,775	4,775	
Westpool Equity Contribution	1,310	1,310	
Intangible Assets	642	1,042	
<b>Total Non-Current Assets</b>	<b>2,284,832</b>	<b>2,282,574</b>	
<b>TOTAL ASSETS</b>	<b>2,469,007</b>	<b>2,457,027</b>	
<b>CURRENT LIABILITIES</b>			
Current Payables	21,822	33,258	
Current Provisions payable < 12 months	15,587	16,998	
Current Provisions payable > 12 months	37,858	37,858	
Current Interest Bearing Liabilities	7,160	6,690	
<b>Total Current Liabilities</b>	<b>82,426</b>	<b>94,804</b>	
<b>NON-CURRENT LIABILITIES</b>			
Non Current Interest Bearing Liabilities	34,182	33,940	
Non Current Provisions	45,293	44,031	
<b>Total Non-Current Liabilities</b>	<b>79,476</b>	<b>77,970</b>	
<b>TOTAL LIABILITIES</b>	<b>161,902</b>	<b>172,774</b>	
<b>NET ASSETS</b>	<b>2,307,105</b>	<b>2,284,253</b>	
<b>EQUITY</b>			
Accumulated Surplus	1,180,938	1,167,459	
Asset Revaluation Reserve	984,875	986,148	
Restricted Assets	141,292	130,647	
<b>TOTAL EQUITY</b>	<b>2,307,105</b>	<b>2,284,253</b>	

WOLLONGONG CITY COUNCIL		
CASH FLOW STATEMENT		
as at 24 February 2017		
	YTD Actual	Actual
	2016/17	2015/16
	\$ '000	\$ '000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
<b>Receipts:</b>		
Rates & Annual Charges	119,706	174,893
User Charges & Fees	27,686	33,314
Interest & Interest Received	4,064	5,633
Grants & Contributions	28,715	55,323
Other	7,269	22,139
<b>Payments:</b>		
Employee Benefits & On-costs	(74,336)	(100,072)
Materials & Contracts	(28,819)	(56,091)
Borrowing Costs	(882)	(1,547)
Other	(23,741)	(37,388)
<b>Net Cash provided (or used in) Operating Activities</b>	<b>59,662</b>	<b>96,204</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
<b>Receipts:</b>		
Sale of Infrastructure, Property, Plant & Equipment	1,405	919
Deferred Debtors Receipts	-	-
<b>Payments:</b>		
Purchase of Investments	-	-
Purchase of Investment Property	-	-
Purchase of Infrastructure, Property, Plant & Equipment	(52,809)	(81,467)
Purchase of Interests in Joint Ventures & Associates	-	-
<b>Net Cash provided (or used in) Investing Activities</b>	<b>(51,404)</b>	<b>(80,548)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
<b>Receipts:</b>		
Proceeds from Borrowings & Advances	5,500	-
<b>Payments:</b>		
Repayment of Borrowings & Advances	(5,460)	(6,369)
Repayment of Finance Lease Liabilities	-	-
<b>Net Cash Flow provided (used in) Financing Activities</b>	<b>40</b>	<b>(6,369)</b>
Net Increase/(Decrease) in Cash & Cash Equivalents	8,298	(15,832)
plus: Cash & Cash Equivalents and Investments - beginning of year	154,024	169,856
<b>Cash &amp; Cash Equivalents and Investments - year to date</b>	<b>162,322</b>	<b>154,024</b>

WOLLONGONG CITY COUNCIL		
CASH FLOW STATEMENT		
as at 24 February 2017		
	YTD Actual	Actual
	2016/17	2015/16
	\$ '000	\$ '000
<b>Total Cash &amp; Cash Equivalents and Investments - year to date</b>	<b>162,322</b>	<b>154,024</b>
<b>Attributable to:</b>		
External Restrictions (refer below)	81,895	75,276
Internal Restrictions (refer below)	59,396	55,377
Unrestricted	21,031	23,371
	<b>162,322</b>	<b>154,024</b>
<b>External Restrictions</b>		
Developer Contributions	17,743	15,370
RMS Contributions	783	222
Specific Purpose Unexpended Grants	4,859	4,655
Special Rates Levy Wollongong Mall	188	132
Special Rates Levy Wollongong City Centre	25	6
Local Infrastructure Renewal Scheme	21,889	18,157
Unexpended Loans	7,349	7,207
Domestic Waste Management	10,562	9,955
Private Subsidies	4,219	3,938
West Dapto Home Deposit Assistance Program	9,983	9,790
Stormwater Management Service Charge	1,670	1,388
West Dapto Home Deposits Issued	85	85
Carbon Price	2,540	4,371
<b>Total External Restrictions</b>	<b>81,895</b>	<b>75,276</b>
<b>Internal Restrictions</b>		
Property Development	3,991	4,121
Property Investment Fund	8,259	8,135
Strategic Projects	28,155	23,883
Future Projects	5,337	5,564
Sports Priority Program	348	497
Car Parking Strategy	896	909
MacCabe Park Development	940	841
Darcy Wentworth Park	191	170
Garbage Disposal Facility	9,508	10,008
Telecommunications Revenue	179	155
West Dapto Development Additional Rates	1,042	527
Southern Phone Natural Areas	352	476
Lake Illawarra Estuary Management Fund	198	91
<b>Total Internal Restrictions</b>	<b>59,396</b>	<b>55,377</b>